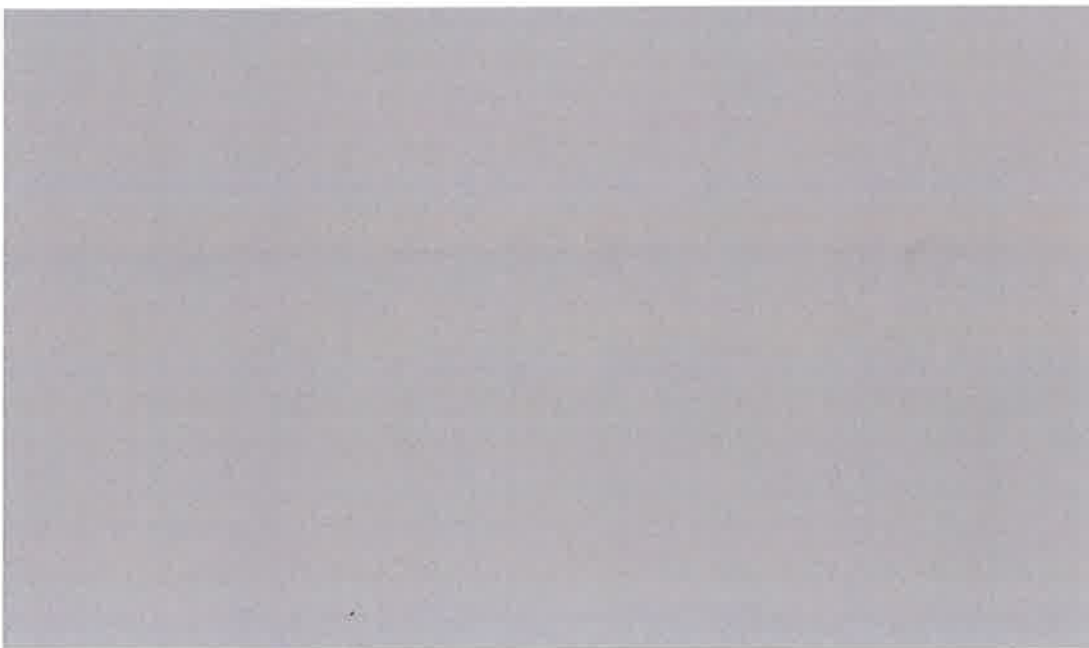


TOWN OF CENTER, COLORADO

FINANCIAL STATEMENTS

December 31, 2013



Wall,
Smith,
Bateman Inc.
Certified Public Accountants

TOWN OF CENTER, COLORADO
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INDEPENDENT AUDITORS' REPORT



Wall,
Smith,
Bateman Inc.

To the Honorable Mayor
and Board of Trustees
Town of Center, Colorado

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of the Town of Center, Colorado, as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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, and each major fund of the Town, as of December 31, 2013, and the respective changes in financial position, and where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Certified Public Accountants

Emphasis of Matter

As discussed in Note 12 to the financial statements, the Town reevaluated the estimated useful life of light and power system capital assets. In addition, the Town performed physical inventory counts and recorded inventory values at current market value as of December 31, 2013, for the Light and Power, Natural Gas, and Water Funds. Beginning net position has been restated in the business-type activities, and each of the aforementioned major enterprise funds. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing 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. Our opinion on the basic financial statements is not affected by this missing information.

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on pages 27-29 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The Schedule of Expenses and Transfers Out for All Proprietary Funds and the Local Highway Finance Report are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Schedule of Expenses and Transfers Out for All Proprietary Funds and the Local Highway Finance Report are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenses and Transfers Out for All Proprietary Funds and the Local Highway Finance Report are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

A handwritten signature in blue ink that reads "Wall, Smith, Bateman Inc." in a cursive style.

Wall, Smith, Bateman Inc.
Alamosa, Colorado

September 15, 2014

TOWN OF CENTER, COLORADO
BASIC FINANCIAL STATEMENTS

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TOWN OF CENTER, COLORADO

STATEMENT OF NET POSITION

December 31, 2013

	Primary Government		TOTAL
	Governmental Activities	Business-Type Activities	
ASSETS			
Current Assets			
Cash and Cash Equivalents	\$ 466,491	\$ 1,929,062	\$ 2,395,553
Accounts Receivable	26,791	493,874	520,665
Due from Other Governments	50,622	-	50,622
Property Taxes Receivable	180,175	-	180,175
Internal Balances	(98,854)	98,854	-
Inventories	9,404	283,444	292,848
Total Current Assets	634,629	2,805,234	3,439,863
Capital Assets			
Land	3,750	186,828	190,578
Water Rights	-	74,500	74,500
Construction in Progress	-	250,150	250,150
Buildings and Improvements	38,802	430,873	469,675
Infrastructure	83,955	-	83,955
Plant, Property, and Equipment	306,038	655,781	961,819
Enterprise System	-	2,648,208	2,648,208
Less Accumulated Depreciation	(101,028)	(2,899,756)	(3,000,784)
Total Capital Assets	331,517	1,346,584	1,678,101
TOTAL ASSETS	966,146	4,151,818	5,117,964
LIABILITIES			
Current Liabilities			
Accounts Payable	60,694	476,033	536,727
Due to Other Governments	25,658	41,000	66,658
Unearned Revenue	-	40,348	40,348
Customer Deposits	6,310	97,344	103,654
Compensated Absences	8,176	2,349	10,525
Total Current Liabilities	100,838	657,074	757,912
Long-Term Liabilities			
Compensated Absences	13,522	18,573	32,095
Total Long-Term Liabilities	13,522	18,573	32,095
TOTAL LIABILITIES	114,360	675,647	790,007
DEFERRED INFLOWS OF RESOURCES - CURRENT			
Unavailable Revenue - Property Tax	180,175	-	180,175
NET POSITION			
Net Investment in Capital Assets	331,517	1,346,584	1,678,101
Restricted for:			
TABOR	26,735	-	26,735
Unrestricted	313,359	2,129,587	2,442,946
TOTAL NET POSITION	\$ 671,611	\$ 3,476,171	\$ 4,147,782

The accompanying notes are an integral part of this financial statement.

