

Comprehensive Annual Financial Report

City of Aurora, Colorado

Year Ended December 31, 2000

**Prepared by
Controller's Office
Finance Department**



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CITY OF AURORA, COLORADO

TABLE OF CONTENTS DECEMBER 31, 2000

	<u>Exhibit Number</u>	<u>Page Number</u>
INTRODUCTORY SECTION		
Letter of Transmittal - City Manager and Finance Director	-	i
Council Members	-	xiv
Officials	-	xv
Governmental Structure	-	xvi
Certificate of Achievement for Excellence in Financial Reporting	-	Cover
FINANCIAL SECTION		
Independent Auditors' Report	-	1
General Purpose Financial Statements		
Combined Financial Statements		
Combined Balance Sheet - All Fund Types, Account Groups and Discretely Presented Component Unit	I	4
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types	II	8
Combined Statement of Revenues, Expenditures and Changes in Funds Available - Budget (Non-GAAP Budgetary Basis) and Actual - Governmental Fund Types - General, Special Revenue, Debt Service and Capital Projects Funds	III	10
Combined Statement of Revenues, Expenses and Changes in Retained Earnings - All Proprietary Fund Types and Discretely Presented Component Unit	IV	12
Combined Statement of Changes in Plan Net Assets - All Pension Trust Funds	V	13
Combined Statement of Cash Flows - All Proprietary Fund Types and Discretely Presented Component Unit	VI	14
Notes to Financial Statements	VII	16
Required Supplementary Information	VIII	75
Supplemental Information - Combining, Individual Fund and Account Group Financial Statements and Schedules		
General Fund		
Balance Sheet	A-1	77
Schedule of Revenues, Expenditures and Changes in Funds Available - Budget (Non-GAAP Budgetary Basis) and Actual	A-2	78

CITY OF AURORA, COLORADO

TABLE OF CONTENTS DECEMBER 31, 2000

	<u>Exhibit Number</u>	<u>Page Number</u>
FINANCIAL SECTION (Continued)		
Supplemental Information - Combining, Individual Fund and Account Group Financial Statements and Schedules (Continued)		
Special Revenue Funds		
Combining Balance Sheet	B-1	82
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	B-2	84
Combining Schedule of Revenues, Expenditures and Changes in Funds Available - Budget (Non-GAAP Budgetary Basis) and Actual	B-3	86
Schedules of Expenditures and Appropriations		
Gifts and Grants Fund Capital Projects	B-4	93
Community Development Fund Projects	B-5	94
Conservation Trust Fund Capital Projects	B-6	96
Parks Development Fund Capital Projects	B-7	97
Debt Service Funds		
Combining Balance Sheet	C-1	99
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	C-2	100
Combining Schedule of Revenues, Expenditures and Changes in Funds Available - Budget (Non-GAAP Budgetary Basis) and Actual	C-3	101
Capital Projects Funds		
Combining Balance Sheet	D-1	103
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	D-2	104
Schedule of Revenues, Expenditures and Changes in Funds Available - Budget (Non-GAAP Budgetary Basis) and Actual	D-3	105
Schedule of Expenditures and Appropriations	D-4	106
Enterprise Funds		
Combining Balance Sheet	E-1	110
Combining Statement of Revenues, Expenses and Changes in Retained Earnings	E-2	113
Combining Statement of Cash Flows	E-3	114
Schedule of Revenues, Expenditures and Changes in Funds Available - Budget (Non-GAAP Budgetary Basis) and Actual	E-4	116
Schedules of Expenditures and Appropriations		
Water Fund Capital Projects	E-5	118
Sewer Fund Capital Projects	E-6	120
Golf Fund Capital Projects	E-7	121

CITY OF AURORA, COLORADO

TABLE OF CONTENTS DECEMBER 31, 2000

	<u>Exhibit Number</u>	<u>Page Number</u>
FINANCIAL SECTION (Continued)		
Supplemental Information - Combining, Individual Fund and Account Group Financial Statements and Schedules (Continued)		
Internal Service Funds		
Combining Balance Sheet	F-1	124
Combining Statement of Revenues, Expenses and Changes in Retained Earnings (Deficit)	F-2	127
Combining Statement of Cash Flows	F-3	128
Schedule of Revenues, Expenditures and Changes in Funds Available - Budget (Non-GAAP Budgetary Basis) and Actual	F-4	130
Schedule of Expenditures and Appropriations - Building Repair Fund Capital Projects	F-5	133
Trust and Agency Funds		
Combining Balance Sheet	G-1	135
Combining Statement of Changes in Plan Net Assets - Pension Trust Funds	G-2	136
Combining Statement of Changes in Assets and Liabilities - Agency Funds	G-3	137
General Fixed Assets Account Group		
Combining Schedule of General Fixed Assets by Source	H-1	139
Combining Schedule of General Fixed Assets by Function and Activity	H-2	140
Combining Schedule of Changes in General Fixed Assets by Function and Activity	H-3	141
General Long-Term Debt Account Group		
Combining Schedule of General Long-Term Debt	H-4	142
Other Schedules		
Schedule of Indebtedness - All Funds	I-1	143
Schedules of Debt Service Requirements		
General Long-Term Debt	I-2	144
Proprietary Funds	I-3	145
Schedule of Conduit Debt Outstanding	I-4	146
Schedule of Pooled Investments	I-5	147
Counties, Cities, & Towns Annual Schedule of Receipts & Expenditures for Roads, Bridges and Streets	I-6	150
Schedule of Insurance Coverages	I-7	153
Schedule of Debt Ratings	I-8	154

CITY OF AURORA, COLORADO

TABLE OF CONTENTS DECEMBER 31, 2000

	<u>Exhibit Number</u>	<u>Page Number</u>
FINANCIAL SECTION (Continued)		
Supplementary Financial Disclosures		
Aurora Urban Renewal Authority Tax Increment Revenue Refunding Bonds, Series 1996 Disclosure Report	J-1	155
General Obligation Water Refunding Bonds, Series 1996 Disclosure Report	J-2	158
Golf Course Enterprise System Revenue Bonds, Series 1995 Disclosure Report	J-3	160
Special Assessment Refunding Bonds, Series 1996 Disclosure Report	J-4	163
General Obligation Bonds, Series 1998 Disclosure Report	J-5	164
General Fund Bonds, Series 1999 Disclosure Report	J-6	165
Drinking Water Revenue Bonds, Series 1999 Disclosure Report	J-7	166
Clean Water Revenue Bonds, Series 1999 Disclosure Report	J-8	169
Continuing Disclosure Information	J-9	173
General Obligation Bonds, Series 2000 Disclosure Report	J-10	176
Certificates of Participation, Series 2000 Disclosure Report	J-11	177
STATISTICAL SECTION		
About the Statistical Tables		179
Revenues and Expenditures Statistics		
Governmental Expenditures by Function - Bar Chart	i	184
Governmental Expenditures by Function	ii	185
Governmental Revenues by Source - Bar Chart	iii	186
Governmental Revenues by Source	iv	187
Governmental Tax Revenues by Source - Bar Chart	v	188
Governmental Tax Revenues by Source	vi	189
Taxes and Assessments Statistics		
Property Tax Levies and Collections	vii	191
Special Assessment Collections	viii	192
Assessed and Estimated Actual Value of Taxable Property	ix	193
Property Tax Rates - Direct and Primary Overlapping Governments	x	194
Debt Statistic		
Computation of Legal Debt Margin	xi	195
Direct and Overlapping General Obligation Debt	xii	196
Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to Total Governmental Expenditures	xiii	197
Ratio of Net General Obligation Bonded Debt and Certificates of Participation to Assessed Value and Net Bonded Debt Per Capita	xiv	198
Schedule of Revenue Bond Coverage	xv	199
Economic and Demographic Statistics		
Property Values and Construction	xvi	203
Demographic Statistics	xvii	204
Major Employers	xviii	205
Ten Principal Property Taxpayers	xix	206
Miscellaneous Statistical Data	xx	207



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May 18, 2001

To the Honorable Mayor, City Council, and Citizens of the City of Aurora, Colorado:

We submit, for your information and review, the Comprehensive Annual Financial Report (CAFR) of the City of Aurora, Colorado (the City), for the year ended December 31, 2000. Management is responsible for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures. To the best of our knowledge and belief, the enclosed information is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the City. The City has included all disclosures necessary to enable the reader to gain an understanding of the City's financial activities.

The CAFR contains three sections: Introductory, Financial, and Statistical. The Introductory Section includes this transmittal letter, the City's organizational chart, and a list of principal officials. The Financial Section contains the independent auditors' report, combined financial statements, notes to the statements, required supplementary information, combining and individual fund statements and schedules, and supplementary financial disclosures. The Statistical Section includes selected financial and demographic information about the City. The CAFR includes all funds, account groups, and component units of the City. Entities considered to be component units under governmental accounting standards, include: the Aurora Capital Leasing Corporation (ACLC), Aurora Urban Renewal Authority (AURA), General Employees' Retirement Plan (GERP) and the Fitzsimons Redevelopment Authority (FRA).

GOVERNMENTAL STRUCTURE, ECONOMIC CONDITION AND OUTLOOK

The City of Aurora is located on the eastern slope of the Rocky Mountains and lies in the six county Denver/Aurora metropolitan area (metro area). The metro area is the economic and political center of the State of Colorado (the State).

Aurora is the third largest city in the State and is a home-rule city. Aurora provides general government services including public works, water and sewer, parks and recreation, golf, and public safety services to 276,393 (2000 Census) residents representing 11.4% of the metro area population.

Throughout 2000, the City and State economy remained healthy. Based on data collected by the Colorado Legislative Council, most of the indicators of State economic activity continued to exceed national indicators. The State's population increased by 2% in 2000, continuing the

strong growth rate of the last eight years. Retail sales for the State as a whole grew by 8.8% in 2000. This continued the healthy growth of the last several years. Economic projections indicate the growth rate will slow over the next few years. The City's 2000 sales tax growth of 7.3% was a decrease from the 1999 growth of 12.4%. However, this decrease was at least partly, if not wholly, due to unusual one-time situations which overstated 1999 and understated 2000 growth.

During 2000, residential and commercial construction continued to be a major economic force in the metro area. In Aurora, 1,757 new permits for residential construction were issued that provided 3,722 new family housing units. Private non-residential construction increased in the metro area. Again, the City kept pace with this trend. Permits were issued for 313 new commercial and industrial construction projects, a 40% increase over 1999.

Economists predict continued, albeit slower, growth for the metro area over the next several years. Growth in population, consumer spending, and construction is expected to continue. For Aurora, however, new construction activity, particularly residential, is likely to remain high. There is substantial economic development activity in the City along the I-70 corridor related to the Denver International Airport (DIA) and high residential construction activity in southeast Aurora along the E-470 corridor. That development has already had significant positive impact on City revenues and the impact is expected to continue in the future. Redevelopment of the former Fitzsimons Army Hospital is also having significant positive impact. The Aurora Economic Development Council reported that 10,800 total jobs (both direct and indirect) were created in the City through development efforts in 2000. This is over double the number of total jobs reported created in 1999.

Sales tax revenue growth for the first four months of 2001 has been stronger than projected. The City continues to emphasize retail development and is taking a proactive role in maintaining and enhancing its retail sales tax base. Over 1.8 million square feet of proposed new retail is currently in the plans review stage. Upon Planning Department approval, expected later this year, these retail centers will break ground in 2001 and 2002.

The State Constitution limits the increase in general revenues the City may have in any year. Since the adoption of the revenue limit in 1992, the City has not exceeded that limit. Successful ballot questions in 1999 and 2000 that redefined revenue subject to these limits make it unlikely that the City will exceed the limits in the foreseeable future.

In 2000, refunds of property tax (not general revenues) occurred as a result of similar but separate limits on property tax revenue. In 2000, the City's electorate approved an amendment to the City Charter permanently reducing property tax by two mills in 2001 and another mill in 2004 for a total of three mills. This permanent reduction in property taxes will greatly reduce the amount of property tax refunds that would otherwise occur in the future. In the current economic climate, the tax reduction is projected by the City to be revenue neutral, as it will simply reduce the refund that would otherwise occur.

MAJOR INITIATIVES

FOR THE YEAR

Redevelopment of Fitzsimons Army Medical Center into a "Health Science City" The \$4.3 billion redevelopment program of the former 570-acre Fitzsimons Army Medical Center continues to gain momentum. Programming for the site envisions a "health sciences city" with an ultimate workforce of 29,000 employed in patient care, education, basic-science research and biotechnology research and development. Most of the land has been transferred out of Army hands, and new construction has already reached \$500 million. Anchoring the Fitzsimons effort is a new campus of the University of Colorado Health Sciences Center and the affiliated Colorado Bioscience Park Aurora. Within the past year both the Anschutz Centers for Advanced Medicine and the Bioscience Park Center were completed and opened. By 2004, all of the 4,000 jobs lost from the Army's departure from Fitzsimons in 1996 will have been replaced by new jobs on the site.

Fitzsimons is the nation's largest medical-related redevelopment project. Aurora is expected to become a hub for the biotechnology industry, an expected important industry to the economy of the 21st century. Fitzsimons redevelopment is also bringing a resurgence to northwest Aurora. The nearby successful redevelopment of the Lowry Air Force Base and the Stapleton Airport sites is creating a significant upward shift in the location value of the northeast Aurora/Denver metro area.

Fitzsimons Boundary Urban Renewal In response to the redevelopment of Fitzsimons, the City of Aurora has initiated plans for redevelopment of the surrounding commercial and residential area. During 2000 the City studied the feasibility of using urban renewal as a tool to encourage redevelopment of the area around Fitzsimons. As a result of the study, City Council is considering an Urban Renewal Plan for the area which would include the creation of a tax increment financing district to fund public improvements and provide incentives for private development activities in the area.

Original Aurora Renewal Original Aurora is centered between the Fitzsimons redevelopment, the Stapleton Airport redevelopment, and the Lowry redevelopment. These are three of the nation's largest redevelopment projects. They are projected to bring an additional 20,000 employees, 5,000 households, 10,000 students, and at least 2,000 daily visitors to the area within the next five years. Demonstrating its commitment to reviving Original Aurora, the City recently unveiled plans for a multimillion-dollar redevelopment of the area. The redevelopment effort will be anchored by a new, \$10.3 million Martin Luther King, Jr. library and municipal services center, a project approved by the voters in the fall of 2000. Another facet of the plan will be the City's continuing effort to attract artists to the historic downtown area. City staff is working towards creating an artist colony in the area by exploring strategic options that will ensure artists unique and long-term live/work opportunities. A number of artists are already working within the target redevelopment area. The third component of the redevelopment plan is to secure a

mixed-use project with a residential focus across from the new municipal services facility. The City is seeking a strong development partner to build high-quality product on a ten-acre site.

Airport Related Development The Denver International Airport (DIA) is on the northern border of Aurora. As a result, the airport provides excellent short-term and long-term development opportunities for Aurora along the I-70 corridor. The City has experienced significant industrial and office development with the continued build-out of industrial/office parks in the Airport Boulevard area. The City expects active development to continue in Aurora near the airport, including the continuation of industrial development and the developing office building market.

E-470 Beltway The E-470 toll highway (beltway) traverses the eastern perimeter of the metro area; much of it is in eastern Aurora. E-470 provides high-speed access from the southern metro area, through eastern Aurora, to DIA. All portions of the beltway that are in Aurora are now open. The final portion of E-470, Segment IV, started construction in September 2000 with anticipated completion in the spring of 2003. When this segment is completed, the beltway will extend from C-470 south of the Denver Tech Center, through Aurora and the western edge of DIA, and intersect with Interstate 25, north of the metro area. The new beltway is having a significant positive impact on development, opening up an entirely new area for well-planned retail, commercial and residential growth in Aurora, similar in scale to that generated by DIA.

Buckley Air Force Base As one of the key components of the U. S. Space Command and home to twenty-eight different military missions, the Department of Defense employs 9,378 full-time military, civilian and contractual personnel at Buckley. The U.S. Space Command has been consolidating much of its satellite reconnaissance operations at Buckley. Approximately one-third of all employees (military, contractual and civilian) on base are assigned to operations affiliated with these programs. Due to the increasing importance of Buckley's mission, the base came under Air Force control in September 2000. This is the first facility in the country to become a new Air Force base in over thirty years. This increased importance for the base has created the need for major infrastructure improvements on base. At least \$70 million is budgeted for capital improvement projects over the next five years, including a new 250 bed dormitory, a medical facility, a community center, and a base exchange/commissary. The long-range plans call for replacing all base infrastructure (utilities, roads, etc.). Approximately one-third of the structures currently on base are new and the remaining structures, most constructed in the 1940's and 1950's, are expected to be replaced. Buckley's annual economic impact on the region – now approaching \$500 million - continues to grow along with the base's strategic importance. Buckley is one of Aurora's largest employers. Most of this employment is focused in the engineering and telecommunications sectors. Buckley's satellite technology focus has led a number of Fortune 500 companies to increase their presence in the area. Currently, Lockheed, Boeing, Raytheon, and TRW each employ more than 500 workers in nearby office parks. Raytheon and TRW are in the process of building new office buildings and will each add more than 500 additional workers over the next year.

Retail Development The 500,000 square foot Arapahoe Crossings shopping center is currently anchored by Kohl's Department Store, King Soopers grocery and a sixteen-screen stadium theater. Currently under construction are four additional regionally recognized big box stores,

which will complete the build out of this shopping center. Arapahoe Crossings is located in the fast-growing southeast portion of Aurora. An additional 1.8 million square feet of retail projects in the City are nearing the end of the planning stage. Aurora is also positioning itself for regional retail development along the E-470 corridor through zoning and recruitment efforts.

Emphasis on Capital The City Council dedicates all materials and equipment use tax revenue and 4% of other General Fund revenues to capital and debt service uses. This not only ensures significant pay-as-you-go capital funding each year; it also helps minimize the use of "one-time" revenue for operations. An interstate interchange was completed and opened in late 2000 to improve access to the City Center area. This is expected to help development in this area of Aurora. A major sports complex of ballfields is also under construction. The interchange and ballfield complex issues were approved by the voters in 1997 and 1998, respectively. During 2000, certificates of participation were issued for a new \$70 million city hall/municipal service center. Also in 2000, \$50 million in citizen approved bonds were issued for a series of new facilities and facility improvements that were a part of the City's first Facilities Master Plan. This plan provides a comprehensive blueprint of projected facility (buildings) needs for the foreseeable future. Operating costs for all the new facilities are included in the projections for future budgets.

Emphasis on Basic Services The City continues to emphasize strong basic services, including public safety, street maintenance, and a broad array of recreational services. The Aurora Police Department utilizes community policing and has a national and international reputation as a leader in this area. In 2000, eight additional police officers were hired as part of an ongoing program to maintain the ratio of police officers at a minimum of two police officers per one thousand citizens. The Aurora Fire Department is one of the top fire departments in the country in terms of its capabilities and services provided to the citizens. It also is a leader in public/private partnerships having developed and implemented an innovative transport agreement between the Department and a private ambulance service that provides both basic and advanced life support services. The Public Works Department has significantly improved the overall condition of streets in the City. A wide range of recreation and library services continues to be offered.

FOR THE FUTURE

The City plans to continue to emphasize the provision of quality basic services and to maintain its infrastructure. These efforts have made Aurora a good location for both residents and businesses. Growth issues will be a major focus over the next few years. The City will balance the needs of existing service areas with the requirements to expand services to newly developing areas.

The City is in an enviable position to benefit from development as a result of the opening of DIA, the relocation of the University of Colorado Health Science Center to the former Fitzsimons Army Hospital, the new E-470 toll beltway and the general economic growth and health of the metro area. The City intends to take advantage of these opportunities to maintain

and expand the City's economic base.

The City expects to remain strong financially. Management will continue to watch for changes in the economy that require action, and the City will remain cautious about the level of revenue increases over the next few years. The City has a strong emphasis on attracting and retaining quality retail development to support future growth in sales tax revenue. Barring a major change in the national economy, revenue growth is likely to be relatively constant over the next several years. It is the City's intent to continue to limit operating expenditures to generally match operating revenues.

DEPARTMENT FOCUS – LIBRARY AND RECREATION SERVICES

The mission of the Library and Recreation Services Department is to provide quality services and facilities serving the diverse interests and needs of citizens seeking museum, library, recreational and cultural services. The Department operates seven library facilities, seven recreation/community centers, three indoor and seven outdoor swimming pools, and a number of joint-use school program sites. Over 8,000 programs are offered at these facilities annually.

The Department of Library and Recreation Services operations result in approximately 2.5 million customer contacts annually through classes, programs and library customer visits. The services provided by this Department play an integral role in serving citizens and enhance the viability and attractiveness of the City of Aurora to future residents and businesses. Library and Recreation Services has a 2001 budget of \$21 million. Most of the budget is in the General Fund (\$10.2 million) and the Recreation Fund (\$9 million). The Department has 197 regular status employees. The Department also has approximately 1,000 temporary employees on its active payroll at any one time. The actual hours that these employees work varies greatly depending upon seasonal and programmatic activity during the year, with summer being the most active time.

The Department is divided into five major service areas:

Office of the Director This division oversees the management of all operations within the Department, provides staff liaison support coordination to the various boards and commissions advising the Department on its services and operations, and works closely with community groups and organizations.

Administrative Services Division This division oversees the financial, human resources, payroll, marketing and public relations activities of the Department. This division also provides general support for Department research, contracts, computer assistance and customer service programs at an organizational level.

System Support Division This division provides support to Library operations through collection development (i.e. book and materials ordering), materials processing and cataloging and on-line computer systems for public use. This division also oversees Department-wide

support for staff computer systems and building maintenance/facility management coordination with other City departments providing these internal services. Finally, this division supervises two key Citywide functions: the City Special Events Office and the Volunteer Center. The City Special Events Office coordinates Kidspreet and Pumpkin Fest, and provides key support for many other City special events. The Volunteer Center is responsible for recruiting and placing volunteers in various City and non-City events, and serves as a central clearing-house and referral center for individuals seeking specific volunteer opportunities within the community.

Library Public Services Division This division oversees operations of the City's seven library locations: the Central Library and branches (South, Iliff Square, North, Chambers Plaza, Martin Luther King, Jr. and Moorhead) and a number of special library services that are provided from these facilities. These special library services include the Homebound program, Library Meeting Room Services, telephone renewal, and programs including the annual Summer Reading Program. Tallyn's Reach Branch Library is an additional facility to be constructed and opened in the fall of 2003.

Recreation Public Services Division This division includes four major programmatic areas that provide over 8,000 programs annually to Aurora and metro residents. The Administration area manages overall division operations and the central registration system that supports all program areas. The Sports and Aquatics area oversees adult and youth athletic leagues and classes, other general recreation/leisure programs, swimming programs, and the Beck Recreation Center. The Special Services area coordinates senior citizen and non-sports related youth activities including at-risk programs and other programs serving special needs populations. Finally, the Cultural Services area oversees the City's museum, performing and visual arts programs and historic preservation efforts.

FINANCIAL INFORMATION

Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure the assets of the City are protected from loss, theft, or misuse, and to ensure adequate accounting data is 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 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. The City's internal control structure is subject to periodic review by management, the City's internal audit staff, and by external auditors.

Budgeting Controls The City maintains budgetary control over its expenditures. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council. Operating activities of the General, Special Revenue, Debt Service, Capital Projects, Enterprise, and Internal Service Funds are included in the annual appropriated budget. Operating expenditures are legally controlled at the fund and department level for the General Fund, and the fund level for all

other funds, and may not exceed appropriations at those levels. Project-length budgets are adopted for capital projects and certain grants. The level of budgetary control on capital projects is at project level within each fund. The City also uses encumbrances as a technique of accomplishing budgetary control. Encumbered amounts outstanding at year-end are carried forward to the next year. As demonstrated by the statements and schedules included in the financial section of this report, the City continues to meet its responsibility for sound operational and financial management.

General Government Functions The following schedule presents a summary of revenues for the General, Special Revenue, Debt Service, and Capital Projects Funds for the year ended December 31, 2000 and increases or decreases in relation to prior year revenues.

<u>Revenues</u>	<u>2000 Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) From 1999</u>	<u>% Increase (Decrease) From 1999</u>
Taxes	\$ 163,952,246	73.8%	\$15,073,595	10.1%
Special Assessments	433,235	0.2%	(40,459)	(8.5%)
Licenses and Permits	6,005,710	2.7%	632,609	11.8%
Intergovernmental	21,110,332	9.5%	(328,840)	(1.5%)
Charges for Services	10,662,570	4.8%	(1,040,284)	(8.9%)
Fines and Forfeitures	4,099,854	1.8%	61,184	1.5%
Investment Income	10,827,210	4.9%	6,905,897	176.1%
Miscellaneous	<u>5,054,988</u>	<u>2.3%</u>	<u>(2,824,630)</u>	<u>(35.8%)</u>
Total Revenues	<u>\$ 222,146,145</u>	<u>100.0%</u>	<u>\$ 18,439,072</u>	9.1%

Revenues increased by \$18.4 million dollars in 2000 as compared to 1999. This increase was primarily due to an increase in sales and use tax revenues. Growth in the retail and construction sectors contributed to the increase in sales tax revenues, which increased by \$6.8 million. Use tax revenues increased by \$5.2 million, due primarily to a 1999 refund of \$4.4 million, which understated use tax revenues in that year. Licenses and permits revenues contributed to the overall revenue increase, primarily due to increases in business license fees and building permit fees. Investment income increased primarily due to more favorable investment yields on higher investment balances. Miscellaneous revenues decreased due to single family mortgage revenue bond money received in 1999 but not in 2000.

The following schedule presents a summary of expenditures for the General, Special Revenue, Debt Service, and Capital Projects Funds for the year ended December 31, 2000 and increases or decreases in relation to prior year expenditures.

<u>Expenditures</u>	<u>2000 Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) From 1999</u>	<u>% Increase (Decrease) From 1999</u>
Current				
General Government	\$ 42,181,076	19.4%	\$ 3,612,502	9.4%
Public Safety	84,881,154	39.0%	5,766,431	7.3%
Public Works	39,060,284	17.9%	7,662,953	24.4%
Culture & Recreation	27,746,908	12.7%	(1,692,849)	(5.8%)
Debt Service				
Principal	5,625,474	2.6%	(374,856)	(6.2%)
Interest	4,643,108	2.1%	1,800,310	63.3%
Capital Outlay	<u>13,780,493</u>	<u>6.3%</u>	<u>5,061,840</u>	<u>58.1%</u>
Total Expenditures	<u>\$ 217,918,497</u>	<u>100.0%</u>	<u>\$ 21,836,331</u>	<u>11.1%</u>

Total governmental fund expenditures increased by \$21.8 million dollars in 2000 as compared to 1999. This increase included an increase of \$7.7 million in public works expenditures due mainly to the construction of the Alameda/Interstate-225 interchange, which opened in 2000. Interest expenditures increased due to the first debt service payments totaling \$2.4 million on the 1999 General Fund Revenue Bonds and the 2000 Certificates of Participation. During 2000, capital outlay expenditures on capitalizable construction projects increased across the City by \$2.8 million. Additions to street operation and maintenance equipment and the police vehicle pool increased by \$1 million. Finally, the City entered into a lease agreement in 2000 to purchase four fire trucks for \$1.2 million.

General Fund The fund balance of the General Fund as of December 31, 2000 was \$38,015,132. Of the \$38 million fund balance, \$17.8 million is considered unavailable for appropriation. That amount includes \$14.7 million designated for long-term liabilities (sales, use and lodgers tax accrual), \$3 million committed for encumbrances, and \$.1 million fair value adjustment. Of the \$20.2 million funds available for appropriation, \$10.5 million was reserved for voter approved two per thousand police activities, \$3.7 million was designated for transfer to the City Capital Projects Fund and \$1.7 million was designated for one-time expenditures. The remaining \$4.3 million is available for general City activities.

According to City policy, funds available (excluding reserved amounts) should be maintained at an amount equal to 10% or greater of the General Fund's adjusted operating expenditures for each year. The 2000 funds available balance of \$15.4 million in the Policy Reserve Special Revenue Fund was in compliance with the City policy. According to the Taxpayer's Bill of Rights (TABOR) amendment to the Colorado State statutes, the City must maintain a reserve of at least 3% of its fiscal year spending, excluding bonded debt service, to be used for declared emergencies. The TABOR Reserve Special Revenue Fund held funds available of \$5.4 million in 2000 which was in compliance with the State statute.

Enterprise Funds The City operates three enterprise funds: water utilities, sewer utilities, and golf courses.

The Water Fund revenues and expenses calculated in accordance with bond covenants were \$52,784,871 and \$16,608,220, respectively. Income available for debt service in 2000 was \$36,176,651 and the annual debt service was \$15,226,703. The debt service coverage ratio was 2.38 in 2000, which exceeded the required ratio of 1.10.

The Sewer Fund revenues and expenses calculated in accordance with bond covenants were \$27,764,451 and \$16,986,157, respectively. Income available for debt service for 2000 was \$10,778,294, and the annual debt service was \$4,737,435. The debt service coverage ratio was 2.28 in 2000, which exceeded the required ratio of 1.30.

The Golf Fund revenues and expenses calculated in accordance with bond covenants were \$8,548,231 and \$7,345,386, respectively. Income available for debt service for 2000 was \$1,202,845, and the annual senior debt service was \$656,773. The debt service coverage ratio for senior debt service was 1.83 in 2000, which exceeded the required ratio of 1.50. Income available for subordinate debt service for 2000 was \$546,072, and the annual subordinate debt service was \$369,546. The debt service coverage ratio for subordinate debt service was 1.48 in 2000, which exceeded the required ratio of 1.0.

Pensions The City provides seven pension plans. The General Employees' Retirement Plan is a contributory defined benefit plan and the Elected Officials' Pension Plan is a non-contributory defined benefit plan. The City formerly contributed to the Old Hire Fire and Old Hire Police Pension Funds for full-time Firefighters and Police Officers hired before April 7, 1978. These plans are now fully funded and no additional contributions are needed. The City also has three money purchase defined contribution pension plans, two for firefighters and police officers hired on or after April 8, 1978 and one for City executive personnel. Details concerning the pension plans are included in the Notes to the Financial Statements in the accompanying financial report.

Debt Administration

- As of December 31, 2000, the City had outstanding bonded debt of \$323,071,511 (excluding unamortized bond premiums and discounts). These issues included:
 - \$63,095,000 in general obligation debt supported by the General Fund
 - \$95,750,000 in general obligation water debt supported by the Water Fund
 - \$17,300,000 in general fund revenue bonds
 - \$14,178,795 in water revenue bonds
 - \$25,614,915 in sewer revenue bonds
 - \$6,400,000 in golf revenue bonds
 - \$452,801 in water revenue notes
 - \$235,000 in special assessment debt
 - \$100,045,000 in includable entity debt.

- Bond ratings:
 - The City's General Obligation Bonds are rated by Moody's Investors Service at Aa2 and by Standard & Poor's at AA.
 - The City's General Fund Revenue Bonds are rated Aa3 by Moody's Investors Service and AA- by Standard and Poor's.
 - The City's Sewer Revenue Bonds are rated Aa3 by Moody's Investors Service and A+ by Standard & Poor's.
 - The City's Golf Course Enterprise System Revenue Bonds are rated Baa1 by Moody's Investors Service.

Details concerning the City's debt ratings are included in Exhibit I-8.

- In 1992, Colorado voters approved an amendment to the constitution (TABOR) which requires new general obligation debt to be authorized by voters.
- The per capita amount of total general obligation bonded debt, excluding general obligation debt payable from the Water Fund and debt service reserves, was \$226.
- The per capita amount of total general obligation bonded debt, including the certificates of participation of ACLC and excluding general obligation debt payable from the Water Fund and the debt service reserves, was \$579.

Cash Management The City's investment policy is to minimize credit and market risks, provide necessary liquidity, to meet financial management goals and to provide a competitive yield. Deposits were either insured by the Federal Deposit Insurance Corporation (FDIC) or collateralized under the Colorado Public Deposit Protection Act (PDPA). The City utilizes an investment pool to maximize investment income. During 2000, investments included U.S. Government and agency securities, commercial paper rated A1/P1 or better, corporate notes rated A1 or A+ or better, repurchase agreements, money market funds and a local government pool (COLOTRUST).

As of December 31, 2000, the City's financial resources, including bank deposits and investments in the City's cash and investment pool, were allocated as follows:

	<u>% of Resources</u>
Bank deposits	0.1%
Repurchase agreements	19.0%
U.S. Government and agency securities	26.8%
Corporate bonds and notes	28.3%
Commercial paper	14.9%
Money market funds	1.8%
Local government pool (COLOTRUST)	<u>9.1%</u>
	<u>100.0%</u>

The average yield on investments was 6.14% for 2000. This performance exceeds the City's benchmark, which was 6.09% as of December 31, 2000. The City's benchmark is currently a 12-month moving average of the one-year U.S. Treasury constant maturity index. The City

earned interest revenue of \$11.1 million on the City's pooled investments for the year ended December 31, 2000.

Risk Management The City maintains a Risk Management Internal Service Fund. The purpose of the fund is to provide resources for the City's partial risk retention against claims and judgments, fund-related administrative expenses, and attorney fees. Insurance claim reserves are established on an annual basis. The City also has excess insurance coverage.

OTHER INFORMATION

Independent Audit The City Charter requires an annual audit by independent certified public accountants selected by the City Council. The opinion of KPMG LLP on the City's financial statements is included in the financial section of this CAFR.

Awards The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its comprehensive annual financial report for the fiscal year ended December 31, 1999. The Certificate of Achievement is a prestigious national award, which recognizes conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report. The report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for one year. The City has received the certificate for fourteen consecutive years. We believe that our current comprehensive annual financial report continues to meet the requirements of the Certificate of Achievement program and we are submitting it to the GFOA.

Acknowledgments The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the Finance Department and other City departments and staff who contributed information in the report. Finally, we wish to thank the Mayor and City Council for their continued support.

Respectfully submitted,

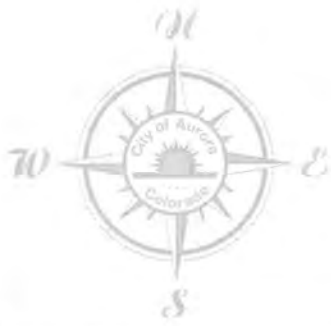


Ronald S. Miller
City Manager



John Gross
Finance Director





**Council Members
2000**



Ron Miller
City Manager



Mayor Paul E. Tauer



Nadine Caldwell
Ward I



Kathy Green
Ward II



Ingrid Lindemann
Ward III



John Paroske
Ward IV



Barbara Cleland
Ward V



Dave Williams
Ward VI



Bob LeGare
Mayor Pro-Tem, At-Large



John McCracken
At-Large



Edna Mosley
At-Large



Ed Tauer
At-Large

Officials

City of Aurora, Colorado



City Council

Paul E. Tauer, Mayor

Nadine Caldwell

Barbara Cleland

Kathy M. Green

Bob LeGare

Ingrid Lindemann

John R. McCracken

Edna W. Mosley

John S. Paroske

Ed Tauer

Dave Williams

City Manager's Office

Ron Miller, City Manager

Nancy Freed, Deputy City Manager, Community Services

Frank Ragan, Deputy City Manager, Operations

Katherine Svoboda, Deputy City Manager Administration

Janice Napper, Assistant City Manager

Council Appointees

Zelda DeBoyes, Court Administrator

Steven Fisher, Presiding Judge

Charles H. Richardson, City Attorney

Department Directors

Denise Balkas, Director of Planning

Ray Barnes, Fire Chief

Laurie Cole, Chief Public Defender

Jack Cooper, Director of Parks and Open Space

Tom Griswold, Director of Utilities

John Gross, Director of Finance

Darrell Hogan, Director of Public Works

Dinah Lewis, Director of Internal Services

Thomas P. Nicholas, Director of Library & Recreation Services

Mark C. Pray, Director of Information Technology

V.R. Saint Vincent, Chief of Police

Nancy Sheffield, Director of Neighborhood Services

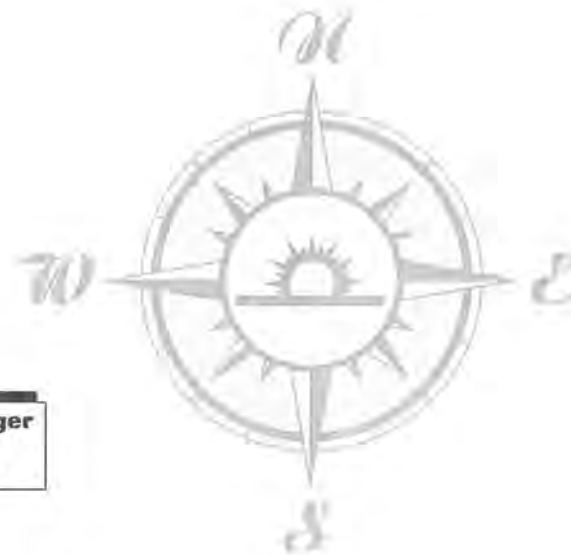
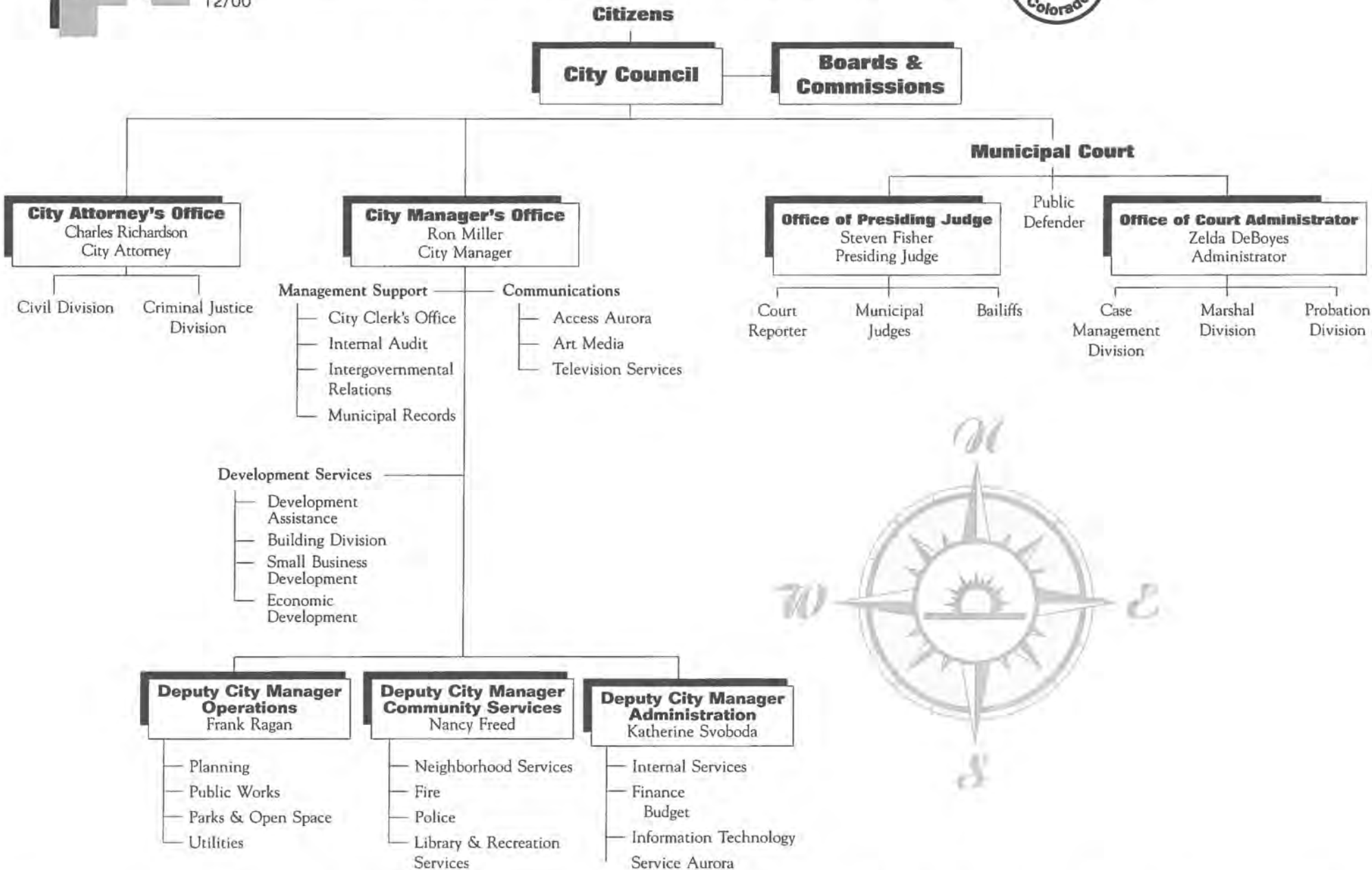
Kim Stuart Abell, Director of Communications

Dianne Truwe, Director of Development Services



City of Aurora GOVERNMENTAL STRUCTURE

12/00





707 Seventeenth Street
Suite 2300
Denver, CO 80202

Independent Auditors' Report

The Honorable Mayor and Members of the City Council of the City of Aurora, Colorado:

We have audited the accompanying general purpose financial statements of the City of Aurora, Colorado (the City) as of and for the year ended December 31, 2000, as listed in the accompanying table of contents. These general purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit. We did not audit the financial statements of the General Employees' Retirement Plan (GERP), which represent 97 percent of the trust and agency funds' assets and 100 percent of the additions of the pension trust funds. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion on the general purpose financial statements, insofar as it relates to the amounts included for GERP, is based on the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit and the report of the other auditors provide a reasonable basis for our opinion.

In our opinion, based on our audit and the report of other auditors, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the City as of December 31, 2000, and the results of its operations and the cash flows of its proprietary fund types and discretely presented component unit for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The schedule of funding progress on page 75 is not a required part of the general purpose financial statements, but is supplementary information required by the Governmental Accounting Standards Board, and we did not audit and do not express an opinion on such information. We have applied to the schedule of funding progress certain limited procedures prescribed by professional standards, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the schedule.

In accordance with *Government Auditing Standards*, we have also issued our report dated May 18, 2001 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.



Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining, individual fund and account group financial statements and schedules and other schedules listed in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the City. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, based on our audit and the report of the other auditors, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

The information included in the supplementary financial disclosures and statistical sections listed in the accompanying table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the City. Such additional information has not been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, accordingly, we express no opinion on it.

KPMG LLP

May 18, 2001

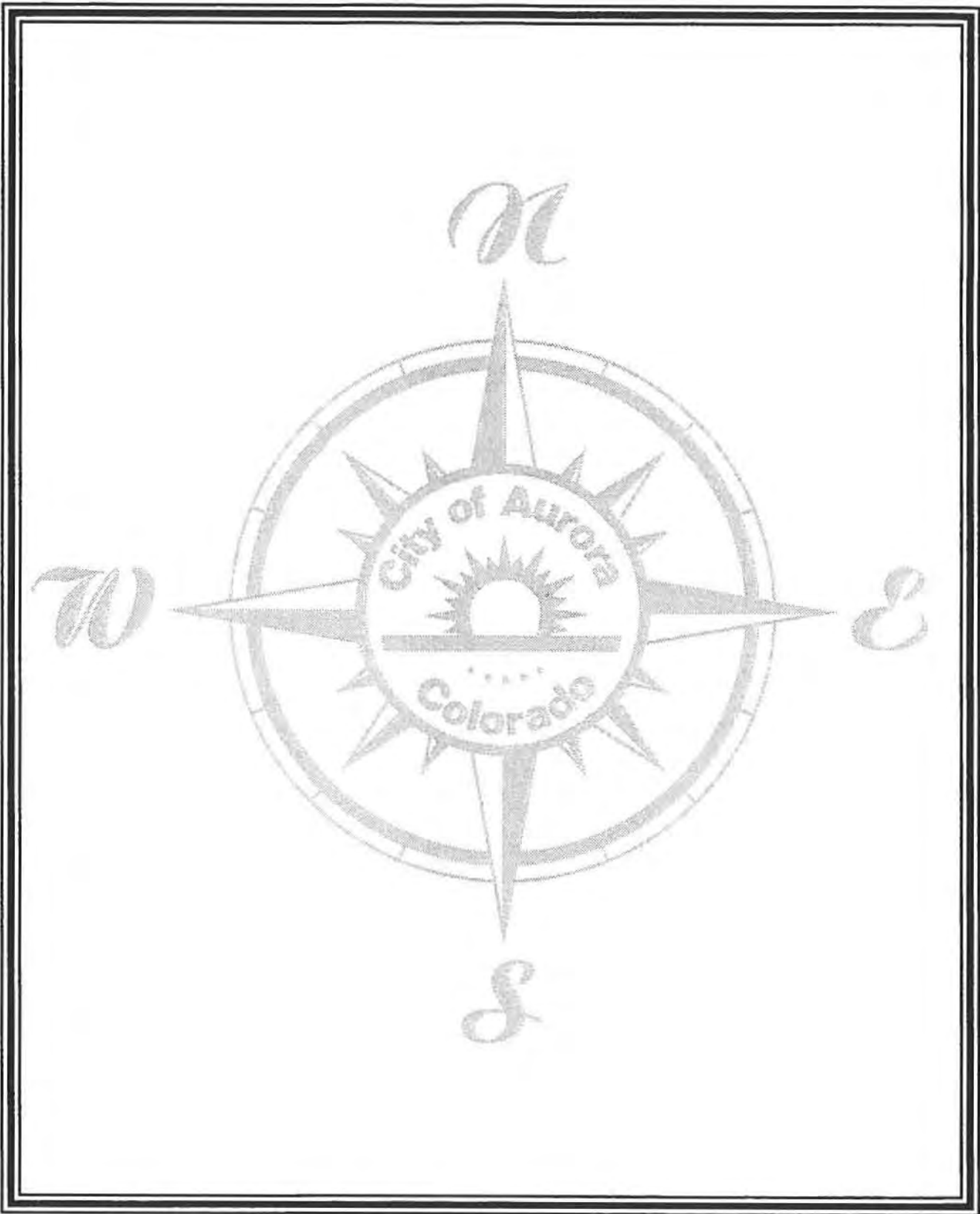


EXHIBIT I

CITY OF AURORA, COLORADO

**COMBINED BALANCE SHEET - ALL FUND TYPES, ACCOUNT GROUPS AND DISCRETELY PRESENTED COMPONENT UNIT
DECEMBER 31, 2000**

	Governmental Fund Types				Proprietary Fund Types	
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service
ASSETS AND OTHER DEBITS						
ASSETS						
Cash and cash equivalents	\$ 231,761	\$ 6,003	\$ 589,604	\$ —	\$ 14,050	\$ —
Equity in cash and cash equivalents	3,833,274	4,716,380	409,078	3,882,484	1,447,021	1,420,408
Investments	—	—	—	—	80,490	—
Equity in investments	25,759,582	28,315,898	2,913,102	31,099,879	33,196,078	11,308,352
Designated equity in investments	—	75,558	—	—	29,304,572	—
Receivables - net of allowance for uncollectibles						
Taxes	29,267,987	—	6,219,374	—	—	—
Accounts	1,802,820	452,577	—	56,196	6,317,162	2,738
Special assessments	—	—	630,530	—	—	—
Accrued interest	378,848	210,392	24,192	110,676	400,561	63,455
Designated accrued interest	—	—	—	—	181,821	—
Loans	777	10,842,540	—	898,258	205,080	—
Other	113,228	393,349	24,382	—	857	1,800
Due from other funds	606,945	250,000	361,806	44,600	—	—
Due from other governments	1,168,891	1,829,289	30,639	—	—	—
Inventory	—	—	—	—	448,533	183,165
Restricted assets						
Cash and cash equivalents	—	—	426,687	5,246,895	1,374,646	—
Equity in cash and cash equivalents	—	739,199	—	—	—	—
Investments	—	—	11,610,552	116,363,048	26,025,411	—
Equity in investments	—	—	358,766	13,129,258	10,351,032	—
Accrued interest	—	—	47,035	574,848	—	—
Deferred charges	—	—	—	—	471,178	—
Long-term interfund receivable	—	—	—	—	6,400,000	—
Equity in joint venture	—	—	—	—	2,094,366	—
Land and water rights	—	—	—	—	155,279,421	—
Buildings and improvements	—	—	—	—	31,457,252	—
Improvements other than buildings	—	—	—	—	463,995,873	697,718
Machinery and equipment	—	—	—	—	31,907,007	799,398
Accumulated depreciation	—	—	—	—	(117,107,986)	(791,562)
Construction in progress	—	—	—	—	49,131,251	—
Water rights in progress	—	—	—	—	7,468,193	—
OTHER DEBITS						
Amounts available in debt service funds	—	—	—	—	—	—
Amount to be provided for retirement of general long-term debt	—	—	—	—	—	—
TOTAL ASSETS AND OTHER DEBITS	\$ 63,164,113	\$ 47,831,185	\$ 23,645,747	\$ 171,406,142	\$ 740,443,869	\$ 13,685,472

See notes to financial statements.

Fiduciary Fund Types Trust and Agency	Account Groups		Totals Primary Government (Memorandum Only)	Component Unit Fitzsimons Redevelopment Authority	Totals Reporting Entity (Memorandum Only)
	General Fixed Assets	General Long- Term Debt			
\$ 23,055,248	\$ —	\$ —	\$ 23,896,666	\$ 1,704,017	\$ 25,600,683
5,663,826	—	—	21,372,471	—	21,372,471
177,176,251	—	—	177,256,741	—	177,256,741
—	—	—	132,592,891	—	132,592,891
—	—	—	29,380,130	—	29,380,130
—	—	—	35,487,361	—	35,487,361
—	—	—	8,631,493	63,771	8,695,264
—	—	—	630,530	—	630,530
1,628,098	—	—	2,816,222	—	2,816,222
—	—	—	181,821	—	181,821
—	—	—	11,946,655	—	11,946,655
2,506,404	—	—	3,040,020	45,192	3,085,212
—	—	—	1,263,351	—	1,263,351
256,539	—	—	3,285,358	606,852	3,892,210
—	—	—	631,698	—	631,698
—	—	—	7,048,228	—	7,048,228
—	—	—	739,199	—	739,199
—	—	—	153,999,011	—	153,999,011
—	—	—	23,839,056	—	23,839,056
—	—	—	621,883	—	621,883
—	—	—	471,178	16,734	487,912
—	—	—	6,400,000	—	6,400,000
—	—	—	2,094,366	—	2,094,366
—	21,210,079	—	176,489,500	1,672,865	178,162,365
—	62,397,709	—	93,854,961	8,113,376	101,968,337
—	15,664,238	—	480,357,829	—	480,357,829
41,507	48,139,414	—	80,887,326	280,058	81,167,384
(39,389)	—	—	(117,938,937)	(401,091)	(118,340,028)
—	3,258,201	—	52,389,452	638,891	53,028,343
—	—	—	7,468,193	—	7,468,193
—	—	13,693,606	13,693,606	—	13,693,606
—	—	184,518,318	184,518,318	—	184,518,318
<u>\$ 210,288,484</u>	<u>\$ 150,669,641</u>	<u>\$ 198,211,924</u>	<u>\$ 1,619,346,577</u>	<u>\$ 12,740,665</u>	<u>\$ 1,632,087,242</u>

(Continued)

EXHIBIT I

CITY OF AURORA, COLORADO

**COMBINED BALANCE SHEET - ALL FUND TYPES, ACCOUNT GROUPS AND DISCRETELY PRESENTED COMPONENT UNIT
DECEMBER 31, 2000**

	Governmental Fund Types			Proprietary Fund Types		
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service
LIABILITIES, EQUITY AND OTHER CREDITS						
LIABILITIES						
Accounts payable	\$ 4,289,588	\$ 1,113,453	\$ 67,530	\$ 3,530,147	\$ 6,558,111	\$ 453,344
Accrued liabilities	719,175	13,720	402,696	267,000	1,417,027	2,071
Accrued claims payable	—	—	—	—	—	8,019,606
Accrued compensated absences	—	—	—	—	1,713,576	297,346
Funds held for others	723,710	249,423	—	—	114,750	—
Due to other funds	96,806	451,592	335,720	379,233	—	—
Due to other governments	150,727	—	—	—	—	—
Due to private grantors	—	8,042	—	—	—	—
Deferred revenues	19,168,975	11,904,152	6,771,639	898,258	82,186	—
General obligation bonds payable	—	—	—	—	95,750,000	—
Net unamortized bond discounts	—	—	—	—	(2,211,498)	—
Revenue bonds payable	—	—	—	—	46,193,710	—
Certificates of participation	—	—	—	—	—	—
Special assessment debt with City commitment	—	—	—	—	—	—
Capitalized leases	—	—	—	—	674,436	—
Notes payable	—	—	—	—	452,801	—
Long-term interfund payable	—	—	—	—	6,400,000	—
Net pension obligation	—	—	—	—	—	—
Total liabilities	25,148,981	13,740,382	7,577,585	5,074,638	157,145,099	8,772,367
EQUITY AND OTHER CREDITS						
Investment in general fixed assets	—	—	—	—	—	—
Contributed capital	—	—	—	—	384,855,357	1,113,610
Retained earnings	—	—	—	—	—	—
Reserved for debt service	—	—	—	—	4,390,558	—
Reserved for repair and replacement	—	—	—	—	600,000	—
Reserved for operations and maintenance	—	—	—	—	9,751,032	—
Unreserved	—	—	—	—	183,701,823	3,799,495
Fund balances	—	—	—	—	—	—
Reserved	—	—	—	—	—	—
Reserved for employee pension benefits	—	—	—	—	—	—
Reserved for encumbrances	—	—	—	—	—	—
Operating	2,955,812	977,302	—	—	—	—
Capital projects	—	1,116,169	—	13,914,243	—	—
Reserved for police	10,566,835	739,199	—	—	—	—
Reserved for debt service	—	—	12,992,589	—	—	—
Reserved for construction	—	—	—	116,541,537	—	—
Reserved by agreements	—	476,369	—	—	—	—
Unreserved	—	—	—	—	—	—
Designated for subsequent year expenditures	—	—	—	—	—	—
Budget	—	650,969	1,165,646	—	—	—
Capital projects	—	3,224,714	—	26,302,844	—	—
Designated for long-term liabilities	14,748,915	—	—	—	—	—
Designated for capital projects transfer	3,711,000	—	—	—	—	—
Designated for one-time expenditures	1,685,000	—	—	—	—	—
Undesignated	4,347,570	26,906,081	1,909,927	9,572,880	—	—
Total equity and other credits	38,015,132	34,090,803	16,068,162	166,331,504	583,298,770	4,913,105
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	\$ 63,164,113	\$ 47,831,185	\$ 23,645,747	\$ 171,406,142	\$ 740,443,869	\$ 13,685,472

See notes to financial statements.

Fiduciary Fund Types Trust and Agency	Account Groups		Totals	Component Unit Fitzsimons	Totals
	General Fixed Assets	General Long- Term Debt	Primary Government (Memorandum Only)	Redevelopment Authority	Reporting Entity (Memorandum Only)
\$ 2,741,813	\$ —	\$ —	\$ 18,753,986	\$ 1,743,498	\$ 20,497,484
—	—	—	2,821,689	244,979	3,066,668
—	—	—	8,019,606	—	8,019,606
—	—	15,842,178	17,853,100	—	17,853,100
5,656,056	—	—	6,743,939	95,322	6,839,261
—	—	—	1,263,351	—	1,263,351
—	—	—	150,727	—	150,727
—	—	—	8,042	—	8,042
—	—	—	38,825,210	—	38,825,210
—	—	63,095,000	158,845,000	—	158,845,000
—	—	—	(2,211,498)	—	(2,211,498)
—	—	19,780,000	65,973,710	—	65,973,710
—	—	97,565,000	97,565,000	—	97,565,000
—	—	235,000	235,000	—	235,000
—	—	1,517,944	2,192,380	84,936	2,277,316
—	—	—	452,801	2,922,477	3,375,278
—	—	—	6,400,000	—	6,400,000
—	—	176,802	176,802	—	176,802
8,397,869	—	198,211,924	424,068,845	5,091,212	429,160,057
—	150,669,641	—	150,669,641	—	150,669,641
—	—	—	385,968,967	6,384,860	392,353,827
—	—	—	4,390,558	—	4,390,558
—	—	—	600,000	—	600,000
—	—	—	9,751,032	—	9,751,032
—	—	—	187,501,318	1,264,593	188,765,911
201,890,615	—	—	201,890,615	—	201,890,615
—	—	—	3,933,114	—	3,933,114
—	—	—	15,030,412	—	15,030,412
—	—	—	11,306,034	—	11,306,034
—	—	—	12,992,589	—	12,992,589
—	—	—	116,541,537	—	116,541,537
—	—	—	476,369	—	476,369
—	—	—	1,816,615	—	1,816,615
—	—	—	29,527,558	—	29,527,558
—	—	—	14,748,915	—	14,748,915
—	—	—	3,711,000	—	3,711,000
—	—	—	1,685,000	—	1,685,000
—	—	—	42,736,458	—	42,736,458
201,890,615	150,669,641	—	1,195,277,732	7,649,453	1,202,927,185
\$ 210,288,484	\$ 150,669,641	\$ 198,211,924	\$ 1,619,346,577	\$ 12,740,665	\$ 1,632,087,242

(Concluded)

EXHIBIT II

CITY OF AURORA, COLORADO

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2000**

	<u>General</u>	<u>Special Revenue</u>
REVENUES		
Taxes	\$ 161,167,947	\$ —
Special assessments	—	—
Licenses and permits	6,005,710	—
Intergovernmental revenues	10,534,892	9,916,883
Charges for services	4,733,638	5,928,932
Fines and forfeitures	3,438,155	661,699
Investment income	3,319,113	2,170,322
Miscellaneous revenues	1,169,136	3,182,930
	<u>190,368,591</u>	<u>21,860,766</u>
EXPENDITURES		
Current		
General government	33,324,021	6,042,745
Public safety	79,379,716	4,995,318
Public works	16,589,882	—
Culture and recreation	15,174,445	10,426,708
Debt service		
Principal	530,474	—
Interest and fiscal charges	47,599	—
Capital outlay	5,687,250	2,993,031
	<u>150,733,387</u>	<u>24,457,802</u>
Excess (deficiency) of revenues over (under) expenditures	<u>39,635,204</u>	<u>(2,597,036)</u>
OTHER FINANCING SOURCES (USES)		
Proceeds from sale of assets	321,717	19,133
Proceeds of bonds	—	—
Proceeds of certificates of participation	—	—
Proceeds of capital leases	1,239,232	—
Operating transfers in	1,356,795	6,813,491
Operating transfers out	(42,298,028)	(5,466,795)
	<u>(39,380,284)</u>	<u>1,365,829</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	254,920	(1,231,207)
FUND BALANCES - JANUARY 1	37,391,169	35,322,010
RESIDUAL EQUITY TRANSFER	369,043	—
FUND BALANCES - DECEMBER 31	<u>\$ 38,015,132</u>	<u>\$ 34,090,803</u>

See notes to financial statements.

<u>Debt Service</u>	<u>Capital Projects</u>	<u>Totals (Memorandum Only)</u>
\$ 2,784,299	\$ —	\$ 163,952,246
433,235	—	433,235
—	—	6,005,710
—	658,557	21,110,332
—	—	10,662,570
—	—	4,099,854
1,021,742	4,316,033	10,827,210
—	702,922	5,054,988
<u>4,239,276</u>	<u>5,677,512</u>	<u>222,146,145</u>
140,155	2,674,155	42,181,076
—	506,120	84,881,154
—	22,470,402	39,060,284
—	2,145,755	27,746,908
5,087,723	7,277	5,625,474
4,595,509	—	4,643,108
—	5,100,212	13,780,493
<u>9,823,387</u>	<u>32,903,921</u>	<u>217,918,497</u>
<u>(5,584,111)</u>	<u>(27,226,409)</u>	<u>4,227,648</u>
—	—	340,850
138,000	49,962,000	50,100,000
9,153,342	67,221,658	76,375,000
—	—	1,239,232
5,873,605	35,229,523	49,273,414
(1,600,000)	(2,388,649)	(51,753,472)
<u>13,564,947</u>	<u>150,024,532</u>	<u>125,575,024</u>
7,980,836	122,798,123	129,802,672
8,087,326	43,533,381	124,333,886
—	—	369,043
<u>\$ 16,068,162</u>	<u>\$ 166,331,504</u>	<u>\$ 254,505,601</u>

EXHIBIT III

CITY OF AURORA, COLORADO

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUNDS AVAILABLE -
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL-GOVERNMENTAL FUND TYPES
GENERAL, SPECIAL REVENUE, DEBT SERVICE AND CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2000**

	General			Special Revenue		
	Budget	Actual	Variance	Budget	Actual	Variance
FUNDS AVAILABLE - JANUARY 1	\$ 12,128,234	\$ 22,505,182	\$ 10,376,948	\$ 29,147,091	\$ 33,021,702	\$ 3,874,611
REVENUES						
Taxes	160,276,323	160,034,815	(241,508)	—	—	—
Special assessments	—	—	—	—	—	—
Licenses and permits	5,765,159	6,005,710	240,551	—	—	—
Intergovernmental revenues	10,182,238	10,534,892	352,654	12,339,841	9,420,511	(2,919,330)
Charges for services	5,478,072	4,733,638	(744,434)	6,795,024	5,928,932	(866,092)
Fines and forfeitures	3,441,115	3,438,155	(2,960)	661,580	661,699	119
Investment income	1,837,169	2,497,849	660,680	1,395,751	1,928,331	532,580
Miscellaneous revenues	411,103	1,169,136	758,033	2,517,127	2,719,760	202,633
Proceeds of sale of assets	550,699	318,717	(231,982)	—	—	—
Loan principal repaid to City	—	—	—	—	4,000	4,000
Proceeds of bonds	—	—	—	—	—	—
Operating transfers in	374,042	1,356,795	982,753	6,175,611	6,813,491	637,880
Residual equity transfer in	—	369,043	369,043	—	—	—
Total revenues	188,315,920	190,458,750	2,142,830	29,884,934	27,476,724	(2,408,210)
EXPENDITURES						
Personal services	112,285,760	109,225,210	3,060,550	8,035,510	7,540,848	494,662
Supplies and other services and charges	32,576,945	33,664,008	(1,087,063)	14,181,481	9,937,071	4,244,410
Bond issue costs	—	—	—	—	—	—
Capital outlay	6,517,729	6,367,390	150,339	2,744,112	994,873	1,749,239
Debt service	578,076	578,073	3	—	—	—
Operating transfers out and other payments	47,227,561	44,910,314	2,317,247	5,200,000	5,200,000	—
Prior year operating encumbrances	(2,000,167)	(2,000,167)	—	(333,444)	(333,444)	—
Total expenditures	197,185,904	192,744,828	4,441,076	29,827,659	23,339,348	6,488,311
Excess (deficiency) of revenues over (under) expenditures - budgetary basis	(8,869,984)	(2,286,078)	6,583,906	57,275	4,137,376	4,080,101
OTHER CHANGES TO FUNDS AVAILABLE						
Adjustment for overspent projects	—	—	—	(612,609)	(612,609)	—
Capital projects	—	—	—	(8,955,279)	(8,955,279)	—
Total other changes to funds available	—	—	—	(9,567,888)	(9,567,888)	—
FUNDS AVAILABLE - DECEMBER 31	\$ 3,258,250	20,219,104	\$ 16,960,854	\$ 19,636,478	27,591,190	\$ 7,954,712
Less Reservations		(10,566,835)			(476,369)	
Designations		(5,396,000)			(725,969)	
FUNDS AVAILABLE FOR APPROPRIATION AFTER RESERVATIONS AND COUNCIL DESIGNATIONS - DECEMBER 31		\$ 4,256,269			\$ 26,388,852	
RECONCILIATION TO GAAP FUND BALANCES						
FUNDS AVAILABLE - DECEMBER 31		\$ 20,219,104			\$ 27,591,190	
Add Current year operating encumbrances		2,955,812			977,302	
Capital projects carryforward		—			8,861,137	
Seizure funds		—			739,199	
Adjust investments to fair value		91,301			100,630	
Sales, use and lodgers tax accrual		14,748,915			—	
Less Deferred revenue - Federal grants		—			(4,178,655)	
FUND BALANCES - DECEMBER 31		\$ 38,015,132			\$ 34,090,803	

See notes to financial statements

Debt Service			Capital Projects		
Budget	Actual	Variance	Budget	Actual	Variance
\$ 2,825,712	\$ 2,858,130	\$ 32,418	\$ 302,684	\$ 1,101,383	\$ 798,699
1,501,825	1,511,499	9,674	—	—	—
544,351	433,235	(111,116)	—	—	—
—	—	—	828,000	658,557	(169,443)
—	—	—	—	—	—
141,921	271,273	129,352	1,344,000	2,193,578	849,578
—	—	—	100,000	702,922	602,922
265,000	—	(265,000)	—	—	—
—	138,000	138,000	65,000	49,962,000	49,897,000
1,761,070	1,761,070	—	35,229,523	35,229,523	—
—	—	—	—	—	—
<u>4,214,167</u>	<u>4,115,077</u>	<u>(99,090)</u>	<u>37,566,523</u>	<u>88,746,580</u>	<u>51,180,057</u>
38,000	38,000	—	65,000	—	65,000
20,499	21,425	(926)	1,170,790	565	1,170,225
79,480	79,480	—	—	—	—
—	—	—	—	—	—
3,602,204	3,563,028	39,176	—	7,277	(7,277)
—	—	—	2,362,887	2,365,834	(2,947)
—	—	—	—	—	—
<u>3,740,183</u>	<u>3,701,933</u>	<u>38,250</u>	<u>3,598,677</u>	<u>2,373,676</u>	<u>1,225,001</u>
473,984	413,144	(60,840)	33,967,846	86,372,904	52,405,058
—	—	—	—	(320,616)	(320,616)
—	—	—	(27,480,003)	(27,480,003)	—
—	—	—	(27,480,003)	(27,800,619)	(320,616)
<u>\$ 3,299,696</u>	<u>3,271,274</u>	<u>\$ (28,422)</u>	<u>\$ 6,790,527</u>	<u>59,673,668</u>	<u>\$ 52,883,141</u>
	(905,247)			(50,257,552)	
	<u>(1,165,646)</u>			—	
	<u>\$ 1,200,381</u>			<u>\$ 9,416,116</u>	
	\$ 3,271,274			\$ 59,673,668	
	—			—	
	—			40,090,438	
	11,544			156,764	
	—			—	
	—			—	
	<u>\$ 3,282,818</u>			<u>\$ 99,920,870</u>	

(Concluded)

EXHIBIT IV

CITY OF AURORA, COLORADO

COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
 RETAINED EARNINGS - ALL PROPRIETARY FUND TYPES AND DISCRETELY PRESENTED COMPONENT UNIT
 FOR THE YEAR ENDED DECEMBER 31, 2000

	Proprietary Fund Types		Totals Primary Government (Memorandum Only)	Component Unit	Totals Reporting Entity (Memorandum Only)
	Enterprise	Internal Service		Fitzsimons Redevelopment Authority	
OPERATING REVENUES					
Charges for services	\$ 65,578.633	\$ 10,787.870	\$ 76,366.503	\$ 2,719.959	\$ 79,086.462
Miscellaneous	12.922	—	12.922	—	12.922
Total operating revenues	65,591.555	10,787.870	76,379.425	2,719.959	79,099.384
OPERATING EXPENSES					
Personal services	15,765.001	2,766.262	18,531.263	760.450	19,291.713
Supplies	3,935.672	3,074.563	7,010.235	—	7,010.235
Other services and charges	21,239.090	3,288.174	24,527.264	1,629.008	26,156.272
Claims losses	—	1,326.528	1,326.528	—	1,326.528
Depreciation	8,866.648	101.110	8,967.758	261.129	9,228.887
Total operating expenses	49,806.411	10,556.637	60,363.048	2,650.587	63,013.635
Operating income	15,785.144	231.233	16,016.377	69.372	16,085.749
NONOPERATING REVENUES (EXPENSES)					
Investment income	6,404.732	756.532	7,161.264	80.587	7,241.851
Miscellaneous revenues	375.188	147.922	523.110	425.076	948.186
Interest expense	(5,258.452)	—	(5,258.452)	(155,727)	(5,414.179)
Loss on disposal of assets	(1,454)	—	(1,454)	—	(1,454)
Amortization expense	(972.816)	—	(972.816)	—	(972.816)
Loss on equity in joint venture	(82.606)	—	(82.606)	—	(82.606)
Net nonoperating revenues	464.592	904.454	1,369.046	349.936	1,718.982
Income before operating transfers	16,249.736	1,135.687	17,385.423	419.308	17,804.731
Operating transfers	(72.940)	2,552.998	2,480.058	—	2,480.058
NET INCOME	16,176.796	3,688.685	19,865.481	419.308	20,284.789
DEPRECIATION OF ASSETS ACQUIRED THROUGH CAPITAL CONTRIBUTIONS					
	—	—	—	102.339	102.339
NET INCOME EXCLUDING DEPRECIATION OF ASSETS ACQUIRED THROUGH CAPITAL CONTRIBUTIONS					
	16,176.796	3,688.685	19,865.481	521.647	20,387.128
RETAINED EARNINGS - JANUARY 1					
	182,266.617	479.853	182,746.470	742.946	183,489.416
RESIDUAL EQUITY TRANSFER OUT					
	—	(369.043)	(369.043)	—	(369.043)
RETAINED EARNINGS - DECEMBER 31					
	\$ 198,443.413	\$ 3,799.495	\$ 202,242.908	\$ 1,264.593	\$ 203,507.501

(Concluded)

See notes to financial statements.

EXHIBIT V

CITY OF AURORA, COLORADO

COMBINED STATEMENT OF CHANGES IN PLAN NET ASSETS
ALL PENSION TRUST FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2000

ADDITIONS

Contributions

City

\$ 3,056,416

Plan member

3,049,093

Total contributions

6,105,509

Investment income

Net depreciation in fair value of investments

(1,113,863)

Interest

6,019,497

Dividends

3,677,565

Other income

21,286

Total investment income

8,604,485

Less investment expense

911,302

Net investment income

7,693,183

Total additions

13,798,692

DEDUCTIONS

Benefits

3,750,254

Refunds of contributions

1,832,001

Administrative expense

Salaries

164,777

Other administrative costs

83,604

Professional fees

20,853

Actuary fees

39,568

Total administrative expenses

308,802

Total deductions

5,891,057

NET INCREASE IN PLAN ASSETS

7,907,635

NET ASSETS HELD FOR EMPLOYEE PENSION
BENEFITS - JANUARY 1

193,982,980

NET ASSETS HELD FOR EMPLOYEE PENSION
BENEFITS - DECEMBER 31

\$ 201,890,615

(Concluded)

See notes to financial statements.

EXHIBIT VI

CITY OF AURORA, COLORADO

COMBINED STATEMENT OF CASH FLOWS -
ALL PROPRIETARY FUND TYPES AND DISCRETELY PRESENTED COMPONENT UNIT
FOR THE YEAR ENDED DECEMBER 31, 2000

	Enterprise	Internal Service	Totals Primary Government (Memorandum Only)	Component Unit Fitzsimons Redevelopment Authority	Totals Reporting Entity (Memorandum Only)
OPERATING ACTIVITIES					
Cash received from customers and others	\$ 69,814,690	\$ —	\$ 69,814,690	\$ 2,682,623	\$ 72,497,313
Cash received from quasi-external operating transactions with other funds	—	10,788,037	10,788,037	—	10,788,037
Cash payments to employees	(15,654,827)	(2,775,963)	(18,430,790)	(711,524)	(19,142,314)
Cash payments to suppliers for goods and services	(25,173,292)	(6,246,559)	(31,419,851)	(825,642)	(32,245,493)
Cash payments for insurance claims	—	(2,580,674)	(2,580,674)	—	(2,580,674)
Net cash provided by (used in) operating activities	28,986,571	(815,159)	28,171,412	1,145,457	29,316,869
NONCAPITAL FINANCING ACTIVITIES					
Miscellaneous nonoperating revenues	277,578	147,922	425,500	—	425,500
Operating transfers in	—	2,552,998	2,552,998	—	2,552,998
Operating transfers out	(72,940)	—	(72,940)	—	(72,940)
Residual equity transfer out	—	(369,043)	(369,043)	—	(369,043)
Cash received from Federal grants	—	—	—	423,073	423,073
Net cash provided by noncapital financing activities	204,638	2,331,877	2,536,515	423,073	2,959,588
CAPITAL AND RELATED FINANCING ACTIVITIES					
Construction and acquisition of capital assets	(43,063,576)	(15,126)	(43,078,702)	(4,669,359)	(47,748,061)
Proceeds from sale of capital assets	63,016	—	63,016	—	63,016
Cash received from capital contributions	17,072,737	—	17,072,737	2,522,041	19,594,778
Cash paid for bond principal	(14,990,555)	—	(14,990,555)	—	(14,990,555)
Cash paid for bond interest/agency fees	(5,558,429)	—	(5,558,429)	—	(5,558,429)
Cash paid for loan interest	(369,546)	—	(369,546)	—	(369,546)
Proceeds from issuance of debt	—	—	—	955,203	955,203
Payments to joint venture	(339,600)	—	(339,600)	—	(339,600)
Cash paid for note payable principal	(50,311)	—	(50,311)	—	(50,311)
Cash paid for note payable interest	(25,156)	—	(25,156)	—	(25,156)
Cash paid for capitalized lease principal	(155,806)	—	(155,806)	—	(155,806)
Cash paid for capitalized lease interest	(32,252)	—	(32,252)	—	(32,252)
Net cash used in capital and related financing activities	(47,449,478)	(15,126)	(47,464,604)	(1,192,115)	(48,656,719)
INVESTING ACTIVITIES					
Increase in investments	(80,490)	—	(80,490)	—	(80,490)
Increase in equity in pool investments	(2,848,151)	(3,321,088)	(6,169,239)	—	(6,169,239)
Decrease in equity in pool investments	2,334,925	291,612	2,626,537	—	2,626,537
Decrease in restricted cash	353,396	—	353,396	—	353,396
Decrease in restricted investments	19,268,811	—	19,268,811	—	19,268,811
Increase in equity in restricted investments	(10,351,032)	—	(10,351,032)	—	(10,351,032)
Interest received	4,170,704	537,016	4,707,720	80,587	4,788,307
Net cash provided by (used in) investing activities	12,848,163	(2,492,460)	10,355,703	80,587	10,436,290
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS					
	(5,410,106)	(990,868)	(6,400,974)	457,002	(5,943,972)
TOTAL CASH AND CASH EQUIVALENTS, JANUARY 1					
	6,871,177	2,411,276	9,282,453	1,247,015	10,529,468
TOTAL CASH AND CASH EQUIVALENTS, DECEMBER 31					
	\$ 1,461,071	\$ 1,420,408	\$ 2,881,479	\$ 1,704,017	\$ 4,585,496
Amount reported on combined balance sheet					
Cash and cash equivalents	\$ 14,050	\$ —	\$ 14,050	\$ 1,704,017	\$ 1,718,067
Equity in cash and cash equivalents	1,447,021	1,420,408	2,867,429	—	2,867,429
Total cash and cash equivalents, December 31	\$ 1,461,071	\$ 1,420,408	\$ 2,881,479	\$ 1,704,017	\$ 4,585,496

See notes to financial statements

(Continued)

	<u>Enterprise</u>	<u>Internal Service</u>	<u>Totals Primary Government (Memorandum Only)</u>	<u>Component Unit Fitzsimons Redevelopment Authority</u>	<u>Totals Reporting Entity (Memorandum Only)</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES					
Operating income	\$ 15,785,144	\$ 231,233	\$ 16,016,377	\$ 69,372	\$ 16,085,749
Adjustments to reconcile operating income to net cash provided by (used in) operating activities					
Depreciation	8,866,648	101,110	8,967,758	261,129	9,228,887
Changes in operating assets and liabilities					
Accounts receivable	2,162,376	167	2,162,543	(53,585)	2,108,958
Due from other funds	1,497,392	—	1,497,392	—	1,497,392
Other receivables	481,181	—	481,181	—	481,181
Prepaid expenses	—	—	—	(24,618)	(24,618)
Inventory	(102,694)	(10,256)	(112,950)	—	(112,950)
Accounts payable	1,508,306	126,435	1,634,741	675,541	2,310,282
Accrued liabilities	53,056	(1,252,074)	(1,199,018)	220,089	(978,929)
Accrued compensated absences	57,118	(11,774)	45,344	(2,471)	42,873
Funds held for others	93,250	—	93,250	—	93,250
Due to other funds	(1,497,392)	—	(1,497,392)	—	(1,497,392)
Deferred revenue	82,186	—	82,186	—	82,186
Total adjustments	13,201,427	(1,046,392)	12,155,035	1,076,085	13,231,120
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	<u>\$ 28,986,571</u>	<u>\$ (815,159)</u>	<u>\$ 28,171,412</u>	<u>\$ 1,145,457</u>	<u>\$ 29,316,869</u>
NONCASH INVESTING , CAPITAL, AND FINANCING ACTIVITIES:					
Borrowing under capital lease	\$ 326,140	\$ —		\$ 106,093	
Contributions of capital assets from developers	11,135,558	—		—	
Contributions of capital assets from governments	3,526,400	—		—	
Increase in fair value of investments	1,263,768	173,968		—	
Capital asset trade-ins	76,300	—		—	
Borrowing under note payable	—	—		8,728	

(Concluded)

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

SUMMARY OF NOTES TO THE FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
 - A. Financial Reporting Entity
 - B. Fund Accounting
 - C. Basis of Accounting
 - D. Cash and Investments
 - E. Interfund Receivables/Payables
 - F. Inventories
 - G. Fixed Assets
 - H. Deferred Revenues
 - I. Long-Term Obligations
 - J. Bond Discounts and Issuance Costs
 - K. Compensated Absences
 - L. Fund Equity
 - M. Budgets
 - N. Encumbrances
 - O. Employee and Post-Retirement Benefits Other than Pensions
 - P. Interfund Transactions
 - Q. Memorandum Only - Total Columns
2. DEPOSITS AND INVESTMENTS
3. RECEIVABLES
4. DESIGNATED AND RESTRICTED ASSETS
5. JOINT VENTURE
6. FIXED ASSETS
7. CONSTRUCTION AND OTHER SIGNIFICANT COMMITMENTS
8. DEFERRED COMPENSATION PLANS
9. LONG-TERM DEBT
10. FUND EQUITY
11. PENSION PLANS
12. SEGMENT INFORMATION FOR ENTERPRISE FUNDS
13. INTERFUND TRANSACTIONS
14. OPERATING LEASES
15. BUDGETS
16. RISK MANAGEMENT
17. CONTINGENT LIABILITIES
18. CONDUIT DEBT OBLIGATIONS
19. TAXPAYER BILL OF RIGHTS (TABOR)

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Aurora, Colorado (the City) have been prepared in accordance with generally accepted accounting principles (GAAP) applicable to governments. A summary of the City's significant accounting policies is as follows:

A. Financial Reporting Entity

The City is a home-rule local government governed by an elected eleven-member council. These financial statements present the City (the primary government) and its component units - entities for which the City is considered to be financially accountable or entities whose exclusion would make the City's financial statements misleading or incomplete. Blended component units, although legally separate entities, are, in substance, part of the City's operations. Therefore, data from these units are combined with data of the primary government. The blended method is used when either of the following circumstances are present: 1) the governing body of the component unit is substantially the same as the governing body of the City; or 2) the component unit provides services entirely or almost entirely to the City.

If none of the preceding circumstances are present, the component units are presented discretely. Discrete presentation refers to the use of columns separate from the financial data of the primary government to report component unit financial data.

The following blended component units have been included in the accompanying financial statements:

Aurora Capital Leasing Corporation (ACLC) - ACLC was organized as a not-for-profit corporation in 1993, for the purpose of financing public buildings for the City. ACLC is a component unit because the City Council appoints the governing board and its exclusion would make the City's financial statements misleading. ACLC is a blended component unit because it provides services solely to the City. ACLC consists of a debt service fund, a capital projects fund and general fixed assets and general long-term debt account groups. There are no separately issued financial statements for ACLC.

Aurora Urban Renewal Authority (AURA) - AURA was formed by action of the City Council in 1981, pursuant to Part 1 of Article 25, Title 31, of the Colorado Statutes. AURA has various express powers including the power to: undertake urban renewal projects, mortgage, sell or dispose of property, borrow money and accept grants, issue tax-increment and other forms of securities, develop plans with respect to urban renewal projects, condemn property needed for such projects and direct redevelopment projects. In 1982, the City Council determined the existence of blighted conditions in the City and designated the Aurora City Center Urban Renewal Area, consisting of 516 acres. Property in the Aurora City Center area has been developed as retail and other business facilities.

AURA is a component unit because it provides specific financial benefits solely to the City and its exclusion would make the City's financial statements misleading. AURA is a blended component unit because AURA's governing body is substantially the same as the City Council. AURA consists of a debt service fund and general long-term debt account group. There are no separately issued financial statements for AURA.

City of Aurora General Employees' Retirement Plan (GERP) - GERP has a separate, independent board which administers the plan. GERP is a component unit because its exclusion would make the City's financial statements misleading. It is a blended component unit because it is funded by contributions from the employees and the City and it provides services solely to City employees. GERP is included as a pension trust fund in the accompanying financial statements. Separately issued audited financial statements for GERP are available at 12200 E. Iliff Avenue, Suite 108, Aurora, Colorado 80014.

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Financial Reporting Entity (Continued)

The following discretely presented component unit has been included in the accompanying financial statements:

Fitzsimons Redevelopment Authority (FRA) – FRA was formed on January 1, 1998 under an intergovernmental agreement between the University of Colorado and the City. FRA was organized for the purpose of providing economic redevelopment and other services at the United States Army Garrison, Fitzsimons (Fitzsimons), and elsewhere within the Fitzsimons Redevelopment Area, and is responsible for the coordination of the redevelopment of the entire Fitzsimons site. FRA will act as the developer and manager of certain components of the Fitzsimons Redevelopment Plan, including the development of a bioscience research park affiliated with the University of Colorado. FRA is governed by a ten member Board of Directors, of which seven members are appointed by the City. FRA is a component unit because the City appoints a majority of its governing board and its exclusion would make the City's financial statements misleading. It is discretely presented because FRA's board is not substantially the same as the City Council and FRA does not provide its services entirely or almost entirely to the City. Separately issued audited financial statements for FRA are available at 12635 East Montview Boulevard, Suite 100, Aurora, Colorado 80010.

The following joint venture has been included in the accompanying financial statements:

Aurora-Colorado Springs Joint Water Authority (ACSJWA)

The ACSJWA was formed in 1983, by contract, between the City of Aurora and the City of Colorado Springs, Colorado, for the purpose of developing water resources, systems, or facilities in whole or in part for the benefit of the two cities. The City has a 1/3 participation share and Colorado Springs has a 2/3 participation share in the project. The City Council of each city appoints three directors to the board. The City's share of the ACSJWA is accounted for using the equity method in the Water Fund in the accompanying financial statements. Separately issued audited financial statements are available at Colorado Springs Utilities, Water Resources Department MC740, 30 South Nevada Avenue, Colorado Springs, Colorado 80903.

The ACSJWA must obtain approval from both cities before proceeding with any new project. Prior approval is not required for operating and maintenance expenses related to a previously approved project. To date, the cities have approved one project, the acquisition and construction of a pipeline to transport raw water. The ACSJWA issued revenue bonds to finance the project. Future revenues consist of a water transmission service contract whereby the ACSJWA agrees to furnish water transmission services to the two cities.

B. Fund Accounting

The City's accounting system uses funds and account groups to report its financial position and results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. Each fund is a separate accounting entity with a complete set of self-balancing accounts comprising its assets, liabilities, fund equity, revenue, and expenditures (or expenses – as appropriate to the fund type). Resources of the City are accounted for in individual funds based on the purposes for which they are to be spent. The various funds are classified into three categories: governmental, proprietary and fiduciary. Each category is further divided into separate fund types.

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Fund Accounting (Continued)

1) *Governmental Funds*

General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund. Resources are used to finance general City expenditures and to transfer to other funds as required by law or approved by the City Council.

Special Revenue Funds are used to account for revenues which are restricted or designated to be spent for specified purposes. The Special Revenue Funds are: Gifts and Grants, Abatement, Community Maintenance, Community Development, Enhanced E-911, Conservation Trust, Emergency Contingency, Parks Development, Recreation Services, Designated Revenues, Policy Reserve and TABOR Reserve.

Debt Service Funds account for principal, interest and fees incurred due to general obligation, special assessment and tax increment revenue bonds and certificates of participation debt of the City except those accounted for in proprietary funds. The Debt Service Funds are: Debt Service, Surplus and Deficiency, Aurora Urban Renewal Authority (AURA) and Aurora Capital Leasing Corporation (ACLC).

Capital Projects Funds account for resources allocated for the acquisition or construction of major capital projects except those financed by special revenue and proprietary funds. The capital projects funds are: City Capital Projects and ACLC Capital Projects.

2) *Proprietary Funds*

Enterprise Funds account for operations that are financed and operated in a manner similar to private business enterprises. The intent of the City is either to recover all or most of the costs through user fees, or to provide an accountability of revenues earned, expenses incurred, and/or net income for management or public information purposes. The Enterprise Funds are: Water, Sewer and Golf. Fitzsimons Redevelopment Authority (FRA) is also accounted for as an enterprise activity.

Internal Service Funds account for resources provided by other City funds for centralized services to departments on a cost-recovery basis. The Internal Service Funds are: Fleet Management, Print Shop, Risk Management and Building Repair. Warehouse Fund ceased its operations in 1999 and was fully closed in 2000.

3) *Fiduciary Funds*

Trust Funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations and other governments. The pension trust funds are accounted for in essentially the same manner as proprietary funds. The Pension Trust Funds are: General Employees' Retirement Plan (GERP) and Elected Officials' Pension Plan (EOPP).

Agency Funds are custodial in nature and do not involve measurement of results of operations. The Agency Funds are: General Agency and Payroll Clearing.

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Fund Accounting (Continued)

4) *Account Groups*

Account groups are used to establish accounting control and accountability for the general fixed assets and general long-term debt. The two account groups are not "funds." They are concerned only with the measurement of financial position. They are not involved with measurement of results of operations. The following are the City's account groups.

General Fixed Assets Account Group (GFAAG) - This account group accounts for all fixed assets of the City except those accounted for in proprietary and pension trust funds. The GFAAG includes general fixed assets for the City and ACLC.

General Long-Term Debt Account Group (GLTDAG) - This account group accounts for all long-term debt of the City except that recorded in proprietary funds. The GLTDAG includes general long-term debt for the City, AURA and ACLC.

C. Basis of Accounting

Basis of accounting refers to the point at which revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

1) *Governmental and Similar Fiduciary Funds*

The measurement focus for all governmental and similar fiduciary funds is on current financial resources. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Governmental funds include the General, Special Revenue, Debt Service, and Capital Projects Funds. Similar fiduciary funds are Agency Funds.

The modified accrual basis of accounting is used by all governmental and similar fiduciary funds. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become susceptible to accrual, that is, when they become both measurable and available to finance expenditures of the period. Major revenues determined to be susceptible to accrual include property taxes, sales taxes, use and lodgers taxes, special assessments, franchise taxes, intergovernmental revenues, occupational privilege taxes, interest, and charges for services. The City considers revenue available if collected within two months after year-end. Major revenues determined not to be susceptible to accrual because they are either not available soon enough to pay liabilities of the current period or are not objectively measurable include licenses, permits, fines and forfeitures.

Expenditures are recorded when incurred with the exception of principal and interest on long-term debt which are accounted for when due.

2) *Proprietary and Similar Trust Funds*

All proprietary, similar trust funds and the FRA component unit are accounted for on a flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. Unbilled but earned utility service revenues are recorded at year-end. All assets and liabilities associated with the operation of the fund are included on the balance sheet. Fund equity (i.e., net assets) is segregated into contributed capital and retained earnings components. The City and FRA have elected not to follow Financial

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. *Basis of Accounting* (Continued)

2) *Proprietary and Similar Trust Funds* (Continued)

Accounting Standards Board (FASB) pronouncements issued after November 30, 1989 in accounting and reporting for its proprietary operations. Proprietary funds include enterprise and internal service funds. Similar trust funds are pension trust funds.

D. *Cash and Investments*

The City pools its cash and investments. All temporary cash surpluses are invested. The amounts reported on the combined balance sheet as equity in cash and cash equivalents and equity in investments represent each fund's share of the City pool. Earnings from these investments are allocated among the funds based on an average daily balance of the individual fund's equity in pooled monies. Cash and cash equivalents include demand deposits and highly liquid investments (readily convertible to known amounts of cash) with maturities of three months or less from purchase date. Investments are stated at fair value. For the purposes of the statement of cash flows, restricted and designated assets are not considered cash and cash equivalents.

E. *Interfund Receivables/Payables*

During the course of operations, transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet. Interfund loans or advances are classified as "long-term interfund receivable/payable."

F. *Inventories*

The "first in, first out" inventory cost flow assumption is used in the Golf Fund and Print Shop Fund; the "average method" cost procedures are used in the Fleet Management Fund. The cost of inventories in each of these proprietary funds is recorded as an expense when consumed rather than when purchased.

G. *Fixed Assets*

1) *Governmental Funds*

The accounting and reporting treatment applied to a fund's fixed assets is determined by its measurement focus. All governmental funds are accounted for on a current financial resources measurement focus, whereby only current assets and current liabilities are recorded on the balance sheet. Therefore, fixed assets purchased by these funds are recorded as expenditures in the governmental funds and reported in the GFAAG. The asset accounts in the GFAAG are balanced by "source of funds" accounts which record the resources used to acquire the assets.

General Fixed Assets (land, buildings and improvements, improvements other than buildings, and machinery and equipment) are stated at actual cost for purchased assets, estimated historical cost for older assets for which actual cost was not determinable, and fair value at the time of receipt for donated items. Depreciation is not recorded on these assets.

The criteria used for capitalizing assets include assets with an estimated useful life of more than one year and an acquisition cost of \$2,500 or more per unit.

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Fixed Assets (Continued)

1) *Governmental Funds (Continued)*

The City does not record "infrastructure" assets including streets, bridges, sidewalks, gutters, lighting, rights of way, and traffic control in the GFAAG. Buildings and improvements, and improvements other than buildings are normally recorded as such in the GFAAG upon final completion of the individual projects. Expenditures incurred during the construction phase are recorded as construction in progress. Land and machinery and equipment are normally recorded in the GFAAG upon receipt.

2) *Proprietary and Similar Pension Trust Funds*

Proprietary funds and similar Pension Trust funds measure net income and capital maintenance and, therefore, their fixed assets are included on the fund's balance sheet. Fixed assets are stated at actual cost for purchased assets, fair value for contributed assets, and estimated historical cost for assets for which actual cost was not determinable. Developers who construct water and sewer lines for subdivisions are required to furnish cost figures to the City for contributed lines. Such costs are recorded as fixed assets and contributed capital one year after being accepted by the City. Interest incurred during construction is capitalized. Salvage value is not computed and, accordingly, assets are completely depreciated if retained for their total estimated useful life. Straight-line depreciation is used in all cases. Depreciation on contributed capital is charged to retained earnings. Depreciation on assets of the Fitzsimons Redevelopment Authority acquired through Federal and municipal contributions is charged against contributed capital through an add back adjustment on the statement of revenues, expenses and changes in retained earnings.

Depreciable lives are assigned to individual items as follows:

<u>Description</u>	<u>City of Aurora Estimated Useful Life</u>	<u>FRA Estimated Useful Life</u>
Buildings and improvements	10 to 50 years	7 to 35 years
Improvements other than buildings	15 to 99 years	—
Machinery and equipment	3 to 20 years	3 to 5 years

H. Deferred Revenues

Deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received by the City before it has a legal claim to them, such as when grant funds are received prior to incurring qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the City has a legal claim to the resources, the deferred revenue is removed from the balance sheet and revenue is recognized.

I. Long-Term Obligations

Long-term debt is recognized as a liability of a governmental fund when due, or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a liability in a governmental fund. The remaining portion of such obligations is reported in the GLTDAG. Long-term liabilities expected to be financed by proprietary and similar trust funds are accounted for in those funds.

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Bond Discounts and Issuance Costs

In governmental funds, bond discounts and issuance costs are recognized as expenditures in the period incurred. Bond discounts and issuance costs for proprietary funds are deferred and amortized over the term of the bonds using the effective interest method on capital appreciation bonds and the straight-line method on all other bonds, which approximates the effective interest method. Bond discounts are presented as a reduction of the face amount of bonds payable whereas issuance costs are recorded as deferred charges.

K. Compensated Absences

1) *Annual Leave*

City policy allows employees to accumulate unused annual leave up to maximum hours as indicated in the table below. With the exception of certain circumstances, all annual leave hours in excess of the maximum accrual permitted are forfeited on January 1 of each year. Accrued annual leave is payable upon separation after successful completion of the introductory period.

<u>Employees</u>	<u>Maximum Hours</u>
Police	260
Fire 8-hour shift	240
Fire 24-hour shift	360
All Other	240

2) *Sick Leave*

Sick leave hours accumulated in excess of established minimums may be converted by employees annually in January of each year. Career Service employees hired after June 30, 1996, may convert sick leave hours at a rate of one hour's pay for every four hours of sick leave up to the established maximum payment hours. All other employees may convert sick leave hours at a rate of one hour's pay for every two hours of sick leave up to the established maximum payment hours. Conversion minimum accrual and maximum payment hours are as follows:

<u>Employees</u>	<u>Minimum Accrual Hours</u>	<u>Maximum Payment Hours</u>
Police	720	120
Fire 8-hour shift	684	120
Fire 24-hour shift	960	180
All Other	720	120

In lieu of, or in combination with cash payment, Career Service employees may elect to increase their annual leave balances by up to forty hours per year in exchange for twice the amount of accrued sick leave.

Upon separation after five years of continuous service, provided such separation has not been the result of dismissal for cause, Career Service employees hired after June 30, 1996, may receive one hour's pay for every four hours of sick leave at the time of separation up to the established maximum payment. Upon separation after five years of continuous service,

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. *Compensated Absences (Continued)*

2) *Sick Leave (Continued)*

provided such separation has not been the result of dismissal for cause, all other employees may receive one hour's pay for every two hours of accumulated sick leave up to the established maximum payment. Maximum payment hours upon separation are as follows:

<u>Employees</u>	<u>Maximum Payment Hours</u>
Police	480
Fire 8-hour shift	684
Fire 24-hour shift	960
All other	480

3) *Accrued Liabilities for Compensated Absences*

The City has recorded an accrued liability for compensated absences and related payroll taxes in the accompanying financial statements. The City budgets current year revenues to fund each year's anticipated expenditures for compensated absences. Amounts expected to be paid from future resources are recorded in the GLTDAG for all governmental funds. The compensated absences liabilities for proprietary funds are recorded in the respective funds.

L. *Fund Equity*

Contributed capital is recorded in proprietary funds that have received capital grants or contributions from developers, customers or other funds. Reserves represent those portions of fund equity legally segregated for a specific future use. Designated fund balances represent tentative or budgetary plans for future use of financial resources.

M. *Budgets*

Budgets are legally adopted for all funds except the trust and agency funds and the component units GERP, ACLC, AURA and FRA. Budgets for these funds and component units are not adopted because they are not subject to the budgetary requirements of the Colorado Statutes.

The following funds adopt both project length (continuing appropriation) and annual operational budgets: Gifts and Grants, Conservation Trust, Parks Development, Capital Projects, Water, Sewer, Golf and Building Repair. The Community Development Fund adopts only project length budgets. Only the annually adopted operating portion of a fund's budget is included in the combined budget to actual statement.

Appropriations lapse at year-end except for encumbrances, capital projects and other project length budgets. Capital projects and project length (continuing appropriation) budgets do not lapse until the projects for which the appropriations were made have been completed or abandoned.

Operating expenditures are legally controlled at the fund and department level for the General Fund and at the fund level for all other funds, and may not exceed appropriations at those levels. Capital project expenditures are controlled at the fund, department and project levels and may not exceed appropriations at any of those levels.

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

M. Budgets (Continued)

Budget transfers within a department may be made with administrative approval provided that the transfer is within the same fund. Transfers between departments within the same fund require City Council approval by resolution. Transfers between funds require City Council approval by resolution or ordinance. Increases in total appropriations require City Council approval by ordinance.

1) *Basis of Budgeting*

The City budgets on a "funds available" basis. Budgetary basis revenues and other financing sources are considered to be increases in funds available and budgetary basis expenditures and other financing uses are considered to be uses of funds available. In general, funds available is defined as current assets minus current liabilities. However, certain items which are considered current for GAAP accounting are considered to be long-term for the City budget. Some examples of these include accrued compensated absences and the current portion of long-term debt.

The City's Schedules of Revenues, Expenditures and Changes in Funds Available – Budget (Non-GAAP Budgetary Basis) and Actual also show funds available net of reservations and designations. While the reservations and designations are available to appropriate, funds available after reservations and designations represent funds that may be used for previously unanticipated purposes.

Governmental Funds

Budgets for governmental funds are reported on the same basis as described in the Basis of Accounting section, except as follows:

- a) Encumbrances are treated as expenditures in the year they are encumbered, not when the expenditure occurs.
- b) Grants are considered to be revenue when awarded, not when earned.
- c) Sales and use taxes are considered to be revenue when received rather than when earned.
- d) Project length (continuing appropriation) budgets adopted during the year are considered to reduce funds available in the year adopted.
- e) Overspending of project length (continuing appropriation) budgets is considered to reduce funds available.
- f) Close out of unspent project length (continuing appropriation) budgets is considered to increase funds available.
- g) Proceeds from capital leases and related capital expenditures are not budgeted.
- h) The value received on the trade-in of fixed assets and the related capital expenditures are not budgeted.
- i) Changes in investment income due to recording investments at fair value are not budgeted.

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

M. Budgets (Continued)

1) *Basis of Budgeting (Continued)*

Proprietary Funds

Budgets for proprietary funds are adopted on the funds available basis. This differs from the GAAP Basis of Accounting as follows:

- a) Capital outlay is budgeted as an expenditure in the year purchased.
- b) Depreciation is not budgeted.
- c) Interest capitalized on construction projects is budgeted as interest expense.
- d) Proceeds from the issuance of debt are considered to be revenues instead of an increase in liabilities.
- e) Principal payments are shown as expenditures rather than reductions of the liability.
- f) Development and annexation fees are shown as revenues, not capital contributions.
- g) Encumbrances are treated as expenditures in the year they are encumbered, not when the expense occurs.
- h) Grants obtained for the construction of assets are considered to be revenues, not capital contributions.
- i) Receipts of long-term receivables are considered revenues, not reductions of the receivable.
- j) Proceeds from the sale of assets are recognized as revenue, however, the related gain or loss is not.
- k) Purchases of inventory are considered to be expenditures when purchased, not when sold or used.
- l) Debt issue and discount costs are considered to be expended when paid, not capitalized and amortized over the life of the bonds.
- m) Gains or losses on the early extinguishment of debt are considered to increase or decrease the funds available in the year in which they occur and are not capitalized and amortized over the life of the bonds.
- n) Accrued compensated absences are not considered to be expenditures until paid.
- o) Interest earned on escrowed cash and investments is not considered to be a revenue for budget purposes.
- p) The gain or loss on the equity in the joint venture is not budgeted, however payments to the joint venture are budgeted as expenditures.
- q) Project length (continuing appropriation) budgets are considered to be reductions of funds available when appropriated.
- r) Overspending of project length budgets is considered to reduce funds available.
- s) Close out of unspent project length budgets is considered to increase funds available.
- t) Interfund loans set up as drawdowns are considered to be 100% outstanding at the commencement of the loan.
- u) Proceeds from capital leases and related capital expenditures are not budgeted.
- v) The value received on the trade-in of fixed assets and the related capital expenditures are not budgeted.
- w) Changes in investment income due to recording investments at fair value are not budgeted.

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

M. Budgets (Continued)

2) Legal Compliance

On or before September 1 each year, a proposed budget is presented to the City Council for review. The budget is compiled from requests submitted to the City Manager by all departments. The City Council holds public hearings and may add to, subtract from, or change appropriations and associated revenues and reserves. The City Council adopts the budget for the upcoming year not later than November 30 each year.

Since expenditures may not legally exceed budgeted appropriations, appropriation amendments may be requested. Appropriation amendments are subject to City Council approval by ordinance.

N. Encumbrances

Encumbrances represent commitments related to unperformed contracts for the purchase of goods or services. The City uses encumbrance accounting, under which purchase order commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation. Encumbrances outstanding at year-end are reported as reservations of fund balances in the governmental funds and do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year. Encumbered appropriations do not lapse at year-end, but carry over to the following year.

O. Employee and Post-Retirement Benefits Other than Pensions

The City offers a variety of benefits to its regular employees, including comprehensive health care. The health coverage is offered through Kaiser Permanente Health Plan, PacifiCare and Aetna US Healthcare. Dental coverage is offered through Delta Dental of Colorado and United Dental.

The City does not provide post-retirement benefits other than pension payments for retired employees or City officials.

P. Interfund Transactions

Quasi-external transactions that would be treated as revenues, expenditures or expenses if they involved organizations external to the City, are accounted for as revenues in the receiving fund, and expenditures or expenses in the disbursing fund. Such quasi-external transactions include internal service fund billings and routine contributions to pension plans.

Nonrecurring and nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

Q. Memorandum Only - Total Columns

Total columns on the general purpose financial statements are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or cash flows in conformity with generally accepted accounting principles. Neither are such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

2. DEPOSITS AND INVESTMENTS

Classifications of cash and investments per the balance sheet are as follows:

Cash and cash equivalents	\$ 25,600,683
Equity in cash and cash equivalents	21,372,471
Investments	177,256,741
Equity in investments	132,592,891
Designated equity in investments	29,380,130
Restricted cash and cash equivalents	7,048,228
Restricted equity in cash and cash equivalents	739,199
Restricted investments	153,999,011
Restricted equity in investments	23,839,056
Total cash and investments	<u>\$ 571,828,410</u>

A summary of the carrying values of deposits and investments is as follows:

Petty cash funds	\$ 39,003
City deposits	328,351
FRA deposits	1,704,017
City investments	290,605,833
ACLC investments	77,981,351
AURA investments	947,604
GERP investments	200,222,251
Total deposits and investments	<u>\$ 571,828,410</u>

A. Deposits

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. PDPA allows the institution to create a single institution collateral pool for all public funds. 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 collateral must be at least equal to 102% of the aggregate uninsured deposits.

Deposits are categorized to give an indication of risk assumed by the City at the end of the year.

Category 1 - Insured or collateralized with securities held by the City or by the City's agent in the City's name.

Category 2 - Collateralized with securities held by the pledging financial institution's trust department or agent in the City's name or in the name of all public deposits of which the City's deposits are a part.

Category 3 - Uncollateralized (this includes any bank balance that is collateralized with securities held by the pledging financial institution, or its trust department or agent but not in the City's name).

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

2. DEPOSITS AND INVESTMENTS (Continued)

A. Deposits (Continued)

A summary of the City's deposits as of December 31, 2000, is as follows:

<u>Risk Category</u>	<u>Carrying Amount</u>	<u>Bank Balance</u>	<u>Fund</u>
Category 1	\$ —	\$ 100,000	Pool
Category 1	100,000	100,000	General
Category 1	2,998	2,998	Designated Revenues
Category 1	<u>9,248</u>	<u>9,248</u>	GERP
Subtotal Category 1	<u>112,246</u>	<u>212,246</u>	
Category 2	—	2,509,473	Pool
Category 2	109,813	109,813	General
Category 2	<u>106,292</u>	<u>106,292</u>	ACLC
Subtotal Category 2	<u>216,105</u>	<u>2,725,578</u>	
Total deposits	<u>\$ 328,351</u>	<u>\$ 2,937,824</u>	

As of December 31, 2000, the pooled cash account was overdrawn. The City recorded a liability in the General Fund to recognize this overdraft.

As of December 31, 2000, the FRA held Category 1 deposits of \$307,354 and Category 3 deposits of \$1,396,663.

The City has a compensating balance arrangement with its primary depository bank. The average compensating balance for December 2000 was \$3,508,342.

B. Investments

The change in the fair value of investments, net of the prior year's fair value adjustment, has been reported on the operating statement in each applicable fund as a component of investment income. The net increase in the fair value of investments during 2000 was \$9,506,500. This amount takes into account all changes in fair value (including purchases and sales) that occurred during the year. The unrealized gain on investments held at year-end was \$6,881,054.

The City Charter authorizes the Finance Director to keep and supervise all accounts and have custody of all public monies of the City. Investments eligible for purchase by the City are restricted by the Colorado Statutes and by the City's Investment Policy. The Investment Policy specifies the following types of acceptable investments:

- Securities of the U.S. Government or its agencies
- Fully insured or collateralized certificates of deposit of commercial banks or savings and loans
- Negotiable certificates of deposit
- Commercial paper rated A1/P1 or higher
- Bankers acceptances of certain banks
- Corporate bonds and notes
- Certain money market funds
- Written repurchase agreements collateralized by certain authorized securities
- Local government investment pools.

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

2. DEPOSITS AND INVESTMENTS (Continued)

B. Investments (Continued)

The criteria for selection of investments in order of priority are: 1) safety, 2) liquidity, 3) financial management goals and 4) yield. U.S. Government and agency securities as well as repurchase agreements backed by government and agency securities are the highest quality investments available. Certificates of deposit and bankers acceptances are either insured or collateralized. Commercial paper is rated A1 or A1+ by Standard & Poor's or P1 by Moody's, and may be collateralized by a letter of credit. Corporate bonds and notes must be rated A1 by Moody's and A+ by Standard & Poor's or higher, when purchased.

For the year ended December 31, 2000, the City invested in repurchase agreements, U.S. Government and agency securities, commercial paper rated A1/P1 or better, corporate notes rated A1 or A+ or better, money market funds and a local government investment pool, COLOTRUST.

COLOTRUST is established under Colorado Revised Statutes and is exempt from registration with the Securities and Exchange Commission. COLOTRUST operates two money market funds where each share has a value of \$1.00. Investments of COLOTRUST consist of U.S. Treasury Bills, Notes, Note Strips and repurchase agreements collateralized by U.S. Treasury securities, U.S. Government agency securities, and commercial paper rated A1+/P1. A designated custodial bank provides safekeeping and depository services to COLOTRUST in connection with the direct investment and withdrawal functions of COLOTRUST. Both COLOTRUST funds have been rated AAAM by Standard & Poor's and are guaranteed by MBIA, Inc.

With respect to investments within the City's portfolio, the City is subject to market risk which represents the exposure to changes in the market such as a change in interest rates or a change in price or principal value of a security. Additionally, the City is exposed to credit risk associated with its investment portfolio. Credit risk is the exposure to the default of counterparties to investment transactions.

The City's investments are categorized below to give an indication of the level of risk at year-end.

Category 1 - Investments that are insured or registered or for which the securities are held by the City or its agent in the City's name.

Category 2 - Uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the City's name.

Category 3 - Uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent but not in the City's name.

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

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

2. DEPOSITS AND INVESTMENTS (Continued)

B. Investments (Continued)

1) *Investments - City*

The City's investments are carried at fair value, except cash equivalents, defined as investments with a maturity of three months or less when purchased, which are carried at amortized cost. A summary of the City's investments as of December 31, 2000, is as follows:

	<u>Category 1</u>	<u>Category 3</u>	<u>Carrying/ Fair Value</u>	<u>Fund</u>
Repurchase agreements	\$ 21,634,853	\$ —	\$ 21,634,853	Enterprise
	33,647,063	—	33,647,063	Capital Projects
U.S. Government and agency securities	72,198,634	—	72,198,634	Pool
	4,471,048	1,374,646	5,845,694	Enterprise
Commercial paper	43,227,261	—	43,227,261	Pool
Corporate bonds and notes	82,347,172	—	82,347,172	Pool
Subtotal	<u>\$ 257,526,031</u>	<u>\$ 1,374,646</u>	258,900,677	
Not subject to categorization:				
COLOTRUST			10,150,680	Pool
COLOTRUST			16,345,186	Capital Projects
Money market funds			<u>5,209,290</u>	Capital Projects
Total City investments			<u>\$290,605,833</u>	

Investments in Category 3 are held by the Urban Drainage and Flood Control District (UD&FCD) in the name of UD&FCD. Per intergovernmental agreements between the City and UD&FCD, funds contributed by both parties for the construction of various projects are held by the UD&FCD.

2) *Investments - ACLC*

All investments of ACLC are held by a bank within its trust department as agent for ACLC in the City's name. The investments are categorized below to give an indication of the level of risk assumed at year-end.

	<u>Category 1</u>	<u>Carrying/Fair Value</u>
Repurchase agreements	\$ 74,373,740	74,373,740
U.S. Government securities	<u>3,600,411</u>	<u>3,600,411</u>
Subtotal	<u>\$ 77,974,151</u>	77,974,151
Not subject to categorization		
Money market funds		<u>7,200</u>
Total ACLC investments		<u>\$ 77,981,351</u>

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

2. DEPOSITS AND INVESTMENTS (Continued)

B. Investments (Continued)

3) *Investments - AURA*

The amount invested in the AURA Debt Service Fund is in money market funds which are not subject to categorization because they are not evidenced by securities that exist in physical or book entry form.

Investments at carrying/fair value	\$ <u>947,604</u>
------------------------------------	-------------------

4) *Investments - GERP*

All of the investments of GERP are held by a bank, within its trust department as agent for GERP in the name of GERP. Investments are carried at fair value. The investments are categorized below to give an indication of the level of risk assumed at year-end:

	<u>Category 1</u>	<u>Carrying/Fair Value</u>
Equity securities	\$ 52,800,044	\$ 52,800,044
U.S. Government securities	36,497,926	36,497,926
Corporate bonds	<u>50,544,651</u>	<u>50,544,651</u>
Subtotal	<u>\$ 139,842,621</u>	139,842,621
Not subject to categorization		
Mutual funds		21,895,653
Money market funds		23,046,000
Real estate funds		<u>15,437,977</u>
Total GERP investments		<u>\$ 200,222,251</u>

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

3. RECEIVABLES

A. Taxes

	<u>General Fund</u>	<u>City Debt Service</u>	<u>AURA Debt Service</u>	<u>Total Taxes Receivable</u>
Property tax	\$ 14,815,380	\$ 6,266,438	\$ —	\$ 21,081,818
Allowance for uncollectibles	(296,308)	(125,329)	—	(421,637)
Sales, use and lodgers	<u>14,748,915</u>	<u>—</u>	<u>78,265</u>	<u>14,827,180</u>
Totals	<u>\$29,267,987</u>	<u>\$ 6,141,109</u>	<u>\$ 78,265</u>	<u>\$ 35,487,361</u>

1) *Property Taxes*

Property taxes are levied on December 15 and attach as a lien on property the following January 1. These taxes are payable in full by April 30 or in two equal installments due February 28 and June 15. Each county bills and collects property taxes for all taxing entities within the county. Property taxes collected by Arapahoe, Adams and Douglas counties for the City are remitted in the subsequent month. Property taxes are reported as a receivable and as deferred revenue when levied. Revenue is recognized when collected in the following year. Collection begins on January 1 of the following year. An estimate of uncollectible taxes is recorded in an allowance account which is deducted from the deferred revenue and the receivable for reporting purposes.

Property taxes are subject to revenue limits under the Taxpayer Bill of Rights (TABOR), a State constitutional amendment passed by the voters in November 1992. See footnote 19 for discussion of the TABOR amendment.

2) *Sales, Use and Lodgers Taxes*

Sales, use and lodgers taxes are recognized as revenue when earned. Sales taxes collected and use taxes incurred by businesses are due to the City by the 20th day of the following month.

B. Accounts Receivable

Accounts receivable balances as of December 31, 2000 were as follows:

	<u>Accounts Receivable</u>
Utility billings	\$ 6,219,044
Sales and use tax audits	239,715
City services	559,872
Other accounts receivable	1,612,862
Fitzsimons Redevelopment Authority	<u>63,771</u>
Total accounts receivable	<u>\$ 8,695,264</u>

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

3. RECEIVABLES (Continued)

B. *Accounts Receivable* (Continued)

1) *Utility Billings*

Utility charges are billed monthly and are due and payable within 25 days from the billing date. These charges include water usage, sewer usage and storm drainage fees. Utility charges are recorded as revenue when earned. Collections are recorded as reductions in the receivable. Estimates of uncollectible utility charges are immaterial and have not been separately disclosed.

2) *Sales and Use Tax Audits*

The City invoices for amounts determined as owed as a result of sales and use tax compliance audits. Amounts billed are recorded as receivables and deferred revenues in the General Fund. The revenue is recognized in subsequent periods when received.

3) *City Services*

The City invoices for services such as weed cutting, trash removal, tree trimming/removal, overtime inspection charges, and reimbursement for property damages. It also invoices for reimbursable expenditures under certain grants. Revenue is recognized when invoiced on these items.

4) *Other Accounts Receivables*

Various revenues, including E-911 surcharges, Public, Educational and Governmental (P.E.G.) access fees, and franchise taxes, such as cable television, gas and electric, which are due but not yet received, are recorded as receivables at year-end.

5) *Fitzsimons Redevelopment Authority*

Rental revenues which are due but not yet received are recorded as receivables at year end.

C. *Special Assessments*

Special assessments are recorded as receivables and deferred revenues when assessed. Revenue is recognized in subsequent periods as the assessments are collected.

D. *Accrued Interest*

Interest earned but not yet received is recorded as a receivable. The receivable is reduced as interest is received. Accrued interest as of December 31, 2000 is as follows:

Accrued interest	\$ 2,816,222
Designated accrued interest	181,821
Restricted accrued interest	621.883
Total accrued interest	<u>\$ 3,619,926</u>

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

3. RECEIVABLES (Continued)

E. Loans

Loans receivable as of December 31, 2000 were as follows:

Fund	Economic Development	Community Services	E-470	FRA	Total Loans Receivable
General Fund	\$ 777	\$ —	\$ —	\$ —	\$ 777
Special Revenue Funds					
Gifts and Grants	257,953	—	—	—	257,953
Community Maintenance	—	—	2,899,436	—	2,899,436
Community Development	—	7,685,151	—	—	7,685,151
City Capital Projects Fund	—	—	—	898,258	898,258
Golf Enterprise Fund	—	—	—	205,080	205,080
Totals	\$ 258,730	\$ 7,685,151	\$ 2,899,436	\$ 1,103,338	\$ 11,946,655

1) *Economic Development*

The City has a 100% participation interest in loans made by Aurora EDC, Inc. to various commercial and industrial enterprises. These loans are an incentive for the relocation or expansion of these enterprises within the boundaries of the City.

2) *Community Services*

To assist in the redevelopment of low income areas, the City makes loans from Federal funds to assist in the renovation of housing and businesses. These loans are supported by contracts which outline the repayment of borrowed funds.

3) *E-470 Public Highway Authority (E-470)*

In 1994 the City entered into an intergovernmental agreement between E-470 and various member governments to assist in financing the remainder of the east corridor of the Colorado 470 Loop highway. According to this agreement, the City loaned the Authority \$584,845 annually over a four-year period. As security for the loan, the City and other participating governments have been granted a non-exclusive, subordinate lien on the vehicle registration fees and toll revenues of E-470. Payment of principal and interest will commence, at the discretion of E-470, when financing for segment IV of the highway has been obtained and when E-470 revenues exceed authorized expenditures and other indebtedness.

4) *FRA (Fitzsimons Redevelopment Authority)*

The City has entered into an agreement to assist FRA with the initial purchase of equipment and startup costs of the Fitzsimons Golf Course. The loan of \$205,080 plus interest is repayable in three equal yearly installments beginning December 1, 2000. In addition, the City has entered into an agreement to assist FRA with required matching funds in conjunction with two grants it received from the U.S. Department of Commerce, Economic Development Administration (EDA) for the purpose of designing and constructing a bioscience incubator facility at Fitzsimons. The loan, which is being drawn on as needed up to a maximum of \$1,150,000 has a current balance of \$898,258. This loan plus interest is repayable in ten equal yearly installments beginning June 1, 2005.

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

3. RECEIVABLES (Continued)

F. Other Receivables

Other receivables include liens for uncollected weed cutting, billings from wastewater service agreements and miscellaneous receivables.

G. Due From Other Governments

Due from other governments consists of county road and bridge taxes, state highway users taxes and cigarette taxes which the City is owed but has not yet received. These amounts are collected by the county or State and remitted to the City within the first two months of the following year. Also included are expenditure reimbursements due from Federal and State grants.

4. DESIGNATED AND RESTRICTED ASSETS

A. Designated Assets

Designations represent the City's intent to use assets for specific future purposes. The City designates all monies collected from water and sewer tap fees and storm drain permits to be used for future water, sewer and storm drain construction. Certain amounts in the Conservation Trust Fund are designated for the acquisition or construction of art in public places.

As of December 31, 2000 assets designated for construction and acquisitions were as follows:

	Special Revenue Funds	Enterprise Funds	Totals
Equity in investments	\$ 75,558	\$ 29,304,572	\$ 29,380,130
Accrued interest	—	181,821	181,821
Totals	\$ 75,558	\$ 29,486,393	\$ 29,561,951

B. Restricted Assets

Balance sheet classifications for restricted assets are as follows:

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Enterprise Funds	Totals
Cash and cash equivalents	\$ —	\$ 426,687	\$ 5,246,895	\$ 1,374,646	\$ 7,048,228
Equity in cash and cash equivalents	739,199	—	—	—	739,199
Investments	—	11,610,552	116,363,048	26,025,411	153,999,011
Equity in investments	—	358,766	13,129,258	10,351,032	23,839,056
Accrued interest	—	47,035	574,848	—	621,883
Totals	\$ 739,199	\$ 12,443,040	\$ 135,314,049	\$ 37,751,089	\$ 186,247,377

Restricted assets are those legally segregated for specific future use. These restrictions fall into six general categories - arbitrage, construction, debt service, repair and replacement, operations and maintenance, and police.

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

4. DESIGNATED AND RESTRICTED ASSETS (Continued)

B. Restricted Assets (Continued)

A summary of restricted assets as of December 31, 2000 is as follows:

Restricted for arbitrage		
1994 ACLC certificates of participation	\$	15,053
Restricted for construction		
1998 general obligation bonds		53,503
1999 General Fund bonds		13,224,160
1999 water revenue bonds		6,478,119
1999 sewer revenue bonds		15,156,734
2000 ACLC certificates of participation		66,793,235
2000 general obligation bonds		50,060,514
CDOT escrow account		5,182,637
Intergovernmental agreements		1,374,646
Restricted for debt service		
1993 sewer revenue refunding bonds		3,725,885
1995 golf course revenue bonds		664,673
1996 special assessment refunding bonds		343,713
1996 AURA tax increment revenue refunding bonds		358,000
1994 & 2000 series ACLC certificates of participation		11,726,274
Restricted for repair and replacement		
1995 golf course revenue bonds		600,000
Restricted for operations and maintenance		
1999 water revenue bonds		8,501,032
1999 sewer revenue bonds		1,250,000
Restricted for police		
Seizure funds		739,199
Total restricted assets	\$	<u>186,247,377</u>

1) *Restricted for Arbitrage*

Federal tax law provides that, with the exception of certain "temporary periods," governments may not reinvest the proceeds of tax-exempt debt at a higher yield. Arbitrage occurs if a government earns more than the yield allowed by that law. With certain exceptions, arbitrage must be rebated to the Federal government.

2) *Restricted for Construction*

The 1998 general obligation bonds were issued to finance a portion of the cost of a highway interchange at Interstate Highway 225 and Alameda Avenue in the City. The City Capital Projects Fund had unexpended bond proceeds and accumulated earnings on those proceeds which are restricted for the completion of the project.

The 1999 General Fund bonds were issued to finance a recreation and youth sports complex in the City. The City Capital Projects Fund has unexpended bond proceeds and accumulated earnings on those proceeds which are restricted for the completion of the project.

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

4. DESIGNATED AND RESTRICTED ASSETS (Continued)

B. *Restricted Assets* (Continued)

2) *Restricted for Construction* (Continued)

The 1999 governmental agency water revenue bonds were issued pursuant to a loan agreement with the Colorado Water Resources and Power Development Authority (CWR & PDA) to finance improvements to the Kuiper Water Treatment Plant. The Water Fund had unexpended revenue bond proceeds that are restricted for the completion of the project.

The 1999 governmental agency sewer revenue bonds were issued pursuant to a loan agreement with the CWR & PDA to upgrade the wastewater facility and to add reuse storage and piping. The Sewer Fund had unexpended revenue bond proceeds that are restricted for the completion of the project.

In 2000, Aurora Capital Leasing Corporation (ACLC) issued certificates of participation (COP's) to finance a new municipal office building designed to house all City departments except police, courts and certain decentralized operations. The ACLC Capital Projects Fund has unexpended COP's proceeds and accumulated earnings on those proceeds which are restricted for the completion of the project.

In 2000, the City issued general obligation bonds to finance a program of improvements, including libraries, parks and open space and public safety facilities. The City Capital Projects Fund has unexpended bond proceeds and accumulated earnings on those proceeds which are restricted for the completion of the project.

The City established an escrow account for the purpose of financing street improvement projects that would be performed or managed by the Colorado Department of Transportation (CDOT). The City Capital Projects Fund had unexpended funds that are restricted for the completion of these projects.

The City has several intergovernmental agreements with Urban Drainage and Flood Control District for the design, right-of-way acquisition, and construction of drainage and flood control structures. Funds held by Urban Drainage for the completion of these projects are shown as cash and cash equivalents restricted for construction in the Sewer Fund.

3) *Restricted for Debt Service*

The 1993 Sewer Revenue Refunding Bonds require that certain amounts of the original proceeds and earnings on those proceeds be restricted for debt service. These amounts are held in escrow for the bond contingency.

The 1995 Golf Course Revenue Bonds require the City to maintain a debt service reserve account in an amount equal to the maximum annual debt service requirements of the bonds. This reserve is held in the Golf Fund as restricted investments.

The 1996 Special Assessment Refunding Bonds require the City to maintain a reserve account in an amount representing the estimated debt service due on the bonds. This reserve is held in the Surplus and Deficiency Fund as restricted equity in investments.

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

4. DESIGNATED AND RESTRICTED ASSETS (Continued)

B. Restricted Assets (Continued)

3) *Restricted for Debt Service (Continued)*

The 1996 AURA Tax Increment Revenue Refunding Bonds require the City to maintain a reserve in the amount of \$358,000. This reserve is held in the AURA Debt Service Fund as restricted cash and cash equivalents.

Cash and investments in the ACLC Debt Service Fund are restricted for the payment of principal and interest on the ACLC 1994 and 2000 Certificates of Participation. A portion of the proceeds of the 2000 certificates was set aside for the payment of interest during the construction of the project.

4) *Restricted for Repair and Replacement*

The 1995 Golf Course Revenue Bonds require the City to establish and maintain a repair and replacement reserve for the repair and replacement of golf course capital items. This reserve is held in the Golf Fund as restricted equity in investments.

5) *Restricted for Operations and Maintenance*

The 1999 Water Revenue Bonds require the City to establish and maintain an operations and maintenance reserve. This reserve is held in the Water Fund as restricted equity in investments.

The 1999 Sewer Revenue Bonds require the City to establish and maintain an operations and maintenance reserve. This reserve is held in the Sewer Fund as restricted equity in investments.

6) *Restricted for Police*

The City receives funds from forfeiture actions in State and Federal courts which are referred to as seizure funds. State law restricts use of seizure funds to specific activities of the City Police Department. The restricted equity in cash and cash equivalents is held in the Gifts and Grants Special Revenue Fund.

5. JOINT VENTURE

The Aurora – Colorado Springs Joint Water Authority (ACSJWA) formed between the City of Aurora and the City of Colorado Springs is a joint venture reported in the Water Fund using the equity interest method. ACSJWA charges both participants transmission service fees to cover annual debt service requirements and to pay current expenses incurred in the operation and maintenance of the project. During 2000, the City paid ACSJWA \$339,600 in such fees. The City's one third interest for 2000 was as follows:

Equity in joint venture - January 1		\$ 1,837,372
Transmission service charges		339,600
Allocation of ASCJWA net income		
City's share of net income	256,994	
Less: City's expense	<u>(339,600)</u>	
Net decrease in investment		<u>(82,606)</u>
Equity in joint venture - December 31		<u>\$ 2,094,366</u>

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

6. FIXED ASSETS

The changes in Fixed Assets by major class for the year ended December 31, 2000 were as follows:

	<u>Balance January 1</u>	<u>Additions</u>	<u>Disposals</u>	<u>Transfers</u>	<u>Balance December 31</u>
Enterprise Funds					
Land and water rights	\$ 155,273,521	\$ 5,900	\$ —	\$ —	\$ 155,279,421
Buildings and improvements	28,142,377	—	—	3,314,875	31,457,252
Improvements other than buildings	448,016,059	11,167,977	—	4,811,837	463,995,873
Machinery and equipment	28,063,423	2,366,785	(439,544)	1,916,343	31,907,007
Accumulated depreciation	(108,683,981)	(8,866,648)	439,543	3,100	(117,107,986)
Construction in progress	16,130,468	43,187,707	(140,769)	(10,046,155)	49,131,251
Water rights in progress	6,039,545	1,428,648	—	—	7,468,193
Total Enterprise	<u>572,981,412</u>	<u>49,290,369</u>	<u>(140,770)</u>	<u>—</u>	<u>622,131,011</u>
Internal Service Funds					
Buildings and improvements	—	—	—	—	—
Improvements other than buildings	697,718	—	—	—	697,718
Machinery and equipment	861,551	15,125	(77,278)	—	799,398
Accumulated depreciation	(767,730)	(101,110)	77,278	—	(791,562)
Total Internal Service	<u>791,539</u>	<u>(85,985)</u>	<u>—</u>	<u>—</u>	<u>705,554</u>
Trust and Agency Funds					
Machinery and equipment	64,854	560	(23,907)	—	41,507
Accumulated depreciation	(60,305)	(2,991)	23,907	—	(39,389)
Total Trust and Agency	<u>4,549</u>	<u>(2,431)</u>	<u>—</u>	<u>—</u>	<u>2,118</u>
General Fixed Assets Account Group					
Land and water rights	20,621,208	588,871	—	—	21,210,079
Buildings and improvements	75,619,451	—	(16,742,122)	3,520,380	62,397,709
Improvements other than buildings	15,209,701	3,008	(55,651)	507,180	15,664,238
Machinery and equipment	43,818,999	6,430,072	(2,109,657)	—	48,139,414
Construction in progress	524,120	6,761,641	—	(4,027,560)	3,258,201
Total General Fixed Assets Account Group	<u>155,793,479</u>	<u>13,783,592</u>	<u>(18,907,430)</u>	<u>—</u>	<u>150,669,641</u>
Discretely Presented Component Unit					
Land and water rights	1,367,613	305,252	—	—	1,672,865
Buildings and improvements	698,527	—	—	7,414,849	8,113,376
Improvements other than buildings	115,823	—	—	(115,823)	—
Machinery and equipment	66,452	213,606	—	—	280,058
Accumulated depreciation	(140,335)	(260,756)	—	—	(401,091)
Construction in progress	3,915,306	4,022,611	—	(7,299,026)	638,891
Total Discretely Presented Component Unit	<u>6,023,386</u>	<u>4,280,713</u>	<u>—</u>	<u>—</u>	<u>10,304,099</u>
Total Fixed Assets	<u>\$ 735,594,365</u>	<u>\$ 67,266,258</u>	<u>\$ (19,048,200)</u>	<u>\$ —</u>	<u>\$ 783,812,423</u>

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

6. FIXED ASSETS (Continued)

The City capitalizes interest costs on major construction projects in the Enterprise Funds. The amount of interest capitalized and expensed (including agency fees) during 2000 is as follows:

	<u>Capitalized</u>	<u>Expensed</u>	<u>Totals</u>
Water Fund	\$ 511,038	\$ 4,057,213	\$ 4,568,251
Sewer Fund	448,214	485,309	933,523
Golf Fund	85,281	715,930	801,211
Total Enterprise Funds	<u>\$ 1,044,533</u>	<u>\$ 5,258,452</u>	<u>\$ 6,302,985</u>

7. CONSTRUCTION AND OTHER SIGNIFICANT COMMITMENTS

A. Special Revenue Funds

Gifts and Grants Fund

Projects in the Gifts and Grants Fund are expected to be financed through gifts or grants.

<u>Number of Projects</u>	<u>Type</u>	<u>Project Appropriations</u>	<u>Expended to December 31</u>	<u>Committed</u>
15	Parks and Open Space	<u>\$ 2,357,378</u>	<u>\$ 783,897</u>	<u>\$ 1,573,481</u>

Community Development Fund

Projects in the Community Development Fund are financed through monies received from Federal programs.

<u>Number of Projects</u>	<u>Type</u>	<u>Project Appropriations</u>	<u>Expended to December 31</u>	<u>Committed</u>
6	Public Service	\$ 808,429	\$ 684,797	\$ 123,632
21	Public Facility	1,647,403	1,126,935	520,468
1	HOAP Loans	643,027	608,919	34,108
3	Single Family Rehab	709,273	607,613	101,660
1	Multi-Family Rehab	985,166	708,913	276,253
4	Commercial Rehab	136,070	59,874	76,196
1	ARA	2,013,375	1,257,103	756,272
5	HOME Program	3,164,782	1,854,170	1,310,612
4	Other	115,186	115,186	—
7	Admin	1,216,632	1,150,234	66,398
Total Community Development Fund		<u>\$ 11,439,343</u>	<u>\$ 8,173,744</u>	<u>\$ 3,265,599</u>

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

7. CONSTRUCTION AND OTHER SIGNIFICANT COMMITMENTS (Continued)

A. Special Revenue Funds (Continued)

Conservation Trust Fund

Projects for the Conservation Trust Fund are financed through State lottery proceeds.

<u>Number of Projects</u>	<u>Type</u>	<u>Project Appropriations</u>	<u>Expended to December 31</u>	<u>Committed</u>
26	Parks	\$ 15,188,425	\$ 11,346,182	\$ 3,842,243

Parks Development Fund

Projects in the Parks Development Fund are financed through annexation and developer fees.

<u>Number of Projects</u>	<u>Type</u>	<u>Project Appropriations</u>	<u>Expended to December 31</u>	<u>Committed</u>
3	Parks	\$ 229,814	\$ 50,000	\$ 179,814

B. Capital Projects Funds

City Capital Projects Fund

As of December 31, 2000 the City had various commitments for the acquisition and construction of major capital projects in the City Capital Projects Fund. Funding of these future expenditures will be provided for through General Fund transfers, bond proceeds, investment earnings, grants, and participation revenues.

<u>Number of Projects</u>	<u>Type</u>	<u>Project Appropriations</u>	<u>Expended to December 31</u>	<u>Committed</u>
2	Finance	\$ 371,608	\$ 152,585	\$ 219,023
18	Information Technology	14,178,223	10,635,359	3,542,864
2	Internal Services	1,577,472	1,577,472	—
1	Library	450,000	426,157	23,843
22	Parks and Open Space	30,737,079	15,184,949	15,552,130
35	Public Works – Streets	98,198,721	84,454,390	13,744,331
4	Police Department	3,895,000	417,881	3,477,119
4	Fire Department	293,557	204,522	89,035
1	Planning	61,729	61,729	—
2	Development Services	5,250,000	87,100	5,162,900
Total City Capital Projects Fund		\$ 155,013,389	\$ 113,202,144	41,811,245
Adjustment for overspent project				320,616
				<u>\$ 42,131,861</u>

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

7. CONSTRUCTION AND OTHER SIGNIFICANT COMMITMENTS (Continued)

B. Capital Projects Funds (Continued)

ACLIC – Capital Projects Fund

In August 2000, ACLIC issued certificates of participation for construction of a new administrative office building. As of December 31, 2000, total construction expenditures were \$115,188 and \$133,007 was committed in encumbrances. The remaining fund balance of \$66,277,627 was reserved for construction.

C. Enterprise Funds

Funding of expenditures in the Water and Sewer Funds is financed from bond proceeds, operating revenue and tap and development fees. Funding for the Golf Fund projects is from revenue bond proceeds and revenues from existing golf courses.

<u>Number of Projects</u>	<u>Type</u>	<u>Project Appropriations</u>	<u>Expended to December 31</u>	<u>Committed</u>
<i>Water Fund</i>				
1	Water Tanks	\$ 100,000	\$ 33	\$ 99,967
1	Automated Meter Reading	9,518,217	9,419,312	98,905
32	Water Lines	20,932,665	9,313,290	11,619,375
20	Other	29,223,051	19,071,746	10,151,305
4	Regulatory Requirements	25,214,000	21,180,917	4,033,083
6	Pump Stations	4,999,242	1,257,616	3,741,626
Total Water Fund		<u>\$ 89,987,175</u>	<u>\$ 60,242,914</u>	<u>\$ 29,744,261</u>
<i>Sewer Fund</i>				
6	Lift Stations	\$ 5,700,000	\$ 150,187	\$ 5,549,813
15	Sewer Lines	22,305,866	10,696,876	11,608,990
22	Storm Drain	15,442,103	10,897,583	4,544,520
12	Other	22,691,489	13,605,539	9,085,950
Total Sewer Fund		<u>\$ 66,139,458</u>	<u>\$ 35,350,185</u>	<u>\$ 30,789,273</u>
<i>Golf Fund</i>				
8	Course Improvements	\$ 1,143,612	\$ 989,920	\$ 153,692
2	Murphy Creek	9,781,593	9,577,427	204,166
Total Golf Fund		<u>\$ 10,925,205</u>	<u>\$ 10,567,347</u>	<u>\$ 357,858</u>

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

7. CONSTRUCTION AND OTHER SIGNIFICANT COMMITMENTS (Continued)

D. Internal Service Funds

Projects in the Building Repair Fund will be financed through the interdepartmental charges for services, General Fund transfers, and investment earnings.

Building Repair Fund

<u>Number of Projects</u>	<u>Type</u>	<u>Project Appropriations</u>	<u>Expended to December 31</u>	<u>Committed</u>
3	Building Repairs	\$ 9,155,102	\$ 7,403,577	\$ 1,751,525

E. Fitzsimons Redevelopment Authority (FRA)

The FRA has retained the City under contract to manage the operation, maintenance and repair of the Fitzsimons Golf Course. The agreement is for the period from October 30, 1998 through December 31, 2003. The FRA compensates the City for such services with a management fee ranging from \$52,400 the first year to \$61,000 the final year of the contract. The management fee is payable solely from revenues of the golf course. In return, beginning in 1999 the City will pay the FRA a minimum of \$150,000 per year as the FRA's share of the proceeds from the operations of the golf course. In addition, the City shall pay to the FRA 70% of net income from the golf course, as defined in the management agreement, in excess of \$150,000 on an annual basis.

8. DEFERRED COMPENSATION PLANS

The City offers its employees the opportunity to participate in one of four deferred compensation plans. All of the plans are created in accordance with Internal Revenue Code Section 457. The plans allow employees to defer a portion of their salary until future years. The deferred amounts are not available to the employees until termination, retirement, death or unforeseeable emergency. The plans available to employees are administered by: Nationwide Retirement Solutions, International City Management Association (ICMA), Lincoln National Life Insurance Company, and the Fire and Police Pension Association (FPPA). The amounts under the deferred compensation plan are held in trust for the benefit of the City's employees. The City's fiduciary responsibility is one of "due care" in selecting the third-party administrator.

9. LONG-TERM DEBT

A. General Long-Term Debt Account Group

General long-term debt obligations outstanding as of December 31, 2000 are as follows:

	<u>Maturities</u>	<u>Rates</u>	<u>Balance December 31</u>
Accrued compensated absences	—	—	\$ 15,842,178
General obligation bonds	2001 – 2015	4.50% – 5.55%	63,095,000
Revenue bonds	2001 – 2014	4.75% – 5.80%	19,780,000
Certificates of participation	2001 – 2030	5.00% – 6.25%	97,565,000
Special assessment bonds	2001	5.50%	235,000
Capitalized leases	2001 – 2004	5.75 – 5.99%	1,517,944
Old Hire Police net pension obligation	—	—	176,802
Total			<u>\$ 198,211,924</u>

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

9. LONG-TERM DEBT (Continued)

A. General Long-Term Debt Account Group (Continued)

A summary of changes in the GLTDAG during 2000 is as follows:

	<u>Balance</u> <u>January 1</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>December 31</u>
Accrued compensated absences	\$ 15,305,622	\$ 15,842,178	\$ 15,305,622	\$ 15,842,178
General obligation bonds	14,460,000	50,100,000	1,465,000	63,095,000
Revenue bonds	20,200,000	—	420,000	19,780,000
Certificates of participation	24,115,000	76,375,000	2,925,000	97,565,000
Special assessment bonds	520,000	—	285,000	235,000
Capitalized leases	809,186	1,239,232	530,474	1,517,944
Old Hire Police net pension obligation	201,279	—	24,477	176,802
Total	\$ 75,611,087	\$ 143,556,410	\$ 20,955,573	\$ 198,211,924

Long-term maturities (including interest of \$132,018,320) are as follows:

	<u>General</u> <u>Obligation</u> <u>Bonds</u>	<u>Revenue</u> <u>Bonds</u>	<u>Certificates</u> <u>of</u> <u>Participation</u>	<u>Special</u> <u>Assessment</u> <u>Bonds</u>	<u>Capitalized</u> <u>Leases</u>	<u>Totals</u>
2001	\$ 6,575,262	\$ 1,744,346	\$ 7,065,698	\$ 247,925	\$ 578,073	\$ 16,211,304
2002	6,171,575	2,151,638	7,060,484	—	578,074	15,961,771
2003	6,186,015	2,151,372	7,578,346	—	276,008	16,191,741
2004	6,192,440	2,152,263	7,584,066	—	276,007	16,204,776
2005	6,210,625	2,158,722	7,580,566	—	—	15,949,913
Thereafter	56,916,265	16,982,185	159,793,309	—	—	233,691,759
Total	\$ 88,252,182	\$ 27,340,526	\$ 196,662,469	\$ 247,925	\$ 1,708,162	\$ 314,211,264

1) *General Obligation Bonds*

The general obligation bonds are payable from property taxes and other revenues of the General Fund. There are four outstanding general obligation bonds. As of December 31, 2000 the outstanding balances for each issue were: 1995 Public Safety \$3,480,000, 1992 Park and Street Refunding \$400,000, 1998 Alameda and I-225 Interchange \$9,115,000 and 2000 Facility Master Plan \$50,100,000.

2) *Revenue Bonds*

The City issued Sports Park General Fund bonds, payable from General Fund revenue, to finance a recreation and youth sports complex. As of December 31, 2000 the amount of Sports Park bonds outstanding was \$17,300,000.

Revenue bonds were issued by AURA to finance improvements in the Aurora City Center Urban Renewal Area. The bonds are payable from the incremental sales and property taxes collected within the urban renewal area. As of December 31, 2000 the amount of AURA revenue bonds outstanding was \$2,480,000.

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

9. LONG-TERM DEBT (Continued)

A. General Long-Term Debt Account Group (Continued)

3) *Certificates of Participation*

There are two outstanding certificates of participation (COP's) issues. The 1994 series COP's were issued to acquire land and buildings previously owned by the Aurora Colorado Municipal Building Corporation. The 2000 series COP's were issued to finance the construction of a City administrative office building. Both series are payable from the City's lease payments, which are assigned to the trustee for the COP's debt service. As of December 31, 2000, the outstanding balances for each issue were: 1994 series \$21,190,000 and 2000 series \$76,375,000.

4) *Special Assessment Bonds*

The special assessment bonds are payable from special assessments received from property owners collected in the Debt Service Fund. Only one issue of special assessment bonds is outstanding. The balance of the 1996 Refunding Bonds as of December 31, 2000 was \$235,000. A bond covenant reserve was established in the Surplus and Deficiency Fund for this issue. Only the reserved portion of the Surplus and Deficiency Fund may be used for the repayment of these outstanding bonds.

5) *Capitalized Leases*

The City has entered into three fire truck leases and one asphalt paver lease that have been capitalized for financial statement purposes. The leases are renewable annually. The City has the option to purchase the equipment at the end of the lease period. Minimum lease payments include the following interest: \$19,735 on the 1997 fire truck lease, \$18,808 on the 1998 fire truck lease, \$140,807 on the 2000 fire truck lease, and \$10,868 on the asphalt paver lease.

6) *Reconciliation of Fund Balances to Amounts Available*

The following is a reconciliation of the fund balances of the debt service funds to the funds available for the retirement of general long-term debt.

Fund	Fund Balance				Unavailable for Debt Service	Available for Debt Service
	Reserved	Designated	Unreserved	Total		
Debt Service	\$ 564,549	\$ —	\$ —	\$ 564,549	\$ —	\$ 564,549
Surplus & Deficiency	343,713	1,165,646	1,208,910	2,718,269	2,374,556	343,713
AURA	358,000	—	701,017	1,059,017	—	1,059,017
ACL	11,726,327	—	—	11,726,327	—	11,726,327
Total	\$ 12,992,589	\$ 1,165,646	\$ 1,909,927	\$ 16,068,162	\$ 2,374,556	\$ 13,693,606

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

9. LONG-TERM DEBT (Continued)

A. General Long-Term Debt Account Group (Continued)

6) Reconciliation of Fund Balances to Amounts Available (Continued)

a) Debt Service Fund

This fund receives special assessments directly related to the servicing of the outstanding special assessment bonds. It also receives property taxes directly related to the servicing of general obligation bonds that are financed by dedicated revenues. Additionally, the fund receives transfers from the General Fund for the retirement of other general obligation bonds. These funds are not considered available for any other purpose.

b) Surplus and Deficiency Fund

This fund receives special assessments from property owners for which the corresponding debt has been fully paid. In the refunding of various special assessment bonds in 1996, the City established a bond covenant reserve for the outstanding 1996 refunding special assessment bonds. This reserve amount of \$343,713 is considered available for retirement of the outstanding special assessment bonds.

The remaining funds of \$2,374,556 in the Surplus and Deficiency Fund are available for construction of infrastructure projects that have traditionally been funded by special assessments. These funds are not considered available for the retirement of the outstanding special assessment bonds, nor are they available to retire any other type of debt.

c) AURA Debt Service Fund

Amounts in the AURA Debt Service Fund may be used to service AURA's \$2,480,000 outstanding revenue bonds. Amounts in excess of the outstanding bonds may be used to pay future obligations of AURA but are not available to the AURA revenue bond holders or for the retirement of any other type of outstanding debt.

d) ACLC Debt Service Fund

This fund receives lease payments which are recorded as operating transfers from the General Fund. The amounts available in this fund are only available for the retirement of ACLC's outstanding certificates of participation.

7) Legal Debt Limit

The City's legal debt limit is 3% of the assessed valuation of taxable property. After certain deductions allowed by law, the legal debt margin is \$50,352,717.

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

9. LONG-TERM DEBT (Continued)

B. Proprietary Funds Long-Term Debt

Proprietary funds long-term debt obligations outstanding as of December 31, 2000 are as follows:

	<u>Maturities</u>	<u>Rates</u>	<u>Balance</u> <u>December 31</u>
General obligation water bonds	2001 – 2014	4.55 – 6.90%	\$ 95,750,000
Water revenue bonds	2001 – 2014	4.485%	14,178,795
Water revenue notes	2001 – 2009	5.00%	452,801
Sewer revenue bonds	2001 – 2014	4.50 – 5.00%	25,614,915
Golf course revenue bonds	2001 – 2015	5.25 – 6.20%	6,400,000
Capitalized leases	2001 – 2004	5.243 – 6.95%	674,436
Long-term interfund payable	2001 – 2013	Variable	6,400,000
Less: Unamortized bond discounts			(2,637,020)
Deferred amount on refunding			(60,160)
Unamortized loan premiums			485,682
Net proprietary funds long-term debt			<u>\$ 147,259,449</u>

A summary of changes in the proprietary funds long-term debt is as follows:

	<u>Balance</u> <u>January 1</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>December 31</u>
General obligation water bonds	\$ 105,610,000	\$ —	\$ (9,860,000)	\$ 95,750,000
Water revenue bonds	14,999,899	—	(821,104)	14,178,795
Water revenue notes	503,112	—	(50,311)	452,801
Sewer revenue bonds	29,659,366	—	(4,044,451)	25,614,915
Golf course revenue bonds	6,665,000	—	(265,000)	6,400,000
Capitalized leases	504,103	326,139	(155,806)	674,436
Long-term interfund payable	6,400,000	—	—	6,400,000
Unamortized bond discounts	(3,555,188)	—	918,168	(2,637,020)
Deferred amount on refunding	(70,186)	—	10,026	(60,160)
Unamortized bond premiums	522,013	—	(36,331)	485,682
Totals	<u>\$ 161,238,119</u>	<u>\$ 326,139</u>	<u>\$ (14,304,809)</u>	<u>\$ 147,259,449</u>

Long-term maturities (including interest of \$44,202,839) are as follows:

	<u>General</u> <u>Obligation</u> <u>Water</u> <u>Bonds</u>	<u>Water</u> <u>Revenue</u> <u>Bonds</u>	<u>Water</u> <u>Notes</u>	<u>Sewer</u> <u>Revenue</u> <u>Bonds</u>	<u>Golf</u> <u>Course</u> <u>Revenue</u> <u>Bonds</u>	<u>Capitalized</u> <u>Leases</u>	<u>Totals</u>
2001	\$ 14,127,192	\$ 1,283,190	\$ 72,952	\$ 3,709,305	\$ 658,257	\$ 247,266	\$ 20,098,162
2002	14,088,514	1,378,083	70,435	3,733,325	658,558	200,467	20,129,382
2003	11,504,784	1,381,239	67,920	2,182,610	662,628	192,591	15,991,772
2004	11,813,009	1,378,288	65,404	2,183,883	664,672	108,107	16,213,363
2005	9,720,916	1,377,998	62,889	2,179,673	660,577	—	14,002,053
Thereafter	62,005,768	12,396,788	226,401	19,624,862	6,585,235	—	100,839,054
Total	<u>\$ 123,260,183</u>	<u>\$ 19,195,586</u>	<u>\$ 566,001</u>	<u>\$ 33,613,658</u>	<u>\$ 9,889,927</u>	<u>\$ 748,431</u>	<u>\$ 187,273,786</u>

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

9. LONG-TERM DEBT (Continued)

B. Proprietary Funds Long-Term Debt (Continued)

The Fitzsimons Redevelopment Authority's long-term maturities of long-term debt obligations as of December 31, 2000 (including interest of \$4,225,274) are as follows:

	<u>Notes Payable</u>	<u>Capitalized Leases</u>	<u>Total</u>
2001	\$ 153,730	\$ 40,524	\$ 194,254
2002	80,740	40,524	121,264
2003	—	16,831	16,831
2004	—	—	—
2005	134,438	—	134,438
Thereafter	6,765,900	—	6,765,900
Total	\$ 7,134,808	\$ 97,879	\$ 7,232,687

The general obligation water bonds are payable from revenues of the Water Fund. Unamortized discounts on the bonds at December 31, 2000 totaled \$2,373,526.

The City issued a Governmental Agency revenue bond, pursuant to a loan agreement between the Colorado Water Resources and Power Development Authority and the Water Fund in the amount of \$14,999,899 for the refurbishment of the Kuiper Water Plant. The bond payments are payable from net revenues of the Water Fund. Unamortized underwriter's discount on the bonds at December 31, 2000 totaled \$86,955. Unamortized premium on the bond at December 31, 2000 totaled \$383,291.

The City entered into revenue note obligations for the purchase of water rights. The notes are payable from revenue of the Water Fund.

The sewer revenue bonds are payable from net revenues of the Sewer Fund. In the bond ordinance, the City covenants to enforce a schedule of rates and charges for the sewer system sufficient to maintain Sewer Fund gross revenue (including tap and development fees) at least equal to the sum of operations and maintenance expenses of the sewer system plus 130% of the combined average annual debt service requirements of the bonds and any outstanding parity bonds and any additional amounts as required by the bond ordinance. Unamortized discounts on the bonds totaled \$12,784 as of December 31, 2000.

The City issued a Governmental Agency revenue bond, pursuant to a loan agreement between the Colorado Water Resources and Power Development Authority and the Sewer Fund in the amount of \$24,124,366 to upgrade the wastewater facility and to add reuse storage and piping. The bond payments are payable from net revenues of the Sewer Fund. Unamortized underwriter's discount on the bonds at December 31, 2000 totaled \$141,183. Unamortized premium on the bond at December 31, 2000 totaled \$102,391.

The golf course revenue bonds are payable from net revenues of the Golf Fund. In the bond ordinance, the City covenants to maintain and enforce a schedule of rates, fees and charges for the golf system sufficient that the income is at least equal to the sum of operations and maintenance expenses plus 150% of the combined annual debt service requirements of the bonds and any outstanding parity bonds. Unamortized discounts on the bonds at December 31, 2000 totaled \$82,732.

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

9. LONG-TERM DEBT (Continued)

B. *Proprietary Funds Long-Term Debt* (Continued)

The City has entered into golf cart leases that have been capitalized for financial statement purposes. The leases are renewable annually. The City has the option to purchase the equipment at the end of the lease period. The four year minimum lease payments include \$73,995 of imputed interest.

The Golf Fund executed a subordinate loan with the Sewer Fund to finance the construction of the Murphy Creek Golf Course. In accordance with the loan agreement, only interest was paid during the golf course construction phase. Principal payments will commence in 2001. The Murphy Creek Golf Course opened in July 2000.

The FRA entered into an agreement with the United States Army for the conveyance of 332 acres of land along with the associated improvements and selected items of equipment at Fitzsimons. The conveyance will occur in phases as the Army meets certain environmental requirements and is anticipated to be complete by 2002. The purchase price for the conveyance is \$1,850,000, which is payable pursuant to a Promissory Note executed by the FRA for the full amount of the purchase price. The promissory note bears interest at 6.25% and is payable in ten equal annual installments of \$555,956 beginning December 31, 2012 through December 31, 2021.

The FRA entered into a loan agreement with the City of Aurora whereby the Authority can draw up to \$1,150,000. The Authority is permitted to draw on the funds to provide partial matching funds for two grants the FRA has received from the U.S. Department of Commerce Economic Development Administration, for the purpose of designing and constructing a bioscience incubator facility at Fitzsimons. The current balance of the loan including interest is \$898,258. The loan is payable in ten equal installments of principal and interest beginning June 1, 2005.

The Fitzsimons Redevelopment Authority has entered into a note obligation with the City to enable the Authority to operate the eighteen-hole Fitzsimons Golf Course and to purchase necessary equipment and to make improvements to the clubhouse. The note is payable in three equal installments of \$68,360 plus accrued interest beginning December 1, 2000 and ending December 1, 2002. The note payable is payable solely from the revenues of the Golf Course after payment of all expenses incurred with respect to the operations and maintenance of the Golf Course. There were insufficient net revenues from the Golf Course to make the December 1, 2000 payment. Therefore, the amount due has been added to the outstanding principal balance in accordance with terms of the note. The balance of the loan as of December 31, 2000 is \$205,080.

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

10. FUND EQUITY

A. Enterprise Funds Contributed Capital Changes for 2000

	<u>Developers</u>	<u>Municipality</u>	<u>Federal</u>	<u>State</u>	<u>Other</u>	<u>Totals</u>
Water Fund						
Balance at January 1	\$ 224,619,945	\$ 7,171,846	\$ 121,018	\$ 172,396	\$ 815,988	\$ 232,901,193
Contributed lines	5,576,957	—	—	—	—	5,576,957
Development and annexation fees	<u>13,761,220</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>13,761,220</u>
Balance at December 31	<u>243,958,122</u>	<u>7,171,846</u>	<u>121,018</u>	<u>172,396</u>	<u>815,988</u>	<u>252,239,370</u>
Sewer Fund						
Balance at January 1	99,078,544	2,640,168	798,737	50,482	1,187,365	103,755,296
Contributed lines	5,558,601	—	—	—	—	5,558,601
Development and annexation fees	3,213,907	—	—	—	—	3,213,907
Donated fixed assets	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>3,526,400</u>	<u>3,526,400</u>
Balance at December 31	<u>107,851,052</u>	<u>2,640,168</u>	<u>798,737</u>	<u>50,482</u>	<u>4,713,765</u>	<u>116,054,204</u>
Golf Fund						
Balance at January 1	<u>—</u>	<u>2,638,629</u>	<u>—</u>	<u>—</u>	<u>13,923,154</u>	<u>16,561,783</u>
Balance at December 31	<u>—</u>	<u>2,638,629</u>	<u>—</u>	<u>—</u>	<u>13,923,154</u>	<u>16,561,783</u>
Total contributed capital at December 31 – all Enterprise Funds	<u>\$ 351,809,174</u>	<u>\$ 12,450,643</u>	<u>\$ 919,755</u>	<u>\$ 222,878</u>	<u>\$ 19,452,907</u>	<u>\$ 384,855,357</u>

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

10. FUND EQUITY (Continued)

A. Enterprise Funds Contributed Capital Changes for 2000 (Continued)

For FRA, contributed capital represents capital grants from the Federal government and amounts contributed by the City for improvements to the main building at Fitzsimons. These contributions relate to the acquisition of depreciable assets and are amortized against contributed capital in an amount equal to depreciation expense. The total amount amortized in 2000 was \$102,339. This amount appears as an adjustment to net income on the statement of revenues, expenses and changes in retained earnings. The following shows the changes in contributed capital for the year:

Contributed capital, January 1, 2000	\$ 3,696,453
Federal government contributions	2,790,746
Depreciation of assets acquired through Federal and municipal contributions	<u>(102,339)</u>
Contributed capital, December 31, 2000	<u>\$ 6,384,860</u>

B. Internal Service Funds Contributed Capital Changes for 2000

	<u>Municipality</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>
Fleet Management Fund				
Balance at January 1	\$ 1,052,037	\$ 24,381	\$ 33,839	\$ 1,110,257
Balance at December 31	1,052,037	24,381	33,839	1,110,257
Risk Management Fund				
Balance at January 1	3,353	—	—	3,353
Balance at December 31	<u>3,353</u>	<u>—</u>	<u>—</u>	<u>3,353</u>
Total contributed capital at December 31 - all Internal Service Funds	<u>\$ 1,055,390</u>	<u>\$ 24,381</u>	<u>\$ 33,839</u>	<u>\$ 1,113,610</u>

C. Retained Earnings

1) *Reserves*

The following reserves are required per the applicable bond indenture:

Reserved for debt service	
1993 sewer revenue refunding bonds	\$ 3,725,885
1995 golf course revenue bonds	<u>664,673</u>
Total reserved for debt service	4,390,558
Reserved for repair and replacement	
1995 golf course revenue bonds	600,000
Reserved for operations and maintenance	
1999 water revenue bonds	8,501,032
1999 sewer revenue bonds	<u>1,250,000</u>
Total reserved for operations and maintenance	<u>\$ 9,751,032</u>

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

10. FUND EQUITY (Continued)

C. Retained Earnings (Continued)

2) *Residual Equity Transfer*

In 2000, the Warehouse Fund transferred its remaining cash balances in the amount of \$369,043 to the General Fund. This transfer represented the final transfer to close the Warehouse Fund.

D. Fund Balances

1) *Reserved for Pension Benefits*

Fund balances of all pension trust funds are reserved for employee pension benefits. The total reserved for pension benefits as of December 31, 2000 was \$201,890,615.

2) *Reserved for Encumbrances*

These are amounts legally restricted for the payment of commitments relating to unperformed contracts and purchase orders. Reserves for encumbrances as of December 31, 2000 were as follows:

Operating	
General Fund	\$ 2,955,812
Gifts and Grants Fund	402,500
Abatement Fund	2,242
Community Maintenance Fund	7,102
Enhanced E-911 Fund	497,407
Conservation Trust Fund	2,649
Recreation Services Fund	55,121
Designated Revenues Fund	10,281
Total operating encumbrances	<u>3,933,114</u>
Construction	
Gifts and Grants Fund	141,240
Community Development Fund	122,666
Conservation Trust Fund	752,263
Parks Development Fund	100,000
City Capital Projects Fund	13,781,236
ACLIC Capital Projects Fund	133,007
Total capital projects encumbrances	<u>15,030,412</u>
Total reserved for encumbrances	<u>\$ 18,963,526</u>

3) *Reserved for Police*

In 1993, Aurora voters approved a 0.25% sales tax increase to fund an increase in police services. This increase provides two police officers for each 1,000 people living in the City. In 2000 the City received \$8,195,304 in incremental sales tax and \$608,130 in interest income. During 2000 \$9,544,953 of these funds were expended. The amount reserved in the General Fund for police as of December 31, 2000 of \$10,566,835 represents the cumulative amount collected but not yet used to provide police services.

Seizure funds of \$739,199 were reserved for police in the Gifts and Grants Fund at December 31, 2000.

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

10. FUND EQUITY (Continued)

D. Fund Balances (Continued)

4) *Reserved for Debt Service*

Certain fund balances in the Debt Service Funds (Note 9(A)6) are reserved for the payment of principal and interest on the debt shown in the GLTDAG. As of December 31, 2000 debt service reserves amounted to \$12,992,589.

5) *Reserved for Construction*

In 2000 the Aurora Capital Leasing Corporation (ACLC) issued Certificates of Participation for the construction of a new administrative office building. Fund balances of \$66,277,627 were reserved for this project in the ACLC Capital Projects Fund.

In 2000 the City issued General Obligation (GO) Bonds to finance enhancements to Libraries, Public Safety, and Parks. Fund balances were reserved for these projects in the City Capital Project Fund as follows:

Libraries	\$ 17,617,278
Public Safety	16,337,022
Parks	<u>16,088,201</u>
Total 2000 GO Bonds reserved for construction	<u>\$ 50,042,501</u>

The City issued General Fund Bonds to finance the cost of a recreation and youth sports complex and associated facilities in the City. Fund balances of \$216,191 were reserved for this project in the City Capital Projects Fund.

The City issued General Obligation Bonds to finance a portion of the cost of the highway interchange at Interstate 225 and Alameda Avenue. Fund balances of \$5,218 were reserved for this project in the City Capital Projects Fund.

6) *Reserved by Agreements*

Certain fund balances in the Designated Revenues Special Revenue Fund are reserved for the payment of expenditures related to various agreements between the City and outside parties. As of December 31, 2000 these reserves totaled \$476,369.

7) *Designated for Subsequent Year Expenditures*

Fund balances budgeted as funding sources for subsequent year appropriations are shown as designated for subsequent year expenditures. A summary of these designations (as adopted in the 2000 budget) is as follows:

Special Revenue Funds	\$ 650,969
Debt Service Funds	<u>1,165,646</u>
Total designated for subsequent year expenditures - Budget	<u>\$ 1,816,615</u>

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

10. FUND EQUITY (Continued)

D. Fund Balances (Continued)

7) *Designated for Subsequent Year Expenditures (Continued)*

Budgets for capital projects are adopted on a project length basis. At year end, the unspent appropriation will carry forward to the subsequent year. A summary of designations of the unspent balances of project to date appropriations is as follows:

Special Revenue Funds	\$ 3,224,714
Capital Projects Fund	<u>26,302,844</u>
Total designated for subsequent year expenditures – Capital projects	<u>\$ 29,527,558</u>

8) *Designated for Long-Term Liabilities*

City management has designated \$14,748,915 in the General Fund at December 31, 2000 for the payment of future liabilities. This amount is equal to the sales, use and lodgers tax accrual.

9) *Designated for Capital Projects Transfer*

At year-end 2000, City management has designated \$3,711,000 in the General Fund in excess of the amount already budgeted for and transferred to the City Capital Projects Fund during the year.

10) *Designated for One-Time Expenditures*

City management has designated \$1,685,000 in the General Fund at December 31, 2000 for one-time expenditures.

11) *Deficit Fund Balance*

The Community Development Special Revenue Fund had a deficit fund balance of \$92,499 as of December 31, 2000. The City plans to fund this deficit in 2001 through an operating transfer from the Designated Revenues Special Revenue Fund.

11. PENSION PLANS

The City provides seven pension plans as follows:

- General Employees' Retirement Plan (GERP)
- Fire Pension Plan (Old Hire-Fire)
- Police Pension Plan (Old Hire-Police)
- Fire Department Money Purchase Pension Plan (New Hire-Fire)
- Police Department Money Purchase Pension Plan (New Hire-Police)
- Executive Retirement Plan - Money Purchase Pension Plan (ERP)
- Elected Officials' Pension Plan (EOPP).

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

11. PENSION PLANS (Continued)

Covered payroll for the year ended December 31, 2000 for the various plans was as follows:

<u>Plan Name</u>	<u>Covered Payroll</u>
GERP	\$ 55,185,613
Old Hire - Fire	1,694,985
Old Hire - Police	1,969,851
New Hire - Fire	11,422,957
New Hire - Police	24,210,580
ERP	3,197,924
EOPP	—
Total covered payroll	<u>\$ 97,681,910</u>
Total 2000 payroll	<u>\$ 114,899,241</u>

Contributions made for the year ended December 31, 2000 were as follows:

<u>Plan Name</u>	<u>Employees</u>	<u>City</u>	<u>Totals</u>
GERP	\$ 3,049,093	\$ 3,045,961	\$ 6,095,054
Old Hire - Fire	—	—	—
Old Hire - Police	—	—	—
New Hire - Fire	1,142,296	1,142,296	2,284,592
New Hire - Police	2,421,058	2,421,058	4,842,116
ERP	211,261	223,855	435,116
EOPP	—	—	—
Totals	<u>\$ 6,823,708</u>	<u>\$ 6,833,170</u>	<u>\$ 13,656,878</u>

Benefits paid directly to seven eligible EOPP retirees or surviving spouses during 2000 totaled \$10,455.

Contributions required and made during 2000 as a percent of current year covered payroll for the various plans were as follows:

<u>Plan Name</u>	<u>Employees</u>	<u>City</u>	<u>Totals</u>
GERP	5.50%	5.50%	11.00%
Old Hire - Fire	—	—	—
Old Hire - Police	—	—	—
New Hire - Fire	10.00%	10.00%	20.00%
New Hire - Police	10.00%	10.00%	20.00%
ERP	6.61%	7.00%	13.61%
EOPP	—	—	—

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

11. PENSION PLANS (Continued)

The City's annual pension cost for the current year and related information for each plan is as follows:

	GERP	Old Hire Fire	Old Hire Police
Annual required contribution (ARC)	\$ 1,410,087	\$ —	\$ —
Interest on net pension obligation (NPO)	(258,740)	(26,415)	13,245
Adjustment to ARC	215,455	47,723	(13,043)
Annual pension cost	1,366,802	21,308	202
Contributions made	2,814,929	—	—
Increase (decrease) in NPO	(1,448,127)	21,308	202
NPO - beginning of year	(3,234,254)	(352,194)	176,600
NPO - end of year	\$ (4,682,381)	\$ (330,886)	\$ 176,802
Actuarial valuation date	1/1/00	1/1/00	1/1/00
Actuarial cost method	Entry age normal	Entry age normal	Entry age normal
Amortization method	Level percent of pay, open	Level percent of pay, closed	Level percent of pay, closed
Remaining amortization period	20 years	14 years	14 years
Asset valuation method	5-year smoothed market	3-year smoothed actuarial value	3-year smoothed actuarial value
Actuarial assumptions:			
Investment rate of return	8.0%	8.0%	8.0%
Projected salary increases	4.6 – 7.5%	4.5%	4.5%
Includes inflation at	4.0%	4.0%	4.0%
Cost of living adjustment	4.0%	4.0%	4.0%

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

11. PENSION PLANS (Continued)

THREE YEAR TREND INFORMATION

	<u>Year ended</u>	<u>Annual pension cost (APC)</u>	<u>Percentage of APC contributed</u>	<u>Net pension obligation</u>
GERP	12/31/98	\$ 1,967,077	134.70%	\$ (1,255,975)
	12/31/99	824,443	339.95%	(3,234,254)
	12/31/00	1,366,802	222.85%	(4,682,381)
Old Hire - Fire	12/31/98	1,456	15,018.68%	(371,601)
	12/31/99	1,456	—	(352,194)
	12/31/00	21,308	—	(330,886)
Old Hire - Police	12/31/98	2,254,125	101.18%	210,173
	12/31/99	2,254,125	101.18%	176,600
	12/31/00	202	—	176,802

The Elected Officials' Pension Plan is unfunded. Benefit payments are budgeted annually and paid through the General Fund.

A. General Employees' Retirement Plan

1) *Description of Plan*

The Aurora General Employees' Retirement Plan (GERP) is a single employer defined benefit pension plan covering substantially all full-time and part-time City employees except police officers, firefighters, elected officials, temporary employees and executives who have elected to participate in the Executive Retirement Plan. The GERP was established by City Resolution and is administered by the GERP Board. The GERP is not subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA); however, it has been qualified as a tax exempt Plan under Sections 401(a) and 501(a) of the Internal Revenue Code. Employee contributions are required as a condition of employment and are matched, dollar for dollar, by the City.

2) *Plan Benefits*

The GERP provides retirement, death and disability, and medical supplement benefits. Employees with less than five years of credited service at date of termination receive a refund of their contributions, including interest, plus their vested City contribution, which is a 25% match of the employee's contributions and interest for less than one year of credited service, increasing by 5% for each year of credited service completed. Employees with at least five years of credited service at date of termination may choose a refund or a deferred vested benefit. If termination occurs before age 65, an employee with between 5 and 10 years of credited service is eligible for a deferred vested benefit, in which monthly payments will begin at age 65. If termination occurs after an employee has obtained 10 years of credited service, monthly payments may begin anytime between the ages of 50 and 65. Benefits may be reduced when a participant retires before age 65, depending on the participant's age and length of service.

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

11. PENSION PLANS (Continued)

A. General Employees' Retirement Plan (Continued)

2) Plan Benefits (Continued)

Effective January 1, 2000, normal retirement benefits are the greater of 1.75 percent of final average monthly compensation, multiplied by years of credited service, including fractional years, or the annuitized value of the contribution refund described above, including the City of Aurora's matching contribution. Prior to January 1, 2000, the multiplier was 1.70 percent. Final average monthly compensation is the average pay an employee received (excluding overtime) during the employee's highest paid 36 consecutive months with the City, out of the employee's last 10 years of employment.

Optional benefits are available in lieu of the straight life annuity in order to provide survivorship benefits. Disability benefits are calculated in the same manner as a normal retirement benefit, using the monthly earnings as of the date of the disability. Participants receiving disability benefits earn credited service during the period of time they are on disability.

Death benefits paid to a beneficiary depend upon when the employee's death occurs. A one-time lump sum benefit of \$5,000 is provided to a beneficiary when a participant dies after retirement. This payment is separate from, and in addition to, any other benefits received.

The medical supplement is provided for all participants who have five or more years of credited service and is prorated for service less than 20 years.

Both medical supplement and normal retirement benefit are subject to annual cost of living increase.

3) Funding Policies

Contribution requirements for the employees and the employer are established by City Resolution. Actuarial studies are considered in establishing funding policies. However, contributions are not actuarially determined. As determined by the actuarial study, current contribution rates are considered sufficient to accumulate assets to pay all benefits when due. All 2000 contributions were for normal costs. No unfunded accrued actuarial liability existed at December 31, 2000.

B. Fire and Police Pension Plans - Old Hire

1) Description of Plans

The Old Hire Plans are agent multiple-employer defined benefit plans covering all full-time police officers or fire fighters hired before April 8, 1978 who elect not to participate in the "New Hire" plan. The Old Hire plans are a part of the statewide multiple employer public employee retirement system and are administered by the Fire and Police Pension Association of Colorado (FPPA). The FPPA follows the Colorado Statutes for plan contribution requirements and benefits. Both plans are included in the FPPA's annual report. This report can be obtained at Fire & Police Pension Association, 5290 DTC Parkway, Suite 100, Englewood, Colorado 80111-2721.

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

11. PENSION PLANS (Continued)

B. Fire and Police Pension Plans - Old Hire (Continued)

2) *Plan Benefits*

- a) Old Hire - Fire. For a firefighter hired on or before January 1, 1976 normal retirement date is the date on which he has attained 50 years of age and completed 20 years of service. The normal retirement date of a firefighter hired after January 1, 1976 is the date on which he has attained 50 years of age and completed 25 years of service.

Any firefighter who elects to retire on or after his normal retirement date is eligible for a monthly pension equal to one half of monthly salary plus an additional 4% of monthly salary for each year in excess of the service and age requirement for normal retirement to a maximum of six additional years.

A severance benefit of 49% of base monthly salary is paid to firefighters terminating with 20 or more years of service, but prior to normal retirement. The benefit is payable immediately upon termination. The benefit for firefighters who terminate with less than 20 years of service is 2% of base monthly salary for each year of service not to exceed 40% of the current basic monthly salary, payable at the firefighter's normal retirement date.

An optional benefit adopted by the City increases benefits in proportion to pay increases received by active employees (rank escalator). This plan also provides benefits to surviving spouses and dependent children of retired firefighters. These benefits range from 50% to 66% of the firefighter's benefit.

- b) Old Hire - Police. A police officer's normal retirement date is the date upon completion of 20 years of service regardless of age. Any police officer who elects to retire on or after his normal retirement date is eligible for a monthly pension equal to 2.25% for each year of service, up to a maximum of 20 years of service, multiplied by the highest current salary paid for the rank or grade at the time of retirement.

For service beyond 20 years but before January 1, 1990 the monthly normal retirement pension is increased by 2% of base salary, multiplied by years of service. For service beyond 20 years and after January 1, 1990 the monthly pension is increased by 4% of base salary, multiplied by years of service. Benefits are capped at 74% of a member's base salary.

Any police officer who has completed five years of service, but is not eligible for normal retirement, is eligible for a monthly vested pension computed the same way as for normal retirement, based on 2.25% of base salary multiplied by years of service. The benefit is payable beginning at the police officer's normal retirement date.

An optional benefit adopted by the City increases benefits in proportion to pay increases received by active employees (rank escalator). The Old Hire Plan also provides benefits to surviving spouses and dependent children of retired officers. These benefits for members who retired after 5/1/91 range from 75% to 100% of the officer's benefit.

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

11. PENSION PLANS (Continued)

B. Fire and Police Pension Plans - Old Hire (Continued)

2) *Plan Benefits (Continued)*

- c) Old Hire - Deferred Retirement Option Plan. Effective January 1, 1997, Old Hire Fire and Police participants may make a one-time irrevocable decision to elect a Deferred Retirement Option Plan (DROP). The option allows an employee to elect to have retirement or severance benefits put into an escrow account for up to five years while the employee continues to work. Upon the employee's election to participate in the DROP plan, that employee's retirement benefits are frozen for percentages of retirement benefit and rank escalation to the eligible amounts at that time. The employee must terminate employment with the department within five years, at which time the employee has a number of options by which to draw down the escrow.

Funds in DROP are derived from three sources: 1) the employee's service retirement benefits; 2) the employee's pension contributions; and 3) earnings on DROP accounts.

3) *Funding Policies*

The Old Hire funding policies provide for actuarially determined contributions calculated by the "entry age normal actuarial cost method." Under this method, the normal cost is computed as a percentage of pay which, if paid from the earliest time each member would have been eligible to join the plans if they then existed (entry age) until his retirement or termination and based upon the benefit formula applicable to new members, would accumulate with interest at the rate assumed in the valuation to an amount sufficient to pay all such benefits under the plans. The normal cost for the plans is determined by summing the normal costs for all members.

The latest actuarial studies for both plans were dated January 1, 2000. No on-behalf contributions were made by the State to either plan in 2000.

C. Police and Fire Pension Plans - New Hire

The City has two separate single-employer defined contribution money purchase plans for full time fire and police hired on or after April 8, 1978. The New Hire Plans were established by City Ordinance and are administered by a committee established by each of the two agreements.

The New Hire Plans are qualified as tax-exempt defined contribution plans under Sections 401(a) and 501(a) of the Internal Revenue Code, and meet the requirements of the Employee Retirement Income Security Act of 1974, and applicable laws of the State of Colorado.

Contribution requirements for the employer and the employees are established by the City. Employee contributions and earnings on those contributions are nonforfeitable. City contributions and earnings on those contributions are distributable to the employee based on the schedule of vesting ranging from 25% to 100% over a period of 5 to 20 years. If a participant terminates service because of death, the entire amount credited to the participant from the employer is considered vested. Forfeited non-vested employer contributions may be used to reduce employer contributions but may not be used to otherwise increase any participant's plan benefit. Benefits may be distributed upon retirement, termination or death.

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

11. PENSION PLANS (Continued)

D. *Executive Retirement Plan*

In 1996, the City adopted a resolution establishing a new defined contribution money purchase plan for City executive personnel. The plan is administered by ICMA Retirement Corporation. The plan is qualified as a tax-exempt defined contribution plan under section 401 of the Internal Revenue Code. Contributions for the employer and the employee were established by resolution.

Contributions by employees and earnings on those contributions are nonforfeitable. Contributions by the City and earnings on those contributions are distributable to the employee based on the schedule of vesting ranging from 33.3% to 100% over a period of 1 to 3 years. Benefits may be distributed upon retirement, termination or death. Employees may make voluntary, unmatched after-tax contributions subject to IRS and plan limitations.

E. *Elected Officials' Pension Plan*

The City also has a non-contributory single-employer defined benefit pension plan covering all persons who serve at least six years (including one elected term) as a Council member or Mayor. Benefits are paid to eligible elected officials who have attained the retirement age of 60 at the rate of \$20 per month for each year of qualifying service prior to November 11, 1991 and \$25 for service after that date. Benefits paid to seven eligible retirees or surviving spouses during 2000 totaled \$10,455.

Plan payments are funded through the City's annual operating budget. No determination of the actuarially computed value of vested benefits under this plan has been made as of December 31, 2000.

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

12. SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The City maintains three enterprise funds which provide water, sewer and golf services. Segment information for the year ended December 31, 2000 is as follows:

	<u>Water</u>	<u>Sewer</u>	<u>Golf</u>	<u>Totals</u>
Operating revenues	\$ 35,769,574	\$ 21,648,208	\$ 8,173,773	\$ 65,591,555
Operating expenses (excluding depreciation)	16,608,220	16,986,157	7,345,386	40,939,763
Depreciation expense	<u>4,926,964</u>	<u>2,925,103</u>	<u>1,014,581</u>	<u>8,866,648</u>
Operating income (loss)	14,234,390	1,736,948	(186,194)	15,785,144
Net nonoperating revenues (expenses)	<u>(1,505,276)</u>	<u>2,324,283</u>	<u>(354,415)</u>	<u>464,592</u>
Income (loss) before operating transfers	12,729,114	4,061,231	(540,609)	16,249,736
Operating transfers out	<u>—</u>	<u>—</u>	<u>(72,940)</u>	<u>(72,940)</u>
Net income (loss)	<u>\$ 12,729,114</u>	<u>\$ 4,061,231</u>	<u>\$ (613,549)</u>	<u>\$ 16,176,796</u>
Contributed capital additions	\$ 19,338,177	\$ 12,298,908	\$ —	\$ 31,637,085
Property, plant and equipment				
Additions	32,552,934	23,422,249	2,181,834	58,157,017
Disposals	(187,174)	(387,111)	(6,028)	(580,313)
Transfers	—	—	(3,100)	(3,100)
Net working capital	24,688,699	22,300,823	438,376	47,427,898
Total assets	485,491,363	217,436,984	37,515,522	740,443,869
Bonds and other long-term liabilities payable from operating revenues	110,381,596	25,614,915	13,474,436	149,470,947
Total equity	371,481,508	188,236,365	23,580,897	583,298,770

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

13. INTERFUND TRANSACTIONS

The following schedule reflects the City's interfund receivables and payables at December 31, 2000:

	<u>Receivable (Due From Other Funds)</u>	<u>Payable (Due to Other Funds)</u>
Current		
General Fund due from Gifts and Grants Fund	\$ 6,828	\$ —
General Fund due from Community Development Fund	444,764	—
General Fund due from AURA Debt Service Fund	85,720	—
General Fund due from ACLC Capital Projects Fund	69,633	—
General Fund due to AURA Debt Service Fund	—	96,806
Total General Fund	<u>606,945</u>	<u>96,806</u>
Gifts and Grants Fund due to General Fund	—	6,828
Community Development Fund due to General Fund	—	444,764
Designated Revenues Fund due from AURA Debt Service Fund	250,000	—
City Capital Projects Fund due from ACLC Capital Projects Fund	44,600	—
City Capital Projects Fund due to AURA Debt Service Fund	—	265,000
Total City Capital Projects Fund	<u>44,600</u>	<u>265,000</u>
AURA Debt Service Fund due from General Fund	96,806	—
AURA Debt Service Fund due from City Capital Projects Fund	265,000	—
AURA Debt Service Fund due to General Fund	—	85,720
AURA Debt Service Fund due to Designated Revenues Fund	—	250,000
Total AURA Debt Service Fund	<u>361,806</u>	<u>335,720</u>
ACLC Capital Projects Fund due to General Fund	—	69,633
ACLC Capital Projects Fund due to City Capital Projects Fund	—	44,600
Total ACLC Capital Projects Fund	<u>—</u>	<u>114,233</u>
Total Current	<u>1,263,351</u>	<u>1,263,351</u>
Long-Term Loans		
Sewer Fund due from Golf Fund	6,400,000	—
Golf Fund due to Sewer Fund	—	6,400,000
Total long-term loans	<u>6,400,000</u>	<u>6,400,000</u>
Total Interfund Receivables/Payables	<u>\$ 7,663,351</u>	<u>\$ 7,663,351</u>

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

13. INTERFUND TRANSACTIONS (Continued)

Operating transfers were made between funds during 2000 as follows:

<u>Fund</u>	<u>Out</u>	<u>In</u>
General Fund		
General Fund to Community Development Fund HOAP Loans – Home Program	\$ 190,800	\$ —
General Fund to Recreation Services Fund Funding for recreation programs	3,989,788	—
General Fund to Designated Revenues Fund Arapahoe Crossing tax incentive - \$1,106,320 Funding for Visitor Promotion - \$180,618 ACLC Future Lease Funding - \$281,120	1,568,058	—
General Fund to Policy Reserve Fund Increase policy reserve to required amount	543,570	—
General Fund to TABOR Reserve Fund Increase TABOR reserve to required amount	51,553	—
General Fund to Debt Service Fund GO debt service requirements	1,761,070	—
General Fund to City Capital Projects Fund Funding for capital improvements projects	29,769,523	—
General Fund to Fleet Management Fund Funding for fleet replacement	311,131	—
General Fund to ACLC Debt Service Fund Facilities lease payments	4,112,535	—
General Fund from Gifts and Grants Fund Homestead City Funds to History Museum	—	6,795
General Fund from AURA Debt Service Fund City Center Land Costs	—	1,350,000
	<hr/>	<hr/>
Total General Fund	42,298,028	1,356,795

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

13. INTERFUND TRANSACTIONS (Continued)

<u>Fund</u>	<u>Out</u>	<u>In</u>
Special Revenue		
Gifts and Grants Fund to General Fund	\$ 6,795	\$ —
Homestead City funds to History Museum		
Community Maintenance Fund to City Capital Projects Fund	5,000,000	—
Funding for Economic Development - \$3,000,000		
Funding for Capital Projects - \$2,000,000		
Community Development Fund from General Fund	—	190,800
HOAP Loans - Home Program		
Conservation Trust Fund to City Capital Projects Fund	460,000	—
SportsPark funding		
Recreation Services Fund from General Fund	—	3,989,788
Funding for recreation programs		
Designated Revenues Fund from General Fund	—	1,568,058
Arapahoe Crossing tax incentive - \$1,106,320		
Funding for Visitor Promotion - \$180,618		
ACLC Future Lease funding - \$281,120		
Designated Revenues Fund from City Capital Projects Fund	—	146,782
Art in Public Places fees - \$123,970		
Police Substation Remodel Bldg 300 - \$22,812		
Designated Revenues Fund from Golf Fund	—	72,940
Art in Public Places fees		
Designated Revenues Fund from AURA Debt Service Fund	—	250,000
ACLC Future Lease Funding		
Total Designated Revenues Fund	—	2,037,780
Policy Reserve Fund from General Fund	—	543,570
Increase policy reserve to required amount		
TABOR Reserve Fund from Emergency Contingency Fund	—	51,553
Increase TABOR reserve to required amount		
Total Special Revenue Funds	5,466,795	6,813,491
Debt Service		
Debt Service Fund from General Fund	—	1,761,070
GO debt service requirements		
AURA Debt Service Fund to General Fund	1,350,000	—
City Center land costs		
AURA Debt Service Fund to Designated Revenues Fund	250,000	—
ACLC Future Lease Funding		
Total AURA Debt Service Fund	1,600,000	—
ACLC Debt Service Fund from General Fund	—	4,112,535
Facilities lease payments		
Total Debt Service Funds	1,600,000	5,873,605

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

13. INTERFUND TRANSACTIONS (Continued)

<u>Fund</u>	<u>Out</u>	<u>In</u>
Capital Projects		
City Capital Projects Fund to Designated Revenues Fund	\$ 146,782	\$ —
Art in Public Places fees - \$123,970		
Police Substation Remodel Bldg 300 - \$22,812		
City Capital Projects Fund to Building Repair Fund	2,241,867	—
Funding for building repair projects		
City Capital Projects Fund from General Fund	—	29,769,523
Funding for capital improvements projects		
City Capital Projects Fund from Community Maintenance Fund	—	5,000,000
Funding for Economic Development - \$3,000,000		
Funding for Capital Projects - \$2,000,000		
City Capital Projects Fund from Conservation Trust Funds	—	460,000
Sports Park funding		
Total Capital Projects Fund	<u>2,388,649</u>	<u>35,229,523</u>
Total - All Governmental Funds	<u>51,753,472</u>	<u>49,273,414</u>
Enterprise		
Golf Fund to Designated Revenues Fund	72,940	—
Art in Public Places fees		
Internal Service		
Fleet Management Fund from General Fund	—	311,131
Funding for fleet disposition		
Building Repair Fund from City Capital Projects Fund	—	2,241,867
Funding for building repair projects		
Total - All Proprietary Funds	<u>72,940</u>	<u>2,552,998</u>
Total - All Funds	<u>\$ 51,826,412</u>	<u>\$ 51,826,412</u>

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

14. OPERATING LEASES

The City is committed under various leases for buildings, office and storage space, and equipment. All leases are cancelable and must be reappropriated annually. These leases are considered for accounting purposes to be operating leases. Payment on these leases during 2000 totaled \$665,351. Future minimum payments by year for these leases are as follows:

2001	\$	714,660
2002		531,021
2003		121,620
2004		69,800
Total	\$	<u>1,437,101</u>

15. BUDGETS

A. Budget Appropriations and Revisions

The following revisions were made to the original budget for each fund:

	<u>Total Original Budget</u>	<u>Supplemental Budgets and Revisions</u>	<u>Capital Projects Budget</u>	<u>Annual Operating Budget</u>
General	\$ 193,787,352	\$ 5,398,719	\$ —	\$ 199,186,071
Special Revenue Funds				
Gifts and Grants	10,817,503	(1,420,102)	(790,827)	8,606,574
Abatement	189,842	—	—	189,842
Community Maintenance	2,301,743	3,092,494	—	5,394,237
Community Development	2,620,000	391,538	(3,011,538)	—
Enhanced E-911	960,050	2,500,000	—	3,460,050
Conservation Trust	2,578,995	203,999	(2,208,000)	574,994
Emergency Contingency	—	—	—	—
Parks Development	50,000	18,814	(68,814)	—
Recreation Services	8,136,798	2,934	—	8,139,732
Designated Revenues	3,554,112	241,562	—	3,795,674
Policy Reserve	—	—	—	—
TABOR Reserve	—	—	—	—
Debt Service Funds				
Debt Service	3,681,684	16,999	—	3,698,683
Surplus and Deficiency	41,500	—	—	41,500
Capital Projects	22,348,598	7,836,357	(26,586,278)	3,598,677
Enterprise Funds				
Water	61,072,128	(12,735,503)	(13,653,557)	34,683,068
Sewer	40,112,646	42,320	(16,187,379)	23,967,587
Golf	9,232,409	7,811	(261,000)	8,979,220
Internal Service Funds				
Fleet Management	4,689,967	25,845	—	4,715,812
Warehouse	355,042	193,208	—	548,250
Print Shop	1,121,245	7,302	—	1,128,547
Risk Management	5,371,965	—	—	5,371,965
Building Repair	2,586,000	—	(2,586,000)	—
TOTALS	\$ 375,609,579	\$ 5,824,297	\$ (65,353,393)	\$ 316,080,483

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

15. BUDGETS (Continued)

B. *Budget Reconciliations*

The following are reconciliations of the Combined Statement of Revenues, Expenditures and Changes in Fund Balances and the Combined Statement of Revenues, Expenditures and Changes in Funds Available - Budget (Non-GAAP Budgetary Basis) and Actual for the Combined Debt Service Funds and Combined Capital Projects Funds.

1) *Debt Service Funds*

This reconciliation reflects entity differences for the AURA and ACLC Debt Service Funds which are not required to adopt annual budgets. The reclasses column reflects the difference in treatment of certain revenue and expenditure items, including the current year fair value adjustment.

	Per Combined Revenue/ Expenditure Statement	Entity Difference AURA and ACLC	Reclasses	Per Combined Budget/ Actual Schedule
TOTAL REVENUES	\$ 4,239,276	\$ (1,978,306)	\$ 1,854,107	\$ 4,115,077
TOTAL EXPENDITURES	<u>(9,823,387)</u>	<u>6,121,454</u>	<u>—</u>	<u>(3,701,933)</u>
EXCESS OF REVENUES OVER EXPENDITURES	(5,584,111)	4,143,148	1,854,107	413,144
OTHER FINANCING SOURCES (USES)				
Proceeds of bonds	138,000	—	(138,000)	—
Proceeds of certificates of participation	9,153,342	(9,153,342)	—	—
Operating transfers in	5,873,605	(4,112,535)	(1,761,070)	—
Operating transfers out	<u>(1,600,000)</u>	<u>1,600,000</u>	<u>—</u>	<u>—</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	7,980,836	(7,522,729)	(44,963)	413,144
BALANCES - JANUARY 1	<u>8,087,326</u>	<u>(5,262,615)</u>	<u>33,419</u>	<u>2,858,130</u>
BALANCES - DECEMBER 31	<u>\$ 16,068,162</u>	<u>\$ (12,785,344)</u>	<u>\$ (11,544)</u>	<u>\$ 3,271,274</u>

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

15. BUDGETS (Continued)

B. *Budget Reconciliations* (Continued)

2) *Capital Projects Funds*

The following reconciliation represents an entity difference for the ACLC Capital Projects Fund which is not required to adopt an annual budget. The reclasses column reflects the difference in treatment of certain revenue and expenditure items, including the current year fair value adjustment and the current year capital projects carryforward.

	Per Combined Revenue/ Expenditure Statement	Entity Difference ACLC	Reclasses	Per Combined Budget/ Actual Schedule
TOTAL REVENUES	\$ 5,677,512	\$ (1,479,597)	\$ 84,548,665	\$ 88,746,580
TOTAL EXPENDITURES	<u>(32,903,921)</u>	<u>2,290,621</u>	<u>28,239,624</u>	<u>(2,373,676)</u>
EXCESS OF REVENUES OVER EXPENDITURES	(27,226,409)	811,024	112,788,289	86,372,904
OTHER FINANCING SOURCES (USES)				
Proceeds of bonds	49,962,000	—	(49,962,000)	—
Proceeds of certificates of participation	67,221,658	(67,221,658)	—	—
Operating transfers in	35,229,523	—	(35,229,523)	—
Operating transfers out	<u>(2,388,649)</u>	<u>—</u>	<u>2,388,649</u>	<u>—</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	122,798,123	(66,410,634)	29,985,415	86,372,904
Adjustment for overspent projects	—	—	(320,616)	(320,616)
Capital projects	—	—	(27,480,003)	(27,480,003)
BALANCES – JANUARY 1	<u>43,533,381</u>	<u>—</u>	<u>(42,431,998)</u>	<u>1,101,383</u>
BALANCES – DECEMBER 31	<u>\$166,331,504</u>	<u>\$ (66,410,634)</u>	<u>\$ (40,247,202)</u>	<u>\$ 59,673,668</u>

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

15. BUDGETS (Continued)

C. Appropriation Violations

The following capital project had expenditures and other financing uses in excess of revised appropriations, which may be a violation of the City's Charter. Appropriation amendments for these expenditures will be requested in the following year. Appropriation amendments are subject to City Council approval by ordinance.

<u>Capital Improvement Project</u>	<u>Appropriation</u>	<u>Appropriation Basis Expenditures</u>	<u>Variance</u>
Public Works Street Projects – City Capital Projects Fund Alameda/1-225 Interchange Bond	\$ 10,310,460	\$ 10,631,076	\$ (320,616)

16. RISK MANAGEMENT

The City is exposed to various risks and losses related to torts, theft, damage or destruction of assets, errors and omissions, natural disasters, property damage, worker's compensation, auto liability, and unemployment. Also, the City is party to various pending or threatened lawsuits, under which it may be required to pay certain amounts upon final disposition of these matters.

The City retains risk up to the levels where it has been determined that commercial insurance is more cost beneficial. These insurance companies guarantee payments of claims in excess of stated deductibles, with variable limits depending upon the specific line of coverage. The Colorado Governmental Immunity Act establishes limits for claims made against governmental entities. These limits are \$150,000 per injury up to a maximum of \$600,000 per occurrence. There were no significant reductions in insurance coverage from the prior year. There have been no claim settlements in excess of insurance coverage in the last three years.

Claims expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. Case reserves are amounts estimated to be paid on known cases. Case reserves are estimated by third party administrators and through in-house methods. Total self-insurance reserves are actuarially determined and include estimated costs for incurred but not reported claims (IBNR). The total liability has been recorded using the discounted method with an expected 4.5% interest return over the life of the liabilities.

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

16. RISK MANAGEMENT (Continued)

The City reports and covers all claim settlements and judgments out of its Risk Management Internal Service Fund. The following is a summary of the accrued claims liability:

<u>Self Insured Program</u>	<u>Case Reserves</u>	<u>IBNR</u>	<u>Total</u>	<u>Discounted</u>
Worker's compensation	\$ 2,854,336	\$ 3,871,892	\$ 6,726,228	\$ 5,743,069
Multi-line liability	1,313,309	1,200,943	2,514,252	2,276,537
Totals	<u>\$ 4,167,645</u>	<u>\$ 5,072,835</u>	<u>\$ 9,240,480</u>	<u>\$ 8,019,606</u>

Reconciliation of Claims Liability

	<u>Balance January 1</u>	<u>Current Year Accrued Claims</u>	<u>Claim Payments</u>	<u>Recoveries</u>	<u>Balance December 31</u>
1999	\$ 8,877,894	\$ 2,892,507	\$ (2,675,620)	\$ 178,971	\$ 9,273,752
2000	\$ 9,273,752	\$ 1,095,048	\$ (2,485,016)	\$ 135,822	\$ 8,019,606

17. CONTINGENT LIABILITIES

The City is a party to various lawsuits which may require expenditures of funds upon decision of the courts or in connection with out-of-court settlements. The City Attorney's Office reports several possible contingent liabilities based on damages alleged in various cases. However, it is the opinion of the City Attorney that the City's liability in these cases will be far less than the amounts demanded and/or will be covered by insurance. Accordingly, management of the City considers the amount of liabilities established in the Risk Management Fund to be sufficient to cover any liabilities which may result from the eventual outcome of these matters.

A. *Special Assessment Debt*

Special assessment bonds debt service is payable from the assessments levied against property owners. This debt is additionally secured by funds deposited in the Surplus and Deficiency Fund. If there is a deficiency for the payment of principal or interest on special assessment bonds, the deficiency is to be paid out of the Surplus and Deficiency Fund. In the event that a deficiency cannot be so paid, the City Council, in accordance with Section 11-24 of the Home Rule Charter, may levy annual taxes on all taxable property within the City. The tax assessed cannot exceed two mills in any one year. In lieu of such tax levies, the City Council may annually transfer other available monies of the City.

B. *Refunded Debt*

Proceeds were placed in irrevocable refunding escrow accounts. The funds deposited in these accounts are invested in U.S. Treasury obligations that, together with interest earned thereon, are expected to provide amounts sufficient to pay all principal and interest on the following bond issues as they become due. Should these funds be insufficient to pay the maturing bonds and interest, the City would be liable for the deficiency. The likelihood of the earnings and principal maturities of the U.S. Treasury obligations not being sufficient to pay the refunded bond issues is remote. Accordingly, the escrow accounts and the refunded bonds are not included in the City's balance sheet.

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

17. CONTINGENT LIABILITIES (Continued)

B. Refunded Debt (Continued)

The following are the defeased debt issues and the principal outstanding at December 31, 2000:

	<u>Date of Issue</u>	<u>Series</u>	<u>Balance December 31</u>
<i>Aurora Colorado Municipal Building Corporation (ACMBC)</i>			
Refunding revenue bonds	4/1/78	—	\$ 5,320,000
Total Aurora Colorado Municipal Building Corporation (ACMBC)			<u>\$ 5,320,000</u>
<i>Water</i>			
General obligation water bonds	7/1/63	1963	\$ 3,570,000
General obligation water bonds	11/1/64	1964	3,790,000
General obligation water bonds	9/1/65	1965	2,070,000
Total Water			<u>\$ 9,430,000</u>
<i>Sewer</i>			
Sewer revenue bonds	3/1/73	1973	\$ 630,000
Total Sewer			<u>\$ 630,000</u>

18. CONDUIT DEBT OBLIGATIONS

From time to time, the City has issued revenue bonds to provide financial assistance to private-sector and non-profit entities for the acquisition and construction of industrial, commercial and residential properties deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying funding source. The City is not obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of December 31, 2000, there were thirteen series of revenue bonds outstanding, which included one Educational Development Bond payable from lease payments, three Industrial Development Bonds payable from loan payments, six Multi-Family Mortgage Bonds, payable from rental and mortgage payments, and three Single Family Mortgage Bonds payable from mortgage payments. The total aggregate principal amount payable is \$57,744,163.

EXHIBIT VII
CITY OF AURORA, COLORADO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000

19. TAXPAYER BILL OF RIGHTS (TABOR)

In November 1992, Colorado voters approved a State constitutional amendment, TABOR, the general purpose of which is to restrain government growth (as measured by revenues and expenditures) without a vote of the local citizens. The key mechanisms for restraining growth without a vote are: 1) the prohibition of revenue and expenditure growth other than for inflation and a component for new construction growth, 2) the prohibition of new taxes or higher tax rates, 3) the prohibition of new debt, and 4) the refunding of any revenues collected in excess of the revenue limitations.

In 2000, property tax revenues (not general revenues) were collected in excess of the limits imposed under the TABOR Amendment by \$4.4 million. Taxpayers were given a "temporary tax credit" for these excess collections in the form of a reduction in the following year's tax levy, which reduced the amount they were required to pay. The amount collected in excess of the 2000 limit was recognized as deferred revenue in 2000 and will be recognized as revenue in 2001. Property tax collections received from the counties in 2001 are anticipated to be under the TABOR limit for that year by approximately \$3.9 million. The recognition of the deferred property tax overcollections from 2000 and prior years as revenue in 2001 will increase 2001 revenues to exceed the TABOR limit by approximately \$500,000. A "temporary tax credit" will be used to refund this amount to the taxpayers in the year 2002.

TABOR also requires emergency reserves of at least 3% of fiscal year spending (excluding bonded debt service). The amount recorded in the TABOR Reserve Fund, a Special Revenue fund created exclusively for this reserve, was \$5,393,012 as of December 31, 2000. Local governments are not allowed to use these emergency reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

The City's management believes it is in compliance with the provisions of TABOR.

