

# 2015

For the year ended December 31, 2015



# Commerce City

Comprehensive Annual Financial Report

CITY OF COMMERCE CITY

2015  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
YEAR ENDED DECEMBER 31



Commerce  
CITY

PREPARED BY:

SHERYL CARSTENS, DIRECTOR OF FINANCE

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July 27, 2016

To the Honorable Mayor and Members of the City Council,  
Citizens of the City of Commerce City, Colorado and  
the Financial Community:

We are pleased to transmit the Comprehensive Annual Financial Report of the City of Commerce City for the year ended December 31, 2015. This submittal is in accordance with Colorado State Statutes and the City of Commerce City Charter provisions. This report of the financial condition of the City as of December 31, 2015, and the activity which brought about that condition meets the City Charter requirements as well as provides full financial disclosure in accordance with generally accepted accounting principles (GAAP).

The Finance Department prepared this report in conformance with standards of the Governmental Accounting Standards Board, the American Institute of Certified Public Accountants, the Government Finance Officers Association and the Colorado State Auditor. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City's management.

The purpose of the Comprehensive Annual Financial Report is to provide citizens, investors, grantor agencies and other interested parties with reliable information concerning the financial condition of the City. The City management believes the data as presented is accurate in all material respects. The data is presented in a manner designed to set forth fairly the financial position and results of City operations as measured by the financial activity of its various funds. Also, all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

This report has been prepared following the guidelines recommended by the Government Finance Officers Association of the United States and Canada. The City was awarded the Certificate of Achievement for Excellence in Financial Reporting for its 2014 report and this report continues the same high standards of public financial reporting.

State law requires that the financial statements of the City of Commerce City be audited by independent certified public accountants selected by the City Council. The independent auditing firm of Eide Bailly LLP, whose report is included herein, has audited the general-purpose financial statements and related notes.

GAAP require that the City's management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of a "*Management's Discussion and Analysis*" (MD&A). This transmittal letter should be read in conjunction with MD&A.

## **REPORTING ENTITY DEFINITION**

The financial reporting entity, the City, includes all the funds of the primary government as well as all of its component units. Additional financial information concerning the component units may be obtained through the Finance Department of the City of Commerce City, Colorado. The city reports eight component units as follows:

### **Blended Component Units**

- Urban Renewal Authority
- Commerce City Northern Infrastructure General Improvement District
- Commerce City E-470 Commercial Area General Improvement District
- Commerce City Residential Area General Improvement District
- Commerce City Finance Authority

### **Discretely Presented Component Units**

- Quality Community Foundation
- Commerce City Housing Authority

## **PROFILE OF THE CITY**

The City of Commerce City is located on 41 square miles in Adams County immediately northeast of Denver and west of the Denver International Airport. The City is a highly industrialized municipality of 51,762 residents.

Commerce City became a Home Rule City in 1970 and is governed by a Mayor elected at-large and eight City Council members, four elected at-large and four by ward. The City Charter provides for a Council/Manager form of government.

The City is supplied with water by the South Adams County Water and Sanitation District, which also provides sanitation service to City residents. The South Adams County Fire Protection District provides fire protection. Adams County School District No. 14 provides public education to the south portion of the City, School District 27J serves the north portion of the City.

Interstate Highways 76 and 270; U.S. Highways 6, 85, and 265; State Highways 2 and 224; and the E-470 toll road serve the City. Rail transportation is furnished by all major railroads serving the Denver metropolitan area. Air service is available from the Denver International Airport, which is located adjacent to Commerce City on its east side. The Regional Transportation District provides local bus service.

## **ECONOMIC CONDITION AND OUTLOOK**

As the national economy recovers Commerce City businesses activity has grown. Existing local business activity consists, to a large extent, of industrial enterprises, which continue to contribute substantially to the City's property tax base. Some of the major businesses located in the City include Federal Express, United Parcel Service, Suncor Energy, Xcel Energy, Dillion Companies, Wal-Mart and Waste Management. ||

Maintenance and expansion of the City's general infrastructure is a major concern of the City. To address this concern the City has prepared a long-range financial plan and a five-year capital improvement program plan that provides the framework for developing and maintaining infrastructure to meet current and future needs. This plan is crucial to the long-term financial condition of the City because of the need to provide the necessary public infrastructure and services to the new growth areas while maintaining the infrastructure and services in the historical part of the City.

## **FINANCIAL MANAGEMENT**

### *Internal Control Structure*

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

As an enhancement to internal financial controls the Finance Department prepares and distributes to the Deputy City Managers financial reports which compares estimated revenues to actual revenues, and estimated expenditures (appropriations) to actual expenditures. The Finance Department also reports City financials to the City Manager and City Council on a quarterly basis.

All accounting records for general governmental operations at the fund level are maintained on a modified accrual basis with the revenues recorded when measurable and available, and expenditures recorded when the services or goods are received and the liabilities incurred.

### *Financial Policies*

The budget is the plan by which financial policy is made, implemented, and controlled. The City Charter, State Constitution and state laws provide the basic legal requirements and time lines for the process. Council goals, ordinances and resolutions provide additional direction that respond to the needs and desires of the community.

The City has adopted financial policies for the following topics:

- Budget
- Revenue
- Expenditure
- Reserves
- Cash management and investments
- Risk Management

These policies serve as the foundation for the cities financial operations.

#### *Legislative Development*

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, (often referred to as TABOR) 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 City believes it is in compliance with the requirements of the amendment. However, the City has made certain interpretations of the amendment's language in order to determine its compliance.

#### *Budgetary Controls*

The objective of budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council. The City adopts annual appropriated operating budget for the General Fund, certain Special Revenue Funds, the Debt Service Fund, most capital projects funds, all proprietary funds and certain pension trust funds.

The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level.

#### *Awards and Acknowledgements*

As demonstrated by the statements and schedules included in the financial and required supplemental information sections of this report, the City continues meeting its responsibility for sound financial management.

One objective measure of the quality of the City's financial management is the City's receipt of the annual GFOA Certificate of Achievement for Excellence in Financial Reporting. The 2014 Certificate is the 28th consecutive annual award received by the City. We believe that this 2014 Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

We wish to thank the City Council for providing the resources necessary to produce this Comprehensive Annual Financial Report. It takes a significant amount of staff time to prepare the financial statements and statistical information necessary for this report.

Respectfully submitted,



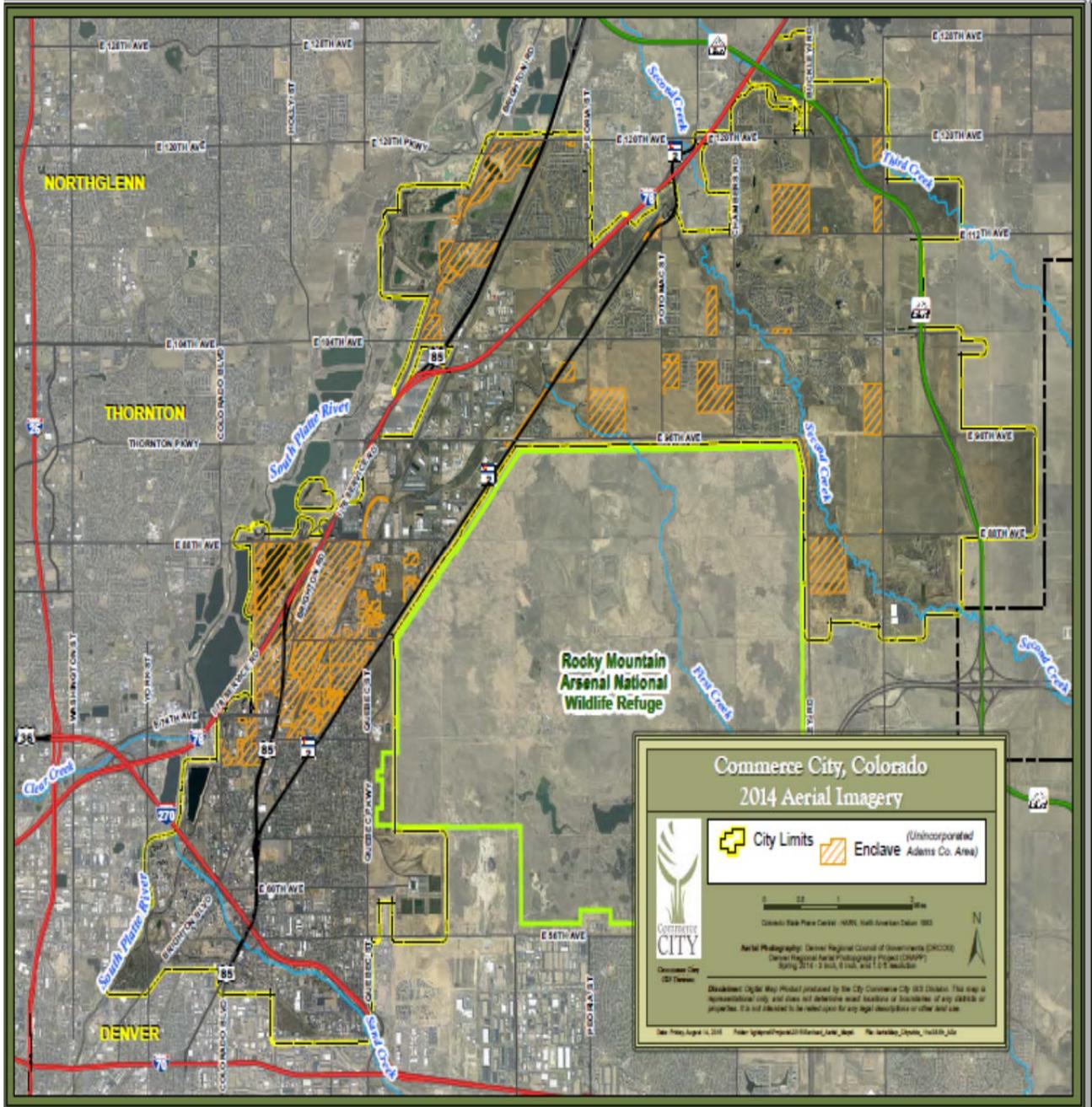
Brian McBroom  
City Manager



Sheryl L. Carstens  
Director of Finance

# ABOUT COMMERCE CITY

As the state's fourth-fastest growing community, Commerce City is redefining itself for the next generation, building on historic values of community, industry, agriculture and family. Centrally located along Colorado's bustling Front Range, Commerce City is a *Quality Community for a Lifetime*, with 25 miles of trails, a championship golf course, 700 acres of open space and parks, one of the country's largest soccer complexes and the nation's largest urban wildlife refuge. Learn more at [c3gov.com](http://c3gov.com).



# FAST FACTS

Current Population: 51,762<sup>1</sup>

Population at Build-Out: 180,000<sup>2</sup>

Size: 34.92 square miles; 61+ sq. mi at total build-out<sup>3</sup>

Incorporated: 1952 as Commerce Town, renamed in 1970

Demographics:

- 47 percent of population is Hispanic; half of that group is monolingual
- Young population; 76.6% of residents are families with children
- 76% homeownership rate
- Average median income rose 2/3 between 2000 – 2008 (highest increase in metro Denver area)

Business:

More than 1,600 businesses within city, covering following industry clusters:

- Advanced Manufacturing
- Energy
- Logistics & Distribution
- Business & Professional Services
- Retail, Hospitality & Leisure
- DIA Technology

13th best place to do business in state – NerdWallet, 2015



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<sup>1</sup> U.S. Census Bureau Annual Estimates of the Resident Population for Incorporated Places of 50,000 or More

<sup>2</sup> Commerce City Comprehensive Plan, 2010

<sup>3</sup> Commerce City Public Works Department, Commerce City Comprehensive Plan, 2010



# CITY COUNCIL OF COMMERCE CITY



Mayor Sean Ford



Mayor Pro Tem René  
Bullock, At-Large



Councilman Jason  
McEldowney, At-Large



Councilwoman Crystal  
Elliott, At-Large



Councilman Steve  
Douglas, At-Large



Councilman Andrew  
Amador, Ward I



Councilman Rick Teter,  
Ward II



Councilwoman Jadie  
Carson, Ward III



Councilman Jim Benson,  
Ward IV

## CITY MANAGER AND LEADERSHIP TEAM

Brian McBroom	City Manager
James Hayes	Deputy City Manager
Roger Tinklenberg	Administrative Services Officer
Troy Smith	Chief Of Police
Sheryl Carstens	Director Of Finance
Chris Cramer	Director Of Community Development
Catherine Blakeman	Director Of Human Resources
Doug Hindman	Interim Director Of Information Technology
Carolyn Keith	Director Of Parks, Recreation & Golf
Maria D'andrea	Director Of Public Works
Michelle Claymore	Economic Development Director
Michelle Halstead	Communications & Government Affairs Director
Laura Bauer	City Clerk
Bob Gehler	City Attorney





Government Finance Officers Association

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

Presented to

**City of Commerce City  
Colorado**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**December 31, 2014**

Executive Director/CEO





## **Independent Auditor's Report**

To the Honorable Mayor, City Council and City Manager  
City of Commerce City, Colorado

### **Report on the Financial Statements**

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

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

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

### **Auditor's Responsibility**

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

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

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

### **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Commerce City, Colorado, as of December 31, 2015, 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.

### **Correction of Errors**

As described in Note 4-E to the financial statements, the City recorded adjustments in the Water Rights Acquisition fund to correct certain errors in reporting assets held for resale and beginning net position. Accordingly, the 2015 beginning net position in the government-wide statement of activities and 2015 beginning fund balance amounts were updated to correct these errors. Our opinions are not modified with respect to this matter.

## Other Matters

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and schedule of funding progress on pages 4 through 16 and 71 through 74 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 inquires of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquires, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

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

The combining and individual nonmajor fund financial statements, budgetary schedules and Local Highway Finance Report are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the 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 of America. In our opinion, this information is fairly stated in all material respects in relation to the financial statements as a whole.

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

### *Report on Summarized Comparative Information*

We have previously audited the City's 2014 financial statements, and we expressed unmodified audit opinions on the respective financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information in our report dated June 22, 2015. The 2014 summary comparative information included within the supplementary information, referred to above, has been updated for the water rights acquisition fund correction of errors. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2014, is consistent, in all material respects, with the audited financial statements from which it has been derived.



Greenwood Village, Colorado  
July 27, 2016

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## MANAGEMENT'S DISCUSSION AND ANALYSIS

Within this section of the comprehensive annual financial report for the City of Commerce City, Colorado (the City), the City's management is pleased to provide this narrative discussion and analysis of the financial activities of the City for the calendar year ended December 31, 2015. The City's financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosures following this section.

### 2015 FINANCIAL HIGHLIGHTS

The City's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources by \$248,416,354 (total net position) for the calendar year reported.

- Total net position are comprised of the following:
  - (1) Net investment in capital assets, of \$161,018,041 include property and equipment, net of accumulated depreciation, and reduced for outstanding debt related to the purchase or construction of capital assets.
  - (2) Net position of \$70,690,133 is restricted by constraints imposed from outside the City such as debt covenants, grantors, laws, or regulations.
  - (3) Unrestricted net position of \$16,708,180 represent the portion available to maintain the City's continuing obligations to citizens and creditors.
- The City's governmental funds reported total ending fund balance of \$142,881,457 this year. This compares to the prior year ending fund balance, as restated of \$157,068,264 showing a decrease of \$14,186,806 during the current year.
- At the end of the current calendar year, the unassigned fund balance for the General Fund was \$17,392,956 or 33.2% of total General Fund expenditures.
- Overall, the City continues to maintain a strong financial position.

The above financial highlights are explained in more detail in the "financial analysis" section of this document.

### OVERVIEW OF THE FINANCIAL STATEMENTS

This Management Discussion and Analysis document introduces the City's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statements. The City also includes in this report additional information to supplement the basic financial statements. Comparative data is presented to allow comparison to the prior calendar year.

### GOVERNMENT-WIDE FINANCIAL STATEMENTS

The City's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the City's overall financial status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in accrual accounting and elimination or reclassification of activities between funds.

The first of these government-wide statements is the *Statement of Net Position*. This is the government-wide statement of position presenting information that includes all of the City's assets and liabilities, with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City as a whole is improving or deteriorating. Evaluation of the

overall health of the City would extend to other nonfinancial factors such as diversification of the taxpayer base or the condition of City infrastructure, in addition to the financial information provided in this report.

The second government-wide statement is the *Statement of Activities*, which reports how the City's net position changed during the current calendar year. All current year revenues and expenses are included regardless of when cash is received or paid.

An important purpose of the design of the statement of activities is to show the financial reliance of the City's distinct activities or functions on revenues provided by the City's taxpayers.

Both government-wide financial statements distinguish governmental activities of the City principally supported by taxes from business-type activities intended to recover all or a significant portion of their costs through user fees and charges. Governmental activities include general government, community development, public safety, public works, parks and recreation. Business-type activities include the solid waste management and the Commerce City Finance Authority.

The government-wide financial statements are presented on pages 17 & 18 of this report.

## FUND FINANCIAL STATEMENTS

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The City uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the City's most significant funds rather than the City as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the form of combining statements in a later section of this report.

The City has three kinds of funds:

*Governmental funds* are reported in the fund financial statements and encompass the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different with fund statements providing a distinctive view of the City's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund operating statement provide a reconciliation to assist in understanding the differences between these two perspectives.

The basic governmental fund financial statements are presented on pages 19 to 22 of this report.

Individual fund information for nonmajor governmental funds is found in combining statements in a later section of this report.

*Proprietary funds* are reported in the fund financial statements and generally report services for which the City charges customers a fee. The City's proprietary funds are classified as enterprise funds and internal service funds. The enterprise funds essentially encompass the same functions reported as business-type activities in the government-wide statements. The internal service funds are reported as part of the governmental activities at the government-wide financial reporting level.

The basic proprietary fund financial statements are presented on pages 23 to 26 of this report.

The *fiduciary funds* include employee pension and retirement funds held in trust and an agency fund used to hold resources of school impact fees from developers that school districts will use. These statements are found on pages 27 & 28.

## NOTES TO THE BASIC FINANCIAL STATEMENTS

The accompanying notes to the basic financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the basic financial statements begin on page 31 of this report.

## REQUIRED SUPPLEMENTARY INFORMATION

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's budget presentations. Budgetary comparison schedules are included as "required supplementary information" for the general fund and the major Urban Renewal Authority Fund. Budgetary comparison schedules for all other governmental funds can be found in the supplementary information section of this report. These schedules demonstrate compliance with the City's adopted and final revised budget. Finally, this section includes a schedule of funding progress for the retirement health savings plan. Required supplementary information can be found on pages 71 to 74 of this report.

## SUPPLEMENTARY INFORMATION

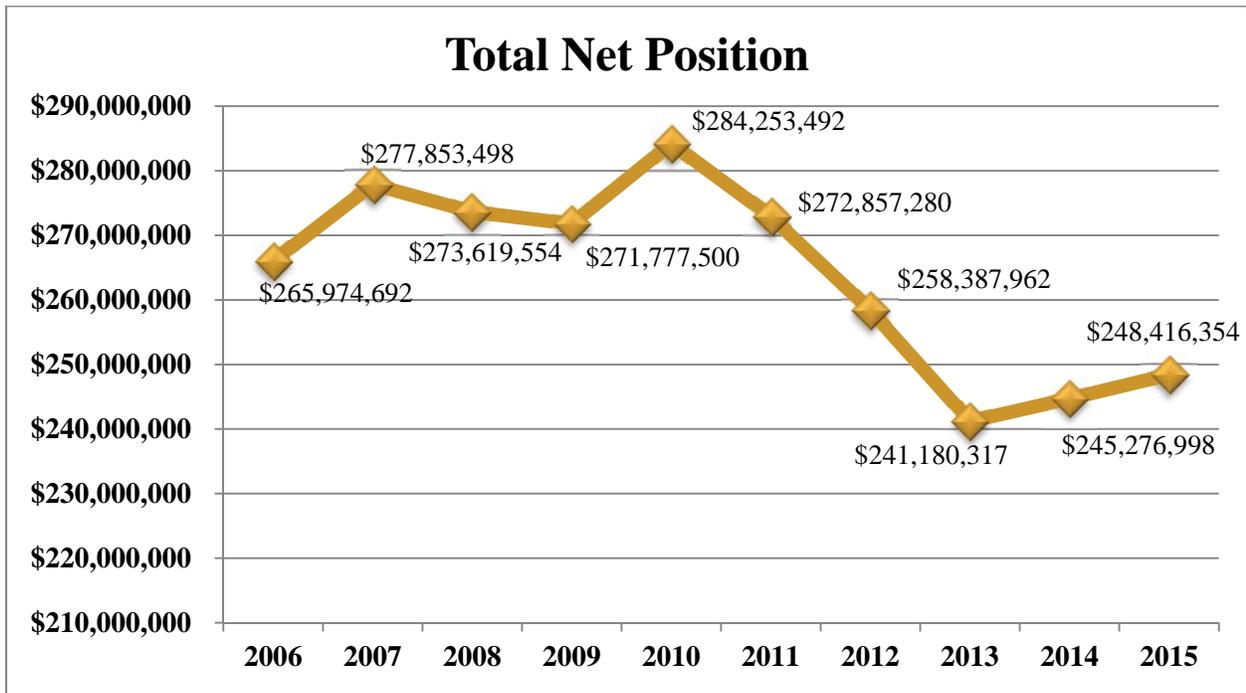
As discussed, the City reports major funds in the basic financial statements. Comparative information for major funds and combining and individual statements and schedules for nonmajor funds are presented in a supplementary information section of this report beginning on page 75.

## FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

The City's net position at calendar year-end is \$252,240,260. The following table provides a summary of the City's net position:

	Summary of Net Position					
	Governmental Activities		Business-type Activities		Total	
	2015	(Restated) 2014	2015	2014	2015	(Restated) 2014
Assets and deferred outflows:						
Current assets	\$ 188,341,366	\$ 184,942,705	\$ 487,924	\$ 145,596	\$ 188,829,290	\$ 185,088,301
Other non-current assets	922,165	1,232,652	254,722	266,853	1,176,887	1,499,505
Capital assets	325,090,182	313,220,540	25,069,262	26,144,126	350,159,444	339,364,666
Deferred outflows	2,254,075	486,102	-	-	2,254,075	486,102
Total assets	516,607,788	499,881,999	25,811,908	26,556,575	542,419,696	526,438,574
Liabilities and deferred inflows:						
Current liabilities	33,607,367	18,527,167	658,477	897,914	34,265,844	19,425,081
Long-term liabilities	221,991,572	224,655,363	28,977,338	29,614,278	250,968,910	254,269,641
Deferred inflows	8,768,589	7,433,854	-	-	8,768,589	7,433,854
Total liabilities	264,367,529	250,616,384	29,635,814	30,512,192	294,003,343	281,128,576
Net position:						
Net investment in capital assets	165,526,117	161,004,264	(4,508,076)	(4,040,151)	161,018,041	156,964,113
Restricted	70,578,157	25,823,135	-	-	70,578,157	25,823,135
Unrestricted	16,135,986	62,405,216	684,170	84,534	16,820,156	62,489,750
Total net position	\$ 252,240,260	\$ 249,232,615	\$ (3,823,906)	\$ (3,955,617)	\$ 248,416,354	\$ 245,276,998

The following graph reports the total net position balances from fiscal year 2006 – 2015:



The City continues to maintain a high current ratio, excluding the deferred inflows and outflows of resources. The current ratio compares current assets to current liabilities and is an indication of the ability to pay current obligations. The current ratio for governmental activities is 5.6 to 1 as compared to 10.0 to 1 at December 31, 2014. For business-type activities, the current liabilities exceed current assets. The total current ratio was 0.7 to 1 as compared to 9.5 to 1 at December 31, 2014.

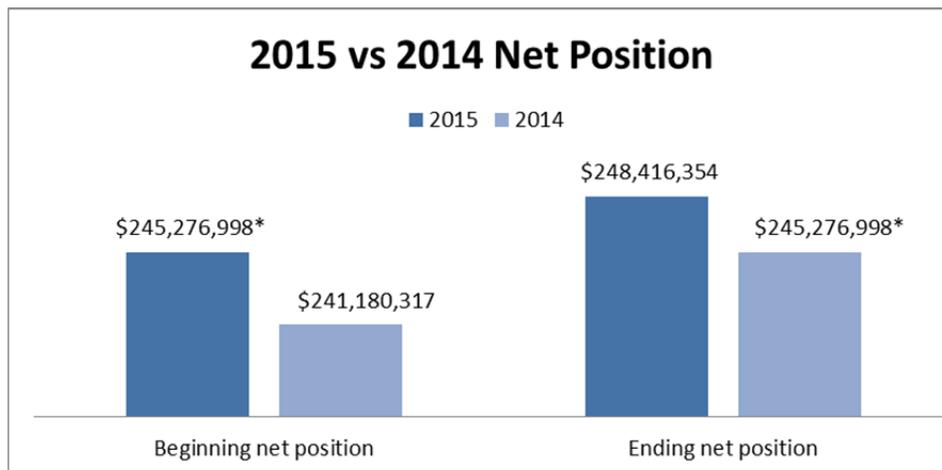
The City reported positive balances in net position for governmental activities and deficit net position for business-type activities. During fiscal year 2015, net position increased \$3,007,645 for governmental activities. For business-type activities, net position increased \$131,711. The City's overall financial position increased during calendar year 2015 by \$3,139,356.

Note that approximately 62.9% of the governmental activities' total assets are tied up in capital assets (with 77.6% of the capital asset cost being depreciable). The City uses these capital assets to provide services to its citizens. Nearly 100% of the business-type activities assets are tied up in capital assets. Combining governmental activities with business type activities, the City has invested 64.8% of its total assets in capital assets, as presented in the Statement of Net Position. Capital assets used in the business-type activities generate revenues for the solid waste program. The capital assets in the Finance Authority result from the construction of an administration building that is being leased to the City.

The following table provides a summary of the City's changes in net position:

**Summary of Changes in Net Position**

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total</b>	
	<b>2015</b>	<b>(Restated) 2014</b>	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>(Restated) 2014</b>
Revenues:						
Program:						
Charges for services	\$ 10,188,749	\$ 9,019,934	\$ 2,630,604	\$ 2,367,795	\$ 12,819,353	\$ 11,387,729
Operating grants	528,978	378,293	-	-	528,978	378,293
Capital grants and contributions	5,610,936	4,732,804	-	-	5,610,936	4,732,804
General:						
Taxes	63,910,308	62,037,116	-	-	63,910,308	62,037,116
Others	4,563,750	9,241,943	2,858	3,833	4,566,608	9,245,776
<b>Total revenues</b>	<b>84,802,721</b>	<b>85,410,090</b>	<b>2,633,462</b>	<b>2,371,628</b>	<b>87,436,185</b>	<b>87,781,718</b>
Program Expenses:						
General Government	17,269,638	18,048,736	-	-	17,269,638	18,048,736
Human resources	952,096	950,390	-	-	952,096	950,390
Community development	3,408,731	3,467,187	-	-	3,408,731	3,467,187
Public safety	15,599,089	14,272,948	-	-	15,599,089	14,272,948
Public works	24,198,351	25,537,390	-	-	24,198,351	25,537,390
Parks, recreation and golf	11,280,173	10,627,413	-	-	11,280,173	10,627,413
Interest	9,115,482	8,262,483	-	-	9,115,482	8,262,483
Finance authority	-	-	2,473,271	2,518,490	2,473,271	2,518,490
<b>Total expenses</b>	<b>81,823,558</b>	<b>81,166,547</b>	<b>2,473,271</b>	<b>2,518,490</b>	<b>84,296,829</b>	<b>83,685,038</b>
Revenues over (under) expenses	2,979,164	4,243,543	160,191	(146,862)	3,139,356	3,512,491
Transfers	28,480	1,345,000	(28,480)	(1,345,000)	-	-
Change in net position	3,007,645	5,588,543	131,711	(1,491,862)	3,139,355	4,096,680
Beginning net position, Restated	249,232,615	243,644,072	(3,955,617)	(2,463,755)	245,276,998	241,180,317
Ending net position	\$ 252,240,260	\$ 249,232,615	\$ (3,823,906)	\$ (3,955,617)	\$ 248,416,354	\$ 245,276,998



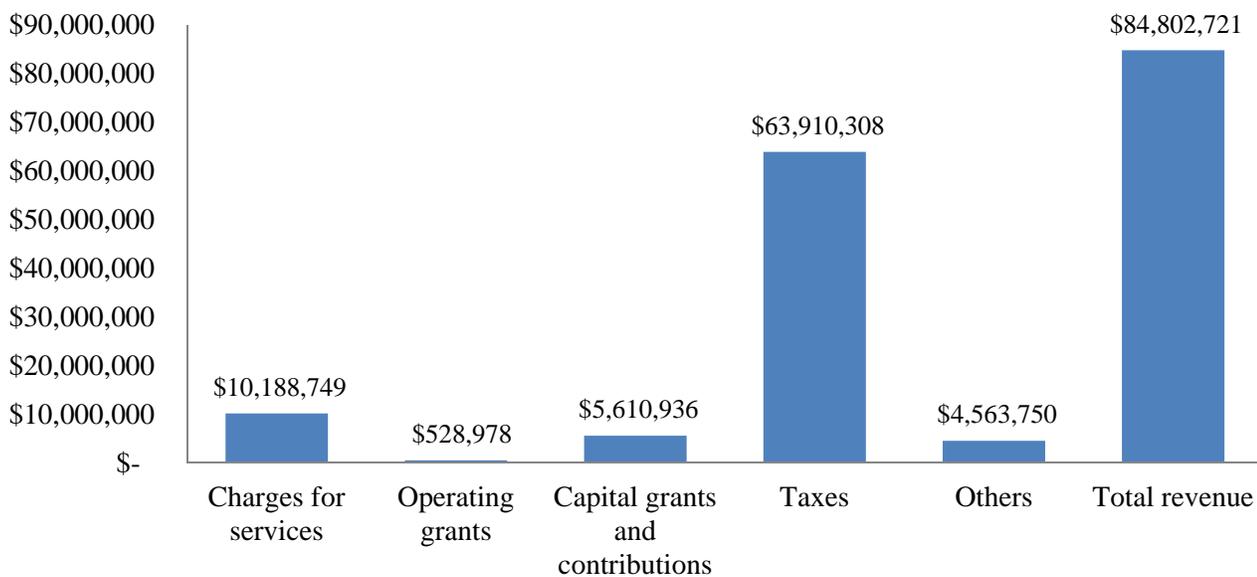
\*Certain reclassifications of amounts previously reported have been made to the accompanying financial statements to maintain consistency between periods presented

## GOVERNMENTAL ACTIVITY REVENUES

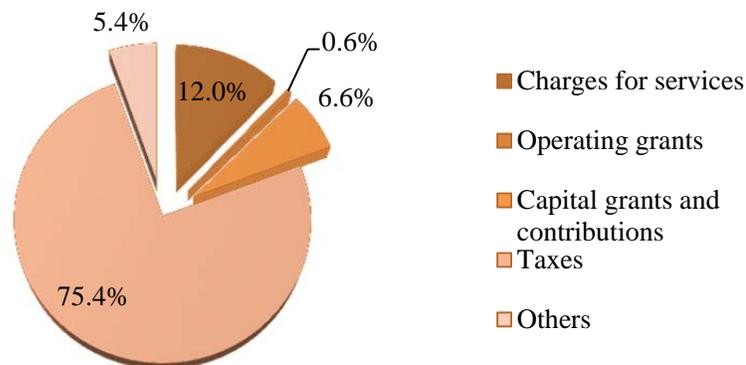
The City is heavily reliant on sales and use taxes to support governmental operations. City taxes provide 75.4% of total revenue with sales and use taxes provided 59.5% of the City's total taxes revenues as compared 57.7% in calendar year 2014. Note that program revenues covered 16.7% of governmental operating expenses as compared to 17.4% in calendar year 2014.

This means that the government's taxpayers and the City's other general revenues normally fund 80.8% of the governmental activities, primarily from sales and use taxes. As a result, the general economy and the success of local businesses have a major impact on the City's revenue streams.

### 2015 Governmental Activities Revenue



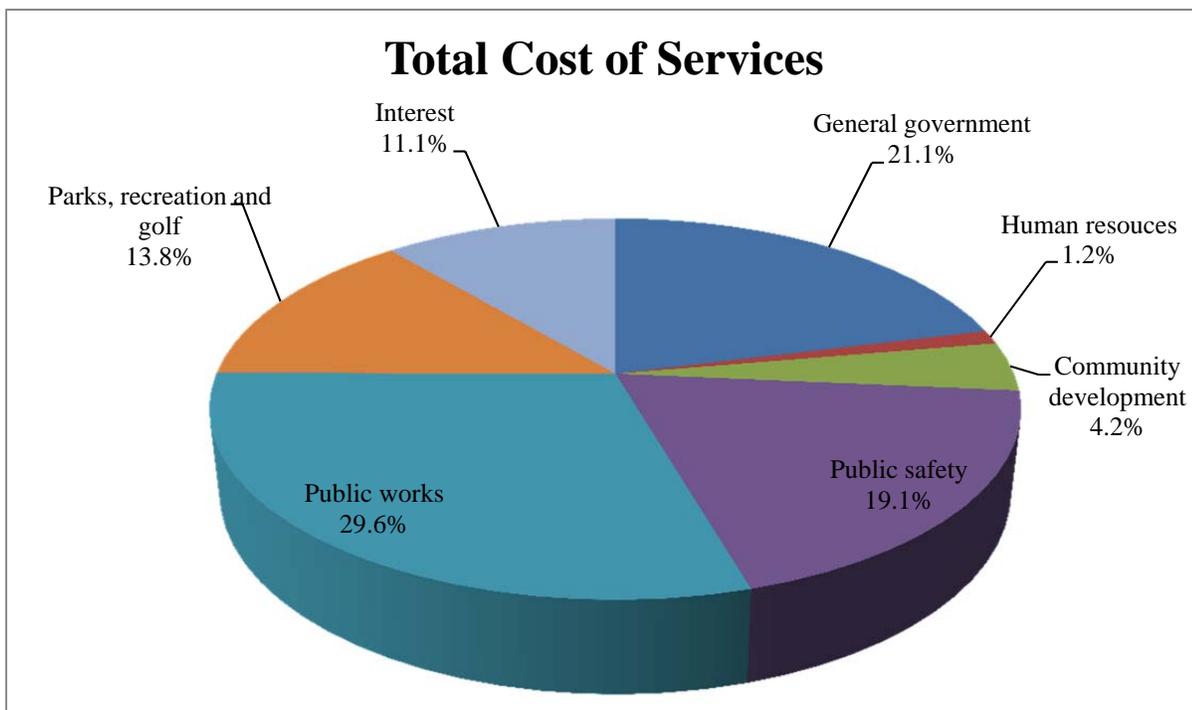
### 2015 Governmental Activities



## GOVERNMENTAL ACTIVITY EXPENSES

The following table presents the cost of each of the City's programs, including the net costs (i.e., total cost less revenues generated by the activities). The net costs illustrate the financial burden that was placed on the City's taxpayers by each of these functions.

<b>Governmental Activities</b>				
	<b>Total Cost of Services</b>	<b>Percentage of Total</b>	<b>Net Cost of Services</b>	<b>Percentage of Total</b>
General government	\$ 17,269,638	21.1%	\$ 16,719,463	25.5%
Human resources	952,096	1.2%	952,096	1.5%
Community development	3,408,731	4.2%	1,507,137	2.3%
Public safety	15,599,089	19.1%	13,314,473	20.3%
Public works	24,198,351	29.6%	16,880,680	25.8%
Parks, recreation and golf	11,280,173	13.8%	7,005,563	10.7%
Interest	9,115,481	11.1%	9,115,481	13.9%
	<b>\$ 81,823,558</b>	<b>100.0%</b>	<b>\$ 65,494,893</b>	<b>100.0%</b>



The public works function is the highest cost function, primarily because of the City's growth in its infrastructure (e.g., roads and storm sewers), resulting in approximately \$24.2 million including annual depreciation expense. The City spent approximately \$15.6 million on public safety and \$17.3 million on general government services.

## BUSINESS-TYPE ACTIVITIES

**Finance Authority Fund** – In 2007, this fund issued \$30,900,000 in certificates of participation, which were used to fund the construction of an administration building, which is leased to the City, beginning in 2007. In 2015, this fund recognized \$1,997,632 in rental income and paid interest on long-term debt totaling \$1,426,623. At December 31, 2015, this fund reports a deficit of \$4,288,586, which will be eliminated with future rental revenue.

**Solid Waste Management Fund** - The other business-type activity is the solid waste management fund. Tipping fees charged at the BFI landfill operation provide the revenues for this fund. The City receives 5% of the total amount of fees collected or assessed and has no “out-of-pocket” costs. These revenues are to be used only for transportation improvements and maintenance on streets and bridges in the area of the landfill. The 2015 fee revenues of \$632,972 increased from the 2014 revenues.

## FUND ANALYSIS

### Governmental Funds

Governmental funds are reported in the fund statements with a short-term, inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. Governmental funds reported ending fund balances of \$142,881,457 compared to the \$157,068,264 at December 31, 2014, as restated.

Of this year-end total, \$17,192,083 is unassigned indicating the availability for continuing City service delivery requirements. However, because of the URA asset that the City has committed to improve and resell, the City expects unassigned fund balance to turn-around as soon as this asset is sold. Currently the City is working on developing the URA to repay the URA asset.

Legally restricted fund balances are \$70,653,850. Included in this amount are \$65.2 million for capital construction and outlay, and the money set aside to meet the TABOR emergency reserve requirements, or \$3.3 million.

Committed fund balance totals \$8,641,267. Included in this amount is \$265,994 for court surcharges, \$2.4 million for capital construction, \$3.7 million for water rights, and \$2.1 million for capital outlay.

The total ending fund balances of governmental funds show a decrease of \$14,186,806 or 9.0% from the prior year, due to spending down on bond proceeds for capital construction projects.

### Major Governmental Funds

**General Fund** - The General Fund is the City’s primary operating fund and the largest source of day-to-day service delivery. The General Fund’s fund balance increased by \$8,084,095 or 25.7% as compared to a 53.9% increase in calendar year 2014. The ending unassigned fund balance is considered adequate, representing the equivalent of 33.2% of annual expenditures. This compares to 11.9% at December 31, 2014.

Total tax revenues are above those of 2014 by \$1,617,820.

Plan check fees decreased \$25,049 or 9.7%. Building permits were up \$183,528 or 14.5% due to a recovering economy. Court and docket fees are higher than the 2014 amount by \$61,494 or 20.7%. Fines and forfeitures through the municipal court were higher than the 2014 amount by \$158,289 or 24.3%. Revenues from photo red light enforcement were \$19,517 or 5.1% above the 2014 amount due to more photo enforcement from the Public Safety Department.

Recreation and golf fees increased \$364,181 in 2015.

Most other revenue streams were consistent with the prior years' revenues.

Total General Fund expenditures increased approximately \$2.1 million over the 2014 amount.

Total general government expenditures were \$183,652 or 4.7% above the 2014 amount. Within the general government function, legal fees decreased \$195,162 or 17.7%. In 2015, the City required the assistance of outside legal counsel for fewer matters and handled additional items through in-house counsel. The city manager expenditures increased \$289,128 or 42.7% due to contract services and salaries.

In total, public safety costs were \$1,000,935 above the 2014 amount. This was caused by an increase in salary costs to sustain the level of service.

In the public works function, expenditures decreased by \$225,768 or 3% from 2014.

Within the parks, recreation and golf function, expenditures increased by \$632,714 due to additional expense in parks maintenance with the 2K parks and the outdoor leisure pool opening in 2015.

A brief discussion of the other major governmental funds follows:

**Capital Expenditures Fund** – This fund is used to fund major City capital projects. The county open space tax and the county transportation tax, plus intergovernmental revenue provided the majority of this fund's revenue. The fund also recognized approximately \$4.8 million of transfers from other funds, including approximately \$55,800 from the General Fund, \$530,000 from the Conservation Trust Fund, and \$4.0 million from the Impact Fees Fund.

During this year, this fund incurred \$18.2 million in capital costs including a Boys & Girls Club for \$250,000 that the city pledged annual operating support (\$80,000), committing to set aside three years of operating expenses beginning in 2012 to serve as a matching funds (not to exceed \$250,000) for a community capital campaign, public works projects for \$3,164,987 and parks and recreation projects for \$5,766,174.

The major projects include:

- Neighborhood Parks (3) - \$8,372,360
- Road Project (1) – \$48,833,294
- Outdoor Pool (1) – \$9,372,080
- New Recreation Center Building (1) – \$3,379,635
- New Recreation Center Infrastructure - \$3,251,787
- Existing Recreation Center Expansion - \$272,244
- MSC Renovations - \$323,000
- Program Contingency - \$4,518,100

This fund reports an ending fund balance of \$74,898,300 at December 31, 2015.

**Northern Infrastructure GID Fund** - This fund is used to account for the construction of infrastructure improvements within the district, including debt service on these improvements. This fund recognized over \$4.9 million in property and specific ownership taxes.

This fund continued to expend the 2008 bond proceeds on infrastructure projects, or \$14.2 million. The major project was work completed on 104<sup>th</sup> avenue. This fund also incurred interest costs on debt of approximately \$3.6 million. At December 31, 2015, the fund reports fund balance of \$2.3 million, down from \$11.5 million at December 31, 2014.

**Urban Renewal Agency Fund** – Current plans are to resell the property held for resale with a cost of \$4.7 million. This fund recognized \$265,710 in property taxes as compared to \$260,785 in 2014. This fund expended \$490,846 and reports a fund balance of \$6,313,642 at December 31, 2015.

### **Proprietary Funds**

Proprietary fund statements share the same focus as the government-wide statements, reporting both short-term and long-term information about financial status. The business-type activities analysis above discusses the City's three enterprise funds.

## **GENERAL FUND BUDGETARY HIGHLIGHTS**

Revenue from sales and use taxes were \$2,186,594 over budget, due to having less than a year of data on the 1% sales tax increase. Franchise fees exceeded the budget by \$176,560. Building permit revenue exceeded the budget by \$220,246 because of conservative budgeting.

Court and docket fees revenue were \$40,839 over budget. Total fines and forfeitures also exceeded the budget by \$70,608.

Property taxes were below budget by \$156,327.

Investment earnings exceeded the final budget by \$393,563, due to conservative budgeting.

In total, the City recognized 105.6% of the final revenue budget.

The General Fund's expenditure budget was amended upward \$136,502 or 0.3%.

The public works department was below budget by \$469,959 compared to the 2014 expenditures. This is primarily due to position vacancies within the department.

In total, the City under spent the final expenditure budget for the general fund by \$797,763.

## CAPITAL ASSETS AND DEBT ADMINISTRATION

### Capital Assets

The City's investment in capital assets, net of accumulated depreciation, for governmental and business-type activities as of December 31, 2015, was \$325,090,182 and \$25,069,262 respectively. The change in this net investment was an approximate 3.1% increase for governmental activities (including the internal service funds) and a 10.4% decrease for business-type activities. See Note 3-C for additional information about changes in capital assets during the calendar year and outstanding at the end of the year.

The following table provides a summary of capital asset activity:

	Capital Assets					
	Governmental Activities*		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Non-depreciable assets:						
Land	\$ 43,975,082	\$ 42,699,676	\$ -	\$ -	\$ 43,975,082	\$ 42,699,676
Golf course	4,224,818	4,224,818	-	-	4,224,818	4,224,818
Water rights	7,340,520	7,159,033	-	-	7,340,520	7,159,033
Construction in progress	17,203,050	22,107,710	-	-	17,203,050	22,107,710
Total non-depreciable assets	<u>72,743,470</u>	<u>76,191,237</u>	<u>-</u>	<u>-</u>	<u>72,743,470</u>	<u>76,191,237</u>
Depreciable assets:						
Buildings	22,591,779	22,294,233	33,732,728	33,744,248	56,324,507	56,038,481
Machinery, equipment, furniture and intangibles	16,374,469	15,108,855	-	-	16,374,469	15,108,855
Infrastructure	471,978,363	438,277,582	-	-	471,978,363	438,277,582
Total depreciable assets	<u>510,944,611</u>	<u>475,680,670</u>	<u>33,732,728</u>	<u>33,744,248</u>	<u>544,677,339</u>	<u>509,424,918</u>
Less accumulated depreciation	258,597,899	239,235,556	8,663,466	7,600,122	267,261,365	246,835,678
Book value - depreciable assets	<u>252,346,712</u>	<u>236,445,114</u>	<u>25,069,262</u>	<u>26,144,126</u>	<u>277,415,974</u>	<u>262,589,240</u>
Percentage depreciated	51%	50%	26%	23%	49%	48%
Total book value	<u>\$ 325,090,182</u>	<u>\$ 312,636,351</u>	<u>\$ 25,069,262</u>	<u>\$ 26,144,126</u>	<u>\$ 350,159,444</u>	<u>\$ 338,780,477</u>

\* The governmental activities amounts include the City's three internal service funds.

The various capitalized additions to governmental activities infrastructure capital assets of \$35.5 million include:

- Roads, pavement management and rehabilitation \$5,775,972
- GID - Roads, pavement management and rehabilitation \$15,366,809
- Parks \$12,497,998
- Street lights \$60,000
- Buildings \$297,546
- Equipment/intangibles \$1,524,682

The December 31, 2015 balances in governmental activities construction in progress relates to various road and park projects.

