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September 10, 2019

VIA EMAIL AND REGULAR MAIL

Marc F. Colin
Bruno, Colin, & Lowe, P.C.
1999 Broadway, Suite 4300
Denver, CO 80202

Re: Notice of Claim – Grand Junction

Dear Mr. Colin:

I am responding to your Notice of Claim, dated August 29, 2019, and your amended Notice of Claim, dated August 30, 2019, directed to my client, the City of Grand Junction (the “City”), and to Ms. Romero and Ms. Hazelhurst, each individually (collectively the “Notice”) regarding the Employee Retiree Health Program (the “ERHP”).

At the outset, while you have had the individual email addresses for Ms. Romero and Mr. Caton for several months now, I noted that you directed the Notice to the general emails for the Finance Department and the City Manager. As you may have guessed, this caused the Notice to be sent unnecessarily and irresponsibly to several employees of each department. On all future correspondence, I trust that you will use the individual emails for Ms. Romero and Mr. Caton, which are:

Jodi (not Jody) Romero: jodir@gjcity.org

Greg Caton: gregc@gjcity.org

In addition, our understanding was that you and your client were willing to wait until the actuary’s findings were available to determine options before proceeding with any claim. I will assume that your intent behind filing this Notice was not to accelerate this process, but merely to attempt to preserve your right to bring claims under C.R.S. § 24-10-109. My client, Ms. Romero and Ms. Hazelhurst are concerned about the timing of your Notice and whether you continue to be interested in finding a sustainable path forward.

The City denies your purported claim of injury under C.R.S. §24-10-109, and does not believe that the facts support your claim. The City, Ms. Romero and Ms. Hazelhurst have not waived any immunity provided under Colorado law. Rather than refute all of the statements in the Notice, the City wanted to clarify a few points:

- Contrary to your allegations in the Notice, the EHRP funds have been and are being accounted for separately, even though the results of the program have been financially reported differently depending upon the requirements of the applicable Government Accounting Standards Board statement at the time of the report.
 - a. From 1998 to 2009, the ERHP was reported in a Fiduciary Fund as a “Private Purpose Trust” with substantially the same description:
 - i. Fiduciary funds are used to account for assets held by the City in a fiduciary capacity or as an agent for individuals, private organizations, other governments, and/or other funds. These include Pension Trust, Private-Purpose Trust, Investment Trust and Agency Funds.
 - ii. Employee Retirement Health Benefit Fund - to account for revenues and expenditures associated with health insurance premiums for retired employees.
(See 2003 CAFR p. 5-33; 2004 CAFR p. 18, 45; 2005 CAFR 103; 2006 CAFR pdf p. 117; 2007 CAFR p 103; 2008 CAFR p. 107; 2009 CAFR p. 111)
 - b. From 2011 to date, the funds restricted for ERHP have been separately stated on the Balance Sheet for Governmental Funds, with the exception of 2017 when it was reported on the Combining Statement of Net Position Internal Service Funds. (Attachment A)
 - c. The City of Grand Junction financial statements have been audited by a third-party auditing firm annually.
- Contrary to your allegations, and in all years, funds attributable to the ERHP have only been used for the restricted purpose of paying retiree health premiums.
- Your statement that the City received a total of \$400,257 in federal Early Retiree Reinsurance Program (“ERRP”) Funds is not accurate. The 2011-2013 CAFR Single Audit Report provides that the total award and expenditure of ERRP Funds as \$136,323. (Attachment B) All ERRP Funds have been accounted for, and are maintained in a separately auditable account, as discussed above.
- Contrary to your statement, the written acknowledgements sought by the City have not been coercive and are no longer being requested until the actuaries complete their study of the sustainability of the ERHP.

Marc F. Colin
September 10, 2019
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The City hereby reserves all rights and remedies with respect to the matter which is the subject of this letter (including the claim), and this letter should not be construed in any way that would seek to limit or reduce any such rights or remedies.

Thank you for your attention.

Sincerely,

A handwritten signature in black ink, appearing to read "Kirsten B. Stewart", with a long horizontal flourish extending to the right.

