



FINANCIAL STATEMENTS

Year Ended December 31, 2019



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Independent Auditors' Report

The Mayor and Members
of the Board of Trustees
Town of Eaton
Eaton, Colorado

We have audited the accompanying basic financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Eaton, Colorado as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

Opinion

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Eaton as of December 31, 2019, and the respective changes in financial position and cash flows where applicable for the year then ended, in conformity with accounting principles generally accepted in the United States.

Other Matters

Accounting principles generally accepted in the United States require that management discussion and analysis and major governmental funds budget comparisons be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statement, 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, 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 evidence sufficient to express an opinion or provide any assurance.

Our audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The combining statements, individual fund statements and schedules on pages 39-49 and the Local Highway Finance Report are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Anderson & Whitney, P.C.

May 18, 2020

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the report provides readers with a narrative overview and analysis of the financial activities of The Town of Eaton (the Town) for the year ended December 31, 2019. We encourage readers to consider the information presented here in conjunction with the basic financial statements to enhance their understanding of the Town's financial performance.

FINANCIAL HIGHLIGHTS

- The Town's assets exceeded liabilities and deferred inflows by \$44.5 million at December 31, 2019.
- The General Fund balance was \$2,862,124 as of December 31, 2019. Of this amount, \$73,224 is reserved for emergencies.
- The December 31, 2019 General Fund balance is \$939,840 more than the previous year-end. The total fund balance is 117% of 2019 General Fund operating expenditures.
- The Water Fund has net position of \$19.3 million at December 31, 2019.
- The Sewer Fund has net position of \$3.6 million at December 31, 2019.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Town's basic financial statements. The basic financial statements contain three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. In addition to the basic statements, this report also contains other supplementary information.

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

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

The *statement of activities* presents information showing how the government's net position changed during the fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in the statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected fees).

Fund Financial Statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources, as well as on balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The Town maintains five individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Street Fund, and Library Fund, each of which is considered to be a major fund.

The basic governmental fund financial statements can be found on pages 12 and 13 of this report.

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

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for water and sewer funds which are considered to be major funds of the Town.

The basic proprietary fund financial statements can be found on pages 14 to 16 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 17 through 30 of this report.

Budgetary Comparisons. The Town adopts an annual appropriated budget for all funds. A budgetary comparison schedule has been provided for the General Fund on pages 32 to 35 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position. As noted earlier, net position may serve over time as a useful indicator of a government's financial position. As of December 31, 2019, assets exceeded liabilities by \$44,462,007.

The following table provides a summary of the Town's net position:

December 31	2019		2018	
	Governmental Activities	Business-Type Activities	Governmental Activities	Business-Type Activities
Assets				
Current and other assets	\$ 9,993,509	\$ 6,559,867	\$ 7,494,226	\$ 5,722,051
Capital assets	12,749,631	20,585,618	13,193,286	20,458,236
Total Assets	22,743,140	27,145,485	20,687,512	26,180,287
Liabilities				
Current and other liabilities	204,516	508,007	249,725	493,875
Long-term liabilities	382,358	2,553,175	474,690	2,980,639
Total Liabilities	586,874	3,061,182	724,415	3,474,514
Deferred Inflows				
Deferred property taxes	1,778,562	--	1,305,859	--
Net Position				
Net investment in capital assets	12,280,349	17,612,162	12,554,160	17,066,145
Restricted	5,389,872	--	4,329,709	--
Unrestricted	2,707,483	6,472,141	1,783,369	5,639,328
Total Net Position	\$ 20,377,704	\$ 24,084,303	\$ 18,657,238	\$22,705,773

A portion of The Town's net position represents unrestricted net position of \$9,179,624 which may be used to meet the Town's ongoing obligations to citizens and creditors.

Another significant portion of the Town's net position reflects its investment in capital assets. These assets include land, buildings, and equipment. These capital assets are used to provide services to citizens; consequently, they are not available for future spending. Although the investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities. The only long-term debt is the bonds and leases issued for construction of Town utility systems and property acquisition.

An additional \$5,389,872 of the Town's net position represents resources that are subject to external restrictions on how they may be used. Included in this category are the TABOR emergency reserve, Shelton trust account, and the Streets, Library, Impact Fee and Cemetery Perpetual Care funds.

The following table indicates the changes in net position:

Years Ended December 31	2019		2018	
	Governmental Activities	Business-Type Activities	Governmental Activities	Business-Type Activities
Revenues:				
Program revenues:				
Charges for services	\$ 766,752	\$ 3,267,828	\$909,914	\$3,183,850
Operating contributions	1,257,397	--	1,134,310	--
Capital contributions	--	1,253,714	--	2,518,842
General revenues:				
Property taxes	346,911	--	335,114	--
Sales taxes	2,479,775	--	1,646,767	--
Other	885,903	--	1,113,886	--
Investment earnings	55,742	1,700	31,625	434
Transfers	66,000	(66,000)	61,800	(61,800)
Total revenues	5,858,480	4,457,242	5,233,416	5,641,326
Expenses:				
General government	673,254	--	490,485	--
Public safety	1,029,731	--	947,727	--
Cemetery	131,875	--	145,640	--
Parks and recreation	252,032	--	341,452	--
Public buildings	83,125	--	132,644	--
Building inspection	145,176	--	244,986	--
Library	534,751	--	469,599	--
Streets	489,413	--	1,000,585	--
Depreciation	755,850	--	743,522	--
Interest on long-term debt	42,807	--	26,751	--
Water	--	1,886,429	--	1,629,100
Sewer	--	822,722	--	883,936
Sanitation	--	281,458	--	224,300
Irrigation	--	88,103	--	101,903
Total expenses	4,138,014	3,078,712	4,543,391	2,839,239
Increase in net position	\$ 1,720,466	\$ 1,378,530	\$ 690,025	\$2,802,087

Governmental Activities. Governmental activities increased the Town's net position by \$1.7 million in 2019. Key elements of this increase are as follows:

- Total revenues increased approximately 12% due to higher sales tax collections.
- Expenses decreased approximately 9% from the previous year, from decreasing street repair and maintenance costs.

Business-Type Activities. Business-type activities (i.e. utility services) increased the Town's net position by \$1.4 million in 2019. This was primarily due to capital contributions from tap fees and water rights contributions.

FINANCIAL ANALYSIS OF THE TOWN'S FUNDS

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

As of December 31, 2019, the total fund balances of the Town's governmental funds were \$8.1 million. Approximately 33% of this consists of unrestricted fund balance, which is available as working capital and for current spending in accordance with the purposes of the specific funds. The remainder of fund balance is restricted to indicate that it is not available for new spending because it is committed for the following purposes: a state-constitution mandated emergency reserve (\$73,224); cemetery perpetual care (\$131,561); Shelton Trust purposes (\$81,417), streets (\$748,665), library (\$3,070,423) and impact fee purposes (\$1,284,582).

The Town has three major governmental funds:

1. **General Fund.** This is the primary operating fund of the Town. It accounts for the Town's core governmental services. The General Fund balance was \$2,862,124 as of December 31, 2019. The 2019 fund balance is \$939,840 more than the previous year.
2. **Library Fund.** The Library Fund accounts for the operation of the Town's library. The fund balance at December 31, 2019 was \$3,070,423.
3. **Impact Fee Fund.** The Impact Fee Fund accounts for monies received for impact fees. The fund balance at December 31, 2019 was \$1,284,582.

The Town has two major enterprise funds, the Water and Sewer Funds:

1. **Water Fund.** The Water Fund accounts for service charges and expenses of operating the Town's water system. The Water Fund net position at December 31, 2019 is \$19.3 million. Net position increased by \$1.2 million during the year due to increased water use fees, tap fees and contributed water rights.
2. **Sewer Fund.** The Sewer Fund accounts for service charges and expenses of operating the Town's sanitary sewer system. The Sewer Fund net position at December 31, 2019 is \$3.6 million. Net position increased by \$130,299.

GENERAL FUND BUDGETARY HIGHLIGHTS

The Town's budget is prepared according to Colorado statutes. The most significant budgeted fund is the General Fund.