## LONG-TERM DEBT

The City established the City of Commerce City Northern Infrastructure General Improvement District (GID) as a legally separate entity. Since the City Council serves as the Board of Directors for the GID, it is reported as a blended component unit. Therefore, the \$82,170,000 of general obligation debt of the GID is reported here as if it is the City's debt. In reality, the GID debt is not an obligation of the City and no City funds are used to retire the debt. The GID has its own property tax levy to generate the revenue necessary to retire its debt.

The following table reports debt balances at December 31, 2015 and 2014, exclusive of deferred debt related items.

	<b>Long-Term Debt</b>					
	<b>Governmental Activities*</b>		<b>Business-type Activities</b>		<b>Total</b>	
	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
GID general obligation bond	\$ 82,170,000	\$ 83,530,000	\$ -	\$ -	\$ 82,170,000	\$ 83,530,000
Sales tax revenue bonds	122,735,000	12,797,000	-	-	122,735,000	12,797,000
Lease purchase agreement	1,583,263	1,728,771	-	-	1,583,263	1,728,771
Certificates of participation	-	-	29,385,000	29,955,000	29,385,000	29,955,000
Compensated absences	137,560	106,479	-	-	137,560	106,479
<b>Total</b>	<b><u>\$ 206,625,823</u></b>	<b><u>\$ 98,162,250</u></b>	<b><u>\$ 29,385,000</u></b>	<b><u>\$ 29,955,000</u></b>	<b><u>\$ 236,010,823</u></b>	<b><u>\$ 128,117,250</u></b>

See Note 3-G for additional information about the City's long-term debt.

## ECONOMIC CONDITIONS AFFECTING THE CITY

The national economy went into a major recession starting in 2008. In 2010, the economy started growing again, but there was a small drop in business sales in Commerce City in 2011. In 2015 sales and use tax remittances from businesses increased by 3.14% compared to 2014.

The City experienced unprecedented residential growth from 1999 through 2004. The Northeast quadrant of the Denver metropolitan area contains the only remaining close in, open land available for development. This, coupled with low interest rates, resulted in residential development increasing in the City's north range area. Then in 2005 through 2009, the growth rate slowed. The total numbers of building permits were 10,285 in 2005 and declined to 1,448 in 2009. In 2015, the number of total permits was 2,512 compared to 2,444 permits in 2014. Permit valuations went through a corresponding decline from 2005 through 2009. Total permit valuations were \$129,165,777 in 2008 and dropped to \$49,900,132 in 2009. In 2015, total permit valuations were \$98,872,057 compared to \$127,119,585 in 2014.

Residential construction valuations were \$54,854,771 in 2015 compared to \$59,874,192 in 2014. There were 353 housing units permitted in 2014 compared to 345 in 2015. Management monitors sales, use tax revenues, and the construction related revenues in relation to the operating expenditures and by observing, the trends work to prevent a cash flow problem for the City and to ensure that the City does not become too reliant on construction related revenues to fund its operating budget.

## CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the City's finances, comply with finance-related laws and regulations, and demonstrate the City's commitment to public accountability. If you have questions about this report or would like to request additional information, contact the City Manager's Office or the City's Finance Department.



**City of Commerce City, Colorado**  
**Statement of Net Position**  
**December 31, 2015**

	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
<b>Assets</b>				
<b>Current Assets:</b>				
Equity in pooled cash and investments (Note 3-A)	\$ 152,017,809	\$ 315,439	\$ 152,333,249	\$ 1,090,881
Receivables				
Accounts	2,049,031	160,355	2,209,386	28,662
Property taxes (Note 3-B)	8,769,081	-	8,769,081	-
Sales and use taxes	5,302,765	-	5,302,765	-
Special assessments	36,951	-	36,951	-
Notes	9,149,691	-	9,149,691	-
Loans	-	-	-	21,323
Interest	-	-	-	28,059
Inventory (Note 1-E-4)	276,913	-	276,913	-
Prepaid items (Note 1-E-5)	108,179	12,130	120,309	-
Assets held for resale	10,630,946	-	10,630,946	-
Restricted assets	-	-	-	1,167,971
<b>Total Current Assets</b>	<b>188,341,366</b>	<b>487,924</b>	<b>188,829,290</b>	<b>2,336,896</b>
<b>Non-Current Assets:</b>				
Notes receivables	-	-	-	2,402,737
Interest receivable	-	-	-	788,756
Prepaid items (Note 1-E-5)	922,165	254,722	1,176,887	-
Capital assets (Note 3-C)				
Nondepreciable	72,743,470	-	72,743,470	345,949
Depreciable, net	252,346,712	25,069,262	277,415,974	375,610
Investments in housing units	-	-	-	4,908
<b>Total Non-Current Assets</b>	<b>326,012,347</b>	<b>25,323,984</b>	<b>351,336,331</b>	<b>3,917,960</b>
<b>Deferred Outflows of Resources (Note 3-D)</b>	<b>2,254,075</b>	<b>-</b>	<b>2,254,075</b>	<b>-</b>
<b>Total Assets and Deferred Outflows of Resources</b>	<b>516,607,788</b>	<b>25,811,908</b>	<b>542,419,696</b>	<b>6,254,856</b>
<b>Liabilities</b>				
<b>Current Liabilities:</b>				
Vouchers and contracts payable	6,689,743	-	6,689,743	9,771
Accrued expenses payable	354,424	-	354,424	-
Deposits payable	1,282,764	-	1,282,764	4,050
Accrued interest payable	2,496,643	58,477	2,555,119	-
Unearned revenue	17,915,110	-	17,915,110	-
Compensated absences payable (Note 3-G)	110,048	-	110,048	-
Certificates of participation payable (Note 3-G)	-	600,000	600,000	-
Lease purchase agreement payable (Note 3-G)	163,636	-	163,636	-
General obligation bonds payable (Note 3-G)	1,515,000	-	1,515,000	-
Sales and use tax revenue bonds payable (Note 3-G)	3,080,000	-	3,080,000	-
<b>Total Current Liabilities</b>	<b>33,607,367</b>	<b>658,477</b>	<b>34,265,844</b>	<b>13,821</b>
<b>Long-Term Liabilities: (net of current portion)</b>				
Compensated absences payable (Note 3-G)	27,512	-	27,512	-
Other postemployment benefits payable (Note 3-K)	4,455,658	-	4,455,658	-
Certificates of participation payable (Note 3-G)	-	28,977,338	28,977,338	-
Lease purchase agreement payable (Note 3-G)	1,419,627	-	1,419,627	-
General obligation bonds payable (Note 3-G)	86,511,600	-	86,511,600	-
Sales and use tax revenue bonds payable (Note 3-G)	129,577,175	-	129,577,175	-
<b>Total Long-Term Liabilities</b>	<b>221,991,572</b>	<b>28,977,338</b>	<b>250,968,910</b>	<b>-</b>
<b>Deferred Inflows of Resources (Note 3-D)</b>	<b>8,768,589</b>	<b>-</b>	<b>8,768,589</b>	<b>-</b>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<b>264,367,529</b>	<b>29,635,814</b>	<b>294,003,343</b>	<b>13,821</b>
<b>Net Position</b>				
Net investment in capital assets (Note 3-K)	165,526,117	(4,508,076)	161,018,041	721,559
Restricted for:				
Capital projects	84,786	-	84,786	-
Debt service	-	-	-	-
Housing purposes	-	-	-	1,167,971
Capital outlay and operations	65,092,774	-	65,092,774	38,360
Urban renewal	1,655,143	-	1,655,143	-
Emergencies (Note 2-D)	3,328,395	-	3,328,395	-
Public safety	51,764	-	51,764	-
Public works	298,474	-	298,474	-
Parks and recreation	178,797	-	178,797	-
Unrestricted	16,024,010	684,170	16,708,180	4,313,145
<b>Total Net Position</b>	<b>\$ 252,240,260</b>	<b>\$ (3,823,906)</b>	<b>\$ 248,416,354</b>	<b>\$ 6,241,035</b>

See accompanying notes to the basic financial statements

**City of Commerce City, Colorado**  
**Statement of Activities**  
**For the Year Ended December 31, 2015**

Function/Program	Program Revenues				Net (Expense) Revenue and Changes in Net Position					
	Expenses	Charges for Services and Fines	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government					
					Governmental Activities	Business-Type Activities	Total			
<b>Primary Government</b>										
General government	\$ 17,269,638	\$ 447,274	\$ 102,901	\$ -	\$ (16,719,463)	\$ -	\$ (16,719,463)	\$ -		
Human resources	952,096	-	-	-	(952,096)	-	(952,096)	-		
Community development	3,408,731	1,901,593	-	-	(1,507,137)	-	(1,507,137)	-		
Public safety	15,599,089	2,176,103	108,513	-	(13,314,473)	-	(13,314,473)	-		
Public works	24,198,351	1,939,523	220,261	5,157,886	(16,880,680)	-	(16,880,680)	-		
Parks and recreation	11,280,173	3,724,255	97,303	453,051	(7,005,563)	-	(7,005,563)	-		
Interest	9,115,482	-	-	-	(9,115,482)	-	(9,115,482)	-		
<b>Total Governmental Activities</b>	<b>81,823,558</b>	<b>10,188,749</b>	<b>528,978</b>	<b>5,610,936</b>	<b>(65,494,893)</b>	<b>-</b>	<b>(65,494,893)</b>	<b>-</b>		
<b>Business-Type Activities</b>										
Finance Authority	2,473,271	1,997,632	-	-	-	(475,639)	(475,639)	-		
Solid Waste Management	-	632,972	-	-	-	632,972	632,972	-		
<b>Total Business-Type Activities</b>	<b>2,473,271</b>	<b>2,630,604</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>157,333</b>	<b>157,333</b>	<b>-</b>		
<b>Total - Primary Government</b>	<b>\$ 84,296,829</b>	<b>\$ 12,819,353</b>	<b>\$ 528,978</b>	<b>\$ 5,610,936</b>	<b>(65,494,893)</b>	<b>157,333</b>	<b>(65,337,560)</b>	<b>-</b>		
<b>Component Units</b>										
Housing Authority	\$ 208,287	\$ 49,988	\$ 102,037	\$ -	-	-	-	(56,262)		
Quality Community Foundation	149,445	-	-	-	-	-	-	(149,445)		
<b>Total - Component Units</b>	<b>\$ 357,732</b>	<b>\$ 49,988</b>	<b>\$ 102,037</b>	<b>\$ -</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(205,707)</b>		
<b>General Revenues</b>										
Property taxes levied for general purposes					7,177,500	-	7,177,500	-		
Sales and use taxes					50,463,396	-	50,463,396	-		
Specific ownership taxes					604,186	-	604,186	-		
Street and bridge taxes					475,684	-	475,684	-		
Franchise taxes					2,976,560	-	2,976,560	-		
Highway user taxes					1,616,231	-	1,616,231	-		
Other taxes					596,750	-	596,750	-		
Investment earnings					1,537,783	2,858	1,540,640	40,020		
Miscellaneous					3,015,452	-	3,015,452	319,301		
Gain on disposition of capital assets					10,516	-	10,516	-		
Transfers					28,480	(28,480)	-	-		
<b>Total General Revenues and Transfers</b>					<b>68,502,538</b>	<b>(25,622)</b>	<b>68,476,915</b>	<b>359,321</b>		
<b>Change in Net Position</b>					<b>3,007,645</b>	<b>131,711</b>	<b>3,139,356</b>	<b>153,614</b>		
<b>Net Position Beginning of Year, Restated</b>					<b>249,232,615</b>	<b>(3,955,617)</b>	<b>245,276,998</b>	<b>6,087,421</b>		
<b>Net Position End of Year</b>					<b>\$ 252,240,260</b>	<b>\$ (3,823,906)</b>	<b>\$ 248,416,354</b>	<b>\$ 6,241,035</b>		

See accompanying notes to the basic financial statements

**City of Commerce City, Colorado**  
**Balance Sheet**  
**Governmental Funds**  
**December 31, 2015**

	General	Capital Expenditures	Northern Infrastructure GID	Urban Renewal Authority	Other Governmental Funds	Total Governmental Funds
<b>Assets</b>						
Equity in pooled cash and investments	\$ 37,305,394	\$ 87,021,778	\$ 1,236,688	\$ 1,877,277	\$ 13,728,199	\$ 141,169,335
Receivables:						
Accounts	993,679	959,700	-	-	72,191	2,025,570
Property taxes	2,590,002	-	5,637,639	524,701	16,739	8,769,081
Sales and use taxes	5,302,765	-	-	-	-	5,302,765
Special assessments	-	-	-	-	36,951	36,951
Notes	71,385	6,226,312	-	-	2,851,993	9,149,691
Interfund	127,797	-	-	-	-	127,797
Inventory	45,513	-	-	-	-	45,513
Prepaid items	8,264	94	-	-	-	8,358
Assets held for resale	-	-	2,415,559	4,640,400	3,574,987	10,630,945
<b>Total Assets</b>	<b>46,444,799</b>	<b>94,207,884</b>	<b>9,289,886</b>	<b>7,042,378</b>	<b>20,281,060</b>	<b>177,266,006</b>
<b>Liabilities, Deferred Inflows of Resources and Fund Balances</b>						
<b>Liabilities</b>						
Vouchers and contracts payable	2,231,358	1,819,606	1,347,420	204,035	326,396	5,928,815
Accrued expenditures	334,104	-	-	-	-	334,104
Deposits payable	1,282,764	-	-	-	-	1,282,764
Interfund payable	-	-	-	-	127,797	127,797
Unearned revenue	425,132	17,489,977	-	-	-	17,915,110
<b>Total Liabilities</b>	<b>4,273,359</b>	<b>19,309,584</b>	<b>1,347,420</b>	<b>204,035</b>	<b>454,193</b>	<b>25,588,590</b>
<b>Deferred Inflows of Resources</b>	<b>2,590,002</b>	<b>-</b>	<b>5,637,639</b>	<b>524,701</b>	<b>43,617</b>	<b>8,795,959</b>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<b>6,863,361</b>	<b>19,309,584</b>	<b>6,985,059</b>	<b>728,736</b>	<b>497,810</b>	<b>34,384,549</b>
<b>Fund Balances</b>						
Nonspendable	125,162	6,226,406	2,415,559	4,640,400	6,375,334	19,782,860
Restricted	6,684,907	60,525,207	-	1,673,242	1,770,494	70,653,850
Committed	265,994	-	-	-	8,375,273	8,641,267
Assigned	15,112,419	8,146,687	-	-	3,352,290	26,611,395
Unassigned	17,392,956	-	(110,731)	-	(90,141)	17,192,083
<b>Total Fund Balances</b>	<b>39,581,440</b>	<b>74,898,300</b>	<b>2,304,828</b>	<b>6,313,642</b>	<b>19,783,250</b>	<b>142,881,457</b>
<b>Total Liabilities, Deferred Inflow of Resources and Fund Balances</b>	<b>\$ 46,444,799</b>	<b>\$ 94,207,884</b>	<b>\$ 9,289,886</b>	<b>\$ 7,042,378</b>	<b>\$ 20,281,060</b>	<b>\$ 177,266,006</b>

See accompanying notes to the basic financial statements

**City of Commerce City, Colorado**  
**Reconciliation of the Governmental Funds Balance Sheet to**  
**The Government-wide Statement of Net Position**  
**December 31, 2015**

<b>Total Governmental Fund Balances</b>		\$ 142,881,457
<b>Amounts reported for governmental activities in the government-wide statement of net position are different because:</b>		
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds (exclusive of internal service funds capital assets).		
	Cost	\$ 570,497,105
	Less accumulated depreciation	<u>(249,549,338)</u>
		320,947,767
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds - special assessments.		
		27,370
The internal service funds are used by management to charge the costs of the operation and maintenance of the vehicle fleet, facilities and information technology equipment to individual funds. The assets and liabilities of the internal service funds are included in governmental activities column on the government-wide statement of net position.		
		14,516,976
Interfund receivables and payables between governmental funds are reported on the governmental fund's balance sheet but eliminated on the government-wide statement of net position.		
	Interfund receivables	\$ (127,798)
	Interfund payables	<u>127,798</u>
		-
Liabilities not due and payable in the current period and therefore are not reported in the governmental fund balance sheets but are reported on the government-wide statement of net position (exclusive of internal service funds compensated absences).		
	Bonds payable and bond premiums	\$ (220,683,775)
	Lease purchase agreement payable	(1,583,263)
	Compensated absences payable	(133,256)
	Accrued interest payable	(2,496,643)
	Other postemployment benefits payable	<u>(4,455,658)</u>
		(229,352,595)
Bond insurance is reported as bond issuance costs at the fund level but capitalized on the government wide statement of net position.		
		965,208
Bond refundings are reported as other financing sources and uses in the governmental fund financial statements but refunding amounts are reported as deferred outflows of resources on the government-wide statement of net position.		
		<u>2,254,076</u>
<b>Net Position of Governmental Activities</b>		<u><u>\$ 252,240,260</u></u>

See accompanying notes to the basic financial statements

**City of Commerce City, Colorado**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended December 31, 2015**

	General	Capital Expenditures	Northern Infrastructure GID	Urban Renewal Authority	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>						
Property taxes	\$ 2,331,857	\$ -	\$ 4,572,537	\$ 265,710	\$ 7,395	\$ 7,177,500
Sales and use taxes	50,463,396	-	-	-	-	50,463,396
Specific ownership taxes	211,167	-	393,019	-	-	604,186
Other taxes	5,273,055	392,171	-	-	-	5,665,226
Licenses and permits	1,566,929	-	-	-	-	1,566,929
Intergovernmental	102,901	1,723,401	-	-	645,973	2,472,275
Charges for services	5,437,209	32,504	-	-	1,595,897	7,065,610
Sale of water rights	-	-	-	-	311,122	311,122
Fines and forfeitures	1,245,088	-	-	-	-	1,245,088
Special assessments	-	-	-	-	1,768	1,768
Contributions	-	-	-	-	12,893	12,893
Investment earnings	813,563	12,939	59,138	33,169	417,114	1,335,923
Interest and penalties	-	-	-	-	1,259	1,259
Miscellaneous	469,080	683,799	49,640	475,272	1,280,344	2,958,136
<b>Total Revenues</b>	<b>67,914,245</b>	<b>2,844,815</b>	<b>5,074,334</b>	<b>774,151</b>	<b>4,273,766</b>	<b>80,881,311</b>
<b>Expenditures</b>						
<i>Current:</i>						
General government	16,039,335	-	161,352	-	1,034,907	17,235,593
Human resources	943,726	-	-	-	-	943,726
Community development	2,946,312	-	-	490,846	-	3,437,157
Public safety	15,134,571	-	-	-	105,852	15,240,423
Public works	7,378,984	-	-	-	9,885	7,388,869
Parks and recreation	9,749,131	-	-	-	97,303	9,846,433
<i>Capital Outlay</i>	-	18,218,588	9,056,626	-	-	27,275,214
<i>Debt Service:</i>						
Principal retirement	145,508	-	1,360,000	-	3,355,000	4,860,508
Interest and fiscal charges	36,867	-	3,607,548	-	5,587,827	9,232,242
Bond issuance costs	-	-	-	-	454,031	454,031
<b>Total Expenditures</b>	<b>52,374,432</b>	<b>18,218,588</b>	<b>14,185,525</b>	<b>490,846</b>	<b>10,644,805</b>	<b>95,914,196</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>15,539,813</b>	<b>(15,373,773)</b>	<b>(9,111,190)</b>	<b>283,305</b>	<b>(6,371,039)</b>	<b>(15,032,886)</b>
<b>Other Financing Sources (Uses)</b>						
Refunding Revenue Bond Issued	-	-	-	-	52,645,000	52,645,000
Bond premiums	-	-	-	-	5,219,129	5,219,129
Payment to refunding bond escrow agent	-	-	-	-	(56,991,439)	(56,991,439)
Transfers in	-	4,823,780	-	83,000	7,497,038	12,403,818
Transfers out	(7,455,718)	-	(130,000)	(265,710)	(4,579,000)	(12,430,429)
<b>Total Other Financing Sources (Uses)</b>	<b>(7,455,718)</b>	<b>4,823,780</b>	<b>(130,000)</b>	<b>(182,710)</b>	<b>3,790,729</b>	<b>846,080</b>
<b>Net Change in Fund Balances</b>	<b>8,084,095</b>	<b>(10,549,993)</b>	<b>(9,241,190)</b>	<b>100,595</b>	<b>(2,580,311)</b>	<b>(14,186,806)</b>
<b>Fund Balances Beginning of Year, restated</b>	<b>31,497,345</b>	<b>85,448,293</b>	<b>11,546,018</b>	<b>6,213,047</b>	<b>22,363,560</b>	<b>157,068,264</b>
<b>Fund Balances End of Year</b>	<b>\$ 39,581,438</b>	<b>\$ 74,898,300</b>	<b>\$ 2,304,828</b>	<b>\$ 6,313,642</b>	<b>\$ 19,783,250</b>	<b>\$ 142,881,457</b>

See accompanying notes to the basic financial statements

**City of Commerce City, Colorado**  
**Reconciliation of the Governmental Funds Statement of Revenues,**  
**Expenditures and Changes in Fund Balances to the Government-wide Statement of Activities**  
**For the Year Ended December 31, 2015**

**Net Changes In Fund Balances - Total Governmental Funds**

<b>Amounts reported for governmental activities in the government-wide statement of activities are different because:</b>		\$	(14,186,806)
Governmental funds report capital outlays as expenditures on the governmental fund type operating statement. However, in the government-wide statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense exceeds capitalized capital outlay in the current period (exclusive of internal service funds depreciation).			
	Depreciation expense	\$ (18,497,807)	
	Capital outlay	<u>27,146,073</u>	8,648,267
Developer contributed infrastructure and other contributions are reported as revenue on the government-wide statement of activities but not reported in the governmental funds.			3,434,485
Special assessment revenues in the government-wide statement of activities do not provide current financial resources are not reported as revenues in the governmental fund operating statement.			
	Balance @ 12/31/14	\$ (29,138)	
	Balance @ 12/31/15	<u>27,370</u>	(1,768)
The issuance of long-term debt is reported as an other financing source at the fund financial reporting level but reclassified as a liability at the government-wide financial reporting level.			(52,645,000)
The premium on the issuance of long-term debt is reported as an other financing source at the fund financial reporting level but reclassified as a liability at the government-wide financial reporting level.			(5,219,129)
Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.			4,860,508
The payment to the bond refunding escrow agent is reported as an other financing use but reclassified on the government-wide financial reporting level.			56,991,439
The internal service funds used by management to charge the costs of the operation and maintenance of the vehicle fleet, the buildings and the computer equipment to individual funds are not reported in the government-wide statement of activities on the government-wide statement of activities. Governmental fund expenditures and related internal service fund revenues are eliminated.			1,281,094
Other postemployment expenses are reported in the government-wide statement of activities, but do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.			(697,547)
Accrued interest is reported in the government-wide statement of activities, but does not require the use of financial resources and therefore are not reported as reported as expenditures in governmental funds.			
	Balance @ 12/31/14	\$ 2,693,629	
	Balance @ 12/31/15	<u>(2,496,643)</u>	196,986
Compensated absences are reported in the government-wide statement of activities, but do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.			
	Balance @ 12/31/14	\$ 104,568	
	Balance @ 12/31/15	<u>(133,257)</u>	(28,689)
Amortization of bond premium and refunding loss are reported in the governmental fund's operating statement because these transactions require the use of current financial resources but are reported on the government-wide statement of net position.			483,457
Amortizations of bond insurance premium costs are reported in the governmental fund's operating statement because these transactions require the use of current financial resources but are reported on the government-wide statement of net position.			
	Balance @ 12/31/14	\$ 1,399,363	
	Balance @ 12/31/15	<u>965,208</u>	(434,155)
Proportion of pre-paid insurance included in bond refunding loss.			324,503
Elimination of transfers between governmental funds.			
	Transfers in	\$ (12,344,918)	
	Transfers out	<u>12,344,918</u>	-
Transfers between governmental funds to fiduciary funds are classified as expenditures.			
	Expenditures	\$ 39,360	
	Transfers out	<u>(39,360)</u>	-
<b>Change In Net Position of Governmental Activities</b>			<u><u>\$ 3,007,645</u></u>

See accompanying notes to the basic financial statements

**City of Commerce City, Colorado**  
**Statement of Net Position**  
**Proprietary Funds**  
**December 31, 2015**

	Business-type Activities Enterprise Funds			Governmental Activities
	Finance Authority	Nonmajor Solid Waste Management	Total	Internal Service Funds
<b>Assets</b>				
<b>Current Assets:</b>				
Cash and cash equivalents (Note 3-A)	\$ 11,115	\$ 304,325	\$ 315,439	\$ 10,848,474
Accounts receivable	-	160,355	160,355	23,460
Inventory (Note 1-E-4)	-	-	-	231,400
Prepaid items (Note 1-E-5)	12,130	-	12,130	56,779
<b>Total Current Assets</b>	<b>23,245</b>	<b>464,680</b>	<b>487,924</b>	<b>11,160,113</b>
<b>Noncurrent Assets:</b>				
Prepaid items (Note 1-E-5)	254,722	-	254,722	-
Capital assets: (Note 3-C)				
Depreciable capital assets, net	25,069,262	-	25,069,262	4,142,414
<b>Total Noncurrent Assets</b>	<b>25,323,984</b>	<b>-</b>	<b>25,323,984</b>	<b>4,142,414</b>
<b>Total Assets</b>	<b>25,347,229</b>	<b>464,680</b>	<b>25,811,908</b>	<b>15,302,528</b>
<b>Liabilities</b>				
<b>Current Liabilities:</b>				
Vouchers and contracts payable	-	-	-	760,929
Accrued expenses payable	-	-	-	20,320
Compensated absences payable	-	-	-	4,304
Accrued interest payable	58,477	-	58,477	-
Certificates of participation payable (Note 3-E)	600,000	-	600,000	-
<b>Total Current Liabilities</b>	<b>658,477</b>	<b>-</b>	<b>658,477</b>	<b>785,552</b>
<b>Long-Term Liabilities:</b>				
Certificates of participation payable (Note 3-E)	28,977,338	-	28,977,338	-
<b>Total Liabilities</b>	<b>29,635,814</b>	<b>-</b>	<b>29,635,814</b>	<b>785,552</b>
<b>Net Position</b>				
Net investment in capital assets (Note 3-J)	(4,508,076)	-	(4,508,076)	4,142,414
Restricted for emergencies	-	-	-	7,667
Unrestricted	219,490	464,680	684,170	10,366,894
<b>Total Net Position</b>	<b>\$ (4,288,586)</b>	<b>\$ 464,680</b>	<b>\$ (3,823,906)</b>	<b>\$ 14,516,976</b>

See accompanying notes to the basic financial statements

**City of Commerce City, Colorado**  
**Statement of Revenues,**  
**Expenses and Changes in Fund Net Position**  
**Proprietary Funds**  
**For the Year Ended December 31, 2015**

	Business-type Activities Enterprise Funds			Governmental Activities
	Finance Authority	Nonmajor Solid Waste Management	Total	Internal Service Funds
<b>Operating Revenues</b>				
Charges for services	\$ 1,997,632	\$ 632,972	\$ 2,630,604	\$ 6,942,906
Miscellaneous	-	-	-	57,317
<b>Total Operating Revenues</b>	<u>1,997,632</u>	<u>632,972</u>	<u>2,630,604</u>	<u>7,000,223</u>
<b>Operating Expenses</b>				
Salaries	-	-	-	1,515,919
Purchased services and charges	8,113	-	8,113	2,492,180
Materials and supplies	-	-	-	1,015,040
Amortization	(24,809)	-	(24,809)	-
Depreciation	1,063,344	-	1,063,344	1,143,098
<b>Total Operating Expenses</b>	<u>1,046,648</u>	<u>-</u>	<u>1,046,648</u>	<u>6,166,237</u>
<b>Operating Income</b>	<u>950,984</u>	<u>632,972</u>	<u>1,583,956</u>	<u>833,986</u>
<b>Non-Operating Revenues (Expenses)</b>				
Interest expense	(1,426,623)	-	(1,426,623)	-
Investment earnings	-	2,858	2,858	200,601
Gain on the disposition of capital assets	-	-	-	10,516
<b>Total Non-Operating Revenues (Expenses)</b>	<u>(1,426,623)</u>	<u>2,858</u>	<u>(1,423,765)</u>	<u>211,117</u>
<b>Income (Loss) Before Contributions and Transfers</b>	<u>(475,639)</u>	<u>635,830</u>	<u>160,191</u>	<u>1,045,102</u>
Contributions	-	-	-	220,261
Transfers in	11,520	-	11,520	34,631
Transfers out	-	(40,000)	(40,000)	(18,900)
<b>Change in Net Position</b>	<u>(464,119)</u>	<u>595,830</u>	<u>131,711</u>	<u>1,281,094</u>
<b>Net Position Beginning of Year</b>	<u>(3,824,467)</u>	<u>(131,150)</u>	<u>(3,955,617)</u>	<u>13,235,881</u>
<b>Net Position End of Year</b>	<u>\$ (4,288,586)</u>	<u>\$ 464,680</u>	<u>\$ (3,823,906)</u>	<u>\$ 14,516,976</u>

See accompanying notes to the basic financial statements

**City of Commerce City, Colorado**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended December 31, 2015**

				Governmental Activities
	Finance Authority	Nonmajor Solid Waste Management	Total	Internal Service Funds
<b>Increase (Decrease) in Cash and Cash Equivalents</b>				
<b>Cash Flows from Operating Activities</b>				
Cash received from customers	\$ 1,997,632	\$ 606,083	\$ 2,603,715	\$ -
Cash received from interfund services provided		-	-	7,047,141
Cash payments to employees for services	-	-	-	(1,513,114)
Cash payments for goods and services	4,017	-	4,017	(3,065,294)
<b>Net Cash Provided by (Used In) Operating Activities</b>	<b>2,001,650</b>	<b>606,083</b>	<b>2,607,732</b>	<b>2,468,733</b>
<b>Cash Flows from Noncapital Financing Activities</b>				
Interfund loan	(3,812)	(264,616)	(268,428)	-
Transfers in	11,520	-	11,520	34,631
Transfers out	-	(40,000)	(40,000)	(18,900)
<b>Net Cash Provided by (Used in) Noncapital Financing Activities</b>	<b>7,708</b>	<b>(304,616)</b>	<b>(296,908)</b>	<b>15,731</b>
<b>Cash Flows from Capital and Related Financing Activities</b>				
Proceeds from sale of capital assets	-	-	-	20,600
Principal paid on certificates of participation	(570,000)	-	(570,000)	-
Interest paid on notes and certificates of participation	(1,428,242)	-	(1,428,242)	-
Payments for capital acquisitions	-	-	-	(1,303,638)
<b>Net Cash (Used in) Capital and Related Financing Activities</b>	<b>(1,998,242)</b>	<b>-</b>	<b>(1,998,242)</b>	<b>(1,283,038)</b>
<b>Cash Flows from Investing Activities</b>				
Investment earnings	-	2,858	2,858	200,601
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>11,115</b>	<b>304,325</b>	<b>315,440</b>	<b>1,402,027</b>
<b>Cash and Cash Equivalents - Beginning of Year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9,446,448</b>
<b>Cash and Cash Equivalents - End of Year</b>	<b>\$ 11,115</b>	<b>\$ 304,325</b>	<b>\$ 315,440</b>	<b>\$ 10,848,475</b>

(continued)

City of Commerce City, Colorado  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended December 31, 2015**

(continued)

				Governmental Activities
	Finance Authority	Nonmajor Solid Waste Management	Total	Internal Service Funds
<b>Reconciliation of Operating Income to Net Cash Provided by (Used In) Operating Activities</b>				
<b>Operating Income</b>	\$ 950,984	\$ 632,972	\$ 1,583,956	\$ 833,986
<b>Adjustments:</b>				
Depreciation	1,063,344	-	1,063,344	1,143,098
Amortization	(24,809)	-	(24,809)	-
<b>(Increase) Decrease in Assets:</b>				
Accounts receivable	-	(26,889)	(26,889)	46,918
Inventory	-	-	-	(52,084)
Prepaid items	12,130	-	12,130	52,446
<b>Increase (Decrease) in Liabilities:</b>				
Vouchers and contracts payable	-	-	-	491,172
Accrued expenses	-	-	-	(49,607)
Compensated absences	-	-	-	2,805
<b>Net Cash Provided by (Used In) Operating Activities</b>	<u>2,001,650</u>	<u>606,083</u>	<u>2,607,732</u>	<u>2,468,733</u>
<b>Noncash Capital Activities:</b>				
Contributions of capital assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 220,261</u>

See accompanying notes to the basic financial statements

**City of Commerce City, Colorado**  
**Statement of Fiduciary Net Position**  
**Fiduciary Funds**  
**December 31, 2015**

	<b>Pension Trust</b>	<b>Agency</b>
<b>Assets</b>		
Equity in pooled cash and investments	\$ 628,229	\$ 1,933,365
Loans receivable	471,830	-
Mutual money market funds, at fair value	19,023,764	-
<b>Total Assets</b>	<b>20,123,823</b>	<b>1,933,365</b>
<b>Liabilities</b>		
Accounts payable	-	\$ 1,933,365
<b>Net Position</b>		
Held in trust for pension benefits	<b>\$ 20,123,823</b>	

See accompanying notes to the basic financial statements

**City of Commerce City, Colorado**  
**Statement of Changes in Fiduciary Net Position**  
**Pension Trust Funds**  
**For the Year Ended December 31, 2015**

<hr/>	
<b>Additions</b>	
Contributions:	
City	\$ 630,331
Employee	630,331
Investment earnings	458,331
Transfers in	<u>39,360</u>
<b>Total Additions</b>	<u>1,758,353</u>
<b>Deductions</b>	
Administration	65,570
Benefits	39,360
Withdrawals	<u>2,224,772</u>
<b>Total Deductions</b>	<u>2,329,702</u>
<b>Change in Net Position</b>	(571,349)
<b>Net Position Beginning of Year</b>	<u>20,695,171</u>
<b>Net Position End of Year</b>	<u><u>\$ 20,123,823</u></u>

See accompanying notes to the basic financial statements

**City of Commerce City, Colorado**  
**Combining Statement of Net Position**  
**Component Units**  
**December 31, 2015**

	<b>Housing Authority</b>	<b>Quality Community Foundation</b>	<b>Total</b>
<b>Assets</b>			
<b>Current Assets:</b>			
Cash and cash equivalents	\$ 1,052,521	\$ 38,360	\$ 1,090,881
Receivables:			
Accounts	28,662	-	28,662
Loans	21,323	-	21,323
Interest	28,059	-	28,059
Restricted cash	1,167,971	-	1,167,971
<b>Total Current Assets</b>	<b>2,298,536</b>	<b>38,360</b>	<b>2,336,896</b>
<b>Noncurrent Assets:</b>			
Investments in housing units	4,908	-	4,908
Receivables:			
Notes, net of \$129,709 allowance	2,402,737	-	2,402,737
Interest	788,756	-	788,756
Capital assets:			
Land	345,949	-	345,949
Depreciable, net	375,610	-	375,610
<b>Total Noncurrent Assets</b>	<b>3,917,960</b>	<b>-</b>	<b>3,917,960</b>
<b>Total Assets</b>	<b>6,216,496</b>	<b>38,360</b>	<b>6,254,856</b>
<b>Liabilities</b>			
<b>Current Liabilities:</b>			
Vouchers and contracts payable	9,771	-	9,771
Security deposits payable	4,050	-	4,050
<b>Total Current Liabilities</b>	<b>13,821</b>	<b>-</b>	<b>13,821</b>
<b>Net Position</b>			
Net investment in capital assets	721,559	-	721,559
Restricted for housing purposes	1,167,971	-	1,167,971
Restricted for community charitable purposes	-	38,360	38,360
Unrestricted	4,313,145	-	4,313,145
<b>Total Net Position</b>	<b>\$ 6,202,675</b>	<b>\$ 38,360</b>	<b>\$ 6,241,035</b>

See accompanying notes to the basic financial statements

City of Commerce City, Colorado  
 Combining Statement of Activities  
 Component Units  
 For the Year Ended December 31, 2015

	Housing Authority	Quality Community Foundation	Total
<b>Expenses</b>			
General government	\$ 208,287	\$ 149,445	\$ 357,732
<b>Revenues</b>			
Program:			
Charges for services	49,988	-	49,988
Operating grants and contributions	102,037		102,037
<b>Total Program Revenues</b>	152,025	-	152,025
<b>Net Program (Expense)</b>	(56,262)	(149,445)	(205,707)
<b>General Revenues</b>			
Miscellaneous	175,519	143,782	319,301
Investment earnings	40,010	10	40,020
<b>Total General Revenues</b>	215,529	143,792	359,321
<b>Change in Net Position</b>	159,267	(5,653)	153,614
<b>Net Position Beginning of Year</b>	6,043,408	44,013	6,087,421
<b>Net Position End of Year</b>	\$ 6,202,675	\$ 38,360	\$ 6,241,035

See accompanying notes to the basic financial statements



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## SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Commerce City, Colorado, (the City) was incorporated in 1960 and operates under a Council/Manager form of government. The City provides the following services as authorized by its charter: public safety (police), highways and streets, parks and recreation, public improvements, planning and zoning, and general administrative services.

### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) as applied to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for governmental accounting and financial reporting.

The most significant of the City's accounting policies are described below.

#### 1-A. REPORTING ENTITY

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the City consists of all funds, departments, boards and agencies that are not legally separate from the City. For Commerce City, this entity includes component units as described below.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board and (1) the City is able to significantly influence the programs or services performed or provided by the organizations; or (2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to the organization; or the City is obligated for the debt of the organization. Component units also may include organizations that are fiscally dependent on the City in that the City approves the budget, levies their taxes or issues their debt.

The City's component units are presented either as "blended" or "discretely presented." If blended, it is reported as if it were a fund of the City throughout the year. It is included at both the government-wide and fund financial reporting levels.

Discretely presented component units are reported only at the government-wide financial reporting level. The component unit columns included on the government-wide financial statements identify the financial data of the City's discretely presented component units. They are reported separately to emphasize that they are legally separate from the City.

A brief description of the blended component units follows:

***Commerce City Northern Infrastructure General Improvement District (NIGID)*** - Members of the City Council serve as the Board of Directors of the NIGID. The objective of the NIGID is the development of roadway, water and wastewater improvements in the District that will promote the health, prosperity, security, and general welfare of the citizens of the City and the District. Financial information can be obtained at the City's offices. The NIGID is reported as a capital projects fund. The NIGID does not issue separate financial statements.

***Commerce City E-470 Commercial Area General Improvement District (ECAGID)*** – Was established on April 1, 2013. Members of the City Council serve as the Board of Directors of the ECAGID. The objective of the ECAGID is the development of roadway, water and wastewater improvements in the District that will promote the health, prosperity, security, and general welfare of the inhabitants of the City and the District.

Financial information can be obtained at the City's offices. The ECAGID is reported as a capital projects fund. The ECAGID does not issue separate financial statements.

***Commerce City E-470 Residential Area General Improvement District (ERAGID)*** – Was established on July 15, 2013. Members of the City Council serve as the Board of Directors of the ERAGID. The ERAGID has for its purpose the construction, installation, maintenance and operation, for the benefit of its municipal residents, of water and sewer improvements, roadway and related improvements, and recreation improvements. Financial information can be obtained at the City's offices. The ERAGID is reported as a capital projects fund. The ERAGID does not issue separate financial statements.

***Urban Renewal Authority (URA)*** - Members of the City Council serve as the governing body of this Authority. The objective of the Authority is the acquisition, clearance, rehabilitation, conservation, development, or redevelopment of slum and blighted areas within the City. Financial information for the Authority can be obtained at the City's offices. The Authority is reported as a special revenue fund. The Authority does not issue separate financial statements.

***Commerce City Finance Authority (Finance Authority)*** – The Finance Authority was created as a not-for-profit organization during 2006 to facilitate the construction of public improvements benefiting the City. The Finance Authority has a four-member board of directors with staggered terms. The remaining board of directors will appoint any vacancies on the board. Financial information for the Finance Authority can be obtained at the City's offices. The Finance Authority is reported as an enterprise fund. The Finance Authority does not issue separate financial statements.

The following component units are discretely presented in the reporting entity:

***Quality Community Foundation (QCF)*** – The Foundation was created as a 501(c)3 organization during 2006 to provide charitable services to the community. The Foundation has a Board of Directors of not less than five directors or more than eleven directors. The Board of Directors consists of the City's finance director and such other members appointed by the City council. There is a financial burden on the City as the City provides the majority of the Foundation's revenues. Financial information for the Foundation can be obtained at the City's offices. The Foundation does not issue separate financial statements.

***Commerce City Housing Authority*** - The City Council appoints a voting majority of the Board of Directors of the Commerce City Housing Authority. However, a voting majority of City Council members do not serve on the Authority's Board. The City Council can impose its will on the Authority. The services provided by the Authority exclusively benefit the City's citizens. Financial information for the Authority can be obtained at the City's offices. The Commerce City Housing Authority issues separate annual financial statements.

## 1-B. BASIS OF PRESENTATION

The City's basic financial statements consist of government-wide statements, including a statement of net position, a statement of activities and fund financial statements, which provide a more detailed level of financial information.

***Government-wide Financial Statements*** - The government-wide financial statements include the statement of net position and the statement of activities. These statements report financial information for the City as a whole. The primary government and the discretely presented component units are presented separately within these financial statements with the focus on the primary government. Fiduciary activities are not included at the government-wide reporting level. Individual funds are not displayed but the statements distinguish governmental activities, generally supported by taxes and City general revenues, from business-type activities, generally financed in whole or in part with fees charged to external customers. The operating activity of the internal service funds is eliminated to avoid duplicating revenues and expenses.

The statement of net position presents the financial position of the governmental and business-type activities of the City and its discretely presented component units at year-end.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the City's governmental activities, for each identifiable activity of the business-type activities of the City and for each major component unit. Direct expenses are those that are specifically associated with a function and therefore clearly identifiable to that particular function. The City does not allocate indirect expenses to functions in the statement of activities.

The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include: (1) charges for services which report fees and other charges to users of the City's services; (2) operating grants and contributions which finance annual operating activities including restricted investment income; and (3) capital grants and contributions which fund the acquisition, construction, or rehabilitation of capital assets. These revenues are subject to externally imposed restrictions to these program uses.

For identifying to which function program revenue pertains, the determining factor for charges for services is which function generates the revenue. For grants and contributions, the determining factor is to which functions the revenues are restricted.

Taxes and other revenue sources not properly included with program revenues are reported as general revenues of the City. The comparison of direct expenses with program revenues identifies the extent to which each governmental function and each identifiable business activity is self-financing or draws from the general revenues of the City.

***Fund Financial Statements*** - During the year, the City segregates transactions related to certain City functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the City at this more detailed level. Fund financial statements are provided for governmental, proprietary, and fiduciary funds.

Major individual governmental and enterprise funds are reported in separate columns with composite columns for non-major funds. The internal service funds are presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by type.

**Fund Accounting** - The City uses funds to maintain its financial records during the year. A fund is a fiscal and accounting entity with a self-balancing set of accounts. The City uses three categories of funds: governmental, proprietary and fiduciary.

**Governmental Funds** - Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Fund liabilities are assigned to the fund from which they will be liquidated. The City reports the difference between governmental fund assets and liabilities and deferred inflows of resources as fund balance. The following are the City's major governmental funds:

**General Fund** - The general fund accounts for all financial resources except those required to be accounted for in another fund. The general fund balance is available to the City for any purpose provided it is expended or transferred according to the general laws of Colorado.

**Capital Expenditures Fund** – This fund is used to account for the design, construction and resurfacing of various individual construction projects of the City.

**Northern Infrastructure GID Fund** – This fund is used to account for the construction of infrastructure improvements within the district.

**Urban Renewal Authority Fund** – This fund is used to account for the expenditures related to acquisition, clearance, rehabilitation, conservation, development, and redevelopment in the interest of public health, safety, morals or welfare for residents of the City.

**Proprietary Funds** - Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position and cash flows. Proprietary funds are classified as either enterprise or internal service. The following is the City's major proprietary fund.

**Finance Authority Fund** – This major fund is used to account for the proceeds from the 2006 issued certificates of participation, which were used primarily to construct a new civic center and related facilities.

**Internal Service Funds** – These internal service funds account for the operation and administration activity of the fleet management, information technology and facilities services programs of the City.

**Fiduciary Funds** - Fiduciary fund reporting focuses on net position. The City's fiduciary funds are two pension trust funds and an agency fund. The pension trust funds provide pensions to City police employees and City elected officials. The agency fund collects school facility fees for two school districts and forwards these fees to the school districts. The agency fund is custodial in nature (assets equal liabilities) and does not involve measurement of results of operations.

## 1-C. MEASUREMENT FOCUS

**Government-wide Financial Statements** - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and deferred outflows, and all liabilities and deferred inflows associated with the operation of the City are included on the statement of net position. The statement of activities reports revenues and expenses.

***Fund Financial Statements*** - All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the governmental fund statements.

Like the government-wide statements, all proprietary fund types and pension trust funds are accounted for on a flow of economic resources measurement focus on both financial reporting levels. All assets and all liabilities associated with the operation of these funds are included on the statements of net position. The statements of changes in fund net position present increases (i.e., revenues) and decreases (i.e., expenses) in net total position. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

## 1-D. BASIS OF ACCOUNTING

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. At the fund reporting level, governmental funds use the modified accrual basis of accounting and fiduciary funds use the accrual basis of accounting. Proprietary funds use the accrual basis of accounting at both reporting levels. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue, and in the presentation of expenses versus expenditures.