Kirsten B. Stewart

KBS/tjg
cc: John P. Shaver, Esq., City Attorney

Attachment A

City of Grand Junction
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2011

	General Fund	Sales Tax Capital Improvements Capital Projects Fund	Major Capital Improvements Capital Projects Fund	Parkway Debt Retirement Fund	Other Governmental Funds	Total Governmental Funds
ASSETS						
Cash and Investments	\$ 14,694,623	\$ -	\$ 27,525,430	\$ 19,079,054	\$ 7,892,810	\$ 69,191,917
Interest receivable	60,682	-	-	-	-	60,682
Accounts receivable, net of allowances for uncollectibles	1,441,545	-	-	-	478,287	1,919,832
Taxes receivable	11,346,815	1,260,448	-	-	294,281	12,901,544
Special assessments receivable	-	86,139	-	-	-	86,139
Due from other funds	2,068,559	-	-	-	-	2,068,559
Prepaid Items	153,845	-	20,157	-	13,605	187,607
Inventories	214,413	-	-	-	-	214,413
Advances to other funds	7,961,340	-	-	-	-	7,961,340
Intergovernmental receivables	1,834,238	1,561,904	-	-	85,248	3,481,390
Total assets	<u>\$ 39,776,060</u>	<u>\$ 2,908,491</u>	<u>\$ 27,545,587</u>	<u>\$ 19,079,054</u>	<u>\$ 8,764,231</u>	<u>\$ 98,073,423</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ 738,161	\$ 1,308,541	\$ 4,088,131	\$ -	\$ 399,491	\$ 6,534,324
Accrued liabilities	809,642	-	-	-	15,798	825,440
Due to other funds	-	1,493,082	-	-	158,746	1,651,828
Deferred revenue	8,075,987	86,139	-	-	262,401	8,424,527
Total liabilities	<u>9,623,790</u>	<u>2,887,762</u>	<u>4,088,131</u>	<u>-</u>	<u>836,436</u>	<u>17,436,119</u>
Fund balances:						
Nonspendable:						
Inventories and prepaids	368,258	-	20,157	-	13,605	402,020
Permanent fund principal	-	-	-	-	1,289,972	1,289,972
Restricted for:						
Advances	7,961,340	-	-	-	-	7,961,340
Debt service	4,710,929	-	-	19,079,054	166,515	23,956,498
Emergency reserves	2,000,000	-	-	-	-	2,000,000
Parks and recreation	27,500	-	-	-	587,753	615,253
Public safety	-	-	-	-	3,507,336	3,507,336
Public safety building improvements	-	-	20,651,119	-	-	20,651,119
Retiree health benefits	87,482	-	-	-	-	87,482
Stadium improvements	-	-	2,786,180	-	-	2,786,180
Committed to:						
Cultural arts	10,506	-	-	-	-	10,506
Open space	-	-	-	-	755,327	755,327
Street capacity expansion	-	-	-	-	571,214	571,214
Tourism and convention	-	-	-	-	598,245	598,245
Assigned to:						
Facility Improvements	-	-	-	-	437,828	437,828
Capital Improvements	-	20,729	-	-	-	20,729
Retiree health benefits	1,192,063	-	-	-	-	1,192,063
Subsequent year's expenditures	600,306	-	-	-	-	600,306
Unassigned:	13,193,886	-	-	-	-	13,193,886
Total fund balances	<u>30,152,270</u>	<u>20,729</u>	<u>23,457,456</u>	<u>19,079,054</u>	<u>7,927,795</u>	<u>80,637,304</u>
Total liabilities and fund balances	<u>\$ 39,776,060</u>	<u>\$ 2,908,491</u>	<u>\$ 27,545,587</u>	<u>\$ 19,079,054</u>	<u>\$ 8,764,231</u>	<u>\$ 98,073,423</u>

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

City of Grand Junction
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2012

	General Fund	Sales Tax Capital Improvements Capital Projects Fund	Major Capital Improvements Capital Projects Fund	General Debt Service Fund	Parkway Debt Retirement Fund	Other Governmental Funds	Total Governmental Funds
ASSETS							
Cash and investments	\$ 17,713,484	\$ -	\$ -	122	\$ 4,117,083	\$ 7,026,864	\$ 28,857,553
Interest receivable	29,497	-	-	-	-	-	29,497
Accounts receivable, net of allowances for uncollectibles	1,468,182	-	152,775	-	-	517,974	2,138,931
Taxes receivable	11,013,635	1,165,041	-	-	-	226,894	12,405,570
Special assessments receivable	-	70,325	-	-	-	-	70,325
Intergovernmental receivables	1,213,498	91,371	-	-	-	31,087	1,335,956
Due from other funds	1,294,750	-	-	-	-	-	1,294,750
Prepaid items	2,192	-	91,149	-	-	9,276	102,617
Inventories	193,964	-	-	-	-	-	193,964
Restricted cash and investments	-	-	4,390,975	-	-	-	4,390,975
Advances to other funds	7,302,261	-	-	-	-	-	7,302,261
Total assets	\$ 40,231,463	\$ 1,326,737	\$ 4,634,899	\$ 122	\$ 4,117,083	\$ 7,812,095	\$ 58,122,399
LIABILITIES							
Accounts payable	1,030,378	190,470	1,360,038	-	-	483,020	3,063,906
Accrued liabilities	917,221	-	-	-	-	17,802	935,023
Due to other funds	-	616,990	34,299	-	-	25,293	676,582
Unearned revenue	33,016	-	-	-	-	70,373	103,389
Total liabilities	1,980,615	807,460	1,394,337	-	-	596,488	4,778,900
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue-property taxes	7,909,206	-	-	-	-	106,082	8,015,288
Unavailable revenue-special assessments	-	70,325	-	-	-	-	70,325
Total deferred inflows of resources	7,909,206	70,325	-	-	-	106,082	8,085,613
FUND BALANCES							
Nonspendable:							
Advances	\$ 7,302,261	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,302,261
Inventories and prepaids	196,156	-	91,149	-	-	9,276	296,581
Permanent fund principal	-	-	-	-	-	1,309,993	1,309,993
Restricted for:							
Avalon Theatre building improvements	-	-	20,625	-	-	-	20,625
Debt service	2,883,611	-	-	122	4,117,083	121,624	7,122,440
Emergency reserves	2,000,000	-	-	-	-	-	2,000,000
General capital improvements	-	448,952	-	-	-	-	448,952
Parks and recreation	34,893	-	-	-	-	777,542	812,435
Public safety	-	-	-	-	-	2,414,799	2,414,799
Public safety building improvements	-	-	3,128,768	-	-	-	3,128,768
Retiree health benefits	26,974	-	-	-	-	-	26,974
Committed to:							
Open space	-	-	-	-	-	803,209	803,209
Street capacity expansion	-	-	-	-	-	924,099	924,099
Tourism and convention	-	-	-	-	-	495,956	495,956
Assigned to:							
Cultural arts	91,512	-	-	-	-	-	91,512
Facility improvements	-	-	-	-	-	253,027	253,027
Retiree health benefits	1,192,466	-	-	-	-	-	1,192,466
Subsequent year's expenditures	6,078,038	-	-	-	-	-	6,078,038
Unassigned:	10,535,731	-	-	-	-	-	10,535,731
Total fund balances	30,341,642	448,952	3,240,562	122	4,117,083	7,109,525	45,257,886
Total liabilities, deferred inflows of resources, and fund balances	\$ 40,231,463	\$ 1,326,737	\$ 4,634,899	\$ 122	\$ 4,117,083	\$ 7,812,095	\$ 58,122,399

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

City of Grand Junction
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2013

	General Fund	Sales Tax Capital Improvements Capital Projects Fund	Major Capital Improvements Capital Projects Fund	General Debt Service Fund	Parkway Debt Retirement Fund	Other Governmental Funds	Total Governmental Funds
ASSETS							
Cash and investments	\$ 10,736,192	\$ -	\$ 2,947,863	\$ 105	\$ 6,467,441	\$ 5,257,856	\$ 25,409,457
Interest receivable	53,655	-	-	-	-	-	53,655
Accounts receivable, net of allowances							
for uncollectibles	1,758,195	-	-	-	-	386,556	2,144,751
Taxes receivable	10,876,419	1,243,369	-	-	-	129,474	12,249,262
Special assessments receivable	-	55,618	-	-	-	-	55,618
Intergovernmental receivables	1,750,840	12,814	-	-	-	11,492	1,775,146
Due from other funds	861,405	-	-	-	-	-	861,405
Prepaid items	36,634	-	-	-	-	9,189	45,823
Inventories	221,248	-	-	-	-	-	221,248
Restricted cash and investments	533,500	-	-	-	-	-	533,500
Advances to other funds	7,216,384	-	-	-	-	-	7,216,384
Total assets	\$ 34,044,472	\$ 1,311,801	\$ 2,947,863	\$ 105	\$ 6,467,441	\$ 5,794,567	\$ 50,566,249
LIABILITIES							
Accounts payable	787,435	690,787	730,421	-	-	490,145	2,698,788
Accrued liabilities	1,010,638	-	-	-	-	21,621	1,032,259
Due to other funds	-	487,068	-	-	-	3,498	490,566
Unearned revenue	37,845	-	-	-	-	61,627	99,472
Total liabilities	1,835,918	1,177,855	730,421	-	-	576,891	4,321,085
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue-property taxes	7,825,717	-	-	-	-	-	7,825,717
Unavailable revenue-special assessments	-	55,618	-	-	-	-	55,618
Total deferred inflows of resources	7,825,717	55,618	-	-	-	-	7,881,335
FUND BALANCES							
Nonspendable:							
Advances	\$ 7,216,384	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,216,384
Inventories and prepaids	257,882	-	-	-	-	9,189	267,071
Permanent fund principal	-	-	-	-	-	1,329,102	1,329,102
Restricted for:							
Debt service	2,641,828	-	-	105	6,467,441	15,857	9,125,231
Emergency reserves	2,000,000	-	-	-	-	-	2,000,000
General capital improvements	-	78,328	-	-	-	-	78,328
Parks and recreation	10,000	-	-	-	-	140,133	150,133
Public safety	-	-	-	-	-	2,250,880	2,250,860
Committed to:							
Open space	-	-	-	-	-	839,403	839,403
Street capacity expansion	-	-	-	-	-	236,967	236,967
Tourism and convention	-	-	-	-	-	396,165	396,165
Assigned to:							
Avalon Theatre building improvements	-	-	2,001,890	-	-	-	2,001,890
Cultural arts	117,327	-	-	-	-	-	117,327
Public safety building improvements	-	-	215,552	-	-	-	215,552
Retiree health benefits	1,147,941	-	-	-	-	-	1,147,941
Subsequent year's expenditures	992,775	-	-	-	-	-	992,775
Unassigned:	10,198,700	-	-	-	-	-	10,198,700
Total fund balances	24,582,837	78,328	2,217,442	105	6,467,441	5,217,676	38,563,829
Total liabilities, deferred inflows of resources, and fund balances	\$ 34,044,472	\$ 1,311,801	\$ 2,947,863	\$ 105	\$ 6,467,441	\$ 5,794,567	\$ 50,566,249

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

City of Grand Junction
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2014

	General Fund	Sales Tax Capital Improvements Capital Projects Fund	Major Capital Improvements Capital Projects Fund	General Debt Service Fund	Parkway Debt Retirement Fund	Other Governmental Funds	Total Governmental Funds
ASSETS							
Cash and Investments	\$ 9,260,324	\$ -	\$ -	\$ -	\$ 8,604,537	\$ 6,205,168	\$ 24,078,029
Interest receivable	57,847	-	-	-	-	-	57,847
Accounts receivable, net of allowances for uncollectibles	1,459,072	-	150,000	-	-	372,153	1,981,225
Taxes receivable	11,923,972	1,303,288	-	-	-	134,436	13,361,696
Special assessments receivable	-	39,567	-	-	-	-	39,567
Intergovernmental receivables	336,136	117,620	292,957	351,556	-	30,780	1,131,057
Due from other funds	1,475,373	-	-	-	-	-	1,475,373
Prepaid Items	12,811	-	-	-	-	9,120	21,931
Inventories	180,095	-	-	-	-	-	180,095
Restricted cash and investments	533,500	-	-	-	-	-	533,500
Advances to other funds	6,659,711	-	-	-	-	-	6,659,711
Total assets	\$ 31,908,841	\$ 1,460,483	\$ 442,957	\$ 351,556	\$ 8,604,537	\$ 6,751,657	\$ 49,520,031
LIABILITIES							
Accounts payable	902,082	135,428	12,186	2,516	-	639,272	1,691,484
Accrued liabilities	1,270,723	-	-	-	-	25,026	1,295,749
Due to other funds	-	218,017	430,771	348,965	-	10,289	1,008,042
Unearned revenue	103,802	26,977	-	-	-	30,813	161,592
Total liabilities	2,276,607	380,422	442,957	351,481	-	705,400	4,156,867
DEFERRED INFLOWS OF RESOURCES							
Property taxes	7,377,313	-	-	-	-	-	7,377,313
Unavailable revenue-special assessments	-	39,567	-	-	-	-	39,567
Total deferred inflows of resources	7,377,313	39,567	-	-	-	-	7,416,880
FUND BALANCES							
Nonspendable:							
Advances	\$ 6,659,711	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,659,711
Inventories and prepaids	192,906	-	-	-	-	9,120	202,026
Permanent fund principal	-	-	-	-	-	1,352,852	1,352,852
Restricted for:							
Debt service	1,751,455	-	-	75	8,604,537	17,360	10,373,427
Emergency reserves	2,000,000	-	-	-	-	-	2,000,000
General capital improvements	-	1,040,494	-	-	-	-	1,040,494
Museum and library	160,880	-	-	-	-	-	160,880
Parks and recreation	25,000	-	-	-	-	183,860	208,860
Public safety	-	-	-	-	-	2,563,041	2,563,041
Committed to:							
Open space	-	-	-	-	-	988,197	988,197
Street capacity expansion	-	-	-	-	-	645,455	645,455
Tourism and convention	-	-	-	-	-	286,372	286,372
Assigned to:							
Avalon Theatre building improvements	-	-	-	-	-	-	-
Cultural arts	13,856	-	-	-	-	-	13,856
Public safety building improvements	-	-	-	-	-	-	-
Retiree health benefits	1,089,170	-	-	-	-	-	1,089,170
Subsequent year's expenditures	1,245,409	-	-	-	-	-	1,245,409
Unassigned:	9,116,534	-	-	-	-	-	9,116,534
Total fund balances	22,254,921	1,040,494	-	75	8,604,537	6,046,257	37,946,284
Total liabilities, deferred inflows of resources, and fund balances	\$ 31,908,841	\$ 1,460,483	\$ 442,957	\$ 351,556	\$ 8,604,537	\$ 6,751,657	\$ 49,520,031

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

City of Grand Junction
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2015

	General Fund	Sales Tax Capital Improvements Capital Projects Fund	General Debt Service Fund	Parkway Debt Retirement Fund	Other Governmental Funds	Total Governmental Funds
ASSETS						
Cash and investments	\$ 9,469,766	\$ -	\$ 2,500	\$ 9,860,226	\$ 6,543,742	\$ 25,876,234
Interest receivable	80,703	-	-	-	-	80,703
Accounts receivable, net of allowances						
for uncollectibles	1,248,761	-	-	-	359,544	1,608,305
Taxes receivable	12,142,187	1,270,903	-	-	140,204	13,553,294
Special assessments receivable	-	25,797	-	-	-	25,797
Intergovernmental receivables	283,528	1,565,020	-	-	29,164	1,877,712
Due from other funds	1,394,678	-	-	-	-	1,394,678
Prepaid items	34,782	-	-	-	13,396	48,178
Inventories	167,762	-	-	-	-	167,762
Restricted cash and investments	533,500	-	180	-	-	533,680
Advances to other funds	6,184,351	-	-	-	-	6,184,351
Total assets	\$ 31,540,018	\$ 2,861,720	\$ 2,680	\$ 9,860,226	\$ 7,086,050	\$ 51,350,694
LIABILITIES						
Accounts payable	798,507	886,159	2,500	-	937,389	2,624,555
Accrued liabilities	1,375,974	-	-	-	27,585	1,403,559
Due to other funds	-	840,746	-	-	9,176	849,922
Unearned revenue	71,894	-	-	-	6,260	78,154
Total liabilities	2,246,375	1,726,905	2,500	-	980,410	4,956,190
DEFERRED INFLOWS OF RESOURCES						
Property taxes	7,514,382	-	-	-	-	7,514,382
Unavailable revenue-special assessments	-	25,797	-	-	-	25,797
Total deferred inflows of resources	7,514,382	25,797	-	-	-	7,540,179
FUND BALANCES						
Nonspendable:						
Advances	\$ 6,184,351	\$ -	\$ -	\$ -	\$ -	\$ 6,184,351
Inventories and prepaids	202,544	-	-	-	13,396	215,940
Permanent fund principal	-	-	-	-	1,372,221	1,372,221
Restricted for:						
Debt service	1,781,415	-	180	9,860,226	17,731	11,659,552
Emergency reserves	2,000,000	-	-	-	-	2,000,000
General capital improvements	-	1,109,018	-	-	-	1,109,018
Parks and recreation	25,000	-	-	-	237,922	262,922
Public safety	-	-	-	-	2,471,437	2,471,437
Committed to:						
Open space	-	-	-	-	598,315	598,315
Street capacity expansion	-	-	-	-	1,198,995	1,198,995
Tourism and convention	-	-	-	-	195,623	195,623
Assigned to:						
Cultural arts	3,856	-	-	-	-	3,856
Retiree health benefits	1,019,846	-	-	-	-	1,019,846
Subsequent year's expenditures	60,878	-	-	-	-	60,878
Unassigned:	10,501,371	-	-	-	-	10,501,371
Total fund balances	21,779,261	1,109,018	180	9,860,226	6,105,640	38,854,325
Total liabilities, deferred inflows of resources, and fund balances	\$ 31,540,018	\$ 2,861,720	\$ 2,680	\$ 9,860,226	\$ 7,086,050	\$ 51,350,694

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

City of Grand Junction
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2016

	General Fund	Sales Tax Capital Improvements Capital Projects Fund	Street Assessment Improvements Capital Projects Fund	General Debt Service Fund	Parkway Debt Retirement Fund	Other Governmental Funds	Total Governmental Funds
ASSETS							
Cash and Investments	\$ 7,741,683	\$ -	\$ 3,779,455	\$ 465	\$ 11,189,404	\$ 4,788,338	\$ 27,499,345
Interest receivable	115,243	-	-	-	-	-	115,243
Accounts receivable, net of allowances for uncollectibles	903,299	-	-	-	-	360,964	1,264,263
Taxes receivable	11,487,387	1,770,600	-	-	-	136,335	13,394,322
Special assessments receivable	-	16,711	-	-	-	-	16,711
Intergovernmental receivables	494,140	1,848,147	-	-	-	117,403	2,459,690
Due from other funds	2,719,983	-	-	-	-	-	2,719,983
Prepaid items	22,963	-	-	-	-	13,703	36,666
Inventories	200,988	-	-	-	-	-	200,988
Restricted cash and investments	533,500	-	-	481	-	-	533,981
Advances to other funds	5,700,815	-	-	-	-	-	5,700,815
Total assets	\$ 29,920,001	\$ 3,635,458	\$ 3,779,455	\$ 946	\$ 11,189,404	\$ 5,416,743	\$ 53,942,007
LIABILITIES							
Accounts payable	1,706,092	480,285	1,401,291	-	-	143,166	3,730,834
Accrued liabilities	206,129	-	-	-	-	4,274	210,403
Due to other funds	-	2,179,760	-	-	-	-	2,179,760
Unearned revenue	121,695	-	-	-	-	-	121,695
Total liabilities	2,033,916	2,660,045	1,401,291	-	-	147,440	6,242,692
DEFERRED INFLOWS OF RESOURCES							
Property taxes	7,527,792	-	-	-	-	-	7,527,792
Unavailable revenue-special assessments	-	16,711	-	-	-	-	16,711
Total deferred inflows of resources	7,527,792	16,711	-	-	-	-	7,544,503
FUND BALANCES							
Nonspendable:							
Advances	\$ 5,700,815	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,700,815
Inventories and prepaids	223,951	-	-	-	-	13,703	237,654
Permanent fund principal	-	-	-	-	-	1,392,430	1,392,430
Restricted for:							
Debt service	1,623,777	-	-	946	11,189,404	20,801	12,834,928
Emergency reserves	2,000,000	-	-	-	-	-	2,000,000
General capital improvements	-	958,702	-	-	-	-	958,702
Parks and recreation	25,000	-	-	-	-	-	25,000
Public safety	-	-	-	-	-	2,615,672	2,615,672
Capital projects	-	-	-	-	-	3,323	3,323
Street improvements	-	-	2,378,164	-	-	-	2,378,164
Committed to:							
Open space	-	-	-	-	-	587,640	587,640
Tourism and convention	-	-	-	-	-	170,243	170,243
Assigned to:							
Cultural arts	3,856	-	-	-	-	-	3,856
Retiree health benefits	936,163	-	-	-	-	-	936,163
Subsequent year's expenditures	638,415	-	-	-	-	-	638,415
Unassigned:	9,206,316	-	-	-	-	-	9,206,316
Total fund balances	20,358,293	958,702	2,378,164	946	11,189,404	5,269,303	40,154,812
Total liabilities, deferred inflows of resources, and fund balances	\$ 29,920,001	\$ 3,635,458	\$ 3,779,455	\$ 946	\$ 11,189,404	\$ 5,416,743	\$ 53,942,007

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

City of Grand Junction, Colorado
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
December 31, 2017

	Data Processing	Equipment	Self- Insurance	Communica- tion s Center	Facilities Management	Total
ASSETS						
Current assets:						
Cash and investments	\$ 2,980,604	\$ 2,927,057	\$ 5,328,178	\$ 651,036	\$ 490,150	\$ 12,377,025
Accounts receivable, net of allowance	1,330	11,820	15,105	123	39,486	67,864
Intergovernmental receivable	-	49,761	-	6,312	-	56,073
Prepaid items	2,479	-	-	5,049	-	7,528
Total current assets	<u>2,984,413</u>	<u>2,988,638</u>	<u>5,343,283</u>	<u>662,520</u>	<u>529,636</u>	<u>12,508,490</u>
Noncurrent assets:						
Capital assets:						
Buildings, improvements, plant and system	321,639	3,319,363	-	13,700	184,210	3,838,912
Equipment	6,135,998	24,075,575	-	10,446,633	174,527	40,832,733
Less accumulated depreciation	<u>(4,490,216)</u>	<u>(15,293,190)</u>	<u>-</u>	<u>(7,474,236)</u>	<u>(41,697)</u>	<u>(27,299,339)</u>
Total capital assets (net of accumulated depreciation)	<u>1,967,421</u>	<u>12,101,748</u>	<u>-</u>	<u>2,986,097</u>	<u>317,040</u>	<u>17,372,306</u>
Total assets	<u>4,951,834</u>	<u>15,090,386</u>	<u>5,343,283</u>	<u>3,648,617</u>	<u>846,676</u>	<u>29,880,796</u>
LIABILITIES						
Current liabilities:						
Accounts payable	179,299	197,037	96,455	14,593	182,355	669,739
Compensated absences payable	9,695	4,114	1,320	15,461	1,663	32,253
Claims payable	-	-	2,249,491	-	-	2,249,491
Total current liabilities	<u>188,994</u>	<u>201,151</u>	<u>2,347,266</u>	<u>30,054</u>	<u>184,018</u>	<u>2,951,483</u>
Noncurrent liabilities:						
Compensated absences payable	151,561	64,327	20,649	241,700	26,005	504,242
Claims payable	-	-	1,051,407	-	-	1,051,407
Total noncurrent liabilities	<u>151,561</u>	<u>64,327</u>	<u>1,072,056</u>	<u>241,700</u>	<u>26,005</u>	<u>1,555,649</u>
Total liabilities	<u>340,555</u>	<u>265,478</u>	<u>3,419,322</u>	<u>271,754</u>	<u>210,023</u>	<u>4,507,132</u>
NET POSITION						
Net investment in capital assets	1,967,421	12,101,748	-	2,986,097	317,040	17,372,306
Restricted for:						
Public safety	185,598	-	-	-	-	185,598
Assigned to:						
Retiree health benefits	-	-	937,648	-	-	937,648
Unrestricted	2,458,260	2,723,160	986,313	390,766	319,613	6,878,112
Total net position	<u>\$ 4,611,279</u>	<u>\$ 14,824,908</u>	<u>\$ 1,923,961</u>	<u>\$ 3,376,863</u>	<u>\$ 630,653</u>	<u>\$ 25,373,664</u>

City of Grand Junction
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2018

	General Fund	Sales Tax Capital Improvements Capital Projects Fund	General Debt Service Fund	Parkway Debt Retirement Fund	Other Governmental Funds	Total Governmental Funds
ASSETS						
Cash and investments	\$ 21,875,945	\$ -	\$ 1,990	\$ 7,055,725	\$ 8,807,916	\$ 37,741,576
Interest receivable	263,533	-	-	-	-	263,533
Accounts receivable, net of allowances for uncollectibles	1,651,810	-	-	-	335,362	1,986,972
Taxes receivable	12,196,176	5,457,990	-	-	140,258	17,794,424
Special assessments receivable	-	4,449	-	-	-	4,449
Intergovernmental receivable	488,817	966,290	-	-	65,389	1,520,496
Due from other funds	1,106,558	-	-	-	-	1,106,558
Prepaid items	29,572	-	-	-	5,861	35,433
Inventories	203,465	-	-	-	-	203,465
Restricted cash and investments	533,500	-	1,929	-	5,577	541,006
Advances to other funds	4,708,608	-	-	-	-	4,708,608
Total assets	\$ 43,057,784	\$ 6,428,729	\$ 3,919	\$ 7,055,725	\$ 9,360,363	\$ 65,906,520
LIABILITIES						
Accounts payable	2,523,403	1,553,714	-	-	1,464,403	5,541,520
Accrued liabilities	650,500	-	-	-	30,331	680,831
Due to other funds	-	454,588	-	-	-	454,588
Unearned revenue	54,555	-	-	-	25,000	79,555
Total liabilities	3,228,458	2,008,302	-	-	1,519,734	6,756,494
DEFERRED INFLOWS OF RESOURCES						
Property taxes	7,639,482	-	-	-	-	7,639,482
Unavailable revenue-special assessments	-	4,449	-	-	-	4,449
Total deferred inflows of resources	7,639,482	4,449	-	-	-	7,643,931
FUND BALANCES						
Nonspendable:						
Advances	\$ 4,708,608	\$ -	\$ -	\$ -	\$ -	\$ 4,708,608
Inventories and prepaids	233,037	-	-	-	5,861	238,898
Permanent fund principal	-	-	-	-	1,435,189	1,435,189
Restricted for:						
Debt service	1,387,553	-	3,919	7,055,725	2,241,728	10,688,925
Emergency reserves	2,000,000	-	-	-	-	2,000,000
General capital improvements	-	4,415,978	-	-	-	4,415,978
Parks and recreation	25,000	-	-	-	315,397	340,397
Public safety	-	-	-	-	2,695,251	2,695,251
Capital projects	-	-	-	-	63,451	63,451
Committed to:						
Open space	-	-	-	-	854,953	854,953
Tourism and convention	-	-	-	-	228,799	228,799
Assigned to:						
Cultural arts	3,856	-	-	-	-	3,856
Retiree health benefits	1,435,688	-	-	-	-	1,435,688
Subsequent years expenditures	7,774,099	-	-	-	-	7,774,099
Unassigned:	14,622,003	-	-	-	-	14,622,003
Total fund balances	32,189,844	4,415,978	3,919	7,055,725	7,840,629	51,506,095
Total liabilities, deferred inflows of resources, and fund balances	\$ 43,057,784	\$ 6,428,729	\$ 3,919	\$ 7,055,725	\$ 9,360,363	\$ 65,906,520

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

Attachment B

City of Grand Junction, Colorado
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the year ended December 31, 2011

Federal Grantor/Pass Through Grantor/Program Title	Federal CFDA Number	Award Amount	2011 Amount of Award Expended
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			
Community Development Block Grants/ Entitlement Grants	14.218	\$ 1,047,544	\$ 309,155
U.S. DEPARTMENT OF ENERGY			
Energy Efficiency and Conservation Block Grant-ARRA Passed Through the Colorado Governor's Energy Office	81.128	229,800	15,231
Energy Efficiency and Conservation Block Grant-ARRA Passed Through the Colorado Governor's Energy Office	81.128	78,114	41,639
State Energy Program	81.041	288,000	<u>288,000</u>
Total U.S. Department of Energy			344,870
U.S. DEPARTMENT OF JUSTICE			
Public Safety Partnership and Community Policing Grants	16.710	998,368	17,040
Public Safety Partnership and Community Policing Grants-ARRA	16.710	1,319,660	374,449
Bulletproof Vest Partnership Program Passed Through the Colorado Department of Revenue	16.607	7,690	7,690
Enforcing Underage Drinking Laws Program Passed Through the Colorado Division of Criminal Justice	16.727	40,000	3,861
Edward Byrne Memorial Justice Asst. Grant	16.738	50,629	<u>2,961</u>
Total U.S. Department of Justice			406,001
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Early Retiree Reinsurance Program Passed Through Mesa County, Colorado	93.546	127,611	40,518
The Drug Free Community Support Program	93.276	44,851	<u>44,851</u>
Total U.S. Department of Health and Human Services			85,369
U.S. DEPARTMENT OF TRANSPORTATION			
Passed Through the Colorado Department of Transportation Highway Planning and Construction	20.205	828,000	112,135
U.S. DEPARTMENT OF HOMELAND SECURITY			
Assistance to Firefighters Grant	97.044	922,007	<u>633,284</u>
Total Federal Award Expenditures			<u>\$ 1,890,814</u>

The accompanying notes are an integral part of this schedule.

City of Grand Junction, Colorado
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the year ended December 31, 2012

Federal Grantor/Pass Through Grantor/Program Title	Federal CFDA Number	Award Amount	2012 Amount of Award Expended
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			
Community Development Block Grants/ Entitlement Grants	14.218	\$ 700,102	\$ 171,858
U.S. DEPARTMENT OF ENERGY			
Energy Efficiency and Conservation Block Grant-ARRA Passed Through the Colorado Governor's Energy Office	81.128	229,800	41,710
Energy Efficiency and Conservation Block Grant-ARRA	81.128	78,114	<u>36,475</u>
Total U.S. Department of Energy			78,185
U.S. DEPARTMENT OF JUSTICE			
Public Safety Partnership and Community Policing Grants	16.710	998,368	248,536
Public Safety Partnership and Community Policing Grants-ARRA	16.710	1,319,660	396,243
Passed Through the Colorado Department of Revenue Enforcing Underage Drinking Laws Program	16.727	40,000	27,166
Passed Through the Colorado Division of Criminal Justice Edward Byrne Memorial Justice Asst. Grant	16.738	50,629	40,196
Edward Byrne Memorial Formula Grant	16.579	56,384	<u>28,192</u>
Total U.S. Department of Justice			740,333
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Early Retiree Reinsurance Program Passed Through Mesa County, Colorado	93.546	136,323	68,831
The Drug Free Community Support Program	93.276	37,270	<u>37,270</u>
Total U.S. Department of Health and Human Services			106,101
U.S. DEPARTMENT OF TRANSPORTATION			
Passed Through the Colorado Department of Transportation Highway Planning and Construction	20.205	828,000	670,950
U.S. DEPARTMENT OF HOMELAND SECURITY			
Assistance to Firefighters Grant	97.044	922,007	<u>288,723</u>
Total Federal Award Expenditures			<u>\$ 2,056,150</u>

The accompanying notes are an integral part of this schedule.

City of Grand Junction, Colorado
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the year ended December 31, 2013

Federal Grantor/Pass Through Grantor/Program Title	Federal CFDA Number	Award Amount	2013 Amount of Award Expended
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			
Community Development Block Grants/ Entitlement Grants	14.218	\$ 1,084,543	\$ 366,361
U.S. DEPARTMENT OF JUSTICE			
Public Safety Partnership and Community Policing Grants	16.710	998,368	334,230
Public Safety Partnership and Community Policing Grants-ARRA	16.710	1,319,660	88,992
Passed Through the Colorado Department of Revenue Enforcing Underage Drinking Laws Program	16.727	40,000	675
Passed Through the Colorado Division of Criminal Justice Edward Byrne Memorial Formula Grant	16.579	56,384	<u>28,192</u>
Total U.S. Department of Justice			452,089
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Early Retiree Reinsurance Program	93.546	136,323	26,974
Passed Through Mesa County, Colorado The Drug Free Community Support Program	93.276	41,378	<u>41,378</u>
Total U.S. Department of Health and Human Services			68,352
Total Federal Award Expenditures			<u>\$ 886,802</u>

The accompanying notes are an integral part of this schedule.