	Final Budget	Actual
Beginning Fund Balance	\$ 1,922,284	\$ 1,922,284
Revenue and transfers in	2,349,123	3,380,635
Expenditures	(2,758,927)	(2,440,795)
Ending Fund Balance	\$ 1,512,480	\$ 2,862,124

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets. The Town's investment in capital assets for its governmental and business-type activities as of December 31, 2019 totals approximately \$33 million (net of accumulated depreciation). This investment includes all land, water rights, buildings, and equipment and infrastructure. The total net decrease in investment in capital assets for the current year was \$330,433 or 1%, due to capital additions being less than depreciation expenses.

Major capital asset events during 2019 included capital contributions of \$687,500 in water rights.

The Town implemented the straight-line depreciation method for its capital assets, except for land and water rights which are not depreciated.

Additional information on the Town's capital assets can be found in Note 6 of this report.

Long-term Debt. At December 31, 2019, the Town had approximately \$3 million of water and sewer loans and bonds payable, funded by service charges. The Town also has capital leases payable of \$427,464 from property acquisition, funded from Impact Fees and use taxes on building materials.

Additional information on the Town's debt can be found in Notes 3 and 4.

OTHER MATTERS

The following factors are expected to have a significant effect on the Town's financial position and results of operations and were taken into account in developing the 2020 budget:

- * The Town had a water utility rate study in 2019 and rate increases for residential customers were recommended.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Town of Eaton finances for all those with an interest in the Town's finances. Questions concerning any of the information provided or for additional financial information should be addressed to the Town, 223 First Street, Eaton, Colorado 80615.

TOWN OF EATON, COLORADO

STATEMENT OF NET POSITION

December 31, 2019	Governmental Activities	Business- Type Activities	Total
<u>ASSETS</u>			
Total Cash and Investments	\$ 8,120,547	\$ 6,228,083	\$ 14,348,630
Shelton Trust Account	81,417	-	81,417
Receivables:			
Property taxes	1,784,159	-	1,784,159
Utility accounts	-	295,732	295,732
Inventory of Supplies	7,386	36,052	43,438
Capital Assets:			
Land and water rights	2,972,003	11,382,152	14,354,155
Depreciable	9,777,628	9,203,466	18,981,094
Total Assets	22,743,140	27,145,485	49,888,625
<u>LIABILITIES</u>			
Accounts Payable	117,592	87,726	205,318
Long-Term Debt:			
Due within one year	86,924	420,281	507,205
Due in more than one year	382,358	2,553,175	2,935,533
Total Liabilities	586,874	3,061,182	3,648,056
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Property Taxes	1,778,562	-	1,778,562
<u>NET POSITION</u>			
Net Investment in Capital Assets	12,280,349	17,612,162	29,892,511
Restricted for:			
TABOR emergencies	73,224	-	73,224
Shelton Trust	81,417	-	81,417
Library	3,070,423	-	3,070,423
Streets/impact fees	2,033,247	-	2,033,247
Cemetery perpetual care	131,561	-	131,561
Unrestricted	2,707,483	6,472,141	9,179,624
TOTAL NET POSITION	\$ 20,377,704	\$ 24,084,303	\$ 44,462,007

See Accompanying Notes to Financial Statements.

TOWN OF EATON, COLORADO

STATEMENT OF ACTIVITIES

Year Ended December 31, 2019	Expenses	Charges for Services
Functions/Programs:		
Governmental Activities:		
General government	\$ 673,254	\$ 194,111
Public safety	1,029,731	477,348
Cemetery	131,875	90,440
Parks and recreation	252,032	-
Public buildings	83,125	-
Building inspection	145,176	1,310
Library	534,751	3,543
Streets	489,413	-
Unallocated depreciation	755,850	-
Interest on long-term debt	42,807	-
Total Governmental Activities	4,138,014	766,752
Business-Type Activities:		
Water	1,886,429	2,017,816
Sewer	822,722	797,903
Sanitation	281,458	328,631
Irrigation	88,103	124,055
Total Business-Type Activities	3,078,712	3,268,405
TOTAL	\$ 7,216,726	\$4,035,157

General Revenue:

Property taxes
 Sales taxes
 Franchise and other taxes
 Use taxes - building materials
 Impact fees
 Road and bridge taxes
 Investment earnings
 Transfers

Total General Revenue

Change in Net Position

Net Position - Beginning

NET POSITION - Ending

See Accompanying Notes to Financial Statements.

Program Revenues		Net (Expense) Revenue and Changes in Net Position		
Operating Grants and Contributions	Capital Contributions	Governmental Activities	Business- Type Activities	Total
\$ 64,884	\$ -	\$ (414,259)	\$ -	\$ (414,259)
-	-	(552,383)	-	(552,383)
-	-	(41,435)	-	(41,435)
29,769	-	(222,263)	-	(222,263)
-	-	(83,125)	-	(83,125)
-	-	(143,866)	-	(143,866)
949,265	-	418,057	-	418,057
213,479	-	(275,934)	-	(275,934)
-	-	(755,850)	-	(755,850)
-	-	(42,807)	-	(42,807)
1,257,397	-	(2,113,865)	-	(2,113,865)
-	1,077,362	-	1,208,749	1,208,749
-	176,352	-	151,533	151,533
-	-	-	47,173	47,173
-	-	-	35,952	35,952
-	1,253,714	-	1,443,407	1,443,407
\$1,257,397	\$ 1,253,714	(2,113,865)	1,443,407	(670,458)
		346,911	-	346,911
		2,479,775	-	2,479,775
		461,396	-	461,396
		197,911	-	197,911
		124,985	-	124,985
		101,611	-	101,611
		55,742	1,123	56,865
		66,000	(66,000)	-
		3,834,331	(64,877)	3,769,454
		1,720,466	1,378,530	3,098,996
		18,657,238	22,705,773	41,363,011
		\$ 20,377,704	\$ 24,084,303	\$ 44,462,007

**TOWN OF EATON, COLORADO
GOVERNMENTAL FUNDS**

BALANCE SHEET

December 31, 2019	General Fund	Library Fund	Impact Fee Fund	Other Governmental Funds	Total Governmental Funds
ASSETS					
Pooled Cash and Investments	\$ 2,885,736	\$ 3,073,110	\$ 1,284,582	\$ 875,611	\$ 8,119,039
Cash	1,358	150	-	-	1,508
Shelton Trust account	81,417	-	-	-	81,417
Taxes Receivable	407,597	1,376,562	-	-	1,784,159
Inventory of Supplies	-	-	-	7,386	7,386
Total Assets	\$ 3,376,108	\$ 4,449,822	\$ 1,284,582	\$ 882,997	\$ 9,993,509
LIABILITIES					
Accounts Payable	\$ 111,984	\$ 2,837	\$ -	\$ 2,771	\$ 117,592
Total Liabilities	111,984	2,837	-	2,771	117,592
DEFERRED INFLOWS OF RESOURCES					
Deferred Property Taxes	402,000	1,376,562	-	-	1,778,562
FUND BALANCES					
Nonspendable	-	-	-	131,561	131,561
Restricted for:					
TABOR emergencies	73,224	-	-	-	73,224
Shelton Trust	81,417	-	-	-	81,417
Library/Streets/Impact	-	3,070,423	1,284,582	748,665	5,103,670
Unassigned	2,707,483	-	-	-	2,707,483
Total Fund Balances	2,862,124	3,070,423	1,284,582	880,226	8,097,355
TOTAL LIABILITIES, DEFERRALS AND FUND BALANCES	\$ 3,376,108	\$ 4,449,822	\$ 1,284,582	\$ 882,997	\$ 9,993,509
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 are not reported in the funds					12,749,631
Long-term leases are not due and payable in the current period and therefore are not reported in the funds					(469,282)
Net Position of Governmental Activities					\$ 20,377,704

See Accompanying Notes to Financial Statements.