***Revenues - Exchange Transactions*** - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded when the exchange takes place and in the calendar year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current calendar year. For the City, the phrase “available for exchange transactions” means expected to be received within 60 days of year-end.

***Revenues - Non-exchange Transactions*** - Non-exchange transactions in which the City receives value without directly giving equal value in return include sales tax, property taxes, grants, and donations. On an accrual basis, revenue from sales tax is recognized in the period in which the taxable sale takes place. Revenue from property taxes is recognized in the calendar year for which the taxes are levied, (Note 3-B). Revenue from grants and donations is recognized in the calendar year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions also must be available (i.e., collected by December 31, 2015 for property taxes and within 60 days for other non-exchange transactions) before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be susceptible to accrual: property taxes, sales taxes, special assessments and federal and state grants.

***Unearned Revenue*** - Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

On both the government-fund financial statements and the government-wide financial statements, revenues are considered unearned for:

- Grants and entitlements received before the eligibility requirements are met (e.g., cash advances)
- Sales taxes have been received from disputed sales tax assessments
- Noise abatement cash advance from the Denver International Airport

**Expenses/Expenditures** - On the accrual basis of accounting, expenses are recognized at the time they are incurred, if measurable. On the modified accrual basis, expenditures generally are recognized in the accounting period in which the related fund liability is incurred and due, if measurable.

## 1-E. ASSETS, LIABILITIES AND FUND EQUITY

### 1-E-1. CASH, CASH EQUIVALENTS, AND INVESTMENTS

**Cash and Cash Equivalents** - Cash and cash equivalents include amounts on demand and time deposits as well as short-term investments with a maturity date within three months of the date acquired by the City. Cash and cash equivalents are reported on balance sheets, statements of net position and in cash flow statements.

Cash balances of most City funds are pooled and invested. Interest earned from investments purchased with pooled cash is allocated to each fund based on the fund's average equity balance in the pooled fund, except interest earned on Capital Project Funds financed by transfers, which is credited to the General Fund.

**Investments** - The City is authorized by the City charter and Colorado statutes to invest in:

- Bonds and other interest-bearing obligations of the United States government;
- Bonds and other interest-bearing obligations which are guaranteed by the United States government;
- Bonds which are a direct obligation of the State of Colorado, or of any city, county, or school district therein;
- Demand accounts, interest bearing savings accounts or certificates of deposit in eligible public depositories;
- Investment instruments defined in Colorado law as eligible for the investment of police and pension funds;
- Notes or bonds issued pursuant to the "National Housing Act";
- Repurchase agreements;
- And local government investment pools.

The City charter also authorizes the City to invest in real estate for the purpose of enhancing development of the City in accordance with the City's Master Plan.

The Urban Renewal Authority, the Commerce City Northern Infrastructure General Improvement District, and the Commerce City Housing Authority are authorized by their respective governing Boards to invest in obligations as prescribed by Colorado statutes and their respective bylaws.

Assets of the City's pension plans are invested in accordance with Colorado statutes. These statutes authorize the City to invest these assets in:

- Bonds and other interest-bearing obligations of the United States government;

- Bonds, and other interest-bearing obligations which are guaranteed by the United States government;
- State and municipal bonds;
- Corporate notes, bonds, or debentures (convertible or otherwise);
- Railroad equipment trust certificates;
- Real property;
- Loans secured by first mortgages or deeds of trust on real property;
- Guarantee agreements with life insurance companies;
- Real estate limited partnerships;
- And common or preferred corporate stocks.

Investments of the City are stated at fair value based upon quoted market prices. The value of investments held in external investment pools is the same as the value of pool shares. These investment pools are created by State Statute and operate similarly to a money market fund and each share is equal in value to \$1. The designated custodial bank provides safekeeping and depository services to these investment pools in connection with the direct investment and withdrawal functions of these investment pools. All securities owned by these investment pools 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 these investment pools. Investments of these investment pools consist of U.S. Treasury bills, notes and note strips and repurchase agreements collateralized by U.S. Government Securities.

## 1-E-2. RECEIVABLES

All trade and property tax receivables are reported net of an allowance for uncollectibles, where applicable.

## 1-E-3. INTERFUND BALANCES

On the fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/payables." These amounts are eliminated in the governmental and business-type activities columns of the statement of net position, except for any net residual amounts due between governmental and business-type activities, which are reclassified and presented as internal balances.

## 1-E-4. CONSUMABLE INVENTORIES

On the government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used (i.e., the consumption method).

On the fund financial statements, inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. The cost of inventory items is recorded as an expenditure in the governmental fund types when consumed. Inventories of the proprietary funds are expensed when consumed.

## 1-E-5. PREPAID ITEMS

Payments made to vendors for services that will benefit periods beyond December 31, 2015, are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed. At the fund reporting level, an equal amount of fund balance is reserved, as this amount is not available for general appropriation. Prepaid insurance relating to bond issuance costs are described in Note 1-E-9.

## 1-E-6. CAPITAL ASSETS

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in governmental funds or contributions. The City reports these assets in the governmental activities column of the government-wide statement of net position but does not report these assets in the governmental fund financial statements. Capital assets utilized by proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and in the proprietary fund's statement of net position.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The City maintains a capitalization threshold of five thousand dollars. The City's infrastructure consists of roads, bridges, storm sewers, traffic islands, street lights, traffic signals and street signs. Improvements to capital assets are capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are expensed. Interest incurred during the construction of capital assets utilized by the enterprise funds is capitalized, less the amount of interest earned during the same qualifying period.

All reported capital assets are depreciated except for land, right-of-ways, water rights and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the City's historical records of necessary improvements and replacement.

Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activities Estimated Lives</u>
Buildings	30 - 35 years	20 - 30 years
Vehicles and equipment	5 years	2 - 10 years
Intangibles	10 years	-
Infrastructure	3 - 25 years	-

## 1-E-7. COMPENSATED ABSENCES

After six months of employment, employees earn general leave benefits based upon time employed. General leave benefits accrue as a liability as the benefits are earned if the employee's rights to receive compensation are attributable to services already rendered and it is probable that the employer would compensate the employees for the benefits through paid time off or some other means.

Sick leave benefits do not vest. Certain employees working over 40 hours per week accrue compensatory time at the rate of 1 1/2 times hours. Compensatory time may be used throughout the year or paid at a scheduled time during the year.

All compensated absence liabilities (compensatory time) include salary related payments, where applicable. At the end of the year, all compensatory time not taken is recorded as a liability at the current salary rates and applicable social security and Medicare costs.

The total compensated absence liability is reported on the government-wide financial statements. Proprietary funds report the total compensated absences liability in each individual fund at the fund reporting level. Governmental funds report the compensated absence liability at the fund reporting level only “when due.”

### 1-E-8. ACCRUED LIABILITIES AND LONG-TERM OBLIGATIONS

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of these funds. However, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are “due for payment” during the current year. Bonds are recognized as a liability in the governmental fund financial statements “when due.”

### 1-E-9. DEBT PREMIUMS, DISCOUNTS, ISSUANCE COSTS AND DEBT REFUNDING GAINS AND LOSSES

On the government-wide statement of net position and the proprietary fund type statement of net position, debt premiums and discounts are netted against the debt payable for reporting purposes. On the government-wide and proprietary fund type statement of activities, debt premiums and discounts are deferred and amortized over the life of the debt using the effective interest method.

Debt refunding gains and losses are reported as deferred inflows or outflows of resources on the statements of net position. These gains and losses are deferred and amortized over the shorter of the life of the refunding debt (new debt) or the refunded debt (the old debt).

Bond issuance costs are recognized as an outflow of resources in the reporting period in which they are incurred with the exception of prepaid bond insurance costs which are deferred and amortized over the life of the debt as amortization expense.

At the government fund reporting level, bond premiums and discounts are reported as other financing sources and uses, separately from the face amount of the bonds issued. Bond issuance costs are reported as debt service expenditures.

### 1-E-10. FUND EQUITY

Fund equity at the governmental fund financial reporting level is classified as “fund balance.” Fund equity for all other reporting is classified as “net position.” (Note 3-K)

**Fund Balance** – Generally, fund balance represents the difference between the current assets and deferred outflows, and current liabilities and deferred inflows. In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Fund balances are classified as follows:

- **Nonspendable** – Fund balances are reported as nonspendable when amounts cannot be spent because they are either (a) not in spendable form (i.e., items that are not expected to be converted to cash) or (b) legally or contractually required to be maintained intact.

- **Restricted** – Fund balances are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.
- **Committed** – Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints imposed by formal action of the City Council through the approval of an ordinance. The City Council also may modify or rescind the commitment.
- **Assigned** – Fund balances are reported as assigned when amounts are constrained by the City’s intent to be used for specific purposes, but are neither restricted nor committed. Through resolution, the City Council has authorized the City finance director or designee to assign fund balances.
- **Unassigned** - Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criterion. The City reports positive unassigned fund balance only in the general fund. Negative unassigned fund balances may be reported in all funds.

**Net Position Flow Assumptions** – In order to report net position as a restricted – net position and an unrestricted – net position in the government-wide and proprietary fund financial statements, the City has established a flow assumption policy. It is the City’s policy to use restricted – net position first before using unrestricted – net position.

**Fund Balance Flow Assumptions** – It is the City’s policy to consider restricted fund balance to have been used before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, it is the City’s policy to use fund balance in the following order:

- Committed
- Assigned
- Unassigned

**Net Position** – The net position represents the difference between assets and deferred outflows, and liabilities and deferred inflows. The net position component, “net investment in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used (i.e., the amount that the City has not spent) for the acquisition, construction or improvement of those assets. The net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The balance of the net position is reported as unrestricted.

## 1-E-11. OPERATING REVENUES AND EXPENSES

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services for the use of the golf course and solid waste program, and the internal use of vehicles, computers and facilities. Operating expenses are necessary costs incurred to provide the good or service that are the primary activity of each fund. All other revenues and expenses are classified as non-operating including investment earnings, interest expense and the gain or loss on the disposition of capital assets.

## **1-E-12. CONTRIBUTIONS OF CAPITAL**

Contributions of capital reported in proprietary fund financial statements and the government-wide financial statements arise from outside contributions of capital assets (e.g. developers), and grants or outside contributions of resources restricted to capital acquisition and construction.

## **1-E-13. INTERFUND ACTIVITY**

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. On the government-wide statement of activities, the exchange transactions between the internal service funds and the user funds are eliminated. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses section in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

Transfers between governmental and business-type activities on the government-wide statement of activities are reported as general revenues. Transfers between funds reported in the governmental activities column are eliminated. Transfers between funds reported in the business type activities column are eliminated.

## **1-E-14. ESTIMATES**

The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

## **1-E-15. COMPARATIVE DATA/RECLASSIFICATIONS**

Comparative data for the prior year have been presented throughout the financial statements in order to provide an understanding of the changes in the financial position and results of operations. Certain reclassifications of amounts previously reported have been made to the accompanying financial statements to maintain consistency between periods presented.

## **NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

### **2-A. BUDGETARY INFORMATION**

The City adopts an annual appropriated operating budget for the General Fund, certain Special Revenue Funds (all special revenue funds except Police Forfeiture Fund - State, Police Forfeiture Fund - Federal, Special Improvements Fund and CBSD Use Tax Fund), the Debt Service Fund, all capital projects funds except the Future Growth Fund, and all proprietary funds and certain pension trust funds.

The budgets are adopted on a basis consistent with GAAP for all governmental fund types and fiduciary fund types. Proprietary fund type budgets are adopted on the modified accrual basis of accounting (i.e., a non-GAAP budgetary basis).

The legal level of control (the level at which expenditures may not legally exceed appropriations) for each adopted annual operating budget is the individual fund level. Budgetary control is exercised at the department level.

The City Manager is authorized to transfer budgeted amounts between departments within the same fund. Any revisions, which alter total expenditures of any fund, must be approved by the City Council. During the year, the City Council approved supplemental appropriations. All annual appropriations lapse at calendar year end.

The Commerce City Northern Infrastructure General Improvement budget is prepared by the District’s Board. Budgetary matters with respect to the basis of accounting, legal level of budgetary control, and lapsing of appropriations are the same for the fund types of the District as similar fund types for the City. The Housing Authority is not legally required to adopt an annual budget.

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the General and Special Revenue Funds. Encumbered appropriations at year-end lapse and generally are re-appropriated in the following year.

## 2-B. EXCESS OF EXPENDITURES AND OTHER FINANCING USES OVER APPROPRIATIONS

General Fund- transfers out	\$ 6,657,955
Debt Service Fund	329,840
Finance Authority Fund	3,841
Northern Infrastructure GID Fund	9,262,872
Urban Renewal Authority Fund	338,843

## 2-C FUND DEFICITS

The Finance Authority Fund reported a net position deficit of \$4,288,586. As the certificates of participation are retired, this deficit will be eliminated. The E-470 Residential GID Fund reported a deficit fund balance of \$53,328. Subsequent years’ property taxes will eliminate this deficit.

## 2-D. EMERGENCY RESERVES

In 1992, Colorado voters approved an amendment to the Colorado Constitution that placed certain limits on revenue and expenditures of the state and local governments. Although the limit is placed on both revenue and expenditures, the constitutional amendment actually applies to revenue collections. The amendment is complex and subject to judicial interpretation.

However, cities have the option of placing a ballot measure before the voters asking for approval on retaining the revenue over the limit. The City’s voters have approved a ballot measure that allows the City to exclude all revenues, with the exception of property taxes, from those included within Article X, Section 20 of the Colorado Constitution.

Article X, Section 20 of the Colorado Constitution requires a reserve of 3% of its fiscal spending for emergencies. The use of this reserve is restricted to the purpose for which it was established and can be used solely for declared emergencies. In accordance with Article X, Section 20 of the Colorado Constitution, the City has reserved 3% of total revenues and transfers in less a variety of exemptions including most transfers in, as an emergency reserve in the general fund, northern infrastructure GID fund, capital expenditures fund, impact fees fund, future growth

fund, water rights fund, special improvements fund, certain police department funds, chemical roundup fund, CC/BSD use tax fund, the drainage-district funds, impact fees fund and certain internal service funds.

## NOTE 3 - DETAILED NOTES ON ALL FUNDS

### 3-A. DEPOSITS AND INVESTMENTS

**Deposits** - Colorado State statutes govern the City's deposit of cash. The Public Deposit Protection Act for banks and savings and loans requires the state regulators to certify eligible depositories for public deposits. The Act requires eligible depositories with public deposits in excess of the federal insurance levels to create a single institution collateral pool of defined eligible assets. Eligible collateral includes obligations of the United States, obligations of the state of Colorado or local Colorado governments, and obligations secured by first lien mortgages on real property located in the state. The pool is to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the assets in the pool must be at least equal to 102% of the uninsured deposits.

**Custodial Credit Risk – Deposits** – The custodial credit risk for deposits is the risk that, in the event of a bank failure, the City's deposits may not be recovered.

At December 31, 2015, the carrying amount of the City's deposits (including its component units) was \$2,058,789 and the bank balance was \$2,815,006. The bank balance was covered by federal depository insurance (\$364,638) and PDPA (\$2,450,368).

#### **Investments**

**Interest Rate Risk** – Interest rate risk is the risk that changes in interest rates of debt investments will adversely affect the fair value of an investment. The City's investment policy limits maturities to ten years or less, with the average maturity of the cash and investment portfolio to not exceed five years.

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

Investment Type	Fair Value	Maturity Period			
		Three Months or Less	4 - 12 Months	1 - 5 Years	6 - 10 Years
Farm Credit Note	\$ 17,004,891	\$ -	\$ -	\$ 12,045,906	\$ 4,958,985
Freddie Mac Note	22,536,760	-	-	22,536,760	-
Fannie Mae Note	16,363,258	-	-	16,363,258	-
Federal Home Loan Banks BND	28,574,576	2,999,043	3,022,188	11,899,168	10,654,177
US Treasury Bond	57,719,725	9,525,805	48,193,920	-	-
Total	\$ 142,199,210	\$ 12,524,848	\$ 51,216,108	\$ 62,845,092	\$ 15,613,162
Annuity	36,378				
Colo Trust - Money Market	3,113,111				
Colo Trust - GID 104th Ave - 2008	3,670,270				
Wells - Money Market	6,064,961				
Total	\$ 155,083,930				

**Credit Quality Risk** – Credit quality risk is that an issuer or other counterparty to an investment will not fulfill its obligations. The City’s investment policy addresses credit quality risk and authorizes the City to invest as follows:

- Commercial Paper that, at the time of purchase, is rated in its highest rating category by one or more nationally recognized organizations which regularly rate such obligations.
- Any interest in any local government investment pool organized pursuant to part 7 of article 75 of title 24, Colorado Revised Statutes, as amended.

At December 31, 2015, Colotruster, a local government investment pool that the City invests in, was rated AAAM by Standard & Poor’s. The various federal investments are rated Aaa/AAA and Aaa/AA. The corporate bonds are rated AA by Standard & Poor’s and rated A1 by Moody’s.

**Custodial Credit Risk** - Custodial credit risk is the risk that, in the event of a bank failure, the City’s investments may not be recovered. The City’s investment policy addresses custodial credit risk as follows:

- Any security issued by, guaranteed by, or for which the credit of any of the following is pledged for payment: The United States, a Federal Farm Credit bank, the Federal Land Bank, a Federal Home Loan bank, the Federal Home Loan Mortgage Corporation, the Federal National Mortgage Association, the Export-Import Bank, or the Government National Mortgage Association;
- Any security issued by, guaranteed by, or for which the credit of the following is pledged for payment: An entity or organization which is not listed in paragraph (1) above, but which is created by, or the creation of which is authorized by, legislation enacted by the United States Congress and which is subject to control by the federal government which is at least as extensive as that which governs an entity or organization listed in paragraph (1) above. No security may be purchased pursuant to this paragraph (2) unless, at the time of purchase, the security is rated in its highest rating category by one or more nationally recognized organizations, which regularly rate such obligations.
- Any Banker’s Acceptance that is issued by a state or national bank which has a combined capital and

surplus of at least two hundred fifty million dollars. No security may be purchased pursuant to this paragraph (3) unless (a) the deposits of such bank are insured by the federal deposit insurance corporation, and (b) at the time of purchase, the long-term debt of such bank or the holding company of such bank is rated in one of its three highest rating categories by one or more nationally recognized organizations which regularly rate such obligations.

- Repurchase Agreements fully collateralized by obligations referred to in paragraphs (1) or (2) above if all of the following are met: a) the securities subject to the repurchase agreement must be marketable; b) the title to or a perfected security interest in such securities, along with any necessary transfer documents, must be transferred to the City or to a custodian acting on behalf of the City; c) such securities must actually be delivered to a third-party custodian or trustee for safekeeping on behalf of the City; and d) the collateral securities of the repurchase agreement must be collateralized at no less than one hundred two percent (102%) and marked to market no less frequently than weekly.

All of the City's investments either are insured or registered or for which the securities are held by the City or its agent in the City's name or uninsured and unregistered investments for which the securities are held by the counter party's trust department or agent in the City's name.

**Concentration of Credit Risk** – Concentration of credit risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City does not have a formally adopted investment policy for managing concentration of credit risk. The only investments in excess of 5% of the City's investment portfolio are federal securities and money market funds.

Cash and investment reconciliation:

Fund Reporting Level:	Pooled Cash and Investments	Investments	Total
Government Fund Type - Balance Sheet	\$ 141,169,335	\$ -	\$ 141,169,335
Proprietary Fund Type Statement of Net Position:			
Internal Service Funds	10,848,474	-	10,848,474
Statement of Fiduciary Net Position	2,561,594	19,023,764	21,585,358
Component Units	1,090,881	-	1,090,881
Component Units - Restricted Cash	1,167,971	-	1,167,971
Enterprise Funds	315,439	-	315,439
Total	\$ 157,153,694	\$ 19,023,764	\$ 176,177,458
Cash	\$ 2,058,789	\$ -	\$ 2,058,789
Petty Cash	3,600	-	3,600
Investments	-	174,115,069	174,115,069
Total	\$ 2,062,389	\$ 174,115,069	\$ 176,177,458

### 3-B. RECEIVABLES

**Property Taxes** - The following is the City's property tax calendar for 2014 property taxes received in 2015:

Levy date	December 15, 2014
Due dates	February 28, 2015 June 15, 2015
Collection dates	February 2015 June 2015
Lien date	October 31, 2015

**Long-term Receivables** - In April 2013, the City Council approved a loan to the Buffalo Highlands Metro District for construction of 96<sup>th</sup> Avenue and the 96<sup>th</sup> Avenue bridge. The construction will be completed in accordance with our engineering construction standards and specifications. The City shall loan to the District an amount currently estimated at \$6,180,000. At December 31, 2015 the amount loaned to the District is \$5,695,238. Annual principal payments are due December 1st (starting in 2015) maturing June 1st, 2038 and semi-annual payments for interest are due on June 1st and December 1st. The annual interest rate is 6% and the actual loan will vary depending upon the cost of project design work and construction bids.

#### **DIA Tech Center**

In April 2013, the ECAGID board approved a loan to the DIA Tech Center for project costs properly attributable to the public improvements for DIA Tech Center Filing No. 1 and 2. The improvements consist of street improvements and water and sewer improvements. The street improvements generally consist of safety improvements for Tower Road including but not limited to acceleration and deceleration lanes on Tower Road; and various public street improvements internal to the property, including, but not limited to, street, curb, gutter, sidewalk, storm sewer system, and street lighting. The water and sewer improvements consist of water and sewer mains necessary for the development of the property. The district shall loan an amount not to exceed \$2,500,000. Payments are due June 1 and December 1 of each year commencing December 2014, maturing on April 2, 2038. The annual interest rate is 6%. As of December 31, 2015 the outstanding loan amount is \$2,800,347.

### 3-C. CAPITAL ASSETS

*Capital Asset* activity for the year ended December 31, 2015 for governmental activities including the internal service funds) was as follows:

Asset Class	Balance 1/1/2015	2015 Additions	2015 Deletions	Balance 12/31/2015
Governmental activities				
Capital assets not being depreciated:				
Land	\$ 42,699,678	\$ 1,275,404	\$ -	\$ 43,975,082
Golf course	4,224,818	-	-	4,224,818
Water rights	7,756,441	157,812	573,733	7,340,520
Construction in progress	6,143,491	2,002,934	-	8,146,425
Construction in progress - GID	15,366,809	9,056,626	15,366,809	9,056,625
Total capital assets not being depreciated	76,191,237	12,492,776	15,940,542	72,743,470
Depreciable capital assets				
Strom sewers	40,141,655	-	-	40,141,655
Bridges	12,413,405	-	-	12,413,405
Parks (excluding land)	23,077,218	12,497,998	-	35,575,216
Roads	241,588,909	5,775,972	-	247,364,881
Trails	8,981,624	-	-	8,981,624
Islands	149,500	-	-	149,500
Street lights	12,448,368	60,000	-	12,508,368
Traffic signals	2,927,684	-	-	2,927,684
Signage	2,194,085	-	-	2,194,085
GID - water and sewer mains	9,148,117	-	-	9,148,117
GID - buildings	1,862,965	-	-	1,862,965
GID - roads	85,207,017	15,366,809	-	100,573,826
Buildings	20,431,268	297,546	-	20,728,814
Machinery & equipment	13,727,980	1,524,682	289,069	14,963,593
Intangibles	1,380,875	30,000	-	1,410,875
Total depreciable capital assets	475,680,670	35,553,007	289,069	510,944,609
Total capital assets	551,871,907	48,045,783	16,229,611	583,688,079
Accumulated depreciation:				
Strom sewers	24,164,581	1,688,757	-	25,853,338
Bridges	7,339,254	426,714	-	7,765,968
Parks (excluding land)	9,905,512	1,269,670	-	11,175,182
Roads	138,158,798	8,521,364	-	146,680,162
Trails	4,405,354	532,088	-	4,937,442
Islands	147,882	-	-	147,882
Street lights	9,574,712	421,022	-	9,995,734
Traffic signals	2,712,210	86,729	-	2,798,939
Signage	1,739,872	34,856	-	1,774,728
GID - water and sewer mains	2,689,546	179,303	-	2,868,849
GID - buildings	1,840,190	-	-	1,840,190
GID - roads	15,352,802	4,339,820	-	19,692,622
Buildings	10,838,118	818,209	-	11,656,327
Machinery & equipment	9,523,615	1,181,544	278,562	10,426,597
Intangibles	843,110	140,829	-	983,939
Total accumulated depreciation	239,235,556	19,640,905	278,562	258,597,899
Governmental activities capital assets, net	\$ 312,636,351	\$ 28,404,878	\$ 15,951,049	\$ 325,090,180

Governmental activities depreciation expense:

General government	\$ 2,140,582
Public works	15,698,565
Parks and recreation	<u>1,801,758</u>
Total governmental activities depreciation expense	<u><u>\$ 19,640,905</u></u>

The following are the changes in the capital assets for the Finance Authority Enterprise Fund:

<u>Asset Class</u>	<u>Balance 1/1/2015</u>	<u>2015 Additions</u>	<u>2015 Deletions</u>	<u>Balance 12/31/2015</u>
Depreciable capital assets				
Buildings	\$ 33,744,248	\$ -	\$ 11,520	\$ 33,732,728
Accumulated depreciation				
Buildings	<u>7,600,122</u>	<u>1,063,344</u>		<u>8,663,466</u>
Finance Authority capital assets, net	<u><u>\$ 26,144,126</u></u>	<u><u>\$ (1,063,344)</u></u>	<u><u>\$ (11,520)</u></u>	<u><u>\$ 25,069,262</u></u>

The following are the changes in the capital assets for the City's Housing Authority, a component unit:

<u>Asset Class</u>	<u>Balance 1/1/2015</u>	<u>2015 Additions</u>	<u>2015 Deletions</u>	<u>Balance 12/31/2015</u>
Capital assets not being depreciated:				
Nondepreciable - land	\$ 345,949	\$ -	\$ -	\$ 345,949
Depreciable - buildings	<u>416,204</u>	<u>-</u>	<u>-</u>	<u>416,204</u>
Total capital assets	<u><u>762,153</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>762,153</u></u>
Accumulated depreciation:				
Building	<u>29,922</u>	<u>10,672</u>	<u>-</u>	<u>40,594</u>
Housing Authority capital assets, net	<u><u>\$ 732,231</u></u>	<u><u>\$ (10,672)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 721,559</u></u>

### 3-D. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The City reports the deferred charge (\$2,254,075) on refunding reported in the government-wide statement of net position. The deferred charge on refunding resulted from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of financial position reports a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The City reports two of these items. One item, *deferred inflow(s)*, is reported only in the governmental funds balance sheet. The governmental funds report deferred inflow(s) from special assessments (\$27,370). These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

The second item, property taxes, are reported as deferred inflows of resources since they are recognized as receivables before the period for which the taxes are levied. These amounts also are reported on the government-wide statement of net position.

These amounts are reported as follows:

<b>Governmental Fund Balance Sheet</b>		<b>Government Wide Statement of Position</b>	
<b>Fund</b>	<b>Amount</b>	<b>Fund</b>	<b>Amount</b>
General	\$ 2,590,002	General	\$ 2,590,002
Northern Infrastructure GID	5,637,639	Northern Infrastructure GID	5,637,639
E-470 Commercial GID	16,247	E-470 Commercial GID	16,247
Urban Renewal	524,701	Urban Renewal	524,701
Special Improvements	27,370		
<b>Total</b>	<b>\$ 8,795,959</b>	<b>Total</b>	<b>\$ 8,768,589</b>

### 3-E. ASSETS HELD FOR RESALE

The City has acquired the following assets as held for resale:

Water Acquisition Fund in the amount	\$3,574,987
The Water Rights Acquisition Fund exists for the purchase of irrigation and potable water rights.	
Frico Water held for resale Northern Infrastructure GID Fund	\$2,415,559
URA Fund	\$4,640,400
The objective of the Authority is the acquisition, clearance, rehabilitation, conservation, development, or redevelopment of slum and blighted areas within the City	

### 3-F. INTERFUND BALANCES AND TRANSFERS

Interfund balances at December 31, 2015 of \$127,797 relates to the reclassification of a cash overdraft in the City's cash and investment pool.

<u>Payable to:</u>	<u>Payable from:</u>	
	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
General Fund	\$ 127,797	\$ 127,797

Interfund transfers for the year ended December 31, 2015, consisted of the following:

<u>Transfer to:</u>	<u>Transfer from:</u>						<u>Total</u>
	<u>General Fund</u>	<u>Urban Renewal Authroity</u>	<u>NGID Funds</u>	<u>Nonmajor Governmental Funds</u>	<u>Nonmajor Enterprise Funds</u>	<u>Internal Service Funds</u>	
Urban Renewal Authority	\$ 83,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 83,000
Capital Expenditures Fund	55,880	-	130,000	4,579,000	40,000	18,900	4,823,780
Nonmajor Governmental Funds	7,231,328	265,710	-	-	-	-	7,497,038
Internal Service Funds	34,631	-	-	-	-	-	34,631
Fiduciary Funds	39,360	-	-	-	-	-	39,360
Nonmajor Enterprise Funds	11,520	-	-	-	-	-	11,520
<b>Total</b>	<u>\$ 7,455,719</u>	<u>\$ 265,710</u>	<u>\$ 130,000</u>	<u>\$ 4,579,000</u>	<u>\$ 40,000</u>	<u>\$ 18,900</u>	<u>\$ 12,489,329</u>

Transfers are used to report revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations; to segregate money for anticipated capital projects; to provide additional resources for current operations and to return money to the fund from which it was originally provided once a project is completed.

All City transfers either occur on a regular basis or are consistent with the purpose of the fund making the transfer. The transfers between the general fund and the fiduciary funds are both reclassified as expenses on the government-wide statement of activities.

The transfer from the general fund to the elected officials' retirement fund (\$39,360) is reclassified as a third party transaction on the government-wide statement of activities.

### 3-G. LONG-TERM DEBT

**Primary Government Bonds** - The following is a summary of the outstanding long-term bond issues at December 31, 2015:

**2005 Sales and Use Tax Revenue Bonds** - On February 20, 2005, the City issued serial revenue bonds in the amount of \$17,500,000 for the design, early construction and right-of-way acquisition for the Prairie Gateway project. The interest rate ranges are 4% – 5%. Annual principal payments are due August 1, maturing August 1, 2034 and semi-annual payments for interest are due on February 1 and August 1. These bonds were refunded in 2015 (see 2015 Sales and Use Tax Revenue Bonds).

**2006 Sales and Use Tax Revenue Bonds** - On March 28, 2006, the City issued serial revenue bonds in the amount of \$46,500,000 to finance certain public infrastructure improvements related to the Prairie Gateway project. The interest rate ranges are 4% – 5%. Annual principal and interest payments are due August 1, with the principal maturing August 1, 2036. These bonds were refunded in 2015 (see 2015 Sales and Use Tax Revenue Bonds).

**2015 Sales and Use Tax Revenue Bonds** - On April 2, 2015, the City issued serial revenue bonds in the amount of \$52,645,000 to refinance and combine the 2005 Series Sales and Use Tax Revenue Bonds in the amount of \$17,500,000 and the 2006 Series Sales and Use Tax revenue bonds in the amount of \$46,500,000.

The City refunded the 2005 and 2006 Series bonds to reduce its total debt service payments over the next 20 years. The net proceeds of \$57,408,772 (after payment of \$455,357 in underwriting fees, insurance, and other closing costs) were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 2015 Series bonds. As a result, the 2005 and 2006 Series bonds are considered to be defeased and the liability for those bonds has been removed from the government-wide statement of net position.

The City refunded the 2005 and 2006 Series bonds to reduce its total debt service payments over the next 20 years by almost \$6,818,526 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of approximately \$4,070,286.

The interest rate ranges are 2% – 5%. Annual principal and interest payments are due August 1, with the principal maturing August 1, 2036.

Annual debt service requirements to amortize this debt, as of December 31, 2015 follow:

Year	2015 Sales and Use Tax Revenue Bonds		
	Principal	Interest	Total
2016	\$ 1,730,000	\$ 2,081,475	\$ 3,811,475
2017	1,760,000	2,046,875	3,806,875
2018	1,820,000	1,994,075	3,814,075
2019	1,890,000	1,921,275	3,811,275
2020	1,930,000	1,883,475	3,813,475
2021-2025	10,490,000	8,472,125	18,962,125
2026-2030	13,195,000	5,744,225	18,939,225
2031-2035	15,265,000	2,512,275	17,777,275
2036	2,535,000	126,750	2,661,750
<b>Total</b>	<b>\$ 50,615,000</b>	<b>\$ 26,782,550</b>	<b>\$ 77,397,550</b>

**2002 City of Commerce City Northern Infrastructure General Improvement District General Obligation Refunding Bonds** – On February 1, 2013, the City of Commerce City Northern Infrastructure General Improvement District issued general obligation refunding bonds, Series 2002, in the amount of \$10,120,000 to advance refund \$10,190,000 of outstanding 2002 Series bonds. The interest rate ranges are 1.75% – 5%. Annual principal and interest payments are due August 1, with the principal maturing August 1, 2031.

Annual debt service requirements to amortize this debt, as of December 31, 2015 follow:

Year	2002 General Obligation Refunding Bonds		
	Principal	Interest	Total
2016	\$ 415,000	\$ 319,756	\$ 734,756
2017	435,000	303,156	738,156
2018	455,000	285,756	740,756
2019	475,000	267,556	742,556
2020	495,000	248,556	743,556
2021-2025	2,770,000	929,713	3,699,713
2026-2030	3,265,000	438,844	3,703,844
2031	715,000	23,238	738,238
Total	\$ 9,025,000	\$ 2,816,575	\$ 11,841,575

**2013 City of Commerce City Northern Infrastructure General Improvement District General Obligation Remarketed Bonds** – On February 1, 2013, the City of Commerce City Northern Infrastructure General Improvement District issued general obligation remarketed bonds, Series 2013, in the amount of \$76,280,000 to advance refund \$79,800,000 of outstanding 2006 and 2008 Series bonds. Also included in the proceeds was new debt of \$1,018,445 for capital outlay purposes. The interest rate ranges are 1.75% – 5%. Annual principal and interest payments are due August 1, with the principal maturing August 1, 2038.

Annual debt service requirements to amortize this debt, as of December 31, 2015 follow:

Year	2013 General Obligation Remarketed Bonds		
	Principal	Interest	Total
2016	\$ 1,100,000	\$ 3,245,041	\$ 4,345,041
2017	1,255,000	3,201,041	4,456,041
2018	1,435,000	3,138,291	4,573,291
2019	1,620,000	3,072,416	4,692,416
2020	1,825,000	2,991,416	4,816,416
2021-2025	11,885,000	13,382,831	25,267,831
2026-2030	15,325,000	10,071,831	25,396,831
2031-2035	22,530,000	5,828,319	28,358,319
2036-2038	16,170,000	1,290,119	17,460,119
Total	\$ 73,145,000	\$ 46,221,305	\$ 119,366,305

**2014 Sales and Use Tax Revenue Bonds** - On June 5, 2014 the City issued serial revenue bonds in the amount of \$73,445,000 to finance construction, installation, operation and maintenance of parks, recreation and roadway improvements. The interest rate ranges are 1.75% – 5%. Annual principal and interest payments are due August 1, with the principal maturing August 1, 2044.

Annual debt service requirements to amortize this debt, as of December 31, 2015 follow:

Year	2014 Sales and Use Tax Revenue Bonds		
	Principal	Interest	Total
2016	\$ 1,350,000	\$ 3,183,575	\$ 4,533,575
2017	1,405,000	3,129,575	4,534,575
2018	1,430,000	3,104,988	4,534,988
2019	1,460,000	3,076,388	4,536,388
2020	1,490,000	3,047,188	4,537,188
2021-2025	8,490,000	14,182,138	22,672,138
2026-2030	10,605,000	12,072,438	22,677,438
2031-2035	13,310,000	9,364,013	22,674,013
2036-2040	16,500,000	6,182,188	22,682,188
2041-2044	16,080,000	2,059,250	18,139,250
Total	\$ 72,120,000	\$ 59,401,741	\$ 131,521,741

**2013 Lease Purchase Agreement** – On April 26, 2013 the City entered into a lease purchase agreement with All American Investment Group in the amount of \$1,929,648 to finance the installation of solar photovoltaic and energy conservation equipment on various City buildings. The interest rate is 2.2%. Quarterly principal and interest payments are paid, with the principal maturing January 28, 2023.

Annual debt service requirements to amortize this debt, as of December 31, 2015 follow:

Year	2013 Lease Purchase Agreement		
	Principal	Interest	Total
2016	\$ 163,636	\$ 33,519	\$ 197,155
2017	183,361	29,760	213,121
2018	204,815	25,552	230,367
2019	228,141	20,857	248,998
2020	240,524	15,704	256,228
2021-2023	562,786	15,590	578,376
Total	\$ 1,583,263	\$ 140,982	\$ 1,724,245

**Business-type Activity Debt** – The City reports one debt issuance for business-type activities:

**2006 Certificates of Participation** - On May 23, 2006, the City issued certificates of participation in the amount of \$30,900,000 to finance a new civic center and related facilities. The interest rate ranges are 4.25% – 4.625%. Annual principal (starting in 2013) and interest payments are due December 15, with the principal maturing December 15, 2037.

Annual debt service requirements to amortize this debt, as of December 31, 2015 follow:

Year	2006 Certificates of Participation		
	Principal	Interest	Total
2016	\$ 600,000	\$ 1,403,419	\$ 2,003,419
2017	635,000	1,377,919	2,012,919
2018	655,000	1,350,931	2,005,931
2019	685,000	1,322,275	2,007,275
2020	715,000	1,292,306	2,007,306
2021-2025	4,230,000	5,939,756	10,169,756
2026-2030	5,355,000	4,875,725	10,230,725
2031-2035	7,955,000	3,467,913	11,422,913
2036-2037	8,555,000	718,000	9,273,000
<b>Total</b>	<b>\$ 29,385,000</b>	<b>\$ 21,748,244</b>	<b>\$ 51,133,244</b>

**Changes in Long-term Debt** - Changes in the City’s long-term obligations consisted of the following for the year ended December 31, 2015 (includes internal service funds):

	Outstanding 1/1/2015	2015 Additions	2015 Reductions	Outstanding 12/31/2015	Amounts Due in One Year
<b>Governmental activities</b>					
2002 GID general obligation fixed refunding bonds	\$ 9,420,000	\$ -	\$ 395,000	\$ 9,025,000	\$ 415,000
2005 sales and use tax revenue bonds	14,530,000	-	14,530,000	-	-
2006 sales and use tax revenue bonds	39,995,000	-	39,995,000	-	-
2013 GID general obligation fixed remarketed bonds	74,110,000	-	965,000	73,145,000	1,100,000
2014 sales and use tax revenue bonds	73,445,000	-	1,325,000	72,120,000	1,350,000
2015 sales and use tax revenue bonds	-	52,645,000	2,030,000	50,615,000	1,730,000
2013 lease purchase agreement	1,728,771	-	145,508	1,583,263	163,636
Net deferred premiums	12,066,071	5,219,129	1,506,426	15,778,774	-
<b>Total bonded debt</b>	<b>225,294,842</b>	<b>57,864,129</b>	<b>60,891,934</b>	<b>222,267,037</b>	<b>4,758,636</b>
Compensated absences	106,479	116,264	85,183	137,560	110,048
<b>Total Governmental Activities</b>	<b>\$ 225,401,321</b>	<b>\$ 57,980,393</b>	<b>\$ 60,977,117</b>	<b>\$ 222,404,597</b>	<b>\$ 4,868,684</b>
<b>Business-Type Activities</b>					
2006 certificate of participation	\$ 29,955,000	\$ -	\$ 570,000	\$ 29,385,000	\$ 600,000
Deferred premiums	229,277	-	36,939	192,338	-
<b>Total Business-Type Activities</b>	<b>\$ 30,184,277</b>	<b>\$ -</b>	<b>\$ 606,939</b>	<b>\$ 29,577,338</b>	<b>\$ 600,000</b>

The debt service fund services the sales and use tax refunding bonds and revenue bonds, the Northern Infrastructure GID fund services the GID general obligation refunding bonds and the 2006 GID general obligation bonds. The general fund services the outstanding certificates of participation. The 2013 lease purchase agreement will be repaid from the general fund. Compensated absences are paid from the fund in which the employee works, primarily the general fund.

**Pledged Revenues** – The City has pledged future sales and use tax receipts (pledged revenues) to repay the original amount of sales and use tax revenue bonds totaling \$64,000,000 issued in 2005 and 2006. The proceeds from the 2005 and 2006 series were used to construct infrastructure. The bonds are payable solely from the pledged sales and uses taxes and are payable through 2036. The City refunded the 2005 and 2006 Series bonds during 2015, and the debt is payable solely from the pledged sales and use tax revenues and are payable through 2036.

Annual principal and interest payments on the bonds referenced above are expected to require approximately 18.5 percent of pledged revenues. The total principal and interest remaining to be paid on the total bonds is approximately \$209 million. For the current year, total principal and interest paid and total incremental sales and use tax revenues were approximately \$3,990,000 and \$39,774,000, respectively.

### 3-H. OPERATING LEASES

The City has entered to various operating lease agreements financing corporations, primarily for copiers. The following payments are due to the various lessors on an annual basis for the term of the lease as follows:

<u>Year</u>	<u>Annual Payment</u>
2016	\$ 54,603
2017	51,316
2018	50,885
2019	54,763
2020	54,763
Total	<u>\$ 266,330</u>

The 2015 rental payments totaled \$53,172.

### 3-I. PENSIONS

The City sponsors four defined contribution retirement plans. The first three plans listed below are reported as pension trust funds of the City. A separately issued audited financial report is not available for these plans. The financial statements for these pension plans are presented at the end of this note.

**Police Pension Plan** - The City sponsors a defined contribution (money purchase) pension plan, known as the City of Commerce City Police Pension Plan (the Plan) that covers all commissioned officers of the police department. The authority for establishing and amending benefits and contribution rates rests with the City Council. The Plan is accounted for as a pension trust fund.

Additionally, officers are provided with death and disability coverage by a statewide plan administered by the State of Colorado Fire and Police Pension Association.

The principal provisions of the Plan are as follows:

All commissioned officers of the police department who work 32 hours or more per week enter the Plan on the date on which the individual commences employment. The Plan is funded by both employer and employee contributions. The City and the participant each contribute an amount equal to 10 percent of the participant's compensation. In addition to the mandatory 10 percent participant contribution, participants also may make voluntary contributions to the Plan. Participant contributions are fully vested upon payment, while City contributions are subject to a 5-year graded vesting schedule.

Effective January 1, 1991, the Plan was modified such that the mandatory employee contributions are no longer subject to federal income tax at the time of contribution pursuant to Section 414 (h) (2) of the Internal Revenue Code. In addition to the retirement benefits funded under the Plan, certain benefit payments also are made under the Plan to individuals who were beneficiaries under the City of Commerce City Police City of Commerce City, Colorado Pension Plan (a defined benefit plan) prior to the Plan's amendment on December 1, 1982, to the present money purchase pension plan. Funding for these additional benefits is paid for solely by the City according to the following formula. The City contributes an amount annually to provide benefits to beneficiaries of the Plan in an amount equal to either:

- From the effective date of the Plan until the plan year in which the balance in the Plan account is equal to or greater than the present value of expected future payments for all remaining Plan beneficiaries, an amount which will be sufficient to fund the eligible plan participants;
- From the plan year at the beginning of which the balance in the Plan account is equal to or greater than the present value of expected future payments for all remaining Plan beneficiaries until the plan year in which the last surviving Plan beneficiary dies or otherwise becomes ineligible for further benefit payments, an amount which will be sufficient to credit the Plan account with the excess, if any, of such present value over the balance in the Plan account as of the beginning of the plan year. If, for any given plan year in which this paragraph applies, the balance in the Plan account equals or exceeds the present value of expected future payments, the City will not make a contribution pursuant to this paragraph.

For the year ended December 31, 2015, the City's total Police Department payroll was \$9,973,463 and the total payroll covered by the Plan was \$7,081,757.

Contributions to the Plan for the year ended December 31, 2015, and the Plan participant composition at December 31, 2015, are summarized below:

<u>Contributions</u>	<u>Employee</u>	<u>Employer</u>
10% required contribution	\$ 630,331	\$ 630,331
Total	<u>\$ 630,331</u>	<u>\$ 630,331</u>
 <b><u>Plan Participants</u></b>		
Fully vested employees	83	
Partially vested employees	<u>35</u>	
Total plan participants	<u><u>118</u></u>	

The Plan had net position available for benefits of \$19,868,413 at December 31, 2015. \$19,023,764 of these assets are maintained by an independent investment management company and represents investments in mutual funds. \$372,819 is held in pooled cash and investments at the end of the year.

**Elected Officials Retirement Plan** - As approved by the City Council through Ordinance 764 dated April 14, 1986, the City is to provide a monthly cash benefit of twenty dollars per month for each year of service for Council members who have served more than five years and have attained their sixtieth birth date. As of year-end, there were fifteen Council members who have qualified for this benefit. The City finances the plan on a pay-as-you-go basis. This plan is a single employer plan. For the year ended December 31, 2015, the City recognized as incurred \$39,360 expenditures. This trust fund is named Elected Officials Retirement Fund. The fair value of total pooled cash and investment assets held by this plan at December 31, 2015 was \$255,410.