TOWN OF CENTER, COLORADO
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2013

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Primary Government	Governmental Activities	Business-Type Activities
Primary Government							
Governmental Activities							
General Government	\$ 561,285	447,242	\$ -	\$ -	(114,043)	\$ -	(114,043)
Public Safety	418,141	23,887	-	-	(394,254)	-	(394,254)
Municipal Court	24,906	8,865	-	-	(16,041)	-	(16,041)
Building and Planning	4,469	3,853	-	-	(616)	-	(616)
Streets and Parks	153,572	-	23,263	-	(130,309)	-	(130,309)
Health and Welfare	152,481	153,935	-	-	1,454	-	1,454
Highway and Streets	51,963	-	-	-	(51,963)	-	(51,963)
Total Governmental Activities	1,366,817	637,782	23,263	-	(705,772)	-	(705,772)
Business-Type Activities							
Light and power	1,701,296	2,036,200	-	-	-	334,904	334,904
Gas	981,452	1,196,973	-	-	-	215,521	215,521
Water	350,295	342,271	-	-	-	(8,024)	(8,024)
Total Business-Type Activities	3,033,043	3,575,444	-	-	-	542,401	542,401
Total Primary Government	\$ 4,399,860	\$ 4,213,226	\$ 23,263	\$ -	(705,772)	542,401	(163,371)
General Revenues:							
Taxes:							
General Property Taxes - Net					211,678	-	211,678
Sales Taxes					312,012	-	312,012
Highway Users Tax					63,800	-	63,800
Other Taxes					1,965	-	1,965
Interest on Investments					651	772	1,423
Miscellaneous					16,287	-	16,287
Total General Revenues					606,393	772	607,165
Change in Net Position					(99,379)	543,173	443,794
Net Position - Beginning, as previously stated					770,990	3,294,875	4,065,865
Prior Period Adjustment					-	(361,877)	(361,877)
Net Position - Beginning, restated					770,990	2,932,998	3,703,988
Net Position - Ending					\$ 671,611	\$ 3,476,171	\$ 4,147,782

The accompanying notes are an integral part of this financial statement.

TOWN OF CENTER, COLORADO
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2013

	<u>GENERAL FUND</u>	<u>STREET IMPROVEMENT FUND</u>	<u>CONSERVATION TRUST FUND</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
ASSETS				
Cash and Cash Equivalents	\$ 92,344	\$ 281,752	\$ 92,395	\$ 466,491
Accounts Receivable	26,791	-	-	26,791
Due from Other Governments	27,710	22,912	-	50,622
Due from Other Funds	4,217	17,597	20,455	42,269
Property Taxes Receivable	180,175	-	-	180,175
Inventory	9,404	-	-	9,404
TOTAL ASSETS	<u>\$ 340,641</u>	<u>\$ 322,261</u>	<u>\$ 112,850</u>	<u>\$ 775,752</u>
LIABILITIES AND FUND EQUITY				
LIABILITIES				
Accounts Payable	\$ 59,931	\$ 763	-	\$ 60,694
Due to Other Governments	25,658	-	-	25,658
Due to Other Funds	124,276	16,847	-	141,123
Customer Deposits	6,310	-	-	6,310
TOTAL LIABILITIES	<u>216,175</u>	<u>17,610</u>	<u>-</u>	<u>233,785</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue - Property Tax	180,175	-	-	180,175
FUND BALANCE				
Nonspendable				
Inventory	9,404	-	-	9,404
Restricted				
TABOR Amendment Reserve	26,735	-	-	26,735
Committed				
Capital Projects	-	304,651	-	304,651
Assigned				
Culture and Recreation	-	-	112,850	112,850
Unassigned	(91,848)	-	-	(91,848)
TOTAL FUND BALANCE	<u>(55,709)</u>	<u>304,651</u>	<u>112,850</u>	<u>361,792</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 340,641</u>	<u>\$ 322,261</u>	<u>\$ 112,850</u>	<u>\$ 775,752</u>

The accompanying notes are an integral part of this financial statement.

TOWN OF CENTER, COLORADO
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO THE STATEMENT OF NET POSITION
December 31, 2013

Total Governmental Fund Balances	\$ 361,792
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.	331,517
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences	<u>(21,698)</u>
Net Position of Governmental Activities	<u>\$ 671,611</u>

The accompanying notes are an integral part of this financial statement.

TOWN OF CENTER, COLORADO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2013

	<u>GENERAL FUND</u>	<u>STREET IMPROVEMENT FUND</u>	<u>CONSERVATION TRUST FUND</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
REVENUES				
Taxes	\$ 369,649	\$ 156,006	\$ -	\$ 525,655
Licenses and Permits	3,853	-	-	3,853
Intergovernmental Revenue				
Highway Users Tax	63,800	-	-	63,800
Lottery Proceeds	-	-	23,263	23,263
Charges for Services	633,929	-	-	633,929
Interest on Accounts	399	252	-	651
Miscellaneous Revenue	16,208	-	79	16,287
TOTAL REVENUES	<u>1,087,838</u>	<u>156,258</u>	<u>23,342</u>	<u>1,267,438</u>
EXPENDITURES				
General Government	542,329	-	-	542,329
Public Safety	403,607	-	-	403,607
Municipal Court	24,906	-	-	24,906
Building and Planning	4,469	-	-	4,469
Streets and Parks	141,039	-	-	141,039
Health and Welfare	152,481	-	-	152,481
Highway and Streets	-	51,963	-	51,963
Capital Outlay	33,666	28,649	7,947	70,262
TOTAL EXPENDITURES	<u>1,302,497</u>	<u>80,612</u>	<u>7,947</u>	<u>1,391,056</u>
Net Change in Fund Balance	(214,659)	75,646	15,395	(123,618)
Fund Balance Beginning of Year	<u>158,950</u>	<u>229,005</u>	<u>97,455</u>	<u>485,410</u>
Fund Balance at End of Year	<u>\$ (55,709)</u>	<u>\$ 304,651</u>	<u>\$ 112,850</u>	<u>\$ 361,792</u>

The accompanying notes are an integral part of this financial statement.