**TOWN OF EATON, COLORADO
GOVERNMENTAL FUNDS**

**STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCES**

Year Ended December 31, 2019	General Fund	Library Fund	Impact Fee Fund	Other Governmental Funds	Total Governmental Funds
Revenue:					
Taxes	\$ 2,357,543	\$ 949,265	\$ 197,911	\$ 649,701	\$ 4,154,420
Intergovernmental	76,986	-	-	548,711	625,697
Fines and forfeitures	477,348	3,543	-	-	480,891
Impact fees	-	-	124,985	-	124,985
Service charges	282,132	-	-	3,729	285,861
Miscellaneous	120,230	-	-	396	120,626
Total Revenue	3,314,239	952,808	322,896	1,202,537	5,792,480
Expenditures:					
General government	2,276,619	-	41,084	-	2,317,703
Debt service	10,375	-	154,778	-	165,153
Library	-	534,751	-	-	534,751
Streets	-	-	-	309,793	309,793
Capital outlay	153,801	-	-	393,002	546,803
Total Expenditures	2,440,795	534,751	195,862	702,795	3,874,203
Revenue Over (Under) Expenditures	873,444	418,057	127,034	499,742	1,918,277
Other Financing Sources (Uses):					
Operating transfers in (out)	66,396	-	-	(396)	66,000
Net Change in Fund Balances	939,840	418,057	127,034	499,346	1,984,277
Fund Balance, January 1	1,922,284	2,652,366	1,157,548	380,880	6,113,078
Fund Balance, December 31	\$ 2,862,124	\$ 3,070,423	\$ 1,284,582	\$ 880,226	\$ 8,097,355

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

Net change in fund balances - total governmental funds \$ 1,984,277

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital additions in the year. (443,655)

The issuance of long-term debt and obligations provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. This amount is the net effect of these differences. 179,844

Change in Net Position of Governmental Activities \$ 1,720,466

TOWN OF EATON, COLORADO
BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS

STATEMENT OF NET POSITION

December 31, 2019	Water Fund	Sewer Fund	Other Enterprise Funds	Total
ASSETS				
Current Assets:				
Pooled Cash and Investments	\$ 4,182,971	\$ 1,655,812	\$ 389,300	\$ 6,228,083
Accounts receivable	184,276	68,276	43,180	295,732
Inventory of supplies	36,052	-	-	36,052
Total Current Assets	4,403,299	1,724,088	432,480	6,559,867
Capital Assets:				
Land	80,329	44,211	-	124,540
Water rights	11,257,612	-	-	11,257,612
Buildings and plant	101,043	5,479,485	-	5,580,528
Distribution/collection system	7,813,297	3,902,641	1,159,952	12,875,890
Equipment	249,389	148,204	42,109	439,702
Vehicles	-	260,444	-	260,444
	19,501,670	9,834,985	1,202,061	30,538,716
Accumulated depreciation	(3,904,031)	(5,669,561)	(379,506)	(9,953,098)
Total Capital Assets	15,597,639	4,165,424	822,555	20,585,618
Total Assets	20,000,938	5,889,512	1,255,035	27,145,485
LIABILITIES				
Current Liabilities:				
Accounts payable	39,686	6,604	41,436	87,726
Current portion of long-term liabilities	169,236	251,045	-	420,281
Total Current Liabilities	208,922	257,649	41,436	508,007
Long-Term Liabilities:				
Long-term loans	507,456	1,981,073	-	2,488,529
Loan premium	-	64,646	-	64,646
Total Long-Term Liabilities	507,456	2,045,719	-	2,553,175
Total Liabilities	716,378	2,303,368	41,436	3,061,182
NET POSITION				
Net Investment in Capital Assets	14,920,947	1,868,660	822,555	17,612,162
Unrestricted	4,363,613	1,717,484	391,044	6,472,141
TOTAL NET POSITION	\$ 19,284,560	\$ 3,586,144	\$ 1,213,599	\$ 24,084,303

See Accompanying Notes to Financial Statements.

TOWN OF EATON, COLORADO
BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS

STATEMENT OF REVENUE, EXPENSES
AND CHANGES IN FUND NET POSITION

Year Ended December 31, 2019	Water Fund	Sewer Fund	Other Enterprise Funds	Total
Operating Revenue - charges for services	\$ 2,017,239	\$ 797,903	\$ 452,686	\$ 3,267,828
Operating Expenses:				
Personnel	76,431	79,641	-	156,072
Supplies	11,752	49,865	987	62,604
Contractual services	127,293	39,243	297,185	463,721
Utilities	15,786	91,607	24,028	131,421
Repairs and maintenance	62,835	59,739	4,917	127,491
Insurance	19,344	40,093	1,663	61,100
Water purchases and assessments	1,075,685	-	-	1,075,685
NISP expenses	292,500	-	-	292,500
Other	4,202	92	680	4,974
Depreciation	181,508	400,405	40,101	622,014
Total Operating Expenses	1,867,336	760,685	369,561	2,997,582
Operating Income (Loss)	149,903	37,218	83,125	270,246
Nonoperating Revenue (Expenses):				
Investment earnings	357	766	-	1,123
Interest expense	(19,093)	(69,222)	-	(88,315)
Loan premium costs	-	7,185	-	7,185
Miscellaneous	577	-	-	577
Net Nonoperating Expense	(18,159)	(61,271)	-	(79,430)
Income (Loss) Before Contributions and Operating Transfers	131,744	(24,053)	83,125	190,816
Capital Contributions and Tap Fees	1,077,362	176,352	-	1,253,714
Operating Transfers Out - General Fund	(22,000)	(22,000)	(22,000)	(66,000)
Change in Net Position	1,187,106	130,299	61,125	1,378,530
Fund Net Position, January 1	18,097,454	3,455,845	1,152,474	22,705,773
Fund Net Position, December 31	\$ 19,284,560	\$ 3,586,144	\$ 1,213,599	\$ 24,084,303

See Accompanying Notes to Financial Statements.

TOWN OF EATON, COLORADO
ENTERPRISE FUNDS

STATEMENT OF CASH FLOWS

Year Ended December 31, 2019	Water Fund	Sewer Fund	Other Enterprise Funds	Total
Cash Flows from Operating Activities:				
Cash received from customers	\$ 1,983,114	\$ 795,131	\$ 427,811	\$ 3,206,056
Cash payments:				
To suppliers for goods and services	(1,621,322)	(285,683)	(305,391)	(2,212,396)
To employees for services	(76,431)	(79,641)	-	(156,072)
Net Cash Provided by Operating Activities	285,361	429,807	122,420	837,588
Cash Flows from Noncapital Financing Activities:				
Operating Transfer Out - General Fund	(22,000)	(22,000)	(22,000)	(66,000)
Cash Flows from Capital and Related Financing Activities:				
Acquisition of equipment and plant	(42,972)	-	(18,924)	(61,896)
Debt principal reduction	(165,864)	(245,586)	-	(411,450)
Interest paid on debt	(19,093)	(69,222)	-	(88,315)
Service tap fees	389,862	176,352	-	566,214
Other	577	-	-	577
Net Cash Provided (Used) by Capital and Related Financing Activities	162,510	(138,456)	(18,924)	5,130
Cash Flows from Investing Activities:				
Interest	357	766	-	1,123
Net Cash Provided by Investing Activities	357	766	-	1,123
Net Increase (Decrease) in Cash	426,228	270,117	81,496	777,841
Cash and Cash Equivalents, January 1	3,756,743	1,385,695	307,804	5,450,242
Cash and Cash Equivalents, December 31	\$ 4,182,971	\$ 1,655,812	\$ 389,300	\$ 6,228,083
Reconciliation of Operating Income to Net Cash From Operating Activities:				
Operating income (loss)	\$ 149,903	\$ 37,218	\$ 83,125	\$ 270,246
Depreciation	181,508	400,405	40,101	622,014
Change in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	(34,125)	(2,772)	(24,875)	(61,772)
Inventories	1,797	-	-	1,797
Increase (decrease) in:				
Accounts payable	(13,722)	(5,044)	24,069	5,303
Net Cash Provided by Operating Activities	\$ 285,361	\$ 429,807	\$ 122,420	\$ 837,588
Disclosure of Noncash Investing Activities:				
Contributed water rights	\$ 687,500	\$ -	\$ -	\$ 687,500

See Accompanying Notes to Financial Statements.

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - Summary of Significant Accounting Policies:

The accounting and reporting policies of the Town of Eaton, Colorado conform to accounting principles generally accepted in the United States. The following summary of significant accounting policies is presented to assist the reader in evaluating the Town's financial statements.

Reporting Entity:

The financial report of the Town includes all of the integral parts of the Town's operations. The Town has determined that it has no financial accountability for any other agency which would require it to be in the reporting entity.

The Mayor appoints members of the Eaton Housing Authority. Otherwise, the Town has no role in the designation of management and no ability to influence operations. The Town does not have financial accountability for the Eaton Housing Authority, as the Authority is fiscally independent.

Proceeds from the seizure of contraband, if any, are included in the reporting entity.

Government-wide and Fund Financial Statements:

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the town. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 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 enterprise funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - Summary of Significant Accounting Policies - Continued:

Government-wide and Fund Financial Statements – Continued:

The Town reports the following major governmental funds:

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

The *Library Fund* accounts for taxes received from the High Plains Library District and other revenue restricted for library services.

The *Impact Fee Fund* accounts for impact fees and other revenues restricted for various facilities and expenses.

The Town reports the following major proprietary funds:

The *Sewer Fund* accounts for user charges and expenses for operating, financing, and maintaining the Town's sanitary sewer system.

The *Water Fund* accounts for user charges and the expenses for operating, financing, and maintaining the Town's water system.

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables, and receivables. All internal balances in the Statement of Net Position have been eliminated.

Accounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

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

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

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - Summary of Significant Accounting Policies - Continued:

Measurement Focus, Basis of Accounting, and Financial Statement Presentation:

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

Government fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. 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.

Cigarette taxes, sales taxes, use taxes, taxpayer-assessed taxes, interest revenue, and charges for services are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - Summary of Significant Accounting Policies - Continued:

Capital Assets:

Capital assets, which include property, plant, equipment, and infrastructure assets (i.e., streets and roads, bridges, stormwater drainage, traffic signals, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more than \$1,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value on the date received.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable.

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:

Buildings and Improvements	10 – 50 years
Equipment and Vehicles	3 – 10 years
Infrastructure	10 – 30 years

Long-Term Obligations:

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issued 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.

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - Summary of Significant Accounting Policies - Continued:

Fund Equity:

In the fund financial statements, governmental funds report restrictions of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose.

Restrictions for the Town are recorded up to the maximum equity available in the fund balance and consist of:

Restricted for Shelton Trust Fund:

These restrictions are established for amounts set aside for the purposes established by the Shelton Trust fund. Recorded restrictions at December 31, 2019 are \$81,417.

Restricted for Emergencies:

These restrictions are established to comply with TABOR. Recorded TABOR restrictions at December 31, 2019 are \$73,224.

Assigned fund balances, if any, are amounts the Town intends to use for a specific purpose. Intent can be expressed by the Board of Trustees or by an official to which the Board delegates authority. Restricted funds are considered to be spent first, followed by assigned and unassigned, for an expenditure for which any could be used.

Property Taxes:

Property taxes are levied in December and attach as an enforceable lien on property as of January 1 of the following year. Taxes are payable in two installments on March 1 and June 15, or in full on April 30. The Town uses the Weld County Treasurer to bill and collect its property taxes. Taxes levied in December 2019 are recorded as taxes receivable and deferred revenue as of December 31, 2019. The original January 1, 2019 levy for the General Fund of the Town was 5.441 mills or approximately \$356,593.

Budget:

An annual budget and appropriation ordinance is adopted by the Town Board in accordance with the Local Government Budget Law. The budget is prepared on a basis consistent with accounting principles generally accepted in the United States for all funds, except for modifications in the enterprise funds which are discussed below. The fund level of classification is the level at which expenditures may not legally exceed appropriations. All annual appropriations lapse at year end.

The Town Administrator is authorized to transfer budgeted amounts within departments of each fund. Any revisions that alter the total appropriation for each department must be approved by the Town Board through a supplemental appropriation ordinance.

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - Summary of Significant Accounting Policies - Continued:

Budget - Continued:

Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States (GAAP), except for the enterprise funds:

- a. Depreciation and amortization expense is not budgeted in the enterprise funds.
- b. Principal reduction of bonds is budgeted as expenses.
- c. Property and equipment purchases are budgeted as expenses.

Budgetary comparisons presented in the enterprise funds are on this non-GAAP budget basis.

Inventories:

Inventories of governmental funds, which consist of expendable materials held for consumption, are stated at cost, determined by the first-in, first-out (FIFO) method. These funds follow the consumption method of accounting whereby expenditures are recorded at the time the inventory items are used.

Inventories of proprietary funds are recorded at the lower of cost or market. Cost is determined by the FIFO method.

Transfers In/Out:

Transfers to the General Fund were made from the Water, Sewer, and Sanitation Funds to reimburse the General Fund for various office expenses. The interest earned in the Cemetery Perpetual Care Fund is transferred to the General Fund to offset cemetery expenses.

Pooled Cash:

Most cash resources of the Town are combined and deposited in an interest bearing bank account. Interest income earned on the pooled account is allocated to the General Fund. If a fund's share of the pooled cash is a deficit, a Due to Other Funds account is established.

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - Summary of Significant Accounting Policies - Continued:

Employee Vacation and Sick Leave:

All full-time Town employees accumulate sick leave for subsequent use. These accumulations do not vest and therefore are not recognized as expenditures by the Town until used.

Employees also receive noncumulative vacation leave. No accrual of liability is made as vacation leave is generally taken and the amount outstanding at year end is immaterial.

Statement of Cash Flows:

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

Shelton Trust Account:

The Town is the beneficiary of 35% of the Juanita Shelton Trust. In 2019, the Town received 35% of the remaining principal. The proceeds are limited to the Town's library, museum, and senior citizens programs.

NOTE 2 – Cash and Investments:

The Town's bank accounts and certificates of deposit at year-end were entirely covered by federal depository insurance or by collateral held by the Town's custodial banks under provisions of the Colorado Public Deposit Protection Act.

The Colorado Public Deposit Protection Act requires financial institutions to pledge collateral having a market value of at least 102% of the aggregate public deposits not insured by federal depository insurance. Eligible collateral includes municipal bonds, U.S. government securities, mortgages and deeds of trust.

State statutes authorize the Town to invest in obligations of the U.S. Treasury and U.S. agencies, obligations of the State of Colorado or of any county, school district, and certain towns and cities therein, notes or bonds secured by insured mortgages or trust deeds, obligations of national mortgage associations, and certain repurchase agreements.

At December 31, 2019, the Town had \$2,139,163 invested in the Colorado Liquid Asset Trust (COLOTRUST), an SEC Rule 2a7-like investment pool. Investments are valued at the net asset value (NAV) of \$1.00 per share. The investment pools are routinely monitored by the Colorado Division of Securities with regard to operations and investments. COLOTRUST is rated AAAM by Standard & Poor's. The Town's investment is measured at NAV.

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 2 – Cash and Investments – Continued:

Investments held as of December 31, 2019 are as follows:

	Cost	Fair Value
U.S. Government Sponsored Agency Bonds, primarily Resolution Funding Corp. and FHLB, maturing in 2020, rated AA+ by Standard & Poor's	\$ 744,651	\$ 749,819
Total	\$ 744,651	\$ 749,819

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value measurements must maximize the use of observable inputs and minimize the use of unobservable inputs. There is a hierarchy of three levels of inputs that may be used to measure fair value:

- Level 1 Quoted prices in active markets for identical assets or liabilities
- Level 2 Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities
- Level 3 Unobservable inputs supported by little or no market activity and are significant to the fair value of the assets or liabilities

The following table presents the fair value measurements of assets and liabilities recognized in the accompanying statement of net position measured at fair value on a recurring basis and the level within the fair value hierarchy in which the fair value measurements fall at December 31:

Description	Fair Value Measurements at Reporting Date Using		
	Quoted Prices In Active Markets for Identical Assets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
<u>December 31, 2019</u>			
U.S. Government Sponsored Agency Bonds	--	\$ 749,819	--

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 3 - Water and Sewer Debt:

December 31	2019
\$5,000,000, Series 2005, loan from Colorado Water Resource and Power Development Authority, due in varying monthly installments through 2027, average interest rate at 3.38%. (This debt will be serviced by the Sewer Fund, an Enterprise Fund.)	\$ 2,232,118
Series 2005, CWRPDA loan premium	64,646
\$1,578,625, Series 2014, Water Revenue Refunding bonds, due in varying monthly installments through 2023, average interest at 2.49%. (This debt will be serviced by the Water Fund, an Enterprise Fund.)	676,692
Total Water and Sewer Debt	\$ 2,973,456

The annual requirements to amortize these loans as of December 31, 2019 are as follows:

Year Ending December 31	Principal	Interest	Total
2020	\$ 251,045	\$ 93,385	\$ 344,430
2021	256,503	86,711	343,214
2022	261,960	79,892	341,852
2023	267,419	74,128	341,547
2024	278,333	38,107	316,440
2025-2027	916,858	24,872	941,730
	\$ 2,232,118	\$ 397,095	\$ 2,629,213

Year Ending December 31	Principal	Interest	Total
2020	\$ 169,236	\$ 17,045	\$ 186,281
2021	175,670	10,612	186,282
2022	178,308	7,973	186,281
2023	153,478	1,757	155,235
	\$ 676,692	\$ 37,387	\$ 714,079

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 3 - Water and Sewer Debt – Continued:

Changes in Enterprise Fund long-term debt during the year were as follows:

	Balance, 1/1/19	Additions	Retirements	Balance, 12/31/19	Due Within One Year
Water Refunding Bonds	\$ 842,556	\$ --	\$ 165,864	\$ 676,692	\$ 169,236
CWRPDA Loan – Sewer	2,477,706	--	245,588	2,232,118	251,045
Series 2005 Loan Premium	71,829	--	7,183	64,646	7,183
	\$ 3,392,091	\$ --	\$ 418,635	\$ 2,973,456	\$ 427,464

The Town has pledged future customer revenues, net of operating expenses, to repay the water and sewer loans above. Proceeds from the loans provided financing for various improvements. The loans are payable solely from water and sewer net revenues and are payable through 2023 and 2027. Annual principal and interest payments on the bonds are expected to require approximately 10% of water revenues and 40% of sewer revenues. The total principal and interest remaining to be paid on the bonds is on page 25. Principal and interest paid for the current year and total customer revenues were \$184,957 and \$2,017,239, respectively for water, and \$314,308 and \$797,603, respectively for sewer.

NOTE 4 – Governmental Long-Term Debt:

The Town has entered into three capital leases for several lots to be developed as a town square. Annual payments of \$90,965 are required until 2025 including interest at 3.25%. The land secures the capital lease and is carried at \$1,847,560 at December 31, 2019. Lease payments will be made by the Impact Fee Fund.

The Town has also entered into an installment purchase agreement for financing the purchase of a building to be used as a museum. This agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded at the present value of the future minimum lease payments as of the date of its inception. Lease payments are made by the General Fund.

The agreement, dated September 17, 2003, requires annual payments of \$10,375, including 2% interest, until 2032. The lessor has a first lien security interest in the building until the payments are completed. The carrying value of improvements under lease is \$125,328 at December 31, 2019.

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 4 – Governmental Long-Term Debt – Continued:

The following is a schedule of the future minimum lease payments under these capital leases, and the present value of the net minimum lease payments at December 31, 2019.

Year Ending December 31	Amount
2020	\$ 101,340
2021	101,340
2022	101,340
2023	101,340
2024-2028	96,123
2029-2033	32,952
Total minimum lease payments	534,435
Less: Amount representing interest	(65,153)
Present value of future minimum lease payments	\$ 469,282

Changes in long-term debt during the year were as follows:

	Balance, 1/1/19	Additions	Retirements	Balance, 12/31/19	Due Within One Year
Land Leases	\$ 472,502	\$ --	\$ 114,353	\$ 358,149	\$ 78,772
Museum Lease	119,126	--	7,993	111,133	8,152
Sweeper Lease	57,498	--	57,498	--	--
	\$ 649,126	\$ --	\$ 179,844	\$ 469,282	\$ 86,924

NOTE 5 - Defined Contribution Plan:

The Town provides pension benefits through a defined contribution plan for all of its employees who have elected to participate. The plan is administered by One America and can be amended only by the governing body. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate in the plan after 1,000 hours of service.

In order to participate in the plan, employees must contribute a minimum of three percent of compensation, which was amended in 2019 from five percent, with the Town making a five percent contribution on their behalf. The Town's contributions for each employee (and interest allocated to the employee's account) are fully vested after seven years continuous service. Town contributions (including interest) forfeited by employees who leave employment before seven years of service are used to reduce the Town's current-period contribution requirement.

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 5 - Defined Contribution Plan – Continued:

Employees contributed approximately \$58,500 and the Town and made the required 5% contribution for participating employees, amounting to \$58,500. Forfeitures were not material to the financial statements.

NOTE 6 – Capital Assets:

Governmental Activities	Balance, 1/1/19	Additions	Deletions	Balance, 12/31/19
Not Depreciable:				
Land	\$ 2,972,003	\$ --	\$ --	\$ 2,972,003
Depreciable:				
Buildings and improvements	1,835,519	--	--	1,835,519
Library	2,796,747	--	--	2,796,747
Streets and improvements	10,225,732	155,884	--	10,381,616
Park and cemetery improvements	2,284,287	22,098	5,000	2,301,385
Museum	288,246	--	--	288,246
Equipment	779,812	68,807	--	848,619
Vehicles	738,057	65,406	--	803,463
Total Cost	21,920,403	312,195	5,000	22,227,598
Less Accumulated Depreciation:				
Buildings and improvements	1,074,515	130,459	--	1,204,974
Library	692,335	13,522	--	705,857
Streets and improvements	4,845,670	376,861	--	5,222,531
Park and cemetery improvements	922,143	62,854	5,000	979,997
Museum	97,442	31,909	--	129,351
Equipment	655,570	75,537	--	731,107
Vehicles	439,442	64,708	--	504,150
Total Accumulated Depreciation	8,727,117	755,850	5,000	9,477,967
Capital Assets, Net	\$13,193,286	\$ (443,655)	\$ --	\$12,749,631

Depreciation expense is allocated as follows:

Governmental activities	\$ 252,959
Streets	414,527
Library	88,364
	\$ 755,850

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 6 – Capital Assets – Continued:

Business-Type Activities	Balance, 1/1/19	Additions	Deletions	Balance, 12/31/19
Not Depreciable:				
Land and improvements	\$ 124,540	\$ --	\$ --	\$ 124,540
Water rights	10,570,112	687,500	--	11,257,612
Depreciable:				
Buildings and plant	5,572,298	18,923	--	5,591,221
Distribution/collection system	12,827,223	42,972	--	12,870,195
Equipment	418,325	--	--	418,325
Vehicles	276,823	--	--	276,823
Total Cost	29,789,321	749,395	--	30,538,716
Less Accumulated Depreciation:				
Buildings and plant	3,032,354	290,473	--	3,322,827
Distribution/collection system	5,672,237	314,263	--	5,986,500
Equipment	382,155	11,437	--	393,592
Vehicles	230,179	20,000	--	250,179
Total Accumulated Depreciation	9,316,925	636,173	--	9,953,098
Capital Assets, Net	\$ 20,472,396	\$ 113,222	\$ --	\$ 20,585,618

NOTE 7 - Colorado Intergovernmental Risk Sharing Agency (CIRSA):

CIRSA is a separate legal entity established by member municipalities pursuant to the provisions of Colorado Revised Statutes and the Colorado Constitution. In February, 1986, the Town Board authorized participation in the agency. The Town has participated each year since then.

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

The Town recognizes an expenditure for the amount paid to CIRSA annually for these coverages. The Town paid \$133,625 to CIRSA in 2019, including \$35,160 for workers compensation coverage. Settled claims have not exceeded this coverage in any of the past three fiscal years.

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 8 - Weld 911 Emergency Telephone Service Authority:

The Town is a member of the Weld 911 Emergency Telephone Service Authority, a separate legal entity established by Weld County, member municipalities, and special districts for the purpose of providing 911 emergency telephone service.

Authority Board members are selected by the Weld county commissioners and by the larger municipalities in Weld County. The Town does not have the ability to significantly affect the operations of the Authority.

The Town has no obligation to the Authority beyond the service charges paid by Town residents to their telephone service supplier. In the event of the Authority disbanding without a successor, the net position, if any, shall be returned to the participants. The Town of Eaton's share of the net position is estimated to be less than 5%.

NOTE 9 - Contingencies:

In 1992, Colorado voters approved "Amendment One", or the Taxpayer's Bill of Rights (TABOR). TABOR requires voter approval for any new tax, tax rate increase, mill levy increase, or new debt. Voter approval is also required to increase annual property taxes, revenue, or spending by more than inflation plus a local growth factor. Spending not subject to TABOR includes that from enterprise activities, gifts, federal funds, reserve expenditures, damage awards, or property sales.