**401(a) Employee Retirement Plans** - The City has four defined contribution (money purchase) pension plans for full-time employees. Activity for the Plans is aggregated within the City's 401(a) Employee Retirement Plans Fund. A separately issued audited financial report for the total ICMA plan is available from the ICMA.

The Plans are:

- General Employees
- City Manager
- Executive Team
- Police Executive Team

In accordance with Internal Revenue Service Code Section 401(a), these funds are considered qualified trusts and remain tax-exempt. A separately audited pension plan report is not available for these plans.

The assets of all four plans are invested with International City Manager's Association (ICMA). The City Council has the authority for establishing and amending contribution requirements. The City's fiduciary responsibility is limited to acting as an agent for the transfer of assets to ICMA; therefore, a trust fund is not reported for these plans. ICMA is responsible for the investment of the funds as directed by the Plan participants. The fair value of the total assets maintained with ICMA for all four Plans at December 31, 2015, was \$21,357,551.

**General Employees** - Participation in the General Employee defined contribution plan is mandatory for all general employees with each employee required to contribute 6% of compensation, and the City contributes an amount equal to 6% of the employees' compensation. An employee is fully vested in his/her own contributions upon payment and vests in the City contributions based on years of continuous service. An employee is vested 20% after one year of continuous service and vests an additional 20% per year until fully vested. The funds are not available to the employee until separation from service or retirement, and only for amounts vested. Loans are available with restrictions.

Total employee and employer contributions to the plan for 2015 were \$621,044 and \$620,896, respectively. For the year ended December 31, 2015, the City's total payroll was \$24,210,452 while the total payroll covered by the Plan was \$10,339,329.

**City Manager** - The City Manager's defined contribution plan is mandatory for the City Manager. The City Manager is required to contribute 8% of compensation and the City contributes an amount equal to 8% of the Manager's compensation. The City Manager is fully vested in all contributions to the plan. Loans are available with restrictions.

The total employee and employer contributions to the Plan for 2015 were \$13,576 and \$13,576, respectively. For the year ended December 31, 2015, the payroll covered by the plan was \$169,697.

***Executive Team*** - Effective July 1, 1997, the City developed an Executive Team defined contribution plan for all general management team employees. Participation in the Executive Team defined contribution plan is mandatory for general management team members, with each employee required to contribute 6% of compensation with the City matching an amount equal to 6% of the employees' compensation. For the City's Deputy City Managers, the contribution rate is 8% rather than 6%. An employee is fully vested in his/her own contributions at all times and vests in the City contributions based on years of continuous service. An employee is vested 33% after one year of service, 66% after two years of service, and is fully vested after three years of service. Loans are available with restrictions.

Total employee and employer contributions to the Plan for 2015 were \$177,906 and \$177,895, respectively. For the year ended December 31, 2015, the payroll covered by the Plan was \$3,134,797.

***Police Executive Team*** - Effective July 1, 1997, the City developed a Police Executive Team defined contribution plan for all police management team employees. Participation in the Police Executive Team defined contribution plan is mandatory for all police management team members with each employee required to contribute 3% of compensation and the City contributes an amount equal to 3% of the employee's compensation. An employee is fully vested in his/her own contributions at all times and vests in the City contributions based on years of continuous service. An employee is vested 33% after one year of service, 66% after two years of service, and is fully vested after three years of service. Loans are available with restrictions.

Total employee and employer contributions to the Plan for 2015 were \$12,369 and \$12,369, respectively. For the year ended December 31, 2015, the payroll covered by the Plan was \$412,303.

**Pension Plan Financial Statements** – The following financial information for each of the two pension trust funds are presented below:

**City of Commerce City, Colorado**  
**Combining Statement of Fiduciary Net Position**  
**Pension Trust Funds**  
**December 31, 2015**  
**(With Comparative Totals At December 31, 2014)**

	2015			2014
	Police Pension	Elected Official Retirement	Fiduciary Funds Total	Total
<b>Assets</b>				
Equity in pooled cash and investments	\$ 372,819	\$ 255,410	\$ 628,229	\$ 623,511
Loans receivable	471,830	-	471,830	491,709
Mutual money market funds, at fair value	19,023,764	-	19,023,764	19,579,951
<b>Total Assets</b>	19,868,413	255,410	20,123,823	20,695,171
<b>Net Position</b>				
Held in trust for pension benefits	\$ 19,868,413	\$ 255,410	\$ 20,123,823	\$ 20,695,171

**City of Commerce City, Colorado**  
**Combining Statement of Changes in Fiduciary Net Position**  
**Pension Trust Funds**  
**For the Year Ended December 31, 2015**  
**(With Comparative Actual Amounts for the Year Ended December 31, 2014)**

	2015			2014
	Police Pension	Elected Official Retirement	Total	Total
<b>Additions</b>				
Contributions:				
City	\$ 630,331	\$ -	\$ 630,331	\$ 652,548
Employee	630,331	-	630,331	652,848
Investment earnings	453,614	4,717	458,331	1,044,427
Transfers in - General Fund	-	39,360	39,360	39,360
<b>Total Additions</b>	<u>1,714,276</u>	<u>44,077</u>	<u>1,758,353</u>	<u>2,389,183</u>
<b>Deductions</b>				
Administration	65,570	-	65,570	78,379
Benefits	-	39,360	39,360	39,360
Withdrawals	2,224,772	-	2,224,772	1,750,319
<b>Total Deductions</b>	<u>2,290,342</u>	<u>39,360</u>	<u>2,329,702</u>	<u>1,868,058</u>
<b>Change in Net Position</b>	(576,066)	4,717	(571,349)	521,125
<b>Net Position Beginning of Year</b>	<u>20,444,479</u>	<u>250,692</u>	<u>20,695,171</u>	<u>20,174,045</u>
<b>Net Position End of Year</b>	<u>\$ 19,868,413</u>	<u>\$ 255,410</u>	<u>\$ 20,123,823</u>	<u>\$ 20,695,171</u>

### 3-J. OTHER POSTEMPLOYMENT BENEFITS (OPEB)

The City administers a single-employer health care plan, the “*Retirement Health Savings Plan*”. The plan is a defined contribution medical expense plan for general employees and is a retiree medical benefit plan for the Fraternal Order of Police (FOP). The City Council has the authority for establishing and amending the contributions to the plan.

**Plan Description** - The Plan includes two employee groups, the general employees and the Fraternal Order of Police (FOP) employees. The City Council established and may amend the plan’s provisions. Any general employee employed by the City on a permanent, full-time basis, who was hired prior to July 1, 2006, is eligible under the Vantagecare Retirement Savings Plan. The FOP Retiree Health Insurance Plan covers retired FOP personnel who retire with twenty or more years of service as per their FOP contract.

**General Employees** – Upon retirement or total and permanent disability (as defined by the Social Security Administration), general employees are eligible to receive a fixed monthly benefit, to be applied towards medical expenses, including premiums. The general employees are eligible for OPEB when reaching age 59 ½ and ten years of service or with 80 points. Credited service is the continuous permanent full-time service period from the date of eligible employment with the City to the date of termination of such employment.

Upon the death of the retiree, any remaining account balance will be transferred to a surviving spouse, if applicable, or forfeited to the City if no spouse is present.

**FOP Employees** – Upon retirement FOP retirees are eligible for subsidized medical coverage. The FOP employees are eligible for OPEB upon 20 years of service. Credited service is the continuous permanent full-time service period from the date of eligible employment with the City to the date of termination of such employment. The coverage can continue until age 65, at which time the benefit becomes a flat fee per month, paid towards the Medigap coverage.

**Funding Policy** – The City has established a funding methodology for the annual OPEB costs to retire the net OPEB obligation for general employees. Based upon an actuarial analysis the City is advance funding this obligation over a 15-year period. The City Council set the original contribution rates for the general employee group and the FOP contract requires the City to pay the cost of the required health insurance benefit. The City Council may amend the contribution requirements for the general employee group.

**General Employees** – Upon retirement, general employees are eligible to receive a fixed monthly benefit of \$358 per month, to be applied towards medical expenses, including premiums. This amount may be increased each year, based on Denver-Boulder CPI-U. Due to the uncertain nature of when a benefit increase would be implemented, only one future year had an increased applied.

**FOP Employees** – The City will pay an amount equal to the lowest single premium for single retirees and half of the lowest employee plus dependent premium for retirees who wish to cover a spouse. The retiree is responsible for the balance of premium, if any. At age 65, the benefit becomes a flat \$75 per month towards Medigap coverage. Based on the assumed partial distribution at retirement, and current premiums, the average contribution from the City for the pre-age 65 coverage, is \$381 per retiree only or \$552 if the retiree selects the family option. This amount is assumed to increase annually according to the “Health Care Cost Trend Rate” table. The \$75 for Medigap coverage is not assumed to increase at any point in the near future.

**Annual OPEB Cost** – The City’s annual OPEB cost for the last three years are as follows:

<u>Year Beginning January, 1</u>	<u>Annual OPEB Cost</u>	<u>Annual OPEB Contribution</u>	<u>Percentage Contributed</u>	<u>Net OPEB Obligation (Asset)</u>
2013	\$ 844,421	\$ 170,000	20.1%	\$ 3,234,954
2014	737,493	214,336	29.1%	3,758,111
2015	971,494	273,947	28.2%	4,455,658

**Annual OPEB Cost and Net OPEB Obligation** – The following table includes the City’s annual OPEB cost for the year, the amount actually contributed to the plan, and the changes in the City’s net OPEB obligation:

	<u>December 31, 2015</u>	<u>December 31, 2014</u>
Normal cost	\$ 325,759	\$ 313,230
Interest on normal cost	11,292	10,963
Amortization of unfunded actuarial accrued liability (UAAL)	<u>484,119</u>	<u>470,018</u>
Annual required contribution (ARC)	821,170	794,211
Interest on Net OPEB obligation	150,324	113,223
ARC Adjustment	<u>-</u>	<u>(169,941)</u>
Annual OPEB cost	971,494	737,493
Expected employer benefit payments	<u>273,947</u>	<u>214,336</u>
Increase in net OPEB obligation	697,547	523,157
Net OPEB obligation, beginning of year	<u>3,758,111</u>	<u>3,234,954</u>
Net OPEB obligation, end of year	<u>\$ 4,455,658</u>	<u>\$ 3,758,111</u>

**Funded Status and Funding Progress** – The City’s funding status based upon the most recent actuarial valuation follows:

Measurement Date	(1)	(2)	(3)	(4)	(5)	(6)
	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL)</u>	<u>Funded Ratio (1)/(2)</u>	<u>Unfunded AAL/(UAAL) (2)-(1)</u>	<u>Annual Covered Payroll</u>	<u>UAAL as a Percentage of Covered Payroll</u>
1/1/2014	\$ -	\$ 8,947,137	0.00%	\$ 8,947,137	\$ 10,687,947	83.71%

The schedule of funding progress for OPEB included in the required supplementary information presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing relative to the actuarial accrued liability for benefits over time.

**Actuarial Methods and Assumptions** – Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. More specifically, the actuarial valuation includes estimates of the value of reported amounts and assumptions about the probability of events far into the future.

The City's actuarial valuation information is as follows:

The City's actuarial valuation information is as follows:

Current valuation date	January 1, 2014
Actuarial cost method	Entry Age
Amortization method	Level dollar amount, Open
Amortization period	30 years
Asset valuation method	Fair value of assets
Actuarial assumptions:	
Investment rate of return	4.00%
Healthcare cost Trend Rate (HCCTR)	10.0% for the first year; decreasing each year until 4.5% in year 2024 and after
Assumed rates of increase applied to retiree premiums	Same as HCCTR

The total City contributions in 2013 were \$404,155, in 2014 were \$404,155 and in 2015 were \$419,426, all deposited into the Vantagecare Retirement Savings Plan for the general employees while the FOP Retiree Health Insurance Plan is which funded on a pay-as-you-go basis.

### 3-K. FUND EQUITY

**Fund Balances** – Fund balances are classified as follows:

**Nonspendable** – The following fund balances are nonspendable because they are not in spendable form:

**General Fund:**

Prepaid items	\$	8,264
Inventories		45,513
Long-term receivables		<u>71,385</u>
Total	\$	<u><u>125,161</u></u>

**Major Capital Projects Fund:**

Prepaid items	\$	94
Long-term receivables		<u>6,226,312</u>
Total	\$	<u><u>6,226,406</u></u>

**Major Northern Infrastructure GID Fund:**

Assets held for resale	\$	<u><u>2,415,559</u></u>
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**Major Urban Renewal Authority Fund:**

Assets held for resale	\$	<u><u>4,640,400</u></u>
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**Nonmajor Governmental Fund:**

Assets held for resale	\$	3,574,987
Long-term interfund receivable		<u>2,800,347</u>
Total	\$	<u><u>6,375,334</u></u>

**Restricted** – The following fund balances are legally restricted to specified purposes:

**General Fund:**

Emergencies	\$	2,041,031
Capital outlay and operations		<u>4,643,876</u>
Total	\$	<u><u>6,684,907</u></u>

**Major Capital Projects Fund:**

Emergencies	\$	76,309
Capital projects		<u>60,448,898</u>
Total	\$	<u><u>60,525,207</u></u>

<b>Major Northern Infrastructure GID Fund:</b>	
Emergencies	\$ 1,245
<b>Major Urban Renewal Authority Fund:</b>	
Emergencies	\$ 18,099
Urban renewal	1,655,143
Total	\$ 1,673,242
<b>Nonmajor Governmental Fund:</b>	
Restricted	\$ 1,770,494

**Committed** – The following fund balance is committed to the following purpose:

<b>General Fund:</b>	
Court surcharge	\$ 265,994
<b>Nonmajor Governmental Fund:</b>	
Committed	\$ 8,375,273

**Assigned** – The following fund balances are assigned to the following purposes:

<b>General Fund:</b>	
Operating reserves	\$ 5,469,947
Safeguard	9,642,472
Total	\$ 15,112,419
<b>Major Capital Projects Fund:</b>	
Capital projects	\$ 8,146,687
<b>Nonmajor Governmental Fund:</b>	
Assigned	\$ 3,352,290

**Net Investment in Capital Assets** - The “net investment in capital assets” amount as reported on the government-wide statement of net position as of December 31, 2015 is as follows:

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Component Units</b>
<b>Net invested in capital assets:</b>			
Cost of capital assets	\$ 583,688,079	\$ 33,732,728	\$ 762,153
Less: accumulated depreciation	258,597,899	8,663,466	40,594
Book value	<u>325,090,180</u>	<u>25,069,262</u>	<u>721,559</u>
Less: capital related debt	206,488,264	29,385,000	-
Add: unspent bond proceeds	60,448,898	-	-
Add: refunding loss	2,254,075	-	-
Less: deferred bond premiums	<u>15,778,774</u>	<u>192,339</u>	<u>-</u>
<b>Net investment in capital assets:</b>	<u><u>\$ 165,526,117</u></u>	<u><u>\$ (4,508,077)</u></u>	<u><u>\$ 721,559</u></u>

## NOTE 4 – OTHER NOTES

### 4-A. RISK MANAGEMENT

The City is a member of the Colorado Intergovernmental Risk Sharing Agency (CIRSA), a separate and independent governmental and legal entity, which was established pursuant to an intergovernmental agreement authorized by state statutes. The purposes of CIRSA are to provide property and casualty and workers' compensation insurance coverage and risk management services to its municipal members at a reasonable cost. The City obtains property and casualty insurance coverage from CIRSA.

Members can participate actively in policy-making through the Board of Directors, which are nominated and elected by members; involvement on a number of board committees; and participation at annual general membership meetings. Operations are funded by individual membership contributions.

It is the intent of the members of CIRSA to create an entity in perpetuity which will administer and use funds contributed by the members to defend and indemnify, in accordance with the by-laws, any member of CIRSA against stated liability or loss, to the limit of the financial resources of CIRSA. It is also the intent of the members to have CIRSA provide continuing stability and availability of needed coverage's at reasonable costs. All income and assets of CIRSA shall be at all times dedicated to the exclusive benefit of its members. The by-laws shall constitute the substance of the intergovernmental contract among the members. The amount of settlements has not exceeded insurance coverage for any of the three previous years.

The City obtains worker's compensation insurance coverage from Pinnacol Assurance.

## 4-B. COMMITMENTS

**Commitments** - As of December 31, 2015, the City has made the following commitments:

Contractor	Total Contract	Project To-date Expenditures	Remaining Commitments
Wember	\$ 862,911	\$ 296,719	\$ 566,192
HDR, Inc	1,970,675	1,250,201	720,474
Felsburg Holt & Ullevig	1,599,305	101,399	1,497,906
CH2M Hill Engineers Inc	1,742,754	1,016,085	726,669
Ohlson Lavoie Collaborative	525,000	434,567	90,433
JR Engineering	16,869,171	15,552,791	1,316,380
Zak Dirt	20,129,345	18,738,171	1,391,174
Union Pacific Railroad	3,917,699	3,466,191	451,508
Bowman Vision Land	1,109,539	966,596	142,943
<b>Total</b>	<b>\$ 48,726,400</b>	<b>\$ 41,822,722</b>	<b>\$ 6,903,678</b>

**Prairie Gateway/Victory Crossing** – In 2005 and 2006, the City issued sales and use tax bonds totaling \$64 million to finance public improvements known as “Prairie Gateway.” Kroenke Soccer Stadium, LLC (KSS) arranged for construction financing for all the work not funded by the City’s \$64 million sales and use tax bonds and \$10 million in CIPP funds. The KSS investment was approximately \$102 million for the remainder of the public improvements on the Prairie Gateway and the Colorado Rapids Soccer Stadium. Later, when commercial/retail development occurs, the Urban Renewal Authority will issue tax increment bonds to reimburse KSS investment. KSS will have to guarantee repayment of the Urban Renewal Authority bonds. The Prairie Gateway has now been renamed “Victory Crossing.”

**CDOT Intergovernmental Agreement (IGA)** – The City entered into an Intergovernmental Agreement (IGA) which includes a provision for payback of funds if the City does not proceed with the project and thus there is a potential liability if it does not occur. The language was included in the agreement to ensure that the money was expended on Highway 2, which was devolved from the state to the City, and not spent on some other effort.

The City has completed the design of the Highway 2 Widening project and has recently received bids to complete the construction. Construction is estimated to begin in September 2016 and be completed in the Spring of 2018. The City will expend the money received on Hwy 2 on the intended work and the risk to the City is minimal.

## 4-C. CONTINGENT LIABILITIES

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

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

compliance with the requirements of the amendment. However, the entity has made certain interpretations of the amendment’s language in order to determine its compliance.

#### 4-D. SUBSEQUENT EVENT

**Sales and Use Tax Revenue Bonds Series 2016** - On November 6, 2013 , City voters authorized to increase the rate of sales and use tax levied by the City by an additional 1.0% commencing January 1, 2014, and to issue debt in an amount not to exceed \$166,000,000. On June 5, 2014, the city issued \$78,000,000 in Sales and Use Tax revenue bonds at a fixed interest rate of 4.5%. Annual principal payments are due August 1st (Starting in 2014) maturing August 1st, 2044 and semi-annual payments for interest are due on August 1st and February 1st. In September of 2016 the City anticipates bond proceeds from the second tranche to continue construction and operations of the projects identified during the election. The amount is estimated to be between \$60-70M. Staff is still evaluating and working with CH2MHill, program administrators, to determine the final amount before taking the ordinance to Council in August for approval.

**2006 Certificates of Participation** - On May 23, 2006, the City issued certificates of participation in the amount of \$30,900,000 to finance a new civic center and related facilities. The interest rate ranges are 4.25% – 4.625%. Annual principal (starting in 2013) and interest payments are due December 15, with the principal maturing December 15, 2037. Staff anticipates a refunding will occur in September or October to restructure the debt and realize a savings of an anticipated \$4M over the remaining life of the bonds.

#### 4-E. RESTATEMENTS

##### RECLASSIFICATIONS OF WATER RIGHTS

In 2014 use of water rights were estimated for future projects from various portfolios. In 2015 staff and management reviewed projects and determined that a correction was needed as city held assets could be utilized for park projects as opposed to using the assets held for resale portfolio that was charged in 2014. The following is the restatement:

In addition to the water rights restatement, opening net position for the year ended December 31, 2015 was restated in the amount of \$584,189. This amount reflects the \$474,007 restatement in the water rights fund, as well as an additional \$110,182 correction of prepaid bond insurance amortization expense that was overstated in the prior year.

The Statement of Comparative Balance Sheet:

	<b>2014</b>		
	<b>As Previously Reported Water Rights</b>	<b>Restatement Water Rights</b>	<b>Restated Total</b>
<b>Assets</b>			
Equity in pooled cash and investments	\$ 2,978,442	\$ -	\$ 2,978,442
Assets held for resale	<b>3,344,136</b>	474,007	3,818,143
<b>Total Assets</b>	<b>\$ 6,322,578</b>	<b>\$ -</b>	<b>\$ 6,796,585</b>
<b>Fund Balances</b>			
Nonspendable - assets held for resale	\$ 3,344,136	474,007	\$ 3,818,213
Restricted for emergencies	<b>18,705</b>	-	18,705
Committed for water rights	<b>2,959,737</b>	-	2,959,737
<b>Total Fund Balances</b>	<b>\$ 6,322,578</b>	<b>\$ -</b>	<b>\$ 6,796,655</b>

Statement of Schedule of Revenues, Expenditures and Changes in Fund Balances:

	<b>2014</b>		
	<b>As Previously Reported Water Rights</b>	<b>Restatement Water Rights</b>	<b>Restated Total</b>
	<b>Revenues</b>		
Water acquisition fees	\$ 435,057	\$ 474,077	\$ 909,134
Sale of water rights	83,685	-	83,685
Investment earnings	104,742	-	104,742
<b>Total Revenues</b>	<b>623,484</b>	<b>474,077</b>	<b>1,097,561</b>
<b>Expenditures</b>			
Current:			
Cost of water rights	64,257	-	64,257
<b>Total Expenditures</b>	<b>64,257</b>	<b>-</b>	<b>64,257</b>
<b>Net Change in Fund Balances</b>	<b>559,227</b>	<b>474,077</b>	<b>1,033,304</b>
<b>Fund Balances Beginning of Year</b>	<b>5,763,351</b>	<b>-</b>	<b>5,763,351</b>
<b>Fund Balances End of Year</b>	<b>\$ 6,322,578</b>	<b>\$ 474,077</b>	<b>\$ 6,796,655</b>

Statement of Activities restatement of opening net position

	<b>2014</b>								
	<b>As Previously Reported Statement of Activities</b>				<b>Restatement of Statement of Activities</b>	<b>Restated Total</b>			
	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>	<b>Component Units</b>		<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>	<b>Component Units</b>
Net Position End of Year	\$248,648,426	\$(3,955,617)	\$244,692,809	\$6,087,421	\$ 584,189	\$249,232,615	\$(3,955,617)	\$245,276,998	\$6,087,421



**City of Commerce City, Colorado**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**General Fund**  
**For the Year Ended December 31, 2015**  
*(With Comparative Actual Amounts for the Year Ended December 31, 2014)*

	2015			2014	
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
<b>Revenues</b>					
Taxes	\$ 55,859,486	\$ 55,859,486	\$ 58,279,474	\$ 2,419,988	\$ 56,661,654
Licenses and permits	1,383,073	1,383,073	1,566,929	183,856	1,419,125
Intergovernmental	98,000	98,000	102,901	4,901	101,412
Charges for services	4,925,330	4,928,330	5,437,209	508,879	4,964,127
Fines and forfeits	1,174,480	1,174,480	1,245,088	70,608	1,074,858
Investments earnings	420,000	420,000	813,563	393,563	1,370,950
Miscellaneous	230,000	431,780	469,080	37,300	745,958
<b>Total Revenues</b>	64,090,369	64,295,149	67,914,245	3,619,096	66,338,084
<b>Other Financing Sources</b>					
Lease purchase agreement	-	-	-	-	-
Proceeds from the sale of capital assets	-	-	-	-	4,304,656
Transfers in	-	-	-	-	200,000
<b>Total Revenues and Other Financing Sources</b>	64,090,369	64,295,149	67,914,245	3,619,096	70,842,740
<b>Expenditures</b>					
<b>Current:</b>					
Administration	3,892,679	4,039,463	4,127,802	(88,339)	3,944,150
Human resources	951,124	956,967	943,726	13,241	944,112
Finance	12,404,211	12,106,334	11,911,533	194,801	11,435,210
Community planning/development	2,871,361	2,905,819	2,946,312	(40,492)	2,863,395
Public safety	15,190,066	15,372,914	15,134,571	238,344	14,133,636
Public works	7,795,167	7,848,943	7,378,984	469,959	7,604,752
Parks and recreation	9,748,710	9,759,380	9,749,131	10,250	9,116,417
<b>Debt Service:</b>					
Principal retirement	145,508	145,508	145,508	-	133,438
Interest and fiscal charges	36,867	36,867	36,867	-	39,861
<b>Total Expenditures</b>	53,035,693	53,172,195	52,374,432	797,763	50,214,971
<b>Other Financing Uses</b>					
Transfers out	-	-	7,455,718	(7,455,718)	7,481,099
<b>Total Expenditures and Other Financing Uses</b>	53,035,693	53,172,195	59,830,150	(6,657,955)	57,696,070
<b>Net Change in Fund Balances</b>	\$ 11,054,676	\$ 11,122,954	8,084,095	\$ (3,038,859)	13,146,670
<b>Fund Balances Beginning of Year</b>			31,497,345		18,350,675
<b>Fund Balances End of Year</b>			\$ 39,581,440		\$ 31,497,345

See accompanying independent auditor's report

City of Commerce City, Colorado  
*Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual*  
*Urban Renewal Authority Fund*  
*For the Year Ended December 31, 2015*  
*(With Comparative Actual Amounts for the Year Ended December 31, 2014)*

	2015			Variance With Final Budget	2014
	Original Budget	Final Budget	Actual		Actual
<b>Revenues</b>					
Property taxes	\$ 264,713	\$ 264,713	\$ 265,710	\$ 997	\$ 260,785
Investment earnings	20,000	20,000	33,169	13,169	67,252
Miscellaneous	-	-	475,272	475,272	435,403
<b>Total Revenues</b>	284,713	284,713	774,151	489,438	763,440
<b>Other Financing Sources</b>					
Transfers in:					
General fund	83,000	83,000	83,000	-	583,000
<b>Total Revenues and Other Financing Sources</b>	367,713	367,713	857,151	489,438	1,346,440
<b>Expenditures</b>					
Current:					
Community development	103,000	153,000	490,846	(337,846)	633,634
<b>Other Financing Uses:</b>					
Transfers out:					
Debt service fund	264,713	264,713	265,710	(997)	244,713
<b>Total Expenditures and Other Financing Uses</b>	367,713	417,713	756,556	(338,843)	878,347
<b>Net Change in Fund Balances</b>	\$ -	\$ (50,000)	100,595	\$ 150,595	468,093
<b>Fund Balances Beginning of Year</b>			6,213,047		5,744,954
<b>Fund Balances End of Year</b>			\$ 6,313,642		\$ 6,213,047

See accompanying independent auditor's report

## NOTE 1 – BUDGETARY INFORMATION

The budgets for the general fund and the urban renewal authority fund are adopted on a basis that is consistent with accounting principles generally accepted in the United States as applied to governments. The legal level of control (the level at which expenditures may not legally exceed appropriations) for each adopted annual operating budget is the individual fund level.

The City Manager is authorized to transfer budgeted amounts between departments within the same fund. Any revisions, which alter total expenditures of any fund, must be approved by the City Council. During the year, the City Council approved supplemental appropriations. All annual appropriations lapse at calendar year end.

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the General and Urban Renewal Authority Fund. Encumbered appropriations at year-end lapse and generally are re-appropriated in the following year.

**City of Commerce City, Colorado**  
**Required Supplementary Information**  
**Retirement Health Savings Plan**  
**Schedule of Funding Progress**  
**December 31, 2015**

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1)/(2)	(4) Unfunded AAL/(UAAL) (2)-(1)	(5) Annual Covered Payroll	(6) UAAL as a Percentage of Covered Payroll (4)/(5)
1/1/2010	\$ -	\$ 5,181,478	0.0%	\$ 5,181,478	\$ 13,694,153	37.8%
1/1/2012	-	7,262,639	0.0%	7,262,639	12,512,517	58.0%
1/1/2014	-	8,947,137	0.0%	8,947,137	10,687,947	83.7%

See notes to the basic financial statements for actuarial assumptions used in the above calculations.



**City of Commerce City, Colorado**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds - By Fund Type**  
**December 31, 2015**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Assets</b>				
Equity in pooled cash and investments	\$ 1,668,127	\$ 2,678,825	\$ 9,381,246	\$ 13,728,199
Receivables:				
Accounts	61,374	-	10,817	72,191
Property taxes	-	-	16,739	16,739
Notes receivable	-	-	2,851,993	2,851,993
Special assessments	36,951	-	-	36,951
Assets held for resale	-	-	3,574,987	3,574,987
<b>Total Assets</b>	<u>1,766,453</u>	<u>2,678,825</u>	<u>15,835,782</u>	<u>20,281,060</u>
<b>Liabilities, Deferred Inflows of Resources and Fund Balances</b>				
<b>Liabilities</b>				
Vouchers and contracts payable	9,907	-	316,489	326,396
Interfund payable	36,374	-	91,424	127,797
<b>Total Liabilities</b>	46,281	-	407,912	454,193
<b>Deferred Inflows of Resources</b>	27,370	-	16,247	43,617
<b>Total Liabilities and Deferred Inflows of Resources</b>	73,651	-	424,159	497,810
<b>Fund Balances</b>				
Nonspendable	-	-	6,375,334	6,375,334
Restricted	1,692,801	-	77,693	1,770,494
Committed	-	-	8,375,273	8,375,273
Assigned	-	2,678,825	673,464	3,352,290
Unassigned	-	-	(90,141)	(90,141)
<b>Total Fund Balances</b>	1,692,801	2,678,825	15,411,623	19,783,250
<b>Total Liabilities, Deferred Inflow of Resources and Fund Balances</b>	<u>\$ 1,766,453</u>	<u>\$ 2,678,825</u>	<u>\$ 15,835,782</u>	<u>\$ 20,281,060</u>

See accompanying independent auditor's report

**City of Commerce City, Colorado**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Nonmajor Governmental Funds - By Fund Type**  
**For the Year Ended December 31, 2015**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Revenues</b>				
Property taxes	\$ -	\$ -	\$ 7,395	\$ 7,395
Special assessments	1,768	-	-	1,768
Intergovernmental	645,973	-	-	645,973
Investment earnings	46,613	44,974	325,528	417,114
Interest and penalties	1,259	-	-	1,259
Charges for services	25,000	-	1,570,897	1,595,897
Sale of water rights	-	-	311,122	311,122
Contributions	12,893	-	-	12,893
Miscellaneous	-	614,445	665,899	1,280,344
<b>Total Revenues</b>	<b>733,506</b>	<b>659,419</b>	<b>2,880,841</b>	<b>4,273,766</b>
<b>Expenditures</b>				
<i>Current:</i>				
General government	22	-	1,034,885	1,034,907
Community development	-	-	-	-
Public safety	105,852	-	-	105,852
Public works	9,885	-	-	9,885
Parks and recreation	97,303	-	-	97,303
<i>Debt Service:</i>				
Principal retirement	-	3,355,000	-	3,355,000
Interest and fiscal charges	-	5,587,827	-	5,587,827
Bond Issues Cost	-	454,031	-	454,031
<b>Total Expenditures</b>	<b>213,062</b>	<b>9,396,858</b>	<b>1,034,885</b>	<b>10,644,805</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>520,444</b>	<b>(8,737,439)</b>	<b>1,845,956</b>	<b>(6,371,039)</b>
<b>Other Financing Sources (Uses)</b>				
Refunding Revenue Bond Issued	-	52,645,000	-	52,645,000
Bond Premium	-	5,219,129	-	5,219,129
Payment to refunding bond escrow agent	-	(56,991,439)	-	(56,991,439)
Transfers in	-	7,497,038	-	7,497,038
Transfers out	(530,000)	-	(4,049,000)	(4,579,000)
<b>Total Other Financing Sources (Uses)</b>	<b>(530,000)</b>	<b>8,369,729</b>	<b>(4,049,000)</b>	<b>3,790,729</b>
<b>Net Change in Fund Balances</b>	<b>(9,556)</b>	<b>(367,711)</b>	<b>(2,203,044)</b>	<b>(2,580,311)</b>
<b>Fund Balances Beginning of Year, Restated</b>	<b>1,702,357</b>	<b>3,046,536</b>	<b>17,614,667</b>	<b>22,363,560</b>
<b>Fund Balances End of Year</b>	<b>\$ 1,692,801</b>	<b>\$ 2,678,825</b>	<b>\$ 15,411,624</b>	<b>\$ 19,783,250</b>

See accompanying independent auditor's report



**City of Commerce City, Colorado**  
**Comparative Balance Sheet**  
**General Fund**  
**December 31, 2015 and 2014**

	<b>2015</b>	<b>2014</b>
<b>Assets</b>		
Equity in pooled cash and investments	\$ 37,305,394	\$ 29,616,243
Receivables:		
Accounts	993,679	1,811,422
Property taxes	2,590,002	2,422,984
Sales and use taxes	5,302,765	4,063,888
Notes	71,385	61,819
Interfund	127,797	392,997
Inventory	45,513	43,085
Prepaid items	8,264	58,964
<b>Total Assets</b>	<b>\$ 46,444,799</b>	<b>\$ 38,471,402</b>
<b>Liabilities, Deferred Inflows of Resources and Fund Balances</b>		
<b>Liabilities</b>		
Vouchers and contracts payable	\$ 2,231,358	\$ 1,792,635
Accrued expenditures	334,104	1,023,211
Deposits payable	1,282,764	1,395,747
Unearned revenue	425,132	339,480
<b>Total Liabilities</b>	4,273,359	4,551,073
<b>Deferred Inflows of Resources</b>	2,590,002	2,422,984
<b>Total Liabilities and Deferred Inflows of Resources</b>	6,863,360	6,974,057
<b>Fund Balances</b>		
Nonspendable:		
Inventory	45,513	43,085
Prepaid items	8,264	58,964
Long-term notes	71,385	61,819
Restricted:		
Emergencies	2,041,031	2,125,387
Capital outlay and operations	4,643,876	8,310,665
Committed - court surcharge	265,994	330,436
Assigned:		
Operating reserves	5,469,947	5,285,332
Safeguards	9,642,472	9,591,825
Subsequent years' budget	-	-
Unassigned	17,392,956	5,689,832
<b>Total Fund Balances</b>	39,581,438	31,497,345
<b>Total Liabilities, Deferred Inflow of Resources and Fund Balances</b>	<b>\$ 46,444,799</b>	<b>\$ 38,471,402</b>

See accompanying independent auditor's report

**City of Commerce City, Colorado**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balances - Budget and Actual**  
**General Fund**  
**For the Year Ended December 31, 2015**  
**(With Comparative Totals for the Year Ended December 31, 2014)**

	2015			2014	
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
<b>Revenues</b>	\$ 64,090,369	\$ 64,295,149	\$ 67,914,245	\$ 3,619,096	\$ 66,338,084
<b>Other Financing Sources:</b>					
Lease purchase agreement	-	-	-	-	-
Proceeds from the sale of capital assets	-	-	-	-	4,304,656
Transfers in:					
Information Technology Fund	-	-	-	-	200,000.00
Golf Course Fund	-	-	-	-	-
<b>Total Revenues and Other Financing Sources</b>	<u>64,090,369</u>	<u>64,295,149</u>	<u>\$ 67,914,245</u>	<u>3,619,096</u>	<u>70,842,740</u>
<b>Expenditures</b>	<u>53,035,693</u>	<u>53,172,195</u>	<u>52,374,432</u>	<u>797,763</u>	<u>50,214,971</u>
<b>Other Financing Uses:</b>					
Transfers out:					
Capital Expenditures Fund	-	-	55,880	(55,880)	1,229,000
Debt Service Fund	-	-	7,231,328	(7,231,328)	5,602,446
Urban Renewal Authority	-	-	83,000	(83,000)	583,000
Elected Officials Retirement Fund	-	-	39,360	(39,360)	39,360
Fleet Management Fund	-	-	5,265	(5,265)	6,574
Information Technology Fund	-	-	25,588	(25,588)	16,246
Finance Authority	-	-	11,520	(11,520)	-
Facilities Management Fund	-	-	3,777	(3,777)	4,473
<b>Total Other Financing Uses</b>	<u>-</u>	<u>-</u>	<u>7,455,718</u>	<u>(7,455,718)</u>	<u>7,481,099</u>
<b>Total Expenditures and Other Financing Uses</b>	<u>53,035,693</u>	<u>53,172,195</u>	<u>59,830,150</u>	<u>(6,657,955)</u>	<u>57,696,070</u>
<b>Net Change in Fund Balances</b>	<u>\$ 11,054,676</u>	<u>\$ 11,122,954</u>	<u>8,084,095</u>	<u>\$ (3,038,859)</u>	<u>13,146,670</u>
<b>Fund Balances Beginning of Year</b>			<u>31,497,345</u>		<u>18,350,675</u>
<b>Fund Balances End of Year</b>			<u>\$ 39,581,440</u>		<u>\$ 31,497,345</u>

See accompanying independent auditor's report

**City of Commerce City, Colorado**  
**Schedule of Revenues - Budget and Actual**  
**General Fund**  
**For the Year Ended December 31, 2015**  
*(With Comparative Totals for the Year Ended December 31, 2014)*

	2015			2014	
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
<b>Revenues</b>					
Taxes:					
General property taxes	\$ 2,488,184	\$ 2,488,184	\$ 2,331,857	\$ (156,327)	\$ 2,408,644
Specific ownership taxes	150,000	150,000	211,167	61,167	194,262
Sales and use taxes	48,276,802	48,276,802	50,463,396	2,186,594	48,928,254
Highway users tax	1,500,000	1,500,000	1,616,231	116,231	1,545,690
Road and bridge tax	465,000	465,000	475,684	10,684	498,074
Motor vehicle registration	168,000	168,000	196,922	28,922	185,035
Vehicle transfer taxes	11,500	11,500	7,657	(3,843)	8,585
Franchise fees	2,800,000	2,800,000	2,976,560	176,560	2,893,110
Total Taxes	55,859,486	55,859,486	58,279,474	2,419,988	56,661,654
Licenses and Permits:					
Liquor licenses	49,783	49,783	49,214	(569)	45,027
Occupation licenses	32,090	32,090	11,330	(20,760)	26,880
Contractors' licenses	70,000	70,000	54,599	(15,401)	79,627
Building permits	1,230,000	1,230,000	1,450,246	220,246	1,266,718
Other	1,200	1,200	1,540	340	873
Total Licenses and Permits	1,383,073	1,383,073	1,566,929	183,856	1,419,125
Intergovernmental:					
State shared cigarette tax	98,000	98,000	102,901	4,901	101,412
Charges for Services:					
Recreation/Golf fees	3,360,931	3,363,931	3,724,255	360,324	3,360,074
Plan check fees	230,000	230,000	232,804	2,804	257,853
Court and docket fees	317,910	317,910	358,749	40,839	297,255
Zoning	51,500	51,500	82,151	30,651	55,511
Other	964,989	964,989	1,039,249	74,260	993,434
Total Charges for Services	4,925,330	4,928,330	5,437,209	508,879	4,964,127
Fines and Forfeitures:					
Municipal court	701,145	701,145	809,428	108,283	651,139
Photo red light enforcement	440,000	440,000	405,826	(34,174)	386,309
D.U.I. fines	30,000	30,000	26,873	(3,127)	31,380
Other	3,335	3,335	2,960	(375)	6,030
Total Fines and Forfeits	1,174,480	1,174,480	1,245,088	70,608	1,074,858
Miscellaneous:					
Investment earnings	420,000	420,000	813,563	393,563	1,370,950
Miscellaneous	230,000	431,780	469,080	37,300	745,958
Total Miscellaneous	650,000	851,780	1,282,643	430,863	2,116,908
<b>Total Revenues</b>	<b>\$ 64,090,369</b>	<b>\$ 64,295,149</b>	<b>\$ 67,914,245</b>	<b>\$ 3,619,096</b>	<b>\$ 66,338,084</b>

See accompanying independent auditor's report

*City of Commerce City, Colorado*  
*Schedule of Expenditures - Budget and Actual*  
*General Fund*  
*For the Year Ended December 31, 2015*  
*(With Comparative Totals for the Year Ended December 31, 2014)*

	2015			2014	
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
<b>Expenditures</b>					
General Government:					
Legislative	\$ 565,953	\$ 565,926	\$ 546,533	\$ 19,393	\$ 502,611
Legal	686,935	692,725	909,019	(216,294)	1,104,181
Intergovernmental	-	-	-	-	-
City clerk	273,880	277,838	292,464	(14,626)	265,342
City manager	893,318	1,014,613	965,851	48,762	676,723
Economic development	484,934	488,796	463,882	24,914	398,784
Communications	987,659	999,565	950,053	49,513	996,509
Total General Government	3,892,679	4,039,463	4,127,802	(88,339)	3,944,150
Human Resources:					
Administration	799,266	805,711	795,610	10,101	743,658
Risk management	92,358	91,756	93,184	(1,428)	93,439
Employee assisted housing	-	-	264	(264)	12,407
Employee activity committee	17,500	17,500	11,723	5,777	17,240
Organizational development	42,000	42,000	42,945	(945)	77,368
Total Human Resources:	951,124	956,967	943,726	13,241	944,112
Finance:					
Financial planning and budgeting	532,106	535,019	379,690	155,329	539,903
Financial services	1,743,401	1,776,413	1,926,396	(149,983)	1,812,005
Tax	1,061,980	1,090,998	1,156,553	(65,554)	1,109,133
Judicial	608,853	611,944	610,874	1,070	588,444
Internal service	8,457,871	8,091,960	7,838,021	253,939	7,385,725
Total Finance	12,404,211	12,106,334	11,911,533	194,801	11,435,210
Community Planning/Development:					
Administration	420,908	429,026	458,292	(29,266)	432,573
Community planning	536,335	548,833	564,492	(15,658)	553,394
Building safety	983,373	996,750	1,013,068	(16,318)	991,313
Neighborhood Services	839,788	838,076	754,296	83,779	733,429
Housing	90,957	93,135	156,164	(63,029)	152,686
Total Community Planning/Development	2,871,361	2,905,819	2,946,312	(40,492)	2,863,395
Public Safety:					
Administration	1,186,784	1,197,389	1,263,618	(66,228)	1,032,530
Support operations	5,435,474	5,387,051	4,972,922	414,129	4,586,920
Patrol operations	8,091,843	8,312,529	8,398,141	(85,612)	8,083,799
Community justice	298,271	298,251	302,528	(4,276)	255,035
Special investigations unit	-	-	-	-	-
Emergency management	177,694	177,694	197,362	(19,668)	175,352
Total Public Safety	15,190,066	15,372,914	15,134,571	238,344	14,133,636
<b>Carried Forward</b>	35,309,441	35,381,497	35,063,942	317,554	33,320,503

See accompanying independent auditor's report

(continued)

**City of Commerce City, Colorado**  
**Schedule of Expenditures - Budget and Actual**  
**General Fund**  
**For the Year Ended December 31, 2015**  
**(With Comparative Totals for the Year Ended December 31, 2014)**

(Continued)

	2015			2014	
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
<b>Brought Forward</b>	\$ 35,309,441	\$ 35,381,497	\$ 35,063,942	\$ 317,554	\$ 33,320,503
<b>Expenditures</b>					
Public Works					
Administration	444,090	453,216	473,823	(20,606)	445,551
Street and traffic maintenance	2,939,454	2,981,005	2,942,115	38,890	2,852,450
Refuse collection	2,153,122	2,153,122	1,521,647	631,475	2,067,583
Engineering	2,258,501	2,261,600	2,441,399	(179,799)	2,239,168
Total Public Works	7,795,167	7,848,943	7,378,984	469,959	7,604,752
Parks and Recreation					
Administration	1,276,640	1,290,300	1,292,572	(2,273)	1,228,197
Parks maintenance	3,420,287	3,421,578	3,316,736	104,843	2,830,616
Recreation/golf programs	4,906,050	4,901,769	5,028,988	(127,219)	4,951,834
Community events	145,733	145,733	110,834	34,899	105,770
Total Parks and Recreation	9,748,710	9,759,380	9,749,131	10,250	9,116,417
Debt Service:					
Principal retirement	145,508	145,508	145,508	-	133,438
Interest and fiscal charges	36,867	36,867	36,867	-	39,861
Total Debt Service	182,375	182,375	182,375	-	173,299
<b>Total Expenditures</b>	<b>\$ 53,035,693</b>	<b>\$ 53,172,195</b>	<b>\$ 52,374,432</b>	<b>\$ 797,763</b>	<b>\$ 50,214,971</b>

See accompanying independent auditor's report



City of Commerce City, Colorado  
*Comparative Balance Sheet*  
*Urban Renewal Authority Fund*  
*December 31, 2015 and 2014*