TOWN OF CENTER, 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, 2013

Net Change in Fund Balances - Total Governmental Funds **\$ (123,618)**

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

Governmental funds report capital outlay as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period.

Capital asset additions	\$	70,554	
Depreciation expense		<u>(43,329)</u>	
			27,225

Some expenses reported in the statement of activities do not require the use of current financial resources and these are not reported as expenditures in governmental funds:

Change in Compensated Absences not reflected in Governmental funds		<u>(2,986)</u>
--	--	----------------

Change in Net Position of Governmental Funds **\$ (99,379)**

TOWN OF CENTER, COLORADO
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
December 31, 2013

	LIGHT AND POWER FUND	NATURAL GAS FUND	WATER FUND	TOTAL
ASSETS				
Current Assets				
Cash and Cash Equivalents	\$ 1,084,606	\$ 830,554	\$ 13,902	\$ 1,929,062
Accounts Receivable	234,450	227,277	32,147	493,874
Due from Other Funds	129,254	34,962	707	164,923
Inventories	224,324	26,301	32,819	283,444
Total Current Assets	1,672,634	1,119,094	79,575	2,871,303
Capital Assets				
Land and Improvements	114,128	5,750	66,950	186,828
Intangible and Water Rights	-	-	74,500	74,500
Construction in Progress	166,702	-	83,448	250,150
Buildings	185,117	105,690	140,066	430,873
Enterprise System Assets	1,608,665	394,994	644,549	2,648,208
Equipment and Furniture	470,614	122,633	62,534	655,781
Less Accumulated Depreciation	(1,961,910)	(422,511)	(515,335)	(2,899,756)
Total Capital Assets	583,316	206,556	556,712	1,346,584
TOTAL ASSETS	2,255,950	1,325,650	636,287	4,217,887
LIABILITIES				
Current Liabilities				
Accounts Payable	316,888	150,728	8,417	476,033
Customer Deposits	39,340	51,411	6,593	97,344
Due to Other Funds	707	46,370	18,992	66,069
Unearned Revenue	40,348	-	-	40,348
Due to Other Governments	13,000	28,000	-	41,000
Compensated Absences	1,861	353	135	2,349
Total Current Liabilities	412,144	276,862	34,137	723,143
Noncurrent Liabilities				
Compensated Absences	6,122	8,305	4,146	18,573
Total Noncurrent Liabilities	6,122	8,305	4,146	18,573
TOTAL LIABILITIES	418,266	285,167	38,283	741,716
NET POSITION				
Net Investment in Capital Assets	583,316	206,556	556,712	1,346,584
Unrestricted	1,254,368	833,927	41,292	2,129,587
TOTAL NET POSITION	\$ 1,837,684	\$ 1,040,483	\$ 598,004	\$ 3,476,171

The accompanying notes are an integral part of this financial statement.

TOWN OF CENTER, COLORADO
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
For the Year Ended December 31, 2013

	LIGHT AND POWER FUND	NATURAL GAS FUND	WATER FUND	TOTAL
OPERATING REVENUES				
Charges for Services				
Utility Sales	\$ 2,004,657	\$ 1,188,904	\$ 340,545	\$ 3,534,106
Labor and Service Charges	5,563	100	750	6,413
Miscellaneous Revenue	25,980	7,969	976	34,925
Total Operating Revenues	2,036,200	1,196,973	342,271	3,575,444
OPERATING EXPENSES				
Salaries	133,463	133,755	143,687	410,905
FICA/Medicare	11,170	10,555	11,221	32,946
Employee Benefits	27,343	28,164	26,627	82,134
Electricity Purchase	1,122,333	-	-	1,122,333
Gas Purchase	-	609,676	-	609,676
Training	6,524	1,135	2,899	10,558
Repairs and Maintenance	50,952	16,897	44,367	112,216
Gas Meter Replacement	-	6,610	-	6,610
Water Meter Replacement	-	-	467	467
Professional Fees	68,461	22,129	35,416	126,006
Fuel and oil	8,357	4,266	5,901	18,524
Supplies and Equipment	33,591	26,819	30,203	90,613
Depreciation	11,912	9,669	13,779	35,360
Administration Fees	218,000	109,000	26,000	353,000
Miscellaneous	9,190	2,777	9,728	21,695
Total Operating Expenses	1,701,296	981,452	350,295	3,033,043
Operating Income (Loss)	334,904	215,521	(8,024)	542,401
NON-OPERATING REVENUES (EXPENSES)				
Interest on Accounts	258	469	45	772
Total Non-operating Revenues (Expenses)	258	469	45	772
Change in Net Position	335,162	215,990	(7,979)	543,173
Net Position Beginning of Year, as Previously Stated	1,862,716	840,588	591,571	3,294,875
Prior Period Adjustment	(360,194)	(16,095)	14,412	(361,877)
Net Position Beginning of Year, Restated	1,502,522	824,493	605,983	2,932,998
Net Position End of Year	\$ 1,837,684	\$ 1,040,483	\$ 598,004	\$ 3,476,171

The accompanying notes are an integral part of this financial statement.

TOWN OF CENTER, COLORADO
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended December 31, 2013

	LIGHT AND POWER FUND	NATURAL GAS FUND	WATER FUND	TOTAL
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash Received from Customers	\$ 1,955,033	\$ 1,106,999	\$ 335,349	\$ 3,397,381
Cash Payments to Suppliers for Goods and Services	(1,345,799)	(721,329)	(154,216)	(2,221,344)
Cash Payments to Employees	(133,463)	(133,755)	(143,687)	(410,905)
Cash Payments for Employee Benefits and Taxes	(38,513)	(38,719)	(37,848)	(115,080)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>437,258</u>	<u>213,196</u>	<u>(402)</u>	<u>650,052</u>
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Customer Deposits	(5,930)	(6,020)	(290)	(12,240)
Purchase of Fixed Assets	(81,000)	-	-	(81,000)
NET CASH PROVIDED (USED) FOR CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(86,930)</u>	<u>(6,020)</u>	<u>(290)</u>	<u>(93,240)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest Income	258	469	45	772
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	<u>258</u>	<u>469</u>	<u>45</u>	<u>772</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	350,586	207,645	(647)	557,584
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>734,020</u>	<u>622,909</u>	<u>14,549</u>	<u>1,371,478</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 1,084,606</u>	<u>\$ 830,554</u>	<u>\$ 13,902</u>	<u>\$ 1,929,062</u>
OPERATING INCOME (LOSS)	\$ 334,904	\$ 215,521	\$ (8,024)	\$ 542,401
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:				
Depreciation expense	11,912	9,669	13,779	35,360
Change in Assets and Liabilities				
(Increase) decrease in accounts receivable	(61,619)	(89,974)	(6,215)	(157,808)
(Increase) decrease in due from other funds	(125)		(707)	
Increase (decrease) in accounts payable	170,902	77,980	765	249,647
Increase (decrease) in due to other funds	707	-	-	707
Increase (decrease) in unearned revenue	(19,423)	-	-	(19,423)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ 437,258</u>	<u>\$ 213,196</u>	<u>\$ (402)</u>	<u>\$ 650,052</u>

The accompanying notes are an integral part of this financial statement.

TOWN OF CENTER, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2013

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting and reporting policies of the Town of Center, (the Town), reflected in the accompanying financial statements conform to accounting principles generally accepted in the United States of America applicable to state and local governments. Accounting principles generally accepted in the United States of America for local governments are those promulgated by the Governmental Accounting Standards Board (GASB) in *Governmental Accounting and Financial Reporting Standards*.

REPORTING ENTITY

Primary Government

The Town of Center was incorporated in 1906. A Board of Trustees, consisting of six elected Board members and an elected mayor, governs the Town. As required by accounting principles generally accepted in the United States of America (US GAAP), these financial statements present the activities of the Town, which is legally separate and financially independent of other state and local governments. The Town provides numerous services to all Town residents including, but not limited to, general government, road maintenance, police protection, utility services, and parks and recreation.

Component Units

The Town's combined financial statements include the accounts of all Town operations. The criteria for including organizations as component units within the Town's reporting entity, as set forth in Section 2100 of GASB's *Codification of Governmental Accounting and Financial Reporting Standards*, include whether:

- The organization is legally separate (can sue and be sued in their own name)
- The Town holds the corporate powers of the organization
- The Town appoints a voting majority of the organization's board
- The Town is able to impose its will on the organization
- The organization has the potential to impose a financial benefit/burden on the Town
- There is fiscal dependency by the organization on the Town
- The organization is financially accountable to the Town
- The organization receives or holds funds that are for the benefit of the Town; and the Town has access to a majority of the funds held; and the funds that are accessible are also significant to the Town

Based on the aforementioned criteria, the Town does not have any component units.

GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The government-wide financial statements include a statement of net position and a statement of activities. Government-wide statements report information on all of the activities of the Town. The effect of interfund transfers has been removed from the government-wide statements but continues to be reflected on the fund statements. Mainly taxes and intergovernmental revenues support governmental activities.

The statement of activities reflects the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include:

- Charges to customers or applicants who purchase, use, or directly benefit from services, or privileges provided by a given function or segment.

TOWN OF CENTER, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2013

- 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 in program revenues are reported as general revenues.

Separate financial statements are provided for governmental funds and proprietary funds. The emphasis of fund financial statements is on major governmental funds and enterprise funds, each reported as a separate column.

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. This measurement is also used for the proprietary fund financial statements. 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 are recognized as revenue when all applicable eligibility requirements, imposed by the provider, are met.

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

Sales and use taxes, other taxes, charges for services, intergovernmental revenues, and interest are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the Town.

The Town reports the following major governmental funds:

- The **General Fund** is the general operating fund of the Town. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The **Street Improvement Fund** is used to account for street improvement costs and is funded by a sales tax of one percent.
- The **Conservation Trust Fund** is used to account for the Town share of the state lottery program. The monies may be expended only for the acquisition, development, and maintenance of parks, and other public recreational facilities.

The Town reports the following major enterprise funds:

- The **Light and Power Fund** is used to account for user charges and expenses for operating, financing, and maintaining the Town's light and power system.
- The **Natural Gas Fund** is used to account for user charges and expenses for operating, financing, and maintaining the Town's natural gas system.
- The **Water Fund** is used to account for user charges and expenses for operating, financing, and maintaining the Town's water system.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a

TOWN OF CENTER, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2013

proprietary fund's principal ongoing operations. All revenue and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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 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.

ASSETS, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION/FUND BALANCE

Cash and Investments

The Town's cash and cash equivalents are considered to be cash in bank, certificates of deposit, and liquid investments with maturity of three months or less from the date of acquisition. All investments, if any, are recorded at fair market value.

Property Taxes

Property taxes attach as an enforceable lien on property as of January 1 each year. The taxes are payable in two installments on February 28 and June 15 or in full on April 30. The Town's property taxes are collected by the County Treasurer who remits monthly receipts to the Town. Property tax revenue is recognized when received by the County Treasurer.

The 2013 property tax levy due January 1, 2014, has been recorded in the financial statements as a receivable and corresponding deferred inflows of resources in the financial statements.