In November 1994, the electors of the Town of Eaton voted to supersede TABOR and to collect, retain, and expend the full proceeds of all taxes, fees, and other revenue without increasing or adding taxes of any kind.

The Amendment is complex and subject to judicial interpretation. The Town believes it is in compliance with the applicable requirements of the Amendment. Included in the accompanying financial statements are emergency reserves required by TABOR, of at least 3% of fiscal year spending, recorded in the General Fund.

REQUIRED SUPPLEMENTARY INFORMATION

**TOWN OF EATON, COLORADO
GENERAL FUND**

Schedule of Revenue Compared with Estimate

Year Ended December 31, 2019	Actual	Estimate	Variance
Taxes:			
General property	\$ 346,911	\$ 356,593	\$ (9,682)
Franchise - utility companies	180,558	187,250	(6,692)
Sales	1,830,074	1,200,000	630,074
Penalties and interest	-	400	(400)
Total Taxes	2,357,543	1,744,243	613,300
Licenses and Permits:			
Building permits	192,378	300,000	(107,622)
Liquor licenses	1,243	900	343
Dog licenses	490	480	10
Business licenses	1,310	1,250	60
Total Licenses and Permits	195,421	1,380	353
Intergovernmental:			
Cigarette tax	5,217	5,000	217
Lottery proceeds	29,769	26,500	3,269
Mineral and severance taxes	42,000	42,000	-
Total Intergovernmental	76,986	73,500	3,486
Charges for Services:			
Grave openings	32,050	21,000	11,050
Sale of cemetery plots	34,511	26,000	8,511
Planning revenue	20,150	-	20,150
Total Charges for Services	86,711	47,000	39,711
Fines and Forfeitures:			
Fines - traffic	477,348	425,000	52,348
Total Fines and Forfeitures	477,348	425,000	52,348
Miscellaneous:			
Interest	55,346	25,000	30,346
Contributions and grants	26,679	8,000	18,679
Other, primarily oil and gas lease	38,205	25,000	13,205
Total Miscellaneous	120,230	58,000	62,230
Total Revenue	\$ 3,314,239	\$ 2,349,123	\$ 771,428

**TOWN OF EATON, COLORADO
GENERAL FUND**

Schedule of Expenditures Compared with Budget

Year Ended December 31, 2019	Actual	Original Budget	Final Budget	Variance From Final Budget
Administration:				
Current operating:				
Mayor and Board of Trustees	\$ 13,800	\$ 13,800	\$ 13,800	\$ -
Administrator	106,939	113,600	113,600	6,661
Assistant administrator	69,263	65,000	65,000	(4,263)
Town clerk	58,003	58,000	58,000	(3)
Administrative assistant	46,349	46,350	46,350	1
Municipal judge	14,300	16,350	16,350	2,050
Court clerk	6,854	6,860	6,860	6
Employee benefits	63,001	74,000	74,000	10,999
Elections	8,972	-	-	(8,972)
Office supplies	12,503	14,750	14,750	2,247
Telephone	6,303	7,000	7,000	697
Office expenses	11,906	4,500	4,500	(7,406)
Staff training and education	8,015	5,000	5,000	(3,015)
Dues	2,263	2,300	2,300	37
Publications	9,312	6,000	6,000	(3,312)
Insurance	50,982	46,400	46,400	(4,582)
Professional services	59,934	42,000	42,000	(17,934)
Legal fees	80,378	50,000	50,000	(30,378)
Building inspections	145,176	250,000	250,000	104,824
Office equipment	-	7,500	7,500	7,500
Capital outlay	-	-	-	-
Total Administration	774,253	829,410	829,410	55,157
Public Safety:				
Current operating:				
Police chief and officers	621,016	599,156	599,156	(21,860)
Administrative assistant	84,461	84,448	84,448	(13)
Employee benefits	177,382	177,737	177,737	355
Office supplies	9,826	8,500	8,500	(1,326)
Operating supplies	53,754	62,435	62,435	8,681
Communications	63,513	57,000	57,000	(6,513)
Automotive services	15,852	18,000	18,000	2,148
Jail services	82	500	500	418
Training and education	1,857	6,600	6,600	4,743
Animal shelter	1,492	2,500	2,500	1,008
Office equipment	3,006	4,000	4,000	994
Capital outlay	68,927	80,000	80,000	11,073
Total Public Safety	1,101,168	1,100,876	1,100,876	(292)

Continued on next page.

**TOWN OF EATON, COLORADO
GENERAL FUND**

Schedule of Expenditures Compared with Budget - Continued

Year Ended December 31, 2019	Actual	Original Budget	Final Budget	Variance From Final Budget
Cemetery:				
Current operating:				
Maintenance labor	\$ 78,837	\$ 84,200	\$ 84,200	\$ 5,363
Employee benefits	19,761	21,000	21,000	1,239
Operating supplies	12,251	19,000	19,000	6,749
Utilities	7,193	8,350	8,350	1,157
Repairs and maintenance	5,706	8,000	8,000	2,294
Forestry and nursery	8,127	6,000	6,000	(2,127)
Capital outlay	49,721	55,000	55,000	5,279
Total Cemetery	181,596	201,550	201,550	19,954
Parks and Recreation:				
Current operating:				
Maintenance labor	131,044	135,500	135,500	4,456
Employee benefits	30,393	34,500	34,500	4,107
Operating supplies	65,603	75,000	75,000	9,397
Utilities	16,667	17,750	17,750	1,083
Forestry and nursery	8,325	6,000	6,000	(2,325)
Capital outlay	35,153	255,000	255,000	219,847
Total Parks and Recreation	287,185	523,750	523,750	236,565
Public Buildings:				
Current operating:				
Custodial salary	11,177	11,400	11,400	223
Operating supplies	9,986	12,000	12,000	2,014
Utilities	17,971	18,000	18,000	29
Repairs and maintenance	2,907	22,000	22,000	19,093
Building improvements	-	5,000	5,000	5,000
Debt service - lease	10,375	10,375	10,375	-
Total Public Buildings	52,416	78,775	78,775	26,359
Miscellaneous:				
Treasurer's fees	3,569	3,566	3,566	(3)
Other	30,425	6,000	6,000	(24,425)
Economic development	10,183	10,000	10,000	(183)
Shelton Trust Fund grants	-	5,000	5,000	5,000
Total Miscellaneous	44,177	24,566	24,566	(19,611)
Total Expenditures	\$ 2,440,795	\$ 2,758,927	\$ 2,758,927	\$ 318,132

**TOWN OF EATON, COLORADO
GENERAL FUND**

Schedule of Other Financing Sources Compared with Estimate

<u>Year Ended December 31, 2019</u>	<u>Actual</u>	<u>Estimate</u>	<u>Variance</u>
Operating Transfers In:			
Water Fund	\$22,000	\$ 22,000	\$ -
Sewer Fund	22,000	22,000	-
Sanitation Fund	22,000	22,000	-
Cemetery Perpetual Care Fund	396	-	396
<u>Total Other Financing Sources</u>	<u>\$66,396</u>	<u>\$ 66,000</u>	<u>\$ 396</u>

TOWN OF EATON, COLORADO
SPECIAL REVENUE FUNDS
LIBRARY FUND

Schedule of Revenue Compared with Estimate

Year Ended December 31, 2019	Actual	Estimate	Variance
Property Taxes (High Plains Library District)	\$ 949,265	\$ 949,266	\$ (1)
Library Fines	3,543	4,000	(457)
Total Revenue	\$ 952,808	\$ 953,266	\$ (458)

Schedule of Expenditures Compared with Budget

Year Ended December 31, 2019	Actual	Original Budget	Final Budget	Variance from Final Budget
Library:				
Current operating:				
Librarians	\$ 301,195	\$ 350,710	\$ 350,710	\$ 49,515
Employee benefits	61,030	39,900	39,900	(21,130)
Operating supplies	11,382	17,000	17,000	5,618
Mileage reimbursements	1,184	2,500	2,500	1,316
Workshops and dues	2,571	9,000	9,000	6,429
Insurance	20,622	18,250	18,250	(2,372)
Contract services	25,530	36,000	36,000	10,470
Utilities	17,635	24,000	24,000	6,365
Repairs and maintenance	6,806	20,000	20,000	13,194
Circulation	50,054	57,000	57,000	6,946
Periodicals	3,389	3,500	3,500	111
Programs	29,775	30,000	30,000	225
Reference	34	-	-	(34)
Miscellaneous	3,544	10,500	10,500	6,956
Capital outlay	-	45,000	45,000	45,000
Total Expenditures - Library	\$ 534,751	\$ 663,360	\$ 663,360	\$ 128,609

**TOWN OF EATON, COLORADO
SPECIAL REVENUE FUNDS
IMPACT FEE FUND**

Schedule of Revenue Compared with Estimate

Year Ended December 31, 2019	Actual	Estimate	Variance
Use Tax - building materials	\$ 197,911	\$ 150,000	\$ 47,911
Impact Fees:			
Police facilities	10,448	5,240	5,208
Municipal facilities and equipment	54,020	29,600	24,420
Community park and equipment	19,117	10,160	8,957
Neighborhood park facilities and equipment	41,400	23,000	18,400
Total Revenue and Transfers In	\$ 322,896	\$ 218,000	\$ 104,896

Schedule of Expenditures Compared with Budget

Year Ended December 31, 2019	Actual	Original and Final Budget	Variance From Final Budget
Expenditures:			
Police facilities and equipment expenses	\$ -	\$ -	\$ -
Municipal and equipment	41,084	50,000	8,916
Neighborhood park expenses	-	-	-
Community park expenses	-	-	-
Debt Service:			
Lease interest	40,425	-	(40,425)
Lease principal	114,353	166,446	52,093
Total Expenditures	\$ 195,862	\$ 216,446	\$ 20,584

ADDITIONAL INFORMATION

**TOWN OF EATON, COLORADO
NONMAJOR GOVERNMENTAL FUNDS**

COMBINING BALANCE SHEET

December 31, 2019	<u>Special Revenue</u>	<u>Permanent Fund</u>	Total
	Street Fund	Cemetery Perpetual Care Fund	
<u>ASSETS</u>			
Cash	\$ 744,050	\$ 131,561	\$ 875,611
Inventory of Supplies	7,386	-	7,386
TOTAL ASSETS	751,436	131,561	882,997
<u>LIABILITIES</u>			
Accounts Payable	2,771	-	2,771
Total Liabilities	2,771	-	2,771
<u>FUND BALANCES</u>			
Nonspendable	-	131,561	131,561
Restricted for Street fund purposes	748,665	-	748,665
Total Fund Balances	748,665	131,561	880,226
TOTAL LIABILITIES AND FUND BALANCES	\$ 751,436	\$ 131,561	\$ 882,997

**TOWN OF EATON, COLORADO
NONMAJOR GOVERNMENTAL FUNDS**

**COMBINING STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCE**

Year Ended December 31, 2019	Street Fund	Cemetery Perpetual Care Fund	Total
Operating Revenue:			
Taxes	\$ 649,701	\$ -	\$ 649,701
Intergovernmental	548,711	-	548,711
Lot sales	-	3,729	3,729
Interest		396	396
Total Operating Revenue	1,198,412	4,125	1,202,537
Expenditures:			
Streets	309,793	-	309,793
Capital Outlay	393,002	-	393,002
Community park expenses	-	-	-
Debt service	-	-	-
Total Expenditures	702,795	-	702,795
Revenue Over (Under) Expenditures	495,617	4,125	499,742
Operating Transfer Out - General Fund	-	(396)	(396)
Net Change in Fund Balances	495,617	3,729	499,346
Fund Balance, January 1	253,048	127,832	380,880
Fund Balance, December 31	\$ 748,665	\$ 131,561	\$ 880,226

TOWN OF EATON, COLORADO
SPECIAL REVENUE FUNDS
STREET FUND

Schedule of Revenue Compared with Estimate

Year Ended December 31, 2019	Actual	Estimate	Variance
Sales Taxes	\$ 649,701	\$ 425,000	\$ 224,701
B and D Taxes	23,959	28,000	(4,041)
Highway Users Tax	213,479	160,000	53,479
Motor Vehicle Fees	23,681	23,000	681
County Road and Bridge	53,971	50,000	3,971
Severance tax and other	233,621	80,000	153,621
Total Revenue	\$1,198,412	\$ 766,000	\$ 432,412

Schedule of Expenditures Compared with Budget

Year Ended December 31, 2019	Actual	Original Budget	Final Budget	Variance from Final Budget
Streets:				
Current operating:				
Salaries	\$ 61,225	\$ 58,890	\$ 58,890	\$ (2,335)
Employee benefits	12,850	15,311	15,311	2,461
Operating supplies	24,480	22,000	22,000	(2,480)
Insurance	5,589	5,582	5,582	(7)
Professional services	33,583	11,000	11,000	(22,583)
Construction engineering	21,284	25,000	25,000	3,716
Snow removal	420	2,500	2,500	2,080
Street lighting	67,964	92,000	92,000	24,036
Equipment maintenance	20,387	16,000	16,000	(4,387)
Street signs	3,126	15,000	15,000	11,874
Equipment acquisition	58,885	58,885	58,885	-
Capital outlay, patching, seal coating	393,002	367,500	407,500	14,498
Total Expenditures - Streets	\$ 702,795	\$ 689,668	\$ 729,668	\$ 26,873

**TOWN OF EATON, COLORADO
 PERMANENT FUNDS
 CEMETARY PERPETUAL CARE FUND**

Schedule of Revenue Compared with Estimate

Year Ended December 31, 2019	Actual	Estimate	Variance
Lot Sales	\$ 3,729		\$ 3,729
Interest	396		396
Total Revenue	\$ 4,125	\$ -	\$ 4,125

Schedule of Expenditures Compared with Budget

Year Ended December 31, 2019	Actual	Original and Final Budget	Variance From Final Budget
Expenditures:			
Cemetery	\$ -	\$ -	\$ -
Total Expenditures	\$ -	\$ -	\$ -

TOWN OF EATON, COLORADO
NONMAJOR ENTERPRISE FUNDS

COMBINING STATEMENT OF NET POSITION

December 31, 2019	Sanitation Fund	Irrigation Fund	Total Nonmajor Enterprise Funds
<u>ASSETS</u>			
Current Assets:			
Equity in pooled cash and investments	\$ 191,835	\$ 197,465	\$ 389,300
Accounts receivable	39,003	4,177	43,180
Total Current Assets	230,838	201,642	432,480
Property, Plant, and Equipment:			
Distribution/collection system	-	1,159,952	1,159,952
Vehicles	-	-	-
Equipment	25,731	16,378	42,109
	25,731	1,176,330	1,202,061
Accumulated depreciation	(21,731)	(357,775)	(379,506)
Total Property, Plant, and Equipment	4,000	818,555	822,555
Total Assets	234,838	1,020,197	1,255,035
<u>LIABILITIES</u>			
Current Liabilities:			
Accounts payable	37,348	4,088	41,436
Total Current Liabilities	37,348	4,088	41,436
<u>NET POSITION</u>			
Net Investment in Capital Assets	4,000	818,555	822,555
Unrestricted	193,490	197,554	391,044
TOTAL NET POSITION	\$ 197,490	\$ 1,016,109	\$ 1,213,599

**TOWN OF EATON, COLORADO
NONMAJOR ENTERPRISE FUNDS**

**COMBINING STATEMENT OF REVENUE, EXPENSES
AND CHANGES IN FUND NET POSITION**

Year Ended December 31, 2019	Sanitation Fund	Irrigation Fund	Total Nonmajor Enterprise Funds
Operating Revenue - charges for services	\$ 328,631	\$ 124,055	\$ 452,686
Operating Expenses:			
Supplies	496	491	987
Contractual services	278,703	18,482	297,185
Utilities	-	24,028	24,028
Repairs and maintenance	-	4,917	4,917
Insurance	426	1,237	1,663
Other	680	-	680
Depreciation	1,153	38,948	40,101
Total Operating Expenses	281,458	88,103	369,561
Income (Loss) Before Operating Transfers and Contributions	47,173	35,952	83,125
Capital contributions	-	-	-
Operating Transfers Out - General Fund	(22,000)	-	(22,000)
Net Income (Loss)	25,173	35,952	61,125
Net Position, January 1	172,317	980,157	1,152,474
Net Position, December 31	\$ 197,490	\$1,016,109	\$1,213,599