* * * * *

EXHIBIT VIII

CITY OF AURORA, COLORADO

**REQUIRED SUPPLEMENTARY INFORMATION
DEFINED BENEFIT PENSION PLANS
SCHEDULE OF FUNDING PROGRESS
DECEMBER 31, 2000**

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL) Entry Age</u>	<u>Unfunded (Excess) AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Projected Covered Payroll</u>	<u>UAAL as a Percent of Covered Payroll</u>
<i>Old Hire - Fire Plan</i>						
01/01/96	\$ 70,622,377	\$ 69,857,791	\$ (764,586)	101.09%	\$ 4,208,091	(18.17)%
01/01/98	87,662,579	84,712,424	(2,950,155)	103.48%	2,319,010	(127.22)%
01/01/00	101,412,976	86,783,408	(14,629,568)	117.00%	1,749,537	(836.20)%
<i>Old Hire - Police Plan</i>						
01/01/96	\$ 70,238,757	\$ 88,043,978	\$ 17,805,221	79.78%	\$ 3,358,558	530.14%
01/01/98	90,238,856	100,953,672	10,714,816	89.39%	3,090,475	346.70%
01/01/00	109,237,539	107,064,518	(2,173,021)	102.00%	2,099,441	(103.50)%
<i>GERP</i>						
01/01/98	\$ 133,687,412	\$ 121,822,628	\$ (11,864,784)	109.74%	\$ 48,174,709	(24.63)%
01/01/99	147,257,777	128,684,022	(18,573,755)	114.43%	47,646,658	(38.98)%
01/01/00	185,264,480	155,169,044	(30,095,436)	119.00%	51,180,528	(58.80)%

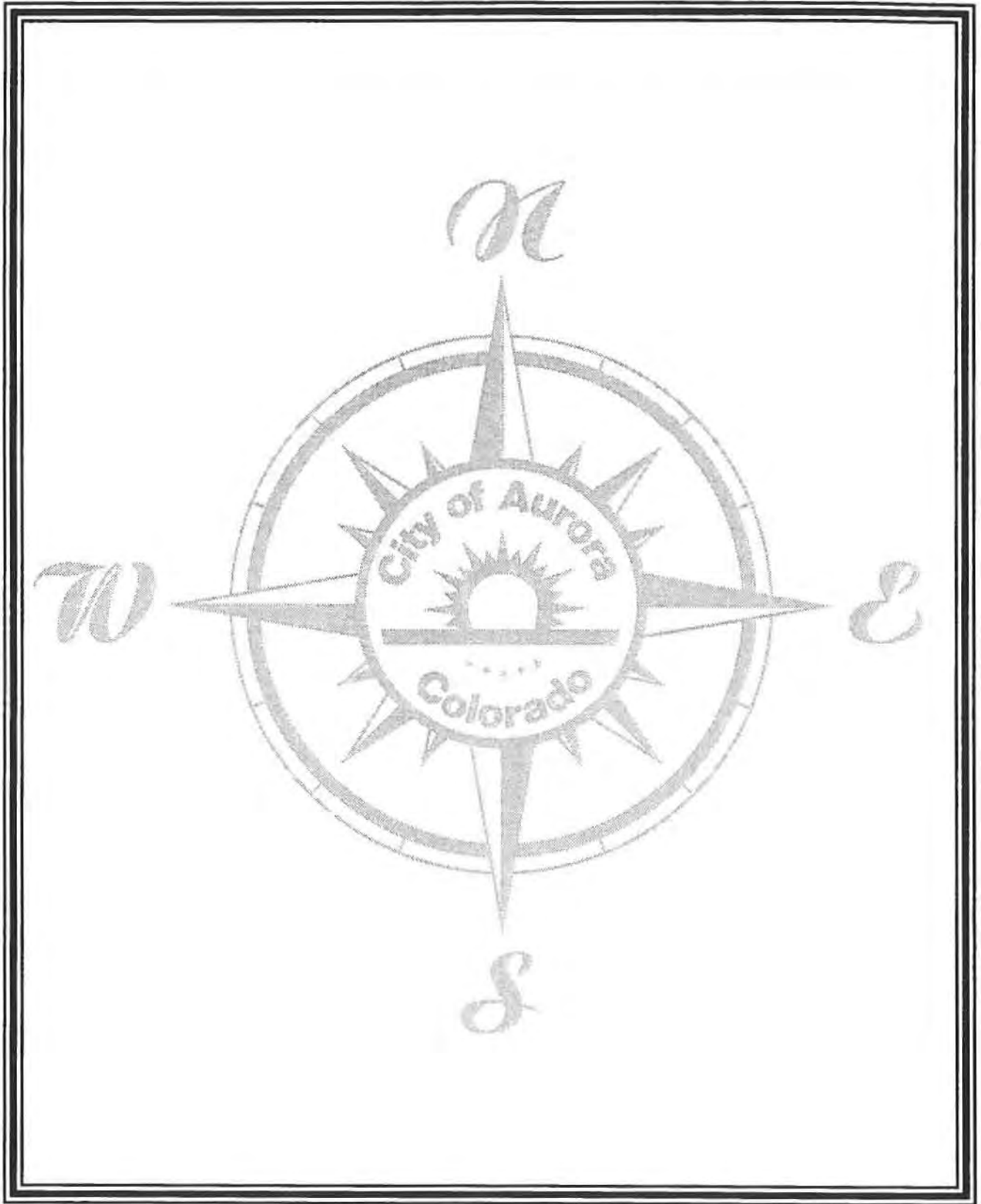


EXHIBIT A-1

CITY OF AURORA, COLORADO

GENERAL FUND

BALANCE SHEET

DECEMBER 31, 2000

ASSETS

Cash and cash equivalents	\$ 231,761
Equity in cash and cash equivalents	3,833,274
Equity in investments	25,759,582
Receivables	
Property taxes (net of allowance for uncollectibles)	14,519,072
Sales, use and lodgers taxes	14,748,915
Accounts	1,802,820
Accrued interest	378,848
Loans	777
Other	113,228
Due from other funds	606,945
Due from other governments	1,168,891

TOTAL ASSETS \$ 63,164,113

LIABILITIES AND FUND BALANCE

LIABILITIES

Accounts payable	\$ 4,289,588
Accrued liabilities	719,175
Funds held for others	723,710
Due to other funds	96,806
Due to other governments	150,727
Deferred revenues	19,168,975
Total liabilities	<u>25,148,981</u>

FUND BALANCE

Reserved	
Reserved for encumbrances - operating	2,955,812
Reserved for police	10,566,835
Unreserved	
Designated for long-term liabilities	14,748,915
Designated for capital projects transfer	3,711,000
Designated for one-time expenditures	1,685,000
Undesignated	4,347,570
Total fund balance	<u>38,015,132</u>

TOTAL LIABILITIES AND FUND BALANCE \$ 63,164,113

EXHIBIT A-2

CITY OF AURORA, COLORADO

GENERAL FUND

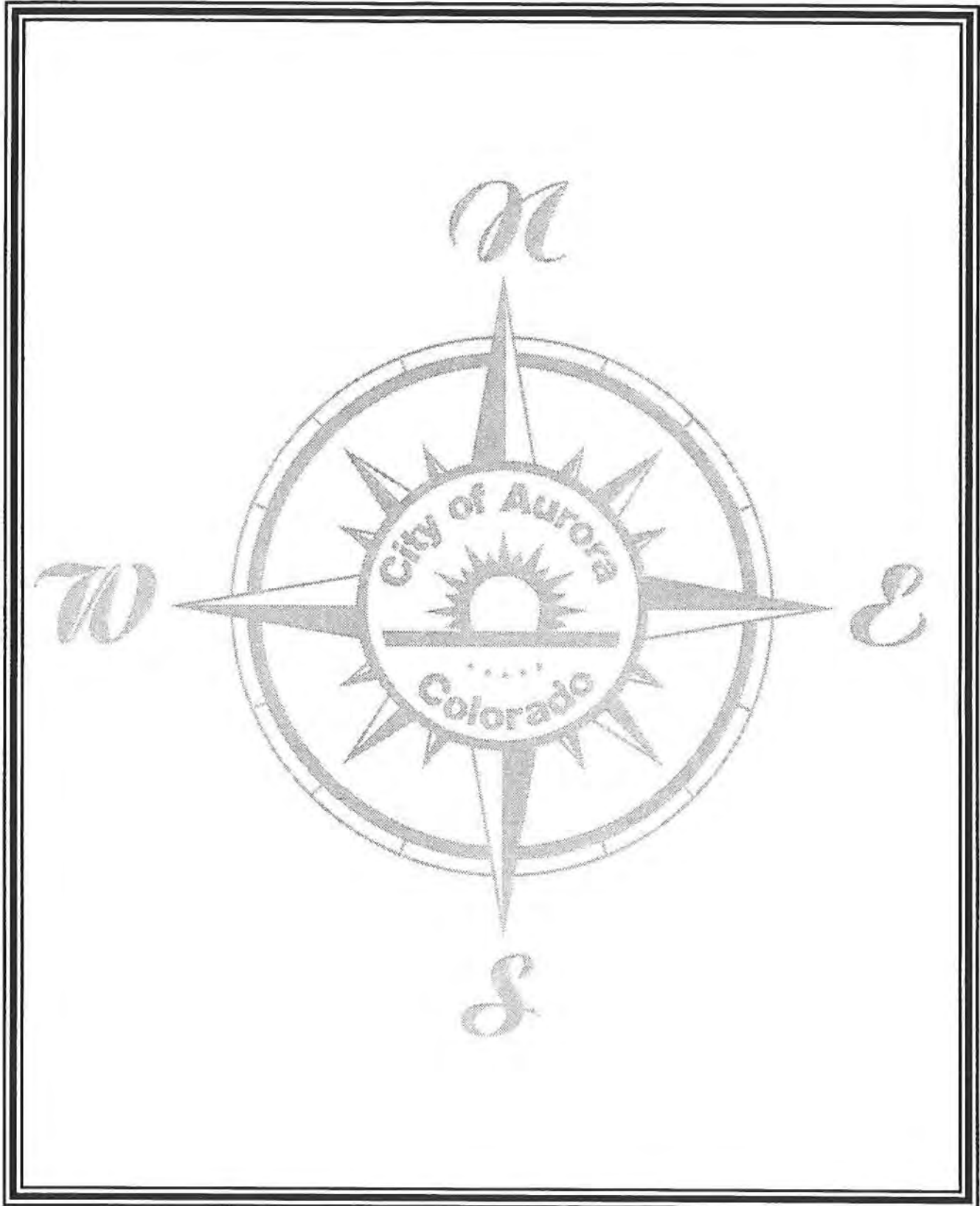
SCHEDULE OF REVENUES, EXPENDITURES AND

CHANGES IN FUNDS AVAILABLE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
FUNDS AVAILABLE - JANUARY 1	\$ 12,128,234	\$ 22,505,182	\$ 10,376,948
REVENUES			
Taxes			
Property	17,320,337	17,287,031	(33,306)
Sales	99,040,618	99,415,755	375,137
Use	24,928,318	23,513,806	(1,414,512)
Lodgers	3,738,000	3,774,098	36,098
Franchise	8,138,305	8,560,036	421,731
Other	7,110,745	7,484,089	373,344
Total taxes	<u>160,276,323</u>	<u>160,034,815</u>	<u>(241,508)</u>
Licenses and permits	5,765,159	6,005,710	240,551
Intergovernmental revenues	10,182,238	10,534,892	352,654
Charges for services	5,478,072	4,733,638	(744,434)
Fines and forfeitures	3,441,115	3,438,155	(2,960)
Investment income	1,837,169	2,497,849	660,680
Miscellaneous revenues	411,103	1,169,136	758,033
Proceeds from sale of assets	550,699	318,717	(231,982)
Operating transfers in	374,042	1,356,795	982,753
Residual equity transfer in	—	369,043	369,043
TOTAL REVENUES	<u>188,315,920</u>	<u>190,458,750</u>	<u>2,142,830</u>
EXPENDITURES			
Municipal Court			
Judicial	1,704,581	1,367,695	336,886
Court Administration	2,197,146	2,145,180	51,966
Public Defender	453,498	391,363	62,135
Total Municipal Court	<u>4,355,225</u>	<u>3,904,238</u>	<u>450,987</u>
City Attorney	<u>3,622,705</u>	<u>3,384,332</u>	<u>238,373</u>
General Management			
City Council	805,226	707,156	98,070
Boards and Commissions	628,084	563,424	64,660
General Management	3,368,493	3,240,787	127,706
Development Services	5,048,387	4,963,533	84,854
Total General Management	<u>9,850,190</u>	<u>9,474,900</u>	<u>375,290</u>
Administrative Services Group			
Finance	3,594,922	3,587,607	7,315
Finance operating transfers	81,915	81,915	—
Information Technology	4,884,461	4,874,151	10,310
Information Technology operating transfers	374,749	374,749	—
Internal Services	5,917,775	5,811,114	106,661
Total Administrative Services Group	<u>14,853,822</u>	<u>14,729,536</u>	<u>124,286</u>

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Operations Group			
Public Works	\$ 16,710,002	\$ 16,299,410	\$ 410,592
Parks and Open Space	14,000,261	13,999,606	655
Planning	3,238,440	2,771,925	466,515
Total Operations Group	<u>33,948,703</u>	<u>33,070,941</u>	<u>877,762</u>
Community Services Group			
Library and Recreation Services	5,659,828	5,659,818	10
Library and Recreation Services operating transfers	3,985,064	3,985,064	—
Police	51,706,426	51,649,997	56,429
Police operating transfers	70,000	70,000	—
Fire	24,831,395	24,831,394	1
Neighborhood Services	3,586,880	3,586,190	690
Total Community Services Group	<u>89,839,593</u>	<u>89,782,463</u>	<u>57,130</u>
Non-departmental			
Transfers and other payments	42,715,833	40,398,585	2,317,248
Prior year encumbrances - operating	(2,000,167)	(2,000,167)	—
Total non-departmental	<u>40,715,666</u>	<u>38,398,418</u>	<u>2,317,248</u>
TOTAL EXPENDITURES	<u>197,185,904</u>	<u>192,744,828</u>	<u>4,441,076</u>
Excess (deficiency) of revenues over (under) expenditures - budgetary basis	<u>(8,869,984)</u>	<u>(2,286,078)</u>	<u>6,583,906</u>
FUNDS AVAILABLE - DECEMBER 31	<u>\$ 3,258,250</u>	20,219,104	<u>\$ 16,960,854</u>
Less: Reservations		(10,566,835)	
Designations		<u>(5,396,000)</u>	
FUNDS AVAILABLE FOR APPROPRIATION AFTER RESERVATIONS AND COUNCIL DESIGNATIONS - DECEMBER 31		<u>\$ 4,256,269</u>	
RECONCILIATION TO GAAP FUND BALANCE			
FUNDS AVAILABLE - DECEMBER 31		\$ 20,219,104	
Add: Current year encumbrances		2,955,812	
Adjust investments to fair value		91,301	
Sales, use and lodgers tax accrual		<u>14,748,915</u>	
FUND BALANCE - DECEMBER 31		<u>\$ 38,015,132</u>	



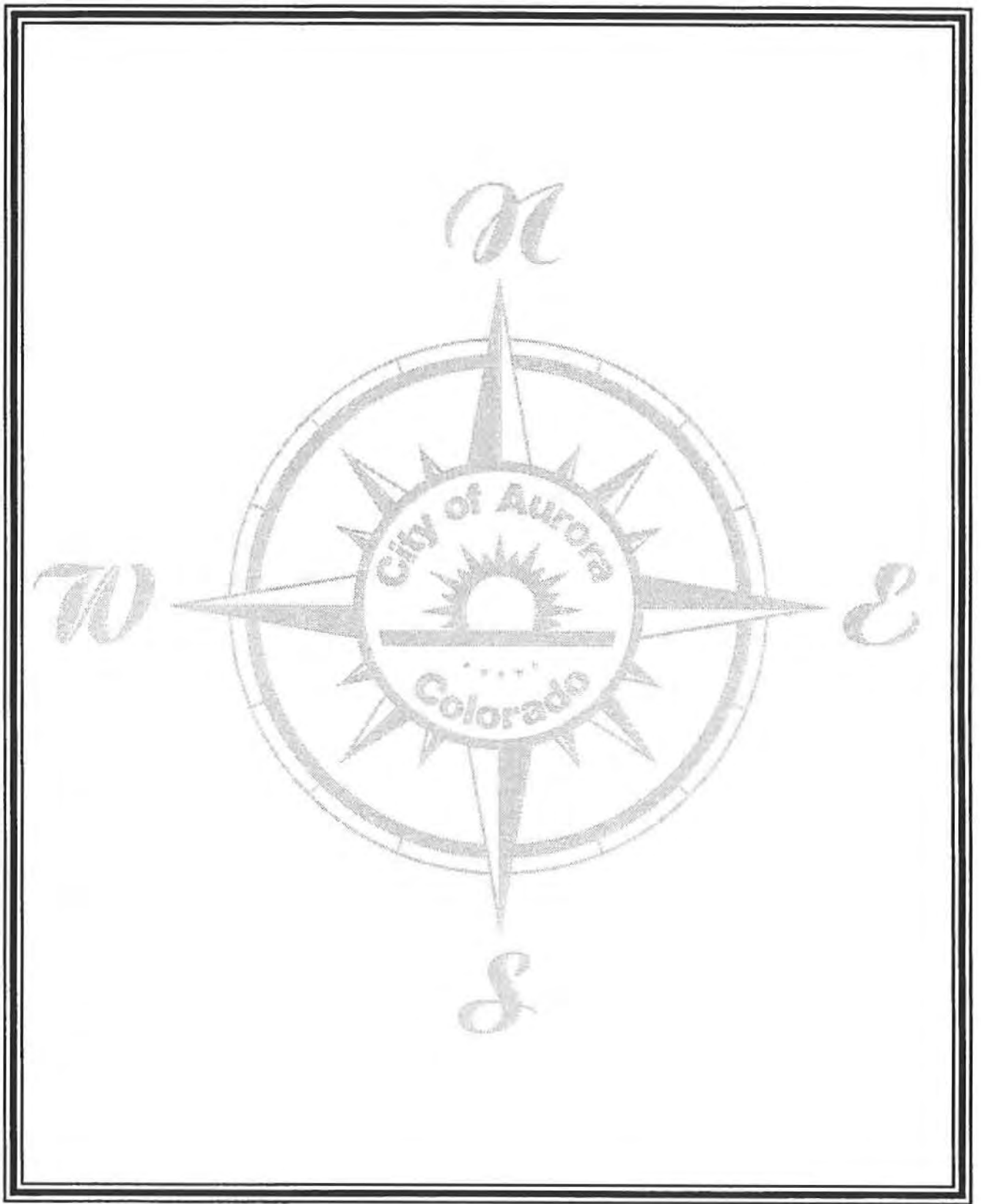


EXHIBIT B-1

CITY OF AURORA, COLORADO

**SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2000**

	<u>Gifts and Grants</u>	<u>Abatement</u>	<u>Community Maintenance</u>	<u>Community Development</u>	<u>Enhanced E-911</u>
ASSETS					
Cash and cash equivalents	\$ 500	\$ —	\$ —	\$ —	\$ —
Equity in cash and cash equivalents	548,122	150,335	247,005	—	140,064
Equity in investments	—	—	1,966,493	—	1,115,096
Designated equity in investments	—	—	—	—	—
Receivables					
Accounts	60,000	51,786	121,307	—	88,862
Accrued interest	—	—	35,817	—	10,890
Loans	257,953	—	2,899,436	7,685,151	—
Other	—	155,443	237,906	—	—
Due from other funds	—	—	—	—	—
Due from other governments	1,372,902	—	—	456,387	—
Restricted assets					
Equity in cash and cash equivalents	739,199	—	—	—	—
TOTAL ASSETS	<u>\$ 2,978,676</u>	<u>\$ 357,564</u>	<u>\$ 5,507,964</u>	<u>\$ 8,141,538</u>	<u>\$ 1,354,912</u>
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ 180,567	\$ 997	\$ —	\$ 96,845	\$ 449,740
Accrued liabilities	296	—	—	—	—
Funds held for others	201,916	—	—	7,277	—
Due to other funds	6,828	—	—	444,764	—
Due to private grantors	8,042	—	—	—	—
Deferred revenues	1,238,833	80,732	2,899,436	7,685,151	—
Total liabilities	<u>1,636,482</u>	<u>81,729</u>	<u>2,899,436</u>	<u>8,234,037</u>	<u>449,740</u>
FUND BALANCES					
Reserved					
Reserved for encumbrances					
Operating	402,500	2,242	7,102	—	497,407
Capital projects	141,240	—	—	122,666	—
Reserved for police	739,199	—	—	—	—
Reserved by agreements	—	—	—	—	—
Unreserved					
Designated for subsequent year expenditures					
Budget	—	81,587	569,382	—	—
Capital projects	59,255	—	—	—	—
Undesignated	—	192,006	2,032,044	(215,165)	407,765
Total fund balances	<u>1,342,194</u>	<u>275,835</u>	<u>2,608,528</u>	<u>(92,499)</u>	<u>905,172</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 2,978,676</u>	<u>\$ 357,564</u>	<u>\$ 5,507,964</u>	<u>\$ 8,141,538</u>	<u>\$ 1,354,912</u>

Conservation Trust	Emergency Contingency	Parks Development	Recreation Services	Designated Revenues	Policy Reserve	TABOR Reserve	Totals
\$ —	\$ —	\$ —	\$ 2,505	\$ 2,998	\$ —	\$ —	\$ 6,003
434,728	72,902	58,178	283,794	2,781,252	—	—	4,716,380
3,461,285	580,402	463,178	—	—	15,370,235	5,359,209	28,315,898
75,558	—	—	—	—	—	—	75,558
—	—	—	39,453	91,169	—	—	452,577
29,254	—	—	—	—	100,628	33,803	210,392
—	—	—	—	—	—	—	10,842,540
—	—	—	—	—	—	—	393,349
—	—	—	—	250,000	—	—	250,000
—	—	—	—	—	—	—	1,829,289
—	—	—	—	—	—	—	739,199
<u>\$ 4,000.825</u>	<u>\$ 653.304</u>	<u>\$ 521,356</u>	<u>\$ 325.752</u>	<u>\$ 3,125.419</u>	<u>\$ 15,470.863</u>	<u>\$ 5,393.012</u>	<u>\$ 47,831.185</u>
\$ 160,268	\$ —	\$ 2,100	\$ 92,470	\$ 130,466	\$ —	\$ —	\$ 1,113,453
—	—	—	11,531	1,893	—	—	13,720
—	—	—	40,230	—	—	—	249,423
—	—	—	—	—	—	—	451,592
—	—	—	—	—	—	—	8,042
—	—	—	—	—	—	—	11,904,152
<u>160,268</u>	<u>—</u>	<u>2,100</u>	<u>144,231</u>	<u>132,359</u>	<u>—</u>	<u>—</u>	<u>13,740,382</u>
2,649	—	—	55,121	10,281	—	—	977,302
752,263	—	100,000	—	—	—	—	1,116,169
—	—	—	—	—	—	—	739,199
—	—	—	—	476,369	—	—	476,369
—	—	—	—	—	—	—	650,969
3,085,645	—	79,814	—	—	—	—	3,224,714
—	653,304	339,442	126,400	2,506,410	15,470,863	5,393,012	26,906,081
<u>3,840,557</u>	<u>653,304</u>	<u>519,256</u>	<u>181,521</u>	<u>2,993,060</u>	<u>15,470,863</u>	<u>5,393,012</u>	<u>34,090,803</u>
<u>\$ 4,000.825</u>	<u>\$ 653.304</u>	<u>\$ 521,356</u>	<u>\$ 325.752</u>	<u>\$ 3,125.419</u>	<u>\$ 15,470.863</u>	<u>\$ 5,393.012</u>	<u>\$ 47,831.185</u>

EXHIBIT B-2

CITY OF AURORA, COLORADO

**SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2000**

	<u>Gifts and Grants</u>	<u>Abatement</u>	<u>Community Maintenance</u>	<u>Community Development</u>	<u>Enhanced E-911</u>	<u>Conservation Trust</u>
REVENUES						
Intergovernmental revenues	\$ 4,096,408	\$ —	\$ 460,156	\$ 3,041,812	\$ —	\$ 2,199,374
Charges for services	1,702	137,971	—	—	1,164,332	—
Fines and forfeitures	—	—	—	—	—	—
Investment income	113,993	16,148	356,410	—	133,600	315,177
Miscellaneous revenues	1,172,340	—	500,643	1,126,937	—	—
Total revenues	<u>5,384,443</u>	<u>154,119</u>	<u>1,317,209</u>	<u>4,168,749</u>	<u>1,297,932</u>	<u>2,514,551</u>
EXPENDITURES						
Current						
General government	511,987	138,429	352,135	3,737,827	—	—
Public safety	2,457,600	—	—	5,980	1,972,918	—
Culture and recreation	1,046,313	3,982	—	708,241	—	350,396
Capital outlay	1,019,500	—	—	—	108,383	1,797,529
Total expenditures	<u>5,035,400</u>	<u>142,411</u>	<u>352,135</u>	<u>4,452,048</u>	<u>2,081,301</u>	<u>2,147,925</u>
Excess (deficiency) of revenues over (under) expenditures	349,043	11,708	965,074	(283,299)	(783,369)	366,626
OTHER FINANCING SOURCES (USES)						
Proceeds from sale of assets	19,133	—	—	—	—	—
Operating transfers in	—	—	—	190,800	—	—
Operating transfers out	(6,795)	—	(5,000,000)	—	—	(460,000)
Total other financing sources (uses)	<u>12,338</u>	<u>—</u>	<u>(5,000,000)</u>	<u>190,800</u>	<u>—</u>	<u>(460,000)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	361,381	11,708	(4,034,926)	(92,499)	(783,369)	(93,374)
FUND BALANCES - JANUARY 1	<u>980,813</u>	<u>264,127</u>	<u>6,643,454</u>	<u>—</u>	<u>1,688,541</u>	<u>3,933,931</u>
FUND BALANCES - DECEMBER 31	<u>\$ 1,342,194</u>	<u>\$ 275,835</u>	<u>\$ 2,608,528</u>	<u>\$ (92,499)</u>	<u>\$ 905,172</u>	<u>\$ 3,840,557</u>

<u>Emergency Contingency</u>	<u>Parks Development</u>	<u>Recreation Services</u>	<u>Designated Revenues</u>	<u>Policy Reserve</u>	<u>TABOR Reserve</u>	<u>Totals</u>
\$ —	\$ 79,814	\$ —	\$ 39,319	\$ —	\$ —	\$ 9,916.883
—	—	3,814,554	810,373	—	—	5,928.932
—	—	894	660,805	—	—	661.699
41,264	24,535	—	92,528	793,071	283,596	2,170.322
—	151,200	40,012	191,798	—	—	3,182.930
<u>41,264</u>	<u>255,549</u>	<u>3,855,460</u>	<u>1,794,823</u>	<u>793,071</u>	<u>283,596</u>	<u>21,860,766</u>
—	—	—	1,302,367	—	—	6,042.745
—	—	—	558,820	—	—	4,995.318
—	—	7,651,642	666,134	—	—	10,426.708
—	—	18,202	49,417	—	—	2,993.031
—	—	<u>7,669,844</u>	<u>2,576,738</u>	—	—	<u>24,457,802</u>
41,264	255,549	(3,814,384)	(781,915)	793,071	283,596	(2,597,036)
—	—	—	—	—	—	19.133
—	—	3,989,788	2,037,780	543,570	51,553	6,813.491
—	—	—	—	—	—	(5,466.795)
—	—	<u>3,989,788</u>	<u>2,037,780</u>	<u>543,570</u>	<u>51,553</u>	<u>1,365,829</u>
41,264	255,549	175,404	1,255,865	1,336,641	335,149	(1,231,207)
<u>612,040</u>	<u>263,707</u>	<u>6,117</u>	<u>1,737,195</u>	<u>14,134,222</u>	<u>5,057,863</u>	<u>35,322,010</u>
<u>\$ 653,304</u>	<u>\$ 519,256</u>	<u>\$ 181,521</u>	<u>\$ 2,993,060</u>	<u>\$ 15,470,863</u>	<u>\$ 5,393,012</u>	<u>\$ 34,090,803</u>

EXHIBIT B-3

CITY OF AURORA, COLORADO

**SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN FUNDS AVAILABLE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2000**

	Gifts and Grants			Abatement		
	Budget	Actual	Variance	Budget	Actual	Variance
FUNDS AVAILABLE - JANUARY 1	\$ 2,294,507	\$ 1,085,914	\$ (1,208,593)	\$ 180,096	\$ 264,127	\$ 84,031
REVENUES						
Intergovernmental revenues	7,167,027	3,748,848	(3,418,179)	—	—	—
Charges for services	—	1,702	1,702	113,100	137,971	24,871
Fines and forfeitures	—	—	—	—	—	—
Investment income	45,799	83,573	37,774	5,951	16,148	10,197
Miscellaneous revenues	1,435,127	713,170	(721,957)	—	—	—
Loan principal repaid to City	—	—	—	—	—	—
Operating transfers in	—	—	—	—	—	—
Total revenues	8,647,953	4,547,293	(4,100,660)	119,051	154,119	35,068
EXPENDITURES						
Personal services	1,546,865	1,477,811	69,054	50,175	48,189	1,986
Supplies and other services and charges	5,668,962	2,481,357	3,187,605	139,667	96,464	43,203
Capital outlay	1,390,747	775,626	615,121	—	—	—
Operating transfers out	—	—	—	—	—	—
Prior year operating encumbrances	(10,000)	(10,000)	—	—	—	—
Total expenditures	8,596,574	4,724,794	3,871,780	189,842	144,653	45,189
Excess (deficiency) of revenues over (under) expenditures - budgetary basis	51,379	(177,501)	(228,880)	(70,791)	9,466	80,257
OTHER CHANGES TO FUNDS AVAILABLE						
Adjustment for overspent projects	(580,000)	(580,000)	—	—	—	—
Capital projects	(1,142,378)	(1,142,378)	—	—	—	—
Total other changes	(1,722,378)	(1,722,378)	—	—	—	—
FUNDS AVAILABLE - DECEMBER 31	\$ 623,508	(813,965)	\$ (1,437,473)	\$ 109,305	273,593	\$ 164,288
Less Reservations		—			—	
Designations		—			(81,587)	
FUNDS AVAILABLE FOR APPROPRIATION AFTER RESERVATIONS AND COUNCIL DESIGNATIONS - DECEMBER 31		\$ (813,965)			\$ 192,006	
RECONCILIATION TO GAAP FUND BALANCE						
FUNDS AVAILABLE - DECEMBER 31		\$ (813,965)			\$ 273,593	
Add Current year operating encumbrances		402,500			2,242	
Capital projects carryforward		1,573,481			—	
Seizure funds		739,199			—	
Adjust investments to fair value		—			—	
Less Deferred revenue - Federal grants		(559,021)			—	
FUND BALANCES - DECEMBER 31		\$ 1,342,194			\$ 275,835	

Community Maintenance			Community Development		
Budget	Actual	Variance	Budget	Actual	Variance
\$ 3,455,482	\$ 6,573,202	\$ 3,117,720	\$ 120,000	\$ 1,616,196	\$ 1,496,196
—	460,156	460,156	2,893,000	2,893,000	—
—	—	—	—	—	—
—	—	—	—	—	—
114,618	329,692	215,074	—	—	—
—	500,643	500,643	750,000	1,126,937	376,937
—	—	—	—	—	—
—	—	—	191,250	190,800	(450)
<u>114,618</u>	<u>1,290,491</u>	<u>1,175,873</u>	<u>3,834,250</u>	<u>4,210,737</u>	<u>376,487</u>
—	—	—	—	—	—
394,237	359,237	35,000	—	—	—
—	—	—	—	—	—
5,000,000	5,000,000	—	—	—	—
(90,000)	(90,000)	—	(3,299)	(3,299)	—
<u>5,304,237</u>	<u>5,269,237</u>	<u>35,000</u>	<u>(3,299)</u>	<u>(3,299)</u>	<u>—</u>
(5,189,619)	(3,978,746)	1,210,873	3,837,549	4,214,036	376,487
—	—	—	(32,609)	(32,609)	—
—	—	—	(5,536,087)	(5,536,087)	—
—	—	—	(5,568,696)	(5,568,696)	—
<u>\$ (1,734,137)</u>	<u>2,594,456</u>	<u>\$ 4,328,593</u>	<u>\$ (1,611,147)</u>	<u>261,536</u>	<u>\$ 1,872,683</u>
—	—	—	—	—	—
—	(569,382)	—	—	(75,000)	—
—	<u>\$ 2,025,074</u>	—	—	<u>\$ 186,536</u>	—
—	\$ 2,594,456	—	—	\$ 261,536	—
—	7,102	—	—	—	—
—	—	—	—	3,265,599	—
—	6,970	—	—	—	—
—	—	—	—	(3,619,634)	—
—	<u>\$ 2,608,528</u>	—	—	<u>\$ (92,499)</u>	—

(Continued)

EXHIBIT B-3

CITY OF AURORA, COLORADO

**SPECIAL REVENUE FUNDS
 COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES IN FUNDS AVAILABLE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2000**

	Enhanced E-911			Conservation Trust		
	Budget	Actual	Variance	Budget	Actual	Variance
FUNDS AVAILABLE - JANUARY 1	\$ 1,655,130	\$ 1,712,945	\$ 57,815	\$ 213,197	\$ 287,281	\$ 74,084
REVENUES						
Intergovernmental revenues	—	—	—	2,200,000	2,199,374	(626)
Charges for services	1,086,000	1,164,332	78,332	—	—	—
Fines and forfeitures	—	—	—	—	—	—
Investment income	43,440	105,244	61,804	200,000	245,241	45,241
Miscellaneous revenues	—	—	—	—	—	—
Loan principal repaid to City	—	—	—	—	—	—
Operating transfers in	—	—	—	—	—	—
Total revenues	<u>1,129,440</u>	<u>1,269,576</u>	<u>140,136</u>	<u>2,400,000</u>	<u>2,444,615</u>	<u>44,615</u>
EXPENDITURES						
Personal services	—	—	—	306,369	283,255	23,114
Supplies and other services and charges	3,190,050	2,470,325	719,725	63,625	43,687	19,938
Capital outlay	270,000	108,383	161,617	5,000	16,474	(11,474)
Operating transfers out	—	—	—	200,000	200,000	—
Prior year operating encumbrances	—	—	—	(2,649)	(2,649)	—
Total expenditures	<u>3,460,050</u>	<u>2,578,708</u>	<u>881,342</u>	<u>572,345</u>	<u>540,767</u>	<u>31,578</u>
Excess (deficiency) of revenues over (under) expenditures - budgetary basis	(2,330,610)	(1,309,132)	1,021,478	1,827,655	1,903,848	76,193
OTHER CHANGES TO FUNDS AVAILABLE						
Adjustment for overspent projects	—	—	—	—	—	—
Capital projects	—	—	—	(2,208,000)	(2,208,000)	—
Total other changes	—	—	—	<u>(2,208,000)</u>	<u>(2,208,000)</u>	—
FUNDS AVAILABLE - DECEMBER 31	<u>\$ (675,480)</u>	<u>403,813</u>	<u>\$ 1,079,293</u>	<u>\$ (167,148)</u>	<u>(16,871)</u>	<u>\$ 150,277</u>
Less: Reservations		—			—	
Designations		—			—	
FUNDS AVAILABLE FOR APPROPRIATION AFTER RESERVATIONS AND COUNCIL DESIGNATIONS - DECEMBER 31		<u>\$ 403,813</u>			<u>\$ (16,871)</u>	
RECONCILIATION TO GAAP FUND BALANCE						
FUNDS AVAILABLE - DECEMBER 31		\$ 403,813			\$ (16,871)	
Add: Current year operating encumbrances		497,407			2,649	
Capital projects carryforward		—			3,842,243	
Seizure funds		—			—	
Adjust investments to fair value		3,952			12,536	
Less: Deferred revenue - Federal grants		—			—	
FUND BALANCES - DECEMBER 31		<u>\$ 905,172</u>			<u>\$ 3,840,557</u>	

Emergency Contingency			Parks Development		
Budget	Actual	Variance	Budget	Actual	Variance
\$ 629.707	\$ 617.768	\$ (11,939)	\$ 156.559	\$ 156.368	\$ (191)
—	—	—	79.814	79.814	—
—	—	—	—	—	—
29.911	33.479	3.568	25.000	19.232	(5.768)
—	—	—	135.000	151.200	16.200
—	—	—	—	—	—
—	—	—	—	—	—
<u>29.911</u>	<u>33.479</u>	<u>3.568</u>	<u>239.814</u>	<u>250.246</u>	<u>10.432</u>
—	—	—	—	—	—
—	—	—	—	—	—
—	—	—	—	—	—
—	—	—	—	—	—
—	—	—	—	—	—
29.911	33.479	3.568	239.814	250.246	10.432
—	—	—	—	—	—
—	—	—	(68.814)	(68.814)	—
—	—	—	(68.814)	(68.814)	—
<u>\$ 659.618</u>	<u>651.247</u>	<u>\$ (8.371)</u>	<u>\$ 327.559</u>	<u>337.800</u>	<u>\$ 10.241</u>
	—			—	
	—			—	
	<u>\$ 651.247</u>			<u>\$ 337.800</u>	
	\$ 651.247			\$ 337.800	
	—			—	
	—			179.814	
	2.057			—	
	—			1.642	
	<u>\$ 653.304</u>			<u>\$ 519.256</u>	

(Continued)

EXHIBIT B-3

CITY OF AURORA, COLORADO

**SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN FUNDS AVAILABLE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2000**

	Recreation Services			Designated Revenues		
	Budget	Actual	Variance	Budget	Actual	Variance
FUNDS AVAILABLE - JANUARY 1	\$ 1,516	\$ 3,183	\$ 1,667	\$ 1,229,265	\$ 1,512,633	\$ 283,368
REVENUES						
Intergovernmental revenues	—	—	—	—	39,319	39,319
Charges for services	4,143,734	3,814,554	(329,180)	1,452,190	810,373	(641,817)
Fines and forfeitures	—	894	894	661,580	660,805	(775)
Investment income	—	—	—	7,700	92,528	84,828
Miscellaneous revenues	8,000	40,012	32,012	189,000	187,798	(1,202)
Loan principal repaid to City	—	—	—	—	4,000	4,000
Operating transfers in	3,989,788	3,989,788	—	1,399,450	2,037,780	638,330
Total revenues	8,141,522	7,845,248	(296,274)	3,709,920	3,832,603	122,683
EXPENDITURES						
Personal services	5,465,608	5,142,776	322,832	666,493	588,817	77,676
Supplies and other services and charges	2,553,190	2,537,216	15,974	2,171,750	1,948,785	222,965
Capital outlay	120,934	44,973	75,961	957,431	49,417	908,014
Operating transfers out	—	—	—	—	—	—
Prior year operating encumbrances	(2,934)	(2,934)	—	(224,562)	(224,562)	—
Total expenditures	8,136,798	7,722,031	414,767	3,571,112	2,362,457	1,208,655
Excess (deficiency) of revenues over (under) expenditures - budgetary basis	4,724	123,217	118,493	138,808	1,470,146	1,331,338
OTHER CHANGES TO FUNDS AVAILABLE						
Adjustment for overspent projects	—	—	—	—	—	—
Capital projects	—	—	—	—	—	—
Total other changes	—	—	—	—	—	—
FUNDS AVAILABLE - DECEMBER 31	\$ 6,240	126,400	\$ 120,160	\$ 1,368,073	2,982,779	\$ 1,614,706
Less Reservations					(476,369)	
Designations					—	
FUNDS AVAILABLE FOR APPROPRIATION AFTER RESERVATIONS AND COUNCIL DESIGNATIONS - DECEMBER 31		\$ 126,400			\$ 2,506,410	
RECONCILIATION TO GAAP FUND BALANCE						
FUNDS AVAILABLE - DECEMBER 31		\$ 126,400			\$ 2,982,779	
Add Current year operating encumbrances		55,121			10,281	
Capital projects carryforward		—			—	
Seizure funds		—			—	
Adjust investments to fair value		—			—	
Less Deferred revenue - Federal grants		—			—	
FUND BALANCES - DECEMBER 31		\$ 181,521			\$ 2,993,060	

Policy Reserve			TABOR Reserve		
Budget	Actual	Variance	Budget	Actual	Variance
\$ 14,166.685	\$ 14,134.222	\$ (32.463)	\$ 5,044.947	\$ 5,057.863	\$ 12.916
—	—	—	—	—	—
—	—	—	—	—	—
—	—	—	—	—	—
695.000	738.593	43.593	228.332	264.601	36.269
—	—	—	—	—	—
—	—	—	—	—	—
543.570	543.570	—	51.553	51.553	—
1,238.570	1,282.163	43.593	279.885	316.154	36.269
—	—	—	—	—	—
—	—	—	—	—	—
—	—	—	—	—	—
—	—	—	—	—	—
—	—	—	—	—	—
1,238.570	1,282.163	43.593	279.885	316.154	36.269
—	—	—	—	—	—
—	—	—	—	—	—
—	—	—	—	—	—
\$ 15,405.255	15,416.385	\$ 11.130	\$ 5,324.832	5,374.017	\$ 49.185
—	—	—	—	—	—
—	—	—	—	—	—
\$ 15,416.385			\$ 5,374.017		
\$ 15,416.385			\$ 5,374.017		
—	—	—	—	—	—
—	—	—	—	—	—
54.478			18.995		
—	—	—	—	—	—
\$ 15,470.863			\$ 5,393.012		

(Continued)

EXHIBIT B-3

CITY OF AURORA, COLORADO

**SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN FUNDS AVAILABLE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2000**

	<u>Totals</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
FUNDS AVAILABLE - JANUARY 1	\$ 29,147,091	\$ 33,021,702	\$ 3,874,611
REVENUES			
Intergovernmental revenues	12,339,841	9,420,511	(2,919,330)
Charges for services	6,795,024	5,928,932	(866,092)
Fines and forfeitures	661,580	661,699	119
Investment income	1,395,751	1,928,331	532,580
Miscellaneous revenues	2,517,127	2,719,760	202,633
Loan principal repaid to City	—	4,000	4,000
Operating transfers in	6,175,611	6,813,491	637,880
Total revenues	<u>29,884,934</u>	<u>27,476,724</u>	<u>(2,408,210)</u>
EXPENDITURES			
Personal services	8,035,510	7,540,848	494,662
Supplies and other services and charges	14,181,481	9,937,071	4,244,410
Capital outlay	2,744,112	994,873	1,749,239
Operating transfers out	5,200,000	5,200,000	—
Prior year operating encumbrances	(333,444)	(333,444)	—
Total expenditures	<u>29,827,659</u>	<u>23,339,348</u>	<u>6,488,311</u>
Excess (deficiency) of revenues over (under) expenditures - budgetary basis	57,275	4,137,376	4,080,101
OTHER CHANGES TO FUNDS AVAILABLE			
Adjustment for overspent projects	(612,609)	(612,609)	—
Capital projects	(8,955,279)	(8,955,279)	—
Total other charges	<u>(9,567,888)</u>	<u>(9,567,888)</u>	<u>—</u>
FUNDS AVAILABLE - DECEMBER 31	<u>\$ 19,636,478</u>	27,591,190	<u>\$ 7,954,712</u>
Less: Reservations		(476,369)	
Designations		<u>(725,969)</u>	
FUNDS AVAILABLE FOR APPROPRIATION AFTER RESERVATIONS AND COUNCIL DESIGNATIONS - DECEMBER 31		<u>\$ 26,388,852</u>	
RECONCILIATION TO GAAP FUND BALANCE			
FUNDS AVAILABLE - DECEMBER 31		\$ 27,591,190	
Add: Current year operating encumbrances		977,302	
Capital projects carryforward		8,861,137	
Seizure funds		739,199	
Adjust investments to fair value		100,630	
Less: Deferred revenue - Federal grants		<u>(4,178,655)</u>	
FUND BALANCES - DECEMBER 31		<u>\$ 34,090,803</u>	

(Concluded)

EXHIBIT B-4

CITY OF AURORA, COLORADO

SPECIAL REVENUE FUNDS
 SCHEDULE OF EXPENDITURES AND APPROPRIATIONS
 GIFTS AND GRANTS FUND CAPITAL PROJECTS
 FOR THE YEAR ENDED DECEMBER 31, 2000

Project Number	Year Project Started	Project Description	Appropriations					Expenditures			Carryforward 12/31/2000	Encumbered	Unencumbered
			Prior	Carryforward	2000	Transfers To (From) Project	Totals	Prior	2000	Totals			
61710	1994	Cherry Creek Bike Path	\$ —	\$ 105,000	\$ —	\$ —	\$ 105,000	\$ —	\$ —	\$ —	\$ 105,000	\$ —	\$ 105,000
61765	1996	CO Delaney St Historical Grant	17,919	22,081	—	—	40,000	17,919	16,840	34,759	5,241	—	5,241
61776	1997	Homestead City Improvements	4,032	5,968	827	—	10,827	4,032	6,795	10,827	—	—	—
61791	1998	Jewel Wetland (GOCO Grant)	—	50,000	60,000	(50,000)	60,000	—	54,962	54,962	5,038	5,038	—
61795	1998	Regional Trail Connection GO	—	100,000	100,000	(65,000)	135,000	—	—	—	135,000	—	135,000
61799	1998	State Trails Grant - Sand Creek	—	50,000	70,000	(20,000)	100,000	—	—	—	100,000	—	100,000
61807	1998	Sand Creek Legacy Grant	150,000	350,000	200,000	—	700,000	150,000	329,000	479,000	221,000	—	221,000
61819	1999	CO-Sand Creek Acquisition Grant	70,000	30,000	—	—	100,000	70,000	—	70,000	30,000	—	30,000
61820	1999	Sand Creek Corridor - Private	551	199,449	100,000	(69,449)	230,551	551	93,798	94,349	136,202	136,202	—
61824	1999	Fitzsimons HUD Grant Lighting	—	60,000	—	—	60,000	—	—	—	60,000	—	60,000
61829	2000	CentrePointe Park Private	—	—	25,000	—	25,000	—	25,000	25,000	—	—	—
61830	2000	Jewel Wetland-Private	—	—	85,000	(10,000)	75,000	—	15,000	15,000	60,000	—	60,000
61831	2000	SportsPark Donations	—	—	—	10,000	10,000	—	—	—	10,000	—	10,000
61832	2000	Sand Creek Park GOCO	—	—	150,000	(150,000)	—	—	—	—	—	—	—
61834	2000	GOCO Sports Park Construction	—	—	—	706,000	706,000	—	—	—	706,000	—	706,000
TOTAL GIFTS AND GRANTS FUND CAPITAL PROJECTS			\$ 242,502	\$ 972,498	\$ 790,827	\$ 351,551	\$ 2,357,378	\$ 242,502	\$ 541,395	\$ 783,897	\$ 1,573,481	\$ 141,240	1,432,241
Less: Unencumbered appropriations in excess of available unreserved fund balance on reimbursable grants.													(1,317,241)
Less: Unencumbered appropriations in excess of available unreserved fund balance.													(55,745)
Designated for subsequent year - capital projects													\$ 59,255

(Concluded)

EXHIBIT B-5

CITY OF AURORA, COLORADO

SPECIAL REVENUE FUNDS
 SCHEDULE OF EXPENDITURES AND APPROPRIATIONS
 COMMUNITY DEVELOPMENT FUND PROJECTS
 FOR THE YEAR ENDED DECEMBER 31, 2000

Project Number	Year Project Started	Project Description	Appropriations				Transfers To (From) Project	Expenditures			Carryforward 12/31/2000	Encumbered	Unencumbered
			Prior	Carryforward	2000	Totals		Prior	2000	Totals			
PUBLIC SERVICE PROGRAM													
64054	1995	Apt-Mgr Training Project	\$ 175,040	\$ —	\$ 20,750	\$ —	\$ 195,790	\$ 175,040	\$ 8,442	\$ 183,482	\$ 12,308	\$ 12,308	\$ —
64071	1995	Elderly Housing Choices Project	52,000	—	10,000	—	62,000	52,000	10,000	62,000	—	—	—
64177	1995	Bookstock (NW Library) Project	171,645	—	50,000	—	221,645	171,645	50,000	221,645	—	—	—
64220	1997	City Park/Fiet Plaza Park 97	78,251	105,639	—	—	183,890	78,251	6,315	84,566	99,324	—	99,324
64239	1997	Landscaping 97	1,500	13,500	—	—	15,000	1,500	1,500	3,000	12,000	—	12,000
64264	1999	OAR program Admin-CDBG	65,065	—	65,065	(26)	130,104	65,065	65,039	130,104	—	—	—
		Total Public Service Program	543,501	119,139	145,815	(26)	808,429	543,501	141,296	684,797	123,632	12,308	111,324
PUBLIC FACILITY PROGRAM													
64184	1995	Unprogrammed Funds	—	129,877	47,770	(54,848)	122,799	—	—	—	122,799	—	122,799
64207	1996	96 Mid-Block Lightings	782	—	—	327	1,109	782	—	782	327	—	327
64247	1998	Comitis - Fitzsimons Building	27,500	9,500	—	—	37,000	27,500	9,500	37,000	—	—	—
64249	1998	DAVA Building Rehab	9,550	5,450	—	—	15,000	9,550	2,825	12,375	2,625	—	2,625
64268	1999	NW Alley Paving	200,000	—	200,000	—	400,000	200,000	200,000	400,000	—	—	—
64272	1999	Bemis Hall Rehab	—	37,825	—	1,784	39,609	—	39,609	39,609	—	—	—
64273	1999	Shelter Improvement Project	98	13,502	—	—	13,600	98	13,502	13,600	—	—	—
64274	1999	Comitis Fitz Bldg 301 Elevator	1,078	118,922	—	(25)	119,975	1,078	118,897	119,975	—	—	—
64275	1999	AMHC Fitz Bldg 302 Elevator	1,080	118,920	—	2,500	122,500	1,080	130,649	131,729	(9,229)	7,642	(16,871)
64276	1999	Challenges, Choices, Images	835	43,990	—	(3,402)	41,423	835	40,588	41,423	—	—	—
64277	1999	Developmental Pathways Renovation	293	34,707	—	(4)	34,996	293	34,703	34,996	—	—	—
64279	1999	DAVA Building Renovation	1,170	8,580	—	—	9,750	1,170	7,400	8,570	1,180	—	1,180
64280	1999	Access Housing Moline Rehab	30,351	—	—	40	30,391	30,351	40	30,391	—	—	—
64284	2000	A Senior Center Renovation	—	—	47,500	—	47,500	—	3,750	3,750	43,750	3,900	39,850
64285	2000	Korean Senior Citizen Boston	—	—	47,000	(542)	46,458	—	46,458	46,458	—	—	—
64286	1999	Comitis Fitz Bldg 301 Renovation	—	—	100,000	2,500	102,500	—	93,484	93,484	9,016	7,842	1,174
64287	2000	Comitis Del Mar Bldg Renovation	—	—	10,300	—	10,300	—	10,300	10,300	—	—	—
64290	2000	Korean Senior Citizen Elmira	—	—	43,900	135	44,035	—	44,035	44,035	—	—	—
64291	2000	Moorhead Library/Computer Lab	—	—	20,000	(62)	19,938	—	19,938	19,938	—	—	—
64293	2000	Cerebral Palsy Building Improvement	—	—	27,600	10,920	38,520	—	38,520	38,520	—	—	—
64300	2000	AHA 6th and Petomac	—	—	—	350,000	350,000	—	—	—	350,000	—	350,000
		Total Public Facility Program	272,737	521,273	544,070	309,323	1,647,403	272,737	854,198	1,126,935	520,468	19,384	501,084
HOAP LOANS PROGRAM													
64132	Ongoing	HOAP Loans CDBG	608,919	34,108	—	—	643,027	608,919	—	608,919	34,108	—	34,108
		Total HOAP Loans Program	608,919	34,108	—	—	643,027	608,919	—	608,919	34,108	—	34,108
SINGLE FAMILY REHAB PROGRAM													
64090	Ongoing	SF Emergency Repairs	288,904	27,364	60,000	—	376,268	288,904	42,936	331,840	44,428	—	44,428
64130	1994	Single Family Tree Removal	153,752	4,253	30,000	—	188,005	153,752	16,582	170,334	17,671	—	17,671
64139	Ongoing	Single Fam Paint Up/Fix Up	91,651	43,349	10,000	—	145,000	91,651	13,788	105,439	39,561	—	39,561
		Total Single Family Rehab Program	534,307	74,966	100,000	—	709,273	534,307	73,306	607,613	101,660	—	101,660

Project Number	Year Started	Project Description	Appropriations				Expenditures			Carryforward 12/31/2000	Encumbered	Unencumbered	
			Prior	Carryforward	2000	Transfers To (From) Project	Totals	Prior	2000				Totals
MULTI-FAMILY REHAB PROGRAM													
64164	Ongoing	MF Rev Lns CDBG	\$ 641,080	\$ 637,075	\$ —	\$ (292,989)	\$ 985,166	\$ 641,080	\$ 67,833	\$ 708,913	\$ 276,253	\$ —	\$ 276,253
		Total Multi-Family Rehab Program	641,080	637,075	—	(292,989)	985,166	641,080	67,833	708,913	276,253	—	276,253
COMMERCIAL REHAB PROGRAM													
64232	1997	Gateway Shelter Impr Proj 97	26,266	3,074	—	—	29,340	26,266	3,074	29,340	—	—	—
64244	1998	DABA Security Lighting Program	17,606	12,394	25,000	—	55,000	17,606	5,980	23,586	31,414	9,890	21,524
64289	2000	DAVA Bldg Upgrade	—	—	11,730	—	11,730	—	6,948	6,948	4,782	4,782	—
64292	2000	Fletcher Plaza Cover	—	—	40,000	—	40,000	—	—	—	40,000	—	40,000
		Total Commercial Rehab Program	43,872	15,468	76,730	—	136,070	43,872	16,002	59,874	76,196	14,672	51,524
ARA PROGRAM													
64135	Ongoing	Storefront Renovation Loans	1,051,735	461,640	500,000	—	2,013,375	1,051,735	205,368	1,257,103	756,272	6,837	749,435
		Total ARA Program	1,051,735	461,640	500,000	—	2,013,375	1,051,735	205,368	1,257,103	756,272	6,837	749,435
HOME PROGRAM													
64295	1999	Tenant Based Rental Assiat	—	13,633	—	40,000	53,633	—	15,942	15,942	37,691	—	37,691
64296	2000	HOAP Loans - HOME CD	—	—	316,842	685,779	1,002,621	—	609,268	609,268	393,353	—	393,353
64297	1999	HOME Admin CD	—	26,006	5,326	206,852	238,184	—	141,568	141,568	96,616	—	96,616
64298	1999	AHC HOME Program CD	—	10	—	140,819	140,829	—	140,819	140,819	10	—	10
64299	1999	Single Family HOME CD	—	253,787	27,928	1,447,800	1,729,515	—	946,573	946,573	782,942	69,465	713,477
		Total HOME Program	—	293,436	350,096	2,521,250	3,164,782	—	1,854,170	1,854,170	1,310,612	69,465	1,241,147
OTHER													
64754	1999	Original Aurora Market	25,545	24,455	—	—	50,000	25,545	24,455	50,000	—	—	—
64261	1999	Small Business Recruitment	—	—	51,250	(320)	50,930	—	50,930	50,930	—	—	—
64263	2000	Asian Pacific A&E Design	—	—	20,000	(20,000)	—	—	—	—	—	—	—
64288	2000	2000 Multi Grants	—	—	15,000	(744)	14,256	—	14,256	14,256	—	—	—
		Total Other	25,545	24,455	86,250	(21,064)	115,186	25,545	89,641	115,186	—	—	—
ADMIN													
64006	1994	Neighborhood Support - COM	—	—	162,420	1,017	163,437	—	163,437	163,437	—	—	—
64011	Ongoing	CDBG Admin	—	3,299	367,969	(1,167)	370,101	—	356,154	356,154	13,947	—	13,947
64050	Ongoing	HOAP Admin	—	—	216,664	584	217,248	—	208,022	208,022	9,226	—	9,226
64059	Ongoing	Housing Rehab Admin	—	—	241,158	(9,417)	231,741	—	201,987	201,987	29,754	—	29,754
64175	1995	Budget Reserve	—	—	—	3,739	3,739	—	—	—	3,739	—	3,739
64251	1999	Original Aurora Renew Admin - CDB	—	—	111,926	10,000	121,926	—	121,190	121,190	736	—	736
64251	1997	Commercial Rehab Admin	—	—	108,440	—	108,440	—	99,444	99,444	8,996	—	8,996
		Total ADMIN	—	3,299	1,208,577	4,756	1,216,532	—	1,150,234	1,150,234	66,398	—	66,398
TOTAL COMMUNITY DEVELOPMENT FUND PROJECTS													
			\$ 3,721,696	\$ 2,184,859	\$ 3,011,538	\$ 2,521,250	\$ 11,439,343	\$ 3,721,696	\$ 4,452,048	\$ 8,173,744	\$ 3,265,599	\$ 122,666	\$ 3,142,933
Less: Unencumbered appropriation in excess of available unreserved fund balance on reimbursable grants													
Designated for subsequent year-projects													

net on 99 audit

EXHIBIT B-6

CITY OF AURORA, COLORADO

SPECIAL REVENUE FUNDS
 SCHEDULE OF EXPENDITURES AND APPROPRIATIONS
 CONSERVATION TRUST FUND CAPITAL PROJECTS
 FOR THE YEAR ENDED DECEMBER 31, 2000

Project Number	Year Project Started	Project Description	Appropriations				Transfers To (From) Project	Expenditures			Carryforward 12/31/2000	Encumbered	Unencumbered
			Prior	Carryforward	2000	Totals		Prior	2000	Totals			
61703	Ongoing	Park Infrastructure	\$ 2,075,681	\$ 175,242	\$ 375,000	\$ —	\$ 2,625,923	\$ 2,075,681	\$ 108,999	\$ 2,184,680	\$ 441,243	\$ 15,530	\$ 425,713
61709	1994	Cherry Creek Bike Path	90,529	94,000	—	—	184,529	90,529	18,870	109,399	75,130	—	75,130
61718	Ongoing	Aurora Reservoir Recreation Facility	1,261,218	567,057	410,000	—	2,238,275	1,261,218	906,429	2,167,647	70,628	53,729	16,899
61721	Ongoing	Park Enhancements	423,524	30,939	25,000	—	479,463	423,524	32,142	455,666	23,797	19,308	4,489
61726	Ongoing	Open Space Acquisitions	203,075	229,925	—	—	433,000	203,075	2,258	205,333	227,667	—	227,667
61727	Ongoing	Recreation Center Renovations	860,684	375,316	—	—	1,236,000	860,684	15,420	876,104	359,896	60,656	299,240
61732	Ongoing	Park Signage	112,779	62,221	50,000	—	225,000	112,779	506	113,285	111,715	111,472	243
61735	Ongoing	Delaney Farm Improvements	92,393	20,074	—	—	112,467	92,393	12,555	104,948	7,519	—	7,519
61751	1996	Lowry Center Improvements	489,502	5,697	—	—	495,199	489,502	4,458	493,960	1,239	—	1,239
61752	Ongoing	ADA Target Park Improvements	8,000	92,000	—	—	100,000	8,000	92,000	100,000	—	—	—
61753	Ongoing	Delaney Master Plan	34,021	98,512	—	—	132,533	34,021	34,547	68,568	63,965	—	63,965
61754	Ongoing	Security Lighting CTF	95,287	24,713	—	—	120,000	95,287	17,580	112,867	7,133	7,133	—
61755	1996	Quincy Reservoir Use/Management	16,215	8,785	—	—	25,000	16,215	5,817	22,032	2,968	—	2,968
61757	Ongoing	Pool Renovations General	1,209,706	44,294	—	—	1,254,000	1,209,706	—	1,209,706	44,294	—	44,294
61758	1996	Sand Creek Improvements/Path	31,928	274,230	—	—	306,158	31,928	29,575	61,503	244,655	79,065	165,590
61771	1997	Plains Conservation Acquisition	1,655,088	295,000	—	—	1,950,088	1,655,088	—	1,655,088	295,000	—	295,000
61773	1997	Sand Creek Park Improvement	92,180	820	—	—	93,000	92,180	—	92,180	820	—	820
61785	1998	Center Point Park	321,463	93,537	200,000	—	615,000	321,463	273,604	595,067	19,933	11,703	8,230
61787	1998	Environmental Day Camp	1,446	43,554	—	—	45,000	1,446	—	1,446	43,554	—	43,554
61788	1998	Expo Park Landscape/Drain Imp	12,409	2,591	575,000	—	590,000	12,409	67,256	79,665	510,335	345,213	165,122
61789	1998	In - Line Skate Plaza	13,412	936,588	—	—	950,000	13,412	92,723	106,135	843,865	11,214	832,651
61790	1999	Jewell Wetland	—	32,000	18,000	—	50,000	—	42,393	42,393	7,607	7,016	591
61794	Ongoing	Regional Trail Connections	176,275	131,515	330,000	—	637,790	176,275	26,233	202,508	435,282	30,224	405,058
61797	1998	Sport Field Assessment	2,209	37,791	(35,000)	—	5,000	2,209	2,168	4,377	623	—	623
61818	1999	Year One Project Support	—	25,000	—	—	25,000	—	21,625	21,625	3,375	—	3,375
61837	2000	Sports Park CTF Transfer to CPF	—	—	260,000	—	260,000	—	260,000	260,000	—	—	—
TOTAL CONSERVATION TRUST FUND CAPITAL PROJECTS			\$ 9,279,024	\$ 3,701,401	\$ 2,208,000	\$ —	\$ 15,188,425	\$ 9,279,024	\$ 2,067,158	\$ 11,346,182	\$ 3,842,243	\$ 752,263	3,089,980
Less: Unencumbered appropriation in excess of available unreserved fund balance												(4,335)	
Designated for subsequent year-capital projects												\$ 3,085,645	

(Concluded)

EXHIBIT B-7

CITY OF AURORA, COLORADO

SPECIAL REVENUE FUNDS
 SCHEDULE OF EXPENDITURES AND APPROPRIATIONS
 PARKS DEVELOPMENT FUND CAPITAL PROJECTS
 FOR THE YEAR ENDED DECEMBER 31, 2000

Project Number	Year Project Started	Project Description	Appropriations				Expenditures			Carryforward 12/31/2000	Encumbered	Unencumbered	
			Prior	Carryforward	2000	Transfers To (From) Project	Totals	Prior	2000				Totals
61760	1996	Cherry Creek Trail Park Develop	\$ —	\$ 61,000	\$ (61,000)	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
61821	1999	Expo Park Redev-Park Dev	50,000	50,000	50,000	—	150,000	50,000	—	50,000	100,000	100,000	—
61838	2000	Adams County Open Space	—	—	79,814	—	79,814	—	—	—	79,814	—	79,814
TOTAL PARKS DEVELOPMENT FUND CAPITAL PROJECTS			\$ 50,000	\$ 111,000	\$ 68,814	\$ —	\$ 229,814	\$ 50,000	\$ —	\$ 50,000	\$ 179,814	\$ 100,000	\$ 79,814

(Concluded)

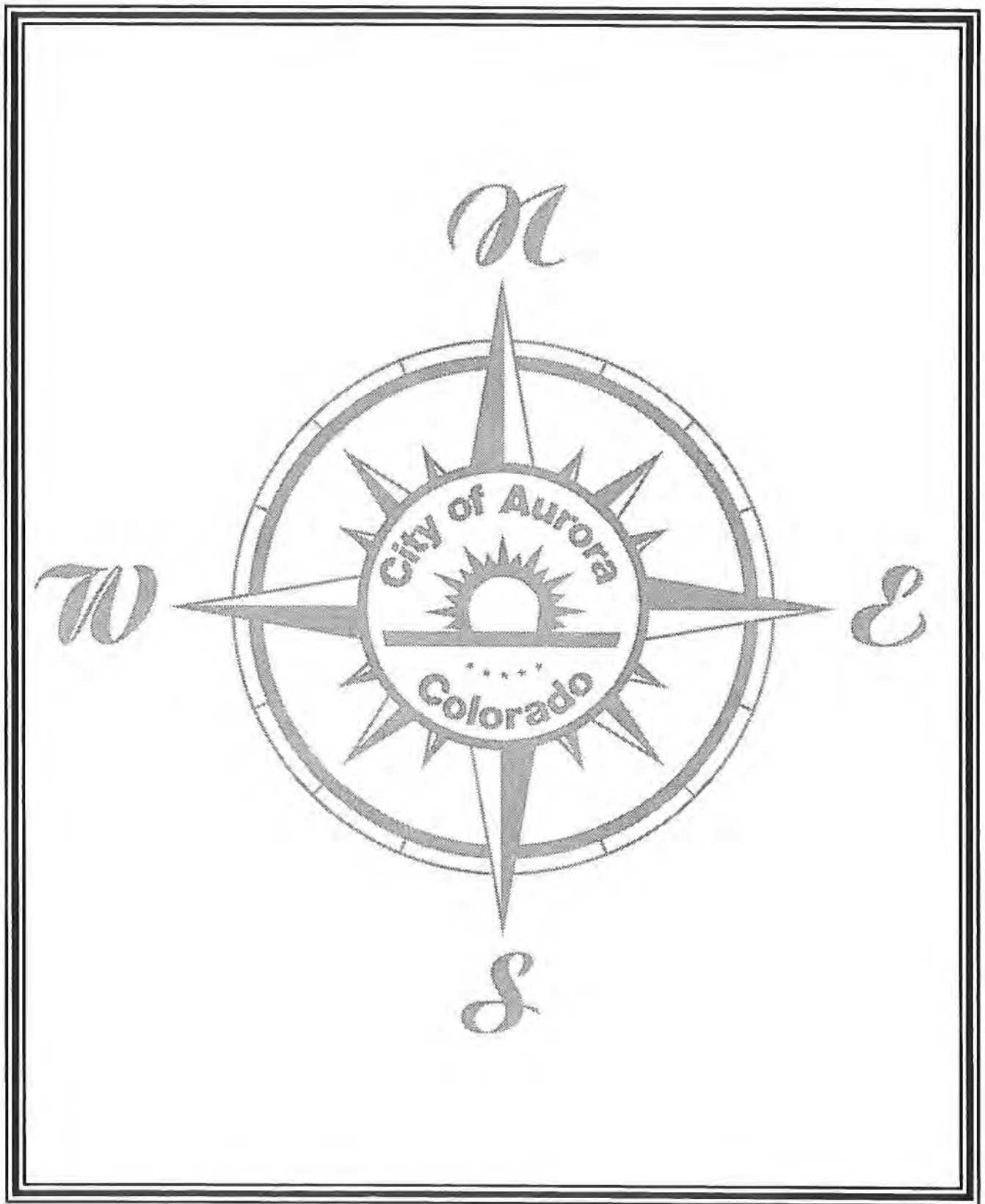


EXHIBIT C-1

CITY OF AURORA, COLORADO

**DEBT SERVICE FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2000**

	<u>Debt Service</u>	<u>Surplus and Deficiency</u>	<u>AURA</u>	<u>ACLC</u>	<u>Totals</u>
ASSETS					
Cash and cash equivalents	\$ —	\$ —	\$ 589,604	\$ —	\$ 589,604
Equity in cash and cash equivalents	106,860	302,218	—	—	409,078
Equity in investments	850,751	2,062,351	—	—	2,913,102
Receivables					
Property tax net of allowance	6,141,109	—	—	—	6,141,109
Sales tax	—	—	78,265	—	78,265
Special assessments	298,158	332,372	—	—	630,530
Accrued interest	—	17,217	6,975	—	24,192
Other	24,382	—	—	—	24,382
Due from other funds	—	—	361,806	—	361,806
Due from other governments	30,552	—	87	—	30,639
Restricted assets					
Cash and cash equivalents	—	—	358,000	68,687	426,687
Investments	—	—	—	11,610,552	11,610,552
Equity in investments	—	343,713	—	15,053	358,766
Accrued interest	—	—	—	47,035	47,035
TOTAL ASSETS	\$ 7,451,812	\$ 3,057,871	\$ 1,394,737	\$ 11,741,327	\$ 23,645,747
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ 67,300	\$ 230	\$ —	\$ —	\$ 67,530
Accrued liabilities	380,696	7,000	—	15,000	402,696
Due to other funds	—	—	335,720	—	335,720
Deferred revenues	6,439,267	332,372	—	—	6,771,639
Total liabilities	6,887,263	339,602	335,720	15,000	7,577,585
FUND BALANCES					
Reserved for debt service	564,549	343,713	358,000	11,726,327	12,992,589
Designated for subsequent year expenditures-budget	—	1,165,646	—	—	1,165,646
Unreserved, undesignated	—	1,208,910	701,017	—	1,909,927
Total fund balances	564,549	2,718,269	1,059,017	11,726,327	16,068,162
TOTAL LIABILITIES AND FUND BALANCES	\$ 7,451,812	\$ 3,057,871	\$ 1,394,737	\$ 11,741,327	\$ 23,645,747

EXHIBIT C-2

CITY OF AURORA, COLORADO

**DEBT SERVICE FUNDS
COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2000**

	<u>Debt Service</u>	<u>Surplus and Deficiency</u>	<u>AURA</u>	<u>ACLC</u>	<u>Totals</u>
REVENUES					
Taxes					
Property	\$ 1,511,499	\$ —	\$ 630,583	\$ —	\$ 2,142,082
Sales	—	—	642,217	—	642,217
Total taxes	<u>1,511,499</u>	<u>—</u>	<u>1,272,800</u>	<u>—</u>	<u>2,784,299</u>
Special assessments	267,049	166,186	—	—	433,235
Investment income	100,610	215,626	107,977	597,529	1,021,742
Total revenues	<u>1,879,158</u>	<u>381,812</u>	<u>1,380,777</u>	<u>597,529</u>	<u>4,239,276</u>
EXPENDITURES					
Current					
General government	97,649	41,256	1,250	—	140,155
Debt service					
Principal	1,912,723	—	250,000	2,925,000	5,087,723
Interest and fiscal charges	1,650,305	—	144,260	2,800,944	4,595,509
Total expenditures	<u>3,660,677</u>	<u>41,256</u>	<u>395,510</u>	<u>5,725,944</u>	<u>9,823,387</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,781,519)</u>	<u>340,556</u>	<u>985,267</u>	<u>(5,128,415)</u>	<u>(5,584,111)</u>
OTHER FINANCING SOURCES (USES)					
Proceeds of bonds	138,000	—	—	—	138,000
Proceeds of certificates of participation	—	—	—	9,153,342	9,153,342
Operating transfers in	1,761,070	—	—	4,112,535	5,873,605
Operating transfers out	—	—	(1,600,000)	—	(1,600,000)
Total other financing sources (uses)	<u>1,899,070</u>	<u>—</u>	<u>(1,600,000)</u>	<u>13,265,877</u>	<u>13,564,947</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	117,551	340,556	(614,733)	8,137,462	7,980,836
FUND BALANCES - JANUARY 1	<u>446,998</u>	<u>2,377,713</u>	<u>1,673,750</u>	<u>3,588,865</u>	<u>8,087,326</u>
FUND BALANCES - DECEMBER 31	<u>\$ 564,549</u>	<u>\$ 2,718,269</u>	<u>\$ 1,059,017</u>	<u>\$ 11,726,327</u>	<u>\$ 16,068,162</u>

EXHIBIT C-3

CITY OF AURORA, COLORADO

DEBT SERVICE FUNDS

COMBINING SCHEDULE OF REVENUES,

EXPENDITURES AND CHANGES IN FUNDS AVAILABLE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2000

	Debt Service			Surplus and Deficiency			Totals		
	Budget	Actual	Variance	Budget	Actual	Variance	Budget	Actual	Variance
FUNDS AVAILABLE - JANUARY 1	\$ 263,061	\$ 450,858	\$ 187,797	\$ 2,562,651	\$ 2,407,272	\$ (155,379)	\$ 2,825,712	\$ 2,858,130	\$ 32,418
REVENUES									
Property tax	1,501,825	1,511,499	9,674	—	—	—	1,501,825	1,511,499	9,674
Special assessments	325,559	267,049	(58,510)	218,792	166,186	(52,606)	544,351	433,235	(111,116)
Investment income	29,921	93,735	63,814	112,000	177,538	65,538	141,921	271,273	129,352
Loan principal repaid	—	—	—	265,000	—	(265,000)	265,000	—	(265,000)
Proceeds of bonds	—	138,000	138,000	—	—	—	—	138,000	138,000
Operating transfers in	1,761,070	1,761,070	—	—	—	—	1,761,070	1,761,070	—
Total revenues	3,618,375	3,771,353	152,978	595,792	343,724	(252,068)	4,214,167	4,115,077	(99,090)
EXPENDITURES									
Personal services	—	—	—	38,000	38,000	—	38,000	38,000	—
Supplies and other services and charges	16,999	18,169	(1,170)	3,500	3,256	244	20,499	21,425	(926)
Bond issue costs	79,480	79,480	—	—	—	—	79,480	79,480	—
Debt service	3,602,204	3,563,028	39,176	—	—	—	3,602,204	3,563,028	39,176
Total expenditures	3,698,683	3,660,677	38,006	41,500	41,256	244	3,740,183	3,701,933	38,250
Excess (deficiency) of revenues over (under) expenditures	(80,308)	110,676	190,984	554,292	302,468	(251,824)	473,984	413,144	(60,840)
FUNDS AVAILABLE - DECEMBER 31	\$ 182,753	\$ 561,534	\$ 378,781	\$ 3,116,943	\$ 2,709,740	\$ (407,203)	\$ 3,299,696	\$ 3,271,274	\$ (28,422)
Less: Reservations		(561,534)			(343,713)			(905,247)	
Designations		—			(1,165,646)			(1,165,646)	
FUNDS AVAILABLE FOR APPROPRIATION AFTER RESERVATIONS AND COUNCIL DESIGNATIONS - DECEMBER 31		\$ —			\$ 1,200,381			\$ 1,200,381	
RECONCILIATION TO GAAP FUND BALANCE									
FUNDS AVAILABLE - DECEMBER 31		\$ 561,534			\$ 2,709,740			\$ 3,271,274	
Adjust investments to fair value		3,015			8,529			11,544	
FUND BALANCES - DECEMBER 31		\$ 564,549			\$ 2,718,269			\$ 3,282,818	

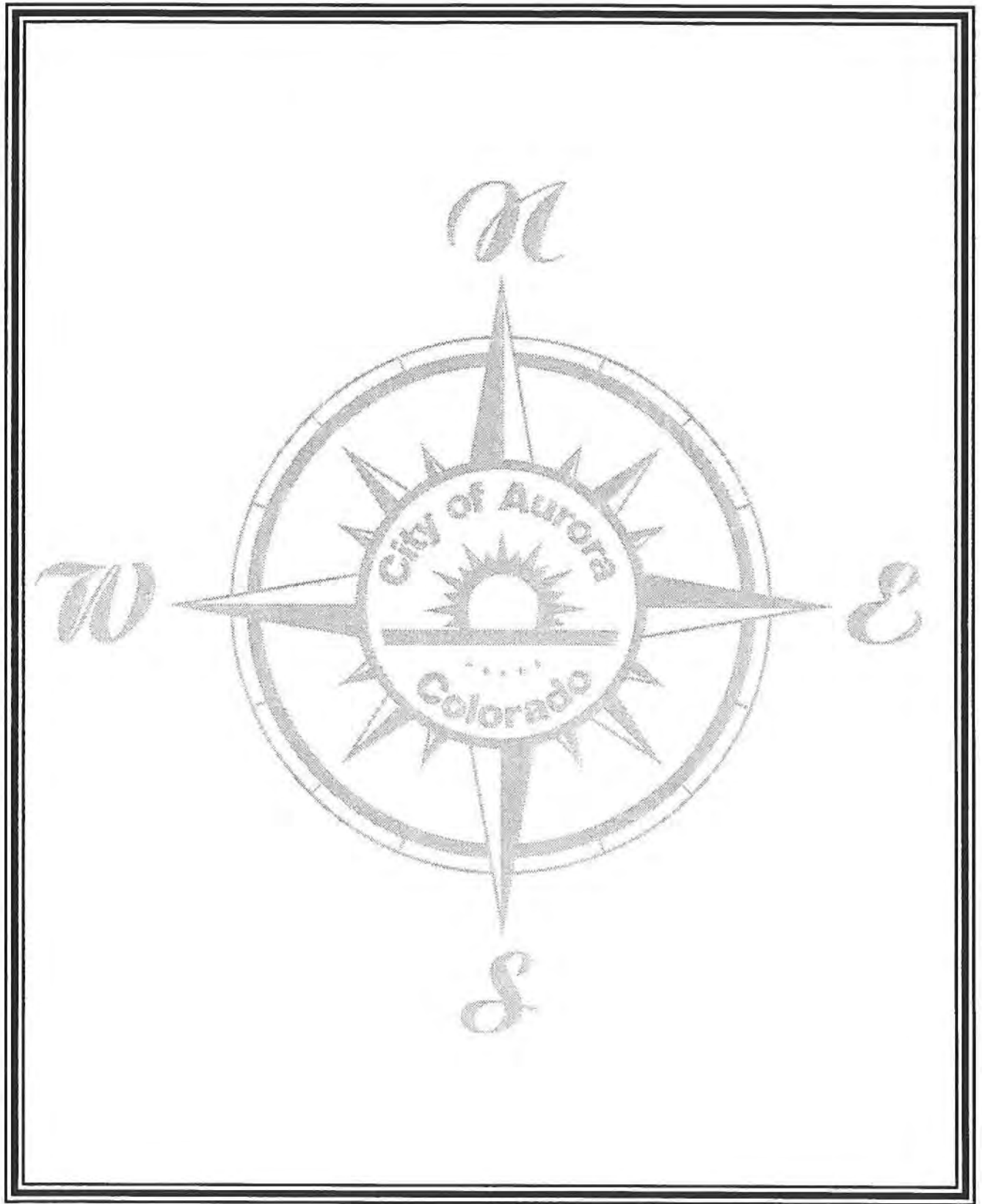


EXHIBIT D-1

CITY OF AURORA, COLORADO

CAPITAL PROJECTS FUNDS
 COMBINING BALANCE SHEET
 DECEMBER 31, 2000

	City Capital Projects	ACLC	Totals
ASSETS			
Equity in cash and cash equivalents	\$ 3,882,484	\$ —	\$ 3,882,484
Equity in investments	31,099,879	—	31,099,879
Receivables			
Accounts	56,196	—	56,196
Accrued interest	110,676	—	110,676
Loans	898,258	—	898,258
Due from other funds	44,600	—	44,600
Restricted assets			
Cash and cash equivalents	5,209,290	37,605	5,246,895
Investments	49,992,249	66,370,799	116,363,048
Equity in investments	13,129,258	—	13,129,258
Accrued interest	190,017	384,831	574,848
TOTAL ASSETS	\$ 104,612,907	\$ 66,793,235	\$ 171,406,142
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 3,528,779	\$ 1,368	\$ 3,530,147
Accrued liabilities	—	267,000	267,000
Due to other funds	265,000	114,233	379,233
Deferred revenues	898,258	—	898,258
Total liabilities	4,692,037	382,601	5,074,638
FUND BALANCES			
Reserved			
Reserved for encumbrances - capital projects	13,781,236	133,007	13,914,243
Reserved for construction	50,263,910	66,277,627	116,541,537
Unreserved			
Designated for subsequent year expenditures			
Capital projects	26,302,844	—	26,302,844
Undesignated	9,572,880	—	9,572,880
Total fund balances	99,920,870	66,410,634	166,331,504
TOTAL LIABILITIES AND FUND BALANCES	\$ 104,612,907	\$ 66,793,235	\$ 171,406,142

EXHIBIT D-2

CITY OF AURORA, COLORADO

**CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2000**

	City Capital Projects	ACLC	Totals
REVENUES			
Intergovernmental revenues	\$ 658,557	\$ —	\$ 658,557
Investment income	2,836,436	1,479,597	4,316,033
Miscellaneous revenues	702,922	—	702,922
Total revenues	<u>4,197,915</u>	<u>1,479,597</u>	<u>5,677,512</u>
EXPENDITURES			
Current			
General government	498,722	2,175,433	2,674,155
Public safety	506,120	—	506,120
Public works	22,470,402	—	22,470,402
Culture and recreation	2,145,755	—	2,145,755
Debt service			
Principal	7,277	—	7,277
Capital outlay	4,985,024	115,188	5,100,212
Total expenditures	<u>30,613,300</u>	<u>2,290,621</u>	<u>32,903,921</u>
Deficiency of revenues under expenditures	<u>(26,415,385)</u>	<u>(811,024)</u>	<u>(27,226,409)</u>
OTHER FINANCING SOURCES (USES)			
Proceeds of bonds	49,962,000	—	49,962,000
Proceeds of certificates of participation	—	67,221,658	67,221,658
Operating transfers in	35,229,523	—	35,229,523
Operating transfers out	(2,388,649)	—	(2,388,649)
Total of other financing sources (uses)	<u>82,802,874</u>	<u>67,221,658</u>	<u>150,024,532</u>
Excess of revenues and other financing sources over expenditures and other financing uses	56,387,489	66,410,634	122,798,123
FUND BALANCES - JANUARY 1	43,533,381	—	43,533,381
FUND BALANCES - DECEMBER 31	<u>\$ 99,920,870</u>	<u>\$ 66,410,634</u>	<u>\$ 166,331,504</u>

EXHIBIT D-3

CITY OF AURORA, COLORADO

**CITY CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN FUNDS AVAILABLE -
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2000**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
FUNDS AVAILABLE - JANUARY 1	\$ 302,684	\$ 1,101,383	\$ 798,699
REVENUES			
Intergovernmental revenues	828,000	658,557	(169,443)
Investment income	1,344,000	2,193,578	849,578
Other	100,000	702,922	602,922
Proceeds of bonds	65,000	49,962,000	49,897,000
Operating transfers in	35,229,523	35,229,523	—
Total revenues	<u>37,566,523</u>	<u>88,746,580</u>	<u>51,180,057</u>
EXPENDITURES			
Personal services	65,000	—	65,000
Supplies and other services and charges	1,170,790	565	1,170,225
Debt service	—	7,277	(7,277)
Operating transfers out	2,362,887	2,365,834	(2,947)
Total expenditures	<u>3,598,677</u>	<u>2,373,676</u>	<u>1,225,001</u>
Excess of revenues over expenditures budgetary basis	<u>33,967,846</u>	<u>86,372,904</u>	<u>52,405,058</u>
OTHER CHANGES TO FUNDS AVAILABLE			
Adjustment for overspent projects	—	(320,616)	(320,616)
Capital projects	(27,480,003)	(27,480,003)	—
FUNDS AVAILABLE - DECEMBER 31	<u>\$ 6,790,527</u>	59,673,668	<u>\$ 52,883,141</u>
Less: Reservations		<u>(50,257,552)</u>	
FUNDS AVAILABLE FOR APPROPRIATION AFTER RESERVATIONS - DECEMBER 31		<u>\$ 9,416,116</u>	
RECONCILIATION TO GAAP FUND BALANCE			
FUNDS AVAILABLE - DECEMBER 31		\$ 59,673,668	
Capital project carryforward		40,090,438	
Adjust investments to fair value		156,764	
FUND BALANCE - DECEMBER 31		<u>\$ 99,920,870</u>	

EXHIBIT D-4

CITY OF AURORA, COLORADO
CITY CAPITAL PROJECTS FUND
SCHEDULE OF EXPENDITURES AND APPROPRIATIONS
FOR THE YEAR ENDED DECEMBER 31, 2000

Project Number	Year Project Started	Project Description	Appropriations				Transfers To (From) Project	Expenditures				Carryforward 12/31/2000	Encumbered	Unencumbered	
			Prior	Carryforward	2000	Totals		Prior	2000	Totals	2000				
FINANCE															
34701	1997	Economic Development System	\$ 87,842	\$ 87,158	\$	\$	\$	\$ 87,842	\$	50	\$	\$ 87,158	\$	\$ 87,158	
34702	1996	T&L System Redesign	64,693		131,915			64,693	50			131,865		131,865	
		Total Finance	152,535	87,158	131,915			152,535	50			219,023		219,023	
INFORMATION TECHNOLOGY															
37705	1994	Financial Systems	3,872,242	799,937				3,872,242	92,181			707,756	144,108	503,648	
37707	1994	Strategic Information Systems	3,330,385	231,081	113,949			3,672,179	34,255			3,113,755	25,503	266,072	
37706	1994	Work Management Project	662,108					662,108	7,812						
37710	1995	PC Replacements	53,190					53,190	583,655						
37713	1998	Library System	1,095,925	114,075				1,210,000	56,298			57,777		57,777	
37714	1998	SIS - Networking		145,000	208,000			353,000	124,781			220,219	38,361	181,758	
37716	1999	Fire Records Management System	88,965	261,035				350,000	210,718			50,317	36,794	13,527	
37717	1999	Mobile Data Terminal		550,000	550,000			1,100,000				1,100,000		1,100,000	
37718	1999	Document Imaging		350,000				350,000				350,000		350,000	
37719	1999	Mobile Radio Replacement	62,859	12,141	50,000			125,000	49,312			12,829		12,829	
37720	1999	Geographic Info Systems - GIS	44,891	55,109				100,000	2,488			52,621	4,331	48,290	
37721	1999	Telephone Infrastructure Expansion	139,281	40,719	100,000			280,000	139,281			140,719	2,673	138,046	
37723	1998	Data Center Project	116,256	29,118				145,374	927			28,191		28,191	
37724	2000	800 Mhz Radio Expansion			150,000			150,000				150,000		150,000	
37725	2000	Enterprise Security			100,000			100,000				100,000		100,000	
37726	2000	Portable Radio Replacement			60,000			60,000				60		60	
37727	2000	E-Government			100,800			100,800				100,800		100,800	
37728	2000	Fire MDC			154,000			154,000				154,000		154,000	
		Total Information Technology	9,943,457	2,650,017	1,584,749			14,178,223	9,943,457	691,902		3,542,864	251,866	3,290,998	
INTERNAL SERVICES															
40703	1994	Replace Underground Tanks	1,384,497	25,976	(1)			1,410,472	1,384,497	25,975					
40706	1999	Compress Natural Gas Fuel Station	102,600	64,400				167,000	102,600	64,400					
		Total Internal Services	1,487,097	90,376	(1)			1,577,472	1,487,097	90,375					
LIBRARY PROJECTS															
43702	1997	Rec Registration Computer System	411,714	38,286				450,000	411,714	14,443		23,843		23,843	
		Total Library Projects	411,714	38,286				450,000	411,714	14,443		23,843		23,843	
PARKS AND OPEN SPACE PROJECTS															
61701	Ongoing	Median Development	6,028,000	598,320	750,000			7,414,099	6,028,000	878,648		507,943	111,926	396,017	
61702	1995	Airport Boulevards and Corridor Landscaping	692,464	510,422				1,202,886	692,464	212,834		298,293	1,207	297,086	
61738	1994	Park Security Lighting			20,000			20,000		844		19,156		19,156	
61750	1996	Public Building Landscaping	113,658	6,239				120,000	113,658	29,822		1,286		1,286	
61770	1997	Sand Creek Greenway - CPF	163,956	453,354	200,000			817,310	163,956	684,176		3,208		1,790	
61772	1997	Natural Open Space Acquisition	225,291	472,935	150,000			848,226	225,291	95,120		527,815		527,815	
61780	1998	Fitzsimons Park & Sport Facility	5,568	44,432				50,000	5,568	2,197		42,235		42,235	
61781	1998	Fitzsimons Pool Renovation	70,379	59,621	645,000			875,000	70,379	6,007		8,614		8,614	
61782	1998	Fletcher Plaza	192,742	1,164	20,000			203,906	192,742	80		24,084		24,084	
61784	1998	Storage Space	363,133	136,867				500,000	363,133	95,400		41,377	40,377	1,000	
61798	1998	Mission Viejo Trail Replacement	86	29,914	70,000			106,774	86	32,544		69,339		69,339	
61803	1998	Fitz EDA Project	73,474	1,076,526	300,000			1,150,000	73,474	793,923		282,603		282,603	
61810	1999	Esper Park Redevelopment	256,380					256,380	3,751			300,000		300,000	
61811	1999	Building Security/Surveillance		50,000				50,000		20,618		29,382		29,382	
61812	1999	3rd Floor Conf Rm Furn/Equipment	45,239	8,761	(190)			53,810	45,239	8,571				24,931	
61813	1999	Athletic Field Renovation	52,010	12,944	50,000			115,954	52,010	29,383		34,561	9,630	24,931	
61814	1999	City Park/Coffey Parking Lot	7,589	146,071				153,660	7,589	1,511		144,560		144,560	
61816	1999	Park Tree Planting Project	27,305	2,695				30,000	27,305	2,695					
61825	1999	Sports Park Construction	588,626	14,566,374	937,576			16,092,576	588,626	3,356,308		12,141,204		6,158	
61827	2000	Lewis Park						20,120				20,120		20,120	
61828	2000	Contemporary Park-CPF						114,248				114,248		114,248	
61836	2000	CPF Sports Park Construction			1,050,000			1,050,000				1,050,000	409,677	640,323	
		Total Parks and Open Space Projects	8,816,099	18,174,139	3,602,306			30,737,079	8,816,099	6,368,850		15,552,130	13,015,431	2,536,699	

(Continued)

Project Number	Year Project Started	Project Description	Appropriations					Expenditures			Carryforward 12/31/2000	Encumbered	Unencumbered
			Prior	Carryforward	2000	Transfers To (From) Project	Totals	Prior	2000	Totals			
PUBLIC WORKS - STREET PROJECTS													
49702	Ongoing	Misc. Street Improvements	\$ 2,965,103	\$ 338,620	\$ 350,000	\$ 272,684	\$ 3,926,407	\$ 2,965,103	\$ 890,286	\$ 3,855,389	\$ 71,018	\$ 53,221	\$ 17,797
49705	Ongoing	Sidewalk Improvement - City Share	1,238,579	196,554	250,000	—	1,675,133	1,228,579	311,371	1,539,950	135,183	129,866	5,317
49710	Ongoing	Traffic Signals	4,383,081	242,242	954,000	64,072	5,643,395	4,383,081	887,581	5,270,662	372,733	69,226	303,507
49712	Ongoing	Street Overlay Program	15,662,928	26,474	4,475,000	214,490	20,378,892	15,662,928	4,676,599	20,339,327	39,565	—	39,565
49713	Ongoing	Concrete Repair Program	9,877,761	87,706	2,160,000	141,245	12,266,712	9,877,761	2,254,874	12,132,635	134,077	9,686	124,391
49720	1995	11th Ave. Yosemite to Davton	262,565	9,435	—	(2,136)	269,664	262,565	7,099	269,664	—	—	—
49721	Ongoing	Street Reconstruction	2,955,083	19,829	1,205,000	—	4,179,912	2,955,083	1,204,995	4,160,078	19,834	—	19,834
49723	1994	Gateway Improvements	10,215,349	2,327,915	—	—	12,543,264	10,215,349	728,296	10,943,645	1,599,619	—	1,599,619
49729	1995	Alameda 1-225 Interchange - City	4,240,489	1,256,664	—	—	5,497,153	4,240,489	905,436	5,143,925	353,228	47,568	305,660
49730	1994	Highway 30 Recycling Center	166,411	9,589	—	—	176,000	166,411	3,186	169,597	6,403	—	6,403
49737	1996	International Center Street	99,136	2,900,864	—	—	3,000,000	99,136	78,141	177,277	2,822,723	23,270	2,799,453
49739	1996	Jewell Himalaya to Gun Club	1,319,473	1,008,527	—	(152,284)	2,175,716	1,319,473	30,583	1,350,056	825,660	—	825,660
49741	1996	Bus Stop Access/Appearance	11,600	21,400	—	(4,000)	34,600	13,600	21,000	34,600	—	—	—
49742	1996	Median Upgrades/Construction	577,744	96,091	—	—	673,835	577,744	—	577,744	96,091	—	96,091
49743	Ongoing	Tran Improvement Program Match	315,861	571,228	331,000	(302,575)	875,514	315,861	22,122	337,983	537,531	—	537,531
49745	1997	Ahiline: Jewell-Mississippi	20,724	276	—	—	21,000	20,724	—	20,724	276	—	276
49746	1997	Colfax: Chambers to Laredo	20,360	64,640	—	—	85,000	20,360	2,526	22,886	62,114	—	62,114
49748	1998	Illl071-225 Nonflond CDOT Escrow	—	—	646,000	(646,000)	—	—	—	—	—	—	—
49750	1998	Alameda 1-225 Interchange Bond	4,868,084	5,442,376	—	—	10,310,460	4,868,084	5,762,992	10,631,076	(320,616)	—	(320,616)
49752	1999	Major Intersection Traffic	30,443	19,557	600,000	—	650,000	30,443	425,472	156,115	493,885	69,170	424,715
49753	1999	Alley construction - NW Aurora	175,784	24,216	300,000	—	500,000	175,784	314,966	490,690	9,310	5,430	3,880
49754	1999	Traffic Calming	9,058	200,942	200,000	—	410,000	9,058	50,181	59,239	350,761	66,787	283,974
49759	1999	Alameda/1225 Nonflond CDOT Escrow	2,500	5,882,890	—	—	5,885,390	2,500	2,779,033	2,781,533	3,103,857	—	3,103,857
49760	1999	Jewell: Himalaya to Gun Club CDOT	1,887,127	307,873	—	152,284	2,347,284	1,887,127	460,157	2,347,284	—	—	—
49762	2000	Sand Creek Parkway	—	—	720,000	—	720,000	—	31,595	31,595	688,405	—	688,405
49765	1999	Eagle Monare Traffic Signal	—	408,000	—	—	408,000	—	302,622	302,622	105,378	4,535	100,843
49766	1999	Buckley/Hill Intersection	58,804	150,956	—	—	209,760	58,804	68,210	127,014	82,746	990	81,756
49767	1999	Systemwide Trail Improvement	5,902	215,859	—	—	221,761	5,902	96,341	102,243	119,518	—	119,518
49768	1999	Havana: Dartmouth to Yale	8,520	233,201	—	—	241,721	8,520	185,896	194,416	47,305	—	47,305
49769	1999	Miss @: Murphy Creek Bridge	99,646	139,764	—	—	239,410	99,646	100,661	200,307	39,103	—	39,103
49770	1999	Del Mar Cir E. to Del Mar Circle	—	91,250	78,000	220,000	389,250	—	15,719	15,719	373,531	—	373,531
49771	1999	Chambers @ Hill Turn Lanes	—	298,000	—	—	298,000	—	87,720	87,720	210,280	—	210,280
49774	2000	Arapahoe/Parker Intersection	—	—	400,000	—	400,000	—	322,050	322,050	77,950	—	77,950
49776	2000	Illl071-225 Interchange Improvement	—	—	—	948,575	948,575	—	258,625	258,625	689,950	—	689,950
49998	1999	Anticipated CPF Match Program	—	816,913	—	(220,000)	596,913	—	—	—	596,913	—	596,913
Total Public Works - Street Projects			61,470,115	23,369,851	12,669,000	689,755	98,198,721	61,470,115	22,984,275	84,454,390	13,744,331	479,749	13,264,582
POLICE DEPARTMENT PROJECTS													
55702	1996	Police Facility Master Plan	46,445	28,555	—	—	75,000	46,445	25,551	71,996	3,004	—	3,004
55704	1999	Police Firing Range Repair	—	250,000	—	—	250,000	—	246,657	246,657	3,343	1,320	2,023
55705	2000	Police Subs Remodel Bldg	—	—	3,500,000	—	3,500,000	—	99,228	99,228	3,400,772	27,678	3,373,094
55706	2000	New Range Bldg/Practice Area	—	—	70,000	—	70,000	—	—	—	70,000	—	70,000
Total Police Department Projects			46,445	278,555	3,570,000	—	3,895,000	46,445	371,436	417,881	3,477,119	28,998	3,448,121
FIRE DEPARTMENT PROJECTS													
58707	1997	Whelen Warning System	97,580	62,420	30,000	—	190,000	97,580	10,590	108,170	81,830	—	81,830
58711	1999	Fitzsimons Renovation	—	75,000	(75,000)	—	—	—	—	—	—	—	—
58712	1999	Rebuild Fire Station #7 Bond	—	28,557	—	—	28,557	—	28,557	28,557	—	—	—
58716	2000	Fire Lease Expense	—	—	75,000	—	75,000	—	67,795	67,795	7,205	5,192	2,013
Total Fire Department Projects			97,580	165,977	30,000	—	293,557	97,580	106,942	204,522	89,035	5,192	83,843

EXHIBIT D-4

CITY OF AURORA, COLORADO

CITY CAPITAL PROJECTS FUND
SCHEDULE OF EXPENDITURES AND APPROPRIATIONS
FOR THE YEAR ENDED DECEMBER 31, 2000

Project Number	Year Project Started	Project Description	Appropriations					Expenditures			Carryforward 12/31/2000	Encumbered	Unencumbered
			Prior	Carryforward	2000	Transfers To (From) Project	Totals	Prior	2000	Totals			
PLANNING													
67701	Ongoing	Landfill Assessment/Monitor	\$ 61,729	\$ 1,771	\$ (1,771)	\$ —	\$ 61,729	\$ 61,729	\$ —	\$ 61,729	\$ —	\$ —	\$ —
		Total Planning	61,729	1,771	(1,771)	—	61,729	61,729	—	61,729	—	—	—
DEVELOPMENT SERVICES													
71701	1996	Economic Development Infrastructure	87,100	162,900	3,000,000	—	3,250,000	87,100	—	87,100	3,162,900	—	3,162,900
71702	2000	Fitzsimons Redevelopment	—	—	2,000,000	—	2,000,000	—	—	—	2,000,000	—	2,000,000
		Total Development Services	87,100	162,900	5,000,000	—	5,250,000	87,100	—	87,100	5,162,900	—	5,162,900
TOTAL CITY CAPITAL PROJECTS FUND			\$ 82,573,871	\$ 45,019,030	\$ 26,586,278	\$ 834,210	\$ 155,013,389	\$ 82,573,871	\$ 30,628,273	\$ 113,202,144	41,811,245	\$ 13,781,236	28,030,009
Adjust carry forward for overspent project											320,616		
											\$ 42,131,861		
Total capital projects carry forward													
Reserved for encumbrances-capital projects			\$ 13,781,236										
Designated for subsequent year expenditures			26,302,844										
Reserved for construction			50,263,910										
Unappropriated bonds proceeds			(50,257,552)										
Carry forward per budget and actual schedule			40,090,438										
Unspent appropriation for reimbursable expenditures			2,035,898										
Encumbered appropriation for reimbursable expenditures			5,525										
TOTAL CAPITAL PROJECTS CARRYFORWARD			\$ 42,131,861										

Appropriated 99 revenue bond proceeds (6,358)
 Appropriated 98 GO bond proceeds 320,616
 Unspent appropriation for reimbursable expenditures (2,035,898)
 Encumbered appropriation for reimbursable expenditures (5,525)
 Designated for subsequent year - capital projects \$ 26,302,844

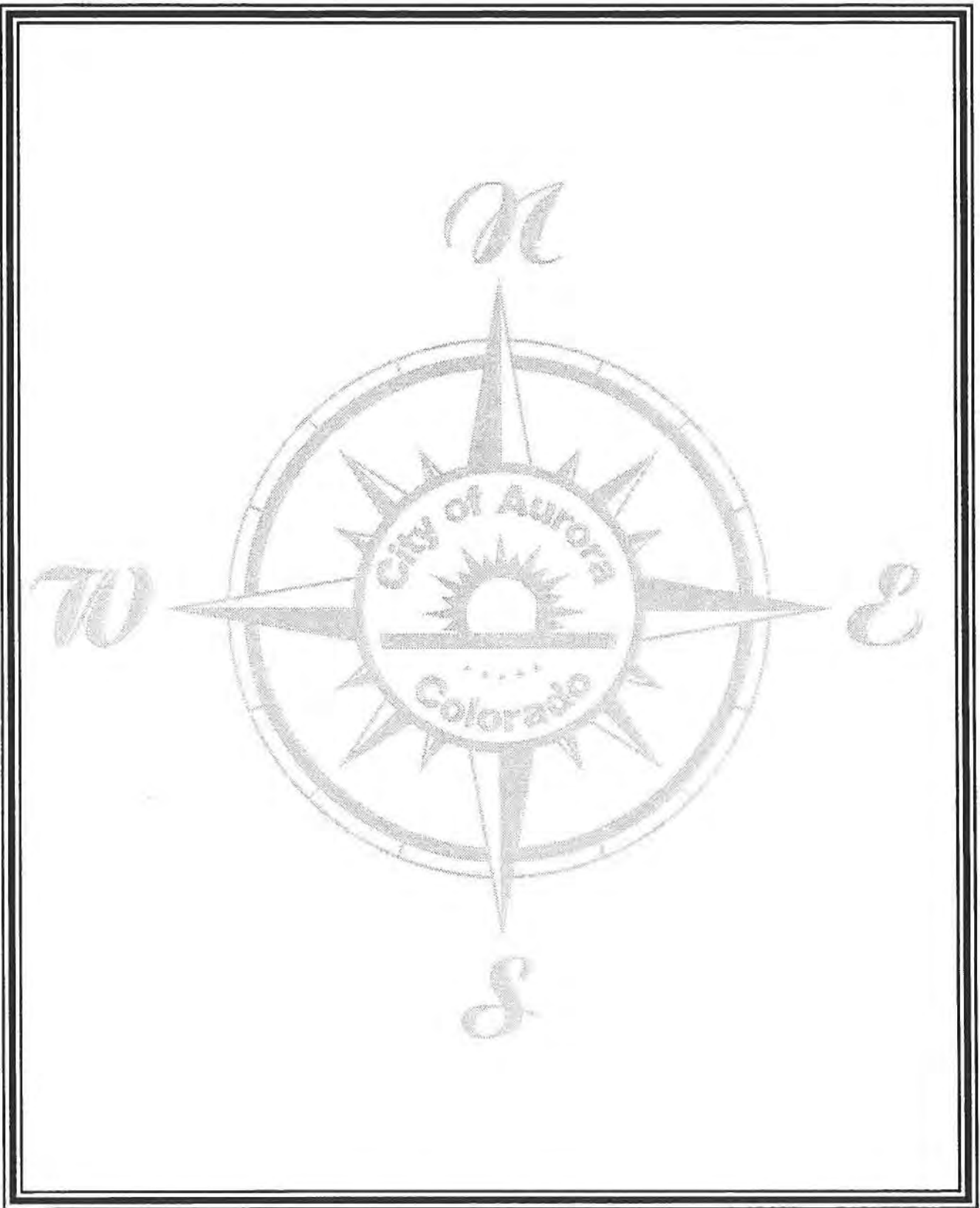


EXHIBIT E-1

CITY OF AURORA, COLORADO

ENTERPRISE FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2000

ASSETS	Water	Sewer	Golf	Totals
CURRENT ASSETS				
Cash and cash equivalents	\$ 1,400	\$ 50	\$ 12,600 ✓	\$ 14,050
Equity in cash and cash equivalents	1,300,621	—	146,400	1,447,021
Investments	—	—	80,490 ✓	80,490
Equity in investments	26,950,012	5,680,523	565,543	33,196,078
Designated equity in investments	9,510,785	19,793,787	—	29,304,572
Receivables				
Accounts (net of allowance for uncollectibles)	3,317,049	2,999,898	215 ✓	6,317,162
Accrued interest	279,213	105,523	15,825 ✓	400,561
Designated accrued interest	56,727	125,094	—	181,821
Loans	—	—	205,080 ✓	205,080
Other	857	—	—	857
Inventory	—	—	448,533 ✗	448,533
Total current assets	<u>41,416,664</u>	<u>28,704,875</u>	<u>1,474,686</u>	<u>71,596,225</u>
RESTRICTED ASSETS				
Cash and cash equivalents	—	1,374,646	—	1,374,646
Investments	6,478,119	18,882,619	664,673	26,025,411
Equity in investments	8,501,032	1,250,000	600,000	10,351,032
Total restricted assets	<u>14,979,151</u>	<u>21,507,265</u>	<u>1,264,673</u>	<u>37,751,089</u>
DEFERRED CHARGES	268,961	91,875	110,342	471,178
LONG-TERM INTERFUND RECEIVABLE	—	6,400,000	—	6,400,000
EQUITY IN JOINT VENTURE	2,094,366	—	—	2,094,366
PROPERTY AND EQUIPMENT				
Land and water rights	135,159,674	5,010,857	15,108,890	155,279,421
Buildings and improvements	20,701,377	6,816,390	3,939,485	31,457,252
Improvements other than buildings	287,942,965	159,600,922	16,451,986	463,995,873
Machinery and equipment	22,203,702	5,193,701	4,509,604	31,907,007
Accumulated depreciation	(74,208,778)	(37,555,064)	(5,344,144)	(117,107,986)
Construction in progress	27,465,088	21,666,163	—	49,131,251
Water rights in progress	7,468,193	—	—	7,468,193
Net property and equipment	<u>426,732,221</u>	<u>160,732,969</u>	<u>34,665,821</u>	<u>622,131,011</u>
TOTAL ASSETS	<u>\$ 485,491,363</u>	<u>\$ 217,436,984</u>	<u>\$ 37,515,522</u>	<u>\$ 740,443,869</u>

LIABILITIES AND FUND EQUITY	Water	Sewer	Golf	Totals
CURRENT LIABILITIES				
Accounts payable	\$ 3,814,157	\$ 2,707,684	\$ 36,270	\$ 6,558,111
Accrued liabilities	831,413	492,837	92,777	1,417,027
Accrued compensated absences	945,129	436,759	331,688	1,713,576
Funds held for others	114,750	—	—	114,750
Deferred revenues	—	—	82,186	82,186
Current portion - long-term debt				
General obligation bonds payable	10,135,000	—	—	10,135,000
Revenue bonds payable	837,204	2,766,772	280,000	3,883,976
Capitalized leases	—	—	213,389	213,389
Notes payable	50,312	—	—	50,312
Total current liabilities	<u>16,727,965</u>	<u>6,404,052</u>	<u>1,036,310</u>	<u>24,168,327</u>
LONG-TERM LIABILITIES				
General obligation bonds payable	85,615,000	—	—	85,615,000
Net unamortized bond discounts	(2,077,190)	(51,576)	(82,732)	(2,211,498)
Revenue bonds payable	13,341,591	22,848,143	6,120,000	42,309,734
Capitalized leases	—	—	461,047	461,047
Notes payable	402,489	—	—	402,489
Long-term interfund payable	—	—	6,400,000	6,400,000
Total long-term liabilities	<u>97,281,890</u>	<u>22,796,567</u>	<u>12,898,315</u>	<u>132,976,772</u>
Total liabilities	<u>114,009,855</u>	<u>29,200,619</u>	<u>13,934,625</u>	<u>157,145,099</u>
FUND EQUITY				
Contributed capital				
Developers	243,958,122	107,851,052	—	351,809,174
Municipality	7,171,846	2,640,168	2,638,629	12,450,643
Federal	121,018	798,737	—	919,755
State	172,396	50,482	—	222,878
Other	815,988	4,713,765	13,923,154	19,452,907
Total contributed capital	<u>252,239,370</u>	<u>116,054,204</u>	<u>16,561,783</u>	<u>384,855,357</u>
Retained earnings				
Reserved for debt service	—	3,725,885	664,673	4,390,558
Reserved for repair and replacement	—	—	600,000	600,000
Reserved for operations and maintenance	8,501,032	1,250,000	—	9,751,032
Unreserved	110,741,106	67,206,276	5,754,441	183,701,823
Total retained earnings	<u>119,242,138</u>	<u>72,182,161</u>	<u>7,019,114</u>	<u>198,443,413</u>
Total fund equity	<u>371,481,508</u>	<u>188,236,365</u>	<u>23,580,897</u>	<u>583,298,770</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 485,491,363</u>	<u>\$ 217,436,984</u>	<u>\$ 37,515,522</u>	<u>\$ 740,443,869</u>

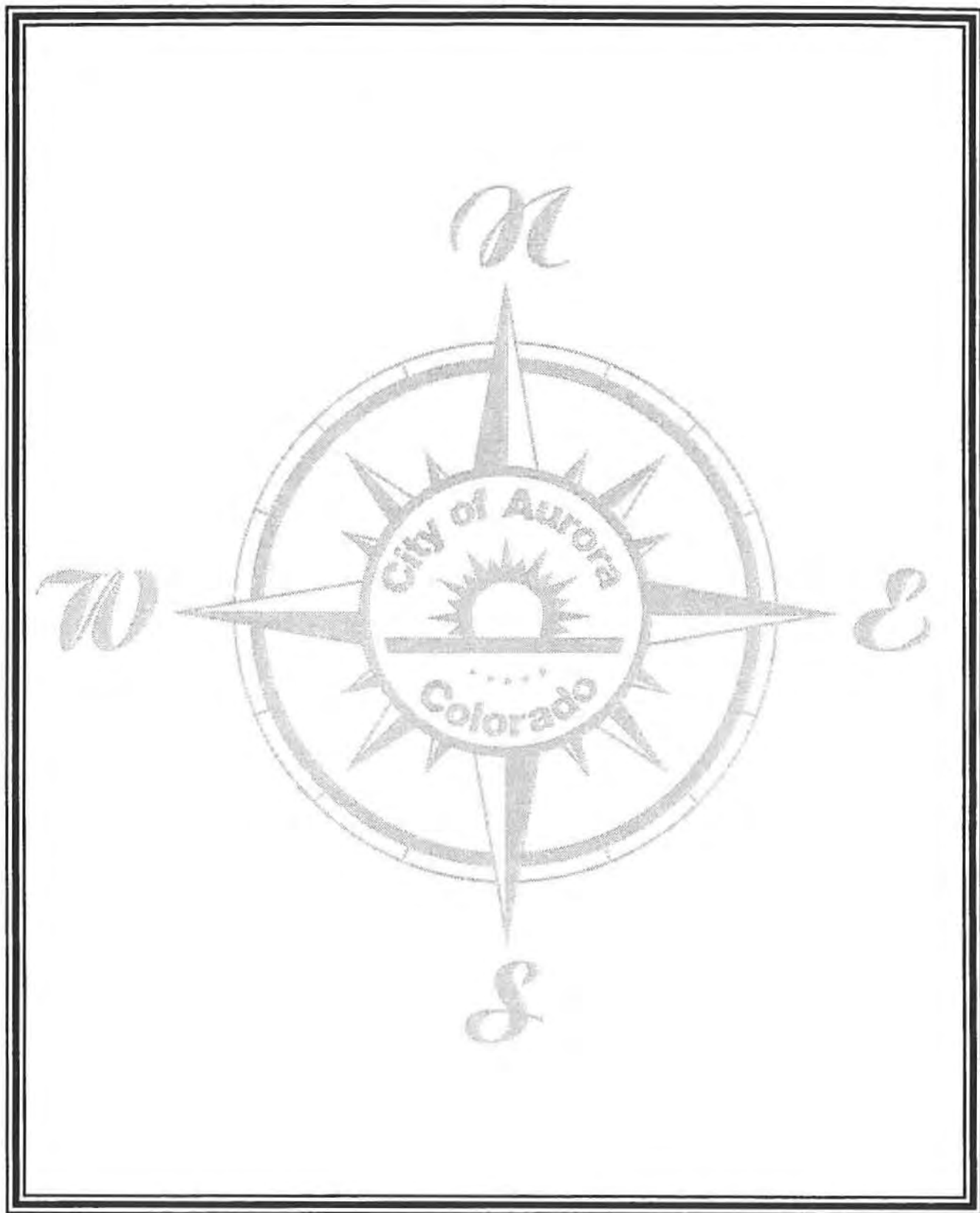


EXHIBIT E-2

CITY OF AURORA, COLORADO

ENTERPRISE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN RETAINED EARNINGS
 FOR THE YEAR ENDED DECEMBER 31, 2000

	<u>Water</u>	<u>Sewer</u>	<u>Golf</u>	<u>Totals</u>
OPERATING REVENUES				
Charges for services				
Customers	\$ 35,411,488	\$ 21,648,208	\$ 8,173,773	\$ 65,233,469
Fire protection	345,164	—	—	345,164
Total charges for services	<u>35,756,652</u>	<u>21,648,208</u>	<u>8,173,773</u>	<u>65,578,633</u>
Miscellaneous	12,922	—	—	12,922
Total operating revenues	<u>35,769,574</u>	<u>21,648,208</u>	<u>8,173,773</u>	<u>65,591,555</u>
OPERATING EXPENSES				
Personal services	7,666,488	4,440,975	3,657,538	15,765,001
Supplies	1,841,304	551,587	1,542,781	3,935,672
Other services and charges	7,100,428	11,993,595	2,145,067	21,239,090
Depreciation	4,926,964	2,925,103	1,014,581	8,866,648
Total operating expenses	<u>21,535,184</u>	<u>19,911,260</u>	<u>8,359,967</u>	<u>49,806,411</u>
Operating income (loss)	<u>14,234,390</u>	<u>1,736,948</u>	<u>(186,194)</u>	<u>15,785,144</u>
NONOPERATING REVENUES (EXPENSES)				
Investment income	3,254,077	2,902,336	248,319	6,404,732
Miscellaneous revenues	212,334	36,715	126,139	375,188
Interest expense	(4,057,213)	(485,309)	(715,930)	(5,258,452)
Gain (loss) on disposal of assets	35,800	(37,254)	—	(1,454)
Amortization expense	(867,668)	(92,205)	(12,943)	(972,816)
Loss on equity in joint venture	(82,606)	—	—	(82,606)
Net nonoperating revenues (expenses)	<u>(1,505,276)</u>	<u>2,324,283</u>	<u>(354,415)</u>	<u>464,592</u>
Income (loss) before operating transfers	<u>12,729,114</u>	<u>4,061,231</u>	<u>(540,609)</u>	<u>16,249,736</u>
Operating transfers out	—	—	(72,940)	(72,940)
NET INCOME (LOSS)	<u>12,729,114</u>	<u>4,061,231</u>	<u>(613,549)</u>	<u>16,176,796</u>
RETAINED EARNINGS - JANUARY 1	<u>106,513,024</u>	<u>68,120,930</u>	<u>7,632,663</u>	<u>182,266,617</u>
RETAINED EARNINGS - DECEMBER 31	<u>\$ 119,242,138</u>	<u>\$ 72,182,161</u>	<u>\$ 7,019,114</u>	<u>\$ 198,443,413</u>

EXHIBIT E-3

CITY OF AURORA, COLORADO

**ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2000**

	Water	Sewer	Golf	Totals
OPERATING ACTIVITIES				
Cash received from customers and others	\$ 37,971,336	\$ 23,592,849	\$ 8,250,505	\$ 69,814,690
Cash payments to employees	(7,633,215)	(4,407,952)	(3,613,660)	(15,654,827)
Cash payments to suppliers for goods and services	(8,395,506)	(12,503,108)	(4,274,678)	(25,173,292)
Net cash provided by operating activities	<u>21,942,615</u>	<u>6,681,789</u>	<u>362,167</u>	<u>28,986,571</u>
NONCAPITAL FINANCING ACTIVITIES:				
Miscellaneous nonoperating revenues	212,334	36,715	28,529	277,578
Operating transfers out	—	—	(72,940)	(72,940)
Net cash provided by (used in) noncapital financing activities	<u>212,334</u>	<u>36,715</u>	<u>(44,411)</u>	<u>204,638</u>
CAPITAL AND RELATED FINANCING ACTIVITIES:				
Construction and acquisition of capital assets	(26,464,940)	(14,828,223)	(1,770,413)	(43,063,576)
Proceeds from sale of capital assets	38,944	24,072	—	63,016
Cash received from capital contributions	13,761,220	3,213,907	97,610	17,072,737
Cash paid for bond principal	(10,681,104)	(4,044,451)	(265,000)	(14,990,555)
Cash paid for bond interest/agency fees	(4,472,173)	(694,482)	(391,774)	(5,558,429)
Cash paid for loan interest	—	—	(369,546)	(369,546)
Payments to joint venture	(339,600)	—	—	(339,600)
Cash paid for note payable principal	(50,311)	—	—	(50,311)
Cash paid for note payable interest	(25,156)	—	—	(25,156)
Cash paid for capitalized lease principal	—	—	(155,806)	(155,806)
Cash paid for capitalized lease interest	—	—	(32,252)	(32,252)
Net cash used in capital and related financing activities	<u>(28,233,120)</u>	<u>(16,329,177)</u>	<u>(2,887,181)</u>	<u>(47,449,478)</u>
INVESTING ACTIVITIES				
Increase in investments	—	—	(80,490)	(80,490)
Increase in equity in pool investments	(482,049)	(2,366,102)	—	(2,848,151)
Decrease in equity in pool investments	—	—	2,334,925	2,334,925
Decrease in restricted cash	—	353,396	—	353,396
Decrease in restricted investments	8,799,376	10,422,097	47,338	19,268,811
Increase in equity in restricted investments	(8,501,032)	(1,250,000)	(600,000)	(10,351,032)
Interest received	2,285,228	1,715,391	170,085	4,170,704
Net cash provided by investing activities	<u>2,101,523</u>	<u>8,874,782</u>	<u>1,871,858</u>	<u>12,848,163</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(3,976,648)	(735,891)	(697,567)	(5,410,106)
TOTAL CASH AND CASH EQUIVALENTS, JANUARY 1	5,278,669	735,941	856,567	6,871,177
TOTAL CASH AND CASH EQUIVALENTS, DECEMBER 31	\$ 1,302,021	\$ 50	\$ 159,000	\$ 1,461,071

	Water	Sewer	Golf	Totals
Amounts reported on combining balance sheet				
Cash and cash equivalents	\$ 1,400	\$ 50	\$ 12,600	\$ 14,050
Equity in cash and cash equivalents	1,300,621	—	146,400	1,447,021
Total cash and cash equivalents, December 31	<u>\$ 1,302,021</u>	<u>\$ 50</u>	<u>\$ 159,000</u>	<u>\$ 1,461,071</u>
 RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES				
OPERATING INCOME (LOSS)	<u>\$ 14,234,390</u>	<u>\$ 1,736,948</u>	<u>\$ (186,194)</u>	<u>\$ 15,785,144</u>
ADJUSTMENTS TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES				
Depreciation	4,926,964	2,925,103	1,014,581	8,866,648
Changes in operating assets and liabilities				
Accounts receivable	1,715,127	447,249	—	2,162,376
Due from other funds	—	1,497,392	—	1,497,392
Other receivables	486,635	—	(5,451)	481,181
Inventory	—	—	(102,694)	(102,694)
Accounts payable	1,950,368	42,074	(484,136)	1,508,306
Accrued liabilities	30,105	12,209	10,742	53,056
Accrued compensated absences	3,168	20,814	33,136	57,118
Funds held for others	93,250	—	—	93,250
Due to other funds	(1,497,392)	—	—	(1,497,392)
Deferred revenue	—	—	82,186	82,186
Total adjustments	<u>7,708,225</u>	<u>4,944,841</u>	<u>548,361</u>	<u>13,201,427</u>
Net cash provided by operating activities	<u>\$ 21,942,615</u>	<u>\$ 6,681,789</u>	<u>\$ 362,167</u>	<u>\$ 28,986,571</u>
 NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:				
Borrowing under capital lease	\$ —	—	326,140	326,140
Contributions of capital assets from developers	5,576,957	5,558,601	—	11,135,558
Contributions of capital assets from governments	—	3,526,400	—	3,526,400
Increase in fair value of investments	747,779	440,152	75,837	1,263,768
Capital asset trade-ins	—	76,300	—	76,300

EXHIBIT E-4

CITY OF AURORA, COLORADO

ENTERPRISE FUNDS
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUNDS AVAILABLE
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2000

	Water			Sewer			Golf		
	Budget	Actual	Variance	Budget	Actual	Variance	Budget	Actual	Variance
FUNDS AVAILABLE - JANUARY 1	\$ 22,812,258	\$ 14,468,276	\$ (8,343,982)	\$ 21,914,309	\$ 20,071,603	\$ (1,842,706)	\$ 938,810	\$ 1,120,212	\$ 181,402
REVENUES									
Operating revenues	31,701,900	35,769,574	4,067,674	20,426,700	21,648,208	1,221,508	8,321,000	8,173,773	(147,227)
Development fees	12,092,000	13,359,160	1,267,160	4,045,300	2,990,428	(1,054,872)	120,000	—	(120,000)
Annexation fees	60,000	402,060	342,060	25,000	223,479	198,479	—	97,610	97,610
Investment income	2,598,200	2,506,298	(91,902)	1,436,300	1,925,532	489,232	115,000	172,482	57,482
Miscellaneous	53,800	212,334	158,534	17,200	36,715	19,515	—	28,529	28,529
Proceeds from sale of assets	51,000	38,944	(12,056)	20,300	24,072	3,772	—	—	—
Interfund payable principal received	—	—	—	330,000	—	(330,000)	—	—	—
Total revenues	46,556,900	52,288,370	5,731,470	26,300,800	26,848,434	547,634	8,556,000	8,472,394	(83,606)
EXPENDITURES									
Personal services	8,206,813	7,663,320	543,493	4,771,655	4,420,161	351,494	3,668,993	3,624,401	44,592
Supplies and other services and charges	9,983,099	9,023,564	959,535	13,114,900	11,633,166	1,481,734	3,620,453	3,594,741	25,712
Capital outlay	1,118,156	613,473	504,683	1,326,532	1,094,772	231,760	508,000	530,161	(22,161)
Debt service	15,298,000	15,224,488	73,512	4,754,500	4,977,973	(223,473)	1,181,774	1,222,019	(40,245)
Bond issue costs	77,000	—	77,000	—	—	—	—	—	—
Prior year operating encumbrances	(678,940)	(678,940)	—	(463,940)	(463,940)	—	(7,811)	(7,811)	—
Total expenditures	34,004,128	31,845,905	2,158,223	23,503,647	21,662,132	1,841,515	8,971,409	8,963,511	7,898
Excess (deficiency) of revenues over (under) expenditures - budgetary basis	12,552,772	20,442,465	7,889,693	2,797,153	5,186,302	2,389,149	(415,409)	(491,117)	(75,708)
OTHER CHANGES TO FUNDS AVAILABLE									
Decrease (increase) in assets restricted by bond covenant	—	(8,501,032)	(8,501,032)	—	152,930	152,930	—	—	—
Cash receipt from Urban Drainage	—	—	—	—	353,395	353,395	—	—	—
Capital project budgets	(13,653,557)	(13,653,557)	—	(16,187,379)	(16,187,379)	—	(261,000)	(261,000)	—
Total other changes to funds available	(13,653,557)	(22,154,589)	(8,501,032)	(16,187,379)	(15,681,054)	506,325	(261,000)	(261,000)	—
FUNDS AVAILABLE - DECEMBER 31	\$ 21,711,473	12,756,152	\$ (8,955,321)	\$ 8,524,083	9,576,851	\$ 1,052,768	\$ 262,401	368,095	\$ 105,694
Less: Designations	—	—	—	—	(1,653,326)	—	—	—	—
FUNDS AVAILABLE FOR APPROPRIATION AFTER COUNCIL DESIGNATIONS - DECEMBER 31	—	\$ 12,756,152	—	—	\$ 7,923,525	—	—	\$ 368,095	—

	<u>Water</u> <u>Actual</u>	<u>Sewer</u> <u>Actual</u>	<u>Golf</u> <u>Actual</u>
RECONCILIATION TO NET INCOME (LOSS) (GAAP BASIS)			
Excess (deficiency) of revenues over (under) expenditures budgetary basis	\$ 20,442,465	\$ 5,186,302	\$ (491,117)
Add: Capital outlay	476,907	961,785	446,721
Bonds, notes, and capital lease payable principal payments	10,681,104	4,044,451	420,806
Capitalized interest	511,038	448,214	85,281
Gain on disposal of asset	35,800	—	—
Current year operating encumbrances	474,689	198,738	93,130
Payments made to joint venture	339,600	—	—
Increase in inventory	—	—	102,694
Interest on escrow cash	—	536,652	—
Adjust investments to fair value	747,779	440,152	75,837
Less: Depreciation	(4,926,964)	(2,925,103)	(1,014,581)
Proceeds from sale of assets	(38,944)	(24,072)	—
Loss on disposal of assets	—	(37,254)	—
Development fees	(13,359,160)	(2,990,428)	—
Annexation fees	(402,060)	(223,479)	—
Prior year operating encumbrances	(678,940)	(463,940)	(7,811)
Increase in accrued compensated absences	(3,168)	(20,814)	(33,136)
Loss on equity in joint venture	(82,606)	—	—
Amortization of issue and discount costs	(867,668)	(92,205)	(12,943)
Noncapitalizable construction projects	(620,758)	(977,768)	(278,430)
NET INCOME (LOSS) (GAAP BASIS)	<u>\$ 12,729,114</u>	<u>\$ 4,061,231</u>	<u>\$ (613,549)</u>

EXHIBIT E-5

CITY OF AURORA, COLORADO

ENTERPRISE FUNDS
 SCHEDULE OF EXPENDITURES AND APPROPRIATIONS
 WATER FUND CAPITAL PROJECTS
 FOR THE YEAR ENDED DECEMBER 31, 2000

Project Number	Year Project Started	Project Description	Appropriations				Expenditures			Carryforward 12/31/2000	Encumbered	Unencumbered	
			Prior	Carryforward	2000	Transfers To (From) Project	Totals	Prior	2000				Totals
WATER TANKS													
52794	1998	Treated Water Storage	\$ 33	\$ 99,967	\$ —	\$ —	\$ 100,000	\$ 33	\$ —	\$ 33	\$ 99,967	\$ —	\$ 99,967
		Total Water Tanks	33	99,967	—	—	100,000	33	—	33	99,967	—	99,967
AUTOMATED METER READING													
52768	1996	Automated Meter Reading System	7,499,871	79,346	1,939,000	—	9,518,217	7,499,871	1,919,441	9,419,312	98,905	4,972	93,933
		Total Automated Meter Reading	7,499,871	79,346	1,939,000	—	9,518,217	7,499,871	1,919,441	9,419,312	98,905	4,972	93,933
WATER LINES													
52706	1994	Telluride - City Funded	58,133	143,867	(143,867)	—	58,133	58,133	—	58,133	—	—	—
52707	1996	Telluride - Developer Funded	8,601	399	(399)	—	8,601	8,601	—	8,601	—	—	—
52711	1994	Picadilly/32nd/64th - Himalaya (24")	9,961	1,333,039	—	—	1,343,000	9,961	—	9,961	1,333,039	—	1,333,039
52714	1994	Chambers/S Joplin Way - Orchard (24")	—	211,000	—	—	211,000	—	—	—	211,000	—	211,000
52715	1994	40th, Kalispell - Tower (16")	78,593	399,407	—	—	478,000	78,593	61,499	140,092	337,908	—	337,908
52756	1995	Jewell/Himalaya/Gun Club Rd	1,189,368	601,632	—	(601,632)	1,189,368	1,189,368	—	1,189,368	—	—	—
52764	1995	SR Golf/SMII/Arap Rd (12" & 24")	435,705	774,295	—	(774,295)	435,705	435,705	—	435,705	—	—	—
52766	1996	6th Ave. Tower to Himalaya	12,742	887,258	—	—	900,000	12,742	—	12,742	887,258	—	887,258
52777	1997	Parker Rd - Arapahoe Rd Cnty Line	38,226	741,661	—	—	779,887	38,226	283,870	322,096	457,791	164,947	292,844
52781	1997	6th Ave/Himalaya/Gun Club	18,880	577,120	—	—	596,000	18,880	—	18,880	577,120	—	577,120
52782	1997	Coffax Picadilly Rd-Gun Club Rd	—	—	250,000	—	250,000	—	—	—	250,000	—	250,000
52783	1997	Oversize County Line Road	—	900,000	—	—	900,000	—	—	—	900,000	—	900,000
52785	1997	Quincy Reservoir Circulation Line	12,375	172,625	—	(100,000)	85,000	12,375	33,701	46,076	38,924	4,829	34,095
52791	1998	Quincy Bypass Parallel	50,997	1,680,721	—	—	1,731,718	50,997	1,321,317	1,372,314	559,404	—	559,404
52795	1998	Upsize 27" Parker/Peoria/1225/D	—	1,038,723	—	—	1,038,723	—	1,038,723	1,038,723	—	—	—
52796	1998	Upsize Water Line	60,293	883,707	—	500,000	1,444,000	60,293	503,425	563,718	880,282	64,495	815,787
52798	1998	Pines Pointe Gun Club	2,674,098	425,902	—	—	3,100,000	2,674,098	153,837	2,827,935	272,065	4,822	267,243
52800	1998	54" Raw Water Line	15,201	1,184,799	—	—	1,200,000	15,201	229,045	244,246	955,754	103,396	852,358
52804	1998	Lowry Connections	19,527	520,473	—	(520,473)	19,527	19,527	—	19,527	—	—	—
52806	1998	Water Distribution Master Plan	11,735	58,265	—	—	70,000	11,735	34,891	46,626	23,374	11,208	12,166
52834	1999	E Arap Rd Wagontrail - Promont	—	500,000	—	—	500,000	—	—	—	500,000	—	500,000
52836	1999	Fitzsimons Line Replacement	8,900	241,100	—	76,003	326,003	8,900	317,103	326,003	—	—	—
52837	1999	Jewell Gun Club/Pohatou Road	—	266,000	600,000	—	866,000	—	179,154	179,154	686,846	—	686,846
52838	1999	Lowry Line Replacement	—	100,000	—	—	100,000	—	—	—	100,000	—	100,000
52840	1999	Jewell Gun Club/Pohatou	—	266,000	—	—	266,000	—	—	—	266,000	—	266,000
52841	1999	26th Aven. Picadilly to Pohatou	340,120	9,880	—	—	350,000	340,120	—	340,120	9,880	—	9,880
52842	1999	64th Ave/Picadilly - Gun Club	—	806,000	—	—	806,000	—	—	—	806,000	—	806,000
52843	1999	E Arap Rd Wagontrail	313,270	186,730	—	—	500,000	313,270	—	313,270	186,730	—	186,730
52855	2000	City Oversizing Cost	—	—	1,000,000	(110,000)	890,000	—	—	—	890,000	—	890,000
52858	2000	Harvest/Orachard to Arapahoe	—	—	210,000	—	210,000	—	—	—	210,000	—	210,000
52860	2000	Oversizing Fitzsimons Water	—	—	280,000	—	280,000	—	—	—	280,000	—	280,000
52864	2000	42" Ln Parker Rd I-225/Hampden	—	—	500,000	(500,000)	—	—	—	—	—	—	—
		Total Water Lines	5,356,725	14,910,603	2,695,734	(2,030,397)	20,932,665	5,356,725	3,956,565	9,313,290	11,619,375	353,697	11,265,678

Project Number	Year Project Started	Project Description	Appropriations				Expenditures			Carryforward 12/31/2000	Encumbered	Unencumbered	
			Prior	Carryforward	2000	Transfers To (From) Project	Totals	Prior	2000				Totals
OTHER PROJECTS													
52700	Ongoing	Eagle River CUP	\$ 1,464,096	\$ 5,904	\$ 250,000	\$ —	\$ 1,720,000	\$ 1,464,096	\$ 193,097	\$ 1,657,193	\$ 62,807	\$ —	\$ 62,807
52701	Ongoing	Misc Intergovernmental Water Projects	198,534	131,466	50,000	—	380,000	198,534	21,311	219,845	160,155	—	160,155
52702	Ongoing	Miscellaneous Transmission Mains	755,560	970,992	300,000	(197,902)	1,828,650	755,560	40,055	795,615	1,033,035	—	1,033,035
52710	Ongoing	Water Acquisition	7,102,026	798,834	2,000,000	—	9,900,860	7,102,026	877,833	7,979,859	1,921,001	178,185	1,742,816
52712	Ongoing	Cherry Creek Well Field	411,197	848,803	—	—	1,260,000	411,197	489,228	900,425	359,575	—	359,575
52753	Ongoing	Supervisory Control & Data Acquisition	617,846	562,154	150,000	—	1,330,000	617,846	246,578	864,424	465,576	67	465,509
52774	Ongoing	SPCUP	4,015,679	1,734,321	1,000,000	(1,817,297)	4,932,703	4,015,679	852,295	4,867,974	64,729	16,249	48,480
52784	1997	Fitzsimons Connections Zone	77,719	256,552	—	(76,003)	258,268	77,719	—	77,719	180,549	—	180,549
52792	Ongoing	South Platt Storage	—	200,000	100,000	—	300,000	—	21,152	21,152	278,848	149,574	129,274
52793	1998	T & D Operations Building	—	45,000	455,000	—	500,000	—	—	—	500,000	—	500,000
52805	1998	South Area Operations Building	—	50,000	450,000	—	500,000	—	—	—	500,000	—	500,000
52807	Ongoing	Watershed Protection Program	18,760	81,240	100,000	—	200,000	18,760	73,175	91,935	108,065	—	108,065
52816	1998	AMH Remodel - Water	138,468	20,177	(20,177)	—	138,468	138,468	—	138,468	—	—	—
52819	1997	Y2K - Water	395,478	112,267	—	—	507,745	395,478	70,391	465,869	41,876	—	41,876
52833	1999	Activate #2 Arapahoe Well	—	25,000	—	—	25,000	—	—	—	25,000	—	25,000
52839	1999	56th & Himalaya	736	499,264	500,000	—	1,000,000	736	436,042	436,778	563,222	—	563,222
52856	2000	Gartell-Saddlerock/Kings Point	—	—	279,000	212,357	491,357	—	491,357	491,357	—	—	—
52859	2000	Lawn Irrigation Return Flows	—	—	150,000	—	150,000	—	—	—	150,000	—	150,000
52866	2000	Kuiper Zone 4 Pump Station	—	—	—	3,600,000	3,600,000	—	56,485	56,485	3,543,515	203,425	3,340,090
52868	2000	Zone 5 Smokey Hill Pump Station	—	—	—	200,000	200,000	—	6,648	6,648	193,352	64,221	129,131
Total Other Projects			15,196,099	6,341,974	5,763,823	1,921,155	29,223,051	15,196,099	3,875,647	19,071,746	10,151,305	611,721	9,539,584
REGULATORY REQUIREMENTS													
52790	1998	Kuiper Water Plant Renovation Fund Bal	3,232,838	6,581,263	—	—	9,814,101	3,232,838	5,116,923	8,349,761	1,464,340	1,240,191	224,149
52801	1998	Aurora Reservoir Destranfic	—	200,000	50,000	—	250,000	—	—	—	250,000	—	250,000
52862	1999	Kuiper Water Plant Renovation Loan	2,297,977	12,701,922	—	—	14,999,899	2,297,977	10,513,179	12,811,156	2,168,743	2,168,743	—
52865	2000	Susp Bridge Parker Rd	—	—	150,000	—	150,000	—	—	—	150,000	—	150,000
Total Regulatory Requirements			5,530,815	19,483,185	200,000	—	25,214,000	5,530,815	15,650,102	21,180,917	4,033,083	3,408,934	624,149
PUMP STATIONS													
52797	1998	Zone 4a Pressure Zone	—	285,000	—	—	285,000	—	—	—	285,000	—	285,000
52835	1999	Eagle Bend Zone	—	1,000,000	—	109,242	1,109,242	—	1,109,242	1,109,242	—	—	—
52844	1999	Zone 7 Pump Tallin's Reach	266	199,734	—	—	200,000	266	93,545	93,811	106,189	—	106,189
52845	1999	Front Range Airport Pump Station	—	350,000	—	—	350,000	—	54,563	54,563	295,437	6,988	288,449
52861	2000	Zone 7 Powhatan	—	—	1,000,000	—	1,000,000	—	—	—	3,000,000	—	3,000,000
52857	2000	Gun Club Zone 7 Addition	—	—	55,000	—	55,000	—	—	—	55,000	—	55,000
Total Pump Stations			266	1,834,734	1,055,000	109,242	4,999,242	266	1,257,350	1,257,616	3,741,626	6,988	3,734,638
TOTAL WATER FUND CAPITAL PROJECTS			\$ 31,583,809	\$ 42,749,809	\$ 13,653,557	\$ —	\$ 89,987,175	\$ 31,583,809	\$ 26,659,105	\$ 60,242,914	\$ 29,744,261	\$ 4,386,312	\$ 25,357,949

EXHIBIT E-6

CITY OF AURORA, COLORADO

ENTERPRISE FUNDS
SCHEDULE OF EXPENDITURES AND APPROPRIATIONS
SEWER FUND CAPITAL PROJECTS
FOR THE YEAR ENDED DECEMBER 31, 2000

Project Number	Year Project Started	Project Description	Appropriations				Transfers To (From) Project	Totals	Expenditures			Carry forward 12/31/2000	Encumbered	Unencumbered
			Prior	Carryforward	2000	2000			Prior	2000	Totals			
LIFT STATIONS														
52728	1994	2nd Creek Basin Lift Station	\$ 3,209	\$ 2,086,791	\$ —	\$ —	\$ 2,090,000	\$ 3,209	\$ —	\$ 3,209	\$ 2,086,791	\$ —	\$ 2,086,791	
52809	1998	Upper Senae Creek	—	420,000	—	—	420,000	—	—	—	420,000	—	420,000	
52810	1998	Upper 1st Creek	—	420,000	—	—	420,000	—	—	—	420,000	—	420,000	
52823	1999	Piney Creek Lift Stat/Force	—	1,730,000	—	—	1,730,000	—	102,567	102,567	1,627,433	236,785	1,390,648	
52824	1999	Supervisors Control & Data Acquisition	—	90,000	—	—	90,000	—	44,411	44,411	45,589	389	45,200	
52854	2000	W Fork 2nd Creek Lift & Force	—	950,000	—	—	950,000	—	—	—	950,000	—	950,000	
Total Lift Stations			3,209	4,746,791	950,000	—	5,700,000	3,209	146,978	150,187	5,549,813	237,174	5,312,639	
SEWER LINES														
52719	Ongoing	Sewer Replacement/Reliab	1,786,116	511,149	300,000	—	2,097,265	1,786,116	352,446	2,138,562	558,703	41,367	517,336	
52720	1994	Sand Creek Intercept Parallel	2,786,705	513,295	—	—	3,300,000	2,786,705	71,581	2,858,286	241,714	145,651	96,063	
52722	Ongoing	Miscellaneous Sanitary Sewer Extensions	484,108	5,882	100,000	—	589,990	484,108	28,370	512,478	77,512	22,780	54,732	
52723	Ongoing	Development Related Sanitary Sewer	101,597	533,603	200,000	—	835,000	101,597	285,411	386,908	448,192	242,808	205,384	
52724	1994	Tollgate Intercept Parallel	2,579,267	14,669	—	—	2,613,936	2,579,267	19,324	2,598,591	14,745	—	—	
52727	1994	E Tollgate Intercept & Upper Senae	1,402,075	1,733,000	1,800,000	—	4,935,075	1,402,075	32	1,402,107	1,532,968	—	1,532,968	
52769	1996	Hill Center Sanitary Sewer	117,820	2,592,900	—	—	2,910,000	317,820	257,426	575,246	2,334,754	229,706	2,105,048	
52770	1996	Cherry Creek Connection/Ridge	—	1,080,000	—	—	1,080,000	—	—	—	1,080,000	—	1,080,000	
52786	1997	Murphy Creek Development Over/size	48,704	51,296	—	—	100,000	48,704	—	48,704	51,296	—	51,296	
52808	1998	Lower Sewer Connections	87,826	237,174	—	—	325,000	87,826	3,403	91,231	233,769	—	233,769	
52847	2000	E Tollgate/Bellview/Smokey Hill	—	—	800,000	—	800,000	—	—	—	800,000	—	800,000	
52848	2000	Fishhouse Sewer Upgrade	—	—	400,000	—	400,000	—	8,878	8,878	391,122	—	391,122	
52849	2000	Saunpton Girdle Sewer Over/size	—	—	800,000	—	800,000	—	75,785	75,785	724,215	—	724,215	
52851	2000	Upper Murphy Creek Intercept	—	—	800,000	—	800,000	—	—	—	800,000	—	800,000	
52855	2000	E Tollgate/Dove Hill	—	—	300,000	—	300,000	—	—	—	300,000	—	300,000	
Total Sewer Lines			9,594,218	7,113,648	5,600,000	—	22,307,866	9,594,218	1,102,658	10,696,876	11,608,990	697,057	10,911,933	
STORM DRAIN														
52729	Ongoing	Developer Cost Shares - Storm	699,028	285,388	200,000	—	1,184,416	699,028	146,330	845,358	339,058	—	339,058	
52735	1994	Contributions to Improvement Districts	176,627	148,373	—	—	325,000	176,627	—	176,627	148,373	—	148,373	
52736	Ongoing	Miscellaneous Storm Sewer Extensions	917,745	175,952	150,000	97,411	1,341,108	917,745	380,268	1,298,013	43,095	9,196	33,899	
52749	1994	Upper Western Creek Outfall	3,146,918	234,757	—	—	3,681,675	3,146,918	222,945	3,369,863	311,812	224,465	87,347	
52758	1995	Piney Creek, Tributaries and Improvement	1,116,996	46,508	—	(46,508)	1,116,996	1,116,996	—	1,116,996	—	—	—	
52760	1995	Flood Warning System	5,000	25,000	—	—	30,000	5,000	—	5,000	25,000	—	25,000	
52761	1995	Meadow Hills Storm Sewer	188,179	41,821	—	—	230,000	188,179	799	188,978	41,022	—	41,022	
52762	1995	Unmanned Creek Detention Pond	—	100,000	—	—	100,000	—	—	—	100,000	—	100,000	
52788	1997	Murphy Creek & Tributaries	903,985	53,015	—	(13,015)	903,985	903,985	—	903,985	—	—	—	
52812	1998	Delmar - 6th Storm Sewer	3,875	121,125	—	—	125,000	3,875	38,891	42,766	82,234	4,619	77,615	
52813	1998	Granby and Sable Master	95,604	64,396	—	(64,396)	95,604	95,604	—	95,604	—	—	—	
52814	1998	Painnec Storm Sewer	27,565	252,435	—	—	280,000	27,565	239,349	266,914	—	—	—	
52815	1998	Water Quality Improvements	41,464	258,536	100,000	—	400,000	41,464	105,953	147,417	252,583	—	252,583	
52822	1998	Meadowood Clean Imp Quincey	65,552	1,758,179	—	—	1,823,731	65,552	1,770,091	1,835,643	1,174	—	1,174	
52827	1999	Inwoodale 1st & 2nd Improv	—	—	—	—	400,000	—	—	—	400,000	—	400,000	
52828	1999	Parker Arapahoe Drainage Out	—	—	—	—	350,000	—	—	—	350,000	—	350,000	
52829	1999	Quincey Reservoir Diversion	—	—	—	—	400,000	—	—	—	400,000	—	400,000	
52830	1999	Lowry Hill Ascer Outfall	—	—	—	—	100,000	—	73,291	73,291	326,709	2,537	324,172	
52831	1999	Sand Creek Erosion Control	—	—	—	—	100,000	—	—	—	100,000	—	100,000	
52830	2000	Sand Creek Water Quality Pond	—	—	850,000	—	850,000	—	—	—	80,000	—	770,000	
52852	2000	Upper Piney Creek & Tributaries	—	—	100,000	—	100,000	—	1,128	1,128	145,460	—	145,460	
52853	2000	Utah Det Pond & Irrigation	—	—	1,150,000	(100,000)	1,050,000	—	—	—	1,150,000	—	1,150,000	
Total Storm Drain			7,188,538	5,203,565	2,850,000	—	15,442,103	7,388,538	3,509,045	10,897,583	4,544,520	240,817	4,301,703	
OTHER PROJECTS														
52734	Ongoing	Landscape Drainage Ways	124,057	61,943	20,000	24,247	230,247	124,057	97,435	221,492	8,755	4,378	4,377	
52772	Ongoing	Drainage as Landscaping	483,997	858,103	—	(24,247)	1,317,853	483,997	450,609	934,606	383,247	10	383,237	
52787	Ongoing	Sand Creek Water Reuse Plant	1,421,694	1,343,908	6,200,000	(2,865,682)	6,100,000	1,421,694	31,562	1,453,256	4,646,744	84,262	4,562,482	
52811	1998	South Area Operations Building	—	50,000	450,000	—	500,000	—	—	—	500,000	—	500,000	
52817	1996	AMB Renodel - Sewer	68,442	10,746	—	—	79,188	68,442	—	68,442	—	—	—	
52818	1998	AMG Renodel - Storm Drain	67,853	10,875	(10,875)	—	67,853	67,853	—	67,853	—	—	—	
52820	1998	Y2K - Sewer	198,190	55,857	—	—	254,047	198,190	35,195	233,385	20,662	—	20,662	
52821	1998	Y2K - Storm	196,468	57,579	—	—	254,047	196,468	35,195	231,663	22,384	—	22,384	
52825	1999	Addition to Storage Building	—	200,036	—	—	200,000	—	9,964	9,964	200,036	—	200,036	
52826	1999	Aurora Hills Lake Dredging	—	300,000	—	—	300,000	—	—	—	300,000	—	300,000	
52846	2000	Highway 10 Recycling Center	—	—	139,000	—	139,000	—	9,680	9,680	129,320	8,075	121,245	
82863	1999	Sand Creek Reuse Plant Lim	949,351	9,434,965	—	2,865,682	13,250,000	949,351	9,425,845	10,375,198	2,874,802	1,834,368	1,040,434	
Total Other Projects			3,520,018	12,384,092	6,787,379	—	22,691,489	3,520,018	10,085,521	13,605,539	9,085,950	1,931,093	7,154,857	
TOTAL SEWER FUND CAPITAL PROJECT			\$ 20,505,983	\$ 29,446,076	\$ 16,187,179	\$ —	\$ 66,119,458	\$ 20,505,983	\$ 14,844,202	\$ 35,350,185	\$ 30,789,273	\$ 3,106,141	\$ 27,683,132	

EXHIBIT E-7

CITY OF AURORA, COLORADO

ENTERPRISE FUNDS
 SCHEDULE OF EXPENDITURES AND APPROPRIATIONS
 GOLF FUND CAPITAL PROJECTS
 FOR THE YEAR ENDED DECEMBER 31, 2000

Project Number	Year Project Started	Project Description	Appropriations				Expenditures			Carryforward 12/31/2000	Encumbered	Unencumbered	
			Prior	Carryforward	2000	Transfers To (From) Project	Totals	Prior	2000				Totals
COURSE IMPROVEMENTS													
61570	1999	Aurora Hills Parking Lot Resurfacing	\$ 8,082	\$ 20,480	\$ —	\$ —	\$ 28,562	\$ 8,082	\$ —	\$ 8,082	\$ 20,480	\$ —	\$ 20,480
61571	1999	Aurora Hills Lake Dredging	—	35,000	—	—	35,000	—	—	—	35,000	—	35,000
61573	1998	Aurora Hills Clubhouse Renovation	21,989	18,011	—	—	40,000	21,989	11,270	33,259	6,741	—	6,741
61574	1998	Fitzsimons GC Clubhouse Renovation	139,314	15,058	30,000	—	184,372	139,314	17,542	156,856	27,516	17,531	9,985
61585	Ongoing	Cart Path Reconstruction	37,533	12,467	—	—	50,000	37,533	—	37,533	12,467	—	12,467
61586	Ongoing	Facility Enhancement	126,543	23,457	30,000	—	180,000	126,543	21,986	148,529	31,471	—	31,471
61589	1994	New Golf Course Development	509,542	72,698	—	—	582,240	509,542	59,009	568,551	13,689	—	13,689
61597	1994	Springhill Irrigation Pump - 94	18,438	25,000	—	—	43,438	18,438	18,672	37,110	6,328	—	6,328
		Total Course Improvements	861,441	222,171	60,000	—	1,143,612	861,441	128,479	989,920	153,692	17,531	136,161
MURPHY CREEK													
61569	2000	Murphy Creek Furniture	—	—	201,000	—	201,000	—	127,575	127,575	73,425	—	73,425
61599	1995	Murphy Creek	8,103,784	1,476,809	—	—	9,580,593	8,103,784	1,346,068	9,449,852	130,741	103,536	27,205
		Total Murphy Creek	8,103,784	1,476,809	201,000	—	9,781,593	8,103,784	1,473,643	9,577,427	204,166	103,536	100,630
TOTAL GOLF FUND CAPITAL PROJECTS			\$ 8,965,225	\$ 1,698,980	\$ 261,000	\$ —	\$ 10,925,205	\$ 8,965,225	\$ 1,602,122	\$ 10,567,347	\$ 357,858	\$ 121,067	\$ 236,791

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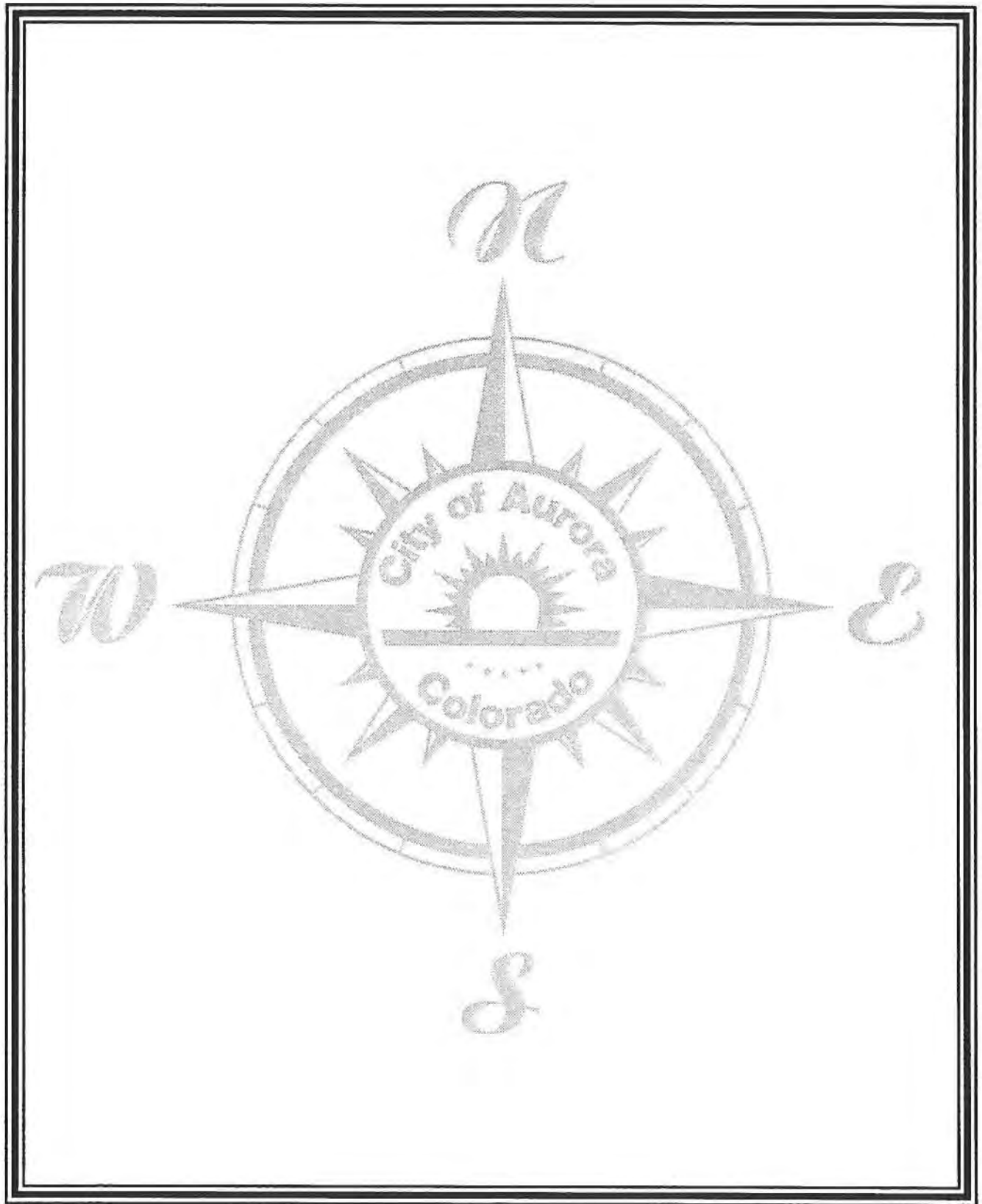


EXHIBIT F-1

CITY OF AURORA, COLORADO

**INTERNAL SERVICE FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2000**

	<u>Fleet Management</u>	<u>Print Shop</u>	<u>Risk Management</u>	<u>Building Repair</u>	<u>Totals</u>
ASSETS					
CURRENT ASSETS					
Equity in cash and cash equivalents	\$ 78,676	\$ 54,967	\$ 1,040,959	\$ 245,806	\$ 1,420,408
Equity in investments	626,365	437,613	8,287,432	1,956,942	11,308,352
Receivables					
Accounts	2,738	—	—	—	2,738
Accrued interest	—	—	58,915	4,540	63,455
Other	—	1,800	—	—	1,800
Inventory	147,657	35,508	—	—	183,165
Total current assets	<u>855,436</u>	<u>529,888</u>	<u>9,387,306</u>	<u>2,207,288</u>	<u>12,979,918</u>
PROPERTY AND EQUIPMENT					
Improvements other than buildings	697,718	—	—	—	697,718
Machinery and equipment	568,947	197,626	32,825	—	799,398
Accumulated depreciation	(605,159)	(157,685)	(28,718)	—	(791,562)
Net property and equipment	<u>661,506</u>	<u>39,941</u>	<u>4,107</u>	<u>—</u>	<u>705,554</u>
TOTAL ASSETS	<u>\$ 1,516,942</u>	<u>\$ 569,829</u>	<u>\$ 9,391,413</u>	<u>\$ 2,207,288</u>	<u>\$ 13,685,472</u>

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	<u>Fleet Management</u>	<u>Print Shop</u>	<u>Risk Management</u>	<u>Building Repair</u>	<u>Totals</u>
LIABILITIES AND FUND EQUITY					
CURRENT LIABILITIES					
Accounts payable	\$ 81,193	\$ 41,812	\$ 32,735	\$ 297,604	\$ 453,344
Accrued liabilities	433	741	897	—	2,071
Accrued claims payable	—	—	8,019,606	—	8,019,606
Accrued compensated absences	192,809	45,437	45,113	13,987	297,346
Total current liabilities	274,435	87,990	8,098,351	311,591	8,772,367
Total liabilities	274,435	87,990	8,098,351	311,591	8,772,367
FUND EQUITY					
Contributed capital	1,110,257	—	3,353	—	1,113,610
Retained earnings					
Unreserved	132,250	481,839	1,289,709	1,895,697	3,799,495
Total fund equity	1,242,507	481,839	1,293,062	1,895,697	4,913,105
TOTAL LIABILITIES AND FUND EQUITY	\$ 1,516,942	\$ 569,829	\$ 9,391,413	\$ 2,207,288	\$ 13,685,472

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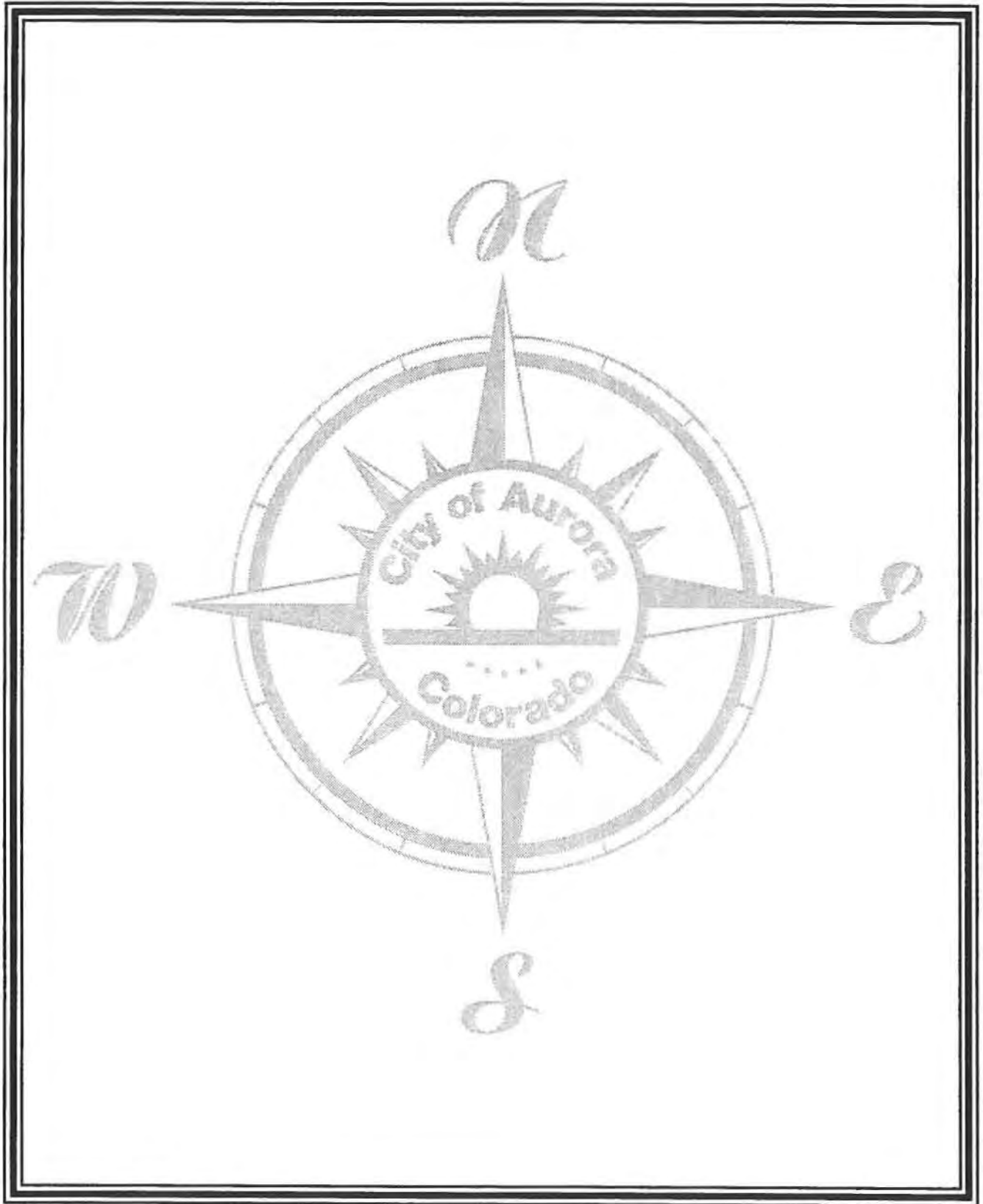


EXHIBIT F-2

CITY OF AURORA, COLORADO

INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS (DEFICIT)
FOR THE YEAR ENDED DECEMBER 31, 2000

	Fleet Management	Warehouse	Print Shop	Risk Management	Building Repair	Totals
OPERATING REVENUES						
Charges for services	\$ 4,190,957	\$ 5,522	\$ 1,010,625	\$ 5,249,660	\$ 331,106	\$ 10,787,870
OPERATING EXPENSES						
Personal services	1,823,442	11,625	311,012	485,759	134,424	2,766,262
Supplies	2,581,416	1,265	350,019	15,919	125,944	3,074,563
Other services and charges	138,915	1,255	306,530	848,321	1,993,153	3,288,174
Claims losses	—	—	—	1,326,528	—	1,326,528
Depreciation	77,978	—	20,079	3,053	—	101,110
Total operating expenses	4,621,751	14,145	987,640	2,679,580	2,253,521	10,556,637
Operating income (loss)	(430,794)	(8,623)	22,985	2,570,080	(1,922,415)	231,233
NONOPERATING REVENUES						
Investment income	35,475	23,875	30,403	575,048	91,731	756,532
Miscellaneous revenues	5,538	795	3,291	136,198	2,100	147,922
Net nonoperating revenues	41,013	24,670	33,694	711,246	93,831	904,454
Income (loss) before operating transfers	(389,781)	16,047	56,679	3,281,326	(1,828,584)	1,135,687
Operating transfers in	311,131	—	—	—	2,241,867	2,552,998
NET INCOME (LOSS)	(78,650)	16,047	56,679	3,281,326	413,283	3,688,685
RETAINED EARNINGS (DEFICIT) - JANUARY 1	210,900	352,996	425,160	(1,991,617)	1,482,414	479,853
RESIDUAL EQUITY TRANSFER OUT	—	(369,043)	—	—	—	(369,043)
RETAINED EARNINGS - DECEMBER 31	\$ 132,250	\$ —	\$ 481,839	\$ 1,289,709	\$ 1,895,697	\$ 3,799,495

EXHIBIT F-3

CITY OF AURORA, COLORADO

**INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2000**

	<u>Fleet Management</u>	<u>Warehouse</u>	<u>Print Shop</u>	<u>Risk Management</u>	<u>Building Repair</u>	<u>Totals</u>
OPERATING ACTIVITIES						
Cash received from quasi-external operating transactions with other funds	\$ 4,190,957	\$ 5,522	\$ 1,010,792	\$ 5,249,660	\$ 331,106	\$ 10,788,037
Cash payments to employees	(1,830,009)	(29,239)	(313,702)	(482,576)	(120,437)	(2,775,963)
Cash payments to suppliers for goods and services	(2,778,179)	(3,543)	(652,933)	(845,604)	(1,966,300)	(6,246,559)
Cash payments for insurance claims	—	—	—	(2,580,674)	—	(2,580,674)
Net cash provided by (used in) operating activities	<u>(417,231)</u>	<u>(27,260)</u>	<u>44,157</u>	<u>1,340,806</u>	<u>(1,755,631)</u>	<u>(815,159)</u>
NONCAPITAL FINANCING ACTIVITIES						
Miscellaneous nonoperating revenues	5,538	795	3,291	136,198	2,100	147,922
Operating transfers in	311,131	—	—	—	2,241,867	2,552,998
Residual equity transfer out	—	(369,043)	—	—	—	(369,043)
Net cash provided by (used in) noncapital financing activities	<u>316,669</u>	<u>(368,248)</u>	<u>3,291</u>	<u>136,198</u>	<u>2,243,967</u>	<u>2,331,877</u>
CAPITAL AND RELATED FINANCING ACTIVITIES						
Acquisition of capital assets	—	—	(13,749)	(1,377)	—	(15,126)
Net cash used in capital and related financing activities	<u>—</u>	<u>—</u>	<u>(13,749)</u>	<u>(1,377)</u>	<u>—</u>	<u>(15,126)</u>
INVESTING ACTIVITIES						
Increase in equity in pool investments	(21,736)	—	(100,409)	(2,518,886)	(680,057)	(3,321,088)
Decrease in equity in pool investments	—	291,612	—	—	—	291,612
Interest received	24,813	18,621	23,523	405,928	64,131	537,016
Net cash provided by (used in) investing activities	<u>3,077</u>	<u>310,233</u>	<u>(76,886)</u>	<u>(2,112,958)</u>	<u>(615,926)</u>	<u>(2,492,460)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(97,485)	(85,275)	(43,187)	(637,331)	(127,590)	(990,868)
TOTAL CASH AND CASH EQUIVALENTS, JANUARY 1	176,161	85,275	98,154	1,678,290	373,396	2,411,276
TOTAL CASH AND CASH EQUIVALENTS, DECEMBER 31	<u>\$ 78,676</u>	<u>\$ —</u>	<u>\$ 54,967</u>	<u>\$ 1,040,959</u>	<u>\$ 245,806</u>	<u>\$ 1,420,408</u>

	<u>Fleet Management</u>	<u>Warehouse</u>	<u>Print Shop</u>	<u>Risk Management</u>	<u>Building Repair</u>	<u>Totals</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:						
Operating income (loss)	\$ (430,794)	\$ (8,623)	\$ 22,985	\$ 2,570,080	\$ (1,922,415)	\$ 231,233
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities						
Depreciation	77,978	—	20,079	3,053	—	101,110
Changes in operating assets and liabilities						
Accounts receivable	—	—	167	—	—	167
Inventory	(9,806)	—	(450)	—	—	(10,256)
Accounts payable	(48,041)	(1,023)	4,066	18,636	152,797	126,435
Accrued liabilities	433	—	742	(1,253,249)	—	(1,252,074)
Accrued compensated absences	(7,001)	(17,614)	(3,432)	2,286	13,987	(11,774)
Total adjustments	<u>13,563</u>	<u>(18,637)</u>	<u>21,172</u>	<u>(1,229,274)</u>	<u>166,784</u>	<u>(1,046,392)</u>
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	<u>\$ (417,231)</u>	<u>\$ (27,260)</u>	<u>\$ 44,157</u>	<u>\$ 1,340,806</u>	<u>\$ (1,755,631)</u>	<u>\$ (815,159)</u>
NONCASH INVESTING ACTIVITIES:						
Increase in fair value of investments	\$ 10,662	\$ 5,254	\$ 6,880	\$ 128,112	\$ 23,060	\$ 173,968

EXHIBIT F-4

CITY OF AURORA, COLORADO

INTERNAL SERVICE FUNDS
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUNDS AVAILABLE
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2000

	Fleet Management			Warehouse		
	Budget	Actual	Variance	Budget	Actual	Variance
FUNDS AVAILABLE - JANUARY 1	\$ 748,366	\$ 626,227	\$ (122,139)	\$ 355,042	\$ 375,867	\$ 20,825
REVENUES						
Charges for services	4,464,070	4,190,957	(273,113)	—	5,522	5,522
Investment income	30,000	24,813	(5,187)	—	18,621	18,621
Miscellaneous	3,000	5,538	2,538	—	795	795
Operating transfers in	205,000	311,131	106,131	—	—	—
Total revenues	4,702,070	4,532,439	(169,631)	—	24,938	24,938
EXPENDITURES						
Personal services	2,023,525	1,830,442	193,083	44,566	29,245	15,321
Supplies and other services and charges	2,642,287	2,738,538	(96,251)	136,437	2,517	133,920
Claims losses	—	—	—	—	—	—
Capital outlay	50,000	—	50,000	—	—	—
Prior year operating encumbrances	(25,845)	(25,845)	—	—	—	—
Total expenditures	4,689,967	4,543,135	146,832	181,003	31,762	149,241
Excess (deficiency) of revenues over (under) expenditures - budgetary basis	12,103	(10,696)	(22,799)	(181,003)	(6,824)	174,179
OTHER CHANGES TO FUNDS AVAILABLE						
Residual equity transfer out	—	—	—	(367,247)	(369,043)	(1,796)
Capital projects	—	—	—	—	—	—
Total other changes	—	—	—	(367,247)	(369,043)	(1,796)
FUNDS AVAILABLE - DECEMBER 31	\$ 760,469	\$ 615,531	\$ (144,938)	\$ (193,208)	\$ —	\$ 193,208
RECONCILIATION TO NET INCOME (LOSS) (GAAP BASIS)						
Excess (deficiency) of revenues over (under) expenditures - budgetary basis		\$ (10,696)			\$ (6,824)	
Add: Capital outlay					—	
Current year operating encumbrances		8,400			—	
Increase in inventory		9,806			—	
Decrease in accrued compensated absences		7,001			17,617	
Adjust investments to fair value		10,662			5,254	
Less: Depreciation		(77,978)			—	
Increase in accrued compensated absences		—			—	
Prior year operating encumbrances		(25,845)			—	
Expenditures for capital projects		—			—	
NET INCOME (LOSS) GAAP BASIS		\$ (78,650)			\$ 16,047	

Print Shop			Risk Management		
Budget	Actual	Variance	Budget	Actual	Variance
\$ 358,143	\$ 390,726	\$ 32,583	\$ (2,544,177)	\$ (1,852,482)	\$ 691,695
1,126,838	1,010,625	(116,213)	5,250,063	5,249,660	(403)
16,000	23,523	7,523	293,000	446,936	153,936
—	3,291	3,291	25,000	136,198	111,198
—	—	—	—	—	—
1,142,838	1,037,439	(105,399)	5,568,063	5,832,794	264,731
334,695	314,444	20,251	660,775	483,473	177,302
782,358	656,999	125,359	888,690	864,240	24,450
—	—	—	3,820,000	1,326,528	2,493,472
11,494	13,749	(2,255)	2,500	1,377	1,123
(7,302)	(7,302)	—	—	—	—
1,121,245	977,890	143,355	5,371,965	2,675,618	2,696,347
21,593	59,549	37,956	196,098	3,157,176	2,961,078
—	—	—	—	—	—
—	—	—	—	—	—
—	—	—	—	—	—
\$ 379,736	\$ 450,275	\$ 70,539	\$ (2,348,079)	\$ 1,304,694	\$ 3,652,773

\$ 59,549	\$ 3,157,176
13,749	1,377
—	—
450	—
3,432	—
6,880	128,112
(20,079)	(3,053)
—	(2,286)
(7,302)	—
—	—
\$ 56,679	\$ 3,281,326

(Continued)

EXHIBIT F-4

CITY OF AURORA, COLORADO

**INTERNAL SERVICE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUNDS AVAILABLE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2000**

	Building Repair		Variance
	Budget	Actual	
FUNDS AVAILABLE - JANUARY 1	\$ 92,084	\$ 100,411	\$ 8,327
REVENUES			
Charges for services	343,839	331,106	(12,733)
Investment income	52,000	68,671	16,671
Miscellaneous	—	2,100	2,100
Operating transfers in	2,241,867	2,241,867	—
Total revenues	<u>2,637,706</u>	<u>2,643,744</u>	<u>6,038</u>
EXPENDITURES			
Personal services	—	—	—
Supplies and other services and charges	—	—	—
Claims losses	—	—	—
Capital outlay	—	—	—
Prior year operating encumbrances	—	—	—
Total expenditures	<u>—</u>	<u>—</u>	<u>—</u>
Excess (deficiency) of revenues over (under) expenditures - budgetary basis	2,637,706	2,643,744	6,038
OTHER CHANGES TO FUNDS AVAILABLE			
Residual equity transfer out	—	—	—
Capital projects	(2,586,000)	(2,586,000)	—
Total other changes	<u>(2,586,000)</u>	<u>(2,586,000)</u>	<u>—</u>
FUNDS AVAILABLE - DECEMBER 31	<u>\$ 143,790</u>	<u>\$ 158,155</u>	<u>\$ 14,365</u>
RECONCILIATION TO NET INCOME (LOSS) (GAAP BASIS)			
Excess (deficiency) of revenues over (under) expenditures - budgetary basis		\$ 2,643,744	
Add: Capital outlay		—	
Current year operating encumbrances		—	
Increase in inventory		—	
Decrease in accrued compensated absences		—	
Adjust investments to fair value		23,060	
Less: Depreciation		—	
Increase in accrued compensated absences		(13,987)	
Prior year operating encumbrances		—	
Expenditures for capital projects		(2,239,534)	
NET INCOME (LOSS) GAAP BASIS		<u>\$ 413,283</u>	

(Concluded)

EXHIBIT F-5

CITY OF AURORA, COLORADO

INTERNAL SERVICE FUNDS
 SCHEDULE OF EXPENDITURES AND APPROPRIATIONS
 BUILDING REPAIR FUND CAPITAL PROJECTS
 FOR THE YEAR ENDED DECEMBER 31, 2000

Project Number	Year Project Started	Project Description	Appropriations				Expenditures				Carryforward 12/31/2000	Encumbered	Unencumbered
			Prior	Carryforward	2000	Transfers To (From) Project	Totals	Prior	2000	Totals			
61745	Ongoing	Major Building Repair	\$ 4,736,911	\$ 1,307,191	\$ 2,586,000	\$ —	\$ 8,630,102	\$ 4,736,911	\$ 2,238,746	\$ 6,975,657	\$ 1,654,445	\$ 112,713	\$ 1,541,732
61767	1996	Elevator Repair Replacement	327,593	72,407	—	—	400,000	327,593	—	327,593	72,407	—	72,407
61806	1998	MJC HVAC Remodel	99,539	25,461	—	—	125,000	99,539	788	100,327	24,673	—	24,673
TOTAL BUILDING REPAIR FUND CAPITAL PROJECTS			\$ 5,164,043	\$ 1,405,059	\$ 2,586,000	\$ —	\$ 9,155,102	\$ 5,164,043	\$ 2,239,534	\$ 7,403,577	\$ 1,751,525	\$ 112,713	\$ 1,638,812

(Concluded)

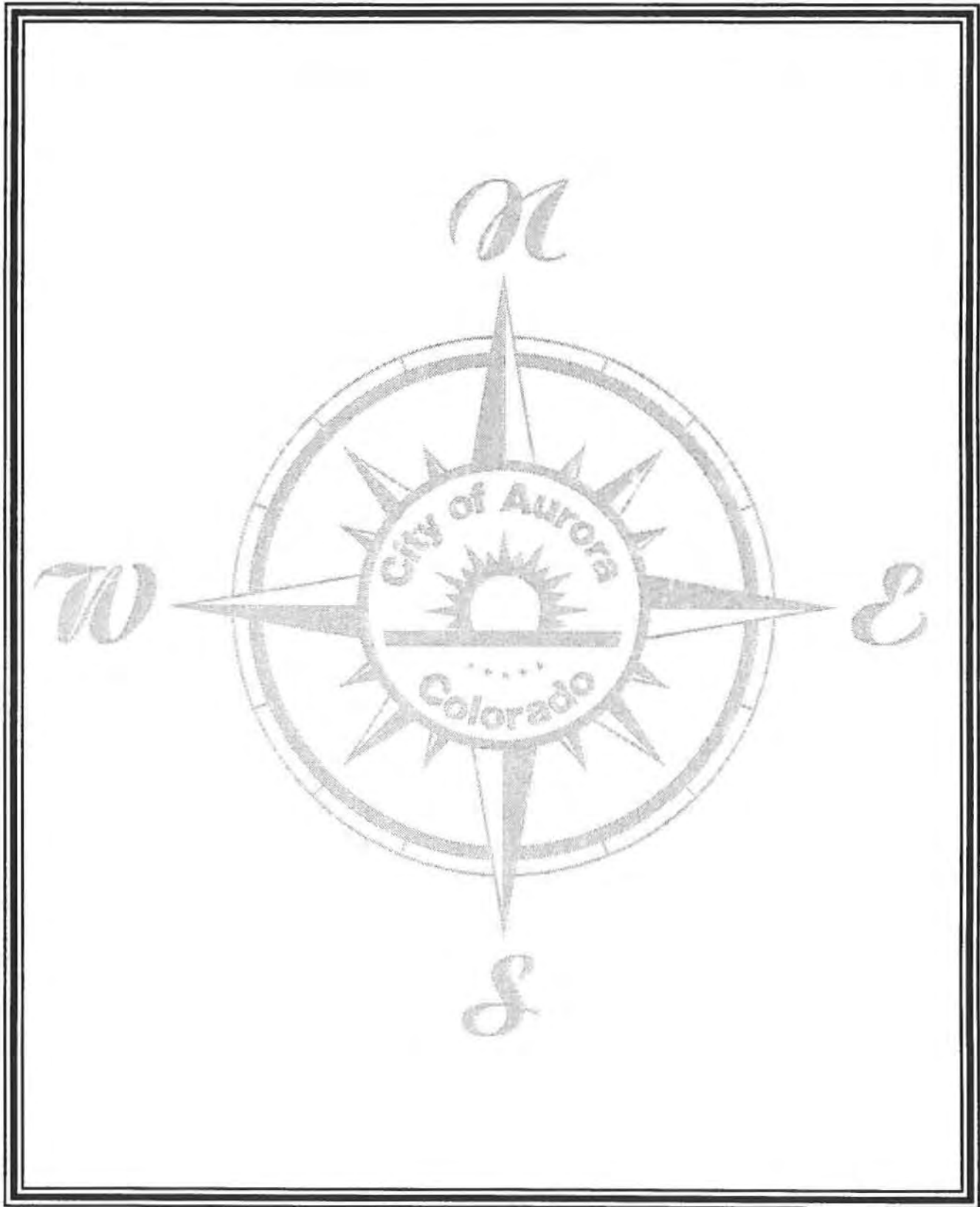


EXHIBIT G-1

CITY OF AURORA, COLORADO

**TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2000**

	Pension Trust	Agency		Totals
	GERP	General Agency	Payroll Clearing	
ASSETS				
Cash and cash equivalents	\$ 23,055,248	\$ —	\$ —	\$ 23,055,248
Equity in cash and cash equivalents	—	44,889	5,618,937	5,663,826
Investments	177,176,251	—	—	177,176,251
Receivables				
Accrued interest	1,628,098	—	—	1,628,098
Other	2,506,404	—	—	2,506,404
Due from other governments	256,539	—	—	256,539
Machinery and equipment	41,507	—	—	41,507
Accumulated depreciation	(39,389)	—	—	(39,389)
TOTAL ASSETS	\$ 204,624,658	\$ 44,889	\$ 5,618,937	\$ 210,288,484
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 2,734,043	\$ 2,567	\$ 5,203	\$ 2,741,813
Funds held for others	—	42,322	5,613,734	5,656,056
Total liabilities	2,734,043	44,889	5,618,937	8,397,869
FUND BALANCES				
Reserved for employee pension benefits	201,890,615	—	—	201,890,615
Total fund balances	201,890,615	—	—	201,890,615
TOTAL LIABILITIES AND FUND BALANCES	\$ 204,624,658	\$ 44,889	\$ 5,618,937	\$ 210,288,484

EXHIBIT G-2

CITY OF AURORA, COLORADO

**PENSION TRUST FUNDS
COMBINING STATEMENT OF CHANGES IN PLAN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2000**

	<u>GERP</u>	<u>Elected Officials' Pension</u>	<u>Totals</u>
ADDITIONS			
Contributions			
City	\$ 3,045,961	\$ 10,455	\$ 3,056,416
Plan members	3,049,093	—	3,049,093
Total contributions	<u>6,095,054</u>	<u>10,455</u>	<u>6,105,509</u>
Investment income			
Net depreciation in fair value of investments	(1,113,863)	—	(1,113,863)
Interest	6,019,497	—	6,019,497
Dividends	3,677,565	—	3,677,565
Other income	21,286	—	21,286
Total investment income	<u>8,604,485</u>	<u>—</u>	<u>8,604,485</u>
Less investment expense	911,302	—	911,302
Net investment income	<u>7,693,183</u>	<u>—</u>	<u>7,693,183</u>
Total additions	<u>13,788,237</u>	<u>10,455</u>	<u>13,798,692</u>
DEDUCTIONS			
Benefits	3,739,799	10,455	3,750,254
Refunds of contributions	1,832,001	—	1,832,001
Administrative expense			
Salaries	164,777	—	164,777
Other administrative costs	83,604	—	83,604
Professional fees	20,853	—	20,853
Actuary fees	39,568	—	39,568
Total administrative expenses	<u>308,802</u>	<u>—</u>	<u>308,802</u>
Total deductions	<u>5,880,602</u>	<u>10,455</u>	<u>5,891,057</u>
NET INCREASE IN PLAN ASSETS	<u>7,907,635</u>	<u>—</u>	<u>7,907,635</u>
NET ASSETS HELD FOR EMPLOYEE PENSION BENEFITS - JANUARY 1	<u>193,982,980</u>	<u>—</u>	<u>193,982,980</u>
NET ASSETS HELD FOR EMPLOYEE PENSION BENEFITS - DECEMBER 31	<u>\$ 201,890,615</u>	<u>\$ —</u>	<u>\$ 201,890,615</u>

EXHIBIT G-3

CITY OF AURORA, COLORADO

**AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED DECEMBER 31, 2000**

	<u>Balance January 1</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31</u>
GENERAL AGENCY				
ASSETS				
Equity in cash and cash equivalents	\$ 43,481	\$ 252,977	\$ (251,569)	\$ 44,889
Due from other funds	1,612	—	(1,612)	—
TOTAL ASSETS	<u>\$ 45,093</u>	<u>\$ 252,977</u>	<u>\$ (253,181)</u>	<u>\$ 44,889</u>
LIABILITIES				
Accounts payable	\$ —	\$ 239,735	\$ (237,168)	\$ 2,567
Funds held for others	34,978	261,914	(254,570)	42,322
Due to other funds	10,115	—	(10,115)	—
TOTAL LIABILITIES	<u>\$ 45,093</u>	<u>\$ 501,649</u>	<u>\$ (501,853)</u>	<u>\$ 44,889</u>
 PAYROLL CLEARING				
ASSETS				
Equity in cash and cash equivalents	\$ 4,921,096	\$ 139,297,879	\$ (138,600,038)	\$ 5,618,937
TOTAL ASSETS	<u>\$ 4,921,096</u>	<u>\$ 139,297,879</u>	<u>\$ (138,600,038)</u>	<u>\$ 5,618,937</u>
LIABILITIES				
Accounts payable	\$ 408,363	\$ 134,447,158	\$ (134,850,318)	\$ 5,203
Funds held for others	4,512,733	142,543,019	(141,442,018)	5,613,734
TOTAL LIABILITIES	<u>\$ 4,921,096</u>	<u>\$ 276,990,177</u>	<u>\$ (276,292,336)</u>	<u>\$ 5,618,937</u>

(Continued)

EXHIBIT G-3

CITY OF AURORA, COLORADO

AGENCY FUNDS

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED DECEMBER 31, 2000**

	<u>Balance January 1</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31</u>
TOTAL AGENCY FUNDS				
ASSETS				
Equity in cash and cash equivalents	\$ 4,964,577	\$ 139,550.856	\$ (138,851.607)	\$ 5,663.826
Due from other funds	1,612	—	(1,612)	—
TOTAL ASSETS	<u>\$ 4,966.189</u>	<u>\$ 139,550.856</u>	<u>\$ (138,853.219)</u>	<u>\$ 5,663.826</u>
LIABILITIES				
Accounts payable	\$ 408,363	\$ 134,686.893	\$ (135,087.486)	\$ 7,770
Funds held for others	4,547,711	142,804.933	(141,696.588)	5,656.056
Due to other funds	10,115	—	(10,115)	—
TOTAL LIABILITIES	<u>\$ 4,966.189</u>	<u>\$ 277,491.826</u>	<u>\$ (276,794.189)</u>	<u>\$ 5,663.826</u>

(Concluded)

EXHIBIT H-1**CITY OF AURORA, COLORADO****GENERAL FIXED ASSETS ACCOUNT GROUP
COMBINING SCHEDULE OF GENERAL FIXED ASSETS BY SOURCE
DECEMBER 31, 2000**

	<u>City</u>	<u>ACLC</u>	<u>Totals</u>
GENERAL FIXED ASSETS			
Land	\$ 19,124,012	\$ 2,086,067	\$ 21,210,079
Buildings and improvements	27,789,064	34,608,645	62,397,709
Improvements other than buildings	15,628,224	36,014	15,664,238
Machinery and equipment	48,139,414	—	48,139,414
Construction in progress	3,143,013	115,188	3,258,201
TOTAL GENERAL FIXED ASSETS	<u>\$ 113,823,727</u>	<u>\$ 36,845,914</u>	<u>\$ 150,669,641</u>
INVESTMENT IN GENERAL FIXED ASSETS			
Federal government	\$ 3,169,621	\$ —	\$ 3,169,621
State of Colorado	825,979	—	825,979
Conservation Trust	9,687,926	—	9,687,926
Private gifts and grants	645,695	—	645,695
General fund	39,553,170	—	39,553,170
Special revenue funds	6,285,505	—	6,285,505
Capital projects fund	43,489,214	—	43,489,214
Contributions from enterprise funds	542,251	—	542,251
Contributions from internal service funds	9,624,366	—	9,624,366
ACLC	—	36,845,914	36,845,914
TOTAL INVESTMENT IN GENERAL FIXED ASSETS	<u>\$ 113,823,727</u>	<u>\$ 36,845,914</u>	<u>\$ 150,669,641</u>

EXHIBIT H-2

CITY OF AURORA, COLORADO

GENERAL FIXED ASSETS ACCOUNT GROUP
 COMBINING SCHEDULE OF GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY
 DECEMBER 31, 2000

FUNCTION AND ACTIVITY	Land	Buildings and Improvements	Improvements Other Than Buildings	Machinery and Equipment	Construction in Progress	Totals
CITY						
General government						
Buildings	\$ 3,665,512	\$ 2,534,332	\$ 659,487	\$ 152,745	\$ —	\$ 7,012,076
City Council	—	—	—	6,264	—	6,264
Boards and Commissions	—	78,420	—	11,301	—	89,721
Judicial	—	—	—	29,185	—	29,185
Court Administration	—	—	—	624,311	—	624,311
City Attorney	—	—	—	70,705	—	70,705
General Management	—	—	—	727,000	—	727,000
Finance	—	—	—	181,294	—	181,294
Information Technology	—	—	76,404	7,197,864	—	7,274,268
Internal Services	—	167,000	25,975	73,887	—	266,862
Building Services	—	20,425	—	408,194	—	428,619
Community Services	—	—	—	461,881	—	461,881
Planning	—	—	—	169,801	—	169,801
Development Services	—	—	—	33,536	—	33,536
Total general government	3,665,512	2,800,177	761,866	10,147,968	—	17,375,523
Public safety						
Emergency communications	—	3,740	333,307	1,670,659	—	2,007,706
Police	90,000	3,994,177	687,091	8,761,744	—	13,533,012
Fire	107,000	5,027,453	140,558	9,397,825	39,147	14,711,983
Building Inspection	—	—	—	345,923	—	345,923
Total public safety	197,000	9,025,370	1,160,956	20,176,151	39,147	30,598,624
Public works						
Transfers and other payments	—	—	—	87,382	—	87,382
Highways and streets	6,823,460	42,339	30,792	10,407,646	—	17,304,237
Total public works	6,823,460	42,339	30,792	10,495,028	—	17,391,619
Culture and recreation						
Library and Recreation Services	566,882	11,011,779	2,932,199	1,396,570	—	15,907,430
Parks and open space	7,871,158	4,909,399	10,742,411	5,923,697	3,103,866	32,550,531
Total culture and recreation	8,438,040	15,921,178	13,674,610	7,320,267	3,103,866	48,457,961
Total - City	19,124,012	27,789,064	15,628,224	48,139,414	3,143,013	113,823,727
ACLC						
General government buildings	2,086,067	34,608,645	36,014	—	115,188	36,845,914
Total Reporting Entity	\$ 21,210,079	\$ 62,397,709	\$ 15,664,238	\$ 48,139,414	\$ 3,258,201	\$ 150,669,641

EXHIBIT H-3

CITY OF AURORA, COLORADO

GENERAL FIXED ASSETS ACCOUNT GROUP
 COMBINING SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY
 FOR THE YEAR ENDED DECEMBER 31, 2000

	Balance January 1	Additions	Disposals	Transfers In (Out)	Balance December 31
CITY					
General Government					
Buildings	\$ 19,840,192	\$ —	\$ (10,130,054)	\$ (2,698,062)	\$ 7,012,076
City Council	6,264	—	—	—	6,264
Boards and Commissions	89,721	—	—	—	89,721
Judicial	29,185	—	—	—	29,185
Court Administration	635,245	2,662	(13,596)	—	624,311
City Attorney	86,823	5,514	—	(21,632)	70,705
General Management	744,101	—	(17,101)	—	727,000
Finance	181,596	10,301	(10,603)	—	181,294
Information Technology	7,188,391	99,852	(13,975)	—	7,274,268
Internal Services	168,907	110,375	(12,420)	—	266,862
Building Services	403,033	32,912	(7,326)	—	428,619
Community Services	384,858	95,439	(18,416)	—	461,881
Planning	196,573	—	(26,772)	—	169,801
Development Services	25,039	8,497	—	—	33,536
Total General Government	29,979,928	365,552	(10,250,263)	(2,719,694)	17,375,523
Public safety					
Emergency Communications	1,990,088	117,912	(100,294)	—	2,007,706
Police	12,599,094	1,956,319	(1,044,033)	21,632	13,533,012
Fire	13,434,208	1,493,420	(215,645)	—	14,711,983
Building Inspection	236,851	131,782	(22,710)	—	345,923
Total Public Safety	28,260,241	3,699,433	(1,382,682)	21,632	30,598,624
Public Works					
Transfers and other payments	—	87,382	—	—	87,382
Highways and Streets	23,202,745	2,114,674	(6,947,738)	(1,065,444)	17,304,237
Total Public Works	23,202,745	2,202,056	(6,947,738)	(1,065,444)	17,391,619
Culture and Recreation					
Library and Recreation Services	15,966,071	31,631	(90,272)	—	15,907,430
Parks and Open Space	25,393,250	7,369,732	(212,451)	—	32,550,531
Total Culture and Recreation	41,359,321	7,401,363	(302,723)	—	48,457,961
Total City	122,802,235	13,668,404	(18,883,406)	(3,763,506)	113,823,727
ACLIC					
General Government					
Buildings	32,991,244	115,188	(24,024)	3,763,506	36,845,914
Total Reporting Entity	\$ 155,793,479	\$ 13,783,592	\$ (18,907,430)	\$ —	\$ 150,669,641

EXHIBIT H-4

CITY OF AURORA, COLORADO

**GENERAL LONG-TERM DEBT ACCOUNT GROUP
COMBINING SCHEDULE OF GENERAL LONG-TERM DEBT
DECEMBER 31, 2000**

	<u>City</u>	<u>AURA</u>	<u>ACLC</u>	<u>Totals</u>
OTHER DEBITS				
Amount available in debt service funds	\$ 908,262	\$ 1,059,017	\$ 11,726,327	\$ 13,693,606
Amount to be provided for retirement of general long-term debt	<u>97,258,662</u>	<u>1,420,983</u>	<u>85,838,673</u>	<u>184,518,318</u>
TOTAL OTHER DEBITS	<u>\$ 98,166,924</u>	<u>\$ 2,480,000</u>	<u>\$ 97,565,000</u>	<u>\$ 198,211,924</u>
LIABILITIES				
Accrued compensated absences	\$ 15,842,178	\$ —	\$ —	\$ 15,842,178
General obligation bonds payable	63,095,000	—	—	63,095,000
Revenue bonds payable	17,300,000	2,480,000	—	19,780,000
Certificates of participation	—	—	97,565,000	97,565,000
Special assessment bonds payable	235,000	—	—	235,000
Capitalized leases	1,517,944	—	—	1,517,944
Net pension obligation	<u>176,802</u>	<u>—</u>	<u>—</u>	<u>176,802</u>
TOTAL LIABILITIES	<u>\$ 98,166,924</u>	<u>\$ 2,480,000</u>	<u>\$ 97,565,000</u>	<u>\$ 198,211,924</u>

EXHIBIT I-1

CITY OF AURORA, COLORADO

SCHEDULE OF INDEBTEDNESS - ALL FUNDS

DECEMBER 31, 2000

	Interest Rates	Dates		Authorized and Issued	Bonds	
		Issue	Maturity		Outstanding	Current Maturities
GENERAL OBLIGATION DEBT						
Supported by General Fund revenues						
Public safety	4.85 - 5.55%	5/15/95	2001 - 2009	\$ 4,855,000	\$ 3,480,000	\$ 315,000
Park and street refunding	5.30%	8/1/92	2001	400,000	400,000	400,000
Alameda & I-225 Interchange	4.50 - 4.80%	6/1/98	2001 - 2012	10,000,000	9,115,000	590,000
Libraries, parks, public safety	4.60 - 5.00%	12/1/00	2001 - 2015	50,100,000	50,100,000	2,310,000
Total supported by General Fund revenues				65,355,000	63,095,000	3,615,000
Supported by Water Fund revenues						
General obligation refunding	4.625 - 4.75%	9/15/93	2001 - 2014	114,800,000	81,380,000	7,195,000
General obligation refunding	6.80 - 6.90%	8/1/89	2001 - 2006	24,452,709	11,830,000	2,920,000
General obligation refunding	4.55 - 4.90%	12/1/96	2001 - 2006	2,615,000	2,540,000	20,000
Unamortized bond discounts				—	(2,373,526)	—
Total supported by Water Fund revenues				141,867,709	93,376,474	10,135,000
REVENUE BONDS						
Supported by General Fund revenues						
Sports Park	4.75 - 5.125%	7/1/99	2001 - 2014	17,470,000	17,300,000	500,000
Supported by Water Fund revenues						
Governmental agency bond	4.485%	5/1/99	2001 - 2014	14,999,899	14,178,795	837,204
Unamortized bond discounts				—	(86,955)	—
Unamortized bond premium				—	383,291	—
Total supported by Water Fund revenues				14,999,899	14,475,131	837,204
Supported by Sewer Fund revenues						
Sewer revenue refunding	4.50 - 4.65%	7/15/93	2001 - 2002	11,180,000	2,890,000	1,405,000
Governmental agency bond	5.00%	7/27/99	2001 - 2014	24,124,366	22,724,915	1,361,772
Unamortized bond discounts				—	(153,967)	—
Unamortized bond premium				—	102,391	—
Total supported by Sewer Fund revenues				35,304,366	25,563,339	2,766,772
Supported by Golf Fund revenues						
Golf Course Enterprise System	5.25 - 6.20%	11/1/95	2001 - 2015	7,395,000	6,400,000	280,000
Unamortized bond discount				—	(82,732)	—
Total supported by Golf Fund revenues				7,395,000	6,317,268	280,000
WATER NOTES						
Supported by Water Fund revenues						
Water Rights No. R/B-I-One	5.00%	11/19/99	2001 - 2009	253,987	228,589	25,400
Water Rights No. R/B-I-Two	5.00%	11/19/99	2001 - 2009	249,125	224,212	24,912
Total supported by Water Fund revenues				503,112	452,801	50,312
SPECIAL IMPROVEMENT DISTRICTS						
Special assessment refunding	5.50%	5/15/96	2001	1,800,000	235,000	235,000
Total supported by special improvement districts				1,800,000	235,000	235,000
INCLUDABLE ENTITIES						
AURA tax increment revenue refunding bonds	5.15 - 5.80%	5/15/96	2001 - 2007	3,580,000	2,480,000	260,000
ACLIC certificates of participation - refunding	5.70 - 6.25%	6/1/94	2001 - 2009	35,875,000	21,190,000	1,495,000
ACLIC certificates of participation	5.00 - 6.00%	8/1/00	2003 - 2030	76,375,000	76,375,000	—
Total supported by includable entities				115,830,000	100,045,000	1,755,000
TOTAL INDEBTEDNESS				\$ 400,525,086	\$ 320,860,013	\$ 20,174,288

EXHIBIT I-2

CITY OF AURORA, COLORADO

SCHEDULE OF DEBT SERVICE REQUIREMENTS
 GENERAL LONG-TERM DEBT
 DECEMBER 31, 2000

Year	General Obligation Bonds Supported by General Fund Revenues		Revenue Bonds Supported by General Fund Revenues		Tax Increment Revenue Refunding Bonds Supported by AURA Revenues		Special Assessment Bonds		Capitalized Leases Supported by General Fund Revenues		Certificates of Participation Supported by ACLC Revenues		Total Principal and Interest Requirements to Maturity
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	
2001	\$ 3,615,000	\$ 2,960,262	\$ 500,000	\$ 846,704	\$ 260,000	\$ 137,642	\$ 235,000	\$ 12,925	\$ 490,635	\$ 87,438	\$ 1,495,000	\$ 5,570,698	\$ 16,211,304
2002	3,370,000	2,801,575	945,000	812,386	270,000	124,252	—	—	519,072	59,002	1,575,000	5,485,484	15,961,771
2003	3,540,000	2,646,015	990,000	766,430	285,000	109,942	—	—	247,089	28,919	2,185,000	5,393,346	16,191,741
2004	3,710,000	2,482,440	1,040,000	717,568	300,000	94,695	—	—	261,148	14,859	2,315,000	5,269,066	16,204,776
2005	3,900,000	2,310,625	1,095,000	665,527	320,000	78,195	—	—	—	—	2,445,000	5,135,566	15,949,913
2006	4,090,000	2,129,808	1,150,000	610,805	335,000	60,275	—	—	—	—	2,590,000	4,994,516	15,960,404
2007	4,295,000	1,939,803	1,205,000	552,649	710,000	41,180	—	—	—	—	2,825,000	4,845,066	16,413,698
2008	4,510,000	1,739,810	1,270,000	490,774	—	—	—	—	—	—	2,985,000	4,676,316	15,671,900
2009	4,735,000	1,529,368	1,335,000	425,649	—	—	—	—	—	—	6,955,000	4,497,941	19,477,958
2010	4,480,000	1,307,933	1,400,000	357,274	—	—	—	—	—	—	1,900,000	4,071,816	13,517,023
2011	4,705,000	1,101,853	1,475,000	285,399	—	—	—	—	—	—	1,995,000	3,976,816	13,539,068
2012	4,940,000	882,610	1,550,000	209,774	—	—	—	—	—	—	2,095,000	3,877,066	13,554,450
2013	4,185,000	647,480	1,630,000	129,459	—	—	—	—	—	—	2,205,000	3,769,698	12,566,637
2014	4,400,000	446,600	1,715,000	43,947	—	—	—	—	—	—	2,320,000	3,653,935	12,579,482
2015	4,620,000	231,000	—	—	—	—	—	—	—	—	2,440,000	3,530,975	10,821,975
2016	—	—	—	—	—	—	—	—	—	—	2,585,000	3,390,675	5,975,675
2017	—	—	—	—	—	—	—	—	—	—	2,730,000	3,242,038	5,972,038
2018	—	—	—	—	—	—	—	—	—	—	2,890,000	3,085,063	5,975,063
2019	—	—	—	—	—	—	—	—	—	—	3,055,000	2,918,888	5,973,888
2020	—	—	—	—	—	—	—	—	—	—	3,230,000	2,743,225	5,973,225
2021	—	—	—	—	—	—	—	—	—	—	3,415,000	2,557,500	5,972,500
2022	—	—	—	—	—	—	—	—	—	—	3,620,000	2,352,600	5,972,600
2023	—	—	—	—	—	—	—	—	—	—	3,835,000	2,135,400	5,970,400
2024	—	—	—	—	—	—	—	—	—	—	4,070,000	1,905,300	5,975,300
2025	—	—	—	—	—	—	—	—	—	—	4,310,000	1,661,100	5,971,100
2026	—	—	—	—	—	—	—	—	—	—	4,570,000	1,402,500	5,972,500
2027	—	—	—	—	—	—	—	—	—	—	4,820,000	1,151,150	5,971,150
2028	—	—	—	—	—	—	—	—	—	—	5,085,000	886,050	5,971,050
2029	—	—	—	—	—	—	—	—	—	—	5,365,000	606,375	5,971,375
2030	—	—	—	—	—	—	—	—	—	—	5,660,000	311,300	5,971,300
Totals	\$ 63,095,000	\$ 25,157,182	\$ 17,300,000	\$ 6,914,345	\$ 2,480,000	\$ 646,181	\$ 235,000	\$ 12,925	\$ 1,517,944	\$ 190,218	\$ 97,565,000	\$ 99,097,469	\$ 314,211,264

EXHIBIT I-3

CITY OF AURORA, COLORADO

SCHEDULE OF DEBT SERVICE REQUIREMENTS
 PROPRIETARY FUNDS
 DECEMBER 31, 2000

Year	General Obligation Bonds Supported by Water Revenues		Revenue Bonds Supported by Water Revenues		Notes Supported by Water Revenues		Revenue Bonds Supported by Sewer Revenues		Revenue Bonds Supported by Golf Revenues		Capitalized Leases Supported by Golf Revenues		Total Principal and Interest Requirements to Maturity
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	
2001	\$ 10,135,000	\$ 3,992,192	\$ 837,204	\$ 445,986	\$ 50,312	\$ 22,640	\$ 2,766,772	\$ 942,533	\$ 280,000	\$ 378,257	\$ 213,389	\$ 33,877	\$ 20,098,162
2002	10,430,000	3,658,514	858,670	519,413	50,311	20,124	2,868,302	865,023	295,000	363,558	178,310	22,157	20,129,382
2003	8,195,000	3,309,784	885,504	495,735	50,311	17,609	1,426,363	756,247	315,000	347,628	178,816	13,775	15,991,772
2004	8,750,000	3,063,009	906,971	471,317	50,311	15,093	1,458,658	725,225	335,000	329,672	103,921	4,186	16,213,363
2005	6,990,000	2,730,916	933,804	444,194	50,311	12,578	1,496,336	683,337	350,000	310,577	—	—	14,002,053
2006	7,335,000	2,404,962	960,638	416,269	50,311	10,062	1,539,396	640,368	370,000	290,628	—	—	14,017,634
2007	6,380,000	2,062,281	982,104	394,253	50,311	7,547	1,577,072	603,312	390,000	269,167	—	—	12,716,047
2008	6,700,000	1,767,206	1,008,938	370,603	50,311	5,031	1,620,132	563,517	410,000	246,157	—	—	12,741,895
2009	5,865,000	1,457,331	1,030,404	345,600	50,312	2,516	1,663,192	520,756	435,000	222,583	—	—	11,592,694
2010	6,160,000	1,186,075	1,057,238	319,586	—	—	1,711,634	467,201	460,000	197,570	—	—	11,559,304
2011	6,470,000	893,475	1,094,804	283,045	—	—	1,770,842	412,087	485,000	171,120	—	—	11,580,373
2012	6,800,000	586,150	1,132,372	245,205	—	—	1,819,284	361,234	520,000	141,050	—	—	11,605,295
2013	2,695,000	263,150	1,202,138	176,067	—	—	1,873,110	301,086	550,000	108,810	—	—	7,169,361
2014	2,845,000	135,138	1,288,006	89,518	—	—	2,023,822	156,817	585,000	74,710	—	—	7,198,011
2015	—	—	—	—	—	—	—	—	620,000	38,440	—	—	658,440
Totals	\$ 95,750,000	\$ 27,510,183	\$ 14,178,795	\$ 5,016,791	\$ 452,801	\$ 113,200	\$ 25,614,915	\$ 7,998,743	\$ 6,400,000	\$ 3,489,927	\$ 674,436	\$ 73,995	\$ 187,273,786

EXHIBIT I-4

CITY OF AURORA, COLORADO

SCHEDULE OF CONDUIT DEBT OUTSTANDING
DECEMBER 31, 2000

Trustee	Issue Type*	Dated Date	Description	Funding Source	December 31, 2000 Outstanding
Bank One	(EDB)	04/15/94	Refunding Rev Bonds (Community College of Aurora). 1994	lease pymt	\$ 10,335,000
US Bank	(IDB)	11/15/84	(TE Properties) Commercial Office Products. 1984	loan pymt	3,810,000
US Bank	(IDB)	03/01/87	YMCA of Metro Denver (paid in full in 2000)	loan pymt	—
Wells Fargo Bank West	(IDB)	07/29/94	Optima Batteries. Series B (\$5.515 mil. non rated)	loan pymt	4,195,000
Wells Fargo Bank West	(IDB)	07/29/94	Optima Batteries, Series A (\$3.4 mil, COP backed conv floaters)	loan pymt.	3,430,000
US Bank	(MF)	04/21/98	Dayton 98 Series A	rental pymt	8,535,000
US Bank	(MF)	04/21/98	Dayton 98 Series B	rental pymt	1,260,000
US Bank	(MF)	04/21/98	Dayton 98 Series C	rental pymt	410,000
US Bank	(MF)	04/21/98	Dayton 98 Series D	mortg pymt	550,000
Wells Fargo Minnesota	(MF)	08/01/96	Aurora Meadows Apartment Project Revenue Refunding 1996	mortg pymt	13,400,000
U.S. Bank Trust	(MF)	10/27/92	Multi-Family Housing Revenue Refunding 1996, Laredo Apartments Project	mortg pymt	1,220,000
US Bank	(SF)	11/13/81	Revenue Bonds. 1981 Series A (private placement)	mortg pymt	2,625,000
BNY	(SF)	09/01/84	Revenue Bonds. Series 1984 A (defeased and non-defeased escrow)	mortg pymt	1,909,163
Zions Bank	(SF)	11/01/93	Revenue Bonds. Series 1993 A	mortg pymt	6,065,000
Total conduit debt outstanding					<u>\$ 57,744,163</u>

- * EDB Educational Development Bond
- IDB Industrial Development Bond
- MF Multi-Family
- SF Single Family

EXHIBIT I-5

CITY OF AURORA, COLORADO

SCHEDULE OF POOLED INVESTMENTS
DECEMBER 31, 2000

Investment Description	Coupon Rate	Maturity Date	Original Cost	Carrying/ Fair Value	Par Value
U.S. Government and agency securities					
Federal Home Loan Bank	7.125	11/15/01	\$ 603,942	\$ 606,564	\$ 600,000
	N/A	12/18/01	1,272,035	1,391,914	1,470,000
	N/A	01/17/02	3,328,045	3,648,675	3,870,000
	7.250	05/15/03	2,021,875	2,073,120	2,000,000
	6.050	06/09/03	1,968,050	1,993,760	2,000,000
Federal Home Loan Mtg. Corp.	5.750	07/15/03	2,952,570	3,011,250	3,000,000
Federal National Mortgage Assn.	N/A	02/01/01	4,509,612	4,978,500	5,000,000
	N/A	02/15/01	1,540,217	1,687,301	1,700,000
	N/A	08/15/01	2,648,115	2,893,500	3,000,000
	N/A	08/15/01	8,824,622	9,645,000	10,000,000
	N/A	08/15/01	6,617,562	7,233,750	7,500,000
	5.260	10/02/03	4,353,120	4,457,700	4,500,000
FICO Strip	N/A	05/02/01	4,616,380	5,082,280	5,186,000
Resolution Funding Corp.	N/A	01/15/01	3,683,574	4,042,912	4,050,000
	N/A	04/15/01	2,162,023	2,366,061	2,405,000
	N/A	10/15/01	2,593,830	2,830,047	2,959,000
U.S. Treasury Notes	N/A	11/15/01	8,757,300	9,521,900	10,000,000
	N/A	02/15/02	4,307,650	4,734,400	5,000,000
Total U.S. Government and agency securities			66,760,522	72,198,634	74,240,000
Commercial Paper					
	N/A	02/07/01	1,960,278	1,984,300	2,000,000
	N/A	02/16/01	2,945,544	2,976,450	3,000,000
	N/A	01/26/01	5,968,680	5,973,000	6,000,000
	N/A	01/31/01	1,962,920	1,989,266	2,000,000
	N/A	01/12/01	5,983,625	5,987,990	6,000,000
	N/A	05/01/01	2,447,830	2,449,668	2,500,000
	N/A	01/11/01	2,016,058	2,044,867	2,050,000
	N/A	04/13/01	1,957,503	1,965,604	2,000,000
	N/A	01/05/01	4,423,273	4,494,461	4,500,000
	N/A	03/02/01	3,923,327	3,956,736	4,000,000
	N/A	03/07/01	2,453,078	2,467,648	2,500,000
	N/A	03/30/01	2,935,244	2,954,025	3,000,000
	N/A	01/03/01	1,965,067	1,998,946	2,000,000
	N/A	02/07/01	1,966,313	1,984,300	2,000,000
Total Commercial Paper			42,908,740	43,227,261	43,550,000

(Continued)

EXHIBIT I-5

CITY OF AURORA, COLORADO

SCHEDULE OF POOLED INVESTMENTS
DECEMBER 31, 2000

Investment Description	Coupon Rate	Maturity Date	Original Cost	Carrying/ Fair Value	Par Value
Corporate Notes					
	6.500	10/15/01	\$ 1,998,800	\$ 2,005,000	\$ 2,000,000
	5.550	04/15/03	1,907,560	1,988,600	2,000,000
	6.500	09/15/02	993,967	986,250	1,000,000
	6.500	09/15/02	992,560	986,250	1,000,000
	6.000	06/15/02	1,311,161	1,340,550	1,350,000
	6.350	03/19/01	1,011,530	999,700	1,000,000
	5.700	05/03/02	2,000,000	1,990,000	2,000,000
	6.875	06/01/03	1,999,640	2,024,400	2,000,000
	7.000	09/15/01	1,517,864	1,480,531	1,475,000
	7.000	09/15/01	1,028,724	1,003,750	1,000,000
	7.000	09/15/01	1,020,918	1,003,750	1,000,000
	7.000	09/15/01	1,018,845	1,003,750	1,000,000
	6.740	08/15/03	1,996,700	2,017,500	2,000,000
	5.850	01/15/01	1,989,847	1,999,400	2,000,000
	6.700	05/29/01	1,010,400	1,001,500	1,000,000
	5.750	11/01/03	2,904,930	2,961,300	3,000,000
	5.900	09/01/03	1,271,283	1,290,380	1,300,000
	6.730	06/01/01	1,006,300	1,001,400	1,000,000
	6.500	09/01/02	1,976,133	2,016,800	2,000,000
	6.500	09/01/02	1,333,368	1,361,340	1,350,000
	6.250	03/15/03	980,490	1,007,500	1,000,000
	7.250	01/15/03	2,001,070	2,027,200	2,000,000
	6.200	03/15/01	1,995,460	1,999,400	2,000,000
	5.740	07/09/01	1,003,025	998,200	1,000,000
	5.770	08/27/01	1,987,838	1,972,630	1,975,000
	7.570	03/11/02	1,030,480	1,019,200	1,000,000
	6.750	09/11/03	2,496,775	2,548,750	2,500,000
	6.625	04/01/03	1,956,250	1,998,000	2,000,000
	6.450	11/12/02	1,963,280	2,015,000	2,000,000
	6.430	10/15/02	2,060,688	2,105,250	2,100,000
	9.875	12/01/02	1,535,579	1,551,500	1,450,000
	5.750	11/15/03	967,620	985,000	1,000,000
	6.500	04/01/01	1,428,380	1,399,493	1,403,000
	5.710	01/15/02	994,090	996,250	1,000,000
	5.750	11/04/02	1,406,535	1,445,400	1,460,000
	6.000	02/12/03	1,544,350	1,585,035	1,593,000
	6.000	02/12/03	1,441,075	1,487,525	1,495,000
	6.800	11/03/03	1,517,295	1,513,125	1,500,000
	6.800	11/03/03	1,997,100	2,017,500	2,000,000

(Continued)

EXHIBIT I-5

CITY OF AURORA, COLORADO

**SCHEDULE OF POOLED INVESTMENTS
DECEMBER 31, 2000**

Investment Description	Coupon Rate	Maturity Date	Original Cost	Carrying/ Fair Value	Par Value
<u>Corporate Notes (continued)</u>					
	6.375	08/01/02	\$ 983,015	\$ 1,003,750	\$ 1,000,000
	6.750	03/04/03	2,674,568	2,777,500	2,750,000
	7.375	02/10/03	1,010,220	1,023,750	1,000,000
	5.840	02/14/03	1,383,445	1,437,313	1,450,000
	5.650	01/15/03	1,433,235	1,481,250	1,500,000
	6.250	10/15/02	1,959,545	2,005,000	2,000,000
	6.925	10/15/03	1,997,360	2,027,500	2,000,000
	6.750	05/15/02	1,995,480	2,020,000	2,000,000
	6.375	03/01/03	1,968,060	2,020,000	2,000,000
	5.750	01/15/03	2,305,656	2,397,000	2,400,000
	6.800	05/15/02	994,520	1,010,000	1,000,000
	6.800	05/15/02	999,862	1,010,000	1,000,000
	6.250	11/01/02	974,640	1,000,000	1,000,000
Total Corporate Notes			81,277,516	82,347,172	82,051,000
COLOTRUST	6.500	Open	10,150,680	10,150,680	10,150,680
TOTAL POOLED INVESTMENTS			\$ 201,097,458	\$ 207,923,747	\$ 209,991,680

This schedule represents City pooled investments. The City's financial statements include other investments that are not located in the investment pool. Investments with maturities of three months or less from date of purchase are cash and cash equivalents, which are carried at amortized cost.

(Concluded)

EXHIBIT I-6

Form Approved
OMB No. 2125-0032

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

LOCAL HIGHWAY FINANCE REPORT		City or County: City of Aurora, Colorado	
		YEAR ENDING : December 2000	
This Information From The Records Of (example - City of _ or County of _): City of Aurora, Colorado		Prepared By: Deborah Russell	Phone: (303) 739-7795
I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE			
ITEM	A. Local Motor-Fuel Taxes	B. Local Motor-Vehicle Taxes	C. Receipts from State Highway- User Taxes
D. Receipts from Federal Highway Administration			
1. Total receipts available			
2. Minus amount used for collection expenses			
3. Minus amount used for nonhighway purposes			
4. Minus amount used for mass transit			
5. Remainder used for highway purposes			
II. RECEIPTS FOR ROAD AND STREET PURPOSES		III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES	
ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	4,687,187
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	14,122,176
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	1,780,326
2. General fund appropriations	0	b. Snow and ice removal	1,376,541
3. Other local imposts (from page 2)	26,040,127	c. Other	0
4. Miscellaneous local receipts (from page 2)	0	d. Total (a. through c.)	3,156,867
5. Transfers from toll facilities	0	4. General administration & miscellaneous	1,958,073
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	5,443,949
a. Bonds - Original Issues	0	6. Total (1 through 5)	29,368,252
b. Bonds - Refunding Issues	0	B. Debt service on local obligations:	
c. Notes	0	1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	519,836
7. Total (1 through 6)	26,040,127	b. Redemption	1,450,000
B. Private Contributions	5,943,461	c. Total (a. + b.)	1,969,836
C. Receipts from State government (from page 2)	8,165,965	2. Notes:	
D. Receipts from Federal Government (from page 2)	0	a. Interest	0
E. Total receipts (A.7 + B + C + D)	40,149,553	b. Redemption	0
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	1,969,836
		C. Payments to State for highways	8,811,465
		D. Payments to toll facilities	0
		E. Total disbursements (A.6 + B.3 + C + D)	40,149,553
IV. LOCAL HIGHWAY DEBT STATUS (Show all entries at par)			
	Opening Debt	Amount Issued	Closing Debt
A. Bonds (Total)	11,200,000	0	9,750,000
1. Bonds (Refunding Portion)		0	885,000
B. Notes (Total)	0	0	0
Notes and Comments:			

EXHIBIT I-6

LOCAL HIGHWAY FINANCE REPORT	STATE: Colorado
	YEAR ENDING (mm/yy): December 2000

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments	0	a. Interest on investments	0
b. Other local imposts:		b. Other	0
1. Sales Taxes	18,149,204	c. Transfers	0
2. Traffic Fines	3,497,866	d. Capital Credits	0
3. Specific Ownership Tax	2,551,678	e. Sale of Assets	0
4. Motor Vehicle Registration	797,983	f. Fees/Licenses/Permits	0
5. From Cities/Counties	1,043,396	g. Service Performed	0
6. Total (1. through 5.)	26,040,127	h. Refunds of Expenditures	0
c. Total (a. + b.)	26,040,127	i. Total (a. through h.)	0
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	8,165,965	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	0
a. State bond proceeds		b. FEMA	0
b. Project Match		c. HUD	0
c. (Specify)	0	d. Mineral Leasing	0
d. (Specify)	0	e. Pay Lieu of Tax	0
e. (Specify)	0	f. Other Federal	0
f. Total (a. through e.)	0	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	8,165,965	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs	384,782	82,898	467,680
b. Engineering Costs	218,982	720,758	939,740
c. Construction:			
(1). Capacity Improvements	622,309	586,402	1,208,711
(2). System Preservation	0	0	0
(3). Safety And Other	2,411	2,068,645	2,071,056
(4). Total Construction (1)+(2)+(3)	624,720	2,655,047	3,279,767
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.4)	1,228,484	3,458,703	4,687,187
			(Carry forward to page 1)

Notes and Comments:

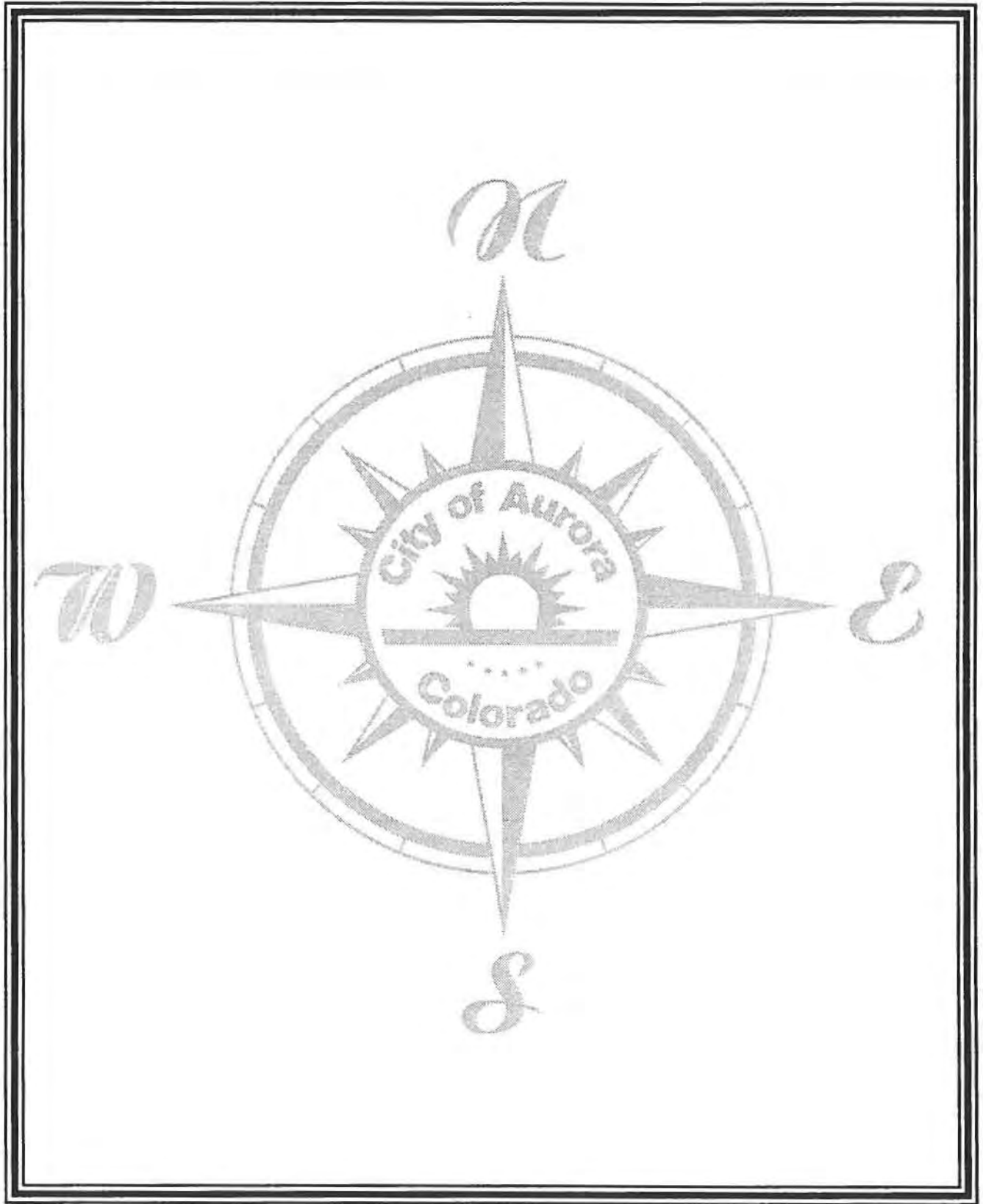


EXHIBIT I-7

CITY OF AURORA, COLORADO

**SCHEDULE OF INSURANCE COVERAGES
DECEMBER 31, 2000**

<u>Coverage</u>	<u>Carrier</u>	<u>Future Coverage Term</u>	<u>Limit of Coverage</u>	<u>Deductible or Retention</u>
Property	Allianz Insurance Company	January 1, 2001 - January 1, 2002	\$100,000,000: per occurrence \$300,000,000: any one location	\$100,000 per occurrence \$300,000 annual aggregate
Boiler & Machinery	The Companies of the Hartford Steam Boiler Inspection and Insurance Company	January 1, 2001 - January 1, 2002	\$25,000,000: per occurrence	\$10,000 per occurrence
Crime	Travelers Casualty & Surety Insurance Company of America	March 31, 2001 - March 31, 2004	Public employee dishonesty: \$2,000,000 Destruction, computer fraud: \$1,000,000	\$50,000 per occurrence
Workers' Compensation Specific Excess	National Union Fire Insurance Company of Pittsburgh, PA	January 1, 2001 - January 1, 2002	Statutory	\$300,000 per occurrence
Workers' Compensation Bond	Travelers Casualty & Surety Insurance Company of America	January 1, 2001 - January 1, 2002	\$5,196,000	N/A
Primary Liability	Genesis Insurance Company	January 1, 2001 - January 1, 2002	\$2,000,000	\$150,000 per occurrence
Excess Liability	Gulf Insurance Company	January 1, 2001 - January 1, 2002	\$8,000,000	\$2,000,000 underlying primary

EXHIBIT I-8

CITY OF AURORA, COLORADO

**SCHEDULE OF DEBT RATINGS
DECEMBER 31, 2000**

<u>Debt</u>	<u>Rating Agency</u>	<u>Rating</u>
City of Aurora, Colorado General Obligation Bonds	Moody's Investors Service Standard and Poor's	Aa2 AA
City of Aurora, Colorado General Fund Bonds	Moody's Investors Service Standard and Poor's	Aa3 AA-
City of Aurora, Colorado Sewer Revenue Refunding Bonds	Moody's Investors Service Standard and Poor's	Aa3 A+
City of Aurora, Colorado Aurora Capital Leasing Corporation Certificates of Participation	Moody's Investors Service Standard and Poor's	Aa3 A+
Aurora Urban Renewal Authority Tax Increment Financing Revenue Refunding Bonds	Standard and Poor's	A
City of Aurora, Colorado Golf Course Enterprise System Revenue Bonds	Moody's Investors Service	Baa1

EXHIBIT J-1**CITY OF AURORA, COLORADO****AURORA URBAN RENEWAL AUTHORITY
TAX INCREMENT REVENUE REFUNDING BONDS, SERIES 1996
DISCLOSURE REPORT
DECEMBER 31, 2000**

The following information is presented pursuant to continuing disclosure undertaking dated May 29, 1996 for the Aurora Urban Renewal Authority Tax Increment Revenue Refunding Bonds, Series 1996.

**Sales Tax Collections in the
Urban Renewal Project Area 1996-2000**

<u>Year ended December 31,</u>	<u>Collected in Urban Renewal Project Area (1)</u>
1996	\$ 443,521
1997	395,222
1998	446,008
1999	593,163
2000	642,217

- (1) The base year sales tax in the Urban Renewal Project Area was zero. All sales taxes collected in the project area are treated as Sales Tax Increment Revenues.

The incremental assessed valuation of taxable property in the Urban Renewal Project Area was as follows in the years 1996-2000:

<u>Collection Year</u>	<u>Incremental Assessed Valuation</u>	<u>Total Rate of Levy</u>	<u>Property Tax Increment</u>
1996	\$ 1,756,060	97.928	\$ 171,967
1997	1,729,530	97.317	168,318
1998	2,069,310	89.852	185,932
1999	3,628,490	88.747	322,018
2000	8,090,420	79.956	646,878

(Continued)

EXHIBIT J-1

CITY OF AURORA, COLORADO

AURORA URBAN RENEWAL AUTHORITY

TAX INCREMENT REVENUE REFUNDING BONDS, SERIES 1996

DISCLOSURE REPORT

DECEMBER 31, 2000

The following mill levies were imposed by the individual overlapping taxing entities of the Urban Renewal Project Area in the tax years 1996-2000:

**Mill Levies of Overlapping Taxing Entities
of the Urban Renewal Project Area**

Tax Year/Collection Year

Overlapping Entities	1995/96	1996/97	1997/98	1998/99	1999/2000
City of Aurora	12.003	12.000	11.940	11.507	11.796
Arapahoe County	16.973	16.973	15.960	15.549	13.706
Adams-Arapahoe School District 28J	68.172	67.595	61.203	60.935	53.799
Urban Drainage and Flood Control District	.780	.749	.749	.756	.655
	<u>97.928</u>	<u>97.317</u>	<u>89.852</u>	<u>88.747</u>	<u>79.956</u>

Businesses Operating in the Urban Renewal Project Area

As of December 31, 2000, the following business establishments most recently operated within the Urban Renewal Project Area:

Name	Type of Business	Square Feet of Space
Right Cuts Plus	Hair Cutting	1,300
Gart Sports	Sporting Goods	55,080
Black Eyed Pea	Restaurant	5,000
ADT Security Systems	Security Services	136,445
Century Theaters	Movie Theater	58,696

The restaurant and retail sales industries are intensely competitive and no assurance can be given that any of the businesses presently providing tax increment revenues within the Urban Renewal Project Area will remain willing or able to continue operating in their present locations for any particular period of time.

(Continued)

EXHIBIT J-1

CITY OF AURORA, COLORADO

AURORA URBAN RENEWAL AUTHORITY
 TAX INCREMENT REFUNDING BONDS, SERIES 1996
 DISCLOSURE REPORT
 DECEMBER 31, 2000

Aurora Urban Renewal Authority
 Summary of Revenues, Expenditures and Changes in
 Fund Balance for the Years Ended December 31,

	1996	1997	1998	1999	2000
REVENUES					
Taxes					
Property	\$ 169,455	\$ 187,663	\$ 182,844	\$ 314,666	\$ 630,583
Sales	443,521	395,222	446,008	593,163	642,217
Total taxes	612,976	582,885	628,852	907,829	1,272,800
Investment income	200,467	215,599	225,176	205,495	107,977
Miscellaneous revenue	—	—	5,000	—	—
Total revenues	813,443	798,484	859,028	1,113,324	1,380,777
EXPENDITURES					
Current					
General Government	118,846	900	—	7,383	1,250
Debt Service					
Principal	175,000	215,000	225,000	235,000	250,000
Interest and fiscal charges	203,795	182,162	172,595	161,907	144,260
Total expenditures	497,641	398,062	397,595	404,290	395,510
Excess of revenues over expenditures	315,802	400,422	461,433	709,034	985,267
OTHER FINANCING SOURCES (USES)					
Proceeds of refunding bonds	3,580,000	—	—	—	—
Payments to refunded bond escrow	(3,524,788)	—	—	—	—
Operating transfers in	—	—	—	265,000	—
Operating transfers out	(36,283)	(300,000)	(700,000)	(3,435,720)	(1,600,000)
Total other financing sources (uses)	18,929	(300,000)	(700,000)	(3,170,720)	(1,600,000)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	334,731	100,422	(238,567)	(2,461,686)	(614,733)
FUND BALANCE - JANUARY 1	3,872,341	4,273,581	4,374,003	4,135,436	1,673,750
Prior Period Adjustment, GASB 22	66,509	—	—	—	—
FUND BALANCE - DECEMBER 31	\$ 4,273,581	\$ 4,374,003	\$ 4,135,436	\$ 1,673,750	\$ 1,059,017

(Concluded)

EXHIBIT J-2

CITY OF AURORA, COLORADO

GENERAL OBLIGATION WATER REFUNDING BONDS, SERIES 1996
DISCLOSURE REPORT
DECEMBER 31, 2000

Water Fund					
Comparative Statement of Revenues, Expenses and Changes in Retained Earnings					
For the Years Ended December 31,					
	1996	1997	1998	1999	2000
OPERATING REVENUES					
Charges for services					
Water customers	\$ 30,049,378	\$ 28,822,575	\$ 30,231,916	\$ 32,710,309	\$ 35,411,488
Water fire protection	317,303	325,134	330,692	341,182	345,164
Miscellaneous	9,250	32,777	9,756	7,624	12,922
Total operating revenues	30,375,931	29,180,486	30,572,364	33,059,115	35,769,574
OPERATING EXPENSES BEFORE DEPRECIATION					
Operating income before depreciation	18,135,891	17,473,315	17,678,324	17,520,594	19,161,354
Depreciation	3,793,140	3,938,470	4,281,950	15,732,652	4,926,964
Operating income	14,342,751	13,534,845	13,396,374	1,787,942	14,234,390
NON-OPERATING REVENUES (EXPENSES)					
Investment income	1,510,300	2,080,062	2,124,558	1,577,655	3,254,077
Miscellaneous revenue	37,801	61,823	21,746	—	212,334
Interest expense	(5,691,075)	(5,034,422)	(4,591,054)	(4,456,917)	(4,057,213)
Gain (loss) on disposal of assets	56,460	44,673	(1,392,084)	(5,467,719)	35,800
Amortization expense	(681,014)	(742,007)	(786,934)	(822,482)	(867,668)
Income (loss) on equity in joint venture	198,862	(132,887)	(118,589)	(111,107)	(82,606)
Net non-operating expenses	(4,568,666)	(3,722,758)	(4,742,357)	(9,280,570)	(1,505,276)
Net income (loss)	9,774,085	9,812,087	8,654,017	(7,492,628) (1)	12,729,114
Retained earnings - January 1	88,028,675	97,802,760	107,614,847	114,005,652	106,513,024
Restatements:					
Depreciation expense	—	—	(2,263,212)	—	—
Retained earnings - December 31	<u>\$ 97,802,760</u>	<u>\$ 107,614,847</u>	<u>\$ 114,005,652</u>	<u>\$ 106,513,024</u>	<u>\$ 119,242,138</u>

- (1) Loss is due to disposal of certain facilities and equipment and reduction in certain estimated useful asset lives. The change in estimated useful asset life resulted in an approximate \$2,000,000 increase in annual depreciation expense, and approximately \$9,000,000 of depreciation applicable to years prior to 1999.

(Continued)

EXHIBIT J-2

CITY OF AURORA, COLORADO

**GENERAL OBLIGATION WATER REFUNDING BONDS, SERIES 1996
DISCLOSURE REPORT
DECEMBER 31, 2000**

The following information is presented pursuant to continuing disclosure undertaking dated December 20, 1996 for the City of Aurora, Colorado General Obligation Water Refunding Bonds, Series 1996.

THE WATER SYSTEM

The table below gives a statistical indication of the growth of the Water System during the past 5 years.

<u>Year</u>	<u>Total Number of Water Taps (1)</u>	<u>Increase in Taps</u>	<u>% Increase</u>	<u>Total Miles of Water Pipe</u>	<u>Million Gallons Supplied</u>	<u>Daily Average Consumption (in Millions of Gallons)</u>
1996	59,204	1,017	1.7	933.02	16,140	44.2
1997	59,771	567	1.0	948.68	15,832	43.4
1998	60,393	622	1.0	980.94	16,395	44.9
1999	61,366	973	1.6	1,012.66	16,076	44.0
2000	63,409	2,043	3.2	1,055.92	18,991	51.9

(1) Includes inactive and stubbed taps.

The City used 58,280 acre feet of water in 2000 (one acre foot is 325,850 gallons). At the end of 2000, the City had approximately 94,861 acre feet of available water in carryover storage (the excess of the year's runoff over Aurora's annual demand). Recent years' water usage and carryover storage have been as follows:

<u>Year</u>	<u>End of Year Carryover Storage</u>	<u>Supplied</u>	<u>Billed Consumption</u>	<u>Metered Sales</u>
1996	104,978 a.f.	49,532 a.f.	45,589 a.f.	\$ 29,255,847
1997	116,797 a.f.	48,587 a.f.	45,468 a.f.	27,588,114
1998	106,519 a.f.	50,315 a.f.	45,211 a.f.	27,856,838
1999	121,856 a.f.	49,336 a.f.	45,422 a.f.	31,207,116
2000	94,861 a.f.	58,280 a.f.	52,330 a.f.	33,888,457

The City's raw water system is expected to require capital expenditures aggregating approximately \$29.9 million in the years 2001 through 2005 for the construction/renovation of facilities and acquisition of water rights to serve the City's population and other commercial development. These expenditures are expected to be funded from Water System revenues, including tap fees and direct developer contributions. Other expenditures are expected to be made as warranted for distribution and treatment facilities.

Funds generated from tap and development fees have been as follows in the years 1996-2000:

<u>Year</u>	<u>Tap & Development Fees</u>
1996	\$ 6,161,802
1997	8,023,146
1998	8,822,388
1999	12,893,000
2000	13,761,220

(Concluded)

EXHIBIT J-3**CITY OF AURORA, COLORADO****GOLF COURSE ENTERPRISE SYSTEM REVENUE BONDS, SERIES 1995
DISCLOSURE REPORT
DECEMBER 31, 2000**

The following information is presented pursuant to disclosure undertaking dated November 7, 1995 for the City of Aurora, Colorado Golf Course Enterprise System Revenue Bonds, Series 1995.

Revenue Coverage

The Net Pledged Revenues produced by the System in the last five complete fiscal years covered the annual debt service requirements of the Bonds as follows:

	<u>1996*</u>	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>
Net Pledged Revenues (1)	\$ 1,228,860	\$ 1,132,279	\$ 1,961,412	\$ 2,506,142	\$ 1,202,845
Senior Debt Service (2)	461,004	655,543	660,538	659,268	656,773
Senior Debt Coverage Ratio	2.67	1.73	2.97	3.80	1.83
Subordinate Debt Service	—	—	32,900	315,688	369,546
Subordinate Debt Coverage Ratio	N/A	N/A	39.54	5.85	1.48

(1) Calculated by adding operating income before depreciation and net non-operating revenue before amortization, interest expense and gain or loss on disposal of assets.

(2) 1996 – 1999 Senior Debt Service restated for actual annual debt service requirements.

* restated to exclude gain or loss on disposal of assets

Course Usage

Usage of courses in the Golf Course System has been as follows in the last five full years:

<u>Course</u>	<u>1996</u>	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>
Meadow Hills	61,853	60,572	61,420	63,211	60,994
Aurora Hills	55,830	57,504	61,426	60,690	55,258
Springhill	52,536	52,558	54,347	54,146	50,250
Centre Hills	41,622	45,386	45,577	44,157	38,620
Saddle Rock	—	23,460	44,385	48,102	43,980
Fitzsimons	—	—	—	45,418	47,893
Murphy Creek (3)	—	—	—	—	16,957

(3) Murphy Creek opened on July 29, 2000.

(Continued)

EXHIBIT J-3

CITY OF AURORA, COLORADO

**GOLF COURSE ENTERPRISE SYSTEM REVENUE BONDS, SERIES 1995
DISCLOSURE REPORT
DECEMBER 31, 2000**

Green Fee Rates

The current green fees for the courses included in the Golf Course System are as follows:

	<u>Meadow Hills</u>	<u>Aurora Hills</u>	<u>Springhill</u>	<u>Centre Hills (1)</u>	<u>Saddle Rock</u>	<u>Fitzsimons (2)</u>	<u>Murphy Creek</u>
18-Hole Resident - Weekday	\$ 20.00	\$ 17.00	\$ 15.00	\$ 11.25	\$ 28.00	\$ 16.00	\$ 24.00
18-Hole Resident - Weekend	24.00	19.00	17.00	12.50	38.00	18.00	32.00
18-Hole Non-Resident - Weekday	24.00	20.00	18.00	13.50	32.00	19.00	28.00
18-Hole Non-Resident - Weekend	26.00	22.00	20.00	16.50	38.00	21.00	32.00
18-Hole Resident Junior - Weekday	10.00	9.00	8.00	7.00	15.00	9.00	14.00
18-Hole Resident Senior - Weekday	12.00	11.00	10.00	8.00	18.00	11.00	16.00
9-Hole Resident - Weekday	10.00	9.00	8.50	6.25	14.00	9.00	12.00
9-Hole Resident - Weekend	12.00	10.00	9.50	7.00	19.00	10.00	16.00
9-Hole Non-Resident - Weekday	13.00	11.00	10.00	7.50	16.00	11.00	14.00
9-Hole Non-Resident - Weekend	15.00	13.00	12.00	9.00	19.00	13.00	16.00
9-Hole Resident Junior - Weekday	5.75	5.00	4.50	4.00	7.50	5.00	7.00
9-Hole Resident Senior - Weekday	7.00	6.00	5.50	4.50	9.00	6.00	8.00

- (1) The Centre Hills Golf Course is a 9-hole course. The 18-hole fee is the total cost to play the 9-hole course twice on the same day.
- (2) Continuing annual members \$450/year and \$2.00/9 holes.
The City of Aurora manages the course for FRA and pays a lease of \$150,000/year and receives a management fee ranging from \$52,400 in the first year to \$61,000 in the final year. The City receives 30% of net golf revenues from the golf course in excess of the \$150,000.

(Continued)

EXHIBIT J-3

CITY OF AURORA, COLORADO

GOLF COURSE ENTERPRISE SYSTEM REVENUE BONDS, SERIES 1995
 DISCLOSURE REPORT
 DECEMBER 31, 2000

	Golf Fund Comparative Statement of Revenues, Expenses and Changes in Retained Earnings For the Years Ended December 31,				
	1996	1997	1998	1999	2000
OPERATING REVENUES					
Charges for services	\$ 3,908,510	\$ 4,892,212	\$ 5,986,326	\$ 7,115,491	\$ 8,173,773
Miscellaneous	147	—	—	—	—
Total operating revenues	3,908,657	4,892,212	5,986,326	7,115,491	8,173,773
OPERATING EXPENSES BEFORE DEPRECIATION					
	3,330,195	4,121,295	4,572,949	6,065,401	7,345,386
Operating income before depreciation	578,462	770,917	1,413,377	1,050,090	828,387
Depreciation	390,911	459,366	660,848	858,775	1,014,581
Operating income (loss)	187,551	311,551	752,529	191,315	(186,194)
NON-OPERATING REVENUES (EXPENSES)					
Investment income	459,326	331,150	256,229	281,567	248,319
Miscellaneous revenue	191,072	30,206	291,806	1,174,485	126,139
Interest expense	(240,629)	(284,235)	(363,637)	(605,018)	(715,930)
Gain (loss) on disposal of assets	739	—	(41,274)	(183,034)	—
Amortization expense	(12,943)	(12,944)	(12,943)	(12,943)	(12,943)
Net non-operating revenues (expenses)	397,565	64,177	130,181	655,057	(354,415)
Operating transfers out	—	(62,338)	—	—	(72,940)
Net income (loss)	585,116	313,390	882,710	846,372	(613,549)
Retained earnings - January 1	4,998,137	5,583,253	5,896,643	6,786,291	7,632,663
Prior period adjustment					
Depreciation expense	—	—	6,938	—	—
Retained earnings - December 31	<u>\$ 5,583,253</u>	<u>\$ 5,896,643</u>	<u>\$ 6,786,291</u>	<u>\$ 7,632,663</u>	<u>\$ 7,019,114</u>

(Concluded)

EXHIBIT J-4

CITY OF AURORA, COLORADO

**SPECIAL ASSESSMENT REFUNDING BONDS, SERIES 1996
DISCLOSURE REPORT
DECEMBER 31, 2000**

This information is presented pursuant to continuing disclosure undertaking dated May 29, 1996 for City of Aurora, Colorado Special Assessment Refunding Bonds, Series 1996.

**Schedule of Outstanding Assessments
December 31, 2000**

Special Improvement District	Number of Parcels Assessed	Outstanding Assessments December 31
1-89	25	\$ 82,052
2-89	96	55,973
3-89	4	50,111
1-90	10	31,015
2-91	136	14,007
Totals	271	\$ 233,158

The City has special assessment receivables outstanding that are not included in the Series 1996 refunding.

EXHIBIT J-5
CITY OF AURORA, COLORADO
GENERAL OBLIGATION BONDS, SERIES 1998
DISCLOSURE REPORT
DECEMBER 31, 2000

Required Disclosure	Exhibit Reference
General Fund Operating History	Exhibit J-9
Sources of Revenues	Statistical Section, Exhibit iv
Sales, Use and Lodgers Tax Receipts	Statistical Section, Exhibit vi
Property Tax Levies and Collections	Statistical Section, Exhibit vii
Ten Principal Property Taxpayers	Statistical Section, Exhibit xix
Mill Levies of Direct and Primary	
Overlapping Governments	Statistical Section, Exhibit x
Authorized, Issued and Outstanding Debt	Schedule of Indebtedness, Exhibit I-1
Long Term Debt Schedules	Schedule of Debt Service Requirements -
	General Long-Term Debt, Exhibit I-2 and
	Schedule of Debt Service Requirements -
	Proprietary Funds, Exhibit I-3
Direct and Overlapping General Obligation Debt	Statistical Section, Exhibit xii
Historical Summary of Debt Ratios	Statistical Section, Exhibit xiv
History of Outstanding Debt	Exhibit J-9
Legal Debt Margin	Statistical Section, Exhibit xi

(Concluded)

EXHIBIT J-6

CITY OF AURORA, COLORADO

GENERAL FUND BONDS, SERIES 1999

DISCLOSURE REPORT

DECEMBER 31, 2000

Required Disclosure	Exhibit Reference
General Fund Operating History	Exhibit J-9
Sources of Revenues	Statistical Section, Exhibit iv
Sales, Use and Lodgers Tax Receipts	Statistical Section, Exhibit vi
Property Tax Levies and Collections	Statistical Section, Exhibit vii
Ten Principal Property Taxpayers	Statistical Section, Exhibit xix
Mill Levies of Direct and Primary Overlapping Governments	Statistical Section, Exhibit x
Authorized, Issued and Outstanding Debt	Schedule of Indebtedness, Exhibit I-1
Long Term Debt Schedules	Schedule of Debt Service Requirements - General Long-Term Debt, Exhibit I-2 and Schedule of Debt Service Requirements - Proprietary Funds, Exhibit I-3
Direct and Overlapping General Obligation Debt	Statistical Section, Exhibit xii
Historical Summary of Debt Ratios	Statistical Section, Exhibit xiv
History of Outstanding Debt	Exhibit J-9
Legal Debt Margin	Statistical Section, Exhibit xi

(Concluded)

EXHIBIT J-7
CITY OF AURORA, COLORADO
DRINKING WATER REVENUE BONDS, SERIES 1999
DISCLOSURE REPORT
DECEMBER 31, 2000

Water System Customer Information

The System serves a customer base which has grown as follows in the years 1996 through 2000.

<u>Years December 31</u>	<u>Total Estimated Residential Meters</u>
1996	57,477
1997	58,614
1998	59,354
1999	58,543
2000	59,875

The Enterprise classifies its System customers as business, residential and other. A breakdown of the usage and revenues as of December 31, 2000 is as follows:

<u>Classification</u>	<u>Percent of Consumption</u>	<u>Percent of Billed Revenues</u>
Business	15%	15%
Residential	55%	55%
Other (1)	30%	30%

(1) Includes tertiary, irrigation and raw water customers.

The following table sets forth the ten largest consumers of the System which, in the aggregate, accounted for approximately 1.0% of total billed System revenue during 2000.

Ten Largest Customers of the System

<u>Consumers</u>	<u>Billed Revenue*</u>
Buckley ANG Base	\$ 140,179
Kingsley Management Corp.	89,123
Cherry Creek Schools	73,201
Holiday Inn Denver SE	63,773
Heatheridge Pine Apartments	58,893
The Parks Apartments	54,893
UCHSC Main Building	50,955
Timberleaf Apartments	47,933
Aurora Meadows Apartments	47,771
Woodshire East Mobile Home Park	44,354
	<u>\$ 671,075</u>

* Treated water consumption

(Continued)

EXHIBIT J-7

CITY OF AURORA, COLORADO

DRINKING WATER REVENUE BONDS, SERIES 1999

DISCLOSURE REPORT

DECEMBER 31, 2000

Water System Financial Information

System Rates and Charges

<u>Meter Size</u>	<u>Service Charge</u>
5/8" & 3/4"	\$ 2.69
1"	3.69
1 1/2"	5.91
2"	8.58
3"	17.00
4"	45.83
6"	90.17
8"	112.36

Tap Fees

<u>Service Size (Inches)</u>	<u>Single Family Detached</u>	<u>Single Family Attached</u>	<u>Irr/Single Family Attached</u>	<u>Multi-Family</u>	<u>Commercial</u>
5/8" & 3/4"	\$ 5,950	\$ 4,160	\$ 190	\$ 4,590	\$ 6,540
1"	12,300	8,540	227	11,730	13,410
1 1/2"	13,160	18,920	483	26,060	29,430
2"	—	—	770	55,400	52,100
3"	—	—	1,092	128,900	121,800
4"	—	—	1,888	226,000	215,200
6"	—	—	—	—	482,700
8"	—	—	—	—	842,500
					\$ 1,763,680

Tap Fee Revenue

1996	\$ 5,897,576
1997	7,692,761
1998	8,605,558
1999	12,135,147
2000	13,234,435

(Continued)

EXHIBIT J-7
CITY OF AURORA, COLORADO
DRINKING WATER REVENUE BONDS, SERIES 1999
DISCLOSURE REPORT
DECEMBER 31, 2000

Comparative schedules of System revenues and expenditures for the years ended December 31, 1996 through December 31, 2000 are shown on Exhibit J-2.

Budget Summary

	<u>2001 Budget</u>
Funds Available - January 1	\$ 18,582,443
Revenues	54,626,800
Uses of funds	
Operating expenditures	19,890,186
Debt related	15,432,363
Capital projects	<u>17,164,000</u>
Total uses	<u>52,486,549</u>
Change in funds available	<u>2,140,251</u>
Funds Available - December 31	<u>\$ 20,722,694</u>

Historical Debt Service Coverage

Schedule of Coverage of Debt Service
Requirements of Bonds Payable from Net Revenues
1996 - 2000

<u>Year</u>	<u>Gross Revenues (1)</u>	<u>Direct Operating Expenses</u>	<u>Available for Debt Service</u>	<u>Debt Service Requirements (2)</u>	<u>Debt Service Coverage</u>
1996	\$ 38,048,034	\$ 12,240,040	\$ 25,807,994	\$ 14,958,830	1.73
1997	39,283,694	11,707,171	27,576,523	14,751,125	1.87
1998	41,519,310	12,894,040	28,625,270	14,301,601	2.00
1999	47,529,770	15,538,521	31,991,249	14,264,046	2.24
2000	52,784,871	16,608,220	36,176,651	15,226,703	2.38

(1) Includes rates, charges, tap and development fees and investment income

(2) Includes debt service on GO water bonds, water refunding bonds and water rights notes payable

(Concluded)

**EXHIBIT J-8
CITY OF AURORA, COLORADO
CLEAN WATER REVENUE BONDS, SERIES 1999
DISCLOSURE REPORT
DECEMBER 31, 2000**

Sewer System Customer Information

The System serves a customer base which has grown as follows in the years 1996 through 2000.

<u>Years December 31</u>	<u>Total Estimated Residential Meters</u>
1996	57,477
1997	58,614
1998	59,354
1999	58,543
2000	59,875

The Enterprise classifies its System customers as business and residential. A breakdown of the usage and revenues as of December 31, 2000 is as follows:

<u>Classification</u>	<u>Percent of Consumption</u>	<u>Percent of Billed Revenues</u>
Business	11%	11%
Residential	89%	89%
Totals	100%	100%

The following table sets forth the ten largest consumers of the System which, in the aggregate, accounted for approximately 1.00% of total billed System revenue during 2000.

Ten Largest Customers of the System

<u>Consumers</u>	<u>Billed Revenue</u>
Buckley ANG Base	\$ 85,806
Kingsley Management Corp.	42,876
Heatheridge Pine Apartments	41,202
The Parks Apartments	40,446
Holiday Inn Denver SE	31,374
Timberleaf Partners	30,852
UCHSC Main Building	29,052
Woodshire East Mobile Home Park	25,614
Aurora Meadows Apartments	24,966
Cherry Creek Schools	8,712
	<u>\$ 360,900</u>

(Continued)

**EXHIBIT J-8
CITY OF AURORA, COLORADO
CLEAN WATER REVENUE BONDS, SERIES 1999
DISCLOSURE REPORT
DECEMBER 31, 2000**

Sewer System Financial Information

System Rates and Charges

<u>Meter Size</u>	<u>Service Charge</u>
5/8" & 3/4"	\$ 1.61
1"	4.03
1 1/2"	8.05
2"	12.88
3"	28.18
4"	80.50
6"	161.00
8"	161.00

Tap Fees

<u>Service Size (Inches)</u>	<u>City</u>	<u>Metro Wastewater District</u>
3/4 SF	\$ 635	\$ 1,375
3/4"	1,588	2,613
1"	3,239	6,188
1 1/2"	7,620	15,125
2"	12,065	27,500
3"	26,035	57,750
4"	49,530	104,500
6"	152,400	330,000
8"	219,075	474,375

Tap Fee Revenue

1996	\$ 851,686
1997	1,470,200
1998	1,622,042
1999	1,697,574
2000	2,216,949

(Continued)

EXHIBIT J-8

CITY OF AURORA, COLORADO

**CLEAN WATER REVENUE BONDS, SERIES 1999
DISCLOSURE REPORT
DECEMBER 31, 2000**

Storm Drain Rates and Charges

The City imposes storm drainage fees upon the owners of property served by the System's storm sewer facilities, and charges developers a \$1,033 per acre storm drainage development fee at the time building permits are issued. The storm drainage fee is \$3.65 per month for single family detached and individually-metered single family attached dwellings. The storm drainage fee is \$3.65 per month plus \$2.89 per month for each additional unit for multifamily and master-metered single family attached dwellings. For commercial and industrial buildings, the storm drainage fee is \$3.65 per month for the first 2,500 square feet of gross floor space plus \$2.89 for each additional 2,500 square feet of gross floor space or portion thereof.

Budget Summary

	<u>2001 Budget</u>
Funds Available - January 1	\$ 9,122,474
Sources of funds	
Revenues	30,975,180
Proceeds from borrowing	9,550,000
Total sources	<u>40,525,180</u>
Uses of funds	
Operating expenditures	19,216,200
Debt related	3,709,306
Capital projects	19,253,000
Total uses	<u>42,178,506</u>
Change in funds available	<u>(1,653,326)</u>
Funds Available - December 31	7,469,148
Principal receivable - loan to Golf	6,180,000
Adjusted funds available - December 31	<u>\$ 13,649,148</u>

Historical Debt Service Charge

**Schedule of Coverage of Debt Service
Requirements of Bonds Payable from Net Revenues
1996 - 2000**

Year	Gross Revenues (1)	Direct Operating Expenses	Available for Debt Service	Debt Service Requirements (2)	Debt Service Coverage
1996	\$ 22,784,284	\$ 14,793,644	\$ 7,990,640	\$ 2,595,345	3.08
1997	24,111,154	15,269,434	8,841,720	2,603,950	3.40
1998	24,722,245	14,678,050	10,044,195	2,609,697	3.85
1999	26,420,990	16,534,343	9,886,647	2,623,142	3.77
2000	27,764,451	16,986,157	10,778,294	4,737,435	2.28

- (1) Includes rates, charges, tap and development fees and investment income
 (2) Includes debt service on Sewer Revenue Bonds as of the beginning of calendar year

(Continued)

EXHIBIT J-8

CITY OF AURORA, COLORADO

CLEAN WATER REVENUE BONDS, SERIES 1999
DISCLOSURE REPORT
DECEMBER 31, 2000

City of Aurora, Colorado
Sewer Fund
Comparative Statement of Revenues, Expenses and Changes in Retained Earnings
For the Years Ended December 31,

	1996	1997	1998	1999	2000
OPERATING REVENUES					
Charges for services	\$ 19,280,299	\$ 19,775,423	\$ 20,197,761	\$ 21,518,092	\$ 21,648,208
Miscellaneous	48,118	—	450	—	—
Total operating revenues	<u>19,328,417</u>	<u>19,775,423</u>	<u>20,198,211</u>	<u>21,518,092</u>	<u>21,648,208</u>
OPERATING EXPENSES					
Personal services	3,143,741	3,496,126	3,744,179	4,099,758	4,440,975
Supplies	281,823	286,085	507,257	568,429	551,587
Other services and charges	11,368,080	11,487,223	10,426,614	11,866,156	11,993,595
Depreciation	2,368,708	2,393,709	2,583,244	2,698,842	2,925,103
Total operating expenses	<u>17,162,352</u>	<u>17,663,143</u>	<u>17,261,294</u>	<u>19,233,185</u>	<u>19,911,260</u>
Operating income	<u>2,166,065</u>	<u>2,112,280</u>	<u>2,936,917</u>	<u>2,284,907</u>	<u>1,736,948</u>
NON-OPERATING REVENUES (EXPENSES)					
Interest	1,951,879	2,118,469	2,312,251	1,690,088	2,902,336
Miscellaneous revenue	190,511	11,717	112,191	105,101	36,715
Interest expense	(396,982)	(221,650)	(68,436)	(81,605)	(485,309)
Gain (loss) on disposal of assets	28,479	5,777	(667,797)	(169,534)	(37,254)
Amortization expense	(42,995)	(42,995)	(42,995)	(47,098)	(92,205)
Net non-operating revenues	<u>1,730,892</u>	<u>1,871,318</u>	<u>1,645,214</u>	<u>1,496,952</u>	<u>2,324,283</u>
NET INCOME	3,896,957	3,983,598	4,582,131	3,781,859	4,061,231
RETAINED EARNINGS - JANUARY 1 AS RESTATED	<u>51,957,285</u>	<u>55,854,242</u>	<u>59,756,940</u>	<u>64,339,071</u>	<u>68,120,930</u>
RETAINED EARNINGS - DECEMBER 31	<u>\$ 55,854,242</u>	<u>\$ 59,837,840</u>	<u>\$ 64,339,071</u>	<u>\$ 68,120,930</u>	<u>\$ 72,182,161</u>

(Concluded)

EXHIBIT J-9

CITY OF AURORA, COLORADO

CONTINUING DISCLOSURE INFORMATION
DECEMBER 31, 2000

Combined General, TABOR Reserve and Policy Reserve
Funds (1) Statement of Revenues, Expenditures and
Changes in Fund Balance (GAAP Basis)
For the Years Ended December 31,

	1996	1997	1998	1999	2000
REVENUES					
Taxes	\$ 119,894,208	\$ 127,046,518	\$ 137,883,780	\$ 146,466,221	\$ 161,167,947
Licenses and permits	3,656,516	4,093,884	4,703,725	5,373,101	6,005,710
Intergovernmental	9,811,525	13,805,722	10,608,129	10,924,976	10,534,892
Charges for services	4,080,866	4,449,459	5,026,677	5,202,091	4,733,638
Fines and forfeits	2,660,058	3,068,732	3,166,427	3,369,937	3,438,155
Investment income	2,249,717	2,453,914	2,907,701	1,771,553	4,395,780
Miscellaneous	299,776	354,304	418,121	1,918,926	1,169,136
Total revenues	142,652,666	155,272,533	164,714,560	175,026,805	191,445,258
EXPENDITURES					
Current					
General government	24,458,140	26,624,613	28,154,640	30,229,874	33,324,021
Public safety	64,756,895	72,519,670	71,429,986	75,838,669	79,379,716
Public works	15,509,503	15,228,396	15,016,811	15,335,661	16,589,882
Culture and recreation	11,461,662	12,094,059	12,367,848	13,541,627	15,174,445
Total current	116,186,200	126,466,738	126,969,285	134,945,831	144,468,064
Capital outlay	5,881,501	5,494,077	4,911,921	3,459,620	5,687,250
Debt service	157,634	—	302,066	303,997	578,073
Total expenditures	122,225,335	131,960,815	132,183,272	138,709,448	150,733,387
Excess of revenues over expenditures	20,427,331	23,311,718	32,531,288	36,317,357	40,711,871
Net other financing uses (3)	(19,166,630)	(21,109,828)	(28,894,477)	(25,726,731)	(38,785,161)
Excess of revenues and other financing sources over expenditures and other financing uses	1,260,701	2,201,890	3,636,811	10,590,626	1,926,710
Prior period adjustment (2)	9,635,781	—	—	—	—
Residual equity transfers in	596,814	—	—	—	369,043
Fund balance - beginning of year	28,660,631	40,153,927	42,355,817	45,992,628	56,583,254
Fund balance - end of year	\$ 40,153,927	\$ 42,355,817	\$ 45,992,628	\$ 56,583,254	\$ 58,879,007

- (1) This schedule contains the activities of the General Fund, the TABOR Reserve Fund and the 10% Policy Reserve Fund. In 1996-1997, the TABOR and Policy Reserves were included in the General Fund. At the end of 1998, the TABOR Reserve Fund was transferred from the General Fund to the Emergency Contingency Fund and then to a separate fund early in 1999. The Policy Reserve was transferred to a separate fund in 1999.
- (2) Beginning in 1996, generally accepted accounting principles (GAAP) require that sales and use taxes which were due to the City, but not yet received, be reported as revenues. For prior years, the City recorded these revenues when they were received. The prior period adjustment in 1996 shows the effect on fund balance if this accounting principle had been in practice in previous years.
- (3) Net other financing uses consist primarily of transfers to other funds. Transfers among the General Fund, the TABOR Reserve Fund and the Policy Reserve Fund have been eliminated in this schedule.

(Continued)

EXHIBIT J-9

CITY OF AURORA, COLORADO

CONTINUING DISCLOSURE INFORMATION
DECEMBER 31, 2000

Combined General, TABOR Reserve and Policy Reserve Funds (1) Comparative Statements of
Revenues, Expenditures and Changes in Funds Available, Actual and Budget
(Non-GAAP Budgetary Basis)
For the Years Ended December 31,

	1996		1997		1998		1999		2000	
	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget
REVENUES										
Taxes	\$ 119,222,506	\$ 116,485,000	\$ 126,546,626	\$ 124,058,000	\$ 136,645,727	\$ 130,738,184	\$ 144,895,863	\$ 141,129,591	\$ 160,034,815	\$ 160,276,323
Licenses and permits	3,656,516	2,857,000	4,093,884	3,454,000	4,703,725	4,188,084	5,373,101	4,940,672	6,005,710	5,765,159
Intergovernmental	8,796,901	8,790,000	8,906,136	8,655,000	9,575,653	9,395,254	9,892,500	10,121,433	10,534,892	10,182,238
Charges for services	4,080,866	4,426,000	4,449,459	4,996,100	5,026,676	4,746,600	5,202,091	5,088,697	4,733,638	5,478,072
Fines and forfeits	2,660,058	2,706,000	3,068,732	2,941,000	3,166,427	2,302,000	3,369,937	3,595,787	3,438,155	3,441,115
Investment income	2,249,717	1,944,000	2,453,914	2,415,000	2,939,470	2,551,737	2,469,749	2,562,100	3,501,043	2,760,501
Miscellaneous	1,383,283	1,037,537	1,166,079	743,000	677,669	654,825	3,606,321	2,394,739	3,213,691	1,335,844
Total revenues	142,049,847	138,245,537	150,684,830	147,262,100	162,735,347	154,576,684	174,809,562	169,833,019	191,461,944	189,239,252
EXPENDITURES										
Municipal court	3,318,973	3,522,569	3,435,255	3,699,117	3,663,539	3,824,751	3,745,435	3,962,273	3,904,238	4,355,225
City attorney	2,465,110	2,557,972	2,658,590	2,753,987	2,854,204	2,905,697	3,171,487	3,171,487	3,384,332	3,622,705
General management	5,373,374	5,706,148	5,582,306	5,934,948	6,564,343	6,780,881	8,143,524	8,386,299	9,474,900	9,850,190
Administrative services	12,850,471	13,303,994	11,513,059	12,132,949	12,387,483	12,540,809	12,062,017	12,240,763	14,729,536	14,853,822
Operations group management	29,064,741	29,272,131	29,098,558	29,769,792	28,747,275	29,003,268	30,196,630	30,520,168	33,070,941	33,948,703
Community services	73,127,429	73,594,548	77,978,901	78,271,307	80,273,770	80,337,803	85,021,420	85,484,456	89,782,463	89,839,593
Transfers and other payments	17,417,770	17,131,490	20,450,901	19,715,629	27,122,997	28,492,513	24,750,754	25,174,009	39,803,462	42,120,710
Prior year encumbrances (3)	(3,477,519)	(3,477,519)	(2,753,834)	(2,753,834)	(1,734,741)	(1,734,741)	(1,308,791)	(1,308,791)	(2,000,167)	(2,000,167)
Total expenditures	140,140,349	141,611,333	147,963,736	149,523,895	159,878,870	162,150,981	165,782,476	167,630,664	192,149,705	196,590,781
Excess (deficiency) of revenues over (under) expenditures	1,909,498	(3,365,796)	2,721,094	(2,261,795)	2,856,477	(7,574,297)	9,027,086	2,202,355	(687,761)	(7,351,529)
Funds available - beginning of year	25,183,112	25,374,000	27,092,610	26,837,619	29,813,704	28,678,517	32,670,181	27,430,927	41,697,267	31,339,866
Funds available - end of year	27,092,610	\$ 22,008,204	29,813,704	\$ 24,575,824	32,670,181	\$ 21,104,220	41,697,267	\$ 29,633,282	41,009,506	\$ 23,988,337
Reserved for police	(9,252,185)		(10,240,213)		(10,865,085)		(11,308,354)		(10,566,835)	
Reserved for emergencies	(4,350,000)		(4,600,000)		(4,807,000)		(5,057,863)		(5,374,017)	
Council designations							(9,273,474)		(5,396,000)	
Funds available - after reservations and designations	\$ 13,490,425		\$ 14,973,491		\$ 16,998,096		\$ 16,057,576		\$ 19,672,654	
Reconciliation of funds available to fund balance										
Funds available - end of year	\$ 27,092,610		\$ 29,813,704		\$ 32,670,181		\$ 41,697,267		\$ 41,009,506	
Current year encumbrances	2,753,834		1,734,741		1,308,791		2,000,167		2,955,812	
Sales, use and lodgers tax accruals	10,307,483		10,807,372		12,045,425		13,615,783		14,748,915	
Adjust investments to fair value					(31,769)		(729,963)		164,774	
Fund balance - end of year	\$ 40,153,927		\$ 42,355,817		\$ 45,992,628		\$ 56,583,254		\$ 58,879,007	

(1) This schedule contains the activities of the General Fund, the TABOR emergency reserve, and City's 10% Policy "Reserve". In 1996-1997, the TABOR and Policy Reserves were included within the General Fund. At the end of 1998, the TABOR Reserve was transferred from the General Fund to the Emergency Contingency Fund and then to a separate fund early in 1999. The Policy "Reserve" was transferred from the General Fund to a separate fund in 1999.

(2) Some amounts on this schedule have been reclassified and restated from the presentation in the Comprehensive Annual Financial Reports for consistency.

(3) Prior year encumbrances are amounts included in the current expenditures which were reported as spent against the prior year budget.

EXHIBIT J-9
CITY OF AURORA, COLORADO
CONTINUING DISCLOSURE INFORMATION
DECEMBER 31, 2000

City of Aurora, Colorado
History of Outstanding Debt
1996 - 2000

<u>Years Ended December 31</u>	<u>Total Outstanding Debt (1)</u>
1996	\$ 142,905,000
1997	132,555,000
1998	131,725,000
1999	120,070,000
2000	158,845,000

- (1) Figure represents gross general obligation debt and includes self-supporting General Obligation Water Bonds. Figure excludes revenue bonds, capitalized lease obligations and water rights contracts payable.

(Concluded)

EXHIBIT J-10

CITY OF AURORA, COLORADO

**GENERAL OBLIGATION BONDS, SERIES 2000
DISCLOSURE REPORT
DECEMBER 31, 2000**

Required Disclosure	Exhibit Reference
General Fund Operating History	Exhibit J-9
Sources of Revenues	Statistical Section, Exhibit iv
Sales, Use and Lodgers Tax Receipts	Statistical Section, Exhibit vi
Property Tax Levies and Collections	Statistical Section, Exhibit vii
Ten Principal Property Taxpayers	Statistical Section, Exhibit xix
Mill Levies of Direct and Primary Overlapping Governments	Statistical Section, Exhibit x
Authorized, Issued and Outstanding Debt	Schedule of Indebtedness, Exhibit I-1
Long Term Debt Schedules	Schedule of Debt Service Requirements - General Long-Term Debt, Exhibit I-2 and Schedule of Debt Service Requirements – Proprietary Funds, Exhibit I-3
Direct and Overlapping General Obligation Debt	Statistical Section, Exhibit xii
Historical Summary of Debt Ratios	Statistical Section, Exhibit xiv
History of Outstanding Debt	Exhibit J-9
Legal Debt Margin	Statistical Section, Exhibit xi

(Concluded)

EXHIBIT J-11

CITY OF AURORA, COLORADO

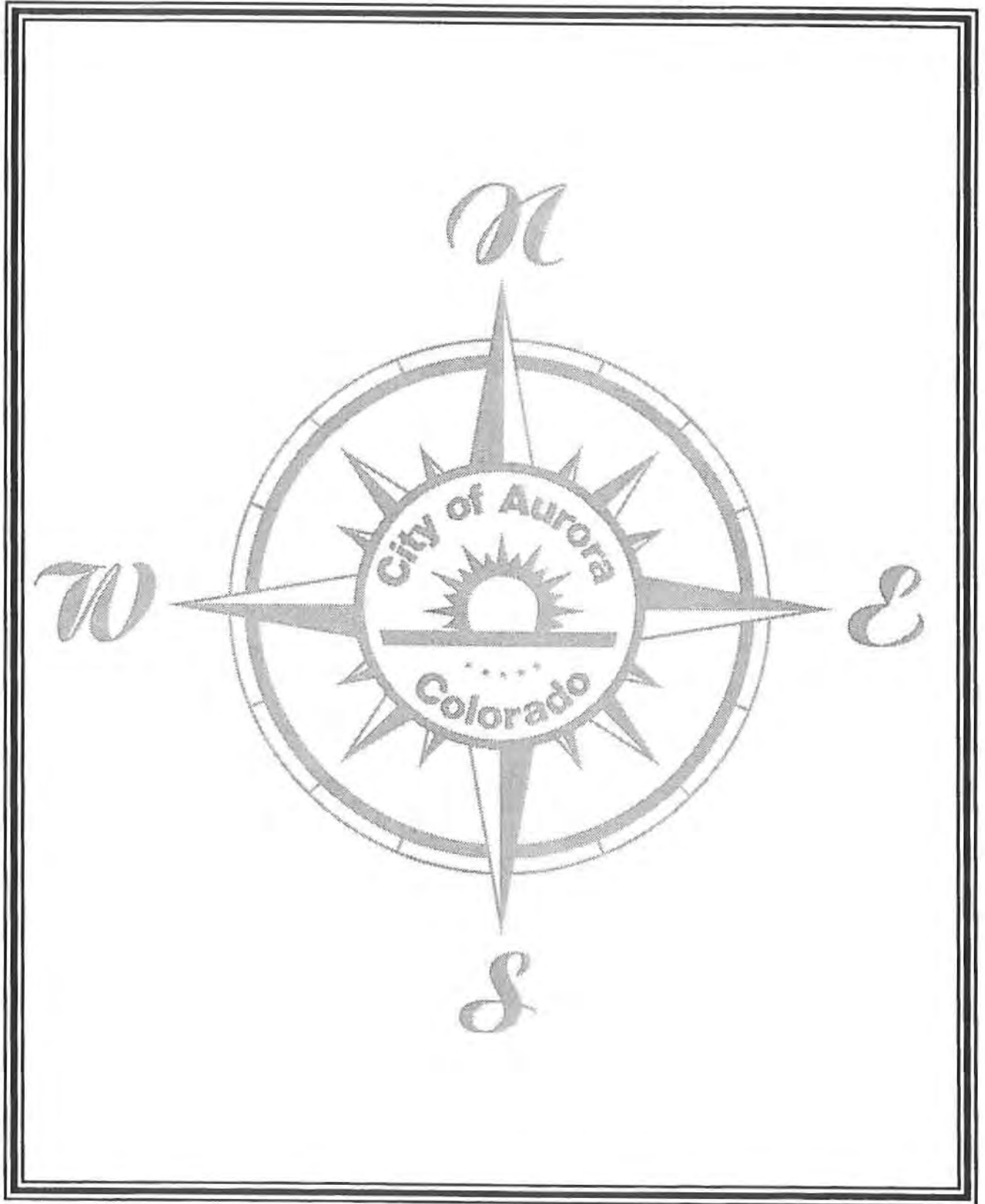
CERTIFICATES OF PARTICIPATION, SERIES 2000

DISCLOSURE REPORT

DECEMBER 31, 2000

Required Disclosure	Exhibit Reference
General Fund Operating History	Exhibit J-9
Sources of Revenues	Statistical Section, Exhibit iv
Sales, Use and Lodgers Tax Receipts	Statistical Section, Exhibit vi
Property Tax Levies and Collections	Statistical Section, Exhibit vii
Ten Principal Property Taxpayers	Statistical Section, Exhibit xix
Mill Levies of Direct and Primary	
Overlapping Governments	Statistical Section, Exhibit x
Authorized, Issued and Outstanding Debt	Schedule of Indebtedness, Exhibit I-1
Long Term Debt Schedules	Schedule of Debt Service Requirements - General Long-Term Debt, Exhibit I-2 and Schedule of Debt Service Requirements – Proprietary Funds, Exhibit I-3
Direct and Overlapping General Obligation Debt	Statistical Section, Exhibit xii
Historical Summary of Debt Ratios	Statistical Section, Exhibit xiv
History of Outstanding Debt	Exhibit J-9
Legal Debt Margin	Statistical Section, Exhibit xi

(Concluded)



ABOUT THE STATISTICAL TABLES

REVENUES AND EXPENDITURES STATISTICS

Exhibit i
Exhibit ii

GOVERNMENTAL EXPENDITURES BY FUNCTION

These tables present general information on recurring governmental expenditures during the last ten years. The tables include the General Fund, Special Revenue Funds, Debt Service Funds and Capital Projects Funds. They do not include expenditures of the leasing corporation ACLC. The expenditures are categorized as General Government, Public Safety, Public Works, Culture and Recreation, Debt Service and Capital Outlay.

Exhibit iii
Exhibit iv

GOVERNMENTAL REVENUES BY SOURCE

These tables present general information on recurring governmental revenues during the last ten years. The tables include the General Fund, Special Revenue Funds, Debt Service Funds and Capital Projects Funds. They do not include revenues of the leasing corporation ACLC. Major governmental revenue sources are: taxes, licenses and permits, intergovernmental revenues, charges for services, fines and forfeitures and miscellaneous revenues such as interest income on investments and special assessments.

Exhibit v
Exhibit vi

GOVERNMENTAL TAX REVENUES BY SOURCE

These tables present detailed information on the tax revenues portion of governmental revenues. They include tax revenues of the General Fund, Special Revenue Funds, Debt Service Funds and Capital Projects Funds. Tax revenues are derived primarily from property taxes, sales, use and lodgers taxes, specific ownership taxes and gross receipts business taxes such as franchise and occupational privilege.

TAXES AND ASSESSMENT STATISTICS

Exhibit vii

PROPERTY TAX LEVIES AND COLLECTIONS

This table presents comparative data regarding the City's property tax revenues. Data presented includes the total property tax levy, current and delinquent tax collections/refunds, TABOR excess collections and tax credit and tax collections related to the City's tax increment financing district. Property tax levies and collections are reported in the General Fund and the Debt Service Funds.

ABOUT THE STATISTICAL TABLES (Continued)

Exhibit viii

SPECIAL ASSESSMENT COLLECTIONS

This table presents information pertaining to the levy and collection of special assessments. These assessments are levied on properties that benefit from construction projects financed by special improvement districts. Special assessment levies and collections are reported in the Debt Service Funds.

Exhibit ix

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Property taxes are levied based on the assessed value of the property. The assessed value is a percentage of the estimated actual value. Assessed and estimated actual value data is obtained from Certifications of Valuation provided by Adams County, Arapahoe County and Douglas County. Colorado statutes provide counties with procedures for the valuation of property for assessment purposes.

Exhibit x

PROPERTY TAX RATES - DIRECT AND PRIMARY OVERLAPPING GOVERNMENTS

This table shows a combined presentation of the City's property tax rates together with the property tax rates of primary overlapping entities. The primary overlapping entities of the City are: Adams County, Arapahoe County, Aurora School District 28 J and the Cherry Creek School District. This table provides an overall view of the total property tax rates applicable to property taxpayers.

DEBT STATISTICS

Exhibit xi

COMPUTATION OF LEGAL DEBT MARGIN

This table shows the calculation of the maximum amount of general obligation debt allowable under the provisions of the City Charter and the current net amount of debt outstanding that is applicable to the calculated debt limit. Subtracting the net amount of debt outstanding from the maximum amount allowed results in the legal debt margin. In 1992, Colorado voters approved an amendment to the state constitution (TABOR) which requires new general obligation debt to be authorized by voters. Consequently, the computation of the City's legal debt margin has little significance.

ABOUT THE STATISTICAL TABLES (Continued)

Exhibit xii

DIRECT AND OVERLAPPING GENERAL OBLIGATION DEBT

This table shows a combined presentation of the City's outstanding general obligation debt, the outstanding general obligation debt of overlapping entities and the amount of overlapping debt applicable to the City. Overlapping entities with general obligation debt consist primarily of Aurora School District 28 J, Cherry Creek School District and other special purpose taxing entities such as water, sanitation and metropolitan districts. This table provides an overall view of the total outstanding general obligation debt applicable to taxpayers.

Exhibit xiii

RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL OBLIGATION BONDED DEBT AND CERTIFICATES OF PARTICIPATION TO TOTAL GOVERNMENTAL EXPENDITURES

This table presents detailed information on general obligation debt and certificates of participation principal and interest expenditures compared to total governmental expenditures. Debt principal and interest expenditures are recorded in the Debt Service Funds. Governmental expenditures data includes the General Fund, Special Revenue Funds, Debt Service Funds and Capital Projects Funds, but excludes the leasing corporation ACLC.

Exhibit xiv

RATIO OF NET GENERAL OBLIGATION BONDED DEBT AND CERTIFICATES OF PARTICIPATION TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA

Net general obligation bonded debt is calculated by subtracting the funds available for general obligation debt in Debt Service Funds, and the amount of general obligation debt being repaid by Enterprise Funds, from the total amount of general obligation debt outstanding. Net general obligation bonded debt, shown both separately, and combined with the certificates of participation of the leasing corporation, ACLC, are presented as a percentage of the total assessed value of taxable property and as a net bonded debt amount per capita.

Exhibit xv

SCHEDULE OF REVENUE BOND COVERAGE

Some revenue bond obligations require the City to maintain certain water, sewer, storm drainage or golf course revenues in amounts sufficient to repay the interest and principal of the revenue bonds. Dividing the revenue bond debt service requirements by the net revenues available for revenue bond debt service results in the "coverage ratio".

ABOUT THE STATISTICAL TABLES (Continued)

ECONOMIC AND DEMOGRAPHIC STATISTICS

Exhibit xvi

PROPERTY VALUES AND CONSTRUCTION

This table represents general statistical information on commercial and residential construction activity and the assessed and estimated actual value of real property.

Exhibit xvii

DEMOGRAPHIC STATISTICS

This table presents non-financial information pertaining to City population, estimated median family income and general unemployment rates.

Exhibit xviii

MAJOR EMPLOYERS

This table lists the major public and private employers located in the City, including the type of business or industry and the approximate number of employees for each employer listed.

Exhibit xix

TEN PRINCIPAL PROPERTY TAXPAYERS

This table lists the major property taxpayers based on assessed value of their property located in the City. The assessed value of each taxpayer's property is also presented as a percentage of the City total assessed property value.

Exhibit xx

MISCELLANEOUS STATISTICAL DATA

This table presents detailed non-financial information regarding City, infrastructure, fire and police protection, recreation, utilities, schools and voter registrations.

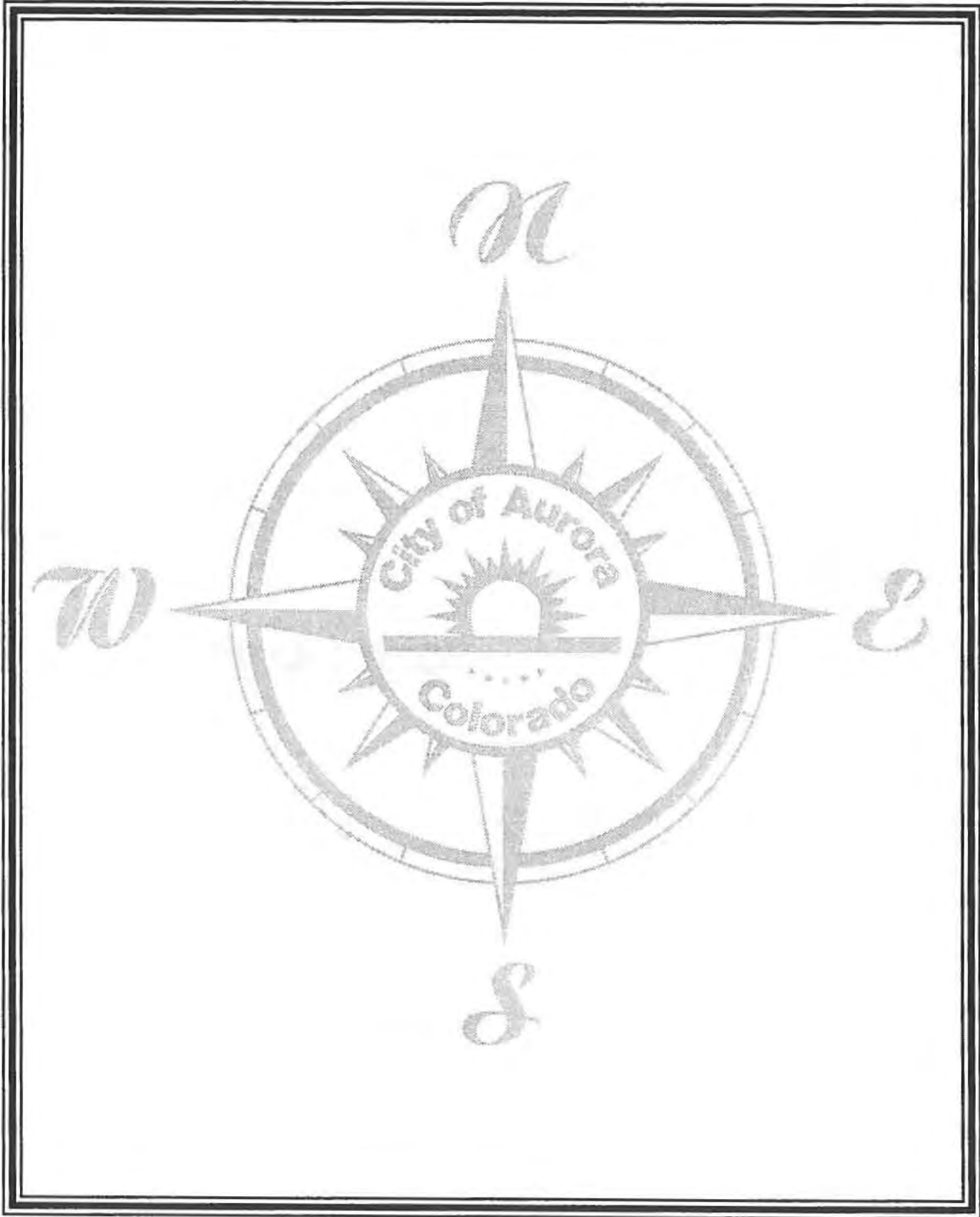
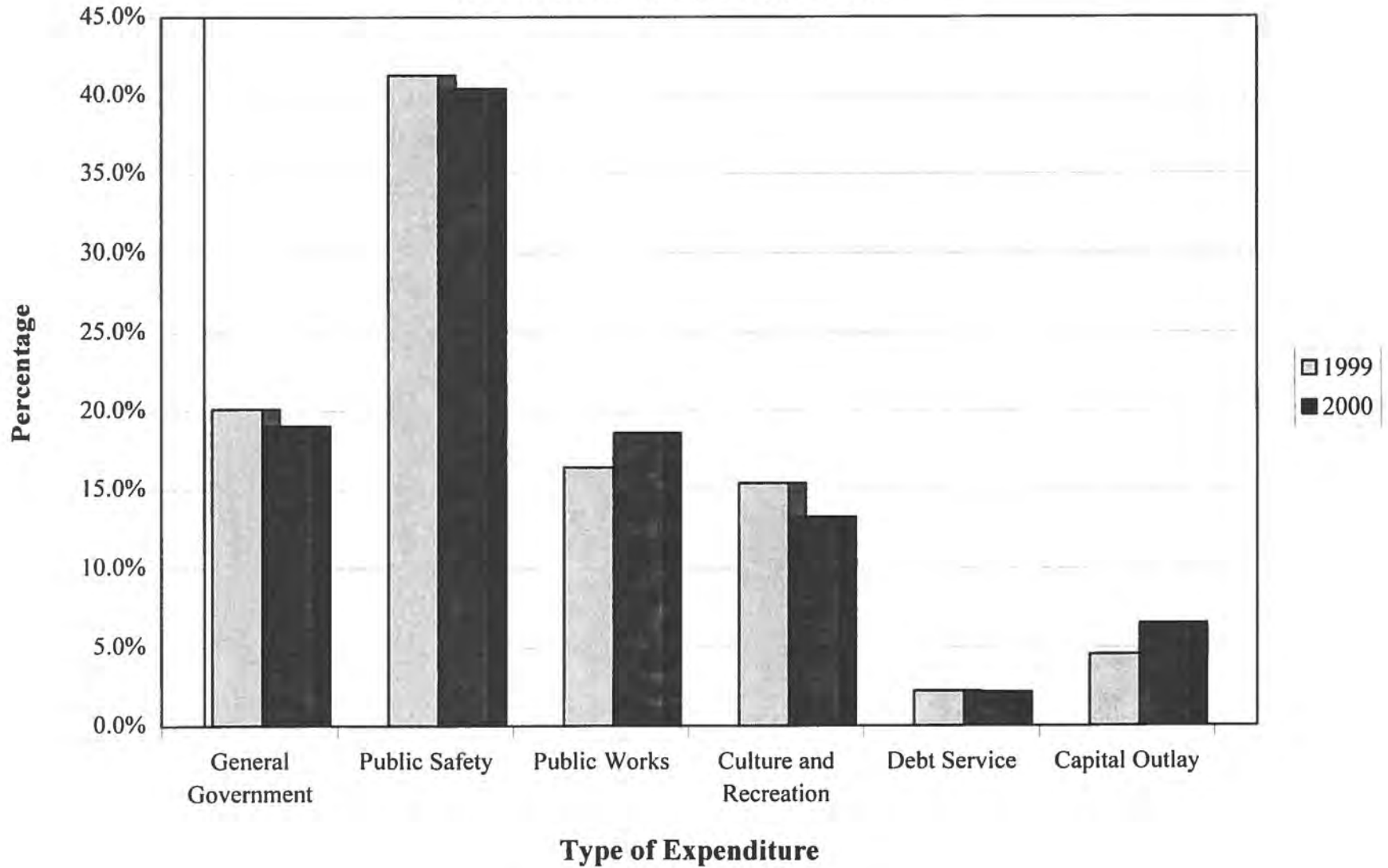


Exhibit i

**GOVERNMENTAL EXPENDITURES BY FUNCTION
AS A PERCENTAGE OF TOTAL EXPENDITURES**

For the Years Ended December 31, 1999 and 2000



Notes: See Exhibit ii

City of Aurora, Colorado

Exhibit ii

GOVERNMENTAL EXPENDITURES BY FUNCTION

Last Ten Years

Year	General Government		Public Safety		Public Works		Culture and Recreation		Debt Service		Capital Outlay		Total Governmental Expenditures
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount
1991	\$ 24,447,503	21.6%	\$ 46,317,189	41.0%	\$ 21,544,927	19.1%	\$ 11,383,798	10.1%	\$ 7,259,856	6.4%	\$ 1,976,982	1.8%	\$ 112,930,255
1992	26,267,634	21.1%	50,270,892	40.4%	26,935,482	21.6%	12,626,157	10.1%	5,658,616	4.5%	2,762,545	2.2%	124,521,326
1993	28,090,306	21.9%	54,345,824	42.5%	18,299,539	14.3%	21,072,642	16.5%	4,502,602	3.5%	1,674,584	1.3%	127,985,497
1994	33,237,189	24.9%	56,032,921	41.9%	18,223,545	13.6%	20,652,050	15.5%	5,483,951	4.1%	(a)	-	133,629,656
1995	36,342,145	25.6%	61,910,836	43.7%	18,219,918	12.9%	21,283,480	15.0%	3,991,079	2.8%	(a)	-	141,747,458
1996	40,075,282	25.8%	66,450,153	42.7%	20,199,090	13.0%	23,184,836	14.9%	5,620,197	3.6%	10,206,710	6.6%	155,529,558
1997	34,565,012	19.8%	74,375,714	42.6%	23,670,034	13.6%	24,075,364	13.8%	4,998,315	2.9%	12,753,585	7.3%	174,438,024
1998	35,964,131	19.7%	74,457,704	40.8%	24,163,364	13.3%	25,749,696	14.1%	3,297,304	1.8%	18,657,436	10.2%	182,289,635
1999	38,568,574	20.1%	79,114,723	41.3%	31,397,331	16.4%	29,439,757	15.4%	4,252,535	2.2%	8,718,653	4.6%	191,491,573
2000	40,005,643	19.1%	84,881,154	40.4%	39,060,284	18.6%	27,746,908	13.2%	4,542,638	2.2%	13,665,305	6.5%	209,901,932

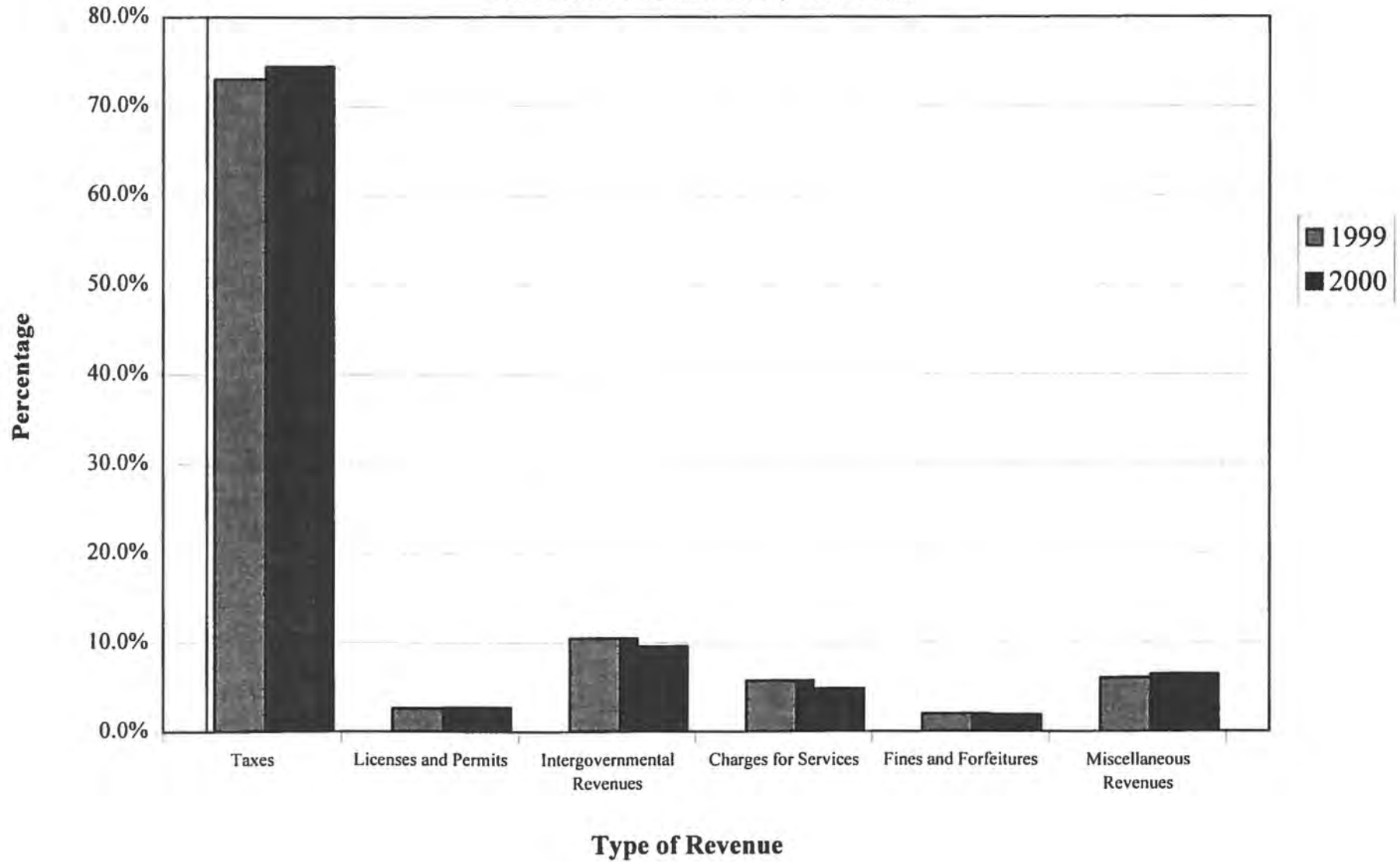
Notes: This schedule includes General, Special Revenue, Debt Service and Capital Projects Funds expenditures. This schedule does not include expenditures of the ACLC.

(a) For the years 1994 and 1995, Capital Outlay was included within the various functions.

Exhibit iii

**GOVERNMENTAL REVENUES BY SOURCE
AS A PERCENTAGE OF TOTAL REVENUES**

For the Years Ended December 31, 1999 and 2000



Notes: See Exhibit iv

City of Aurora, Colorado

Exhibit iv

GOVERNMENTAL REVENUES BY SOURCE

Last Ten Years

Year	Taxes (a)		Licenses and Permits		Intergovernmental Revenues (b)		Charges for Services		Fines and Forfeitures		Miscellaneous Revenues (c)		Total Governmental Revenues
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount
1991	\$ 88,249,065	74.9%	\$ 2,125,511	1.8%	\$ 15,318,897	13.0%	\$ 3,885,433	3.3%	\$ 1,436,811	1.2%	\$ 6,872,867	5.8%	\$ 117,888,584
1992	93,427,044	75.0%	2,311,798	1.9%	17,388,831	14.0%	3,895,041	3.1%	1,453,972	1.2%	6,156,396	4.9%	124,633,082
1993	99,659,416	74.6%	2,349,464	1.8%	13,268,609	9.9%	9,611,859	7.2%	1,697,634	1.3%	7,052,444	5.3%	133,639,426
1994	109,655,214	74.4%	2,975,315	2.0%	13,283,161	9.0%	9,802,087	6.6%	2,115,231	1.4%	9,622,103	6.5%	147,453,111
1995	112,905,695	73.5%	3,068,356	2.0%	16,154,790	10.5%	10,129,848	6.6%	2,590,510	1.7%	8,760,446	5.7%	153,609,645
1996	120,507,184	73.8%	3,656,516	2.2%	16,995,934	10.4%	9,679,998	5.9%	2,660,058	1.6%	9,897,200	6.1%	163,396,890
1997	127,629,403	71.8%	4,093,884	2.3%	23,172,683	13.0%	10,325,247	5.8%	3,068,732	1.7%	9,353,996	5.3%	177,643,945
1998	138,512,632	74.1%	4,703,725	2.5%	19,619,408	10.5%	11,438,078	6.1%	3,883,813	2.1%	8,847,460	4.7%	187,005,116
1999	148,878,651	73.1%	5,373,101	2.6%	21,439,172	10.5%	11,702,854	5.7%	4,038,670	2.0%	12,302,894	6.0%	203,735,342
2000	163,952,246	74.5%	6,005,710	2.7%	21,110,332	9.6%	10,662,570	4.8%	4,099,854	1.9%	14,238,307	6.5%	220,069,019

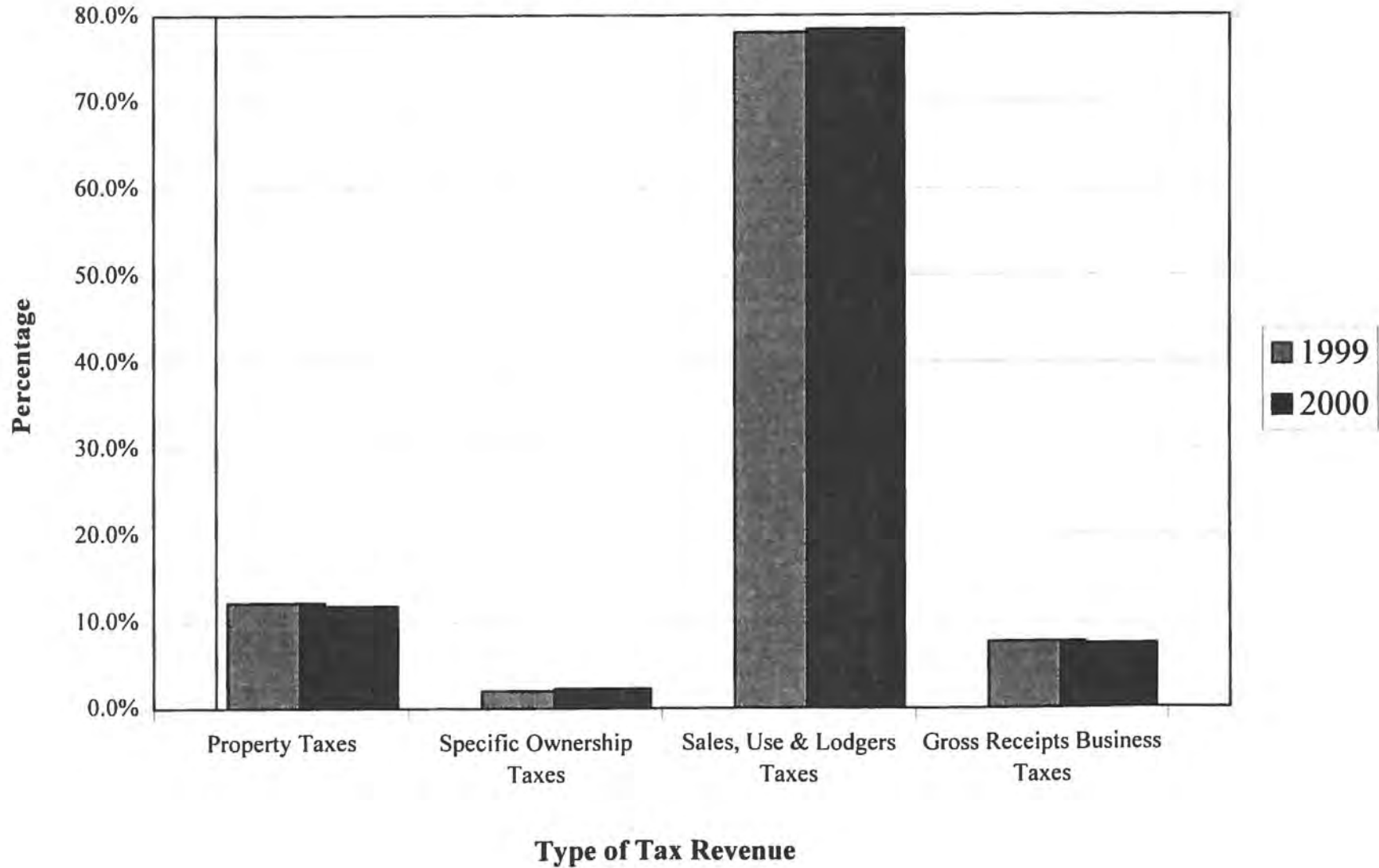
Notes: This schedule includes General, Special Revenue, Debt Service, and Capital Projects Funds revenues. This schedule does not include revenues of the ACLC.

- (a) Tax revenues are derived primarily from sales and use taxes, property taxes and gross receipts business taxes. Sales and use taxes are shown on the accrual basis for 1994-2000.
- (b) Intergovernmental revenues are primarily State shared revenues and governmental grants.
- (c) Includes special assessments, miscellaneous revenues and investment income.

Exhibit v

**GOVERNMENTAL TAX REVENUES BY SOURCE
AS A PERCENTAGE OF TOTAL TAX REVENUES**

For the Years Ended December 31, 1999 and 2000



Notes: See Exhibit vi

City of Aurora, Colorado

Exhibit vi

GOVERNMENTAL TAX REVENUES BY SOURCE

Last Ten Years

Year	Property Taxes (a)		Specific Ownership Taxes (b)		Sales, Use & Lodgers Taxes (c)		Gross Receipts Business Taxes (d)		Total Governmental Tax Revenues
	Amount	%	Amount	%	Amount	%	Amount	%	Amount
1991	\$ 14,530,249	16.5%	\$ 1,027,594	1.2%	\$ 63,940,445	72.5%	\$ 8,750,777	9.9%	\$ 88,249,065
1992	14,450,537	15.5%	1,083,113	1.2%	69,047,916	73.9%	8,845,478	9.5%	93,427,044
1993	14,614,261	14.7%	1,130,652	1.1%	74,647,638	74.9%	9,266,865	9.3%	99,659,416
1994	14,196,272	12.9%	2,525,635	2.3%	83,333,439	76.0%	9,599,868	8.8%	109,655,214
1995	14,101,767	12.5%	2,753,160	2.4%	86,330,670	76.5%	9,720,098	8.6%	112,905,695
1996	15,240,618	12.6%	2,882,584	2.4%	92,176,565	76.5%	10,207,417	8.5%	120,507,184
1997	15,636,192	12.3%	3,584,761	2.8%	97,819,715	76.6%	10,588,735	8.3%	127,629,403
1998	16,378,085	11.8%	3,782,492	2.7%	107,400,908	77.5%	10,951,147	7.9%	138,512,632
1999	18,225,450	12.2%	3,081,293	2.1%	116,093,149	78.0%	11,478,759	7.7%	148,878,651
2000	19,429,113	11.9%	3,804,755	2.3%	128,479,008	78.4%	12,239,370	7.5%	163,952,246

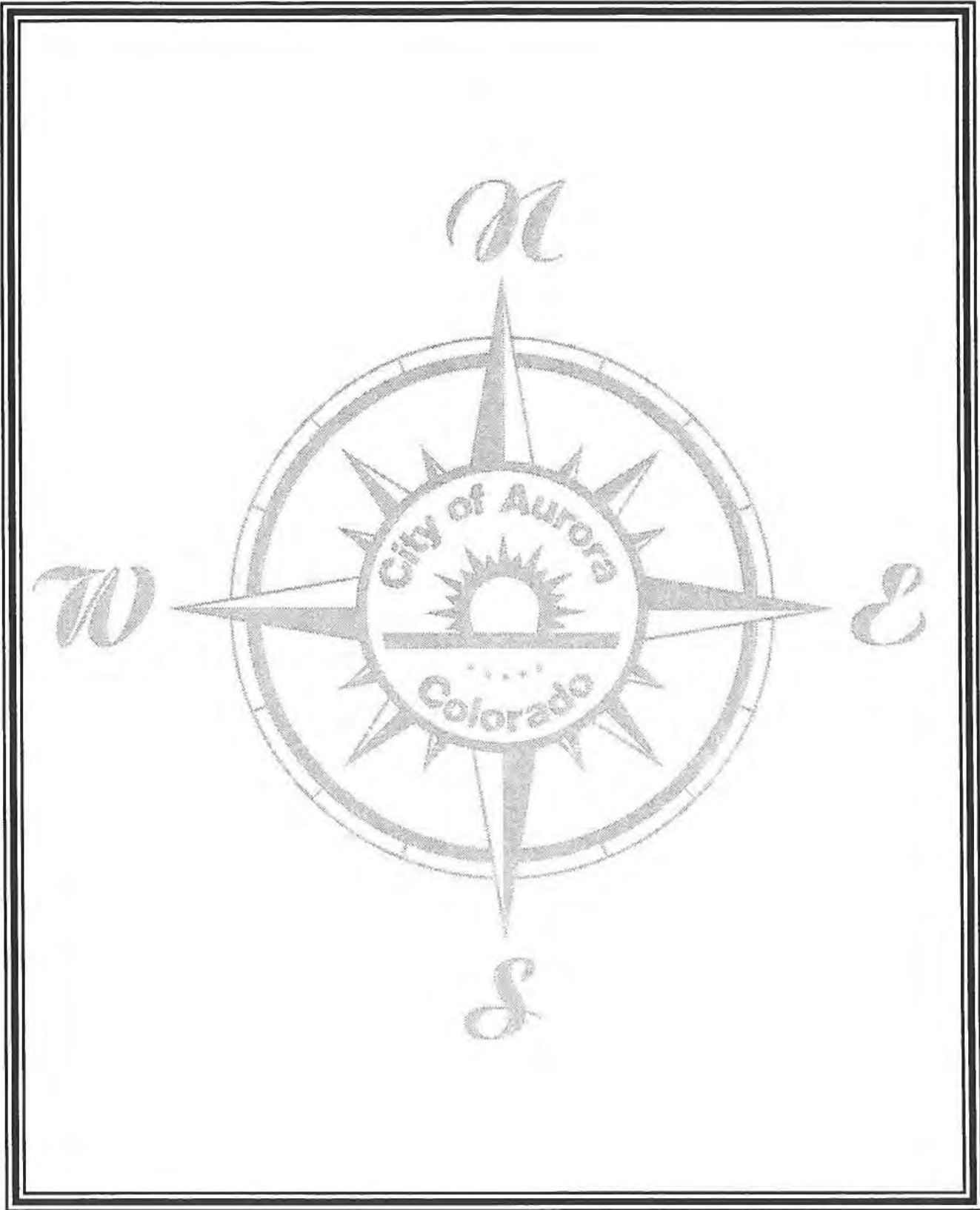
Notes: This schedule includes the General and Debt Service Funds tax revenues. Tax revenues recorded in the Special Revenue Funds are included in 1995 only.

(a) From 1998 through 2000, property tax revenues were collected in excess of the limits imposed under the Taxpayer Bill of Rights (TABOR) Amendment. Amounts collected in excess of the limit were recorded as deferred revenue. Taxpayers were given a "temporary tax credit" for these excess collections in the form of a reduction in the subsequent year tax levy which reduced the amount they were required to pay.

(b) Specific Ownership Taxes include miscellaneous taxes for 1994 - 2000.

(c) Sales, Use & Lodgers Taxes include miscellaneous taxes for 1991 - 1993. Sales, Use & Lodgers Taxes for 1994 - 2000 are shown using the accrual basis.

(d) Includes franchise and occupational privilege taxes.



City of Aurora, Colorado

Exhibit vii

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Years

Collection Year	Total Tax Levy (a)	Current Tax Collections	Percent of Levy Collected	Delinquent Collections/ (Refunds) (b)	Total Tax Collections	Collections as % of Current Tax Levy	TABOR (c)		Tax Increment Collections	Total Property Tax Revenues
							Excess Collections	Tax Credit		
1991	\$ 14,597,168	\$ 14,313,280	98.06%	\$ 386	\$ 14,313,666	98.06%	\$ -	\$ -	\$ 157,331	\$ 14,470,997
1992	14,653,012	14,387,361	98.19%	(113,362)	14,273,999	97.41%	-	-	137,706	14,411,705
1993	14,878,136	14,603,491	98.15%	(220,543)	14,382,948	96.67%	-	-	197,480	14,580,428
1994	14,127,000	13,930,669	98.61%	24,263	13,954,932	98.78%	-	-	203,244	14,158,176
1995	14,015,390	13,939,300	99.46%	(82,642)	13,856,658	98.87%	-	-	178,912	14,035,570
1996	15,085,751	15,033,843	99.66%	8,236	15,042,079	99.71%	-	-	169,455	15,211,534
1997	15,462,063	15,429,441	99.79%	(1,516)	15,427,925	99.78%	-	-	187,664	15,615,589
1998	17,974,286	17,862,322	99.38%	(3,337)	17,858,985	99.36%	(1,663,744)	-	182,844	16,378,085
1999	17,726,529	17,575,493	99.15%	(79,042)	17,496,451	98.70%	(1,235,123)	1,649,456	314,666	18,225,450
2000	22,170,875	22,041,571	99.42%	(11,747)	22,029,824	99.36%	(4,385,448)	1,154,154	630,583	19,429,113

Notes:

- (a) Property taxes are assessed by Adams, Arapahoe and Douglas counties and remitted to the City after collection.
- (b) Delinquent tax collections are netted with refunds of appealed assessments. Positive numbers reflect more delinquent tax collections than refunds for the year. Negative numbers reflect refunds of appealed assessments in excess of delinquent collections for the year.
- (c) From 1998 through 2000, property tax revenues were collected in excess of the limits imposed under the Taxpayer Bill of Rights (TABOR) Amendment. Taxpayers were given a "temporary tax credit" for these excess collections in the form of a reduction in the following year tax levy which reduced the amount they were required to pay. Amounts collected in excess of the limit are recognized as deferred revenue in the year collected and as revenue in the following year.

City of Aurora, Colorado

Exhibit viii

SPECIAL ASSESSMENT COLLECTIONS

Last Ten Years

(Principal Only)

Collection Year	Assessments Receivable Beginning of Year	New Assessments Levied and Adjustments	Assessments Collected	Assessments Receivable End of Year
1991	\$ 5,127,084	\$ 2,066,817	\$ 1,892,049	\$ 5,301,852
1992	5,301,852	2,726,636	1,378,330	6,650,158
1993	6,650,158	-	1,293,149	5,357,009
1994	5,357,009	85,670	1,027,997	4,414,682
1995	4,414,682	178,070	935,144	3,657,608
1996	3,657,608	-	710,199	2,947,409
1997	2,947,409	-	706,627	2,240,782
1998	2,240,782	(8,602)	667,665	1,564,515
1999	1,564,515	-	473,694	1,090,821
2000	1,090,821	(27,056)	433,235	630,530

City of Aurora, Colorado

Exhibit ix

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Years

Assessment Year	Real Property (a)			Total		Change in Actual Value	Percent of Total Assessed Value to Estimated Actual Value
	Assessed Value Adams County	Assessed Value Arapahoe County (b)	Assessed Value Douglas County	Assessed Value	Estimated Actual Value		
1991	\$ 179,173,470	\$ 1,084,041,030	\$ 2,360	\$ 1,263,216,860	\$ 6,871,030,070	\$ (970,893,640)	18.4%
1992	182,579,100	1,099,463,890	2,360	1,282,045,350	6,996,145,034	125,114,964	18.3%
1993	164,276,490	1,053,041,090	2,480	1,217,320,060	7,251,725,211	255,580,177	16.8%
1994	166,325,210	1,041,374,990	2,480	1,207,702,680	7,283,889,539	32,164,328	16.6%
1995	170,913,640	1,087,671,790	2,360	1,258,587,790	8,548,525,681	1,264,636,142	14.7%
1996	178,329,990	1,111,893,870	2,360	1,290,226,220	8,573,889,782	25,364,101	15.0%
1997	215,086,006	1,292,289,910	2,360	1,507,378,276	10,179,360,569	1,605,470,787	14.8%
1998	237,253,350	1,306,561,110	2,480	1,543,816,940	10,420,035,339	240,674,770	14.8%
1999	292,819,650	1,594,238,220	2,480	1,887,060,350	12,500,191,290	2,080,155,951	15.1%
2000	316,583,610	1,673,391,071	2,480	1,989,977,161	12,917,885,512	417,694,222	15.4%

Notes: Data obtained from Certifications of Valuation provided by Adams, Arapahoe and Douglas counties. Colorado statutes provide procedures for the valuation of property for assessment purposes. Assessed value is a percentage of estimated actual value. Each year's assessed value is based on the prior year's estimated actual value.

The assessed valuation percentage is established each year and was as follows: Residential: 1991 - 14.3%; 1992 - 14.34%; 1993 and 1994 - 12.86%; 1995 and 1996 - 10.36%; 1997 through 2000 - 9.74%.

All other classes of property were assessed at 29% of estimated actual value.

(a) Includes both real and some business personal property.

(b) Does not include tax increment financing district assessed valuation of: \$1,518,820 - 1991; \$2,186,760 - 1992; \$2,109,750 - 1993; \$1,846,980 - 1994; \$1,756,060 - 1995; \$1,729,530 - 1996; \$2,069,310 - 1997; \$3,628,490 - 1998; \$8,090,420 - 1999 and \$8,728,579 - 2000.

City of Aurora, Colorado

Exhibit x

PROPERTY TAX RATES - DIRECT AND PRIMARY OVERLAPPING GOVERNMENTS

Last Ten Years

(Per \$1,000 of Assessed Valuation)

Assessment Year	Collection Year	City of Aurora	Counties		Schools		Total Tax Rate - City of Aurora and:		
			Adams	Arapahoe	Aurora 28J	Cherry Creek	Adams County and Aurora Schools 28J	Arapahoe County and Aurora Schools 28J	Arapahoe County and Cherry Creek Schools
1991	1992	11.605	26.779	16.973	64.749	68.242	103.133	93.327	96.820
1992	1993	11.605	26.779	16.973	64.626	71.520	103.010	93.204	100.098
1993	1994	11.605	26.779	16.973	69.518	71.482	107.902	98.096	100.060
1994	1995	11.605	26.779	16.973	69.477	70.546	107.861	98.055	99.124
1995	1996	12.003	26.779	16.973	68.172	66.217	106.954	97.148	95.193
1996	1997	12.000	26.779	16.973	67.595	63.770	106.374	96.568	92.743
1997	1998	11.940	26.528	15.960	61.203	57.444	99.671	89.103	85.344
1998	1999	11.507	26.168	15.549	60.935	61.059	98.610	87.991	88.115
1999	2000	11.796	25.273	13.706	53.799	53.093	90.868	79.301	78.595
2000	2001	10.594	25.681	14.013	53.686	52.397	89.961	78.293	77.004

City of Aurora, Colorado

Exhibit xi

COMPUTATION OF LEGAL DEBT MARGIN

In accordance with Aurora Charter Article XI

The computation of the City's legal debt margin as of December 31, 2000 is as follows:

Assessed valuation:			
Arapahoe County		\$	1,673,391,071 (a)
Adams County			316,583,610
Douglas County			2,480
Total		\$	<u>1,989,977,161</u>
Debt limit - Three (3) percent of assessed valuation		\$	59,699,315
Amount of debt outstanding: (a)			
Total bonded debt	\$	222,573,710	
Other debt		<u>100,210,181</u>	
Total	\$		<u>322,783,891</u>
Less:			
Net assets in debt service funds	\$	168,402	
Other deductions allowed by law:			
General obligation bonds exempt from limit	53,580,000 (b)		
General obligation water bonds	95,750,000		
Capitalized lease obligations	2,192,380		
Certificates of participation	97,565,000		
Water notes	452,801		
Revenue bonds:			
General fund	17,300,000		
Water	14,178,795		
Sewer	25,614,915		
Golf	6,400,000		
Special assessment	<u>235,000</u>		
Total deductions			<u>313,437,293</u>
Total amount of debt applicable to debt limit			<u>9,346,598</u>
Legal Debt Margin		\$	<u>50,352,717 (c)</u>

(a) Computation does not include assessed valuation of tax increment financing district or related debt outstanding.

(b) These bonds are exempt from the general obligation debt limit by voter approval and per Section 11-19-1 of the City Charter.

(c) A 1992 Amendment of the Colorado Constitution requires the City receive voter approval in advance for creation of any multiple fiscal year obligation other than refinancing bonded debt at a lower interest rate or when adequate cash reserves are pledged irrevocably and held for payments in all future fiscal years.

City of Aurora

Exhibit xii

DIRECT AND OVERLAPPING GENERAL OBLIGATION DEBT

As of December 31, 2000

Jurisdiction	Debt Outstanding (a)	Amount Applicable to City of Aurora	Percent Applicable to City of Aurora
<i>Direct:</i>			
City of Aurora (b)	<u>\$ 63,095,000</u>	<u>\$ 63,095,000</u>	100.00%
<i>Overlapping:</i>			
Aurora School District 28J	78,635,944	51,899,723	66.00%
Cherry Creek School District	372,619,400	85,410,985	22.92%
Other (c)	<u>197,846,586</u>	<u>113,585,916</u>	57.41%
Total overlapping debt:	<u>649,101,930</u>	<u>250,896,624</u>	
Total Direct and Overlapping Debt	<u><u>\$ 712,196,930</u></u>	<u><u>\$ 313,991,624</u></u>	

Notes:

- (a) Debt Outstanding is the net of general obligation debt less any monies reserved for the retiring of these general obligation bonds, such as sinking funds or debt service reserve funds.
- (b) Includes General Fund general obligation debt only
- (c) Approximately sixty other taxing entities overlap the City in whole or in part. Twenty-one of these entities report general obligation debt outstanding, including but not limited to, Aurora Centertech Metropolitan District, Eagle Bend Metropolitan District No. 2, Saddle Rock Metropolitan District, Sand Creek Metropolitan District, and Tower Metropolitan District.

City of Aurora, Colorado

Exhibit xiii

**RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL OBLIGATION (GO) BONDED DEBT
AND CERTIFICATES OF PARTICIPATION (COP'S) TO TOTAL GOVERNMENTAL EXPENDITURES**

Last Ten Years

Year	General Obligation (GO) Bonds (a)			Total Governmental Expenditures (c)	Percent of GO Debt Service to Governmental Expenditures	Certificates of Participation (COP's) (b)			Percent of GO and COP's Debt Service to Governmental Expenditures
	Principal	Interest	Total Debt Service			Principal	Interest	Total Debt Service	
1991	\$ 2,755,000	\$ 1,214,435	\$ 3,969,435	\$ 112,930,255	3.5%	-	-	-	-
1992	1,195,613	768,116	1,963,729	124,521,326	1.6%	-	-	-	-
1993	1,705,000	699,195	2,404,195	127,985,497	1.9%	-	-	-	-
1994	2,170,000	525,218	2,695,218	133,629,656	2.0%	-	-	-	-
1995	1,355,000	513,874	1,868,874	141,747,458	1.3%	\$ 635,000	\$ 2,057,665	\$ 2,692,665	3.2%
1996	1,660,000	578,055	2,238,055	155,529,558	1.4%	2,560,000	2,028,455	4,588,455	4.4%
1997	1,735,000	505,265	2,240,265	174,438,024	1.3%	2,685,000	1,906,855	4,591,855	3.9%
1998	1,820,000	397,156	2,217,156	182,289,635	1.2%	2,910,000	1,771,263	4,681,263	3.8%
1999	2,235,000	1,023,345	3,258,345	191,491,573	1.7%	2,970,000	1,617,032	4,587,032	4.1%
2000	1,465,000	688,025	2,153,025	209,901,932	1.0%	2,925,000	2,880,621	5,805,621	3.8%

Notes:

- (a) Includes general obligation bonds serviced by the Debt Service Fund. General obligation water bonds serviced by water fund revenues are excluded. Two Park and Street bond issues were refunded in 1992 which resulted in a decrease in debt service in 1992 and subsequent years.
- (b) Includes Certificates of Participation issued by the ACLC in 1994 and 2000.
- (c) Total Governmental Expenditures include the General, Special Revenue, Debt Service, and Capital Projects Funds but exclude the ACLC.

City of Aurora, Colorado

Exhibit xiv

RATIO OF NET GENERAL OBLIGATION (GO) BONDED DEBT AND CERTIFICATES OF PARTICIPATION (COP's) TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA

Last Ten Years

Year	Population (a)	Assessed Value (b)	Gross General Obligation Bonded Debt (c)	Less: Debt Service Fund Balance	Less: Debt Payable from Water Revenues	Net General Obligation Bonded Debt	Net General Obligation Bonded Debt to Assessed Value	Net General Obligation Bonded Debt Per Capita	Outstanding COP's of Leasing Corp ACLC	GO Bonds & COP's to Assessed Value	GO Bonds & COP's Debt Per Capita
1991	224,150	\$ 1,263,216,860	\$ 185,350,000	\$ 3,734	\$ 172,845,000	\$ 12,501,266	1.0%	56	\$ -	-	-
1992	230,700	1,282,045,350	179,310,000	63,630	167,025,000	12,221,370	1.0%	53	-	-	-
1993	238,992	1,217,320,060	175,235,000	63,860	164,655,000	10,516,140	0.9%	44	-	-	-
1994	240,595	1,207,702,680	170,420,000	61,731	162,010,000	8,091,491	0.7%	34	-	-	-
1995	247,000	1,258,897,790	152,570,000	63,355 (d)	140,660,000	11,846,645 (d)	0.9%	48	35,240,000	3.7%	191
1996	250,000	1,290,226,220	142,905,000	65,711 (d)	132,655,000	10,184,289 (d)	0.8%	41	32,680,000	3.3%	171
1997	253,000	1,507,378,276	132,555,000	65,959 (d)	124,040,000	8,449,041 (d)	0.6%	33	29,995,000	2.6%	152
1998	256,248	1,543,816,940	131,725,000	294,476 (d)	115,030,000	16,400,524 (d)	1.1%	64	27,085,000	2.8%	170
1999	258,875	1,887,060,350	120,070,000	446,998 (d)	105,610,000	14,013,002 (d)	0.7%	54	24,115,000	2.0%	147
2000	276,393	1,989,977,161	158,845,000	564,549 (d)	95,750,000	62,530,451 (d)	3.1%	226	97,565,000	8.0%	579

Notes:

- (a) Data was provided by the City's Planning Department. The population for 1991 - 1996 was projected based upon the 1990 Census. The population for 1997 - 1999 was provided by Clarion & Associates. The population for 2000 was taken from the 2000 U.S. Census information.
- (b) Does not include tax increment financing district assessed valuation of: \$1,518,820 - 1991; \$2,186,760 - 1992; \$2,109,750 - 1993; \$1,846,980 - 1994; \$1,756,060 - 1995; \$1,729,530 - 1996; \$2,069,310 - 1997; \$3,628,490 - 1998; \$8,090,420 - 1999 and \$8,728,579 - 2000.
- (c) Gross general obligation bonded debt includes general obligation bonds supported by General Fund revenues and general obligation water bonds which are paid from Water Fund revenues but are a contingent general obligation of the City.
- (d) Includes 1995 general obligation public safety bonds and 2000 libraries, parks and public safety bonds which are excluded from debt limit calculation per Section 11-19-1 of the City Charter.

City of Aurora, Colorado

Exhibit xv

SCHEDULE OF WATER REVENUE BOND COVERAGE

Last Ten Years

Year	Gross Revenue (a)	Expenses (b)	Net Revenue Available For Debt Service	Debt Service Requirements			Coverage Ratio (c)
				Principal	Interest	Total	
1991	\$ 30,170,716	\$ 10,647,438	\$ 19,523,278	\$ 6,457,151	\$ 10,691,575	\$ 17,148,726	1.14
1992	31,086,748	10,520,980	20,565,768	6,489,251	10,274,466	16,763,717	1.23
1993	35,388,817	10,722,332	24,666,485	6,874,037	9,958,686	16,832,723	1.47
1994	34,506,793	11,037,426	23,469,367	4,244,037	8,246,037	12,490,074	1.88
1995	33,623,885	11,479,948	22,143,937	21,843,546	7,997,031	29,840,577	0.74
1996	38,048,034	12,240,040	25,807,994	8,688,546	6,270,284	14,958,830	1.73
1997	39,283,694	11,707,171	27,576,523	8,979,227	5,771,898	14,751,125	1.87
1998	41,519,310	12,894,040	28,625,270	9,010,000	5,291,601	14,301,601	2.00
1999	47,529,770	15,538,521	31,991,249	9,420,000	4,844,046	14,264,046	2.24
2000	52,784,871	16,608,220	36,176,651	9,167,826	6,058,877	15,226,703	2.38

Notes: Includes long-term debt payable from Water revenues, including General Obligation bonds, Revenue bonds, and Water Notes Payable.

- (a) Includes charges for services and other operating revenues, tap and development fees, and interest income.
- (b) Includes operating expenses such as personal services, supplies and other services and charges.
- (c) Net Revenue Available for Debt Service divided by Total Debt Service Requirements.

City of Aurora, Colorado

Exhibit xv

SCHEDULE OF SEWER REVENUE BOND COVERAGE

Last Ten Years

Year	Gross Revenue (a)	Expenses (b)	Net Revenue Available For Debt Service	Debt Service Requirements			Coverage Ratio (c)
				Principal	Interest	Total	
1991	\$ 17,840,539	\$ 11,172,049	\$ 6,668,490	\$ 1,225,000	\$ 1,441,248	\$ 2,666,248	2.50
1992	17,502,714	11,854,582	5,648,132	1,310,000	1,355,059	2,665,059	2.12
1993	17,768,525	11,761,087	6,007,438	1,590,000	1,036,055	2,626,055	2.29
1994	19,849,918	13,773,864	6,076,054	1,810,000	796,217	2,606,217	2.33
1995	20,925,507	12,979,952	7,945,555	1,925,000	669,380	2,594,380	3.06
1996	22,784,284	14,793,644	7,990,640	1,995,000	600,345	2,595,345	3.08
1997	24,111,154	15,269,434	8,841,720	2,080,000	523,950	2,603,950	3.40
1998	24,722,245	14,678,050	10,044,195	2,170,000	439,697	2,609,697	3.85
1999	26,420,990	16,534,343	9,886,647	2,275,000	348,142	2,623,142	3.77
2000	27,764,451	16,986,157	10,778,294	4,044,451	692,984	4,737,435	2.28

Notes: Includes long-term debt payable from Sewer revenues, including Revenue bonds.

- (a) Includes charges for services and other operating revenues, tap and development fees, and interest income.
- (b) Includes operating expenses such as personal services, supplies and other services and charges.
- (c) Net Revenue Available for Debt Service divided by Total Debt Service Requirements.

City of Aurora, Colorado

Exhibit xv

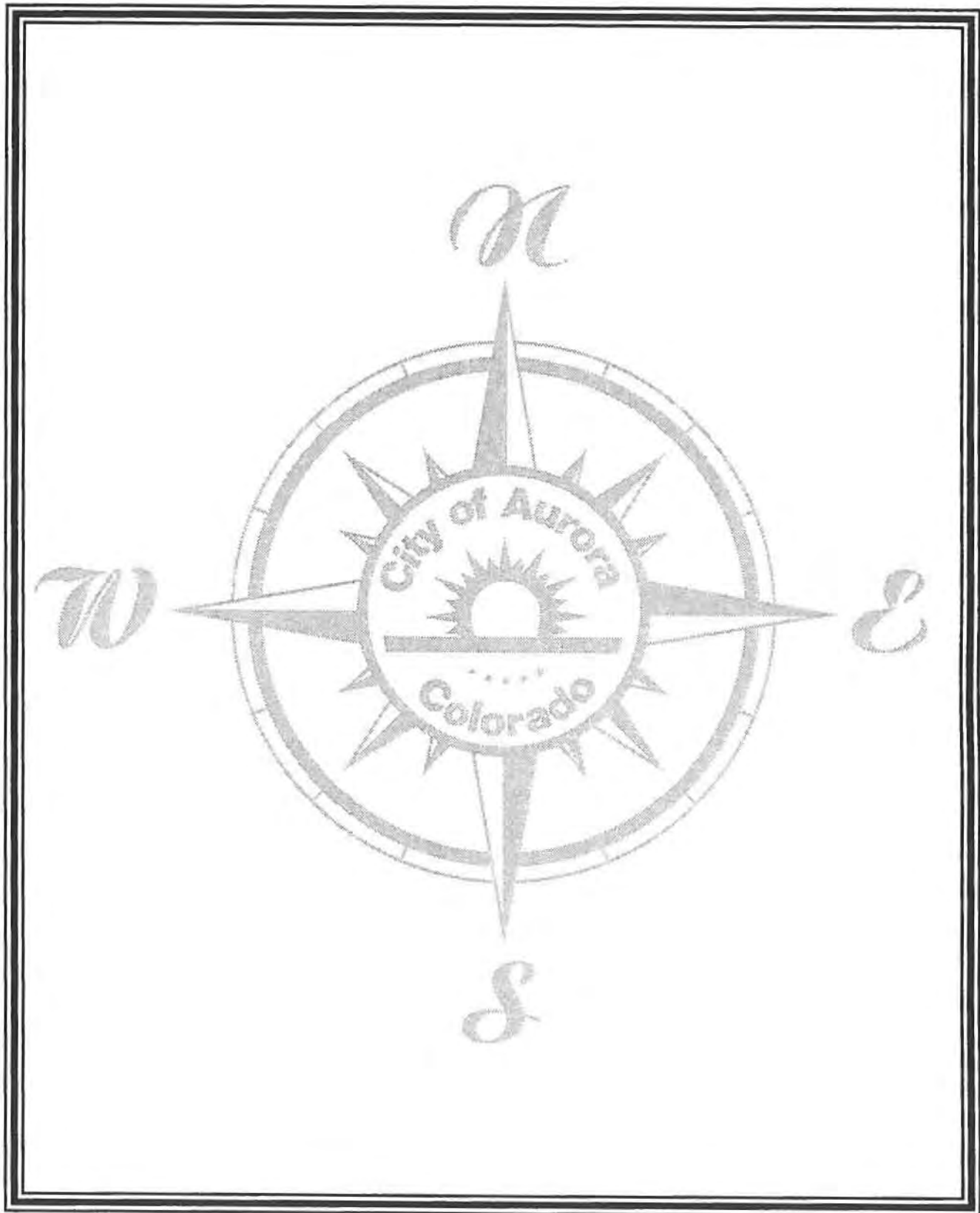
SCHEDULE OF GOLF REVENUE BOND COVERAGE

Last Five Years

Year	Gross Revenue (b)	Expenses (c)	Net Revenue Available For Debt Service	Senior Debt Service Requirements (a)				Subordinate Debt Service Requirements (a)			
				Principal	Interest	Total	Coverage Ratio (d)	Principal	Interest	Total	Coverage Ratio (e)
1996	\$ 4,559,055	\$ 3,330,195	\$ 1,228,860	n/a	\$ 461,004	\$ 461,004	2.67	n/a	n/a	n/a	n/a
1997	5,253,568	4,121,295	1,132,273	\$ 230,000	425,543	655,543	1.73	n/a	n/a	n/a	n/a
1998	6,534,361	4,572,949	1,961,412	245,000	415,538	660,538	2.97	n/a	\$ 32,900	\$ 32,900	39.54
1999	8,571,543	6,065,401	2,506,142	255,000	404,268	659,268	3.80	n/a	315,688	315,688	5.85
2000	8,548,231	7,345,386	1,202,845	265,000	391,773	656,773	1.83	n/a	369,546	369,546	1.48

Notes: Includes long-term debt payable from Golf revenues, including Revenue bonds and long-term interfund payables. The Golf Fund did not issue long-term debt until 1995.

- (a) The Senior Debt Service Requirement is the 1995 Golf Revenue Bond. The Subordinate Debt Service Requirement is the 1995 Interfund Loan Payable to the Sewer Fund.
- (b) Includes operating revenues, investment income, and miscellaneous non-operating revenues.
- (c) Includes operating expenses such as personal services, supplies and other services and charges.
- (d) Net Revenue Available for Debt Service divided by Total Senior Debt Service Requirements.
- (e) Net Revenue Available for Debt Service less Total Senior Debt Service Requirements, divided by Total Subordinate Debt Service Requirements.



City of Aurora, Colorado

Exhibit xvi

PROPERTY VALUES AND CONSTRUCTION

Last Ten Years

Year	Non-Residential Construction (New)		Residential Construction (New)			Additions/Alterations/Repairs		Total		Property Values	
	Number of Permits	Permit Value (in millions)	Number of Permits	Number of Units (a)	Permit Value (in millions)	Number of Permits	Permit Value (in millions)	Number of Permits	Permit Value (in millions)	Permit Assessed (b)	Estimated Actual
1991	131	\$ 21.69	460	460	\$ 50.20	4,064	\$ 36.06	4,655	\$ 107.95	\$ 1,263,216,860	\$ 6,871,030,070
1992	104	4.63	571	571	55.94	3,957	41.74	4,632	102.31	1,282,045,350	6,996,145,034
1993	80	12.08	510	510	46.42	2,832	35.71	3,422	94.21	1,217,320,060	7,251,725,211
1994	129	29.96	824	1,021	80.62	4,713	43.35	5,666	153.93	1,207,702,680	7,283,889,539
1995	144	23.47	852	1,216	90.41	4,721	49.50	5,717	163.38	1,258,587,790	8,548,525,681
1996	152	47.18	930	1,290	87.66	2,628	57.97	3,710	192.81	1,290,226,220	8,573,889,782
1997	195	77.70	844	1,586	122.70	2,769	104.49	3,808	304.89	1,507,378,276	10,179,360,569
1998	253	100.35	1,184	1,711	165.05	3,693	80.12	5,130	345.52	1,543,816,940	10,420,035,339
1999	224	62.94	1,722	2,770	251.95	6,324	62.84	8,270	377.73	1,887,060,350	12,500,191,290
2000	313	70.13	1,757	3,722	323.21	3,654	74.92	5,724	468.26	1,989,977,161	12,917,885,512

Notes: Property values are obtained from Certifications of Valuation provided by Adams, Arapahoe and Douglas counties. Construction data is provided by the City Building Division.

(a) The City of Aurora defines Units as the number of family units in a Residential building. Non-residential structures (i.e. hospitals, office buildings, stores) do not have family units. The Additions/Alterations/Repairs category includes permits for Residential and Non-residential structures, so the number of family units is not available.

(b) Does not include tax increment financing district assessed valuation of: \$1,518,820 - 1991; \$2,186,760 - 1992; \$2,109,750 - 1993; \$1,846,980 - 1994; \$1,756,060 - 1995; \$1,729,530 - 1996; \$2,069,310 - 1997; \$3,628,490 - 1998; \$8,090,420 - 1999 and \$8,728,579 - 2000.

Exhibit xvii

City of Aurora, Colorado

DEMOGRAPHIC STATISTICS

Last Ten Years

Year	Population (a)	Median Family Income (b)	Unemployment Rate (c)
1991	224,150	\$ 35,993	4.4%
1992	230,700	37,325	5.4%
1993	238,992	38,900	4.5%
1994	240,595	40,619	3.8%
1995	247,000	42,366	3.6%
1996	250,000	43,541	3.5%
1997	253,000	45,021	2.6%
1998	256,248	46,102	3.0%
1999	258,875	47,441	2.5%
2000	276,393	49,337	2.2%

Notes:

- (a) Data was provided by the City's Planning Department. The population for 1991 - 1996 was projected based upon the 1990 Census. The population for 1997 - 1999 was provided by Clarion & Associates. The population for 2000 was taken from the 2000 U.S. Census information.
- (b) Data for 1991 - 2000 has been restated based upon information from the City's Planning Department. The Median Family Income is based upon 1989 Census data, and projected forward based upon the rate of inflation. Source - Bureau of Labor Statistics.
- (c) Data was provided by the City's Planning Department. Source - Colorado Department of Labor and Employment.

City of Aurora, Colorado

Exhibit xviii

MAJOR EMPLOYERS

December 31, 2000

Public Institutions (a)	Approximate Number of Employees	Corporations (a)	Approximate Number of Employees	Type of Industry
Buckley Air National Guard Base	9,378	(b) Columbia Medical Center	1,719	Health Care
Buckley ANG Base includes:		ADT Security Systems	1,377	Security Services
Air Force, Marines and Navy	3,626	King Soopers	1,303	Grocer
Department of Defense (civilians)	3,337	Kaiser Permanente	1,162	Health Care
Colorado National Guard, Army National Guard and Air Force Reserve	2,415	Raytheon	1,155	Aerospace Manufacturing
Aurora Public Schools (Full time only)	3,804	Wal-Mart	888	Retail
Cherry Creek Public Schools	2,531	TRW Systems Integration Group	858	Aerospace Manufacturing
City of Aurora	2,459	Albertsons	737	Grocer
Regional Transportation District - East Facility	578	Qwest Dex, Inc. (formerly US West)	611	Telecommunications
		Lockheed Technical Operations	552	Scientific-Related Consulting Service

Notes:

(a) Data was provided by the City's Tax and Licensing Division

(b) Data was provided by the Department of Defense

City of Aurora, Colorado

Exhibit xix

TEN PRINCIPAL REAL PROPERTY TAXPAYERS

December 31, 2000

Taxpayer	Type of Industry	Assessed Valuation of Property	Percentage of Total Assessed Valuation
Qwest Communications (formerly US West)	Telecommunications	\$ 39,820,000	2.00%
RMC/Pavillion Towers, LLC	Real Estate	30,619,500	1.54%
Public Service Co of Colorado	Gas/Electric Utilities	30,592,480	1.54%
Columbia Health One, LLC	Healthcare	13,949,000	0.70%
Glenborough Properties	Real Estate	11,828,230	0.59%
Aberdeen Land Co.	Real Estate	10,438,990	0.52%
ProLogis	Real Estate	8,396,090	0.42%
The Medical Center of Aurora	Healthcare	7,120,010	0.36%
Retail Property Trust	Real Estate	6,960,000	0.35%
Amberjack, Ltd.	Real Estate	6,334,190	0.32%
		<u>\$ 166,058,490</u>	<u>8.34%</u>

Notes: Property values are provided by Assessor offices of Adams and Arapahoe Counties. The Total Assessed Value in the assessment year 2000 is \$1,989,977,161.

City of Aurora, Colorado

Exhibit xx

MISCELLANEOUS STATISTICAL DATA

For the Ten Years Ended December 31, 2000

Incorporation: May 5, 1903 under the name of Fletcher and later incorporated as the Town of Aurora on February 20, 1907

Date First Charter Adopted: 1961

Form of Government: Council - Manager

City of Aurora	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000
Area - Square Miles	135.48	135.48	135.48	136.83	136.83	136.83	140.15	140.15	140.15	142.57
Miles of Improved Streets	859.70	860.50	863.28	863.28	800.00	812.00	874.85	875.00	915.00	915.00
Miles of Sanitary Sewer	679.60	682.00	686.70	694.58	700.89	715.44	722.86	734.86	753.16	776.26
Number of Water Taps	55,839	56,064	56,760	57,588	58,187	59,204	59,771	60,393	61,366	63,406
Number of Sanitary Sewer Taps	61,116	61,365	61,598	62,298	62,869	63,884	64,599	65,455	67,011	68,840
Number of Municipal Employees (a)	1,922	1,929	1,986	2,037	2,137	2,199	2,254	2,315	2,390	2,459
Building Permits:										
Permits Issued	4,655	4,632	3,422	5,666	5,717	3,710	3,808	5,130	8,270	5,724
Value of Buildings (millions)	107.95	102.31	94.21	153.95	163.38	192.81	304.89	345.52	377.73	468.26
Fire Protection:										
Number of Fire Stations	11	11	11	11	11	11	11	11	11	12
Number of Employees (a)	289	291	293	293	295	297	297	313	320	327

(Continued)

City of Aurora, Colorado

Exhibit xx

MISCELLANEOUS STATISTICAL DATA

For the Ten Years Ended December 31, 2000

City of Aurora	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000
Police Protection:										
Number of Employees (a)	582	574	583	599	676	724	736	745	754	763
Number of Law Violations (Part I Crime) (b)	19,785	20,016	20,367	20,464	16,902	16,299	16,521	14,529	14,303	15,526
Patrol Vehicles	87	90	91	106	111	115	126	123	127	132
Detention Facilities	1	1	1	1	1	1	1	1	1	1
Recreation:										
Parks - Number of Acres	6,885	6,885	6,885	6,920	6,920	6,920	7,370	7,370	7,380	7,400
Number of Playgrounds	60	64	64	64	64	64	64	64	65	65
Number of Golf Courses	4	4	4	4	4	4	5	6	6	7
Number of Swimming Pools	9	9	9	9	9	9	10	10	10	10
Education (c):										
Number of Schools:										
Elementary	42	42	42	42	42	42	42	42	43	43
Junior High/Middle	10	10	10	10	10	10	10	10	10	10

Senior High/High	6	6	6	6	6	6	6	7	7	7
Alternative High School	2	2	2	2	2	2	2	2	2	2
Vocational/Technical	1	1	1	1	1	1	1	1	1	1
Number of Teachers/Administrative Personnel (d)	6,000	6,676	6,676	7,331	7,743	4,313	3,790	4,094	5,935	6,335
Number of Students	42,101	46,957	47,925	44,245	44,989	46,192	46,851	47,962	48,588	50,705

Elections:

Number of Registered Voters (e)	96,784	(f)	106,834	(f)	116,800	133,198	98,641	135,693	94,297	144,786
Number Voting in Last Election	20,035	(f)	38,387	(f)	38,197	64,947	43,619	65,445	41,592	82,477
% of Registered Voters Voting in Last Election	20.7%	(f)	35.9%	(f)	32.7%	49.0%	44.0%	48.0%	47.0%	57.0%

Notes:

- (a) Regular full time budgeted positions. The number of municipal employees includes police and fire personnel
- (b) The 1995 decrease is due to revision of Part I Crime definition. This revision has been made to conform with the federal government criteria for Part I Crime.
- (c) Figures include all Aurora School District 28 J schools and Cherry Creek School District schools located in the City of Aurora. Cherry Creek School District schools outside the city limits of Aurora are excluded. The number of teachers and administrative personnel reflects the total number of personnel employed at Aurora and Cherry Creek schools located in the City of Aurora.
- (d) The number of teachers and administrative personnel prior to 1996 includes part-time and full-time personnel. Beginning in 1996, this data only includes full-time personnel.
- (e) The significant decreases in the number of registered voters is due to the county record purge process.
- (f) Data not available