	<b>2015</b>	<b>2014</b>
<b>Assets</b>		
Equity in pooled cash and investments	\$ 1,877,277	\$ 1,680,699
Receivables:		
Accounts	-	84
Property taxes	524,701	462,234
Assets held for resale	4,640,400	4,682,883
<b>Total Assets</b>	<b>\$ 7,042,378</b>	<b>\$ 6,825,900</b>
 <b>Liabilities, Deferred Inflows of Resources and Fund Balances</b>		
<b>Liabilities</b>		
Vouchers and contracts payable	\$ 204,035	\$ 150,619
<b>Deferred Inflows of Resources</b>	524,701	462,234
<b>Total Liabilities and Deferred Inflows of Resources</b>	728,736	612,853
<b>Fund Balances</b>		
Nonspendable - assets held for resale	4,640,400	4,682,883
Restricted for emergencies	18,099	22,903
Restricted for urban renewal	1,655,143	1,507,261
<b>Total Fund Balances</b>	6,313,642	6,213,047
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 7,042,378</b>	<b>\$ 6,825,900</b>

See accompanying independent auditor's report



**City of Commerce City, Colorado**  
**Combining Balance Sheet**  
**Nonmajor Special Revenue Funds**  
**December 31, 2015**

	Special Improvements	Police Department	Conservation Trust	Chemical Roundup	CC/BSD Use Tax	Grants	Total Nonmajor Special Revenue Funds
<b>Assets</b>							
Equity in pooled cash and investments	\$ 38,412	\$ 52,173	\$ 178,797	\$ 284,272	\$ 1,114,472	\$ -	\$ 1,668,127
Receivables:							
Accounts	-	-	-	25,000	-	36,374	61,374
Special assessments	36,951	-	-	-	-	-	36,951
<b>Total Assets</b>	<b>\$ 75,364</b>	<b>\$ 52,173</b>	<b>\$ 178,797</b>	<b>\$ 309,272</b>	<b>\$ 1,114,472</b>	<b>\$ 36,374</b>	<b>\$ 1,766,453</b>
<b>Liabilities, Deferred Inflows of Resources and Fund Balances</b>							
<b>Liabilities</b>							
Vouchers and contracts payable	\$ -	\$ 22	\$ -	\$ 9,885	\$ -	\$ -	\$ 9,907
Interfund payable	-	-	-	-	-	36,374	36,374
<b>Total Liabilities</b>	<b>-</b>	<b>22</b>	<b>-</b>	<b>9,885</b>	<b>-</b>	<b>36,374</b>	<b>46,281</b>
<b>Deferred Inflows of Resources</b>	<b>27,370</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>27,370</b>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<b>27,370</b>	<b>22</b>	<b>-</b>	<b>9,885</b>	<b>-</b>	<b>36,374</b>	<b>73,651</b>
<b>Fund Balances</b>							
Restricted	47,994	52,151	178,797	299,387	1,114,472	-	1,692,801
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 75,364</b>	<b>\$ 52,173</b>	<b>\$ 178,797</b>	<b>\$ 309,272</b>	<b>\$ 1,114,472</b>	<b>\$ 36,374</b>	<b>\$ 1,766,453</b>

See accompanying independent auditor's report

**City of Commerce City, Colorado**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Nonmajor Special Revenue Funds**  
**For the Year Ended December 31, 2015**

	Special Improvements	Police Department	Conservation Trust	Chemical Roundup	CC/BSD Use Tax	Grants	Total Nonmajor Special Revenue Funds
<b>Revenues</b>							
Special assessments	\$ 1,768	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,768
Intergovernmental	-	-	453,051	-	-	192,922	645,973
Investment earnings	733	-	19,135	5,435	21,309	-	46,613
Interest and penalties	1,259	-	-	-	-	-	1,259
Charges for services	-	-	-	25,000	-	-	25,000
Contributions	-	12,893	-	-	-	-	12,893
<b>Total Revenues</b>	<b>3,760</b>	<b>12,893</b>	<b>472,186</b>	<b>30,435</b>	<b>21,309</b>	<b>192,922</b>	<b>733,506</b>
<b>Expenditures</b>							
Current:							
General government	22	-	-	-	-	-	22
Community development	-	-	-	-	-	-	-
Public safety	-	10,233	-	-	-	95,620	105,852
Public works	-	-	-	9,885	-	-	9,885
Parks and recreation	-	-	-	-	-	97,303	97,303
<b>Total Expenditures</b>	<b>22</b>	<b>10,233</b>	<b>-</b>	<b>9,885</b>	<b>-</b>	<b>192,922</b>	<b>213,062</b>
<b>Excess of Revenues Over Expenditures</b>	<b>3,738</b>	<b>2,661</b>	<b>472,186</b>	<b>20,550</b>	<b>21,309</b>	<b>-</b>	<b>520,444</b>
<b>Other Financing (Uses)</b>							
Transfers out	-	-	(530,000)	-	-	-	(530,000)
<b>Net Change in Fund Balances</b>	<b>3,738</b>	<b>2,661</b>	<b>(57,814)</b>	<b>20,550</b>	<b>21,309</b>	<b>-</b>	<b>(9,556)</b>
<b>Fund Balances Beginning of Year</b>	<b>44,256</b>	<b>49,490</b>	<b>236,611</b>	<b>278,837</b>	<b>1,093,163</b>	<b>-</b>	<b>1,702,357</b>
<b>Fund Balances End of Year</b>	<b>\$ 47,994</b>	<b>\$ 52,151</b>	<b>\$ 178,797</b>	<b>\$ 299,387</b>	<b>\$ 1,114,472</b>	<b>\$ -</b>	<b>\$ 1,692,801</b>

See accompanying independent auditor's report

**City of Commerce City, Colorado**  
***Comparative Balance Sheet***  
***Special Improvements Fund***  
***December 31, 2015 and 2014***

	<u>2015</u>	<u>2014</u>
<b>Assets</b>		
Equity in pooled cash and investments	\$ 38,412	\$ 37,596
Special assessments receivable	36,951	35,798
<b>Total Assets</b>	<u>\$ 75,364</u>	<u>\$ 73,394</u>
<b>Deferred Inflows of Resources and Fund Balances</b>		
<b>Deferred Inflows of Resources</b>		
Unavailable revenue	\$ 27,370	\$ 29,138
<b>Fund Balances</b>		
Restricted for:		
Capital projects	47,881	44,186
Emergencies	113	70
<b>Total Fund Balances</b>	<u>47,994</u>	<u>44,256</u>
<b>Total Deferred Inflows of Resources and Fund Balances</b>	<u>\$ 75,364</u>	<u>\$ 73,394</u>

See accompanying independent auditor's report

**City of Commerce City, Colorado**  
***Comparative Statement of Revenues, Expenditures***  
***and Changes in Fund Balances***  
***Special Improvements Fund***  
**For the Years Ended December 31, 2015 and 2014**

	<u>2015</u>	<u>2014</u>
<b>Revenues</b>		
Special assessments	\$ 1,768	\$ 639
Investment earnings	733	1,559
Interest and penalties	<u>1,259</u>	<u>131</u>
<b>Total Revenues</b>	3,760	2,329
<b>Expenditures</b>		
Current:		
General government	<u>22</u>	<u>11</u>
<b>Excess of Revenues Over Expenditures</b>	3,738	2,318
<b>Fund Balances Beginning of Year</b>	<u>44,256</u>	<u>41,938</u>
<b>Fund Balances End of Year</b>	<u>\$ 47,994</u>	<u>\$ 44,256</u>

See accompanying independent auditor's report

**City of Commerce City, Colorado**  
**Combining Balance Sheet**  
**Police Department Fund**  
**December 31, 2015**  
*(With Comparative Totals at December 31, 2014)*

	2015			2014	
	Police Forfeiture - State	Police Forfeiture - Federal	Police Donation	Total	Total
<b>Assets</b>					
Equity in pooled cash and investments	\$ 3,563	\$ 887	\$ 47,723	\$ 52,173	\$ 49,490
<b>Liabilities and Fund Balances:</b>					
<b>Liabilities</b>					
Vouchers and contracts payable	\$ -	\$ -	\$ 22	\$ 22	\$ -
<b>Fund Balances</b>					
Restricted for:					
Emergencies		-	387	387	805
Public safety	3,563	887	47,314	51,764	48,685
<b>Total Fund Balances</b>	3,563	887	47,701	52,151	49,490
<b>Total Liabilities and Fund Balances</b>	\$ 3,563	\$ 887	\$ 47,723	\$ 52,173	\$ 49,490

See accompanying independent auditor's report

City of Commerce City, Colorado  
*Combining Schedule of Revenues, Expenditures and Changes in Fund Balances*  
*Police Department Fund*  
*For the Year Ended December 31, 2015*  
*(With Comparative Totals for the Year Ended December 31, 2014)*

	2015			2014	
	Police Forfeiture - State	Police Forfeiture - Federal	Police Donation	Total	Total
<b>Revenues</b>					
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -
Donations	-	-	12,893	<b>12,893</b>	26,836
<b>Total Revenues</b>	-	-	12,893	<b>12,893</b>	26,836
<b>Expenditures</b>					
Current:					
Public safety	-	-	10,233	<b>10,233</b>	11,521
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	-	-	2,661	<b>2,661</b>	15,315
<b>Fund Balances Beginning of Year</b>	3,563	887	45,040	<b>49,490</b>	34,175
<b>Fund Balances End of Year</b>	<u>\$ 3,563</u>	<u>\$ 887</u>	<u>\$ 47,701</u>	<u><b>\$ 52,151</b></u>	<u>\$ 49,490</u>

See accompanying independent auditor's report

**City of Commerce City, Colorado**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Police Donation Fund**  
**For the Year Ended December 31, 2015**  
*(With Comparative Actual Amounts for the Year Ended December 31, 2014)*

	2015			Variance With Final Budget	2014
	Original Budget	Final Budget	Actual		Actual
<b>Revenues</b>					
Donations	\$ 10,000	\$ 10,000	\$ 12,893	\$ 2,893	\$ 26,836
<b>Expenditures</b>					
Current:					
Public safety	10,000	54,022	10,233	43,789	11,521
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>\$ -</u>	<u>\$ (44,022)</u>	<u>2,661</u>	<u>\$ 46,682</u>	15,315
<b>Fund Balances Beginning of Year</b>			<u>45,040</u>		<u>29,725</u>
<b>Fund Balances End of Year</b>			<u>\$ 47,701</u>		<u>\$ 45,040</u>

See accompanying independent auditor's report

**City of Commerce City, Colorado**  
***Comparative Balance Sheet***  
***Conservation Trust Fund***  
***December 31, 2015 and 2014***

	2015	2014
<b>Assets</b>		
Equity in pooled cash and investments	\$ 178,797	\$ 236,611
<b>Fund Balances</b>		
Restricted for parks and recreation purposes	\$ 178,797	\$ 236,611
See accompanying independent auditor's report		

**City of Commerce City, Colorado**  
**Schedule of Revenues and Changes in Fund Balances - Budget and Actual**  
**Conservation Trust Fund**  
**For the Year Ended December 31, 2015**  
**(With Comparative Actual Amounts for the Year Ended December 31, 2014)**

	2015			2014	
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
<b>Revenues:</b>					
Intergovernmental - lottery	\$ 400,000	\$ 400,000	\$ 453,051	\$ 53,051	\$ 439,801
Investment earnings	7,500	7,500	19,135	11,635	22,823
<b>Total Revenues</b>	407,500	407,500	472,186	64,686	462,624
<b>Other Financing Uses:</b>					
Transfers out:					
Capital Projects Fund	530,000	530,000	530,000	-	477,100
<b>Net Change in Fund Balances</b>	<u>\$ (122,500)</u>	<u>\$ (122,500)</u>	<u>(57,814)</u>	<u>\$ 64,686</u>	<u>(14,476)</u>
<b>Fund Balances Beginning of Year</b>			<u>236,611</u>		<u>251,087</u>
<b>Fund Balances End of Year</b>			<u>\$ 178,797</u>		<u>\$ 236,611</u>

See accompanying independent auditor's report

**City of Commerce City, Colorado**  
**Comparative Balance Sheet**  
**Chemical Roundup Fund**  
**December 31, 2015 and 2014**

	<u>2015</u>	<u>2014</u>
<b>Assets</b>		
Equity in pooled cash and investments	\$ 284,272	\$ 261,448
Accounts receivable	25,000	25,000
<b>Total Assets</b>	<b><u>\$ 309,272</u></b>	<b><u>\$ 286,448</u></b>
<b>Liabilities and Fund Balances</b>		
<b>Liabilities</b>		
Vouchers and contracts payable	<u>\$ 9,885</u>	<u>\$ 7,611</u>
<b>Fund Balances</b>		
Restricted for emergencies	913	1,077
Restricted for public works	<u>298,474</u>	<u>277,760</u>
<b>Total Fund Balances</b>	<u>299,387</u>	<u>278,837</u>
<b>Total Liabilities and Fund Balances</b>	<b><u>\$ 309,272</u></b>	<b><u>\$ 286,448</u></b>

See accompanying independent auditor's report

*Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
Chemical Roundup Fund  
For the Year Ended December 31, 2015  
(With Comparative Actual Amounts for the Year Ended December 31, 2014)*

	2015			Variance With Final Budget	2014
	Original Budget	Final Budget	Actual		Actual
<b>Revenues:</b>					
Charges for services	\$ 25,000	\$ 25,000	\$ 25,000	\$ -	\$ 25,000
Investment earnings	-	-	5,435	5,435	10,916
<b>Total Revenues</b>	25,000	25,000	30,435	5,435	35,916
<b>Expenditures:</b>					
Current:					
Public works	25,000	25,000	9,885	15,115	12,502
<b>Excess of Revenues Over Expenditures</b>	<u>\$ -</u>	<u>\$ -</u>	20,550	<u>\$ 20,550</u>	23,414
<b>Fund Balances Beginning of Year</b>			<u>278,837</u>		<u>255,423</u>
<b>Fund Balances End of Year</b>			<u>\$ 299,387</u>		<u>\$ 278,837</u>

See accompanying independent auditor's report

*City of Commerce City, Colorado  
Comparative Balance Sheet  
CC/BSD Use Tax Fund  
December 31, 2015 and 2014*

	2015	2014
<b>Assets</b>		
Equity in pooled cash and investments	\$ 1,114,472	\$ 1,093,163
<b>Fund Balances</b>		
Restricted for Emergencies	\$ 639	\$ 1,373
Restricted for Capital outlay	1,113,833	1,091,790
<b>Total Fund Balances</b>	\$ 1,114,472	\$ 1,093,163

See accompanying independent auditor's report

*City of Commerce City, Colorado  
 Comparative Statement of Revenues and  
 Changes in Fund Balances  
 CC/BSD Use Tax Fund  
 For the Years Ended December 31, 2015 and 2014*

	<u>2015</u>	<u>2014</u>
<b>Revenues</b>		
Investment earnings	\$ 21,309	\$ 45,769
<b>Fund Balances Beginning of Year</b>	<u>1,093,163</u>	<u>1,047,394</u>
<b>Fund Balances End of Year</b>	<u>\$ 1,114,472</u>	<u>\$ 1,093,163</u>

See accompanying independent auditor's report

*City of Commerce City, Colorado*  
*Comparative Balance Sheet*  
*Grants Fund*  
*December 31, 2015 and 2014*

	<u>2015</u>	<u>2014</u>
<b>Assets</b>		
Accounts receivable	\$ 36,374	\$ 210,309
<b>Liabilities</b>		
Vouchers and contracts payable	-	139,936
Unearned revenue	-	-
Interfund payable	36,374	70,373
<b>Total Liabilities</b>	<u>\$ 36,374</u>	<u>\$ 210,309</u>

See accompanying independent auditor's report

*City of Commerce City, Colorado*  
*Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual*  
*Grants Fund*  
*For the Year Ended December 31, 2015*  
*(With Comparative Actual Amounts for the Year Ended December 31, 2014)*

	2015			2014	
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
<b>Revenues</b>					
Intergovernmental	\$ 329,097	\$ 329,097	\$ 192,922	\$ (136,175)	\$ 276,167
<b>Expenditures</b>					
Current:					
General government	-	-	-	-	166,600
Public safety	-	170,959	95,620	75,339	71,709
Parks and recreation	-	158,138	97,303	60,835	37,729
Public works	-	-	-	-	-
Community development	-	-	-	-	129
<b>Total Expenditures</b>	-	329,097	192,922	136,175	276,167
<b>Net Change in Fund Balance</b>	\$ 329,097	\$ -	-	\$ -	-
<b>Fund Balances Beginning of Year</b>			-		-
<b>Fund Balances End of Year</b>			\$ -		\$ -

See accompanying independent auditor's report



*City of Commerce City, Colorado*  
*Comparative Balance Sheet*  
*Debt Service Fund*  
*December 31, 2015 and 2014*

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	<u>2015</u>	<u>2014</u>
<b>Assets</b>		
Equity in pooled cash and investments	<u>\$ 2,678,825</u>	<u>\$ 3,046,536</u>
<b>Fund Balances</b>		
Assigned for debt service	<u>\$ 2,678,825</u>	<u>\$ 3,046,536</u>

See accompanying independent auditor's report

*City of Commerce City, Colorado*  
*Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual*  
*Debt Service Fund*  
*For the Year Ended December 31, 2015*  
*(With Comparative Actual Amounts for the Year Ended December 31, 2014)*

	2015			2014	
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
<b>Revenues:</b>					
Investment earnings	\$ -	\$ -	\$ 44,974	\$ 44,974	\$ 102,584
Miscellaneous	592,111	592,111	614,445	22,334	617,964
<b>Total Revenues</b>	<b>592,111</b>	<b>592,111</b>	<b>659,419</b>	<b>67,308</b>	<b>720,548</b>
<b>Other Financing Sources (Uses):</b>					
Refunding Revenue Bond Issued	-	-	52,645,000	52,645,000	-
Bond Premium	-	-	5,219,129	5,219,129	-
Payment to refunding bond escrow agent	-	-	(56,991,439)	-	-
Transfers in:					
Urban Renewal Authority Fund	264,713	264,713	265,710	997	244,713
General Fund	7,756,163	7,756,163	7,231,328	(524,835)	5,602,446
<b>Total Other Financing Source</b>	<b>8,020,876</b>	<b>8,020,876</b>	<b>8,369,729</b>	<b>(523,838)</b>	<b>5,847,159</b>
<b>Total Revenues and Other Financing Sources</b>	<b>8,612,987</b>	<b>8,612,987</b>	<b>9,029,147</b>	<b>(456,530)</b>	<b>6,567,707</b>
<b>Expenditures:</b>					
<i>Current:</i>					
General government	-	-	-	-	4,325
<i>Debt Service:</i>					
Principal	2,885,000	2,885,000	3,355,000	(470,000)	1,490,000
Interest	5,727,987	5,727,987	5,587,827	140,160	3,076,856
Bond Issues Cost	-	-	454,031	-	-
<b>Total Expenditures</b>	<b>8,612,987</b>	<b>8,612,987</b>	<b>9,396,858</b>	<b>(329,840)</b>	<b>4,571,181</b>
<b>Net Change in Fund Balances</b>	<b>\$ -</b>	<b>\$ -</b>	<b>(367,711)</b>	<b>\$ (786,370)</b>	<b>1,996,526</b>
<b>Fund Balances Beginning of Year</b>			<b>3,046,536</b>		<b>1,050,010</b>
<b>Fund Balances End of Year</b>			<b>\$ 2,678,825</b>		<b>\$ 3,046,536</b>

See accompanying independent auditor's report



*City of Commerce City, Colorado  
Comparative Balance Sheet  
Capital Expenditures Fund  
December 31, 2015 and 2014*

	<u>2015</u>	<u>2014</u>
<b>Assets</b>		
Equity in pooled cash and investments	\$ 87,021,778	\$ 83,646,820
Receivables		
Accounts	959,700	923,796
Notes	6,226,312	4,805,695
Escrow deposit	-	-
Prepaid expenses	94	856
<b>Total Assets</b>	<u>\$ 94,207,884</u>	<u>\$ 89,377,167</u>
<b>Liabilities and Fund Balances</b>		
<b>Liabilities</b>		
Vouchers and contracts payable	\$ 1,819,606	\$ 2,138,897
Unearned revenue	17,489,977	1,789,977
<b>Total Liabilities</b>	<u>19,309,584</u>	<u>3,928,874</u>
<b>Fund Balances</b>		
Nonspendable	6,226,406	4,806,551
Restricted for:		
Emergencies	76,309	2,402,023
Capital projects	60,448,898	72,592,464
Assigned for capital projects	8,146,687	5,647,255
<b>Total Fund Balances</b>	<u>74,898,300</u>	<u>85,448,293</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 94,207,884</u>	<u>\$ 89,377,167</u>

See accompanying independent auditor's report

**City of Commerce City, Colorado**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Capital Expenditures Fund**  
**For the Year Ended December 31, 2015**  
*(With Comparative Actual Amounts for the Year Ended December 31, 2014)*

	2015			2014	
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
<b>Revenues:</b>					
Other taxes	\$ 300,000	\$ 300,000	\$ 392,171	\$ 92,171	\$ 379,610
Charges for services	33,000	33,000	32,504	(496)	31,724
Intergovernmental	2,792,000	5,075,962	1,723,401	(3,352,561)	1,702,266
Miscellaneous	1,075,000	18,587,977	683,799	(17,904,179)	31,311
Investment earnings	-	-	12,939	12,939	(162,989)
<b>Total Revenues</b>	<b>4,200,000</b>	<b>23,996,939</b>	<b>2,844,815</b>	<b>(21,152,124)</b>	<b>1,981,922</b>
<b>Other Financing Sources:</b>					
Issuance of revenue bonds	-	-	-	-	73,445,000
Bond premium	-	-	-	-	5,157,213
Transfers in:					
General Fund	16,500	16,500	55,880	39,380	1,229,000
Impact Fees Fund	3,694,000	3,694,000	4,049,000	355,000	-
Information Technology Fund	18,900	18,900	18,900	-	-
Conservation Trust Fund	530,000	530,000	530,000	-	477,100
Northern Infrastructure GID Fund	130,000	130,000	130,000	-	-
Solid Waste Management Fund	40,000	40,000	40,000	-	1,345,000
<b>Total Other Financing Sources</b>	<b>4,429,400</b>	<b>4,429,400</b>	<b>4,823,780</b>	<b>394,380</b>	<b>81,653,313</b>
<b>Total Revenues and Other Financing Sources</b>	<b>8,629,400</b>	<b>28,426,339</b>	<b>7,668,595</b>	<b>(20,757,744)</b>	<b>83,635,235</b>
<b>Expenditures:</b>					
<b>Capital Outlay</b>	<b>10,619,400</b>	<b>114,352,728</b>	<b>18,218,588</b>	<b>96,134,140</b>	<b>9,319,522</b>
<b>Debt Service:</b>					
Bond issuance costs	-	-	-	-	592,270
<b>Total Expenditures</b>	<b>10,619,400</b>	<b>114,352,728</b>	<b>18,218,588</b>	<b>96,134,140</b>	<b>9,911,792</b>
<b>Other Financing Uses:</b>					
Transfers out:					
E-470 Commercial Area GID Fund	-	-	-	-	1,240,000
<b>Total Expenditures and Other Financing Uses</b>	<b>10,619,400</b>	<b>114,352,728</b>	<b>18,218,588</b>	<b>96,134,140</b>	<b>11,151,792</b>
<b>Net Change in Fund Balances</b>	<b>\$ (1,990,000)</b>	<b>\$ (85,926,389)</b>	<b>(10,549,993)</b>	<b>\$ 116,891,885</b>	<b>72,483,443</b>
<b>Fund Balances Beginning of Year</b>			<b>85,448,293</b>		<b>12,964,850</b>
<b>Fund Balances End of Year</b>			<b>\$ 74,898,300</b>		<b>\$ 85,448,293</b>

See accompanying independent auditor's report

*City of Commerce City, Colorado  
Comparative Balance Sheet  
Northern Infrastructure GID Fund  
December 31, 2015 and 2014*

	<u>2015</u>	<u>2014</u>
<b>Assets</b>		
Equity in pooled cash and investments	\$ 1,236,688	\$ 11,441,149
Receivables:		
Accounts	-	103,130
Property taxes	5,637,639	4,541,829
Assets held for resale	<u>2,415,559</u>	<u>1,921,825</u>
<b>Total Assets</b>	<u>\$ 9,289,886</u>	<u>\$ 18,007,933</u>
<b>Liabilities, Deferred Inflows of Resources and Fund Balances</b>		
<b>Liabilities</b>		
Vouchers and contracts payable	\$ 1,347,420	\$ 1,920,086
<b>Deferred Inflows of Resources</b>	<u>5,637,639</u>	<u>4,541,829</u>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<u>6,985,059</u>	<u>6,461,915</u>
<b>Fund Balances</b>		
Nonspendable - assets held for resale	2,415,559	1,921,825
Restricted for:		
Emergencies	1,245	20,094
Debt service	(111,977)	9,604,099
Capital projects	<u>-</u>	<u>-</u>
<b>Total Fund Balances</b>	<u>2,304,828</u>	<u>11,546,018</u>
<b>Total Liabilities, Deferred Inflow of Resources and Fund Balances</b>	<u>\$ 9,289,886</u>	<u>\$ 18,007,933</u>

See accompanying independent auditor's report

*City of Commerce City, Colorado*  
*Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual*  
*Northern Infrastructure GID Fund*  
*For the Year Ended December 31, 2015*  
*(With Comparative Actual Amounts for the Year Ended December 31, 2014)*

	2015			Variance With Final Budget	2014
	Original Budget	Final Budget	Actual		Actual
<b>Revenues:</b>					
Property taxes	\$ 4,495,454	\$ 4,495,454	\$ 4,572,537	\$ 77,083	\$ 4,381,015
Specific ownership tax	449,545	449,545	393,019	(56,526)	353,876
Investment earnings	150,000	150,000	59,138	(90,862)	325,965
Miscellaneous	25,000	25,000	49,640	24,640	695,615
<b>Total Revenues</b>	<u>5,119,999</u>	<u>5,119,999</u>	<u>5,074,334</u>	<u>(45,665)</u>	<u>5,756,471</u>
<b>Other Financing Sources</b>					
Transfers in:					
Impact Fees Fund	-	-	-	-	7,685,000
Issuance of general obligation refunding bonds	-	-	-	-	-
Bond premium	-	-	-	-	-
<b>Total Other Financing Sources</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,685,000</u>
<b>Total Revenues and Other Financing Sources</b>	<u>5,119,999</u>	<u>5,119,999</u>	<u>5,074,334</u>	<u>(45,665)</u>	<u>13,441,471</u>
<b>Expenditures:</b>					
<i>Current:</i>					
General government	207,600	207,600	81,353	(126,247)	130,173
Cost of water rights distributed	-	-	79,999	(79,999)	-
<i>Capital Outlay</i>	-	-	9,056,626	(9,056,626)	15,366,809
<i>Debt Service:</i>					
Principal	1,360,000	1,360,000	1,360,000	-	1,205,000
Interest and fiscal charges	3,607,547	3,607,547	3,607,548	(1)	3,647,448
Bond issuance costs	-	-	-	-	-
<b>Total Expenditures</b>	<u>5,175,147</u>	<u>5,175,147</u>	<u>14,185,525</u>	<u>(9,262,872)</u>	<u>20,349,430</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(55,148)</u>	<u>(55,148)</u>	<u>(9,111,191)</u>	<u>(9,308,537)</u>	<u>(6,907,959)</u>
<b>Other Financing Uses:</b>					
Transfer out:					
Capital Project Fund	-	-	(130,000)	(130,000)	-
<b>Net Change in Fund Balances</b>	<u>\$ (55,148)</u>	<u>\$ (55,148)</u>	<u>\$ (9,241,191)</u>	<u>\$ (9,438,537)</u>	<u>\$ (6,907,959)</u>
<b>Fund Balances Beginning of Year</b>			<u>11,546,018</u>		<u>18,453,977</u>
<b>Fund Balances End of Year</b>			<u>\$ 2,304,828</u>		<u>\$ 11,546,018</u>

See accompanying independent auditor's report



*City of Commerce City, Colorado  
Combining Balance Sheet  
Nonmajor Capital Projects Funds  
December 31, 2015*

	Water Rights Acquisition	Second Creek Drainage Basin	Third Creek Drainage Basin	Future Growth	Buffalo Run Tributary Drainage District	E-470 Commercial Area GID	E-470 Residential Area GID	Impact Fees	Total Nonmajor Capital Projects Funds
Assets									
Equity in pooled cash and investments	\$ 3,743,462	\$ 1,754,458	\$ 34,381	\$ 972,648	\$ 394,942	\$ -	\$ -	\$ 2,481,355	\$ 9,381,246
Receivables:									
Accounts	-	-	-	-	-	10,817	-	-	10,817
Property taxes	-	-	-	-	-	16,247	492	-	16,739
Notes receivable	-	-	-	-	-	2,800,347	-	51,646	2,851,993
Assets held for resale	3,574,987	-	-	-	-	-	-	-	3,574,987
<b>Total Assets</b>	<b>\$ 7,318,449</b>	<b>\$ 1,754,458</b>	<b>\$ 34,381</b>	<b>\$ 972,648</b>	<b>\$ 394,942</b>	<b>\$ 2,827,411</b>	<b>\$ 492</b>	<b>\$ 2,533,001</b>	<b>\$ 15,835,782</b>
Liabilities, Deferred Inflows of Resources and Fund Balances									
Liabilities									
Vouchers and contracts payable	-	-	-	278,773	11,242	-	492	25,982	316,489
Interfund payable	-	-	-	-	-	38,096	53,328	-	91,424
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>278,773</b>	<b>11,242</b>	<b>38,096</b>	<b>53,820</b>	<b>25,982</b>	<b>407,912</b>
Deferred Inflows of Resources									
	-	-	-	-	-	16,247	-	-	16,247
<b>Total Liabilities and Deferred Inflows of Resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>278,773</b>	<b>11,242</b>	<b>54,343</b>	<b>53,820</b>	<b>25,982</b>	<b>424,159</b>
Fund Balances									
Nonspendable	3,574,987	-	-	-	-	2,800,347	-	-	6,375,334
Restricted	13,718	1,328	20	20,411	2,704	9,535	-	29,977	77,693
Committed	3,729,745	1,753,129	34,362	-	380,996	-	-	2,477,042	8,375,273
Assigned	-	-	-	673,464	-	-	-	-	673,464
Unassigned	-	-	-	-	-	(36,813)	(53,328)	-	(90,141)
<b>Total Fund Balances</b>	<b>7,318,449</b>	<b>1,754,458</b>	<b>34,381</b>	<b>693,876</b>	<b>383,700</b>	<b>2,773,069</b>	<b>(53,328)</b>	<b>2,507,019</b>	<b>15,411,624</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 7,318,449</b>	<b>\$ 1,754,458</b>	<b>\$ 34,381</b>	<b>\$ 972,648</b>	<b>\$ 394,942</b>	<b>\$ 2,827,411</b>	<b>\$ 492</b>	<b>\$ 2,533,001</b>	<b>\$ 15,835,782</b>

See accompanying independent auditor's report

*City of Commerce City, Colorado*  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
*Nonmajor Capital Projects Funds*  
**For the Year Ended December 31, 2015**

	Water Rights Acquisition	Second Creek Drainage Basin	Third Creek Drainage Basin	Future Growth	Buffalo Run Tributary Drainage District	E-470 Commercial Area GID	E-470 Residential Area GID	Impact Fees	Total Nonmajor Capital Projects Funds
<b>Revenues</b>									
Charges for services	\$ 688,154	\$ 10,765	\$ -	\$ -	\$ 82,959	\$ -	\$ -	\$ 789,019	\$ 1,570,897
Property taxes	-	-	-	7,395	-	-	-	-	7,395
Investment earnings	61,194	33,512	657	14,472	7,184	(687)	(1,020)	210,215	325,528
Sale of Water Rights	-	-	-	-	-	311,122	-	-	311,122
Agreements/Loan Interest	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	665,899	-	-	-	-	665,899
<b>Total Revenues</b>	749,348	44,277	657	680,371	90,143	317,831	(1,020)	999,233	2,880,841
<b>Expenditures</b>									
<b>Current:</b>									
General government	227,554	-	-	665,899	28,327	5,602	-	107,502	1,034,885
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	521,794	44,277	657	14,472	61,816	312,229	(1,020)	891,731	1,845,956
<b>Other Financing Sources:</b>									
Transfers out	-	-	-	-	-	-	-	(4,049,000)	(4,049,000)
<b>Net Change in Fund Balances</b>	521,794	44,277	657	14,472	61,816	312,229	(1,020)	(3,157,269)	(2,203,044)
<b>Fund Balances Beginning of Year, Restated</b>	6,796,655	1,710,181	33,723	679,404	321,884	2,460,840	(52,308)	5,664,288	17,614,667
<b>Fund Balances End of Year</b>	\$ 7,318,449	\$ 1,754,458	\$ 34,381	\$ 693,876	\$ 383,700	\$ 2,773,069	\$ (53,328)	\$ 2,507,019	\$ 15,411,624

See accompanying independent auditor's report

*City of Commerce City, Colorado  
Comparative Balance Sheet  
Water Rights Acquisition Fund  
December 31, 2015 and 2014*

	2015	Restated 2014
<b>Assets</b>		
Equity in pooled cash and investments	\$ 3,743,462	\$ 2,978,442
Assets held for resale	3,574,987	3,818,213
<b>Total Assets</b>	<b>\$ 7,318,449</b>	<b>\$ 6,796,655</b>
<b>Fund Balances</b>		
Nonspendable - assets held for resale	\$ 3,574,987	\$ 3,818,213
Restricted for emergencies	13,718	18,705
Committed for water rights	3,729,745	2,959,737
<b>Total Fund Balances</b>	<b>\$ 7,318,449</b>	<b>\$ 6,796,655</b>

See accompanying independent auditor's report

*City of Commerce City, Colorado*  
*Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual*  
*Water Rights Acquisition Fund*  
*For the Year Ended December 31, 2015*  
*(With Comparative Actual Amounts for the Year Ended December 31, 2014)*

	2015			Variance With Final Budget	Restated 2014
	Original Budget	Final Budget	Actual		Actual
<b>Revenues</b>					
Water acquisition fees	\$ 305,000	\$ 305,000	\$ 688,154	\$ 383,154	\$ 909,134
Sale of water rights	-	-	-	-	83,685
Investment earnings	-	-	61,194	61,194	104,742
<b>Total Revenues</b>	<b>305,000</b>	<b>305,000</b>	<b>749,348</b>	<b>444,348</b>	<b>1,097,561</b>
<b>Expenditures</b>					
Current:					
General government	305,000	305,000	166,312	138,688	-
Cost of water rights	-	-	61,242	(61,242)	64,257
<b>Total Expenditures</b>	<b>305,000</b>	<b>305,000</b>	<b>227,554</b>	<b>77,446</b>	<b>64,257</b>
<b>Net Change in Fund Balances</b>	<b>-</b>	<b>-</b>	<b>521,794</b>	<b>\$ 521,794</b>	<b>1,033,304</b>
<b>Fund Balances Beginning of Year, Restated</b>			<b>6,796,655</b>		<b>5,763,351</b>
<b>Fund Balances End of Year</b>			<b>\$ 7,318,449</b>		<b>\$ 6,796,655</b>

See accompanying independent auditor's report

*City of Commerce City, Colorado  
Comparative Balance Sheet  
Second Creek Drainage Basin Fund  
December 31, 2015 and 2014*

	<u>2015</u>	<u>2014</u>
<b>Assets</b>		
Equity in pooled cash and investments	\$ 1,754,458	\$ 1,710,181
<b>Fund Balances</b>		
Restricted for emergencies	\$ 1,328	\$ 4,263
Committed for capital outlay	1,753,129	1,705,918
<b>Total Fund Balances</b>	<u>\$ 1,754,458</u>	<u>\$ 1,710,181</u>

See accompanying independent auditor's report

*City of Commerce City, Colorado*  
*Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual*  
*Second Creek Drainage Basin Fund*  
*For the Year Ended December 31, 2015*  
*(With Comparative Actual Amounts for the Year Ended December 31, 2014)*

	2015			Variance With Final Budget	2014
	Original Budget	Final Budget	Actual		Actual
<b>Revenues:</b>					
Drainage fees	\$ 80,000	\$ 80,000	\$ 10,765	\$ (69,235)	\$ 70,794
Investment earnings	-	-	33,512	33,512	71,302
<b>Total Revenues</b>	80,000	80,000	44,277	(35,723)	142,096
<b>Expenditures:</b>					
General government	80,000	80,000	-	80,000	-
<b>Excess of Revenues Over Expenditures</b>	<u>\$ -</u>	<u>\$ -</u>	44,277	<u>\$ 44,277</u>	142,096
<b>Fund Balance Beginning of Year</b>			<u>1,710,181</u>		<u>1,568,085</u>
<b>Fund Balance End of Year</b>			<u>\$ 1,754,458</u>		<u>\$ 1,710,181</u>

See accompanying independent auditor's report

*City of Commerce City, Colorado  
Comparative Balance Sheet  
Third Creek Drainage Basin Fund  
December 31, 2015 and 2014*

	<u>2015</u>	<u>2014</u>
<b>Assets</b>		
Equity in pooled cash and investments	\$ 34,381	\$ 33,723
<b>Fund Balances</b>		
Restricted for emergencies	\$ 20	\$ 42
Committed for capital outlay	34,362	33,681
<b>Total Fund Balances</b>	<u>\$ 34,381</u>	<u>\$ 33,723</u>

See accompanying independent auditor's report

*City of Commerce City, Colorado*  
*Schedule of Revenues, Expenditures and Change in Fund Balances - Budget and Actual*  
*Third Creek Drainage Basin Fund*  
*For the Year Ended December 31, 2015*  
*(With Comparative Actual Amounts for the Year Ended December 31, 2014)*

	2015			Variance With Final Budget	2014
	Original Budget	Final Budget	Actual		Actual
<b>Revenues:</b>					
Drainage fees	\$ 1,000	\$ 1,000	\$ -	\$ (1,000)	\$ -
Investment earnings	-	-	657	657	1,412
<b>Total Revenues</b>	1,000	1,000	657	(343)	1,412
<b>Expenditures:</b>					
General government	1,000	1,000	-	1,000	-
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>\$ -</u>	<u>\$ -</u>	657	<u>\$ 657</u>	1,412
<b>Fund Balance Beginning of Year</b>			<u>33,723</u>		<u>32,311</u>
<b>Fund Balance End of Year</b>			<u>\$ 34,381</u>		<u>\$ 33,723</u>

See accompanying independent auditor's report

*City of Commerce City, Colorado  
Comparative Balance Sheet  
Future Growth Fund  
December 31, 2015 and 2014*

	<u>2015</u>	<u>2014</u>
<b>Assets</b>		
Equity in pooled cash and investments	\$ 972,648	\$ 953,296
<b>Liabilities and Fund Balances</b>		
<b>Liabilities</b>		
Vouchers and contracts payable	\$ 278,773	\$ 273,892
<b>Fund Balances</b>		
Restricted for emergencies	20,411	18,932
Assigned for capital outlay	673,464	660,472
<b>Total Fund Balances</b>	<u>693,876</u>	<u>679,404</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 972,648</u>	<u>\$ 953,296</u>

See accompanying independent auditor's report

*City of Commerce City, Colorado*  
**Comparative Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Future Growth Fund**  
**For the Years Ended December 31, 2015 and 2014**

	<u>2015</u>	<u>2014</u>
<b>Revenues</b>		
Investment earnings	\$ 14,472	\$ 37,082
Miscellaneous	<u>665,899</u>	<u>593,983</u>
<b>Total Revenues</b>	<u>680,371</u>	<u>631,065</u>
<b>Expenditures:</b>		
General government	<u>665,899</u>	<u>593,983</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	14,472	37,082
<b>Fund Balances Beginning of Year</b>	<u>679,404</u>	<u>642,322</u>
<b>Fund Balances End of Year</b>	<u>\$ 693,876</u>	<u>\$ 679,404</u>

See accompanying independent auditor's report

*City of Commerce City, Colorado  
Comparative Balance Sheet  
Buffalo Run Tributary Drainage Basin Fund  
December 31, 2015 and 2014*

	<u>2015</u>	<u>2014</u>
<b>Assets</b>		
Equity in pooled cash and investments	\$ 394,942	\$ 338,110
<b>Liabilities and Fund Balances</b>		
<b>Liabilities</b>		
Vouchers and contracts payable	\$ 11,242	\$ 16,226
<b>Fund Balances</b>		
Restricted for emergencies	2,704	2,059
Committed for capital outlay	380,996	319,825
<b>Total Fund Balances</b>	<u>383,700</u>	<u>321,884</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 394,942</u>	<u>\$ 338,110</u>

See accompanying independent auditor's report

*Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
Buffalo Run Tributary Drainage Basin Fund  
For the Year Ended December 31, 2015  
(With Comparative Actual Amounts for the Year Ended December 31, 2014)*

	2015			2014	
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
<b>Revenues</b>					
Charges for services	\$ 30,000	\$ 30,000	\$ 82,959	\$ 52,959	\$ 54,871
Investment earnings	-	-	7,184	7,184	13,760
<b>Total Revenues</b>	30,000	30,000	90,143	60,143	68,631
<b>Expenditures</b>					
General government	30,000	30,000	28,327	1,673	16,227
<b>Excess of Revenues Over Exenditures</b>	\$ -	\$ -	61,816	\$ 61,816	52,404
<b>Fund Balances Beginning of Year</b>			321,884		269,480
<b>Fund Balances End of Year</b>			\$ 383,700		\$ 321,884

See accompanying independent auditor's report

*City of Commerce City, Colorado  
Comparative Balance Sheet  
E-470 Commerical Area GID Fund  
December 31, 2015 and 2014*

	<u>2015</u>	<u>2014</u>
<b>Assets</b>		
Equity in pooled cash and investments	\$ -	\$ -
Receivables:		
Accounts	10,817	-
Property taxes	16,247	6,807
Notes receivable	2,500,000	2,462,728
Interest receivable	300,347	
<b>Total Assets</b>	<u>\$ 2,827,411</u>	<u>\$ 2,469,535</u>
<b>Liabilities, Deferred Inflows of Resources and Fund Balances</b>		
<b>Liabilities</b>		
Interfund payable	\$ 38,096	\$ 1,888
<b>Deferred Inflows of Resources</b>	<u>16,247</u>	<u>6,807</u>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<u>54,343</u>	<u>8,695</u>
<b>Fund Balances</b>		
Nonspendable	2,800,347	2,462,728
Restricted for emergencies	9,535	1,182
Unassigned	(36,813)	(3,070)
<b>Total Fund Balances</b>	<u>2,773,069</u>	<u>2,460,840</u>
<b>Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<u>\$ 2,827,411</u>	<u>\$ 2,469,535</u>

See accompanying independent auditor's report

*City of Commerce City, Colorado*  
*Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual*  
*E-470 Commerical Area GID Fund*  
*For the Year Ended December 31, 2015*  
*(With Comparative Actual Amounts for the Year Ended December 31, 2014)*

	2015			2014	
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
<b>Revenues</b>					
Property taxes	\$ -	\$ -	\$ 7,395	\$ 7,395	\$ 176
Investment earnings	-	-	(687)	(687)	39,217
Contributions	-	-	-	-	-
Loan Interest	-	-	311,122	-	-
Miscellaneous	100,000	100,000	-	(100,000)	-
<b>Total Revenues</b>	<u>\$ 100,000</u>	<u>\$ 100,000</u>	<u>\$ 317,831</u>	<u>\$ (93,291)</u>	<u>\$ 39,393</u>
<b>Other Financing Sources</b>					
Transfer in:					
Capital Expenditures Fund	-	-	-	-	1,240,000
<b>Total Revenues and Other Financing Sources</b>	100,000	100,000	317,831	(93,291)	1,279,393
<b>Expenditures</b>					
Current:					
General government	100,000	100,000	5,602	94,398	1,288,663
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>\$ -</u>	<u>\$ -</u>	<u>312,229</u>	<u>\$ 1,107</u>	<u>(9,270)</u>
<b>Fund Balances Beginning of Year</b>			<u>2,460,840</u>		<u>2,470,110</u>
<b>Fund Balances End of Year</b>			<u>\$ 2,773,069</u>		<u>\$ 2,460,840</u>

See accompanying independent auditor's report

*City of Commerce City, Colorado  
Comparative Balance Sheet  
E-470 Residential Area GID Fund  
December 31, 2015 and 2014*

	<u>2015</u>	<u>2014</u>
<b>Assets</b>		
Equity in pooled cash and investments	\$ -	\$ -
Receivables:		
Property taxes	492	-
<b>Total Assets</b>	<u>\$ 492</u>	<u>\$ -</u>
<b>Liabilities</b>		
Vouchers and contracts payable	492	-
Interfund loan payable	53,328	52,308
<b>Total Liabilities and Deferred Inflows of Resources</b>	<u>\$ 53,820</u>	<u>\$ -</u>
<b>Fund Balances</b>		
Unassigned (deficit)	(53,328)	(52,308)
<b>Total Liabilities and Fund Balance</b>	<u>\$ 492</u>	<u>\$ -</u>

See accompanying independent auditor's report

*City of Commerce City, Colorado*  
*Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual*  
*E-470 Residential Area GID Fund*  
*For the Year Ended December 31, 2015*  
*(With Comparative Actual Amounts for the Year Ended December 31, 2014)*

	2015			2014	
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
<b>Revenues</b>					
Investment earnings	\$ -	\$ -	\$ (1,020)	\$ -	\$ (1,930)
Miscellaneous	100,000	100,000	-	(100,000)	-
<b>Total Revenues</b>	100,000	100,000	(1,020)	(100,000)	(1,930)
<b>Expenditures</b>					
<i>Current:</i>					
General government	100,000	100,000	-	-	50,000
<b>(Deficiency) of Revenues (Under) Expenditures</b>	\$ -	\$ -	(1,020)	\$ (100,000)	(51,930)
<b>Fund Balances Beginning of Year</b>			(52,308)		(378)
<b>Fund Balances End of Year</b>			\$ (53,328)		\$ (52,308)

