



City of
Golden

**Comprehensive Annual
Financial Report**

For the Year Ended
December 31, 2015

Golden, Colorado

CITY OF
GOLDEN, COLORADO



COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR YEAR ENDED DECEMBER 31, 2015

Jason T. Slowinski
City Manager

Prepared
by the
Finance Department

Jeffrey A. Hansen
Finance Director

**City of Golden, Colorado
Comprehensive Annual Financial Report
For the Fiscal Year Ended December 31, 2015**

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Introductory Section



May 31, 2016

Honorable Mayor Sloan,
Members of City Council, and
Citizens of Golden, Colorado:

By State law, the City of Golden is required to publish a Comprehensive Annual Financial Report (CAFR) within seven months of the close of each fiscal year. The report shall be presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. In conformance with those requirements, we hereby submit the CAFR for the City of Golden for the fiscal year ended December 31, 2015.

This report was prepared by the City's Finance Department. Responsibility for both the accuracy of the prepared data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position of the City and results of the operations of its various funds. All necessary disclosures are included in this document, enabling the reader to gain a full understanding of the City's financial activities.

City management is responsible for establishing, implementing, and maintaining an internal control framework designed to ensure that City assets are protected from loss, theft, or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with GAAP. The internal control framework is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: 1) the cost of control should not exceed the benefits likely to be derived; and 2) the evaluation of costs and benefits requires estimates and judgments by management.

The City Charter requires an annual audit of the books of account, financial records, and transactions of all City administrative departments by independent certified public accountants selected by City Council. The 2015 audit was conducted by CliftonLarsonAllen LLP. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement. The independent auditor concluded that the City of Golden's financial statements for the fiscal year ended December 31, 2015 are fairly presented in conformity with GAAP. The independent auditors report is presented as the first component of the financial section of this report.



Management’s discussion and analysis (MD&A) provides a narrative introduction, overview, and analysis to accompany the basic financial statements. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found in the financial section, immediately following the report of the independent auditors.

PROFILE OF THE CITY

The City of Golden is situated in central Jefferson County, on the west edge of the Denver Metropolitan area at the foot of the Rocky Mountains. Golden is located along Interstate 70, U.S. Highways 6 and 40, and state highways 93 and 470, providing good highway access to the entire region, including Denver to the east, Boulder to the north and the mountains to the west. Its location, accessibility, views of the mountains and mesas, and “small town feel” combine to make Golden a desirable location to visit, live, work, and play.

The City has a rich history as part of the “Old West”. Golden was a mining town established in 1859, and served as the Colorado Territorial Capital from 1862-67. Golden incorporated in 1871 and became a home rule city in 1967. At December 31, 2014, Golden had an estimated population of 19,615 and a land area of 9.7 square miles.

The City operates under the council-manager form of government. Policy-making and legislative authority are vested in the City Council, consisting of the Mayor and six other members. The Council is elected on a non-partisan basis for four-year staggered terms, with elections every two years. Four of the council members are elected by wards, two by districts (each encompassing two wards), and the Mayor is elected at large. The City Council is primarily responsible for passing ordinances and resolutions, adopting the budget, appointing committees, and hiring the City Manager and City Attorney. The City Manager is responsible for carrying out the policies and direction of the Council, overseeing the day-to-day operations of the City, and appointing the heads of the various departments.

The City provides a full range of services including public safety (police and fire), streets, water, wastewater, drainage, public improvements, parks and recreation, planning and development, and general administrative services. The Parks and Recreation, Public Works, and Police Departments are all nationally accredited, with the City having the first municipal parks and recreation department in Colorado to achieve such distinction. The City is the seventh agency in the nation to achieve accreditation in all three departments. These distinctions are an indication of the quality of the City’s employees, operations, and services provided.

Component Units: The Golden Downtown General Improvement District (GDGID) was established to provide additional parking and parking improvements in the downtown area, and the Downtown Development Authority (DDA) was established to provide economic development support in and around the downtown area. Although they are separate legal entities, they function, in essence, as departments of the City and therefore, are included as an integral part of the City’s financial statements. The Golden Capital Leasing Corporation (GCLC) was formed in 2006 to facilitate an annually renewable lease-purchase agreement resulting from the issuance of Certificates of Participation (COP’s) to finance the construction of a new municipal shops facility and the reconstruction of Fire Station #1. The GCLC also functions as an integral part of the City and is reported as a blended component unit. The Golden Urban Renewal Authority (GURA) is included as a discretely presented component unit, as the City Council appoints the members of the GURA board and established the tax increment financing for GURA’s operations, of which sales tax increments are paid by the City.

Budget: The budget serves as the foundation for the City’s financial planning and control. While the City prepares a biennial budget document, the City Council formally adopts an annual budget and is required by the City Charter to adopt the final budget no later than the close of the prior fiscal year. The budget is prepared at the fund and department levels. Expenditures may not exceed appropriations at the fund level. Management may make transfers within a fund. Any budget revisions that change the total expenditures of any fund must be approved by the City Council.

Economic Condition and Outlook

Local Economy: Compared to most of the nation, the City has experienced a quicker and stronger recovery from the recession of 2008-09. That recovery has continued in 2015 as sales tax revenues were up 7.2% after increasing 8.5% in 2014. While use tax collections were down 10.8% in 2015, the decline was anticipated after an extraordinarily large increase of 26.3% in 2014.

The City maintains a good mix of retail, commercial, and industrial businesses. With Colorado School of Mines, Jefferson County offices, Interplaza, the Golden Town Center, Corporate Center, and the Coors Technology Center within the City’s borders, and MillerCoors as our neighbor, Golden has a very strong and diversified employment base.

Major retailers include Home Depot, Kohl’s, King Soopers, Safeway, Natural Grocers, Petco, Staples, and Golfsmith, as well as several Starbucks and many of the major fast food chains. In addition, some of the larger local retail businesses include Briarwood Inn, Table Mountain Inn, the Golden Hotel, Bent Gate, and several automotive dealerships.

In the non-retail arena, the City has a wide variety of commercial, manufacturing and industrial businesses, especially in areas of energy and technology, including: Steelhead Composites, a manufacturer of hydraulic accumulators for hybrid trucks; Unisyn, a manufacturer in the medical imaging sector; an Audi test facility and offices; CoorsTek, Rocky Mountain Metal Container, and other businesses that support and complement the operations of the MillerCoors facility; Source Gas corporate offices, located in downtown Golden; Outlast Technologies, the leader in phase change materials to regulate temperature; Master Tech Services, a manufacturer of cooling towers/ventilation systems; bicycle manufacturers Yeti and Maverick; and several environmental engineering firms. Traxion, an accelerator for start-up businesses, was established in 2016 with facilities in downtown Golden.

Economic development efforts in the past that have proven successful in the strengthening of the City’s revenue base continue to make a significant impact on the City’s sales tax revenues, both keeping Golden citizens shopping in Golden and also bringing in customers from surrounding areas. On-going economic development efforts include small tax incentive shareback grants to assist commercial and industrial businesses move to Golden, expand their existing facilities, or invest in needed capital equipment.

Business activity in Golden in 2015 included: final completion of site work for a new Natural Grocers store at the old bowling alley site; McKinstry Engineering moved into a new facility in the Coors Tech Center; Spyderco completed a major expansion to their Golden facility; and MIE Properties began construction of a 110,000 square foot flex space building for several new tenants. In addition, CoorsTek, a world leader in industrial ceramics, invested millions in new equipment at their plant at the Coors Tech Center.



Holiday Inn Express completed construction on a new hotel in 2015 at Interplaza. Photo Stencil, a leading provider of high-performance stencils and tooling, relocated much of its operations to a new facility in the Coors Tech Center. New Terrain Brewing began construction of a significant new brewery location in the Coors Tech Center. And, WRT (Water Remediation Technology, LLC) moved their operations to Golden in a new facility at the Coors Tech Center.

Residentially, construction continued on Golden Vista, a mixed-use complex that includes 172 apartment units and 5,000 square feet of retail space, with completion scheduled for 2016. Golden Vista is located across Highway 6 from the light rail station, but is connected by a pedestrian bridge across the highway.

Year after year, Downtown Golden continues to be a regional draw and a gathering place for community events including Buffalo Bill Days, Fine Arts Festival, Christmas Candlelight Walk and caroling, car shows, kayak competitions, and 4th of July events and fireworks, among others. These events also result in additional business for the downtown retailers and restaurants. Sales tax revenues in the downtown area increased 10.03% in 2015, on top of a 5.12% increase in 2014.

In 2013, voters approved the formation of the DDA to take over in 2015 for GURA, whose tax-increment financing expired for the downtown area at the end of 2014. GURA has established other urban renewal projects in the City, including a stretch of West Colfax Avenue and a commercial area near Golden High School that now houses the Natural Grocers store.

The completion of the West Line of the metro area light rail system, which began operating in April 2013 and begins in Golden along the U.S. Highway 6 corridor, with various stops between Golden and Downtown Denver has had a positive impact on Golden. To complement the light rail and help move tourists and others between the light rail station and Downtown Golden, the City partnered with the Regional Transportation District (RTD) to provide a circulator bus and call-n-ride service in Golden.

City facilities also contribute significantly to the local economy, providing job opportunities (especially for the local youth) and bringing people to the Golden area where they might also frequent other local establishments. The City has several park complexes that host numerous baseball, softball, soccer, and lacrosse tournaments each year. The Splash at Fossil Trace is a very popular outdoor family aquatics park that operates from Memorial Day weekend through mid-to-late August. Fossil Trace Golf Club, designed by Jim Engh, provides a challenging golf experience as well as scenic views of the surrounding mesas, foothills and Rocky Mountains. The clubhouse, which includes an outdoor wedding area and a banquet/meeting room facility in addition to the restaurant area, provides sufficient room to allow catered events to be held year round. Fossil Trace opened in late July 2003 to rave reviews and has annually earned local and national recognition. Recent honors include: 4½ out of 5 stars for “Places to Play” (2011) and a Top 50 Course for Women (2011) by *Golf Digest Magazine’s*; #1 Course to Play in Denver (2011) by *ESPN.com Travel*; featured in *Golf Week’s* Best Municipal Courses list (2011); several People’s Choice awards, including Best Denver/Front Range Course and Best Charity Tournament Venue (2013 and 2014), Best Service and Best Finishing Hole (2014) in *Colorado Avid Golfer Magazine*; and Best Course in Denver by *Denver A-List* (2014 and 2015); In 2015, Head Pro Jim Hajek was named the National PGA Merchandiser of the Year for public courses and also the Colorado Golf Hall of Fame’s Golf Person of the Year. And, on May 4, 2016, Fossil Trace was one of 6 courses nationally to host a live instruction hour on the Golf Channel, with nationally recognized instructor Hank Haney providing the instruction at Fossil Trace.

Prior to the recent recession, property tax revenues increased on an annual basis, primarily due to increases in assessed valuations, along with some new construction. The City has a growth restriction in place, limiting the number of residential building permits issued per year to 1% of the current number of residential units. Builders are allowed to accumulate permit allocations for larger projects to allow for cost efficiencies in the construction of the projects. The 2014 assessment increased 2.2% compared to the 2013 valuation, a good indication that property values are recovering from the Great Recession. The biennial reassessment that occurred in 2015 resulted in an increase of 14.2% over the 2014 valuation and will result in an additional \$1 million in property tax revenues in 2016.

The City's diverse revenue structure has successfully seen the City through the tough economic recession and allows it to retain the small town character and high quality living environment, while continuing to maintain existing infrastructure and provide high level services.

Long-Term Financial Planning: The City's budget process includes the preparation of a 10-year capital improvement plan (CIP). The CIP identifies major construction and equipment needs that are on the horizon, as well as projections of those revenues dedicated for capital purchases. One-third of the City's three percent sales tax rate is dedicated to capital improvements. In addition, highway user's tax, lottery funds, and the majority of the City's share of the county open space tax are all dedicated to capital improvements.

A key component of the CIP is the City's commitment to maintaining its current infrastructure. Streets, curbs, gutters, sidewalks, and the utility system are evaluated annually, with resources dedicated to keeping infrastructure at acceptable quality levels and avoiding more costly major repairs and reconstruction. The City adopted this infrastructure maintenance program over 20 years ago with Council's commitment that funding for the program is the highest priority in the CIP. Major repairs, reconstructions, and other capital needs are then prioritized from any remaining resources.

While the 10-year CIP is a planning tool that is subject to change, it allows the City to prepare for major capital needs and match those needs with the appropriate projected revenue sources. This process also helps the City plan for potential debt issuances to finance needed projects.

Relevant Financial Policies: The Colorado Constitutional Amendment passed in November 1992, commonly known as the Taxpayer Bill of Rights (TABOR), restricts growth in governmental spending and revenues, with those amounts adjusted annually for inflation and a local growth factor. In November 1995, Golden's voters approved a referendum that allowed the City to retain revenues that might otherwise have been refundable to citizens under the TABOR limits. As a result, the City is able to retain any "excess" revenues and spend them for capital improvements, municipal operations and services, and other public purposes. The City continues to be subject to other provisions of TABOR, including maintaining an emergency reserve equal to 3% of annual spending and the requirement for elections to approve any tax increase or debt issuance (except related to enterprise funds, *i.e.*, Water, Wastewater, or Drainage Utility operations).

Major Initiatives: The City dedicates a significant amount of resources toward maintaining and improving the quality of life for the citizens and visitors in Golden. Major initiatives in 2015 included:



A “complete streets” renovation on Heritage Road was completed in 2015. The project included the removal of traffic signals and the construction of roundabouts, wider pedestrian sidewalks on one side of the road and installing new sidewalks on the other side, and raised bike paths.

In 2013, work began on the installation of photovoltaic solar panels at several City facilities. The \$3.3 million project makes significant progress towards the City Council’s long-term sustainability goals for the City. Construction was completed at most locations and those systems were on-line in early 2014. One planned location was ultimately deemed not feasible and the Golden Community Center (GCC) was determined to be an acceptable location. The portion of the GCC roof that would house the panels was replaced and the solar panels were installed in 2015.

The City received \$20 million in grant funding from the State Department of Transportation for the construction of a grade separated interchange along Highway 6 at 19th Street. The project includes a \$5 million local match requirement, with the City contributing \$4 million and the Colorado School of Mines contributing \$1 million. Design and engineering was completed in 2015, with construction starting in February 2016. Completion is planned for late summer 2017.

In 2015, the City completed design work for the replacement/expansion of the Ulysses Skate Park. Construction on the \$1 million project began in early 2016 and is expected to be completed later in the year.

Other Projects – The City invested in several other large capital construction projects during 2015. Investments in water, sewer, and storm drainage system improvements (\$2.6 million); street improvements (\$1.9 million); curb-gutter-sidewalks (\$954,000); and park and trail improvements (\$726,000) reflect the City’s commitment to maintaining the existing infrastructure. In addition, the City invested \$932,000 in replacement vehicles and heavy equipment and \$360,000 in technology equipment and software.

Looking Ahead – Other projects include the continuation of infrastructure maintenance/replacements, park and trail improvements, information technology and communication systems improvements, investments for energy savings and sustainability, vehicle replacements, and public safety equipment replacements. In 2016, the major project for the City will be the Highway 6 and 19th Street intersection. In addition to that and the continuation of on-going system improvements, the City has budgeted \$851,000 for a trail along 44th Avenue to Grampsas Park, \$500,000 for building repairs and improvements to the Astor House Museum, \$435,000 for design of a complete streets project on North Washington, and \$380,000 for various software upgrades.

Awards and Acknowledgements

Awards: 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 Golden for its Comprehensive Annual Financial Report for the fiscal year December 31, 2014. This was the 24th consecutive year that the City of Golden has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both Generally Accepted Accounting Principles and applicable legal requirements.

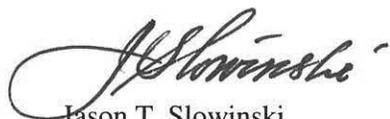
A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The City also received the GFOA Distinguished Budget Presentation Award for its 2015-2016 Biennial Budget. This marked the 13th consecutive period that the City has received this award.

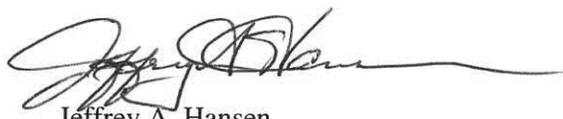
Acknowledgments: The timely preparation of this report was made possible by the efficient and dedicated service of Accounting Manager Stephanie Novello, Accountant Maureen Wallen, and the entire Finance Department staff. Each member of the department has our sincere appreciation for their contributions in the preparation of this report.

In closing, without the leadership and support of the City Council, preparation of this report would not have been possible.

Sincerely,



Jason T. Slowinski
City Manager



Jeffrey A. Hansen
Finance Director





City of
Golden

ELECTED AND APPOINTED OFFICIALS

Elected Officials

Mayor
Council Member – Ward 1
Mayor Pro-Tem – Ward 2
Council Member – Ward 3
Council Member – Ward 4
Council Member - District 1
Council Member – District 2

Marjorie Sloan
Marcia Claxton
Joe Behm
Pamela Gould
Laura Weinberg
Saoirse Charis-Graves
Marcie Miller

Appointed Officials

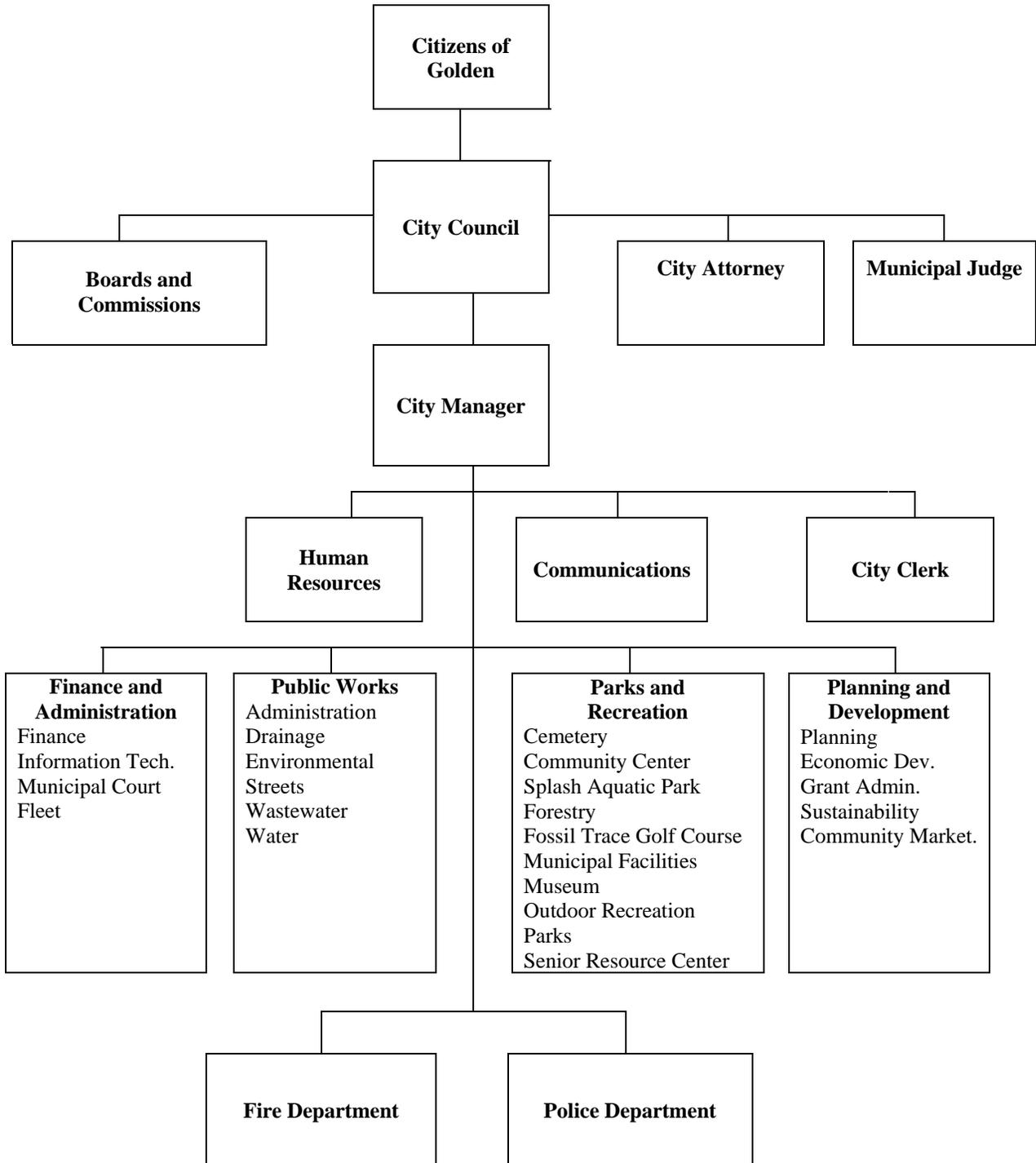
City Manager
City Attorney
City Clerk
Finance Director
Fire Chief
Human Resources Director
Planning and Development Director
Parks and Recreation Director
Police Chief
Public Works Director

Jason Slowinski
David Williamson, Esq
Susan Brooks
Jeff Hansen
John Bales
Teresa Reilly
Steve Glueck
Rod Tarullo
Bill Kilpatrick
Dan Hartman





Organizational Chart





Government Finance Officers Association

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

Presented to

**City of Golden
Colorado**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2014

Executive Director/CEO





Financial Section



INDEPENDENT AUDITORS' REPORT

City Council
City of Golden
Golden, 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 Golden, as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the entity's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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. The financial statements of the Golden Urban Renewal Authority, a discretely presented component unit, were not audited in accordance with *Government Auditing Standards*.

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

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



Opinions

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

Report on Summarized Comparative Information

We have previously audited the City of Golden's 2014 financial statements, and we expressed unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information in our report dated June 9, 2015, prior to the identification of an error described in the "Emphasis of Matters" section below. Because the amounts relating to the correction of an error for capital assets for governmental activities and business-type activities as discussed in Note 14 to the financial statements and in the "Emphasis of Matters" section below were not applied to the 2014 financial statements, our opinion on the City of Golden's 2014 financial statements and the summarized comparative information presented herein as of and for the year ended December 31, 2014 can no longer be relied upon.

Emphasis of Matters

Implementation of GASB Statement Nos. 68 and 71

As discussed in Note 14 to the financial statements, the City of Golden implemented the provisions of Governmental Accounting Standards Board (GASB) Statement No. 68 – *Accounting and Financial Reporting for Pensions* and Statement No. 71 – *Pension Transition for Contributions Made Subsequent to the Measurement Date*, for the year ended December 31, 2015, which represents a change in accounting principle. As of January 1, 2015, the City of Golden's net position was restated to reflect the impact of adoption. A summary of the restatement is presented in Note 14. Fiscal year 2014 was not restated for this change in accounting principle due to the fact that information was not available to the City of Golden to restate net position as of January 1, 2014.

Correction of an error

As discussed in Note 14 to the financial statements, the City of Golden restated its net position for governmental activities and business-type activities as of January 1, 2015 due to a correction of an error for capital assets. A summary of the restatement is presented in Note 14. Fiscal year 2014 was not restated for this correction of an error due to the fact that information was not available to the City of Golden on a summarized comparative basis.

Our auditors' opinions were not modified with respect to the restatements.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and pension information on pages 4 – 14 and 58 – 59 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 Golden's basic financial statements. The combining and individual non-major fund financial statements, budgetary comparison schedules and Local Highway Finance Report are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 31, 2016, on our consideration of the City of Golden'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 result 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 Golden's internal control over financial reporting and compliance.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Broomfield, Colorado
May 31, 2016



MANAGEMENT'S DISCUSSION & ANALYSIS

This discussion and analysis of the City of Golden's financial performance provides an overview of the City's financial activities for the fiscal year ended December 31, 2015. Please read it in conjunction with the transmittal letter and the City's financial statements.

FINANCIAL HIGHLIGHTS

- The City of Golden's financial position continues to be strong and improved during 2015.
- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at the close of 2015 by \$198.7 million (net position). Of this amount, \$17.5 million or 8.8% is unrestricted and may be used to meet the City's ongoing obligations to citizens and creditors.
- The City's total net position increased by \$17.0 million in 2015. Governmental Activities decreased \$819,000, primarily related to the City's Unrestricted Net Position, which decreased \$1.8 million, while Restricted Net Position amounts increased by \$720,000. In the Governmental activities, Current and Other Assets increased by \$2.4 million due to accumulated cash from higher than anticipated tax revenues and increased property tax receivables. Capital assets decreased \$2.3 million as a result of valuation adjustments of infrastructure assets. Total net position for Business-type activities increased \$17.8 million, primarily related to developer contributions/system development fees in the utility funds, the on-going investment in Capital Assets, and an increase in Capital Assets from the valuation adjustments of infrastructure assets.
- At December 31, 2015, the combined fund balance for the City's governmental funds was \$11.4 million, an increase of \$1.5 million. The fund balance of the General Fund increased \$1.1 million as a result of operations. The Sales and Use Tax Capital Improvement Fund (SUT Fund) decreased \$245,000, a budgeted use of accumulated cash for capital improvements.
- The unassigned fund balance for the General Fund was \$4.0 million, or 17.4% of the total General Fund expenditures. Total fund balance for the General Fund was 34.3% of expenditures.
- Total sales and use tax revenues, which include audit revenue and on-going sales and use tax remittances, increased 3.7% from 2014. Sales tax revenues increased 7.2% due to a robust local economy. Use tax was down 10.8% compared to 2014, which was anticipated due to larger than normal use tax collections from a couple of manufacturers in 2014. Use tax was up 2.8% compared to the 2015 budget.
- The City issued \$3.3 million of Water Revenue Refunding Bonds in 2015, an advanced refunding of the 2006 Water Revenue Bonds. For the year, the City's total debt principal decreased \$3.2 million to \$26.5 million.

USING THIS ANNUAL REPORT

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

Government-wide Financial Statements

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

The *statement of net position* presents the financial condition of the City as a whole at the end of the fiscal year by presenting information on all of the City's assets, deferred outflows and inflows of resources, and liabilities. The difference between the City's assets and deferred outflows of resources, less deferred inflows of resources and liabilities is reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The *statement of activities* presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event



giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses reported in this statement for some items will result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*Governmental Activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*Business-type Activities*). The Governmental Activities of the City include general government, public safety (police and fire), public works, planning and economic development, parks and recreation. The Business-type Activities of the City include Water, Wastewater, Drainage, Fossil Trace Golf Club, Splash Aquatic Park, Community Center, Cemetery Operations, Rooney Road Sports Complex, and Museums.

The government-wide financial statements include not only the City of Golden, but also three component units, the Golden Downtown General Improvement District (GDGID), the Downtown Development Authority (DDA), and the Golden Urban Renewal Authority (GURA). Financial activities for the GDGID, which was formed to provide for parking improvements and maintenance in downtown Golden, and the DDA, which was formed to provide economic development support in the downtown area, are blended with the City activities. Financial information for GURA is reported separately from the financial information presented for the City itself. The Golden Capital Leasing Corporation (GCLC), which issued Certificates of Participation (COP's) for the construction of municipal facilities, is another component unit of the City. However, the GCLC is not reported in the financial statements as it has no financial balances or transactions outside of those reported by the City.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Some funds are required to be established by State law and bond covenants, however, City Council establishes other funds to help control and manage spendable resources for particular purposes (i.e. Community Center Fund). All of the City's funds can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds – Most of the City's basic services are reported in governmental funds, which focus on how spendable resources flow into and out of those funds and the balances left at year-end that are available for future years. The funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental funds statements provide a detailed short-term view to cash, the governmental fund operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is described in a reconciliation at the bottom of the fund financial statements.

Proprietary funds – When the City charges customers for the services it provides – whether to outside customers or to other units of the City – these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. In fact, the City's enterprise funds (a component of proprietary funds) are the same as the business-type activities reported in the government-wide statements but provide more detail and additional information, such as cash flows, for proprietary funds. Internal service funds (the other component of proprietary funds) are used to report activities that provide supplies and services for the City's other programs and activities - such as the City's Fleet Management, Information Technology, and Insurance Funds.



Notes to Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found immediately after the basic financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents the combining statements referred to earlier in connection with non-major Governmental Funds and Internal Service Funds. Schedules that compare actual revenues and expenditures/expenses to budget amounts are also included. Combining and individual fund statements and schedules can be found after the Notes in the financial section.

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. For the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$198.7 million at the close of 2015.

	Net Position					
	(in Thousands)					
	Governmental Activities		Business-type Activities		Total Primary Government	
	2015	2014*	2015	2014*	2015	2014*
Current and other assets	\$24,922	\$22,514	\$12,179	\$9,121	\$37,101	\$31,635
Capital assets	89,081	91,338	113,456	99,591	202,537	190,929
Total assets	114,003	113,852	125,635	108,712	239,638	222,564
Deferred outflows of resources	887	802	148	51	1,035	853
Long-term debt outstanding	17,285	19,905	5,655	6,190	22,940	26,095
Other liabilities	9,773	7,810	2,132	2,418	11,905	10,228
Total liabilities	27,058	27,715	7,787	8,608	34,845	36,323
Deferred inflows of resources	7,126	5,415	0	0	7,126	5,415
Net position:						
Net investment in capital asset	69,059	68,762	107,006	92,424	176,065	161,186
Restricted	4,347	3,627	796	465	5,143	4,092
Unrestricted	7,300	9,135	10,194	7,266	17,494	16,401
Total net position	80,706	81,524	117,996	100,155	198,702	181,679

* 2014 amounts were not restated for MD&A purposes due to information not being available for all components. See note 14 for further information.

By far the largest portion of the City of Golden's net position (88.6%) reflect its investment in capital assets (e.g. land, buildings, rec. campus, equipment, etc.), less any related debt still outstanding (current and long-term), that was used to acquire those assets. 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 the 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. Unrestricted net position may be used to meet the City's ongoing obligations to citizens and creditors.

The restricted portion of net position (2.6%) represents resources that are subject to external restrictions as to how they may be used. The remaining balance of net position (\$17.5 million) is unrestricted and may be used to meet the City's ongoing obligations to citizens and creditors.

The changes in Governmental Activities from 2014 to 2015 are primarily a result of normal operations (current and other assets), the aforementioned changes to capital assets and net investment in capital assets as a result of inventory and valuation adjustments of infrastructure assets, and the required reporting of the net pension liability for the City's Volunteer Firefighter Pension Plan. Capital assets decreased; long term debt decreased as debt was repaid; other liabilities increased; and net investment in capital assets increased and unrestricted net position decreased as a result of the above factors.

In the Business-Type Activities, the increase in net position is primarily due to the result of inventory and valuation adjustments of infrastructure assets. On-going operations, system development fees from new construction, and the reduction of long-term debt outstanding also contributed to the increase.

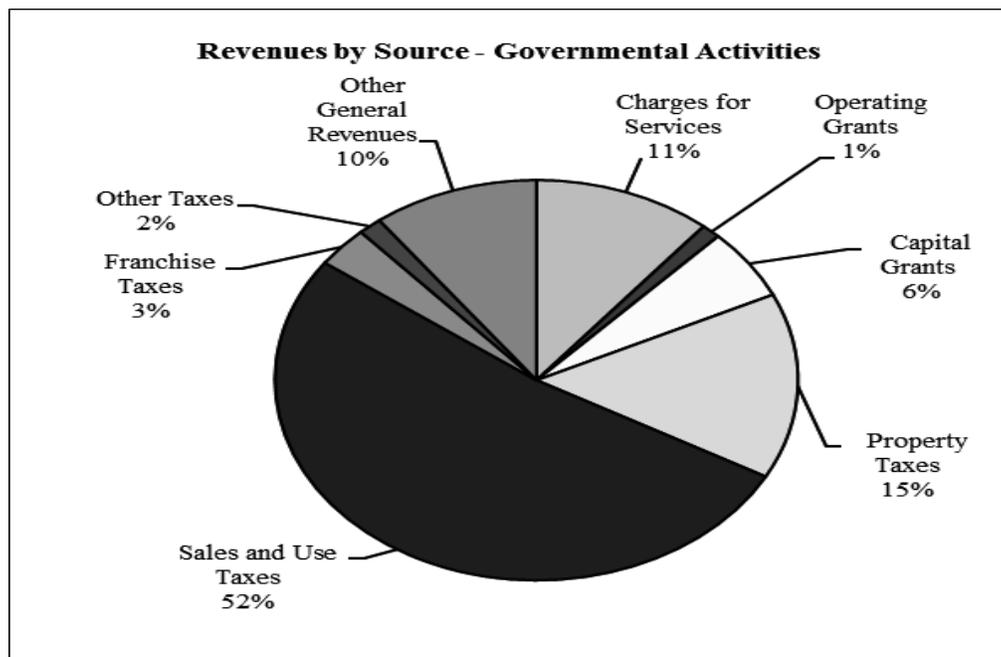
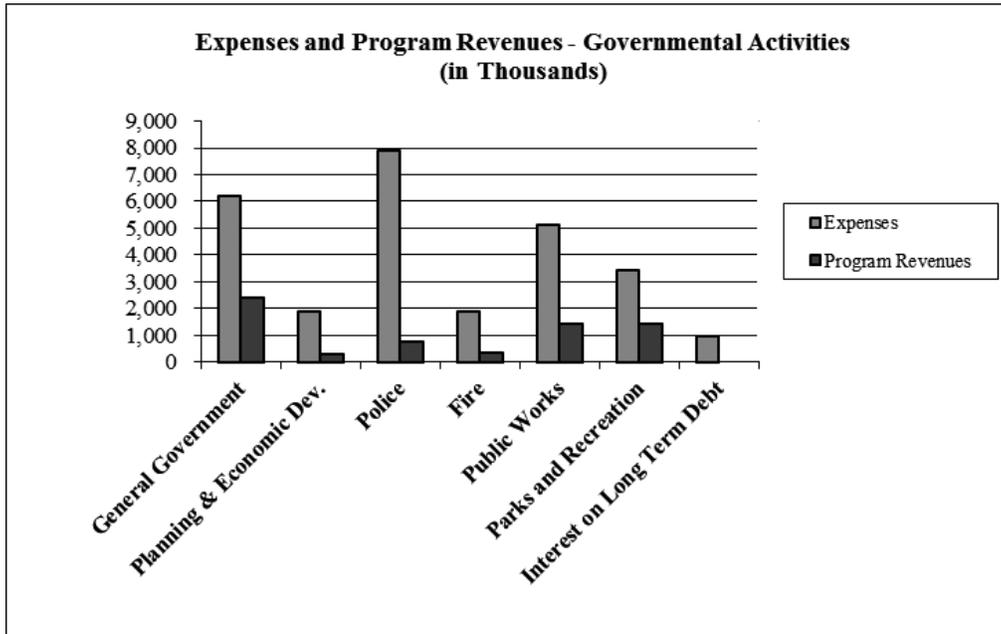
CHANGES IN NET POSITION

The City's total revenues of \$57.0 million exceeded program expenses of \$43.2 million. The total increase in net position for 2015 is \$17.0 million, primarily as a result of contributed capital and depreciation of infrastructure assets and on-going operations across both governmental and business activities, and includes the effect of the prior period adjustments.

	Changes in Net Position					
	(in Thousands)					
	Governmental Activities		Business-type Activities		Total Primary Government	
	2015	2014	2015	2014	2015	2014
Program revenues:						
Charges for services	\$4,065	\$3,877	\$15,643	\$15,082	\$19,708	\$18,959
Operating grants	435	693	54	57	489	750
Capital grants/Contributions	5,997	2,028	4,104	2,911	10,101	4,939
General revenues:						
Property taxes	5,540	5,241	0	0	5,540	5,241
Sales and use taxes	19,144	18,457	0	0	19,144	18,457
Franchise fees	1,213	1,257	0	0	1,213	1,257
Other taxes	537	434	0	0	537	434
Other general revenues	3,783	2,435	422	323	4,205	2,758
Total revenues	40,714	34,422	20,223	18,373	60,937	52,795
Program expenses:						
General Government	6,219	7,481	0	0	6,219	7,481
Planning & Economic Development	1,896	1,915	0	0	1,896	1,915
Police	7,917	7,521	0	0	7,917	7,521
Fire	1,863	1,733	0	0	1,863	1,733
Public Works	9,004	5,692	0	0	9,004	5,692
Parks and Recreation	3,439	3,345	0	0	3,439	3,345
Interest on Long-Term Debt	953	1,032	0	0	953	1,032
Water	0	0	5,522	5,193	5,522	5,193
Wastewater	0	0	1,905	1,746	1,905	1,746
Drainage	0	0	768	710	768	710
Fossil Trace Golf Course	0	0	3,147	3,089	3,147	3,089
Community Center	0	0	2,662	2,664	2,662	2,664
Aquatic Park	0	0	614	569	614	569
Cemetery Operations	0	0	483	481	483	481
Rooney Road Sports Complex	0	0	210	231	210	231
Museums	0	0	516	508	516	508
Total expenses	31,291	28,719	15,827	15,191	47,118	43,910
Excess before transfers	9,423	5,703	4,396	3,182	13,819	8,885
Transfers	(148)	9	148	(9)	0	0
Increase in net position	9,275	5,712	4,544	3,173	13,819	8,885
Beginning net position	81,524	75,812	100,155	96,982	181,679	172,794
Prior Period Adjustment	(10,093)	0	13,297	0	3,204	0
Ending net position	\$80,706	\$81,524	\$117,996	\$100,155	\$198,702	\$181,679

Governmental Activities

Total expenses exceeded Program Revenues for Governmental Activities by \$20.8 million for 2015, compared to \$22.1 million in 2014. The change in net position after transfers was an increase of \$9.3 million after an increase of \$5.7 million in 2014, but there was a decrease in ending net position of \$819,000 as a result of the prior period adjustment. The prior period adjustment relates to the net pension liability for the City’s Volunteer Firefighter Pension Plan and the correction to infrastructure capital assets. The following illustrates the Governmental Activities revenues and expenses:



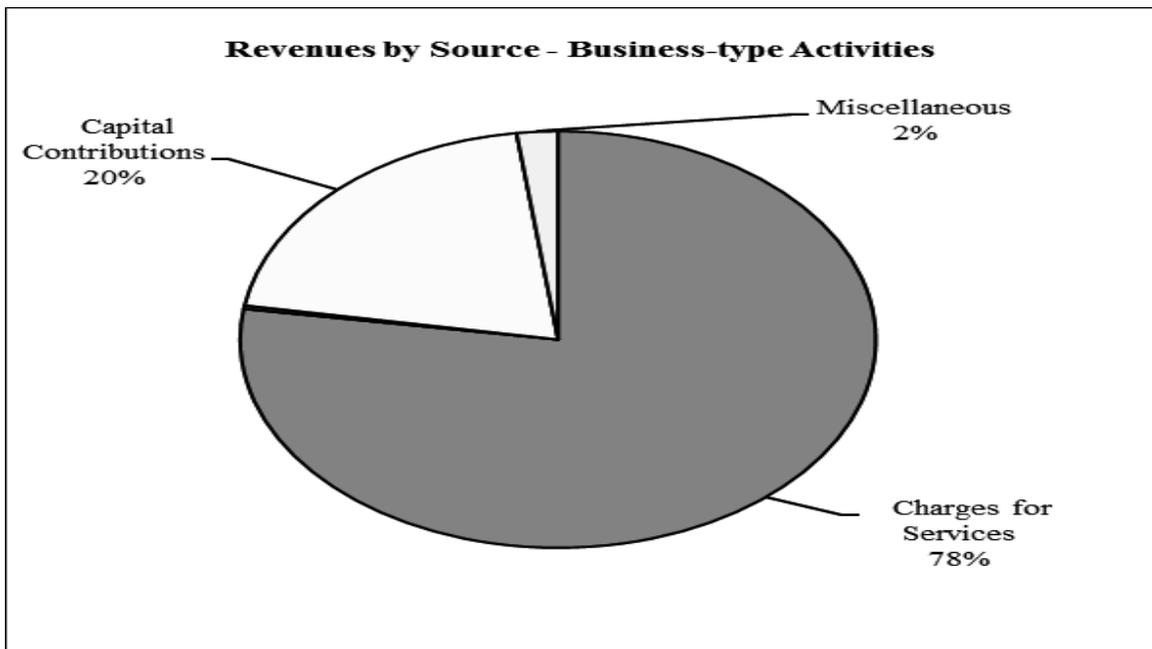
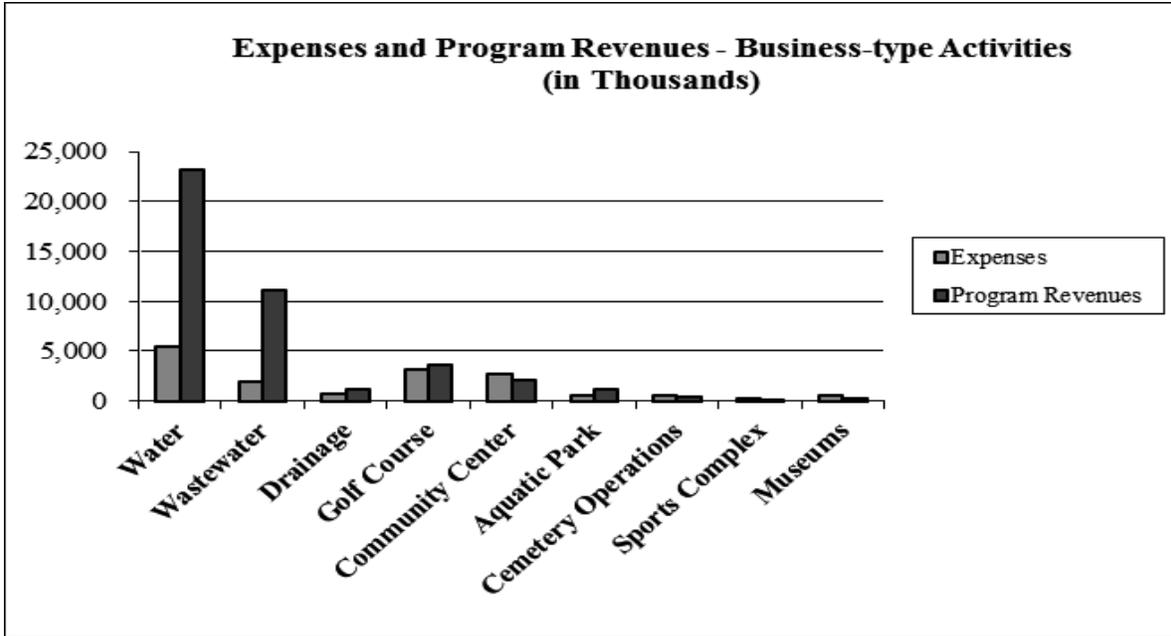
Sales and use tax revenue increased 3.7% in 2015, primarily due to an improved local economy. Charges for services increased due to terms of a fire service contract, increased campground fees, and plan check fees. Operating grants declined as a large police grant was received in 2014. The increase in other

general revenues is from the receipt of pension fund forfeitures that had accumulated over several years. Changes in all the other revenue sources were minimal.

Program expenses decreased \$1.3 million from 2014. The reduction in general government expenses is from the expiration in 2015 of the tax increment paid to GURA for the downtown area. Other changes are minimal and the result of normal operations.

Business-type Activities

Net position in Business-type Activities increased by \$17.8 million in 2015 compared to a \$3.2 million increase in 2014, including the effect of the prior period adjustments. The following illustrates the Business-type Activities revenues and expenses:



Charges for services for business-type activities increased \$561,000 compared to 2014. The increase was the result of additional water sales in the Water Fund, and fee increases in the Drainage and



Community Center funds. Capital contributions increased \$1.2 million as a result of the Solar PV project that impacted the Community Center Fund, Golf Course Fund and Splash Aquatic Park Fund.

Program expenses for business-type activities increased \$636,000, and are the result of normal operations.

The Community Center, Museums, and Cemetery Funds received transfers of \$350,000, \$275,000 and \$100,000 respectively, from the General Fund to subsidize operations.

THE CITY’S FUNDS

At year end, the City’s Governmental Funds reported a combined fund balance of \$11.4 million, an increase of \$1.5 million from 2014. The primary changes are an increase of \$1.1 million in the General Fund, as a result of operations; a decrease of \$245,000 in the SUT Fund, which was a planned spend down of reserves; and an increase of \$418,000 from the operations of the newly formed DDA Fund (included in other governmental funds). Fund balances in the Governmental Funds are as follows (rounded):

General Fund:	
Unassigned	\$3,991,000
Assigned	1,246,000
Restricted	1,050,000
Nonspendable	1,613,000
Sales and Use Tax Capital Improvement Fund:	
Assigned	194,000
Other Governmental Funds:	
Assigned	830,000
Restricted	1,023,000
Nonspendable	1,445,000

The Enterprise Funds ended 2015 with a total unrestricted net position of \$10.2 million, an increase of \$2.9 million from 2014. The major changes occurred in the Water and Wastewater funds, which increased \$1.5 million and \$913,000 respectively, as a result of increased charges for service and system development fees, and the Fossil Trace Golf Course Fund, which increased \$300,000 primarily from on-going operations. The changes in the other funds are minimal and the result of on-going operations. Unrestricted net position balances in the Enterprise Funds are as follows (rounded):

Water Fund	\$4,691,000
Wastewater Fund	3,775,000
Drainage Fund	99,000
Fossil Trace Golf Course Fund	265,000
Community Center Fund	232,000
Other Proprietary Funds	1,132,000

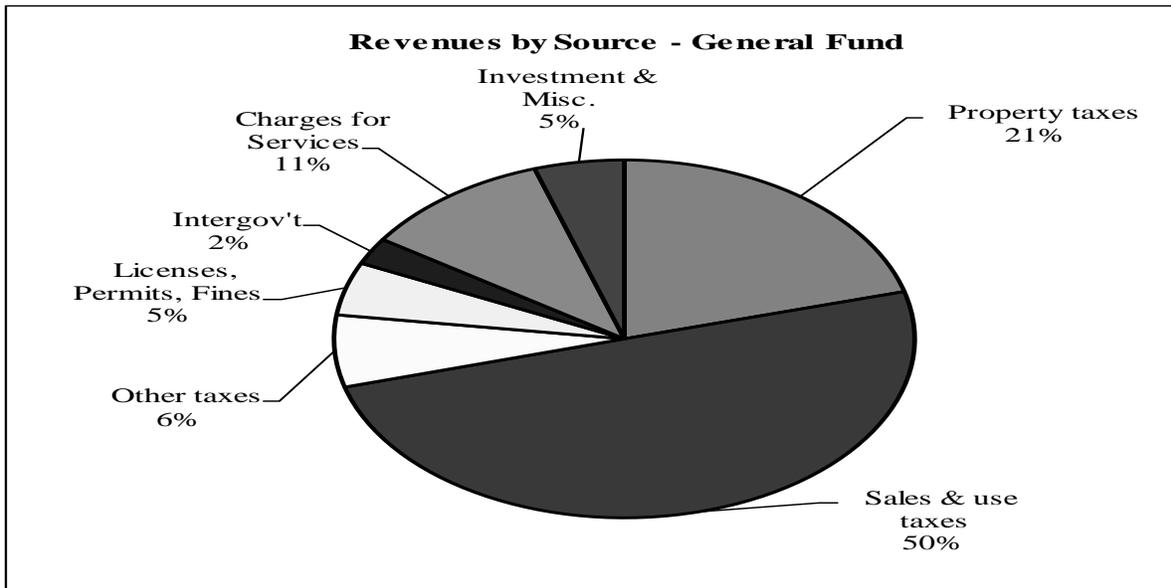
GENERAL FUND BUDGETARY HIGHLIGHTS

The General Fund accounts for all of the general services provided by the City of Golden. The 2015 Original and Final Budgets anticipated a use of fund balance of \$1.3 million and \$1.9 million respectively. However, at the end of 2015, the fund balance totaled \$7.9 million, an increase from 2014 of \$1.1 million. The year end fund balance is 31.8% of General Fund expenditures, including transfers out. The City’s Budget Policy recommends a 20% level, but above 10% is considered acceptable. Given the recent challenges in the economy, low interest rates, the ever increasing costs for personnel and insurance benefits, and continual pressure to subsidize the community’s desires for improvements to

infrastructure and other capital projects, the City's General Fund ended 2015 in a very strong financial position.

2015 General Fund revenues increased \$1.1 million from 2014. Tax revenues increased \$688,000; licenses and permits increased \$47,000; charges for services increased \$279,000; and miscellaneous revenues increased \$529,000. Decreases occurred in intergovernmental, fines and forfeitures, and investment income. The overall increase in General Fund revenues is an indicator of a strong local economy.

The following illustrates revenues by source for the General Fund:

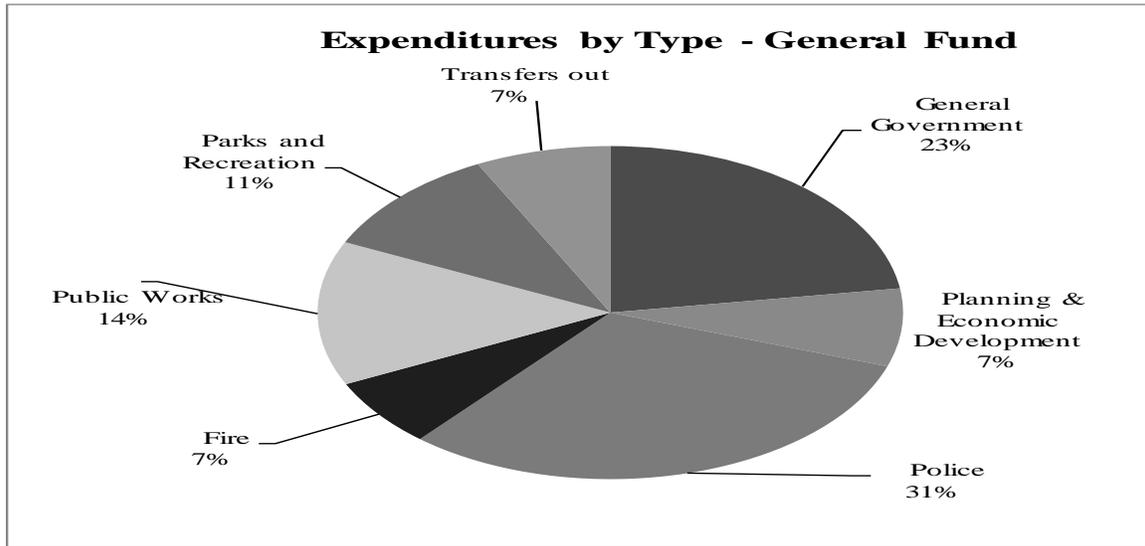


General Fund expenditures include all administrative functions of the City (i.e. Council, Clerk, Manager, Finance, Attorney, Human Resources, Municipal Facilities); public safety; streets and public works administration; planning and economic development; parks, outdoor recreation and administration; as well as a tax increment paid to the DDA and GURA for development projects and economic incentives/sharebacks.

Total General Fund expenditures (excluding transfers out) increased \$193,000 in 2015. The increases are directly related to increased personnel costs, as well as other operating costs in several areas. The decrease in general government was due to the expiration of the tax increment paid to GURA for their activities in the downtown area, offsetting a large amount of the operating increases in all departments. Transfers out increased in 2015, primarily from a one-time transfer to the SUT Fund of excess fund balance for the construction of a new skate park. General Fund expenditures (including transfers out) increased \$367,000 compared to 2014.



The following illustrates expenditures by type for the General Fund:



All recommended amendments to the budget come through the Finance Department to the City Council via Ordinance as required by the City’s Municipal Code. Ordinance enactment requires public hearing and the opportunity for public discussion. The Code does allow management to move budget amounts between departments and between line items within departments within the same fund, as long as the total budget for the fund remains unchanged.

For 2015, City Council approved two budget amendments that impacted various operating and capital funds. One of the budget amendments impacted the General Fund, primarily for projects/expenditures carried over from 2014. The original and final budgeted revenues (including transfers in) for the General Fund were \$24.0 million. Actual revenues of \$25.9 million were \$2.0 million greater than budgeted. Original and final budgeted expenditures (including transfers out) were \$25.3 million and \$25.9 million respectively. Actual General Fund expenditures (including transfers out) totaled \$24.9 million. The year-end fund balance was \$3.0 million greater than the final budgeted amount.

CAPITAL ASSETS

In 2015, the City invested in a broad range of capital assets, including streets, water system, wastewater lines, storm drainage and other infrastructure improvements; solar/PV panels and other municipal facilities improvements; park and trail improvements; and various equipment and vehicles.

The following table provides a comparative summary of total capital assets at December 31, 2015 and 2014:

Capital Assets at Year-end
(Net of Depreciation, in Thousands)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2015	2014*	2015	2014*	2015	2014*
Land	\$13,960	\$13,960	\$6,889	\$6,889	\$20,849	\$20,849
Land Improvements	10,480	10,595	9,729	10,649	20,209	21,244
Buildings	11,143	11,731	18,676	19,374	29,819	31,105
Artwork	926	914	7	7	933	921
Vehicles, Machinery & Equipment	8,045	6,096	5,163	3,256	13,208	9,352
Water rights	0	0	14,779	14,779	14,779	14,779
Infrastructure	42,150	36,220	57,190	57,160	99,340	93,380
Construction in progress	2,377	4,010	1,023	774	3,400	4,784
Totals	\$89,081	\$83,526	\$113,456	\$112,888	\$202,537	\$196,414

*2014 is restated to reflect prior period adjustments (see Note 14).

Major capital expenses during 2015 included:

Street Improvements	\$4,682,642
Water System Improvements	1,779,690
Curb, Gutter and Sidewalks	954,093
Replacement Vehicles & Heavy Equipment	932,332
Park and Trail Improvements	725,568
Wastewater System Improvements	461,158
Storm Drainage System Improvements	398,439
I.T. Equipment/Software	360,493
Sustainability Improvements	290,938
Building Improvements	251,079

The City remains committed to the upkeep and maintenance of the City's largest assets. More detailed information about the City's capital assets is presented in Notes 1 and 4 to the financial statements.

DEBT

Note 7 of the financial statements provides a summary of the City's long-term debt. At the end of 2015, the City had total debt outstanding of \$26.5 million. \$17.1 million is in revenue bonds, to be repaid only by specific tax and fee revenues. The capital lease, which covers the debt on the COP's, is to be repaid from sales and use tax revenues. The City's total debt decreased \$3.2 million in 2015 as a result of payments on the existing debt and the adjustment for the issuance of the 2015 Water Revenue Refunding Bonds that refunded the balance of the 2006 Water Revenue Bonds.

Outstanding Debt, at Year-end
(in Thousands)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2015	2014	2015	2014	2015	2014
Revenue bonds and notes (backed by specific tax and fee revenues)	10,565	12,445	6,575	7,190	17,140	19,635
Certificates of Participation	9,340	9,995	0	0	9,340	9,995
Totals	\$19,905	\$22,440	\$6,575	\$7,190	\$26,480	\$29,630

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The City of Golden continues to maintain a strong financial position. City-wide reserves are at or above the levels required in the City's Budget Policy. In preparing the 2016 Budget, the City was conservatively optimistic in projecting revenue increases for sales and use taxes. The City continues to



be cautious with its spending, delaying discretionary purchases as necessary and monitoring revenues to continually assess the City's financial position. The 2016 Budget reflects the City's continued commitment to capital replacement with maintenance of City infrastructure as a top priority.

The 2016 Budget anticipated sales and use tax revenues to increase 3.5% over projected 2015 amounts. Through March 2016 receipts, sales tax revenue is up 5.0%, with use tax down 17.5%. With other revenues projected to have modest increases and fund balance well above required levels, the 2016 General Fund budget continues to project solid financial footing, anticipating to end 2016 with a fund balance at 23.6% of operating expenditures.

The City's utility funds also remain in strong financial condition. For 2016, utility rates were held at 2015 levels. Looking forward, the City has enough water resources, even in drought situations, to serve its citizens for many years to come. Rate increases are anticipated periodically for both the Water and Wastewater Funds as needed to cover operating costs and capital needs.

Rates for the Managerial Enterprise Funds - Community Center, the Splash Aquatic Park, Fossil Trace Golf Course, Rooney Road Sports Complex, and the Cemetery - are set to balance between competition and cost. The 2016 Budget includes funding for operations subsidy of the Community Center, Cemetery and Museums. The City's golf course, Fossil Trace Golf Club, has a full tournament schedule for 2016 and continues to sell out tee times on a daily basis during the prime golfing season. Generally, these rates are adjusted with each biennial budget. As such, there were minor increases implemented in 2016, with additional increases anticipated for the 2017-18 biennial budget.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers and investors and creditors with a general overview of the City's finances and to show the City's accountability for the funds and assets it receives. If you have questions about this report, or should you need additional financial information, contact the City's Finance Department at City of Golden, 911 10th Street, Golden, CO 80401, or at www.cityofgolden.net.



BASIC FINANCIAL STATEMENTS



City of Golden, Colorado
STATEMENT OF NET POSITION
December 31, 2015
With Comparative Totals for December 31, 2014

	Primary Government				Component Unit
	Governmental	Business-Type	Totals		
	Activities	Activities	2015	2014	
ASSETS					
Cash and Investments	\$ 15,869,875	\$ 7,932,606	\$ 23,802,481	\$ 19,521,758	\$ 2,264,452
Property Taxes Receivable	6,637,199	-	6,637,199	5,414,737	238,951
Accounts Receivable	2,921,383	1,783,539	4,704,922	5,716,131	3,491
Internal Balances	(1,519,197)	1,519,197	-	-	-
Prepaid Expenses	22,097	-	22,097	22,097	-
Inventory	40,099	147,212	187,311	163,647	-
Restricted Cash and Investments	950,678	795,954	1,746,632	796,376	-
Capital Assets not being depreciated	17,263,766	22,698,031	39,961,797	41,332,704	-
Capital Assets (Net of Accumulated Depreciation)	71,816,738	90,758,026	162,574,764	149,596,901	-
TOTAL ASSETS	114,002,638	125,634,565	239,637,203	222,564,351	2,506,894
DEFERRED OUTFLOWS OF RESOURCES					
Amount on Refunding of Bonds	668,161	148,275	816,436	853,438	-
Change in Investment Earnings	18,189	-	18,189	-	-
Change in Experience	80,802	-	80,802	-	-
Contributions Subsequent to the Measurement Date	120,000	-	120,000	-	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	887,152	148,275	1,035,427	853,438	-
LIABILITIES					
Accounts Payable and Accrued Liabilities	\$ 1,476,547	\$ 583,487	\$ 2,060,034	\$ 2,578,151	44,591
Accrued Interest Payable	94,059	23,756	117,815	131,619	-
Escrow Deposits and Other	963,011	172,890	1,135,901	534,779	-
Claims Payable	376,825	-	376,825	423,088	-
Unearned Revenue	237,061	68,996	306,057	317,575	-
Noncurrent Liabilities					
Due Within One Year	2,645,000	981,085	3,626,085	3,622,541	-
Due in More Than One Year	19,387,968	5,956,655	25,344,623	28,716,151	-
Net Pension Liability	1,877,608	-	1,877,608	-	-
TOTAL LIABILITIES	27,058,079	7,786,869	34,844,948	36,323,904	44,591
DEFERRED INFLOWS OF RESOURCES					
Property Tax Revenue	6,637,199	-	6,637,199	5,414,737	238,951
Change in Assumptions	488,777	-	488,777	-	-
TOTAL DEFERRED INFLOWS OF RESOURCES	7,125,976	-	7,125,976	5,414,737	238,951
NET POSITION					
Net Investment in Capital Assets	69,058,448	107,005,953	176,064,401	161,186,165	-
Restricted for					
Parks & Recreation	851,512	-	851,512	791,208	-
Capital Projects	334,991	-	334,991	238,814	-
Cemetery Perpetual Care (Nonexpendable)	1,444,806	-	1,444,806	1,379,766	-
Cemetery Perpetual Care (Expendable)	247,411	-	247,411	236,758	-
Downtown Improvements	418,433	-	418,433	-	-
Debt Service	-	795,954	795,954	465,371	-
Emergency	1,050,000	-	1,050,000	980,000	-
Unrestricted	7,300,134	10,194,064	17,494,198	16,401,066	2,223,352
TOTAL NET POSITION	\$ 80,705,735	\$ 117,995,971	\$ 198,701,706	\$ 181,679,148	\$ 2,223,352

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

City of Golden, Colorado
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2015
With Comparative Totals for December 31, 2014

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Governmental Activities				
General Government	\$ 6,219,076	\$ 2,112,581	\$ -	\$ 300,000
Planning & Economic Development	1,895,845	290,564	-	-
Police	7,916,701	603,963	135,602	-
Fire	1,863,105	340,977	-	-
Public Works	9,004,171	84,300	299,195	4,891,680
Parks and Recreation	3,439,110	633,026	-	805,652
Unallocated Interest on Long-Term Debt	952,831	-	-	-
Total Governmental Activities	<u>31,290,839</u>	<u>4,065,411</u>	<u>434,797</u>	<u>5,997,332</u>
Business-Type Activities				
Water	5,521,900	5,979,736	-	1,966,131
Wastewater	1,905,150	2,303,640	-	469,492
Drainage	768,362	1,170,925	-	374,801
Fossil Trace Golf Course	3,146,486	3,339,201	-	269,574
Community Center	2,662,205	1,856,549	-	299,887
Splash Aquatic Park	613,989	394,859	-	713,921
Cemetery Operations	482,573	421,794	-	-
Rooney Road Sports Complex	209,887	52,117	-	-
Museums	516,489	124,027	53,567	9,899
Total Business-Type Activities	<u>15,827,041</u>	<u>15,642,848</u>	<u>53,567</u>	<u>4,103,705</u>
TOTAL PRIMARY GOVERNMENT	<u>\$ 47,117,880</u>	<u>\$ 19,708,259</u>	<u>\$ 488,364</u>	<u>\$ 10,101,037</u>
COMPONENT UNIT				
Golden Urban Renewal Authority	<u>\$ 5,579,039</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
GENERAL REVENUES				
Taxes				
Property				
Sales and Use				
Franchise Fees				
Other				
Grants and Contributions not Restricted to Specific Programs				
Investment Income				
Miscellaneous				
Gain on Disposal of Capital Assets				
TRANSFERS				
TOTAL GENERAL REVENUES AND TRANSFERS				
CHANGE IN NET POSITION				
NET POSITION, Beginning				
Prior Period Adjustments (see Note 14), for 2015 only				
NET POSITION, Beginning as restated, for 2015				
NET POSITION, Ending				

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

Net (Expense) Revenue and
Changes in Net Position

Governmental Activities	Business-Type Activities	Totals		Component Unit
		2015	2014	
\$ (3,806,495)	\$ -	\$ (3,806,495)	\$ (5,436,076)	\$ -
(1,605,281)	-	(1,605,281)	(1,630,428)	-
(7,177,136)	-	(7,177,136)	(6,407,646)	-
(1,522,128)	-	(1,522,128)	(1,534,234)	-
(3,728,996)	-	(3,728,996)	(4,065,937)	-
(2,000,432)	-	(2,000,432)	(2,015,647)	-
(952,831)	-	(952,831)	(1,032,257)	-
<u>(20,793,299)</u>	<u>-</u>	<u>(20,793,299)</u>	<u>(22,122,225)</u>	<u>-</u>
-	2,423,967	2,423,967	2,364,164	-
-	867,982	867,982	1,021,715	-
-	777,364	777,364	678,510	-
-	462,289	462,289	229,320	-
-	(505,769)	(505,769)	(796,837)	-
-	494,791	494,791	(101,887)	-
-	(60,779)	(60,779)	(30,945)	-
-	(157,770)	(157,770)	(160,406)	-
-	(328,996)	(328,996)	(344,158)	-
<u>-</u>	<u>3,973,079</u>	<u>3,973,079</u>	<u>2,859,476</u>	<u>-</u>
<u>(20,793,299)</u>	<u>3,973,079</u>	<u>(16,820,220)</u>	<u>(19,262,749)</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(5,579,039)</u>
5,539,584	-	5,539,584	5,241,397	1,659,668
19,144,391	-	19,144,391	18,457,400	63,612
1,213,140	-	1,213,140	1,256,630	-
536,823	-	536,823	433,758	-
1,910,865	-	1,910,865	1,195,717	-
80,944	42,802	123,746	204,546	3,213
1,694,699	379,062	2,073,761	1,253,952	1,684
96,298	-	96,298	104,477	-
(148,491)	148,491	-	-	-
<u>30,068,253</u>	<u>570,355</u>	<u>30,638,608</u>	<u>28,147,877</u>	<u>1,728,177</u>
9,274,954	4,543,434	13,818,388	8,885,128	(3,850,862)
81,523,654	100,155,494	181,679,148	172,794,020	6,074,214
<u>(10,092,873)</u>	<u>13,297,043</u>	<u>3,204,170</u>	<u>-</u>	<u>-</u>
<u>71,430,781</u>	<u>113,452,537</u>	<u>184,883,318</u>	<u>172,794,020</u>	<u>6,074,214</u>
<u>\$ 80,705,735</u>	<u>\$ 117,995,971</u>	<u>\$ 198,701,706</u>	<u>\$ 181,679,148</u>	<u>\$ 2,223,352</u>

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

City of Golden, Colorado
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2015
With Comparative Totals for December 31, 2014

	General	Sales and	Other	Total	
		Use Tax Capital Improvement		Governmental Funds	Governmental Funds
				2015	2014
ASSETS					
Cash and Investments	\$ 5,359,965	\$ 4,224,328	\$ 1,989,079	\$ 11,573,372	\$ 9,707,932
Property Taxes Receivable	6,367,365	-	269,834	6,637,199	5,414,737
Accounts and Taxes Receivable	2,010,290	658,481	21,533	2,690,304	3,265,501
Prepaid Items	13,397	-	-	13,397	13,397
Inventories	40,099	-	-	40,099	45,784
Advance to Other Funds	1,560,039	-	1,300,032	2,860,071	3,148,954
Due from Other Governments	18,237	-	151,534	169,771	401,189
Restricted Cash and Investments	950,678	-	-	950,678	331,005
Total Assets	<u>\$ 16,320,070</u>	<u>\$ 4,882,809</u>	<u>\$ 3,732,012</u>	<u>\$ 24,934,891</u>	<u>\$ 22,328,499</u>
LIABILITIES					
Liabilities					
Accounts Payable	718,875	306,330	165,025	1,190,230	1,502,769
Accrued Liabilities	136,550	-	-	136,550	118,432
Escrow Deposits and Other	963,011	-	-	963,011	342,290
Advances from Other Funds	-	4,379,268	-	4,379,268	4,668,150
Unearned Revenue	233,931	3,130	-	237,061	261,000
Total Liabilities	<u>2,052,367</u>	<u>4,688,728</u>	<u>165,025</u>	<u>6,906,120</u>	<u>6,892,641</u>
DEFERRED INFLOWS OF RESOURCES					
Property Tax Revenue	6,367,365	-	269,834	6,637,199	5,414,737
Use Tax Revenue	-	-	-	-	112,500
Total Deferred Inflows of Resources	<u>6,367,365</u>	<u>-</u>	<u>269,834</u>	<u>6,637,199</u>	<u>5,527,237</u>
Fund Balance					
Nonspendable:					
Prepaid Items	13,397	-	-	13,397	13,397
Inventories	40,099	-	-	40,099	45,784
Permanent Fund Principal	-	-	1,444,806	1,444,806	1,379,766
Advance to Other Funds	1,560,039	-	-	1,560,039	1,717,611
Restricted for:					
TABOR Reserve	1,050,000	-	-	1,050,000	980,000
Parks & Recreation	-	-	169,509	169,509	73,541
Parking Improvements	-	-	187,422	187,422	33,678
Cemetery Maintenance	-	-	247,411	247,411	236,758
Downtown Improvements	-	-	418,433	418,433	-
Capital Projects	-	194,081	-	194,081	439,442
Assigned for:					
Street Improvements	-	-	147,569	147,569	205,136
Parks & Recreation	-	-	682,003	682,003	717,667
Future Year Expenditures	1,246,000	-	-	1,246,000	1,300,000
Unassigned	3,990,803	-	-	3,990,803	2,765,841
Total Fund Balance	<u>7,900,338</u>	<u>194,081</u>	<u>3,297,153</u>	<u>11,391,572</u>	<u>9,908,621</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 16,320,070</u>	<u>\$ 4,882,809</u>	<u>\$ 3,732,012</u>	<u>\$ 24,934,891</u>	<u>\$ 22,328,499</u>

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

City of Golden, Colorado
 RECONCILIATION OF THE GOVERNMENTAL FUND BALANCE SHEET
 TO THE STATEMENT OF NET POSITION
 For the Year Ended December 31, 2015

FUND BALANCE - TOTAL GOVERNMENTAL FUNDS	\$	11,391,572
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. Capital assets for internal service funds of \$ 4,882,031 have been deducted from total governmental Net Capital Assets of \$89,080,504.		84,198,473
Internal Service Funds are used by management to charge the costs of certain activities to individual funds, such as insurance, fleet and information technology management. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. The compensated absences for internal service funds have been removed from this section and shown below for presentation purposes.		8,721,950
Long-term liabilities, including bonds payable (\$10,565,000), bond premium (\$835,716), certificates of participation (\$9,340,000), compensated absences (\$1,342,753), accrued interest on long-term debt (\$94,059), deferred refunding \$668,161, bond discount \$50,501 are not due and payable in the current period and therefore are not reported in the funds.		(21,458,866)
Net pension liability is not due and payable in the current period and , therefore, is not reported in the funds.		(1,877,608)
Deferred outflows of resources used in governmental activites are not financial resources and, therefore, are not reported in the funds.		
Change in investment earnings		18,189
Change in Experience		80,802
Contributions subsequent to the measurement date		120,000
Deferred inflows of resources used in governmental activities are not due and payable in the current year and, therefore, are not reported in the funds.		
Change in assumptions		(488,777)
	\$	<u>80,705,735</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES		

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

City of Golden, Colorado
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 For the Year Ended December 31, 2015
 With Comparative Totals for December 31, 2014

	General	Sales and Use Tax Capital Improvement	Other Governmental Funds	Total Governmental Funds	
				2015	2014
REVENUES					
Taxes	\$ 19,921,855	\$ 6,368,318	\$ 256,265	\$ 26,546,438	\$ 25,439,185
Licenses and Permits	647,273	-	-	647,273	599,978
Intergovernmental	625,154	1,009,650	1,644,618	3,279,422	2,638,583
Charges for Services	2,744,895	-	80,108	2,825,003	2,567,036
Fines and Forfeitures	593,135	-	-	593,135	709,459
Investment Income	39,153	3,495	18,200	60,848	111,447
Miscellaneous	1,251,693	292,857	150,152	1,694,702	982,143
TOTAL REVENUES	25,823,158	7,674,320	2,149,343	35,646,821	33,047,831
EXPENDITURES					
Current					
General Government	5,636,867	-	234,514	5,871,381	6,404,491
Planning & Economic Development	1,879,107	-	-	1,879,107	1,918,795
Police	7,715,395	-	-	7,715,395	7,224,732
Fire	1,655,874	-	-	1,655,874	1,452,762
Public Works	3,485,518	-	-	3,485,518	3,343,061
Parks and Recreation	2,628,759	-	-	2,628,759	2,502,871
Debt Service					
Principal	-	2,535,000	-	2,535,000	2,450,000
Interest and Other Charges	-	979,844	-	979,844	1,058,617
Capital Outlay	-	5,027,367	2,278,092	7,305,459	8,869,386
TOTAL EXPENDITURES	23,001,520	8,542,211	2,512,606	34,056,337	35,224,715
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	2,821,638	(867,891)	(363,263)	1,590,484	(2,176,884)
OTHER FINANCING SOURCES (USES)					
Transfers In	113,600	1,960,330	1,437,800	3,511,730	3,203,692
Transfers (Out)	(1,857,533)	(1,337,800)	(423,930)	(3,619,263)	(3,118,696)
TOTAL OTHER FINANCING SOURCES (USES)	(1,743,933)	622,530	1,013,870	(107,533)	84,996
NET CHANGE IN FUND BALANCES	1,077,705	(245,361)	650,607	1,482,951	(2,091,888)
FUND BALANCES, Beginning	6,822,633	439,442	2,646,546	9,908,621	12,000,509
FUND BALANCES, Ending	\$ 7,900,338	\$ 194,081	\$ 3,297,153	\$ 11,391,572	\$ 9,908,621

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

City of Golden, Colorado
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
 TO THE STATEMENT OF ACTIVITIES
 For the Year Ended December 31, 2015

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$	1,482,951
<p>Amounts reported for governmental activities in the Statement of Activities are different because:</p>		
<p>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 as depreciation expense. This is the amount by which capital additions \$6,286,614, developer contributions \$11,200, and the GURA conveyance \$3,880,480, plus gain on dispositions \$31,596 and Internal Service Fund capital additions (\$2,358,017), exceed depreciation (\$4,497,349) less Internal Service Fund depreciation \$1,083,657.</p>		4,438,181
<p>Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term debt liabilities in the Statement of Net Position. These include bond payments \$1,880,000, Certificate of participation \$655,000, amortization of bond premium \$162,532 amortization of loss on refunding (\$133,632), accrued interest on outstanding debt \$8,216, amortization of bond discount (\$10,095) and a decrease in accrued compensated absences of \$44,212.</p>		2,606,233
<p>Receipt of payment of a long-term receivable is not reported as revenues in the Statement of Activities.</p>		(112,500)
<p>Internal Service Funds are used by management to charge the costs of certain activities to funds, such as insurance, fleet and information technology management. The net revenue (expense) of the internal service funds is reported with governmental activities.</p>		846,325
<p>Some items 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. The (increases) decreases in these activities consist of:</p>		
<p>Pension (expense) income</p>		13,764
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	\$	9,274,954

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



City of Golden, Colorado
 BUDGETARY COMPARISON STATEMENT
 GENERAL FUND
 For the Year Ended December 31, 2015
 With Comparative Totals for December 31, 2014

	Budgeted Amounts		Actual	Variance with Final Budget	Actual 2014
	Original	Final		Positive (Negative)	
Budgetary Fund Balance, Beginning	\$ 6,549,359	\$ 6,822,633	\$ 6,822,633	\$ -	\$ 6,520,499
Resources (Inflows)					
Taxes	18,840,965	18,840,965	19,921,855	1,080,890	19,234,346
Licenses and Permits	513,900	513,900	647,273	133,373	599,978
Intergovernmental	668,840	668,840	625,154	(43,686)	896,229
Charges for Services	2,458,956	2,458,956	2,744,895	285,939	2,465,891
Fines and Forfeitures	684,600	684,600	593,135	(91,465)	709,459
Investment Income	75,000	75,000	39,153	(35,847)	55,240
Miscellaneous	728,580	728,580	1,251,693	523,113	722,432
Transfers In	-	-	113,600	113,600	110,256
Total Resources	<u>23,970,841</u>	<u>23,970,841</u>	<u>25,936,758</u>	<u>1,965,917</u>	<u>24,793,831</u>
AMOUNTS AVAILABLE FOR APPROPRIATION	<u>\$ 30,520,200</u>	<u>\$ 30,793,474</u>	<u>\$ 32,759,391</u>	<u>\$ 1,965,917</u>	<u>\$ 31,314,330</u>
Charges to Appropriations (Outflows)					
Current					
General Government	5,898,671	6,088,648	5,636,867	451,781	6,366,726
Planning & Economic Development	1,742,768	1,850,327	1,879,107	(28,780)	1,918,795
Police	7,917,390	7,947,390	7,715,395	231,995	7,224,732
Fire	1,784,613	1,800,613	1,655,874	144,739	1,452,762
Public Works	3,659,655	3,472,277	3,485,518	(13,241)	3,343,061
Parks and Recreation	2,754,666	2,755,416	2,628,759	126,657	2,502,871
Transfers Out	1,555,000	1,955,000	1,857,533	97,467	1,682,750
Total Charges to Appropriations	<u>25,312,763</u>	<u>25,869,671</u>	<u>24,859,053</u>	<u>1,010,618</u>	<u>24,491,697</u>
Budgetary Fund Balance, Ending	<u>5,207,437</u>	<u>4,923,803</u>	<u>7,900,338</u>	<u>2,976,535</u>	<u>6,822,633</u>
TOTAL APPROPRIATIONS	<u>\$ 30,520,200</u>	<u>\$ 30,793,474</u>	<u>\$ 32,759,391</u>	<u>\$ 1,965,917</u>	<u>\$ 31,314,330</u>
BUDGET-TO-GAAP RECONCILIATION					
Resources (Inflows)					
Actual amounts (budgetary basis) available for appropriation			\$ 32,759,391		\$ 31,314,330
Differences - budget to GAAP					
The fund balance at the beginning of the year is a budgetary resource but is not a current-year revenue for financial reporting purposes			(6,822,633)		(6,520,499)
Transfers from other funds are inflows of budgetary resources but are not revenues for financial reporting purposes.			<u>(113,600)</u>		<u>(110,256)</u>
Total revenues as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds			<u>\$ 25,823,158</u>		<u>\$ 24,683,575</u>
Charges to Appropriations (Outflows)					
Actual amount (budgetary basis) of total charges to appropriations			24,859,053		24,491,697
Differences - budget to GAAP					
Transfers to other funds are outflows of budgetary resources but are not expenditures for financial reporting purposes			<u>(1,857,533)</u>		<u>(1,682,750)</u>
Total expenditures as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds			<u>\$ 23,001,520</u>		<u>\$ 22,808,947</u>

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

City of Golden, Colorado
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
December 31, 2015
With Comparative Totals for December 31, 2014

		Business-Type Activities - Enterprise Funds		
		Water Fund	Wastewater Fund	Drainage Fund
ASSETS				
Current Assets				
Cash and Cash Equivalents	\$	3,786,016	\$ 2,088,029	\$ 50,923
Accounts Receivable		1,139,607	400,101	223,405
Prepaid Expenses		-	-	-
Inventory		30,946	-	-
Due From Other Funds		150,000	-	-
Restricted Cash and Cash Equivalents		620,954	-	175,000
Total Current Assets		<u>5,727,523</u>	<u>2,488,130</u>	<u>449,328</u>
Non-Current Assets				
Advances to Other Funds		-	1,519,197	-
Capital Assets Not Being Depreciated		18,832,759	-	1,411,649
Capital Assets (Net of Accumulated Depreciation)		45,244,265	11,812,262	12,240,823
Total Non-Current Assets		<u>64,077,024</u>	<u>13,331,459</u>	<u>13,652,472</u>
TOTAL ASSETS		<u>69,804,547</u>	<u>15,819,589</u>	<u>14,101,800</u>
DEFERRED OUTFLOWS OF RESOURCES				
Amount on Refunding of Bonds		106,959	-	41,316
TOTAL DEFERRED OUTFLOWS OF RESOURCES		<u>106,959</u>	<u>-</u>	<u>41,316</u>
LIABILITIES				
Current Liabilities				
Accounts Payable		244,098	181,732	6,406
Accrued Liabilities		40,220	763	-
Accrued Interest Payable		19,719	-	4,037
Due To Other Funds		-	-	150,000
Claims Payable		-	-	-
Unearned Revenue		-	-	-
Compensated Absences, Current Portion		20,156	9,020	2,662
Bonds Payable, Current Portion		620,000	-	300,000
Total Current Liabilities		<u>944,193</u>	<u>191,515</u>	<u>463,105</u>
Non-Current Liabilities				
Accrued Compensated Absences		91,822	41,094	12,126
Bonds Payable, Long-Term Portion (Net of Unamortized Premium)		4,875,000	-	803,379
Total Non-Current Liabilities		<u>4,966,822</u>	<u>41,094</u>	<u>815,505</u>
TOTAL LIABILITIES		<u>5,911,015</u>	<u>232,609</u>	<u>1,278,610</u>
NET POSITION				
Net Investment in Capital Assets		58,688,983	11,812,262	12,590,409
Restricted for Debt Service		620,954	-	175,000
Unrestricted		4,690,554	3,774,718	99,097
TOTAL NET POSITION	\$	<u>64,000,491</u>	<u>\$ 15,586,980</u>	<u>\$ 12,864,506</u>

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

Fossil Trace Golf Course Fund	Community Center Fund	Total Nonmajor Proprietary Funds	Totals		Governmental Activities - Internal Service Funds
			2015	2014	
\$ 403,739	\$ 402,437	\$ 1,201,462	\$ 7,932,606	\$ 5,037,567	\$ 4,296,503
11,414	2,871	6,141	1,783,539	1,980,767	61,308
-	-	-	-	-	8,700
107,281	-	8,985	147,212	117,863	-
-	-	-	150,000	200,000	-
-	-	-	795,954	465,371	-
<u>522,434</u>	<u>405,308</u>	<u>1,216,588</u>	<u>10,809,311</u>	<u>7,801,568</u>	<u>4,366,511</u>
-	-	-	1,519,197	1,519,197	-
2,024,661	206,069	222,893	22,698,031	22,449,147	-
<u>6,897,776</u>	<u>6,976,736</u>	<u>7,586,164</u>	<u>90,758,026</u>	<u>77,142,295</u>	<u>4,882,031</u>
<u>8,922,437</u>	<u>7,182,805</u>	<u>7,809,057</u>	<u>114,975,254</u>	<u>101,110,639</u>	<u>4,882,031</u>
<u>9,444,871</u>	<u>7,588,113</u>	<u>9,025,645</u>	<u>125,784,565</u>	<u>108,912,207</u>	<u>9,248,542</u>
-	-	-	148,275	51,645	-
-	-	-	148,275	51,645	-
40,682	79,419	31,150	583,487	763,283	149,767
102,592	28,781	534	172,890	192,489	-
-	-	-	23,756	29,344	-
-	-	-	150,000	200,000	-
-	-	-	-	-	376,825
30,999	16,543	21,454	68,996	56,575	-
14,894	8,725	5,628	61,085	62,541	-
-	-	-	920,000	1,000,000	-
<u>189,167</u>	<u>133,468</u>	<u>58,766</u>	<u>1,980,214</u>	<u>2,304,232</u>	<u>526,592</u>
67,848	39,746	25,640	278,276	284,903	86,109
-	-	-	5,678,379	6,219,223	-
<u>67,848</u>	<u>39,746</u>	<u>25,640</u>	<u>5,956,655</u>	<u>6,504,126</u>	<u>86,109</u>
<u>257,015</u>	<u>173,214</u>	<u>84,406</u>	<u>7,936,869</u>	<u>8,808,358</u>	<u>612,701</u>
8,922,437	7,182,805	7,809,057	107,005,953	92,423,864	4,882,031
-	-	-	795,954	465,371	-
<u>265,419</u>	<u>232,094</u>	<u>1,132,182</u>	<u>10,194,064</u>	<u>7,266,259</u>	<u>3,753,810</u>
<u>\$ 9,187,856</u>	<u>\$ 7,414,899</u>	<u>\$ 8,941,239</u>	<u>\$ 117,995,971</u>	<u>\$ 100,155,494</u>	<u>\$ 8,635,841</u>

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



City of Golden, Colorado
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
For the Year Ended December 31, 2015
With Comparative Totals for December 31, 2014

	Business-Type Activities - Enterprise Funds		
	Water Fund	Wastewater Fund	Drainage Fund
OPERATING REVENUES			
Charges for Services	\$ 5,979,736	\$ 2,303,640	\$ 1,170,925
Intergovernmental	-	-	-
Miscellaneous	131,298	-	157
TOTAL OPERATING REVENUES	6,111,034	2,303,640	1,171,082
OPERATING EXPENSES			
Personnel Services	1,459,307	386,935	198,848
Operating	2,233,348	1,077,954	136,156
Depreciation and Amortization	1,554,178	440,261	385,538
Claims	-	-	-
Premiums	-	-	-
TOTAL OPERATING EXPENSES	5,246,833	1,905,150	720,542
Operating Income (Loss)	864,201	398,490	450,540
NONOPERATING REVENUES (EXPENSES)			
Investment Income	12,531	20,627	169
Interest Expense	(206,876)	-	(47,820)
Gain (Loss) on Sale of Capital Assets	(68,191)	-	-
TOTAL NONOPERATING REVENUES (EXPENSES)	(262,536)	20,627	(47,651)
Income (Loss) Before Transfers and Capital Contributions	601,665	419,117	402,889
Transfers In	-	-	-
Transfers (Out)	-	-	-
Capital Contributions	1,966,131	469,492	374,801
Change in Net Position	2,567,796	888,609	777,690
NET POSITION, Beginning	52,509,749	9,943,877	12,467,213
Prior Period Adjustments (see Note 14), for 2015 only	8,922,946	4,754,494	(380,397)
NET POSITION, Beginning as restated, for 2015	61,432,695	14,698,371	12,086,816
NET POSITION, Ending	\$ 64,000,491	\$ 15,586,980	\$ 12,864,506

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

Fossil Trace Golf Course Fund	Community Center Fund	Total Nonmajor Proprietary Funds	Totals		Governmental Activities - Internal Service Funds
			2015	2014	
			\$ 3,339,201	\$ 1,856,549	
-	-	53,567	53,567	115,448	66,244
169,124	47,299	31,184	379,062	271,809	133,368
<u>3,508,325</u>	<u>1,903,848</u>	<u>1,077,548</u>	<u>16,075,477</u>	<u>15,469,493</u>	<u>6,113,160</u>
1,208,948	1,426,686	784,930	5,465,654	5,342,677	831,915
1,242,074	867,285	605,855	6,162,672	6,123,092	1,328,297
677,198	352,938	432,153	3,842,266	3,344,917	1,083,657
-	-	-	-	-	2,109,598
-	-	-	-	-	1,160,696
<u>3,128,220</u>	<u>2,646,909</u>	<u>1,822,938</u>	<u>15,470,592</u>	<u>14,810,686</u>	<u>6,514,163</u>
380,105	(743,061)	(745,390)	604,885	658,807	(401,003)
4,324	(11)	5,162	42,802	51,514	20,096
-	-	-	(254,696)	(280,578)	-
<u>(18,266)</u>	<u>(15,296)</u>	<u>-</u>	<u>(101,753)</u>	<u>(99,321)</u>	<u>96,298</u>
<u>(13,942)</u>	<u>(15,307)</u>	<u>5,162</u>	<u>(313,647)</u>	<u>(328,385)</u>	<u>116,394</u>
366,163	(758,368)	(740,228)	291,238	330,422	(284,609)
-	423,491	425,000	848,491	691,024	32,533
(700,000)	-	-	(700,000)	(700,000)	(73,491)
<u>269,574</u>	<u>299,887</u>	<u>723,820</u>	<u>4,103,705</u>	<u>2,852,377</u>	<u>1,171,892</u>
<u>(64,263)</u>	<u>(34,990)</u>	<u>408,592</u>	<u>4,543,434</u>	<u>3,173,823</u>	<u>846,325</u>
9,252,119	7,449,889	8,532,647	100,155,494	96,981,671	7,789,516
-	-	-	13,297,043	-	-
<u>9,252,119</u>	<u>7,449,889</u>	<u>8,532,647</u>	<u>113,452,537</u>	<u>96,981,671</u>	<u>7,789,516</u>
<u>\$ 9,187,856</u>	<u>\$ 7,414,899</u>	<u>\$ 8,941,239</u>	<u>\$ 117,995,971</u>	<u>\$ 100,155,494</u>	<u>\$ 8,635,841</u>

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



City of Golden, Colorado
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended December 31, 2015
Increase (Decrease) in Cash and Cash Equivalents
With Comparative Totals for December 31, 2014

	Business-Type Activities - Enterprise Funds		
	Water Fund	Wastewater Fund	Drainage Fund
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Received from Customers/Users	\$ 6,217,105	\$ 2,334,980	\$ 1,141,110
Cash Paid to Suppliers	(2,308,478)	(1,185,030)	(139,186)
Cash Paid to Employees	(1,471,972)	(392,359)	(198,505)
Cash Paid to Providers	-	-	-
Cash Paid to Claimants	-	-	-
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>2,436,655</u>	<u>757,591</u>	<u>803,419</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers to Other Funds	-	-	-
Transfers from Other Funds	-	-	-
Interfund Loan Made	(150,000)	-	150,000
Repayment of Interfund Loan	200,000	-	(200,000)
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES			
Purchase of Capital Assets	(1,872,859)	(416,158)	(398,439)
Proceeds from Sale of Capital Assets	-	-	-
Proceeds from Issuance of Debt	3,300,000	-	-
Interest Paid	(207,580)	-	(48,450)
Principal Payments	(3,615,000)	-	(300,000)
Contributed Capital	1,821,976	469,492	-
NET CASH PROVIDED (USED) BY CAPITAL FINANCING ACTIVITIES	<u>(573,463)</u>	<u>53,334</u>	<u>(746,889)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest Received	12,531	20,627	169
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	<u>12,531</u>	<u>20,627</u>	<u>169</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,925,723	831,552	6,699
CASH AND CASH EQUIVALENTS, Beginning	<u>2,481,247</u>	<u>1,256,477</u>	<u>219,224</u>
CASH AND CASH EQUIVALENTS, Ending	<u>\$ 4,406,970</u>	<u>\$ 2,088,029</u>	<u>\$ 225,923</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating Income (Loss)	\$ 864,201	\$ 398,490	\$ 450,540
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities			
Depreciation Expense	1,554,178	440,261	385,538
Amortization Expense	-	-	-
Changes in Assets and Liabilities			
Accounts Receivable	106,071	31,340	(29,972)
Inventory	(12,420)	-	-
Accounts Payable	(57,739)	(107,076)	(3,030)
Accrued Liabilities	(4,971)	-	-
Claims Payable	-	-	-
Unearned Revenue	-	-	-
Accrued Compensated Absences	(12,665)	(5,424)	343
Total Adjustments	<u>1,572,454</u>	<u>359,101</u>	<u>352,879</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ 2,436,655</u>	<u>\$ 757,591</u>	<u>\$ 803,419</u>
NON-CASH TRANSACTIONS			
Capital Assets Contributed	<u>\$ 144,155</u>	<u>\$ -</u>	<u>\$ 374,801</u>

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



Fossil Trace Golf Course Fund	Community Center Fund	Total Nonmajor Proprietary Funds	Totals		Governmental Activities - Internal Service Funds
			2015	2014	
\$ 3,513,805	\$ 1,959,275	\$ 1,118,844	\$ 16,285,119	\$ 14,724,477	\$ 6,120,525
(1,279,666)	(873,866)	(603,818)	(6,390,044)	(5,810,285)	(1,372,197)
(1,192,488)	(1,429,715)	(790,070)	(5,475,109)	(5,335,519)	(839,317)
-	-	-	-	-	(1,160,696)
-	-	-	-	-	(2,155,861)
<u>1,041,651</u>	<u>(344,306)</u>	<u>(275,044)</u>	<u>4,419,966</u>	<u>3,578,673</u>	<u>592,454</u>
(700,000)	-	-	(700,000)	(700,000)	(73,491)
-	423,491	425,000	848,491	691,024	32,533
-	-	-	-	-	-
-	-	-	-	(100,000)	-
<u>(700,000)</u>	<u>423,491</u>	<u>425,000</u>	<u>148,491</u>	<u>(108,976)</u>	<u>(40,958)</u>
(64,501)	(26,864)	(30,254)	(2,809,075)	(1,977,354)	(1,186,125)
3,000	-	-	3,000	-	134,777
-	-	-	3,300,000	-	-
-	-	-	(256,030)	(283,578)	-
-	-	-	(3,915,000)	(975,000)	-
-	-	-	2,291,468	2,306,828	-
<u>(61,501)</u>	<u>(26,864)</u>	<u>(30,254)</u>	<u>(1,385,637)</u>	<u>(929,104)</u>	<u>(1,051,348)</u>
4,324	(11)	5,162	42,802	51,513	20,096
<u>4,324</u>	<u>(11)</u>	<u>5,162</u>	<u>42,802</u>	<u>51,513</u>	<u>20,096</u>
284,474	52,310	124,864	3,225,622	2,592,106	(479,756)
119,265	350,127	1,076,598	5,502,938	2,910,832	4,776,259
<u>\$ 403,739</u>	<u>402,437</u>	<u>\$ 1,201,462</u>	<u>\$ 8,728,561</u>	<u>\$ 5,502,938</u>	<u>\$ 4,296,503</u>
\$ 380,105	(743,061)	(745,390)	\$ 604,885	\$ 658,807	\$ (401,003)
677,198	352,938	432,153	3,842,266	3,340,433	1,083,657
-	-	-	-	4,484	-
5,949	63,991	19,842	197,221	(574,411)	7,365
(16,430)	-	(499)	(29,349)	(5,066)	(43,900)
(13,885)	(602)	2,536	(179,796)	200,837	-
(7,277)	(5,979)	(1,372)	(19,599)	117,165	-
-	-	-	-	-	(46,263)
(469)	(8,564)	21,454	12,421	(170,605)	-
16,460	(3,029)	(3,768)	(8,083)	7,029	(7,402)
<u>661,546</u>	<u>398,755</u>	<u>470,346</u>	<u>3,815,081</u>	<u>2,919,866</u>	<u>993,457</u>
<u>\$ 1,041,651</u>	<u>(344,306)</u>	<u>\$ (275,044)</u>	<u>\$ 4,419,966</u>	<u>\$ 3,578,673</u>	<u>\$ 592,454</u>
\$ 269,574	299,887	\$ 723,820	\$ 1,812,237	\$ 545,549	\$ 1,171,892

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

CITY OF GOLDEN, COLORADO

Notes to Financial Statements

December 31, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Golden (the City) is a Colorado Home Rule City operating under a charter provided by the authority of the Constitution of the State of Colorado, and adopted by its citizens on November 7, 1967. The City operates under a Council-Manager form of government as authorized by its charter. The City provides the following services: public safety (police and fire), street maintenance, water treatment and distribution, wastewater and storm drainage transmission, parks and recreation, cemetery, planning and development, public improvements, historic preservation and general administrative services.

The accounting policies of the City conform to generally accepted accounting principles (GAAP) as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant policies:

A. Reporting Entity

Management has considered all potential component units in defining the City for financial reporting purposes. As required by generally accepted accounting principles, these financial statements present the City of Golden (the primary government) and its component units. The component units discussed below are included in the City's reporting entity because of the significance of their operational or financial relationships with the City:

Blended Component Units

The Golden Downtown General Improvement District (GDGID) (Special Revenue Fund) was established by City ordinance on May 12, 1963, for the purpose of constructing certain parking improvements in and around the Golden downtown area. Although it is legally separate from the City, the Golden Downtown General Improvement District is reported as if it were part of the primary government because the City Council is the Board of Directors for GDGID. Additionally, the City provides financial support to GDGID.

The Golden Capital Leasing Corporation (GCLC) was established by City ordinance on December 8, 2005, for the purpose of issuing Certificates of Participation for the construction of municipal shop facilities and fire station #1. The majority of its board is comprised of City staff that is appointed by City Council and City staff is responsible for operations of GCLC. Although it is legally separate from the City, GCLC is reported as if it were part of the primary government because it provides services solely to the City. GCLC has no financial balances or transactions outside of those reported by the City, and therefore, are not reported separately in the financial statements. GCLC does not issue separate financial statements.

The Downtown Development Authority (DDA) (Special Revenue Fund) accounts for monies received from the City of Golden and from collection of incremental sales and property tax revenues generated within the DDA boundaries. Expenditures are used to provide economic development support in and around the Golden downtown area. While the DDA is a separate legal entity from the City, it is blended with the City's financial statements per the requirements of state statute that the City control its budget. City Council appoints the DDA Board of Directors and must approve the annual budget.

Discretely Presented Component Unit The component unit column in the government-wide financial statements includes the financial data of the Golden Urban Renewal Authority (GURA); the City's only other component unit. It is reported in a separate column to emphasize that it is legally separate from the City. However, all nine members of GURA's governing body are appointed by the Mayor and the diversion of incremental sales taxes from the City to GURA constitutes a financial burden on the City. GURA was established in accordance



CITY OF GOLDEN, COLORADO

Notes to Financial Statements

December 31, 2015

with Colorado State Statute by City resolution on June 26, 1989, for the purpose of revitalizing the downtown core.

Complete financial statements of GURA can be obtained from its administrative office:

Golden Urban Renewal Authority
1445 10th Street
Golden, CO 80401

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

Government-Wide and Fund Financial Statements The City's government-wide financial statements include a Statement of Net Position and a Statement of Activities. These statements present financial information for the City as a whole, excluding fiduciary activity. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to 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 and proprietary funds. Major individual funds are reported as separate columns in the fund financial statements.

The government-wide financial statements are presented with an economic resources measurement focus and the accrual basis of accounting, as are the proprietary and trust fund financial statements. Accordingly, all of the City's assets, deferred outflows of resources, liabilities and deferred inflows of resources, including capital assets, as well as infrastructure assets and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned, while expenses are recognized in the period in which the liability is incurred.

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 collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

The primary revenue sources, which have been treated as susceptible to accrual by the City, are property tax, sales tax, intergovernmental revenues and other taxes. All other revenue items are considered to be measurable and available only when cash is received by the City.



CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2015

The City reports the following major governmental funds:

General Fund This is the City's primary operating fund. It accounts for all activities of the government, except those required to be accounted for in another fund.

Sales and Use Tax Capital Improvement Fund This fund accounts for revenues collected from a 1-cent sales and use tax restricted for capital improvements by citizen election.

Proprietary funds are accounted for using the economic resources measurement focus and the accrual basis of accounting. Accordingly, all assets, deferred outflows of resources, liabilities and deferred inflows of resources (whether current or non-current) are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Fund Net Position presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned, while expenses are recognized in the period in which the liability is incurred. Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. The City also recognizes as operating revenue in the Water Fund the portion of tap fees intended to recover the cost of connecting new customers to the system. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

The City reports the following major proprietary funds:

Water Fund This fund accounts for all activities necessary for the provision of water services to City residents.

Wastewater Fund This fund accounts for all activities necessary for the provision of wastewater (sewer) services to City residents.

Drainage Fund This fund accounts for capital improvements for storm water drainage funded by a charge for all impervious property within City limits.

Fossil Trace Golf Course Fund This fund accounts for all activities necessary for the operation of the City's golf course.

Community Center Fund This fund accounts for all activities necessary for the operation of the City's community center.

Additionally, the City reports the following fund types:

Internal Service Funds These funds account for the risk management, information technology and fleet management services provided to other departments or agencies of the City on a cost reimbursement basis.

Certain eliminations have been made in regard to interfund activities, payables and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated.



CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2015

Reconciliation of the Governmental Fund financial statements to the Government-Wide financial statements is provided within the statements to explain the differences created by the integrated approach of GASB Statement No. 34.

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

C. Property Taxes

Property taxes attach as an enforceable lien on property as of January 1 each year. Taxes are payable in two installments, on February 28 and June 15, or in total on April 30. Property taxes are billed and collected by Jefferson County, Colorado. Taxes for the following year are levied January 1 and are recorded as a receivable with a corresponding offset to deferred inflows of resources at December 31.

D. Budgets and Budgetary Accounting

The City follows these procedures each year in establishing the budget as reflected in the financial statements:

1. In early fall, the City Manager submits to City Council a proposed operating and capital budget for the fiscal year commencing the following January 1. The budget is prepared by fund, department and division and includes actual data from the prior year, current year budget, revenue estimates and requested appropriations. City departments are subject to this Council-appropriated budget exclusively. No other budget is utilized.
2. The City Council holds public hearings at regular Council meetings to obtain taxpayer comments prior to adoption.
3. On or before December 15, the budget is legally enacted and the required mill levy is adopted through the passage of a resolution. The mill levy is then certified to the County Commissioners.
4. On or before December 31, the expenditures are appropriated for the ensuing year. The appropriation is at the total fund level and lapses at year end.
5. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Capital Projects Funds, Permanent Fund and the Proprietary Funds.
6. Budgets for the General, Special Revenue, Capital Projects (except for the Sales and Use Tax Fund), and Permanent Fund are adopted on a basis consistent with generally accepted accounting principles (GAAP). The budgets for the Proprietary Funds are adopted on a basis consistent with GAAP except that capital expenditures and debt principal are treated as expenditures, and depreciation is not budgeted. The budgets for the Sales and Use Tax Fund is adopted on an available resources basis. This is in accordance with Colorado Budget Law.
7. Management may approve budget revisions except those that change total appropriations at the fund level. Appropriations revising the total expenditures of any fund must be approved by the City Council.
8. Colorado Budget Law and the Golden City Charter require that expenditures of a fund not exceed the appropriations for that fund. Appropriations for contingencies may not be expended or transferred except

CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2015

by ordinance approved by City Council.

E. Cash and Investments

For purposes of the statement of cash flows, the City defines cash and cash equivalents as amounts in demand deposits as well as short-term, highly liquid investments with original maturities of three months or less. Cash equivalents are both readily convertible to cash and are so near their maturity that they present insignificant risk of change in value due to interest rate changes. Investments are stated at fair value.

F. Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "interfund receivables" or "interfund payables" on the balance sheet. Residual balances between governmental activities and business-type activities are reported as internal balances on the statement of net assets.

G. Inventories

In governmental-type funds, inventories (when they exist) are valued at cost using the first-in, first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when consumed, rather than when purchased. In proprietary-type funds, inventories are valued at the lower of cost or market using the FIFO method.

H. Capital Assets

All purchased capital assets are valued at cost where historical records are available, or at an estimated historical cost where no historical records exist. Donated capital assets are valued at their estimated fair value on the date received. The City's policy is to record all assets over \$5,000. Interest costs for governmental funds are expensed as incurred and therefore, not capitalized. Significant interest costs in proprietary funds are capitalized.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable. All public domain ("infrastructure") capital assets consisting of roads, streets and sidewalks, bridges, drainage systems, and lighting and traffic signal systems are capitalized as a separate category.

Assets are depreciated using the straight-line method. Depreciation expense is reflected as an operating expense in the government-wide statement of activities.

Estimated useful lives for asset types are as follows:

Land Improvements	20 years
Buildings	45 years
Machinery, Equipment and Vehicles	5 to 20 years
Infrastructure	20 to 45 years



CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2015

I. Deferred Outflows of Resources

The City reports deferred outflows of resources, which are future decreases in net position or fund equity that relate to future periods, in a separate section of its government-wide and proprietary funds statements of net position or governmental fund balance sheet. The City has deferred losses on refunding bonds that will be amortized over time. The City also reports certain items in this category related to its defined benefit pension plan (Note 9).

J. Deferred Inflows of Resources

The City's governmental activities and governmental fund financial statements report a separate section for deferred inflows of resources, which are future increases in net position or fund equity that apply to future periods. The City will not recognize the related revenue until a future event occurs. The City has two types of items which occur related to revenue recognition. The first occurs because property tax receivables are recorded in the current year, but the revenue will be recorded in the subsequent year. The second type occurs because governmental fund revenues are not recognized until available (collected not later than 60 days after the end of the City's year) under the modified accrual basis of accounting. The City also reports certain items in this category related to its defined benefit pension plan (Note 9).

K. Compensated Absences

City employees are allowed to accumulate unused vacation leave, compensatory time and vested sick leave. Employees are limited in the amount of vacation time they are allowed to accrue, depending on years of service. Sick leave may accrue to 480 hours. If more than 480 hours of sick leave is accrued, it must be converted to retirement health savings at the rate of 3 for 1. These compensated absences are recognized as current salary costs when earned in the proprietary fund types and when due in the government fund types. A long-term liability has been recorded in the government-wide financial statements for the accrued compensated absences. The liability includes the related FICA and pension benefits.

L. Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities. Debt premiums and discounts are deferred and amortized over the life of the debt using the straight-line method, which approximates the effective interest method.

In the fund financial statements, 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/expenses.

CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2015

M. Net Pension Liability

The City reports a net pension liability for its unfunded pension liability (see Note 9).

N. Fund Balances

In the government-wide financial statements, net position is restricted when constraints placed on the net position are externally imposed. In the fund financial statements, the governmental fund balance is presented in five possible categories:

- a) Nonspendable—resources which cannot be spent because they are either 1) not in spendable form or; 2) legally or contractually required to be maintained intact.
- b) Restricted—resources with constraints placed on the use of resources which are either 1) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or 2) imposed by law through constitutional provisions or enabling legislation.
- c) Committed—resources which are subject to limitations the City imposes upon itself by action of the City Council. Commitments may be established, modified, or rescinded only through ordinances approved by City Council.
- d) Assigned—resources neither restricted nor committed for which a City has a stated intended use as established by the City Council or the City Manager to which the City Council has delegated the authority to assign amounts for specific purposes pursuant to the budgetary and fund balance policies.
- e) Unassigned—resources which cannot be properly classified in one of the other four categories. The General Fund is the only fund that reports a positive unassigned fund balance amount. Unassigned balances also include negative balances in the governmental funds reporting resources restricted for specific programs.

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

O. Summarized Comparative Data

Comparative total data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the City's financial position and operations. However, complete comparative data has not been reported since its inclusion would make the financial statements unduly complex and difficult to read. Certain balances from the prior year have been reclassified to conform to current year presentation. This summarized comparative data for the prior year has not been updated to reflect the correction of an error for capital assets for governmental activities and business-type activities as discussed in Note 14.

CITY OF GOLDEN, COLORADO

**Notes to Financial Statements
December 31, 2015**

NOTE 2: DEPOSITS AND INVESTMENTS

The City maintains a cash and investment pool that is available for use by all funds of the City.

Cash and investments at December 31, 2015, consisted of the following:

Petty Cash	\$	8,121
Deposits		3,118,623
Investments		22,422,369
Total	\$	<u>25,549,113</u>

Cash and investments are reported in the financial statements as follows:

Primary Government Cash and Investments	\$	23,802,481
Primary Government Restricted Cash and Investments		1,746,632
Total	\$	<u>25,549,113</u>

Deposits

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible depositories. The statutes specify eligible depositories for public cash deposits, which must be Colorado institutions and must maintain federal insurance (FDIC) on deposits held. Each eligible depository with deposits in excess of the insured levels must pledge a collateral pool of defined eligible assets maintained by another institution or held in trust for all of its local government depositors as a group with a fair value equal to at least 102 percent of the uninsured deposits. The State Regulatory Commission for banks and savings and loan associations are required by statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools. The carrying amount of the cash deposit is \$3,118,623 at December 31, 2015.

Cash and Investments

The City's investment policies generally require the investment activities to be in accordance with State Statutes. The policy further defines authorized investments for use by the City as follows: certificates of deposit, government obligations and securities, repurchase agreements, commercial paper, corporate notes and bonds, bankers' acceptances, certain money market and mutual funds, and local government investment pools.

CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2015

At December 31, 2015, the City had the following investments:

Investment Type	S&P Rating	Investment Maturities (in Years)		Fair Value
		Less Than 1 Year	1 - 5 Years	
CSAFE Investment Pool	AAAm	\$ 6,844,561	-	\$ 6,844,561
Corporate Bonds	AAAm	505,445	-	505,445
Corporate Bonds	AA+	1,435,101	-	1,435,101
Corporate Bonds	AA	-	1,062,772	1,062,772
Corporate Bonds	AA-	1,503,046	1,499,656	3,002,702
Corporate Bonds	A+	1,005,220	-	1,005,220
Commercial Paper	A-1	498,754	-	498,754
U.S. Treasury Notes	AA+	-	1,188,054	1,188,054
FHLB	AA+	502,585	497,335	999,920
FHLMC	AA+	499,265	1,601,815	2,101,080
FFCB	AA+	-	1,494,875	1,494,875
FNMA	AA+	-	1,032,459	1,032,459
Certificates of Deposit	NR	749,513	-	749,513
Other Fixed Income	NR	-	501,913	501,913
Total		\$ 13,543,490	\$ 8,878,879	\$ 22,422,369

Credit Risk – State statute limits investments in commercial paper so that at the time of purchase, it is rated in its highest rating category and corporate bonds must be at least AA- or Aa3 by two or more nationally recognized organizations (NRSROs). It is the City’s policy to limit investments at the time of purchase in these types of instruments to ratings of at least A1 and A+ respectively. The City also requires that U.S. Agency Securities have the highest possible rating. Money Market Funds must have a rating of AAAm, AAA or AAA/V-1.

Interest Rate Risk – State statute limits investments in U.S. Agency Securities to a maximum 5 year maturity and Corporate Bonds to 3 years. The City of Golden is a Home Rule City and its investment policy is less restrictive than the State statutes and allows investments in Corporate Bonds with maturities not exceeding five years from the date of trade settlement.

Custodial Risk – At December 31, 2015, the City’s investments were held in safekeeping at Wells Fargo Brokerage Services. To be eligible for designation as the City’s safekeeping and custodian bank, a financial institution shall qualify as a depository of public funds in the State of Colorado as defined in CRS 24-75-603 et seq. and be a Federal Reserve member financial institution. Furthermore, the City prefers the financial institution to have a Highline Data Bank Credit Rating of 30 or higher, Wells Fargo’s rating as of December 31, 2015 was 51.

Concentration of Credit Risk – State statutes generally do not limit the amount the City may invest in one issuer. At December 31, 2015, the City’s investment in FHLMC and FFCB represented 9.4% and 6.7% of total investments respectively.



CITY OF GOLDEN, COLORADO

Notes to Financial Statements

December 31, 2015

Local Government Investment Pool – At December 31, 2015, the City had \$6,844,561 invested in the Colorado Surplus Asset Fund Trust (CSAFE), an investment vehicle established by State statute for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces the requirements of creating and operating CSAFE. CSAFE operates similarly to money market funds and each share is equal in value to \$1.00. CSAFE is rated AAAM by Standard and Poor’s. Investments are limited to those allowed by State statutes. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodian’s internal records identify the investments owned by the participating governments.

Restricted Cash and Investments

Cash and investments of \$290,890, \$330,064 and \$175,000 representing debt service required reserves, are restricted in the Water Enterprise Fund and Drainage Enterprise Fund respectively, and \$950,678 representing escrow deposits held by the City are restricted in the General Fund.

NOTE 3: INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The composition of inter-fund balances as of December 31, 2015, is as follows:

	Payable Fund:		
	Sales & Use Tax Capital Imp. Fund	Drainage Fund	Total
Receivable Fund:			
General Fund	\$ 1,560,039	\$ -	\$ 1,560,039
Cemetery Perpetual Care Fund	1,300,032	-	1,300,032
Water Fund	-	150,000	150,000
Wastewater	1,519,197	-	1,519,197
Total	<u>\$ 4,379,268</u>	<u>\$ 150,000</u>	<u>\$ 4,529,268</u>

The composition of interfund receivables and payables are;

- 1) The balance of an advance from the Wastewater Fund to the Sales and Use Tax Fund is for the purchase of land for the shops facilities. The City purchased excess land as part of the transaction. As this land is sold, it will be used to repay the loan. The Sales and Use Tax Fund is paying interest annually to the Wastewater Fund that is calculated based on the annualized return year-to-date net of fees of the Insight Investment portfolio. The interest rate for 2015 was .83%.
- 2) The balance of an advance from the General Fund and the Cemetery Perpetual Care Fund is for the solar project. The Sales and Use Tax Fund will repay the advance. The Sales and Use Tax Fund is paying interest annually to the General Fund that is calculated based on the annualized return year-to-date net of fees of the Insight Investment portfolio. The interest rate for 2015 was .83%.
- 3) A loan from the Water Fund to the Drainage Fund to cover a temporary negative cash position as of December 31, 2015.



CITY OF GOLDEN, COLORADO

**Notes to Financial Statements
December 31, 2015**

Interfund Transfers:

	Transfers Out:					Total
	General Fund	Sales and Use Tax Capital Fund	Fossil Trace Golf Course Fund	Other Governmental Funds	Internal Services Funds	
Transfers In:						
General Fund	\$ -	\$ -	\$ -	\$ 113,600	\$ -	\$ 113,600
Sales and Use Tax Capital Improvement Fund	1,000,000	-	700,000	260,330	-	1,960,330
Community Center Fund	350,000	-	-	-	73,491	423,491
Other Governmental Funds	100,000	1,337,800	-	-	-	1,437,800
Nonmajor Proprietary Funds	375,000	-	-	50,000	-	425,000
Internal Service Funds	32,533	-	-	-	-	32,533
Total	\$ 1,857,533	\$ 1,337,800	\$ 700,000	\$ 423,930	\$ 73,491	\$ 4,392,754

Transfers are used to;

- 1) Move revenues from the Open Space Fund and Fossil Trace Golf Course Fund for proportionate share of debt obligations to the Sales and Use Tax Capital Improvement Fund which is responsible for the payment of principal and interest on outstanding debt.
- 2) Move unrestricted funds from the General Fund to the Capital Programs Fund to cover ongoing capital needs.
- 3) Move funds from the Open Space Fund to cover ongoing maintenance in the General Fund and to Rooney Road Sports Complex for future field replacement.
- 4) Move revenues from the Sales and Use Tax Capital Improvement Fund to the Capital Programs Fund for use in on-going capital projects.
- 5) Move unrestricted funds from the General Fund to the Sales and Use Tax Capital Improvement Fund for capital projects.
- 6) Move revenues from the Medical Benefit Fund to the Community Center Fund for wellness needs.
- 7) Move unrestricted funds from the General Fund to the Fleet Fund to cover police vehicles.

CITY OF GOLDEN, COLORADO

**Notes to Financial Statements
December 31, 2015**

NOTE 4: CAPITAL ASSETS

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

	Balance 12/31/2014*	Additions	Deletions	Balance 12/31/2015
Governmental Activities				
Capital Assets, Not Being Depreciated				
Land	\$ 13,959,890	\$ -	\$ -	\$ 13,959,890
Construction in Progress	4,009,853	1,753,469	3,386,161	2,377,162
Artwork	913,814	12,900	-	926,714
Total Capital Assets, Not Being Depreciated	<u>18,883,557</u>	<u>1,766,369</u>	<u>3,386,161</u>	<u>17,263,766</u>
Capital Assets, Being Depreciated				
Land Improvements	19,466,090	779,829	142,811	20,103,108
Buildings	17,479,396	-	-	17,479,396
Vehicles	7,852,502	915,225	325,557	8,442,170
Machinery and Equipment	9,620,924	2,559,011	341,858	11,838,077
Infrastructure	53,306,099	7,544,021	41,850	60,808,270
Total Capital Assets, Being Depreciated	<u>107,725,011</u>	<u>11,798,086</u>	<u>852,076</u>	<u>118,671,021</u>
Total Capital Assets	<u>126,608,568</u>	<u>13,564,455</u>	<u>4,238,237</u>	<u>135,934,787</u>
Less Accumulated Depreciation For				
Land Improvements	8,870,752	875,169	122,515	9,623,406
Buildings	5,748,271	588,499	-	6,336,770
Vehicles	5,284,051	750,335	292,640	5,741,746
Machinery and Equipment	6,093,109	695,599	295,165	6,493,543
Infrastructure	17,085,939	1,587,747	14,868	18,658,818
Total Accumulated Depreciation	<u>43,082,122</u>	<u>4,497,349</u>	<u>725,187</u>	<u>46,854,283</u>
Total Capital Assets, Being Depreciated, Net	<u>64,642,890</u>	<u>7,300,737</u>	<u>126,889</u>	<u>71,816,738</u>
Total Capital Assets, Net	<u>\$ 83,526,447</u>	<u>\$ 9,067,106</u>	<u>\$ 3,513,050</u>	<u>\$ 89,080,504</u>

*as restated (see Note 14)



CITY OF GOLDEN, COLORADO

**Notes to Financial Statements
December 31, 2015**

	Balance 12/31/2014*	Additions	Deletions	Balance 12/31/2015
Business-Type Activities				
Capital Assets, Not Being Depreciated				
Land	\$ 6,889,344	\$ -	\$ -	\$ 6,889,344
Construction in Progress	773,791	342,001	93,120	1,022,672
Water Rights	14,779,180	-	-	14,779,180
Artwork	6,835	-	-	6,835
Total Capital Assets, Not Being Depreciated	<u>22,449,150</u>	<u>342,001</u>	<u>93,120</u>	<u>22,698,031</u>
Capital Assets, Being Depreciated				
Land Improvements	21,175,317	-	10,882	21,164,435
Buildings	29,273,665	-	129,139	29,144,526
Machinery and Equipment	8,178,668	2,441,571	374,587	10,245,652
Infrastructure	85,450,551	1,819,649	-	87,270,200
Total Capital Assets, Being Depreciated	<u>144,078,201</u>	<u>4,261,220</u>	<u>514,609</u>	<u>147,824,813</u>
Total Capital Assets	<u>166,527,351</u>	<u>4,603,221</u>	<u>607,729</u>	<u>170,522,844</u>
Less Accumulated Depreciation For				
Land Improvements	10,526,735	910,951	2,079	11,435,607
Buildings	9,899,984	632,667	64,304	10,468,347
Machinery and Equipment	4,922,147	504,327	343,469	5,083,005
Infrastructure	28,289,990	1,789,838	-	30,079,828
Total Accumulated Depreciation	<u>53,638,856</u>	<u>3,837,783</u>	<u>409,852</u>	<u>57,066,787</u>
Total Capital Assets, Being Depreciated, Net	<u>90,439,344</u>	<u>423,437</u>	<u>104,757</u>	<u>90,758,026</u>
Total Capital Assets, Net	<u>\$ 112,888,494</u>	<u>\$ 765,438</u>	<u>\$ 197,877</u>	<u>\$ 113,456,057</u>

* as restated (see Note 14)

CITY OF GOLDEN, COLORADO

**Notes to Financial Statements
December 31, 2015**

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

Governmental Activities

General Government	\$ 241,164
Police	98,864
Fire	283,168
Public Works	2,104,027
Parks and Recreation	686,468
Internal Service Funds	
Fleet Service	957,000
Information Technology	126,657
Total Governmental Activities	<u>\$ 4,497,349</u>

Business-Type Activities

Water	\$ 1,554,178
Wastewater	440,261
Drainage	381,054
Golf Course	677,198
Community Center	352,938
Splash Aquatic Park	194,001
Cemetery Operations	36,506
Rooney Road Sports Complex	178,721
Museum	22,926
Total Business-Type Activities	<u>\$ 3,837,783</u>

NOTE 5: CONSTRUCTION COMMITMENTS

As of December 31, 2015, the City has several construction projects in progress. These include on-going road and pedestrian projects, and other Parks and Recreation projects.

Public Works Construction Projects	\$ 1,753,631	\$ 5,877,514	\$ 7,631,145
Parks and Recreation On-going Projects	125,825	1,819,175	1,945,000
Total	<u>\$ 1,879,456</u>	<u>\$ 7,696,689</u>	<u>\$ 9,576,145</u>

CITY OF GOLDEN, COLORADO

**Notes to Financial Statements
December 31, 2015**

NOTE 6: LONG-TERM DEBT

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

	Balance 12/31/14	Additions	Payments/ Reductions	Balance 12/31/15	Due within one year
Governmental-Type Activities					
Revenue Bonds	\$ 12,445,000	\$ -	\$ 1,880,000	\$ 10,565,000	\$ 1,935,000
Premium	998,248	-	162,532	835,716	-
Discount	(60,596)	-	(10,095)	(50,501)	-
Certificates of Participation	9,995,000	-	655,000	9,340,000	685,000
Compensated Absences	1,394,367	161,815	213,429	1,342,753	25,000
Total	<u>\$ 24,772,019</u>	<u>\$ 161,815</u>	<u>\$ 2,900,866</u>	<u>\$ 22,032,968</u>	<u>\$ 2,645,000</u>

Compensated absences are expected to be liquidated primarily with revenues of the General Fund.

	Balance 12/31/14	Additions	Payments/ Reductions	Balance 12/31/15	Due within one year
Business-Type Activities					
Revenue Bonds	\$ 7,190,000	\$ 3,300,000	\$ 3,915,000	\$ 6,575,000	\$ 920,000
Premium	29,223	-	5,845	23,378	-
Compensated Absences	347,444	24,270	32,352	339,362	61,085
Total	<u>\$ 7,566,667</u>	<u>\$ 3,324,270</u>	<u>\$ 3,953,197</u>	<u>\$ 6,937,740</u>	<u>\$ 981,085</u>

Revenue Bonds

The City issued revenue bonds in its Sales and Use Tax Capital Improvement Fund, Water Utility Enterprise Fund and Drainage Utility Enterprise Fund to provide funds for major capital acquisitions and construction. Sales and Use Tax Refunding Revenue bonds pledge 1-cent of the City's 3-cent sales tax for debt service. During the year ended December 31, 2015, pledged sales and use tax revenues of \$6,368,318 were available to pay annual debt service of \$2,408,300. Remaining Sales and Use Tax Revenue Bonds debt service at December 31, 2015 was \$12,037,050. The Drainage Utility Refunding Bonds pledge drainage utility fees for payment of debt service; net drainage utility revenues of \$835,921 were available to pay annual debt service of \$348,450. Remaining Drainage Utility Refunding Bond debt service at December 31, 2015 was \$1,175,150. The Water Revenue Bonds pledge water utility fees for payment of debt service. During the year ended December 31, 2015, net water revenues of \$2,287,081 were available to pay annual debt service of \$904,553. Remaining Water Revenue Bond debt service at December 31, 2015 was \$6,116,594. The City issued \$3,300,000 of Water Revenue Refunding bonds on December 8, 2015, to refund the remaining 2006 Water Revenue Bonds Series A and B, realizing a present value savings of \$212,715 and a total savings of \$234,866 on the transaction.

CITY OF GOLDEN, COLORADO

**Notes to Financial Statements
December 31, 2015**

Revenue bonds outstanding at December 31, 2015, are as follows:

2010 Sales and Use Tax Refunding Revenue Bonds; interest ranging from 2.5% to 5.0% payable semiannually; bond principal payable annually beginning in 2010 with final payment in 2020.	\$ 10,565,000
2009 Drainage Utility Enterprise Revenue Refunding Bonds; interest ranging from 2.0% to 4.0% payable semiannually; bond principal payable annually beginning in 2009 with final payment in 2019.	1,080,000
2013 Water Revenue Bonds; interest 2.45% payable semiannually; bond principal payable annually beginning in 2014 with final payment in 2022.	2,195,000
2015 Water Revenue Bonds; interest 2.03% payable semiannually; bond principal payable annually beginning in 2016 with final payment in 2025	<u>3,300,000</u>
Total Revenue Bonds	<u><u>\$ 17,140,000</u></u>

The following schedule represents the City's debt service requirements to maturity for outstanding revenue bonded debt at December 31, 2015:

Year Ending December 31	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2016	1,935,000	471,900	920,000	155,938
2017	2,030,000	375,150	900,000	136,474
2018	2,100,000	308,000	850,000	112,472
2019	2,200,000	213,500	715,000	88,080
2020	2,300,000	103,500	555,000	69,188
2021-2025	-	-	2,635,000	154,592
	<u>\$ 10,565,000</u>	<u>\$ 1,472,050</u>	<u>\$ 6,575,000</u>	<u>\$ 716,744</u>

CITY OF GOLDEN, COLORADO

Notes to Financial Statements

December 31, 2015

Certificates of Participation

In March, 2006, the City entered into an annually-renewable lease purchase agreement with Golden Capital Leasing Corporation (GCLC) for the purpose of financing City shop facilities and improvements to a fire station. Certificates of Participation in the lease, representing assignments of GCLC's interest in the City's rental payments, were sold to investors, with the net proceeds of \$14,360,000 being used for construction of the improvements. GCLC also assigned its interest in the leased property to the trustee for the Certificate holders. While the lease does not constitute an indebtedness of the City for state law purposes because it is subject to annual appropriation, it is treated as a capital lease for financial reporting purposes pursuant to generally accepted accounting principles applicable to governmental units. The rentals under the lease consist of separately identified principal and interest components. Payments of the principal component are due semiannually on December 1, through 2026. The interest component accrues at rates ranging from 4.0% to 4.5% and is payable semiannually on June 1 and December 1.

The following schedule represents the City's debt service requirements to maturity for outstanding certificates of participation debt at December 31, 2015:

Year Ending December 31	Governmental Activities	
	Principal	Interest
2016	685,000	408,396
2017	710,000	380,996
2018	740,000	352,596
2019	770,000	322,257
2020	805,000	288,569
2021-2025	4,585,000	872,100
2026-2030	1,045,000	47,025
	<u>\$ 9,340,000</u>	<u>\$ 2,671,939</u>

Net book value of capital assets acquired as part of the Certificates of Participation are as follows:

Asset Type	Governmental Activities
Land Improvements	\$ 2,992,174
Building and Building Improvements	7,078,535
Furniture & Fixtures	74,137
Machinery & Tools	102,664
Total	<u>\$ 10,247,510</u>

CITY OF GOLDEN, COLORADO

Notes to Financial Statements

December 31, 2015

NOTE 7: POLICE SEIZURE FUNDS

The Colorado Contraband Forfeiture Act allows law enforcement agencies to retain proceeds from the seizure of contraband. The law further provides that these funds are not subject to appropriation by City Council. The City of Golden Police Department may spend the funds of law enforcement activities at its discretion. On December 31, 2015, the City had \$59,598 in trust for police seizure funds, which was recorded as unearned revenue in the General Fund.

NOTE 8: COMMITMENTS AND CONTINGENCIES

A. Water and Sewage Treatment Agreement with the Adolph Coors Company

The City entered into an agreement with the Adolph Coors Company (Coors) on December 27, 1979, whereby the City of Golden and Coors agreed to maximize the use of and yield from its respective Clear Creek water rights and minimize cash outlay by the City. Coors treats all of the City's sewage deliverable to the Coors wastewater treatment system and the City provides Coors as much developed nontributary or reusable storage water as possible. This agreement has been modified by subsequent amendments and, in general, provides that the amount of payment Coors receives, whether by the provision of water or by the payment of money for the provision of sewage treatment and disposal, shall be determined by component prices as originally accepted and adjusted quarterly. The adjustment is made on the basis of the value of money at the adjustment date as reflected by the consumer price index of the U.S. Department of Commerce. The term of this agreement extends for so long as Coors continues to operate a brewery near Golden, Colorado. In the unlikely event that Coors should not maintain a brewery near the City, the City would be obligated to purchase the wastewater treatment system from the company. For the year ended December 31, 2015, the City sold \$637,185 of water under this agreement and incurred \$467,921 in sewage treatment expense. The City reflects the revenue from these transactions in its Water Enterprise Fund and the expense in its Wastewater Enterprise Fund.

B. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City uses Internal Service Funds to account for these various risks. Property and liability self-insurance is accounted for in the Insurance Fund. The Medical Benefit Plan Fund accounts for self-insurance of employee medical claims. The Workers' Compensation Insurance Fund accounts for employee workers' compensation claims. Each fund reduces loss exposure by purchasing individual and aggregate stop-loss insurance. On December 31, 2015 there were claims liabilities of \$5,950 in the Insurance Fund, \$118,477 in the Workers' Compensation Insurance Fund, and \$252,398 in the Medical Benefit Plan Fund which reflect incurred but not reported claims that may be expected to be paid out of future resources but represent liabilities to the fund in the current year. Each reserve was computed based on a historical review of claim experience.

CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2015

Changes in claims payable for the years ended December 31, 2014, and 2015, were as follows:

	Property & Liability Insurance	Medical Benefit Plan	Workers' Compensation Insurance
Claims Payable 12/31/2013	\$ 28,800	\$ 260,035	\$ 183,089
2013 Claims and Changes in Estimate	308,009	1,374,576	124,759
Claim Payments	(317,253)	(1,406,171)	(132,756)
Claims Payable 12/31/2014	19,556	228,440	175,092
2015 Claims and Changes in Estimate	111,093	1,874,012	124,493
Claim Payments	(124,699)	(1,850,054)	(181,108)
Claims Payable, 12/31/2015	<u>\$ 5,950</u>	<u>\$ 252,398</u>	<u>\$ 118,477</u>

The City self-insures for health benefit claims up to a maximum of \$75,000 per claim and up to an annual aggregate of \$2,000,000. Insurance policies have been purchased to cover losses above these limits. Settled claims have not exceeded this coverage in any of the past three fiscal years.

The City participates in the Colorado Intergovernmental Risk Sharing Agency (CIRSA) for property, liability and workers' compensation coverage. CIRSA is a separate and legal entity that was formed by intergovernmental agreement by member municipalities pursuant to the provisions of 24-10-115.5, 29-1-201 et. seq., 29-13-102, 84-44-101(1)(c) and (3), and 84-44-204, C.R.S., as amended, and Colorado Constitution, Article XIV, Section 18(2). Membership is generally restricted to Colorado municipalities that are members of the Colorado Municipal League.

The purposes of CIRSA are to provide property, liability and workers' compensation coverages and related services for its member municipalities through joint self-insurance and excess insurance.

It is the intent of the members of CIRSA to create an entity in perpetuity that will administer and use funds contributed by the members to defend and indemnify, in accordance with the Bylaws, any member of CIRSA against stated liability or loss, to the limit of the financial resources of CIRSA. It is also the intent of the members to have CIRSA provide continuing stability and availability of needed coverages at reasonable costs.

All income and assets of CIRSA shall be at all times dedicated to the exclusive benefit of its members. The board of directors may credit member municipalities' future contributions in the event of a surplus. Although it has never occurred, CIRSA member municipalities are subject to a supplemental assessment in the event of a deficiency.

The deductible paid by the City for property and liability per occurrence is \$5,000 and \$100,000, respectively. The auto liability deductible is \$50,000 and the auto physical damage deductible is \$2,500 per occurrence.

The deductible paid by the City for workers' compensation in each incident is \$100,000. The excess of loss contract for workers' compensation coverage limits CIRSA's per occurrence exposure to \$400,000 and provides coverage to statutory limits for the State of Colorado. The statutory limit for employer liability is \$1,000,000.

CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2015

D. Litigation

The City is a defendant in several lawsuits. The City attorney estimates that the potential claims against the City not covered by insurance resulting from such litigation would not materially affect the financial statements of the City.

NOTE 9: RETIREMENT COMMITMENTS

A. City of Golden Police and Fire Pension Plan

The City of Golden contributes to a single-employer defined contribution money purchase plan on behalf of certain designated police and fire department employees who have reached the age of 21-years and are full-time, paid, sworn police officers or who are full-time, paid firefighters. The City contributes 13% and employees contribute a chosen percentage of the employee's base salary. This contribution rate and other provisions are established and may be amended by City Council. During the year ended December 31, 2015, employees and the City made the required contributions to the plan of \$394,996 and \$248,362 (calculated as contributions of \$623,240 less forfeitures of \$374,878) respectively. The five-year vesting schedule is as follows: 0% at 1 year full-time service; 40% at 2 years; 60% at 3 years; 80% at 4 years; and 100% at 5 years. In 1988, an amendment was made to the Plan Document to incorporate loans as an investment option. Participants may borrow up to 50% of vested balances as an investment option. Loans outstanding at December 31, 2015, are \$263,561. Authority for establishing or amending the plan's provisions rests with the City Council.

All of the Police and Fire Pension Plan investments as of December 31, 2015 totaling \$18,465,976 are managed and administered by the International City Managers Association Retirement Corporation and are invested in mutual funds.

B. City of Golden City Pension Plan

All City employees outside of sworn Police and Fire personnel participate in social security. Additionally, the City of Golden contributes to a single-employer defined contribution money purchase plan on behalf of all full-time permanent employees outside of the Police and Fire departments. The City contributes 5% and employees contribute 2% of the employee's base salary. The City also contributes a matching percentage for employees that participate in the deferred compensation plan up to 3%. The contribution rates and other provisions are established and may be amended by City Council. During the year ended December 31, 2015, employees and the City made the required contributions to the plan of \$187,221 and \$409,016 (calculated as contributions of \$689,274 less forfeitures of \$280,258), respectively. The vesting schedule is as follows: a plan participant will be vested 20% from the date of hire, 40% after one full year of service, 60% after two full years of service, 80% after three full years of service and 100% after four full years of service for the City's contribution. Additionally, loans to participants of up to 50% of vested balances are available for hardship withdrawals. Loans outstanding at December 31, 2015, are \$145,503. Authority for establishing or amending the plan's provisions rests with the City Council.

All of the City Pension Plan cash and investments as of December 31, 2015 totaling \$14,462,605 are managed and administered by the International City Managers Association Retirement Corporation and are invested in mutual funds.



CITY OF GOLDEN, COLORADO

Notes to Financial Statements

December 31, 2015

C. City of Golden Volunteer Firefighters Pension Plan

Plan Description - The City has established an agent multi employer defined benefit pension plan for volunteer firefighters as authorized by State of Colorado statute. The plan is administered by the Fire and Police Pension Association (FPPA). Any firefighter who has both reached the age of 50 and completed 20 years of active service shall be eligible for a monthly pension. Vesting for reduced monthly pension benefits begins at 10 years of service, with full pension after 20 years. A firefighter who is disabled in the line of duty and whose disability is considered permanent shall be compensated in an amount determined by the Board of Trustees to be reasonable and proper considering the financial condition of the fund. The plan also provides for a lump-sum burial benefit upon the death of an active or retired firefighter. Spouses of deceased firefighters may receive benefits as authorized by State statute. Effective January 1, 2011, the plan was closed to new volunteer firefighters. The annual financial report of FPPA may be obtained by contacting FPPA at www.fppaco.org.

Funding Policy - The Volunteer Firefighters Pension Plan receives contributions from the City in an amount not to exceed one-half mill of property tax revenue. As established by the Legislature, the State of Colorado contributes up to 90% of the City's contribution and the City recognizes the State's contribution as an on-behalf payment of fringe benefits. The contributions are not actuarially determined. An actuary is used to determine the adequacy of contributions. The actuarial study as of January 1, 2013, indicated that the current levels of contributions to the fund are not adequate to support the prospective benefits for the present plan on an actuarially sound basis. The City has since increased its annual contribution.

Contributions - For the year ended December 31, 2015, the City and State actual contributions were \$120,000 and \$77,940, respectively. The required contribution was determined as part of the January 1, 2015, actuarial valuation using the entry age normal cost method.

Actuarial assumptions included the following:

- Interest rate – 7.5% per annum, compounded annually, net of operating expenses
- Inflation rate – 3%
- Retirement - Age 50 and 20 years of service, minimum vesting at 10 years
- Disability - Graduated rates for all disabilities
- Mortality – RP-2000 Generational Mortality Tables
- Separation - Graduated rates for all withdrawals
- Marital Status - 90% married
- Asset Valuation – Five year smoothed fair value method

Based on an amortization period of 20 years using the level dollar method on an open basis, the plan's expected contributions exceed the amount recommended to eliminate the unfunded actuarial accrued liability.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.

At December 31, 2015, the City reported a net pension liability of \$1,877,608. The net pension liability was measured as of December 31, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2013. Standard update procedures were used to roll forward the total pension liability to December 31, 2014.



CITY OF GOLDEN, COLORADO

**Notes to Financial Statements
December 31, 2015**

For the year ended December 31, 2015, the City recognized pension income of \$13,764. At December 31, 2015, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Net Deferred Outflows/(Inflows) of Resources</u>
Differences between expected and actual experience	\$ 80,802	\$ -	\$ 80,802
Assumption Changes	-	(488,777)	(488,777)
Net Difference between projected and actual earnings on pension plan investments	18,189	-	18,189
Contributions subsequent to the measurement date	<u>120,000</u>	<u>-</u>	<u>120,000</u>
Total	<u>\$ 218,991</u>	<u>\$ (488,777)</u>	<u>\$ (269,786)</u>

The City's contributions subsequent to the measurement date of \$120,000 reported as deferred outflows of resources related to pensions will be recognized as a reduction of the net pension liability in the year ended December 31, 2016.

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

<u>Year Ending December 31</u>	<u>Net Deferred Outflows/(Inflows) of Resources</u>
2016	\$ (134,189)
2017	(134,189)
2018	(125,956)
2019	4,548
2020	-
Thereafter	-
<u>Total</u>	<u>\$ (389,786)</u>

CITY OF GOLDEN, COLORADO

**Notes to Financial Statements
December 31, 2015**

As of the most recent analysis of the long-term expected rate of return, the target allocation and 5 year real rates of return for each major asset class are summarized in the following table:

Asset Class	<u>Target Allocation</u>	<u>Annualized 5 Year Return Percentage</u>
Global Equity	40%	9.97
Illiquid Alternatives	18%	16.17
Fixed Income	15%	5.05
Absolute Return	12%	4.03
Equity Long/Short	10%	6.39
Managed Futures	4%	14.37
Cash	1%	

The following presents the net pension liability calculated using the discount rate of 7.5%, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.5 percent) or 1-percentage-point higher (8.5 percent) than the current rate:

<u>1% Decrease 6.5%</u>	<u>Current Single Discount Rate Assumption</u>	<u>1% Increase 8.5%</u>
\$ 2,422,489	\$ 1,877,608	\$ 1,426,381

D. Deferred Compensation Plan

The City offers its employees deferred compensation plans created in accordance with Internal Revenue Code Section 457. The plans are available to all City employees and permit them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. Investments are held in trust exclusively for the benefit of the employees and are managed by the trustees under a number of investment options. The choice of investment option(s) is made by the participant. The plan is managed and administered by the International City Managers Association Retirement Corporation and are invested in mutual funds.

E. Retirement Health Saving Plan (VantageCare)

The City enrolls employees into the Retirement Health Savings upon eligibility. VantageCare RHS is a retirement health benefit savings vehicle that gives participants the opportunity to accumulate assets to pay for medical expenses (e.g., health insurance and prescription expenses) in retirement on a tax-free basis. The plan utilizes excess sick leave placed into an employee's account at the end of each year and upon separation from employment. Funds are available for use upon separation from employment to pay for medical expenses. Investments are held in trust exclusively for the benefit of the employees and are managed by the trustees under a number of investment options. The choice of investment option(s) is made by the participant. The plan is managed and administered by the International City Managers Association Retirement Corporation and are invested in mutual funds.

CITY OF GOLDEN, COLORADO

Notes to Financial Statements

December 31, 2015

F. Volunteer Firefighter Length of Service Award Defined Contribution Plan

The City of Golden contributes to a Volunteer Firefighter Length of Service Award Plan (LOSAP), which accumulates resources for benefit payments to qualified volunteer firefighters. The LOSAP is considered a defined contribution plan according to GASB Statement No. 67. An individual account is provided for each member, the plan terms define the amount of contributions that the employer is required to make to an active plan member's account for the periods in which the plan member renders service, and the award that the plan member receives depends only on the contributions to the plan.

During the years ended December 31, 2014 and December 31, 2015, the City made contributions to the plan of \$120,170 and \$113,567 respectively.

NOTE 10: TAXPAYER BILL OF RIGHTS (TABOR) AMENDMENT TO THE COLORADO CONSTITUTION

On November 3, 1992, Colorado voters approved the Taxpayer Bill of Rights (TABOR) amendment to the Colorado Constitution. This measure contains both revenue and spending limits.

Annual property tax increases and spending increases are limited to the increase in the Consumer Price Index for the Denver - Boulder area plus a local annual growth factor determined by net new construction on real property. Additionally, the measure requires voter approval for any new bonded debt. The measure applies to all City funds except the Conservation Trust Fund, the Water Enterprise Fund, the Wastewater Enterprise Fund, and the Drainage Enterprise Fund.

On November 7, 1995, Golden voters approved the retention by the City of all revenues generated and received during 1995 and subsequent years from sales and use taxes, property taxes, fees, fines, charges, grants, donation and interest earnings notwithstanding the revenue and spending limits contained in the TABOR Amendment to the Colorado Constitution. Management believes the City is in compliance with the TABOR Amendment.

For 2015, the City was required to reserve 3% of its fiscal year spending as "emergency reserves." The TABOR emergency reserve of \$1,050,000 has been recorded as restricted fund balance in the General Fund.

NOTE 11: DISCRETELY PRESENTED COMPONENT UNIT

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

	Balance at December 31, 2014	Additions	Payments	Balance at December 31, 2015
Tax Revenue Note Payable	\$ 479,123	\$ -	\$ 479,123	\$ -
	\$ 479,123	\$ -	\$ 479,123	\$ -

Tax Increment Revenue Note

On November 22, 2005, the Authority entered into a non-revolving loan agreement with Colorado Business Bank (the Lender) for a maximum of \$8,750,000, to be drawn upon over time in minimum increments of \$250,000. All advances must be drawn prior to November 1, 2009. The Authority should make principal and interest payments on the loan commencing June 1, 2006, and continuing on June 1 and December 1 of each

CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2015

calendar year thereafter during the term of the loan. The amount of such principal payments was (a) based on a level amortization schedule of the remainder of the term of the loan; (b) calculated by the Lender of December 1 of each year during the term of this agreement, commencing on December 1, 2005; and (c) based on the then current outstanding principal balance of the loan. The loan bore interest at 3.61%.

A portion of the proceeds from this loan were used to pay-off the loans with Wells Fargo and the City. The remainder of the loan proceeds was used for the construction of a public parking garage in Golden, Colorado.

The tax increment revenue note included several covenants, the most significant of which required the Authority to maintain a "Minimum Senior Debt Service Coverage Ratio" of at least 1.0, as defined in the loan agreement. The Authority was also required to maintain a debt service reserve account equal to 10% of the withdrawn balance on the loan up to \$500,000. As of December 31, 2015, there was no outstanding balance on this loan.

NOTE 12: COMPLIANCE AND ACCOUNTABILITY

During the year ended December 31, 2015, actual expenses exceeded appropriations for the Drainage Fund by \$11,408 due to increased full-time salaries and capital expenses. The over-expense was funded with available net position.

NOTE 13: SUBSEQUENT EVENTS

On March 11, 2016, the City signed a commitment with UMB Bank, N.A. to refund the City's outstanding Certificates of Participation, Series 2006 in December of 2016 through tax-exempt lease-purchase financing. The City will realize a present value savings of \$1,221,095 and a total savings of \$1,325,788 on the transaction.

NOTE 14: RESTATEMENT OF NET POSITION/FUND BALANCE

For the year ended December 31, 2015, the City adopted the provisions of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* (GASB No. 68), and the related GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*, an amendment of GASB Statement No. 68, which are effective for financial statements for periods beginning after June 15, 2014. GASB No. 68 revises and establishes new financial reporting requirements for most governments that provide their employees with pension benefits. GASB No. 68 requires employers to report their unfunded pension liability. The effect of implementing this GASB standard was to change how the City accounts and reports the net pension liability.

Additionally, as a result of infrastructure capital asset corrections to the Water Fund, Wastewater Fund and Drainage Fund assets, the City also restated beginning net position. These corrections resulted in changes to the Water Fund, Wastewater Fund and Drainage Fund capital assets, accumulated depreciation, as well as governmental activities capital assets and related accumulated depreciation.

Implementation of the GASB Statements No. 68 and 71 and the change in infrastructure capital assets resulted in a restatement of the prior period net position as shown in the table below.

CITY OF GOLDEN, COLORADO

**Notes to Financial Statements
December 31, 2015**

	Governmental Activities Beginning Net Position	Business Type Activities Beginning Net Position
2014 Ending Net Position	\$ 81,523,654	\$ 100,155,494
GASB Statement No. 68 Implementation: Net Pension Liability at December 31, 2013 (measurement date)	(2,401,158)	-
GASB Statement No. 71 Implementation: Deferred Outflows of Resources made January 1, 2014 through December 31, 2014	120,000	-
Total GASB Statement Nos. 68 and 71 Implementation Changes	(2,281,158)	-
Reduction of Capital Assets Being Depreciated	(24,238,668)	-
Addition of Capital Assets Being Depreciated	-	17,923,616
Reduction of Total Accumulated Depreciation	18,241,974	-
Addition of Total Accumulated Depreciation	-	(6,441,594)
Subtotal	(5,996,694)	11,482,022
Transfers of Capital Contributions from Governmental Activities to Business-Type Activities	(3,484,937)	3,484,937
Transfers of Capital Contributions from Business-Type Activities to Governmental Activities	1,669,916	(1,669,916)
Total Capital Asset Changes	(7,811,715)	13,297,043
Total Revised Net Position, as restated, 2015	\$ 71,430,781	\$ 113,452,537

Required Supplementary Information

City of Golden, Colorado
 SCHEDULE OF CHANGES IN NET PENSION LIABILITY/ (ASSET) AND RELATED RATIOS MULTIYEAR
 VOLUNTEER FIREFIGHTERS' PENSION PLAN
 For the Year Ended December 31, 2015

Measurement period ending December 31,	2014*
Total Pension Liability	
Service Cost	\$ 78,811
Interest on the Total Pension Liability	326,723
Benefit Changes	-
Difference between Expected and Actual Experience	108,279
Assumption Changes	(654,990)
Benefit Payments	(389,110)
Net Change in Total Pension Liability	(530,287)
Total Pension Liability - Beginning	5,322,438
Total Pension Liability - Ending (a)	\$ 4,792,151
 Plan Fiduciary Net Position	
Employer Contributions	\$ 120,000
Pension Plan Net Investment Income	189,147
Benefit Payments	(389,110)
Pension Plan Administrative Expense	(4,714)
State of Colorado supplemental discretionary payment	77,940
Net Change in Polan Fiduciary Net Position	(6,737)
Plan Fiduciary Net Position - Beginning	2,921,280
Plan Fiduciary Net Position - Ending (b)	2,914,543
Net Pension Liability/(Asset) - Ending (a) - (b)	1,877,608
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	60.82%
Covered Employee Payroll	N/A
Net Pension Liability as a Percentage of Covered Employee Payroll	N/A

* The amount presented for the fiscal year was determined as of December 31 based on the measurement date of the Plan. Information earlier than 2014 was not available.

Required Supplementary Information

City of Golden, Colorado SCHEDULE OF CONTRIBUTIONS MULTIYEAR

For the Year Ended December 31, 2015

FY Ending December 31,*	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a % of Covered Payroll
(a)	(b)	(c)	(d) = (b) - (c)	(e)	(f)
2014	\$ 254,207	\$ 197,940	\$ 56,267	N/A	N/A
2015	\$ 254,207	\$ 197,940	\$ 56,267	N/A	N/A

* The amounts presented for each fiscal year were determined as of December 31. Information earlier than 2014 was not available.





GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

Conservation Trust Fund - accounts for lottery proceeds received from the State government. Spending is restricted to the development or improvement of City parks. The City's share is determined primarily by population data.

Golden Downtown General Improvement District (GDGID) Fund - accounts for monies received from the collection of tax revenues generated through the assessment of an annual mill levy. Expenditures are for the purchase of parking lots and the construction of parking improvements in and around the Golden downtown area. While a separate legal entity from the City, the GDGID is blended with the City's financial statements since City Council acts as the GDGID Board of Directors.

CAPITAL PROJECTS FUNDS

Capital projects funds are used to account for revenues and expenditures dedicated to capital improvements projects.

Capital Programs Fund - accounts for capital projects and resources which are not required to be accounted for in another fund.

Open Space Fund - accounts for parkland acquisition and development projects funded from the City's attributable share of Jefferson County's Open Space Program. Funding for the Program comes from a 1/2 cent county wide sales tax.

Sales and Use Tax Capital Improvements Fund - accounts for revenues collected from a 1 cent sales and use tax earmarked for capital improvements voted in by electors in 1991.

PERMANENT FUND

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the reporting government's programs.

Cemetery Perpetual Care Fund – This fund is used to account for principal trust amounts received and related interest income. The interest portion of the trust can be used to maintain the City's cemetery.



City of Golden, Colorado
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 December 31, 2015

	Special Revenue Funds			
	Conservation Trust	Golden Downtown General Improvement District	Downtown Development Authority	Total
ASSETS				
Cash and Cash Equivalents	\$ 215,919	\$ 187,134	\$ 459,452	\$ 862,505
Accounts Receivable	-	288	21,085	21,373
Property Taxes Receivable	-	29,221	240,613	269,834
Due from Other Governments	-	-	-	-
Interfund Receivable	-	-	-	-
TOTAL ASSETS	\$ 215,919	\$ 216,643	\$ 721,150	\$ 1,153,712
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts Payable	46,410	-	62,104	108,514
Total Liabilities	46,410	-	62,104	108,514
Deferred Inflows of Resources				
Deferred Property Taxes	-	29,221	240,613	269,834
Total Deferred Inflows of Resources	-	29,221	240,613	269,834
Fund Balances				
Nonspendable:				
Permenent fund principal	-	-	-	-
Restricted for:				
Parks & Recreation	169,509	-	-	169,509
Parking Improvements	-	187,422	-	187,422
Cemetery Maintenance	-	-	-	-
Downtown Improvements	-	-	418,433	418,433
Assigned for:				
Street Improvements	-	-	-	-
Parks & Recreation	-	-	-	-
Total Fund Balances	169,509	187,422	418,433	775,364
TOTAL LIABILITIES AND FUND BALANCES	\$ 215,919	\$ 216,643	\$ 721,150	\$ 1,153,712

Capital Projects Funds			Permanent Fund	Total Nonmajor Governmental Funds 2015
Capital Programs	Open Space	Total	Cemetery Perpetual Care	
\$ 123,011	\$ 611,538	\$ 734,549	\$ 392,025	\$ 1,989,079
-	-	-	160	21,533
-	-	-	-	269,834
40,482	111,052	151,534	-	151,534
-	-	-	1,300,032	1,300,032
<u>\$ 163,493</u>	<u>\$ 722,590</u>	<u>\$ 886,083</u>	<u>\$ 1,692,217</u>	<u>\$ 3,732,012</u>
15,924	40,587	56,511	-	165,025
<u>15,924</u>	<u>40,587</u>	<u>56,511</u>	<u>-</u>	<u>165,025</u>
-	-	-	-	269,834
-	-	-	-	<u>269,834</u>
-	-	-	1,444,806	1,444,806
-	-	-	-	169,509
-	-	-	-	187,422
-	-	-	247,411	247,411
-	-	-	-	418,433
147,569	-	147,569	-	147,569
-	682,003	682,003	-	682,003
<u>147,569</u>	<u>682,003</u>	<u>829,572</u>	<u>1,692,217</u>	<u>3,297,153</u>
<u>\$ 163,493</u>	<u>\$ 722,590</u>	<u>\$ 886,083</u>	<u>\$ 1,692,217</u>	<u>\$ 3,732,012</u>



City of Golden, Colorado
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 For the Year Ended December 31, 2015

	Special Revenue Funds			Total
	Conservation Trust	Golden Downtown General Improvement District	Downtown Development Authority	
REVENUES				
Taxes	\$ -	\$ 30,223	\$ 226,042	\$ 256,265
Intergovernmental	189,212	-	300,000	489,212
Charges for Services	-	-	-	-
Investment Income	-	127	147	274
Miscellaneous	-	146,732	3,420	150,152
TOTAL REVENUES	<u>189,212</u>	<u>177,082</u>	<u>529,609</u>	<u>895,903</u>
EXPENDITURES				
Current				
General Government	-	23,338	211,176	234,514
Capital Outlay	93,244	-	-	93,244
TOTAL EXPENDITURES	<u>93,244</u>	<u>23,338</u>	<u>211,176</u>	<u>327,758</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>95,968</u>	<u>153,744</u>	<u>318,433</u>	<u>568,145</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	100,000	100,000
Transfers (Out)	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>100,000</u>	<u>100,000</u>
NET CHANGE IN FUND BALANCES	95,968	153,744	418,433	668,145
FUND BALANCES, Beginning	<u>73,541</u>	<u>33,678</u>	<u>-</u>	<u>107,219</u>
FUND BALANCES, Ending	<u><u>\$ 169,509</u></u>	<u><u>\$ 187,422</u></u>	<u><u>\$ 418,433</u></u>	<u><u>\$ 775,364</u></u>

Capital Projects Funds			Permanent Fund	Total Nonmajor Governmental Funds
Capital Programs	Open Space	Total	Cemetery Perpetual Care	2015
\$ -	\$ -	\$ -	\$ -	\$ 256,265
538,966	616,440	1,155,406	-	1,644,618
19,198	-	19,198	60,910	80,108
-	3,143	3,143	14,783	18,200
-	-	-	-	150,152
<u>558,164</u>	<u>619,583</u>	<u>1,177,747</u>	<u>75,693</u>	<u>2,149,343</u>
-	-	-	-	234,514
<u>1,953,531</u>	<u>231,317</u>	<u>2,184,848</u>	<u>-</u>	<u>2,278,092</u>
<u>1,953,531</u>	<u>231,317</u>	<u>2,184,848</u>	<u>-</u>	<u>2,512,606</u>
<u>(1,395,367)</u>	<u>388,266</u>	<u>(1,007,101)</u>	<u>75,693</u>	<u>(363,263)</u>
1,337,800	-	1,337,800	-	1,437,800
-	(423,930)	(423,930)	-	(423,930)
<u>1,337,800</u>	<u>(423,930)</u>	<u>913,870</u>	<u>-</u>	<u>1,013,870</u>
(57,567)	(35,664)	(93,231)	75,693	650,607
<u>205,136</u>	<u>717,667</u>	<u>922,803</u>	<u>1,616,524</u>	<u>2,646,546</u>
<u>\$ 147,569</u>	<u>\$ 682,003</u>	<u>\$ 829,572</u>	<u>\$ 1,692,217</u>	<u>\$ 3,297,153</u>



City of Golden, Colorado
 BUDGETARY COMPARISON SCHEDULE
 SALES AND USE TAX CAPITAL PROJECTS FUND
 For the Year Ended December 31, 2015

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Taxes	\$ 5,975,500	\$ 5,975,500	\$ 6,368,318	\$ 392,818
Intergovernmental	6,500,000	6,500,000	1,009,650	(5,490,350)
Investment Income	5,000	5,000	3,495	(1,505)
Sales of Assets	500,000	500,000	-	(500,000)
Miscellaneous	177,579	177,579	292,857	115,278
TOTAL REVENUES	13,158,079	13,158,079	7,674,320	(5,483,759)
EXPENDITURES				
Debt Service	4,187,819	4,006,171	3,514,844	491,327
Capital Outlay	11,261,985	12,706,963	5,027,367	7,679,596
TOTAL EXPENDITURES	15,449,804	16,713,134	8,542,211	8,170,923
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,291,725)	(3,555,055)	(867,891)	2,687,164
OTHER FINANCING SOURCES (USES)				
Transfers In	1,960,330	1,960,330	1,960,330	-
Transfers Out	(1,337,800)	(1,337,800)	(1,337,800)	-
TOTAL OTHER FINANCING SOURCES (USES)	622,530	622,530	622,530	-
(USE)/ACCUMULATION OF SURPLUS FUNDS	(1,669,195)	(2,932,525)	(245,361)	2,687,164
AVAILABLE RESOURCES, Beginning Budgetary Basis	4,648,310	5,122,039	5,107,592	(14,447)
AVAILABLE RESOURCES, Ending Budgetary Basis	\$ 2,979,115	\$ 2,189,514	4,862,231	\$ 2,672,717
BUDGET-TO-GAAP RECONCILIATION				
AVAILABLE RESOURCES, Beginning Budgetary Basis			5,107,592	
Advances from other funds for the year ended December 31, 2014			(4,668,150)	
FUND BALANCE, Beginning per GAAP			439,442	
(USE)/ACCUMULATION OF SURPLUS FUNDS			(245,361)	
FUND BALANCE, Ending per GAAP			\$ 194,081	

City of Golden, Colorado
 BUDGETARY COMPARISON SCHEDULE
 CONSERVATION TRUST FUND
 For the Year Ended December 31, 2015

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Intergovernmental	\$ 259,100	\$ 259,100	\$ 189,212	\$ (69,888)
Investment Income	500	500	-	(500)
TOTAL REVENUES	<u>259,600</u>	<u>259,600</u>	<u>189,212</u>	<u>(70,388)</u>
EXPENDITURES				
Capital Outlay	<u>190,000</u>	<u>224,472</u>	<u>93,244</u>	<u>131,228</u>
TOTAL EXPENDITURES	<u>190,000</u>	<u>224,472</u>	<u>93,244</u>	<u>131,228</u>
NET CHANGE IN FUND BALANCE	69,600	35,128	95,968	60,840
FUND BALANCE, Beginning	<u>10,529</u>	<u>73,541</u>	<u>73,541</u>	<u>-</u>
FUND BALANCE, Ending	<u>\$ 80,129</u>	<u>\$ 108,669</u>	<u>\$ 169,509</u>	<u>\$ 60,840</u>

City of Golden, Colorado
 BUDGETARY COMPARISON SCHEDULE
 GOLDEN DOWNTOWN GENERAL IMPROVEMENT DISTRICT
 For the Year Ended December 31, 2015

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Taxes	\$ 31,019	\$ 31,019	\$ 30,223	\$ (796)
Investment Income	700	700	127	(573)
Miscellaneous	2,400	2,400	146,732	144,332
TOTAL REVENUES	<u>34,119</u>	<u>34,119</u>	<u>177,082</u>	<u>142,963</u>
EXPENDITURES				
Current				
General Government	16,325	24,325	23,338	987
TOTAL EXPENDITURES	<u>16,325</u>	<u>24,325</u>	<u>23,338</u>	<u>987</u>
NET CHANGE IN FUND BALANCE	17,794	9,794	153,744	141,976
FUND BALANCE, Beginning	<u>31,030</u>	<u>33,678</u>	<u>33,678</u>	<u>-</u>
FUND BALANCE, Ending	<u>\$ 48,824</u>	<u>\$ 43,472</u>	<u>\$ 187,422</u>	<u>\$ 141,976</u>

City of Golden, Colorado
 BUDGETARY COMPARISON SCHEDULE
 GOLDEN DOWNTOWN DEVELOPMENT AUTHORITY
 For the Year Ended December 31, 2015

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Taxes	\$ 174,000	\$ 174,000	\$ 226,042	\$ 52,042
Investment Income	500	500	147	(353)
Intergovernmental	300,000	300,000	300,000	-
Miscellaneous	500	500	3,420	2,920
TOTAL REVENUES	<u>475,000</u>	<u>475,000</u>	<u>529,609</u>	<u>54,609</u>
EXPENDITURES				
Current				
General Government	375,000	375,000	211,176	163,824
TOTAL EXPENDITURES	<u>375,000</u>	<u>375,000</u>	<u>211,176</u>	<u>163,824</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	100,000	100,000	100,000	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	200,000	200,000	418,433	(109,215)
FUND BALANCE, Beginning	-	-	-	-
FUND BALANCE, Ending	<u>\$ 200,000</u>	<u>\$ 200,000</u>	<u>\$ 418,433</u>	<u>\$ (109,215)</u>

City of Golden, Colorado
 BUDGETARY COMPARISON SCHEDULE
 CAPITAL PROGRAMS FUND
 For the Year Ended December 31, 2015

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Intergovernmental	\$ 509,400	\$ 509,400	\$ 538,966	\$ 29,566
Charge for Services	25,000	25,000	19,198	(5,802)
Investment Income	2,000	2,000	-	(2,000)
TOTAL REVENUES	<u>536,400</u>	<u>536,400</u>	<u>558,164</u>	<u>21,764</u>
EXPENDITURES				
Capital Outlay	<u>1,875,000</u>	<u>2,077,700</u>	<u>1,953,531</u>	<u>124,169</u>
TOTAL EXPENDITURES	<u>1,875,000</u>	<u>2,077,700</u>	<u>1,953,531</u>	<u>124,169</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(1,338,600)</u>	<u>(1,541,300)</u>	<u>(1,395,367)</u>	<u>145,933</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	<u>1,337,800</u>	<u>1,337,800</u>	<u>1,337,800</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,337,800</u>	<u>1,337,800</u>	<u>1,337,800</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(800)	(203,500)	(57,567)	145,933
FUND BALANCE, Beginning	<u>800</u>	<u>205,136</u>	<u>205,136</u>	<u>-</u>
FUND BALANCE, Ending	<u>\$ -</u>	<u>\$ 1,636</u>	<u>\$ 147,569</u>	<u>\$ 145,933</u>

City of Golden, Colorado
 BUDGETARY COMPARISON SCHEDULE
 OPEN SPACE FUND
 For the Year Ended December 31, 2015

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Intergovernmental	\$ 1,107,307	\$ 1,107,307	\$ 616,440	\$ (490,867)
Investment Income	8,300	8,300	3,143	(5,157)
TOTAL REVENUES	<u>1,115,607</u>	<u>1,115,607</u>	<u>619,583</u>	<u>(496,024)</u>
EXPENDITURES				
Capital Outlay	1,248,400	1,258,400	231,317	1,027,083
TOTAL EXPENDITURES	<u>1,248,400</u>	<u>1,258,400</u>	<u>231,317</u>	<u>1,027,083</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES				
	<u>(132,793)</u>	<u>(142,793)</u>	<u>388,266</u>	<u>531,059</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	(423,930)	(423,930)	(423,930)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(423,930)</u>	<u>(423,930)</u>	<u>(423,930)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE				
	(556,723)	(566,723)	(35,664)	531,059
FUND BALANCE, Beginning				
	<u>653,210</u>	<u>717,667</u>	<u>717,667</u>	<u>-</u>
FUND BALANCE, Ending				
	<u>\$ 96,487</u>	<u>\$ 150,944</u>	<u>\$ 682,003</u>	<u>\$ 531,059</u>

City of Golden, Colorado
 BUDGETARY COMPARISON SCHEDULE
 CEMETERY PERPETUAL CARE FUND
 For the Year Ended December 31, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES				
Charges for Services	\$ 52,500	\$ 52,500	\$ 60,910	\$ 8,410
Investment Income	15,000	15,000	14,783	(217)
TOTAL REVENUES	<u>67,500</u>	<u>67,500</u>	<u>75,693</u>	<u>8,193</u>
NET CHANGE IN FUND BALANCE	67,500	67,500	75,693	8,193
FUND BALANCE, Beginning	<u>1,613,781</u>	<u>1,616,524</u>	<u>1,616,524</u>	<u>-</u>
FUND BALANCE, Ending	<u>\$ 1,681,281</u>	<u>\$ 1,684,024</u>	<u>1,692,217</u>	<u>\$ 8,193</u>

PROPRIETARY FUNDS

Proprietary funds are accounted for using the economic resources measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or non-current) are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Fund Net Position presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred. Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

The City reports the following Non-major proprietary funds:

Splash Aquatic Park Fund - accounts for all activities necessary for the operation of the City's aquatic park.

Cemetery Operations Fund - accounts for all activities necessary for the operation of the City's cemetery.

Rooney Road Sports Complex Fund - accounts for all activities necessary for the construction and operation of the City's sports complex.

Museum Fund - accounts for all activities necessary for the operation of the City's museums.



City of Golden, Colorado
 COMBINING STATEMENT OF NET POSITION
 NONMAJOR ENTERPRISE FUNDS
 December 31, 2015

	Splash Aquatic Fund	Cemetery Operations Fund	Rooney Road Sports Complex Fund	Museum Operations Fund	Totals 2015
ASSETS					
Current Assets					
Cash and Cash Equivalents	\$ 25,461	\$ 113,829	\$ 963,444	\$ 98,728	\$ 1,201,462
Accounts Receivable	-	6,141	-	-	6,141
Inventory	-	-	-	8,985	8,985
Total Current Assets	<u>25,461</u>	<u>119,970</u>	<u>963,444</u>	<u>107,713</u>	<u>1,216,588</u>
Non-Current Assets					
Capital Assets Not Being Depreciated	182,325	-	-	40,568	222,893
Capital Assets (Net of Accumulated Depreciation)	4,439,760	505,895	2,124,902	515,607	7,586,164
Total Non-Current Assets	<u>4,622,085</u>	<u>505,895</u>	<u>2,124,902</u>	<u>556,175</u>	<u>7,809,057</u>
TOTAL ASSETS	<u>4,647,546</u>	<u>625,865</u>	<u>3,088,346</u>	<u>663,888</u>	<u>9,025,645</u>
LIABILITIES					
Current Liabilities					
Accounts Payable	2,568	12,199	4,790	11,593	31,150
Accrued Liabilities	526	8	-	-	534
Compensated Absences, Current Portion	-	2,197	-	3,431	5,628
Unearned Revenue	-	-	-	21,454	21,454
Total Current Liabilities	<u>3,094</u>	<u>14,404</u>	<u>4,790</u>	<u>36,478</u>	<u>58,766</u>
Non-Current Liabilities					
Accrued Compensated Absences	-	10,008	-	15,632	25,640
TOTAL LIABILITIES	<u>3,094</u>	<u>24,412</u>	<u>4,790</u>	<u>52,110</u>	<u>84,406</u>
NET POSITION					
Net Investment in Capital Assets					
Unrestricted	4,622,085	505,895	2,124,902	556,175	7,809,057
	22,367	95,558	958,654	55,603	1,132,182
TOTAL NET POSITION	<u>\$ 4,644,452</u>	<u>\$ 601,453</u>	<u>\$ 3,083,556</u>	<u>\$ 611,778</u>	<u>\$ 8,941,239</u>

COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
NONMAJOR ENTERPRISE FUNDS
For the Year Ended December 31, 2015

	Splash Aquatic Fund	Cemetery Operations Fund	Rooney Road Sports Complex Fund	Museum Operations Fund	Totals 2015
OPERATING REVENUES					
Charges for Services	\$ 394,859	\$ 421,794	\$ 52,117	\$ 124,027	\$ 992,797
Intergovernmental	-	-	-	53,567	53,567
Miscellaneous	101	4,991	-	26,092	31,184
TOTAL OPERATING REVENUES	<u>394,960</u>	<u>426,785</u>	<u>52,117</u>	<u>203,686</u>	<u>1,077,548</u>
OPERATING EXPENSES					
Personnel Services	170,184	225,065	11,773	377,908	784,930
Operating	249,804	221,002	19,394	115,655	605,855
Depreciation and Amortization	194,001	36,506	178,720	22,926	432,153
TOTAL OPERATING EXPENSES	<u>613,989</u>	<u>482,573</u>	<u>209,887</u>	<u>516,489</u>	<u>1,822,938</u>
Operating Income (Loss)	<u>(219,029)</u>	<u>(55,788)</u>	<u>(157,770)</u>	<u>(312,803)</u>	<u>(745,390)</u>
NONOPERATING REVENUES (EXPENSES)					
Investment Income	241	647	3,587	687	5,162
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>241</u>	<u>647</u>	<u>3,587</u>	<u>687</u>	<u>5,162</u>
Income (Loss) Before Transfers and Capital Contributions	(218,788)	(55,141)	(154,183)	(312,116)	(740,228)
Transfers In	-	100,000	50,000	275,000	425,000
Capital Contributions	713,921	-	-	9,899	723,820
Change in Net Position	495,133	44,859	(104,183)	(27,217)	408,592
NET POSITION, Beginning	<u>4,149,319</u>	<u>556,594</u>	<u>3,187,739</u>	<u>638,995</u>	<u>8,532,647</u>
NET POSITION, Ending	<u>\$ 4,644,452</u>	<u>\$ 601,453</u>	<u>\$ 3,083,556</u>	<u>\$ 611,778</u>	<u>\$ 8,941,239</u>



City of Golden, Colorado
 COMBINING STATEMENT OF CASH FLOWS
 NONMAJOR ENTERPRISE FUNDS
 For the Year Ended December 31, 2015
 Increase (Decrease) in Cash and Cash Equivalents

	Splash Aquatic Fund	Cemetery Operations Fund	Rooney Road Sports Complex Fund	Museum Operations Fund	Totals 2015
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash Received from Customers/Users	\$ 395,112	\$ 429,530	65,691	228,511	\$ 1,118,844
Cash Paid to Suppliers	(249,982)	(218,198)	(16,294)	(119,344)	(603,818)
Cash Paid to Employees	(170,129)	(235,979)	(11,773)	(372,189)	(790,070)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>(24,999)</u>	<u>(24,647)</u>	<u>37,624</u>	<u>(263,022)</u>	<u>(275,044)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers from Other Funds	-	100,000	50,000	275,000	425,000
NET CASH PROVIDED BY NON-CAPITAL FINANCING ACTIVITIES	<u>-</u>	<u>100,000</u>	<u>50,000</u>	<u>275,000</u>	<u>425,000</u>
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES					
Purchase of Capital Assets	-	(30,254)	-	-	(30,254)
NET CASH (USED) BY CAPITAL FINANCING ACTIVITIES	<u>-</u>	<u>(30,254)</u>	<u>-</u>	<u>-</u>	<u>(30,254)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest Received	241	648	3,588	685	5,162
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>241</u>	<u>648</u>	<u>3,588</u>	<u>685</u>	<u>5,162</u>
NET INCREASE (DECREASE) IN CASH	(24,758)	45,747	91,212	12,663	124,864
CASH AND CASH EQUIVALENTS, Beginning	50,219	68,082	872,232	86,065	1,076,598
CASH AND CASH EQUIVALENTS, Ending	<u>\$ 25,461</u>	<u>\$ 113,829</u>	<u>\$ 963,444</u>	<u>\$ 98,728</u>	<u>\$ 1,201,462</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating (Loss)	\$ (219,029)	\$ (55,788)	\$ (157,770)	\$ (312,803)	\$ (745,390)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities					
Depreciation Expense	194,001	36,506	178,720	22,926	432,153
Changes in Assets and Liabilities					
Accounts Receivable	152	2,745	13,574	3,371	19,842
Inventory	-	-	-	(499)	(499)
Accounts Payable	(178)	2,804	3,100	(3,190)	2,536
Accrued Liabilities	55	(1,427)	-	-	(1,372)
Deferred Revenue	-	-	-	21,454	21,454
Accrued Compensated Absences	-	(9,487)	-	5,719	(3,768)
Total Adjustments	<u>194,030</u>	<u>31,141</u>	<u>195,394</u>	<u>49,781</u>	<u>470,346</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ (24,999)</u>	<u>\$ (24,647)</u>	<u>\$ 37,624</u>	<u>\$ (263,022)</u>	<u>\$ (275,044)</u>
NON-CASH TRANSACTIONS					
Capital Assets Contributed	<u>\$ 713,921</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,899</u>	<u>\$ 723,820</u>

City of Golden, Colorado
 BUDGETARY COMPARISON SCHEDULE
 WATER FUND
 For the Year Ended December 31, 2015

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Charges for Services	\$ 6,423,500	\$ 6,423,500	\$ 5,979,736	\$ (443,764)
Miscellaneous	35,000	35,000	131,298	96,298
Investment Income	12,000	12,000	12,531	531
Bond Proceeds	2,200,000	2,200,000	3,300,000	1,100,000
Capital Contributions	-	-	1,966,131	1,966,131
TOTAL REVENUES	<u>\$ 8,670,500</u>	<u>\$ 8,670,500</u>	<u>\$ 11,389,696</u>	<u>\$ 2,719,196</u>
EXPENSES				
Personnel Services	\$ 1,455,520	\$ 1,455,520	\$ 1,459,307	\$ (3,787)
Operating	6,121,263	6,644,220	2,233,348	4,410,872
Debt Service Principal	904,553	904,553	700,000	204,553
Debt Service Interest	-	-	206,876	(206,876)
Capital Outlay	-	-	1,872,859	(1,872,859)
TOTAL EXPENSES	<u>\$ 8,481,336</u>	<u>\$ 9,004,293</u>	<u>\$ 6,472,390</u>	<u>\$ 2,531,903</u>

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 6,111,034
Plus: Investment Income	12,531
Plus: Contributed Capital	1,966,131
Plus: Bond Proceeds	3,300,000
Budgetary Revenues	<u>\$ 11,389,696</u>
GAAP Operating Expenses	\$ 5,246,833
Less: Depreciation and Amortization Expense	(1,554,178)
Plus: Debt Service Principal	700,000
Plus: Debt Service Interest	206,876
Plus: Capital Outlay	1,872,859
Budgetary Expenses	<u>\$ 6,472,390</u>



City of Golden, Colorado
 BUDGETARY COMPARISON SCHEDULE
 WASTEWATER FUND
 For the Year Ended December 31, 2015

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Charges for Services	\$ 2,289,000	\$ 2,289,000	\$ 2,303,640	\$ 14,640
Investment Income	18,000	18,000	20,627	2,627
Capital Contributions	-	-	469,492	469,492
TOTAL REVENUES	<u>\$ 2,307,000</u>	<u>\$ 2,307,000</u>	<u>\$ 2,793,759</u>	<u>\$ 486,759</u>
EXPENSES				
Personnel Services	\$ 540,800	\$ 540,800	\$ 386,935	\$ 153,865
Operating	1,615,441	1,645,350	1,077,954	567,396
Capital Outlay	-	-	416,158	(416,158)
TOTAL EXPENSES	<u>\$ 2,156,241</u>	<u>\$ 2,186,150</u>	<u>\$ 1,881,047</u>	<u>\$ 305,103</u>

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 2,303,640
Plus: Investment Income	20,627
Plus: Contributed Capital	469,492
Budgetary Revenues	<u>\$ 2,793,759</u>
GAAP Operating Expenses	\$ 1,905,150
Less: Depreciation and Amortization Expense	(440,261)
Plus: Capital Outlay	416,158
Budgetary Expenses	<u>\$ 1,881,047</u>

City of Golden, Colorado
 BUDGETARY COMPARISON SCHEDULE
 DRAINAGE FUND
 For the Year Ended December 31, 2015

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Charges for Services	\$ 1,137,340	\$ 1,137,340	\$ 1,170,925	\$ 33,585
Miscellaneous	-	-	157	157
Investment Income	1,000	1,000	169	(831)
Capital Contributions	-	-	374,801	374,801
TOTAL REVENUES	<u>\$ 1,138,340</u>	<u>\$ 1,138,340</u>	<u>\$ 1,546,052</u>	<u>\$ 407,712</u>
EXPENSES				
Personnel	\$ 187,000	\$ 187,000	\$ 198,848	\$ (11,848)
Operating	582,855	582,855	136,156	446,699
Debt Service Principal	348,450	348,450	348,450	-
Debt Service Interest	-	-	47,820	(47,820)
Capital Outlay	-	-	398,439	(398,439)
TOTAL EXPENSES	<u>\$ 1,118,305</u>	<u>\$ 1,118,305</u>	<u>\$ 1,129,713</u>	<u>\$ (11,408)</u>

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 1,171,082
Plus: Investment Income	169
Plus: Capital Contributions	374,801
Budgetary Revenues	<u>\$ 1,546,052</u>
GAAP Operating Expenses	\$ 720,542
Less: Depreciation and Amortization Expense	(385,538)
Plus: Debt Service Principal	348,450
Plus: Debt Service Interest	47,820
Plus: Capital Outlay	398,439
Budgetary Expenses	<u>\$ 1,129,713</u>

City of Golden, Colorado
 BUDGETARY COMPARISON SCHEDULE
 FOSSIL TRACE GOLF COURSE FUND
 For the Year Ended December 31, 2015

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Charges for Services	\$ 3,195,900	\$ 3,223,400	\$ 3,339,201	\$ 115,801
Miscellaneous	115,000	115,000	169,124	54,124
Investment Income	600	600	4,324	3,724
TOTAL REVENUES	<u>\$ 3,311,500</u>	<u>\$ 3,339,000</u>	<u>\$ 3,512,649</u>	<u>\$ 173,649</u>
EXPENSES				
Personnel Services	\$ 1,230,420	\$ 1,230,420	\$ 1,208,948	\$ 21,472
Operating	1,346,655	1,374,155	1,242,074	132,081
Loss on Sale of Assets	-	-	18,266	(18,266)
Capital Outlay	-	-	64,501	(64,501)
Transfers Out	700,000	700,000	700,000	-
TOTAL EXPENSES	<u>\$ 3,277,075</u>	<u>\$ 3,304,575</u>	<u>\$ 3,233,789</u>	<u>\$ 70,786</u>

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 3,508,325
Plus: Investment Income	4,324
Budgetary Revenues	<u>\$ 3,512,649</u>
GAAP Operating Expenses	\$ 3,128,220
Less: Depreciation Expense	(677,198)
Plus: Loss on Sale of Assets	18,266
Plus: Capital Outlay	64,501
Plus: Transfers Out	700,000
Budgetary Expenses	<u>\$ 3,233,789</u>

City of Golden, Colorado
 BUDGETARY COMPARISON SCHEDULE
 COMMUNITY CENTER FUND
 For the Year Ended December 31, 2015

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Charges for Services	\$ 1,823,800	\$ 1,823,800	\$ 1,856,549	\$ 32,749
Miscellaneous	-	25,000	47,299	22,299
Investment Income	3,600	3,600	(11)	(3,611)
Transfers In	222,000	222,000	423,491	201,491
TOTAL REVENUES	<u>\$ 2,049,400</u>	<u>\$ 2,074,400</u>	<u>\$ 2,327,328</u>	<u>\$ 252,928</u>
EXPENSES				
Personnel Services	\$ 1,253,100	\$ 1,457,100	\$ 1,426,686	\$ 30,414
Operating	843,700	903,700	867,285	36,415
Gain/(Loss) on Sale of Capital Assets	-	-	15,296	(15,296)
Capital Outlay	-	-	26,864	(26,864)
TOTAL EXPENSES	<u>\$ 2,096,800</u>	<u>\$ 2,360,800</u>	<u>\$ 2,336,131</u>	<u>\$ 24,669</u>

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 1,903,848
Plus: Investment Income	(11)
Plus: Transfers In	423,491
Budgetary Revenues	<u>\$ 2,327,328</u>
GAAP Operating Expenses	\$ 2,646,909
Less: Depreciation Expense	(352,938)
Plus: Loss on Sale of Assets	15,296
Plus: Capital Outlay	26,864
Budgetary Expenses	<u>\$ 2,336,131</u>

City of Golden, Colorado
BUDGETARY COMPARISON SCHEDULE
SPLASH AQUATIC PARK FUND
For the Year Ended December 31, 2015

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Charges for Services	\$ 422,500	\$ 422,500	\$ 394,859	\$ (27,641)
Miscellaneous	-	-	101	101
Investment Income	250	250	241	(9)
TOTAL REVENUES	<u>\$ 422,750</u>	<u>\$ 422,750</u>	<u>\$ 395,201</u>	<u>\$ (27,549)</u>
EXPENSES				
Personnel Services	\$ 178,900	\$ 178,900	\$ 170,184	\$ 8,716
Operating	242,387	242,387	249,804	(7,417)
TOTAL EXPENSES	<u>\$ 421,287</u>	<u>\$ 421,287</u>	<u>\$ 419,988</u>	<u>\$ 1,299</u>

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 394,960
Plus: Investment Income	241
Budgetary Revenues	<u>\$ 395,201</u>
GAAP Operating Expenses	\$ 613,989
Less: Depreciation Expense	(194,001)
Budgetary Expenses	<u>\$ 419,988</u>

City of Golden, Colorado
BUDGETARY COMPARISON SCHEDULE
CEMETERY OPERATIONS FUND
For the Year Ended December 31, 2015

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Charges for Services	\$ 393,500	\$ 393,500	\$ 421,794	\$ 28,294
Miscellaneous	-	-	4,991	4,991
Investment Income	100	100	647	547
Transfers In	130,000	130,000	100,000	(30,000)
TOTAL REVENUES	\$ 523,600	\$ 523,600	\$ 527,432	\$ 3,832
EXPENSES				
Personnel Services	\$ 241,180	\$ 241,180	\$ 225,065	\$ 16,115
Operating	281,888	281,888	221,002	60,886
Capital Outlay	-	-	30,254	(30,254)
TOTAL EXPENSES	\$ 523,068	\$ 523,068	\$ 476,321	\$ 46,747

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 426,785
Plus: Investment Income	647
Plus: Transfers In	100,000
Budgetary Revenues	<u>\$ 527,432</u>
GAAP Operating Expenses	\$ 482,573
Less: Depreciation Expense	(36,506)
Plus: Capital Outlay	30,254
Budgetary Expenses	<u>\$ 476,321</u>



City of Golden, Colorado
 BUDGETARY COMPARISON SCHEDULE
 ROONEY ROAD SPORTS COMPLEX FUND
 For the Year Ended December 31, 2015

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Charges for Services	\$ 60,000	\$ 60,000	\$ 52,117	\$ (7,883)
Investment Income	8,500	8,500	3,587	(4,913)
Transfers In	50,000	50,000	50,000	-
TOTAL REVENUES	<u>\$ 118,500</u>	<u>\$ 118,500</u>	<u>\$ 105,704</u>	<u>\$ (12,796)</u>
EXPENSES				
Personnel Services	\$ 11,600	\$ 11,600	\$ 11,773	\$ (173)
Operating	28,363	28,363	19,394	8,969
TOTAL EXPENSES	<u>\$ 39,963</u>	<u>\$ 39,963</u>	<u>\$ 31,167</u>	<u>\$ 8,796</u>

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 52,117
Plus: Investment Income	3,587
Plus: Transfers In	50,000
Budgetary Revenues	<u>\$ 105,704</u>
GAAP Operating Expenses	\$ 209,887
Less: Depreciation Expense	(178,720)
Budgetary Expenses	<u>\$ 31,167</u>

City of Golden, Colorado
BUDGETARY COMPARISON SCHEDULE
MUSEUM FUND
For the Year Ended December 31, 2015

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Charges for Services	\$ 99,100	\$ 99,100	\$ 124,027	\$ 24,927
Intergovernmental	50,000	50,000	53,567	3,567
Miscellaneous	36,200	36,200	26,092	(10,108)
Investment Income	800	800	687	(113)
Capital Contributions	-	-	9,899	9,899
Transfers In	275,000	275,000	275,000	-
TOTAL REVENUES	<u>\$ 461,100</u>	<u>\$ 461,100</u>	<u>\$ 489,272</u>	<u>\$ 28,172</u>
EXPENSES				
Personnel Services	\$ 396,480	\$ 396,480	\$ 377,908	\$ 18,572
Operating	125,681	125,681	115,655	10,026
TOTAL EXPENSES	<u>\$ 522,161</u>	<u>\$ 522,161</u>	<u>\$ 493,563</u>	<u>\$ 28,598</u>

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 203,686
Plus: Investment Income	687
Plus: Contributed Capital	9,899
Plus: Transfers In	275,000
Budgetary Revenues	<u>\$ 489,272</u>
GAAP Operating Expenses	\$ 516,489
Less: Depreciation Expense	(22,926)
Budgetary Expenses	<u>\$ 493,563</u>



INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City on a cost reimbursement basis.

Insurance Fund - accounts for property and liability self-insurance activities. Premiums are charged monthly to the General, Water, Wastewater, Cemetery Operations, Community Center, Fleet Management, and Information Systems Funds.

Medical Benefit Fund - a self-insurance fund for the payment of medical claims for employees and their covered dependents. Funding is obtained through monthly premiums charged to each department based on type of coverage and number of employees.

Fleet Management Fund - accounts for repair, maintenance and replacement of all City vehicles except most Fire Department vehicles. Funding is established through base rates charged to each department on a monthly basis for each vehicle in use.

Information Technology Fund - accounts for repair, maintenance and replacement of all City computer equipment. Funding is established through base rates charged to each department on a monthly basis for each computer in use.

Workers' Compensation Fund - accounts for workers' compensation and unemployment insurance activity. Premiums are charged monthly to the General, Water, Wastewater, Cemetery Operations, Community Center, Fleet Management, and Information Systems Funds.



City of Golden, Colorado
 COMBINING STATEMENT OF NET POSITION
 INTERNAL SERVICE FUNDS
 December 31, 2015
 With Comparative Totals for December 31, 2014

	Insurance Fund	Medical Benefit Fund	Fleet Management Fund
ASSETS			
Current Assets			
Cash and Cash Equivalents	\$ 928,160	\$ 1,694,622	\$ 487,734
Accounts Receivable	-	-	2,310
Prepaid Expenses	-	8,700	-
Total Current Assets	928,160	1,703,322	490,044
Capital Assets			
Capital Assets (Net of Accumulated Depreciation)	-	-	4,143,487
TOTAL ASSETS	928,160	1,703,322	4,633,531
LIABILITIES			
Current Liabilities			
Accounts Payable	866	38,486	20,564
Claims Payable	5,950	252,398	-
Total Current Liabilities	6,816	290,884	20,564
Non-Current Liabilities			
Accrued Compensated Absences	-	-	41,562
Total Non-Current Liabilities	-	-	41,562
TOTAL LIABILITIES	6,816	290,884	62,126
NET POSITION			
Net Investment in Capital Assets	-	-	4,143,487
Unrestricted	921,344	1,412,438	427,918
TOTAL NET POSITION	\$ 921,344	\$ 1,412,438	\$ 4,571,405

Information Technology Fund	Workers' Compensation Fund	Totals	
		2015	2014
\$ 381,984	\$ 804,003	\$ 4,296,503	\$ 4,776,259
58,998	-	61,308	68,673
-	-	8,700	8,700
<u>440,982</u>	<u>804,003</u>	<u>4,366,511</u>	<u>4,853,632</u>
738,544	-	4,882,031	3,646,150
<u>1,179,526</u>	<u>804,003</u>	<u>9,248,542</u>	<u>8,499,782</u>
57,220	32,631	149,767	193,667
-	118,477	376,825	423,088
<u>57,220</u>	<u>151,108</u>	<u>526,592</u>	<u>616,755</u>
44,547	-	86,109	93,511
<u>44,547</u>	<u>-</u>	<u>86,109</u>	<u>93,511</u>
<u>101,767</u>	<u>151,108</u>	<u>612,701</u>	<u>710,266</u>
738,544	-	4,882,031	3,646,150
339,215	652,895	3,753,810	4,143,366
<u>\$ 1,077,759</u>	<u>\$ 652,895</u>	<u>\$ 8,635,841</u>	<u>\$ 7,789,516</u>



City of Golden, Colorado
 COMBINING STATEMENT OF REVENUES, EXPENSES AND
 CHANGES IN FUND NET POSITION
 INTERNAL SERVICE FUNDS
 For the Year Ended December 31, 2015
 With Comparative Totals for December 31, 2014

	Insurance Fund	Medical Benefit Fund	Fleet Management Fund
OPERATING REVENUES			
Charges for Services	\$ 368,010	\$ 2,386,240	\$ 1,303,902
Intergovernmental	-	-	-
Miscellaneous	97,338	18,433	10,860
TOTAL OPERATING REVENUES	<u>465,348</u>	<u>2,404,673</u>	<u>1,314,762</u>
OPERATING EXPENSES			
Personnel Services	-	-	289,442
Operating	-	115,392	406,638
Depreciation	-	-	957,000
Claims	111,093	1,874,012	-
Premiums	264,562	728,579	-
TOTAL OPERATING EXPENSES	<u>375,655</u>	<u>2,717,983</u>	<u>1,653,080</u>
Operating Income (Loss)	<u>89,693</u>	<u>(313,310)</u>	<u>(338,318)</u>
NONOPERATING REVENUES (EXPENSES)			
Investment Income	3,268	9,370	2,597
Gain (Loss) on Sale of Capital Assets	-	-	91,152
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>3,268</u>	<u>9,370</u>	<u>93,749</u>
Net Income (Loss) before Transfers and Capital Contributions	92,961	(303,940)	(244,569)
Transfers In	-	-	32,533
Transfers Out	-	(73,491)	-
Capital Contributions	-	-	1,126,117
Change In Net Position	92,961	(377,431)	914,081
NET POSITION, Beginning	<u>828,383</u>	<u>1,789,869</u>	<u>3,657,324</u>
NET POSITION, Ending	<u>\$ 921,344</u>	<u>\$ 1,412,438</u>	<u>\$ 4,571,405</u>

Information Technology Fund	Workers' Compensation Fund	Totals	
		2015	2014
\$ 1,534,246	\$ 321,150	\$ 5,913,548	\$ 5,455,282
66,244	-	66,244	59,225
3,831	2,906	133,368	59,038
<u>1,604,321</u>	<u>324,056</u>	<u>6,113,160</u>	<u>5,573,545</u>
542,473	-	831,915	882,441
805,470	797	1,328,297	1,416,559
126,657	-	1,083,657	963,112
-	124,493	2,109,598	1,807,344
-	167,555	1,160,696	1,010,855
<u>1,474,600</u>	<u>292,845</u>	<u>6,514,163</u>	<u>6,080,311</u>
<u>129,721</u>	<u>31,211</u>	<u>(401,003)</u>	<u>(506,766)</u>
1,455	3,406	20,096	41,585
5,146	-	96,298	104,477
<u>6,601</u>	<u>3,406</u>	<u>116,394</u>	<u>146,062</u>
136,322	34,617	(284,609)	(360,704)
-	-	32,533	-
-	-	(73,491)	(76,020)
<u>45,775</u>	<u>-</u>	<u>1,171,892</u>	<u>25,635</u>
182,097	34,617	846,325	(411,089)
<u>895,662</u>	<u>618,278</u>	<u>7,789,516</u>	<u>8,200,605</u>
<u>\$ 1,077,759</u>	<u>\$ 652,895</u>	<u>\$ 8,635,841</u>	<u>\$ 7,789,516</u>



City of Golden, Colorado
 COMBINING STATEMENT OF CASH FLOWS
 INTERNAL SERVICE FUNDS
 For the Year Ended December 31, 2015
 Increase (Decrease) in Cash and Cash Equivalents
 With Comparative Totals for December 31, 2014

	Insurance Fund	Medical Benefit Fund	Fleet Management Fund
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Received from Users	\$ 475,435	\$ 2,411,399	\$ 1,360,662
Cash Paid to Suppliers	(15,796)	(82,235)	(409,465)
Cash Paid to Employees	-	-	(292,341)
Cash Paid to Providers	(264,562)	(728,579)	-
Cash Paid to Claimants	(124,699)	(1,850,054)	-
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	70,378	(249,469)	658,856
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers (to) Other Funds	-	(73,491)	-
Transfers from Other Funds	-	-	32,533
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	-	(73,491)	32,533
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES			
Purchase of Capital Assets	-	-	(932,420)
Proceeds from Sale of Capital Assets	-	-	128,977
NET CASH PROVIDED (USED) BY CAPITAL FINANCING ACTIVITIES	-	-	(803,443)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest Received	3,268	9,370	2,598
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	3,268	9,370	2,598
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	73,646	(313,590)	(109,456)
CASH AND CASH EQUIVALENTS, Beginning	854,514	2,008,212	597,190
CASH AND CASH EQUIVALENTS, Ending	\$ 928,160	\$ 1,694,622	\$ 487,734
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating Income (Loss)	\$ 89,693	\$ (313,310)	\$ (338,318)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities			
Depreciation Expense	-	-	957,000
Changes in Assets and Liabilities			
Accounts Receivable	10,087	6,726	45,900
Accounts Payable	(15,796)	33,157	(2,827)
Claims Payable	(13,606)	23,958	-
Accrued Compensated Absences	-	-	(2,899)
Total Adjustments	(19,315)	63,841	997,174
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ 70,378	\$ (249,469)	\$ 658,856
NON-CASH TRANSACTIONS			
Capital Assets Contributed	\$ -	\$ -	\$ 1,126,117

Information Technology Fund	Workers' Compensation Fund	Totals	
		2015	2014
\$ 1,547,111	\$ 325,918	\$ 6,120,525	\$ 5,568,996
(872,166)	7,465	(1,372,197)	(1,347,163)
(546,976)	-	(839,317)	(908,332)
-	(167,555)	(1,160,696)	(1,010,855)
-	(181,108)	(2,155,861)	(1,856,180)
<u>127,969</u>	<u>(15,280)</u>	<u>592,454</u>	<u>446,466</u>
-	-	(73,491)	(76,020)
-	-	32,533	-
-	-	(40,958)	(76,020)
(253,705)	-	(1,186,125)	(672,409)
5,800	-	134,777	142,199
<u>(247,905)</u>	<u>-</u>	<u>(1,051,348)</u>	<u>(530,210)</u>
1,454	3,406	20,096	41,583
<u>1,454</u>	<u>3,406</u>	<u>20,096</u>	<u>41,583</u>
(118,482)	(11,874)	(479,756)	(118,181)
<u>500,466</u>	<u>815,877</u>	<u>4,776,259</u>	<u>4,894,440</u>
<u>\$ 381,984</u>	<u>\$ 804,003</u>	<u>\$ 4,296,503</u>	<u>\$ 4,776,259</u>
<u>\$ 129,721</u>	<u>\$ 31,211</u>	<u>\$ (401,003)</u>	<u>\$ (506,766)</u>
126,657	-	1,083,657	963,113
(57,210)	1,862	7,365	(4,550)
(66,696)	8,262	(43,900)	69,396
-	(56,615)	(46,263)	(48,836)
(4,503)	-	(7,402)	(25,891)
<u>(1,752)</u>	<u>(46,491)</u>	<u>993,457</u>	<u>953,232</u>
<u>\$ 127,969</u>	<u>\$ (15,280)</u>	<u>\$ 592,454</u>	<u>\$ 446,466</u>
<u>\$ 45,775</u>	<u>\$ -</u>	<u>\$ 1,171,892</u>	<u>\$ 25,635</u>



City of Golden, Colorado
 BUDGETARY COMPARISON SCHEDULE
 INSURANCE FUND
 For the Year Ended December 31, 2015

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Premiums	\$ 370,140	\$ 370,140	\$ 368,010	\$ (2,130)
Miscellaneous	-	-	97,338	97,338
Investment Income	7,980	7,980	3,268	(4,712)
TOTAL REVENUES	<u>\$ 378,120</u>	<u>\$ 378,120</u>	<u>\$ 468,616</u>	<u>\$ 90,496</u>
OPERATING EXPENSES				
Insurance Claims	\$ 100,000	\$ 150,000	\$ 111,093	\$ 38,907
Insurance Premiums	290,000	290,000	264,562	25,438
TOTAL EXPENSES	<u>\$ 390,000</u>	<u>\$ 440,000</u>	<u>\$ 375,655</u>	<u>\$ 64,345</u>

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 465,348
Plus: Investment Income	3,268
Budgetary Revenues	<u>\$ 468,616</u>

City of Golden, Colorado
BUDGETARY COMPARISON SCHEDULE
MEDICAL BENEFIT FUND
For the Year Ended December 31, 2015

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Premiums	\$ 2,467,167	\$ 2,567,167	\$ 2,386,240	\$ (180,927)
Miscellaneous Income	-	-	18,433	18,433
Investment Income	15,000	15,000	9,370	(5,630)
TOTAL REVENUES	<u>\$ 2,482,167</u>	<u>\$ 2,582,167</u>	<u>\$ 2,414,043</u>	<u>\$ (168,124)</u>
EXPENSES				
Operating	\$ 195,000	\$ 209,000	\$ 115,392	\$ 93,608
Medical Claims	1,905,200	2,055,200	1,874,012	181,188
Medical Premiums	600,000	700,000	728,579	(28,579)
Transfers Out	-	-	(73,491)	73,491
TOTAL EXPENSES	<u>\$ 2,700,200</u>	<u>\$ 2,964,200</u>	<u>\$ 2,644,492</u>	<u>\$ 319,708</u>

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 2,404,673
Plus: Investment Income	9,370
Budgetary Revenues	<u>\$ 2,414,043</u>
GAAP Operating Expenses	2,717,983
Plus: Transfers Out	(73,491)
Budgetary Expenses	<u>\$ 2,644,492</u>

City of Golden, Colorado
 BUDGETARY COMPARISON SCHEDULE
 FLEET MANAGEMENT FUND
 For the Year Ended December 31, 2015

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Charges for Services	\$ 1,537,180	\$ 1,537,180	\$ 1,303,902	\$ (233,278)
Miscellaneous	-	-	10,860	10,860
Investment Income	4,500	4,500	2,597	(1,903)
Transfers In	-	-	32,533	32,533
Gain/(Loss) on Sale of Capital Assets	50,000	50,000	91,152	41,152
TOTAL REVENUES	<u>\$ 1,591,680</u>	<u>\$ 1,591,680</u>	<u>\$ 1,441,044</u>	<u>\$ (150,636)</u>
EXPENSES				
Personnel Services	\$ 356,060	\$ 356,060	\$ 289,442	\$ 66,618
Operating	538,042	538,042	406,638	131,404
Capital Outlay	895,000	912,107	932,420	(20,313)
TOTAL EXPENSES	<u>\$ 1,789,102</u>	<u>\$ 1,806,209</u>	<u>\$ 1,628,500</u>	<u>\$ 177,709</u>

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 1,314,762
Plus: Investment Income	2,597
Plus: Gain/(Loss) on Sale of Capital Assets	91,152
Plus: Transfers In	32,533
Budgetary Revenues	<u>\$ 1,441,044</u>
GAAP Operating Expenses	\$ 1,653,080
Less: Depreciation Expense	(957,000)
Plus: Capital Outlay	932,420
Budgetary Expenses	<u>\$ 1,628,500</u>

City of Golden, Colorado
 BUDGETARY COMPARISON SCHEDULE
 INFORMATION TECHNOLOGY FUND
 For the Year Ended December 31, 2015

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Charges for Services	\$ 1,534,246	\$ 1,534,246	\$ 1,534,246	\$ -
Miscellaneous	-	-	70,075	70,075
Investment Income	2,200	2,200	1,455	(745)
Capital Contributions	-	-	45,775	45,775
Gain/(Loss) on Sale of Capital Assets	-	-	5,146	5,146
TOTAL REVENUES	<u>\$ 1,536,446</u>	<u>\$ 1,536,446</u>	<u>\$ 1,656,697</u>	<u>\$ 120,251</u>
EXPENSES				
Personnel Services	\$ 623,100	\$ 623,100	\$ 542,473	\$ 80,627
Operating	799,537	799,537	805,470	(5,933)
Capital Outlay	163,600	313,600	253,705	59,895
TOTAL EXPENSES	<u>\$ 1,586,237</u>	<u>\$ 1,736,237</u>	<u>\$ 1,601,648</u>	<u>\$ 134,589</u>

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 1,604,321
Plus: Investment Income	1,455
Plus: Capital Contributions	45,775
Plus: Gain/(Loss) on Sale of Capital Assets	5,146
Budgetary Revenues	<u>\$ 1,656,697</u>
GAAP Operating Expenses	\$ 1,474,600
Less: Depreciation Expense	(126,657)
Plus: Capital Outlay	253,705
Budgetary Expenses	<u>\$ 1,601,648</u>

City of Golden, Colorado
BUDGETARY COMPARISON SCHEDULE
WORKERS' COMPENSATION FUND
For the Year Ended December 31, 2015

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Premiums	\$ 321,400	\$ 321,400	\$ 321,150	\$ (250)
Miscellaneous	-	-	2,906	2,906
Interest	3,500	3,500	3,406	(94)
TOTAL REVENUES	<u>\$ 324,900</u>	<u>\$ 324,900</u>	<u>\$ 327,462</u>	<u>\$ 2,562</u>
EXPENSES				
Operating	\$ 4,000	\$ 4,000	\$ 797	\$ 3,203
Medical Claims	155,000	155,000	124,493	30,507
Medical Premiums	195,000	195,000	167,555	27,445
TOTAL EXPENSES	<u>\$ 354,000</u>	<u>\$ 354,000</u>	<u>\$ 292,845</u>	<u>\$ 61,155</u>

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 324,056
Plus: Investment Income	3,406
Budgetary Revenues	<u>\$ 327,462</u>



Statistical Section



Statistical Section

This section of the City of Golden Comprehensive Annual Financial Report presents detailed data as a context for understanding the information in the financial statements, note disclosures, and required supplementary information.

Contents	Schedules	Pages
<p><u>Financial Trends</u> These schedules contain trend information to help the reader understand how the City's financial condition has changed over time.</p>	1-4	101-105
<p><u>Revenue Capacity</u> These schedules contain information to help the reader assess the City's largest revenue source, sales and use taxes.</p>	5-7	106-108
<p><u>Debt Capacity</u> These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue debt in the future.</p>	8-11	109-112
<p><u>Demographic and Economic Information</u> These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.</p>	12	113
<p>Note: The City of Golden does not track employment data, and is therefore not available so the Principal Employers schedule has been omitted</p>		
<p><u>Operating Information</u> These schedules contain service data to help the reader understand how information in the financial report relates to the services the City provides and the activities it performs.</p>	13-15	114-116

Schedule 1
City of Golden, Colorado
Net Position, Last Ten Years
(accrual basis of accounting)

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Governmental Activities										
Net Investment in Capital Assets	\$ 16,367,045	\$ 23,694,684	\$ 29,160,435	\$ 44,353,119	\$ 48,666,221	\$ 51,383,273	\$ 55,426,009	\$ 60,696,499	\$ 68,762,301	\$ 69,058,448
Restricted	12,989,749	8,282,036	5,611,049	4,276,796	3,369,864	3,478,867	3,871,381	4,020,193	3,626,546	4,347,153
Unrestricted	6,689,612	7,249,786	7,475,163	8,721,440	8,951,693	8,594,148	10,565,878	11,095,657	9,134,807	7,300,134
Total governmental activities net position	\$ 36,046,406	\$ 39,226,506	\$ 42,246,647	\$ 57,351,355	\$ 60,987,778	\$ 63,456,288	\$ 69,863,268	\$ 75,812,349	\$ 81,523,654	\$ 80,705,735
Business-type Activities										
Net Investment in Capital Assets	\$ 80,049,764	\$ 87,415,593	\$ 87,563,599	\$ 87,045,968	\$ 87,095,908	\$ 88,397,393	\$ 89,676,943	\$ 92,370,199	\$ 92,423,864	\$ 107,005,953
Restricted	-	-	467,500	640,683	589,683	539,183	486,683	663,144	465,371	795,954
Unrestricted	6,747,028	5,788,411	6,622,369	7,112,499	6,781,845	6,155,390	4,985,570	3,948,328	7,266,259	10,194,064
Total business-type activities net position	\$ 86,796,792	\$ 93,204,004	\$ 94,653,468	\$ 94,799,150	\$ 94,467,436	\$ 95,091,966	\$ 95,149,196	\$ 96,981,671	\$ 100,155,494	\$ 117,995,971
Primary Government										
Net Investment in Capital Assets	\$ 96,416,809	\$ 111,110,277	\$ 116,724,034	\$ 131,399,087	\$ 135,762,129	\$ 139,780,666	\$ 145,102,952	\$ 153,066,698	\$ 161,186,165	\$ 176,064,401
Restricted	12,989,749	8,282,036	5,611,049	4,276,796	3,959,547	4,018,050	4,358,064	4,683,337	4,091,917	5,143,107
Unrestricted	13,436,640	13,038,197	14,097,532	15,833,939	15,733,538	14,749,538	15,551,448	15,043,985	16,401,066	17,494,198
Total primary governmental net position	\$ 122,843,198	\$ 132,430,510	\$ 136,432,615	\$ 151,509,822	\$ 155,455,214	\$ 158,548,254	\$ 165,012,464	\$ 172,794,020	\$ 181,679,148	\$ 198,701,706

Source: Current and prior years' financial statements



Schedule 2
City of Golden, Colorado
Changes in Net Position, Last Ten Years
(accrual basis of accounting)

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Expenses										
Governmental Activities:										
General Government	\$ 5,587,093	\$ 4,817,642	\$ 4,506,258	\$ 5,177,505	\$ 4,869,996	\$ 5,500,012	\$ 6,355,983	7,170,606	7,480,751	6,219,076
Planning & Economic Development	1,415,200	1,304,805	1,465,776	1,369,737	1,508,834	1,382,978	1,691,531	1,661,333	1,915,287	1,895,845
Police	6,099,735	6,309,764	6,891,703	6,708,952	7,510,972	7,425,961	6,960,353	7,456,650	7,520,766	7,916,701
Fire	1,257,956	1,405,429	1,730,747	1,641,196	1,679,083	1,745,639	1,866,043	1,861,319	1,733,106	1,863,105
Public Works	3,646,448	4,929,887	5,409,722	5,904,355	5,215,528	6,052,699	5,911,551	5,880,920	5,692,087	9,004,171
Parks and Recreation	2,740,624	2,639,123	3,219,073	2,862,860	3,140,486	3,027,771	2,906,184	2,976,540	3,345,295	3,439,110
Interest on Long-Term Debt	1,707,625	1,878,313	1,783,158	1,662,301	1,439,222	1,250,874	1,185,983	1,100,795	1,032,257	952,831
Total governmental activities expenses	22,454,681	23,284,963	25,006,437	25,326,906	25,364,121	26,385,934	26,877,628	28,108,163	28,719,549	31,290,839
Business-type Activities:										
Water	5,071,451	5,166,199	5,265,393	5,015,706	5,034,206	5,184,993	5,050,660	5,187,505	5,192,955	5,521,900
Wastewater	1,759,007	1,739,040	1,680,177	1,800,782	1,680,328	1,688,415	1,612,250	1,729,759	1,745,956	1,905,150
Drainage	655,173	658,855	765,790	688,114	746,306	722,895	703,348	748,555	709,625	768,362
Fossil Trace Golf Course	2,626,453	3,117,330	2,856,814	2,777,396	2,842,321	3,246,913	3,068,085	3,072,239	3,089,033	3,146,486
Community Center	1,972,918	2,009,580	2,221,468	2,242,511	2,252,136	2,397,638	2,323,726	2,331,446	2,663,568	2,662,205
Splash Aquatic Park	531,445	488,854	558,347	543,739	560,403	563,162	599,632	564,345	569,265	613,989
Cemetery Operations	417,338	449,144	492,491	405,231	463,207	469,231	519,664	495,176	481,036	482,573
Rooney Road Sports Complex	-	4,642	75,040	429,611	218,047	224,028	210,984	202,745	230,882	209,887
Museums	-	-	-	-	221,704	482,821	484,514	563,082	508,265	516,489
Total business-type activities expenses	13,033,785	13,633,644	13,915,520	13,903,090	14,018,658	14,980,096	14,572,863	14,894,852	15,190,585	15,827,041
Total primary governmental expenses	\$ 35,488,466	\$ 36,918,607	\$ 38,921,957	\$ 39,229,996	\$ 39,382,779	\$ 41,366,030	\$ 41,450,491	\$ 43,003,015	\$ 43,910,134	\$ 47,117,880
Program Revenues										
Governmental activities:										
Charges for services:										
General Government	\$ 1,146,513	\$ 1,127,166	\$ 1,250,927	\$ 1,200,019	\$ 1,723,496	\$ 1,847,955	\$ 1,831,455	2,044,000	2,039,950	2,112,581
Planning & Economic Development	229,005	227,686	250,438	193,281	250,503	224,140	183,903	390,231	284,859	290,564
Police	555,536	424,444	520,778	487,604	511,695	505,398	559,379	631,301	717,166	603,963
Fire	276,550	286,513	266,957	90,423	67,197	66,832	206,092	210,705	198,872	340,977
Public Works	37,030	39,865	38,485	24,475	266,032	204,427	83,025	83,250	81,750	84,300
Parks and Recreation	520,357	593,108	564,284	574,066	523,103	587,907	526,835	514,664	553,876	633,026
Operating grants and contributions	1,071,762	1,051,029	1,054,024	684,415	1,004,169	1,324,893	1,242,350	1,009,456	692,729	434,797
Capital grants and contributions	784,391	648,195	653,740	784,822	944,014	657,761	812,640	1,410,544	2,028,122	5,997,332
Total governmental activities program revenues	4,621,144	4,398,006	4,599,633	4,039,105	5,290,209	5,419,293	5,445,679	6,294,151	6,597,324	10,497,540



Schedule 2
City of Golden, Colorado
Changes in Net Position, Last Ten Years
(accrual basis of accounting)

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Business-type Activities:										
Water	4,739,036	5,242,732	5,421,192	5,120,162	5,577,631	5,196,576	5,596,503	5,136,052	5,668,271	5,979,736
Wastewater	1,434,764	1,450,345	1,440,329	1,370,846	1,463,566	1,518,208	1,731,358	1,872,216	2,312,333	2,303,640
Drainage	777,684	790,264	807,845	875,074	944,425	929,285	931,646	942,604	959,494	1,170,925
Fossil Trace Golf Course	3,003,575	3,247,816	3,177,675	2,851,431	2,822,063	2,935,738	3,272,538	2,966,052	3,318,353	3,339,201
Community Center	1,168,670	1,384,465	1,511,712	1,542,138	1,572,965	1,671,282	1,726,489	1,798,031	1,856,549	1,856,549
Splash Aquatic Park	367,037	419,841	363,055	348,031	406,553	411,203	412,288	388,834	403,566	394,859
Cemetery Operations	296,485	382,568	340,517	360,008	344,737	386,302	360,375	329,166	450,091	421,794
Rooney Road Sports Complex	-	6,624	41,326	71,841	29,407	58,553	63,834	66,711	70,476	52,117
Museums	-	-	-	-	29,407	78,845	87,845	98,543	101,621	124,027
Operating grants and contributions	-	-	252,592	1,758,531	4,620	71,412	37,603	56,808	57,096	53,567
Capital grants and contributions	1,102,042	4,249,182	-	-	-	1,771,594	335,568	2,940,432	2,910,729	4,103,705
Total business-type activities program revenues	12,889,293	17,173,837	13,356,243	14,298,062	14,445,537	15,028,998	14,556,047	16,548,690	18,050,061	19,800,120
Total primary government program revenues	17,510,437	21,571,843	17,955,876	18,337,167	19,735,746	20,448,291	20,001,726	22,842,841	24,647,385	30,297,660
Net (Expense)/Revenue										
Governmental activities	\$ (17,833,537)	\$ (18,886,957)	\$ (20,406,804)	\$ (21,287,801)	\$ (20,073,912)	\$ (20,966,641)	\$ (21,431,949)	\$ (21,814,012)	\$ (22,122,225)	\$ (20,793,299)
Business-type activities	(144,492)	3,540,193	(559,277)	394,972	426,879	48,902	(16,816)	1,653,838	2,859,476	3,973,079
Total primary government net expenses	(17,978,029)	(15,346,764)	(20,966,081)	(20,892,829)	(19,647,033)	(20,917,739)	(21,448,765)	(20,160,174)	(19,262,749)	(16,820,220)
Taxes										
Property taxes	\$ 3,774,879	\$ 3,759,246	\$ 3,933,004	\$ 4,507,619	\$ 4,918,182	\$ 4,977,820	\$ 4,973,794	\$ 5,074,134	\$ 5,241,397	\$ 5,539,584
Sales and use taxes	14,267,092	15,424,457	15,470,174	15,751,182	15,100,688	15,666,953	19,209,249	17,505,037	18,457,400	19,144,391
Franchise Fees	-	-	-	-	-	1,067,572	1,067,572	1,224,798	1,256,630	1,213,140
Other taxes	1,332,356	1,356,450	1,483,706	1,333,663	1,319,110	1,305,542	368,061	394,656	433,758	536,823
Unrestricted grants and contributions	244,095	283,677	312,501	1,274,517	961,563	489,795	438,838	2,536,149	1,195,717	1,910,865
Investment income	1,205,682	1,065,071	465,012	371,821	192,814	117,153	117,153	6,549	153,032	80,944
Miscellaneous	293,323	1,831,451	1,294,886	751,527	685,278	754,859	770,646	837,458	982,143	1,694,699
Gain (Loss) on sale of capital assets	-	-	-	-	-	-	144,964	247,685	104,477	96,298
Transfers	(2,280,744)	(1,653,295)	467,662	876,000	532,700	130,295	329,086	99,657	8,976	(148,491)
Total governmental activities	18,836,683	22,067,057	23,426,945	24,866,329	23,710,335	23,435,151	27,419,363	27,926,123	27,833,530	30,068,253
Business-type activities:										
Investment income	\$ 176,357	\$ 441,047	\$ 346,310	\$ 174,057	\$ 91,675	\$ 67,841	\$ 41,493	\$ 12,639	\$ 51,514	\$ 42,802
Miscellaneous	1,013,823	204,222	168,370	279,470	323,115	638,082	361,639	491,737	271,809	379,062
Gain (Loss) on sale of capital assets	-	568,455	1,494,223	(876,000)	(532,700)	(130,295)	-	-	-	-
Transfers	2,280,744	1,653,295	(467,662)	(876,000)	(532,700)	(130,295)	(329,086)	(99,657)	(8,976)	148,491
Total business-type activities	3,470,924	2,867,019	1,541,241	(422,473)	(117,910)	575,628	74,046	404,719	314,347	570,355
Total primary government	22,307,607	24,934,076	24,968,186	24,443,856	23,592,425	24,010,779	27,493,409	28,330,842	28,147,877	30,638,608
Changes in Net Position										
Governmental activities	\$ 1,003,146	\$ 3,180,100	\$ 3,020,141	\$ 3,578,528	\$ 3,636,423	\$ 2,468,510	\$ 5,987,414	\$ 6,112,111	\$ 5,711,305	\$ 9,274,954
Business-type activities	3,326,432	6,407,212	981,964	(27,501)	308,969	634,530	57,230	2,058,557	3,173,823	4,543,434
Total primary government	4,329,578	9,587,312	4,002,105	3,551,027	3,945,392	3,093,040	6,044,644	8,170,668	8,885,128	13,818,388

Source: Current and prior year's financial statements





Schedule 3
City of Golden, Colorado
Fund Balances, Governmental Funds, Last Ten Years
(accrual basis of accounting)

	2006	2007	2008	2009	2010 (a)	2011 (a)	2012	2013	2014	2015
General Fund										
Reserved	\$ 770,000	\$ 830,000	\$ 820,000	\$ 860,964	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Non-spendable	-	-	-	-	-	-	-	-	-	-
Prepaid Items	-	-	-	-	93,832	129,436	257,555	257,555	13,397	13,397
Inventory	-	-	-	-	-	-	133,597	34,449	45,784	40,099
Advance to Other Funds	-	-	-	-	-	-	-	1,800,000	1,717,611	1,560,039
Restricted	-	-	-	-	-	-	-	-	-	-
TABOR Reserve	-	-	-	-	810,000	830,000	980,000	940,000	980,000	1,050,000
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	900,000	-	-	-	-	-
Public Works Building Renovation	-	-	-	-	-	-	-	-	-	-
Future Year Expenditures	-	-	-	-	-	-	-	1,610,812	1,300,000	1,246,000
Unassigned	-	-	-	-	4,478,139	5,281,594	5,589,311	1,877,683	2,765,841	3,990,803
Unreserved	4,028,508	4,755,200	5,043,365	5,038,642	-	-	-	-	-	-
Total general fund	\$ 4,798,508	\$ 5,585,200	\$ 5,863,365	\$ 5,899,606	\$ 6,281,971	\$ 6,241,030	\$ 6,960,463	\$ 6,520,499	\$ 6,822,653	\$ 7,900,338
All other Governmental Funds										
Reserved	\$ 12,219,749	\$ 7,452,036	\$ 4,791,049	\$ 3,849,816	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Non-spendable	-	-	-	-	-	390,600	-	-	-	-
Sales and Use Tax fund prepaid expenditures	-	-	-	-	-	1,221,970	1,272,366	1,312,664	1,379,766	1,444,806
Permanent fund principal	-	-	-	-	-	-	-	-	-	-
Advance to Other Funds	-	-	-	-	-	-	-	187,336	102,870	-
Restricted	-	-	-	-	-	-	-	-	-	-
Parks & Recreation	-	-	-	-	121,488	190,546	258,977	306,383	73,541	169,509
Parking Improvements	-	-	-	-	24,498	34,974	50,975	65,946	33,678	187,422
Cemetery Maintenance	-	-	-	-	436,094	383,351	326,950	94,781	133,888	247,411
Downtown Improvements	-	-	-	-	-	-	-	-	-	418,433
Capital Projects	-	-	-	-	-	-	773,704	2,149,387	439,442	194,081
Debt Service	-	-	-	-	-	-	50,975	250,430	-	-
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	229,211	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-	-
Street Improvements	-	-	-	-	284,188	247,256	80,891	124,475	205,136	147,569
Parks & Recreation	-	-	-	-	618,686	570,770	901,222	988,608	717,667	682,003
Unassigned	-	-	-	-	-	(618,250)	-	-	-	-
Unreserved, reports in:										
Special revenue funds	142,228	71,283	1,719	10,589	-	-	-	-	-	-
Capital projects funds	269,302	118,046	44,640	48,686	-	-	-	-	-	-
Total all other governmental funds	\$ 12,631,279	\$ 7,641,365	\$ 4,837,408	\$ 3,909,091	\$ 2,868,550	\$ 2,421,217	\$ 3,716,060	\$ 5,480,010	\$ 3,085,988	\$ 3,491,234

(a) In fiscal year 2011, the City adopted GASB 54 which changed fund balance classifications

Source: Current and prior year's financial statements

Schedule 4
City of Golden, Colorado
Changes in Fund Balances, Governmental Funds, Last Ten Years
 (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>
Revenues										
Taxes	\$ 19,374,327	\$ 20,540,153	\$ 20,886,884	\$ 21,592,464	\$ 21,075,480	\$ 21,950,315	\$ 25,718,676	24,248,625	25,439,185	26,546,438
Licenses, fees and permits	444,613	399,506	497,159	408,720	753,713	592,813	463,112	673,820	599,978	647,273
Intergovernmental	2,100,248	1,982,901	1,993,520	2,743,756	2,909,746	2,357,731	2,481,733	4,010,367	2,638,583	3,279,422
Charges for services	1,772,181	1,881,894	1,882,222	1,689,893	2,085,335	2,376,162	2,576,162	2,567,036	2,567,036	2,825,003
Fines and penalties	548,197	417,382	512,488	471,253	502,978	496,062	551,415	624,136	709,459	593,135
Investment Income	1,075,728	887,426	372,418	277,730	146,447	74,222	90,375	2,539	111,447	60,848
Sale of Assets	-	-	-	-	-	-	30,000	-	-	-
Miscellaneous	634,775	1,824,678	1,294,886	751,527	685,278	754,859	770,646	837,458	982,143	1,694,702
Total revenues	25,950,069	27,933,940	27,439,577	27,935,343	28,158,977	28,573,766	32,482,119	32,973,140	33,047,831	35,646,821
Expenditures										
General Government	3,798,477	4,329,837	4,297,011	4,493,789	5,004,402	5,784,476	5,921,726	5,761,247	6,404,491	5,871,381
Planning & Economic Development	1,419,275	1,276,160	1,390,685	1,372,685	1,500,018	958,132	1,707,737	1,630,787	1,918,795	1,879,107
Police	5,994,716	5,984,639	6,595,491	6,540,684	7,180,681	7,180,012	6,787,524	7,143,867	7,224,732	7,715,395
Fire	1,017,534	1,193,304	1,300,760	1,391,733	1,491,259	1,492,412	1,537,001	1,535,326	1,452,762	1,655,874
Public Works	3,167,468	3,388,969	3,615,899	3,786,083	3,245,651	3,566,271	3,754,843	3,533,887	3,343,061	3,485,518
Parks and Recreation	2,249,871	1,928,013	2,435,339	2,028,967	2,262,389	2,190,495	2,322,771	2,290,432	2,502,871	2,628,759
Bond issuance costs	-	-	-	-	-	-	-	-	-	-
Capital outlay	16,599,440	10,781,237	7,457,230	6,119,745	5,426,645	4,834,826	5,826,168	6,776,520	8,869,386	7,305,459
Debt Service	-	-	-	-	-	-	-	-	-	-
Interest	1,707,625	1,878,313	1,783,158	1,683,333	1,553,674	1,255,711	1,190,134	1,126,117	1,058,617	979,844
Principal	1,641,551	1,705,000	1,775,000	1,855,000	1,930,000	1,930,000	2,000,000	2,050,000	2,450,000	2,535,000
Total expenditures	37,595,957	32,465,472	30,650,573	29,272,019	29,594,719	29,192,335	31,047,904	31,868,183	35,224,715	34,056,337
Excess of revenues over (under) expenditures	(11,645,888)	(4,531,532)	(3,210,996)	(1,336,676)	(1,435,742)	(618,569)	1,434,215	1,104,957	(2,176,884)	1,590,484
Other Financing Sources (Uses)										
Proceeds from borrowing	14,452,349	-	-	-	21,540,924	-	-	-	-	-
Payment to Refunded Escrow Agent	-	-	-	-	(21,316,758)	-	-	-	-	-
Transfers in	2,211,600	1,938,314	2,872,194	2,392,210	1,622,477	2,308,700	3,436,035	3,872,424	3,203,692	3,511,730
Transfers out	(942,755)	(1,610,004)	(2,186,990)	(1,947,610)	(1,069,077)	(2,178,405)	(2,906,949)	(3,702,420)	(3,118,696)	(3,619,263)
Proceeds from Sale of Assets	-	-	-	-	-	-	-	100,000	-	-
Total other financing sources (uses)	15,721,194	328,310	685,204	444,600	777,566	130,295	529,086	270,004	84,996	(107,533)
Net change in fund balances	\$ 4,075,306	\$ (4,203,222)	\$ (2,525,792)	\$ (892,076)	\$ (658,176)	\$ (488,274)	\$ 1,963,301	\$ 1,374,961	\$ (2,091,888)	\$ 1,482,951
Debt service as a percentage of noncapital expenditures	16.0%	16.5%	15.3%	15.3%	14.4%	13.1%	12.6%	12.7%	13.3%	13.1%

Source: Current and prior year's financial statements

Schedule 5
City of Golden, Colorado
Sales and Use Tax Revenue by Type of Industry
Last Ten Fiscal Years

Fiscal Year	General Merchandise	Grocery	Restaurants	Automotive	Professional Service Entertainment	Business Service Supply	Manufacturing Production	Accommodations	Utilities	Penalties, Interest, Audit and Refunds	Total Sales and Use Tax	Total Direct Tax Rate
2006	3,730,307	1,634,197	888,563	1,631,235	224,367	1,479,607	1,354,410	537,330	1,550,426	1,236,650	14,267,092	3.00%
2007	3,763,806	1,764,332	942,213	1,653,227	209,021	1,570,467	1,997,471	544,192	1,758,856	1,220,872	15,424,457	3.00%
2008	3,623,634	1,872,238	1,063,091	1,517,506	219,142	1,603,657	1,794,141	577,002	1,792,379	914,320	14,977,110	3.00%
2009	3,194,223	1,821,959	1,114,154	1,419,891	202,481	1,385,679	1,908,278	511,440	1,495,509	2,697,568	15,751,182	3.00%
2010	3,474,560	1,852,014	1,207,334	1,413,191	220,409	1,425,246	1,548,668	568,214	1,367,912	2,023,140	15,100,688	3.00%
2011	3,536,704	1,966,836	1,308,285	1,517,602	462,754	1,257,469	1,991,188	587,972	1,472,531	1,303,111	15,404,452	3.00%
2012	3,727,945	2,101,032	1,442,026	1,884,673	289,703	1,312,312	1,966,953	652,177	268,553	4,161,750	17,807,124	3.00%
2013	3,972,140	2,271,135	1,462,911	1,961,438	341,743	1,295,763	1,774,480	726,932	1,466,629	2,424,215	17,697,386	3.00%
2014	4,020,365	2,313,480	1,598,377	2,173,268	286,192	1,416,801	3,192,562	796,917	1,318,748	1,340,690	18,457,400	3.00%
2015	4,454,253	2,609,300	1,722,939	2,386,567	328,243	1,398,236	2,662,456	847,257	1,236,239	1,498,901	19,144,391	3.00%

Source: City of Golden Sales and Use Tax Reports



Schedule 6
City of Golden, Colorado
Direct and Overlapping Sales Tax Rates
Last Ten Fiscal Years

Fiscal Year	City Direct Rate		Overlapping Rates							Total Overlapping Sales Tax Rate
	City of Golden	Total Direct Sales Tax Rate	State of Colorado	Jefferson County	Rapid Transit District RTD	Cultural Facilities District	Football Stadium District			
2006	3.00%	3.00%	2.90%	0.50%	1.00%	0.10%	0.10%	0.10%	7.60%	
2007	3.00%	3.00%	2.90%	0.50%	1.00%	0.10%	0.10%	0.10%	7.60%	
2008	3.00%	3.00%	2.90%	0.50%	1.00%	0.10%	0.10%	0.10%	7.60%	
2009	3.00%	3.00%	2.90%	0.50%	1.00%	0.10%	0.10%	0.10%	7.60%	
2010	3.00%	3.00%	2.90%	0.50%	1.00%	0.10%	0.10%	0.10%	7.60%	
2011	3.00%	3.00%	2.90%	0.50%	1.00%	0.10%	0.10%	0.10%	7.60%	
2012	3.00%	3.00%	2.90%	0.50%	1.00%	0.10%	0.00%	0.00%	7.50%	
2013	3.00%	3.00%	2.90%	0.50%	1.00%	0.10%	0.00%	0.00%	7.50%	
2014	3.00%	3.00%	2.90%	0.50%	1.00%	0.10%	0.00%	0.00%	7.50%	
2015	3.00%	3.00%	2.90%	0.50%	1.00%	0.10%	0.00%	0.00%	7.50%	

Note: The City's sales tax rate may be increased only by a majority vote of the City's residents.

Source: City of Golden Sales and Use Tax Reports



Schedule 7
City of Golden, Colorado
Principal Sales and Use Tax Payers
Last Ten Fiscal Years

	<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>
Aggregate top ten filers ^{1, 2}	\$ 5,157,219	\$ 5,497,506	\$ 5,928,670	\$ 5,385,593	\$ 5,254,407	\$ 4,935,469	\$ 6,601,244	\$ 6,067,530	\$ 6,821,844	\$ 6,669,734
Aggregate all other filers ²	7,355,145	7,758,698	8,573,901	8,944,193	8,069,717	8,402,397	8,127,260	9,205,642	10,294,866	10,975,757
Total sales and use tax ²	\$ 12,512,365	\$ 13,256,204	\$ 14,502,571	\$ 14,329,786	\$ 13,324,124	\$ 13,337,866	\$ 14,728,504	\$ 15,273,172	\$ 17,116,710	\$ 17,645,491
Top ten filers as a percentage of total sales tax	41.22%	41.47%	40.88%	37.58%	39.44%	37.00%	44.82%	39.73%	39.85%	37.80%

¹ Colorado State Statutes and City of Golden Ordinances prohibit disclosure of individual sales tax returns, therefore the current year top ten filers are listed in alphabetical order as follows: Coors Tek, Home Depot #1522, Golden Hotel Mgt, Jefferson County, King Soopers, Kohl's Department Store, Miller Coors LLC, Safeway #322, Table Mountain Inn, and Xcel Energy.

² Excludes building use tax, audit revenue, penalties, interest and r

Source: City of Golden Sales and Use Tax Reports

Schedule 8
City of Golden, Colorado
Ratio of Outstanding Debt, by Type
Last Ten Fiscal Years

Gross Debt															
Governmental Activities				Business-Type Activities											
Fiscal Year	Sales Tax Revenue		Capital Leases	General Obligation Water Bonds ²		Water Revenue Bonds		Water Refunding Bonds		Drainage Revenue Bonds		Term Loan Payable	Total Primary Government	Percentage of Personal Income ³	Per Capita ³
	Bonds ¹														
2006	23,775,000		14,360,000	1,275,000	7,815,000	2,615,000	3,110,000	-	-	-	-	52,950,000	6.85%	2,907	
2007	22,545,000		13,885,000	870,000	7,600,000	2,525,000	2,915,000	-	-	-	-	50,340,000	6.49%	2,811	
2008	21,260,000		13,395,000	445,000	7,385,000	2,430,000	2,710,000	-	-	-	-	47,625,000	5.91%	2,660	
2009	19,915,000		12,885,000	-	7,175,000	2,330,000	2,705,000	-	-	-	-	45,010,000	5.60%	2,505	
2010	18,515,000		12,355,000	-	6,860,000	1,840,000	2,455,000	-	-	-	-	42,025,000	5.23%	2,339	
2011	17,140,000		11,800,000	-	6,560,000	1,330,000	2,205,000	-	-	-	-	39,035,000	4.37%	2,069	
2012	15,720,000		11,220,000	-	6,250,000	795,000	1,930,000	-	-	-	-	35,915,000	3.84%	1,887	
2013	14,270,000		10,620,000	-	6,265,000	245,000	1,655,000	-	-	-	-	33,055,000	3.53%	1,723	
2014	12,445,000		9,995,000	-	5,685,000	125,000	1,380,000	-	-	-	-	29,630,000	3.27%	1,528	
2015	10,565,000		9,340,000	-	5,495,000	-	1,080,000	-	-	-	-	26,480,000	2.36%	1,349.99	

Debt Net of Premium Discounts

Governmental Activities				Business-Type Activities											
Fiscal Year	Sales Tax Revenue		Capital Leases	General Obligation Water Bonds ²		Water Revenue Bonds		Water Refunding Bonds		Drainage Revenue Bonds		Term Loan Payable	Total Primary Government	Percentage of Personal Income ³	Per Capita ³
	Bonds ¹														
2006	25,844,360		14,447,733	1,275,000	7,815,000	2,615,000	3,094,146	-	-	-	-	55,091,239	7.13%	3,025	
2007	24,466,548		13,968,115	870,000	7,600,000	2,525,000	2,900,467	-	-	-	-	52,330,130	6.74%	2,922	
2008	23,033,736		13,473,497	445,000	7,385,000	2,430,000	2,696,788	-	-	-	-	49,464,021	6.13%	2,762	
2009	21,540,924		12,958,879	-	7,175,000	2,330,000	2,765,448	-	-	-	-	46,768,251	5.82%	2,603	
2010	18,672,910		12,424,261	-	6,860,000	1,840,000	2,507,603	-	-	-	-	42,304,774	5.14%	2,347	
2011	18,470,300		11,864,643	-	6,560,000	1,330,000	2,251,758	-	-	-	-	40,476,701	4.54%	2,145	
2012	16,902,488		11,280,025	-	6,250,000	795,000	1,970,913	-	-	-	-	37,198,426	3.98%	1,954	
2013	15,304,676		10,675,407	-	6,265,000	245,000	1,695,713	-	-	-	-	34,185,796	3.65%	1,782	
2014	13,331,864		10,045,789	-	5,685,000	125,000	1,409,223	-	-	-	-	30,596,876	3.38%	1,578	
2015	11,304,048		9,386,175	-	5,495,000	-	1,109,223	-	-	-	-	27,294,446	2.43%	1,391.51	

¹ Sales tax revenue bonds pledge 1-cent of the City's 3-cent sales tax.

² General obligation bonds have been issued for business-type activities. While general obligation water bonds are direct obligations and pledge the full faith and credit of the City, the City is bound by bond covenant to establish water rates which will provide for operations and debt service.

³ See schedule 12 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

Source: Current and prior year's financial statements





Schedule 9
City of Golden, Colorado
Ratio of General Bonded Debt Outstanding and Legal Debt Margin
Last Ten Fiscal Years

	<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 bonded debt outstanding ¹	\$ 1,275,000	\$ 870,000	\$ 440,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Actual water sales ²	\$ 5,644,524	\$ 6,306,334	\$ 5,610,181	\$ 6,242,616	\$ 6,260,513	\$ 6,233,121	\$ 5,712,752	\$ 6,629,132	\$ 7,557,119	\$ 23,195,866
Percentage of actual water sales	23%	14%	8%	0%	0%	0%	0%	0%	0%	0%
Per capita ³	\$ 70	\$ 49	\$ 25	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Less: Amounts set aside to repay general debt	-	-	-	-	-	-	-	-	-	-
Total net debt applicable to debit limit	1,275,000	870,000	440,000	-	-	-	-	-	-	-
Legal debt limit ⁴	-	-	-	-	-	-	-	-	-	-
Legal debt margin ⁵	\$ 1,275,000	\$ 870,000	\$ 440,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Legal debt margin as a percentage of debt limit	100%	100%	100%	0%	0%	0%	0%	0%	0%	0%

¹ General obligation bonds have been issued for business-type activities. While general obligation water bonds are direct obligations and pledge the full faith and credit of the City, the City is bound by bond covenant to establish water rates which will provide for operations and debt service.

² Source: Current and prior year's financial statements. Includes water sales and tap fees.

³ See Schedule 12 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

⁴ Section 12.6 of the City of Golden Charter states "There shall be no limitation as to the amount of bonds which may be issued by the city, subject only to the election provisions of section 12.3."

⁵ The legal debt margin is the city's available borrowing authority.

Schedule 10
City of Golden, Colorado
Direct and Overlapping Governmental Activities Debt
As of December 31, 2015

Jurisdiction	Debt Net of Premiums and Discounts Outstanding	Percentage Applicable To Government	Estimated Share of Overlapping Debt
Direct:			
City of Golden	\$ 20,690,223	100.00%	\$ 20,690,223
Overlapping: ^{1, 2}			
Fairmount Fire Protection District	1,878,200	7.50%	140,865
Jefferson County School District No. R-1	<u>417,340,000</u>	6.00%	<u>25,021,574</u>
Total Overlapping	<u>419,218,200</u>		<u>25,162,439</u>
Total Direct and Overlapping	<u>\$ 439,908,423</u>		<u>\$ 45,852,662</u>

¹ The Golden Downtown General Improvement District, Jefferson County, Pleasant View Metropolitan District, Pleasant View Water and Sanitation District and the Urban Drainage and Flood Control District also overlap the City but have no general obligation debt outstanding.

² The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the entities taxable assessed value that is within the City's boundaries and dividing it by their total taxable assessed value.

Source: Jefferson County Assessor, City of Golden and special districts

Schedule 11
City of Golden, Colorado
Pledged-Revenue Coverage
Last Ten Fiscal Years

Water Revenue Bonds^{3,5,6}

Fiscal Year	Water Revenues	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2006	5,459,510	3,504,824	1,954,686	175,000	279,047	4.31
2007	5,293,045	3,454,645	1,838,400	305,000	455,760	2.42
2008	5,689,754	3,575,192	2,114,562	310,000	444,010	2.80
2009	5,226,609	3,527,106	1,699,503	310,000	431,910	2.29
2010	5,778,095	3,493,428	2,284,667	805,000	419,660	1.87
2011	5,741,706	3,497,249	2,244,457	810,000	388,735	1.87
2012	5,716,720	3,479,760	2,236,960	845,000	356,335	1.86
2013	5,414,434	3,647,607	1,766,827	865,000	307,779	1.51
2014	5,668,271	3,688,181	1,980,090	700,000	227,565	2.13
2015	5,979,736	3,692,655	2,287,081	700,000	204,553	2.53

Drainage Utility Revenue Bonds⁴

	Drainage Utility Charge	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2006	777,684	238,243	539,441	185,000	169,867	2.19
2007	841,352	219,358	621,994	195,000	161,173	2.36
2008	808,051	235,135	572,916	205,000	151,813	2.26
2009	875,074	231,774	643,300	255,000	23,690	3.14
2010	1,005,960	288,278	717,682	250,000	77,700	3.07
2011	931,871	267,587	664,284	250,000	72,700	2.89
2012	931,667	251,747	679,920	275,000	67,700	2.72
2013	946,115	254,892	691,223	275,000	56,012	2.86
2014	959,494	269,862	689,632	275,000	56,012	2.90
2015	1,170,925	335,004	835,921	300,000	48,450	3.36

Sales Tax Revenue Bonds^{1,2}

	1-cent Sales & Use Tax Increment	Debt Service Principal	Interest	Coverage
2007	5,139,232	1,230,000	1,178,276	2.13
2008	5,178,572	1,285,000	1,124,051	2.15
2009	5,173,539	1,345,000	1,063,731	2.15
2010	4,877,618	21,845,000	2,884,547	0.20
2011	5,161,617	1,375,000	703,300	2.48
2012	6,419,750	1,420,000	662,050	3.08
2013	5,834,867	1,450,000	626,550	2.81
2014	6,175,637	1,825,000	583,050	2.56
2015	6,368,318	1,880,000	528,300	2.64

¹ Sales tax revenue bonds pledge 1-cent of the City's 3-cent sales tax.

² The City issued \$19,915,000 of sales tax revenue refunding bonds in 2010 to refund the outstanding 2001 sales and use tax revenue bonds.

³ The City issued \$5,790,000 of water revenue bonds in 2006. \$1,095,000 was for a refunding of remaining payments of principal under an outstanding lease-purchase agreement entered into to finance the acquisition of water rights

⁴ Per Bond covenants, coverage based on Drainage Utility Charge.

⁵ The City issued \$2,900,000 of water revenue bonds in 2013 for a refunding of 2002 water revenue bonds.

⁶ The City issued \$3,300,000 of water revenue bonds in 2015 for a refunding of 2006 water revenue bonds.

Source: Current and prior year's financial statements



Schedule 12
City of Golden, Colorado
Demographic and Economic Statistics
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Population</u>	<u>Personal Income (thousands of dollars)</u>	<u>Per Capita Income</u>	<u>Median Age</u>	<u>Education Level in Years of Formal Schooling¹</u>	<u>School Enrollment</u>	<u>Unemployment Rate</u>
2006	18,214	772,510	42,413	39.20	13.67	2,795	0.06
2007	17,906	776,153	43,346	39.40	13.67	2,933	0.07
2008	17,906	806,397	45,035	39.50	13.67	2,877	0.08
2009	17,965	803,826	44,744	39.70	13.67	2,882	0.09
2010	18,026	822,354	45,620	35.60	14.43	2,826	0.08
2011	18,867	892,482	47,304	34.60	14.71	2,767	0.06
2012	19,035	934,904	49,115	33.90	14.40	2,592	0.07
2013	19,186	937,639	48,871	33.90	14.37	2,317	0.08
2014	19,393	905,149	46,674	31.40	14.55	2,598	0.06
2015	19,615	1,122,488	57,226	31.70	14.59	2,638	0.06

¹ Most recent information available is from the 2010 Census.

Source: 2000 Bureau of the Census
2010 Bureau of the Census
City of Golden
Colorado Department of Labor and Employment
Jefferson County School District R-1

Schedule 13
City of Golden, Colorado
Full-time Equivalent City Government Employees by Function/Program
Last Ten Fiscal Years

Function/Program	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General government										
Administration ³	9	9	10	10	10	10	11	12	12	12
Finance ^{1,2}	8	9	9	9	9	10	11	11	11	11
Court	3	3	3	3	3	3	3	3	3	3
Planning	5	5	5	5	5	5	6	6	7	7
Public Works ⁴	9	9	11	10	10	10	10	11	11	12
Streets	14	14	14	13	13	14	13	13	12	13
Other	8	10	10	9	10	10	10	10	10	10
Police										
Sworn Officers	45	44	44	42	43	43	43	44	44	44
Reserve Officers	15	4	4	4	4	5	5	5	4	3
Dispatchers	10	10	10	10	10	10	10	10	10	10
Civilians ⁵	8	8	8	8	8	8	8	9	11	12
Fire										
Sworn Personnel	4	6	6	6	6	6	6	6	6	8
Civilians	3	3	3	3	3	3	3	3	3	3
Volunteers	47	60	60	64	74	82	84	84	82	82
Utilities										
Prevention and Maintenance	10	10	10	10	10	10	10	10	10	11
Environmental Services	6	6	6	6	6	6	8	8	8	8
Water Treatment	8	8	8	8	8	8	8	8	8	8
Parks and Recreation										
Management	4	5	5	5	5	5	5	5	5	5
Outdoor Recreation	1	1	1	1	1	1	1	1	1	2
Parks and Forestry	10	10	10	8	10	9	9	10	10	12
Community Center	8	11	10	9	9	9	9	10	11	11
Cemetery	3	2	2	2	2	2	2	2	2	2
Aquatic Park	1	1	1	1	1	1	1	1	1	1
Golf Course	8	8	8	7	8	8	8	8	8	8
Museum	-	-	-	-	4	4	5	5	5	5
Other	3	-	-	-	-	-	-	-	-	-
	250	256	258	253	272	282	289	295	295	303

1 The finance department changed a part-time sales tax technician to full-time in 2011

2 The finance department added a full time sales tax auditor in 2012

3 The human resources department added a full time analyst in 2013

4 The public works department hired a full time inspector in 2013 which has been vacant since 2008

5 The police department hired a full time civilian accreditation coordinator in 2013

6 DDA Administrator position added in Comm & Econ Dev in 2014

7 Streets Supervisor position not replaced in 2014

8 2 FT Park Ranger positions added in PD in 2014

9 1 GIS Technician position added in PW in 2015

10 1 Sr. Maint Worker position added in Streets in 2015

11 1 Sr. Maint Worker position added in Utilities in 2015

12 Dispatch Manager position filled in 2015

13 Vol Coordinator not replaced, 3 shift officers added in 2015 in Fire

14 Athletics Supervisor moved from Community Center to Outdoor Rec

15 2 New Sr. Maint Worker positions added in Parks in 2015

16 1 Facility Coordinator position added in 2015

Note: In 2009, 8 positions were held vacant due to the economy, 1 in Fleet, 2 in Parks, 1 in Golf Course, 1 in Community Center and 1 in Streets. All the positions were anticipated to be filled in 2010 except the one in Streets which was filled in 2011.

Source: City of Golden Human Resources Department

Schedule 14
City of Golden, Colorado
Operating Indicators by Function/Program
Last Ten Fiscal Years

Function/Program	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Police										
Physical arrests	1,756	1,367	1,300	1,205	1,144	970	977	1,026	920	913
Traffic violations	5,674	4,694	4,889	4,423	3,462	3,301	4,409	4,726	4,066	2,164
Parking violations	692	1,378	1,184	1,726	2,349	2,420	1,617	827	2,937	5,530
Fire										
Emergency responses	1,110	1,259	1,195	1,275	1,287	1,379	1,372	1,406	1,556	1,569
Inspections conducted	1,244	1,290	1,070	1,200	1,364	1,350	1,132	1,524	1,508	1,204
Parks and Recreation										
Community Center admissions	158,039	191,878	222,442	227,009	224,326	220,863	226,067	225,974	225,752	234,784
Golf Course rounds played ³	40,696	41,435	41,115	32,521	32,934	34,249	38,891	37,464	36,382	35,094
Aquatic Park admissions	50,338	59,965	53,165	44,159	53,403	55,384	54,124	47,612	49,816	50,759
Cemetery plot sales	112	118	110	125	119	146	86	78	113	82
Cemetery plot opening/closings	146	147	149	158	149	112	135	114	125	127
Utilities¹										
Daily average consumption MGD ²	2.61	3.27	3.53	3.00	3.45	3.32	3.37	3.07	2.99	3.48
Maximum daily capacity MGD ²	15	13	13	13	8	7	7	7	7	6
New connections	41	42	36	18	39	32	8	12	12	26
Facilities and services not included in the reporting entity:										
Education:										
Number of elementary schools	2	2	2	2	2	2	2	2	2	2
Number of elementary instructors	55	50	55	50	51	57	57	57	57	57
Number of secondary schools	2	2	2	2	2	2	2	2	2	2
Number of secondary instructors	98	101	98	98	101	104	104	104	104	104
Number of universities	1	1	1	1	1	1	1	1	1	1

¹ Coors Brewing Company provides wastewater treatment in exchange for water provided from the City

² MGD - Millions of gallons per day

³ Total 18 hole equivalent rounds; 9 and 18 holes combined

Source: Various city departments





Schedule 15
City of Golden, Colorado
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

Function/Program	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	18	18	15	15	15	15	15	15	15	15
Fire Stations	4	4	4	4	4	4	4	4	4	4
Public Works										
Street (miles)	236	230	230	242	242	242	242	242	242	242
Traffic Signals	18	18	18	16	16	16	16	16	16	16
Parks and Recreation										
Community centers	1	1	1	1	1	1	1	1	1	1
Parks	17	17	18	18	18	18	18	18	18	18
Park, trail and open space acreage	674	674	748	748	765	765	765	765	765	765
Swimming pools	2	2	2	2	2	2	2	2	2	2
Tennis courts	5	5	5	5	5	5	5	5	5	5
Utilities¹										
Water treatment plants	1	1	1	1	1	1	1	1	1	1
Water mains (miles)	109	108	108	108	109	109	109	109	109	109
Sanitary sewer (miles)	75	76	78	78	79	79	79	80	80	80
Storm sewers (miles)	48	52	58	61	62	62	62	66	66	66
Water connections	5,198	5,263	5,279	5,109	5,343	5,374	5,378	5,353	5,365	5,365
Wastewater connections	4,955	5,000	5,022	5,045	5,078	5,108	5,056	5,056	5,056	5,056

¹ Coors Brewing Company provides wastewater treatment in exchange for water provided from the City

Note: No capital assets are available for general government function

Source: Various city departments



Other Schedules

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

LOCAL HIGHWAY FINANCE REPORT	City or County:
	YEAR ENDING : December 2014

This Information From The Records Of (example - City of _ or County of)	Prepared By: Phone:
--	------------------------

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)	5,433,730
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	218,616
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	523,311
2. General fund appropriations		b. Snow and ice removal	102,986
3. Other local imposts (from page 2)	5,733,392	c. Other	
4. Miscellaneous local receipts (from page 2)	0	d. Total (a. through c.)	626,297
5. Transfers from toll facilities		4. General administration & miscellaneous	57,127
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	6,335,770
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)	5,733,392	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	602,379	2. Notes:	
D. Receipts from Federal Government (from page 2)	0	a. Interest	
E. Total receipts (A.7 + B + C + D)	6,335,771	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)	6,335,770

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)				0
1. Bonds (Refunding Portion)				
B. Notes (Total)				0

V. LOCAL ROAD AND STREET FUND BALANCE

A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	6,335,771	6,335,770		1

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT	STATE: Colorado
	YEAR ENDING (mm/yy): December 2014

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	517,000	a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	4,917,197	c. Parking Garage Fees	
2. Infrastructure & Impact Fees	299,195	d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other		g. Other Misc. Receipts	
6. Total (1. through 5.)	5,216,392	h. Other	
c. Total (a. + b.)	5,733,392	i. Total (a. through h.)	0
	(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	538,967	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	63,412	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.)	63,412	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	602,379	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs	1,365,895	67,151	1,433,046
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation		4,000,684	4,000,684
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	0	4,000,684	4,000,684
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	1,365,895	4,067,835	5,433,730
			(Carry forward to page 1)

Notes and Comments:



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

City Council
City of Golden
Golden, Colorado

We have audited, in accordance with the 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, the 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 City of Golden, as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise City of Golden's basic financial statements, and have issued our report thereon dated May 31, 2016.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered City of Golden's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of City of Golden's internal control. Accordingly, we do not express an opinion on the effectiveness of City of Golden's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and responses, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency described in the accompanying schedule of findings and responses as item 2015-001 to be a material weakness.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiency described in the accompanying schedule of findings and responses as item 2015-002 to be a significant deficiency.



Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of Golden's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

City of Golden's Responses to Findings

City of Golden's responses to the findings identified in our audit are described in the accompanying schedule of findings and responses. City of Golden's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Broomfield, Colorado
May 31, 2016

CITY OF GOLDEN
SCHEDULE OF FINDINGS AND RESPONSES
For the Year Ended December 31, 2015

2015-001 Prior Period Adjustments for Capital Assets

Material Weakness

Criteria: The City should ensure than all capital asset activity is properly reported for the fiscal year.

Condition: During our audit, we noted that additions and reductions to capital asset activity for the governmental activities and the business-type activities (the Water fund, Wastewater fund, and Drainage fund) had been determined by management due to an infrastructure review and other capital asset analysis procedures conducted. All of this activity related to prior years; however, had been initially recorded by the City in 2015. This resulted in prior period adjustment for governmental activities totaling (\$7,811,715) and for business-type activities totaling \$13,297,043 to properly state this activity as of December 31, 2014.

Cause: City management was unaware these adjustments needed to be made as a prior period impact.

Effect: This led to prior period adjustments of approximately \$21.1 million to properly state capital assets as of December 31, 2014.

Recommendation:
 We recommend that City enhance its process relating to the recording of capital assets to verify amounts are properly reported.

Views of Responsible Officials and Planned Corrective Actions:
 The City of Golden understands the need to make prior period adjustments when an infrastructure review results in significant additions and reductions to capital assets that relates to prior years.

Contact Information: Jeff Hansen, Finance Director, 303-384-8000

2015-002 Capital Asset Conveyance Recording

Significant Deficiency

Criteria: The City should ensure than all capital asset additions are properly calculated and reported.

Condition: During our audit, we noted that a conveyance of capital assets from the Golden Urban Renewal Authority (GURA), a discretely presented component unit of the City, was not fully recorded by the City.

Cause: City management was unaware of the dollar amount associated with the conveyance from GURA.

CITY OF GOLDEN
SCHEDULE OF FINDINGS AND RESPONSES
For the Year Ended December 31, 2015

Effect: This led to an adjustment of approximately \$3.9 million to properly state capital asset additions relating to this conveyance.

Recommendation:

We recommend that City enhance its process relating to the recording of capital assets to verify amounts are properly reported.

Views of Responsible Officials and Planned Corrective Actions:

The City of Golden understands the need to review capital asset additions to ensure that they are properly calculated and reported. The City of Golden will implement a procedure where department leads are requested to identify any substantial donated or conveyed assets to City of Golden Finance Department.

Contact Information: Jeff Hansen, Finance Director, 303-384-8000



City of Golden
Schedule of Expenditure of Federal Awards

Period End December 31, 2015

Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Other Identification Number	Current Year Expenditures
U.S. Department of Justice			
Bulletproof Vest Partnership Program	16.607	29-RI-03-13-3	3,717
Total U.S. Department of Justice			3,717
TOTAL FEDERAL AWARDS EXPENDED			3,717

City of Golden
Notes to the Schedule of Expenditure of Federal Assistance

For the Period Ended December 31, 2015

NOTE 1 -- BASIS OF ACCOUNTING

The Schedule of Expenditures of Federal Awards are prepared on the same basis of accounting as the City's financial statements. The City uses the accrual basis or modified accrual basis of accounting as appropriate

NOTE 2 -- PROGRAM COSTS

The amounts shown as current year expenditures represent only the grant portion of the program cost. Entire program costs, including the City's portion, may be more than shown.