TOWN OF EATON, COLORADO
NONMAJOR ENTERPRISE FUNDS

COMBINED STATEMENT OF CASH FLOWS

Year Ended December 31, 2019	Sanitation Fund	Irrigation Fund	Total Nonmajor Enterprise Funds
Cash Flows from Operating Activities:			
Cash received from customers	\$ 307,499	\$ 120,312	\$ 427,811
Cash payments:			
To suppliers for goods and services	(259,028)	(46,363)	(305,391)
Net Cash Provided by Operating Activities	48,471	73,949	122,420
Cash Flows from Noncapital Financing Activities:			
Operating transfers out - General Fund	(22,000)	-	(22,000)
Cash Flows from Capital and Related Financing Activities:			
Acquisition of equipment	-	(18,924)	(18,924)
Net Increase (Decrease) in Cash	26,471	55,025	81,496
Cash and Cash Equivalents, January 1	165,364	142,440	307,804
Cash and Cash Equivalents, December 31	\$ 191,835	\$ 197,465	\$ 389,300
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:			
Operating income (loss)	\$ 47,173	\$ 35,952	\$ 83,125
Depreciation	1,153	38,948	40,101
Change in assets and liabilities:			
(Increase) decrease in:			
Accounts receivable	(21,132)	(3,743)	(24,875)
Increase (decrease) in:			
Accounts payable	21,277	2,792	24,069
Net Cash Provided by Operating Activities	\$ 48,471	\$ 73,949	\$ 122,420
Disclosure of Noncash Investing Activities:			
Contributed Infrastructure	\$ -	\$ -	\$ -

TOWN OF EATON, COLORADO
ENTERPRISE FUNDS - WATER FUND

Schedule of Revenue Compared with Estimate

Year Ended December 31, 2019	Actual	Estimate	Variance
Operating Revenue:			
Water service fees	\$2,017,239	\$2,150,000	\$ (132,761)
Miscellaneous	577	400	177
Nonoperating Revenue:			
Interest	357	100	257
Tap fees	389,862	260,000	129,862
Total Revenue	\$2,408,035	\$2,410,500	\$ (2,465)

Schedule of Expenses and Transfers Compared with Budget
(Non-GAAP Budget Basis)

Year Ended December 31, 2019	Actual	Budget	Variance
Operating Expenses:			
Personnel:			
Salaries	\$ 58,980	\$ 58,750	\$ (230)
Employee benefits	17,451	17,625	174
Supplies	11,752	5,150	(6,602)
Contractual services	127,293	50,000	(77,293)
Utilities	15,786	15,000	(786)
Repairs and maintenance	62,835	80,000	17,165
Insurance	19,344	19,350	6
Water assessments	81,555	92,000	10,445
NISP expenses	292,500	293,000	500
NWCWD purchases	994,130	905,000	(89,130)
Miscellaneous	4,202	2,500	(1,702)
Total Operating Expenses	1,685,828	1,538,375	(147,453)
Nonoperating Expenses:			
Capital outlay	-	237,500	237,500
Issuance costs	4,447	-	(4,447)
Loan payments	184,957	184,957	-
Total Nonoperating Expenses	189,404	422,457	233,053
Operating Transfers Out - General Fund	22,000	22,000	-
Total Expenses and Transfers	\$1,897,232	\$1,982,832	\$ 85,600

TOWN OF EATON, COLORADO
ENTERPRISE FUNDS - SEWER FUND

Schedule of Revenue Compared with Estimate

Year Ended December 31, 2019	Actual	Estimate	Variance
Operating Revenue:			
Sewer service charges	\$ 797,903	\$775,000	\$ 22,903
Miscellaneous			-
Nonoperating Revenue:			
Sewer tap fees	176,352	120,000	56,352
Interest revenue	766	400	366
Total Revenue	\$ 975,021	\$895,400	\$ 79,621

Schedule of Expenses and Transfers Compared with Budget
(Non-GAAP Budget Basis)

Year Ended December 31, 2019	Actual	Budget	Variance
Operating Expenses:			
Personnel:			
Salaries	\$ 65,692	\$ 65,000	\$ (692)
Employee benefits	13,949	20,000	6,051
Supplies	49,865	29,400	(20,465)
Contractual services	39,243	40,000	757
Utilities	91,607	82,000	(9,607)
Repairs and maintenance	59,739	80,000	20,261
Insurance	40,093	40,100	7
Miscellaneous	92	4,650	4,558
Total Operating Expenses	360,280	361,150	870
Nonoperating Expenses:			
Loan payments	314,808	314,808	-
Issuance costs	(7,183)	-	7,183
Capital outlay	-	20,000	20,000
Total Nonoperating Expenses	307,625	334,808	27,183
Operating Transfers Out - General Fund	22,000	22,000	-
Total Expenses and Transfers	\$ 689,905	\$717,958	\$ 28,053

TOWN OF EATON, COLORADO
ENTERPRISE FUNDS - SANITATION FUND

Schedule of Revenue Compared with Estimate

Year Ended December 31, 2019	Actual	Estimate	Variance
Operating Revenue - Trash collection fees	\$ 328,631	\$ 262,000	\$ 66,631
Total Revenue	\$ 328,631	\$ 262,000	\$ 66,631

Schedule of Expenses and Transfers Compared with Budget
(Non-GAAP Budget Basis)

Year Ended December 31, 2019	Actual	Budget	Variance
Operating Expenses:			
Supplies	\$ 496	\$ 1,300	\$ 804
Miscellaneous	680	3,500	2,820
Contractual services	278,703	296,000	17,297
Insurance	426	476	50
Total Operating Expenses	280,305	301,276	20,971
Nonoperating Expenses:			
Capital outlay	-	2,500	2,500
Operating Transfers Out - General Fund	22,000	22,000	-
Total Expenses and Transfers	\$ 302,305	\$ 325,776	\$ 23,471

TOWN OF EATON, COLORADO
ENTERPRISE FUNDS - IRRIGATION FUND

Schedule of Revenue Compared with Estimate

Year Ended December 31, 2019	Actual	Estimate	Variance
Operating Revenue - Irrigation	\$ 124,055	\$ 116,000	\$ 8,055
Total Revenue	\$ 124,055	\$ 116,000	\$ 8,055

Schedule of Expenses Compared with Budget
(Non-GAAP Budget Basis)

Year Ended December 31, 2019	Actual	Estimate	Variance
Operating Expenses:			
Supplies	\$ 491	\$ 910	\$ 419
Insurance	1,237	1,237	-
Professional services	18,482	16,250	(2,232)
Utilities	24,028	25,500	1,472
Miscellaneous	-	-	-
Repair and maintenance	4,917	20,000	15,083
Total Operating Expenses	49,155	63,897	14,742
Nonoperating Expenses:			
Capital outlay	18,924	85,000	66,076
Total Expenses	\$ 68,079	\$ 148,897	\$ 80,818

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

LOCAL HIGHWAY FINANCE REPORT		City or County: Weld
		YEAR ENDING : December 2019
This Information From The Records Of (example - City of _ or County of	Prepared By: Phone:	Faith Smith 970-454-3338

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)	0
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	540,238
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	3,126
2. General fund appropriations		b. Snow and ice removal	
3. Other local imposts (from page 2)	727,631	c. Other	129,362
4. Miscellaneous local receipts (from page 2)	233,621	d. Total (a. through c.)	132,488
5. Transfers from toll facilities		4. General administration & miscellaneous	30,069
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	702,795
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)	961,252	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	237,160	2. Notes:	
D. Receipts from Federal Government (from page 2)	0	a. Interest	
E. Total receipts (A.7 + B + C + D)	1,198,412	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)	702,795

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
	253,048	1,198,412	702,795	748,665	0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT		STATE: Colorado	
		YEAR ENDING (mm/yy): December 2019	
II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL			
ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments		a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	649,701	c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses	53,971	f. Charges for Services	
5. Specific Ownership &/or Other	23,959	g. Other Misc. Receipts	
6. Total (1. through 5.)	727,631	h. Other	233,621
c. Total (a. + b.)	727,631	i. Total (a. through h.)	233,621
	(Carry forward to page 1)		(Carry forward to page 1)
III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL			
ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	213,479	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	23,681	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.)	23,681	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	237,160	3. Total (1. + 2.g)	
			(Carry forward to page 1)
		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			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation			0
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)		0	0
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)		0	0
			(Carry forward to page 1)
Notes and Comments:			