See accompanying independent auditor's report

*City of Commerce City, Colorado*  
*Comparative Balance Sheet*  
*Impact Fees Fund*  
*December 31, 2015 and 2014*

	<u>2015</u>	<u>2014</u>
<b>Assets</b>		
Equity in pooled cash and investments	\$ 2,481,355	\$ 5,699,718
Receivables:		
Accounts	51,646	-
<b>Total Assets</b>	<u>\$ 2,533,001</u>	<u>\$ 5,699,718</u>
<b>Liabilities and Fund Balances</b>		
<b>Liabilities</b>		
Vouchers and contracts payable	\$ 25,982	\$ 35,430
<b>Fund Balances</b>		
Restricted for emergencies	29,977	38,623
Committed for capital outlay	2,477,042	5,625,665
<b>Total Fund Balances</b>	<u>2,507,019</u>	<u>5,664,288</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 2,533,001</u>	<u>\$ 5,699,718</u>

See accompanying independent auditor's report

*City of Commerce City, Colorado*  
*Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual*  
*Impact Fees Fund*  
*For the Year Ended December 31, 2015*  
*(With Comparative Actual Amounts for the Year Ended December 31, 2014)*

	2015			Variance With Final Budget	2014
	Original Budget	Final Budget	Actual		Actual
<b>Revenues</b>					
Impact fees	\$ 840,000	\$ 840,000	\$ 789,019	\$ (50,981)	\$ 860,693
Investment earnings	-	-	210,215	210,215	426,732
<b>Total Revenues</b>	840,000	840,000	999,233	159,233	1,287,425
<b>Expenditures</b>					
General government	390,000	390,000	107,502	282,498	38,973
<b>Other Financing Uses</b>					
Transfers out:					
Capital Projects Fund	3,694,000	4,049,000	4,049,000	-	7,685,000
<b>Total Expenditures and Other Financing Uses</b>	4,084,000	4,439,000	4,156,502	282,498	7,723,973
<b>Net Change in Fund Balances</b>	\$ (3,244,000)	\$ (3,599,000)	(3,157,269)	\$ 441,731	(6,436,548)
<b>Fund Balances Beginning of Year</b>			5,664,288		12,100,836
<b>Fund Balances End of Year</b>			\$ 2,507,019		\$ 5,664,288

See accompanying independent auditor's report



*Finance Authority Fund  
Comparative Statement of Net Position  
December 31, 2015 and 2014*

	<u>2015</u>	<u>2014</u>
<b>Assets</b>		
<i><b>Current Assets:</b></i>		
Equity in pooled cash	\$ 11,115	\$ -
Prepaid items	12,130	12,130
<i><b>Total Current Assets:</b></i>	<u>23,245</u>	<u>12,130</u>
<i><b>Noncurrent Assets:</b></i>		
Prepaid items	254,722	266,853
Capital assets:		
Depreciable, net	25,069,262	26,144,126
<i><b>Total Noncurrent Assets</b></i>	<u>25,323,984</u>	<u>26,410,979</u>
<b>Total Assets</b>	<u>25,347,229</u>	<u>26,423,109</u>
<b>Liabilities</b>		
<i><b>Current Liabilities:</b></i>		
Accrued interest payable	58,477	59,486
Interfund payable	-	3,812
Certificates of participation	600,000	570,000
<i><b>Total Current Liabilities</b></i>	<u>658,477</u>	<u>633,298</u>
<i><b>Long-Term Liabilities:</b></i>		
Certificates of participation	28,977,338	29,614,278
<b>Total Liabilities</b>	<u>29,635,814</u>	<u>30,247,576</u>
<b>Net Position</b>		
Net investment in capital assets	(4,508,076)	(4,040,151)
Unrestricted	219,490	215,684
<b>Total Net Position</b>	<u>\$ (4,288,586)</u>	<u>\$ (3,824,467)</u>

See accompanying independent auditor's report

*City of Commerce City, Colorado*  
*Finance Authority Fund*  
*Schedule of Revenues, Expenditures and Changes*  
*in Net Position - Budget and Actual (Non-GAAP Budgetary Basis)*  
*For the Year Ended December 31, 2015*  
*(With Comparative Actual Amounts for the Year Ended December 31, 2014)*

	2015			Variance With Final Budget	2014
	Original Budget	Final Budget	Actual		Actual
<b>Revenues</b>					
Charges for services	\$ 2,000,894	\$ 2,000,894	\$ 1,997,632	\$ (3,262)	\$ 2,006,231
<b>Total Revenue</b>	2,000,894	2,000,894	1,997,632	(3,262)	2,006,231
<b>Other Financing Sources</b>					
Transfer in:					
General Fund	-	-	11,520	-	-
<b>Total Other Financing Sources</b>	-	-	11,520	-	-
<b>Total Revenue and Other Financing Sources</b>	\$ 2,000,894	\$ 2,000,894	\$ 2,009,152	\$ (3,262)	\$ 2,006,231
<b>Expenditures</b>					
Purchased services and charges	3,250	3,250	8,113	(4,863)	2,200
Principal	570,000	570,000	570,000	-	555,000
Interest	1,427,644	1,427,644	1,426,623	1,021	1,449,559
<b>Total Expenditures</b>	2,000,894	2,000,894	2,004,735	(3,841)	2,006,759
<b>Net Income (Loss) (Budgetary Basis)</b>	\$ -	\$ -	\$ 4,417	\$ 580	\$ (528)
<b>Add:</b>					
Principal			570,000		555,000
<b>Deduct:</b>					
Amortization			24,809		(3,387)
Depreciation			(1,063,344)		(1,063,344)
<b>Net (Loss)</b>			(464,119)		(512,259)
<b>Net Position Beginning of Year</b>			(3,824,467)		(3,312,208)
<b>Net Position End of Year</b>			\$ (4,288,586)		\$ (3,824,467)

See accompanying independent auditor's report

**City of Commerce City, Colorado**  
**Comparative Statement of Net Position**  
**Solid Waste Management Fund**  
**December 31, 2015 and 2014**

	2015	2014
<b>Assets</b>		
<i>Current Assets:</i>		
Equity in pooled cash and investments	\$ 304,325	\$ -
Accounts receivable	160,355	133,466
<b>Total Current Assets</b>	464,680	133,466
<b>Liabilities</b>		
<i>Current Liabilities:</i>		
Interfund payable	-	264,616
<b>Net Position</b>		
Unrestricted	\$ 464,680	\$ (131,150)

See accompanying independent auditor's report

**City of Commerce City, Colorado**  
**Solid Waste Management Fund**  
**Schedule of Revenues and Changes**  
**in Net Position - Budget and Actual (Non-GAAP Budgetary Basis)**  
**For the Year Ended December 31, 2015**  
**(With Comparative Actual Amounts for the Year Ended December 31, 2014)**

	2015			Variance With Final Budget	2014
	Original Budget	Final Budget	Actual		Actual
<b>Revenues</b>					
Waste disposal fees	\$ 700,000	\$ 700,000	\$ 632,972	\$ (67,028)	\$ 361,564
Investment earnings	-	-	2,858	2,858	3,833
<b>Total Revenues</b>	700,000	700,000	635,830	(64,170)	365,397
<b>Other Financing Uses</b>					
Transfers out:					
Capital Expenditures Fund	-	40,000	40,000	-	1,345,000
<b>Net Income (Loss)</b>	<u>\$ 700,000</u>	<u>\$ 660,000</u>	<u>595,830</u>	<u>\$ (64,170)</u>	(979,603)
<b>Net Position Beginning of Year</b>			<u>(131,150)</u>		848,453
<b>Net Position End of Year</b>			<u>\$ 464,680</u>		<u>\$ (131,150)</u>

See accompanying independent auditor's report



**City of Commerce City, Colorado**  
**Combining Statement of Net Position**  
**Internal Service Funds**  
**December 31, 2015**  
**(With Comparative Totals at December 31, 2014)**

	2015				2014
	Fleet Management	Information Technology	Facility Services	Total	Total
<b>Assets</b>					
<b>Current Assets:</b>					
Equity in pooled cash and investments	\$ 5,752,362	\$ 3,685,658	\$ 1,410,455	\$ 10,848,474	\$ 9,446,448
Accounts receivable	23,460	-	-	23,460	70,378
Inventory	231,400	-	-	231,400	179,316
Prepaid items	-	56,779	-	56,779	109,225
<b>Total Current Assets</b>	<b>6,007,222</b>	<b>3,742,437</b>	<b>1,410,455</b>	<b>11,160,113</b>	<b>9,805,367</b>
<b>Noncurrent Assets:</b>					
Capital assets:					
Depreciable, net	3,704,572	123,711	314,131	4,142,414	3,771,336
<b>Total Assets</b>	<b>9,711,795</b>	<b>3,866,147</b>	<b>1,724,586</b>	<b>15,302,528</b>	<b>13,576,703</b>
<b>Liabilities</b>					
<b>Current Liabilities:</b>					
Vouchers and contracts payable	688,234	19,501	53,193	760,929	269,396
Accrued expenses payable	5,117	12,450	2,752	20,320	69,927
Compensated absences payable	-	4,304	-	4,304	1,499
<b>Total Current Liabilities</b>	<b>693,351</b>	<b>36,255</b>	<b>55,946</b>	<b>785,552</b>	<b>340,822</b>
<b>Net Position</b>					
Net investment in capital assets	3,704,572	123,711	314,131	4,142,414	3,771,336
Restricted for emergencies	4,979	2,686	2	7,667	14,802
Unrestricted	5,308,892	3,703,495	1,354,507	10,366,894	9,449,743
<b>Total Net Position</b>	<b>\$ 9,018,443</b>	<b>\$ 3,829,892</b>	<b>\$ 1,668,640</b>	<b>\$ 14,516,976</b>	<b>\$ 13,235,881</b>

See accompanying independent auditor's report

*City of Commerce City, Colorado*  
**Combining Statement of Revenues,  
Expenses and Changes in Fund Net Position  
Internal Service Funds**  
**For the Year Ended December 31, 2015**  
*(With Comparative Totals For the Year Ended December 31, 2014)*

	2015			2014	
	Fleet Management	Information Technology	Facility Services	Total	Total
<b>Operating Revenues</b>					
Charges for services	\$ 2,331,104	\$ 2,411,104	\$ 2,200,698	\$ 6,942,906	\$ 6,888,531
Miscellaneous	54,979	2,338	-	57,317	72,781
<b>Total Operating Revenues</b>	<u>2,386,083</u>	<u>2,413,442</u>	<u>2,200,698</u>	<u>7,000,223</u>	<u>6,961,312</u>
<b>Operating Expenses</b>					
Salaries and benefits	317,316	968,070	230,532	1,515,919	1,680,755
Purchased services and charges	371,060	1,005,893	1,115,227	2,492,180	2,474,316
Materials and supplies	879,803	55,761	79,476	1,015,040	1,059,418
Depreciation	1,062,583	35,784	44,731	1,143,098	945,920
<b>Total Operating Expenses</b>	<u>2,630,762</u>	<u>2,065,508</u>	<u>1,469,967</u>	<u>6,166,237</u>	<u>6,160,409</u>
<b>Operating Income</b>	<u>(244,679)</u>	<u>347,934</u>	<u>730,731</u>	<u>833,986</u>	<u>800,903</u>
<b>Nonoperating Revenues</b>					
Investment earnings (loss)	110,988	67,733	21,879	200,601	393,133
Gain on disposition on the sale of capital assets	10,516	-	-	10,516	(9,649)
<b>Total Nonoperating Revenues</b>	<u>121,504</u>	<u>67,733</u>	<u>21,879</u>	<u>211,117</u>	<u>383,484</u>
<b>Income Before Contributions and Transfers</b>	<u>(123,175)</u>	<u>415,667</u>	<u>752,610</u>	<u>1,045,102</u>	<u>1,184,387</u>
Contributions	220,261	-	-	220,261	139,878
Transfers in	5,265	25,588	3,777	34,631	27,293
Transfers out	-	(18,900)	-	(18,900)	(200,000)
<b>Change in Net Position</b>	<u>102,351</u>	<u>422,355</u>	<u>756,388</u>	<u>1,281,094</u>	<u>1,151,558</u>
<b>Total Net Position Beginning of Year</b>	<u>8,916,092</u>	<u>3,407,537</u>	<u>912,252</u>	<u>13,235,881</u>	<u>12,084,323</u>
<b>Total Net Position End of Year</b>	<u>\$ 9,018,443</u>	<u>\$ 3,829,892</u>	<u>\$ 1,668,640</u>	<u>\$ 14,516,976</u>	<u>\$ 13,235,881</u>

See accompanying independent auditor's report

*City of Commerce City, Colorado*  
**Combining Statement of Cash Flows**  
*Internal Service Funds*  
**For the Year Ended December 31, 2015**  
*(With Comparative Totals For the Year Ended December 31, 2014)*

	2015			2014	
	Fleet Management	Information Technology	Facility Services	Total	Total
<b>Increase (Decrease) in Cash and Cash Equivalents</b>					
<b>Cash Flows from Operating Activities</b>					
Cash receipts from interfund services provided	\$ 2,431,799	\$ 2,413,442	\$ 2,201,899	\$ 7,047,141	\$ 7,021,351
Cash payments to employees for services	(317,316)	(965,266)	(230,532)	(1,513,114)	(1,680,084)
Cash payments for goods and services	(783,866)	(1,039,146)	(1,242,282)	(3,065,294)	(3,452,658)
<b>Net Cash Provided by Operating Activities</b>	<b>1,330,617</b>	<b>409,031</b>	<b>729,085</b>	<b>2,468,733</b>	<b>1,888,609</b>
<b>Cash Flows from Noncapital Financing Activities</b>					
Transfers in	5,265	25,588	3,777	34,631	27,293
Transfers out	-	(18,900)	-	(18,900)	(200,000)
<b>Net Cash Provided by (Used in) Noncapital Financing Activities</b>	<b>5,265</b>	<b>6,688</b>	<b>3,777</b>	<b>15,731</b>	<b>(172,707)</b>
<b>Cash Flows from Capital and Related Financing Activities</b>					
Proceeds from sale of capital assets	20,600	-	-	20,600	47,645
Payments for capital acquisitions	(1,297,578)	(6,060)	-	(1,303,638)	(712,430)
<b>Net Cash Used in Capital and Related Financing Activities</b>	<b>(1,276,978)</b>	<b>(6,060)</b>	<b>-</b>	<b>(1,283,038)</b>	<b>(664,785)</b>
<b>Cash Flows from Investing Activities</b>					
Investment earnings (loss)	110,988	67,733	21,879	200,601	393,133
<b>Net Increase in Cash and Cash Equivalents</b>	<b>169,893</b>	<b>477,392</b>	<b>754,742</b>	<b>1,402,027</b>	<b>1,444,250</b>
<b>Cash and Cash Equivalents Beginning of Year</b>	<b>5,582,469</b>	<b>3,208,266</b>	<b>655,713</b>	<b>9,446,448</b>	<b>8,002,198</b>
<b>Cash and Cash Equivalents End of Year</b>	<b>\$ 5,752,362</b>	<b>\$ 3,685,658</b>	<b>\$ 1,410,455</b>	<b>\$ 10,848,475</b>	<b>\$ 9,446,448</b>

See accompanying independent auditor's report

(continued)

*City of Commerce City, Colorado*  
*Combining Statement of Cash Flows*  
*Internal Service Funds*  
*For the Year Ended December 31, 2015*  
*(With Comparative Totals For the Year Ended December 31, 2014)*

(continued)

	2015				2014
	Fleet Management	Information Technology	Facility Services	Total	Total
<b>Reconciliation of Operating Income to Net Cash Provided by Operating Activities</b>					
<b>Operating Income</b>	\$ (244,679)	\$ 347,934	\$ 730,731	\$ <b>833,986</b>	\$ 800,903
<b>Adjustments:</b>					
Depreciation	1,062,583	35,784	44,731	<b>1,143,098</b>	945,920
<b>(Increase) Decrease in Assets:</b>					
Accounts receivable	45,717	-	1,201	<b>46,918</b>	60,040
Inventory	(52,084)	-	-	<b>(52,084)</b>	(29,314)
Prepaid items	-	52,446	-	<b>52,446</b>	(7,544)
<b>Increase (Decrease) in Liabilities:</b>					
Vouchers and contracts payable	525,385	4,028	(38,242)	<b>491,172</b>	113,975
Accrued expenses	(6,304)	(33,967)	(9,337)	<b>(49,607)</b>	3,958
Compensated absences payable	-	2,805	-	<b>2,805</b>	671
<b>Net Cash Provided by Operating Activities</b>	<u>\$ 1,330,617</u>	<u>\$ 409,031</u>	<u>\$ 729,085</u>	<u>\$ <b>2,468,733</b></u>	<u>\$ 1,888,609</u>
<b>Noncash Capital Activities:</b>					
Contributions of capital assets	<u>\$ 220,261</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ <b>220,261</b></u>	<u>\$ 126,001</u>

See accompanying independent auditor's report

*City of Commerce City, Colorado  
Fleet Management Fund  
Comparative Statement of Net Position  
December 31, 2015 and 2014*

	<u>2015</u>	<u>2014</u>
<b>Assets</b>		
<b><i>Current Assets:</i></b>		
Equity in pooled cash and investments	\$ 5,752,362	\$ 5,582,469
Accounts receivable	23,460	69,177
Inventory	231,400	179,316
<b><i>Total Current Assets</i></b>	<u>6,007,222</u>	<u>5,830,962</u>
<b><i>Noncurrent Assets:</i></b>		
Capital assets:		
Depreciable, net	3,704,572	3,259,400
<b>Total Assets</b>	<u>9,711,795</u>	<u>9,090,362</u>
<b>Liabilities</b>		
<b><i>Current Liabilities:</i></b>		
Vouchers and contracts payable	688,234	162,849
Accrued expenses payable	5,117	11,421
<b><i>Total Current Liabilities</i></b>	<u>693,351</u>	<u>174,270</u>
<b>Net Position</b>		
Net investment in capital assets	3,704,572	3,259,400
Restricted for emergencies	4,979	9,541
Unrestricted	5,308,892	5,647,151
<b>Total Net Position</b>	<u>\$ 9,018,443</u>	<u>\$ 8,916,092</u>

See accompanying independent auditor's report

*City of Commerce City, Colorado*  
*Fleet Management Fund*  
*Schedule of Revenues, Expenditures and Changes*  
*in Net Position - Budget and Actual (Non-GAAP Budgetary Basis)*  
*For the Year Ended December 31, 2015*  
*(With Comparative Actual Amounts for the Year Ended December 31, 2014)*

	2015			Variance With Final Budget	2014
	Original Budget	Final Budget	Actual		Actual
<b>Revenues</b>					
Charges for services:	\$ 2,334,295	\$ 2,331,095	\$ 2,331,104	\$ 9	\$ 2,615,843
Investment earnings	-	-	110,988	110,988	232,505
Miscellaneous	-	-	54,979	54,979	68,921
<b>Total Revenues</b>	2,334,295	2,331,095	2,497,071	165,976	2,917,269
<b>Other Financing Sources</b>					
Gain (Loss) on sale of vehicles	-	-	10,516	10,516	(9,649)
Transfers in:					
Golf Fund	-	-	-	-	-
General Fund	-	3,980	5,265	1,285	6,574
<b>Total Other Financing Sources</b>	-	3,980	15,781	11,801	(3,075)
<b>Total Revenues and Other Financing Sources</b>	2,334,295	2,335,075	2,512,852	177,777	2,914,194
<b>Expenditures</b>					
Salaries and benefits	399,584	403,564	317,316	86,248	369,143
Purchased services and charges	373,234	370,034	371,060	(1,026)	226,921
Materials and supplies	992,300	992,300	879,803	112,497	872,863
Capital outlay - capitalized	1,440,300	1,440,300	1,297,578	142,722	652,806
<b>Total Expenditures</b>	3,205,418	3,206,198	2,865,757	340,441	2,121,733
<b>Net Income (Loss) (Budgetary Basis)</b>	\$ (871,123)	\$ (871,123)	(352,905)	\$ (162,664)	792,461
<b>Reconciliation to GAAP Basis - Net Income</b>					
<b>Deduct:</b>					
Depreciation			(1,062,583)		(872,117)
<b>Add:</b>					
Contributions			220,261		115,917
Capitalized capital outlay			1,297,578		652,806
<b>Net Income</b>			102,351		689,067
<b>Net Position Beginning of Year</b>			8,916,092		8,227,025
<b>Net Position End of Year</b>			\$ 9,018,443		\$ 8,916,092

See accompanying independent auditor's report

*City of Commerce City, Colorado  
Information Technology Fund  
Comparative Statement of Net Position  
December 31, 2015 and 2014*

	<u>2015</u>	<u>2014</u>
<b>Assets</b>		
<i><b>Current Assets:</b></i>		
Equity in pooled cash and investments	\$ 3,685,658	\$ 3,208,266
Prepaid items	56,779	109,225
<b>Total Current Assets</b>	<u>3,742,437</u>	<u>3,317,491</u>
<i><b>Noncurrent Assets:</b></i>		
Capital assets:		
Depreciable, net	123,711	153,074
<b>Total Assets</b>	<u>3,866,147</u>	<u>3,470,565</u>
<b>Liabilities</b>		
<i><b>Current Liabilities:</b></i>		
Vouchers and contracts payable	19,501	15,112
Accrued expenses payable	12,450	46,417
Compensated absences payable	4,304	1,499
<b>Total Current Liabilities</b>	<u>36,255</u>	<u>63,028</u>
<b>Net Position</b>		
Net investment in capital assets	123,711	153,074
Restricted for emergencies	2,686	4,487
Unrestricted	3,703,495	3,249,976
<b>Total Net Position</b>	<u>\$ 3,829,892</u>	<u>\$ 3,407,537</u>

See accompanying independent auditor's report

*City of Commerce City, Colorado*  
*Information Technology Fund*  
**Schedule of Revenues, Expenditures and Changes**  
*in Net Position - Budget and Actual (Non-GAAP Budgetary Basis)*  
**For the Year Ended December 31, 2015**  
*(With Comparative Actual Amounts for the Year Ended December 31, 2014)*

	2015			Variance With Final Budget	2014
	Original Budget	Final Budget	Actual		Actual
<b>Revenues</b>					
Charges for services	\$ 2,417,172	\$ 2,411,104	\$ 2,411,104	\$ -	\$ 2,560,970
Investment earnings	-	-	67,733	67,733	134,820
Miscellaneous	-	-	2,338	2,338	3,860
			-		
<b>Total Revenues</b>	2,417,172	2,411,104	2,481,176	70,072	2,699,650
<b>Other Financing Sources</b>					
Transfers in:					
General Fund	-	18,882	25,588	-	16,246
<b>Total Revenues and Other Financing Sources</b>	2,417,172	2,429,986	2,506,763	70,072	2,715,896
<b>Expenditures</b>					
Salaries and benefits	1,147,810	1,166,692	968,070	198,622	1,030,905
Purchased services and charges	1,470,828	1,464,760	1,005,893	458,867	1,158,195
Materials and supplies	67,715	67,715	55,761	11,954	68,060
Capital outlay - capitalized	5,460	5,460	3,435	2,025	-
<b>Total Expenditures</b>	2,691,813	2,704,627	2,033,159	671,468	2,257,160
<b>Other Financing Uses</b>					
Transfers out:					
General Fund	18,900	18,900	18,900	-	200,000
<b>Total Expenditures and Other Financing Uses</b>	2,710,713	2,723,527	2,052,059	671,468	2,457,160
<b>Net Income (Loss) (Budgetary Basis)</b>	<u>\$ (293,541)</u>	<u>\$ (293,541)</u>	<u>454,704</u>	<u>\$ 741,540</u>	258,736
<b>Reconciliation to GAAP Basis -</b>					
<b>Net Income (Loss):</b>					
<b>Deduct:</b>					
Depreciation			(35,784)		(34,323)
<b>Add:</b>					
Capitalized capital outlay			3,435		-
Contributions			-		23,961
<b>Net Income</b>			422,355		248,374
<b>Net Position Beginning of Year</b>			<u>3,407,537</u>		<u>3,159,163</u>
<b>Net Position End of Year</b>			<u>\$ 3,829,892</u>		<u>\$ 3,407,537</u>

See accompanying independent auditor's report

*City of Commerce City, Colorado  
Facilities Services Fund  
Comparative Statement of Net Position  
December 31, 2015 and 2014*

	<u>2015</u>	<u>2014</u>
<b>Assets</b>		
<i>Current Assets:</i>		
Equity in pooled cash and investments	\$ 1,410,455	\$ 655,713
Accounts receivable	-	1,201
	<u>1,410,455</u>	<u>656,914</u>
<i>Noncurrent Assets:</i>		
Capital assets:		
Depreciable, net	314,131	358,862
	<u>1,724,586</u>	<u>1,015,776</u>
<b>Total Assets</b>		
<b>Liabilities</b>		
<i>Current Liabilities:</i>		
Vouchers and contracts payable	53,193	91,435
Accrued expenses payable	2,752	12,089
	<u>55,946</u>	<u>103,524</u>
<i>Total Current Liabilities</i>		
<b>Net Position</b>		
Net investment in capital assets	314,131	358,862
Restricted for emergencies	2	774
Unrestricted	1,354,507	552,616
	<u>\$ 1,668,640</u>	<u>\$ 912,252</u>

See accompanying independent auditor's report

*City of Commerce City, Colorado*  
*Facilities Services Fund*  
*Schedule of Revenues, Expenditures and Changes*  
*in Net Position - Budget and Actual (Non-GAAP Budgetary Basis)*  
*For the Year Ended December 31, 2015*  
*(With Comparative Actual Amounts for the Year Ended December 31, 2014)*

	2015			Variance With Final Budget	2014
	Original Budget	Final Budget	Actual		Actual
<b>Revenues</b>					
Charges for services	\$ 2,203,500	\$ 2,200,700	\$ 2,200,698	\$ (2)	\$ 1,711,718
Investment earnings	-	-	21,879	21,879	25,808
<b>Total Revenues</b>	2,203,500	2,200,700	2,222,577	21,877	1,737,526
<b>Other Financing Sources</b>					
Transfers in:					
General Fund	-	3,036	3,777	-	4,473
<b>Total Revenues and Other Financing Sources</b>	2,203,500	2,203,736	2,226,354	21,877	1,741,999
<b>Expenditures</b>					
Salaries and benefits	273,752	276,788	230,532	46,256	280,707
Purchased services and charges	1,009,815	1,007,015	1,115,227	(108,212)	1,089,200
Materials and supplies	82,300	82,300	79,476	2,824	118,495
Capital outlay - capitalize and noncapitalized	837,633	837,633	-	837,633	83,479
<b>Total Expenditures</b>	2,203,500	2,203,736	1,425,236	778,500	1,571,881
<b>Other Financing Uses</b>					
Loss on disposition of capital assets	-	-	-	-	-
<b>Total Expenditures and Other Financing Uses</b>	2,203,500	2,203,736	1,425,236	778,500	1,571,881
<b>Net Income on Budgetary Basis</b>	<u>\$ -</u>	<u>\$ -</u>	<u>801,119</u>	<u>\$ 800,377</u>	<u>\$ 170,118</u>
<b>Reconciliation to GAAP Basis - Net Income:</b>					
<b>Deduct:</b>					
Depreciation			(44,731)		(39,480)
<b>Add:</b>					
Capitalized capital outlay			-		83,479
<b>Net Income</b>			<u>756,388</u>		214,117
<b>Net Position Beginning of Year</b>			<u>912,252</u>		698,135
<b>Net Position End of Year</b>			<u>\$ 1,668,640</u>		<u>\$ 912,252</u>

See accompanying independent auditor's report



*City of Commerce City, Colorado*  
*Combining Statement of Fiduciary Net Position*  
*Pension Trust Funds*  
*December 31, 2015*  
*(With Comparative Totals At December 31, 2014)*

	2015			2014
	Police Pension	Elected Official Retirement	Fiduciary Funds Total	Total
<b>Assets</b>				
Equity in pooled cash and investments	\$ 372,819	\$ 255,410	\$ 628,229	\$ 623,511
Loans receivable	471,830	-	471,830	491,709
Mutual money market funds, at fair value	19,023,764	-	19,023,764	19,579,951
<b>Total Assets</b>	<u>19,868,413</u>	<u>255,410</u>	<u>20,123,823</u>	<u>20,695,171</u>
<b>Net Position</b>				
Held in trust for pension benefits	<u>\$ 19,868,413</u>	<u>\$ 255,410</u>	<u>\$ 20,123,823</u>	<u>\$ 20,695,171</u>

See accompanying independent auditor's report

*City of Commerce City, Colorado*  
*Combining Statement of Changes in Fiduciary Net Position*  
*Pension Trust Funds*  
*For the Year Ended December 31, 2015*  
*(With Comparative Actual Amounts for the Year Ended December 31, 2014)*

	2015			2014
	Police Pension	Elected Official Retirement	Total	Total
<b>Additions</b>				
Contributions:				
City	\$ 630,331	\$ -	\$ 630,331	\$ 652,548
Employee	630,331	-	630,331	652,848
Investment earnings	453,614	4,717	458,331	1,044,427
Transfers in - General Fund	-	39,360	39,360	39,360
<b>Total Additions</b>	<u>1,714,276</u>	<u>44,077</u>	<u>1,758,353</u>	<u>2,389,183</u>
<b>Deductions</b>				
Administration	65,570	-	65,570	78,379
Benefits	-	39,360	39,360	39,360
Withdrawals	2,224,772	-	2,224,772	1,750,319
<b>Total Deductions</b>	<u>2,290,342</u>	<u>39,360</u>	<u>2,329,702</u>	<u>1,868,058</u>
<b>Change in Net Position</b>	(576,066)	4,717	(571,349)	521,125
<b>Net Position Beginning of Year</b>	<u>20,444,479</u>	<u>250,692</u>	<u>20,695,171</u>	<u>20,174,045</u>
<b>Net Position End of Year</b>	<u>\$ 19,868,413</u>	<u>\$ 255,410</u>	<u>\$ 20,123,823</u>	<u>\$ 20,695,171</u>

See accompanying independent auditor's report

**City of Commerce City, Colorado**  
**Comparative Schedule of Additions, Deductions and Changes in Net Position - Budget and Actual**  
**Police Pension Fund**  
**For the Years Ended December 31, 2015 and 2014**

	<u>2015</u>	<u>2014</u>
<b>Additions</b>		
Contributions:		
City	\$ 630,331	\$ 652,548
Employee	630,331	652,848
Investment earnings	<u>453,614</u>	<u>1,033,817</u>
<b>Total Additions</b>	<u>1,714,276</u>	<u>2,339,213</u>
<b>Deductions</b>		
Administration	65,570	78,379
Withdrawals	<u>2,224,772</u>	<u>1,750,319</u>
<b>Total Deductions</b>	<u>2,290,342</u>	<u>1,828,698</u>
<b>Change in Net Position</b>	(576,066)	510,515
<b>Net Position Beginning of Year</b>	<u>20,444,479</u>	<u>19,933,964</u>
<b>Net Position End of Year</b>	<u>\$ 19,868,413</u>	<u>\$ 20,444,479</u>

See accompanying independent auditor's report

**City of Commerce City, Colorado**  
**Schedule of Additions, Deductions and Changes in Net Position - Budget and Actual**  
**Elected Officials Retirement Fund**  
**For the Year Ended December 31, 2015**  
**With Comparative Actual Amounts for the Year Ended December 31, 2014**

	2015			2014	
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
<b>Additions</b>					
Investment earnings	\$ -	\$ -	\$ 4,717	\$ 4,717	\$ 10,610
Transfers in	39,360	39,360	39,360	-	39,360
<b>Total Additions</b>	39,360	39,360	44,077	4,717	49,970
<b>Deductions</b>					
Benefits	39,360	39,360	39,360	-	39,360
<b>Change in Net Position</b>	<u>\$ -</u>	<u>\$ -</u>	4,717	<u>\$ 4,717</u>	10,610
<b>Net Position Beginning of Year</b>			<u>250,692</u>		240,082
<b>Net Position End of Year</b>			<u>\$ 255,409</u>		<u>\$ 250,692</u>

See accompanying independent auditor's report

**City of Commerce City, Colorado**  
**Statement of Changes in Fiduciary Assets and Liabilities**  
**School Facilities Fee Agency Funds**  
**For the Fiscal Year Ended December 31, 2015**

	<b>Balance</b>			<b>Balance</b>
	<b>January 1, 2015</b>	<b>Additions</b>	<b>Deductions</b>	<b>December 31, 2015</b>
<b>Assets</b>				
Equity in pooled cash and investments	\$ 1,802,648	\$ 135,504	\$ 4,787	\$ 1,933,365
<b>Liabilities</b>				
Accounts payable	\$ 433,552	\$ 36,310	\$ -	\$ 469,862
Accounts payable - voluntary school	-	4,646	4,646	-
Vouchers payable	-	5,944	1,298	4,646
Accounts payable - SD #14	166,053	8,478	6,422	168,109
Accounts payable - SD #27J	1,203,044	93,612	5,907	1,290,749
<b>Total Liabilities</b>	<b>\$ 1,802,648</b>	<b>\$ 148,990</b>	<b>\$ 18,273</b>	<b>\$ 1,933,365</b>

See accompanying independent auditor's report



**City of Commerce City, Colorado**  
***Statistical Section***  
***(Unaudited)***

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This part of the City of Commerce City's Comprehensive Annual Financial Report presents detailed information as a context for understanding this year's financial statements, note disclosures, and supplementary information. The financial data for the Commerce City Northern Infrastructure General Improvement District, a blended component unit of the City, has been included in the applicable tables. This information is unaudited.

<b>Contents</b>	<b><u>Exhibit</u></b>
<b>Financial Trends</b> These tables contain trend information that may assist the reader in assessing the City's current financial performance by placing it in a historical perspective.	I - XI
<b>Revenue Capacity</b> These tables contain information that may assist the reader in assessing the viability of the City's most significant "own-source" revenue source, sales taxes. However, we have presented some property tax information.	XII - XVII
<b>Debt Capacity</b> These tables present information that may assist the reader in analyzing the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	XVIII - XXII
<b>Demographic and Economic Information</b> These tables present demographic and economic information intended (1) to assist users in understanding the socioeconomic environment within which the City operates and (2) to provide information that facilitates comparisons of financial statement information over time and among cities.	XXIII - XXV
<b>Operating Information</b> These tables contain service and infrastructure indicators that can inform one's understanding of how the information in the City's financial statements relates to the services the City provides and the activities it performs.	XXVI - XXVIII

***Data Source:***

Unless otherwise noted, the information in these tables is derived from the Comprehensive Annual Financial Report for the applicable year.

**City of Commerce, Colorado**  
**Government-wide Net Position by Component<sup>1</sup> (Unaudited)**  
**Last Ten Calendar Years**  
*(accrual basis of accounting)*

	December 31, 2006	December 31, 2007	December 31, 2008	December 31, 2009	December 31, 2010 <sup>2</sup>	December 31, 2011	December 31, 2012	December 31, 2013	December 31, 2014	December 31, 2015
<b>Amounts</b>										
<b>Governmental Activities</b>										
Net Investment in Capital Assets	\$ 184,080,156	\$ 201,799,792	\$ 197,650,977	\$ 195,061,090	\$ 187,936,817	\$ 172,652,902	\$ 158,988,291	\$ 157,355,252	\$ 161,004,264	\$ 165,526,117
Restricted	22,334,041	24,199,979	35,216,023	36,661,942	39,843,691	29,176,277	23,606,110	20,386,337	25,823,135	70,690,134
Unrestricted	56,170,580	50,897,023	40,905,902	41,043,706	58,023,655	71,560,562	76,485,107	65,902,483	62,405,216	16,024,010
Total	\$ 262,584,777	\$ 276,896,794	\$ 273,772,902	\$ 272,766,738	\$ 285,804,163	\$ 273,389,741	\$ 259,079,508	\$ 243,644,072	\$ 249,232,615	\$ 252,240,261
<b>Business-type Activities</b>										
Net Investment in Capital Assets	\$ 8,668,694	\$ 6,932,882	\$ 6,323,401	\$ 5,601,616	\$ 4,906,948	\$ 5,492,158	\$ 5,695,020	\$ (3,540,550)	\$ (4,040,151)	\$ (4,508,076)
Unrestricted (deficit)	(5,278,779)	(5,996,178)	(6,476,749)	(6,590,854)	(6,457,619)	(6,024,619)	(6,386,566)	1,076,795	84,534	684,170
Total	\$ 3,389,915	\$ 936,704	\$ (153,348)	\$ (989,238)	\$ (1,550,671)	\$ (532,461)	\$ (691,546)	\$ (2,463,755)	\$ (3,955,617)	\$ (3,823,906)
<b>Total Primary Government</b>										
Net Investment in Capital Assets	\$ 192,748,850	\$ 208,752,674	\$ 203,974,378	\$ 200,662,706	\$ 192,843,765	\$ 178,145,060	\$ 164,683,311	\$ 153,814,702	\$ 156,964,113	\$ 161,018,041
Restricted	22,334,041	24,199,979	35,216,023	36,661,942	39,843,691	29,176,277	23,606,110	20,386,337	25,823,135	70,690,134
Unrestricted	50,891,801	44,900,845	34,429,153	34,452,852	51,566,036	65,535,943	70,098,541	66,979,278	62,489,750	16,708,180
Total	\$ 265,974,692	\$ 277,853,498	\$ 273,619,554	\$ 271,777,500	\$ 284,253,492	\$ 272,857,280	\$ 258,387,962	\$ 241,180,317	\$ 245,276,998	\$ 248,416,354
<b>Percentages</b>										
<b>Governmental Activities</b>										
Net Investment in Capital Assets	70.1%	72.9%	72.2%	71.5%	65.8%	63.2%	61.4%	64.6%	64.6%	65.6%
Restricted	8.5%	8.7%	12.9%	13.4%	13.9%	10.7%	9.1%	8.4%	10.4%	28.0%
Unrestricted	21.4%	18.4%	14.9%	15.0%	20.3%	26.2%	29.5%	27.0%	25.0%	6.4%
Total	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
<b>Business-type Activities</b>										
Net Investment in Capital Assets	255.7%	726.8%	-4123.6%	-566.3%	-316.4%	-1031.5%	-823.5%	143.7%	102.1%	117.9%
Unrestricted	-155.7%	-626.8%	4223.6%	666.3%	416.4%	1131.5%	923.5%	-43.7%	-2.1%	-17.9%
Total	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
<b>Total Primary Government</b>										
Net Investment in Capital Assets	72.5%	75.1%	74.5%	73.8%	67.8%	65.3%	63.7%	63.8%	64.0%	64.8%
Restricted	8.4%	8.7%	12.9%	13.5%	14.0%	10.7%	9.1%	8.5%	10.5%	28.5%
Unrestricted	20.5%	16.2%	12.6%	12.7%	18.2%	24.0%	27.2%	27.7%	25.5%	6.7%
Total	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

**Notes:**

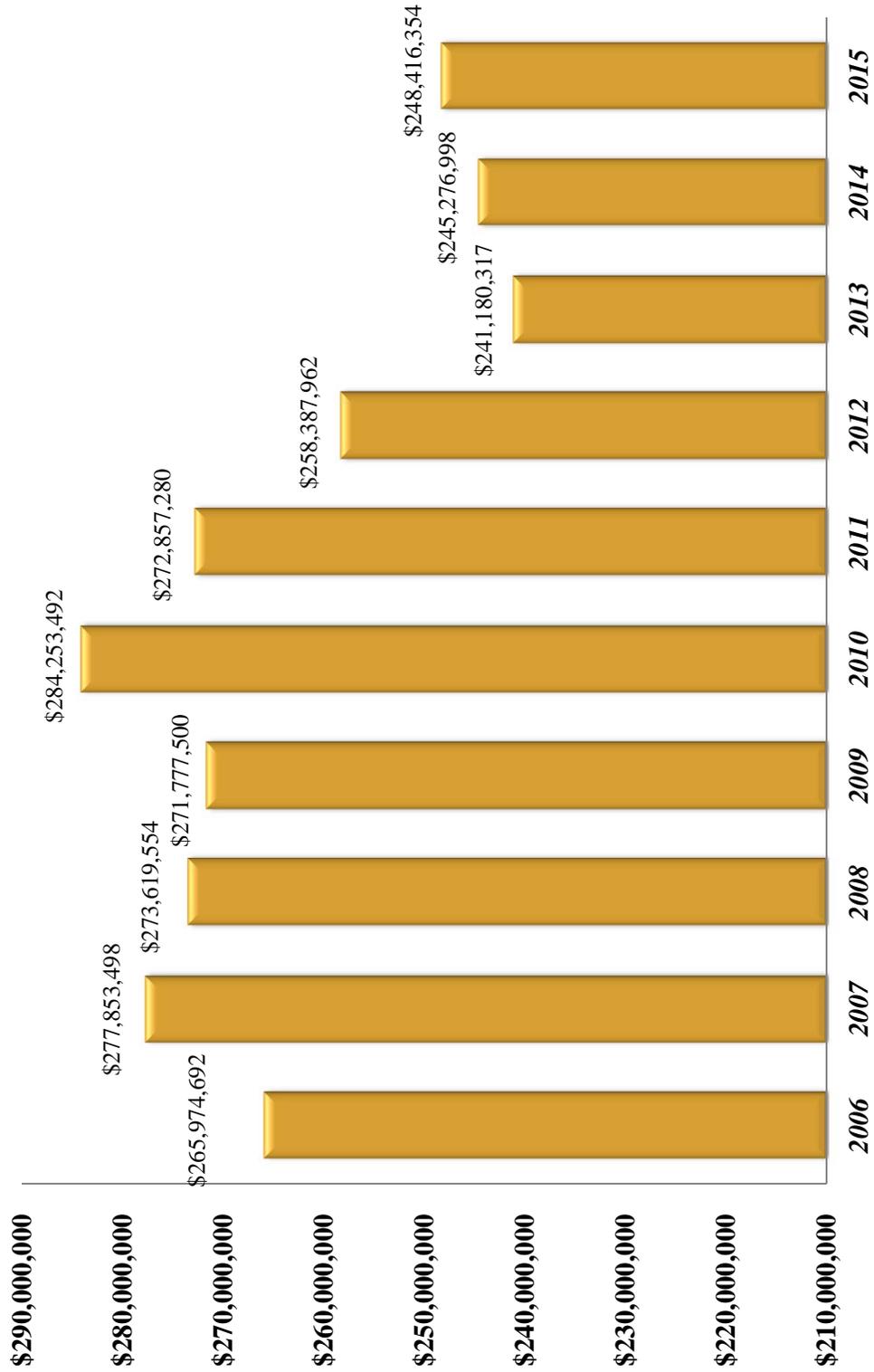
<sup>1</sup> Accounting standards require that net position be reported in three components in the financial statements: net investment in capital assets, restricted; and unrestricted. Net position are considered restricted only when (1) an external party, such as the State of Colorado or the federal government, places a restriction on how the resources may be used, or (2) enabling legislation is enacted by the City. There are no restrictions currently reported as a result of enabling legislation.

<sup>2</sup> Calendar year 2010 not restated.

**Data Source:**

Applicable years' comprehensive annual financial report.

**City of Commerce City, Colorado**  
**Chart-Total Government-wide Net Position**  
**Last Ten Calendar Years**  
*(accrual basis of accounting)*



**City of Commerce City, Colorado**  
**Changes in Net Position - Governmental Activities (Unaudited)**  
**Last Ten Calendar Years**  
**(accrual basis of accounting)**

	For The Calendar Year Ended December 31,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Expenses:</b>										
General government <sup>5</sup>	\$ 10,770,462	\$ 14,262,649	\$ 13,595,170	\$ 13,904,175	\$ 12,738,525	\$ 16,447,412	\$ 14,459,589	\$ 17,900,457	\$ 18,048,736	\$ 17,269,638
Human resources <sup>1</sup>	627,171	500,225	596,156	602,019	652,609	817,107	850,988	740,491	950,390	952,096
Community development <sup>4</sup>	3,332,046	3,825,428	3,547,786	3,464,452	3,354,574	3,522,548	4,213,383	5,457,255	3,467,187	3,408,731
Public safety	10,648,304	11,126,156	12,253,658	12,969,236	13,691,288	14,232,093	14,827,741	14,551,903	14,272,948	15,599,089
Public works <sup>2</sup>	17,590,231	19,983,365	21,666,641	20,561,151	21,760,107	25,406,476	26,689,669	25,118,662	25,537,390	24,198,351
Parks and recreation	5,889,668	6,029,934	6,052,183	6,366,292	6,816,406	7,569,219	8,590,968	8,439,998	10,627,413	11,280,173
Interest and fiscal charges	4,742,047	5,541,892	5,503,599	4,850,408	5,182,886	4,494,769	4,072,950	6,652,767	8,262,483	9,115,481
<b>Total Expenses</b>	<b>53,599,928</b>	<b>61,269,649</b>	<b>63,215,193</b>	<b>62,717,733</b>	<b>64,196,395</b>	<b>72,489,624</b>	<b>73,705,288</b>	<b>78,861,531</b>	<b>81,166,547</b>	<b>81,823,558</b>
<b>Program Revenues:</b>										
Charges for services:										
Fines	876,667	756,090	958,034	1,074,126	1,258,330	1,630,107	1,078,909	1,024,683	1,074,858	1,245,088
Parks and recreation	714,613	761,993	787,698	730,203	714,738	811,413	853,560	743,373	3,360,074	3,724,255
Impact fees	1,340,595	1,830,633	817,626	535,290	623,647	469,543	494,080	754,100	860,693	789,019
Water rights fees and sales	750,264	-	189,709	27,877	321,619	100,515	189,579	419,598	435,057	688,154
Building permits	1,844,008	971,235	817,820	461,541	792,190	866,302	841,494	1,000,069	1,266,718	1,450,246
Plan check fees	460,193	273,104	336,683	149,038	174,335	290,942	211,997	201,919	257,853	232,804
Other	674,736	1,472,583	1,379,162	1,343,023	1,671,249	1,659,508	1,556,505	1,745,850	1,764,681	2,059,182
Operating grants and contributions	2,803,999	1,992,195	1,999,486	774,525	1,122,157	937,741	788,938	341,810	378,293	503,376
Capital grants and contributions <sup>2</sup>	21,440,064	14,497,538	2,267,814	10,151,868	1,564,668	2,360,758	1,935,167	6,414,329	4,732,804	5,610,936
<b>Total Program Revenues</b>	<b>30,905,139</b>	<b>22,555,371</b>	<b>9,554,032</b>	<b>15,247,491</b>	<b>8,242,933</b>	<b>9,126,829</b>	<b>7,950,229</b>	<b>12,645,731</b>	<b>14,131,031</b>	<b>16,303,061</b>
<b>Net (Expense) Revenue</b>	<b>(22,694,789)</b>	<b>(38,714,278)</b>	<b>(53,661,161)</b>	<b>(47,470,242)</b>	<b>(55,953,462)</b>	<b>(63,362,795)</b>	<b>(65,755,059)</b>	<b>(66,215,802)</b>	<b>(67,035,515)</b>	<b>(65,520,495)</b>
<b>General Revenues:</b>										
Taxes:										
Property	4,172,194	5,188,362	6,123,315	6,893,477	6,466,641	6,697,449	6,671,465	6,763,723	7,050,620	7,177,500
Sales and Use <sup>3,6</sup>	35,407,253	30,578,943	31,874,621	30,330,972	51,970,021	37,324,443	35,516,389	34,630,187	48,928,254	50,463,396
Specific ownership	412,102	478,676	510,503	502,773	427,252	415,350	442,228	490,182	548,138	604,186
Street and bridge	3,793,823	3,371,320	3,440,538	1,808,578	434,238	436,797	433,157	446,668	498,074	475,654
Franchise	2,194,355	2,120,437	2,452,393	2,382,718	2,620,463	2,619,162	2,749,246	2,808,129	2,893,110	2,976,560
Other	912,802	841,868	789,156	723,477	2,300,316	1,964,939	1,935,436	2,007,696	2,703,109	2,212,982
Gain on sale of capital assets	99,902	-	41,282	59,147	67,748	13,290	156,453	-	2,594,330	10,516
Investment earnings	6,085,602	5,433,333	2,782,977	1,653,193	1,211,130	2,605,099	1,032,235	(2,354,901)	2,870,410	1,537,783
Miscellaneous	1,896,503	2,812,655	1,724,314	1,643,299	3,044,934	2,949,926	3,588,779	4,405,791	3,193,013	3,015,451
<b>Total General Revenues</b>	<b>54,974,536</b>	<b>50,825,594</b>	<b>49,739,099</b>	<b>45,997,634</b>	<b>68,542,743</b>	<b>55,026,455</b>	<b>52,525,388</b>	<b>49,197,475</b>	<b>71,279,058</b>	<b>68,474,057</b>
<b>Net Transfers In (Out)</b>	<b>866,153</b>	<b>2,200,000</b>	<b>798,170</b>	<b>466,444</b>	<b>448,144</b>	<b>87,464</b>	<b>490,895</b>	<b>1,582,891</b>	<b>1,345,000</b>	<b>28,480</b>
<b>Total Net Transfers and General Revenues</b>	<b>55,840,689</b>	<b>53,025,594</b>	<b>50,537,269</b>	<b>46,464,078</b>	<b>68,990,887</b>	<b>55,113,919</b>	<b>53,016,283</b>	<b>50,780,366</b>	<b>72,624,058</b>	<b>68,502,537</b>
<b>Change in Net Position</b>	<b>\$ 33,145,900</b>	<b>\$ 14,311,316</b>	<b>\$ (3,123,892)</b>	<b>\$ (1,006,164)</b>	<b>\$ 13,037,425</b>	<b>\$ (8,248,876)</b>	<b>\$ (12,738,776)</b>	<b>\$ (15,435,439)</b>	<b>\$ 5,588,543</b>	<b>\$ 2,982,042</b>

**Notes:**<sup>1</sup> This function was established in 2005.<sup>2</sup> In 2005 - 2007, the City received large dedications of infrastructure from developers and metropolitan districts.<sup>3</sup> Beginning in 2005, the local economy improved substantially, resulting in increases in sales tax revenue.<sup>4</sup> In 2005, the neighborhood services function was established but in 2008, it became a component of the community development function. For consistency in reporting, the neighborhood function has been combined with the community development function for all years presented.<sup>5</sup> In 2009, administrative function was combined with the general government function. For consistency in reporting, the administration function has been combined with the general government function for all years presented.<sup>6</sup> In 2010, the City received a settlement in excess of \$20 million.**Data Source:**

Applicable years' comprehensive annual financial report.

**City of Commerce City, Colorado**  
**Changes in Net Position - Governmental Activities - Percentage of Total (Unaudited)**  
**Last Ten Calendar Years**  
**(accrual basis of accounting)**

	For The Calendar Year Ended December 31,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Expenses:</b>										
General government	20.1%	23.3%	21.5%	22.2%	19.8%	22.7%	19.6%	22.7%	22.2%	21.1%
Human resources <sup>1</sup>	1.2%	0.8%	0.9%	1.0%	1.0%	1.1%	1.2%	0.9%	1.2%	1.2%
Community development <sup>4</sup>	6.2%	6.2%	5.6%	5.5%	5.2%	4.9%	5.7%	6.9%	4.3%	4.2%
Public safety	19.9%	18.2%	19.4%	20.7%	21.3%	19.6%	20.1%	18.5%	17.6%	19.1%
Public works <sup>3</sup>	32.8%	32.6%	34.3%	32.8%	33.9%	35.0%	36.2%	31.9%	31.5%	29.6%
Parks and recreation	11.0%	9.8%	9.6%	10.2%	10.6%	10.4%	11.7%	10.7%	13.1%	13.8%
Interest and fiscal charges	8.8%	9.0%	8.7%	7.7%	8.0%	8.2%	8.2%	8.4%	10.1%	10.1%
<b>Total Expenses</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>
<b>Program Revenues:</b>										
Charges for services:										
Fines	2.8%	3.4%	10.0%	7.0%	15.3%	17.9%	13.6%	8.1%	7.6%	7.6%
Parks and recreation	2.3%	3.4%	8.2%	4.8%	8.7%	8.9%	10.7%	5.9%	23.8%	22.8%
Impact fees	4.3%	8.1%	8.6%	3.5%	7.6%	5.1%	6.2%	6.0%	6.1%	4.8%
Water rights fees	2.4%	0.0%	2.0%	0.2%	3.9%	1.1%	2.4%	3.3%	3.1%	4.2%
Building permits	6.0%	4.3%	8.6%	3.0%	9.6%	9.5%	10.6%	7.9%	9.0%	8.9%
Plan check fees	1.5%	1.2%	3.5%	1.0%	2.1%	3.2%	2.7%	1.6%	1.8%	1.4%
Other	2.2%	6.5%	14.4%	8.8%	20.4%	18.3%	18.1%	13.8%	12.5%	12.6%
Operating grants and contributions	9.1%	8.8%	20.9%	5.1%	13.6%	10.3%	9.9%	2.7%	2.7%	3.1%
Capital grants and contributions <sup>2</sup>	62.7%	64.3%	23.7%	66.6%	18.9%	18.8%	24.3%	50.7%	33.4%	33.4%
<b>Total Program Revenues</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>
<b>General Revenues:</b>										
Taxes:										
Property	7.6%	10.2%	12.3%	15.0%	9.4%	12.2%	12.7%	13.7%	9.9%	10.5%
Sales <sup>3,5</sup>	64.4%	60.2%	64.1%	65.9%	75.8%	67.8%	67.6%	70.4%	68.6%	73.7%
Selective	0.7%	0.9%	1.0%	1.1%	0.6%	0.8%	0.8%	1.0%	0.8%	0.9%
Street and bridge taxes	6.9%	6.6%	6.9%	3.9%	0.6%	0.8%	0.8%	0.9%	0.7%	0.7%
Franchise taxes	4.0%	4.2%	4.9%	5.2%	3.8%	4.8%	5.2%	5.7%	4.1%	4.3%
Other	1.7%	1.7%	1.6%	1.6%	3.4%	3.6%	3.7%	4.1%	3.8%	3.2%
Gain on sale of capital assets	0.2%	0.0%	0.1%	0.1%	0.1%	0.0%	0.3%	0.0%	3.6%	0.0%
Investment earnings	11.1%	10.7%	5.6%	3.6%	1.8%	4.7%	2.0%	-4.8%	4.0%	2.2%
Miscellaneous	3.4%	5.5%	3.5%	3.6%	4.4%	4.5%	5.3%	6.9%	5.4%	5.4%
<b>Total General Revenues</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>

**Notes:**

<sup>1</sup> This function was established in 2005.

<sup>2</sup> In 2005 - 2007, the City received large dedications of infrastructure from developers and metropolitan districts.

<sup>3</sup> Beginning in 2005, the local economy improved substantially, resulting in increases in sales tax revenue.

<sup>4</sup> In 2005, the neighborhood services function was established but in 2008, it became a component of the community development function. For consistency in reporting, the neighborhood function has been combined with the community development function for all years presented.

<sup>5</sup> In 2010, the City received a settlement in excess of \$20 million.

**Data Source:**

Applicable years' comprehensive annual financial report.

**City of Commerce City, Colorado**  
**Changes in Net Position - Business-type Activities (Unaudited)**  
**Last Ten Calendar Years**  
*(accrual basis of accounting)*

	For The Calendar Year Ended December 31,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Expenses</b>										
Golf course <sup>2</sup>	\$ 1,811,186	\$ 1,840,031	\$ 1,844,817	\$ 1,749,606	\$ 2,354,627	\$ 2,444,128	\$ 2,483,443	\$ 2,515,214	\$ -	\$ -
Finance Authority <sup>1</sup>	938	2,120,042	2,121,791	2,120,041	2,134,799	2,135,881	2,524,407	2,536,537	2,518,490	2,473,271
Total Expenses	1,812,124	3,960,073	3,966,608	3,869,647	4,489,426	4,580,009	5,007,850	5,051,751	2,518,490	2,473,271
<b>Program Revenues</b>										
Charges for services:										
Golf course	1,705,900	1,712,882	1,556,561	1,427,578	2,102,433	2,145,066	2,286,618	2,243,441	-	-
Solid waste management	598,165	634,341	579,994	591,644	793,675	1,469,745	657,788	682,659	361,564	632,972
Rents	-	1,118,136	1,467,933	1,469,239	1,469,806	696,373	1,467,806	1,857,807	2,006,231	1,997,632
Capital grants and contributions	-	-	-	-	-	1,319,483	2,502,655	72,692	-	-
<b>Total Program Revenues</b>	2,304,065	3,465,359	3,604,488	3,488,461	4,365,914	5,630,667	6,914,867	4,856,599	2,367,795	2,630,604
<b>Net (Expense) Revenue</b>	491,941	(494,714)	(362,120)	(381,186)	(123,512)	1,050,658	1,907,017	(195,152)	(150,695)	157,333
<b>General Revenues</b>										
Gain on the sale of capital assets	-	-	1,998	6,358	-	-	-	-	-	-
Investment earnings	107,531	249,532	20,137	5,382	(1,967)	14,937	11,115	(1,616)	3,833	2,858
Miscellaneous	18,639	11,971	28,103	-	12,190	40,079	3,004	7,450	-	-
<b>Total General Revenues</b>	126,170	261,503	50,238	11,740	10,223	55,016	14,119	5,834	3,833	2,858
<b>Net Transfers In (Out)</b>	(866,153)	(2,200,000)	(798,170)	(466,444)	(448,144)	(87,464)	(490,895)	(1,582,891)	(1,345,000)	(28,480)
<b>Total General Revenues and Transfers</b>	(739,983)	(1,938,497)	(747,932)	(454,704)	(437,921)	(32,448)	(476,776)	(1,577,057)	(1,341,167)	(25,622)
<b>Change in Net Position</b>	\$ (248,042)	\$ (2,433,211)	\$ (1,110,052)	\$ (835,890)	\$ (561,433)	\$ 1,018,210	\$ 1,430,241	\$ (1,772,209)	\$ (1,491,862)	\$ 131,711

**Notes:**

<sup>1</sup> This fund established in 2006.

<sup>2</sup> The golf course enterprise fund closed effective 1/1/2014, financial transactions are now part of the park and recreation department.

**Data Source:**

Applicable years' comprehensive annual financial report.

**City of Commerce City, Colorado**  
**Changes in Net Position - Total (Unaudited)**  
**Last Ten Calendar Years <sup>1</sup>**  
**(accrual basis of accounting)**

	For The Calendar Year Ended December 31,										(Restated)
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	
<b>Expenses:</b>											
Governmental activities <sup>2</sup>	\$ 53,599,928	\$ 61,269,649	\$ 63,215,193	\$ 62,717,733	\$ 64,196,395	\$ 72,489,624	\$ 73,705,288	\$ 78,861,531	\$ 81,166,547	\$ 81,823,558	
Business-type activities <sup>3</sup>	1,812,124	3,960,073	3,966,608	3,869,647	4,489,426	4,580,009	5,007,850	5,051,751	2,518,490	2,473,271	
<b>Total Expenses</b>	<b>55,412,052</b>	<b>65,229,722</b>	<b>67,181,801</b>	<b>66,587,380</b>	<b>68,685,821</b>	<b>77,069,633</b>	<b>78,713,138</b>	<b>83,913,282</b>	<b>83,685,037</b>	<b>84,296,829</b>	
<b>Program Revenues:</b>											
Governmental activities <sup>2</sup>	30,905,139	22,555,371	9,554,032	15,247,491	15,247,491	9,126,829	7,950,229	12,645,731	14,131,031	16,328,663	
Business-type activities <sup>3</sup>	2,304,065	3,465,359	3,604,488	3,488,461	3,488,461	5,630,667	6,914,867	4,856,599	2,367,795	2,630,604	
<b>Total Program Revenues</b>	<b>33,209,204</b>	<b>26,020,730</b>	<b>13,158,520</b>	<b>18,735,952</b>	<b>18,735,952</b>	<b>14,757,496</b>	<b>14,865,096</b>	<b>17,502,330</b>	<b>16,498,826</b>	<b>18,959,267</b>	
<b>Net (Expense) Revenue</b>	<b>(22,202,848)</b>	<b>(39,208,992)</b>	<b>(54,023,281)</b>	<b>(47,851,428)</b>	<b>(49,949,869)</b>	<b>(62,312,137)</b>	<b>(63,848,042)</b>	<b>(66,410,952)</b>	<b>(67,186,210)</b>	<b>(65,337,561)</b>	
<b>General Revenues and Transfers:</b>											
Governmental activities <sup>2</sup>	55,840,689	53,025,594	50,537,269	46,464,078	68,990,887	55,113,919	53,016,283	50,780,366	72,624,058	68,502,538	
Business-type activities <sup>3</sup>	(739,983)	(1,938,497)	(747,932)	(454,704)	(437,921)	(32,448)	(476,776)	(1,577,057)	(1,341,167)	(25,622)	
<b>Total General Revenues and Transfers</b>	<b>55,100,706</b>	<b>51,087,097</b>	<b>49,789,337</b>	<b>46,009,374</b>	<b>68,552,966</b>	<b>55,081,471</b>	<b>52,539,507</b>	<b>49,203,309</b>	<b>71,282,890</b>	<b>68,476,915</b>	
<b>Change in Net Position</b>	<b>\$ 32,897,858</b>	<b>\$ 11,878,105</b>	<b>\$ (4,233,944)</b>	<b>\$ (1,842,054)</b>	<b>\$ 18,603,097</b>	<b>\$ (7,230,666)</b>	<b>\$ (11,308,535)</b>	<b>\$ (17,207,643)</b>	<b>\$ 4,096,680</b>	<b>\$ 3,139,356</b>	

*Data Source:*

<sup>2</sup> See Exhibit II

<sup>3</sup> See Exhibit IV

**City of Commerce City, Colorado**  
**Fund Balances - Governmental Funds (Unaudited)**  
**Fiscal Years 2005 - 2010 <sup>1</sup>**  
**(modified accrual basis of accounting)**

	For The Calendar Year Ended December 31,				
	2006	2007	2008	2009	2010
<b>General Fund</b>					
Reserved	\$ 751,600	\$ 832,700	\$ 882,719	\$ 8,622,347	\$ 8,654,854
Unreserved	7,874,758	6,210,200	7,178,419	15,303,280	35,919,583
<b>Subtotal General Fund</b>	8,626,358	7,042,900	8,061,138	23,925,627	44,574,437
<b>General Fund Percentage Change</b>	15.6%	-18.4%	14.5%	196.8%	86.3%
<b>All Other Governmental Funds</b>					
Reserved	11,140,091	38,398,143	46,342,591	38,763,033	36,589,993
Unreserved:					
Special Revenue Funds <sup>3</sup>	20,814,769	13,029,449	13,074,677	2,999,564	3,085,693
Capital Projects Funds <sup>2</sup>	75,304,020	29,342,699	23,112,209	24,328,314	23,385,483
<b>Subtotal All Other Governmental Funds</b>	107,258,880	80,770,291	82,529,477	66,090,911	63,061,169
<b>All Other Governmental Funds Percentage Change</b>	61.0%	-24.7%	2.2%	-19.9%	-4.6%
<b>Total Governmental Funds</b>					
Reserved	11,891,691	39,230,843	47,225,310	47,385,380	45,244,847
Unreserved	103,993,547	48,582,348	43,365,305	42,631,158	62,390,759
<b>Total Governmental Funds</b>	\$ 115,885,238	\$ 87,813,191	\$ 90,590,615	\$ 90,016,538	\$ 107,635,606
<b>All Governmental Funds Percentage Change</b>	56.5%	-24.2%	3.2%	-0.6%	19.6%

**Notes:**

<sup>1</sup> The City implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Definitions*, in Fiscal Year 2011 (See Exhibit VIA). The City did not restate the prior six years.

<sup>2</sup> In 2005, the City issued \$17,500,000 in debt, in 2006, the City issued \$90,900,000 and in 2008, the City issued \$35,500,000 in debt, resulting in substantial unspent capital projects funds' fund balances.

<sup>3</sup> In 2009, the sales and use tax fund, the street and bridge fund and the recreation fund were merged with the general fund, resulting in an increased

**Data Source:**

Applicable years' comprehensive annual financial report.

**City of Commerce City, Colorado**  
**Fund Balances - Governmental Funds**  
**Last Four Calendar Years**  
**(modified accrual basis of accounting)**

	2011	2012	2013	2014	2015
<b>General Fund</b>					
<i>Nonspendable:</i>					
Inventory	\$ 2,770	\$ 1,895	\$ 38,011	\$ 43,085	\$ 45,513
Prepaid items	15,596	66,261	55,999	58,964	8,264
Long-term notes	11,482,660	13,961,916	6,566,774	61,819	71,385
<b>Total nonspendable</b>	<b>11,501,026</b>	<b>14,030,072</b>	<b>6,660,784</b>	<b>163,868</b>	<b>125,162</b>
<i>Restricted:</i>					
Emergencies	1,374,820	1,441,810	1,394,502	2,125,387	2,041,031
Capital outlay and operations	-	-	-	8,310,665	4,643,876
<b>Total restricted</b>	<b>1,374,820</b>	<b>1,441,810</b>	<b>1,394,502</b>	<b>10,436,052</b>	<b>6,684,907</b>
<i>Committed - court surcharge</i>	517,154	529,824	430,478	330,436	265,994
<i>Assigned:</i>					
Operating reserved	4,621,503	4,685,990	5,069,900	5,285,332	5,469,947
Safeguards	6,648,559	6,715,746	7,103,656	9,591,825	9,642,472
Subsequent years' budgets	6,661,511	2,407,275	2,692,816	-	-
<b>Total assigned</b>	<b>17,931,573</b>	<b>13,809,011</b>	<b>14,866,372</b>	<b>14,877,157</b>	<b>15,112,419</b>
<i>Unassigned</i>	10,354,842	5,836,822	1,498,539	5,689,832	17,392,956
<b>Total General Fund</b>	<b>\$ 41,679,415</b>	<b>\$ 35,647,539</b>	<b>\$ 24,850,675</b>	<b>\$ 31,497,345</b>	<b>\$ 39,581,438</b>
<b>General Fund % Change</b>					
<i>From Prior Year</i>	-7.4%	-14.5%	-30.3%	26.7%	25.7%
<b>All Other Governmental Funds</b>					
<i>Nonspendable</i>	\$ 4,051,340	\$ 10,893,726	\$ 13,659,072	\$ 17,218,123	\$ 19,657,699
<i>Restricted:</i>					
Emergencies	242,270	158,097	329,241	2,530,778	174,153
Capital projects	14,522,247	14,695,675	14,524,471	73,729,813	61,610,612
Debt service	16,008,506	16,248,149	15,023,319	9,604,099	-
Urban renewal	892,822	-	-	1,507,261	1,655,143
Public safety	36,690	34,287	33,735	48,685	51,764
Parks and recreation	229,548	188,494	251,087	236,611	178,797
Public works	224,342	241,669	254,947	277,760	298,474
<b>Total restricted</b>	<b>32,156,425</b>	<b>31,566,371</b>	<b>30,416,800</b>	<b>87,935,007</b>	<b>63,968,944</b>
<i>Committed:</i>					
Capital projects	13,586,808	1,796,408	1,867,718	7,685,089	4,645,529
Water rights	1,312,397	1,594,878	1,931,326	2,959,737	3,729,745
<b>Total committed</b>	<b>14,899,205</b>	<b>3,391,286</b>	<b>3,799,044</b>	<b>10,644,826</b>	<b>8,375,273</b>
<i>Assigned:</i>					
Capital projects	8,781,925	13,649,026	12,256,508	6,307,727	8,820,151
Debt service	1,060,349	1,087,630	1,679,447	3,046,536	2,678,825
<b>Total assigned</b>	<b>9,842,274</b>	<b>14,736,656</b>	<b>13,935,955</b>	<b>9,354,263</b>	<b>11,498,976</b>
<i>Unassigned:</i>					
Deficit	-	(149,875)	(5,620,946)	(55,378)	(202,118)
<b>Total unassigned</b>	<b>\$ -</b>	<b>\$ (149,875)</b>	<b>\$ (5,620,946)</b>	<b>\$ (55,378)</b>	<b>\$ (202,118)</b>
<b>Subtotal All Other Governmental Funds</b>	<b>\$ 60,949,244</b>	<b>\$ 60,438,164</b>	<b>\$ 56,189,925</b>	<b>\$ 125,096,841</b>	<b>\$ 103,298,774</b>
<b>Total Governmental Funds</b>	<b>\$ 102,628,659</b>	<b>\$ 96,085,703</b>	<b>\$ 81,040,600</b>	<b>\$ 156,594,186</b>	<b>\$ 142,880,212</b>
<b>All Other Governmental Funds</b>					
<b>Percentage Change</b>	-4.7%	-6.3%	-15.7%	93.2%	-9.3%

**Notes:**

<sup>1</sup> The City implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Definitions*, in Fiscal Year 2011.

**Data Source:**

Applicable years' comprehensive annual financial report.

**City of Commerce City, Colorado**  
**General Governmental Revenues by Source (Unaudited) <sup>1</sup>**  
**Last Ten Calendar Years**  
*(modified accrual basis of accounting)*

Revenue Source	For the Year Ended December 31,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
	\$ 46,575,027	\$ 42,268,892	\$ 44,888,577	\$ 42,641,995	\$ 64,218,931	\$ 49,458,140	\$ 47,747,921	\$ 47,146,585	\$ 62,037,116	\$ 63,910,308
Taxes <sup>2</sup>	2,535,496	1,969,412	2,029,825	1,981,140	2,226,237	1,005,266	2,592,159	4,170,519	2,519,646	2,472,275
Intergovernmental	2,047,227	1,416,628	1,159,365	974,838	974,838	2,678,222	973,393	1,142,045	1,419,125	1,566,929
Licenses and permits	876,667	756,090	958,034	1,258,330	1,258,330	1,630,107	1,078,909	1,024,683	1,074,858	1,245,088
Fines and forfeitures	3,737,182	3,892,920	2,892,662	3,341,377	3,341,377	3,192,957	3,173,822	3,722,863	6,525,951	7,065,610
Charges for services	76,577	27,775	16,763	10,393	10,393	16,153	11,338	6,403	639	1,768
Special assessments	5,902,452	5,153,528	2,595,563	1,117,962	1,117,962	2,392,127	932,928	(2,035,683)	2,477,146	1,335,923
Investment earnings <sup>2</sup>	317,502	310,714	301,949	4,966	4,966	3,423	2,225	1,835	131	1,259
Interest and penalties <sup>3</sup>	1,791,540	2,537,440	1,988,292	2,984,861	2,984,861	2,907,462	3,494,299	6,691,523	3,147,070	3,282,151
Miscellaneous	\$ 63,859,670	\$ 58,333,399	\$ 56,831,030	\$ 54,315,862	\$ 76,137,895	\$ 63,283,857	\$ 60,006,994	\$ 61,870,773	\$ 79,201,682	\$ 80,881,311
<b>Total Revenues</b>	13.1%	-8.7%	-2.6%	-8.2%	45.9%	-16.9%	-5.2%	3.1%	28.0%	1.6%
<b>% change from prior year</b>	<b>Percentage of Total</b>									
Taxes	72.9%	72.5%	79.0%	78.5%	84.3%	78.2%	79.6%	76.2%	78.3%	79.0%
Intergovernmental	4.0%	3.4%	3.6%	3.6%	2.9%	1.6%	4.3%	6.7%	3.2%	3.1%
Licenses and permits	3.2%	2.4%	2.0%	1.8%	1.3%	4.2%	1.6%	1.8%	1.8%	1.9%
Fines and forfeitures	1.4%	1.3%	1.7%	2.3%	1.7%	2.6%	1.8%	1.7%	1.4%	1.5%
Charges for services	5.9%	6.7%	5.1%	6.2%	4.4%	5.0%	5.3%	6.0%	8.2%	8.7%
Special assessments	0.1%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Investment earnings	9.2%	8.8%	4.6%	2.1%	1.5%	3.8%	1.6%	-3.3%	3.1%	1.7%
Interest and penalties	0.5%	0.5%	0.5%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Miscellaneous	3.8%	1.4%	1.7%	5.5%	3.9%	4.6%	5.8%	10.8%	4.0%	4.1%
<b>Total Revenues</b>	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

**Notes:**

<sup>1</sup> Includes all governmental fund types.

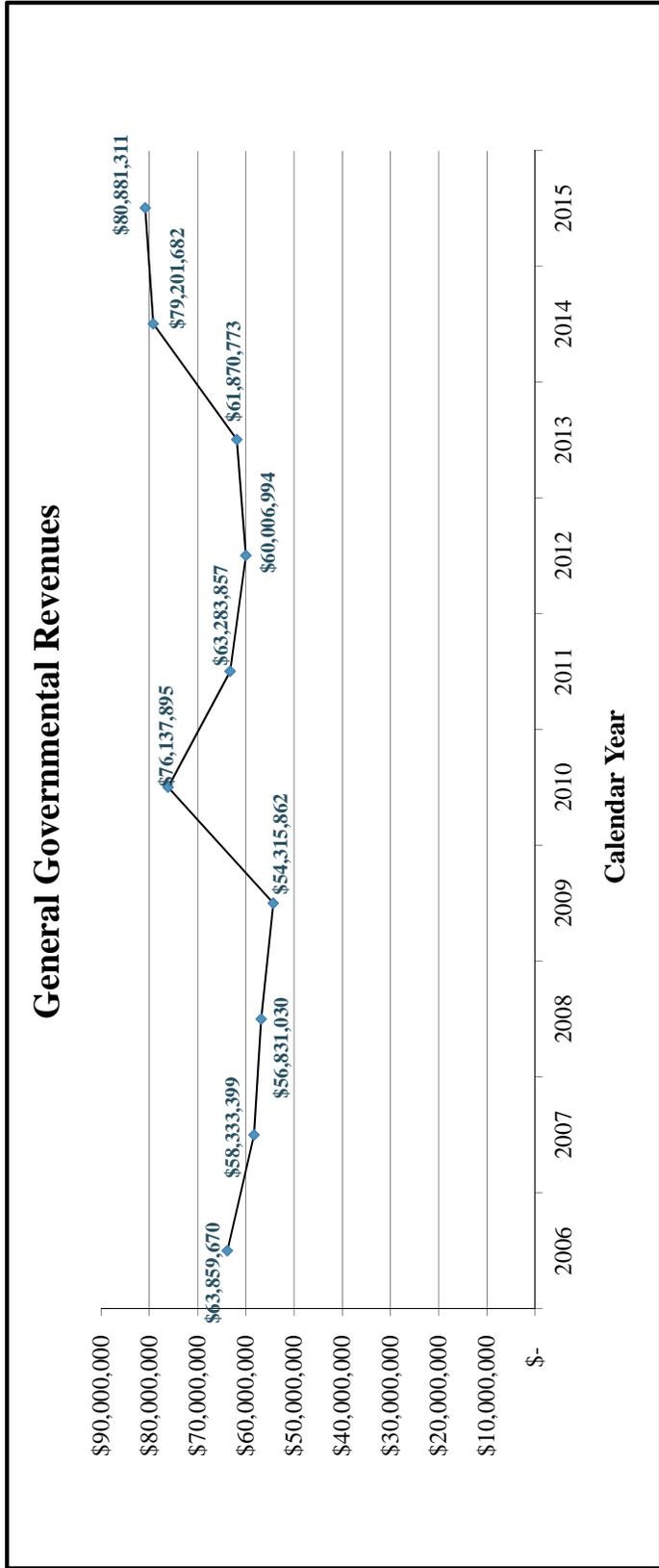
<sup>2</sup> Includes donations, insurance revenues and miscellaneous revenues.

<sup>3</sup> Beginning in 2009, interest and penalties on sales and use taxes are reported as taxes.

**Data Source:**

Applicable years' comprehensive annual financial report.

City of Commerce City, Colorado  
**Chart-Total General Governmental Revenues**  
 Last Ten Calendar Years  
 (modified accrual basis of accounting)



**City of Commerce City, Colorado**  
**Tax Revenues by Source - Governmental Funds (Unaudited)**  
**Last Ten Calendar Years**  
*(modified accrual basis of accounting)*

For The Calendar Year Ended December 31,	Property	Specific Ownership	Sales	Franchise	Highway Users	Transportation	Other <sup>1</sup>	Total
<b>Amounts</b>								
2006	4,172,194	412,102	35,407,253	2,194,355	1,113,252	2,264,968	1,010,903	46,575,027
2007 <sup>2</sup>	5,188,362	478,676	30,578,943	2,120,437	1,088,206	1,830,034	984,234	42,268,892
2008	6,123,315	510,503	31,874,621	2,452,393	1,084,435	1,823,956	1,019,354	44,888,577
2009	6,893,477	502,773	30,330,972	2,382,718	1,210,813	-	1,321,242	42,641,995
2010 <sup>3</sup>	6,466,641	427,252	51,970,021	2,620,463	1,418,342	-	1,316,212	64,218,931
2011	6,697,449	415,350	37,324,443	2,619,162	1,453,672	275,390	672,674	49,458,140
2012	6,671,465	442,228	35,516,389	2,749,246	1,468,267	290,154	610,172	47,747,921
2013	6,763,723	490,182	34,630,187	2,808,129	1,491,622	332,260	630,482	47,146,585
2014	7,050,620	548,138	48,928,254	2,893,110	1,545,690	379,610	691,694	62,037,116
2015	<b>7,177,500</b>	<b>604,186</b>	<b>50,463,396</b>	<b>2,976,560</b>	<b>1,616,231</b>	<b>392,171</b>	<b>680,263</b>	<b>63,910,308</b>
% Change in Dollars Over 10 Years	72.0%	46.6%	42.5%	35.6%	45.2%	-82.7%	-32.7%	37.2%
<b>Percentage of Total</b>								
2006	9.0%	0.9%	76.0%	4.7%	2.4%	4.9%	2.5%	100.0%
2007	12.3%	1.1%	72.3%	5.0%	2.6%	4.3%	1.5%	100.0%
2008	13.6%	1.1%	71.0%	5.5%	2.4%	4.1%	2.1%	100.0%
2009	16.2%	1.2%	71.1%	5.6%	2.8%	0.0%	2.4%	100.0%
2010	10.1%	0.7%	80.9%	4.1%	2.2%	0.0%	2.0%	100.0%
2011	13.5%	0.8%	75.5%	5.3%	2.9%	0.6%	1.4%	100.0%
2012	14.0%	0.9%	74.4%	5.8%	3.1%	0.6%	1.3%	100.0%
2013	14.3%	1.0%	73.5%	6.0%	3.2%	0.7%	1.3%	100.0%
2014	11.4%	0.9%	78.9%	4.7%	2.5%	0.6%	1.1%	100.0%
2015	11.2%	0.9%	79.0%	4.7%	2.5%	0.6%	1.1%	100.0%

**Notes:**

<sup>1</sup> Includes vehicle transfer taxes, pari-mutuel taxes, road and bridge taxes, motor vehicle registration and open space taxes.

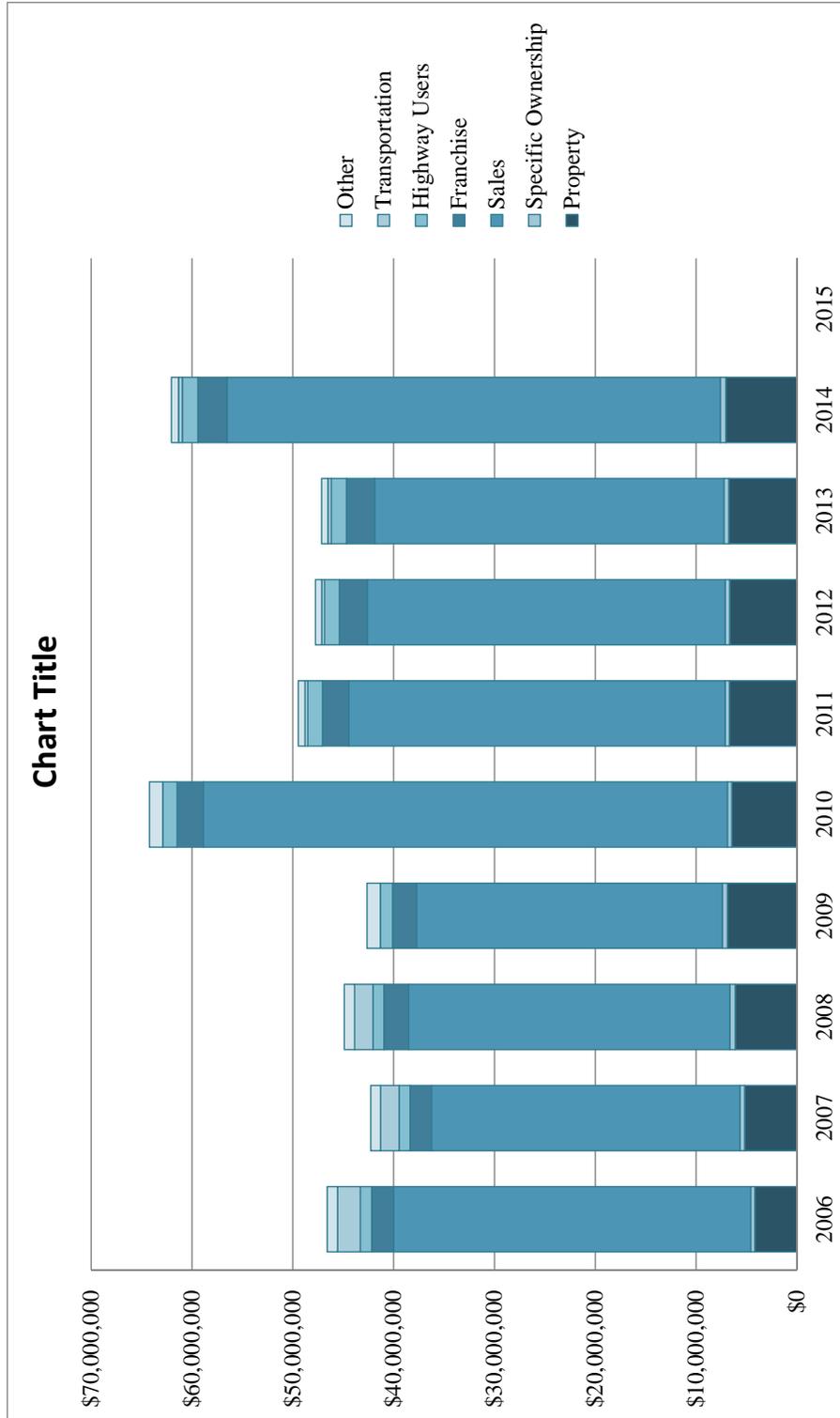
<sup>2</sup> In 2007, the local economy deteriorated substantially, resulting in decreases in sales tax revenue.

<sup>3</sup> In 2010, the City received a settlement in excess of \$20 million.

**Data Source:**

Applicable years' comprehensive annual financial report.

**City of Commerce City, Colorado**  
**Chart-Tax Revenues by Source - Governmental Funds**  
*Last Ten Fiscal Years*  
*(modified accrual basis of accounting)*



**City of Commerce City, Colorado**  
**General Governmental Expenditures by Function (Unaudited) <sup>1</sup>**  
**Last Ten Calendar Years**  
*(modified accrual basis of accounting)*

For the Calendar Year Ended December 31,											
Function	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	
<b>Current:</b>											
General government <sup>4</sup>	\$ 10,517,363	\$ 12,344,115	\$ 12,904,813	\$ 12,547,698	\$ 13,049,858	\$ 15,974,790	\$ 13,301,591	\$ 16,762,932	\$ 17,732,572	\$ 17,235,593	
Human resources	627,171	500,225	590,350	597,790	646,519	810,819	844,554	732,398	944,112	943,726	
Community developme	3,320,548	3,736,265	3,482,500	3,260,286	3,559,877	3,549,080	4,254,719	5,398,904	3,497,158	3,437,157	
Public safety	10,520,712	10,921,627	11,870,083	12,311,251	13,486,079	14,121,885	14,753,922	14,294,055	14,216,866	15,240,423	
Public works	5,068,406	5,438,256	5,524,594	6,228,428	6,491,376	6,598,923	7,160,016	7,109,305	7,617,254	7,388,869	
Parks and recreation	4,807,480	4,703,643	4,993,212	5,193,684	5,899,617	6,267,163	6,355,860	6,362,705	9,154,146	9,846,433	
<b>Total Current</b>	<b>34,861,680</b>	<b>37,644,131</b>	<b>39,365,552</b>	<b>40,139,137</b>	<b>43,133,326</b>	<b>47,322,660</b>	<b>46,670,662</b>	<b>50,660,299</b>	<b>53,162,108</b>	<b>54,092,202</b>	
<b>% Change From Prior</b>	<b>8.8%</b>	<b>8.0%</b>	<b>4.6%</b>	<b>2.0%</b>	<b>7.5%</b>	<b>9.7%</b>	<b>-1.4%</b>	<b>8.5%</b>	<b>4.9%</b>	<b>1.7%</b>	
<b>Capital Outlay <sup>3</sup></b>	<b>70,705,976</b>	<b>45,439,476</b>	<b>42,467,306</b>	<b>6,828,986</b>	<b>10,773,036</b>	<b>13,616,022</b>	<b>14,669,901</b>	<b>11,171,562</b>	<b>24,686,331</b>	<b>27,275,214</b>	
<b>% Change From Prior</b>	<b>246.6%</b>	<b>-35.7%</b>	<b>-6.5%</b>	<b>-83.9%</b>	<b>57.8%</b>	<b>26.4%</b>	<b>7.7%</b>	<b>-23.8%</b>	<b>121.0%</b>	<b>10.5%</b>	
<b>Debt Service</b>											
Principal	2,650,000	875,000	1,735,000	1,800,000	1,890,000	1,357,895	1,534,165	5,081,142	2,828,438	4,860,508	
Interest and fees	3,624,276	5,461,640	5,312,233	4,769,501	5,084,890	4,313,921	4,111,503	5,772,597	6,764,165	9,232,242	
Bond issuance costs	1,470,884	-	305,893	-	-	-	-	2,071,222	592,270	454,031	
Payment to escrow age <sup>1</sup>	-	-	-	-	-	1,572,248	-	-	-	-	
<b>Total Debt Service</b>	<b>7,745,160</b>	<b>6,336,640</b>	<b>7,353,126</b>	<b>6,569,501</b>	<b>6,974,890</b>	<b>7,244,064</b>	<b>5,645,668</b>	<b>12,924,961</b>	<b>10,184,873</b>	<b>14,546,781</b>	
<b>% Change From Prior</b>	<b>326.1%</b>	<b>-18.2%</b>	<b>16.0%</b>	<b>-10.7%</b>	<b>6.2%</b>	<b>3.9%</b>	<b>-22.1%</b>	<b>128.9%</b>	<b>-21.2%</b>	<b>42.8%</b>	
<b>Total Expenditures</b>	<b>\$ 113,312,816</b>	<b>\$ 89,420,247</b>	<b>\$ 89,185,984</b>	<b>\$ 53,537,624</b>	<b>\$ 60,881,252</b>	<b>\$ 68,182,746</b>	<b>\$ 66,986,231</b>	<b>\$ 74,756,822</b>	<b>\$ 88,033,312</b>	<b>\$ 95,914,196</b>	
<b>% Change From Prior</b>	<b>108.9%</b>	<b>-21.1%</b>	<b>-0.3%</b>	<b>-40.0%</b>	<b>13.7%</b>	<b>12.0%</b>	<b>-1.8%</b>	<b>11.6%</b>	<b>17.8%</b>	<b>9.0%</b>	
<b>Debt Service as a % of Noncapital Expenditures</b>	<b>18.2%</b>	<b>14.4%</b>	<b>15.6%</b>	<b>13.9%</b>	<b>14.0%</b>	<b>12.7%</b>	<b>10.1%</b>	<b>20.4%</b>	<b>13.3%</b>	<b>17.2%</b>	

**Notes:**

<sup>1</sup> Includes all governmental fund types.

<sup>3</sup> Beginning in 2004 -2006, the City began an extensive infrastructure project.

<sup>4</sup> In 2009, administrative function was combined with the general government

**Data Source:**

Applicable years' comprehensive annual financial report.

**City of Commerce City, Colorado**  
**General Governmental Current Expenditures by Function (Unaudited) <sup>1</sup>**  
**Last Ten Calendar Years**  
*(modified accrual basis of accounting)*

For the Year Ended December 31,

Function	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
	Amounts									
<b>Current:</b>										
General government	\$ 10,517,363	\$ 12,344,115	\$ 12,904,813	\$ 12,547,698	\$ 13,049,858	\$ 15,974,790	\$ 13,301,591	\$ 16,762,932	\$ 17,732,572	\$ 17,235,593
Human resources	627,171	500,225	590,350	597,790	646,519	810,819	844,554	732,398	944,112	943,726
Community development	3,320,548	3,736,265	3,482,500	3,260,286	3,559,877	3,549,080	4,254,719	5,398,904	3,497,158	3,437,157
Public safety	10,520,712	10,921,627	11,870,083	12,311,251	13,486,079	14,121,885	14,753,922	14,294,055	14,216,866	15,240,423
Public works	5,068,406	5,438,256	5,524,594	6,228,428	6,491,376	6,598,923	7,160,016	7,109,305	7,617,254	7,388,869
Parks and recreation	4,807,480	4,703,643	4,993,212	5,193,684	5,899,617	6,267,163	6,355,860	6,362,705	9,154,146	9,846,433
<b>Total Current</b>	<b>\$ 34,861,680</b>	<b>\$ 37,644,131</b>	<b>\$ 39,365,552</b>	<b>\$ 40,139,137</b>	<b>\$ 43,133,326</b>	<b>\$ 47,322,660</b>	<b>\$ 46,670,662</b>	<b>\$ 50,660,299</b>	<b>\$ 53,162,108</b>	<b>\$ 54,092,202</b>
	Percentage of Total									
<b>Current:</b>										
General government	30.2%	32.8%	32.8%	31.3%	30.3%	33.8%	28.5%	33.1%	33.4%	31.9%
Human resources	1.8%	1.3%	1.5%	1.5%	1.5%	1.7%	1.8%	1.4%	1.8%	1.7%
Community development	9.5%	9.9%	8.8%	8.1%	8.3%	7.5%	9.1%	10.7%	6.6%	6.4%
Public safety	30.2%	29.0%	30.2%	30.7%	31.3%	29.8%	31.6%	28.2%	26.7%	28.2%
Public works	14.5%	14.4%	14.0%	15.5%	15.0%	13.9%	15.3%	14.0%	14.3%	13.7%
Parks and recreation	13.8%	12.5%	12.7%	12.9%	13.7%	13.2%	13.6%	12.6%	13.7%	18.2%
<b>Total Current</b>	<b>100.0%</b>									

**Notes:**

<sup>1</sup> Includes all governmental fund types.

**Data Source:**

Applicable years' comprehensive annual financial report.

**City of Commerce City, Colorado**  
**Summary of Changes in Fund Balances - Governmental Funds (Unaudited)**  
**Last Ten Calendar Years**  
*(modified accrual basis of accounting)*

Source	For the Calendar Year Ended December 31,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Total Revenues</b>	\$ 63,859,670	\$ 58,333,399	\$ 56,831,030	\$ 54,315,862	\$ 76,137,895	\$ 63,283,857	\$ 60,006,994	\$ 61,870,773	\$ 79,201,682	\$ 80,881,310
<b>Total Expenditures</b>	113,312,816	89,420,247	89,185,984	53,537,624	60,881,252	68,182,746	66,986,231	74,756,822	88,033,312	95,914,196
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	(49,453,146)	(31,086,848)	(32,354,954)	778,238	15,256,643	(4,898,889)	(6,979,237)	(12,886,049)	(8,831,630)	(15,032,886)
<b>Other Financing Sources</b>										
Sale of capital assets	24,932	1,680,227	-	5,753	-	-	-	-	4,304,656	-
Issuance of long-term debt	90,900,000	-	35,500,000	-	2,045,763	-	-	86,400,000	73,445,000	52,645,000
Bond premium	740,127	-	-	-	-	-	-	6,615,706	5,157,213	5,219,129
Payment to refunding bond escrow agent	-	-	-	-	-	-	-	(89,998,038)	-	(56,991,439)
Lease purchase agreement	-	-	-	-	-	-	-	1,929,648	-	-
Bond discount	-	-	(337,250)	-	-	-	-	-	-	-
Transfers in	42,651,660	46,092,880	38,305,521	32,960,247	6,648,608	9,857,192	10,589,271	6,867,429	18,606,259	8,354,818
Transfers out	(43,038,460)	(44,758,306)	(38,335,893)	(32,182,824)	(6,331,946)	(9,886,248)	(10,152,989)	(13,973,799)	(17,127,912)	(8,381,429)
<b>Total Other Financing Sources</b>	91,278,259	3,014,801	35,132,378	783,176	2,362,425	(29,056)	436,282	(2,159,054)	84,385,216	846,080
<b>Net Change in Fund Balances</b>	41,824,983	(28,072,047)	2,777,424	(574,077)	17,619,068	(4,927,945)	(6,542,955)	(15,045,103)	76,137,775	(14,186,806)
<b>Fund Balances, Beginning of Year<sup>2</sup></b>	73,687,865	115,885,238	87,813,191	90,590,615	90,016,538	107,556,604	102,628,659	96,085,704	81,040,600	157,068,264
<b>Other Changes<sup>1</sup></b>	372,390	-	-	-	(79,002)	-	-	-	-	-
<b>Fund Balances, End of Year</b>	\$ 115,885,238	\$ 87,813,191	\$ 90,590,615	\$ 90,016,538	\$ 107,556,604	\$ 102,628,659	\$ 96,085,704	\$ 81,040,600	\$ 157,178,375	\$ 142,881,457

**Notes:**

<sup>1</sup> Generally includes restatements of prior year fund balances.

<sup>2</sup> 2014 ending balance was restated in 2015

**Data Source:**

Applicable years' comprehensive annual financial report.

**Commerce City, Colorado**  
**Direct and Overlapping Sales and Use Tax Rates (Unaudited)**  
**Last Ten Calendar Years**

For The Calendar Year	Direct <sup>2</sup>		Overlapping					Total Direct and Overlapping Rates
	City	State of Colorado	Adams County	Regional Transportation District	The Cultural And Scientific Facilities District	Metropolitan Football Stadium District <sup>1</sup>		
2006	3.50%	2.90%	0.75%	1.00%	0.10%	0.10%	8.35%	
2007	3.50%	2.90%	0.75%	1.00%	0.10%	0.10%	8.35%	
2008	3.50%	2.90%	0.75%	1.00%	0.10%	0.10%	8.35%	
2009	3.50%	2.90%	0.75%	1.00%	0.10%	0.10%	8.35%	
2010	3.50%	2.90%	0.75%	1.00%	0.10%	0.10%	8.35%	
2011	3.50%	2.90%	0.75%	1.00%	0.10%	0.10%	8.35%	
2012	3.50%	2.90%	0.75%	1.00%	0.10%	0.00%	8.25%	
2013	4.50%	2.90%	0.75%	1.00%	0.10%	0.00%	9.25%	
2014	4.50%	2.90%	0.75%	1.00%	0.10%	0.00%	9.25%	
2015	4.50%	2.90%	0.75%	1.00%	0.10%	0.00%	9.25%	

**Notes:**

<sup>1</sup> The Metropolitan Football Stadium District ended by law 12/31/2011.

<sup>2</sup> There are no components of the total direct rate.

**Data Source:**

Colorado Department of Revenue, "History of Local Sales and County Lodging Taxes".

**City of Commerce City, Colorado**  
**Taxable Assessed Value and Estimated Actual Value of Property - By Type**  
**Last Ten Calendar Years**

Calendar Year	Amounts													Estimated Actual Value <sup>1</sup>	Annual Percentage Change
	Residential Property	Commercial Property	Industrial Property	Vacant Land	Oil and Gas	Agricultural Property	Natural Resources	Personal Property <sup>7</sup>	State Assessed Utilities	Total Taxable Assessed Value	Total Direct Tax Rate <sup>2</sup>	Total			
2006	187,572,110	119,883,170	16,035,710	46,068,150	1,110,400	217,700	178,900	91,829,660	727,540	463,623,340	3.280	3,305,774,399	14.6%		
2007	202,287,210	126,991,100	16,343,230	47,535,380	940,060	175,110	462,590	177,763,960	845,160	573,343,800	3.280	3,818,634,859	15.5%		
2008 <sup>4</sup>	212,504,800	177,106,860	25,758,840	46,429,650	727,150	278,280	357,560	204,780,140	839,190	668,782,470	3.280	4,241,353,182	11.1%		
2009	187,818,990	185,420,610	25,200,150	35,720,360	991,410	310,410	912,510	233,735,380	1,148,220	671,258,040	3.280	4,024,280,642	-5.1%		
2010 <sup>5</sup>	190,685,250	186,353,530	24,808,700	32,124,100	415,310	309,260	20	240,021,660	844,220	675,562,050	3.280	4,066,574,844	1.1%		
2011	182,201,360	195,676,050	24,585,170	28,635,630	635,100	307,440	20	236,696,350	1,521,940	670,259,060	3.280	3,970,455,224	-2.4%		
2012	185,560,160	202,701,930	24,415,280	27,178,920	633,000	315,090	20	239,845,880	3,451,720	684,102,000	3.269	4,048,808,252	2.0%		
2013	185,376,770	220,081,390	26,585,620	27,565,950	523,110	339,280	20	273,023,780	3,838,450	737,334,370	3.280	4,230,949,976	4.5%		
2014	191,684,050	221,044,760	26,513,220	24,528,810	469,760	336,240	20	270,393,230	3,744,510	738,714,600	3.280	4,293,320,328	1.5%		
2015	238,260,070	236,553,030	27,239,130	27,143,070	405,450	413,040	20	254,618,390	5,022,600	789,634,800	3.280	4,893,574,400	14.0%		
% Change from 2006 - 2015	27.0%	97.3%	69.9%	-41.1%	-63.5%	89.7%	-100.0%	177.3%	590.4%	70.3%		48.0%			
Assessment Ratio	7.96%	29.00%	29.00%	29.00%	87.50%	29.00%	29.00%	29.00%	29.00%						
	<b>Percentage of Total</b>														
2006	40.5%	25.9%	3.5%	9.9%	0.2%	0.0%	0.0%	19.8%	0.3%	100.0%		100.0%			
2007	35.3%	22.1%	2.9%	8.3%	0.2%	0.0%	0.1%	31.0%	0.3%	100.0%		100.0%			
2008	31.8%	26.5%	3.9%	6.9%	0.1%	0.0%	0.1%	30.6%	0.1%	100.0%		100.0%			
2009	28.0%	27.6%	3.8%	5.3%	0.1%	0.0%	0.1%	34.8%	0.1%	100.0%		100.0%			
2010	28.2%	27.6%	3.7%	4.8%	0.1%	0.0%	0.0%	35.5%	0.1%	100.0%		100.0%			
2011	27.2%	29.2%	3.7%	4.3%	0.1%	0.0%	0.0%	35.3%	0.2%	100.0%		100.0%			
2012	27.1%	29.6%	3.6%	4.0%	0.1%	0.0%	0.0%	35.1%	0.5%	100.0%		100.0%			
2013	25.1%	29.8%	3.6%	3.7%	0.1%	0.0%	0.0%	37.0%	0.5%	100.0%		100.0%			
2014	25.9%	29.9%	3.6%	3.3%	0.1%	0.0%	0.0%	36.6%	0.5%	100.0%		100.0%			
2015	30.2%	30.0%	3.4%	3.4%	0.1%	0.1%	0.0%	32.2%	0.6%	100.0%		100.0%			

**Notes:**

<sup>1</sup> The personal property assessment increased from 2006 to 2007 as a result of Sunco Corporation making substantial improvements in personal property.

<sup>2</sup> Tax rates presented in per \$1,000 assessed value.

<sup>3</sup> Assessed values are 7.96% of actual value for residential property, 87.5% for gas and oil and 29% for all other property classes.

<sup>4</sup> In 2008, the City annexed a large industrial park known as "Northern Industrial Enclave." This annexation resulted in additional commercial, industrial and personal property.

<sup>5</sup> Site had stopped production years ago; correcting values back to 2009.

**Data Source:**

Adams County Tax Assessor's Office.

**City of Commerce City, Colorado**  
**Direct and Overlapping Property Tax Rates (Unaudited)**  
**Last Ten Calendar Years**  
*(rate per \$1,000 of assessed taxable value)*

Calendar Year	Direct Rates		Overlapping Rates <sup>1</sup>			
	City	NIGID <sup>2</sup>	School District No. 14	School District No. 27J <sup>3</sup>	Adams County	Special Districts <sup>4</sup>
2006	3.280	27.000	47.443	45.562	26.974	1,193.191
2007	3.280	27.000	45.279	45.264	26.899	N/A
2008	3.280	27.000	44.961	45.215	26.809	N/A
2009	3.280	27.000	44.813	45.284	26.824	N/A
2010	3.280	27.000	44.908	45.703	26.883	N/A
2011	3.280	27.000	44.977	45.629	26.806	N/A
2012	3.269	27.000	44.917	45.629	26.903	N/A
2013	3.280	27.000	45.080	45.629	26.815	N/A
2014	3.280	27.000	45.080	47.628	27.042	N/A
2015	3.280	27.000	45.080	49.359	26.817	N/A

**Notes:**

<sup>1</sup> Overlapping rates are those of governments that overlap the City's geographic boundaries.

<sup>2</sup> Northern Infrastructure General Improvement District, a blended component unit.

<sup>3</sup> This school district was added in the North Range area in 2000.

<sup>4</sup> Because of the large number of special districts, it is no longer practical to gather the tax rates for each of these special districts.

**Data Source:**

Adams County Tax Assessor's Office.

Commerce City, Colorado  
*Principal Sales and Use Tax Taxpayers (Unaudited) <sup>1</sup>*  
*Calendar Years 2015 and 2006*

Type of Business:	2015	
	Amount	Percentage
Refinery	\$ 4,752,997	9.7%
Utility	3,467,745	7.1%
Retail	1,320,699	2.7%
Retail	1,100,528	2.2%
Utility	788,126	1.6%
Retail	729,851	1.5%
Retail	486,358	1.0%
Retail	433,353	0.9%
Retail	393,721	0.8%
Retail	359,587	0.7%
<b>Total Principal Taxpayers</b>	13,832,965	28.3%
<b>All Other Taxpayers</b>	35,095,289	71.7%
<b>Total Taxpayers</b>	\$ 48,928,254	100.0%
	<b>2006</b>	
Type of Business:	Amount	Percentage
Motor fuel	\$ 4,002,831	11.8%
Utility	1,472,273	4.4%
Retail	1,129,166	3.3%
Construction	683,578	2.0%
Refinery	294,095	0.9%
Utility	266,373	0.8%
Utility	214,733	0.6%
Utility	211,813	0.6%
Natural Gas	205,990	0.6%
Retail	201,045	0.6%
<b>Total Principal Taxpayers</b>	8,681,897	25.7%
<b>All Other Taxpayers <sup>2</sup></b>	25,127,171	74.3%
<b>Total Taxpayers</b>	\$ 33,809,068	100.0%

**Notes:**

<sup>1</sup> Colorado law does not allow disclosure of individual taxpayers.

<sup>2</sup> Amount includes audit revenue

**Data Source:**

City sales tax collection records.

**City of Commerce City, Colorado**  
**Property Tax Levies and Collections <sup>1</sup> (Unaudited)**  
**Last Ten Calendar Years**

Levy Year	Collection Year	Total Tax Levy	Current Year <sup>3</sup> Collections	Percentage of Levy
2006 <sup>2</sup>	2007	1,520,683	1,525,437	100.3%
2007	2008	1,880,568	1,816,090	96.6%
2008	2009	2,193,607	2,190,013	99.8%
2009	2010	2,201,726	2,190,905	99.5%
2010	2011	2,165,852	2,150,984	99.3%
2011	2012	2,198,449	2,184,844	99.4%
2012	2013	2,236,329	2,190,282	97.9%
2013	2014	2,418,457	2,408,644	99.6%
2014	2015	2,422,984	2,331,857	96.2%
2015	2016	2,590,002	-	0.0%

**Notes:**

<sup>1</sup> The amounts reported in this table exclude the GID taxes.

<sup>2</sup> The City levies taxes by December 15 for the subsequent year.

<sup>3</sup> Although property taxes are not the City's major own-source revenue, this table is presented to provide selected data regarding property tax administration. Taxes reported in this column represent the total tax collections in the year indicated, not in the year levied as required by GASB Statement No. 44, since this information is not available and delinquent tax collections generally are insignificant.

**Data Source:**

Applicable years' comprehensive annual financial report.

**City of Commerce City, Colorado**  
**Principal Property Taxpayers (Unaudited)**  
**Calendar Years Ended December 31, 2015 and 2006**

2015				
Principal Taxpayer	Type of Business	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Suncor Energy	Refinery	\$ 131,929,320	1	16.71%
Public Service Co of Colorado	Utility	16,401,930	2	2.08%
Lineage Ocsire LLC	Warehouse	8,073,550	3	1.02%
Qwest Corp FKA US West	Utility	7,849,400	4	0.99%
Con Agra Flour Milling	Mill	6,269,160	5	0.79%
ARC3 FECMCO01 LLC	-	6,054,850	6	0.77%
BT-OH LLC	Commercial Building	5,784,460	7	0.73%
FedEx Ground Package System	Transportation/Trucking	5,039,340	8	0.64%
Cal East Nat LLC	Distribution warehouse	4,826,750	9	0.61%
Kew Realty Corporation	Commercial Realty	4,624,500	10	0.59%
<b>Total Principal Taxpayers</b>		196,853,260		24.93%
<b>All Other Taxpayers</b>		592,781,540		75.07%
<b>Total Taxpayers</b>		\$ 789,634,800		100.00%
2006				
Principal Taxpayer	Type of Business	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Suncor Energy	Refinery	\$ 30,515,660	1	6.58%
Qwest Corp FKA US West	Telephone	7,019,100	2	1.51%
Con Agra Flour Milling Co	Mill	5,996,850	3	1.29%
BT-OH, LLC	Commercial Building	3,899,390	4	0.84%
Shea Homes Limited Partnership	Developer	3,782,440	5	0.82%
1480 Welton Inc.	Commercial Building	3,717,990	6	0.80%
Xcel Energy of Colorado	Utility	3,460,890	7	0.75%
United Parcel Service - Rocky Mountain	Courier	3,203,400	8	0.69%
Shamrock Foods Company	Distribution	2,840,030	9	0.61%
Richmond American Homes of Colorado	Developer	2,567,170	10	0.55%
<b>Total Principal Taxpayers</b>		67,002,920		14.45%
<b>All Other Taxpayers</b>		396,620,420		85.55%
<b>Total Taxpayers</b>		\$ 463,623,340		100.00%

**Data Source:**

Adams County Tax Assessor's Office

**City of Commerce City, Colorado**  
**Ratios of Total Debt Outstanding - By Type (Unaudited)**  
**Last Ten Calendar Years**

December 31,	Governmental Activities			Business-type Activities			Personal Income <sup>3</sup>	Estimated Population	Total Debt Per Capita
	General Obligation Bonds	Sales Tax Revenue Bonds	Lease Purchase Agreement	Certificates of Participation	Total	Total Debt			
2006 <sup>1</sup>	54,590,000	67,920,000	-	31,175,613	31,175,613	153,685,613	1.3%	35,432	3,458
2007	54,590,000	67,045,000	-	31,174,739	31,174,739	152,809,739	1.2%	37,874	3,212
2008 <sup>2</sup>	90,090,000	65,310,000	-	31,173,865	31,173,865	186,573,865	1.3%	39,249	3,959
2009	90,090,000	63,510,000	-	31,172,991	31,172,991	184,772,991	1.3%	42,630	3,603
2010	90,090,000	61,620,000	2,045,763	31,164,248	31,164,248	184,920,011	1.3%	45,913	3,349
2011	90,090,000	58,805,000	1,992,868	31,155,505	31,155,505	182,043,373	1.3%	47,446	3,180
2012	89,557,154	58,429,105	1,923,703	31,146,763	31,146,763	181,056,725	1.3%	48,421	3,096
2013 <sup>4</sup>	91,102,299	56,960,161	1,862,209	30,748,019	30,748,019	180,672,688	1.3%	49,799	3,011
2014	89,637,034	133,929,037	1,728,771	30,184,277	30,184,277	255,479,119	1.8%	49,203	4,579
2015	94,133,634	138,616,212	1,583,263	29,577,338	29,577,338	263,910,447	1.9%	51,762	4,527

**Notes:**

<sup>1</sup> In 2006, the City issued \$46,500,000 in sales and use tax revenue bonds which funded certain public infrastructure improvements related to the Prairie Gateway Project, \$44,400,000 in general improvement district general obligation variable rate bonds which funded various infrastructure projects and \$30,900,000 in certificates of participation which funded the construction of a new City administration center and other related facilities.

<sup>2</sup> In 2008, the City issued \$35,500,000 in general obligation variable rate bonds which funded various infrastructure projects, primarily 104th street.

<sup>3</sup> Exhibit XXIII - information available only for Adams County.

<sup>4</sup> Netted with bond premiums and discounts as applicable beginning calendar 2013.

**Data Source:**

Applicable years' comprehensive annual financial report.

**City of Commerce City, Colorado**  
**Ratios of General Obligation Bonded Debt Outstanding - By Type (Unaudited)**  
**Last Ten Calendar Years**

<b>December 31,</b>	<b>General Obligation Bonds</b>	<b>Net Position Restricted for Debt Services</b>	<b>Net General Obligation Bonds</b>	<b>Debt as a % of Estimated Actual Taxable Value of Property</b>	<b>Total General Bonded Debt Per Capita</b>
2006	54,590,000	1,960,014	52,629,986	1.7%	1,541
2007	54,590,000	4,009,054	50,580,946	1.4%	1,441
2008	90,090,000	6,649,227	83,440,773	2.1%	2,295
2009	90,090,000	10,226,907	79,863,093	2.2%	2,113
2010	90,090,000	12,767,385	77,322,615	2.2%	1,962
2011	90,090,000	13,573,605	76,516,395	2.3%	1,899
2012	89,557,154	16,248,149	73,309,005	2.2%	1,850
2013	91,102,299	12,438,063	78,664,236	2.2%	1,829
2014	89,637,034	9,604,099	80,032,935	2.1%	1,822
2015	94,133,634	461,756	93,671,878	1.9%	1,819

**Data Source:**

Applicable years' comprehensive annual financial report.

City of Commerce City, Colorado  
 Direct and Overlapping Governmental Activities Debt (Unaudited)  
 December 31, 2015

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable <sup>1</sup></u>	<u>Estimated Share of Overlapping Debt</u>
<b>Overlapping Debt <sup>2,3</sup></b>			
Adams County School District #14	\$ 77,355,000	97.41%	\$ 75,351,506
Brighton School District #27J	134,210,000	72.85%	97,771,985
Buffalo Ridge Metro District	18,834,487	100.00%	18,834,487
Eagle Creek Metro District	3,060,000	100.00%	3,060,000
Fronterra Village Metro Districts #1 & 2	18,980,000	100.00%	18,980,000
North Range Metro Districts #1-5	53,625,000	100.00%	53,625,000
North Range Village Metro District	7,485,000	100.00%	7,485,000
Potomac Farms Metro District	5,485,000	100.00%	5,485,000
Riverdale Dunes Metro Districts	2,465,000	100.00%	<u>2,465,000</u>
<b>Total Overlapping Debt</b>			283,057,978
<b>City Direct Debt</b>			<u>225,294,842</u>
<b>Total Direct and Overlapping Debt</b>			<u><u>\$ 508,352,820</u></u>

**Notes:**

<sup>1</sup> Applicable percentages were estimated by determining the portion of another government unit's assessed value that is within the City's geographic boundaries and dividing it by each government's total assessed valuation.

<sup>2</sup> Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City.

**Data Source:**

<sup>3</sup> Individual governments.

City of Commerce City, Colorado  
 Legal Debt Margin  
 Last Ten Calendar Years

	December 31,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Assessed Value <sup>1</sup></b>	\$ 463,623,340	\$ 573,334,380	\$ 668,782,470	\$ 671,258,040	\$ 675,562,050	\$ 670,259,060	\$ 684,102,000	\$ 737,334,370	\$ 738,714,600	\$ 789,634,800
<b>Legal Debt Margin</b>										
Debt limit (10% of assessed value)	\$ 46,362,334	\$ 57,334,380	\$ 66,878,247	\$ 67,125,804	\$ 67,556,205	\$ 67,025,906	\$ 68,410,200	\$ 73,733,437	\$ 73,871,460	\$ 78,963,480
Total debt applicable to limit	46,362,334	57,334,380	66,878,247	67,125,804	67,556,205	67,025,906	68,410,200	73,733,437	73,871,460	78,963,480
<b>Legal Debt Margin</b>	\$ 46,362,334	\$ 57,334,380	\$ 66,878,247	\$ 67,125,804	\$ 67,556,205	\$ 67,025,906	\$ 68,410,200	\$ 73,733,437	\$ 73,871,460	\$ 78,963,480
Total net debt applicable to the limit as a % of the debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

**Notes:**

<sup>1</sup> The City has no debt applicable to the legal debt margin.

**Data Source:**

<sup>1</sup> See Exhibit XIV.

**City of Commerce City, Colorado**  
***Pledged Revenue Coverage***  
***Sales and Use Tax Revenue Bonds***  
***Last Ten Calendar Years***

Calendar Year	Sales and Use Taxes	Debt Service			Times Coverage
		Principal	Interest	Total	
2006 <sup>1</sup>	35,407,253	550,000	1,694,616	2,244,616	15.77
2007	30,578,943	875,000	3,070,730	3,945,730	7.75
2008	31,874,621	1,735,000	3,032,682	4,767,682	6.69
2009	30,330,972	1,800,000	2,960,031	4,760,031	6.37
2010	51,970,021	1,890,000	2,883,412	4,773,412	10.89
2011	37,324,443	2,815,000	2,846,090	5,661,090	6.59
2012	35,516,389	1,365,000	2,689,112	4,054,112	8.76
2013	34,630,187	1,425,000	2,634,512	4,059,512	8.53
2014	48,928,254	1,490,000	2,577,512	4,067,512	12.03
2015	50,463,396	3,355,000	3,895,067	7,250,067	6.96

**Notes:**

<sup>1</sup> In 2006, the City issued \$46,500,000 in sales and use tax revenue bonds and a portion of the interest was paid in 2006.

**Data Sources:**

Applicable years' comprehensive annual financial report.

**City of Commerce City, Colorado  
Demographic and Economic Statistics  
Last Ten Calendar Years**

Year	Population <sup>2</sup>	Personal Income <sup>1,3</sup> <i>(thousands of dollars)</i>	Per Capita Personal Income <sup>1,3</sup>	Per Capita Personal Income % of U.S. <sup>3</sup>	Median Age <sup>4</sup>	Unemployment Rate			
						Commerce City	Adams County <sup>5</sup>	State of Colorado <sup>5</sup>	United States <sup>6</sup>
2006	35,432	12,771,890	31,187	83%	N/A	N/A	4.9%	4.4%	4.4%
2007	37,874	13,553,627	32,301	81%	N/A	N/A	4.4%	3.9%	5.0%
2008	39,249	14,031,026	32,770	81%	N/A	N/A	5.4%	4.8%	7.3%
2009	42,630	13,930,014	31,727	81%	N/A	N/A	9.4%	8.1%	9.9%
2010	45,913	14,130,401	31,849	80%	30.0	N/A	10.3%	9.0%	9.4%
2011	47,446	14,925,051	33,061	80%	30.0	N/A	10.0%	8.6%	8.2%
2012	48,421	15,945,588	34,695	81%	30.2	N/A	9.2%	7.8%	8.2%
2013	49,799	Not Available	Not Available	Not Available	30.2	N/A	7.6%	6.8%	7.4%
2014	49,203	Not Available	Not Available	Not Available	31.4	N/A	5.4%	5.0%	6.2%
2015 <sup>7</sup>	51,762	Not Available	Not Available	Not Available	30.7	4.4%	4.2%	3.7%	5.2%

**Notes:**

<sup>1</sup> Information available only for Adams County.

**Data Sources:**

<sup>2</sup> 2005-2010, State of Colorado, Division of Local Government, State Demography Office, [http://dola.colorado.gov/demog\\_webapps/population\\_estimate\\_within,2011](http://dola.colorado.gov/demog_webapps/population_estimate_within,2011) - management estimate

\*2014: ESRI Business Analyst (Source U.S. Census Bureau, Esri forecasts for 2014 and 2019)

<sup>3</sup> 2005 - 2012 - U.S. Bureau of Economic Analysis - <http://www.bea.gov/regional/reis/default.cfm?selTable=CA1-3&section=2>

<sup>4</sup> U.S. Census Bureau - <http://censtats.census.gov/data/CO/1600816495.pdf>

<sup>5</sup> Colorado Department of Labor and Employment, <http://lmgateway.coworkforce.com/lmgateway/gsipub/index.asp?docid=363>

<sup>6</sup> United States Department of Labor, Bureau of Labor Statistics, <http://www.bls.gov/cps/cpsaat1.pdf>

<sup>7</sup> Starting in 2015, all City Demographic and Economic Statistics will be acquired through the Economic Development Departments Published Economic Profile

**City of Commerce City, Colorado  
Building Permits Issued for New Structures  
Last Ten Calendar Years**

Year <sup>1</sup>	Single Family			Multi-Family			Commercial/Industrial			
	Number of Permits	% Change	Valuation	Number of Units	% Change	Valuation	Number of Permits	% Change	Valuation	% Change
2006	646	-53%	109,700,095	173	-21%	17,553,906	29	53%	34,924,275	44%
2007	331	-49%	65,372,338	150	-13%	14,729,393	42	45%	27,388,287	-22%
2008	138	-58%	24,227,475	99	-34%	8,840,891	22	-48%	25,144,659	-8%
2009	122	-12%	19,121,004	8	-92%	659,219	15	-32%	16,374,200	-35%
2010	218	79%	33,769,751	21	163%	2,268,559	23	53%	31,863,595	95%
2011	108	-50%	16,099,757	8	-62%	905,000	17	-26%	74,394,330	133%
2012	192	78%	30,510,521	0	-100%	0	13	-24%	28,064,930	-62%
2013	380	98%	68,238,427	4	100%	713,720	18	38%	10,570,162	-62%
2014	344	-9%	58,877,374	9	125%	996,818	19	6%	21,063,783	99%
2015	292	-15%	50,091,911	53	489%	4,762,860	16	-16%	8,455,246	-60%

**Data Source:**  
City Community Development Department

**City of Commerce City, Colorado**  
**Principal Employers**  
**For the Calendar Years Ended December 31, 2015 and 2006**

Employer	Product or Service	2015		
		Number of Employees	Rank	Percentage of Major City Employers
United Parcel Service	Parcel delivery	2,704	1	10.73%
FedEx Freight Inc.	Global logistics	889	2	3.53%
Shamrock Foods	Foodservice Distribution	835	3	3.31%
FedEx Ground Package System Inc.	Global logistics	600	4	2.38%
Suncor Energy USA Inc.	Energy Production	423	5	1.68%
Old Dominion Freight Lines	Global logistics	362	6	1.44%
Douglass Colony Group	Building Materials	353	7	1.40%
Waste Management Colorado Inc.	Waste Removal/Recycling	274	8	1.09%
Republic Services	Waste Removal/Recycling	270	9	1.07%
Walmart Stores Inc.	Retail	200	10	0.79%
<b>Total Principal Employers' Employees</b>		6,910		27.42%
<b>Other Employers' Employees</b>		18,294		72.58%
<b>Total Employers' Employees</b>		25,204		100.00%
Employer	Product or Service	2006 <sup>1</sup>		
		Number of Employees	Rank	Percentage of Major City Employers
United Parcel Service	Parcel delivery	2,733	1	32.16%
Adams County School District 14	School district	954	2	11.23%
United Food Service, Inc.	Food service distribution	582	3	6.85%
Viking Freight, Inc.	Trucking	504	4	5.93%
Navajo Express, Inc.	Trucking	501	5	5.90%
City of Commerce	City government	427	6	5.03%
Laidlaw Transit Inc.	Transportation	378	7	4.45%
Northern Pipeline Const Co	Construction	352	8	4.14%
United States Postal Service	Postal service	340	9	4.00%
Wal-Mart Super Center	Retail	315	10	3.71%
<b>Total Principal Employers' Employees</b>		7,086		83.39%
<b>Other Employers' Employees</b>		1,411		16.61%
<b>Total Employers' Employees</b>		8,497		100.00%

<sup>1</sup> Information as submitted in prior year CAFR

**Data Source:**

City Economic Development Division

**City of Commerce City, Colorado**  
**City Employees by Function/Program (Unaudited) <sup>1</sup>**  
**Last Ten Calendar Years**

Function/program	Calendar Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>General Government:</b>										
Legislative	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00
Legal	2.00	2.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Resource Development (Grant Administrator)	-	-	-	1.00	1.00	1.00	1.00	2.00	-	-
City clerk	2.00	2.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
City manager	7.50	10.50	8.00	8.00	8.00	8.00	8.00	5.00	5.00	4.00
Economic development	3.00	3.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	5.00
Marketing and public relations	3.00	4.00	6.00	5.00	5.00	5.00	6.00	6.00	7.00	7.00
Community relations	1.00	-	-	-	-	-	-	-	-	-
<b>Total General Government</b>	<b>27.50</b>	<b>30.50</b>	<b>34.00</b>	<b>34.00</b>	<b>34.00</b>	<b>34.00</b>	<b>35.00</b>	<b>33.00</b>	<b>32.00</b>	<b>32.00</b>
<b>Human resources:</b>										
Human resources	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00
Risk Manager	-	-	-	-	1.00	1.00	1.00	1.00	1.00	1.00
<b>Total Human Resources</b>	<b>6.00</b>	<b>6.00</b>	<b>6.00</b>	<b>6.00</b>	<b>7.00</b>	<b>7.00</b>	<b>7.00</b>	<b>7.00</b>	<b>7.00</b>	<b>7.00</b>
<b>Finance:</b>										
Financial planning and budgeting	1.50	1.50	3.00	3.00	4.00	4.00	4.00	4.00	5.00	4.00
Financial services	10.00	10.00	10.00	10.00	9.00	9.00	9.00	10.00	10.00	10.00
Tax	8.00	9.00	11.00	11.00	11.00	11.50	12.00	11.00	12.00	11.00
Judicial	4.00	4.00	4.00	4.00	5.00	5.00	5.00	5.00	5.00	5.00
<b>Total Finance</b>	<b>23.50</b>	<b>24.50</b>	<b>28.00</b>	<b>28.00</b>	<b>29.00</b>	<b>29.50</b>	<b>30.00</b>	<b>30.00</b>	<b>32.00</b>	<b>30.00</b>
<b>Community Planning/Development:</b>										
Administration	4.00	3.00	4.50	4.50	4.50	4.50	5.00	4.00	5.00	6.00
Community planning	7.00	8.00	8.00	8.00	8.00	8.00	6.00	6.00	6.00	6.00
Building safety	16.00	17.00	14.00	14.00	12.00	11.00	11.00	10.00	10.00	13.00
Housing	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Neighborhood Services	18.00	18.00	18.00	18.00	16.00	15.00	15.00	13.00	9.00	8.00
<b>Total Community Planning/Development</b>	<b>46.00</b>	<b>47.00</b>	<b>45.50</b>	<b>45.50</b>	<b>41.50</b>	<b>39.50</b>	<b>38.00</b>	<b>34.00</b>	<b>31.00</b>	<b>34.00</b>
<b>Public Safety:</b>										
Administration	19.50	18.50	6.00	6.00	5.00	6.00	6.00	4.00	8.00	8.00
Investigation	20.00	18.00	36.50	36.50	35.50	39.00	39.00	35.00	47.00	44.00
Patrol	68.00	72.00	72.00	76.00	75.50	71.50	64.00	77.00	73.00	74.50
Victim Services	-	2.00	1.00	1.00	2.00	2.00	2.00	2.00	2.00	-
Street Crime Program	-	5.00	5.00	5.00	5.00	5.00	5.00	5.00	-	-
Emergency Mgmt	-	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
<b>Total Public Safety</b>	<b>107.50</b>	<b>116.50</b>	<b>121.50</b>	<b>125.50</b>	<b>124.00</b>	<b>124.50</b>	<b>117.00</b>	<b>124.00</b>	<b>131.00</b>	<b>127.50</b>
<b>Public Works:</b>										
Administration	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
Street & Traffic Maintenance	24.50	21.00	23.00	22.00	22.00	22.00	23.00	24.00	25.00	25.00
Engineering	9.00	9.00	9.00	9.00	9.00	9.00	10.00	9.00	9.00	13.00
<b>Total Public Works</b>	<b>38.50</b>	<b>35.00</b>	<b>37.00</b>	<b>36.00</b>	<b>36.00</b>	<b>36.00</b>	<b>38.00</b>	<b>38.00</b>	<b>39.00</b>	<b>43.00</b>
<b>Parks &amp; Recreation:</b>										
Administration	9.00	9.50	10.50	11.50	11.50	11.00	11.00	10.00	11.00	12.00
Parks Maintenance	10.00	10.00	13.00	13.00	13.00	14.00	14.00	14.00	14.00	13.00
Trails & Open Space	1.00	1.00	-	-	-	-	-	-	-	-
Recreation Programs	13.00	13.00	17.00	17.00	17.00	17.00	17.00	17.00	17.00	20.00
<b>Total Parks &amp; Recreation</b>	<b>33.00</b>	<b>33.50</b>	<b>40.50</b>	<b>41.50</b>	<b>41.50</b>	<b>42.00</b>	<b>42.00</b>	<b>41.00</b>	<b>42.00</b>	<b>45.00</b>
<b>Facility Services:</b>										
Administration	10.00	8.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
<b>Fleet Management:</b>										
Administration	6.50	7.50	7.00	7.00	7.00	6.00	6.00	6.00	6.00	6.00
<b>Information Technology:</b>										
Administration	14.00	15.00	15.00	15.00	15.00	14.00	15.00	14.00	15.00	16.00
<b>Golf:</b>										
Maintenance	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Operations	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Restaurant	-	-	-	-	-	2.00	2.00	2.00	2.00	3.00
<b>Total Golf</b>	<b>7.00</b>	<b>7.00</b>	<b>7.00</b>	<b>7.00</b>	<b>7.00</b>	<b>9.00</b>	<b>9.00</b>	<b>9.00</b>	<b>9.00</b>	<b>10.00</b>
<b>Total</b>	<b>319.50</b>	<b>330.50</b>	<b>345.50</b>	<b>349.50</b>	<b>346.00</b>	<b>345.50</b>	<b>341.00</b>	<b>340.00</b>	<b>348.00</b>	<b>354.50</b>
<b>Percentage Change From Prior Year</b>	<b>7.1%</b>	<b>3.4%</b>	<b>4.5%</b>	<b>1.2%</b>	<b>-1.0%</b>	<b>-0.1%</b>	<b>-1.3%</b>	<b>-0.3%</b>	<b>2.4%</b>	<b>1.9%</b>

**Notes:**<sup>1</sup> Based upon the number of authorized positions.**Data Source:**

City finance department, payroll section.

City of Commerce City, Colorado  
 Operating Statistics by Function/Program  
 Calendar Years 2006 - 2015

Function/program	Calendar Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>General Government:</b>										
Liquor licenses processed	70	70	68	70	59	50	55	62	61	60
Written legal opinions	220	220	220	220	250	540	656	700	703	762
Ordinances and resolutions drafted	85	85	90	95	120	160	162	162	187	244
Job applications processed	3,660	2,051	3,880	3,900	2,850	4,703	3,279	3,561	4,191	4,570
Payroll checks issued	10,472	10,800	11,408	11,500	12,040	12,183	12,463	12,153	14,074	13,316
Invoices processed	14,294	14,000	13,918	16,000	15,383	14,991	14,923	13,577	15,042	16,235
Accounts payable checks issued	9,131	940	9,141	9,700	9,545	10,311	9,029	8,772	8,692	8,546
Court phone calls	13,815	15,459	13,512	14,505	15,272	15,541	10,275	9,980	10,099	11,761
Court appearances	4,368	4,245	5,175	5,508	5,512	-	-	-	-	-
Sales/use tax returns mailed	18,000	18,000	20,544	20,750	21,575	21,540	23,764	18,700	20,818	24,159
Audits performed	125	125	95	125	125	94	47	69	98	71
<b>Community Planning and Development:</b>										
Building permit applications	11,244	7,300	1,500	1,200	4,770	1,940	1,773	1,934	2,444	2,512
Inspections requested	38,000	23,000	24,000	10,500	14,356	10,695	9,637	13,614	15,408	16,496
Planning Commission applications	45	36	28	23	15	23	38	18	27	31
<b>Police protection:</b>										
Calls and complaints	59,133	62,061	85,479	88,039	74,246	72,689	64,045	65,204	70,479	82,541
Crime rate per 1,000 population	109	109	118	114	84	80	81	78	73	71
Physical arrests	2,834	2,121	2,739	3,012	2,872	2,928	2,814	3,199	3,303	1,713
Traffic violations filed	1,503	7,967	8,895	9,784	11,297	12,571	6,951	7,054	6,844	10,411
Parking violations	576	896	1,512	1,663	958	905	681	715	1,256	1,379
Vehicles towed	1,776	1,566	1,572	1,560	1,341	1,129	1,006	1,069	1,098	1,458
<b>Public works:</b>										
Service requests received	550	675	1,493	945	561	646	749	528	810	928
Hours spent on traffic maintenance	8,098	7,650	5,500	5,500	5,872	6,042	7,610	6,603	8,063	4,760
Hours spent on asphalt maintenance	7,300	7,900	8,500	8,500	8,195	8,089	7,917	8,705	8,830	4,382
Hours spent on weed maintenance	5,500	5,300	5,000	5,000	6,750	7,089	8,317	8,245	6,700	5,289
Concrete repairs (linear feet)	11,000	1,000	1,000	-	259	11,063	12,182	No program	No program	1,448
<b>Parks and recreation:</b>										
Recreation center visits	119,000	126,000	153,011	155,000	111,662	110,045	105,004	115,305	147,028	106,369
Volunteer hours	10,817	10,500	15,860	17,000	14,606	15,500	10,724	10,849	11,266	11,524
Park rentals	373	1,100	1,150	1,200	934	805	1,521	1,939	2,646	1,049
Daily admissions	44,000	44,200	43,987	44,000	4,191	-	-	-	-	-
Program Registrations	-	-	-	-	-	9,862	10,046	11,249	12,052	11,810

**Notes:**

<sup>1</sup> Information not presented is not available.

**Data Source :**

Various City departments and budgets.

**City of Commerce City, Colorado  
Capital Asset Statistics by Function/Program  
Last Ten Calendar Years**

Function/program	Calendar Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Area in square miles	32	34	34	34	34	35	35	35	35	35
Miles of streets	242	245	238	238	238	243	244	244	244	244
Number of street lights:										
Excel Energy	1,654	1,678	1,875	N/A						
United Power	1,454	1,517	1,543	N/A						
Culture and recreation:										
Recreation centers	1	1	1	1	1	1	1	1	1	1
Parks	18	18	18	18	18	17	17	17	17	17
Park acreage	98	132	132	132	132	113	113	113	113	113
Swimming pools	1	1	1	1	1	1	1	1	1	2
Tennis courts	4	4	4	4	4	4	4	-	-	-
Roller hockey rink	1	1	1	1	1	-	-	-	-	-
Skateboard park	1	1	1	1	1	1	1	1	1	2
Basketball courts	3	3	5	5	5	5	5	5	5	6
Golf courses	1	1	1	1	1	1	1	1	1	1
Trails:										
On street miles	9	9	1	1	1	7	7	7	7	7
Off street miles	6	7	15	15	15	24	24	24	24	24
Futsal Court	-	-	-	-	-	-	-	2	2	2
Sprayground	-	-	-	-	-	-	-	1	1	1
Police protection:										
Number of stations	1	1	1	1	3	2	2	2	2	2
Number of patrol units	62	66	72	72	73	81	78	83	84	83

**Data Source:**  
Various City departments.



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

<b>LOCAL HIGHWAY FINANCE REPORT</b>	City or County: <b>City</b>
	YEAR ENDING : <b>December 2015</b>
This Information From The Records Of (example - City of _ or County of _) City of Commerce City	Prepared By: Christopher Johnson Phone: (303) 289-3727

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

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

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

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

ITEM	AMOUNT	ITEM	AMOUNT
<b>A. Receipts from local sources:</b>		<b>A. Local highway disbursements:</b>	
1. Local highway-user taxes		1. Capital outlay (from page 2)	7,766,677
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	1,350,406
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	2,814,107
2. General fund appropriations	15,425,329	b. Snow and ice removal	463,490
3. Other local imposts (from page 2)	3,447,473	c. Other	
4. Miscellaneous local receipts (from page 2)	8,329,512	d. Total (a. through c.)	3,277,597
5. Transfers from toll facilities		4. General administration & miscellaneous	1,195,459
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	8,218,673
a. Bonds - Original Issues		6. Total (1 through 5)	21,808,812
b. Bonds - Refunding Issues		<b>B. Debt service on local obligations:</b>	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	4,237,004
7. Total (1 through 6)	27,202,314	b. Redemption	2,969,652
<b>B. Private Contributions</b>		c. Total (a. + b.)	7,206,656
<b>C. Receipts from State government</b> (from page 2)	1,813,154	2. Notes:	
<b>D. Receipts from Federal Government</b> (from page 2)	0	a. Interest	
<b>E. Total receipts (A.7 + B + C + D)</b>	29,015,468	b. Redemption	0
		3. Total (1.c + 2.c)	7,206,656
		<b>C. Payments to State for highways</b>	
		<b>D. Payments to toll facilities</b>	
		<b>E. Total disbursements (A.6 + B.3 + C + D)</b>	29,015,468

**IV. LOCAL HIGHWAY DEBT STATUS**

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
<b>A. Bonds (Total)</b>	106,610,081			101,760,429
1. Bonds (Refunding Portion)		52,645,000	57,494,652	
<b>B. Notes (Total)</b>				0

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

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
		29,015,468	29,015,468		0

Notes and Comments:

**LOCAL HIGHWAY FINANCE REPORT**

STATE:  
Colorado  
YEAR ENDING (mm/yy):  
**December 2015**

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

ITEM	AMOUNT	ITEM	AMOUNT
<b>A.3. Other local imposts:</b>		<b>A.4. Miscellaneous local receipts:</b>	
a. Property Taxes and Assessments		a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	2,971,670	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	545,259
5. Specific Ownership &/or Other	475,803	g. Other Misc. Receipts	7,766,677
6. Total (1. through 5.)	3,447,473	h. Other	17,576
c. Total (a. + b.)	3,447,473	i. Total (a. through h.)	8,329,512
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
<b>C. Receipts from State Government</b>		<b>D. Receipts from Federal Government</b>	
1. Highway-user taxes	1,616,232	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	196,922	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.)	196,922	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	1,813,154	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)
<b>A.1. Capital outlay:</b>			
a. Right-Of-Way Costs	0	0	0
b. Engineering Costs	0	0	0
c. Construction:			
(1). New Facilities	0	1,503,252	1,503,252
(2). Capacity Improvements	1,249,253	1,975,340	3,224,593
(3). System Preservation	0	2,416,070	2,416,070
(4). System Enhancement & Operation	0	622,763	622,763
(5). Total Construction (1) + (2) + (3) + (4)	1,249,253	6,517,424	7,766,677
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	1,249,253	6,517,424	7,766,677
			(Carry forward to page 1)

Notes and Comments: