

COMPREHENSIVE ANNUAL FINANCIAL REPORT 2015



City of Fort Collins, Colorado

Comprehensive Annual Financial Report
For the fiscal year ended
December 31, 2015

Prepared by the Finance Department:

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Special thanks for their contributions:

Noelle Currell, Senior Financial Analyst

Erik Martin, Budget Analyst

Harold Hall, Investment Administrator

About our cover and section tabs...

The cover picture photograph features the newly renovated Old Town Square. In March 2015, the Downtown Development Authority, City of Fort Collins, the Bohemian Foundation, and Old Town properties partnered to begin renovation of the Old Town Square in downtown Fort Collins. As the first major renovation of the Square in 30 years, the objective of the project was to bring aesthetic, building, and underground infrastructure improvements to the heart of the city. Concluding in October 2015, the \$3.9 million update included a vernal pool, an enhanced children's play area, a renovated fountain, a public outdoor fireplace, new seating and gathering areas, and a new performance stage.

COVER PHOTO COURTESY OF TIM O'HARA PHOTOGRAPHY

The Introductory Section tab features the November 2015 Bison Welcome Home event. For years, the iconic American bison roamed the Great Plains by the millions until overhunting brought the species to near extinction. As part of a nationwide recovery effort, this keystone species was reintroduced to Soapstone Prairie Natural Area and Red Mountain Open Space. This milestone was celebrated with honored guests from tribal nations, dignitaries and bison lovers of all ages. The crowd stood mesmerized as the herd sprinted onto the gently rolling plains.

The Financial Section tab features the 8th Annual Kites in the Park Festival. Presented by City of Fort Collins in partnership with HobbyTown USA, Kites in the Park is a free family-friendly community event that celebrates all things kites. Nearly 8,000 attendees welcome kite attractions from around the world for kite flying, demonstrations and competitions. There are concessions, a free Kite Making Station and giveaways throughout the day.

The Management's Discussion & Analysis tab features the 24th Annual Children's Water Festival, sponsored by Fort Collins Utilities and Northern Colorado Water Conservancy District (NCWCD). Each spring, 1,800 third-grade students and teachers from public, private, and homeschools attend. The festival is packed with fun, hands-on activities that teach students about wetlands and rivers, aquatic wildlife, supply and conservation, and much more.

The Basic Financial Information tab features the April 1, 2016 ribbon cutting ceremony for the Fort Collins Bike Share. Building off the success of the city's existing bike library, the City of Fort Collins, Bike Fort Collins, and the national bike-sharing company Zagster launched this new and expansive program. The bike-share includes 79 cruiser bikes available at 13 locations around the city for riders to check out for on-demand, local trips. The program is made possible through sponsorships from the City of Fort Collins FC Bikes Program, Kaiser Permanente, New Belgium Brewing Company, Associates in Family Medicine, Odell Brewing Company and University of Colorado Health.

The Notes to the Basic Financial Statements tab features scenes from the April 14, 2015 City Council meeting in which two new Councilmembers and the Mayor were sworn in, and outgoing Councilmembers were honored for their service. In Fort Collins, six Councilmembers are elected for four-year terms, and are limited to two terms. The Mayor is elected for a two-year term, and is limited to three terms.

The Supplementary Information tab features a Fort Collins Utilities lineman crew maintaining part of the electric distribution system, over 99% of which is underground. Here, the crew is shown following proper safety protocols with the lockout/tagout standard. Following this standard helps ensure machinery is disabled, thereby preventing the release of hazardous energy while employees perform servicing and maintenance activities.

The Statistical Section tab features the 12th Annual Pooch Plunge. This August event invites families to enjoy a "dog day" afternoon at the City Park Pool with man's best friend. The event is hosted by City of Fort Collins Recreation and Advanced Animal Care of Colorado. Proceeds benefit aquatic programming in Recreation.

The Other Schedules tab features the Fort Collins leg of the 2015 Tour de Fat, sponsored by New Belgium Brewing Company and attended by an estimated 25,000 people. The Tour de Fat is a traveling festival that spanned 10 U.S. cities in 2015. The event originated in Fort Collins to increase awareness and participation in bicycling. The day opens with a costume parade in which attendees of all ages are invited to decorate both themselves and their bikes for a ride through city streets. All proceeds and donations go to local bicycle nonprofits to help make the host city a better place to ride.

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INTRODUCTORY SECTION



INTRODUCTORY SECTION

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June 15, 2016

Honorable Mayor, Members of City Council, Residents and Customers of the City of Fort Collins, Colorado:

We submit, for your information and review, the Comprehensive Annual Financial Report (CAFR) for the City of Fort Collins, Colorado (the City), for the year ended December 31, 2015.

This report consists of management's representations concerning the finances of the City of Fort Collins. Consequently, management assumes responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. To the best of our knowledge and belief, the enclosed information is reported in a manner designed to present fairly the financial position and activities of the various funds of the City. The City has included all disclosures necessary to enable the reader to gain an understanding of the City's financial activities.

The City Charter and State law require an annual audit by independent certified public accountants selected by the City Council. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended December 31, 2015 are free of material misstatement. The independent accountant, RSM US LLP, concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City's financial statements for the fiscal year ended December 31, 2015, are fairly presented in conformity with accounting principles generally accepted in the United States of America.

The independent audit of the financial statements of the City is required to complete the federally mandated "Single Audit" designed to meet the special needs of the federal grantor agencies. The results of the single audit are available in the City's separately issued Single Audit Report (Compliance Report).

Accounting principles generally accepted in the United States of America require 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. The City's MD&A can be found immediately following the report of the independent auditor.

Governmental Structure

The City of Fort Collins, incorporated in 1872, is located in north central Colorado, east of the continental divide, and is approximately sixty miles north of Denver. It is the fourth largest city in Colorado with an estimated population of 158,600 in 2015. This is approximately 48% of the Larimer County population.

The City provides services that include community planning, general government, police, streets and highways, cultural facilities, parks and recreation, transportation, golf courses and public utilities. The City's utilities include electric distribution, water treatment, wastewater treatment and storm drainage. Fire protection and library services are not provided by the City but instead by Poudre Fire Authority (PFA) and Poudre River Public Library District. The City is the primary financial supporter for PFA.

The City's financial statements include the Downtown Development Authority, Fort Collins Capital Leasing Corporation, General Improvement District No. 1, General Improvement District No. 15 – Skyview and the Urban Renewal Authority.

The City is a home rule city, organized under provisions of the Colorado Constitution. The City Charter, adopted in 1953, provides for the council-manager form of local government. The voters directly elect the mayor to serve a two-year term. Within districts, voters elect six Council members on a non-partisan basis, to staggered four-year terms. The financial statements, schedules and statistical tables contained in this report include all funds under the control of City Council. The Council is responsible for passing ordinances, adopting the two-year budget and annual appropriations ordinance, appointing advisory board and commission members, and hiring the City Manager, City Attorney, and Municipal Judge. The City Manager is responsible for implementing the policies and ordinances of Council, overseeing the day-to-day operations and appointing service area directors and other staff members.

Financial Condition: Economy, Long-Term Financial Planning and Major Initiatives

The essential economic indicators for the City continued to improve in 2015. At the end of 2015, the local unemployment rate stood at 3.3%, which compares favorably to the state rate of 3.5% and national rate of 5.0%. The population grew approximately 2.6%. The City relies heavily on sales and use tax revenues, which were up 4.5%. Inflation was 1.4%, as measured by the Denver-Boulder-Greeley Consumer Price Index for the second half of 2015 vs. the second half of 2014.

Overall governmental fund revenue decreased 1.5% in 2015. This decrease was attributable to decreased grant revenues with the close-out of the MAX project and a decrease to capital expansion fees, including streets oversizing fees. Normalizing for these volatilities, overall government revenue increased 2.0% in 2015. At year-end, the City held \$329.6 million in unrestricted net position, \$6.0 million less than it held in 2014. Please see page 18 for more information about the City's total net position.

Data-driven and Transparent. Over the last decade, the City has undergone transformational change, deliberately embracing transparency, accountability and continuous improvement. Citizens have more avenues than ever to keep up to speed on initiatives, news, programs, or requests for City services:

- Access Fort Collins at fcgov.com/accessfortcollins is an easy way to reach the City with questions, comments, or service requests. The platform ensures that citizens directly reach the staff best equipped to address their concerns.
- Open Book is an online tool designed to disclose expenses in a simple to use format for members of the public interested in how the local government spends its revenues. Open Book can be viewed online at fcgov.com/openbook
- Regularly updated video content, available at fcgov.com/fctv or on basic cable, provides several programming options designed to inform, educate, and inspire. Content includes Council meetings and public forums, plus regular programming including *CityView*, a bi-weekly news series that highlights major stories, initiatives, and upcoming events throughout the City in less than five minutes.
- The Community Dashboard, an online tool that measures the community's progress in attaining the City's strategic outcomes. Key metrics such as voluntary code compliance, unemployment rate, community energy use, number of local traffic crashes and transit passengers per revenue hour are measured and monitored so the City can adapt certain programs to ensure targets are met and improve performance where necessary. The Community Dashboard can be viewed at fcgov.com/dashboard.
- Another tool staff is using to become more data driven is the Monthly Operating Report (MOR), an internal report prepared monthly by managers and reviewed by City executives. Management uses this report to closely analyze their department's budget expenditures and revenues. The report also communicates departments' projects, goals and needs to other departments.
- Citizens can also stay current and provide feedback utilizing social media platforms such as Facebook, Twitter, or Instagram.

Old Town Square. In March 2015, the Downtown Development Authority, City of Fort Collins, the Bohemian Foundation, and Old Town properties partnered to begin renovation of the Old Town Square in downtown Fort Collins. As the first major renovation of the Square in 30 years, the objective of the project was to bring aesthetic, building, and underground infrastructure improvements to the heart of the city. Concluding in October 2015, the \$3.9 million update included a vernal pool, an enhanced children's play area, a renovated fountain, a public outdoor fireplace, new seating and gathering areas, and a new performance stage.

2015 Citizen Survey. The Citizen Survey is done every two years to gather information on the satisfaction of the citizens of Fort Collins. The National Research Center (NRC) conducts the statistically valid survey and works with staff to create questions that align with the City's seven key outcome areas. The NRC uses the most recent census data available to create an accurate reflection of the demographics of the community. There were 3,000 surveys sent out (2,700 to the general community and 300 to Colorado State University students). For the first time in 2015, the outreach was bilingual and the survey was available in Spanish.

This is the eighth iteration of the survey and the majority of results are higher than when the City first began the effort in 2001. Fort Collins continues to lead the region and surpasses benchmarks in ratings such as: a place to live and raise children, air quality, City services, and conservation efforts. The areas citizens saw as top opportunities for improvements or that warranted the most attention were: affordable housing and traffic, roads, and transportation. The survey is an important tool in monitoring citizen perceptions and satisfaction with local government, and is also an important step in the Budgeting for Outcomes and Strategic Plan Update processes.

Continuous Improvement. In 2014, Rocky Mountain Performance Excellence (RMPEX) awarded Fort Collins Peak status, the highest level in the state performance excellence program. It recognizes applicants who undergo a rigorous examination of their processes using the prestigious Baldrige National Quality Award Criteria. The City was only the fifth organization to receive this honor in the thirteen-year history of RMPEX. The City incorporated feedback from RMPEX into its planning process in 2015 to continue to improve the organization and applied to the Malcolm Baldrige Performance Excellence Program at the national level. Although the City did not achieve the award in 2015, it received valuable feedback and will continue to incorporate the strategies of performance excellence in pursuit of this prestigious national recognition.

The City also worked toward continuous improvement in 2015 and early 2016 by updating its Strategic Plan, a plan that reflects the input of engaged citizens, community and business partners, the Mayor and Council Members and City staff. The plan finalized in May of 2016 represents an organization-wide, issues-driven and Council-reviewed strategic plan. The Strategic Plan is a tool that clearly articulates City priorities to the community and will serve to drive the 2017-2018 budget.

Midtown Urban Renewal Authority Plan Area. The Foothills Mall redevelopment site sits in the middle of the City's Midtown Urban Renewal Plan area, a targeted area of community-wide importance. The Foothills Mall has been on the decline for years; since 2001, sales tax revenues at the mall have declined 62%. In March 2013, the City of Fort Collins' City Council approved a \$53 million public assistance package to help revitalize the mall and restore essential sales tax revenue. Redevelopment officially started in February 2014, and the mall partially reopened in November 2015, in time for the 2015 holiday season. South mall expansion will continue through Summer 2016. Total project investment in the community is expected to be \$312 million.

The Mall project's public assistance package also includes an \$8 million investment in City infrastructure, including a new Youth Activity Center and an underpass that connects to the Mason Street Corridor. In conjunction with the new MAX Bus Rapid Transit system, the Foothills project is expected to be a catalyst for improvements to public infrastructure and business redevelopment in the Midtown area.

North College Avenue Urban Renewal Authority Plan Area. The North College area property and business owners have shown robust support for growth and change in the corridor. The City and the Colorado Department of Transportation are working in tandem to bring North College Avenue the amenities needed to support traveler safety, economic vitality, and community livability. Projects in the plan area include improvements to streetscapes, the installation of continuous bike lanes and pedestrian sidewalks along College Avenue, and the upgrading of the

storm drainage system. Much of the four-part project is now complete with the final section, Conifer Street to Willox Lane, having completed its roadway improvements as of fall 2015. Remaining improvements to landscaping and pedestrian infrastructure will be completed in spring of 2016 and fall of 2017, respectively.

Supporting Job Creation. In 2013, the City chose to enter a Business Assistance Agreement with the Downtown Development Authority (DDA) and Woodward, a global company that has been in Fort Collins since 1955. The company had outgrown its Drake facility and planned to expand its overall facilities to accommodate continued growth. Woodward chose to develop a campus of office, manufacturing and testing facilities on the former Link-N-Greens golf course site, a City targeted redevelopment area. The Project will generate economic impacts during both construction and operations. The City's financial assistance should help retain or create between 1,400 and 1,700 primary jobs in the community. The project also included reconstruction of the Poudre Trail through a new natural area. Manufacturing lines will move to the new facility throughout spring and summer 2016. Other current projects that have contributed to job creation in Fort Collins include the aforementioned Mason Corridor and mall redevelopment projects.

Other Information

Certificate of Achievement for Excellence in Financial Reporting. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Fort Collins for its comprehensive annual financial report for the year ended December 31, 2014. This was the 29th consecutive year that the City has achieved this prestigious award. In order to earn a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized comprehensive annual report. This report must satisfy both applicable legal requirements and accounting principles generally accepted in the United States of America. A reproduction of the Certificate of Achievement is included at the end of the introductory section of the comprehensive annual financial report. 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 requirements of the Certificate of Achievement Program and we will submit it to the GFOA to determine its eligibility for another certificate.

Acknowledgments. We recognize the dedicated efforts of all officials and staff involved in managing and accounting for the City's financial operations. The process of financial planning, management, and accounting requires a team effort by City Council and City staff to be successful. The preparation of this 2015 Comprehensive Annual Financial Report was made possible by the dedicated service of the entire Finance Department. We would like to recognize the members of the Accounting Division who worked many extra hours to ensure the completion of this document and fulfill other financial responsibilities over the past few months. We also thank RSM US LLP, the firm that serves as the City's external auditor. Through the challenges, we are resolved to deliver the best possible services to the Fort Collins community.

Respectfully submitted,



Darin A. Atteberry
City Manager



Michael N. Beckstead
Chief Financial Officer



Government Finance Officers Association

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

Presented to

**City of Fort Collins
Colorado**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

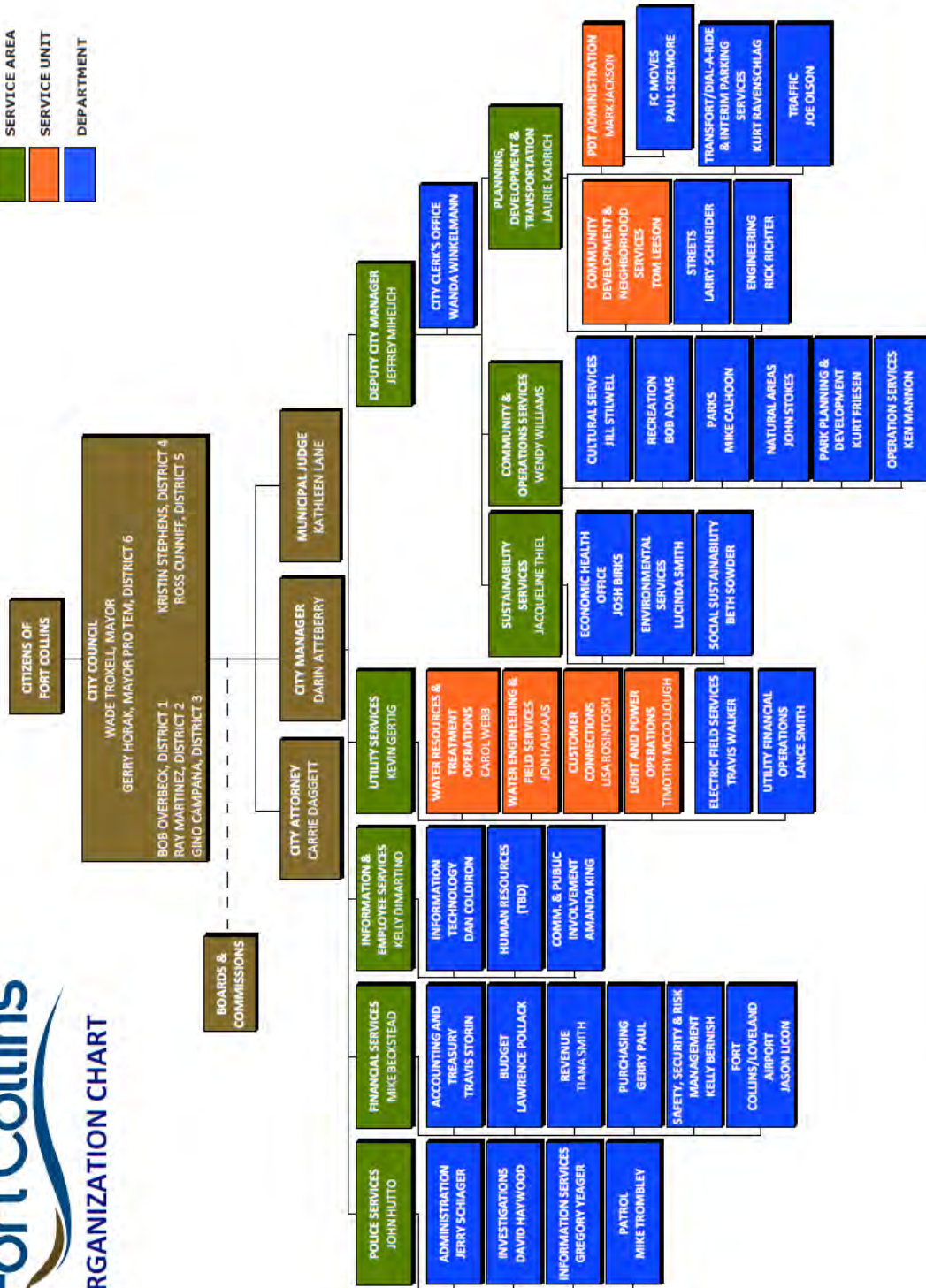
December 31, 2014

A handwritten signature in black ink, reading "Jeffrey R. Emen". The signature is fluid and cursive.

Executive Director/CEO

City of Fort Collins

ORGANIZATION CHART



OTHER GOVERNMENTAL UNITS AND JOINT VENTURES: Downtown Development Authority, Fort Collins Housing Authority, Metropolitan Planning Organization, Platte River Power Authority, Poudre Fire Authority
Last Modified 3/7/2016

City of Fort Collins, Colorado
Elected and Appointed Officials
As of December 31, 2015

Elected Officials

Wade Troxell	Mayor
Bob Overbeck	District 1 Councilmember
Ray Martinez	District 2 Councilmember
Gino Campana	District 3 Councilmember
Kristin Stephens.....	District 4 Councilmember
Ross Cunniff	District 5 Councilmember
Gerry Horak	Mayor Pro Tem, District 6 Councilmember

Appointed Officials

Darin Atteberry	City Manager
Wanda Winkelmann	City Clerk*
Carrie Daggett.....	City Attorney
Kathleen Lane	Municipal Judge

*City Manager appointed, City Council approved

City Officials and Department Directors

Jeff Mihelich	Deputy City Manager
Wendy Williams	Assistant City Manager
Kelly DiMartino.....	Assistant City Manager
Mike Beckstead	Chief Financial Officer
Laurie Kadrach	Planning, Development and Transportation Director
Jackie Kozak-Thiel	Chief Sustainability Officer
John Hutto.....	Chief of Police
Kevin Gertig	Utilities Executive Director

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FINANCIAL SECTION



FINANCIAL SECTION

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Independent Auditor's Report

To the Honorable Mayor and
Members of the City Council and City Manager
City of Fort Collins, Colorado
Fort Collins, Colorado

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Fort Collins, Colorado, as of December 31, 2015, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund, the Keep Fort Collins Great Fund, the Transportation Services Fund, and Urban Renewal Authority Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As described in Note I.H, the City adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, which restated beginning net position of the governmental activities, business-type activities, each major enterprise fund and the aggregate remaining fund information to record a net pension liability relating to the City's General Employees' Retirement Plan. Our opinion is not modified with respect to this matter.

Other Matters*Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 15 through 26, the modified approach for City Streets Infrastructure capital assets on pages 90 and 91, and pension and postemployment information on pages 92 through 94 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 City of Fort Collins, Colorado's basic financial statements. The combining and individual nonmajor fund financial statements and other schedules, listed in the table of contents as supplementary information, and the other information, such as the introductory and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and other schedules, 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, this information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The accompanying introductory, statistical sections and other schedules, as listed in the table of contents, 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 14, 2016 on our consideration of the City of Fort Collins, Colorado's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Fort Collins, Colorado's internal control over financial reporting and compliance.

RSM VS LLP

Denver, Colorado
June 14, 2016

MANAGEMENT'S DISCUSSION & ANALYSIS



MANAGEMENT'S DISCUSSION AND ANALYSIS

The City of Fort Collins (the City) offers the readers of the City's financial statements this narrative overview and analysis of the financial activities for the year ended December 31, 2015. In addition to this overview and analysis based on currently known facts, decisions and conditions, the City would encourage readers to consider the information presented in the City's letter of transmittal and the City's financial statements, which begin on pages 3 and 27 of this report, respectively.

Financial Highlights

The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at December 31, 2015 by \$1.8 billion (net position). Of the net position balance, \$329.6 million is unrestricted and is available to meet the City's ongoing obligations in accordance with the City's fund designations and fiscal policies.

The City's net position increased by \$68.8 million (4.1%). The governmental net position increased by \$46.3 million (4.9%) and the business-type position increased by \$22.5 million (3.0%).

The General Fund, the City's primary operating fund, ended 2015 with a \$72.9 million fund balance, a decrease of \$1.7 million on a current financial resource basis. Of this amount, \$65.7 million is spendable.

The City's total long-term liabilities decreased by \$13.6 million (10.2%) during the current year. Within that activity, the City's governmental long-term liabilities decreased by \$3.6 million and business-type long-term liabilities decreased by \$10 million. As the City did not issue any new bonded debt in 2015, decreases in long-term debt are driven by principal payments on existing amounts.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements consist of the following three components: 1) Government-Wide Financial Statements, 2) Fund Financial Statements and 3) Notes to the Financial Statements. Other supplementary information is also included at the end of the report.

Government-Wide Financial Statements. The government-wide statements are designed to provide readers with a broad overview of the City's finances using the accrual basis of accounting, the basis of accounting used by most private-sector businesses.

The statement of net position presents information on all of the City's assets, deferred outflows of resources, liabilities, and deferred inflows of resources. The difference between assets, deferred outflows of resources, liabilities and deferred inflows of resources are reported as net position. Over time, increases and decreases in net position may provide an indication of whether the City's financial position is improving or deteriorating.

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

The government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, cultural, parks, recreation, and natural areas, planning and development services, transportation, and interest on long term debt. The business-type activities of the City include light and power, water, wastewater, storm drainage, and golf.

The government-wide financial statements also include the Fort Collins, Colorado Downtown Development Authority (DDA) as a discretely presented component unit of the City. See Note 1 in the notes to the City's financial statements (page 50) for more details regarding the DDA and its relationship to the City.

Fund Financial Statements. Traditional users of the City's financial statements will find the fund financial statement presentation more familiar. The focus is now on major funds rather than fund types.

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. A major fund should generally meet both of the following criteria: 1) total assets, deferred inflows of resources, liabilities, deferred outflows of resources, revenues, or expenditures/expenses are at least 10% of the corresponding total (assets, liabilities, etc.) for that fund type (i.e., governmental or enterprise funds) and 2) total assets, deferred inflows of resources, liabilities, deferred outflows of resources, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 5% of the corresponding total for all governmental and enterprise funds combined.

The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. Governmental funds are used to report those same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide statements, the fund financial statements are prepared on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when they become measurable and available, and expenditures are recognized when the related fund liability is incurred, with the exception of long-term debt and similar long-term items which are recorded when due. Therefore, the focus of the governmental fund financial statements is on near-term inflows and outflows of spendable resources as well as on the balance of spendable resources available at the end of the fiscal year.

Since the focus of the governmental funds is on near-term resources, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. To facilitate this comparison, reconciliations are provided for both the governmental fund balance sheet and the governmental statement of revenues, expenditures, and changes in fund balances.

Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Keep Fort Collins Great, Urban Renewal Authority Fund, the Transportation Special Revenue Fund and the Capital Projects Fund. These five funds are considered to be major funds. Data from the other governmental funds is combined into a single, aggregated presentation. Individual fund data for each of these non-major funds is provided in the form of combining statements located within the supplementary information following the notes to the financial statements.

The City adopts an annual appropriated budget for all of its governmental funds. A budgetary comparison statement has been provided to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 32-39 of this report.

Proprietary funds. The City maintains two different types of proprietary funds, enterprise and internal service funds. The proprietary fund financial statements are prepared on the accrual basis of accounting. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its light & power, water, wastewater, storm drainage and golf operations. Internal service funds are accounting devices used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for employee benefits provided by the City, its communications system, its fleet of vehicles and its self-insurance programs. These services predominantly benefit the governmental rather than business-type functions. As such, they have been included within the governmental activities in the government-wide financial statements. The activity in the Equipment Fund used for monitoring the fleet of vehicles is allocated between the governmental and business-type activities

based upon actual usage. In addition, the utilities use an internal service fund to account for customer and administrative services. Because this fund is used solely by the utilities, it is included within the business-type activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The Light & Power, Water, Wastewater and Storm Drainage enterprise funds are considered to be major funds and are therefore presented separately within the proprietary fund financial statements. The Golf Fund is presented as a non-major enterprise fund. All internal service funds are considered to be non-major funds and therefore are combined into a single, aggregated presentation in the proprietary fund statements. Individual fund data for each of the non-major proprietary funds is provided in the form of combining statements located within the supplementary information following the notes to the financial statements.

The City adopts an annual appropriated budget for all of its proprietary funds. A budgetary comparison statement has been provided to demonstrate compliance with this budget.

The basic proprietary fund financial statements can be found on pages 40-45 of this report.

Fiduciary funds. The City maintains two different types of fiduciary funds, trust and agency funds. The fiduciary fund financial statements are prepared on the accrual basis of accounting.

The fiduciary funds are used to account for resources held by the City in a trustee capacity or as an agent for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The funds underlying each of the fiduciary fund types are combined into a single, aggregated presentation in the fiduciary fund statements. Individual fund data for each of the fiduciary funds is provided in the form of combining statements located within the supplementary information following the notes to the financial statements.

Aside from the General Employees' Retirement Plan Trust fund, the City does not adopt an annual appropriated budget for its fiduciary funds. A budgetary comparison statement for the General Employees' Retirement Plan Trust fund has been provided to demonstrate compliance with the budget.

The basic fiduciary fund financial statements can be found on pages 46-47 of this report.

Notes to the Financial Statements. The notes to the financial statements are considered an integral part of the basic financial statements since they provide additional information needed to gain a full understanding of the data provided in both the government-wide and fund financial statements. The notes to the financial statements can be found on pages 49-89 of this report.

Other Information. The City has elected to use the modified approach to account for and report its street infrastructure capital assets and the pension and other postemployment benefits plan. The City has included required supplementary information that explains the modified approach and recent assessments that have been performed using the related asset management system. These schedules can be found on pages 90-94 of this report.

Combining Statements. The combining statements referred to earlier in connection with the non-major governmental funds, non-major enterprise fund, internal service funds, fiduciary funds, and the component unit funds are presented following the required supplementary information. In addition, budget statements for the Capital Projects Fund and the major enterprise funds are also presented following the required supplementary information.

Government-Wide Financial Analysis

Statement of Net Position

The following table reflects the condensed Statement of Net Position.

Statement of Net Position

as of December 31

(amounts expressed in thousands, totals may not add due to rounding)

2014 restated to reflect GASB 68 balances for comparability

	Governmental Activities		Business-type Activities		Total Primary Government	
	2015	2014	2015	2014	2015	2014
Current and other assets	\$ 296,714	\$ 280,256	\$ 194,780	\$ 203,973	\$ 491,494	\$ 484,228
Capital assets	802,454	769,601	658,900	637,837	1,461,355	1,407,437
Total assets	1,099,169	1,049,856	853,680	841,810	1,952,849	1,891,666
Deferred Outflows of Resources	2,566	1,355	1,863	723	4,429	2,077
Other liabilities	32,201	27,521	27,079	26,560	59,280	54,081
Long-term liabilities	54,838	58,439	64,282	74,255	119,120	132,693
Total liabilities	87,039	85,960	91,361	100,815	178,400	186,774
Deferred Inflows of Resources	23,119	20,007	8	11	23,127	20,018
Net position:						
Net investment in capital assets	754,652	718,092	595,216	564,294	1,349,868	1,282,386
Restricted	75,207	76,411	1,027	853	76,234	77,264
Unrestricted	161,718	150,740	167,931	176,560	329,648	327,300
Total net position	\$ 991,577	\$ 945,243	\$ 764,174	\$ 741,707	\$ 1,755,751	\$ 1,686,950

For more detailed information see the Statement of Net Position on page 29 of this report.

By far, the largest portion of the City's net position, \$1.3 billion (76.9%) is invested in capital assets (e.g., land, buildings, machinery and equipment), less any debt used to acquire those assets that is still outstanding. Net investment in capital assets increased by \$67.5 million (5.3%) in 2015. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City's net position, \$76.2 million (4.3%), represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, \$329.6 million (18.8%), may be used to meet the City's ongoing obligations to its citizens and creditors.

The City's total net position increased by \$68.8 million in 2015. Unrestricted net position increased \$2.3 million and was used to support core operations, maintain infrastructure, and invest in critical capital assets. Additional details of capital asset activity can be seen on pages 22-25.

Changes in Net Position. The following table reflects a condensed summary of activities and changes in net position.

Statement of Activities & Changes in Net Position
as of December 31
(amounts expressed in thousands, totals may not add due to rounding)

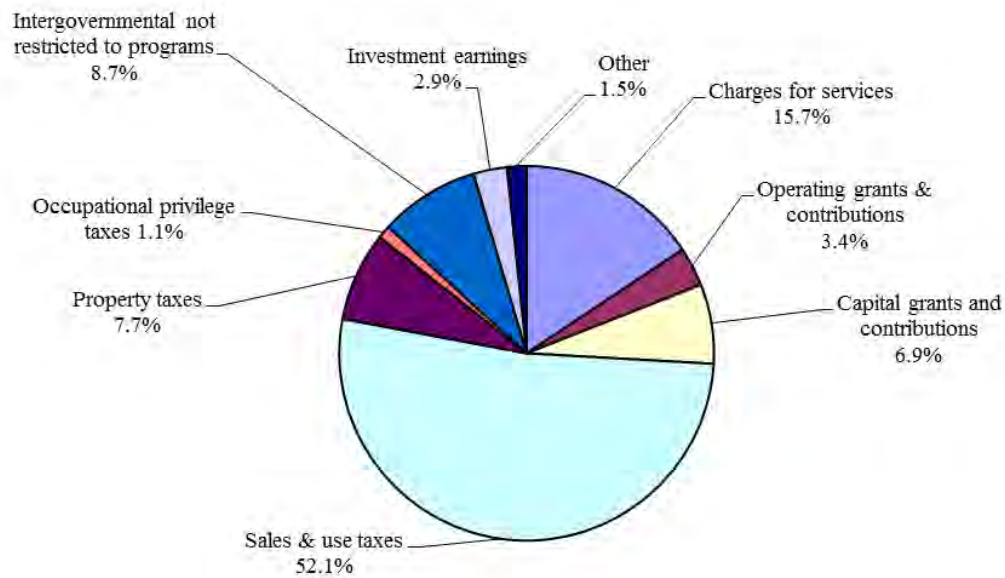
	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total Primary Government</u>	
	2015	2014	2015	2014	2015	2014
Revenues:						
Program revenues:						
Charges for services	\$ 40,576	\$ 38,465	\$ 187,497	\$ 182,046	\$ 228,073	\$ 220,512
Operating grants & contributions	8,737	6,958	74	8	8,811	6,967
Capital grants and contributions	17,788	28,040	16,280	25,772	34,068	53,812
General revenues:						
Sales & use taxes	134,899	129,088	-	-	134,899	129,088
Property taxes	19,988	19,155	-	-	19,988	19,155
Occupational privilege taxes	2,851	2,676	-	-	2,851	2,676
Lodging taxes	1,451	1,305	-	-	1,451	1,305
Intergovernmental not restricted to programs	22,436	21,146	-	-	22,436	21,146
Investment earnings	7,497	3,142	2,113	2,330	9,610	5,472
Miscellaneous	2,912	3,211	1,984	2,003	4,895	5,214
Total Revenues	259,134	253,186	207,948	212,160	467,082	465,345
Expenses:						
General government	47,737	36,434	-	-	47,737	36,434
Public safety	61,018	57,686	-	-	61,018	57,686
Cultural, parks, recreation and natural areas	35,423	37,165	-	-	35,423	37,165
Planning and development	11,241	11,160	-	-	11,241	11,160
Transportation	57,596	58,021	-	-	57,596	58,021
Interest on long-term debt	1,317	1,945	-	-	1,317	1,945
Light & power	-	-	124,304	116,911	124,304	116,911
Water	-	-	27,698	25,586	27,698	25,586
Wastewater	-	-	19,492	18,314	19,492	18,314
Storm drainage	-	-	9,287	9,196	9,287	9,196
Golf	-	-	3,169	3,306	3,169	3,306
Total expenses	214,332	202,411	183,949	173,313	398,281	375,724
Increase in net position before transfers	44,801	50,775	23,999	38,846	68,800	89,621
Transfers	1,532	1,959	(1,532)	(1,959)	-	-
Increase in net position	46,333	52,734	22,467	36,887	68,800	89,621
Net position - beginning	945,243	894,974	741,707	710,716	1,686,950	1,605,690
Restatement of 2014 for GASB 68	-	(2,465)	-	(5,896)	-	(8,361)
Net position - ending	\$ 991,577	\$ 945,243	\$ 764,174	\$ 741,707	\$ 1,755,751	\$ 1,686,950

For more detailed information see the Statement of Activities on pages 30-31 of this report.

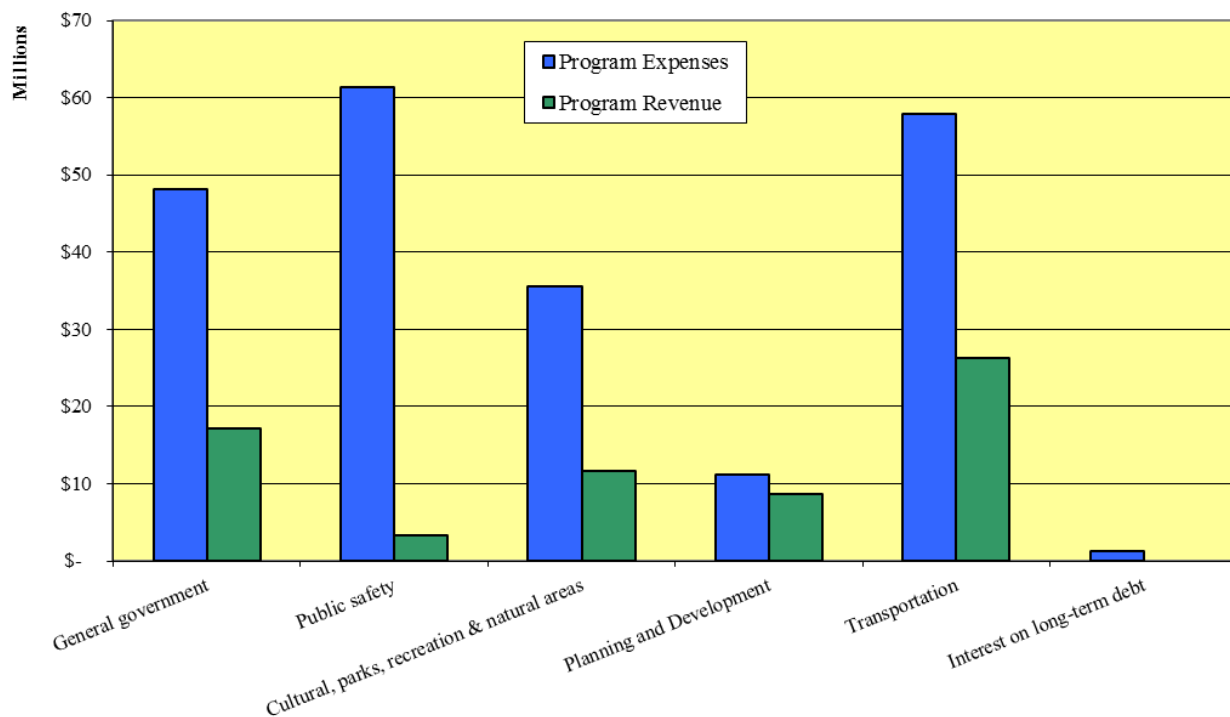
The above condensed summary of the City's governmental and business type activities for the period ended December 31, 2015 reflects net position increasing by \$68.8 million (4.1%). The prior period is also included for comparative purposes. In addition, revenue and expense graphs have been presented on pages 20-21 to enhance the reader's understanding of the current year activities.

Governmental Activities:

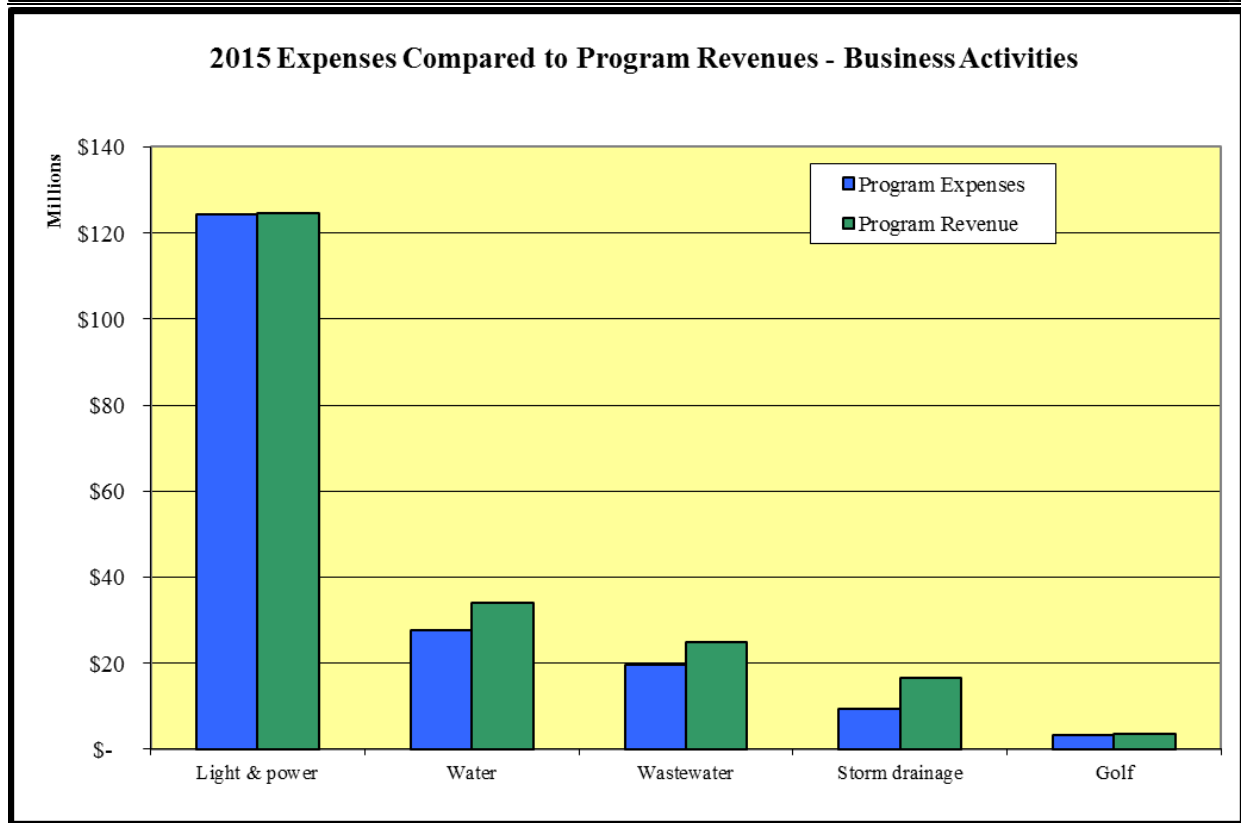
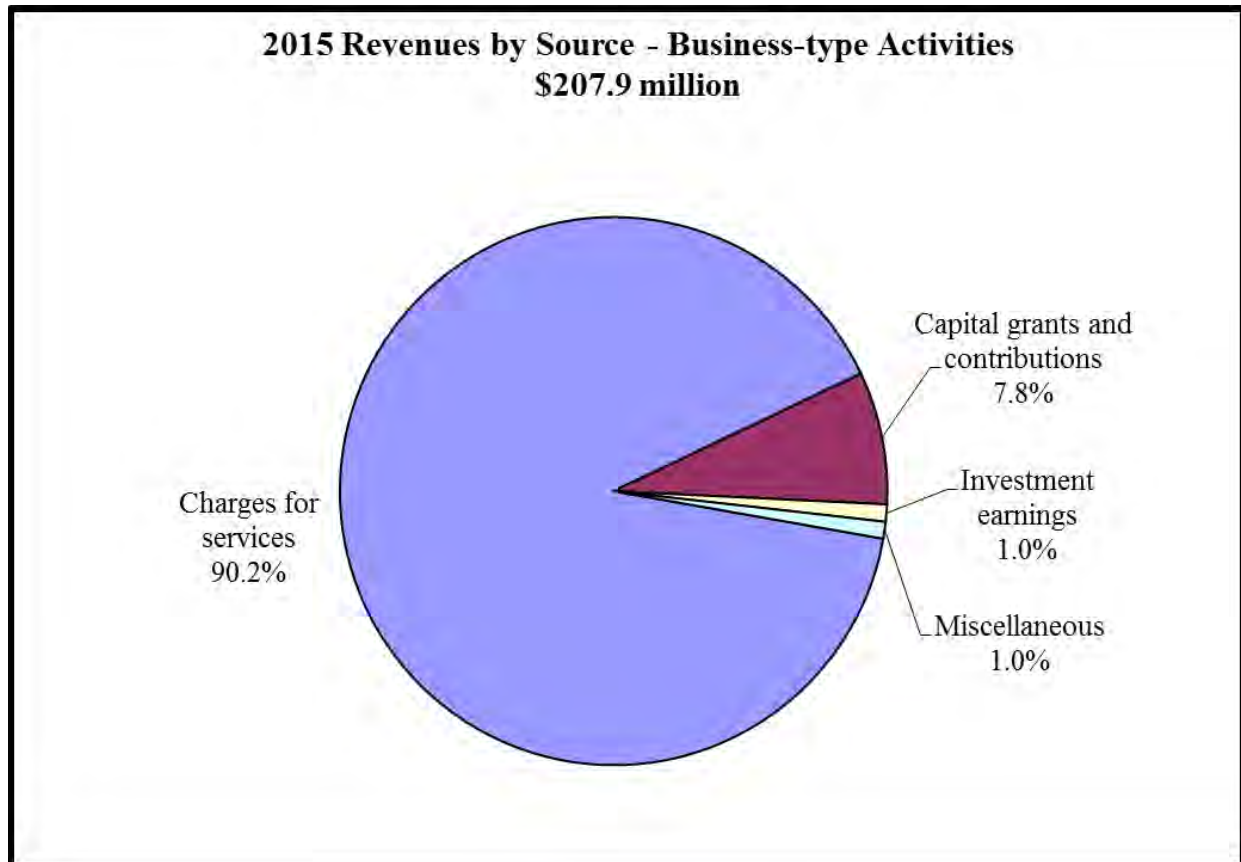
2015 Revenues by Source - Governmental Activities
\$259.1 million



2015 Expenses Compared to Program Revenues - Governmental Activities



Business-type Activities:



Governmental activities. Governmental activities increased the City's net position by \$46.3 million, accounting for 67.3% of the City's \$68.8 million overall increase in net position. Major variations are due to the following:

Capital grants and contributions decreased by \$10.3 million in 2015 which was mostly due to decreases in transportation-related grant programs. The City's \$87 million MAX Bus Rapid Transit (BRT) project opened in 2014 after several years of planning and discussion and over two years of construction. This project was unique in its size and scope and its conclusion had a dramatic effect on grant revenues.

Sales and use tax collections increased \$5.8 million from 2014 collections due to a strong underlying economy combined with population growth.

Investment earnings were up \$4.4 million in 2015 vs. 2014. The City's investment portfolio is entirely composed of fixed-income securities and cash. In the low rate environment of 2014 and 2015, the investment strategy largely centers around callable securities vs. fixed maturity "bullet" bonds. This strategic migration, combined with recovering rates in 2015, led to significantly higher investment earnings.

The governmental activities had an \$11.9 million increase in expenditures. Included in the increase was \$11.3 million increase in General Government costs and \$3.3 million in Public Safety, while some departments had a decrease in their expenditures including Cultural, Parks, Recreation and Natural Areas, which decreased \$1.7 million. Interest on long-term debt also decreased \$0.6 million as the City continued to pay down its principal on existing debt without issuing any new debt in 2015. The increase in expenditures for General Government was primarily due to large increases in internal service fund costs, an increase in economic rebates & incentives, facilities construction and maintenance, and employee compensation. Internal service fund costs were driven up by increases to employee healthcare costs and the self-insured risk pool.

Business-type activities. Business-type activities in the utility and golf funds increased the City's net position by \$22.5 million, accounting for 32.7% of the City's \$68.8 million increase in net position. Major variations are due to the following:

Charges for services in the utilities business activities totaled \$187.5 million for an increase of \$5.5 million (3.0%) from 2014 to 2015. Light and Power services charges increased 2.9% year-over-year. Water operating revenues increased 3.3% compared to 2014. Wastewater operating revenues increased 3.4% from 2014. Storm drainage revenue increased 1.6% compared to 2014. In general, utility rate increases were offset by decreased consumption and a high precipitation weather year.

Other Utility revenues totaled \$20.5 million in 2015 vs. \$30.1 million in 2014. Total Light and Power capital grant and contribution revenues decreased 38.9% in 2015 due to unusually high grant activity in 2014 for renewable energy development. Total Water contributions and donations revenues decreased 37.9% in 2015 for contribution for water permits and plant/system investment fees, driven by slowing growth in new residential and commercial construction. Storm drainage contributions and donations revenue decreased by 40.8% compared to 2014. The decrease is driven by intergovernmental agreements with other city and county entities for the City to develop regional drainage basins, which had unusually high activity in 2014.

Total business-type expenses totaled \$183.9 million in 2015, an increase of \$10.6 million compared to 2014. Light and Power expenses increased \$7.4 million (6.32%). Purchased Power costs within Light and Power were up \$4.3 million, construction costs up \$1.8 million, efficiency rebates were up \$0.5 million, and administrative costs, including PILOTs, were up \$0.6 million. Water expenses increased \$2.1 million (8.25%) mainly due to purchasing property for projects and investment in infrastructure. Wastewater expenses increased \$1.2 million (6.43%). Storm Drainage expenses increased \$0.1 million (0.99%). Once more, consumption rates have decreased vs. 2014 which somewhat offset increased rates.

Financial Analysis of the City's Funds

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

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

At December 31, 2015, the total Governmental fund balances were \$207.7 million, an increase of \$5.9 million (2.9%) compared to the prior year. There was \$12.5 million non-spendable, restricted was \$77.3 million, committed was \$54.4 million, assigned was \$42.2 million, and unassigned was \$21.2 million. The explanations for these restrictions are contained in the Notes to the Basic Financial Statements, section III.F.

The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities. The fund experienced a net increase of \$2.2 million which resulted in a December 31, 2015 fund balance of \$23.6 million. Restricted fund balance was \$13.1 million for voter approved projects and committed was \$12.6 million. The largest capital project expenditures were for North College from Conifer to Willox (\$6.3 million), Horsetooth and Timberline Intersection Improvements (\$4.2 million), and Shields and Vine Intersection Improvements (\$2.1 million).

The General Fund is the chief operating fund of the City. At December 31, 2015, the total fund balance was \$72.9 million. The spendable fund balance was \$65.7 million. The General Fund decreased \$1.7 million in 2015 compared to an increase of \$14.6 million in 2014. The decrease is driven by slower sales and use tax growth in 2015 vs. 2014, increased economic rebate activity of \$2.0 million, an impairment of \$1.1 million to land held for resale, and one-time lapsing project expenditures made from General Fund reserves rather than ongoing revenues.

The Keep Fort Collins Great Special Revenue Fund is a new major governmental fund of the City as of 2011. As of December 31, 2015, the total fund balance, the entirety of which is restricted to voter constraints, was \$16.8 million. This is an increase of \$2.0 million due primarily to an increase of sales tax revenue in excess of projections.

The Transportation Services Special Revenue Fund is another major governmental fund of the City. As of December 31, 2015, the fund balance was \$17.1 million and decreased by \$1.7 million from 2014. The primary driver of the decrease is due slowing development activity, leading to lower fee and service revenue.

The Urban Renewal Authority Fund primary purpose is to remedy blight by stimulating and leveraging private capital investment, using tax increment financing in private development projects and public improvement projects. The December 31, 2015 fund balance was a deficit \$2.8 million. The fund will continue to have a deficit fund balance for the next few years as Tax Increment Funding (TIF) monies are collected through increased property tax collections.

Proprietary funds. The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. The unrestricted net position balances and the growth in net position of the City's proprietary funds (including the major enterprise funds) are reflected in the following table.

Change in Net Position - Proprietary Funds
(amounts expressed in thousands, totals may not add due to rounding)

<u>Proprietary Funds</u>	<u>Unrestricted Net Position at 12/31/15</u>	<u>Change in Net Position for Year Ended 12/31/15</u>
Light & Power	\$ 52,143	\$ 2,665
Water	65,666	8,345
Wastewater	35,597	6,574
Storm Drainage	24,811	7,644
Total of Major Enterprise Funds	178,216	25,228
Other Enterprise Fund - Golf	816	419
Total Enterprise Funds	179,032	25,647
Internal Service Funds	11,801	(1,506)
Total Proprietary Funds	<u>\$ 190,833</u>	<u>\$ 24,141</u>

General Fund Budgetary Highlights

The final budgeted lapsing expenditure appropriations were \$16.7 million higher than the original budget lapsing appropriations. Revision to budget revenue appropriations are generally a product of unanticipated grant revenues and/or self-funded projects being appropriated. Major revisions to lapsing appropriations are summarized below:

The 2015 ordinances created new budget appropriations for the following items: \$5.0 million for the Lincoln Corridor Improvements Project, \$1.2 million for lapsed 2014 expenses that were previously authorized in 2014, \$1.9 million for economic rebates agreed to in 2013, \$1.7 million in 2015 unanticipated revenue or prior year reserve adjustments, and \$4.8 million for purchase orders that were carried forward from 2014.

The variance between actual lapsing expenditures and the final budget amounted to \$6.8 million (4.6%) in increased appropriations. Total expenditures of \$104.9M were 8.0 million or 8.3% higher than in 2014. The largest drivers of the increase were economic rebates within Sustainability Services (\$2.1 million), fire protection services (\$1.7 million), and community and operations (\$1.5 million).

The decreased expenditures vs. budget in the general fund were primarily due to the following: Operations Services spent \$1.0 million less on building systems, repair, and project management due to timing, Lease Purchases within the General Fund were \$1.7 million less than budgeted due to a management decision to migrate these activities to the Equipment Fund. Personnel costs across the General Fund were \$1.8 million less than budgeted due to vacant positions throughout the year. The Social Sustainability Program had \$1.2 million unspent appropriations due to timing regarding their fiscal year ending in September and the new budget cycle starting in October.

The City expects to maintain its solid financial condition by continuous control over expenditures and through the evaluation of viable options for diversifying revenues.

Capital Asset and Debt Administration

Capital Assets. The City's investment in capital assets for its governmental and business-type activities as of December 31, 2015 amounted to \$1.5 billion (net of accumulated depreciation). This was an increase of \$53.9 million (3.8%). This investment in capital assets includes land, water rights, buildings and improvements, machinery, equipment, and light & power, water, wastewater and storm drainage infrastructure as well as street system infrastructure.

The City has elected to use the modified approach for infrastructure reporting of its street system infrastructure. The City completes assessments of its entire street system on a 3 year cycle. The most recent 3 year assessment was completed as of December 31, 2015. It resulted in a Pavement Condition Index (PCI) rating of 72. It met the City's policy of achieving a good (Level of Service B) rating. For 2015, the City spent \$15.9 million on its street maintenance program as compared to \$15.0 million, the asset management system estimate needed to maintain streets at Level of Service B. For more detailed information, see the Required Supplementary Information on pages 90-91 of this report.

Capital Assets Net of Depreciation

as of December 31

(amounts expressed in thousands, totals may not add due to rounding)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2015	2014	2015	2014	2015	2014
Land, rights of way, water rights, other	\$ 222,050	\$ 214,881	\$ 70,344	\$ 70,090	\$ 292,394	\$ 284,970
Street system infrastructure	304,285	285,322	-	-	304,285	285,322
Construction in progress	28,517	25,293	103,070	75,671	131,587	100,964
Infrastructure	15,352	15,285	-	-	15,352	15,285
Buildings and improvements	95,589	98,332	129,891	134,739	225,480	233,071
Improvements other than buildings	105,357	102,507	341,710	344,531	447,067	447,038
Machinery and equipment	31,305	27,982	13,886	12,805	45,191	40,787
Total capital assets	<u>\$ 802,454</u>	<u>\$ 769,601</u>	<u>\$ 658,900</u>	<u>\$ 637,837</u>	<u>\$ 1,461,355</u>	<u>\$ 1,407,437</u>

Major capital improvements during this fiscal year included the following:

Governmental Activities

Completed in 2015:

North College Improvement Conifer to Willox	\$8.5 million
Horsetooth and Timberline Intersection Improvements	\$4.6 million
Shields and Vine Intersection Improvements	\$2.3 million
Improvements to Staley/Radiant Park and Waters Way Park	\$3.6 million

Other capital assets in 2015:

Trail Improvements	\$2.3 million
Natural Areas Land Acquisition	\$6.4 million
Ten new Transfort 40' buses	\$4.8 million

Proprietary Activities

Completed in 2015:

College Avenue Water Main Replacement	\$2.6 million
Plum Street Sanitary Sewer Replacement	\$0.9 million

Additional information on the City's capital assets can be found in Note III.C. on pages 64-66 of this report.

Long-term debt. At the end of the current fiscal year, the City had total debt outstanding of \$112.1 million (bonds, certificates of participation, capital leases, etc.). This was a decrease of \$13.7 million (10.9%). Of this amount, \$71.0 million represents bonds secured by specified revenue sources (i.e., revenue bonds). The remaining \$41.1 million represents debt primarily secured by the new facilities or equipment being financed by certificates of participation, assignment of lease payments or capital leases.

Outstanding Debt

as of December 31

(amounts expressed in thousands)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2015	2014	2015	2014	2015	2014
Revenue bonds	\$ 9,995	\$ 10,545	\$ 60,995	\$ 70,476	\$ 70,990	\$ 81,021
Certificates of participation	29,630	33,815	620	795	30,250	34,610
Assignment of lease payments	357	407	1,134	1,294	1,491	1,701
Capital leases	8,781	7,790	608	651	9,390	8,441
Total outstanding debt	<u>\$ 48,763</u>	<u>\$ 52,557</u>	<u>\$ 63,357</u>	<u>\$ 73,216</u>	<u>\$ 112,120</u>	<u>\$ 125,773</u>

Additional information on the City's long-term obligations can be found in Note III.E on pages 67-75 of this report.

Requests for Information

The City's financial statements are designed to provide users with a general overview of the City's finances and to demonstrate the City's accountability. Questions concerning any of the information presented in this report or requesting additional information should be sent to the Accounting Director's attention at the following address:

Accounting Director
215 North Mason Street 2nd Floor
PO Box 580
Fort Collins, CO 80522-0580

BASIC FINANCIAL INFORMATION



BASIC FINANCIAL STATEMENTS

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STATEMENT OF NET POSITION
DECEMBER 31, 2015

	Primary Government -- City of Fort Collins			
	Governmental Activities	Business-type Activities	Total	Component Unit
ASSETS				
Cash and cash equivalents	\$ 21,306,293	\$ 14,129,360	\$ 35,925,162	\$ 204,017
Investments	197,320,743	162,066,628	358,897,862	2,294,961
Receivables:				
Property taxes	23,105,969	-	23,105,969	5,027,570
Sales and use taxes	14,524,906	-	14,524,906	
Accounts	9,474,107	19,587,242	29,061,349	209,128
Notes	5,303,939	360,370	5,664,309	-
Interest	605,429	498,006	1,103,435	12,225
Prepaid	405,826	8,299	414,125	-
Internal Balances	9,007,395	(9,007,395)	-	-
Due from other governments	575,583	-	575,583	-
Inventories of materials and supplies	534,395	6,283,774	6,818,169	-
Inventory of real property held for resale	1,837,894	-	1,837,894	135,464
Restricted cash and cash equivalents	2,669,015	853,342	3,522,357	-
Restricted investments	-	-	-	1,250,000
Investment in joint venture	10,042,935	-	10,042,935	-
Capital assets (non-depreciable)	554,851,225	173,413,441	728,264,666	2,528,747
Capital assets (net of accumulated depreciation)	247,603,094	485,486,968	733,090,062	2,577,304
Total Assets	1,099,168,748	853,680,035	1,952,848,783	14,239,416
DEFERRED OUTFLOWS OF RESOURCES				
Deferred charge on refunding	1,241,800	598,959	1,840,759	-
Other pension-related items	1,324,076	1,263,667	2,587,743	-
Total Deferred outflows of resources	2,565,876	1,862,626	4,428,502	-
LIABILITIES				
Accounts payable	12,789,030	15,952,529	28,741,559	322,321
Interest payable	116,589	210,740	327,329	47,384
Wages payable	3,285,662	1,231,641	4,517,303	15,765
Compensated absences	5,714,682	1,906,019	7,620,701	-
Due to other governments	52,072	-	52,072	-
Unearned revenue	1,084,553	-	1,084,553	-
Deposits held	379,415	5,671	385,086	-
Net pension liability	7,605,853	7,258,848	14,864,701	-
Postemployment benefits	1,173,614	513,457	1,687,071	-
Non-Current liabilities				
Due within one year	10,746,318	10,420,244	21,166,562	1,734,288
Due in more than one year	44,091,352	53,861,774	97,953,126	12,020,839
Total Liabilities	87,039,140	91,360,923	178,400,063	14,140,597
DEFERRED INFLOWS OF RESOURCES				
Property taxes	23,105,969	-	23,105,969	5,027,570
Deferred gain on refunding	12,910	7,761	20,671	-
Total Deferred inflows of resources	23,118,879	7,761	23,126,640	5,027,570
NET POSITION				
Net investment in capital assets	754,651,694	595,216,301	1,349,867,995	5,106,051
Restricted for:				
Debt service	949,036	1,027,091	1,976,127	1,250,000
Capital projects	34,108,913	-	34,108,913	-
Gifts and grants	26,066,089	-	26,066,089	-
Agreements	7,641,599	-	7,641,599	-
Emergencies	6,441,360	-	6,441,360	-
Unrestricted (deficit)	161,717,914	167,930,585	329,648,499	(11,284,802)
Total Net Position (Deficit)	\$ 991,576,605	\$ 764,173,977	\$ 1,755,750,582	\$ (4,928,751)

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

**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2015**

		Program Revenues		
		Charges for	Operating	Capital
	Expenses	Services	Grants and	Grants and
			Contributions	Contributions
<u>FUNCTIONS/ PROGRAM ACTIVITIES:</u>				
Primary Government:				
Governmental Activities:				
General government	\$ 47,736,922	\$ 15,193,826	\$ 1,191,248	\$ 801,945
Public safety	61,018,157	1,918,220	625,869	802,362
Culture, parks, recreation and natural areas	35,423,105	9,222,358	1,689,726	802,003
Planning and development	11,240,689	4,408,690	1,154,225	3,071,137
Transportation	57,596,472	9,832,978	4,076,224	12,310,701
Interest on long-term debt	1,316,961	-	-	-
Total Governmental Activities	214,332,306	40,576,072	8,737,292	17,788,148
Business-type Activities:				
Light & Power	124,303,937	118,780,193	73,384	5,883,337
Water	27,697,559	27,924,918	-	6,141,400
Wastewater	19,491,981	22,223,057	-	2,729,160
Storm Drainage	9,287,086	15,069,852	740	1,526,385
Golf	3,168,606	3,498,818	-	-
Total Business-type Activities	183,949,169	187,496,838	74,124	16,280,282
Total Primary Government	398,281,475	228,072,910	8,811,416	34,068,430
Component Unit:				
Downtown Development Authority	\$ 5,875,576	\$ 1,799	\$ 56,542	\$ -

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

Net (Expense) Revenue and Changes in Net Position				
Primary Government - City of Fort Collins				Component Unit
Governmental Activities	Business-type Activities	Total		
\$ (30,549,903)	\$	\$ (30,549,903)	\$	
(57,671,706)		(57,671,706)		
(23,709,018)		(23,709,018)		
(2,606,637)		(2,606,637)		
(31,376,569)		(31,376,569)		
(1,316,961)		(1,316,961)		
(147,230,794)		(147,230,794)		
	432,977	432,977		
	6,368,759	6,368,759		
	5,460,236	5,460,236		
	7,309,891	7,309,891		
	330,212	330,212		
-	19,902,075	19,902,075		
(147,230,794)	19,902,075	(127,328,719)		
				(5,817,235)
General Revenues				
Sales & use taxes	134,898,902	-	134,898,902	-
Property taxes	19,987,761	-	19,987,761	3,925,427
Occupational privilege taxes	2,850,699	-	2,850,699	-
Lodging taxes	1,451,008	-	1,451,008	-
Intergovernmental not restricted to programs	22,435,761	-	22,435,761	-
Investment earnings	7,496,590	2,112,991	9,609,581	72,575
Miscellaneous	2,911,549	1,983,800	4,895,349	1,208,101
Transfers	1,531,646	(1,531,646)	-	-
Total general revenues and transfers	193,563,916	2,565,145	196,129,061	5,206,103
Changes in Net Position	46,333,122	22,467,220	68,800,342	(611,132)
Net Position (Deficit)--January 1 (as restated)	945,243,483	741,706,757	1,686,950,240	(4,317,619)
Net Position (Deficit)--December 31	\$ 991,576,605	\$ 764,173,977	\$ 1,755,750,582	\$ (4,928,751)

GOVERNMENTAL FUNDS
BALANCE SHEET
DECEMBER 31, 2015

	Primary Government						
	General	Keep Fort Collins Great	Trans- portation Services	Capital Projects	Urban Renewal Authority	Total Other Governmental	Total Governmental
ASSETS							
Cash and cash equivalents	\$ 4,837,123	\$ 1,159,433	\$ 1,312,173	\$ 2,236,776	\$ 111,565	\$ 6,279,441	\$ 15,936,511
Investments	55,215,425	13,287,739	15,040,261	25,655,685	1,277,156	71,381,014	181,857,280
Receivables	-	-	-	-	-	-	-
Property taxes	20,860,531	-	-	-	1,920,321	325,117	23,105,969
Sales and use taxes	9,090,326	2,841,527	864,351	-	-	1,728,702	14,524,906
Accounts, net	1,015,898	2,596	1,826,518	3,411,830	-	2,874,394	9,131,236
Notes and loans	-	-	-	-	5,303,939	-	5,303,939
Interest	183,874	42,321	45,302	62,639	3,938	219,721	557,795
Prepaid item	49,538	46,899	2,440	-	-	10,097	108,974
Due from other funds	135,913	-	-	-	-	-	135,913
Advances to other funds	5,183,472	-	-	-	-	2,651,970	7,835,442
Due from other governments	-	-	198,207	-	-	377,376	575,583
Inventory of real property held for resale	1,837,894	-	-	-	-	-	1,837,894
Restricted - cash and cash equivalents	10,682	8,189	136,855	-	949,036	-	1,104,762
Total Assets	98,420,676	17,388,704	19,426,107	31,366,930	9,565,955	85,847,832	262,016,204
LIABILITIES							
Accounts payable, accruals, and other	2,535,169	367,447	2,022,972	3,886,002	154	3,217,083	12,028,827
Wages payable	1,831,426	191,167	329,699	13,155	3,112	630,235	2,998,794
Due to other governments	45,157	-	2,017	-	-	4,898	52,072
Due to other funds	-	-	-	-	-	135,913	135,913
Unearned revenue	205,486	-	-	-	-	879,067	1,084,553
Advance from other funds	-	-	-	-	10,487,411	-	10,487,411
Deposits held	-	-	-	-	-	379,415	379,415
Total Liabilities	4,617,238	558,614	2,354,688	3,899,157	10,490,677	5,246,611	27,166,985
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue - property taxes	20,860,531	-	-	-	1,920,321	325,117	23,105,969
Unavailable revenue - grants	-	-	15,339	1,707,898	-	2,340,909	4,064,146
Total Deferred inflows of resources	20,860,531	-	15,339	1,707,898	1,920,321	2,666,026	27,170,115
FUND BALANCES (DEFICIT)							
Nonspendable	7,195,905	-	150	-	5,303,939	10,097	12,510,091
Restricted	13,794,961	16,830,090	136,855	13,124,517	949,036	32,450,552	77,286,011
Committed	529,445	-	1,112,792	12,609,377	-	40,169,832	54,421,446
Assigned	20,714,882	-	15,806,283	25,981	-	5,664,577	42,211,723
Unassigned	30,707,714	-	-	-	(9,098,018)	(359,863)	21,249,833
Total Fund Balances (Deficit)	72,942,907	16,830,090	17,056,080	25,759,875	(2,845,043)	77,935,195	207,679,104
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficit)	\$ 98,420,676	\$ 17,388,704	\$ 19,426,107	\$ 31,366,930	\$ 9,565,955	\$ 85,847,832	\$ 262,016,204

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

**RECONCILIATION OF THE BALANCE SHEET OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2015**

Amounts reported for governmental activities in the statement of net position (page 29) are different because:

Total fund balances - governmental funds (page 32)		\$ 207,679,104
Capital assets of \$950,703,451 net of accumulated depreciation of \$153,151,440 used in governmental activities are not financial resources, therefore, are not reported in the funds.		797,552,011
City's joint venture equity interest in Fort Collins/Loveland Airport.		10,042,935
Other long-term assets are not available to pay for current-period expenditures and, therefore, are reported as a deferred inflow of resources in the funds.		4,064,146
Internal service fund allocated to business type activities		11,659,365
Long-term liabilities are not due and payable in the current period and therefore are not reported in funds:		
Bonds payable	(9,995,000)	
Certificates of Participation	(29,630,000)	
Assignment of lease	(356,718)	
Premium	(268,562)	
Capital lease	(3,717,304)	
Deferred charge on refunding, net of deferred gain	1,228,890	
Interest payable	(100,754)	
Compensated absences	(5,128,912)	
Net pension liability	(6,537,977)	
Postemployment healthcare obligation	(1,173,614)	
		(55,679,951)
Other pension-related items		1,138,173
Internal service funds are used by management to charge the costs of certain activities to individual funds. Except for the utility customer service and administrative fund, the assets/deferred outflows of resources and liabilities/deferred inflows of resources of the internal service funds are included in the governmental activities in the statement of net position.		15,120,822
Net position of governmental activities (page 29)		\$ 991,576,605

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

GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICIT)
FOR THE YEAR ENDED DECEMBER 31, 2015

	Primary Government						
	General	Keep Fort Collins Great	Trans- portation Services	Capital Projects	Urban Renewal Authority	Total Other Governmental	Total Governmental
REVENUES							
Taxes	\$ 106,377,268	\$ 26,669,409	\$ 8,182,359	\$ -	\$ 1,501,239	\$ 16,458,096	\$ 159,188,371
Licenses and permits	3,635,061	-	289,348	-	-	-	3,924,409
Intergovernmental	12,604,604	-	7,865,972	8,338,165	-	16,908,359	45,717,100
Fees and charges for services	9,209,344	-	4,036,877	-	-	19,364,282	32,610,503
Fines and forfeitures	2,774,131	-	-	-	-	-	2,774,131
Earnings on investments	1,007,591	160,374	195,015	185,409	99,439	910,446	2,558,274
Miscellaneous revenue	2,014,863	-	79,637	286,777	8,484	1,812,827	4,202,588
Total Revenues	137,622,862	26,829,783	20,649,208	8,810,351	1,609,162	55,454,010	250,975,376
EXPENDITURES							
Current operating							
Police services	32,706,835	\$ 3,905,163	-	-	-	7,313	36,619,311
Financial services	3,867,954	-	-	-	-	-	3,867,954
Community and operation	20,618,636	2,956,021	-	850,722	-	18,647,395	43,072,774
Planning, development and transportation	6,829,551	9,992,936	22,792,909	3,650,080	-	16,719,320	59,984,796
Executive, legislative, and judicial	6,841,668	8,121	-	-	-	-	6,849,789
Employee and communications	3,541,153	117,477	-	-	-	-	3,658,630
Sustainability services	7,831,087	747,021	-	112,921	257,553	1,331,750	10,280,332
Other	2,205,191	-	-	59,900	-	102,541	2,367,632
Intergovernmental	-	-	-	-	-	-	-
Fire protection	19,383,092	2,649,902	-	-	-	247,208	22,280,202
Capital outlay	1,860,349	3,952,018	2,509,318	21,160,724	-	12,738,550	42,220,959
Debt service	-	-	-	-	-	-	-
Principal	235,228	480,187	562,108	-	550,000	3,991,847	5,819,370
Interest and debt service costs	21,798	30,361	44,311	-	702,963	640,887	1,440,320
Total Expenditures	105,942,542	24,839,207	25,908,646	25,834,347	1,510,516	54,426,811	238,462,069
Excess (Deficiency) of Revenues							
Over (Under) Expenditures	31,680,320	1,990,576	(5,259,438)	(17,023,996)	98,646	1,027,199	12,513,307
OTHER FINANCING SOURCES (USES)							
Transfers in	619,247	-	5,027,091	19,854,856	-	24,536,631	50,037,825
Transfers out	(34,192,559)	(33,527)	(1,751,483)	(636,415)	-	(20,500,226)	(57,114,210)
Capital leases	43,800	-	194,900	-	-	-	238,700
Sale of capital assets	118,298	-	71,712	-	-	39,944	229,954
Total Other Financing Sources (Uses)	(33,411,214)	(33,527)	3,542,220	19,218,441	-	4,076,349	(6,607,731)
Net Changes in Fund Balances (Deficit)	(1,730,894)	1,957,049	(1,717,218)	2,194,445	98,646	5,103,548	5,905,576
Fund Balances (Deficit)-January 1	74,673,801	14,873,041	18,773,298	23,565,430	(2,943,689)	72,831,647	201,773,528
Fund Balances (Deficit)-December 31	\$ 72,942,907	\$ 16,830,090	\$ 17,056,080	\$ 25,759,875	\$ (2,845,043)	\$ 77,935,195	\$ 207,679,104

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

**RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICIT) OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2015**

Amounts reported for governmental activities in the statement of activities (pages 30-31) are different because:

Net change in fund balances - total governmental funds (page 34)	\$	5,905,576
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays, \$47,187,555, exceeded depreciation, \$15,042,563, in the current period.		32,144,992
The net effect of disposal of capital assets		(19,841)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.		2,753,764
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to the governmental funds. However, issuing debt increases long-term liabilities on the statement of net position, so this transaction has no effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items as expenditures in the period when the debt is created. However, these amounts are deferred and amortized in the statement of activities.		
Principal payments	5,819,370	
Debt payment made by DDA on behalf of the City	243,634	
Issuance of capital lease	(238,700)	
Amortization of premium, deferred amount of refunding	(88,428)	
Change in net pension liability	(1,227,490)	
Change in postemployment healthcare benefits	(68,883)	
Change in compensated absences	(89,431)	
Interest expense	5,621	
		4,355,693
Expenses in Statement of Activities related to City's Equity in Joint Venture		
Change in Non-Capital Equity position in Fort Collins/Loveland Airport		(1,619,372)
Change in other pension-related items		1,138,173
Allocation of internal service fund net position to business type activities		2,330,039
Internal service funds are used by management to charge the costs of certain activities to individual funds. Except for the utility customer service and administrative fund, the net revenue of the internal service funds is reported with the governmental activities.		(655,902)
Change in net position of governmental activities (pages 30-31)	\$	<u>46,333,122</u>

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

GENERAL FUND (CONSOLIDATED)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES				
Programs				
Taxes	\$ 106,377,268	\$ 95,515,610	\$ 95,515,610	\$ 10,861,658
Licenses and permits	3,635,063	3,060,900	3,060,900	574,163
Intergovernmental	12,123,025	11,127,822	11,333,696	789,329
Fees and charges for services	9,209,344	8,320,607	8,659,438	549,906
Fines and forfeitures	2,774,131	2,437,380	2,437,380	336,751
Earnings (loss) on investments	1,007,591	648,764	648,764	358,827
Miscellaneous revenue	1,984,919	1,227,820	1,692,138	292,781
Proceeds from issuance of long-term debt	161,042	-	-	161,042
Transfers	1,401,671	1,472,071	1,472,071	(70,400)
Projects				
Intergovernmental	3,739,071	-	4,759,902	(1,020,831)
Miscellaneous revenue	838,742	-	586,125	252,617
Total Revenues	<u>143,251,867</u>	<u>123,810,974</u>	<u>130,166,024</u>	<u>13,085,843</u>
EXPENDITURES				
Programs (fund level of budgetary control)				
Community and operation	22,133,514	21,862,580	23,989,589	1,856,075
Employee and communications	8,547,820	8,850,992	9,198,792	650,972
Executive, legislative, and judicial	6,770,616	6,295,719	6,819,351	48,735
Financial services	3,888,554	4,073,414	4,024,514	135,960
Fire protection	19,383,092	19,383,092	19,383,092	-
Other	31,750,943	25,654,417	33,398,281	1,647,338
Planning, development and transportation	6,767,489	7,189,854	7,619,382	851,893
Police services	32,781,377	32,695,819	33,913,192	1,131,815
Sustainability services	7,808,924	3,975,032	8,286,691	477,767
Projects (project level of budgetary control)				
Community and operation	401,737	-	419,693	17,956
Executive, legislative, and judicial	195,637	-	263,292	67,655
Planning, development and transportation	1,141,538	-	1,222,646	81,108
Police services	3,047,206	-	3,884,128	836,922
Sustainability services	65,070	-	966,392	901,322
Other	1,083,692	-	1,118,000	34,308
Total Expenditures	<u>145,767,209</u>	<u>129,980,919</u>	<u>154,507,035</u>	<u>8,739,826</u>
Excess (deficiency) of revenues over (under) expenditures	(2,515,342)	<u>\$ (6,169,945)</u>	<u>\$ (24,341,011)</u>	<u>\$ 21,825,669</u>
RECONCILIATION TO GAAP BASIS				
Prior Years' Project Expenses	5,119,484			
Prior Years' Project Revenues	(4,065,240)			
Lease Purchases	(269,796)			
Total Reconciling Items	<u>784,448</u>			
Net Change in Fund Balances	(1,730,894)			
Fund Balances--January 1	<u>74,673,801</u>			
Fund Balances--December 31	<u>\$ 72,942,907</u>			

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

KEEP FORT COLLINS GREAT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES				
Taxes	\$ 160,374	\$ 123,014	\$ 123,014	\$ 37,360
Proceeds from issuance of long-term debt	26,669,408	24,342,325	24,342,325	-
Total Revenues	<u>26,829,782</u>	<u>24,465,339</u>	<u>24,465,339</u>	<u>37,360</u>
EXPENDITURES				
Programs (fund level of budgetary control)				
Fire Protection	2,649,902	2,649,902	2,649,902	-
Other Community Priorities	2,535,368	2,903,613	4,276,401	1,741,033
Other Street and Transportation	1,770,694	1,696,678	2,051,741	281,047
Parks and Recreation	2,504,539	2,676,370	2,921,698	417,159
Police services	4,098,508	4,658,106	4,658,106	559,598
Street Maintenance	6,830,000	7,174,029	7,174,029	344,029
Projects (project level of budgetary control)				
Capital Maintenance	1,823,145	-	1,966,996	143,851
City Bridge Program	6,932,685	-	8,157,631	1,224,946
Dial-A-Ride Operations	414,318	-	421,782	7,464
FC Bikes	353,727	-	518,819	165,092
Safe Routes to School	146,333	-	730,000	583,667
Senior Center Expansion	220,096	-	960,971	740,875
Trail Acquisition & Development	648,601	-	737,000	88,399
Total Expenditures	<u>30,927,916</u>	<u>21,758,698</u>	<u>37,225,076</u>	<u>6,297,160</u>
Excess (deficiency) of revenues over (under) expenditures	(4,098,134)	<u>\$ 2,706,641</u>	<u>\$ (12,759,737)</u>	<u>\$ 6,334,520</u>
RECONCILIATION TO GAAP BASIS				
Prior Years' Project Expenses	6,081,458			
Lease Purchases	(26,275)			
Total Reconciling Items	<u>6,055,183</u>			
Net Change in Fund Balances	1,957,049			
Fund Balances--January 1	<u>14,873,041</u>			
Fund Balances--December 31	<u>\$ 16,830,090</u>			

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

TRANSPORTATION SERVICES FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES				
Earnings on investments	\$ 195,015	\$ 131,670	\$ 131,670	\$ 63,345
Fees and charges for services	4,036,877	3,835,000	4,385,000	(348,123)
Intergovernmental	7,485,125	6,913,871	6,913,871	571,254
Licenses and permits	289,348	166,500	166,500	122,848
Miscellaneous revenue	79,562	25,000	25,000	54,562
Proceeds from issuance of long-term debt	263,687	-	-	263,687
Taxes	8,182,359	7,159,527	7,159,527	1,022,832
Transfers	5,027,091	5,027,091	5,027,091	-
Projects				
Intergovernmental	598,321	-	1,370,961	(772,640)
Miscellaneous revenue	132,767	-	132,767	-
Total Revenues	<u>26,290,152</u>	<u>23,258,659</u>	<u>25,312,387</u>	<u>977,765</u>
EXPENDITURES				
Programs (fund level of budgetary control)				
Engineering	18,189,754	16,374,911	17,465,307	(724,447)
FC Moves	774,751	925,496	993,746	218,995
PDT Administration	1,784,879	631,582	2,898,537	1,113,658
Streets	2,940,173	3,997,260	4,252,693	1,312,520
Traffic	2,181,234	2,564,954	2,653,401	472,167
Projects (project level of budgetary control)				
FC Moves	520,839	-	1,255,358	734,519
Traffic Signal System Software	213,353	-	248,370	35,017
Total Expenditures	<u>26,604,983</u>	<u>24,494,203</u>	<u>29,767,412</u>	<u>3,162,429</u>
Excess (deficiency) of revenues over (under) expenditures	(314,831)	<u>\$ (1,235,544)</u>	<u>\$ (4,455,025)</u>	<u>\$ 4,140,194</u>
RECONCILIATION TO GAAP BASIS				
Prior Years' Project Expenses	222,613			
Prior Years' Project Revenues	(347,241)			
Lease Purchases	<u>(1,277,759)</u>			
Total Reconciling Items	<u>(1,402,387)</u>			
Net Change in Fund Balances	(1,717,218)			
Fund Balances--January 1	<u>18,773,298</u>			
Fund Balances--December 31	<u>\$ 17,056,080</u>			

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

URBAN RENEWAL AUTHORITY (CONSOLIDATED)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES				
Programs				
Taxes	1,501,239	2,317,696	2,317,696	(816,457)
Earnings (loss) on investments	99,439	86,676	86,676	12,763
Miscellaneous revenue	8,484	-	-	8,484
Total Revenues	<u>1,609,162</u>	<u>2,404,372</u>	<u>2,404,372</u>	<u>(795,210)</u>
EXPENDITURES				
Programs (fund level of budgetary control)				
Debt & Other Uses	1,392,223	1,392,520	1,392,520	297
Other	100,000	726,281	726,281	626,281
Other Purchased Services	6,792	8,382	8,382	1,590
Personnel Costs	92,934	189,729	189,729	96,795
Purchased Prof & Tech Services	52,666	80,301	80,301	27,635
Purchased Property Services	5,043	849,900	849,900	844,857
Supplies	118	1,400	1,400	1,282
Total Expenditures	<u>1,649,776</u>	<u>3,248,513</u>	<u>3,248,513</u>	<u>1,598,737</u>
Excess (deficiency) of revenues over (under) expenditures	(40,614)	<u>\$ (844,141)</u>	<u>\$ (844,141)</u>	<u>\$ 803,527</u>
RECONCILIATION TO GAAP BASIS				
Principal Reduction--Advances Payable	<u>139,260</u>			
Total Reconciling Items	<u>139,260</u>			
Net Change in Fund Balances	98,646			
Fund Balances--January 1	<u>(2,943,689)</u>			
Fund Balances--December 31	<u>\$ (2,845,043)</u>			

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

PROPRIETARY FUNDS
STATEMENT OF NET POSITION
DECEMBER 31, 2015

	Light and Power	Water	Wastewater	Storm Drainage
ASSETS				
Current Assets				
Cash and cash equivalents	\$ 3,671,405	\$ 5,124,498	\$ 2,947,530	\$ 2,106,298
Investments	41,849,983	58,726,547	33,765,682	24,143,842
Receivables		-		
Accounts, net	13,196,322	2,314,684	2,397,011	1,669,043
Interest	125,009	182,405	104,830	74,811
Prepaid item	-	-	-	-
Inventories of materials and supplies	6,283,774	-	-	-
Total Current Assets	65,126,493	66,348,134	39,215,053	27,993,994
Non-Current Assets				
Advance to other funds	-	2,651,970	-	-
Restricted - cash and cash equivalents	-	268,525	236,725	347,517
Land, water rights, other	1,691,597	54,083,407	3,423,833	8,278,750
Buildings, improvements and equipment	253,933,922	268,170,165	223,443,304	128,601,396
Accumulated depreciation	(144,394,607)	(124,171,966)	(88,442,617)	(35,919,590)
Construction in progress	46,703,382	33,271,890	15,261,612	7,832,995
Note receivable	353,615	6,755	-	-
Total Non-Current Assets	158,287,909	234,280,746	153,922,857	109,141,068
Total Assets	223,414,402	300,628,880	193,137,910	137,135,062
DEFERRED OUTFLOWS OF RESOURCES				
Deferred charge on refunding	-	64,683	90,194	444,082
Other pension-related items	221,054	328,971	318,121	94,706
Total Deferred Outflows of Resources	221,054	393,654	408,315	538,788
LIABILITIES				
Current Liabilities				
Accounts payable	11,020,843	1,072,199	1,303,262	2,199,069
Interest payable	32,467	30,376	90,057	46,509
Wages payable	356,228	256,285	185,164	101,199
Compensated absences	646,555	389,283	335,234	143,731
Bonds payable	1,645,000	3,002,126	1,760,000	3,465,000
Claims payable	-	-	-	-
Capital lease obligations	-	-	-	-
Total Current Liabilities	13,701,093	4,750,269	3,673,717	5,955,508
Non-Current Liabilities				
Postemployment benefits	1,563,199	1,889,697	2,047,427	544,019
Bonds payable	7,284,052	6,482,126	25,221,847	13,059,167
Claims payable	-	-	-	-
Capital lease obligations	-	-	-	-
Deposits held	-	5,671	-	-
Total Non-Current Liabilities	8,847,251	8,377,494	27,269,274	13,603,186
Total Liabilities	22,548,344	13,127,763	30,942,991	19,558,694
DEFERRED INFLOWS OF RESOURCES				
Deferred gain on refunding	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
NET POSITION				
Net investment in capital assets	148,944,433	221,960,721	126,769,407	92,782,355
Restricted: debt service	-	268,525	236,725	521,841
Unrestricted	52,142,679	65,665,525	35,597,102	24,810,960
Total Net Position	\$ 201,087,112	\$ 287,894,771	\$ 162,603,234	\$ 118,115,156

Adjustment to reflect the consolidation of internal service fund net position related to enterprise funds:

Allocation of governmental activities related to internal service fund net position:

Net position of business-type activities (page 29).

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

Non Major		
Enterprise Fund Golf	Enterprise Funds	Internal Service Funds
\$ 106,917	\$ 13,956,648	\$ 5,542,494
1,212,713	159,698,767	17,831,324
-		
3,675	19,580,735	349,378
3,738	490,793	54,847
8,299	8,299	296,852
-	6,283,774	534,395
1,335,342	200,019,016	24,609,290
-	2,651,970	-
575	853,342	1,564,253
2,865,975	70,343,562	30,126
8,740,807	882,889,594	19,100,962
(4,680,096)	(397,608,876)	(14,022,530)
-	103,069,879	-
-	360,370	-
6,927,261	662,559,841	6,672,811
8,262,603	862,578,857	31,282,101
-	598,959	-
54,332	1,017,184	432,386
54,332	1,616,143	432,386
145,558	15,740,931	971,805
11,331	210,740	14,972
35,846	934,722	583,787
72,326	1,587,129	904,660
-	9,872,126	-
-	-	3,057,934
548,118	548,118	1,605,838
813,179	28,893,766	7,138,996
312,095	6,356,437	2,483,744
-	52,047,192	-
-	-	2,749,196
1,814,582	1,814,582	3,457,978
-	5,671	-
2,126,677	60,223,882	8,690,918
2,939,856	89,117,648	15,829,914
7,761	7,761	-
7,761	7,761	-
4,553,135	595,010,051	2,519,646
-	1,027,091	1,564,253
816,183	179,032,449	11,800,674
\$ 5,369,318	775,069,591	\$ 15,884,573
	763,751	
	(11,659,365)	
	\$ 764,173,977	

**PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
FOR THE YEAR ENDED DECEMBER 31, 2015**

	Light and Power	Water	Wastewater	Storm Drainage
OPERATING REVENUES				
Charges for services	\$ 117,450,191	\$ 27,704,834	\$ 22,064,337	\$ 15,035,237
Total Operating Revenues	117,450,191	27,704,834	22,064,337	15,035,237
OPERATING EXPENSES				
Personal services	7,510,929	6,819,006	5,009,508	1,748,327
Contractual services	9,496,190	6,866,634	3,025,941	997,988
Commodities	89,287,299	1,674,990	1,102,447	315,502
Customer service and administrative charges	5,268,453	2,983,212	2,158,720	2,276,401
Other	2,593,227	653,409	1,006,002	296,405
Depreciation	8,646,806	6,083,194	5,473,742	2,603,374
Capital asset impairments	-	1,304,757	-	-
Total Operating Expenses	122,802,905	26,385,202	17,776,360	8,237,997
Operating Income (Loss)	(5,352,714)	1,319,632	4,287,977	6,797,240
NONOPERATING REVENUES (EXPENSES)				
Earnings on investments	546,738	784,842	439,221	294,724
Intergovernmental	224,799	-	-	740
Other revenue	1,596,769	287,668	203,765	46,643
Gain (loss) on sale of capital assets	144,160	89,076	49,726	258
Interest expense	(386,728)	(486,459)	(1,126,580)	(774,997)
Total Nonoperating Revenues (Expenses)	2,125,738	675,127	(433,868)	(432,632)
Income (Loss) Before Contributions and Transfers	(3,226,976)	1,994,759	3,854,109	6,364,608
Capital contributions	5,731,923	6,141,400	2,729,160	1,526,385
Transfers in	179,000	390,491	29,000	-
Transfers out	(19,281)	(181,501)	(37,849)	(247,159)
Change in Net Position	2,664,666	8,345,149	6,574,420	7,643,834
Net Position--January 1 (as restated)	198,422,446	279,549,622	156,028,814	110,471,322
Net Position--December 31	\$ 201,087,112	\$ 287,894,771	\$ 162,603,234	\$ 118,115,156

Adjustment to reflect the consolidation of internal service fund net position related to enterprise funds:

Allocation of governmental activities related to internal service fund net position:

Change in net position of business-type activities (pages 30-31)

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

Non Major Enterprise		
Fund Golf	Enterprise Funds	Internal Service Funds
<u>\$ 3,473,647</u>	<u>\$ 185,728,246</u>	<u>\$ 50,286,905</u>
<u>3,473,647</u>	<u>185,728,246</u>	<u>50,286,905</u>
1,290,083	22,377,853	16,991,142
921,780	21,308,533	36,745,383
331,535	92,711,773	3,033,351
-	12,686,786	-
148,944	4,697,987	2,646,000
310,586	23,117,702	1,275,440
-	1,304,757	-
<u>3,002,928</u>	<u>178,205,392</u>	<u>60,691,316</u>
<u>470,719</u>	<u>7,522,854</u>	<u>(10,404,411)</u>
12,805	2,078,330	225,506
-	225,539	67,920
35,161	2,170,006	1,528,404
-	283,220	144,401
<u>(57,187)</u>	<u>(2,831,951)</u>	<u>(73,717)</u>
<u>(9,221)</u>	<u>1,925,144</u>	<u>1,892,514</u>
<u>461,498</u>	<u>9,447,998</u>	<u>(8,511,897)</u>
-	16,128,868	-
-	598,491	9,126,260
<u>(42,646)</u>	<u>(528,436)</u>	<u>(2,119,930)</u>
418,852	25,646,921	(1,505,567)
<u>4,950,466</u>		<u>17,390,140</u>
<u><u>\$ 5,369,318</u></u>		<u><u>\$ 15,884,573</u></u>
	(849,662)	
	<u>(2,330,039)</u>	
	<u><u>\$ 22,467,220</u></u>	

PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Light and Power	Water	Wastewater	Storm Drainage
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received from customers and users	\$ 117,708,313	\$ 27,785,599	\$ 22,258,776	\$ 15,222,883
Receipts from interfund services provided	-	-	-	-
Cash paid to employees for services	(7,584,240)	(6,775,540)	(4,976,381)	(1,730,068)
Cash paid to other suppliers of goods & services	(108,180,692)	(12,949,982)	(7,010,420)	(4,243,771)
Other receipts	1,596,769	287,668	203,765	46,643
Net cash provided (used) by operating activities	3,540,150	8,347,745	10,475,740	9,295,687
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers from other funds	179,000	390,491	29,000	-
Transfers to other funds	(19,281)	(181,501)	(37,849)	(247,159)
Net cash provided (used) by noncapital financing activities	159,719	208,990	(8,849)	(247,159)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from capital debt	-	-	-	-
Capital contributions	5,731,923	6,102,404	2,729,159	1,526,385
Purchases of capital assets	(14,401,729)	(11,636,609)	(13,911,738)	(4,477,439)
Principal paid on capital debt	(1,580,000)	(2,871,098)	(1,695,000)	(3,335,000)
Interest paid on capital debt	(452,802)	(473,638)	(1,158,105)	(723,625)
Proceeds from sales of capital assets	144,159	(778,898)	87,586	256
Grant proceeds from federal government	458,610	-	-	740
Net cash (used) by capital and related financing activities	(10,099,839)	(9,657,839)	(13,948,098)	(7,008,683)
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments received for note receivable	(231,443)	12,136	-	-
Purchase of investments	5,061,213	(355,506)	2,392,455	(2,377,877)
Earnings received on investments	563,173	779,446	444,097	286,033
Net cash provided (used) by investing activities	5,392,943	436,076	2,836,552	(2,091,844)
Net increase (decrease) in cash and cash equivalents	(1,007,027)	(665,028)	(644,655)	(51,999)
Cash and cash equivalents, January 1	4,678,432	6,058,051	3,828,910	2,505,814
Cash and cash equivalents, December 31	\$ 3,671,405	\$ 5,393,023	\$ 3,184,255	\$ 2,453,815
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	(5,352,714)	1,319,632	4,287,977	6,797,240
Other receipts	1,596,769	287,668	203,765	46,643
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation expense	8,646,806	6,083,194	5,473,742	2,603,374
Capital asset impairment	-	1,304,757	-	-
(Increase) decrease in accounts receivable	265,622	75,094	194,439	187,646
(Increase) decrease in inventories	(1,552,860)	-	-	-
(Increase) decrease in prepaid item	-	-	-	-
(Increase) decrease in pension-related items	(221,054)	(328,971)	(318,121)	(94,706)
Increase (decrease) in accounts payable	17,338	(771,737)	282,690	(357,475)
Increase (decrease) in compensated absences payable	(33,371)	(18,220)	17,632	(9,365)
Increase (decrease) in post-employment benefits	141,900	354,786	303,201	102,138
Increase (decrease) in wages payable	39,214	35,871	30,415	20,192
Increase (decrease) in deposits	(7,500)	5,671	-	-
Net cash provided (used) by operating activities	\$ 3,540,150	\$ 8,347,745	\$ 10,475,740	\$ 9,295,687
Noncash investing, capital, and financing activities:				
Capital contributions	-	38,996	-	-
Reconciliation of cash and cash equivalents to statement of net position:				
Cash and cash equivalents	3,671,405	5,124,498	2,947,530	2,106,298
Restricted Assets - cash and cash equivalents	-	268,525	236,725	347,517
	\$ 3,671,405	\$ 5,393,023	\$ 3,184,255	\$ 2,453,815

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

Non Major Enterprise Fund		Total	Total Internal
Golf		Enterprise Funds	Service Funds
\$	3,485,530	\$ 186,461,101	\$ -
	-	-	50,212,355
	(1,273,831)	(22,340,060)	(16,895,277)
	(1,381,846)	(133,766,711)	(42,384,946)
	35,161	2,170,006	1,528,404
	865,014	32,524,336	(7,539,464)
	-	598,491	9,126,260
	(42,646)	(528,436)	(2,119,930)
	(42,646)	70,055	7,006,330
	149,702	149,702	3,239,031
	-	16,089,871	-
	(165,020)	(44,592,535)	(2,028,588)
	(527,324)	(10,008,422)	(1,209,664)
	(61,884)	(2,870,054)	(73,685)
	-	(546,897)	144,401
	-	459,350	67,920
	(604,526)	(41,318,985)	139,415
	-	(219,307)	-
	(241,026)	4,479,259	1,014,007
	12,008	2,084,757	228,046
	(229,018)	6,344,709	1,242,053
	(11,176)	(2,379,885)	848,334
	118,668	17,189,875	6,258,413
\$	107,492	\$ 14,809,990	\$ 7,106,747
	470,719	7,522,854	(10,404,411)
	35,161	2,170,006	1,528,404
	310,586	23,117,702	1,275,440
	-	1,304,757	-
	11,883	734,684	(74,550)
	-	(1,552,860)	(2,914)
	(8,299)	(8,299)	(77,058)
	(54,332)	(1,017,184)	(432,386)
	28,712	(800,472)	(93,432)
	6,876	(36,448)	(19,817)
	58,595	960,620	466,317
	5,113	130,805	81,751
	-	(1,829)	-
\$	865,014	\$ 32,524,336	\$ (7,539,464)
	-	38,996	-
	106,917	13,956,648	5,542,494
	575	853,342	1,564,253
\$	107,492	\$ 14,809,990	\$ 7,106,747

FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET POSITION
DECEMBER 31, 2015

	General Employee Retirement Plan	Agency Funds
ASSETS		
Cash and cash equivalents	\$ 1,051,378	\$ 1,769,760
Receivables, interest	37,126	61,418
Investments, at fair value		
U S Government securities	12,050,873	18,320,364
Corporate bonds	5,220	1,833,490
Mutual funds	29,905,947	-
Total Investments, at fair value	41,962,040	20,153,854
Total Assets	43,050,544	21,985,032
LIABILITIES		
Accounts Payable	256	-
Amounts held for other governments	-	21,985,032
Total Liabilities	\$ 256	\$ 21,985,032
NET POSITION		
Net position restricted for pensions	\$ 43,050,288	

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

FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>General Employee Retirement Plan</u>
ADDITIONS	
Contributions	
Employer contributions	\$ 1,830,265
Total Contributions	<u>1,830,265</u>
Investment income	
Interest related to plan investments	105,415
Net change in fair value of investments	<u>(379,998)</u>
Total Investment Income (Loss)	<u>(274,583)</u>
Total Additions	<u>1,555,682</u>
DEDUCTIONS	
Benefit payments	4,205,104
Administration expense	<u>22,706</u>
Total Deductions	<u>4,227,810</u>
Net Decrease in Plan Net Position	(2,672,128)
Net Position	
Beginning of year	<u>45,722,416</u>
End of year	<u><u>\$ 43,050,288</u></u>

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

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NOTES TO THE BASIC FINANCIAL STATEMENTS

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NOTE I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Fort Collins, Colorado (the City) was incorporated in 1873 and adopted its Home Rule charter in 1913. In 1954, the citizens adopted the Council-Manager form of government. The more significant accounting policies reflected in the financial statements are summarized as follows:

A. Reporting Entity

These financial statements include those of the City (primary government) and organizations for which the City is financially accountable (component units). The following component units are included in the reporting entity: The Fort Collins, Colorado Downtown Development Authority (DDA); City of Fort Collins General Improvement District No. 1 (GID No. 1); the Fort Collins Capital Leasing Corporation (Corporation); the Urban Renewal Authority (URA); and the City of Fort Collins General Improvement District No. 15-Skyview (GID No. 15-Skyview). None of the component units issue their own financial statements.

The DDA was created in 1981 by City Council and the electorate. The purpose of the DDA is to promote the public health, safety, prosperity, security, and welfare of its inhabitants. The City appoints and removes all members of the DDA's governing board in addition to issuing debt, adopting budgets, and levying taxes on its behalf. The financial statements of the Downtown Development Authority are included in the reporting entity by discrete presentation.

GID No. 1 was created in 1976 for the construction and installation of parking facilities and street and sidewalk beautification improvements. GID No. 1 is, in substance, the same as the primary government since the City Council serves as the board of directors. As such, it levies all taxes, approves all budgets, and issues all debt on behalf of GID No. 1. Accordingly, its transactions and balances are blended with those of the City. GID No. 1 is presented as a special revenue fund.

The Corporation was created in June 1998 and operates under the provisions of the Nonprofit Corporation Law of the State of Colorado. The Corporation's primary purpose is to serve the primary government exclusively rather than its citizens by providing financing assistance to obtain land, property and equipment on behalf of the City. The directors are appointed by the City Council and receive no compensation. Its transactions and balances are blended with those of the City. The Corporation is presented as a debt service fund.

The URA was established in 2006. The primary purpose of the URA is to remedy blight by stimulating and leveraging private capital investment, using tax increment financing in private development projects and public improvement projects. The URA is, in substance, the same as the primary government because the City Council serves as the board of directors. Management or the primary government, reporting to elected officials of the primary government, has operational responsibility for the URA and is charged with day-to-day operations. Its transactions and balances are blended with those of the City. The URA is presented as a special revenue fund.

GID No. 15-Skyview was organized in 1997 by Larimer County and was inherited by the City as part of the Southwest Annexation. The mill levy funds are used to maintain the street system for the Skyview Subdivision. GID No. 15-Skyview is, in substance, the same as the primary government since the City Council serves as the board of directors. As such, it levies all taxes, approves all budgets, and issues all debt on behalf of GID No. 15-Skyview. Accordingly, its transactions and balances are blended with those of the City. GID No. 15-Skyview is presented as a special revenue fund.

B. Joint Ventures

The City has joined with other governmental units to form the following joint ventures:

Fort Collins-Loveland Airport was created for the purpose of operating a municipal airport for the benefit of the citizens of Loveland and Fort Collins. The City provides a small amount of funding for on-going airport construction projects. The City and Loveland each retain a 50% ownership interest in the airport. Separately issued financial statements are available upon request from the Airport Manager.

North Front Range Metropolitan Planning Organization (NFRMPO) is an association of local governments that was formed in 1988 in response to local needs and federal transportation and air quality planning requirements. Local government membership consists of elected officials representing Fort Collins, Greeley, Loveland, Evans, Berthoud, Windsor, Timnath, Garden City, LaSalle, Johnstown, Eaton, Milliken, Severance and Weld and Larimer Counties. Membership is also extended to the Colorado Transportation Commission and the Colorado Air Quality Control Commission. The NFRMPO Planning Council appoints its own management and approves its own budget. Separately issued financial statements are available upon request from the Planning Council.

Poudre Fire Authority (PFA) was created by an intergovernmental agreement between the City of Fort Collins and the Poudre Valley Fire Protection District. The PFA Board consists of five members: two appointed by City Council, two appointed by the District's Board of Directors and a fifth member appointed by the other four members. The PFA Board appoints its own management and approves its own budget. PFA's continuing existence depends, in part, on funding provided by the City. Separately issued financial statements for PFA are available from its administrative office.

Platte River Power Authority (PRPA) was created by an intergovernmental agreement between the Cities of Fort Collins, Estes Park, Loveland, and Longmont to supply their wholesale electric power and energy requirements. The governing Board of PRPA consists of two members from each municipality. Under Colorado law, PRPA's Board of Directors has the exclusive authority to establish electric rates. The City has contracted for its total electric energy supply from PRPA through December 31, 2040. Separately issued financial statements for PRPA are available from its corporate headquarters.

Aside from the Fort Collins-Loveland Airport, the City does not have an equity interest in any of the joint ventures in which it participates. None of the joint ventures are accumulating financial resources or are experiencing fiscal stress that are expected to create a significant financial benefit or burden on the City in the foreseeable future.

C. Jointly Governed Organization

The City and various governmental entities throughout Larimer County have jointly agreed to establish the Larimer Emergency Telephone Authority (LETA). LETA is a separate legal entity established to provide E-911 telephone service to the citizens of Larimer County. The City does not retain an on-going financial interest or responsibility in LETA.

D. Undivided Interest

The City completed construction of the Fort Collins Museum of Discovery (the "Museum") in November 2012 with the partnership of Discovery Center, a Colorado non-profit corporation. In January 2013, in accordance with the partnership agreement, the City granted a shared ownership of the property to Discovery Center. The two entities now jointly operate a museum where visitors from the northern Colorado region and surrounding areas can experience interactive exhibits and educational programs of a broad spectrum of relevant topics. The financial transactions of the City for the Museum are reported as a sub-fund of the General Fund.

E. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government and its component units. The effect of inter-fund activity has been removed from these statements. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely primarily on fees and charges for support. Also, the primary government is reported separately from the DDA, a legally separate component unit for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly associated with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are

restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

F. Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds and the pension trust fund. The agency funds utilize the accrual basis of accounting but have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied and become an enforceable lien on the property. Grants and similar items are recognized as revenue as soon as all eligibility requirements have been met. An allowance for doubtful accounts is maintained for the utility receivables.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. As under accrual accounting, expenditures are generally recorded when a liability is incurred. However, debt service expenditures, as well as those related to compensated absences, pension liabilities, and incurred claims and judgments, are recorded only when payment is due. With regard to self-insurance claims and judgments, an additional expenditure may be recorded based on actuarial information.

Property taxes, special assessments, sales taxes, franchise taxes, charges for services, amounts due from other governments and interest associated with the current fiscal period are all considered to be subject to accrual. Other revenue items such as licenses, fines and permits are considered to be measurable and available only when the cash is received by the government; as a result, they are not subject to accrual.

G. Financial Statement Presentation

The accounts of the City are organized and operated on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, deferred inflows/outflows of resources, fund balance or net position, revenues and expenditures or expenses as appropriate. The various funds are summarized by type within the financial statements.

The City reports the following major governmental funds:

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

Keep Fort Collins Great fund, a special revenue fund, is used to account for collections of the City's 0.85% sales and use tax which is allocated as follows:

- 33% for street maintenance and repair
- 17% for other street and transportation needs
- 17% for police services
- 11% for fire protection and other emergency services
- 11% for parks maintenance and recreation services
- 11% for community priorities other than those listed above, as determined by the City Council.

Transportation Services, a special revenue fund, is used to account for taxes, federal and state grants and other revenues utilized to operate and maintain the City's transportation system.

The *Capital Projects Fund* is used to account for financial resources to be used for the acquisition or construction of major capital facilities.

URA, a special revenue fund, is used to account for the tax increment financing for the operations and debt services of the Urban Renewal Authority, a blended component unit.

The City reports the following major proprietary funds:

Light and Power fund is used to account for the operations of the City's electric utility.

Water fund is used to account for the operation of the City's water utility.

Wastewater fund is used to account for the operation of the City's wastewater utility.

Storm Drainage fund is used to account for the operations of the City's storm water utility.

Additionally, the City reports the following fund types:

Internal Service funds are used to account for the City's fleet maintenance services, communication, self-insurance of employee health care and other employee benefits, and a risk management insurance program. There is also an internal service fund to account for the customer and administrative services provided exclusively to the City's utility enterprise funds.

Pension Trust fund is used to account for the City's General Employees' Retirement Plan, a defined benefit pension plan to provide retirement benefits for its employees/retirees.

Agency funds are used to account for cash and investments held by the City on behalf of Poudre Fire Authority and Poudre River Public Library District.

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

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 a proprietary fund's principal ongoing operations. The water and storm drainage funds also recognize as operating revenue the portion of connection fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets.

H. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

Cash and Investments

The City has stated certain investments at fair value in accordance with GASB Statement No. 31. Fair value is determined utilizing the third party custodian's statements, Wall Street Journal, Bloomberg, and other recognized pricing services.

Whenever possible, cash is pooled from the various City funds to enhance investment capabilities and maximize investment income. Investments are made taking into consideration cash flow needs, market conditions, and contingency plans. The City's investment policies prescribe eligible investments, investment diversification, and maturity and liquidity guidance, which are utilized in managing the investment portfolio.

For purposes of the combined statement of cash flows, the City considers highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Receivables

Accounts receivable are expressed net of allowances for doubtful accounts. Light and Power Fund maintains an allowance of \$250,000, Water Fund maintains an allowance of \$34,000, Wastewater Fund maintains an allowance of \$20,000, and Storm Drainage Fund has an allowance of \$10,000.

Long-term portions of receivables in the governmental fund financial statements are reported and then offset by non-spendable, restricted and committed fund balance reserve accounts in order to indicate that they are not available or spendable resources.

Inventories

Inventories are stated at cost using the first-in, first-out method. The costs of inventory items are recognized as expenditures in governmental funds when purchased and as expenses in proprietary funds when used. Where appropriate, inventory has been adjusted downward to market value to reflect what is considered a permanent market decline.

Inventory of Real Property Held for Resale

Inventory of real property held for resale generally reflects the cost of raw land for development of affordable housing held by the City’s Land Bank Program in the General Fund. These assets are carried at the lower of cost or market. An appraisal of the properties in the land bank conducted in 2015 is below historical cost due to the legal restrictions placed on the Land Bank Program. As such, an impairment of \$1,058,771 was recorded as a sustainability services expenditure as of December 31, 2015.

Capital Assets

Capital assets, which are acquired or constructed, are reported at historical cost or estimated historical cost in the applicable governmental or business-type activities’ columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 and an estimated useful life of five years or greater. Donated capital assets are recorded at estimated fair market value at the date of donation.

Capital assets other than land, water rights, and some intangible property are depreciated. Depreciation is computed using the straight-line method with estimated useful lives as follows:

Buildings.....	10-50 years
Improvements other than buildings	5-50 years
Machinery and equipment	5-20 years

GASB Statement No. 34 provides for an alternative approach to depreciation for measuring the value of infrastructure assets and the related costs incurred to maintain their service life at a locally established minimum standard. In order to adopt this alternative method, the City has developed an asset management system, which will determine if the minimum standards are being maintained. This measurement would occur every three years at a minimum. The City has elected to use this alternative method for reporting its street infrastructure capital assets.

Deferred Outflows/Inflows of Resources

In addition to assets, the financial statements will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the financial statements will sometimes report a separate

section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City reports Deferred Outflows/Inflows of Resources as follows:

Gain/Loss on Refunding - In the government-wide and proprietary funds statement of net position, deferred outflows/inflows of resources on refunding represent the difference in the carrying value of refunded debt and its reacquisition price. The difference is amortized and recognized over the remaining life of the old refunded debt or the new refunding debt, whichever is shorter.

Unavailable Revenues - Unavailable revenue is reported in the governmental funds balance sheet. The governmental funds report unavailable revenues from two sources: property taxes and grants. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. In the government-wide Statement of Net Position, only property tax revenue is reported as a deferred inflow of resources in the year they are levied.

Pension-Related Amounts - In the government-wide and proprietary funds statement of net position, a deferred outflow of resources is reported for the unrecognized items not yet charged to pension expense related to the net pension liability, such as the unamortized portion of the net difference projected and actual earnings on pension plan investments and other differences between expected and actual experience. Deferred outflows for the net difference between projected and actual investment earnings are recognized over a period of five years, while the deferred outflow for the differences between expected and actual experience for economic/demographic assumptions are recognized over the average remaining service life for all active and inactive members.

Compensated Absences

The City allows employees to accumulate unused vacation pay and to defer overtime pay by accumulating compensatory leave up to maximum limits. The liability associated with these benefits is reported in the government-wide financial statements. Proprietary fund types accrue such benefits in the period in which they are earned. The entire portion is current, as employees typically use the full balance in the subsequent year and the City records usage on a first in, first out basis. A liability for the amount is reported in governmental funds only if they have matured, for example as a result of employee resignations and retirements. Unused sick pay is not recognized as a liability because it does not meet the criteria for accrual.

Long-Term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenses.

In the fund financial statements, governmental fund types recognize bond premiums and discounts as well as bond issuance costs during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Claims and Judgments Payable

Claims and judgments payable are recognized when it is probable that a liability has been incurred and the amount of the loss can be reasonably estimated. Such claims, including an estimate for claims incurred but not reported at year end, are reflected as claims payable in the financial statements.

Pension

The net pension liability and deferred outflows of resources, pension expense and information about the fiduciary net position of the General Employee Retirement Plan (GERP) and additions to/deductions from the fiduciary net position has been determined on the same basis as they are reported by GERP. For this purpose, benefit payments are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value.

Fund Balance/Net Position

GASB Statement No. 54 *Fund Balance Reporting and Governmental Fund Type Definitions* establishes fund balance classifications that comprise a hierarchy based on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in the governmental funds. In the fund financial statements, fund balance of the City's governmental funds is classified as nonspendable, restricted, committed, assigned, or unassigned.

Nonspendable fund balances indicate amounts that cannot be spent such as permanent endowments or assets in non-liquid form. It also includes the long-term amount of advances, loans and notes receivables as well as property held for resale unless the proceeds from the collection of these items would be considered restricted, committed, or assigned in which case they are included in those categories.

Restricted fund balances indicate amounts constrained for a specific purpose by external parties, constitutional provision or enabling legislation.

Committed fund balances indicate amounts constrained for a specific purpose by the City Council, which is the City's highest level of decision-making authority. Amounts are established, modified and rescinded only through a Council approved ordinance. The ordinance must occur prior to year-end; however, the amount can be determined in the subsequent period.

Assigned fund balances indicate amounts the City intends to be used for specific purposes, but do not meet the criteria to be classified as restricted or committed. The City Manager, Chief Financial Officer and Controller are authorized to assign fund balance as outlined in the fund balance policy.

Unassigned fund balance is the residual classification for the government's general fund and includes all spendable amounts not included in the other classifications. In other funds, the unassigned classification is used to report a deficit fund balance. When unassigned and restricted, committed, or assigned fund balances are available for use, it is the City's policy to use restricted, committed, or assigned resources before unassigned resources.

In the government-wide and proprietary fund financial statements, net positions are restricted for amounts that are legally restricted by outside parties for specific purposes or through enabling legislation that is a legally enforceable restriction on the use of revenues. When both restricted net position and unrestricted net position are available for use, it is the City's policy to use restricted-net position first and then unrestricted net position. Investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvements of those assets. The government-wide statement of net position reports \$76,234,088 of restricted net position, of which \$40,550,273 is restricted by enabling legislation.

Minimum Fund Balance Policy

The City will maintain a 60 Day Liquidity Goal minimum unassigned fund balance in the General Fund. The commitment for contingency should be at least 17% of the subsequent year's originally adopted budgeted expenditures and transfers out, excluding expenditures and transfers out for large and unusual one-time items. The 60 Day Liquidity Goal is in addition to the restricted balance required by Article X, Section 20 of the State Constitution.

Inter-fund Transactions

Inter-fund transactions are treated and classified as revenues, expenditures, or expenses (the same as if these same transactions involved external organizations). These include billings from one fund to another for purchased goods or services as well as payment in lieu of taxes. In the government-wide statement of activities, transactions, which constitute reimbursements, are eliminated in the reimbursed fund and accounted for as expenditures or expenses in the fund to which the transaction is applicable.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

Discretely Presented Component Units

The significant accounting policies for the City's discretely presented component unit are substantially the same as the primary government. Additional disclosures follow.

The discretely presented component unit data presented in the government-wide statements includes total data for all fund types of the Downtown Development Authority (DDA), including its General Fund, Debt Service Fund and its non-current assets and liabilities.

The Board of Directors of the DDA approves their respective budget by resolution. The budget is then submitted to City Council for approval. Budgetary matters with respect to basis of accounting and legal level of budgetary control are generally the same for the DDA as those of the City.

Adoption of New Accounting Pronouncements

Effective January 1, 2015, the City adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – An Amendment of GASB Statement No. 27*. The scope of this statement addresses accounting and financial reporting for pensions that are provided to the employees of state and local governmental employers through pension plans that are administered through trusts that have the following characteristics:

- Contributions from employers and nonemployer contributing entities to the pension plan and earnings on those contributions are irrevocable.
- Pension plan assets are dedicated to providing pensions to plan members in accordance with the benefit terms.
- Pension plan assets are legally protected from the creditors of employers, nonemployer contributing entities, and the pension plan administrator. If the plan is a defined benefit pension plan, plan assets also are legally protected from creditors of the plan members

As this statement is applied retroactively, the financial statements for the year ended December 31, 2014 have been restated to apply the changes associated with the implementation of GASB Statement No. 68 to adjust the net pension liability. The effect of this change is as follows:

	Enterprise Funds							
	Governmental Activities	Business-type Activities	Light and Power	Water	Wastewater	Storm Drainage	Golf	Internal Service Funds
Net position December 31, 2014, as previously reported	\$ 947,708,330	\$ 747,602,774	\$ 199,453,840	\$ 281,084,533	\$ 157,513,103	\$ 110,913,203	\$ 5,203,966	\$ 19,407,566
Adjustment for implementation of GASB 68	(2,464,847)	(5,896,017)	(1,031,394)	(1,534,911)	(1,484,289)	(441,881)	(253,500)	(2,017,426)
Net position January 1, 2015, as restated	<u>\$ 945,243,483</u>	<u>\$ 741,706,757</u>	<u>\$ 198,422,446</u>	<u>\$ 279,549,622</u>	<u>\$ 156,028,814</u>	<u>\$ 110,471,322</u>	<u>\$ 4,950,466</u>	<u>\$ 17,390,140</u>

NOTE II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

Budgetary Accounting and Control

Appropriated budgets are established for all funds of the City except agency funds, which do not measure results of operations.

General, Special Revenue, Debt Service and Trust Funds

Budgets for general, special revenue, debt service and trust funds are adopted on a basis which is consistent with generally accepted accounting principles (GAAP). The exceptions to GAAP for the budgetary financial statements are for appropriations for certain special revenue funds which do not lapse on an annual basis as explained below. Also certain liabilities that were not estimable for appropriation are not recognized as expenditures in the general fund.

Capital Project Funds

Budgets for the Capital Project Funds are not consistent with GAAP because appropriations do not lapse on an annual basis as explained below.

Proprietary Funds

Proprietary funds are budgeted on a basis that includes capital items such as amounts for capital outlay and principal reduction of debt. Such budgets exclude depreciation. Capital project budgets for certain enterprise funds do not lapse on an annual basis as explained below.

Legal Level of Control

The legal level of budgetary control is at the individual fund level, except for capital projects, the URA, and federal and state grants for which the legal level of control is at the project, tax increment financing district, or grant level. For budgetary purposes, operating transfers are considered expenditures.

Lapsing Appropriations

All appropriations unexpended or unencumbered lapse at the end of the year to the applicable fund, except capital project and federal and state grant appropriations which lapse when the project or grant activity is completed. Appropriations which are legally encumbered at year end are carried over to the ensuing year at which time they are matched with their corresponding expenditures.

Budgets for the Capital Projects Fund, special revenue funds with expenditures of a capital or project nature and special revenue funds where the primary source of revenue is project-length federal or state grants are non-lapsing. Included are the Capital Projects Fund, Neighborhood Parkland Fund, Conservation Trust Fund, Community Development Block Grant Fund, Home Program Fund, Transit Services Fund, the grant portion of Transportation Services and the capital project portion of the Keep Fort Collins Great Fund. Budgets are non-lapsing for capital projects in all the enterprise funds and for one of the internal service funds - Utilities Customer Service and Administration Fund.

Property Taxes

Property taxes levied in a particular year are collected in the subsequent year. The property tax calendar is as follows:

Tax Year

Tax levy certified to County Commissioners	December 15
County Commissioners certify levy to County Assessor	December 22

Ensuing Collection Year

Taxes attach as an enforceable lien on property	January 1
First installment due date (one-half of taxes due).....	March 2
Taxes due in full (unless installments elected by taxpayer)	April 30
Second installment due date (second half due).....	June 15

Taxes are collected by the Larimer County Treasurer on behalf of the City and are remitted by the 10th day of the month following collection. A 2% collection fee is retained by the County as compensation for collecting the taxes.

B. Deficit Fund Balance and Net Position

The URA fund had a deficit fund balance of \$2,845,043 as of December 31, 2015. The fund will continue to have a deficit fund balance for the next few years as Tax Increment Funding (TIF) monies are collected through increased property tax collections. The Community Development Block Grant fund had a deficit fund balance of \$98,014 as of December 31, 2015 due to expenditures that have not been reimbursed as of year-end and thus associated revenues are deemed unavailable for recognition. The Emergency Recovery fund had a deficit fund balance of \$481,557. The Transit Services fund had a deficit fund balance of \$261,849 due to deferred inflows of resources related to operating grant timing.

The Downtown Development Authority reported a deficit net position of \$4,928,751. The fund will continue to have a deficit net position for the next few years as Tax Increment Funding monies are collected through increased property tax collections.

NOTE III. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Deposits

Colorado State Statutes govern the City's deposits of cash. The statutes specify eligible depositories for public cash deposits, which must be Colorado institutions and must maintain federal insurance (FDIC) on deposits held.

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized in accordance with the PDPA. PDPA allows the institution to create a single collateral pool for all public funds to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least 102% of the aggregate uninsured deposits. All deposits in 2015 were in eligible public depositories, as defined by the Public Deposit Protection Act of 1989.

Primary Government

The carrying amount of the City's deposit accounts as of December 31, 2015 was \$37,828,208, including the General Employees' Retirement Plan but excluding agency funds. The bank balance was \$39,763,031.

Component Unit

The Downtown Development Authority's undivided share of the City's deposits as of December 31, 2015 was a carrying amount of \$199,775. The bank balance was \$209,993.

Custodial Credit Risk – Deposits

For deposits, custodial credit risk is the risk that, in the event of a bank failure, the City's deposits might not be returned. Due to the federal deposit insurance and the collateral no deposits for the City or the component unit were exposed to custodial credit risk.

Investments

Investment policies are governed by the City's own investment policies and procedures. Investments of the City and its discretely presented component unit may include:

- Legal investments for municipalities under state statutes.
- Interest-bearing accounts or certificates of deposit at banks or savings and loans in Colorado which are eligible public depositories (including CDARS).
- Obligations of the United States Government, its agencies or instrumentalities.
- Debt of U.S. corporations.
- Obligations issued by or on behalf of the City.
- State or local government obligations having an investment grade rating.
- Prime rated banker's acceptances.
- Prime rated commercial paper.
- Guaranteed investment contracts.
- Repurchase and reverse repurchase agreements of any marketable security described above which afford the City a perfected security interest in such security.
- Local government investment pools authorized under the laws of the State of Colorado.
- Shares in any money market fund or account, unit investment trust or open or close-end investment company, all of the net assets of which are invested in securities described above.
- Mutual funds that include eligible investments found above.

In addition to the above, investments of the General Employees' Retirement Plan may include:

- Equity Investments.
- Domestic mutual funds.
- International mutual funds.
- Bond mutual funds.

In accordance with GASB Statement No. 40, the City's and its discretely presented component unit's investments are subject to interest rate and credit risk as described below:

Interest Rate Risk

The City's investment policy limits its exposure to fair value losses arising from rising interest rates by:

- Whenever possible, holding investments to their stated maturity dates.
- Investing a portion of the operating funds in shorter-term securities, money market mutual funds, or local government investment pools.

Based on the current rate environment, the City assumes all callable securities may be called on the first call date.

The City invests in various mortgage-backed securities and bonds in order to maximize yields. Mortgage-backed securities are based on cash flows from interest payments on underlying mortgages. Therefore, they are sensitive to prepayments by mortgagees, which may result from a decline in interest rates. If interest rates decline and homeowners refinance mortgages, thereby prepaying the mortgages underlying these securities, the cash flows from interest payments are reduced and the value of these securities declines. Likewise, if homeowners pay on mortgages longer than anticipated, the cash flows are greater and the return on the initial investment would be higher than anticipated.

Concentration of Credit Risk

The City places maximum limits on the amount the City may invest in any one issuer. Limits vary by investment type. More than 5% of the City's investments are in Federal National Mortgage Association (FNMA), Federal Home Loan Mortgage Corp (FHLMC), Federal Farm Credit Bank (FFCB) and Federal Home Loan Bank (FHLB) agency securities. These investments were 23.4%, 16.2%, 39.7% and 11.2%, respectively, of the City's total investment. All of these investments were rated AAA by Moody's and AA+ by Standard and Poor's.

Custodial Credit Risk for Investments

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investment policy restricts holding of securities by counterparties, the City utilizes a third-party safekeeping arrangement with financial institutions.

Credit Risk

The City's investment policy limits investments in corporate bonds to the top three ratings issued by nationally recognized statistical rating organizations (NRSROs) at the time of purchase. As of December 31, 2015, the City's investment in corporate bonds was rated A- or better by Standard & Poor's and Baa1 or better by Moody's Investors Service. The City's investment policy also allows for the City to invest in local government investment pools. As of December 31, 2015, the local government investment pools (ColoTrust & CSAFE, which are 2a7-like investment pools) in which the City had invested, were rated AAAM by Standard & Poor's.

As of December 31, 2015, the City had the following investments and maturities:

Primary Government (excluding Agency Funds)

<u>Investment Type</u>	<u>Credit Risk Rating</u> <u>S&P/Moody's</u>	<u>Fair</u> <u>Value</u>	<u>Investment Maturities</u>		
			<u>Up to</u> <u>120 days</u>	<u>121 days</u> <u>to 5 years</u>	<u>More than</u> <u>5 years</u>
U.S. Agencies (GNMA)	AA+/AAA	\$ 7,897	\$ -	\$ 7,897	\$ -
Instrumentality					
Federal Farm Credit Bank (FFCB)	AA+/AAA	147,948,405	4,722,216	143,226,189	-
Federal Home Loan Bank (FHLB)	AA+/AAA	41,629,987	-	41,629,987	-
Federal Home Loan Mortgage Corporation (FHLMC)	AA+/AAA	60,485,737	-	60,485,737	-
Federal National Mortgage Association (FNMA)	AA+/AAA	87,134,526	-	87,134,526	-
Corporate bonds	AA+/AA1	2,356,676	-	2,356,676	-
Corporate bonds	AA/AA1	2,358,090	-	2,358,090	-
Corporate bonds	AA+/AAA	5,696,527	-	5,696,527	-
Corporate bonds	AA-/AA3	14,604,751	-	14,604,751	-
Corporate bonds	AA/AA2	8,731,359	7,025,072	1,706,287	-
Total Investments Controlled by the City		\$370,953,955	\$11,747,288	\$359,206,667	\$ -
Percent of Total			3%	97%	0%
The City has \$29,905,947 invested in Mutual Funds held by Fidelity Investments for employee's retirement accounts.					

Component Unit

<u>Investment Type</u>	<u>Credit Risk Rating</u> <u>S&P/Moody's</u>	<u>Fair</u> <u>Value</u>	<u>Investment Maturities</u>		
			<u>Up to</u> <u>120 days</u>	<u>121 days</u> <u>to 5 years</u>	<u>More than</u> <u>5 years</u>
U.S. Agencies (GNMA)	AA+/AAA	\$ -	\$ -	\$ -	\$ -
Instrumentality					
Federal Farm Credit Bank (FFCB)	AA+/AAA	915,324	29,215	886,109	-
Federal Home Loan Bank (FHLB)	AA+/AAA	257,556	-	257,556	-
Federal Home Loan Mortgage Corporation (FHLMC)	AA+/AAA	374,212	-	374,212	-
Federal National Mortgage Association (FNMA)	AA+/AAA	539,082	-	539,082	-
Corporate bonds	AA+/AA1	14,580	-	14,580	-
Corporate bonds	AA/AA1	14,589	-	14,589	-
Corporate bonds	AA+/AAA	35,243	-	35,243	-
Corporate bonds	AA-/AA3	90,356	-	90,356	-
Corporate bonds	AA/AA2	54,019	43,463	10,556	-
Certificates of Deposit		1,250,000	-	1,250,000	-
Total DDA Investments		\$ 3,544,961	\$ 72,678	\$ 3,472,283	\$ -
Percent of Total			2%	98%	0%

Restrictions on Cash and Investments

Cash and investments at December 31, 2015 were restricted for the following:

Fund/Component Unit	Amount	Restriction
Downtown Development Authority	\$1,250,000	Debt service through bond ordinance
Urban Renewal Authority	949,036	Debt service through bond ordinance
Storm Drainage	347,517	Debt service through bond ordinance
Water	268,525	Debt service through bond ordinance
Wastewater	236,725	Debt service through bond ordinance
Equipment Fund	1,557,795	Unspent lease proceeds
Transportation Services	136,855	Unspent lease proceeds
General	10,682	Unspent lease proceeds
Keep Fort Collins Great	8,189	Unspent lease proceeds
Data and Communications	6,458	Unspent lease proceeds
Golf	575	Unspent lease proceeds

B. Notes Receivable

In March 1996, the City entered into an agreement with a developer for the construction of low income apartment units. Under the agreement, the City loaned \$913,000 to the developer from the HOME Program special revenue fund and received a deed of trust against the property. The loan is to be repaid from 50% of the net available cash flow generated by the project as calculated annually. The loan bears interest at 9% per annum. There is no set payment schedule or due date on the loan. Based upon a review of project income statements, the project did not have a net available cash flow. In 2015, the City received an interest payment of \$124,283. The outstanding balance as of December 31, 2015 is \$913,000. The allowance recorded against this receivable is \$913,000.

The Light and Power Fund and Water Fund have certain notes receivable related to Light and Power efficiencies and Water efficiencies with customers connected to a Home Efficiency Loan Program. The balance of these loans as of December 31, 2015 is \$353,615 and \$6,755 respectively.

In May 2009, URA loaned Rocky Mountain Innovation Initiative (RMII) \$1,100,000 for the construction of their new facility. In January 2010, the URA loaned RMII an additional \$4,203,939 for the remaining cost of construction. The loan has a 20 year term and bears a fixed interest rate of 2.5%. For years 0 through 4, there will be no payments but interest will accrue. For year 5, there will be a lump sum payment consisting of the interest accrued during the no payment term and year 5. For years 6 and 7, there will be an annual payment of interest only. For years 8 through the maturity date, there will be annual payments of principal and interest. In 2015, the City received an interest payment of \$132,598. The outstanding balance as of December 31, 2015 is \$5,303,939.

Accrued interest on the above loans has not been recorded since it is uncertain as to the frequency of when the projects will be able to make payments against the notes.

C. Capital Assets

A summary of changes in capital asset activity for the year ended December 31, 2015 follows:

	Beginning Balance	Additions	Transfers	Deletions	Ending Balance
Primary Government:					
Governmental activities					
Capital assets, not being depreciated:					
Land, rights of way, water rights, other	\$ 214,880,550	\$ 7,169,445	\$ -	\$ -	\$ 222,049,995
Street system infrastructure	285,321,698	18,962,898	-	-	304,284,596
Construction in progress	25,293,064	30,632,948	(27,407,279)	(2,099)	28,516,634
Total capital assets, not being depreciated	525,495,312	56,765,291	(27,407,279)	(2,099)	554,851,225
Capital assets, being depreciated:					
Infrastructure	27,235,468	1,076,648	-	-	28,312,116
Buildings and improvements	139,047,783	213,925	-	-	139,261,708
Improvements other than buildings	143,915,058	8,942,310	-	-	152,857,368
Machinery and equipment	82,864,535	9,488,058	149,026	(1,357,621)	91,143,998
Total capital assets being depreciated	393,062,844	19,720,941	149,026	(1,357,621)	411,575,190
Less accumulated depreciation for:					
Infrastructure	(11,950,544)	(1,009,956)	-	-	(12,960,500)
Buildings and improvements	(40,716,255)	(2,956,479)	-	-	(43,672,734)
Improvements other than buildings	(41,408,033)	(6,092,296)	-	-	(47,500,329)
Machinery and equipment	(54,882,698)	(6,146,689)	(149,026)	1,339,880	(59,838,533)
Total accumulated depreciation	(148,957,530)	(16,205,420)	(149,026)	1,339,880	(163,972,096)
Total capital assets being depreciated, net	244,105,314	3,515,521	-	(17,741)	247,603,094
Governmental activities capital assets, net	<u>\$ 769,600,626</u>	<u>\$ 60,280,812</u>	<u>\$ (27,407,279)</u>	<u>\$ (19,840)</u>	<u>\$ 802,454,319</u>
Business-type activities					
Capital assets, not being depreciated:					
Land, rights of way, water rights, other	\$ 70,089,858	\$ 253,704	\$ -	\$ -	\$ 70,343,562
Construction in progress	75,671,417	41,392,509	(13,705,111)	(288,936)	103,069,879
Total capital assets, not being depreciated	145,761,275	41,646,213	(13,705,111)	(288,936)	173,413,441
Capital assets, being depreciated:					
Buildings and improvements	231,726,372	-	-	-	231,726,372
Improvements other than buildings	578,434,893	13,154,148	-	69,006	591,658,047
Machinery and equipment	60,390,661	3,451,282	(149,026)	(710,618)	62,982,299
Total capital assets being depreciated	870,551,926	16,605,430	(149,026)	(641,612)	886,366,718
Less accumulated depreciation for:					
Buildings and improvements	(96,987,182)	(4,847,815)	-	-	(101,834,997)
Improvements other than buildings	(233,903,837)	(16,044,604)	-	-	(249,948,441)
Machinery and equipment	(47,585,571)	(2,337,865)	149,026	678,098	(49,096,312)
Total accumulated depreciation	(378,476,590)	(23,230,284)	149,026	678,098	(400,879,750)
Total capital assets being depreciated, net	492,075,336	(6,624,854)	-	36,486	485,486,968
Business-type activities capital assets, net	<u>\$ 637,836,611</u>	<u>\$ 35,021,359</u>	<u>\$ (13,705,111)</u>	<u>\$ (252,450)</u>	<u>\$ 658,900,409</u>

Component Unit:	Beginning Balance	Additions	Deletions	Ending Balance
Capital Assets; not being depreciated:				
Land	\$ 2,528,747	\$ -	\$ -	\$ 2,528,747
Capital assets being depreciated:				
Buildings and improvements	4,495,465	-	-	4,495,465
Improvements other than buildings	16,500	-	-	16,500
Total capital assets being depreciated	4,511,965	-	-	4,511,965
Less accumulated depreciation for:				
Buildings and improvements	(1,825,971)	(92,190)	-	(1,918,161)
Improvements other than buildings	(16,500)	-	-	(16,500)
Total accumulated depreciation	(1,842,471)	(92,190)	-	(1,934,661)
Total capital assets being depreciated, net	2,669,494	(92,190)	-	2,577,304
Component unit capital assets, net	\$ 5,198,241	\$ (92,190)	\$ -	\$ 5,106,051

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

	Governmental Activities	Business-Type Activities
General government	\$ 563,588	\$ -
Public safety - police & judicial	1,677,140	-
Cultural, parks, recreation & environmental services	5,071,002	-
Planning and development	61,427	-
Transportation services	7,669,406	-
Capital assets held by the City's internal service funds used for governmental activities	1,162,857	-
Light & Power	-	8,646,806
Water	-	6,083,194
Wastewater	-	5,473,742
Storm Drainage	-	2,603,374
Non-major Enterprise funds - Golf	-	310,586
Capital assets held by the City's internal service fund used for business-type activities	-	112,582
Total depreciation expense	16,205,420	23,230,284
Less capital assets held by the City's internal service funds	1,162,857	112,582
Depreciation expense excluding internal service funds	\$ 15,042,563	\$ 23,117,702

Asset Impairment – Water fund expenses for 2015 include capital asset impairments of \$1,304,757. A loss of \$342,397 was recognized due to a failure of the City-owned Michigan Ditch. The mountainside upon which the ditch is constructed slid downward several feet rendering the ditch unusable until such time that it can be repaired. There were no insurance recoveries related to the Michigan Ditch impairment. A loss of \$962,360 was recognized due to the correction of errors recorded in prior years relating to inappropriately capitalized interest for the Halligan Water Supply Project.

D. Inter-fund Transfers and Advances

Transfers are primarily used to 1) move revenues from the fund with collection authorization (e.g. Sales and Use Tax Fund) to the General Fund for overall operating expenditures and the Transportation Services, Capital Projects and Natural Areas Fund for dedicated voter approved programs and projects, and 2) move unrestricted General Fund revenues to finance various programs that the government must account for in other funds in accordance with budgetary authorizations, including amounts provided as subsidies or matching funds for various grant programs.

Transfer out:	Transfers In:								
	General	Trans- portation Services	Capital Projects	Nonmajor Governmental	Light and Power	Water	Wastewater	Internal Service	Total
Governmental Funds									
General	\$ -	\$4,771,091	\$ 9,832,119	\$ 12,512,415	\$ 179,000	\$ -	\$ 29,000	\$ 6,868,934	\$34,192,559
Keep Fort Collins Great	-	-	-	33,527	-	-	-	-	33,527
Transportation Services	-	-	115,796	1,635,687	-	-	-	-	1,751,483
Capital Projects	-	-	-	245,924	-	390,491	-	-	636,415
Nonmajor Governmental	362,100	41,000	9,906,941	10,053,191	-	-	-	136,994	20,500,226
Proprietary Funds									
Light & Power	-	-	-	19,281	-	-	-	-	19,281
Water	171,755	-	-	9,746	-	-	-	-	181,501
Wastewater	21,469	-	-	16,380	-	-	-	-	37,849
Storm Drainage	21,679	215,000	-	10,480	-	-	-	-	247,159
Golf	-	-	-	-	-	-	-	42,646	42,646
Internal Service	42,244	-	-	-	-	-	-	2,077,686	2,119,930
Total transfers in	\$ 619,247	\$ 5,027,091	\$ 19,854,856	\$ 24,536,631	\$ 179,000	\$ 390,491	\$ 29,000	\$ 9,126,260	\$59,762,576

Advances to URA

In May 2009, the City loaned the URA \$5,303,939 to help fund the development and construction of the Rocky Mountain Innovation Initiative (RMII) facility for the business incubation program. This loan has a 20 year term and bears a fixed interest rate of 2.5%. For years 0 through 4, there will be no payments but interest will accrue. For year 5, there will be a lump sum, annual payment consisting of the interest accrued during the no payment term and year 5. For years 6 and 7, there will be an annual payment, of interest only. For years 8 through the maturity date, there will be annual payments of principal and interest. . In 2015, the URA made an interest payment of \$132,598. The amount outstanding as of December 31, 2015 is \$5,303,939.

In November 2013, the City loaned the URA \$5,000,000 for The Summit on College Project, a mixed-use student housing project in the Prospect South Tax Increment Financing District. The loan has a 24 year term and bears a fixed interest rate of 2.68%. The outstanding balance as of December 31, 2015 is \$4,942,816.

In December 2014, the City loaned URA \$247,000 for Prospect Station project. The loan has a 23 year term and bears a fixed interest rate of 4.5%. The outstanding balance as of December 31, 2015 is \$240,656.

E. Long-term Obligations

The City utilizes various types of debt and other long-term obligations in conducting its business. The following describes the various bonds and other types of financing used by the City and its component unit.

Certificates of Participation and Assignment of Lease Payments: Through the Fort Collins Leasing Corporation, the City issues certificates of participation (COP) and assignments of lease payments (ALP) for the acquisition and construction of major capital facilities and improvements. The debt is secured by the constructed facilities and improvements. Debt service payments are made from the rents collected by the Leasing Corporation based upon lease agreements between the City and the Leasing Corporation. As of December 31, 2015, the City had \$29,986,718 and \$1,754,282 of COP/ALP outstanding for governmental and business-type activities, respectively.

Capital Leases: The City also enters into lease agreements as a lessee for financing the acquisition of land, various machinery and equipment for both governmental and business-type activities. The capital assets acquired from the lease agreements are included with capital assets and the amortization of leased equipment is included with depreciation in the financial statements. These lease agreements qualify as capital leases for accounting purposes and therefore, have been reflected at the present value of their future minimum lease payments as of the inception date. The City had \$8,781,118 and \$608,418 of capital leases outstanding as of December 31, 2015, for governmental and business-type activities, respectively.

Cost of all capital assets holding at December 31, 2015 that have been acquired under capital leases:

	Governmental Activities	Business Type Activities
	<u>Balance, End of Year</u>	<u>Balance, End of Year</u>
Buildings and Improvements	\$ 351,930	\$ -
Improvements other than buildings	-	114,030
Machinery and equipment	<u>14,823,669</u>	<u>1,803,584</u>
Accumulated depreciation	<u>(7,685,490)</u>	<u>(1,301,015)</u>
Net Book Value	<u>\$ 7,490,109</u>	<u>\$ 616,599</u>

DDA Short-Term Obligation: In 2012, a revolving line of credit was established with a bank for a 6 year period in the amount of \$1,000,000 to finance DDA projects and programs in accordance with its approved Plan of Development, the Downtown Plan and the Downtown Strategic Plan. During the fiscal year 2015, total draw amounts were \$1,063,205. In June 2015, a total of \$1,063,205 was repaid and there is no amount outstanding as of December 31, 2015.

The DDA pays a portion of the City's 2007 COP. In 2015, that payment was \$243,634.

The DDA services the 2010A and 2010B Subordinate Tax Increment Revenue Bonds. The taxable 2010A tax increment revenue bonds will mature in 2018 and the tax-exempt 2010B increment revenue bonds will mature in 2020.

In 2013, the City issued a subordinate tax increment revenue bond with a Corporation for the principal sum of \$6,050,000 to be serviced by the DDA. The Bond is not a general obligation of the City and full faith and credit of the City is not pledged to pay the debt service requirements. Principal and interest payments are secured by a pledge of Tax Increment Revenue. In the event the available Pledged Tax Increment Revenues are not sufficient to repay the principal of and interest on the Bond in full during the Tax Increment Period the City has declared the intent to pay any unpaid amounts from legally available funds of the City, subject to appropriation by the Council. The outstanding balance as of December 31, 2015 is \$6,050,000.

URA: In 2013, the City issued tax increment revenue bonds for the principal sum of \$11,085,000 to be serviced by the Urban Renewal Authority – North College District. The bond is a special and limited obligation of the City payable solely out of and secured by a pledge of tax increment revenue. The proceeds were received by the URA and were used to pay off advances made by the City for the North College Marketplace, JAX Inc. Building Expansion, Northeast College Corridor Outfall, and the Kaufman and Robinson projects. The outstanding balance as of December 31, 2015 is \$9,995,000.

Pledged Revenues

Date			Amount of		
<u>Issued</u>	<u>Description</u>	<u>Revenue Pledged</u>	<u>Pledged</u>	<u>Purpose of Debt</u>	<u>Term of Commitment</u>
1997	Water Revenue Bond	Water Revenues	1,157,498	Water Capital Projects	through 2017
1999	Water Revenue Bonds	Water Revenues	1,285,420	Water Capital Projects	through 2019
2003	Subordinate Water Revenue Bonds	Water Revenues	1,892,099	Water Capital Projects	through 2030
2008	Water Revenue Refunding Bonds	Water Revenues	6,254,318	Water Capital Projects	through 2018
2001	Storm Drainage Revenue Bonds	Storm Drainage Revenues	4,338,796	Storm Drainage Improvements	through 2021
2007	Storm Drainage Revenue Refunding Bonds	Storm Drainage Revenues	7,075,169	Storm Drainage Improvements	through 2019
2007	Storm Drainage Revenue Refunding Bonds	Storm Drainage Revenues	912,914	Storm Drainage Improvements	through 2017
2011	Storm Drainage Revenue Refunding Bonds	Storm Drainage Revenues	6,372,371	Storm Drainage Improvements	through 2022
2009	Sewer Revenue Bonds	Sewer Revenues	32,716,350	Sewer Capital Projects	through 2028
2010	Sewer Revenue Bonds	Sewer Revenues	2,205,530	Sewer Capital Projects	through 2020
2010	Light and Power Bonds	Light and Power Revenues	9,851,730	Light and Power Capital Projects	through 2020

Date		% Revenue	P & I for	Recognized for
<u>Issued</u>	<u>Description</u>	<u>Pledged</u>	<u>2015</u>	<u>2015</u>
1997	Water Revenue Bond	1-15%	769,721	14,219,353
1999	Water Revenue Bonds	1-15%	367,904	14,219,353
2003	Subordinate Water Revenue Bonds	1-15%	188,224	14,219,353
2008	Water Revenue Bonds	1-15%	2,080,036	14,219,353
2001	Storm Drainage Revenue Bonds	1-25%	827,354	10,494,367
2007	Storm Drainage Revenue Refunding Bonds	1-25%	1,996,170	10,494,367
2007	Storm Drainage Revenue Refunding Bonds	1-25%	456,688	10,494,367
2011	Storm Drainage Revenue Refunding Bonds	1-25%	886,975	10,494,367
2009	Sewer Revenue Bonds	1-25%	2,416,794	12,057,011
2010	Sewer Revenue Bonds	1-25%	436,312	12,057,011
2010	Light and Power Bonds	1-25%	2,032,801	11,151,753

The following tables display the debt service requirements to maturity for the obligations described:

Revenue Bonds					
(amounts expressed in thousands)					
Year Ending December 31	Governmental Activities		Business-Type Activities		Total
	Principal	Interest	Principal	Interest	
2016	560	386	9,872	2,495	13,313
2017	575	369	9,878	2,144	12,966
2018	595	352	8,956	1,779	11,682
2019	615	334	6,984	1,434	9,367
2020	635	309	5,523	1,123	7,590
2021-2025	3,590	1,144	12,446	3,224	20,404
2026-2030	3,425	362	7,335	709	11,831
	<u>\$ 9,995</u>	<u>\$ 3,256</u>	<u>\$ 60,995</u>	<u>\$ 12,908</u>	<u>\$ 87,154</u>

Certificates of Participation Payments					
(amounts expressed in thousands)					
Year Ending December 31	Governmental Activities		Business-Type Activities		Total
	Principal	Interest	Principal	Interest	
2016	4,265	567	195	20	5,047
2017	4,380	462	200	13	5,055
2018	4,460	355	225	4	5,044
2019	3,175	272	-	-	3,447
2020	1,845	226	-	-	2,071
2021-2025	9,600	611	-	-	10,211
2026-2030	1,905	17	-	-	1,922
	<u>\$ 29,630</u>	<u>\$ 2,511</u>	<u>\$ 620</u>	<u>\$ 37</u>	<u>\$ 32,798</u>

The following tables display the debt service requirements to maturity for the obligations described:

Assignment of Lease Payments
(amounts in thousands)

Year Ending December 31	Governmental Activities		Business-Type Activities		Total
	Principal	Interest	Principal	Interest	
2016	53	6	168	18	244
2017	55	5	176	15	251
2018	58	4	184	12	258
2019	61	3	193	9	266
2020	63	2	202	6	273
2021	67	1	211	3	282
	<u>\$ 357</u>	<u>\$ 20</u>	<u>\$ 1,134</u>	<u>\$ 64</u>	<u>\$ 1,576</u>

Capital Lease Payments
(amounts in thousands)

Year Ending December 31	Governmental Activities		Business-Type Activities		Total
	Principal	Interest	Principal	Interest	
2016	2,811	171	185	12	3,179
2017	2,326	112	172	8	2,619
2018	1,902	63	151	4	2,120
2019	1,234	26	84	1	1,346
2020	509	6	16	0	530
	<u>\$ 8,781</u>	<u>\$ 378</u>	<u>\$ 608</u>	<u>\$ 26</u>	<u>\$ 9,794</u>

Component Unit
DDA - Tax Increment Bonds
(amounts in thousands)

Year Ending December 31	Principal	Interest	Total
2016	1,719	423	2,142
2017	1,960	351	2,311
2018	2,038	269	2,307
2019	2,070	208	2,277
2020	1,758	147	1,905
2021-2025	1,939	462	2,401
2026-2030	2,257	239	2,496
	<u>\$ 13,740</u>	<u>\$ 2,099</u>	<u>\$ 15,839</u>

General long-term obligations of the primary government at December 31, 2015 is comprised of the following:

<u>Date Issued</u>	<u>Description/Interest Rates</u>	<u>Maturity Dates</u>	<u>Original Balance</u>	<u>Outstanding Balance</u>
Bonds Service by Urban Renewal Authority - North College District (secured by tax increment property taxes)				
2013	2013 URA Tax Increment Revenue Bonds (2.000 - 4.250%)	2029	\$ 11,085,000	\$ 9,995,000
COPs / ALPs serviced by General Fund and General Improvement District No. 1 Fund through the Fort Collins Capital Leasing Corporation Debt Service Fund				
2007	Lease Certificates of Participation (3.860%)	2018	12,880,000	3,895,000
2012	Lease Certificates of Participation (1.820%)	2026	34,395,000	25,735,000
2001	Assignment of Lease Payments - Police (4.70%)	2021	890,000	356,718
Unamortized premium on bonds				268,562
Other Obligations of Governmental Funds				
Various	Capital lease obligations (secured by leased equipment)	Various	N/A	3,717,304
N/A	Compensated absences	N/A	N/A	5,128,912
N/A	Net pension liability	N/A	N/A	6,537,977
N/A	Net Post Employment Health Care Obligation	N/A	N/A	1,173,614
Other Obligations of Internal Service Fund used by Governmental Activities				
Various	Capital lease obligations (secured by leased equipment)	Various	N/A	5,063,931
N/A	Compensated absences	N/A	N/A	585,770
N/A	Claims Payable	N/A	N/A	5,807,130
N/A	Net pension liability	N/A	N/A	1,067,876
Total				<u><u>\$ 69,332,794</u></u>

Component Unit long - term debt at December 31, 2015, is comprised of the following obligations:

Bonds Serviced by Downtown Development Authority Debt Service Fund				
2010	Subordinate Tax Increment Revenue Bonds (4.010-6.080%) (secured by tax increment property taxes)	2020	\$ 12,500,000	\$ 7,690,000
2013	Subordinate Tax Increment Revenue Bonds (variable interest rate based on the 10 year U.S. Treasury Note with a floor of .25%) (secured by tax increment property taxes)	2031	6,050,000	6,050,000
Other Obligations – Component Unit				
N/A	Compensated absences	N/A	N/A	15,127
Total				<u><u>\$ 13,755,127</u></u>

(Continued)

Business-type long-term obligations at December 31, 2015 consists of the following:

<u>Date Issued</u>	<u>Description/Interest Rates</u>	<u>Maturity Dates</u>	<u>Original Balance</u>	<u>Outstanding Balance</u>
Bonds, COPs, and ALPs, serviced by Enterprise Funds				
Light and Power Fund				
(secured by light and power revenues)				
2010	Light and Power Bond A (2.25-4.52%)	2017	\$ 9,675,000	\$ 2,215,000
2010	Light and Power Bond B (2.25-4.52%)	2020	6,410,000	6,410,000
Water Fund				
(secured by water revenues)				
1997	Water Revenue Bond (3.80-5.30%)	2017	10,125,300	1,063,653
1999	Water Revenue Bond (3.28-5.25%)	2019	4,998,395	1,120,421
2003	Subordinate Water Revenue Bonds (5.025%)	2030	2,476,446	1,450,716
2008	Water Revenue Bond (3.46%)	2018	9,645,000	5,845,000
Storm Drainage Fund				
(secured by storm drainage revenues)				
2001	Storm Drainage Revenue Bond (4.50-5.25%)	2021	9,845,000	3,385,000
2007	Storm Drainage Revenue Refunding Bonds A (4.086%)	2019	15,945,000	6,440,000
2007	Storm Drainage Revenue Refunding Bonds B (4.086%)	2017	3,360,000	860,000
2011	Storm Drainage Revenue Refunding Bonds (2.49%)	2022	8,515,000	5,780,000
Wastewater Fund				
(secured by sewer revenue)				
2009	Sewer Revenue Bonds (2.0-5.0%)	2028	30,655,000	24,405,000
2010	Sewer Revenue Bonds (2.99%)	2020	3,900,000	2,020,000
Unamortized premium on bonds				929,889
Unamortized discount on bonds				(5,361)
Golf Fund				
(secured by golf revenue)				
2007	Lease Certificates of Participation (3.860%)	2018	1,715,000	620,000
2001	Assignment of Lease Payments (4.70%)	2021	2,830,000	1,134,282
Other Obligations of Enterprise Funds				
Various	Capital lease obligations (secured by leased equipment)	Various	N/A	608,418
N/A	Net pension liability	N/A	N/A	5,842,980
N/A	Net Post Employment Health Care Obligation	N/A	N/A	513,457
N/A	Compensated absences	N/A	N/A	1,587,128
Other Obligations of the Internal Service Fund used by Business-type Activities				
N/A	Compensated absences	N/A	N/A	318,890
N/A	Net pension liability	N/A	N/A	1,415,868
	Total			<u><u>\$ 73,960,341</u></u>

The City is maintaining all reserves required by ordinances and agreements with other third parties. Within the governmental funds, these reserves are being maintained in debt service and special revenue funds as required by ordinances or agreements.

Certificates of participation issued by the Fort Collins Capital Leasing Corporation are payable from rents collected under a lease agreement between the City and the Leasing Corporation.

Conduit Debt Obligations

From time to time, the City has issued Industrial Development Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by sources external to the City and are payable solely from payments received from outside parties. The City is not obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of December 31, 2015, there were 11 series of Industrial Development Revenue Bonds outstanding, with an estimated aggregate principal amount payable of \$49,754,000.

Changes in long-term liabilities

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

	Beginning Balance, as restated	Additions	Reductions	Ending Balance	Due Within One Year
Primary Government:					
Governmental Activities					
Bonds, COPS, and ALPs:					
Revenue bonds	\$ 10,545,000	\$ -	\$ (550,000)	\$ 9,995,000	\$ 560,000
Certificates of participation	33,815,000	-	(4,185,000)	29,630,000	4,265,000
Assignment of lease payments	407,198	-	(50,481)	356,718	52,874
Total bonds, COPS and ALPS	44,767,198	-	(4,785,481)	39,981,718	4,877,874
Add bond premium	287,860	-	(19,298)	268,562	-
Total bonds, COPS and ALPs	45,055,058	-	(4,804,779)	40,250,280	4,877,874
Other Liabilities:					
Capital leases	7,789,717	3,478,727	(2,487,209)	8,781,235	2,810,511
Compensated absences	5,605,057	5,233,559	(5,123,934)	5,714,682	5,714,682
Claims payable	5,593,938	21,857,547	(21,644,355)	5,807,130	3,057,934
Net pension liability	6,177,872	1,427,981	-	7,605,853	-
Net post employment health care obligation	1,104,730	68,884	-	1,173,614	-
Total other liabilities	26,271,314	32,066,698	(29,255,498)	29,082,514	11,583,127
Governmental activities long-term liabilities	\$ 68,861,526	\$ 32,066,698	\$ (34,060,277)	\$ 69,332,794	\$ 16,461,001
Business-Type Activities					
Bonds, COPS, and ALPs:					
Revenue bonds	\$ 70,475,888	\$ -	\$ (9,481,098)	\$ 60,994,790	\$ 9,872,126
Certificates of participation	795,000	-	(175,000)	620,000	195,000
Assignment of lease payments	1,294,801	-	(160,519)	1,134,282	168,126
	72,565,689	-	(9,816,617)	62,749,072	10,235,252
Add bond premium	1,047,596	-	(117,707)	929,889	-
Less bond discount and	(9,152)	-	3,791	(5,361)	-
Total bonds, COPS and ALPs	73,604,133	-	(9,930,533)	63,673,600	10,235,252
Other Liabilities:					
Capital leases	650,521	149,706	(191,809)	608,418	184,992
Compensated absences	1,982,479	1,941,469	(2,017,929)	1,906,019	1,906,019
Net pension liability	5,896,017	1,362,831	-	7,258,848	-
Net post employment health care obligation	649,842	-	(136,386)	513,456	-
Total other liabilities	9,178,859	3,454,006	(2,346,124)	10,286,741	2,091,011
Business-type activities long-term liabilities	\$ 82,782,992	\$ 3,454,006	\$ (12,276,657)	\$ 73,960,341	\$ 12,326,263
Component Unit:					
Bonds:					
Tax revenue bonds	\$ 15,190,000	\$ -	\$ (1,450,000)	\$ 13,740,000	\$ 1,719,161
Compensated absences	11,615	27,218	(23,705)	15,127	15,127
Component unit long-term liabilities	\$ 15,201,615	\$ 27,218	\$ (1,473,705)	\$ 13,755,127	\$ 1,734,288

Liquidation and Reporting of Governmental Activities Long-Term Liabilities

The General Fund is primarily used to liquidate the governmental activities liabilities for compensated absences, net pension liability and net post-employment health care obligation.

Internal service funds, except for the Utility Customer Service and Administration Fund, predominantly serve the governmental funds. Accordingly, long-term liabilities for these funds are included as part of the above totals for governmental activities. Long-term liabilities of the Utility Customer Service and Administration internal service fund are included as part of the totals for the business-type activities.

F. Fund Balances

GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* establishes criteria for classifying fund balances into specifically defined classifications and clarifies definitions for governmental fund types. The following table represents these classifications and the purposes for which the amounts can be spent as of December 31, 2015.

Fund Balances (Deficit):	General	Keep Fort Collins Great	Transportation	Capital Projects	Urban Renewal Authority	Other Governmental Funds	Total
Nonspendable:							
Advances	\$ 5,183,472	\$ -	\$ -	\$ -	\$ 5,303,939	\$ -	\$ 10,487,411
Inventories	1,837,894	-	-	-	-	-	1,837,894
Prepays	49,539	-	150	-	-	10,097	59,786
Long-term notes & loans receivables	125,000	-	-	-	-	-	125,000
Total Nonspendable	7,195,905	-	150	-	5,303,939	10,097	12,510,091
Restricted:							
Voter approved capital	-	-	-	13,124,517	-	7,026,403	20,150,920
Community and operation	-	-	-	-	-	22,960,674	22,960,674
Parking	-	-	-	-	-	877,088	877,088
Convention & Visitors Bureau	165,205	-	-	-	-	-	165,205
DDA/Woodward Bonds	2,272,000	-	-	-	-	-	2,272,000
Economic Rebates	3,310,789	-	-	-	-	-	3,310,789
Emergency	6,441,360	-	-	-	-	-	6,441,360
Fiscal Agent	10,682	8,189	136,855	-	949,036	-	1,104,762
Horticulture	270,285	-	-	-	-	-	270,285
Street Maintenance	-	4,668,661	-	-	-	-	4,668,661
Other Transportation	-	3,124,879	-	-	-	-	3,124,879
Police Services	1,039,874	3,530,370	-	-	-	-	4,570,244
Fire & Emergency Services	-	800,483	-	-	-	-	800,483
Parks & Rec	150,000	1,573,166	-	-	-	-	1,723,166
Other	-	3,124,343	-	-	-	-	3,124,343
PEG Distribution	111,612	-	-	-	-	-	111,612
Sustainability Services	-	-	-	-	-	1,586,387	1,586,387
Udall Property	23,154	-	-	-	-	-	23,154
Total Restricted	13,794,961	16,830,090	136,855	13,124,517	949,036	32,450,552	77,286,011
Committed:							
Capital projects	-	-	1,112,792	12,609,377	-	39,077,816	52,799,985
Cultural development and planning	275,616	-	-	-	-	1,092,016	1,367,632
Traffic calming	253,829	-	-	-	-	-	253,829
Total Committed	529,445	-	1,112,792	12,609,377	-	40,169,832	54,421,446
Assigned:							
Affordable housing	236,640	-	-	-	-	-	236,640
Camera radar	812,111	-	-	-	-	-	812,111
Capital projects	5,203,685	-	-	25,981	-	-	5,229,666
Community and operation	1,023,698	-	-	-	-	5,031,269	6,054,967
DT Parking Plan	750,000	-	-	-	-	633,308	1,383,308
Encumbrances	3,308,724	-	506,081	-	-	-	3,814,805
Harmony Road	-	-	5,685,897	-	-	-	5,685,897
Manufacturer Use Tax Rebate	2,301,000	-	-	-	-	-	2,301,000
Police department	1,500,000	-	-	-	-	-	1,500,000
Recreation	500,000	-	-	-	-	-	500,000
General Government	4,400,000	-	-	-	-	-	4,400,000
Transportation	500,000	-	9,614,305	-	-	-	10,114,305
Waste Innovation Program	179,024	-	-	-	-	-	179,024
Total Assigned	20,714,882	-	15,806,283	25,981	-	5,664,577	42,211,723
Unassigned:	30,707,714	-	-	-	(9,098,018)	(359,863)	21,249,833
Total Fund Balances (Deficit)	\$ 72,942,907	\$ 16,830,090	\$ 17,056,080	\$ 25,759,875	\$ (2,845,043)	\$ 77,935,195	\$ 207,679,104

NOTE IV. OTHER INFORMATION

A. Risk Management

Property, Liability, and Workers Compensation

The City self-insures a portion of its comprehensive automobile liability, general liability, police liability, and public official liability exposures as well as damage or destruction of property. The City utilizes the Self-Insurance Fund (an internal service fund) to finance and account for risks of property and liability loss.

The City purchases property insurance that has a \$50,000 deductible for most causes of loss including earthquake and flood. Special flood hazard areas of 100 year flooding, as defined by FEMA have a deductible of 5% of the total insurable value at each location, subject to a minimum of \$500,000 at any one occurrence. Crime and boiler & machinery coverage has a \$10,000 deductible. Vehicles have a \$100,000 deductible.

The City purchases liability insurance through a risk retention group. This policy has a \$500,000 deductible for all types of liability claims. Coverage limits are as follows:

General, Auto, Law Enforcement & Wrongful Acts Liability – \$3 million/occurrence, \$6 million aggregate.
Public Official Liability - \$3 million/each wrongful act, \$6 million aggregate.

Workers' Compensation losses are self-insured up to \$500,000 for all worker classifications. An excess policy providing limits mandated by the State of Colorado provides coverage above the self-insured retention.

The Downtown Development Authority, a component unit, purchases general, public official liability, property, workers compensation, and umbrella insurance policies from private insurance companies. The general liability policy has no deductible, the public official liability policy has a \$1,000 deductible and the employment related practice claims have a 50% of loss, with a maximum \$100,000 per occurrence deductible. The property insurance policy has a deductible of \$500. Coverage limits are as follows:

General Liability – \$1,000,000/occurrence, unlimited aggregate
Public Official Liability - \$1,000,000/occurrence, unlimited aggregate.
Umbrella Liability - \$1,000,000/occurrence, unlimited aggregate.
Workers Compensation Liability - \$2,000,000 per accident/illness.

Employee Health and Illness

The City and the component unit self-fund their employees for comprehensive major medical benefits under a Preferred Provider Options (PPO) health plan. The Benefits Fund (an internal service fund) is utilized to finance and account for medical risks of loss. Stop-loss coverage of \$225,000 per occurrence is retained as excess risk coverage. During the past three years, there have been 16 claims that have exceeded the stop-loss limit.

Funding and Claims Liabilities

All funds or employees of the City, as applicable, participate in the above risk management programs. Charges to City funds for these services are based on estimates of the amounts needed to pay claims, establish reserves for catastrophic losses, and pay policy premiums.

Claims liabilities for the Self-Insurance and Benefits Funds as of December, 31, 2015, amount to \$4,231,467 and \$1,575,483 respectively. These claims were determined on an actuarial basis, and reflect the GASB Statement No. 10 requirement that a liability for claims be reported, if information prior to the issuance of the City's financial statements indicates that it is probable that a liability has been incurred at December 31, and the amount of the loss can be reasonably estimated. The liability of \$4,231,467 for the Self Insurance Fund is undiscounted and reflects a 75% confidence level factor. The discount refers to the full or undiscounted amount reduced for future investment

earnings that can be generated on funds held between the date of valuation and the date of the final payment of claims. Changes in claims liabilities amounts for 2013, 2014, and 2015 are as follows:

	<u>Self-Insurance</u>	<u>Benefits</u>
Claims payable - December 31, 2013	3,497,933	1,396,394
Claims & changes in estimates	2,317,115	17,853,489
Claim payments	<u>(1,602,291)</u>	<u>(17,868,702)</u>
Claims payable - December 31, 2014	\$ 4,212,757	\$ 1,381,181
Claims & changes in estimates	1,833,525	20,024,022
Claim payments	<u>(1,814,635)</u>	<u>(19,829,720)</u>
Claims payable - December 31, 2015	<u>\$ 4,231,647</u>	<u>\$ 1,575,483</u>

B. Employee Retirement Systems and Pension Plans

1. General Employees' Retirement Plan

Plan Description

The General Employees' Retirement Plan (the Plan) is a governmental plan established pursuant to IRS Code Section 414(d). All permanent, classified, non-uniformed employees hired before January 1, 1999 are eligible to be members of the General Employees' Retirement Plan, a single-employer defined benefit plan. Employees hired after January 1, 1999 are only eligible to participate in the Money Purchase Plan. The benefits and refunds of the Plan are recognized when due and payable in accordance with the terms of the plan.

Benefits vest 40% after 2 years of credited service and 20% for each year thereafter until 100% is attained after 5 years. Employees who retire at or after age 65 with 5 years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-1/2% of final average monthly compensation multiplied by years of credited service. Final average monthly compensation is the highest average of the considered compensation during 60 consecutive full calendar months out of the last 120 calendar months of credited service. A member is eligible for an early retirement benefit after age 55 and completion of 2 years of credited service. The monthly benefit, payable for life, is equal to the vested portion of the normal retirement benefit based on credited service and compensation at early retirement, reduced by 1/180th for each of the first 60 months and 1/360th for each additional month by which payments commence prior to normal retirement date.

The Plan also provides for death and disability benefits. A death benefit of approximately 50% of the member's vested accrued benefit at the date of death is payable to the employee's spouse for life beginning on the first day of the month following the later of the date of death or the date the member would have been age 55. The spouse may elect to receive the actuarial equivalent lump-sum payment. If the member was not married, the beneficiary or estate would receive the actuarial single-sum payment of the benefit.

As of December 31, 2015, employee membership data related to the Plan was as follows:

Retirees and beneficiaries currently receiving benefits	222
Inactive employees entitled to but not yet receiving benefits	103
Active plan participants	<u>95</u>
Total	420

The Plan is accounted for in the General Employees' Retirement Plan Pension Fund (a pension trust fund). The entire cost of the Plan is paid by the City as established or amended by City Council. The City's current funding policy is to contribute 10.5% of the compensation for active plan participants plus an annual supplemental contribution while the plan is underfunded.

The Plan does not issue a stand-alone financial report. Financial statements for the Plan are presented within the City's financial statements as a fiduciary trust fund.

Net Pension Liability Actuarial Assumptions

An actuarial valuation is performed annually to determine the total pension liability. The net pension liability is to be measured as the total pension liability less the Plan's fiduciary net position. To value the Plan, the actuary must predict future events such as investment return, mortality, and rates of termination and retirement using actuarial assumptions. Any variation in future experience from that expected from these assumptions will result in corresponding changes in the estimated costs of the Plan's benefits. A description of assumptions applied in the current valuation follow.

Valuation date	December 31, 2015
Measurement date	December 31, 2015
Inflation	2.50%
Salary increase including inflation	Graded by age including inflation, productivity and merit increases
Mortality	RP-2000 projected generationally using scale AA
Actuarial cost method	Entry Age Normal
Asset valuation method	Market value
Investment rate of return	6.50% per annum, compounded annually net of investment-related expenses
COLA	None
Change in assumptions	The asset valuation method was updated from a smoothing method to the market value of assets
Significant changes	There were no significant changes between the valuation date and fiscal year end

Discount Rate

The Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees; therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return. There was no change in the discount rate since the prior measurement period.

Discount Rate	6.50%
Long-term expected rate of return, net of investment expense	6.50%
Bond Municipal Bond Index	3.57%

Money-Weighted Rate of Return

The money-weighted rate of return considers the changing amounts actually invested during a period and weights the amount of pension plan investments by the proportion of time they are available to earn a return during that period. External cash flows are determined on a monthly basis and are assumed to occur at the middle of each month. External cash inflows are netted with external cash outflows, resulting in a net external cash flow each month. The money-weighted rate of return is calculated net of investment expenses.

Fiscal Year Ending December 31	Net Money-Weighted Rate of Return
2015	-0.62%
2014	6.0%

Long-Term Expected Rate of Return

The best-estimate range for long-term expected rate of return is determined by adding expected inflation to the expected long-term real returns and reflecting expected volatility and correlation. The following is the Plan's asset target allocations and the long-term expected geometric real rate of return for each asset class as of December 31, 2015.

Asset Class	Target Allocation	Long-Term Expected Geometric Real Rate of Return
Domestic Equity	45%	4.0%
International Equity	15%	4.5%
Fixed Income	40%	2.0%

Change in Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) – (b)
Changes in Net Pension Liability			
Balances as of December 31, 2014	\$57,796,305	\$45,722,416	\$12,073,889
Changes for the year			
Service Cost	447,690		447,690
Interest on total pension liability	3,651,345		3,651,345
Effect of plan changes			
Effect of economic/demographic gain or losses	224,752		224,752
Effect of assumptions changes or inputs			
Benefit payments	(4,205,104)	(4,205,104)	
Employer contributions		1,830,265	(1,830,265)
Net investment expense		(274,583)	(274,583)
Administrative expense		(22,706)	(22,706)
Balances as of December 31, 2015	\$57,914,989	\$43,050,288	\$14,864,701

Sensitivity Analysis

The following presents the net pension liability, calculated using the discount rate of 6.50%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.50%) or 1 percentage point higher (7.50%) than the current rate.

	1% Decrease 5.50%	Current Discount Rate 6.50%	1% Increase 7.50%
Total pension liability	\$63,397,958	\$57,914,989	\$53,159,575
Fiduciary net position	43,050,288	43,050,288	43,050,288
Net pension liability	20,347,670	14,864,701	10,109,287
Fiduciary net position as % of total pension liability	67.9%	74.3%	80.1%

Pension Expense and Deferred Outflows of Resources Related to Pension

For the year ended December 31, 2015, the City recognized pension expense of \$2,033,334 in the General Employees' Retirement Plan fund. The City reported deferred outflows of resources related to pension from the following sources:

Net difference between projected and actual earnings	\$2,535,877
Differences between expected and actual experience	51,866
Total	<u>\$2,587,743</u>

Deferred outflows for the net difference between projected and actual earnings are recognized over a period of five years. The deferred outflows for the differences between expected and actual experience relate to economic/demographic losses and are recognized over the average remaining service life for all active and inactive members as of the beginning of the measurement period, which was 1.3 years.

Amounts reported as deferred outflows of resources related to pension will be recognized in the pension expense as follows:

Year ending December 31	Net Deferred Outflows of Resources
2016	\$685,835
2017	633,969
2018	633,969
2019	633,970
Thereafter	0
Total	<u>\$2,587,743</u>

Financial Statements of the General Employees' Retirement Plan

Statement of Fiduciary Net Position December 31, 2015

ASSETS

Cash and cash equivalents	\$1,051,378
Receivables, interest	37,126
Investments, at fair value	
US Government securities	12,050,873
Corporate Bonds	5,220
Mutual funds	29,905,947
Total Investments, at Fair Value	<u>41,962,040</u>
Total Assets	<u>\$43,050,544</u>

LIABILITIES

Accounts payable	256
Total Liabilities	<u>\$256</u>

NET POSITION

Net position held in trust for pension benefits	<u><u>\$43,050,544</u></u>
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Statement of Changes in Fiduciary Net Position
For the year ended December 31, 2015

ADDITIONS

Contributions	
Employer contributions	\$1,830,265
Investment income	
Interest	105,415
Net change in fair value of investments	(379,998)
Total Investment Income	(274,583)
Total Additions	<u>1,555,682</u>

DEDUCTIONS

Benefit payments	4,205,104
Administrative expense	22,706
Total Deductions	<u>4,227,810</u>
Decrease in Net Position	(2,672,128)
NET POSITION – Beginning	<u>45,722,416</u>
NET POSITION - Ending	<u><u>\$43,050,288</u></u>

Contributions and Reserves

The Plan's funding policy provides for actuarially determined periodic rates determined by the entry age normal cost method. Under this method, the actuarial present value of the projected benefits of each individual included in the valuation is allocated on a level basis over the earnings of the individual between entry age and assumed exit age. Contributions are based on the actuarially determined rates. For 2015, the City contributed 25% of covered pay to the Plan as well as the supplemental contributions; this amounted to \$1,830,265. The authority for establishing or amending the obligation to make contributions rests with City Council.

Costs of administering the Plan are all financed from contributions and earnings of the Plan. The entire balance of the Plan's net position available for benefits as of December 31, 2015, is \$43,050,288 all of which is reserved for benefits of employees and beneficiaries.

Concentration of Credit Risk

Investments in mutual funds exceeding 5% of the net position of the plan are as follows: Fidelity Value Fund – 6.0%, Vanguard 500 Index Inv – 6.2%, Vanguard Growth Index Inv – 6.8%, TRP International STK – 5.6%, TRP New Asia – 5.7%, American Funds Amcap A – 5.7%.

2. Money Purchase Plan 401(a)

The City offers its employees a defined contribution money purchase plan. The City does not have administrative involvement and does not perform the investment function of this plan. Classified employees were offered the plan for the first time in 1995. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate six months from the date of employment. The plan requires both employer and employees to contribute amounts ranging from 3% to 10% (depending on job classification) of base salary each pay period. Contributions made by the City are not taxable to the employee until they are withdrawn. Employee contributions are made with pre-tax dollars, and the earnings on City and employee contributions are not taxed until withdrawn. Except for certain categories of police personnel, employees are fully vested upon initial participation in the plan. Sworn police officers and emergency service dispatchers, who receive higher contribution rates, are fully vested upon completion of three years of service. Plan provisions and contribution requirements are established and may be amended by City Council. City and employee contributions to the plan were \$5,455,118 and \$3,376,094, respectively during 2015.

3. Retirement Health Savings Plan (RHS)

In 2006 and 2007, the City offered to classified and unclassified management employees the employer-sponsored health benefits savings vehicle that allowed the employee to accumulate assets to pay for medical expenses in retirement on a tax-free basis. As of 12/31/07, the plan has been frozen. There can no longer be any money withheld for this plan. Police Services, through the Collective Bargaining Unit (CBU), continue to offer a mandatory RHS plan to collective bargaining unit members only. Both the frozen City plan and the current CBU plan are administered by ICMA-RC. The City does not have administrative involvement and does not perform the investment function of this plan.

The RHS plan offers triple tax advantage to employees. Employee contributions are made through pre-tax payroll deductions, are invested in ICMA-RC funds and grow tax-free, and monies can be withdrawn tax-free for qualifying expenses. No federal, state or FICA tax will be withheld. Employees cannot change their elections after their initial enrollment. The CBU RHS plan requires a mandatory 1% contribution to be made by all qualifying participants. Once the participant becomes eligible to get reimbursed from their own RHS account, they can turn in receipts to a third party administrator and be reimbursed with tax-free monies. If the employee passes away, the employee's spouse and dependents are automatically eligible to use the account and are reimbursed on a tax-free basis. Employee contributions to the CBU RHS plan were \$189,558 during 2015.

4. Statewide Death and Disability Plan

Plan Description

The City contributes to the Fire & Police Pension Association (the Plan), a multi-employer cost sharing defined benefit plan covering full-time employees of substantially all fire and police departments in Colorado. Contributions to the Plan are used solely for the payment of death and disability benefits. The Plan was established in 1980 pursuant to Colorado Revised Statutes. All uniformed employees are eligible to be members of the Fire & Police Pension Association.

Funding Policy and City Contributions

Prior to 1997, the State of Colorado, whose contributions were established by Colorado statute, primarily funded the Plan. The State made a one-time contribution in 1997 of \$39,000,000 to fund the past and future service costs for all firefighters and police officers hired prior to January 1, 1997. No further State contributions are anticipated.

The annual contribution rate for members hired on or after January 1, 1997 and for members covered by Social Security is 2.6% as of January 1, 2011. Based on the January 2014 actuarial results, the Fire & Police Pension Association Board of Directors agreed to continue the 2.6% contribution rate effective through December 31, 2016. During 2015, 2014, and 2013, the City's contributions were \$631,888, \$564,652, and \$313,474 respectively, equal to the statutory required contribution each year.

Benefits

Benefits are established by Colorado statute.

If a member dies prior to retirement, the surviving spouse is entitled to a benefit equal to 40% of the member's monthly base salary with an additional 10% of base salary if a surviving spouse has two or more dependent children, or if there are three or more dependent children without a surviving spouse. Benefit entitlement continues until death of the spouse and death, marriage, or other termination of dependency of children.

A member who becomes disabled prior to retirement shall be eligible for disability benefits. The benefit is 70% of base salary for cases of total disability. Effective October 1, 2002, the benefit is 50% of base salary for a permanent occupational disability and 40% of base pay for a temporary occupation disability.

Benefits paid to members are evaluated and may be re-determined on October 1 of each year. Any increase in the level of benefits cannot increase by more than 3% for any one year. Totally disabled members and their beneficiaries receive an automatic cost of living adjustment each year of 3%.

Separately issued financial statements and the related actuarial valuation may be obtained from the Fire & Police Pension Association.

C. Other Postemployment Benefits

Plan Description

The City sponsors a single-employer health care plan that provides medical, vision, dental and prescription drug benefits to all retired employees and their eligible dependents. Employees retiring on or after January 1, 2010 are no longer eligible to participate in the Retiree Health Plan. In addition, those employees retiring on or after September 1, 2009 but before January 1, 2010 and elect retiree health coverage may participate in the Retiree Health Plan until age 65. To be eligible an employee must have had at least 10 or more years of service. The City administrative policy authorized this benefit until January 1, 2010. The plan does not issue a stand-alone financial report.

Funding Policy and City Contributions

Employees pay the full premium. The current funding policy of the City is to pay health claims as they occur through internal allocated funds.

The required contribution is based on projected pay-as-you-go financing. For fiscal year 2015, the City contributed \$59,721. Retiree and active members receiving benefits contribute monthly premiums as outlined:

	Advantage						
	Core Non-Medicare	Core Medicare	Non-Medicare	Advantage Medicare	Dental	Vision	
Employee:	\$ 958	\$ 383	\$ 1,079	\$ 431	\$ 36	\$ 7	
Employee +1:	\$ 1,915	\$ 765	\$ 2,155	\$ 862	\$ 65	\$ 14	

Annual OPEB Cost and Net OPEB Obligation

The City's annual other post-employment benefit (OPEB) cost (expense) is calculated based on the annual required contribution (ARC) of the employer, an amount actuarially determined in accordance to the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed 30 years. The following table shows the components of the City's annual OPEB cost for the year, the amount actuarially contributed to the plan and changes in the City's annual OPEB obligation:

Annual required contribution	\$ 106,525
Interest on net OPEB obligation	60,360
Adjustment to annual required contribution	<u>(174,666)</u>
Annual OPEB cost (expense)	(7,781)
Contributions and payments made	<u>(59,721)</u>
Increase in net OPEB obligation	(67,502)
Net OPEB obligation - January 1, 2015	<u>1,754,573</u>
Net OPEB obligation - December 31, 2015	<u><u>\$1,687,071</u></u>

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligations for 2015 and the two preceding years follows.

Fiscal Year Ended	Annual OBEP Cost	Percentage Annual OBEP Cost Contributed	Net OPEB Obligation
December 31, 2015	\$ 22,211	269%	\$1,717,063
December 31, 2014	(4,255)	-1945%	1,754,572
December 31, 2013	267,937	31%	1,841,596

Funded status and funding progress

Post-employment Benefit Obligations under GASB Statement No. 45 calculated as of December 31, 2014 the most recent actuarial valuation date is as follows:

	Total	Beneficiaries
Actuarial Accrued Liability		
Current retirees, beneficiaries and dependents	\$ 1,291,924	30
Current active members	<u>-</u>	
Total Actuarial Accrued Liability (AAL)	1,291,924	
OPEB Plan Assets	<u>-</u>	
Unfunded Actuarial Accrued Liability (UAAL)	<u><u>\$ 1,291,924</u></u>	

Because there were no active members in 2015, the covered payroll was \$0.

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

Actuarial methods and assumptions

Projections and benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and included in the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. GASB Statement No. 45 *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* requires a valuation at least triennially for plans with a total membership of less than 200 participants. All assumptions, methods, data, and plan provisions used to calculate net OPEB obligation and annual OPEB cost as of December 31, 2015 remained the same as those used in the last valuation dated December 31, 2014.

Actuarial Plan Assumptions and Inputs	
Valuation date:	December 31, 2014
Actuarial cost method:	Projected Unit Credit
Amortization method:	15 years, as a level dollar amount
Remaining amortization period	15 years
Asset valuation method:	An expected actuarial value is determined equal to a 3.5% discount rate per year. The medical trend rate beginning in 2015 is 5.6% per year pre and post-Medicare eligible increasing to 6.5% for 2031 before grading to 4.5% over 40 years from 2031. Trends for dental and vision benefits begin at 5.0% for 2015, grading to 4.5% over 6 years starting in 2066. The underlying inflation rate is 2.5% and the amortization periods used are open.
Discount rate:	3.50% per annum
Project pay increase:	None; the plan was closed to new retirees effective December 31, 2009.
Number of participants	60

D. Presentation of Postemployment Benefit Obligations

Within the basic financial statements, the net pension liability and other postemployment healthcare benefits are presented on a combined basis on certain exhibits, including within the proprietary funds. The breakdown of these amounts is as follows:

Postemployment Benefit Obligations

	Net Pension Liability	Other Post- employment Benefits	Total Post- employment Obligations
Governmental Activities			
Governmental Funds	\$ 6,537,977	\$ 1,173,614	\$ 7,711,591
Internal Service Funds			
Equipment Fund	615,810	-	615,810
Data & Communications Fund	343,743	-	343,743
Benefits Fund	108,323	-	108,323
Total Governmental Activities	7,605,853	1,173,614	8,779,467
Business-Type Activities			
Enterprise Funds			
Golf Fund	312,095	-	312,095
Light & Power Fund	1,269,795	293,404	1,563,199
Water Fund	1,889,697	-	1,889,697
Wastewater Fund	1,827,374	220,052	2,047,426
Storm Drainage Fund	544,019	-	544,019
Internal Service Funds			
Utility Customer Service Fund	1,415,868	-	1,415,868
Total Business-Type Activities	7,258,848	513,456	7,772,304
TOTAL	\$ 14,864,701	\$ 1,687,070	\$ 16,551,771

E. Commitments/Contingencies

Construction Commitments

The City had commitments of \$1,659,319 for capital projects in governmental fund types and \$10,856,467 in proprietary fund types at December 31, 2015. Future expenditures related to these commitments are expected to be financed through available resources and future revenues.

Encumbrance Commitments for Proprietary Fund Types

The financial statements do not include encumbrances for proprietary fund types. However, encumbrances for these funds are recorded by the City for management and budgetary control purposes. Outstanding encumbrance commitments for the proprietary funds at December 31, 2015 (excluding those relating to capital projects) amounted to \$3,979,552.

Street Oversizing Liability

The City has contractual liabilities for street oversizing costs with various developers. The developers are required to install certain oversized streets as a condition of subdivision approval. Once the streets are installed and

inspected by the City, a liability is recorded for the difference between a normal sized street and the oversized street installed.

Because the City has no control over when subdivisions will be developed and the related oversized street completed, the liability for uncompleted oversizing costs has not been reflected in the financial statements, because the amount is not considered by management to be probable and measurable.

Solid Waste Financial Assurance

The City's Water Utility owns and operates a Water Treatment Facility, which through the treatment process produces solids, and therefore must provide financial assurance of estimates for post closure costs in accordance with regulations pertaining to solid waste sites and facilities (6 CCR 1007-2, Part 1) as set by the State of Colorado Department of Public Health and Environment. The facility is not expected to be closed in the future, however in the event of closure the City estimates and provides assurance of total Closure Costs and Post-Closure Care Requirements of \$1,232,154 and \$20,665, respectively. This estimate is not reported as a liability by the City because the water treatment facility does not meet the definition of a landfill contained in GASB Statement No. 18, as defined by the U.S. Environmental Protection Agency.

F. Legal Matters

Pending Litigation and Grants

Various claims and lawsuits are pending against the City. After consideration of applicable insurance policy coverage, and the relative merits of each claim or lawsuit, it is the opinion of the City Attorney and City management that the potential ultimate liability resulting from these actions, if any, will not have a material adverse financial effect on the City.

Under the terms of federal and state grants, periodic audits are required and certain costs may be questioned as not being appropriate expenditures under the terms of the grants. Such audits could lead to reimbursement to the grantor agencies. City management believes disallowances, if any, resulting from any such audits would be immaterial. There currently are no material disallowed or questioned costs.

Tax, Spending, and Debt Limitations

Article X, Section 20, of the State Constitution has several limitations, including those for revenue, expenditures, property taxes, and issuance of debt. These provisions of the Constitution are complex and subject to judicial interpretation. In the opinion of management, the City is in compliance with such provisions. In 1997, the City's electorate approved the ongoing retention of excess revenue by the City, requiring the excess revenue be spent for specified purposes. This alleviated the need by the City to seek annual approval to retain excess revenue and excess property tax.

The excess revenue will be used for the purposes of public health and safety (including, but not limited to environmental monitoring and mitigation), growth management, transportation services, and maintaining and repairing City facilities.

The State Constitution also requires local governments to establish emergency reserves equal to at least 3% of fiscal year spending as defined in the amendment. These emergency reserves cannot be used to compensate for economic conditions, revenue short falls, or salary and benefit increases. As of December 31, 2015, the amount required as an emergency reserve in compliance with the amendment is \$6,441,360 and is shown as a restriction of fund balance in the General Fund.

G. Related Party Transactions

Due to the nature of the relationships, the City has related party transactions with various entities. The following transactions have occurred during 2015:

1. Fort Collins-Loveland Airport

Intergovernmental Agreement

The Airport is jointly operated under an Intergovernmental Agreement between the City of Fort Collins, Colorado and the City of Loveland, Colorado. Pursuant to the agreement, any needed contributions for annual operating budgets or capital improvements are shared equally by both cities. Also, either City may invest additional funds in the Airport as it sees fit.

Since July 3, 1979, ownership of assets vests equally with each City. Assets acquired prior to July 3, 1979 vested one-third with the City of Loveland and two-thirds with the City of Fort Collins.

The agreement provides that if either City does not pay its one-half of agreed expenses in a given year, it will convey to the other City ten percent of its total Airport ownership. Each City contributed \$177,500 in 2014 and 2015.

Financial Information

The Fort Collins-Loveland Municipal Airport is accounted for as a joint venture. A summary of financial information is as follows:

As of December 31, 2015	
Total current assets	\$ 2,164,422
Total capital assets (net of accumulated depreciation)	<u>18,114,065</u>
Total Assets	20,278,487
Total current liabilities	<u>(192,618)</u>
Total Net Position	<u>20,085,869</u>
Net assets invested in capital assets	18,114,065
Restricted capital	28,037
Unrestricted net position	<u>1,943,767</u>
Total Net Position	<u>\$20,085,869</u>

For the Year Ended December 31, 2015	
Total operating revenue	\$ 618,215
Total operating expenses	(2,246,291)
Interest income	21,135
Non-operating revenue	863,207
Capital contributions	<u>355,878</u>
Change in Net Position	<u>\$ (387,856)</u>

The City's annual contribution is reflected as an expenditure of the General Fund. The City's share of Fort Collins-Loveland Airport's Net Position and Change in Net Position are reflected in the City's Statement of Net Position and Statement of Activities, respectively.

Stand-Alone Financial Statements

The stand-alone financial statements for the Fort Collins-Loveland Airport can be obtained from the City of Loveland Finance Department at 500 East Third Street, Loveland, Colorado, 80537.

2. Town of Timnath

The City and the Town of Timnath entered into an intergovernmental agreement for the Boxelder Overflow Project on February 19, 2009. The City agreed to reimburse Timnath for up to 50% of the costs actually incurred by Timnath in the design, engineering, right-of-way acquisition and construction of the Boxelder Overflow Project but not to exceed \$2,000,000. The escrow account is managed by an escrow agent. During 2015, \$250,649 was withdrawn. The balance, including interest earned, at the end of December 31, 2015 is \$1,302,966.

3. Poudre Fire Authority

As mentioned in the summary of significant accounting policies, the City provides funding for PFA. During 2015, such funding amounted to \$22,267,348 and was an expense in the General Fund, Keep Fort Collins Great Fund and Capital Expansion Fund. In addition, the City provided accounting and administrative services to PFA at no charge.

4. Platte River Power Authority

The Light and Power Fund purchases all of its electrical power from PRPA. During 2015, these purchases amounted to \$84,057,811 of which \$6,995,083 is included in accounts payable at December 31, 2015.

5. North Front Range Metropolitan Planning Organization

The City allows the North Front Range Metropolitan Planning Organization (NFRMPO) to participate in its employee benefit plans and bills NFRMPO for this coverage. In addition, NFRMPO also used the City's fleet services for vehicle maintenance. During 2015, billings for benefits and services amounted to \$495,824.

REQUIRED SUPPLEMENTARY INFORMATION

I. Modified Approach For City Streets Infrastructure Capital Assets

In accordance with GASB Statement No. 34, the City is required to account for and report infrastructure capital assets. The City has several major infrastructure systems including the street system and various systems that distribute utility services. Each major infrastructure system can be divided into subsystems. For example, the street system can be divided into concrete and asphalt pavements, concrete curb and gutters, sidewalks, medians, streetlights, traffic control devices (signs, signals and pavement markings), landscaping and land. Subsystem detail is not presented in these basic financial statements; however, the City maintains detailed information on these subsystems.

The City has elected to use the "Modified Approach" as defined by GASB Statement No. 34 for infrastructure reporting for its Streets Pavement System. Under GASB Statement No. 34, eligible infrastructure capital assets are not required to be depreciated under the following requirements:

The City manages the eligible infrastructure capital assets using an asset management system with characteristics of (1) an up-to-date inventory; (2) perform condition assessments and summarize the results using a measurement scale; and (3) estimate annual amount to maintain and preserve at the established condition assessment level.

The City documents that the eligible infrastructure capital assets are being preserved approximately at or above the established and disclosed condition assessment level. The City's Pavement Management Program conducts condition assessment surveys on a three year cycle assuring that all data is updated within three year period. City owned streets are classified based on land use, access and traffic utilization into the following three classifications: arterial, collector and local. Each street was assigned a physical condition based on potential defects. A Pavement Condition Index (PCI), a nationally recognized index, was assigned to each street and expressed in a continuous scale from 0 to 100, where 0 is assigned to the least acceptable physical condition and 100 is assigned to the physical characteristics of a new street.

The City of Fort Collins is changing its focus from specifying a targeted average condition value to setting a specified Level of Service (LOS). Setting a LOS will allow for a range of funding needs to be determined to assess what funding level best suits the needs of the City in terms of desired LOS and available funding.

LOS is a customer-driven measurement of condition. The City of Fort Collins' goal is to maintain a LOS of "B". LOS B is a high level of service in which pavements are in good condition, few deficiencies are present, the roads are providing good ride quality, low vehicle operating costs, minor signs of deterioration, and with few safety-related issues. Preventive and corrective maintenance activities can be used to keep the average network condition maintained. As of December 2015, the City's street system is at a PCI of 72, just within the LOS of "B". The City's street system was at a PCI of 71 in both 2014 and 2013. The average detail condition is as follows:

Level of service	PCI Range	Percent of Roads
LOS A (excellent)	100 to 86	13.7%
LOS B (good)	85 to 71	47.4%
LOS C (fair)	70 to 56	22.0%
LOS D (poor)	55 to 41	15.3%
LOS F (very poor)	40 to 0	1.6%

The City's next full 3 year assessment cycle will be completed by the end of 2018.

REQUIRED SUPPLEMENTARY INFORMATION (continued)

The City's streets are constantly deteriorating resulting from the following five factors; (1) traffic loads; (2) the sun's ultra-violet rays drying out and breaking down the top layer of pavement; (3) utility company/private development interests trenching operations; (4) winter freeze/thaw condition and water damage from both natural and other urban runoff; and (5) growth of the existing street system. The City is continuously taking actions to arrest the deterioration through short-term maintenance activities such as crack sealing, pothole patching, street sweeping, and sidewalk repair.

The City's short-term maintenance expenditures delay deterioration; however, the overall network condition is not improved through these maintenance expenditures. The City has estimated the amount of annual expenditures required to maintain the City's streets at a Level of Service B. A schedule of estimated annual amount calculated to maintain and preserve its streets at the current level compared to actual expenditures for the street maintenance for the last five years is presented below:

Year	Maintenance Estimate	Actual Experience
2015	\$15,858,500	\$15,015,591
2014	\$15,069,218	\$15,046,817
2013	\$15,565,821	\$15,250,042
2012	\$14,326,456	\$14,320,409
2011	\$14,117,351	\$13,742,753

REQUIRED SUPPLEMENTARY INFORMATION (continued)

II. Pension

SCHEDULE OF CHANGES IN THE EMPLOYER'S NET PENSION LIABILITY AND RELATED RATIOS
PENSION TRUST FUND
FOR THE LAST TWO FISCAL YEARS

	Fiscal Year Ending December 31									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Total Pension Liability										
Service Cost	\$ 447,690	\$ 487,063	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Interest on total pension liability	3,651,345	3,571,272	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Effect of plan changes	-	-	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Effect of economic/demographic (gains) or losses	224,753	237,034	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Effect of assumption changes or inputs	-	827,847	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Benefit payments	(4,205,104)	(3,509,719)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net Change in Total Pension Liability	118,684	1,613,497	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total pension liability, Beginning	57,796,305	56,182,808	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total pension liability, Ending (a)	\$57,914,989	\$57,796,305	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Fiduciary Net Position										
Employer contributions	\$ 1,830,265	\$ 1,905,906	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Member contribution	-	-	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Investment income net of investment expenses	(274,583)	2,630,327	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Benefit payments	(4,205,104)	(3,509,719)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Administrative expenses	(22,706)	(18,935)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net change in Plan Fiduciary Net Position	(2,672,128)	1,007,579	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Fiduciary Net Position, Beginning	45,722,416	44,714,837	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Fiduciary Net Position, Ending (b)	\$43,050,288	45,722,416	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Employer's Net Pension Liability (a-b)	\$14,864,701	\$12,073,889	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Fiduciary net position as a % of total pension liability	74.3%	79.1%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Covered payroll	\$ 7,306,661	\$ 8,202,862	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net pension liability as a % of covered payroll	203.4%	147.2%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

*Information for prior years is unavailable

REQUIRED SUPPLEMENTARY INFORMATION (continued)

SCHEDULE OF EMPLOYER CONTRIBUTIONS PENSION TRUST FUND LAST TEN FISCAL YEARS

Plan	Annual	Employer	Contribution		Actual
Year	Required	Contribution	Deficiency	Covered	Contribution as a
	Contribution		(Excess)	Payroll	% of Covered
					Payroll
2015	\$1,887,199	\$1,830,265	\$ 56,934	\$7,306,661	25.0%
2014	2,659,452	1,905,906	753,546	7,306,659	26.1%
2013	2,681,999	2,067,363	614,636	8,202,862	25.2%
2012	2,334,577	1,241,929	1,092,648	8,834,557	14.1%
2011	1,706,844	1,345,466	361,378	9,582,235	14.0%
2010	1,892,946	2,100,467	(207,521)	10,399,210	20.2%
2009	1,901,281	1,005,901	895,380	12,897,653	7.8%
2008	1,325,710	1,807,834	(482,124)	13,958,960	13.0%
2007	1,725,108	866,694	858,414	13,851,399	6.3%
2006	1,761,893	909,179	852,714	N/A	N/A

SCHEDULE OF INVESTMENT RETURNS GENERAL EMPLOYEES' RETIREMENT PLAN FOR THE LAST TEN FISCAL YEARS

Fiscal Year Ending	Net Money-Weighted Rate
December 31	of Return
2015	-0.6%
2014	6.0%
2013	18.7%
2012	11.6%
2011	-3.1%
2010	11.1%
2009	20.5%
2008	-26.5%
2007	12.2%
2006	13.6%

*Rate of return for 2013 and earlier are net of all expenses.
Rate of return for 2014 and later is net of investment expenses only.*

REQUIRED SUPPLEMENTARY INFORMATION (continued)

Actuarial Assumptions

Valuation date	January 1, 2016
Measurement date	December 31, 2015
Inflation	2.50%
Salary increases including inflation	Graded by Age
Mortality	RP-2000 projected generationally using Scale AA
Actuarial cost method	Entry Age Normal
There were no significant changes between the fiscal year end and the valuation date.	

III. Other Postemployment Benefits Plan

SCHEDULE OF FUNDING PROGRESS

Fiscal Year Ended	Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded (Over funded) AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
2013	12/31/11	-	2,788,530	2,788,530	- %	\$ -	n/a
2014	12/31/14	-	1,291,924	1,291,924	- %	\$ -	n/a
2015	12/31/14	-	1,269,840	1,269,840	- %	\$ -	n/a

The information presented in the required supplementary schedule was determined as part of the actuarial valuation as of December 31, 2014. Additional information follows:

Actuarial cost method:	Projected Unit Credit
Amortization method:	15 years, as a level dollar amount.
Remaining amortization period:	15 years
Asset valuation method:	An expected actuarial value is determined equal to a 3.5% discount rate per year. The medical trend rate beginning in 2015 is 5.6% per year pre and post-Medicare eligible increasing to 6.5% for 2031 before grading to 4.5% over 40 years from 2031. Trends for dental and vision benefits begin at 5.0% for 2015, grading to 4.5% over 6 years starting in 2066. The inflation rate assumption is 2.5%.
Discount rate:	3.5%, et of administrative expenses
Projected pay increases:	0%. The plan was closed to new retirees effective December 31, 2009.

There is no covered payroll reported because the plan was closed to new retirees effective December 31, 2009.



SUPPLEMENTARY INFORMATION



SUPPLEMENTARY INFORMATION

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**NON-MAJOR GOVERNMENTAL FUNDS
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES**

Special Revenue Funds

Capital Expansion -- to account for capital expansion fees collected by the City and various projects funded by those fees.

Sales and Use Tax -- to account for collections of the City's .25% sales and use tax designated for Natural Areas and Building on Basics.

Natural Areas -- to account for dedicated financial resources to be used for the acquisition of natural areas and trails. In addition, some of the fund is used for long-term management of existing natural areas and trails.

Cultural Services and Facilities -- to account for revenues received from the Lincoln Center facility, performing and visual arts and General Fund subsidies used to promote cultural activities.

Recreation -- to account for recreation fees and General Fund subsidies used to provide recreational programs for citizens.

Cemeteries -- to account for revenues collected from the sale of burial plots.

Perpetual Care -- to account for monies set aside for the maintenance costs of burial plots.

Community Development Block Grant (CDBG) -- to account for revenues received from the federal government which are restricted to financing the City's Community Development Block Grant Program.

Home Program -- to account for revenues received from the federal government restricted to financing the City's Home Program.

Transit Services -- to account for federal grants and other revenues utilized to operate and maintain the City's bus system.

Street Oversizing -- to account for street oversizing fees used to pay the City's portion of street oversizing costs.

Parking -- to account for the revenue and operations of Parking Services.

General Improvement District No. 1 -- to account for property taxes and investment earnings used to fund debt service and other activities of the General Improvement District No. 1, a blended component unit.

General Improvement District No. 15 - Skyview -- to account for property taxes and investment earnings used to fund the maintenance of the Sky view Subdivision street system of the General Improvement District No. 15, a blended component unit.

Timberline/Prospect SID #94 -- to account for assessments used to pay for public improvements

Debt Service Fund

Fort Collins Leasing Corporation -- to account for rental amounts received from lease payments between the City and the Corporation on municipal buildings and other structures. Monies used to pay certificates of participation issued by the Corporation.

Capital Project Funds

Neighborhood Parkland -- to account for parkland fees used to fund the acquisition, development and administration of neighborhood park and capital improvements.

Conservation Trust Fund -- to account for revenues received from the Colorado State Lottery through the State Conservation Trust Fund which are restricted to financing capital projects which relate to the acquisition and development of open space and trails.

**NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2015**

	Special Revenue Funds			
	Capital Expansion	Sales and Use Tax	Natural Areas	Cultural Services & Facilities
ASSETS				
Cash and cash equivalents	\$ 1,623,615	\$ 216,892	\$ 1,077,313	\$ 224,163
Investments	18,610,643	2,044,245	12,341,162	2,554,634
Receivables				
Property taxes	-	-	-	-
Sales and use taxes	-	1,728,702	-	-
Accounts	-	-	179	1,626
Interest	58,794	1,091	41,036	7,883
Prepaid item	-	-	-	10,097
Advances to other funds	2,651,970	-	-	-
Due from other governments	-	-	377,376	-
Total Assets	22,945,022	3,990,930	13,837,066	2,798,403
LIABILITIES				
Accounts payable, accruals, and other	21,434	3,371	267,025	99,037
Wages payable	-	-	103,079	44,839
Due to other governments	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenue	-	-	-	612,532
Deposits held	-	252,304	14,508	112,603
Total Liabilities	21,434	255,675	384,612	869,011
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	-	-	-	-
Unavailable revenue - grants	-	-	-	-
Total Deferred inflows of resources	-	-	-	-
Total Liabilities and Deferred inflows of resources	21,434	255,675	384,612	869,011
FUND BALANCES (DEFICIT)				
Nonspendable	-	-	-	10,097
Restricted	-	3,735,255	13,452,454	-
Committed	22,923,588	-	-	420,880
Assigned	-	-	-	1,498,415
Unassigned	-	-	-	-
Total Fund Balances (Deficit)	22,923,588	3,735,255	13,452,454	1,929,392
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficit)	\$ 22,945,022	\$ 3,990,930	\$ 13,837,066	\$ 2,798,403

Special Revenue Funds (continued)

Recreation	Cemeteries	Perpetual Care	CDBG	Home Program	Transit Services	Street Oversizing
\$ 276,958	\$ 44,862	\$ 143,200	\$ -	\$ 126,895	\$ -	\$ 1,520,467
3,119,950	513,001	1,642,654	-	1,457,222	-	17,419,211
-	-	-	-	-	-	-
-	-	-	-	-	-	-
85,228	61,037	9,093	-	-	2,716,617	-
9,686	1,579	5,062	-	2,270	1,835	54,423
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
3,491,822	620,479	1,800,009	-	1,586,387	2,718,452	18,994,101
143,259	5,337	-	20,293	-	294,603	2,162,028
130,101	11,925	-	7,946	-	274,413	6,709
355	-	-	-	-	4,543	-
-	-	-	69,775	-	66,138	-
266,535	-	-	-	-	-	-
-	-	-	-	-	-	-
540,250	17,262	-	98,014	-	639,697	2,168,737
-	-	-	-	-	-	-
305	-	-	-	-	2,340,604	-
305	-	-	-	-	2,340,604	-
540,555	17,262	-	98,014	-	2,980,301	2,168,737
-	-	-	-	-	-	-
23,773	-	1,800,009	-	1,586,387	-	-
-	-	-	-	-	-	16,825,364
2,927,494	603,217	-	-	-	-	-
-	-	-	(98,014)	-	(261,849)	-
2,951,267	603,217	1,800,009	(98,014)	1,586,387	(261,849)	16,825,364
\$ 3,491,822	\$ 620,479	\$ 1,800,009	\$ -	\$ 1,586,387	\$ 2,718,452	\$ 18,994,101

NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (continued)
DECEMBER 31, 2015

	Special Revenue Funds (continued)				
	Parking	General Improvement District No. 1	General Imp. District No. 15 Skyview	Timberline/Prospect SID #94	Total Special Revenues
ASSETS					
Cash and cash equivalents	\$ 133,423	\$ 33,692	\$ 9,759	\$ 10,566	\$ 5,441,805
Investments	1,460,244	386,090	111,842	121,152	61,782,050
Receivables					
Property taxes	-	296,005	29,112	-	325,117
Sales and use taxes	-	-	-	-	1,728,702
Accounts	614	-	-	-	2,874,394
Interest	4,494	1,186	345	373	190,057
Prepaid item	-	-	-	-	10,097
Advances to other funds	-	-	-	-	2,651,970
Due from other governments	-	-	-	-	377,376
Total Assets	1,598,775	716,973	151,058	132,091	75,381,568
LIABILITIES					
Accounts payable, accruals, and other	53,209	1,917	-	60,345	3,131,858
Wages payable	35,170	-	-	-	614,182
Due to other governments	-	-	-	-	4,898
Due to other funds	-	-	-	-	135,913
Unearned revenue	-	-	-	-	879,067
Deposits held	-	-	-	-	379,415
Total Liabilities	88,379	1,917	-	60,345	5,145,333
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - property taxes	-	296,005	29,112	-	325,117
Unavailable revenue - grants	-	-	-	-	2,340,909
Total Deferred inflows of resources	-	296,005	29,112	-	2,666,026
Total Liabilities and Deferred inflows of resources	88,379	297,922	29,112	60,345	7,811,359
FUND BALANCES (DEFICIT)					
Nonspendable	-	-	-	-	10,097
Restricted	877,088	419,051	121,946	71,746	22,087,709
Committed	-	-	-	-	40,169,832
Assigned	633,308	-	-	-	5,662,434
Unassigned	-	-	-	-	(359,863)
Total Fund Balances (Deficit)	1,510,396	419,051	121,946	71,746	67,570,209
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficit)	\$ 1,598,775	\$ 716,973	\$ 151,058	\$ 132,091	\$ 75,381,568

Debt Service Fund		Capital Project Funds			
Fort Collins Leasing Corporation	Neighborhood Parkland	Conservation Trust	Total Capital Project	Total Non-major Governmental	
\$ -	\$ 674,148	\$ 163,488	\$ 837,636	\$ 6,279,441	
-	7,724,577	1,874,387	9,598,964	71,381,014	
-	-	-	-	325,117	
-	-	-	-	1,728,702	
-	-	-	-	2,874,394	
-	23,812	5,852	29,664	219,721	
-	-	-	-	10,097	
-	-	-	-	2,651,970	
-	-	-	-	377,376	
-	8,422,537	2,043,727	10,466,264	85,847,832	
-	56,407	28,818	85,225	3,217,083	
-	8,412	7,641	16,053	630,235	
-	-	-	-	4,898	
-	-	-	-	135,913	
-	-	-	-	879,067	
-	-	-	-	379,415	
-	64,819	36,459	101,278	5,246,611	
-	-	-	-	325,117	
-	-	-	-	2,340,909	
-	-	-	-	2,666,026	
-	64,819	36,459	101,278	7,912,637	
-	-	-	-	10,097	
-	8,355,575	2,007,268	10,362,843	32,450,552	
-	-	-	-	40,169,832	
-	2,143	-	2,143	5,664,577	
-	-	-	-	(359,863)	
-	8,357,718	2,007,268	10,364,986	77,935,195	
\$ -	\$ 8,422,537	\$ 2,043,727	\$ 10,466,264	\$ 85,847,832	

NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2015

	Special Revenue Funds			
	Capital Expansion	Sales and Use Tax	Natural Areas	Cultural Services & Facilities
REVENUES				
Taxes	\$ -	\$ 16,152,355	\$ -	\$ -
Intergovernmental	-	-	4,665,447	17,050
Fees and charges for services	3,111,178	-	52,696	1,999,987
Earnings on investments	286,502	28,644	149,076	30,329
Miscellaneous revenue	-	545	209,106	71,072
Total Revenues	3,397,680	16,181,544	5,076,325	2,118,438
EXPENDITURES				
Current operating				
Police services	7,313	-	-	-
Community and operation	26,215	742,053	6,604,544	3,023,027
Planning, development and transportation	-	-	-	-
Sustainability services	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Fire protection	247,208	-	-	-
Capital outlay	-	-	4,238,053	200,899
Debt service				
Principal	-	-	-	-
Interest and debt service costs	-	-	-	-
Total Expenditures	280,736	742,053	10,842,597	3,223,926
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	3,116,944	15,439,491	(5,766,272)	(1,105,488)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	8,388,144	1,295,490
Transfers out	(2,010,099)	(16,034,288)	(1,293,270)	-
Sale of capital assets	-	-	25,350	66
Total Other Financing Sources (Uses)	(2,010,099)	(16,034,288)	7,120,224	1,295,556
Net Changes in Fund Balances	1,106,845	(594,797)	1,353,952	190,068
Fund Balances (Deficit)-January 1	21,816,743	4,330,052	12,098,502	1,739,324
Fund Balances (Deficit)-December 31	\$ 22,923,588	\$ 3,735,255	\$ 13,452,454	\$ 1,929,392

Special Revenue Funds (continued)

Recreation	Cemeteries	Perpetual Care	CDBG	Home Program	Transit Services	Street Oversizing
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
85,612	-	-	992,826	135,233	9,496,367	-
5,858,220	426,660	56,429	-	-	793,114	3,363,251
37,899	5,928	19,887	-	8,396	16,430	205,491
540,398	13,279	-	300,579	386,450	61,355	3,314
6,522,129	445,867	76,316	1,293,405	530,079	10,367,266	3,572,056
-	-	-	-	-	-	-
6,941,297	566,522	156	-	-	-	-
-	-	-	-	-	13,338,320	488,433
-	-	-	1,191,472	140,278	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
120,910	15,677	-	-	-	5,330,806	1,463,673
-	-	-	-	-	-	-
-	-	-	-	-	-	-
7,062,207	582,199	156	1,191,472	140,278	18,669,126	1,952,106
(540,078)	(136,332)	76,160	101,933	389,801	(8,301,860)	1,619,950
939,126	187,249	-	-	-	7,309,562	224,028
-	-	(19,949)	-	-	(732,599)	(319,871)
2,150	-	-	-	-	12,378	-
941,276	187,249	(19,949)	-	-	6,589,341	(95,843)
401,198	50,917	56,211	101,933	389,801	(1,712,519)	1,524,107
2,550,069	552,300	1,743,798	(199,947)	1,196,586	1,450,670	15,301,257
\$ 2,951,267	\$ 603,217	\$ 1,800,009	\$ (98,014)	\$ 1,586,387	\$ (261,849)	\$ 16,825,364

**NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2015**

	Special Revenue Funds (continued)				
	Parking	General Improvement District No. 1	General Imp. District No. 15 Skyview	Timberline/ Prospect SID #94	Total Special Revenues
REVENUES					
Taxes	\$ -	\$ 280,277	\$ 25,464	\$ -	\$ 16,458,096
Intergovernmental	13,691	35,633	2,019	-	15,443,878
Fees and charges for services	1,991,693	-	-	-	17,653,228
Earnings on investments	4,302	4,012	1,239	1,442	799,577
Miscellaneous revenue	36,365	-	-	63,157	1,685,620
Total Revenues	2,046,051	319,922	28,722	64,599	52,040,399
EXPENDITURES					
Current operating					
Police services	-	-	-	-	7,313
Community and operation	-	-	-	-	17,903,814
Planning, development and transportation	1,847,564	1,044,494	509	-	16,719,320
Sustainability services	-	-	-	-	1,331,750
Other	-	-	-	100,541	100,541
Intergovernmental					
Fire protection	-	-	-	-	247,208
Capital outlay	303,232	-	-	-	11,673,250
Debt service					
Principal	-	-	-	-	-
Interest and debt service costs	-	-	-	-	-
Total Expenditures	2,150,796	1,044,494	509	100,541	47,983,196
Excess (Deficiency) of Revenues					
Over (Under) Expenditures	(104,745)	(724,572)	28,213	(35,942)	4,057,203
OTHER FINANCING SOURCES (USES)					
Transfers in	1,615,141	-	-	-	19,958,740
Transfers out	-	(45,000)	-	-	(20,455,076)
Sale of capital assets	-	-	-	-	39,944
Total Other Financing Sources (Uses)	1,615,141	(45,000)	-	-	(456,392)
Net Changes in Fund Balances	1,510,396	(769,572)	28,213	(35,942)	3,600,811
Fund Balances (Deficit)-January 1	-	1,188,623	93,733	107,688	63,969,398
Fund Balances (Deficit)-December 31	\$ 1,510,396	\$ 419,051	\$ 121,946	\$ 71,746	\$ 67,570,209

Debt Service Fund	Capital Project Funds			
Fort Collins Leasing Corporation	Neighborhood Parkland	Conservation Trust	Total Capital Project	Total Non-major Governmental
\$ -	\$ -	\$ -	\$ -	\$ 16,458,096
-	-	1,464,481	1,464,481	16,908,359
-	1,711,054	-	1,711,054	19,364,282
-	90,673	20,196	110,869	910,446
56,843	70,364	-	70,364	1,812,827
56,843	1,872,091	1,484,677	3,356,768	55,454,010
-	-	-	-	7,313
-	377,296	366,285	743,581	18,647,395
-	-	-	-	16,719,320
-	-	-	-	1,331,750
2,000	-	-	-	102,541
-	-	-	-	247,208
-	235,229	830,071	1,065,300	12,738,550
3,991,847	-	-	-	3,991,847
640,887	-	-	-	640,887
4,634,734	612,525	1,196,356	1,808,881	54,426,811
(4,577,891)	1,259,566	288,321	1,547,887	1,027,199
4,577,891	-	-	-	24,536,631
-	(20,590)	(24,560)	(45,150)	(20,500,226)
-	-	-	-	39,944
4,577,891	(20,590)	(24,560)	(45,150)	4,076,349
-	1,238,976	263,761	1,502,737	5,103,548
-	7,118,742	1,743,507	8,862,249	72,831,647
\$ -	\$ 8,357,718	\$ 2,007,268	\$ 10,364,986	\$ 77,935,195

CAPITAL EXPANSION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES			
Programs			
Earnings on investments	\$ 286,502	\$ 136,299	\$ 150,203
Fees and charges for services	3,111,178	2,862,000	249,178
Total Revenues	<u>3,397,680</u>	<u>2,998,299</u>	<u>399,381</u>
EXPENDITURES			
Programs			
Capital Expansion-General	111,751	104,879	(6,872)
Community Parkland Capital Exp	1,553,505	10,099,371	8,545,866
Fire Capital Expansion	247,208	247,208	-
Police Capital Expansion	378,371	378,371	-
Total Expenditures	<u>2,290,835</u>	<u>10,829,829</u>	<u>8,538,994</u>
Excess (deficiency) of revenues over (under) expenditures	1,106,845	<u>\$ (7,831,530)</u>	<u>\$ 8,938,375</u>
Fund Balances--January 1	<u>21,816,743</u>		
Fund Balances--December 31	<u>\$ 22,923,588</u>		

SALES AND USE TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES			
Programs			
Earnings on investments	\$ 28,644	\$ 5,903	\$ 22,741
Miscellaneous revenue	544	-	544
Taxes	<u>16,152,355</u>	<u>14,318,955</u>	<u>1,833,400</u>
Total Revenues	<u>16,181,543</u>	<u>14,324,858</u>	<u>1,856,685</u>
EXPENDITURES			
Programs			
Governmental Services	742,000	742,000	-
Internal Admin Services	52	-	(52)
Transfers to Funds	<u>16,034,288</u>	<u>16,034,288</u>	<u>-</u>
Total Expenditures	<u>16,776,340</u>	<u>16,776,288</u>	<u>(52)</u>
Excess (deficiency) of revenues over (under) expenditures	(594,797)	<u>\$ (2,451,430)</u>	<u>\$ 1,856,633</u>
Fund Balances--January 1	<u>4,330,052</u>		
Fund Balances--December 31	<u>\$ 3,735,255</u>		

NATURAL AREAS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES			
Programs			
Earnings on investments	\$ 149,076	\$ 95,438	\$ 53,638
Fees and charges for services	52,696	28,000	24,696
Intergovernmental	4,589,781	3,967,345	622,436
Miscellaneous revenue	187,606	89,209	98,397
Proceeds from sale of capital assets	25,350	-	25,350
Transfers	8,388,144	8,388,144	-
Projects			
Intergovernmental	113,499	151,877	(38,378)
Miscellaneous revenue	55,500	43,000	12,500
Total Revenues	<u>13,561,652</u>	<u>12,763,013</u>	<u>798,639</u>
EXPENDITURES			
Programs			
Education	497,658	529,803	32,145
Enforcement	771,744	762,692	(9,052)
Facility Operations	246,917	469,549	222,632
Land Conservation	5,222,432	12,721,182	7,498,750
Land Management	536,741	643,387	106,646
Program Management	775,930	796,285	20,355
Public Improvements	1,836,096	2,822,924	986,828
Resource Management	2,058,754	4,225,779	2,167,025
Projects			
Education	195,066	209,827	14,761
Total Expenditures	<u>12,141,338</u>	<u>23,181,428</u>	<u>11,040,090</u>
Excess (deficiency) of revenues over (under) expenditures	1,420,314	<u>\$ (10,418,415)</u>	<u>\$ 11,838,729</u>
RECONCILIATION TO GAAP BASIS			
Prior Years' Project Expenses	5,471		
Prior Years' Project Revenues	<u>(71,833)</u>		
Total Reconciling Items	<u>(66,362)</u>		
Net Change in Fund Balances	1,353,952		
Fund Balances--January 1	<u>12,098,502</u>		
Fund Balances--December 31	<u>\$ 13,452,454</u>		

CULTURAL SERVICES AND FACILITIES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES			
Programs			
Earnings on investments	\$ 30,329	\$ 23,125	\$ 7,204
Fees and charges for services	1,999,987	2,684,800	(684,813)
Miscellaneous revenue	30,908	25,000	5,908
Transfers	1,054,979	1,054,979	-
Projects			
Intergovernmental	22,050	62,522	(40,472)
Miscellaneous revenue	94,748	54,518	40,230
Transfers	466,840	466,840	-
Total Revenues	<u>3,699,841</u>	<u>4,371,784</u>	<u>(671,943)</u>
EXPENDITURES			
Programs			
Art in Public Places	95,673	185,558	89,885
Lincoln Center	2,990,892	3,817,940	827,048
Projects			
Art in Public Places	259,620	800,189	540,569
Lincoln Center	8,055	10,000	1,945
Museum	57,522	57,522	-
Total Expenditures	<u>3,411,762</u>	<u>4,871,209</u>	<u>1,459,447</u>
Excess (deficiency) of revenues over (under) expenditures	288,079	<u>\$ (499,425)</u>	<u>\$ 787,504</u>
RECONCILIATION TO GAAP BASIS			
Prior Years' Project Expenses	187,836		
Prior Years' Project Revenues	<u>(285,847)</u>		
Total Reconciling Items	<u>(98,011)</u>		
Net Change in Fund Balances	190,068		
Fund Balances--January 1	<u>1,739,324</u>		
Fund Balances--December 31	<u>\$ 1,929,392</u>		

RECREATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES			
Programs			
Earnings on investments	\$ 37,899	\$ 26,936	\$ 10,963
Fees and charges for services	5,858,220	5,481,033	377,187
Miscellaneous revenue	542,548	512,019	30,529
Transfers	939,126	939,126	-
Projects			
Intergovernmental	240,913	355,537	(114,624)
Miscellaneous revenue	5,000	15,000	(10,000)
Total Revenues	<u>7,623,706</u>	<u>7,329,651</u>	<u>294,055</u>
EXPENDITURES			
Programs			
Adult Programs & Senior Center	1,490,553	1,519,778	29,225
Child Development	217,666	277,032	59,366
City Park Pool	156,735	156,065	(670)
EPIC	1,673,324	1,664,727	(8,597)
Farm	289,368	298,055	8,687
NACC	669,766	765,987	96,221
Recreation Administration	1,162,557	1,306,213	143,656
Special Revenue Accounts	479,294	521,533	42,239
Sports	845,160	816,662	(28,498)
Projects			
Recreation Grants	231,895	370,537	138,642
Total Expenditures	<u>7,216,318</u>	<u>7,696,589</u>	<u>480,271</u>
Excess (deficiency) of revenues over (under) expenditures	407,388	<u>\$ (366,938)</u>	<u>\$ 774,326</u>
RECONCILIATION TO GAAP BASIS			
Prior Years' Project Expenses	154,109		
Prior Years' Project Revenues	<u>(160,299)</u>		
Total Reconciling Items	<u>(6,190)</u>		
Net Change in Fund Balances	401,198		
Fund Balances--January 1	<u>2,550,069</u>		
Fund Balances--December 31	<u>\$ 2,951,267</u>		

CEMETERIES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES			
Programs			
Earnings on investments	\$ 5,928	\$ 5,068	\$ 860
Fees and charges for services	426,660	374,000	52,660
Miscellaneous revenue	13,279	12,300	979
Transfers	187,249	184,572	2,677
Total Revenues	<u>633,116</u>	<u>575,940</u>	<u>57,176</u>
EXPENDITURES			
Programs			
Grandview Cemetery	489,337	544,529	55,192
Roselawn Cemetery	92,862	106,050	13,188
Total Expenditures	<u>582,199</u>	<u>650,579</u>	<u>68,380</u>
Excess (deficiency) of revenues over (under) expenditures	50,917	<u>\$ (74,639)</u>	<u>\$ 125,556</u>
Fund Balances--January 1	<u>552,300</u>		
Fund Balances--December 31	<u>\$ 603,217</u>		

PERPETUAL CARE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES			
Programs			
Earnings on investments	\$ 19,887	\$ 17,272	\$ 2,615
Fees and charges for services	56,429	50,000	6,429
Total Revenues	<u>76,316</u>	<u>67,272</u>	<u>9,044</u>
EXPENDITURES			
Programs (fund level of budgetary control)			
Internal Admin Services	156	156	-
Transfers to Funds	19,949	17,272	(2,677)
Total Expenditures	<u>20,105</u>	<u>17,428</u>	<u>(2,677)</u>
Excess (deficiency) of revenues over (under) expenditures	56,211	<u>\$ 49,844</u>	<u>\$ 6,367</u>
Fund Balances--January 1	<u>1,743,798</u>		
Fund Balances--December 31	<u>\$ 1,800,009</u>		

COMMUNITY DEVELOPMENT BLOCK GRANT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES			
Projects			
Earnings on investments	\$ 629	\$ 82,596	\$ (81,967)
Intergovernmental	5,738,247	7,077,288	(1,339,041)
Miscellaneous revenue	1,529,990	1,835,273	(305,283)
Total Revenues	<u>7,268,866</u>	<u>8,995,157</u>	<u>(1,726,291)</u>
EXPENDITURES			
Projects			
CDBG FY 10-11	936,516	1,041,666	105,150
CDBG FY 12-13	1,300,366	1,073,914	(226,452)
CDBG FY 13-14	1,106,995	1,296,922	189,927
CDBG FY 14-15	654,083	940,596	286,513
CDBG FY 15-16	58,007	951,389	893,382
CDBG Grant PI FY13-14	263,718	713,635	449,917
CDBG Grant PI FY14-15	133,109	66,243	(66,866)
CDBG Grant PI FY 15-16	21,404	-	(21,404)
Total Expenditures	<u>4,474,198</u>	<u>6,084,365</u>	<u>1,610,167</u>
Excess (deficiency) of revenues over (under) expenditures	2,794,668	<u>\$ 2,910,792</u>	<u>\$ (116,124)</u>
RECONCILIATION TO GAAP BASIS			
Prior Years' Project Expenses	3,282,726		
Prior Years' Project Revenues	<u>(5,975,461)</u>		
Total Reconciling Items	<u>(2,692,735)</u>		
Net Change in Fund Balances	101,933		
Fund Balances--January 1	<u>(199,947)</u>		
Fund Balances--December 31	<u>\$ (98,014)</u>		

HOME PROGRAM FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES			
Programs			
Earnings on investments	\$ 8,396	\$ -	8,396
Miscellaneous revenue	(1,003,810)	-	(1,003,810)
Projects			
Earnings on investments	53,932	-	53,932
Intergovernmental	3,047,658	5,069,140	(2,021,482)
Miscellaneous revenue	2,277,321	1,534,393	742,928
Total Revenues	<u>4,383,497</u>	<u>6,603,533</u>	<u>(2,220,036)</u>
EXPENDITURES			
Projects			
HOME FY 10-11	447,517	447,518	1
HOME FY 11-12	846,070	892,392	46,322
HOME FY 12-13	775,857	834,531	58,674
HOME FY 13-14	39,583	823,958	784,375
HOME FY 14-15	132,436	564,878	432,442
HOME FY 15-16	100	519,485	519,385
HOME FY15-16 PI	12,390	-	(12,390)
HOME Grant PI FY 11-12	24,428	-	(24,428)
HOME Grant PI FY 12-13	55,318	-	(55,318)
HOME Grant PI FY13-14	11,000	530,280	519,280
HOME Grant PI FY14-15	-	379,701	379,701
Total Expenditures	<u>2,344,699</u>	<u>4,992,743</u>	<u>2,648,044</u>
Excess (deficiency) of revenues over (under) expenditures	2,038,798	<u>\$ 1,610,790</u>	<u>\$ 428,008</u>
RECONCILIATION TO GAAP BASIS			
Prior Years' Project Expenses	2,204,420		
Prior Years' Project Revenues	<u>(3,853,417)</u>		
Total Reconciling Items	<u>(1,648,997)</u>		
Net Change in Fund Balances	389,801		
Fund Balances--January 1	<u>1,196,586</u>		
Fund Balances--December 31	<u>\$ 1,586,387</u>		

TRANSIT SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES			
Projects			
Earnings on investments	\$ 590,020	\$ 589,757	\$ 263
Fees and charges for services	10,744,507	10,168,315	576,192
Intergovernmental	62,794,941	70,706,806	(7,911,865)
Miscellaneous revenue	935,895	534,558	401,337
Proceeds from issuance of long-term debt	31,616	-	31,616
Transfers	77,907,120	78,077,625	(170,505)
Total Revenues	<u>153,004,099</u>	<u>160,077,061</u>	<u>(7,072,962)</u>
EXPENDITURES			
Projects			
5307 Pass-Thru	4,073,545	6,519,375	2,445,830
5309 Capital	18,835,607	20,390,729	1,555,122
Additional Revenue Service	1,881,740	1,091,496	(790,244)
Cmaq Capital	5,141,827	5,164,640	22,813
Csu Transit Center	675,434	738,704	63,270
Dar Operations	22,558,007	26,327,690	3,769,683
Dar Overhead	2,166,833	2,350,596	183,763
Dar Revenue	70	-	(70)
Dispatch Operations	2,882,089	2,833,700	(48,389)
Downtown Transit Center	2,842,138	2,397,472	(444,666)
Fixed Operations	67,378,961	73,548,378	6,169,417
Fixed Overhead	14,414,383	14,365,874	(48,509)
Information Technology	2,035,638	1,653,252	(382,386)
Marketing - Gf	1,627,975	1,737,373	109,398
Max - Start Up & Testing	1,025,247	1,116,004	90,757
Safe Ride Home Program	300,113	433,541	133,428
Safety/Training	4,860,446	3,470,246	(1,390,200)
South Transit Center	45,467	492,565	447,098
Variable Revenue	1,672	-	(1,672)
Total Expenditures	<u>152,747,192</u>	<u>164,631,635</u>	<u>11,884,443</u>
Excess (deficiency) of revenues over (under) expenditures	256,907	<u>\$ (4,554,574)</u>	<u>\$ 4,811,481</u>
RECONCILIATION TO GAAP BASIS			
Prior Years' Project Expenses	133,345,468		
Prior Years' Project Revenues	<u>(135,314,894)</u>		
Total Reconciling Items	<u>(1,969,426)</u>		
Net Change in Fund Balances	(1,712,519)		
Fund Balances--January 1	<u>1,450,670</u>		
Fund Balances--December 31	<u>\$ (261,849)</u>		

STREET OVERSIZING FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES			
Programs			
Fees and charges for services	\$ 3,363,251	\$ 4,000,000	\$ (636,749)
Earnings (loss) on investments	205,491	104,051	101,440
Miscellaneous revenue	3,314	100,000	(96,686)
Transfers	224,028	224,028	-
Total Revenues	<u>3,796,084</u>	<u>4,428,079</u>	<u>(631,995)</u>
EXPENDITURES			
Programs			
Capital Outlay	1,463,673	2,249,326	785,653
Other	174,136	174,136	-
Other Purchased Services	106,098	155,028	48,930
Personnel Costs	168,753	194,754	26,001
Purchased Prof & Tech Services	38,736	93,950	55,214
Purchased Property Services	536	77,710	77,174
Supplies	174	9,808	9,634
Transfers	319,871	2,323,509	2,003,638
Total Expenditures	<u>2,271,977</u>	<u>5,278,221</u>	<u>3,006,244</u>
Excess (deficiency) of revenues over (under) expenditures	1,524,107	<u>\$ (850,142)</u>	<u>\$ 2,374,249</u>
Fund Balances--January 1	<u>15,301,257</u>		
Fund Balances--December 31	<u>\$ 16,825,364</u>		

PARKING SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES			
Programs			
Earnings on investments	\$ 4,302	\$ 14,630	\$ (10,328)
Fees and charges for services	1,991,693	1,905,180	86,513
Intergovernmental	13,691	50,000	(36,309)
Miscellaneous revenue	36,365	28,250	8,115
Transfers	1,615,141	98,600	1,516,541
Total Revenues	<u>3,661,192</u>	<u>2,096,660</u>	<u>1,564,532</u>
EXPENDITURES			
Programs			
Parking Services	736,346	933,872	197,526
Civic Center Parking Structure	811,701	999,518	187,817
Old Town Parking Structure	559,023	685,102	126,079
On-Street Pay Parking	27,973	50,000	22,027
Harmony Park & Ride	15,753	50,000	34,247
Total Expenditures	<u>2,150,796</u>	<u>2,718,492</u>	<u>567,696</u>
Excess (deficiency) of revenues over (under) expenditures	1,510,396	<u>\$ (621,832)</u>	<u>\$ 2,132,228</u>
Fund Balances--January 1	<u>-</u>		
Fund Balances--December 31	<u>\$ 1,510,396</u>		

GENERAL IMPROVEMENT DISTRICT NO. 1 FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES			
Programs			
Earnings on investments	\$ 4,012	\$ 7,000	\$ (2,988)
Intergovernmental	35,633	31,000	4,633
Taxes	280,277	276,000	4,277
Total Revenues	<u>319,922</u>	<u>314,000</u>	<u>5,922</u>
EXPENDITURES			
Programs			
Benefits	3,164	4,883	1,719
Construction Services	1,000,000	1,025,885	25,885
Internal Admin Services	115	104	(11)
Other Prof & Tech Services	1,026	6,000	4,974
Professional & Technical	9,000	11,500	2,500
Rebates & Incentives	23,948	23,000	(948)
Salaries & Wages	5,394	10,578	5,184
Transfers to Funds	45,000	115,000	70,000
Utility Services	1,847	2,500	653
Total Expenditures	<u>1,089,494</u>	<u>1,199,450</u>	<u>109,956</u>
Excess (deficiency) of revenues over (under) expenditures	(769,572)	<u>\$ (885,450)</u>	<u>\$ 115,878</u>
Fund Balances--January 1	<u>1,188,623</u>		
Fund Balances--December 31	<u>\$ 419,051</u>		

GENERAL IMPROVEMENT DISTRICT NO. 15 - SKYVIEW FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES			
Programs			
Earnings on investments	\$ 1,239	\$ 370	\$ 869
Intergovernmental	2,019	-	2,019
Taxes	25,464	24,700	764
Total Revenues	<u>28,722</u>	<u>25,070</u>	<u>3,652</u>
EXPENDITURES			
Programs			
Professional & Technical	<u>509</u>	<u>1,000</u>	<u>491</u>
Total Expenditures	<u>509</u>	<u>1,000</u>	<u>491</u>
Excess (deficiency) of revenues over (under) expenditures	28,213	<u>\$ 24,070</u>	<u>\$ 4,143</u>
Fund Balances--January 1	<u>93,733</u>		
Fund Balances--December 31	<u>\$ 121,946</u>		

TIMBERLINE/PROSPECT SID #94
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES			
Earnings on investments	\$ 1,442	\$ -	\$ 1,442
Miscellaneous revenue	63,157	58,500	4,657
Total Revenues	<u>64,599</u>	<u>58,500</u>	<u>6,099</u>
EXPENDITURES			
Programs			
Other	100,541	56,000	(44,541)
Total Expenditures	<u>100,541</u>	<u>56,000</u>	<u>(44,541)</u>
Excess (deficiency) of revenues over (under) expenditures	(35,942)	<u>\$ 2,500</u>	<u>\$ (38,442)</u>
Fund Balances--January 1	<u>107,688</u>		
Fund Balances--December 31	<u>\$ 71,746</u>		

FORT COLLINS LEASING CORPORATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES			
Programs			
Miscellaneous revenue	\$ 56,843	\$ 56,844	\$ (1)
Transfers	4,577,891	4,579,391	(1,500)
Total Revenues	<u>4,634,734</u>	<u>4,636,235</u>	<u>(1,501)</u>
EXPENDITURES			
Programs			
Debt Service	4,632,734	4,632,735	1
Other Prof & Tech Services	2,000	3,500	1,500
Total Expenditures	<u>4,634,734</u>	<u>4,636,235</u>	<u>1,501</u>
Excess (deficiency) of revenues over (under) expenditures	-	<u>\$ -</u>	<u>\$ -</u>
Fund Balances--January 1	<u>-</u>		
Fund Balances--December 31	<u>\$ -</u>		

NEIGHBORHOOD PARKLAND FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES			
Programs			
Earnings on investments	\$ 364,915	\$ -	\$ 364,915
Fees and charges for services	4,802,882	-	4,802,882
Projects			
Earnings on investments	2,179,214	2,267,061	(87,847)
Fees and charges for services	16,865,184	16,089,876	775,308
Intergovernmental	494,319	428,896	65,423
Miscellaneous revenue	335,724	236,389	99,335
Transfers	122,707	422,707	(300,000)
Total Revenues	<u>25,164,945</u>	<u>19,444,929</u>	<u>5,720,016</u>
EXPENDITURES			
Programs			
Parkland & Administration Cost	375,749	488,317	112,568
Projects			
Avery Park Improvements	38	200,000	199,962
Bacon School Neighborhood Park	350,000	350,000	-
English Ranch Community Garden	39,566	39,490	(76)
Golden Meadows Park	153,088	700,000	546,912
Huidekoper Park	157,971	425,000	267,029
Lake Canal Neighborhood Park	5,286	-	(5,286)
Lee Martinez Park Addition	430,929	839,462	408,533
Lilac Park	143,383	180,000	36,617
Maple Hill Park	539,944	2,675,063	2,135,119
New Park Site Development	2,018,437	3,049,698	1,031,261
New Site Acquisition	2,130,863	2,750,945	620,082
New Site Acquisition Sur Crews	21,689	30,000	8,311
Richards Lake	383,241	560,551	177,310
Romero	-	150,000	150,000
Rossborough Park Impvmts	3,932	175,000	171,068
Side Hill Neighborhood Park	8,500	400,000	391,500
Soft Gold Neighborhood Park	21,623	175,000	153,377
Staley Neighborhood Park	2,053,980	2,233,820	179,840
Trailhead Park	257,421	838,000	580,579
Waterfield Neighborhood Park	3,000	300,000	297,000
Waters Way Park	1,888,364	1,888,364	-
Registry Park	1,701,488	1,725,000	23,512
Total Expenditures	<u>12,688,492</u>	<u>20,173,710</u>	<u>7,485,218</u>
Excess (deficiency) of revenues over (under) expenditures	12,476,453	<u>\$ (728,781)</u>	<u>\$ 13,205,234</u>
RECONCILIATION TO GAAP BASIS			
Prior Years' Project Expenses	12,055,377		
Prior Years' Project Revenues	(23,292,854)		
Total Reconciling Items	<u>(11,237,477)</u>		
Net Change in Fund Balances	1,238,976		
Fund Balances--January 1	<u>7,118,742</u>		
Fund Balances--December 31	<u>\$ 8,357,718</u>		

CONSERVATION TRUST FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES			
Programs			
Earnings on investments	\$ 266,123	\$ -	\$ 266,123
Projects			
Earnings on investments	308,610	803,711	(495,101)
Intergovernmental	26,242,917	24,273,516	1,969,401
Total Revenues	<u>26,817,650</u>	<u>25,077,227</u>	<u>1,740,423</u>
EXPENDITURES			
Programs			
Administration	266,123	275,649	9,526
Projects			
Fossil Creek Trail	5,166,587	5,380,866	214,279
Hughes Stadium Disc Golf Course	45,272	48,700	3,428
Longview Corridor Trail	2,839	30,000	27,161
Trail Acquisition/Development	9,340,678	10,516,003	1,175,325
Open Space Acquisition	1,313,653	1,314,942	1,289
Tri-City Trails	748,056	750,341	2,285
Rendezvous Trail	3,613	-	(3,613)
N Shields Brgd & Trailhead Improvements	22,305	-	(22,305)
Poudre Trail River Bank	30,000	-	(30,000)
Trees Along the Trails	-	95,000	95,000
Total Expenditures	<u>16,939,126</u>	<u>18,411,501</u>	<u>1,472,375</u>
Excess (deficiency) of revenues over (under) expenditures	9,878,524	<u>\$ 6,665,726</u>	<u>\$ 3,212,798</u>
RECONCILIATION TO GAAP BASIS			
Prior Years' Project Expenses	15,718,211		
Prior Years' Project Revenues	<u>(25,332,974)</u>		
Total Reconciling Items	<u>(9,614,763)</u>		
Net Change in Fund Balances	263,761		
Fund Balances--January 1	<u>1,743,507</u>		
Fund Balances--December 31	<u>\$ 2,007,268</u>		

GENERAL FUND
COMBINING FINANCIAL STATEMENTS AND SCHEDULES

General Fund Components

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

Museum -- to account for revenues received from Fort Collins Museum of Discovery and General Fund subsidies used to promote cultural activities.

Emergency Recovery -- to account for monies, including FEMA assistance, to offset costs associated with the 2013 floods.

**GENERAL FUND
COMBINING BALANCE SHEET
DECEMBER 31, 2015**

	General Fund	Museum	Emergency Recovery	Eliminations	Consolidated
ASSETS					
Cash and cash equivalents	\$ 4,793,508	\$ 43,615	\$ -	\$ -	\$ 4,837,123
Investments	54,203,786	1,011,639	-	-	55,215,425
Receivables					
Property taxes	20,860,531	-	-	-	20,860,531
Sales and use taxes	9,090,326	-	-	-	9,090,326
Accounts, net	1,015,898	-	-	-	1,015,898
Interest	180,825	3,049	-	-	183,874
Prepaid item	49,538	-	-	-	49,538
Due from other funds	586,522	-	-	(450,609)	135,913
Advances to other funds	5,183,472	-	-	-	5,183,472
Inventory of real property held for resale	1,837,894	-	-	-	1,837,894
Restricted - cash and cash equivalents	10,682	-	-	-	10,682
Total Assets	97,812,982	1,058,303	-	(450,609)	98,420,676
LIABILITIES					
Accounts payable, accruals, and other	2,488,634	15,587	30,948	-	2,535,169
Wages payable	1,812,409	19,017	-	-	1,831,426
Due to other governments	45,157	-	-	-	45,157
Due to other funds	-	-	450,609	(450,609)	-
Unearned revenue	205,486	-	-	-	205,486
Total Liabilities	4,551,686	34,604	481,557	(450,609)	4,617,238
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - property taxes	20,860,531	-	-	-	20,860,531
Total Deferred inflows of resources	20,860,531	-	-	-	20,860,531
FUND BALANCES (DEFICIT)					
Nonspendable	7,195,905	-	-	-	7,195,905
Restricted	13,794,961	-	-	-	13,794,961
Committed	529,445	-	-	-	529,445
Assigned	19,691,183	1,023,699	-	-	20,714,882
Unassigned	31,189,271	-	(481,557)	-	30,707,714
Total Fund Balances (Deficit)	72,400,765	1,023,699	(481,557)	-	72,942,907
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficit)	\$ 97,812,982	\$ 1,058,303	\$ -	\$ (450,609)	\$ 98,420,676

GENERAL FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2015

	General Fund	Museum	Emergency Recovery	Eliminations	Consolidated
REVENUES					
Taxes	\$ 106,377,268	\$ -	\$ -	\$ -	\$ 106,377,268
Licenses and permits	3,635,061	-	-	-	3,635,061
Intergovernmental	12,479,082	127,685	(2,163)	-	12,604,604
Fees and charges for services	9,209,344	-	-	-	9,209,344
Fines and forfeitures	2,774,131	-	-	-	2,774,131
Earnings on investments	997,317	10,274	-	-	1,007,591
Miscellaneous revenue	1,984,535	328	30,000	-	2,014,863
Total Revenues	<u>137,456,738</u>	<u>138,287</u>	<u>27,837</u>	<u>-</u>	<u>137,622,862</u>
EXPENDITURES					
Current operating					
Police services	32,706,835	-	-	-	32,706,835
Financial services	3,867,954	-	-	-	3,867,954
Community and operation	19,683,469	935,167	-	-	20,618,636
Planning, development and transportation	6,829,551	-	-	-	6,829,551
Executive, legislative, and judicial	6,841,668	-	-	-	6,841,668
Employee and communications	3,541,153	-	-	-	3,541,153
Sustainability services	7,831,087	-	-	-	7,831,087
Other	1,831,822	-	373,369	-	2,205,191
Intergovernmental					
Fire protection	19,383,092	-	-	-	19,383,092
Capital outlay	1,860,349	-	-	-	1,860,349
Debt service					
Principal	235,228	-	-	-	235,228
Interest and debt service costs	21,798	-	-	-	21,798
Total Expenditures	<u>104,634,006</u>	<u>935,167</u>	<u>373,369</u>	<u>-</u>	<u>105,942,542</u>
Excess (Deficiency) of Revenues					
Over (Under) Expenditures	<u>32,822,732</u>	<u>(796,880)</u>	<u>(345,532)</u>	<u>-</u>	<u>31,680,320</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	419,247	982,424	-	(782,424)	619,247
Transfers out	(34,974,983)	-	-	782,424	(34,192,559)
Capital leases	43,800	-	-	-	43,800
Sale of capital assets	118,298	-	-	-	118,298
Total Other Financing Sources (Uses)	<u>(34,393,638)</u>	<u>982,424</u>	<u>-</u>	<u>-</u>	<u>(33,411,214)</u>
Net Changes in Fund Balances (Deficit)	(1,570,906)	185,544	(345,532)	-	(1,730,894)
Fund Balances (Deficit)-January 1	73,971,671	838,155	(136,025)	-	74,673,801
Fund Balances (Deficit)-December 31	<u>\$ 72,400,765</u>	<u>\$ 1,023,699</u>	<u>\$ (481,557)</u>	<u>\$ -</u>	<u>\$ 72,942,907</u>

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES				
Programs				
Taxes	\$ 106,377,268	\$ 95,515,610	\$ 95,515,610	\$ 10,861,658
Licenses and permits	3,635,063	3,060,900	3,060,900	574,163
Intergovernmental	12,125,189	11,127,822	11,333,696	791,493
Fees and charges for services	9,209,344	8,320,607	8,659,438	549,906
Fines and forfeitures	2,774,131	2,437,380	2,437,380	336,751
Earnings (loss) on investments	997,317	643,002	643,002	354,315
Miscellaneous revenue	1,984,591	1,177,820	1,642,138	342,453
Proceeds from issuance of long-term debt	161,042	-	-	161,042
Transfers	419,247	489,647	489,647	(70,400)
Projects				
Intergovernmental	3,611,391	-	4,620,969	(1,009,578)
Miscellaneous revenue	808,742	-	586,125	222,617
Total Revenues	<u>142,103,325</u>	<u>122,772,788</u>	<u>128,988,905</u>	<u>13,114,420</u>
EXPENDITURES				
Programs (fund level of budgetary control)				
Community and operation	21,262,323	20,824,394	22,951,403	1,689,080
Employee and communications	8,547,820	8,850,992	9,198,792	650,972
Executive, legislative, and judicial	6,770,616	6,295,719	6,819,351	48,735
Financial services	3,888,554	4,073,414	4,024,514	135,960
Fire protection	19,383,092	19,383,092	19,383,092	-
Other	31,750,943	25,654,417	33,398,281	1,647,338
Planning, development and transportation	6,767,493	7,189,854	7,619,382	851,889
Police services	32,781,377	32,695,819	33,913,192	1,131,815
Sustainability services	7,808,924	3,975,032	8,286,691	477,767
Projects (project level of budgetary control)				
Community and operation	274,833	-	280,760	5,927
Executive, legislative, and judicial	195,637	-	263,292	67,655
Planning, development and transportation	1,141,538	-	1,222,646	81,108
Police services	3,047,206	-	3,884,128	836,922
Sustainability services	65,070	-	966,392	901,322
Total Expenditures	<u>143,685,426</u>	<u>128,942,733</u>	<u>152,211,916</u>	<u>8,526,490</u>
Excess (deficiency) of revenues over (under) expenditures	(1,582,101)	<u>\$ (6,169,945)</u>	<u>\$ (23,223,011)</u>	<u>\$ 21,640,910</u>
RECONCILIATION TO GAAP BASIS				
Prior Years' Project Expenses	4,346,231			
Prior Years' Project Revenues	(4,065,240)			
Lease Purchases	<u>(269,796)</u>			
Total Reconciling Items	<u>11,195</u>			
Net Change in Fund Balances	(1,570,906)			
Fund Balances--January 1	<u>73,971,671</u>			
Fund Balances--December 31	<u>\$ 72,400,765</u>			

MUSEUM FUND (A SUB-FUND OF THE GENERAL FUND)
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES			
Programs			
Earnings on investments	\$ 10,274	\$ 5,762	\$ 4,512
Miscellaneous revenue	328	50,000	(49,672)
Transfers	982,424	982,424	-
Projects			
Intergovernmental	127,680	138,933	(11,253)
Total Revenues	<u>1,120,706</u>	<u>1,177,119</u>	<u>(56,413)</u>
EXPENDITURES			
Programs (fund level of budgetary control)			
Other	-	52,785	52,785
Other Purchased Services	81,699	88,660	6,961
Personnel Costs	630,592	744,246	113,654
Purchased Prof & Tech Services	9,121	10,000	879
Purchased Property Services	86,586	93,190	6,604
Supplies	63,193	49,305	(13,888)
Projects (project level of budgetary control)			
IMLS High Park Fire	126,900	138,933	12,033
Total Expenditures	<u>998,091</u>	<u>1,177,119</u>	<u>179,028</u>
Excess (deficiency) of revenues over (under) expenditures	122,615	<u>\$ -</u>	<u>\$ 235,441</u>
RECONCILIATION TO GAAP BASIS			
Prior Years' Project Expenses	<u>62,929</u>		
Total Reconciling Items	<u>62,929</u>		
Net Change in Fund Balances	185,544		
Fund Balances--January 1	<u>838,155</u>		
Fund Balances--December 31	<u>\$ 1,023,699</u>		

EMERGENCY RECOVERY FUND (A SUB-FUND OF THE GENERAL FUND)
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES			
Programs			
Intergovernmental	\$ (2,163)	\$ -	\$ (2,163)
Projects			
Miscellaneous	<u>30,000</u>	<u>-</u>	<u>30,000</u>
Total Revenues	<u>27,837</u>	<u>-</u>	<u>27,837</u>
EXPENDITURES			
Projects (project level of budgetary control)			
Other	<u>1,083,693</u>	<u>1,118,000</u>	<u>34,307</u>
Total Expenditures	<u>1,083,693</u>	<u>1,118,000</u>	<u>34,307</u>
Excess (deficiency) of revenues over (under) expenditures	(1,055,856)	<u>\$ (1,118,000)</u>	<u>\$ 62,144</u>
RECONCILIATION TO GAAP BASIS			
Prior Years' Project Expenses	<u>710,324</u>		
Total Reconciling Items	<u>710,324</u>		
Net Change in Fund Balances	(345,532)		
Fund Balances--January 1	<u>(136,025)</u>		
Fund Balances--December 31	<u>\$ (481,557)</u>		

**URBAN RENEWAL AUTHORITY
COMBINING FINANCIAL STATEMENTS AND SCHEDULES**

URA Components

URA - North College District-- to account for the tax increment financing for the operations and debit services of the Urban Renewal Authority - N. College District.

URA - Prospect South TIF District-- to account for the tax increment financing for the operations and debit services of the Urban Renewal Authority - Prospect South TIF District.

URA - Foothills Mall -- to account for the tax increment financing for the operations and debit services of the Urban Renewal Authority - Foothills Mall TIF District.

URBAN RENEWAL AUTHORITY FUND
COMBINING BALANCE SHEET
DECEMBER 31, 2015

	<u>North College</u>	<u>Prospect South</u>	<u>Foothills Mall</u>	<u>Eliminations</u>	<u>Consolidated</u>
ASSETS					
Cash and cash equivalents	\$ 51,590	\$ 59,975	\$ -	\$ -	\$ 111,565
Investments	591,012	686,144	-	-	1,277,156
Receivables					
Property taxes	1,474,434	445,887	-	-	1,920,321
Notes and loans	5,303,939	-	-	-	5,303,939
Interest	1,823	2,115	-	-	3,938
Due from other funds	2,981	-	-	(2,981)	-
Restricted - cash and cash equivalents	949,036	-	-	-	949,036
Total Assets	<u>8,374,815</u>	<u>1,194,121</u>	<u>-</u>	<u>(2,981)</u>	<u>9,565,955</u>
LIABILITIES					
Accounts payable, accruals, and other	154	-	-	-	154
Wages payable	3,112	-	-	-	3,112
Due to other funds	-	-	2,981	(2,981)	-
Advance from other funds	5,303,939	5,183,472	-	-	10,487,411
Total Liabilities	<u>5,307,205</u>	<u>5,183,472</u>	<u>2,981</u>	<u>(2,981)</u>	<u>10,490,677</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - property taxes	1,474,434	445,887	-	-	1,920,321
Total Deferred inflows of resources	<u>1,474,434</u>	<u>445,887</u>	<u>-</u>	<u>-</u>	<u>1,920,321</u>
Total Liabilities and Deferred inflows of resources	6,781,639	5,629,359	2,981	(2,981)	12,410,998
FUND BALANCES (DEFICIT)					
Nonspendable	5,303,939	-	-	-	5,303,939
Restricted	949,036	-	-	-	949,036
Unassigned	(4,659,799)	(4,435,238)	(2,981)	-	(9,098,018)
Total Fund Balances (Deficit)	<u>1,593,176</u>	<u>(4,435,238)</u>	<u>(2,981)</u>	<u>-</u>	<u>(2,845,043)</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficit)	<u>\$ 8,374,815</u>	<u>\$ 1,194,121</u>	<u>\$ -</u>	<u>\$ (2,981)</u>	<u>\$ 9,565,955</u>

URBAN RENEWAL AUTHORITY FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICIT)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>North College</u>	<u>Prospect South</u>	<u>Foothills Mall</u>	<u>Consolidated</u>
REVENUES				
Taxes	\$ 1,162,119	\$ 339,120	\$ -	\$ 1,501,239
Earnings (loss) on investments	89,539	9,900	-	99,439
Miscellaneous revenue	-	-	8,484	8,484
Total Revenues	<u>1,251,658</u>	<u>349,020</u>	<u>8,484</u>	<u>1,609,162</u>
EXPENDITURES				
Current operating				
Sustainability services	150,771	106,782	-	257,553
Debt service				
Principal	550,000	-	-	550,000
Interest and debt service costs	529,461	173,502	-	702,963
Total Expenditures	<u>1,230,232</u>	<u>280,284</u>	<u>-</u>	<u>1,510,516</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>21,426</u>	<u>68,736</u>	<u>8,484</u>	<u>98,646</u>
Net Changes in Fund Balances (Deficit)	21,426	68,736	8,484	98,646
Fund Balances (Deficit)-January 1	<u>1,571,750</u>	<u>(4,503,974)</u>	<u>(11,465)</u>	<u>(2,943,689)</u>
Fund Balances (Deficit)-December 31	<u>\$ 1,593,176</u>	<u>\$ (4,435,238)</u>	<u>\$ (2,981)</u>	<u>\$ (2,845,043)</u>

URBAN RENEWAL AUTHORITY - NORTH COLLEGE DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES				
Programs				
Taxes	\$ 1,162,119	\$ 1,128,353	\$ 1,128,353	\$ 33,766
Earnings (loss) on investments	89,539	86,406	86,406	3,133
Total Revenues	<u>1,251,658</u>	<u>1,214,759</u>	<u>1,214,759</u>	<u>36,899</u>
EXPENDITURES				
Programs (fund level of budgetary control)				
Debt & Other Uses	1,079,461	1,079,461	1,079,461	-
Other Purchased Services	6,792	8,382	8,382	1,590
Personnel Costs	92,934	189,729	189,729	96,795
Purchased Prof & Tech Services	45,884	73,512	73,512	27,628
Purchased Property Services	5,043	-	-	(5,043)
Supplies	118	1,400	1,400	1,282
Total Expenditures	<u>1,230,232</u>	<u>1,352,484</u>	<u>1,352,484</u>	<u>122,252</u>
Excess (deficiency) of revenues over (under) expenditures	21,426	<u>\$ (137,725)</u>	<u>\$ (137,725)</u>	<u>\$ 159,151</u>
Fund Balances--January 1	<u>1,571,750</u>			
Fund Balances--December 31	<u>\$ 1,593,176</u>			

URBAN RENEWAL AUTHORITY - PROSPECT SOUTH TIF DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES				
Programs				
Taxes	\$ 339,120	\$ 339,443	\$ 339,443	\$ (323)
Earnings (loss) on investments	9,900	270	270	9,630
Total Revenues	<u>349,020</u>	<u>339,713</u>	<u>339,713</u>	<u>9,307</u>
EXPENDITURES				
Programs (fund level of budgetary control)				
Debt & Other Uses	312,762	313,059	313,059	297
Other	100,000	726,281	726,281	626,281
Purchased Prof & Tech Services	6,782	6,789	6,789	7
Total Expenditures	<u>419,544</u>	<u>1,046,129</u>	<u>1,046,129</u>	<u>626,585</u>
Excess (deficiency) of revenues over (under) expenditures	(70,524)	<u>\$ (706,416)</u>	<u>\$ (706,416)</u>	<u>\$ 635,892</u>
RECONCILIATION TO GAAP BASIS				
Principal Reduction--Advances	<u>139,260</u>			
Total Reconciling Items	<u>139,260</u>			
Net Change in Fund Balances	68,736			
Fund Balances (Deficit)--January 1	<u>(4,503,974)</u>			
Fund Balances (Deficit)--December 31	<u>\$ (4,435,238)</u>			

URBAN RENEWAL AUTHORITY - FOOTHILLS MALL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES				
Programs				
Taxes	\$ -	\$ 849,900	\$ 849,900	\$ (849,900)
Miscellaneous revenue	8,484	-	-	8,484
Total Revenues	<u>8,484</u>	<u>849,900</u>	<u>849,900</u>	<u>(841,416)</u>
EXPENDITURES				
Programs				
Purchased Property Services	-	849,900	849,900	849,900
Total Expenditures	<u>-</u>	<u>849,900</u>	<u>849,900</u>	<u>849,900</u>
Excess (deficiency) of revenues over (under) expenditures	8,484	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,484</u>
Fund Balances (Deficit)--January 1	<u>(11,465)</u>			
Fund Balances (Deficit)--December 31	<u>\$ (2,981)</u>			

CAPITAL PROJECTS FUND
INDIVIDUAL FUND BUDGET SCHEDULE

Capital Projects Fund -- to account for financial resources to be used for the acquisition or construction of major capital facilities. Revenues and other financing sources are primarily derived from issuance of debt or transfers from other funds.

CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES			
Programs			
Miscellaneous revenue	\$ 714	\$ -	\$ 714
Transfers	7,663,943	59,900	7,604,043
Projects			
Earnings on investments	6,703,402	7,173,178	(469,776)
Intergovernmental	92,506,034	102,625,047	(10,119,013)
Miscellaneous revenue	12,433,894	11,941,736	492,158
Transfers	71,527,761	92,417,006	(20,889,245)
Total Revenues	<u>190,835,748</u>	<u>214,216,867</u>	<u>(23,381,119)</u>
EXPENDITURES			
Programs			
Other Purchased Services	59,900	59,900	-
Projects			
Arthur Ditch M.P/Alt Analysis	-	185,000	185,000
Bicycle Plan Implementatio	453,124	631,750	178,626
Block 32 Redevelopment	312,311	439,000	126,689
BOB Ped Plan/ADA Improv	1,851,845	2,011,976	160,131
BOB-Int Imp & Traffic Sign	11,287,432	14,852,484	3,565,052
BOB-Park Improvements	33,890	1,678,622	1,644,732
BOB-Sr Center Expansion	6,787,248	6,802,533	15,285
City Bridge Program	4,621,986	6,233,636	1,611,650
Coventry Dev Wildlife Hab Mit	-	9,000	9,000
Downtown Poudre River Impr	978,218	1,250,000	271,782
East Community Park	1,586,529	1,700,000	113,471
Env Site Mitig-112 E Willow	183,019	200,000	16,981
EPIC Pool Improvements	320,691	1,839,000	1,518,309
FC Museum/DSC	2,585,905	2,585,905	-
Fossil Creek Trail	200,000	200,000	-
Gardens Capital Project	133,335	400,000	266,665
I-25 Interchange Design Proj	4,537	100,000	95,463
I-25/SH392 Interchange	4,427,151	4,739,593	312,442
Integrated Recycling Facility	152,101	1,685,000	1,532,899
Lemay/Vine Grade Sep Crossing	51,068	294,723	243,655
Linden St-Walnut/Jefferson	3,000	300,000	297,000
Mason St Transp Corridor	93,644,126	98,377,117	4,732,991
Mulberry/Lemay Ped Brdg-P Trl	368,000	368,000	-
N College Improv-Vine/Conifer	9,474,431	9,672,323	197,892
N College Imprv-Conifer/Wilcox	10,672,077	12,710,187	2,038,110
Natural Areas Office Building	1,688,864	1,860,000	171,136
Northeast Community Park	2,500	250,000	247,500
Oak St Public Restroom Rplcmnt	37,958	350,000	312,042

(Continued on Next Page)

CAPITAL PROJECTS FUND (Continued)
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	Actual	Final Budget	Variance
Pickle Plant	\$ -	\$ 75,364	\$ 75,364
Prospect/College Intrscn Impv	1,683	-	(1,683)
Railroad Crossing Replacment	496,667	869,903	373,236
Remington Greenway Extension	67,078	150,000	82,922
Remington Greenway Implement.	335,797	450,000	114,203
RM - Quick Start Tennis	12,383	25,000	12,617
Southeast Community Park	4,402,896	12,283,624	7,880,728
Spring Canyon-Veteran's Plaza	342,787	349,607	6,820
Street Oversizing Projects	2,328,199	13,408,260	11,080,061
Traffic Calming - Capital	-	100,000	100,000
Trail Acq/Dev-Special Funds	762,310	1,751,405	989,095
Water Craft Course	57,604	150,000	92,396
Willow St River Dist Enhncmnts	111,472	372,985	261,513
WW Public Improvements	6,023,659	6,801,080	777,421
New Branch Library -Beyer Site	5,600,000	5,600,000	-
Total Expenditures	<u>172,463,781</u>	<u>214,172,977</u>	<u>41,709,196</u>
Excess (deficiency) of revenues over (under) expenditures	18,371,967	<u>\$ 43,890</u>	<u>\$ 18,328,077</u>
RECONCILIATION TO GAAP BASIS			
Prior Years' Project Expenses	145,993,018		
Prior Years' Project Revenues	<u>(162,170,540)</u>		
Total Reconciling Items	<u>(16,177,522)</u>		
Net Change in Fund Balances	2,194,445		
Fund Balances--January 1	<u>23,565,430</u>		
Fund Balances--December 31	<u>\$ 25,759,875</u>		

ENTERPRISE FUNDS
INDIVIDUAL FUND BUDGET SCHEDULES

Light and Power -- to account for operation of the City's electric utility.

Water -- to account for the operation of the City's water utility.

Wastewater -- to account for the operation of the City's wastewater utility.

Storm Drainage -- to account for the City's storm drainage utility.

Golf -- to account for operations of all City golf courses.

LIGHT AND POWER FUND
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES				
Programs				
Earnings on investments	\$ 546,738	\$ 498,011	\$ 498,011	\$ 48,727
Fees and charges for services	117,450,191	122,814,300	122,814,300	(5,364,109)
Intergovernmental	224,799	220,000	220,000	4,799
Miscellaneous revenue	6,138,820	4,410,000	4,410,000	1,728,820
Sale of Capital Assets	37,562	-	-	37,562
Transfers	179,000	179,000	179,000	-
Projects				
Intergovernmental	18,130,762	-	18,101,264	29,498
Miscellaneous revenue	555,229	-	748,982	(193,753)
Proceeds from issuance of long-term debt	16,500,000	-	17,000,000	(500,000)
Total Revenues	<u>159,763,101</u>	<u>128,121,311</u>	<u>163,971,557</u>	<u>(4,208,456)</u>
EXPENSES				
Programs (fund level of budgetary control)				
L&P Energy Services	4,968,461	5,495,341	5,912,613	944,152
L&P Payments and Transfers	16,027,810	17,606,273	17,606,273	1,578,463
L&P Purchase of Power	85,625,953	88,193,000	88,836,084	3,210,131
L&P System Additions	9,809,337	11,566,744	12,394,502	2,585,165
Light & Power Operations	9,042,578	9,266,626	9,282,774	240,196
Projects (project level of budgetary control)				
Art in Public Places	271,181	-	842,030	570,849
Maintenance Mgmt	512,845	-	644,129	131,284
Parent/Child Combination 298	106,161	-	125,040	18,879
Radios	696,350	-	773,325	76,975
Service Center-L&P Parent	2,389,285	-	13,640,372	11,251,087
Smart Grid Invest Grant	33,567,969	-	34,890,127	1,322,158
Substation Cap Proj	1,380,437	-	3,002,929	1,622,492
SW Enclave Sys Purchases	1,288	-	1,302,688	1,301,400
Underground Conversion	834,351	-	1,730,799	896,448
Total Expenses	<u>165,234,006</u>	<u>132,127,984</u>	<u>190,983,685</u>	<u>25,749,679</u>
Excess (deficiency) of revenues over (under) expenses before reconciling items	(5,470,905)	<u>\$ (4,006,673)</u>	<u>\$ (27,012,128)</u>	<u>\$ 21,541,223</u>
RECONCILIATION TO GAAP BASIS				
Prior Years' Project Expenses	34,629,360			
Prior Years' Project Revenues	(33,889,520)			
Capital Outlay--Programs	10,517,696			
Current Year's Project Expenses	3,884,033			
Principal Reduction--Long-term Debt	1,580,000			
Depreciation	(8,646,806)			
Bond Amortization	60,808			
Total Reconciling Items	<u>8,135,571</u>			
Change in net position	2,664,666			
Net Position--January 1 (as restated)	<u>198,422,446</u>			
Net Position--December 31	<u>\$ 201,087,112</u>			

WATER FUND
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES				
Programs				
Earnings on investments	\$ 784,842	\$ 805,700	\$ 805,700	\$ (20,858)
Fees and charges for services	27,704,834	29,450,000	29,450,000	(1,745,166)
Miscellaneous revenue	6,443,984	3,410,000	3,410,000	3,033,984
Sale of Capital Assets	74,160	-	-	74,160
Projects				
Miscellaneous revenue	288,230	-	671,236	(383,006)
Transfers	390,491	-	-	390,491
Total Revenues	<u>35,686,541</u>	<u>33,665,700</u>	<u>34,336,936</u>	<u>1,349,605</u>
EXPENSES				
Programs (fund level of budgetary control)				
Water Meter Operations	725,102	976,129	976,129	251,027
Water Minor Capital	1,711,036	2,213,002	2,481,351	770,315
Water Payments and Transfers	11,269,371	11,533,185	11,555,285	285,914
Water Production	4,873,214	5,659,507	5,725,713	852,499
Water Quality	1,071,745	1,087,298	1,128,957	57,212
Water Resources	2,416,051	2,237,502	2,330,837	(85,214)
Water Trans & Distribution	2,749,627	2,582,985	2,582,985	(166,642)
Projects (project level of budgetary control)				
800MHz Radios	465,302	-	512,610	47,308
Art in Public Places	248,244	-	1,165,052	916,808
CMMS--Maintenance Management	480,854	-	592,629	111,775
Distribution Sys Replcmnts	6,633,906	-	7,756,632	1,122,726
Dual Sys Design w/CSU	150,000	-	150,000	-
Gravel Pit Storage Ponds	11,444,999	-	11,569,369	124,370
Halligan Res Enlargement Proj	14,730,200	-	37,377,446	22,647,246
High Park Fire	-	-	392,688	392,688
Michigan Ditch Improvements	790,520	-	800,000	9,480
Treatment Facility Improv	55,540	-	327,881	272,341
Water Meter Replace & Rehab	6,432,222	-	7,900,000	1,467,778
Water Prod Replcmnt Prgm	5,716,138	-	8,968,945	3,252,807
Water Supply Development	353,225	-	1,128,238	775,013
Wtr Cathodic Protection	158,962	-	312,663	153,701
Wtr Svc Ctr Improvements	1,103,210	-	6,410,010	5,306,800
2010 Master Plan Update	-	-	85,365	85,365
Hoffman Mill Property Purchase	121,941	-	125,000	3,059
Chlorine Contact Basin	267,782	-	1,000,000	732,218
Total Expenses	<u>73,969,191</u>	<u>26,289,608</u>	<u>113,355,785</u>	<u>39,386,594</u>
Excess (deficiency) of revenues over (under) expenses before reconciling items	(38,282,650)	<u>\$ 7,376,092</u>	<u>\$ (79,018,849)</u>	<u>\$ 40,736,199</u>
RECONCILIATION TO GAAP BASIS				
Prior Years' Project Expenses	37,650,335			
Prior Years' Project Revenues	(288,230)			
Capital Outlay--Programs	1,013,829			
Current Year's Project Expenses	11,490,755			
Principal Reduction--Long-term Debt	2,871,098			
Depreciation	(6,083,194)			
Bond Amortization	(26,794)			
Total Reconciling Items	<u>46,627,799</u>			
Change in net position	8,345,149			
Net Position--January 1 (as restated)	<u>279,549,622</u>			
Net Position--December 31	<u>\$ 287,894,771</u>			

WASTEWATER FUND
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES				
Programs				
Fees and charges for services	\$ 22,064,339	\$ 23,360,000	\$ 23,360,000	\$ (1,295,661)
Fines and forfeitures	2,325	-	-	2,325
Earnings on investments	439,221	341,960	341,960	97,261
Miscellaneous revenue	2,898,086	2,030,000	2,030,000	868,086
Sale of Capital Assets	82,240	-	-	82,240
Transfers	29,000	29,000	29,000	-
Projects				
Intergovernmental	411,870	-	1,080,000	(668,130)
Total Revenues	<u>25,927,081</u>	<u>25,760,960</u>	<u>26,840,960</u>	<u>(913,879)</u>
EXPENSES				
Programs (fund level of budgetary control)				
WW Minor Capital	848,792	782,142	1,329,054	480,262
WW Payments and Transfers	7,410,070	8,398,293	8,398,293	988,223
WW Trunk and Collection	1,488,990	1,757,529	1,789,712	300,722
WW Water Quality	1,087,697	1,226,719	1,273,929	186,232
WW Water Reclamation	5,069,710	5,835,549	5,886,033	816,323
Projects (project level of budgetary control)				
800MHz Radios	231,950	-	240,920	8,970
Art in Public Places	48,629	-	637,500	588,871
CMMS--Maintenance Management	488,436	-	551,880	63,444
DWRF CIP Summary	6,863,614	-	7,515,497	651,883
MWRF CIP Summary	59,252	-	60,500	1,248
MWRF Improvements	136,366	-	471,620	335,254
North College Sewer	555,778	-	729,256	173,478
North Shields Sewer Intercepto	1,774,905	-	2,000,000	225,095
Sludge Disposal Improv	566,066	-	1,080,930	514,864
Wtr Reclam Replcmnt Prgm	4,912,272	-	5,943,556	1,031,284
WW Collection Sys Replcmnt	4,159,892	-	7,077,784	2,917,892
WW Svc Ctr Improvements	561,429	-	3,668,741	3,107,312
Hoffman Mill Property Purchase	73,165	-	75,000	1,835
Total Expenses	<u>36,337,013</u>	<u>18,000,232</u>	<u>48,730,205</u>	<u>12,393,192</u>
Excess (deficiency) of revenues over (under) expenses before reconciling items	(10,409,932)	<u>\$ 7,760,728</u>	<u>\$ (21,889,245)</u>	<u>\$ 11,479,313</u>
RECONCILIATION TO GAAP BASIS				
Prior Years' Project Expenses	7,243,491			
Prior Years' Project Revenues	(411,870)			
Capital Outlay--Programs	741,526			
Current Year's Project Expenses	13,164,874			
Principal Reduction--Long-term Debt	1,695,000			
Depreciation	(5,473,742)			
Bond Amortization	25,073			
Total Reconciling Items	<u>16,984,352</u>			
Change in net position	6,574,420			
Net Position--January 1 (as restated)	<u>156,028,814</u>			
Net Position--December 31	<u>\$ 162,603,234</u>			

STORM DRAINAGE FUND
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES				
Programs				
Earnings on investments	\$ 294,724	\$ 210,389	\$ 210,389	\$ 84,335
Fees and charges for services	15,035,237	14,552,000	14,552,000	483,237
Intergovernmental	740	-	-	740
Licenses and permits	18,664	-	-	18,664
Miscellaneous revenue	1,304,621	820,000	820,000	484,621
Projects				
Intergovernmental	1,827,779	-	5,641,418	(3,813,639)
Other financing sources	-	-	420,000	(420,000)
Total Revenues	<u>18,481,765</u>	<u>15,582,389</u>	<u>21,643,807</u>	<u>(3,162,042)</u>
EXPENSES				
Programs (fund level of budgetary control)				
Stormwater Minor Capital	278,352	200,000	364,792	86,440
Stormwater Operations	2,927,872	3,205,655	3,231,415	303,543
SW Payments and Transfers	6,950,933	7,866,669	7,866,669	915,736
Projects (project level of budgetary control)				
800 MHz Radio System	55,752	-	58,810	3,058
Art in Public Places	115,654	-	337,227	221,573
CMMS--Maintenance Management	453,996	-	551,879	97,883
Flood Mapping/Stream Gaging	510,861	-	700,990	190,129
Hoffman Mill Land Purchase	97,553	-	100,000	2,447
McGlelland/Mail Crk Basin	3,009	-	68,267	65,258
Post Fire-Flood Warning Grant	18,184	-	23,841	5,657
Spring Crk Basin Improv	678,840	-	707,829	28,989
SW Basin Improvements	10,056,777	-	20,236,994	10,180,217
SW Developer Repays	40,000	-	643,944	603,944
SW Master Planning	1,626,940	-	1,919,987	293,047
Util Ser Cntr Add/Remodel	561,512	-	3,462,038	2,900,526
Total Expenses	<u>24,376,235</u>	<u>11,272,324</u>	<u>40,274,682</u>	<u>15,898,447</u>
Excess (deficiency) of revenues over (under)				
expenses before reconciling items	(5,894,470)	<u>\$ 4,310,065</u>	<u>\$ (18,630,875)</u>	<u>\$ 12,736,405</u>
RECONCILIATION TO GAAP BASIS				
Prior Years' Project Expenses	9,975,908			
Prior Years' Project Revenues	(1,577,779)			
Capital Outlay--Programs	273,152			
Current Year's Project Expenses	4,204,288			
Principal Reduction--Long-term Debt	3,335,000			
Depreciation	(2,603,374)			
Bond Amortization	(68,891)			
Total Reconciling Items	<u>13,538,304</u>			
Change in net position	7,643,834			
Net Position--January 1 (as restated)	<u>110,471,322</u>			
Net Position--December 31	<u>\$ 118,115,156</u>			

GOLF FUND
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES				
Programs				
Fees and charges for services	\$ 3,473,647	\$ 3,262,000	\$ 3,411,000	\$ 62,647
Earnings (loss) on investments	12,805	3,330	3,330	9,475
Miscellaneous revenue	35,161	42,000	42,000	(6,839)
Proceeds from lease purchase	149,697	-	-	149,697
Transfers	-	-	-	-
Total Revenues	<u>3,671,310</u>	<u>3,307,330</u>	<u>3,456,330</u>	<u>214,980</u>
EXPENSES				
Programs (fund level of budgetary control)				
Capital Outlay	314,104	-	213,354	(100,750)
Debt & Other Uses	587,607	596,290	596,290	8,683
Other	(139)	100,000	2,646	2,785
Other Purchased Services	147,819	150,112	150,112	2,293
Personnel Costs	1,290,083	1,276,601	1,276,601	(13,482)
Purchased Prof & Tech Services	468,940	405,580	441,580	(27,360)
Purchased Property Services	305,020	307,062	321,062	16,042
Supplies	331,535	368,133	391,133	59,598
Transfers	42,646	42,646	42,646	-
Total Expenses	<u>3,487,615</u>	<u>3,246,424</u>	<u>3,435,424</u>	<u>(52,191)</u>
Excess (deficiency) of revenues over (under) expenses before reconciling items	183,695	<u>\$ 60,906</u>	<u>\$ 20,906</u>	<u>\$ 162,789</u>
RECONCILIATION TO GAAP BASIS				
Current Year's Project Expenses	165,020			
Principal Reduction--Long-term Debt	527,324			
Proceeds From Lease Purchases	(149,697)			
Depreciation	(310,586)			
Bond Amortization	3,096			
Total Reconciling Items	<u>235,157</u>			
Change in net position	418,852			
Net Position--January 1	<u>4,950,466</u>			
Net Position--December 31	<u>\$ 5,369,318</u>			

**INTERNAL SERVICE FUNDS
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES**

Equipment -- to account for the fleet services provided to other funds of the City.

Self-Insurance -- to account for self-insurance of property and liability claims.

Data and Communications -- to account for the acquisition, operation, and maintenance of the City's telephone system, office automation system, and network backbone, as well as computer application services.

Benefits -- to account for the self-insurance of employee health care benefits and other benefits provided to City employees.

Utility Customer Service and Administration -- to account for customer and administrative services provided to the City's utility funds.

INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
DECEMBER 31, 2015

	Equipment	Self Insurance	Data and Communications
ASSETS			
Current Assets			
Cash and cash equivalents	\$ 327,065	\$ 3,600,308	\$ 288,091
Investments	3,749,994	2,062,871	3,299,886
Receivables			
Accounts	33,203	123,742	28,172
Interest	11,534	6,375	10,164
Prepaid item	74,407	219,794	2,651
Inventories of materials and supplies	534,395	-	-
Total Current Assets	4,730,598	6,013,090	3,628,964
Non-Current Assets			
Restricted - cash and cash equivalents	1,557,795	-	6,458
Land, water rights, other	30,126	-	-
Buildings, improvements and equipment	11,686,392	-	4,006,451
Accumulated depreciation	(7,342,166)	-	(3,478,495)
Total Non-Current Assets	5,932,147	-	534,414
Total Assets	10,662,745	6,013,090	4,163,378
DEFERRED OUTFLOWS OF RESOURCES			
Other pension-related items	107,204	-	59,841
Total Deferred Outflows of Resources	107,204	-	59,841
Total Assets and Deferred Outflows of Resources	10,769,949	6,013,090	4,223,219
LIABILITIES			
Current Liabilities			
Accounts payable	166,567	37,437	38,479
Interest payable	10,045	-	4,927
Wages payable	91,178	22,808	153,163
Compensated absences	125,638	35,862	382,386
Claims payable	-	1,482,451	-
Capital lease obligations	1,198,520	-	407,318
Total Current Liabilities	1,591,948	1,578,558	986,273
Non-Current Liabilities			
Postemployment benefits	615,810	-	343,743
Claims payable	-	2,749,196	-
Capital lease obligations	2,948,187	-	509,791
Total Non-Current Liabilities	3,563,997	2,749,196	853,534
Total Liabilities	5,155,945	4,327,754	1,839,807
NET POSITION			
Net investment in capital assets	1,785,440	-	527,956
Restricted: debt service	1,557,795	-	6,458
Unrestricted	2,270,769	1,685,336	1,848,998
Total Net Position	\$ 5,614,004	\$ 1,685,336	\$ 2,383,412

		Utility Customer	
Benefits		Service and Admin.	Total
\$	1,154,318	\$ 172,712	\$ 5,542,494
	6,350,712	2,367,861	17,831,324
	157,754	6,507	349,378
	19,561	7,213	54,847
	-	-	296,852
	-	-	534,395
	7,682,345	2,554,293	24,609,290
	-	-	1,564,253
	-	-	30,126
	-	3,408,119	19,100,962
	-	(3,201,869)	(14,022,530)
	-	206,250	6,672,811
	7,682,345	2,760,543	31,282,101
	18,858	246,483	432,386
	18,858	246,483	432,386
	7,701,203	3,007,026	31,714,487
	517,724	211,598	971,805
	-	-	14,972
	19,719	296,919	583,787
	41,884	318,890	904,660
	1,575,483	-	3,057,934
	-	-	1,605,838
	2,154,810	827,407	7,138,996
	108,323	1,415,868	2,483,744
	-	-	2,749,196
	-	-	3,457,978
	108,323	1,415,868	8,690,918
	2,263,133	2,243,275	15,829,914
	-	206,250	2,519,646
	-	-	1,564,253
	5,438,070	557,501	11,800,674
\$	5,438,070	\$ 763,751	\$ 15,884,573

**INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
FOR THE YEAR ENDED DECEMBER 31, 2015**

	<u>Equipment</u>	<u>Self Insurance</u>	<u>Data and Communications</u>
OPERATING REVENUES			
Charges for services	\$ 8,491,438	\$ 3,289,459	\$ 1,951,250
Total Operating Revenues	8,491,438	3,289,459	1,951,250
OPERATING EXPENSES			
Personal services	2,771,428	522,620	4,503,574
Contractual services	1,588,908	3,169,193	2,371,769
Commodities	1,583,313	115,777	911,891
Other	1,815,877	142,507	535,146
Depreciation	900,020	-	262,838
Total Operating Expenses	8,659,546	3,950,097	8,585,218
Operating Income (Loss)	(168,108)	(660,638)	(6,633,968)
NONOPERATING REVENUES (EXPENSES)			
Earnings on investments	37,294	24,630	42,570
Intergovernmental	67,920	-	-
Other revenue	62,668	-	134,281
Gain (loss) on sale of capital assets	136,500	-	-
Interest expense	(46,905)	-	(26,812)
Total Nonoperating Revenues (Expenses)	257,477	24,630	150,039
Income (Loss) Before Transfers	89,369	(636,008)	(6,483,929)
Transfers in	1,136,881	700,000	6,960,035
Transfers out	-	(188,885)	-
Change in Net Position	1,226,250	(124,893)	476,106
Net Position--January 1 (as restated)	4,387,754	1,810,229	1,907,306
Net Position--December 31	<u>\$ 5,614,004</u>	<u>\$ 1,685,336</u>	<u>\$ 2,383,412</u>

Benefits	Utility Customer Service and Admin.	Total
\$ 23,867,550	\$ 12,687,208	\$ 50,286,905
23,867,550	12,687,208	50,286,905
594,312	8,599,208	16,991,142
25,618,402	3,997,111	36,745,383
14,745	407,625	3,033,351
-	152,470	2,646,000
-	112,582	1,275,440
26,227,459	13,268,996	60,691,316
(2,359,909)	(581,788)	(10,404,411)
86,352	34,660	225,506
-	-	67,920
40,189	1,291,266	1,528,404
-	7,901	144,401
-	-	(73,717)
126,541	1,333,827	1,892,514
(2,233,368)	752,039	(8,511,897)
-	329,344	9,126,260
-	(1,931,045)	(2,119,930)
(2,233,368)	(849,662)	(1,505,567)
7,671,438	1,613,413	17,390,140
\$ 5,438,070	\$ 763,751	\$ 15,884,573

**INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2015**

	Equipment	Self Insurance	Data and Communications
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from interfund services provided	\$ 8,495,289	\$ 3,175,161	\$ 1,924,242
Cash paid to employees for services	(2,756,831)	(498,340)	(4,470,252)
Cash paid to other suppliers of goods & services	(5,093,086)	(3,413,039)	(3,910,153)
Payments for interfund services used	-	-	-
Other receipts	62,668	-	134,281
Net cash provided (used) by operating activities	708,040	(736,218)	(6,321,882)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers from other funds	1,136,881	700,000	6,960,035
Transfers to other funds	-	(188,885)	-
Net cash provided (used) by noncapital financing activities	1,136,881	511,115	6,960,035
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Proceeds from capital debt	3,239,031	-	-
Purchases of capital assets	(1,695,849)	-	(195,549)
Principal paid on capital debt	(811,561)	-	(398,103)
Interest paid on capital debt	(47,227)	-	(26,458)
Proceeds from sales of capital assets	136,500	-	-
Grant proceeds from federal government	67,920	-	-
Net cash provided (used) by capital and related financing activities	888,814	-	(620,110)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of investments	(1,220,591)	242,496	(316,501)
Earnings received on investments	33,430	25,241	41,440
Net cash provided (used) by investing activities	(1,187,161)	267,737	(275,061)
Net increase (decrease) in cash and cash equivalents	1,546,574	42,634	(257,018)
Cash and cash equivalents, January 1	338,286	3,557,674	551,567
Cash and cash equivalents, December 31	\$ 1,884,860	\$ 3,600,308	\$ 294,549
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	(168,108)	(660,638)	(6,633,968)
Other receipts	62,668	-	134,281
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:			
Depreciation expense	900,020	-	262,838
(Increase) decrease in accounts receivable	3,851	(114,298)	(27,008)
(Increase) in inventories	(2,914)	-	-
(Increase) decrease in prepaid item	(74,407)	-	(2,651)
(Increase) decrease in pension-related items	(107,204)	-	(59,841)
Increase (decrease) in accounts payable	(27,667)	(4,452)	(88,696)
Increase (decrease) in compensated absences payable	2,138	9,846	10,699
Increase (decrease) in post-emp obligation	115,617	-	64,537
Increase in wages payable	4,046	14,434	17,927
Increase (decrease) in claims payable	-	18,890	-
Net cash provided (used) by operating activities	\$ 708,040	\$ (736,218)	\$ (6,321,882)
Reconciliation of cash and cash equivalents to statement of net position:			
Cash and cash equivalents	327,065	3,600,308	288,091
Restricted Assets - cash and cash equivalents	1,557,795	-	6,458
	\$ 1,884,860	\$ 3,600,308	\$ 294,549

		Utility Customer	
Benefits	Service and Admin.		Total
\$ 23,936,962	\$ 12,680,701	\$	50,212,355
(596,759)	(8,573,095)		(16,895,277)
(25,449,995)	(4,518,673)		(42,384,946)
-	-		-
40,189	1,291,266		1,528,404
(2,069,603)	880,199		(7,539,464)
-	329,344		9,126,260
-	(1,931,045)		(2,119,930)
-	(1,601,701)		7,006,330
-	-		3,239,031
-	(137,190)		(2,028,588)
-	-		(1,209,664)
-	-		(73,685)
-	7,901		144,401
-	-		67,920
-	(129,289)		139,415
1,731,119	577,484		1,014,007
91,175	36,760		228,046
1,822,294	614,244		1,242,053
(247,309)	(236,547)		848,334
1,401,627	409,259		6,258,413
\$ 1,154,318	\$ 172,712	\$	7,106,747
(2,359,909)	(581,788)	\$	(10,404,411)
40,189	1,291,266		1,528,404
-	112,582		1,275,440
69,412	(6,507)		(74,550)
-	-		(2,914)
-	-		(77,058)
(18,858)	(246,483)		(432,386)
(11,150)	38,533		(93,432)
(2,488)	(40,012)		(19,817)
20,337	265,826		466,317
(1,438)	46,782		81,751
194,302	-		213,192
\$ (2,069,603)	\$ 880,199	\$	(7,539,464)
1,154,318	172,712		5,542,494
-	-		1,564,253
\$ 1,154,318	\$ 172,712	\$	7,106,747

EQUIPMENT FUND
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES				
Programs				
Fees and charges for services	\$ 8,491,438	\$ 10,345,176	\$ 10,345,176	\$ (1,853,738)
Earnings (loss) on investments	37,294	14,000	14,000	23,294
Miscellaneous revenue	64,027	65,500	65,500	(1,473)
Proceeds from lease purchase	1,986,168	62,500	62,500	1,923,668
Transfers	1,136,881	1,136,881	1,136,881	-
Projects				
Intergovernmental	67,920	-	162,582	(94,662)
Total Revenues	<u>11,783,728</u>	<u>11,624,057</u>	<u>11,786,639</u>	<u>(2,911)</u>
EXPENSES				
Programs (fund level of budgetary control)				
Equipment Shop	2,385,744	2,545,763	2,636,634	250,890
Fleet Fuel	1,863,674	3,667,641	3,698,610	1,834,936
Fleet Pool Rental	211,746	525,607	639,799	428,053
Fleet Support Services	578,086	463,880	463,880	(114,206)
Fleet Warehouse	61,969	53,636	53,636	(8,333)
General Fund Equip Replacement	54,618	70,114	70,114	15,496
Pks, Forestry, Hort Veh Rplc	835,135	258,747	258,747	(576,388)
Police Equipment Replacement	1,736,086	808,020	815,590	(920,496)
Streets Shop	805,737	1,192,399	1,192,399	386,662
Transfort Shop	1,713,126	1,980,739	1,986,971	273,845
Projects (project level of budgetary control)				
Fleet Services Energy Grants	67,920	-	181,967	114,047
Total Expenses	<u>10,313,841</u>	<u>11,566,546</u>	<u>11,998,347</u>	<u>1,684,506</u>
Excess (deficiency) of revenues over (under) expenses before reconciling items	1,469,887	<u>\$ 57,511</u>	<u>\$ (211,708)</u>	<u>\$ 1,681,595</u>
RECONCILIATION TO GAAP BASIS				
Capital Outlay--Programs	1,695,849			
Principal Reduction--Long-term Debt	811,561			
Proceeds From Lease Purchases	(1,851,027)			
Depreciation	(900,020)			
Total Reconciling Items	<u>(243,637)</u>			
Change in net position	1,226,250			
Net Position--January 1 (as restated)	<u>4,387,754</u>			
Net Position--December 31	<u>\$ 5,614,004</u>			

SELF INSURANCE FUND
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES				
Programs				
Fees and charges for services	\$ 3,289,458	\$ 3,113,633	\$ 3,113,633	\$ 175,825
Earnings (loss) on investments	24,630	40,183	40,183	(15,553)
Transfers	700,000	-	700,000	-
Projects				
Total Revenues	<u>4,014,088</u>	<u>3,153,816</u>	<u>3,853,816</u>	<u>160,272</u>
EXPENSES				
Programs (fund level of budgetary control)				
Property & Liability Insurance	91,694	-	3,296	(88,398)
Risk Management	4,031,020	3,405,515	4,261,427	230,407
Workers Compensation	16,267	-	1,800	(14,467)
Total Expenses	<u>4,138,981</u>	<u>3,405,515</u>	<u>4,266,523</u>	<u>127,542</u>
Excess (deficiency) of revenues over (under) expenses before reconciling items	(124,893)	<u>\$ (251,699)</u>	<u>\$ (412,707)</u>	<u>\$ 287,814</u>
Change in net position	(124,893)			
Net Position--January 1	<u>1,810,229</u>			
Net Position--December 31	<u>\$ 1,685,336</u>			

DATA AND COMMUNICATIONS FUND
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES				
Programs				
Fees and charges for services	\$ 1,951,250	\$ 1,832,405	\$ 1,832,405	\$ 118,845
Earnings (loss) on investments	42,570	32,673	32,673	9,897
Miscellaneous revenue	134,281	-	-	134,281
Transfers	6,960,035	6,960,035	6,960,035	-
Total Revenues	<u>9,088,136</u>	<u>8,825,113</u>	<u>8,825,113</u>	<u>263,023</u>
EXPENSES				
Programs (fund level of budgetary control)				
Application Services	326,559	443,106	443,106	116,547
Data Management Services	936,435	1,040,276	1,042,062	105,627
Dev Tracking System	301,486	296,019	297,269	(4,217)
E-Government Services	392,236	377,723	377,723	(14,513)
E-Mail Services	84,051	80,224	80,224	(3,827)
Enterprise Doc Mgmt Services	208,753	229,152	229,152	20,399
ERP Services	975,044	863,685	940,875	(34,169)
Geographic Info Services	499,708	498,870	498,870	(838)
Infra Equip Replacement	1,816,719	1,952,729	2,121,362	304,643
IT Administration	435,731	498,158	499,745	64,014
IT Client Services	1,237,121	903,892	903,892	(333,229)
Network Services	1,061,911	1,185,875	1,187,943	126,032
Voice Services	667,089	755,404	755,404	88,315
Total Expenses	<u>8,942,843</u>	<u>9,125,113</u>	<u>9,377,627</u>	<u>434,784</u>
Excess (deficiency) of revenues over (under) expenses before reconciling items	145,293	<u>\$ (300,000)</u>	<u>\$ (552,514)</u>	<u>\$ 697,807</u>
RECONCILIATION TO GAAP BASIS				
Current Year's Project Expenses	195,528			
Principal Reduction--Long-term Debt	398,123			
Depreciation	<u>(262,838)</u>			
Total Reconciling Items	<u>330,813</u>			
Change in net position	476,106			
Net Position--January 1 (as restated)	<u>1,907,306</u>			
Net Position--December 31	<u>\$ 2,383,412</u>			

BENEFITS FUND
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES				
Programs				
Fees and charges for services	\$ 23,867,550	\$ 24,121,400	\$ 24,121,400	\$ (253,850)
Earnings (loss) on investments	86,352	126,451	126,451	(40,099)
Miscellaneous revenue	40,189	40,000	40,000	189
Total Revenues	<u>23,994,091</u>	<u>24,287,851</u>	<u>24,287,851</u>	<u>(293,760)</u>
EXPENSES				
Programs (fund level of budgetary control)				
Benefits	<u>26,227,459</u>	<u>24,429,049</u>	<u>26,388,062</u>	<u>160,603</u>
Total Expenses	<u>26,227,459</u>	<u>24,429,049</u>	<u>26,388,062</u>	<u>160,603</u>
Excess (deficiency) of revenues over (under) expenses before reconciling items	(2,233,368)	<u>\$ (141,198)</u>	<u>\$ (2,100,211)</u>	<u>\$ (133,157)</u>
Change in net position	(2,233,368)			
Net Position--January 1 (as restated)	<u>7,671,438</u>			
Net Position--December 31	<u>\$ 5,438,070</u>			

UTILITY CUSTOMER SERVICE AND ADMINISTRATIVE FUND
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES				
Programs				
Fees and charges for services	\$ 12,687,208	\$ 15,675,653	\$ 15,675,653	\$ (2,988,445)
Earnings (loss) on investments	34,660	40,000	40,000	(5,340)
Miscellaneous revenue	1,291,266	1,130,000	1,130,000	161,266
Other financing sources	7,901	-	-	7,901
Transfers	329,344	329,344	329,344	-
Total Revenues	<u>14,350,379</u>	<u>17,174,997</u>	<u>17,174,997</u>	<u>(2,824,618)</u>
EXPENSES				
Programs (fund level of budgetary control)				
Electric Field Services	228,254	276,335	276,335	48,081
Safety and Security	455,633	839,173	840,641	385,008
Ut Electric Systems Eng Div	623,705	613,707	643,334	19,629
Ut Enviro Regulatory Affairs	735,283	837,790	941,275	205,992
Ut Standards Engineering Div	162,446	183,061	183,061	20,615
Utilities Customer Connections	5,852,562	6,231,327	6,501,565	649,003
Utilities Management	705,680	1,189,654	989,672	283,992
Utilities Strategic Planning	230,728	353,912	463,390	232,662
Utility Financial Operations	2,300,639	2,402,381	2,449,139	148,500
Utility Tech. & Cust. Service	3,929,719	4,270,507	4,270,507	340,788
Total Expenses	<u>15,224,649</u>	<u>17,197,847</u>	<u>17,558,919</u>	<u>2,334,270</u>
Excess (deficiency) of revenues over (under) expenses before reconciling items	(874,270)	<u>\$ (22,850)</u>	<u>\$ (383,922)</u>	<u>\$ (490,348)</u>
RECONCILIATION TO GAAP BASIS				
Current Year's Project Expenses	137,190			
Depreciation	(112,582)			
Total Reconciling Items	<u>24,608</u>			
Change in net position	(849,662)			
Net Position--January 1 (as restated)	<u>1,613,413</u>			
Net Position--December 31	<u>\$ 763,751</u>			

FIDUCIARY FUNDS
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

Trust Funds:

General Employees' Retirement Plan -- to account for the general employees' retirement plan.
Closed to new hires as of 1/1/1999.

Agency Funds:

Poudre Fire Authority -- to account for cash and investments held by the City on behalf of Poudre Fire Authority.

Poudre River Public Library District -- to account for cash and investments held by the City on behalf of Poudre River Public Library District.

GENERAL EMPLOYEES' RETIREMENT PLAN TRUST FUND
SCHEDULE OF CHANGES IN NET POSITION HELD IN TRUST FOR
PENSION BENEFITS - ACTUAL AND BUDGET
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
ADDITIONS			
Contributions	\$ 1,830,265	\$ 1,910,000	\$ (79,735)
Earnings on investments	105,415	136,500	(31,085)
Change in the fair value of investments	<u>(379,998)</u>	<u>-</u>	<u>(379,998)</u>
Total Additions	<u>1,555,682</u>	<u>2,046,500</u>	<u>(490,818)</u>
DEDUCTIONS			
Benefit payments	4,205,104	3,800,000	(405,104)
Administration	<u>22,706</u>	<u>27,763</u>	<u>5,057</u>
Total Deductions	<u>4,227,810</u>	<u>3,827,763</u>	<u>(400,047)</u>
Net Increase (Decrease) in Plan Net Position	(2,672,128)	<u>\$ (1,781,263)</u>	<u>\$ (890,865)</u>
Net Position Held in Trust for Pension			
Benefits--January 1	<u>45,722,416</u>		
Net Position Held in Trust for Pension			
Benefits--December 31	<u>\$ 43,050,288</u>		

AGENCY FUNDS
COMBINING STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2015

	Poudre Fire Authority	Poudre River Public Library District	Total Agency Funds
ASSETS			
Cash and cash equivalents	\$ 1,199,066	\$ 570,694	\$ 1,769,760
Interest Receivable	41,664	19,754	61,418
Investments, at fair value			
U S Government securities	12,487,571	5,832,793	18,320,364
Corporate bonds	1,249,748	583,742	1,833,490
Total Investments, at fair value	13,737,319	6,416,535	20,153,854
Total Assets	14,978,049	7,006,983	21,985,032
LIABILITIES			
Amounts held for other governments	14,978,049	7,006,983	21,985,032
Total Liabilities	\$ 14,978,049	\$ 7,006,983	\$ 21,985,032

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

AGENCY FUNDS
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED DECEMBER 31, 2015

POUDRE FIRE AUTHORITY	Balance-- Dec. 31, 2014	Additions	Deductions	Balance-- Dec. 31, 2015
ASSETS				
Cash and cash equivalents	\$ 1,240,334	\$ -	\$ 41,268	\$ 1,199,066
Receivables - interest	35,514	6,150	-	41,664
Investments, at fair value				
U S Government securities	10,317,793	2,169,778	-	12,487,571
Corporate bonds	1,411,112		161,364	1,249,748
Total Investments, at fair value	11,728,905	2,169,778	161,364	13,737,319
Total Assets	13,004,753	2,175,928	202,632	14,978,049
LIABILITIES				
Amounts held for other governments	\$ 13,004,753	\$ 2,175,928	\$ 202,632	\$ 14,978,049
POUDRE RIVER PUBLIC LIBRARY DISTRICT	Balance-- Dec. 31, 2014	Additions	Deductions	Balance-- Dec. 31, 2015
ASSETS				
Cash and cash equivalents	\$ 563,169	\$ 7,525	\$ -	\$ 570,694
Receivables - interest	17,337	2,417	-	19,754
Investments, at fair value				
U S Government securities	5,035,919	796,874		5,832,793
Corporate bonds	688,735		104,993	583,742
Total Investments, at fair value	5,724,654	796,874	104,993	6,416,535
Total Assets	6,305,160	806,816	104,993	7,006,983
LIABILITIES				
Amounts held for other governments	\$ 6,305,160	\$ 806,816	\$ 104,993	\$ 7,006,983
TOTAL - ALL FUNDS	Balance-- Dec. 31, 2014	Additions	Deductions	Balance-- Dec. 31, 2015
ASSETS				
Cash and cash equivalents	\$ 1,803,503	\$ 7,525	\$ 41,268	\$ 1,769,760
Receivables - interest	52,851	8,567	-	61,418
Investments, at fair value				
U S Government securities	15,353,712	2,966,652	-	18,320,364
Corporate bonds	2,099,847	-	266,357	1,833,490
Total Investments, at fair value	17,453,559	2,966,652	266,357	20,153,854
Total Assets	19,309,913	2,982,744	307,625	21,985,032
LIABILITIES				
Amounts held for other governments	\$ 19,309,913	\$ 2,982,744	\$ 307,625	\$ 21,985,032

**COMPONENT UNIT FUNDS
RECONCILIATIONS
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES**

DOWNTOWN DEVELOPMENT AUTHORITY (DDA)

Reconciliations:

Reconciliation of the Balance Sheet to the Statement of Net Position

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities

Funds:

General -- to account for all general operations of the DDA except those required to be accounted for in another fund.

Debt Service -- to account for tax increment revenues received from property taxes and used to service the DDA's tax increment bonds.

**COMPONENT UNIT
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2015**

	Total	Adjustments	Statement of Net Position
ASSETS			
Cash and cash equivalents	\$ 200,938	\$ -	\$ 200,938
Investments	2,298,040	-	2,298,040
Receivables			
Property taxes	5,027,570	-	5,027,570
Interest	12,225	-	12,225
Due from other governments	-	-	-
Inventory of real property held for resale	135,464	-	135,464
Restricted investments	1,250,000	-	1,250,000
Capital assets (non-depreciable)	-	2,528,747	1 2,528,747
Capital assets (net of accumulated depreciation)	-	2,577,304	1 2,577,304
Total Assets	<u>9,133,365</u>	<u>5,106,051</u>	<u>14,239,416</u>
LIABILITIES			
Accounts payable	322,321	-	322,321
Interest payable	-	47,384	2 47,384
Wages payable	15,765	-	15,765
Non-Current liabilities			
Due within one year	-	1,734,288	2 1,734,288
Due after one year	-	12,020,839	2 12,020,839
Total Liabilities	<u>338,086</u>	<u>13,802,511</u>	<u>14,140,597</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	<u>5,027,570</u>	<u>-</u>	<u>5,027,570</u>
Total Deferred inflows of resources	<u>5,027,570</u>	<u>-</u>	<u>5,027,570</u>
FUND BALANCES/NET POSITION			
Fund balances			
Nonspendable	135,464		
Restricted	1,250,000		
Assigned	<u>1,937,934</u>		
Total Fund Balances	<u>3,767,709</u>	<u>(8,696,460)</u>	<u>(4,928,751)</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 9,133,365</u>		
Net Position:			
Net investment in capital assets			5,106,051
Restricted for debt service			1,250,000
Unrestricted (deficits)			3 (11,284,802)
Total Net Position (Deficit) of Component Unit (page 29)			<u>\$ (4,928,751)</u>

- 1 Capital assets net of accumulated depreciation used in governmental activities are not current financial resources. Therefore they are not reported in the funds.
- 2 Long-term liabilities, including bonds payable, related interest, and compensated absences, are not due and payable in the current period and therefore not reported in the funds.
- 3 The component unit receives tax increment to service the bonds issued for improvements made within the downtown area. A majority of these improvements relate to building facades intended to preserve the historical architecture in the Old Town area of the City's downtown. Although the component unit may benefit over time from any increase in the assessed value of these properties related to these improvements, no assets are recorded in relation to these activities. As a result, the statement of net position for the component unit reflects a deficit balance for unrestricted net position.

COMPONENT UNIT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Total</u>	<u>Adjustments</u>	<u>Statement of Activities</u>
Expenditures/Expenses (including transfers):			
Expenditures/expenses	\$ 8,284,268	\$ (2,408,692) ¹	\$ 5,875,576
	8,284,268	(2,408,692)	5,875,576
Program Revenues			
Charges for services	1,799	-	1,799
Operating grants and contributions	56,542	-	56,542
Net Program Revenues	58,341	-	58,341
Net Program Expense	8,225,927	(2,408,692)	5,817,235
General Revenues			
Property taxes	3,925,427	-	3,925,427
Investment earnings	72,575	-	72,575
Miscellaneous	2,271,306	(1,063,205) ²	1,208,101
Total General Revenues	6,269,308	(1,063,205)	5,206,103
Change in Net Position (pages 30-31)	(1,956,619)	1,345,487	(611,132)
Fund Balance/Net Position			
Beginning of the year	5,724,328	(10,041,947)	(4,317,619)
End of the year	\$ 3,767,709	\$ (8,696,460)	\$ (4,928,751)

- ¹ Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds

Net decrease in accrued interest related to last debt service payment	8,811
Net increase in compensated absences	3,512
Debt Payment	(2,513,205)
Current year depreciation	92,190
	<u>\$ (2,408,692)</u>

- ² Proceeds from issuance of long term debt are not reported as revenues in the governmental funds. \$ (1,063,205)

DOWNTOWN DEVELOPMENT AUTHORITY
BALANCE SHEET
DECEMBER 31, 2015

	<u>General</u>	<u>Debt Service</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 165,739	\$ 35,199	\$ 200,938
Investments	1,894,612	403,428	2,298,040
Receivables			
Property taxes	839,350	4,188,220	5,027,570
Interest	6,540	5,685	12,225
Due from other governments	-	-	-
Inventory of real property held for resale	135,464	-	135,464
Restricted - investments	-	1,250,000	1,250,000
Total Assets	<u>3,250,833</u>	<u>5,882,532</u>	<u>9,133,365</u>
LIABILITIES			
Accounts payable, accruals, and other	322,321	-	322,321
Wages payable	<u>15,765</u>	<u>-</u>	<u>15,765</u>
Total Liabilities	<u>338,086</u>	<u>-</u>	<u>338,086</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	<u>839,350</u>	<u>4,188,220</u>	<u>5,027,570</u>
Total Deferred inflows of resources	<u>839,350</u>	<u>4,188,220</u>	<u>5,027,570</u>
Total Liabilities and Deferred inflows of resources	<u>1,177,436</u>	<u>4,188,220</u>	<u>5,365,656</u>
FUND BALANCES			
Nonspendable	135,464	-	135,464
Restricted	-	1,250,000	1,250,000
Assigned	<u>1,937,934</u>	<u>-</u>	<u>1,937,934</u>
Total Fund Balances	<u>2,073,397</u>	<u>1,694,312</u>	<u>3,767,709</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 3,250,833</u>	<u>\$ 5,882,532</u>	<u>\$ 9,133,365</u>

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

DOWNTOWN DEVELOPMENT AUTHORITY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>General</u>	<u>Debt Service</u>	<u>Total</u>
REVENUES			
Taxes	\$ 715,886	\$ 3,209,541	\$ 3,925,427
Licenses and permits	1,799	-	1,799
Intergovernmental	56,542	-	56,542
Earnings on investments	55,240	17,335	72,575
Total Revenues	<u>2,029,467</u>	<u>3,226,876</u>	<u>5,256,343</u>
EXPENDITURES			
Current operating			
Administrative	5,029,667	163	5,029,830
Debt service			
Principal	-	2,756,839	2,756,839
Interest	-	497,599	497,599
Total Expenditures	<u>5,029,667</u>	<u>3,254,601</u>	<u>8,284,268</u>
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	<u>(3,000,200)</u>	<u>(27,725)</u>	<u>(3,027,925)</u>
OTHER FINANCING SOURCES (USES)			
Proceeds from issuance of long term debt	<u>1,063,205</u>	<u>-</u>	<u>1,063,205</u>
Total Other Financing Sources	<u>1,071,306</u>	<u>-</u>	<u>1,071,306</u>
Net Change in Fund Balances	(1,928,894)	(27,725)	(1,956,619)
Fund Balances-January 1	<u>4,002,291</u>	<u>1,722,037</u>	<u>5,724,328</u>
Fund Balances-December 31	<u>\$ 2,073,397</u>	<u>\$ 1,694,312</u>	<u>\$ 3,767,709</u>

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

DOWNTOWN DEVELOPMENT AUTHORITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES			
Programs			
Earnings on investments	\$ 55,240	\$ 298	\$ 54,942
Intergovernmental	56,542	39,653	16,889
Licenses and permits	1,800	1,800	-
Miscellaneous revenue	1,208,101	-	1,208,101
Proceeds from issuance of long-term debt	1,063,205	1,063,205	-
Taxes	715,886	702,333	13,553
Total Revenues	<u>3,100,774</u>	<u>1,807,289</u>	<u>1,293,485</u>
EXPENDITURES			
Programs			
DDA - 2014 Financing Activity	54,666	293,688	239,022
DDA - 2015 Financing Activity	4,275,909	1,530,286	(2,745,623)
Operation & Maintenance DDA	699,093	744,084	44,991
Total Expenditures	<u>5,029,668</u>	<u>2,568,058</u>	<u>(2,461,610)</u>
Excess (deficiency) of revenues over (under) expenditures	(1,928,894)	<u>\$ (760,769)</u>	<u>\$ (1,168,125)</u>
Fund Balances--January 1	<u>4,002,291</u>		
Fund Balances--December 31	<u>\$ 2,073,397</u>		

**DOWNTOWN DEVELOPMENT AUTHORITY
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--
ACTUAL AND BUDGET (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015**

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES			
Taxes	\$ 17,335	\$ 17,949	\$ (614)
Proceeds from issuance of long-term debt	3,209,541	3,109,466	100,075
Total Revenues	<u>3,226,876</u>	<u>3,127,415</u>	<u>99,461</u>
EXPENDITURES			
Current operating			
Debt Service	3,254,438	3,254,438	-
Internal Admin Services	163	163	-
Total Expenditures	<u>3,254,601</u>	<u>3,254,601</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(27,725)	<u>\$ (127,186)</u>	<u>\$ 99,461</u>
Fund Balances--January 1	<u>1,722,037</u>		
Fund Balances--December 31	<u>\$ 1,694,312</u>		

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STATISTICAL SECTION



Statistical Section

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

Financial Trends - These schedules contain trend information to help the reader understand how the City of Fort Collins' financial performance and well-being have changed over time.

Net Position by Component	Exh. A-1	171
Changes in Net Position.....	Exh. A-2	172
Fund Balances, Governmental Funds	Exh. A-3	173
Changes in Fund Balances, Governmental Funds	Exh. A-4	174

Revenue Capacity - These schedules contain information to help the reader assess the City of Fort Collins' most significant local revenue sources - Sales and Use taxes.

Taxable Sales by Category	Exh. A-5	175
Direct and Overlapping Sales Tax Rates	Exh. A-6	176
Sales Tax Revenue Taxpayers by Industry.....	Exh. A-7	177

Debt Capacity - These schedules present information to help the reader assess the affordability of the City of Fort Collins' current levels of outstanding debt and its ability to issue additional debt in the future.

Ratios of Outstanding Debt by Type	Exh. A-8	178
Ratios of General Bonded Debt Outstanding	Exh. A-9	179
Direct & Overlapping Governmental Act. Debt.....	Exh. A-10	180
Legal Debt Margin Information.....	Exh. A-11	181
Pledged Revenue Coverage	Exh. A-12	182

Demographic and Economic Information - These schedules offer demographics and economic indicators to help the reader understand the environment within which the City of Fort Collins financial activities take place.

Demographic and Economic Statistics	Exh. A-13	184
Principal Employers.....	Exh. A-14	185
Full-time Equivalent City Emp. By Function/Program	Exh. A-15	186

Operating Information - These schedules contain service and infrastructure data to help the reader understand how the information in City of Fort Collins financial report relates to the services government provides and the activities it performs.

Operating Indicators by Function/Program	Exh. A-16	187
Capital Asset Statistics by Function/Program	Exh. A-17	188

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

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Net Position by Component (in thousands)
 Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year									
	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Governmental activities										
Net investment in capital assets	\$ 481,713	\$ 526,367	\$ 551,853	\$ 573,887	\$ 597,270	\$ 628,758	\$ 662,461	\$ 694,119	\$ 718,092	\$ 754,652
Restricted	8,957	(12,037)	5,229	8,960	37,138	43,327	52,466	55,649	76,411	75,207
Unrestricted	193,016	184,842	161,680	146,408	113,086	107,784	119,944	145,207	153,205	161,718
Total governmental activities net position	683,685	699,172	718,762	729,256	747,494	779,869	834,870	894,974	947,708	991,577
Business-type activities										
Net investment in capital assets	376,929	398,949	429,392	453,420	466,364	490,511	508,284	531,113	564,294	595,216
Restricted	1,091	1,130	1,642	1,671	1,030	1,025	995	1,032	853	1,027
Unrestricted	161,847	175,273	168,966	157,998	163,527	160,226	172,528	178,571	182,456	167,931
Total business-type activities net position	539,867	575,353	600,000	613,089	630,922	651,763	681,808	710,716	747,603	764,174
Primary government										
Net investment in capital assets	858,642	925,317	981,245	1,027,307	1,063,634	1,119,270	1,170,745	1,225,231	1,282,386	1,349,868
Restricted	10,047	(10,907)	6,871	10,631	38,168	44,352	53,461	56,681	77,264	76,234
Unrestricted	354,863	360,115	330,646	304,406	276,613	268,010	292,472	323,778	335,661	329,648
Total primary government net position	\$ 1,223,552	\$ 1,274,525	\$ 1,318,762	\$ 1,342,345	\$ 1,378,416	\$ 1,431,631	\$ 1,516,678	\$ 1,605,690	\$ 1,695,311	\$ 1,755,751

Totals may not add due to rounding

Changes in Net Position (in thousands)
Last Ten Fiscal Years
(accrual basis of accounting)

Exhibit A-2

Expenses	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Governmental activities										
General government	\$ 27,085	\$ 26,553	\$ 33,535	\$ 32,868	\$ 29,752	\$ 33,674	\$ 34,645	\$ 40,118	\$ 36,434	\$ 47,737
Public safety	43,299	44,412	46,521	50,056	48,854	51,313	55,633	56,660	57,686	61,018
Culture, parks, recreation & natural areas	32,004	34,790	35,490	38,515	27,342	29,755	32,448	40,910	37,165	35,423
Planning and development	5,525	7,593	6,585	9,706	14,331	11,053	9,502	13,547	11,160	11,241
Transportation	44,644	42,839	44,659	36,471	34,698	38,540	42,249	43,710	58,021	57,596
Library	3,729	3,900	-	-	-	-	-	-	-	-
Interest on long-term debt	3,100	3,113	3,063	2,632	2,682	2,523	2,148	1,406	1,945	1,317
Total governmental activities expenses	159,386	163,199	169,852	170,247	157,659	166,857	176,625	196,352	202,411	214,332
Business-type activities										
Light & Power	73,793	80,479	81,620	83,888	91,693	97,057	101,513	116,639	116,911	124,304
Water	19,790	23,272	21,205	20,667	19,671	19,941	22,169	23,312	25,586	27,698
Wastewater	13,187	14,240	13,370	14,668	14,129	14,163	15,872	17,808	18,314	19,492
Storm drainage	7,493	9,132	9,021	9,426	8,307	8,407	8,119	9,428	9,196	9,287
Golf	2,469	2,697	2,507	2,387	2,454	2,547	2,661	2,758	3,306	3,169
Total business-type activities expenses	116,732	129,820	127,723	131,037	136,253	142,115	150,333	169,946	173,313	183,949
Total primary government expenses	276,118	293,019	297,575	301,284	293,911	308,973	326,958	366,298	375,724	398,281
Program revenues										
Governmental activities										
General government	4,706	4,890	12,962	8,863	6,782	7,479	6,458	6,944	8,807	15,194
Public safety	2,436	3,719	1,823	1,930	1,862	1,724	1,548	1,688	1,750	1,918
Culture, parks, recreation & natural areas	7,257	11,868	8,065	7,388	7,004	7,491	7,680	8,486	9,165	9,222
Planning and development	2,828	2,617	1,649	994	1,295	1,622	2,579	3,540	5,335	4,409
Transportation	9,296	9,293	12,003	8,577	8,101	6,926	11,147	12,108	13,409	9,833
Operating grants & contributions	10,684	10,988	6,917	7,998	8,240	13,712	9,284	10,075	6,958	8,737
Capital grants & contributions	31,530	30,932	7,775	25,717	16,014	14,784	31,678	49,585	28,040	17,788
Total governmental activities program revenues	68,736	74,306	51,194	61,467	49,298	53,737	70,374	92,426	73,464	67,102
Business-type activities										
Light & Power	81,482	83,326	83,521	84,253	94,235	100,814	109,776	115,879	115,412	118,780
Water	26,366	25,243	24,499	21,978	24,463	24,308	28,553	26,210	27,044	27,925
Wastewater	14,235	15,114	16,272	17,803	19,275	19,149	20,882	20,430	21,486	22,223
Storm drainage	13,074	13,197	13,576	13,631	13,869	13,946	14,082	14,396	14,835	15,070
Golf	2,540	2,579	2,644	2,608	2,676	2,672	3,096	2,921	3,270	3,499
Operating grants & contributions	13	20	24	112	220	131	6	30	8	74
Capital grants & contributions	16,151	16,651	12,233	8,169	9,019	11,661	15,979	24,099	25,772	16,280
Total business-type activities program revenues	153,860	156,129	152,768	148,553	163,757	172,680	192,374	203,963	207,827	203,851
Total primary government program revenues	222,596	230,436	203,963	210,020	213,055	226,417	262,748	296,389	281,291	270,953
Net (expenses) revenue										
Governmental activities	(90,649)	(88,892)	(118,658)	(108,780)	(108,360)	(113,120)	(106,251)	(103,925)	(128,947)	(147,231)
Business-type activities	37,128	26,309	25,046	17,517	27,504	30,565	42,042	34,017	34,514	19,902
Total primary government net expenses	(53,522)	(62,583)	(93,612)	(91,263)	(80,857)	(82,556)	(64,210)	(69,908)	(94,434)	(127,329)
General revenues and other changes in net position										
Governmental activities										
Taxes:										
Sales & use taxes	75,631	78,445	75,865	70,501	74,719	97,589	109,732	111,846	129,088	134,899
Property taxes	15,898	16,298	16,683	17,038	17,833	17,742	18,188	18,485	19,155	19,988
Occupational privilege taxes	2,424	2,359	2,494	2,413	2,327	2,433	2,560	2,653	2,676	2,851
Lodging tax	842	838	833	736	808	909	1,012	1,103	1,305	1,451
Intergovernmental not restricted to programs	486	541	10,420	9,277	9,919	10,274	10,681	20,032	21,146	22,436
Investment earnings	17,231	14,546	9,043	3,655	2,367	2,601	1,998	537	3,142	7,497
Miscellaneous	3,540	3,261	14,400	1,394	787	1,019	1,246	2,991	3,211	2,912
Transfers	6,670	6,900	11,820	10,947	13,636	13,486	15,837	6,383	1,959	1,532
Total governmental activities	122,722	123,188	141,560	115,962	122,395	146,054	161,253	164,029	181,681	193,564
Business-type activities										
Intergovernmental not restricted to programs	-	10	-	-	-	-	-	-	-	-
Investment earnings	7,072	15,279	9,583	4,727	2,585	2,919	2,227	466	2,330	2,113
Other miscellaneous	2,130	787	1,839	1,792	1,379	1,498	1,613	808	2,003	1,984
Transfers	(6,670)	(6,900)	(11,820)	(10,947)	(13,636)	(13,486)	(15,837)	(6,383)	(1,959)	(1,532)
Total business-type activities	2,532	9,167	(398)	(4,428)	(9,671)	(9,069)	(11,996)	(5,109)	2,374	2,565
Total primary government	125,254	132,354	141,161	111,533	112,724	136,985	149,257	158,920	184,055	196,129
Change in net position										
Governmental activities	32,072	34,295	22,902	7,181	14,034	32,934	55,001	60,104	52,734	46,333
Business-type activities	39,660	35,476	24,648	13,088	17,833	21,496	30,045	28,908	36,887	22,467
Total primary government	\$ 71,732	\$ 69,771	\$ 47,549	\$ 20,270	\$ 31,867	\$ 54,429	\$ 85,047	\$ 89,012	\$ 89,621	\$ 68,800

Totals may not add due to rounding

Fund Balances, Governmental Funds *(in thousands)*
 Last Ten Fiscal Years
(modified accrual basis of accounting)

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
General Fund										
Non Spendable	\$ 3,026	\$ 3,026	\$ 3,026	\$ 16,616	\$ 9,546	\$ 8,519	\$ 8,519	\$ 7,897	\$ 8,345	\$ 7,196
Restricted	5,386	5,278	4,956	4,287	6,400	7,389	9,751	12,161	16,369	13,795
Committed	813	1,025	569	700	720	604	589	646	506	529
Assigned	21,806	16,444	13,008	5,015	4,929	7,348	12,439	10,403	23,709	20,715
Unassigned	11,973	22,485	23,897	10,977	19,330	16,307	23,956	29,012	25,744	30,708
Total general fund	43,005	48,258	45,456	37,594	40,924	40,167	55,253	60,120	74,674	72,943
All Other Governmental Funds										
Non Spendable	-	-	-	1	6	7	5,311	5,313	5,317	5,314
Restricted	1,183	1,199	1,245	4,674	31,816	35,938	42,715	43,718	60,041	63,491
Committed	15,293	13,440	14,652	14,352	27,556	21,540	30,543	37,142	44,237	53,892
Assigned	114,448	95,644	89,859	87,415	30,269	30,978	23,447	31,444	26,902	21,497
Unassigned	-	-	-	(9,930)	(4,703)	(6,842)	(14,592)	(7,872)	(9,397)	(9,458)
Total other governmental funds	\$ 130,924	\$ 110,283	\$ 105,755	\$ 96,512	\$ 84,944	\$ 81,622	\$ 87,424	\$ 109,745	\$ 127,099	\$ 134,736

Totals may not add due to rounding

Changes in Fund Balances, Governmental Funds (in thousands)
 Last Ten Fiscal Years
 (modified accrual basis of accounting)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Revenues										
Taxes	\$ 93,994	\$ 97,278	\$ 95,875	\$ 90,689	\$ 95,687	\$ 118,673	\$ 131,491	\$ 134,086	\$ 152,223	\$ 159,188
Licenses & permits	1,656	1,657	1,493	1,013	1,236	1,554	2,184	3,040	4,645	3,924
Intergovernmental	22,241	18,057	26,998	29,802	37,520	34,738	53,192	68,696	49,779	45,717
Fees and charges for services	31,681	39,947	30,013	22,918	22,709	22,765	30,742	33,323	37,569	32,611
Fines & forfeitures	2,266	2,825	2,749	2,779	2,737	2,730	2,783	2,803	2,536	2,774
Earnings on investments	8,515	8,798	5,861	3,082	2,064	2,255	1,754	585	2,923	2,558
Securities lending income	7,807	3,915	1,809	103	6	-	-	-	-	-
Miscellaneous revenue	15,201	12,646	4,408	2,472	2,684	8,835	4,224	6,275	5,229	4,203
Total Revenues	183,362	185,121	169,205	152,858	164,643	191,549	226,370	248,809	254,904	250,975
Expenditures										
Police services	26,566	28,463	28,424	29,269	30,490	31,231	34,512	34,805	35,617	36,619
Financial services	2,553	2,877	3,013	3,044	2,909	2,874	3,187	3,616	3,798	3,868
Community and operation	32,441	33,674	32,924	32,894	29,375	32,298	36,043	43,973	40,257	43,073
Planning, development and transportation	36,419	36,103	42,977	37,091	34,475	41,862	45,397	45,830	52,907	59,985
Executive, legislative, and judicial	4,323	4,613	4,945	4,306	4,675	4,390	4,639	5,370	5,945	6,850
Employee and communications	1,618	1,536	2,036	2,774	1,949	2,590	2,449	2,766	2,840	3,659
Sustainability services	3,788	5,215	4,579	8,735	12,246	9,643	7,096	12,332	8,421	10,280
Other	1,084	1,478	1,995	1,177	1,717	1,318	1,682	1,753	1,320	2,368
Library	3,729	3,997	346	-	-	-	-	-	-	-
Securities lending										
Interest	7,695	3,854	1,563	53	4	-	-	-	-	-
Agent fees	45	37	57	28	1	-	-	-	-	-
Intergovernmental										
Fire protection	15,161	15,505	16,383	17,224	17,458	18,994	19,283	20,065	20,753	22,280
Capital outlay	61,964	54,065	27,379	23,944	31,851	40,914	38,356	55,057	42,704	42,221
Debt service										
Principal	4,243	2,988	4,626	4,731	3,805	4,174	6,968	4,202	5,275	5,819
Interest and debt service costs	3,267	3,128	2,955	2,654	2,693	2,524	2,499	1,517	1,953	1,440
Total expenditures	204,897	197,534	174,201	167,923	173,650	192,811	202,111	231,287	221,790	238,462
Excess (deficiency) of revenues over (under) expenditures	(21,535)	(12,413)	(4,996)	(15,066)	(9,007)	(1,262)	24,259	17,522	33,115	12,513
Other Financing Sources (Uses)										
Proceeds from issuance of long term debt	608	763	1,198	-	-	976	35,092	12,909	3,190	239
Transfers in	114,140	112,846	114,237	115,086	35,457	39,128	41,781	33,445	40,033	50,047
Transfers out	(113,888)	(116,583)	(117,769)	(117,124)	(39,156)	(42,958)	(46,030)	(37,705)	(44,496)	(57,124)
Sale of capital assets	-	-	-	-	265	37	181	1,018	67	230
Payments to escrow agent	-	-	-	(2)	-	-	(34,395)	-	-	-
Total other financing sources (uses)	860	(2,975)	(2,334)	(2,040)	(3,435)	(2,817)	(3,371)	9,667	(1,206)	(6,608)
Net change in fund balances	\$ (20,675)	\$ (15,388)	\$ (7,330)	\$ (17,106)	\$ (12,441)	\$ (4,079)	\$ 20,888	\$ 27,188	\$ 31,909	\$ 5,906
Debt service as a percentage of noncapital expenditures	5.13%	4.35%	5.42%	5.11%	4.54%	4.38%	5.78%	3.29%	3.99%	3.80%

Totals may not add due to rounding

Taxable Sales by Category
 Last Ten Fiscal Years
in millions of dollars

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<u>Sales Tax Category</u>										
Grocery, Convenience, Liquor	\$ 320.1	\$ 347.4	\$ 359.8	\$ 359.7	\$ 363.8	\$ 394.1	\$ 429.0	\$ 458.9	\$ 488.3	\$ 513.5
Restaurants, Caterers and Bars	257.0	274.8	285.9	285.4	295.6	315.4	337.9	353.1	380.2	408.8
General Merchandise	334.9	336.2	318.3	306.7	299.4	303.0	303.5	313.1	323.2	302.9
Vehicle Sales, Parts and Repairs	157.8	175.8	162.9	149.3	160.0	164.5	180.6	193.6	221.4	228.5
Building Materials, Garden Equipment & Supplies	129.2	132.4	138.4	130.2	142.9	154.8	165.9	186.1	221.5	226.4
Sporting, Hobby, Book, Music	116.9	121.7	126.0	126.1	129.2	134.5	134.9	137.3	140.5	149.2
Broadcasting and Telecommunications	99.5	116.5	113.7	113.0	119.0	116.7	117.2	108.0	111.8	115.2
Electronics and Appliances	104.8	116.8	117.7	107.8	111.9	118.2	122.1	126.0	150.7	163.0
Miscellaneous Retailers	102.5	113.6	110.0	103.9	110.4	116.4	121.7	131.0	138.6	146.9
Utilities	99.6	96.0	103.3	97.5	100.8	107.0	111.2	117.5	122.2	118.1
Clothing and Accessories	87.8	84.9	79.4	74.8	76.9	83.0	88.7	82.9	78.4	78.1
Pharmacy, Salon and Laundry	40.0	44.0	45.4	45.0	54.5	61.1	54.6	56.8	66.6	84.5
Other	47.6	47.4	47.2	43.0	44.3	45.9	51.0	53.7	58.6	63.3
Rental and Leasing Services	49.1	52.1	52.1	46.4	43.1	42.7	46.3	44.5	52.0	59.3
Furniture and Home Furnishings	51.7	56.7	52.3	38.9	41.0	43.7	50.0	56.5	60.7	65.4
Wholesale Trade	138.8	57.9	49.2	41.9	35.6	37.5	42.4	43.6	45.2	54.1
Lodging	31.7	34.3	33.9	29.1	32.2	35.2	40.2	42.1	49.8	54.9
Manufacturing	33.2	37.9	37.3	26.7	30.5	37.1	44.5	44.2	52.2	51.4
Total	\$2,202.1	\$2,246.4	\$2,232.8	\$2,125.3	\$2,191.2	\$2,310.9	\$2,441.7	\$2,548.9	\$2,761.9	\$2,883.7
City direct sales tax rate*	3.00%	3.00%	3.00%	3.00%	3.00%	3.85%	3.85%	3.85%	3.85%	3.85%

* Food sales city direct sales tax rate is 2.25%

Totals may not add due to rounding

Direct and Overlapping Sales Tax Rates
 Last Ten Fiscal Years

Exhibit A-6

<u>Fiscal Year</u>	<u>City Direct Rate*</u>	<u>Larimer County</u>	<u>State of Colorado</u>
2006	3.00%	0.80%	2.90%
2007	3.00%	0.80%	2.90%
2008	3.00%	0.80%	2.90%
2009	3.00%	0.80%	2.90%
2010	3.00%	0.80%	2.90%
2011	3.85%	0.80%	2.90%
2012 ~	3.85%	0.80% / 0.60%	2.90%
2013	3.85%	0.60%	2.90%
2014	3.85%	0.60%	2.90%
2015	3.85%	0.65%	2.90%

* Food for home consumption sales direct rate is 2.25%

~Larimer County tax rate decreased from 0.8% to 0.6% effective July 1, 2012

Sales Tax Revenue Taxpayers by Industry

Current Year and 2006

tax liability in thousands

	Fiscal Year 2015				Fiscal Year 2006			
	<u>Number of Filers</u>	<u>Percentage of Total</u>	<u>Tax Liability</u>	<u>Percentage of Total</u>	<u>Number of Filers</u>	<u>Percentage of Total</u>	<u>Tax Liability</u>	<u>Percentage of Total</u>
Grocery, Convenience, Liquor	260	2.34%	\$ 14,536	13.88%	181	1.84%	\$ 7,987	12.61%
Restaurants, Caterers and Bars	560	5.05%	15,759	15.05%	429	4.36%	7,564	11.94%
General Merchandise	24	0.22%	10,732	10.25%	23	0.23%	9,426	14.88%
Vehicle Sales, Parts and Repairs	404	3.64%	8,806	8.41%	379	3.85%	4,691	7.40%
Building Materials, Garden Equipment & Supplies	2,452	22.11%	8,724	8.33%	1,867	18.96%	3,850	6.08%
Sporting, Hobby, Book, Music	368	3.32%	5,740	5.48%	380	3.86%	3,477	5.49%
Broadcasting & Telecommunications	286	2.58%	4,421	4.22%	262	2.66%	2,971	4.69%
Electronics and Appliances	346	3.12%	6,283	6.00%	234	2.38%	3,114	4.91%
Miscellaneous Retailers	1,375	12.40%	5,604	5.35%	1,118	11.35%	3,023	4.77%
Utilities	14	0.13%	4,554	4.35%	10	0.10%	2,985	4.71%
Clothing and Accessories	226	2.04%	3,013	2.88%	227	2.31%	2,581	4.07%
Pharmacy, Salon and Laundry	760	6.85%	3,212	3.07%	587	5.96%	1,152	1.82%
Other	2,671	24.08%	2,486	2.37%	2,807	28.51%	1,486	2.35%
Rental and Leasing Services	395	3.56%	2,285	2.18%	394	4.00%	1,445	2.28%
Furniture and Home Furnishings	180	1.62%	2,500	2.39%	198	2.01%	1,526	2.41%
Wholesale Trade	287	2.59%	1,972	1.88%	329	3.34%	4,128	6.51%
Lodging	111	1.00%	2,128	2.03%	24	0.24%	947	1.49%
Manufacturing	372	3.35%	1,959	1.87%	397	4.03%	1,011	1.60%
Total	11,091	100.00%	\$ 104,714	100.00%	9,846	100.00%	\$ 63,365	100.00%

Note: Due to confidentiality issues, the names of the ten largest revenue payers are not available. The categories presented are intended to provide alternative information regarding the sources of the city's revenue.

Totals may not add due to rounding

Ratios of Outstanding Debt by Type

Last Ten Fiscal Years
in thousands

Exhibit A-8

Fiscal Year	Business-Type Activities										Total Primary Government	Percentage of Personal Income	Per Capita *
	Certificates of Participation			Assignment of Lease Payments			Capital Leases						
	Revenue Bonds	Participation	of	Assignment of Lease Payments	Revenue Bonds	Participation	of	Assignment of Lease Payments	Capital Leases				
2006	\$ 4,579	\$ 60,190	\$ 737	\$ 2,815	\$ 7,395	\$ 99,031	\$ 1,715	\$ 2,345	-	\$ 178,807	3.9%	\$ 1.38	
2007	3,342	58,345	702	2,602	5,000	90,602	1,715	2,234	489	165,032	3.3%	1.23	
2008	2,250	55,340	666	2,636	2,535	81,618	1,595	2,117	544	149,301	2.8%	1.09	
2009	985	52,225	628	1,736	-	102,440	1,470	1,995	381	161,860	3.1%	1.17	
2010	670	49,100	587	1,015	-	109,884	1,360	1,868	227	164,711	3.0%	1.14	
2011	340	45,870	545	2,755	-	100,380	1,230	1,734	245	153,098	2.7%	1.06	
2012	-	41,845	501	3,719	-	90,007	1,095	1,594	208	138,968	2.3%	0.93	
2013	11,085	37,905	455	5,872	-	79,597	950	1,448	271	137,583	2.1%	0.91	
2014	10,833	33,815	407	7,790	-	71,514	795	1,295	651	127,100	1.9%	0.82	
2015	9,995	29,630	357	8,781	-	60,995	620	1,134	608	112,120	n/a	0.71	

Totals may not add due to rounding

Note: Personal Income provided by the Bureau of Economic Analysis. Information is updated regularly and 2015 data was not available at the time this schedule was prepared.

*These numbers are in thousands as rest of the table. In 2015 the 0.71 means \$710.00 is the total debt per person

Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

Exhibit A-9

<u>Fiscal</u> <u>Year</u>	<u>General</u> <u>Obligation</u> <u>Bonds</u>	<u>Percentage of</u> <u>Actual Taxable</u> <u>Value of</u> <u>Property</u>	<u>Per</u> <u>Capita</u>
2006	\$ 7,395,000	0.06%	\$ 55
2007	5,000,000	0.04%	37
2008	2,535,000	0.02%	18
2009	-	0.00%	-
2010	-	0.00%	-
2011	-	0.00%	-
2012	-	0.00%	-
2013	-	0.00%	-
2014	-	0.00%	-
2015	-	0.00%	-

Direct and Overlapping Governmental Activities Debt

Exhibit A-10

As of December 31, 2015

in thousands

	Debt Outstanding ²	Percentage Applicable to the City ³	Share of Debt Applicable to the City
<u>Direct Debt</u>			
City of Fort Collins ¹	48,763	100.00%	\$ 48,763
<u>Overlapping Debt</u>			
Harmony Tech Park No. 1 ⁴	-	100.00%	-
Harmony Tech Park No. 2 ⁴	-	100.00%	-
Harmony Tech Park No. 3 ⁴	-	100.00%	-
Mall Metro District ⁴	72,950	100.00%	72,950
Poudre R-1 School District ⁴	203,955	87.12%	177,688
Health District of Northern Larimer County	-	87.67%	-
Poudre River Public Library ⁴	-	90.41%	-
Total Overlapping Debt	276,905		250,638
Total Direct and Overlapping Debt	<u>\$ 325,668</u>		<u>\$ 299,401</u>

**ASSESSED VALUATION, DEBT, AND DEBT RATIO
DECEMBER 31, 2015**

Estimated actual valuation	\$ 18,146,317
Assessed valuation	\$ 2,229,600
Net direct debt	\$ 48,763
Estimated overlapping debt	\$ 250,638
Net direct and estimated overlapping debt	\$ 299,401
Ratio of net direct debt to estimated actual valuation	0.3%
Ratio of net direct debt to assessed valuation	2.2%
Net direct debt per capita ⁵	\$ 307
Ratio of net direct and estimated overlapping debt to estimated actual valuation	1.6%
Ratio of net direct and estimated overlapping debt to assessed valuation	13.4%
Net direct and estimated overlapping debt per capita ⁵	\$ 1,888
Estimated actual valuation per capita ⁵	\$ 114,416
Assessed valuation per capita ⁵	\$ 14,058

¹ Includes all governmental activities outstanding debt supported by general property taxes less available debt service monies.

² Includes outstanding debt supported by general property taxes less available debt service monies.

³ Determined by calculating ratio of assessed valuation of taxable property within the City to assessed valuation of the overlapping unit. Source for assessed valuations: Larimer County Assessor's Office.

⁴ Source: Governmental entity.

⁵ Based on 2015 Population estimate per City of Fort Collins Planning Office--158,600. Per capita amounts are presented unrounded and not in thousands.

Pledged Revenue Coverage
Last Ten Fiscal Years
in thousands

Exhibit A-12

LIGHT AND POWER REVENUE BONDS

	Gross		Net Revenue Available for				Coverage
	Revenues	Expenses	Debt Service	Principal	Interest	Total	
2006	88,113	71,873	16,240	-	-	-	n/a
2007	90,901	76,362	14,539	-	-	-	n/a
2008	89,499	79,266	10,232	-	-	-	n/a
2009	88,490	82,132	6,359	-	-	-	n/a
2010	99,951	91,483	8,468	-	235	235	n/a
2011	109,106	96,124	12,982	1,415	622	2,037	6.37
2012	119,771	100,664	19,107	1,455	580	2,035	9.39
2013	129,264	108,976	20,287	1,490	547	2,037	9.96
2014	125,953	107,205	18,748	1,520	514	2,034	9.22
2015	125,308	114,156	11,152	1,580	453	2,033	5.49

WATER REVENUE BONDS

	Gross		Net Revenue Available for				Coverage
	Revenues	Expenses	Debt Service	Principal	Interest	Total	
2006	35,522	13,927	21,595	2,312	1,578	3,890	5.55
2007	39,010	14,632	24,379	2,402	1,497	3,899	6.25
2008	33,922	15,823	18,098	2,482	1,409	3,890	4.65
2009	25,767	16,358	9,409	2,633	1,173	3,806	2.47
2010	27,289	16,582	10,707	2,661	1,034	3,696	2.90
2011	29,217	16,310	12,907	2,755	943	3,698	3.49
2012	33,061	19,235	13,825	2,854	841	3,695	3.74
2013	32,727	18,109	14,617	2,569	676	3,245	4.50
2014	37,579	18,629	18,950	2,759	510	3,269	5.80
2015	34,521	20,302	14,219	2,871	474	3,345	4.25

WASTEWATER REVENUE BONDS

	Gross		Net Revenue Available for				Coverage
	Revenues	Expenses	Debt Service	Principal	Interest	Total	
2006	21,391	9,383	12,008	3,748	1,588	5,335	2.25
2007	22,048	9,931	12,116	3,922	1,184	5,105	2.37
2008	21,844	10,434	11,410	4,081	1,005	5,087	2.24
2009	22,875	10,577	12,298	4,237	1,817	6,054	2.03
2010	22,170	12,117	10,053	3,378	1,704	5,081	1.98
2011	20,375	11,134	9,240	2,982	1,496	4,477	2.06
2012	23,520	11,658	11,862	3,099	1,459	4,557	2.60
2013	23,811	11,942	11,870	3,265	1,308	4,573	2.60
2014	26,258	11,586	14,672	1,640	1,217	2,857	5.14
2015	24,360	12,303	12,057	1,695	1,158	2,853	4.23

Pledged Revenue Coverage
Last Ten Fiscal Years
in thousands

Exhibit A-12
(continued)

STORM DRAINAGE REVENUE BONDS

	Gross		Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
	Revenues	Expenses		Principal	Interest	Total	
2006	15,396	3,779	11,618	2,405	2,030	4,435	2.62
2007	16,698	4,615	12,084	2,150	1,643	3,793	3.19
2008	15,139	4,865	10,274	2,610	2,483	5,093	2.02
2009	14,219	5,838	8,381	2,568	2,346	4,914	1.71
2010	14,613	5,052	9,560	2,683	1,606	4,289	2.23
2011	14,669	5,299	9,371	2,238	1,143	3,380	2.77
2012	15,729	5,064	10,664	2,965	1,102	4,067	2.62
2013	15,322	6,510	8,812	3,085	954	4,039	2.18
2014	17,742	5,749	11,993	3,203	840	4,042	2.97
2015	16,129	5,635	10,494	3,335	832	4,167	2.52

Totals may not add due to rounding

<u>Calendar Year</u>	<u>Population</u>	<u>Personal Income (thousands of dollars)</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate</u>	<u>Denver/Boulder Greeley CPI-U</u>	<u>Residential Building Permits</u>
2006	129,511	9,968,698	35,397	3.9%	197.70	585
2007	134,169	10,541,856	36,766	3.4%	202.03	506
2008	136,427	11,378,132	38,848	5.0%	209.90	385
2009	138,100	11,149,957	37,368	6.6%	208.55	227
2010	143,986	11,600,000	38,585	7.4%	212.44	266
2011	144,875	12,149,896	39,767	6.8%	220.29	431
2012	148,700	12,826,581	41,311	6.4%	224.57	508
2013	151,330	13,545,018	42,866	5.4%	230.79	670
2014	155,400	14,126,667	43,584	4.3%	237.20	802
2015	158,600	n/a	n/a	3.5%	239.99	558

Note: Information for personal income, per capita, and unemployment rate is based on the Fort Collins/Loveland regional area.

Source: Personal income, and per capita personal income provided by the Bureau of Economic Analysis. Information is updated regularly and is subject to change. Data for 2015 was not available at the time this schedule was prepared. Unemployment rate provided by the United States Department of Labor - Bureau of Labor Statistics. Population prior to 2009 provided by the Colorado State Demography Office. 2010 population is from the US Census. 2009, 2011-2015 population is estimated by the City of Fort Collins Planning Department. CPI is provided by the US Bureau of Labor Statistics - Denver, Boulder, Greeley area is the nearest region.

<u>Employer</u>	Fiscal Year 2015			Fiscal Year 2006		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Colorado State University	7,520	1	9.22%	6,948	1	8.52%
UC Health: Poudre Valley Hospital	6,080	2	7.45%	3,020	3	3.70%
Poudre R-1 School District	4,280	3	5.25%	3,014	4	3.70%
Larimer County	1,910	4	2.34%	1,467	7	1.80%
City of Fort Collins	1,860	5	2.28%	1,864	6	2.29%
Hewlett Packard	1,490	6	1.83%	3,182	2	3.90%
Broadcom (Avago)	1,450	7	1.78%	-	-	0.00%
Woodward	1,230	8	1.51%	-	-	0.00%
Employment Solutions Personnel	1,130	9	1.39%	-	-	0.00%
Otterbox	820	10	1.01%	-	-	0.00%
Agilent Technologies	-	-	0.00%	2,800	5	3.43%
Anheuser Busch	-	-	0.00%	760	10	0.93%
Advanced Energy Industries	-	-	0.00%	825	9	1.01%
Walmart Super Center				909	8	1.11%
Total	27,770		30.35%	24,789		30.39%

Source: BizWest Book of Lists, Infogroup CDLE, Labor Market Information, Local Area Unemployment Statistics,
2006 City of Fort Collins CAFR

Full-time Equivalent City Employees by Service Area/Department

Exhibit A-15

Last Ten Fiscal Years

<u>Service Area/ Department</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Financial Services	33	36	37	37	35	35	35	38	38	38
Executive Services	23	25	23	23	23	25	25	25	28	28
Judicial Services	7	6	7	7	7	8	8	7	8	8
Legal Services	11	11	11	11	12	12	12	12	15	17
Sustainability Services	9	9	11	12	13	15	19	25	26	25
Police Services										
<i>Investigations</i>	50	51	47	46	45	48	55	56	57	55
<i>Police Information Systems</i>	50	49	54	56	55	57	60	61	61	57
<i>Patrol</i>	127	129	134	135	140	144	149	153	159	161
<i>Office of the Chief</i>	14	14	14	14	14	15	16	18	18	18
Community & Operation Services										
<i>Operation Services</i>	59	62	65	67	63	65	70	72	73	72
<i>Recreation</i>	129	127	130	133	128	128	128	126	128	130
<i>Cultural Services</i>	36	39	44	48	42	46	50	56	55	51
<i>Parks</i>	119	116	130	132	127	132	135	138	139	135
<i>Natural Areas</i>	38	41	43	47	45	46	48	47	48	48
<i>Library</i>	63	64	3	-	-	-	-	-	-	-
Planning, Development & Transportation										
<i>Transport / Dial-a-Ride</i>	73	75	78	75	73	74	75	76	94	112
<i>Comm Dev & Neighborhood Svcs</i>	51	50	54	48	44	45	51	56	60	61
<i>FC Moves</i>	6	7	7	7	6	6	6	5	6	8
<i>Streets</i>	54	55	55	51	51	57	57	53	55	56
<i>Traffic</i>	28	29	30	29	26	29	30	28	27	26
<i>Engineering</i>	34	29	30	30	30	30	33	35	33	33
<i>Parking</i>	20	20	18	19	18	18	19	20	21	20
Information & Employee Services										
<i>Information Technology</i>	33	33	41	47	54	52	57	61	67	67
<i>Comm. & Public Involvement</i>	7	8	8	8	9	9	10	11	13	15
<i>Human Resources</i>	16	15	19	20	20	19	20	22	21	22
Utility Services										
<i>Light & Power</i>	93	93	93	103	104	107	108	107	107	112
<i>Water</i>	83	85	82	77	77	80	80	84	84	87
<i>Wastewater</i>	55	55	60	62	61	61	60	60	59	59
<i>Storm Drainage</i>	25	25	25	29	30	31	29	32	33	32
<i>Customer Service & Admin.</i>	97	95	97	97	91	88	92	93	93	88
Total City of Fort Collins	1,442	1,451	1,449	1,469	1,445	1,481	1,537	1,577	1,623	1,642

Note: Full time equivalents are based on filled positions using hours worked, excluding overtime, but including vacation, sick and holiday time. The data includes *all employees*, including exempt, not-exempt, with benefits, and without benefits. Vacancies are not included. Prior years restated due to reorganization, and data was missing compensation time used. Totals may not add due to rounding.

Operating Indicators by Function/Program
Last Ten Fiscal Years

Function/Program	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Government										
Job applications processed	12,823	8,907	9,209	5,148	7,112	11,415	10,192	10,760	6,666	19,162
Warrants issued	972	918	1,010	798	1,231	1,370	1,379	1,146	874	723
Camera Radar completed cases	9,761	19,026	21,239	20,414	18,137	17,634	13,954	16,750	13,599	14,003
Public Safety										
Adult arrests	4,663	5,188	4,373	4,154	4,739	4,792	5,112	4,605	4,827	5,235
Juvenile arrests	963	958	809	811	849	675	610	553	658	767
Traffic violations	13,838	15,341	18,890	15,737	20,792	18,484	21,678	19,399	17,292	17,418
Number of fires per 1000 population	2.75	2.16	2.64	2.22	2.22	2.19	2.12	2.05	1.76	1.91
Total inspections per 1000 population	1.99	3.76	9.83	16.83	16.75	11.91	24.20	21.70	13.39	26.35
Average calls per week	237	246	259	266	276	299	306	317	339	367
Average response time	4:15	4:20	4:14	4:10	4:39	4:59	5:34	6:55	n/a	n/a
% of time on-site within 5 minutes 45 seconds	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	80.0%	86.0%
Culture, parks, recreation & natural areas										
Epic Pool & Ice attendance	424,313	323,183	373,809	353,161	480,586	385,426	364,459	465,615	361,276	354,486
City Park Pool attendance	70,851	71,608	91,444	77,276	74,821	75,755	66,651	60,138	49,155	52,545
Mulberry Pool attendance	87,351	93,322	98,640	117,033	167,810	202,148	134,358	148,641	57,260	57,149
Senior Center Pool attendance	25,338	37,888	32,980	55,765	21,179	25,775	29,236	32,599	20,213	24,627
Youth Activity Center attendance ¹	3,578	7,729	712	1,090	24,207	31,171	46,202	41,666	11,951	n/a
North Azlan Center attendance	187,728	135,203	105,362	145,898	177,779	194,315	183,292	164,849	210,766	218,225
Farm attendance	60,215	62,161	79,730	61,166	61,737	61,336	62,736	57,502	60,077	62,326
Museum attendance	40,607	32,000	18,142	33,904	26,852	22,752	23,315	114,292	92,251	99,146
Scheduled Park events	5,057	5,672	6,185	5,650	5,630	5,953	6,486	6,122	7,016	5,877
Planning and development										
Construction permits- single family units	394	385	254	153	177	258	469	630	743	509
Construction permits- Multi family units	24	24	37	4	10	31	39	40	59	49
Transportation										
Trans fort	1,479,241	1,641,509	1,884,194	1,994,229	2,034,195	2,156,775	2,271,732	2,296,511	2,611,642	3,266,194
Passengers	640,677	774,545	798,849	791,627	913,682	995,858	1,028,405	1,033,967	1,297,623	1,496,165
Revenue Miles	54,665	66,647	68,356	69,984	75,564	77,356	78,551	78,741	103,232	118,846
Dial a Ride	85,735	51,779	44,135	41,719	40,385	37,851	37,747	34,121	34,533	35,450
Passengers	560,053	348,952	282,257	269,831	252,107	166,893	156,941	205,512	207,782	210,076
Revenue Miles	47,188	31,678	25,092	23,456	21,690	20,407	19,429	17,770	17,642	18,229
Light & Power										
Customers	62,548	62,991	63,913	64,750	65,504	66,220	67,209	68,585	69,619	70,594
Electric Use- megawatt hours	1,404,784	1,442,861	1,429,797	1,404,529	1,442,741	1,493,417	1,508,735	1,500,215	1,475,103	1,519,377
Peak demand- megawatts	279	296	285	264	292	292	302	295	281	291
Interruption Index- minutes/year	25.63	18.00	10.00	10.99	17.27	21.73	16.84	9.58	25.54	20.60
Water										
Customers	33,312	32,780	33,082	32,910	32,983	33,074	33,147	33,348	34,290	34,744
Treated water delivered- acre feet	29,133	27,192	25,633	22,683	24,030	23,387	26,875	23,972	23,733	24,263
Peak day water use- million gallons/day	49.0	47.5	44.3	37.1	40.8	39.7	46.8	43.0	40.8	40
Water main breaks	100	67	59	79	139	97	108	92	80	116
Wastewater										
Customers	33,120	32,992	32,847	33,134	33,226	33,305	33,398	33,555	34,203	34,425
Average flow wastewater treated- million gallons/day	14.5	15.1	15.7	14.8	13.9	13.7	12.9	13.9	14.7	15
Recycled processed wastewater biosolids- dry tons	1,764	1,709	1,738	1,793	1,747	1,817	1,901	1,890	2,277	2,322
Industrial discharge permits	13	13	15	14	14	14	15	16	16	13
Storm Drainage										
Customers	39,938	40,272	40,554	40,911	40,813	41,395	42,020	42,589	43,609	44,388
Golf										
Rounds played	79,811	80,095	78,916	83,751	78,608	77,854	86,865	77,812	81,469	82,349

¹ Youth Activity Center closed during construction reconstruction

Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

Exhibit A-17

<u>Function/Program</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
General Government										
Administrative buildings	3	3	3	3	3	3	3	3	3	3
Municipal court	1	1	1	1	1	1	1	1	1	1
Public Safety										
Police stations	1	1	1	1	1	1	1	1	1	1
Police cars	198	220	224	232	225	281	284	270	257	260
Fire stations	13	13	13	13	13	13	13	13	13	13
Culture, parks, recreation & natural areas										
Swimming pools	4	4	4	4	4	4	4	4	4	4
Number of parks	45	46	46	46	46	46	48	49	49	49
Acreage of parks	761	861	861	861	861	861	871	878	878	878
Miles of hard surface trails	24.87	28.67	28.67	28.67	30.39	31.74	32.44	35.62	35.62	38.55
Planning and development										
Land Bank program- acres*	51	51	51	51	51	51	51	49	49	49
Land Bank program- yield of future affordable housing units*	513	513	513	446	510	510	510	490	490	490
Transportation										
Transit buses	23	27	27	29	44	34	40	34	44	54
Lane miles	1,756	1,793	1,796	1,796	1,796	1,796	1,861	1,901	1,901	1,922
Light & Power										
Underground distribution lines- miles	766	788.0	801.4	820.0	837.5	851.8	864.0	874.8	897.1	920.26
Overhead distribution lines- miles	11	9.0	6.7	7.0	8.4	10.6	10.7	10.7	10.3	9.48
Distribution substations	5	5	5	5	5	6	7	7	7	7
Distribution transformers	7,525	7,982	8,060	8,082	8,226	8,357	8,453	8,655	8,827	8,882
Water										
Water mains and distribution lines- miles of pipe	532	539	540	541	527	528	529	539	544	549
Hydrants	3,411	3,464	3,487	3,494	3,510	3,524	3,539	3,617	3,659	3,729
Plant capacity- millions gallons/day	87	87	87	87	87	87	87	87	87	87
Raw water storage- acre feet	6,500	7,161	7,161	7,161	7,161	7,161	7,161	7,161	7,161	7,161
Treated water storage- million gallons	36.3	36.0	35.5	35.5	35.5	35.5	35.5	35.5	35.5	36
Water rights owned- avg yield in acre feet/year	73,000	73,700	74,120	74,140	74,160	74,420	74,670	74,945	75,245	75,295
Wastewater										
Trunk and collection- miles of pipe	434	435	437	436	437	436	437	437	445	445
Plants- treatment capacity	29	29	29	29	29	29	29	29	29	29
Biosolids facility- acres	26,200	26,000	26,350	26,582	26,680	26,680	26,680	26,680	26,680	26,680
Storm Drainage										
City owned detention basins	90	90	90	90	90	90	90	90	90	105
City owned detention basins- acres	320	320	320	320	320	320	320	320	320	330
Regional drainage channels	63	67	69	69	69	69	69	69	69	69
Storm sewer manholes	2,676	2,765	2,968	3,265	2,568	3,524	3,640	3,909	3,909	4,271
Storm sewer pipe line- miles	175.0	190.2	197.2	219.6	220.0	224.2	232.0	237.0	241.0	247.0
Golf										
Golf courses	3	3	3	3	3	3	3	3	3	3
City Park Nine- acres	56	56	56	56	56	56	56	56	56	56
Collindale- acres	160	160	160	160	160	160	160	160	160	160
SouthRidge-acres	128	128	128	128	128	128	128	128	128	128

* The Land Bank program acquires unimproved sites that are appropriate for affordable housing and holds them long-term (5 years minimum), which will ultimately be sold at discount to non-profit developers to build affordable housing projects.

OTHER SCHEDULES



ELECTRIC UTILITY ENTERPRISE**TAX-EXEMPT REVENUE BONDS SERIES 2010A and 2010B****SEC RULE 15c2-12 INFORMATION—CUSTOMER BASE and LARGEST UTILITY CUSTOMERS
(UNAUDITED)****Customer Base**

The Electric Utility System serves a customer base which has grown as follows in the years 2006 to 2015:

<u>Years</u>	<u>Electric Customers</u>	<u>% Change</u>
2006	62,546	2.1
2007	62,991	0.7
2008	63,913	1.5
2009	64,750	1.3
2010	65,507	1.2
2011	66,223	1.1
2012	67,212	1.5
2013	68,588	2.0
2014	69,621	1.5
2015	70,596	1.4

Ten Largest Electric Utility Customers

<u>Customer (NAICS code)</u>	<u>Electric Charges for Services</u>	<u>% of Total Electric</u>
University	\$ 8,531,979	7.3%
Industrial	7,575,784	6.5%
Industrial	4,822,933	4.1%
Industrial	3,814,424	3.2%
City Government	1,792,311	1.5%
School District	1,535,232	1.3%
Hospital	1,321,143	1.1%
Industrial	1,055,844	0.9%
County	841,557	0.7%
Industrial	665,588	0.6%
Total Ten Largest Customers	\$ 31,956,795	27.2%

(1) State laws prohibit disclosing the identity of the Enterprise's customers

(2) Based on the total charges for electric services of \$117,450,191 in 2015

ELECTRIC UTILITY ENTERPRISE
TAX-EXEMPT REVENUE BONDS SERIES 2010A and 2010B
SEC RULE 15c2-12 INFORMATION—REVENUE BY CUSTOMER CLASS
(UNAUDITED)

The following table sets forth Electric Utility System's sales and revenues by customer class for the past five years.

	Statistics by Customer Class				
	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Electric sales in MWH					
Residential	493,345	488,985	508,379	482,399	485,337
Commercial & Traffic Signals ⁽¹⁾	502,176	507,727	502,579	498,597	519,802
Industrial & Contract ⁽²⁾	451,083	461,481	458,414	452,249	463,409
Total	1,446,604	1,458,193	1,469,372	1,433,245	1,468,548
Electric Revenues					
Residential	\$ 42,350,349	\$ 45,298,803	\$ 48,353,181	\$ 46,813,927	\$ 47,083,536
Commercial & Traffic Signals ⁽¹⁾	34,314,607	37,397,187	38,881,484	39,316,511	41,679,100
Industrial & Contract ⁽²⁾	22,991,608	25,939,489	27,523,024	27,984,895	28,687,555
Total	\$ 99,656,564	\$ 108,635,479	\$ 114,757,689	\$ 114,115,333	\$ 117,450,191
Average Customer Accounts					
Residential	58,644	59,406	60,464	61,016	61,738
Commercial & Traffic Signals ⁽¹⁾	7,560	7,788	8,106	8,587	8,843
Industrial & Contract ⁽²⁾	19	18	18	18	15
Total	66,223	67,212	68,588	69,621	70,596
Average Annual Use per Residential Customer					
	8,413	8,231	8,408	7,906	7,861
Annual Peak Demand (MW)					
	292	302	296	282	291

(1) Commercial accounts include all non residential customers with average monthly demands less than 750 kW.

(2) Industrial accounts include all non residential customers with average monthly demands greater than 750 kW.

ELECTRIC UTILITY ENTERPRISE
TAX-EXEMPT REVENUE BONDS SERIES 2010A and 2010B
SEC RULE 15c2-12 INFORMATION—PLEDGED REVENUES AND CHANGES IN WORKING CAPITAL
(UNAUDITED)

Collections

Although the Enterprise has not been required to calculate Gross Pledged Revenues, Operation and Maintenance Expenses and Net Pledged Revenues relating to the Electric Utility System prior to those terms being defined in the Bond Ordinance, the Enterprise has calculated what such amounts would have been for the fiscal years ended December 31, 2010 through 2015 as follows:

Historical Net Pledged Revenues

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Gross Pledged Revenues ⁽¹⁾	\$ 99,951,390	\$ 109,106,009	\$ 119,770,757	\$ 129,263,898	\$ 125,953,186	\$ 125,694,580
Operating and Maintenance Expense ⁽²⁾	91,485,788	96,124,444	100,663,688	108,976,494	107,204,776	114,156,098
Net Pledged Revenues	\$ 8,468,349	\$ 12,981,565	\$ 19,107,069	\$ 20,287,404	\$ 18,748,410	\$ 11,538,482

(1) For purposes of comparison with the five-year Comparative Statement of Revenue, Expenditures and Changes in Net Assets herein, Gross Pledged Revenues reflect "Total Revenues" less Transfers In.

(2) For purposes of comparison with the five-year Comparative Statement of Revenue, Expenditures and Changes in Net Assets herein, Operating and Maintenance Expenses reflect "Total Expenditures" less Depreciation, Interest Expense and Transfers Out.

Light and Power Fund
Changes in Working Capital

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Current Assets	\$ 55,861,967	\$ 65,173,481	\$ 68,958,186	\$ 70,157,741	\$ 65,126,493
Current Liabilities	11,793,855	13,274,433	13,703,695	13,618,178	13,701,093
Working Capital	\$ 44,068,112	\$ 51,899,048	\$ 55,254,491	\$ 56,539,563	\$ 51,425,400
Change in Working Capital	\$ (1,068,572)	\$ 7,830,936	\$ 3,355,443	\$ 1,285,072	\$ (5,114,163)

**ELECTRIC UTILITY ENTERPRISE
TAX-EXEMPT REVENUE BONDS SERIES 2010A and 2010B
SEC RULE 15c2-12 INFORMATION – OPERATING HISTORY
(UNAUDITED)**

Operating History of the Light and Power Fund

The following table sets forth the Statements of Revenue, Expenditures and Changes in Net Assets for the years ended December 31, 2011 through 2015:

CITY OF FORT COLLINS LIGHT AND POWER FUND Comparative Statement of Revenues, Expenditures and Changes in Net Assets For the Years Ended December 31, 2011-2015					
	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
REVENUES					
Charges for services	\$ 99,656,563	\$ 108,634,479	\$ 114,757,689	\$ 114,114,704	\$ 117,450,191
Earnings on investments	849,346	566,783	74,170	620,546	546,738
Interest on security lending income	-	-	-	-	-
Intergovernmental	5,295,566	5,564,701	933,688	112,218	224,799
Other revenue	1,410,768	1,395,604	1,417,461	1,768,063	1,596,769
Transfers	127,495	-	86,147	87,888	179,000
Gain on sale of capital assets	84,508	194,540	(873,819)	(181,901)	144,160
Contributed Capital	1,809,258	3,414,650	12,954,709	9,519,556	5,731,923
Total Revenues	<u>\$ 109,233,504</u>	<u>\$ 119,770,757</u>	<u>\$ 129,350,045</u>	<u>\$ 126,041,074</u>	<u>\$ 125,873,580</u>
EXPENDITURES					
Personal services	\$ 6,593,467	\$ 6,545,285	\$ 7,676,785	\$ 7,407,796	\$ 7,510,929
Contractual services	8,939,893	9,701,076	10,554,688	10,342,768	9,496,190
Commodities	72,556,222	77,286,971	81,723,155	81,711,589	89,287,299
Customer service and admin charges	4,372,238	4,272,291	4,683,584	5,126,811	5,268,453
Interest	270,810	259,043	483,529	447,728	386,728
Other	3,662,624	2,858,065	4,338,282	2,615,812	2,593,227
Depreciation	7,481,587	7,739,320	8,032,824	8,332,877	8,646,806
Transfers Out	-	-	129,845	16,897	19,281
Total Expenditures	<u>103,876,841</u>	<u>108,662,051</u>	<u>117,622,692</u>	<u>116,002,278</u>	<u>123,208,913</u>
Change in Net Assets	5,356,663	11,108,706 ⁽¹⁾	11,727,353	10,038,796	2,664,666
Net Assets -- January 1	161,387,298	166,578,985	177,687,691	189,415,044	198,422,466 ⁽²⁾
Net Assets -- December 31	<u>\$ 166,743,961</u>	<u>\$ 177,687,691</u>	<u>\$ 189,415,044</u>	<u>\$ 199,453,840</u>	<u>\$ 201,087,112</u>

(1) Net Assets -- January 1, 2012 beginning balance was adjusted, due to the adoption of GASB Statement No. 65 "Items Previously Reported as Assets and Liability" resulted in a restatement to removed unamortized debt issuance costs previously reported as an asset.

(2) Net Assets -- January 1, 2015 beginning balance was adjusted, due to the adoption of GASB Statement No. 68 "Accounting and Financial Reporting for Pensions" resulted in a restatement to recognize the liability expected to be liquidated with expendable available financial resources.

ELECTRIC UTILITY ENTERPRISE
TAX-EXEMPT REVENUE BONDS SERIES 2010A and 2010B
SEC RULE 15c2-12 INFORMATION – COMPARISON AGAINST RECENT BUDGET
(UNAUDITED)

Budget Summary

The following table shows the 2015 budgeted Statement of Net Assets compared against the 2015 Actual Statement of Net Assets.

	<u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUES				
Programs				
Earnings on investments	\$ 546,738	\$ 498,011	\$ 498,011	\$ 48,727
Fees and charges for services	117,450,191	122,814,300	122,814,300	(5,364,109)
Intergovernmental	224,799	220,000	220,000	4,799
Miscellaneous revenue	6,138,820	4,410,000	4,410,000	1,728,820
Sale of Capital Assets	37,562	-	-	37,562
Transfers	179,000	179,000	179,000	-
Projects				
Intergovernmental	18,130,762	-	18,101,264	29,498
Miscellaneous revenue	555,229	-	748,982	(193,753)
Proceeds from issuance of long-term debt	16,500,000	-	17,000,000	(500,000)
Total Revenues	<u>159,763,101</u>	<u>128,121,311</u>	<u>163,971,557</u>	<u>(4,208,456)</u>
EXPENSES				
Programs (fund level of budgetary control)				
L&P Energy Services	4,968,461	5,495,341	5,912,613	944,152
L&P Payments and Transfers	16,027,810	17,606,273	17,606,273	1,578,463
L&P Purchase of Power	85,625,953	88,193,000	88,836,084	3,210,131
L&P System Additions	9,809,337	11,566,744	12,394,502	2,585,165
Light & Power Operations	9,042,578	9,266,626	9,282,774	240,196
Projects (project level of budgetary control)				
Art in Public Places	271,181	-	842,030	570,849
Maintenance Mgmt	512,845	-	644,129	131,284
Parent/Child Combination 298	106,161	-	125,040	18,879
Radios	696,350	-	773,325	76,975
Service Center-L&P Parent	2,389,285	-	13,640,372	11,251,087
Smart Grid Invest Grant	33,567,969	-	34,890,127	1,322,158
Substation Cap Proj	1,380,437	-	3,002,929	1,622,492
SW Enclave Sys Purchases	1,288	-	1,302,688	1,301,400
Underground Conversion	834,351	-	1,730,799	896,448
Total Expenses	<u>165,234,006</u>	<u>132,127,984</u>	<u>190,983,685</u>	<u>25,749,679</u>
Excess (deficiency) of revenues over (under) expenses before reconciling items	(5,470,905)	<u>\$ (4,006,673)</u>	<u>\$ (27,012,128)</u>	<u>\$ 21,541,223</u>
RECONCILIATION TO GAAP BASIS				
Prior Years' Project Expenses	34,629,360			
Prior Years' Project Revenues	(33,889,520)			
Capital Outlay--Programs	10,517,696			
Current Year's Project Expenses	3,884,033			
Principal Reduction--Long-term Debt	1,580,000			
Depreciation	(8,646,806)			
Bond Amortization	60,808			
Total Reconciling Items	<u>8,135,571</u>			
Change in net position	2,664,666			
Net Position--January 1 (as restated)	<u>198,422,446</u>			
Net Position--December 31	<u>\$ 201,087,112</u>			

**WASTEWATER UTILITY ENTERPRISE
SEWER REVENUE BONDS
SEC RULE 15c2-12 INFORMATION—CUSTOMER BASE AND RATE STRUCTURE
(UNAUDITED)**

Customer Base

The sewer (wastewater) system serves a customer base which has grown as follows in the years 2006 to 2015:

<u>Years</u> <u>(at December 31)</u>	<u>Wastewater</u> <u>Customers</u>
2006	33,038
2007	32,992
2008	32,847
2009	33,134
2010	33,226
2011	33,305
2012	33,398
2013	33,555
2014	34,203
2015	34,425

Approximately 94% of the wastewater customers are residential, with the remaining 6% being industrial and commercial customers. Currently two customers represent more than 9.3% of wastewater system revenues. In 2015, amounts paid by the university comprised 5.0% of wastewater system revenues (\$1,110,951). Additionally, amounts paid by a large commercial customer comprised 4.3% of wastewater system revenues (\$954,714).

Rate Structure

User Charges. The following tables show the City's monthly wastewater user charges in effect on January 1, 2015. Historically, user charges increased 4.5% for residential rates and 7.5% for commercial rates in 1990, 8.6% for residential rates and 11.6% for commercial rates in 1991, 6.0% per year for all customer classes in 1992, 1993, 1994, and 1995, 3.0% in 1996, 0% in 1997, 2.0% in 1998, 1999, 2000, 2001, 2002 and 2003, 5% in 2004, 2005, 2006 and 2007, 12% in 2008, 11% in 2009, 10% in 2010, 9% in 2011, and 8% in 2012. There was no rate increase implemented in 2013. In 2014 Wastewater rates increased 3% in and varied by rate class based on cost of service: +7.5% single family residential, -5.6% duplex, +4.2% multi-family, and -3.6 commercial. Wastewater rates increased 3% in 2015 for all rate classes. The minimum winter quarter average consumption (WQA) is 3,000 gallons for single family customers (4,000 gallons for duplexes).

Large commercial customers who have facility or manufacturing processes that result in a significant difference between the volume of water delivered and the volume of wastewater discharged had the ability to start metering their flows beginning in 2012. Thirteen customers qualified for the consumptive credit in 2015, with the credit totaling \$175,615, much less than earlier projections for the reduced revenues.

**WASTEWATER UTILITY ENTERPRISE
SEWER REVENUE BONDS
SEC RULE 15c2-12 INFORMATION- RATE STRUCTURE (UNAUDITED)
(Continued)**

2015 Monthly User Charges ¹		
<u>Residential</u> ²	Wastewater Rates	
	Fixed	Variable
Single family	\$ 16.70	\$ 3.245 /kgal of WQA
Duplex	\$ 18.97	\$ 2.847 /kgal of WQA
Multi-family	\$ 2.47 per living unit	\$ 3.143 /kgal of WQA
<u>Commercial</u> ³		
3/4" metered	\$ 8.39	\$ 2.908 /kgal
1"	\$ 19.37	\$ 2.908 /kgal
1 1/2"	\$ 38.99	\$ 2.908 /kgal
2"	\$ 66.71	\$ 2.908 /kgal
3"	\$ 106.58	\$ 2.908 /kgal
4"	\$ 168.33	\$ 2.908 /kgal
6"	\$ 737.91	\$ 2.908 /kgal
8"	\$ 852.02	\$ 2.908 /kgal

Footnotes:

¹ Excludes payments in lieu of taxes which are included as an additional 6% charge in the wastewater bill and remitted to the general fund.

² Average monthly amount of water billed during January, February, and March.

³ The usage charge of \$2.908 multiplied by each increment of 1,000 gallons either (a) metered water or (b) based on WQC, if customer is eligible.

Plant Investment Fees. Plant Investment Fees (PIFs) are used to finance growth related capital facility costs for wastewater "backbone" and treatment facilities. They establish equity between existing customers and new customers and shelter existing customers from the cost of growth but must be established and applied in a legal manner (Colorado Senate Bill 15, 2001). This fee is paid at the time a building permit is issued. Proceeds of the plant investment fee are accounted for as contributed capital of the wastewater system, rather than as operating revenue. The City Council adopted the following plant investment fee schedule, which took effect January 1, 2015.

Plant Investment Fees	
<u>Residential:</u>	
Single family residence	\$ 3,090
Duplex and Multi-family residence (per living unit)	\$ 2,470
<u>Non-Residential:</u> (based on water connection size)	
3/4"	\$ 6,550
1"	\$ 15,440
1 1/2"	\$ 29,890
2"	\$ 58,790
3"	**
4"	**

**Calculated on an individual basis, but not less than the 2" charges

Other Fees and Charges. The City also charges additional fees and charges related to the provision of sewer service, including wastewater strength surcharges, industrial wastewater discharge permit application and administration fees, wastewater monitoring and sampling charges, laboratory analysis and support service charges, a private sewage disposal system permit and inspection fee, and a building sewer permit and inspection fee.

**WASTEWATER UTILITY ENTERPRISE
SEWER REVENUE BONDS
SEC RULE 15c2-12 INFORMATION- ENFORCEMENT (UNAUDITED)
(Continued)**

Enforcement

The City's collections of wastewater charges historically have been in excess of 99%. Unpaid charges constitute a perpetual lien on the property to which service was delivered. Customers with delinquent active accounts are sent courtesy notices after 43 days. Wastewater service is not discontinued due to delinquency because of public health regulations. However, the City may discontinue water and electric service on delinquent accounts. Sometimes liens are filed while the delinquent customer is still an active account. Customers who have moved from the address where service was supplied and left the account owing to the City are typically assigned to a collection agency.

WASTEWATER UTILITY ENTERPRISE**SEWER REVENUE BONDS****SEC RULE 15c2-12 INFORMATION—COLLECTIONS AND OPERATING HISTORY (UNAUDITED)****(Continued)****Collections (in thousands)**

The following table sets forth the historical Wastewater System user rates, plant investment fees, other fees and charges and investment earnings:

	2011	2012	2013	2014	2015
User rates	\$ 19,020	\$ 20,809	\$ 20,338	\$ 21,329	\$ 22,064
Plant investment fees	639	2,120	3,172	3,674	2,729
Other fees & charges	158	123	129	404	253
Investment earnings	557	468	172	438	439
Total Wastewater Revenue	<u>\$ 20,375</u>	<u>\$ 23,520</u>	<u>\$ 23,811</u>	<u>\$ 25,846</u>	<u>\$ 25,486</u>

Operating History of the Wastewater Fund

The financial section of this Comprehensive Annual Financial Report contains financial statements of the City and the Wastewater Fund as of and for the year ended December 31, 2015. The following sets forth the operating history of the Wastewater Fund for the years ended December 31, 2011 through 2015:

	2011	2012	2013	2014	2015
Operating Revenues					
Charges for services	\$ 19,020	\$ 20,809	\$ 20,338	\$ 21,329	\$ 22,064
Operating Expenses					
Administrative charge	1,781	1,642	1,724	1,897	2,159
Personnel services	4,819	4,801	4,931	4,852	5,010
Contractual services	3,384	3,893	3,873	3,331	3,026
Commodities	1,092	1,110	1,245	1,186	1,102
Other	59	211	169	319	1,006
Depreciation	3,946	4,628	4,697	5,063	5,474
Total Operating Expenses	<u>15,081</u>	<u>16,285</u>	<u>16,638</u>	<u>16,649</u>	<u>17,776</u>
Operating Income	<u>3,939</u>	<u>4,524</u>	<u>3,700</u>	<u>4,680</u>	<u>4,288</u>
Nonoperating Revenues (Expenses)					
Other revenue	143	104	98	783	204
Earnings on investments	557	468	172	438	439
Gain on sale of capital assets	16	19	31	33	50
Interest expense	(412)	(1,328)	(1,308)	(1,217)	(1,127)
Other expenses	<u>(195)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Nonoperating Revenues (Expenses)	<u>109</u>	<u>(737)</u>	<u>(1,007)</u>	<u>38</u>	<u>(434)</u>
Income Before Contributions and Transfers	<u>4,048</u>	<u>3,786</u>	<u>2,693</u>	<u>4,718</u>	<u>3,854</u>
Capital contributed	639	2,120	3,172	3,674	2,729
Operating transfers in	77	-	-	-	29
Operating transfers out	<u>-</u>	<u>-</u>	<u>(10)</u>	<u>(36)</u>	<u>(38)</u>
Income After Contributions and Transfers	<u>716</u>	<u>2,120</u>	<u>3,162</u>	<u>3,638</u>	<u>2,720</u>
Change in Net Position	4,764	5,906	5,855	8,355	6,574
Net Position--Jan. 1	<u>132,865</u>	<u>137,397</u>	<u>143,302</u>	<u>149,158</u>	<u>* 156,029</u>
Net Position--Dec. 31	<u>\$ 137,629</u>	<u>\$ 143,302</u>	<u>\$ 149,157</u>	<u>\$ 157,513</u>	<u>\$ 162,603</u>

Totals may not add due to rounding

* Restated 2015 Beginning balance as result of implementing GASB 68.

**WASTEWATER UTILITY ENTERPRISE
SEWER REVENUE BONDS
SEC RULE 15c2-12 INFORMATION—HISTORIC DEBT SERVICE COVERAGE (UNAUDITED)
(Continued)**

The historic debt service coverage on obligations payable from net pledged revenues of the Wastewater Fund for the past ten years is as follows (*in thousands*):

**SEWER REVENUE BONDS--COVERAGE OF DEBT SERVICE REQUIREMENTS BY
NET PLEDGED REVENUES OF THE SEWER SYSTEM--2006 TO 2015 ¹**

	Gross Revenues ²	Expenses ³	Net Pledged Revenues	Debt Service Requirements			Coverage
				Principal	Interest	Total	
2006	21,391	9,383	12,008	3,748	1,588	5,335	2.25
2007	22,048	9,931	12,116	3,922	1,184	5,105	2.37
2008	21,844	10,434	11,410	4,081	1,005	5,087	2.24
2009	22,875	10,577	12,298	4,237	1,817	6,054	2.03
2010	22,170	12,117	10,053	3,378	1,704	5,081	1.98
2011	20,375	11,134	9,240	2,982	1,496	4,477	2.06
2012	23,520	11,658	11,862	3,099	1,459	4,557	2.60
2013	23,811	11,942	11,870	3,265	1,308	4,573	2.60
2014	26,258	11,586	14,672	1,640	1,217	2,857	5.14
2015	24,360	12,303	12,057	1,695	1,158	2,853	4.23

¹ Includes debt service on all bonds secured by sewer system revenues.

² Includes all income of the Wastewater Fund pledged for the payment of bonds.

³ Operating expenses less depreciation.

Totals may not add due to rounding

WASTEWATER UTILITY ENTERPRISE
SEWER REVENUE BONDS
SEC RULE 15c2-12 INFORMATION – BALANCES ON DEPOSIT (UNAUDITED)
(Continued)

The sewer revenue bonds are secured by an irrevocable pledge of a first lien upon net pledged revenues of the Wastewater Fund. The sewer revenue bond ordinances provide that all gross revenues pledged to the sewer revenue bonds will be set aside and credited to the Wastewater Fund and that such revenues will be deposited and applied in the following order of priority:

Operation and Maintenance Fund. As a first charge on the Wastewater Fund, the bond ordinances require the City to credit from time to time to the operation and maintenance fund revenue sufficient to pay the necessary and reasonable current expenses of operating, maintaining, and repairing the sewer system. **The balance on deposit in this fund as of December 31, 2015 is \$3,075,655.**

Debt Service Reserve Fund. The bond ordinances require the City to retain certain amounts in the debt service reserve fund for the Series 2009 and Series 2010 Sewer Revenue Bonds. However, a debt service reserve insurance policy unconditionally guarantees the payment of principal and interest on these bonds (up to and including the amount provided for in the reserve policy) in the event of nonpayment by the City. **Accordingly, the amount on deposit in the Debt Service Reserve Fund as of December 31, 2015 was \$236,725.**

In addition to the above, the bond ordinance established the following fund:

Sewer Fund. The Sewer Fund, referred to in the bond ordinance, was established by Ordinance No. 67, 1974. Complete financial statements, which reflect all deposits and balances of this fund (herein referred to as the “Wastewater Fund”) are included in the financial section of this report.

STORM DRAINAGE UTILITY ENTERPRISE
STORM DRAINAGE REVENUE BONDS
SEC RULE 15c2-12 INFORMATION—FEE REVENUES AND OPERATING HISTORY (UNAUDITED)
(Continued)

Collections (in thousands)

The following table sets forth the historical Storm Drainage Fund fee revenues for the years 2011 through 2015.

	2011	2012	2013	2014	2015
Storm drainage utility fee	\$ 13,923	\$ 14,051	\$ 14,385	\$ 14,717	\$ 15,035
Storm drainage basin fees	434	948	842	2,580	1,526
Other Revenues	-	-	127	477	342
Total Storm Drainage Fund					
Fee Revenues	<u>\$ 14,357</u>	<u>\$ 14,999</u>	<u>\$ 15,354</u>	<u>\$ 17,774</u>	<u>\$ 16,904</u>

Operating History of the Storm Drainage Fund (in thousands)

The financial section of this Comprehensive Annual Financial Report contains financial statements of the City and the Storm Drainage Fund as of and for the year ended December 31, 2015. The following sets forth the operating history of the Storm Drainage for the years ended December 31, 2011 through 2015.

	2011	Restated 2012	2013	2014	2015
Operating Revenues					
Charges for services	<u>\$ 13,923</u>	<u>\$ 14,051</u>	<u>\$ 14,385</u>	<u>\$ 14,717</u>	<u>\$ 15,035</u>
Operating Expenses					
Administrative charge	1,983	1,844	1,990	2,234	2,276
Personnel services	2,010	2,054	1,908	1,807	1,748
Contractual services	1,021	939	2,096	1,239	998
Commodities	197	186	185	218	316
Other	87	42	331	251	296
Depreciation	<u>2,184</u>	<u>2,201</u>	<u>2,134</u>	<u>2,348</u>	<u>2,603</u>
Total Operating Expenses	<u>7,483</u>	<u>7,265</u>	<u>8,644</u>	<u>8,098</u>	<u>8,238</u>
Operating Income	<u>6,440</u>	<u>6,786</u>	<u>5,740</u>	<u>6,619</u>	<u>6,797</u>
Nonoperating Revenues (Expenses)					
Other revenue	59	30	18	82	47
Earnings on investments	252	184	48	318	295
Intergovernmental	2	490	0	18	1
Gain/loss on sale of capital assets	(12)	26	28	27	0
Interest expense	(1,288)	(1,085)	(1,012)	(891)	(775)
Other expenses	<u>(54)</u>	<u>(69)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Nonoperating					
Revenues (Expenses)	<u>(1,042)</u>	<u>(425)</u>	<u>(917)</u>	<u>(446)</u>	<u>(433)</u>
Income Before Contributions and					
Transfers	<u>5,398</u>	<u>6,361</u>	<u>4,823</u>	<u>6,173</u>	<u>6,365</u>
Capital contributions	434	948	842	2,580	1,526
Operating transfers In	32	-	32	32	-
Operating transfers out	<u>(220)</u>	<u>(220)</u>	<u>(274)</u>	<u>(249)</u>	<u>(247)</u>
Income After Contributions and					
Transfers	<u>246</u>	<u>728</u>	<u>600</u>	<u>2,362</u>	<u>1,279</u>
Change in Net Position	<u>5,644</u>	<u>7,090</u>	<u>5,423</u>	<u>8,536</u>	<u>7,644</u>
Net Position--Jan. 1	<u>84,343</u>	<u>89,865</u>	<u>96,954</u>	<u>102,377</u>	<u>* 110,471</u>
Net Position--December 31	<u>\$ 89,987</u>	<u>\$ 96,954</u>	<u>\$ 102,377</u>	<u>\$ 110,913</u>	<u>\$ 118,115</u>

Totals may not add due to rounding

* Restated 2015 Beginning balance as result of implementing GASB 68.

**STORM DRAINAGE UTILITY ENTERPRISE
STORM DRAINAGE REVENUE BONDS
SEC RULE 15c2-12 INFORMATION – FEE STRUCTURE, PLEDGED REVENUES (UNAUDITED)
(Continued)**

Storm Drainage Utility Fee Structure

Storm drainage utility fees are imposed on every developed lot and parcel of land within the City and are payable monthly. The storm drainage utility fee is designed to pay for the operation and maintenance of the City's storm drainage system. The fee also pays for the design, right-of-way acquisition, and construction or reconstruction of storm drainage facilities throughout the City. The monthly storm drainage utility fee in effect at the end of 2015 for a residential lot of approximately 8,600 square feet is \$14.26 and \$28.52 for a commercial lot of approximately 8,600 square feet. This storm drainage utility fee did not increase in 2014 or 2015.

Storm drainage utility fees are billed through the City's consolidated monthly billing system, permitting the City to include storm drainage utility fees on a customer's regular utility bill. If a customer fails to pay any utility fees, the City has the authority to terminate utility service to the delinquent customer and to place a lien on the property for which the fees are delinquent.

Approximately 84% of storm drainage utility billing accounts and 45% of storm drainage revenues are attributable to single family residential customers. 16% of accounts and 55% of storm drainage revenues are attributable to multi-family residential, commercial and industrial customers. Two customers of the storm drainage utility contribute 2% or more of the storm drainage utility's total monthly revenue - the school district with 4.0% of total revenue and the City municipal government at 2.4%. Due to the perpetual lien ordinance, historically, the City collects over 99% of its billed monthly utility charges for storm drainage.

Historic Net Pledged Revenues

STORM DRAINAGE REVENUE BONDS							
	Gross		Net Revenue		Debt Service Requirements		Coverage
	Revenues	Expenses	Available for Debt Service	Principal	Interest	Total	
2006	15,396	3,779	11,618	2,405	2,030	4,435	2.62
2007	16,698	4,615	12,084	2,150	1,643	3,793	3.19
2008	15,139	4,865	10,274	2,610	2,483	5,093	2.02
2009	14,219	5,838	8,381	2,568	2,346	4,914	1.71
2010	14,613	5,052	9,560	2,683	1,606	4,289	2.23
2011	14,669	5,299	9,371	2,238	1,143	3,380	2.77
2012	15,729	5,064	10,664	2,965	1,102	4,067	2.62
2013	15,322	6,510	8,812	3,085	954	4,039	2.18
2014	17,742	5,749	11,993	3,203	840	4,042	2.97
2015	16,129	5,635	10,494	3,335	832	4,167	2.52

Changes in Storm Drainage Fees

Since 1987, the City has increased the overall storm drainage fees fifteen times. The average increase in the total fees is as follows:

<u>Year</u>	<u>Increase</u>	<u>Year</u>	<u>Increase</u>	<u>Year</u>	<u>Increase</u>
2001	9%	2006	0%	2011	0%
2002	45%	2007	0%	2012	0%
2003	10%	2008	0%	2013	0%
2004	10%	2009	0%	2014	0%
2005	0%	2010	0%	2015	0%

Prior to November of 1998, storm drainage utility fees varied by basin depending on drainage problems and improvements needed in each basin. Beginning in November of 1998, the fees were assessed uniformly on a city-wide basis and improvements are to be prioritized and constructed based on the needs of the City as a whole.

WATER UTILITY ENTERPRISE
WATER REVENUE BONDS
SEC RULE 15c2-12 INFORMATION – CUSTOMER BASE AND RATE STRUCTURE (UNAUDITED)

Customer Base

The water system serves a customer base that has grown as follows in the years 2006-2015:

Years (at December 31)	Water Customers
2006	32,944
2007	32,780
2008	33,082
2009	32,910
2010	32,983
2011	33,074
2012	33,147
2013	33,348
2014	34,290
2015	34,744

The City classifies its water customers according to several classifications. A breakdown of the accounts based on such classifications being served as of December 31, 2015 is set forth below:

Classification	Number of Accounts	Accounts
Residential	32,229	92.8%
Commercial & Industrial	2,515	7.2%
Total	34,744	100.0%

The following table sets forth the ten largest customers of the water system, which in the aggregate accounted for approximately 27.5% of total water usage during 2015:

Customer	Water Usage Millions of	Percent of Total Water
Industrial	838,286	11.9%
University	354,672	5.0%
Industrial	322,625	4.6%
City Government	119,257	1.7%
Industrial	114,176	1.6%
School District	82,925	1.2%
Industrial	33,247	0.5%
Hospital	29,943	0.4%
Commercial	20,137	0.3%
County	20,061	0.3%
		<u>27.5%</u>

Water Rate Structure

The City's water rate structure is administered in substantial compliance with the "cost of service" method endorsed by the American Water Works Association. Under the cost of service method, an effort is made to establish equitable charges which reflect the true costs of serving various classes of customers.

**WATER UTILITY ENTERPRISE
WATER REVENUE BONDS
SEC RULE 15c2-12 INFORMATION – CUSTOMER BASE AND RATE STRUCTURE (UNAUDITED)
(Continued)**

In 2004, City Council directed staff to develop a 4-tier rate that would reduce the severity of cost impacts for larger, single-family, and duplex residential users due to the 2003 5-tier rates. The 4-tier rate structure was adopted by City Council and went into effect May 1, 2004 and remained in effect through April 30, 2006. On March 21, 2006 City Council passed a 3-tier water rate for single family and duplex customers that will be in effect for billings after May 1, 2006 and remain in effect January 1, 2008. A 3% rate increase was implemented for 2009. While a 3% overall revenue increase was implemented for 2010 the resulting cost of service adjustments were +3.8% for residential, 0% for duplex and multi-family and +1.7% for commercial rate classes. A 3% rate increase was implemented for 2011. A 6% across the board rate increase was implemented in 2012 and a 4% across the board rate increase was implemented in 2013 for all rate classes. In January 2014, water rates were increased an average of 4%. The 2014 increase varied by cost of service: +9% single family residential, -1.8% duplex, -16.4 multi-family, 7.7% commercial, and +3.5% high volume industrial. There was no increase in 2015.

The following water rates were effective January 1, 2015. In addition to these rates, a 6% payment in lieu of taxes (“PILOT”) is added to all charges and paid to the City’s general fund.

Monthly User Charges Effective January 1, 2015

(1) Residential customers with one dwelling unit.

a. *Base Charges.* Residential customers with one dwelling unit shall pay a base monthly charge of \$15.41.

b. *Quantity Charges.* Residential customers with one dwelling units shall pay a monthly quantity charge as follows:

For the first 7,000 gallons used per month at \$2.386 per 1,000 gallons

For the next 6,000 gallons used per month at \$2.742 per 1,000 gallons

For all additional gallons used per month at \$3.154 per 1,000 gallons.

(2) Residential customers with two dwelling units.

a. *Base Charges.* Residential customers with two dwelling units shall pay a base monthly charge of \$16.31.

b. *Quantity Charges.* Residential customers with two dwelling units shall pay a monthly quantity charge as follows:

For the next 9,000 gallons used per month at \$ 2.071 per 1,000 gallons

For the next 4,000 gallons used per month at \$2.380 per 1,000 gallons

For all additional gallons used per month at \$2.739 per 1,000 gallons.

Metered Rates – Nonresidential

(1) *Base Charges.* Nonresidential customers shall pay a base monthly charge based on meter size:

Nonresidential

Meter Size (inches)	Monthly Base Charge
3/4	\$ 13.63
1	\$ 38.03
1 1/2	\$ 103.41
2	\$ 155.85
3	\$ 237.70
4	\$ 373.17
6	\$ 723.91
8	\$ 1,278.85

(2) *Quantity Charges.* Nonresidential customers shall pay a monthly quantity charge of \$ 1.897 per 1,000 gallons used in the winter season months of November through April. They shall pay a monthly quantity charge of \$2.370 per 1,000 gallons used in the summer season months of May through October.

(3) *Charges for Excess Use.* Monthly water use in excess of the amounts specified in the following table shall be billed at \$ 2.725 per 1,000 gallons used in the winter season months of November through April. Monthly water use in excess of the amounts specified below shall be billed at \$3.408 per 1,000 gallons used in the summer season months of May through October.

WATER UTILITY ENTERPRISE**WATER REVENUE BONDS****SEC RULE 15c2-12 INFORMATION – RATE STRUCTURE AND ENFORCEMENT (UNAUDITED)****(Continued)**

Nonresidential	
Meter Size (inches)	Specified Amount (gallons per month)
3/4	100,000
1	300,000
1 1/2	625,000
2	1,200,000
3	1,400,000
4	2,500,000

Plant Investment Fees. Plant Investment Fees (PIFs) are used to finance growth related capital facility costs for water “backbone” and treatment facilities. They establish equity between existing customers and new customers and shelter existing customers from the cost of growth but must be established and applied in a legal manner (Colorado Senate Bill 15, 2001). This fee is paid at the time a building permit is issued. Proceeds of the plant investment fee are accounted for as contributed capital of the water system, rather than as operating revenue. The City Council adopted the following plant investment fee schedule, which took effect January 1, 2014.

Residential:	
Dwelling Category	Plant Investment Fee
Single Family	\$720 plus \$0.32 per square foot of lot area 1
Duplex, Multi-Family, Mobile Home	\$540 per living unit plus \$0.25 per square foot of lot area

Nonresidential:	
Water Meter Size (inches)	Plant Investment Fee
3/4"	\$ 7,000
1"	\$ 19,050
1 1/2"	\$ 41,600
2"	\$ 64,410
3" and above	Based on peak day demand

Enforcement

The City’s collections of water charges historically have been in excess of 99%. Unpaid water charges constitute a perpetual lien on the property to which service was delivered. Customers with delinquent active accounts are sent delinquency notices after 38 days. The City may discontinue water and electric service on delinquent accounts. Sometimes liens are filed while the delinquent customer is still an active account. Customers who have moved from the address where service was supplied and left the account owing to the City are typically assigned to a collection agency.

WATER UTILITY ENTERPRISE
WATER REVENUE BONDS
SEC RULE 15c2-12 INFORMATION – CONTRIBUTED CAPITAL (UNAUDITED)
(Continued)

Contributed Capital

Several significant categories of receipts of the Water Fund which are pledged to the payment of the Bonds are accounted for as contributed capital rather than as revenue. The following table presents, in thousands, receipts of major categories of contributed capital by the Water Fund for the past ten years:

<u>Year</u>	<u>Contributions In Aid of Construction</u>	<u>Cash Contributed In Lieu of Water Rights</u>	<u>Anheuser- Busch Water Rights Payments</u>	<u>Plant Investment Fees</u>	<u>Anheuser- Busch Master Agreement Payments</u>	<u>Anheuser- Busch Capacity Payments</u>	<u>Total Contributed Capital</u>
2006	51	2,821	338	2,427	704	219	6,560
2007	61	3,708	362	2,674	680	235	7,720
2008	50	3,233	-	1,356	698	30	5,367
2009	13	824	-	521	725	32	2,116
2010	11	1,006	-	668	-	35	1,721
2011	16	2,591	-	969	-	37	3,612
2012	441	1,675	-	1,293	-	39	3,449
2013	629	3,049	-	1,791	-	5	5,474
2014	321	3,323	-	5,832	-	-	9,477
2015	275	2,632	-	3,235	-	-	6,141

WATER UTILITY ENTERPRISE**WATER REVENUE BONDS****SEC RULE 15c2-12 INFORMATION – COLLECTIONS AND OPERATING HISTORY (UNAUDITED)****(Continued)****Collections (in thousands)**

The following table sets forth the historical Water System user rates, plant investment fees, other fees and charges, and investment earnings:

	2011	2012	2013	2014	2015
User charges for services	\$ 24,101	\$ 28,326	\$ 25,954	\$ 26,771	\$ 27,705
Plant investment fees	3,612	3,449	5,474	9,477	6,141
Other fees & charges	326	334	384	418	377
Investment earnings	1,178	953	164	908	785
Total Water System Revenue	<u>\$ 29,217</u>	<u>\$ 33,061</u>	<u>\$ 31,976</u>	<u>\$ 37,573</u>	<u>\$ 35,008</u>

Operating History of the Water Fund

The financial section of this Comprehensive Annual Financial Report contains financial statements of the City and the Water Fund as of and for the year ended December 31, 2015. The following sets forth the operating history of the Water Fund for the years ended December 31, 2011 through 2015.

	2011	2012	2013	2014	2015
Operating Revenues					
Charges for services	<u>\$ 24,101</u>	<u>\$ 28,326</u>	<u>\$ 25,954</u>	<u>\$ 26,771</u>	<u>\$ 27,705</u>
Operating Expenses					
Administrative charge	3,395	3,244	3,209	3,525	2,983
Personal services	5,721	5,975	6,250	6,377	6,819
Contractual services	5,451	5,810	6,251	6,238	6,867
Commodities	1,546	3,188	1,725	1,560	1,675
Other	198	1,018	675	930	653
Capital asset impairments	-	-	-	-	1,305
Depreciation	<u>5,090</u>	<u>5,375</u>	<u>5,514</u>	<u>5,816</u>	<u>6,083</u>
Total Operating Expense	<u>21,400</u>	<u>24,610</u>	<u>23,624</u>	<u>24,445</u>	<u>26,385</u>
Operating Income	<u>2,700</u>	<u>3,715</u>	<u>2,330</u>	<u>2,326</u>	<u>1,320</u>
Nonoperating Revenues (Expenses)					
Other revenue	289	291	1,076	338	288
Earnings on investments	1,178	953	164	908	785
Gain on sale of capital assets	36	42	58	85	89
Interest expense	(828)	(740)	(581)	(510)	(486)
Other expenses	<u>(9)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Nonoperating Revenues (Expenses)	<u>667</u>	<u>547</u>	<u>718</u>	<u>821</u>	<u>675</u>
Income Before Contributions and Transfers	<u>3,367</u>	<u>4,262</u>	<u>3,048</u>	<u>3,146</u>	<u>1,995</u>
Capital contributions	3,612	3,449	5,474	9,477	6,141
Operating transfers in (out)	<u>87</u>	<u>-</u>	<u>(197)</u>	<u>(196)</u>	<u>209</u>
Income After Contributions and Transfers	<u>3,699</u>	<u>3,449</u>	<u>5,277</u>	<u>9,280</u>	<u>6,350</u>
Change in Net Position	<u>7,066</u>	<u>7,711</u>	<u>8,325</u>	<u>12,427</u>	<u>8,345</u>
Net Position--Jan. 1	<u>245,659</u>	<u>252,622</u>	<u>260,333</u>	<u>268,658</u>	<u>* 279,550</u>
Net Position--Dec. 31	<u>\$ 252,725</u>	<u>\$ 260,333</u>	<u>\$ 268,658</u>	<u>\$ 281,085</u>	<u>\$ 287,895</u>

Totals may not add due to rounding

* Restated 2015 Beginning balance as result of implementing GASB 68.

WATER UTILITY ENTERPRISE
WATER REVENUE BONDS
SEC RULE 15c2-12 INFORMATION – DEBT STRUCTURE (UNAUDITED)
(Continued)

As of December 31, 2015, the Net Revenue of the Water Fund serviced the following obligations:
(in thousands)

<u>Name of Issue</u>	<u>Originally Authorized</u>	<u>Outstanding Principal</u>
Water Revenue Bond, Series 1997	\$ 10,125	\$ 1,064
Water Revenue Bond, Series 1999	4,998	1,120
Water Subordinate, 2004	2,476	1,451
Water Revenue Refunding Series 2008	<u>9,645</u>	<u>5,845</u>
Total	<u><u>\$ 27,245</u></u>	<u><u>\$ 9,480</u></u>

Totals may not add due to rounding

**FORT COLLINS URBAN RENEWAL AUTHORITY
TAX INCREMENT REVENUE REFUNDING BONDS
SEC RULE 15c2-12 INFORMATION – ASSESSED VALUATION HISTORY (UNAUDITED)**

Ad Valorem Property Tax Data

The following table sets forth a nine-year history of the total assessed valuation in the Plan Area, the amount of such valuation allocable to the Property Tax Base Amount and the amount allocable to the incremental assessed valuation.

History of Assessed Valuations in the Plan Area

Levy Year	Collection Year	Total Assessed Valuation in Tax Increment Area	Valuation Allocable to Base Amount	Valuation Allocable to Increment
2007	2008	\$ 24,370,930	\$ 20,994,374	\$ 3,376,656
2008	2009	24,100,310	20,994,374	3,105,936
2009	2010	27,041,580	21,231,611	5,809,969
2010	2011	27,045,790	20,939,619	6,106,171
2011	2012	30,223,310	20,025,954	10,196,356
2012	2013	34,008,140	19,957,399	14,050,741
2013	2014	32,584,550	20,112,768	12,471,782
2014	2015	32,757,840	20,016,051	12,741,789
2015	2016	38,261,030	22,011,398	15,918,112

Source: Larimer County Assessor's Office

FORT COLLINS URBAN RENEWAL AUTHORITY
TAX INCREMENT REVENUE REFUNDING BONDS
SEC RULE 15c2-12 INFORMATION – COLLECTION AND ENFORCEMENT HISTORY
(Continued)

The following table sets forth the history of the Authority's ad valorem property tax collections.

Property Tax Collections in the Plan Area

Levy Year	Collection Year	Taxes Levied ⁽¹⁾⁽²⁾	Current Tax Collections ⁽²⁾⁽³⁾	Collection Rate
2007	2008	\$ 286,918	\$ 286,918	100%
2008	2009	263,227	263,227	100
2009	2010	492,625	492,625	100
2010	2011	536,292	536,292	100
2011	2012	907,010	907,010	100
2012	2013	1,284,690	1,284,690	100
2013	2014	1,138,567	1,138,567	100
2014	2015	1,162,119	1,138,740	100
2015	2016	1,422,818	-	-

(1) Levied amounts do not reflect abatements and other adjustments.

(2) The County Treasurer's 2% collection fee has been deducted from these amounts.

(3) The Larimer County Assessor's Office's current policy regarding collections in the Plan Area is to remit 100% of the property tax increment levied in such Area to the Authority (less the 2% collection fee) regardless of the amount collected. Figures do not include interest, fees and penalties.

Source: Larimer County Assessor's Office

The following table sets forth the assessed valuation of specific classes of real and personal property within the Authority based upon the Authority's 2015 certified assessed valuation. As shown below, commercial property accounts for the largest percentage of the Authority's assessed valuation, and therefore it is anticipated owners of commercial property will pay the largest percentage of ad valorem property taxes levied by the Authority.

2015 Assessed Valuation of Classes of Property in the Plan Area

Class	Total Assessed Valuation ⁽¹⁾	Percent of total Assessed Valuation
Residential	\$ 6,338,798	7.90%
Commercial	27,075,199	78.85
Industrial	1,006,130	3.10
Agricultural	2,334	0.00
Natural Resources	102	0.00
Vacant	3,447,667	9.00
State Assessed	390,800	1.15
TOTAL	\$ 38,261,030	100.00%

(1) Includes real and personal property

Source: Larimer County Assessor's Office

FORT COLLINS URBAN RENEWAL AUTHORITY
TAX INCREMENT REVENUE REFUNDING BONDS
SEC RULE 15c2-12 INFORMATION – TAXPAYER BASE (UNAUDITED)
(Continued)

Based on the most recent information available from Larimer County, the following table represents the ten largest taxpayers within the Authority. A determination of the largest taxpayers can be made only by manually reviewing individual tax records. Therefore it is possible owners of several small parcels may have an aggregate assessed value in excess of those set forth in the following chart. Furthermore, the taxpayers shown in the chart may own additional parcels within the Authority not included herein.

No independent investigation has been made of and consequently there can be no representation as to the financial conditions of the taxpayers listed below or that such taxpayers will continue to maintain their status as major taxpayers in the Authority.

Largest Taxpayers in the Plan Area - 2015

Taxpayer Name	2015 Assessed Valuation	Percentage of Total Assessed Valuation ⁽¹⁾
Dillon Companies Inc.	\$ 3,736,882	9.77%
Breckenridge Group Fort	2,189,812	5.72
RMI2 Properties LLC	1,522,413	3.98
King Soopers	974,725	2.55
Cole AB Fort Collins Co LLC	944,878	2.47
Jog LLC	853,441	2.23
1415 Blue Spruce LLC	703,279	1.84
North College LLC	691,689	1.81
Country Club Corners LLC	673,496	1.76
Kaufman and Robinson Inc	661,197	1.73
	<u>\$ 12,951,812</u>	<u>33.85%</u>

(1) Based on 2015 total assessed valuation of \$38,261,030

Source: Larimer County Assessor's Office

Sample Mill Levy Affecting Property Owners Within the Plan Area

Individual property owners within the Plan Area are obligated to pay ad valorem property taxes to all taxing jurisdictions in which their property is located. Such levies applied to the property tax increment generate the Pledged Property Tax Revenues. According to the Larimer County Assessor's Office there are currently seven entities overlapping all or a portion of the Plan Area. As a result, property owners within the Plan Area may be subject to various mill levies depending upon the location of their property. The following table is representative of a sample total 2015 mill levy (for payment in 2016) attributable to taxpayers within the Plan Area and is not intended to portray the mill levied against all properties within the Plan Area. Additional taxing entities may overlap the Plan Area in the future.

Sample Total 2015 Mill Levy

<u>Taxing Entity</u>	<u>2015 Mill Levy⁽¹⁾</u>
Poudre R-1 School District	52.630
Larimer County	21.882
City	9.797
Health District of Northern Larimer County	2.167
Larimer County Pest Control	0.142
Poudre River Public Library District	3.016
Northern Colorado Water Conservation District	1.000

(1) One mill equals one tenth of one cent. Mill levies certified in 2015 are for the collection of ad valorem property taxes in 2016.

Source: Larimer County Assessor's Office

FORT COLLINS URBAN RENEWAL AUTHORITY
TAX INCREMENT REVENUE REFUNDING BONDS
SEC RULE 15c2-12 INFORMATION – OVERLAPPING DEBT (UNAUDITED)
(Continued)

Estimated Overlapping General Obligation Debt

Other taxing entities are authorized to incur general obligation debt within boundaries which overlap or partially overlap the boundaries of the Plan Area. The following table sets forth the estimated overlapping general obligation debt chargeable to property owners within the Plan Area as of the date of this disclosure. Additional taxing entities may overlap with the Authority in the future.

Estimated Overlapping General Obligation Debt
(in thousands)

Entity	2015 Assessed Valuation ⁽¹⁾	Outstanding General Obligation Debt	Outstanding G.O. Debt Attributable to the Authority ⁽²⁾	
			Percent	Debt
Poudre R-1 School District	\$ 2,966,939	\$ 203,955	1.29%	\$2,630
TOTAL		\$ 203,955		\$2,630

(1) Assessed values certified in 2015 are for collection of ad valorem property taxes in 2016.

(2) The percentage of an entity's outstanding debt chargeable to the Authority is calculated by comparing the assessed valuation of the portion overlapping the Authority to the total assessed valuation of the overlapping entity. To the extent the Authority's assessed valuation changes disproportionately with the assessed valuation of an overlapping entity, the percentage of debt for which property owners within the Authority are responsible will also change.

Sources: Larimer County Assessor's Office; and individual taxing entities

FORT COLLINS URBAN RENEWAL AUTHORITY
TAX INCREMENT REVENUE REFUNDING BONDS
SEC RULE 15c2-12 INFORMATION – OUTSTANDING PRINCIPAL AND PLEDGED REVENUE SOURCES
(UNAUDITED)
(Continued)

Urban Renewal Authority Fund – History Revenues, Expenditures, and Changes in Fund Balance

General. The Authority's revenues are provided primarily from the Pledged Property Tax Revenues. The activities of the Authority are recorded in the Urban Renewal Authority Fund, which is included in the City's audited financial statements.

History of Revenues, Expenditures, and Changes in Fund Balance. The following table provides a comparative history of revenues, expenditures and changes in fund balance in the Urban Renewal Authority Fund for fiscal years 2011 through 2015. The information in this table has been derived from the audited financial information presented in the City's Comprehensive Annual Financial Report ("CAFR") for each of those years.

History of Revenues, Expenditures and Changes in Fund Balances

	Year Ended December 31,				
	2011	2012	2013	2014	2015
REVENUES					
Taxes	\$ 524,486	\$ 918,817	\$ 1,284,690	\$ 1,220,060	\$ 1,501,239
Interest earnings	146,154	109,283	77,174	114,192	99,439
Miscellaneous revenue	-	-	233,832	328,301	8,484
Total Revenues	670,640	1,028,100	1,595,696	1,662,553	1,609,162
EXPENDITURES					
Sustainability services ⁽¹⁾	3,809,775	495,428	4,668,120	1,303,463	257,553
Debt service					
Principal	-	-	-	540,000	550,000
Interest	217,938	281,631	596,493	1,143,267	702,963
Total Expenditures	4,027,713	777,059	5,264,613	2,986,730	1,510,516
Excess (Deficiency) of Revenues ⁽¹⁾					
Over (Under) Expenditures	(3,357,073)	251,041	(3,668,917)	(1,324,177)	98,646
OTHER FINANCING SOURCES (USES)					
Transfers in	1,230,605	-	-	-	-
Transfers out	-	(2,700,000)	-	(125,000)	-
Loan Issuance	-	-	11,085,000	-	-
Premium on Debt	-	-	316,806	-	-
Total Other Financing Sources (Uses)	1,230,605	(2,700,000)	11,401,806	(125,000)	-
Net change in Fund Balances (Deficit)	(2,126,468)	(2,448,959)	7,732,889	(1,449,177)	98,646
Fund Balances (Deficit)-January 1	(4,651,974)	(6,778,442)	(9,227,401)	(1,494,512)	(2,943,689)
Fund Balances (Deficit)-December 31 ⁽¹⁾	\$ (6,778,442)	\$ (9,227,401)	\$ (1,494,512)	\$ (2,943,689)	\$ (2,845,043)

(1) Excess deficiencies of Revenues Under Expenditures and negative fund balances are reflected because the category "Sustainability Services" includes, among other things, the entire amount of advances payable to the City in each year. The advances are to be repaid by property tax increment revenue to be received through 2029. However, modified accrual accounting standards do not allow the recognition of a taxes receivable assets beyond those due within the year advanced.

FORT COLLINS URBAN RENEWAL AUTHORITY
TAX INCREMENT REVENUE REFUNDING BONDS
SEC RULE 15c2-12 INFORMATION – OUTSTANDING PRINCIPAL AND PLEDGED REVENUE SOURCES
(UNAUDITED)
(Continued)

Outstanding Obligations

The following table sets forth the Authority's outstanding obligations as of December 31, 2015. No additional obligations have been issued by the Authority. According to City officials, the Authority may issue additional debt in the future to finance public improvements in the Plan Area.

Outstanding Revenue Obligations

<u>Issue</u>	<u>Outstanding Principal</u>
2013 URA Revenue Bond	\$ 9,995,000
<u>City Loan Obligations</u>	
RMI2	\$ 5,303,939
Prospect Station	240,656
Summit/Capstone	4,942,816

CITY FINANCIAL INFORMATION AND DEBT STRUCTURE

Major Sources of Revenue

Property Taxes. The City has the power to levy general (ad valorem) taxes against all taxable property in the City. The right of the City to increase the rate of levy for ad valorem taxes and to collect, retain and spend the revenue derived from such ad valorem taxes may be limited by the State Constitution. Tax levies may be made for general obligation bond principal and interest payments and for the cost of the City's operations. Under the City Charter, the mill levy is limited to fifteen mills, except for debt service on general obligation bonds.

The following table set forth the total assessed value and estimated actual value of property within the City for assessment years 2006 through 2015.

Assessed and Estimated Actual Values

<u>Assessment Year</u>	<u>Total Assessed Value</u>	<u>Estimated Actual Value⁽¹⁾</u>
2006	1,529,579,151	12,568,259,292
2007	1,713,170,788	13,603,426,669
2008	1,758,807,267	13,915,507,484
2009	1,822,241,879	14,345,784,572
2010	1,815,946,000	14,520,314,000
2011	1,792,231,000	14,456,330,000
2012	1,796,031,012	14,531,850,737
2013	1,884,693,625	15,272,734,901
2014	1,934,218,000	15,676,980,000
2015	2,229,600,072	18,146,317,000

(1) Actual value is derived form a statutory formula based on manuals and data supplied by the State Property Tax Administrator and differs from market value.

Source: Larimer County Assessor's Office

FORT COLLINS URBAN RENEWAL AUTHORITY
TAX INCREMENT REVENUE REFUNDING BONDS
SEC RULE 15c2-12 INFORMATION – LEVY AND COLLECTION HISTORY (UNAUDITED)
(Continued)

The following property tax levies and collections have been remitted to the City by the County in the collection years 2006-2015.

Property Tax Levies and Collections

Levy Year ⁽¹⁾	Tax Levy (Mills) ⁽²⁾	Collection Year	Dollar Amount Levied ⁽³⁾	Dollar Amount Collected ⁽⁴⁾	Percentage Collected
2006	9.797	2007	14,572,672	14,533,176	99.73
2007	9.797	2008	16,224,120	15,792,652	97.34
2008	9.797	2009	16,616,294	16,198,109	97.48
2009	9.797	2010	17,171,540	16,702,488	97.27
2010	9.797	2011	17,113,497	16,696,371	97.56
2011	9.797	2012	16,988,466	16,594,770	97.68
2012	9.797	2013	16,956,775	16,537,511	97.53
2013	9.797	2014	17,812,490	17,304,529	97.15
2014	9.797	2015	18,186,953	17,680,445	97.21
2015	9.797	2016	21,843,126	15,181,173	69.50 ⁽⁵⁾

(1) Taxes for the year levied are collected in the following year.

(2) One mill generates \$1 of property tax revenue per \$1,000 of assessed valuation.

(3) Amounts are net of incremental taxes pledged for the City's tax increment revenue obligations.

(4) The dollar amounts collected in Levy Years 2007-2014 are reduced by the County's 2% collection fees. Accordingly, the maximum possible percentage of property taxes collected in such years was 98% of the property taxes levied.

(5) Collections as of 5/6/2016

Source: Larimer County Treasurer's Office

FORT COLLINS URBAN RENEWAL AUTHORITY
TAX INCREMENT REVENUE REFUNDING BONDS
SEC RULE 15c2-12 INFORMATION – TAXPAYER BASE (UNAUDITED)
(Continued)

Ten Largest Property Taxpayers of the City
(2015 Assessed Valuation for Taxes Due in 2016)

Taxpayer	Assessed Valuation (Property in the City)	Percentage of Total City Assessed Valuation
Avago Technologies Wireless (USA)	\$ 70,654,591	3.65%
Anheuser-Busch Inc.	69,494,090	3.59
Ramco-Gershenson Properties LP	29,691,163	1.54
Hewlett Packard Co	19,678,220	1.02
Qwest Corporation	18,287,300	0.95
Amcap Harmony LLC	15,040,270	0.78
Banner Health	14,038,004	0.73
Walton Foothills Holdings VI LLC	11,851,063	0.61
Public Service Co of Colo (XCEL)	11,357,000	0.59
New Belgium Brewing Co	10,580,833	0.55

Source: Larimer County Assessor's Office

Present Tax Levy Applicable to Most Properties Located in
the City
For 2015 Taxes Due in 2016

<u>Governmental Unit</u>	<u>Mill Levy</u>
City of Fort Collins	9.797
Larimer County	21.882
Larimer County Pest Control	0.142
Poudre School District R-1	52.630
Northern Colorado Water Conservancy District	1.000
Health District of Northern Larimer County	2.167
Poudre River Public Library District	3.016

Portions of the City are subject to additional mill levies due to their location within the following tax districts:

<u>Governmental Unit</u>	<u>Mill Levy</u>
Fort Collins General Improvement District No. 1 ⁽¹⁾	4.924
Fort Collins-Loveland Water District	1.500
South Fort Collins Sanitation District	0.476
Thompson R2-J School District	38.393
Thompson Valley Health Services District	1.760
Larimer County GID No. 15 Skyview South	10.000
Harmony Technology Park Metro District No. 2	20.000
Fort Collins Downtown Development Authority ⁽¹⁾	5.000

(1) Part of the City's reporting entity

Source: Larimer County Assessor's Office

**FORT COLLINS URBAN RENEWAL AUTHORITY
TAX INCREMENT REVENUE REFUNDING BONDS
SEC RULE 15c2-12 INFORMATION – SALES TAX RATES (UNAUDITED)
(Continued)**

The following table shows the historical breakdown of the total sales tax paid within the City for fiscal years 2006-2015.

Direct and Overlapping Sales Tax Rates

<u>Fiscal Year</u>	<u>City Direct Rate⁽¹⁾</u>	<u>Larimer County</u>	<u>State of Colorado</u>	<u>Total</u>
2006	3.00	0.80	2.90	6.70
2007	3.00	0.80	2.90	6.70
2008	3.00	0.80	2.90	6.70
2009	3.00	0.80	2.90	6.70
2010	3.00	0.80	2.90	6.70
2011	3.85	0.80	2.90	7.55
2012	3.85	0.80/0.60 ⁽²⁾	2.90	7.55/7.35
2013	3.85	0.60	2.90	7.35
2014	3.85	0.60	2.90	7.35
2015	3.85	0.65	2.90	7.40

(1) Food for home consumption sales direct rate is 2.25%

(2) Larimer County sales tax rate decreased from 0.8% to 0.6% effective July 1, 2012.

Source: City's Finance Department

The City's base 2.25% sales and use tax is comprised of a 1% tax approved by Ordinance No. 58, 1967, a 1% tax approved by Ordinance No. 140, 1979 and 0.25% tax by Ordinance No. 149, 1981. This sales and use base tax has no expiration, no restrictions on how it can be used, and is deposited into the General Fund.

FORT COLLINS URBAN RENEWAL AUTHORITY
TAX INCREMENT REVENUE REFUNDING BONDS
SEC RULE 15c2-12 INFORMATION – SALES AND USE TAX COLLECTIONS (UNAUDITED)
(Continued)

In addition to the sales and use base tax, there are several special sales and use taxes which are restricted to specific purposes and have expiration dates. A street capital maintenance tax of 0.25% is imposed for a period expiring December 31, 2015. Another is the Building on Basics Capital Improvements of 0.25% tax and is imposed for a period expiring December 31, 2015. Natural Areas and Parks Tax is another 0.25% tax which is imposed through December 31, 2030 and may only be used for preservation and improvement of natural areas and trails and specified capital parks projects. An additional 0.85% of the tax is imposed through December 31, 2020 and referred to as Keep Fort Collins Great. The revenue from such 0.85% tax may only be used for Street Maintenance (33%), Other Transportation Needs (17%), Police Services (17%), Fire Protection (11%), Parks Maintenance and Recreation Services (11%), and Other Community Priorities (11%). The following table shows the sales and use tax revenues collected for such unrestricted and restricted purposes for fiscal years 2006 through 2015.

Sales and Use Tax Revenue
(in thousands of dollars)

	<u>Unrestricted</u>		<u>Restricted Purpose</u>							
	2.25%		0.25%		0.25%	0.25%	0.85%			
<u>Year</u>	<u>General Fund</u>		<u>Pavement Maintenance</u>		<u>Capital Projects</u>	<u>Natural Areas</u>	<u>Keep Fort Collins Great</u>	<u>Total</u>		
2006	\$	58,418	\$	5,571	\$	5,571	\$	--	\$	75,131
2007		58,473		5,767		5,767		5,767	--	75,775
2008		58,922		5,529		5,529		5,529	--	75,509
2009		55,379		5,146		5,146		5,146	--	70,818
2010		57,887		5,554		5,554		5,554	--	74,548
2011		60,321		5,817		5,817	\$	19,818		97,589
2012		68,074		6,596		6,596		6,596	21,752	109,613
2013		68,967		6,689		6,689		6,689	22,811	111,846
2014		79,803		7,800		7,800		7,800	25,885	129,088
2015		83,895		8,112		8,112		8,112	26,669	134,899

**FORT COLLINS URBAN RENEWAL AUTHORITY
TAX INCREMENT REVENUE REFUNDING BONDS
SEC RULE 15c2-12 INFORMATION – TAXABLE SALES HISTORY (UNAUDITED)
(Continued)**

Sales Tax Category	Taxable Sales by Category Last Ten Fiscal Years (in millions of dollars)									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Grocery, Convenience, Liquor	\$320.1	\$347.4	\$359.8	\$359.7	\$363.8	\$394.1	\$429.0	\$458.9	\$488.3	\$513.5
Restaurants, Caterers and Bars	257.0	274.8	285.9	285.4	295.6	315.4	337.9	353.1	380.2	408.8
General Merchandise	334.9	336.2	318.3	306.7	299.4	303.0	303.5	313.1	323.2	302.9
Vehicle Sales, Parts and Repairs	157.8	175.8	162.9	149.3	160.0	164.5	180.6	193.6	221.4	228.5
Building Materials, Garden Equipment & Supplies	129.2	132.4	138.4	130.2	142.9	154.8	165.9	186.1	221.5	226.4
Sporting, Hobby, Book, Music	116.9	121.7	126.0	126.1	129.2	134.5	134.9	137.3	140.5	149.2
Broadcasting and Telecommunications	99.5	116.5	113.7	113.0	119.0	116.7	117.2	108.0	111.8	115.2
Electronics and Appliances	104.8	116.8	117.7	107.8	111.9	118.2	122.1	126.0	150.7	163.0
Miscellaneous Retailers	102.5	113.6	110.0	103.9	110.4	116.4	121.7	131.0	138.6	146.9
Utilities	99.6	96.0	103.3	97.5	100.8	107.0	111.2	117.5	122.2	118.1
Clothing and Accessories	87.8	84.9	79.4	74.8	76.9	83.0	88.7	82.9	78.4	78.1
Pharmacy, Salon and Laundry	40.0	44.0	45.4	45.0	54.5	61.1	54.6	56.8	66.6	84.5
Other	47.6	47.4	47.2	43.0	44.3	45.9	51.0	53.7	58.6	63.3
Rental and Leasing Services	49.1	52.1	52.1	46.4	43.1	42.7	46.3	44.5	52.0	59.3
Furniture and Home Furnishings	51.7	56.7	52.3	38.9	41.0	43.7	50.0	56.5	60.7	65.4
Wholesale Trade	138.8	57.9	49.2	41.9	35.6	37.5	42.4	43.6	45.2	54.1
Lodging	31.7	34.3	33.9	29.1	32.2	35.2	40.2	42.1	49.8	54.9
Manufacturing	33.2	37.9	37.3	26.7	30.5	37.1	44.5	44.2	52.2	51.4
Total	\$2,202.1	\$2,246.4	\$2,232.8	\$2,125.3	\$2,191.2	\$2,310.9	\$2,441.7	\$2,548.9	\$2,761.9	\$2,883.7
City direct sales tax rate ⁽¹⁾										

(1) Food sales city direct sales tax rate is 2.25%
Totals may not add due to rounding

Source: City's Finance Department

FORT COLLINS URBAN RENEWAL AUTHORITY
TAX INCREMENT REVENUE REFUNDING BONDS
SEC RULE 15c2-12 INFORMATION – GENERAL FUND OPERATING HISTORY (UNAUDITED)
(Continued)

City of Fort Collins General Fund
Comparative Statement of Revenues and Other Sources, Expenditures
and Other Uses and Fund Balance
For the Years Ended December 31, 2011-2015

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
REVENUES					
Taxes	\$ 80,617,012	\$ 88,612,237	\$ 89,625,619	\$101,405,160	\$ 106,377,268
Licenses and permits	1,368,495	1,999,017	2,776,268	4,366,908	3,635,061
Intergovernmental	10,660,973	10,960,401	10,903,908	11,684,816	12,479,082
Fees and charges for services	7,593,915	8,161,064	8,668,524	9,182,619	9,209,344
Fines and forfeitures	2,729,678	2,782,990	2,803,037	2,536,019	2,774,131
Earnings on investments	552,217	420,237	113,166	1,334,797	997,317
Miscellaneous revenue	1,294,672	1,935,069	1,490,609	1,319,949	1,984,535
Total Revenues	<u>104,816,962</u>	<u>114,871,015</u>	<u>116,381,131</u>	<u>131,830,268</u>	<u>137,456,738</u>
EXPENDITURES					
Current operating					
Police services	30,144,150	31,554,774	31,009,177	31,588,192	32,706,835
Financial services	2,871,150	3,166,784	3,583,699	3,716,210	3,867,954
Community and operation	15,515,999	16,206,925	19,494,541	19,156,348	19,683,469
Planning, development and transportation	4,473,992	5,854,179	4,918,379	6,699,335	6,829,551
Executive, legislative and judicial	4,998,118	4,589,435	5,287,972	5,838,697	6,841,668
Employee and communications	1,902,407	2,342,929	2,708,537	2,812,320	3,541,153
Sustainability services	3,184,568	2,915,438	5,328,328	4,712,753	6,772,316
Other	1,273,198	1,404,327	1,649,314	1,198,085	1,831,822
Intergovernmental					
Fire protection	16,702,318	16,931,807	17,412,296	17,682,145	19,383,092
Capital outlay	1,492,206	1,716,333	830,728	3,370,494	1,860,349
Debt service					
Principal	625,395	76,265	27,725	110,761	235,228
Interest	30,493	174,628	1,903	11,430	21,798
Total Expenditures	<u>83,213,994</u>	<u>86,933,824</u>	<u>92,252,599</u>	<u>96,896,770</u>	<u>103,575,235</u>
Excess (Deficiency) of Revenues					
Over (Under) Expenditures	21,602,968	27,937,191	24,128,532	34,933,498	33,881,503
OTHER FINANCING SOURCES (USES)					
Transfers in	1,745,778	6,952,904	2,085,971	3,398,310	419,247
Transfers out	(24,675,642)	(19,954,954)	(21,506,120)	(25,115,948)	(34,974,983)
Proceeds from issuance of long-term debt	542,402	-	-	-	-
Capital leases	-	150,500	158,771	1,321,925	43,800
Sale of capital assets	27,511	-	-	16,097	118,298
Impairment of land held for resale	-	-	-	-	(1,058,771)
Total Other Financing Sources (Uses)	<u>(22,359,951)</u>	<u>(12,851,550)</u>	<u>(19,261,378)</u>	<u>(20,379,616)</u>	<u>(35,452,409)</u>
Net Change in Fund Balance	(756,983)	15,085,641	4,867,154	14,553,882	(1,570,906)
Fund Balances-January 1	40,924,107	40,167,124	55,252,765	60,119,919	73,971,671
Fund Balance-December 31	<u>\$40,167,124</u>	<u>\$55,252,765</u>	<u>\$60,119,919</u>	<u>\$74,673,801</u>	<u>\$72,400,765</u>

Sources: Information provided for the years ended December 31, 2011-2015 was obtained from the City's Comprehensive annual Financial Reports. However, certain expenditures for such years have been reallocated to different expenditure subcategories developed for fiscal year 2012 in order to provide data which is comparable over the five year period.

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

LOCAL HIGHWAY FINANCE REPORT		City or County: Fort Collins		
		YEAR ENDING : December 2015		
This Information From The Records Of (example - City of _ or County of _)		Prepared By: Accounting		
		Phone: 970-416-2436		
I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE				
ITEM	A. Local Motor-Fuel Taxes	B. Local Motor-Vehicle Taxes	C. Receipts from State Highway- User Taxes	D. Receipts from Federal Highway Administration
1. Total receipts available				
2. Minus amount used for collection expenses				
3. Minus amount used for nonhighway purposes				
4. Minus amount used for mass transit				
5. Remainder used for highway purposes				
II. RECEIPTS FOR ROAD AND STREET PURPOSES		III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES		
ITEM	AMOUNT	ITEM	AMOUNT	
A. Receipts from local sources:		A. Local highway disbursements:		
1. Local highway-user taxes		1. Capital outlay (from page 2)	1,508,122	
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	27,668,208	
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:		
c. Total (a.+b.)		a. Traffic control operations	4,515,643	
2. General fund appropriations	4,995,119	b. Snow and ice removal	2,820,977	
3. Other local imposts (from page 2)	25,724,652	c. Other	2,371,106	
4. Miscellaneous local receipts (from page 2)	5,231,232	d. Total (a. through c.)	9,707,726	
5. Transfers from toll facilities		4. General administration & miscellaneous	1,174,091	
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	900,009	
a. Bonds - Original Issues		6. Total (1 through 5)	40,958,156	
b. Bonds - Refunding Issues		B. Debt service on local obligations:		
c. Notes		1. Bonds:		
d. Total (a. + b. + c.)	0	a. Interest		
7. Total (1 through 6)	35,951,003	b. Redemption		
B. Private Contributions	3,000	c. Total (a. + b.)	0	
C. Receipts from State government (from page 2)	5,004,153	2. Notes:		
D. Receipts from Federal Government (from page 2)	0	a. Interest		
E. Total receipts (A.7 + B + C + D)	40,958,156	b. Redemption		
		c. Total (a. + b.)	0	
		3. Total (1.c + 2.c)	0	
		C. Payments to State for highways		
		D. Payments to toll facilities		
		E. Total disbursements (A.6 + B.3 + C + D)	40,958,156	
IV. LOCAL HIGHWAY DEBT STATUS (Show all entries at par)				
	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)				0
1. Bonds (Refunding Portion)				
B. Notes (Total)				0
V. LOCAL ROAD AND STREET FUND BALANCE				
	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance
		40,958,156	40,958,156	
				0
Notes and Comments:				

FORM FHWA-536 (Rev. 1-05)

PREVIOUS EDITIONS OBSOLETE

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LOCAL HIGHWAY FINANCE REPORT		STATE:	
		Colorado	
		YEAR ENDING (mm/yy):	
		December 2015	
II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL			
ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments		a. Interest on investments	560,880
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	19,623,607	c. Parking Garage Fees	
2. Infrastructure & Impact Fees	3,361,637	d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	68,787
4. Licenses	289,348	f. Charges for Services	4,071,103
5. Specific Ownership &/or Other	2,450,059	g. Other Misc. Receipts	79,562
6. Total (1. through 5.)	25,724,652	h. Other	450,900
c. Total (a. + b.)	25,724,652	i. Total (a. through h.)	5,231,232
(Carry forward to page 1)		(Carry forward to page 1)	
ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	4,538,486	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	465,667	d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant		e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	
f. Total (a. through e.)	465,667	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	5,004,153	3. Total (1. + 2.g)	
		(Carry forward to page 1)	
III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL			
	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs		1,364,820	1,364,820
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements		143,302	143,302
(3). System Preservation			0
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	0	143,302	143,302
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	1,508,122	1,508,122
		(Carry forward to page 1)	
Notes and Comments:			