Receivables/Payables From Other Funds

Balances that originate from current lending/borrowing arrangements between funds are referred to as "Due To/From Other Funds".

Inventory

Inventories held by all funds except the General Fund public works department, Light and Power, Natural Gas, and Water funds have been recorded as expenditures at the time of purchase. General Fund, Light and Power, Natural Gas, and Water fund inventories are stated at market value at December 31, 2013, as management was unable to determine approximate cost.

Interfund Transfers

Permanent reallocations of resources between funds of the reporting entity are classified as interfund transfers. For the purpose of the statement of activities, all interfund transfers between individual governmental funds have been eliminated.

Capital Assets

Capital Assets, which include land, buildings and improvements, infrastructure, equipment, vehicles, and construction in progress, are reported in the applicable governmental activities columns in the Government-wide Financial Statements. The Town defines capital assets as assets with an initial, individual cost of more than \$1,000 and life of more than one year. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. 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.

TOWN OF CENTER, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2013

Capital assets are depreciated using the straight line method over the following estimated useful lives:

Assets	Years
Buildings	5-60
Equipment	5-10
Plant	60
Infrastructure	10
Vehicles	5-10

GASB No. 34 requires the Town to report and depreciate new infrastructure assets. Infrastructure assets include roads, bridges, underground pipe (other than related to utilities), traffic signals, etc.

Compensated absences

Personal time off is granted to full-time employees only and accrual rates are dependent on years of employment and exempt status. Employees may not carry-over more than 360 hours on December 31st of every year. Upon separation from the Town an employee will be paid for all accrued leave, up to the maximum accrual of 360 hours. A liability is recorded for compensated absences in the government-wide and proprietary fund financial statements.

Long-Term Obligations

Long-term debt and other long-term obligations are recorded as liabilities in the government-wide financial statements. In the fund financial statements for governmental fund types, debt proceeds are reported as an other financing source and debt payments are reported as debt service expenditures.

Interest Capitalization

Interest costs are capitalized when incurred by proprietary funds and similar component units on debt where proceeds were used to finance the construction of assets. Interest earned on proceeds of tax-exempt borrowing arrangements restricted to the acquisition of qualifying assets is offset against interest costs in determining the amount to be capitalized. No interest was capitalized in the current period.

Deferred Inflows

In addition to liabilities, the statement of net position reports a separate section of deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future periods and will not be recognized as an inflow of resources (revenue) until that time.

Encumbrances

The Town does record purchase orders in the accounting system upon approval of administration. End of the year fund balance intended to be used in the succeeding year is reported as designated fund balance.

Net Position

Net position represents the difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources. Net position should be displayed in the following three components:

- *Net investment in capital assets* – consists of capital assets, net accumulated depreciation, reduced by the outstanding balances of any borrowings that are attributable to the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt should be included in this component of net position.

TOWN OF CENTER, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2013

- *Restricted* – consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Restricted assets consist of assets that have limitations imposed on their use either through the enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.
- *Unrestricted* – consists of the net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted components of net position.

Fund Balance

Fund balances are reported based on the extent to which the Town is bound to honor constraints for the specific purposes on which amounts in the fund can be spent. Fund balances are classified in one of the five categories:

- *Nonspendable* – amounts that cannot be spent because they are not in spendable form- such as inventory and prepaid insurance.
- *Restricted* – amounts with constraints placed on the use of resources that are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.
- *Committed* – amounts that can only be used for specific purposes as a result of constraints imposed by adopted ordinance of the Board of Trustees, the highest level of decision making authority. Committed amounts cannot be used for any other purpose unless the Board of Trustees removed those constraints by taking the same type of action. Committed fund balances differ from restricted balances because the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.
- *Assigned* – amounts a government intends to use for a specific purpose; intent can be expressed by the Board of Trustees or by an official or body to which the governing body delegates the authority.
- *Unassigned* – amounts that are available for any purpose; these amounts are reported only in the General Fund.

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

Use of Estimates

The preparation of the financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

Contracts

The Town contracts with a private carrier for trash removal. The Town bills the individual customers and remits the collections less a 5 percent billing fee to the carrier.

TOWN OF CENTER, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2013

New Accounting Pronouncements

During 2013, the Town adopted the provision of GASB Statement No. 61, *The Financial Reporting Entity; Omnibus- an amendment of GASB Statements No. 14 and No. 34*, requirements result in financial reporting entity financial statements being more relevant by improving the guidance for including, presenting, and disclosing information about components and equity interest transactions of a financial reporting entity.

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgets and Budgetary Accounting

The Town follows the procedures set forth in the Colorado Local Government Budget Law when preparing the annual budget for each fund. Budget procedures include:

- Preparation of budget documents by administrative staff shall be submitted to the Board no later than October 15 of each year.
- Publication of a notice stating that the budget is available for public inspection.
- Discussion of the budget in a meeting open to the public.
- Adoption of the budget in a public meeting by appropriate resolution, no later than December 31.
- Ordinance to adopt supplemental appropriations.

Formal budgetary integration is employed as a management control device for all funds of the Town. All fund budgets are adopted on a basis consistent with U.S. generally accepted accounting principles (GAAP).

The total expenditures for each fund cannot exceed the budgeted amount unless a supplemental appropriation is adopted.

All budget amounts presented in the accompanying supplementary information reflect the original budget and the final amended budget.

Stewardship

Expenditures exceeded appropriations in the Gas Fund by \$241,285 during 2013. This may be a violation of Colorado Revised Statutes 29-1-110.

The Town budgeted a negative fund balance in the General Fund of \$108,791 as of December 31, 2013. This may be a violation of Colorado Revised Statutes 29-1-103.

The General Fund has a negative fund balance of \$55,709 as of December 31, 2013. This may be a violation of Colorado Revised Statutes.

TOWN OF CENTER, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2013

NOTE 3 CASH, DEPOSITS, AND INVESTMENTS

A summary of Cash and Investments for the Town are as follows:

Cash on Hand	\$ 491
Cash deposited with Banks	2,111,601
Investments - ColoTrust	<u>283,461</u>
 Total cash and deposits on the Statement of Net Position	 <u>\$ 2,395,553</u>

CASH AND DEPOSITS

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

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized in accordance with the PDPA. PDPA allows the institution to create a single collateral pool for all public funds to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least 102% of the aggregate uninsured deposits. All deposits in 2013 were in eligible public depositories, as defined by the Public Deposit Protection Act of 1989.

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the Town's deposits may not be returned to it. At December 31, 2013, \$1,745,319 was exposed to custodial credit risk. Deposits exposed to credit risk are collateralized with securities held by the pledging financial institutions through PDPA.

INVESTMENTS

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local government entities may invest. They include:

- Obligations of the United States and certain U.S. government agency securities
- Certain international agency securities
- General obligation and revenue bonds of U.S. local government entities
- Bankers' acceptances of certain banks
- Commercial paper
- Local government investment pools
- Repurchase agreements
- Money market funds
- Guaranteed investment contracts
- Corporate or bank debt issued by eligible corporations or banks

TOWN OF CENTER, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2013

Credit Risk

The Town does not have a formal investment policy, they refer to Colorado State Statutes for investment guidance, that calls for diversification within the portfolio to avoid unreasonable risks inherent in over investing in specific instruments, individual financial institutions or maturities. As of December 31, 2013, the local government investment pools (ColoTrust) in which the Town had invested was rated AAAM by Standard & Poor's.

Interest Rate Risk

Colorado Revised Statutes limit investment maturities to five years or less from the date of purchase. This limit on investment maturities is a means of limiting exposure to fair values arising from increasing interest rates. The Town has no investments with maturities past five years.

The Colorado Government Liquid Asset Trust (ColoTrust) is an investment vehicle established for local government entities in Colorado pursuant to Part 7 of Article 75 of Title 24 of the Colorado Revised Statutes, to pool surplus funds for investment purposes. ColoTrust operates in a manner similar to a money market fund and each share is equal in value to \$1.00. The fair value of the position in the pool is the same as the value of pool shares. The designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. Substantially all securities owned by the pool are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by the pool. Investments of the pool consist of U.S. Treasury bills, notes and note strips, and repurchase agreements collateralized by U.S. Treasury Notes.

Investments in local government investment pools or money market funds are not categorized as to risk because they are not evidenced by securities that exist in physical or book entry form.

NOTE 4 ACCOUNTS RECEIVABLE

At December 31, 2013, the Town had accounts receivable as follows:

General Fund	\$ 26,791
Light & Power Fund (net of allowance for uncollectible accounts of \$42,653)	234,450
Gas Fund (net of allowance for uncollectible accounts of \$3,590)	227,277
Water Fund (net of allowance for uncollectible accounts of \$6,099)	<u>32,147</u>
Total	<u>\$ 520,665</u>

NOTE 5 DUE FROM OTHER GOVERNMENTS

Intergovernmental receivables include amounts due from grantors for specific program grants. Program grants are recorded as receivables and revenues at the time reimbursable project costs are incurred.

As of December 31, 2013, the Town had \$50,622 due from federal, state, and local governments, reflected as intergovernmental receivables in the accompanying basic financial statements.

TOWN OF CENTER, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2013

NOTE 6 INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Interfund Receivables/Payables

The Town reports interfund balances between many of its funds. The balances result from the time lapse between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are reported in the accounting system, and (3) payments between funds are made. Interfund balances are generally expected to be repaid within one year of the financial statement date.

Interfund receivable and payable balances at December 31, 2013, were as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Water Fund	\$ 4,217
Conservation Trust Fund	General Fund	20,455
Street Improvement Fund	General Fund	17,597
Gas Fund	General Fund	34,962
Water Fund	Light and Power	707
Light & Power Fund	General Fund	51,262
	Street Improvement Fund	16,847
	Water Fund	14,775
	Gas Fund	46,370
		<u>129,254</u>
Total		<u><u>\$ 207,192</u></u>

TOWN OF CENTER, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2013

NOTE 7 CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2013, was as follows:

	Balance 12/31/2012	Additions	Deletions	Balance 12/31/2013
<i>Governmental Activities:</i>				
Capital assets not being depreciated				
Land and Land Improvements	\$ 3,750	\$ -	\$ -	\$ 3,750
Construction in Progress	84,910	-	84,910	-
Total capital assets not being depreciated	88,660	-	84,910	3,750
Capital assets being depreciated				
Buildings and Improvements	38,802	-	-	38,802
Property, Plant & Equipment	150,574	155,464	-	306,038
Infrastructure	83,955	-	-	83,955
Total capital assets being depreciated	273,331	155,464	-	428,795
Less: Accumulated Depreciation	57,699	43,329	-	101,028
Total capital assets being depreciated, net	215,632	112,135	-	327,767
<i>Governmental Activities Capital Assets, Net</i>	\$ 304,292	\$ 112,135	\$ 84,910	\$ 331,517

TOWN OF CENTER, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2013

	Balance 12/31/2012	Prior Period Adjustment	Additions	Deletions	Balance 12/31/2013
<i>Business-type Activities:</i>					
Capital assets not being depreciated					
Land and Land Improvements	\$ 186,828	\$ -	\$ -	\$ -	\$ 186,828
Water Rights	74,500	-	-	-	74,500
Construction in Progress	376,102	-	-	125,952	250,150
Total capital assets not being depreciated	637,430	-	-	125,952	511,478
Capital assets being depreciated					
Buildings	430,873	-	-	-	430,873
Enterprise System	2,522,256	-	125,952	-	2,648,208
Equipment and Furniture	574,781	-	81,000	-	655,781
Total capital assets being depreciated	3,527,910	-	206,952	-	3,734,862
Less: Accumulated Depreciation	2,291,575	572,821	35,360		2,899,756
Total capital assets being depreciated, net	1,236,335	(572,821)	171,592	-	835,106
<i>Business-type Activities Capital Assets, Net</i>	<u><u>\$1,873,765</u></u>	<u><u>\$ (572,821)</u></u>	<u><u>\$171,592</u></u>	<u><u>\$125,952</u></u>	<u><u>\$ 1,346,584</u></u>

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

<i>Governmental Activities:</i>	
General Government	\$ 16,262
Streets and Parks	12,533
Public Safety	14,534
Total depreciation expense – governmental activities	<u><u>\$ 43,329</u></u>
<i>Business-type Activities</i>	
Light & Power Services	\$ 11,913
Natural Gas Services	9,669
Water Services	13,778
Total depreciation expense – business-type activities	<u><u>\$ 35,360</u></u>

TOWN OF CENTER, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2013

NOTE 8 LONG-TERM DEBT

Changes in Long-term Debt

	Balance 12/31/2012	Additions	Deletions	Balance 12/31/2013	Due Within One Year
<i>Governmental Activities:</i>					
Compensated Absences	\$ 18,712	\$ 2,986	\$ -	\$ 21,698	\$ 8,176
<i>Business-type Activities:</i>					
Compensated Absences	\$ 20,922	\$ -	\$ -	\$ 20,922	\$ 2,349

NOTE 9 PENSION PLANS

Defined Contribution Plan

The Town offers a SIMPLE IRA defined contribution plan through Invesco. This plan is available to all eligible full-time employees after six months of employment, except sworn police officers. The Town will contribute a matching contribution to each eligible employee equal to the employee's contributions up to a limit of 3%. The employees become 100% vested in the Town's contribution once they are eligible to contribute to the plan. Plan provisions and contribution requirements are established and may be amended by the Board of Trustees.

For the year ended December 31, 2013, total employee contributions to the Plan were \$15,973 and matching Town contributions totaled \$12,916.

Defined Benefit Plan

The Town contributes to the State-Wide Defined Benefit Fund (The Plan), a cost-sharing multiple-employer defined benefit plan administered by the Fire and Police Pension Association (FPPA). The Plan covers all full-time police officers hired on or after April 8, 1978 (New Hires) under the provisions of Title 31, Article 30, of Colorado Revised Statutes 1973, as amended. The FPPA issues a publicly available financial report that includes financial statements and required supplementary information for the Plan. That report may be obtained by writing to Fire and Police Association, 5290 DTC Parkway, Suite 100, Englewood, CO 80111-2721 or by calling 1-800-332-FPPA.

Plan members and the Town are required by Colorado statute to contribute 8% of the employees' salary to the Plan. The Town's contributions to the Plan for the years ending December 31, 2013, 2012, and 2011 were \$16,936, \$14,763, and \$13,257, respectively, equal to the required contributions.

NOTE 10 TABOR EMERGENCY RESERVE

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local governments. The Amendment is complex and subject to judicial interpretation. The Town believes it is in compliance with the requirements of the amendment.

TOWN OF CENTER, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2013

On April 4, 2000, the voters of Center passed a ballot issue to permit the Town of Center “in 1999 and each subsequent year thereafter, to retain and spend Town revenues in excess of the spending, revenue raising, or other limits in Article X, Section 20, of the Colorado constitution, utilizing such revenues for public safety, municipal services, transportation and other public improvements, park and recreational facilities, and any other lawful purpose as voter-approved revenue change.”

The amendment also requires that Emergency Reserves be established. These reserves must be at least 3 percent of fiscal year spending in 1995 and thereafter. This Emergency Reserve has been presented as a reservation of fund balance in the General Fund. The entity is not allowed to use the Emergency Reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

NOTE 11 COMMITMENTS AND CONTINGENCIES

Lawsuits

The Town is party to various legal actions normally associated with governmental activities, aggregate effect which, in management’s and legal counsel’s opinion, would not be material to the financial statements.

NOTE 12 PRIOR PERIOD ADJUSTMENT

The Town reevaluated the estimated useful life of light and power system capital assets during the year ended December 31, 2013. A prior period adjustment was recorded to reflect the impairment of system assets that are no longer in use by the Town in the Light and Power Fund and business-type activities.

The Town performed physical inventory counts for the Light and Power Fund, Natural Gas Fund, and Water Fund at December 31, 2013. Inventory values were recorded at current market value at December 31, 2013 as information to determine appropriate approximate cost was unavailable. Prior period adjustments were recorded to properly state inventory balances for items that were not purchased during the year ended December 31, 2013.

<u>Prior Period Adjustment</u>		
Light and Power System Capital Assets	\$	(572,821)
Light and Power Inventory		212,627
		<u>(360,194)</u>
Natural Gas Inventory		(16,095)
Water Inventory		14,412
	<u>\$</u>	<u>(361,877)</u>

TOWN OF CENTER, COLORADO

REQUIRED SUPPLEMENTARY INFORMATION

In addition to the basic financial statements, a budgetary comparison schedule is required for the General Fund and, if applicable, each of the Town's major special revenue funds.

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TOWN OF CENTER, COLORADO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended December 31, 2013

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
REVENUES				
Taxes	\$ 410,760	\$ 410,760	\$ 369,649	\$ (41,111)
Licenses and Permits	3,400	3,400	3,853	453
Intergovernmental Revenue				
Highway Users Tax	72,000	72,000	63,800	(8,200)
Charges for Services	655,265	655,265	633,929	(21,336)
Interest on Accounts	75	75	399	324
Miscellaneous Revenue	1,500	1,500	16,208	14,708
TOTAL REVENUE	1,143,000	1,143,000	1,087,838	(55,162)
EXPENDITURES				
General Government	459,166	695,440	542,329	153,111
Public Safety	375,738	404,738	403,607	1,131
Municipal Court	28,458	28,458	24,906	3,552
Building and Planning	17,148	17,148	4,469	12,679
Streets and Parks	116,276	116,276	141,039	(24,763)
Sanitation Contractual	145,000	145,000	152,481	(7,481)
Capital Outlay	-	-	33,666	(33,666)
TOTAL EXPENDITURES	1,141,786	1,407,060	1,302,497	104,563
Net Change in Fund Balance	1,214	(264,060)	(214,659)	49,401
Fund Balance at Beginning of Year	155,269	155,269	158,950	3,681
Fund Balance at End of Year	\$ 156,483	\$ (108,791)	\$ (55,709)	\$ 53,082

Notes to Required Supplementary Information

The basis of budgeting is the same as GAAP.
The schedule is presented on the GAAP basis.

TOWN OF CENTER, COLORADO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
STREET IMPROVEMENT FUND
For the Year Ended December 31, 2013

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>
				<u>POSITIVE</u>
				<u>(NEGATIVE)</u>
REVENUES				
Sales Tax	\$ 130,000	\$ 130,000	\$ 156,006	\$ 26,006
Interest Income	100	100	252	152
TOTAL REVENUES	<u>130,100</u>	<u>130,100</u>	<u>156,258</u>	<u>\$ 26,158</u>
EXPENDITURES				
Highway and Streets	67,076	67,076	51,963	15,113
Capital Outlay	17,500	17,500	28,649	(11,149)
TOTAL EXPENDITURES	<u>84,576</u>	<u>84,576</u>	<u>80,612</u>	<u>3,964</u>
Net Change in Fund Balance	45,524	45,524	75,646	(30,122)
Fund Balance at Beginning of Year	<u>336,160</u>	<u>336,160</u>	<u>229,005</u>	<u>107,155</u>
Fund Balance at End of Year	<u>\$ 381,684</u>	<u>\$ 381,684</u>	<u>\$ 304,651</u>	<u>\$ 77,033</u>

Notes to Required Supplementary Information

The basis of budgeting is the same as GAAP.

The schedule is presented on the GAAP basis.

TOWN OF CENTER, COLORADO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
CONSERVATION TRUST FUND
For the Year Ended December 31, 2013

	BUDGETED AMOUNTS			VARIANCE WITH
	ORIGINAL	FINAL	ACTUAL	FINAL BUDGET
				POSITIVE
				(NEGATIVE)
REVENUES				
Lottery Proceeds	\$ 22,000	\$ 22,000	\$ 23,263	\$ 1,263
Miscellaneous Revenue	100	100	79	(21)
TOTAL REVENUES	22,100	22,100	23,342	1,242
EXPENDITURES				
Capital Outlay	61,200	61,200	7,947	53,253
TOTAL EXPENDITURES	61,200	61,200	7,947	53,253
Net Change in Fund Balance	(39,100)	(39,100)	15,395	54,495
Fund Balance at Beginning of Year	108,824	108,824	97,455	(11,369)
Fund Balance at End of Year	\$ 69,724	\$ 69,724	\$ 112,850	\$ 43,126

Notes to Required Supplementary Information

The basis of budgeting is the same as GAAP.

The schedule is presented on the GAAP basis.

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TOWN OF CENTER, COLORADO
OTHER SUPPLEMENTARY INFORMATION

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TOWN OF CENTER, COLORADO
SCHEDULE OF EXPENSES AND TRANSFERS OUT
ALL PROPRIETARY FUNDS
BUDGET AND ACTUAL

For the Year Ended December 31, 2013

	BUDGETED AMOUNTS		EXPENDITURES REPORTED ON THE GAAP BASIS		ADJUSTMENTS TO BUDGETARY BASIS		EXPENDITURES ON THE BUDGETARY BASIS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)	
	ORIGINAL	FINAL								
Proprietary Funds										
Enterprise Funds										
Light and Power Fund	\$ 2,091,660	\$ 2,091,660	\$ 1,701,296	\$ 69,088	\$ 1,770,384	\$ 321,276				
Natural Gas Fund	856,250	856,250	981,452	116,283	1,097,735	(241,485)				
Water Fund	2,282,644	2,302,644	350,295	(13,779)	336,516	1,966,128				
Total Enterprise Funds	\$ 5,230,554	\$ 5,250,554	\$ 3,033,043	\$ 171,592	\$ 3,204,635	\$ 2,045,919				

Adjustments to budgetary basis include costs of capitalized assets and depreciation expense.

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

LOCAL HIGHWAY FINANCE REPORT	City or County: Town of Center
	YEAR ENDING : December 2013

This Information From The Records Of (example - City of _ or County of _) Town of Center	Prepared By: Christian Samora Phone: 719-754-3497
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I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	28,649
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	52,616
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	0
2. General fund appropriations		b. Snow and ice removal	
3. Other local imposts (from page 2)	187,960	c. Other	
4. Miscellaneous local receipts (from page 2)	252	d. Total (a. through c.)	0
5. Transfers from toll facilities		4. General administration & miscellaneous	57,734
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	37,367
a. Bonds - Original Issues		6. Total (1 through 5)	176,366
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)	188,212	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	63,800	2. Notes:	
D. Receipts from Federal Government (from page 2)	0	a. Interest	0
E. Total receipts (A.7 + B + C + D)	252,012	b. Redemption	0
		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)	176,366

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

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

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	229,005	252,012	176,366	304,651	0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

STATE:
Colorado
YEAR ENDING (mm/yy):
December 2013

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	31,954	a. Interest on investments	252
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	156,006	c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other	0	g. Other Misc. Receipts	0
6. Total (1. through 5.)	156,006	h. Other	0
c. Total (a. + b.)	187,960	i. Total (a. through h.)	252
	(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	63,800	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	0
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	0	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.)	0	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	63,800	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			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation		28,649	28,649
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	0	28,649	28,649
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	28,649	28,649
			(Carry forward to page 1)

Notes and Comments: