

*Michael C. Branch*  
*Certified Public Accountant*  
*P.O. Box 1333*  
*482 Lewis Street*  
*Pagosa Springs, CO 81147*  

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*(970) 264-2135*

TOWN OF BAYFIELD, COLORADO

REPORT OF EXAMINATION AND  
FINANCIAL STATEMENTS

DECEMBER 31, 2009

TOWN OF BAYFIELD, COLORADO

REPORT OF EXAMINATION AND  
FINANCIAL STATEMENTS

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TOWN OF BAYFIELD, COLORADO  
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December 31, 2009

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*Certified Public Accountant*  
*P.O. Box 1333*  
*482 Lewis Street*  
*Pagosa Springs, CO 8147*  

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*(970) 264-2135*

INDEPENDENT AUDITORS' REPORT

The Mayor and Board of Trustees  
Town of Bayfield  
Bayfield, Colorado 81122

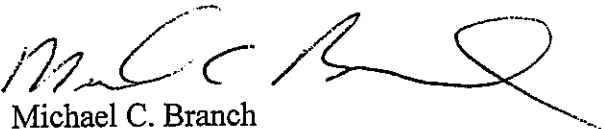
I have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Bayfield, Colorado as of and for the year ended December 31, 2009, which collectively comprise the Town's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Town's management. My responsibility is to express opinions on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe my audit a reasonable basis for my opinions.

In my 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, each major fund, and the aggregate remaining fund information of the Town of Bayfield, Colorado, as of December 31, 2009, and the respective changes in financial position and cash flows, where applicable, thereof, and the respective budgetary comparison for the General Fund and the Major Special Revenue Funds, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The management's discussion and analysis beginning on page 2 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. I have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, I did not audit the information and express no opinion on it.

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The Local Highway Finance Report, the combining nonmajor fund financial statements, and the budgetary comparison schedules for the Building Fund, Conservation Trust Fund, Debt Service Fund, Water Fund, Garbage Fund, Sanitation fund and Capital Projects Fund are presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

  
Michael C. Branch  
Certified Public Accountant  
May 5, 2010

Management's Discussion and Analysis

# TOWN OF BAYFIELD

## MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of Town of Bayfield's annual financial report presents our discussion and analysis of the Town's financial performance during the fiscal year, which ended December 31, 2009. Please read it in conjunction with the Town's financial statements, which follow this section.

### Financial Highlights

2009 was an active year despite the economic recession. The Town's general fund had estimated expenditures of approximately \$1.8 million, which is an increase of about \$100k from 2008. The increased expenditures were supported with an adjustment to the allocation of sales tax between the General Fund and Capital Fund. The Town increased the allocation of both City and County sales tax collections to the General Fund by 5%. The Town decreased the allocation of both City and County sales tax in the Capital Fund by 5%. The shift in sales tax allocation reflects diminishing capital project activity and increasing operations needs. The shift in sales tax allocation also augmented some of the reduction in overall sales tax collections due to economic recession. Staff levels remained very similar in 2009 compared to 2008.

The Town completed various capital projects including a \$7.6 million sewer plant that began in late 2008; an \$80k metal storage building for public works equipment, a \$60k recycling drop off center and nearly \$300k in park improvements. The Town also invested approximately \$90k in the purchase of a new backhoe and \$61k in a new plow truck.

Services offered to residents were similar in 2009 compared to 2008. However, the Town began operations of a Senior Center in January 2009. The Senior Center provides numerous services to seniors including a nutrition program twice per week, weekly exercise programs, weekly disease management programs and periodic field trips and special events. The Senior Center operations were supported in part by grants received from the Colorado Health Foundation. Other adjustments to regular services were made toward the end of 2009 when revenues began to decline rapidly as a result of economic recession. Examples of services that were reduced include street striping, turf fertilizing and watering and some facility cleaning.

Development was slow in 2009. The Town did not have any significant subdivision applications. The Town issued more building permits in 2009 compared to 2008 but the 2009 figures are still down compared to any year between 2004 and 2007.

## OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of two parts — *management's discussion and analysis* (this section), and the *basic financial statements*. The basic financial statements include two kinds of statements that present different views of the Town's:

The first two statements are *government-wide financial statements* that provide both *long-term* and *short-term* information about the Town's overall financial status.

The remaining statements are *fund financial statements* that focus on *individual parts* of the government, reporting the Town's operations in more detail than the government-wide statements.

*The governmental funds* statements tell how *general government* services were financed in the *short term* as well as what remains for future spending. Governmental funds include the General and Conservation Trust Fund.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data.

### Town-wide Statements

The Town-wide statements report information about the Town as a whole using accounting methods similar to those used by private companies. The statement of net assets includes all of the Town's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two Town-wide statements report the Town's net assets and how they have changed. Net assets, the difference between the Town's assets and liabilities are one way to measure the Town's financial health or *position*.

Over time, increases or decreases in the Town's net assets are an indicator of whether its financial health is improving or deteriorating, respectively.

To assess the overall health of the Town, one needs to consider additional non-financial factors such as changes in the Town's tax base, and the condition of the Town buildings along with major capital improvements.

The Town-wide financial statements of the Town include all of the *Governmental activities*. Most of the Town's basic services are included here. Sales taxes finance most of these activities.

## Fund Financial Statements

The fund financial statements provide more detailed information about the Town's most significant *fund* — not the Town as a whole. Funds are accounting devices that the Town uses to keep track of specific sources of funding and spending for particular purposes.

Some funds are required by State law and by bond covenants.

The Board of Trustees establishes other funds to control and manage money for particular purposes or to show that it is properly using certain taxes and grants.

The Town has the following funds:

*Governmental funds* — All of the Town's basic services are included in governmental funds, which focus on (1) how *cash and other financial assets* that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed *short-term* view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Town's programs.

### FINANCIAL ANALYSIS OF THE TOWN AS A WHOLE

Total net assets increased by \$2,633,593. Cash decreased \$3,856,329 because of the three major construction projects

The Town's total governmental revenues were \$2,939,399. Over 39% the Town's revenues came from sales taxes.

### Governmental Activities

Property tax revenues remained about the same as the previous year because assessed valuation remained the same.

### General Fund Budgetary Highlights

Actual expenditures (including reserves) were \$1,255,088 below budget amounts. Actual revenues received exceeded budgeted amounts.

### CAPITAL ASSETS

At the end of 2009, the Town had invested in a broad range of capital assets, including land, equipment and buildings.

(See table on following page)

### Town's Capital Assets

Land	\$ 850,366
Buildings	6,367,990
Infra structure	4,858,624
Equipment and Vehicles	557,266
Work in Progress	1,018,822
Water System	5,083,023
Sewer System	<u>10,438,530</u>
Total	29,174,681
Less Accumulated Depreciation	(3,448,279)
Net Capital Assets	\$25,726,402

### CONTACTING THE TOWN'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and creditors with a general overview of the Town's finances and to demonstrate the Town's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Town's Management.

## Basic Financial Statements

TOWN OF BAYFIELD  
Statement of Net Assets  
December 31, 2009

	Primary Government		Total
	Governmental Activities	Business-Type Activities	
<b>ASSETS</b>			
Current Assets			
Cash	\$ 1,867,168	\$ 762,838	\$ 2,630,006
Cash held by treasurer	1,004		1,004
Receivables	535,609	194,998	730,607
Due from other funds	132,000		132,000
Total current assets	<u>2,535,781</u>	<u>957,836</u>	<u>3,493,617</u>
Capital Assets (net of depreciation)	<u>11,823,100</u>	<u>13,903,302</u>	<u>25,726,402</u>
Total Assets	\$ 14,358,881	\$ 14,861,138	\$ 29,220,019
<b>LIABILITIES</b>			
Accounts and other payables	\$ 146,657	\$ 68,912	\$ 215,569
Due other funds		132,000	132,000
Deferred revenue	249,009	44,842	293,851
Current portion of debt	275,241	220,423	495,664
Total Current Liabilities	<u>670,907</u>	<u>466,177</u>	<u>1,137,084</u>
Bond Premium		191,877	191,877
Long term debt	<u>2,644,397</u>	<u>4,883,358</u>	<u>7,527,755</u>
Total Liabilities	\$ 3,315,304	\$ 5,541,412	\$ 8,856,716
<b>NET ASSETS</b>			
Investment in capital assets, net of related debt	\$ 8,903,462	\$ 8,607,644	\$ 17,511,106
Restricted for emergencies	82,831		82,831
Reserved for debt service	38,662		38,662
Designated for capital projects	1,209,670		1,209,670
Unrestricted	<u>808,952</u>	<u>712,082</u>	<u>1,521,034</u>
Total Net Assets	\$ <u>11,043,577</u>	\$ <u>9,319,726</u>	\$ <u>20,363,303</u>

See accompanying notes

TOWN OF BAYFIELD  
Statement of Activities  
For the Year Ended December 31, 2009

Functions/Programs	Program Revenues		Net (Expense) Revenues and Changes in Net Assets		
	Expenses	Charges for Services	Governmental Activities	Business- Type Activities	Total
<b>Governmental Activities:</b>					
General Government	\$ (695,609)	\$ 194,259	\$ (501,350)	\$	\$ (501,350)
Public safety	(505,225)		(505,225)		(505,225)
Public works	(494,466)		(494,466)		(494,466)
Parks and Recreation	(281,074)		(281,074)		(281,074)
<b>Total</b>	<u>(1,976,374)</u>	<u>194,259</u>	<u>(1,782,115)</u>		<u>(1,782,115)</u>
<b>Business-type Activities:</b>					
Enterprise funds	(1,102,154)	1,106,761		4,607	4,607
<b>Total</b>	<u>(1,102,154)</u>	<u>1,106,761</u>		<u>4,607</u>	<u>4,607</u>
<b>Governmental and Business- Type Activities Totals</b>	<u>\$ (3,078,528)</u>	<u>\$ 1,301,020</u>	<u>\$ (1,782,115)</u>	<u>\$ 4,607</u>	<u>\$ (1,777,508)</u>
<b>General revenues:</b>					
Taxes			1,579,910		1,579,910
Grants & Intergovernmental			944,277	1,589,873	2,534,150
Interest expense			(157,298)	(194,633)	(351,931)
Tap fees				412,206	412,206
Interest and Other			220,955	13,867	234,822
<b>Total General Revenues</b>			<u>2,587,844</u>	<u>1,821,313</u>	<u>4,409,157</u>
Changes in net assets			805,729	1,825,920	2,631,649
Net assets, Dec. 31, 2008			<u>10,237,848</u>	<u>7,493,806</u>	<u>17,731,654</u>
Net assets, Dec. 31, 2009			<u>\$ 11,043,577</u>	<u>\$ 9,319,726</u>	<u>\$ 20,363,303</u>

See accompanying notes

TOWN OF BAYFIELD, COLORADO  
 Balance Sheet  
 Governmental Funds  
 December 31, 2009

ASSETS:	General	Capital Projects	Conservation Trust	Other	Totals
Cash deposits	\$ 909,580	\$ 1,035,016	\$ (119,015)	\$ 41,587	\$ 1,867,168
Cash with treasurer	1,004				1,004
Property taxes receivable	249,009				249,009
Receivables	115,710	71,260	99,630		286,600
Due from other funds		132,000			132,000
<b>TOTAL ASSETS</b>	<b>\$ 1,275,303</b>	<b>\$ 1,238,276</b>	<b>\$ (19,385)</b>	<b>\$ 41,587</b>	<b>\$ 2,535,781</b>
<b>LIABILITIES AND FUND EQUITY</b>					
<b>LIABILITIES:</b>					
Accounts payable	\$ 94,909		\$ 5,580		\$ 100,489
Accrued expenses	42,527		3,641		46,168
Deferred revenue	249,009				249,009
<b>TOTAL LIABILITIES</b>	<b>386,445</b>		<b>9,221</b>		<b>395,666</b>
<b>FUND BALANCE:</b>					
Designated reserve for capital projects		1,238,276	(28,606)		1,209,670
Reserved for debt service				38,662	38,662
Reserved for emergencies	82,831				82,831
Undesignated for future expenditures	806,027			2,925	808,952
<b>TOTAL FUND EQUITY</b>	<b>888,858</b>	<b>1,238,276</b>	<b>(28,606)</b>	<b>41,587</b>	<b>2,140,115</b>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>\$ 1,275,303</b>	<b>\$ 1,238,276</b>	<b>\$ (19,385)</b>	<b>\$ 41,587</b>	<b>\$ 2,535,781</b>

See accompanying notes

TOWN OF BAYFIELD  
 Reconciliation of The Governmental Funds Balance Sheet to  
 The Statement of Net Assets  
 For the Year Ended December 31, 2009

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

Total fund balance - governmental funds	\$ 2,140,115
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Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.

	12,775,424	
The cost of capital assets is	(952,324)	
Accumulated depreciation is	<u>          </u>	
		11,823,100

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabilities at year end consists of:

Long Term Liability	<u>(2,919,638)</u>
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Total net assets - governmental activities	\$ <u>11,043,577</u>
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See accompanying notes

TOWN OF BAYFIELD, COLORADO  
Statement of Revenues, Expenditures and  
Change in Fund Balances  
Governmental Funds  
For the Year Ended December 31, 2009

	Governmental Funds				Total Governmental Funds
	General	Capital Projects	Conservation Trust	Other	
REVENUES:					
Taxes	\$ 987,639	\$ 439,684	\$	\$ 152,587	\$ 1,579,910
Licenses and Permits	84,992				84,992
Intergovernmental	212,185	509,357	222,735		944,277
Charges for Services or Rent	9,255	34,580	53,271		97,106
Fines and Forfeits	12,160				12,160
Miscellaneous and Interest	106,997	71,742	41,544	671	220,954
<b>TOTAL REVENUE</b>	<b>1,413,228</b>	<b>1,055,363</b>	<b>317,550</b>	<b>153,258</b>	<b>2,939,399</b>
EXPENDITURES:					
Current					
General Government	551,717			2,855	554,572
Public Safety	505,225				505,225
Public Works	216,269	76,591			292,860
Culture, Recreation and Conservation	31,105		281,074		312,179
Debt Service		278,717		165,325	444,042
Capital Outlay		532,333	285,138		817,471
<b>TOTAL EXPENDITURES</b>	<b>1,304,316</b>	<b>887,641</b>	<b>566,212</b>	<b>168,180</b>	<b>2,926,349</b>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	108,912	167,722	(248,662)	(14,922)	13,050
OTHER FINANCING SOURCES (USES):					
Transfers from Other Funds		20	175,000	1,550	176,570
Transfers to Other Funds	(51,550)	(125,000)		(20)	(176,570)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(51,550)</b>	<b>(124,980)</b>	<b>175,000</b>	<b>1,530</b>	<b>-</b>
EXCESS (DEFICIT) OF REVENUE AND OTHER SOURCES	57,362	42,742	(73,662)	(13,392)	13,050
FUND BALANCE, JANUARY 1	831,496	1,195,534	45,056	54,979	2,127,065
FUND BALANCE, DECEMBER 31	\$ 888,858	\$ 1,238,276	\$ (28,606)	\$ 41,587	\$ 2,140,115

See accompanying notes

TOWN OF BAYFIELD  
Reconciliation of the Statement of Revenues, Expenditures and Changes  
In Fund Balances of Governmental Funds to the Statement of Activities  
For the Year Ended December 31, 2009

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

Net change in fund balances – total government funds \$ 13,050

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period. 505,935

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items. 286,744

Change in net assets of governmental activities \$ 807,670

TOWN OF BAYFIELD, COLORADO  
Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
General Fund  
For Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ 1,082,778	\$ 1,028,151	\$ 987,639	\$ (40,512)
Licenses and Permits	62,105	81,710	84,992	3,282
Intergovernmental	172,000	209,582	212,185	2,603
Charges for Services	8,900	4,700	9,255	4,555
Fines and Forfeits	15,000	10,000	12,160	2,160
Miscellaneous	126,400	429,760	106,997	(322,763)
	<u>1,467,183</u>	<u>1,763,903</u>	<u>1,413,228</u>	<u>(350,675)</u>
Total Revenues				
EXPENDITURES:				
Current				
General Government	717,911	694,474	551,717	142,757
Public Safety	521,620	522,672	505,225	17,447
Public Works	468,534	480,558	216,269	264,289
Culture, Recreation and Conservation	35,667	35,207	31,105	4,102
	<u>1,743,732</u>	<u>1,732,911</u>	<u>1,304,316</u>	<u>428,595</u>
Total Expenditures				
Excess of revenues over (under) expenditures	<u>(276,549)</u>	<u>30,992</u>	<u>108,912</u>	<u>77,920</u>
Other Financing Sources (Uses):				
Transfers to Other Funds	<u>(90,000)</u>	<u>(91,550)</u>	<u>(51,550)</u>	<u>40,000</u>
Total Other Financing Sources (Uses)	<u>(90,000)</u>	<u>(91,550)</u>	<u>(51,550)</u>	<u>40,000</u>
Excess (Deficit) of Revenue and Other Sources Over Expenditures and Other Uses	<u>(366,549)</u>	<u>(60,558)</u>	<u>57,362</u>	<u>117,920</u>
Fund Balance, January 1	<u>831,496</u>	<u>831,496</u>	<u>831,496</u>	
Fund Balance, December 31	<u>\$ 464,947</u>	<u>\$ 770,938</u>	<u>\$ 888,858</u>	<u>\$ 117,920</u>

See accompanying notes

TOWN OF BAYFIELD, COLORADO  
Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
Capital Improvement Fund  
December 31, 2009

REVENUE	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Taxes	\$ 478,500	\$ 426,482	\$ 439,684	\$ 13,202
Grants	85,000	467,850	509,357	41,507
Miscellaneous	37,000	109,000	106,322	(2,678)
<b>Total Revenue</b>	<b>600,500</b>	<b>1,003,332</b>	<b>1,055,363</b>	<b>52,031</b>
<b>EXPENDITURES</b>				
Capital outlay	468,000	721,000	532,333	188,667
Administration			76,591	(76,591)
Debt Service		283,000	278,717	4,283
<b>Total Expenditures</b>	<b>468,000</b>	<b>1,004,000</b>	<b>887,641</b>	<b>116,359</b>
Excess of Revenues over (under) Expenditures	132,500	(668)	167,722	168,390
Other Financing Sources (Uses):				
Loan Proceeds	41,000	41,000		(41,000)
Transfers to Other Funds	(125,000)	(125,000)	(125,000)	
Transfers from Other Funds	313,634	313,634	20	(313,614)
<b>Total Other Financing Sources (Uses)</b>	<b>229,634</b>	<b>229,634</b>	<b>(124,980)</b>	<b>(354,614)</b>
Excess (Deficit) of Revenue and Other Sources Over Expenditures and Other Uses	362,134	228,966	42,742	(186,224)
Fund Balance, January 1	1,195,534	1,195,534	1,195,534	
Fund Balance December 31	\$ <u>1,557,668</u>	\$ <u>1,424,500</u>	\$ <u>1,238,276</u>	\$ <u>(186,224)</u>

See accompanying notes

TOWN OF BAYFIELD, COLORADO  
Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
Conservation Trust Fund  
December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues				
Lottery	\$ 17,000	\$ 17,000	\$ 18,290	\$ 1,290
Charges for services	35,650	49,258	53,271	4,013
Grants	386,400	310,422	245,989	(64,433)
<b>Total Revenue</b>	<u>439,050</u>	<u>376,680</u>	<u>317,550</u>	<u>(59,130)</u>
Expenditures				
Capital outlay	375,000	315,000	285,138	29,862
Culture, Recreation and Conservation	320,750	290,978	281,074	9,904
<b>Total Expenditures</b>	<u>695,750</u>	<u>605,978</u>	<u>566,212</u>	<u>39,766</u>
Excess of Revenues over (under) Expenditures	<u>(256,700)</u>	<u>(229,298)</u>	<u>(248,662)</u>	<u>(19,364)</u>
Other Financing Sources (Uses):				
Transfers from Other Funds	215,000	215,000	175,000	(40,000)
<b>Total Other Financing Sources (Uses)</b>	<u>215,000</u>	<u>215,000</u>	<u>175,000</u>	<u>(40,000)</u>
Excess (Deficit) of Revenue and Other Sources Over Expenditures and Other Uses	<u>(41,700)</u>	<u>(14,298)</u>	<u>(73,662)</u>	<u>(59,364)</u>
Fund Balance, January 1	<u>45,056</u>	<u>45,056</u>	<u>45,056</u>	<u>-</u>
Fund Balance December 31	<u>\$ 3,356</u>	<u>\$ 30,758</u>	<u>\$ (28,606)</u>	<u>\$ (59,364)</u>

See accompanying notes

TOWN OF BAYFIELD, COLORADO  
Proprietary Funds  
Statement of Net Assets  
December 31, 2009

	Business-Type Activities Enterprise Funds			Totals
	Water Fund	Sewer Fund	Garbage Fund	
<b>ASSETS:</b>				
Cash	\$ 610,087	\$ 106,200	\$ 46,551	\$ 762,838
Accounts and Grants Receivable	14,883	176,045	4,070	194,998
Property and Equipment (Net)	<u>4,079,965</u>	<u>9,823,337</u>		<u>13,903,302</u>
<b>TOTAL ASSETS</b>	<u>\$ 4,704,935</u>	<u>\$ 10,105,582</u>	<u>\$ 50,621</u>	<u>\$ 14,861,138</u>
<b>LIABILITIES AND FUND EQUITY</b>				
<b>LIABILITIES:</b>				
Payables and Accrued Expenses	\$ 64,042	\$ 4,870		\$ 68,912
Due to Other Funds	132,000			132,000
Bonds Payable Current	30,423	190,000		220,423
Deferred Revenue		<u>44,842</u>		<u>44,842</u>
Current Liabilities	226,465	239,712		466,177
Bond Premium		191,877		191,877
Long Term Debt	<u>303,358</u>	<u>4,580,000</u>		<u>4,883,358</u>
<b>TOTAL LIABILITIES</b>	<u>\$ 529,823</u>	<u>\$ 5,011,589</u>	<u>\$</u>	<u>\$ 5,541,412</u>
<b>NET ASSETS</b>				
Invested in Net Assets, Net of related debt	\$ 3,746,184	\$ 4,861,460		\$ 8,607,644
Unrestricted	<u>428,928</u>	<u>232,533</u>	<u>50,621</u>	<u>712,082</u>
<b>TOTAL NET ASSETS</b>	<u>\$ 4,175,112</u>	<u>\$ 5,093,993</u>	<u>\$ 50,621</u>	<u>\$ 9,319,726</u>

See accompanying notes