

City of Fruita Financial
Statements
for year ending
12/31/2021





Financial Statement Components

1. Auditor's Reports

2. Management's Discussion and Analysis - MD&A

3. Basic Financial Statements

4. Notes to the Financial Statements

5. Required Supplementary Information

6. Supplementary Information

7. Single Audit Reports (If applicable)



Fund Types

Governmental Activities – primarily funded with tax and intergovernmental revenues

- General Fund
- Community Center Fund
- Capital Projects Fund
- Debt Service Fund
- Marketing and Promotion Fund
- Economic Development Fund
- Public Places Fund
- Conservation Trust Fund
- Fleet Maintenance Fund

Business type Activities – Intent to recover all of their costs through user fees and charges

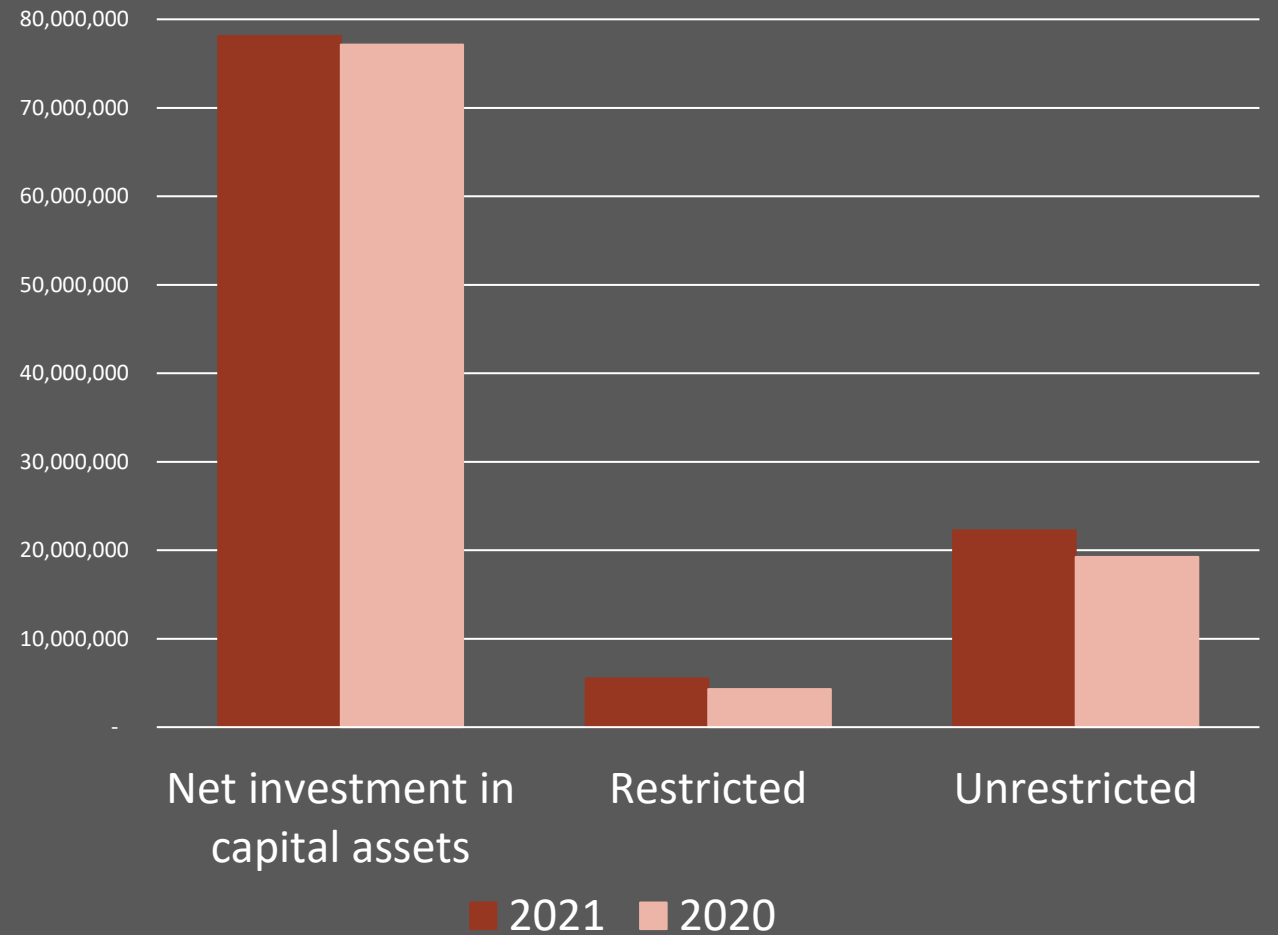
- Sewer Fund
- Trash Fund
- Irrigation Fund
- Devils Canyon Center Fund
- Fiduciary Funds (School Land Dedication Fund)

HIGHLIGHTS

Net Position

- Increase of \$5.1 million (5%) from prior year.
 - \$1 million (1%) in capital assets 1%
 - \$1.2 million (27%) in restricted assets
 - \$3.0 million (16%) in unrestricted assets

City Wide Net Position

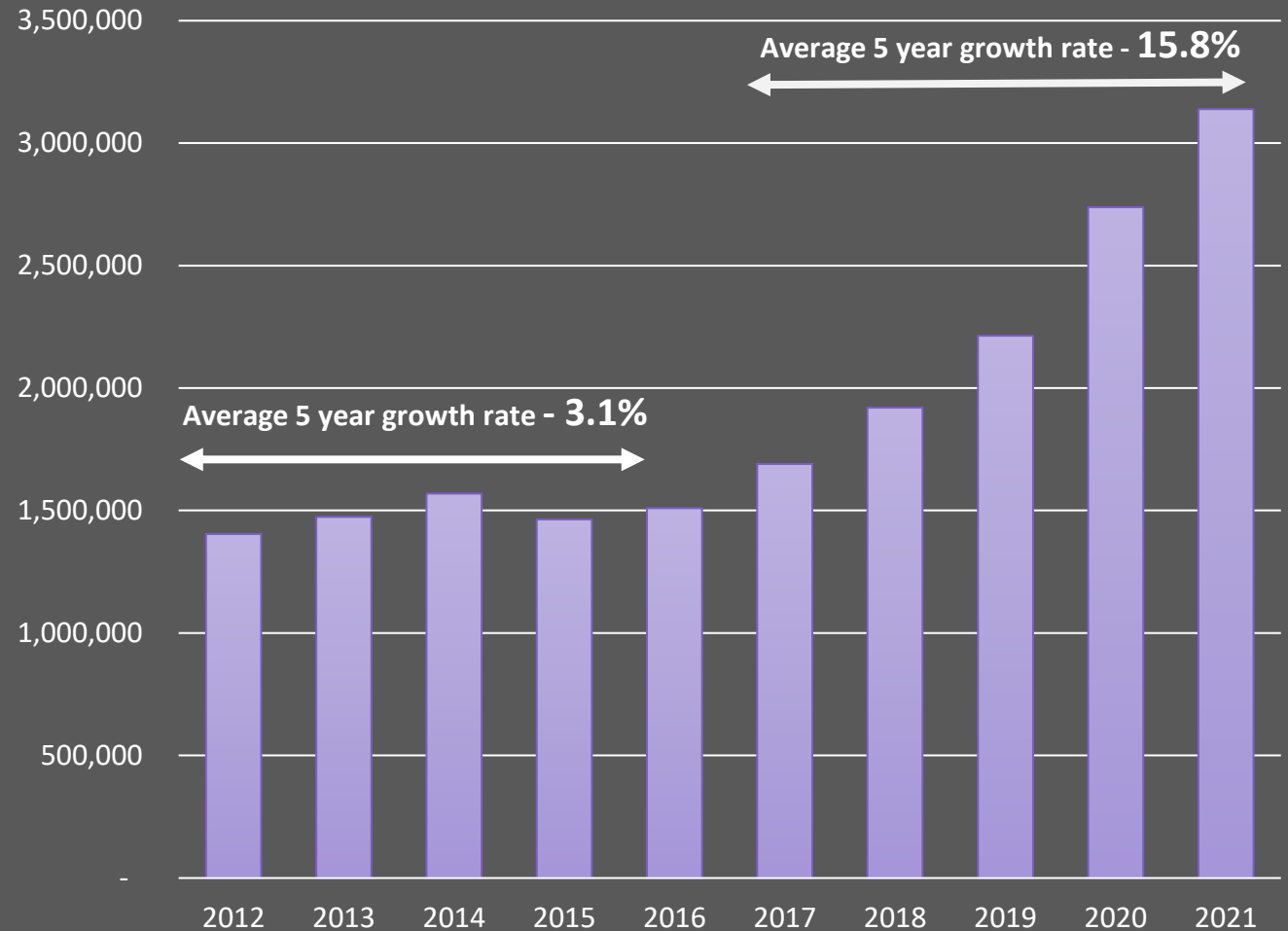


HIGHLIGHTS

City Sales Tax

- Increase of \$400,000 (15%) from prior year.
- 5 year average 15.8% annual growth compared to 3.1% for prior 5 years
 - Destination source sales tax implemented in 2019
 - Increased use of online purchases
 - Strong local and regional economy
 - Increased tourism

City Sales Tax - General Fund (2%)

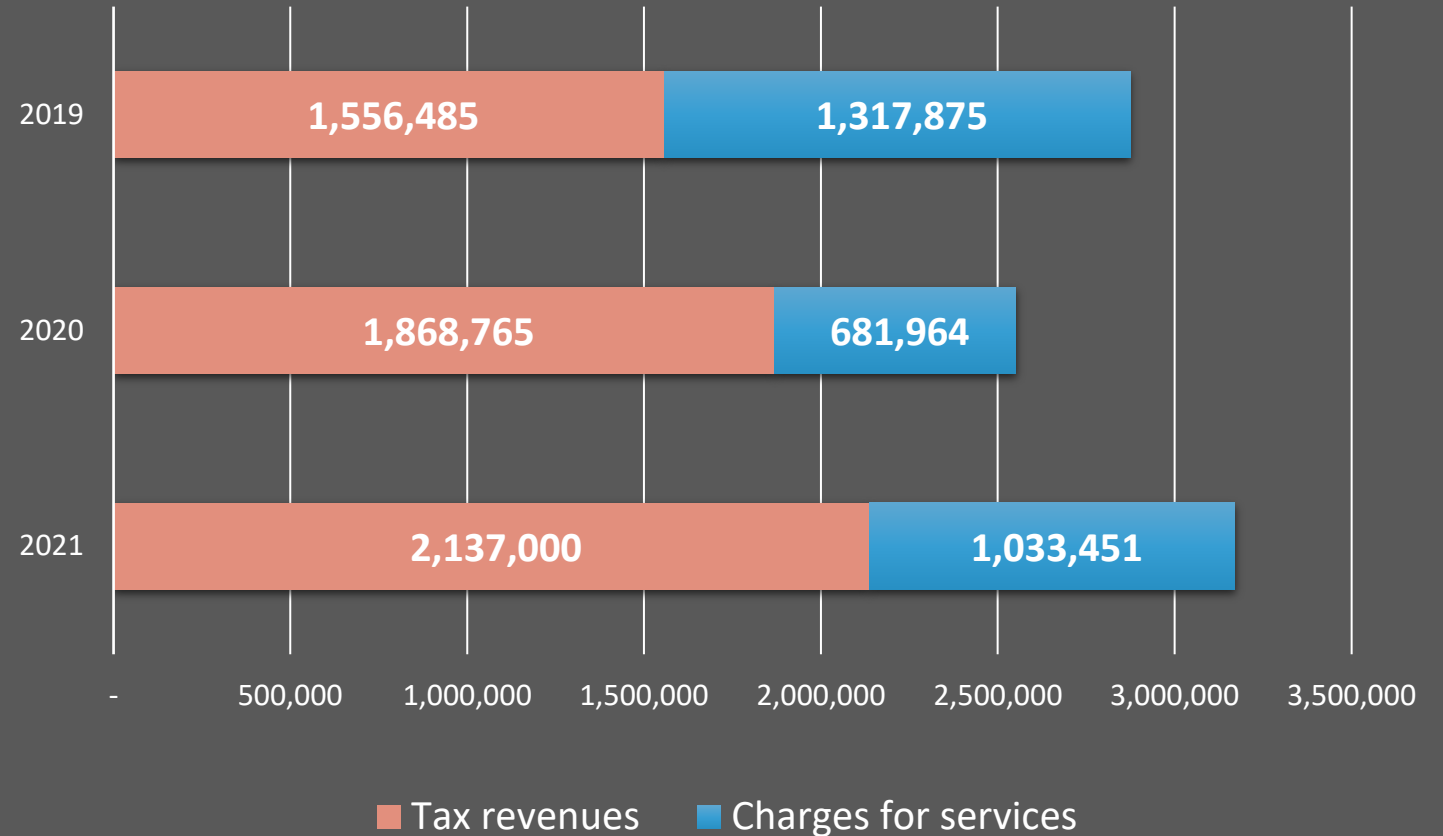


HIGHLIGHTS

Community Center Fund Recovery

- Operating Revenues.
 - Recovery in 2021 with operating revenues at 78% of pre-pandemic levels compared to 52% in the prior year.
- Tax Revenues.
 - Increase of 13% in tax revenues from prior year. Of the 1% city sales and use tax revenues, 60% is dedicated to bond payments and capital expenses and 40% is dedicated to operational expenses. The sales tax rate is reduced from 1% to 0.4% on December 31, 2038.

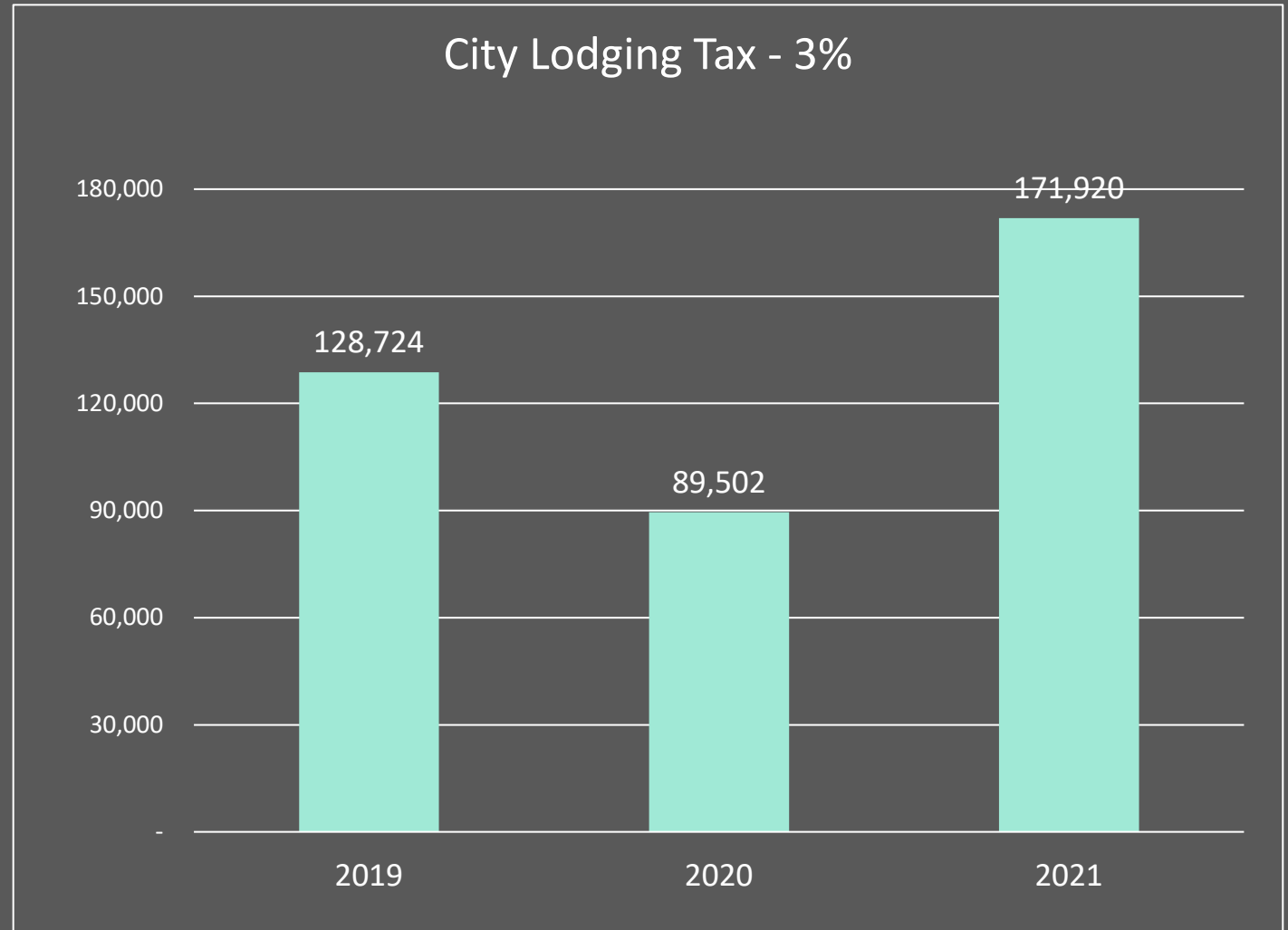
Community Center Fund Revenues Comparison 2019 thru 2021



HIGHLIGHTS

Lodging Taxes

- Revenues.
 - The 3% voter approved lodging tax rate increase from went into effect on January 1, 2021 and is to be used for public places and economic development.
 - Lodging tax revenues increased 92% in 2021 from the prior year (excluding revenue increase due to 3% increase in tax rate) and 35% from 2019 pre-pandemic levels.



HIGHLIGHTS

Sewer Loan Savings of \$2 million

- WWTF Loan.
 - The bonds underlying the City's loan from CWRPDA were refinanced in 2021 and savings of \$2 million passed on to the City in the form of annual interest credits of \$160,000 to \$170,000 through the life of the loan.

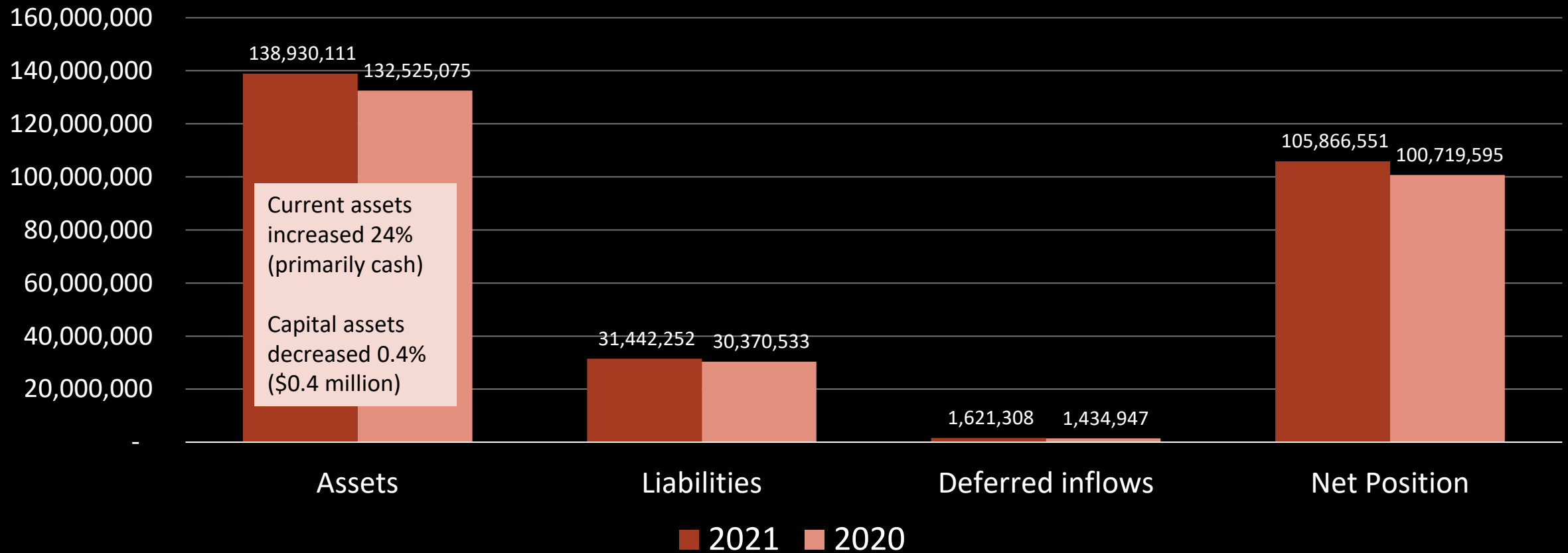
	CWRPDA Loan for WWTF			
Year Ending Dec. 31	Principal	Interest	Credits	Total
2022	975,000	408,899	(166,399)	1,217,500
2023	1,045,000	373,208	(170,002)	1,248,206
2024	1,120,000	335,302	(165,297)	1,290,005
2025	1,185,000	306,138	(168,624)	1,322,514
2026	1,255,000	275,520	(165,575)	1,364,945
2027-2031	7,400,000	835,506	(835,006)	7,400,500
2032	1,725,000	45,436	(167,036)	1,603,400
	\$ 14,705,000	\$ 2,580,009	\$ (1,837,939)	\$ 15,447,070



**Government-Wide
Financial Statements**

Assets - liabilities = Net Position

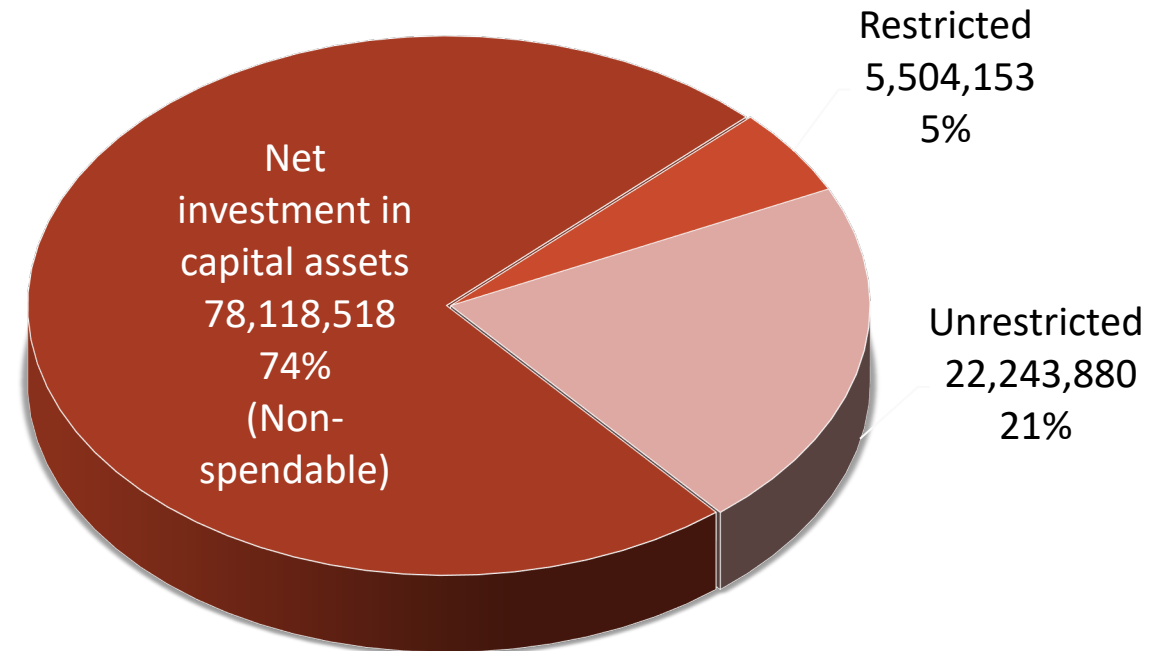
Government Wide Assets, Liabilities and Deferred Inflows



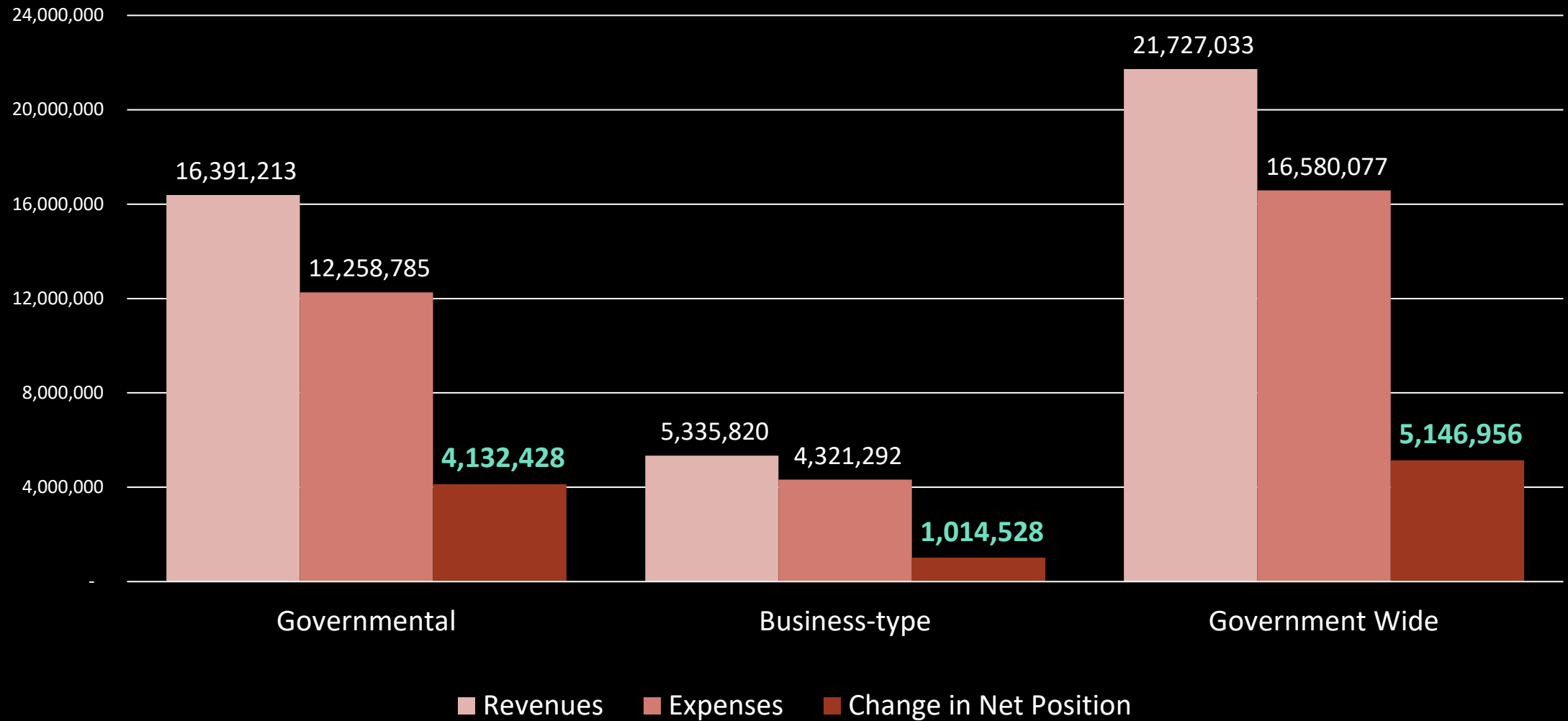
Net Position

- Net investment in capital assets = Capital assets less depreciation and outstanding debt for acquisition
- Restricted assets = Assets with restrictions imposed by law - bond reserve funds,
- Unrestricted assets = Amounts available for other

Government Wide- \$105.9 million



Changes in Net Position





Fund Financial Statements Governmental Funds



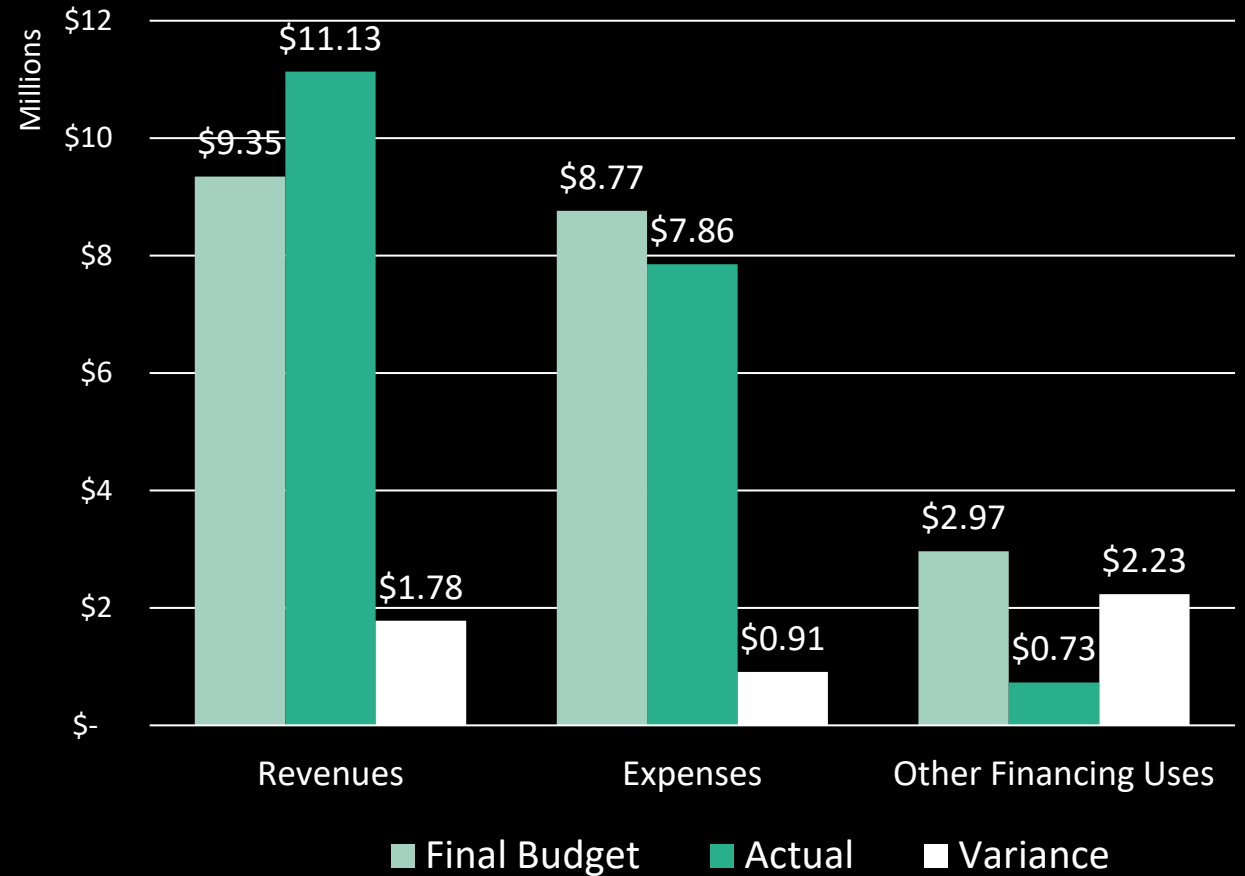
General Fund

General Fund Revenues and Expenses

Budget to Actual

Positive Variance
of \$4.9 million

Final Budget to Actual



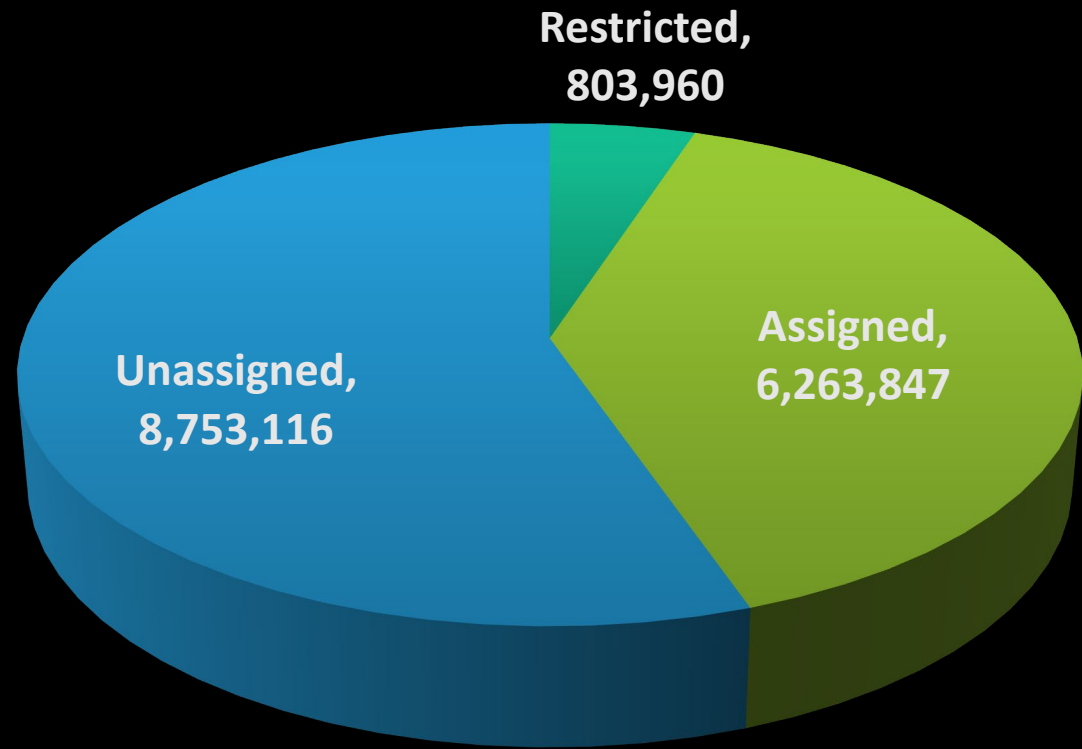


General Fund

Fund Balance

\$15.8 million

General Fund Balance - \$15.8 million

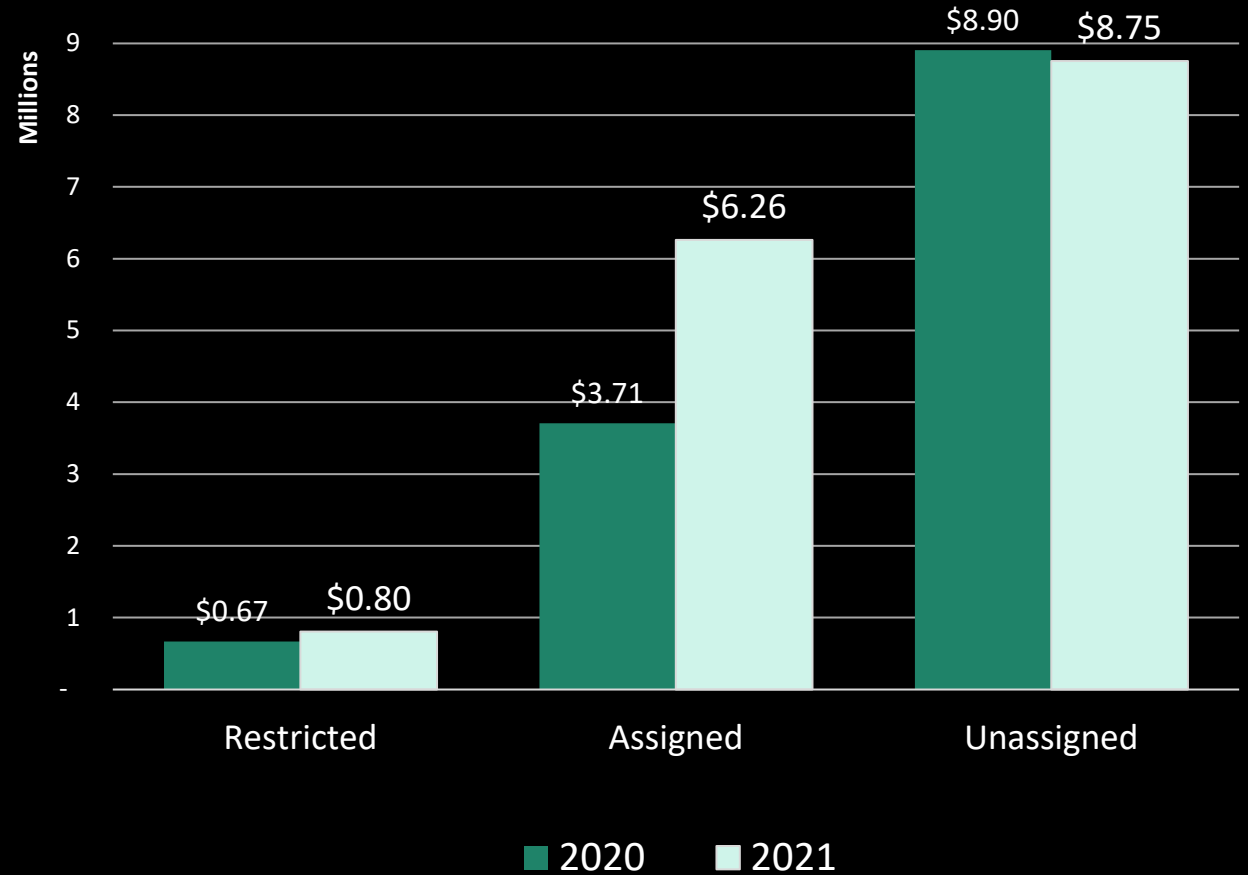


General Fund

Fund Balance

Increase of \$2.5 million
from prior year

General Fund Components of Fund Balance December 31, 2020 and 2021





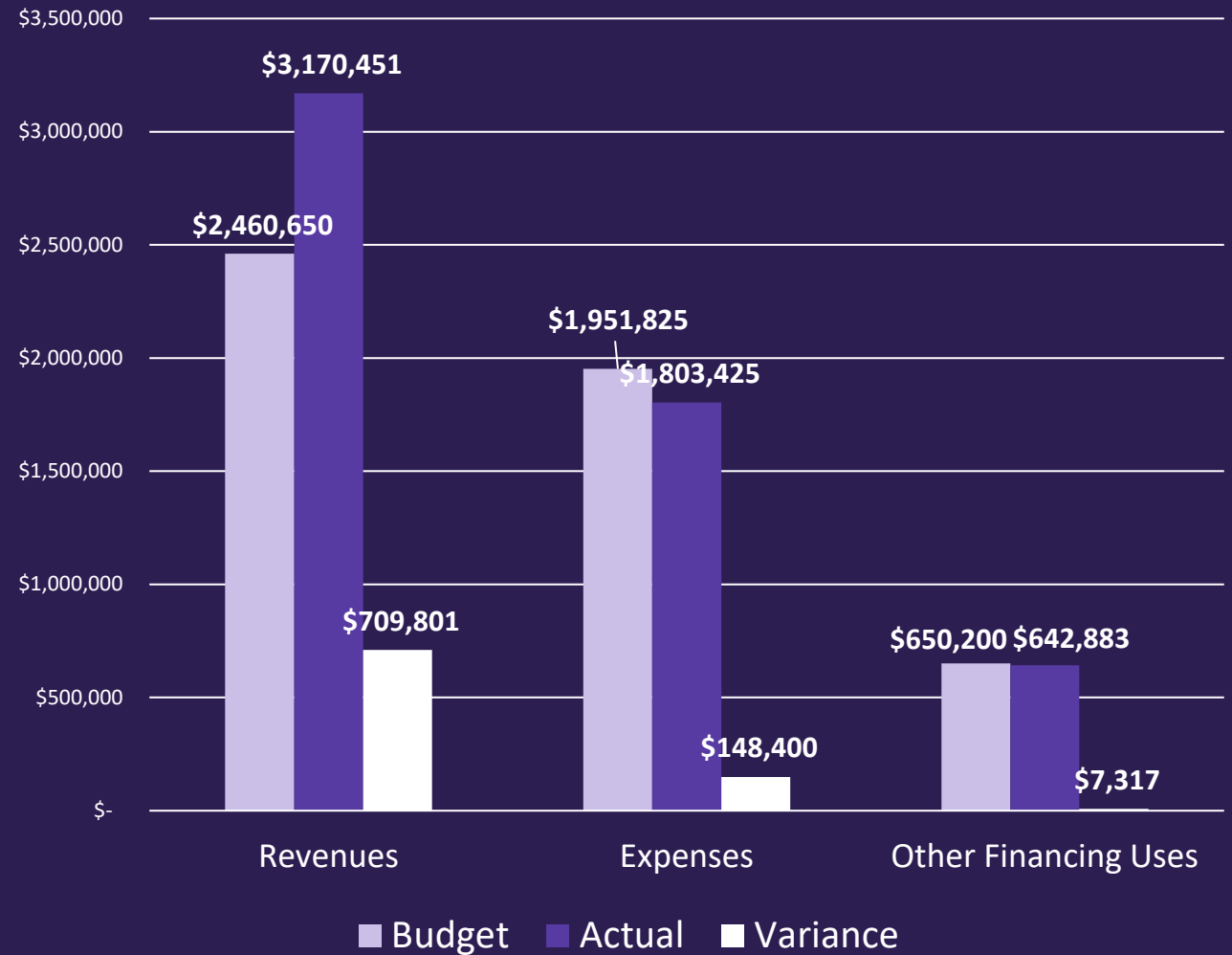
Community Center
Fund

Community Center Fund Revenues and Expenses

Budget to Actual

Positive Variance of \$865,518

Final Budget to Actual

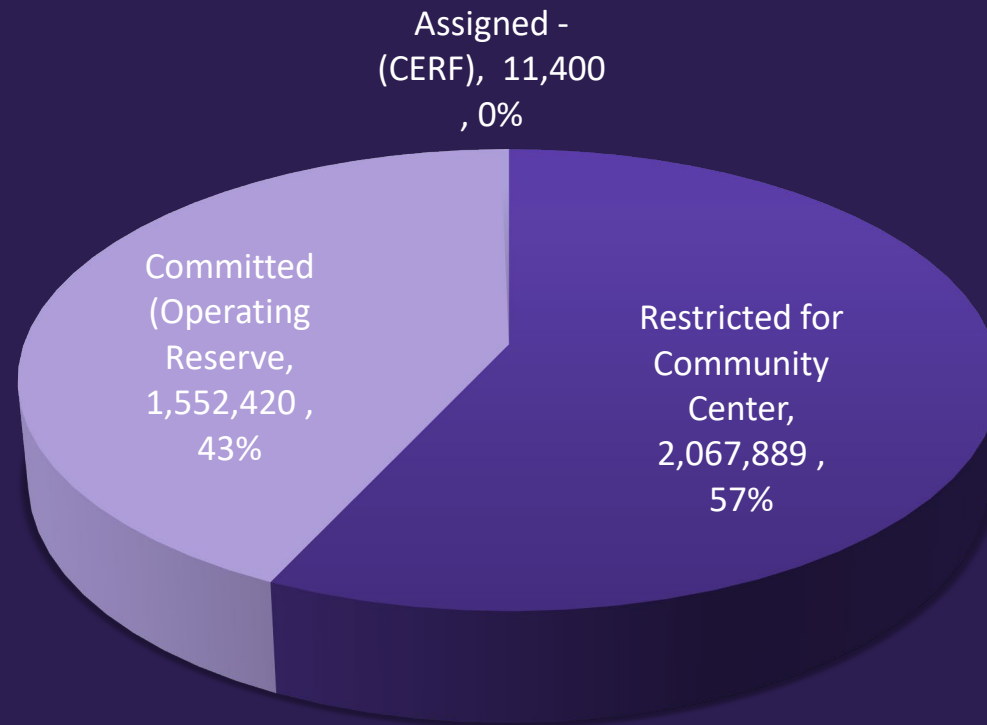


Community Center Fund

Fund Balance

\$3.7 million

Community Center Fund Balance



Community Center Fund

Fund Balance

Increase of \$724,143 from prior year

Community Center Fund

Components of Fund Balance
December 31, 2020 and 2021





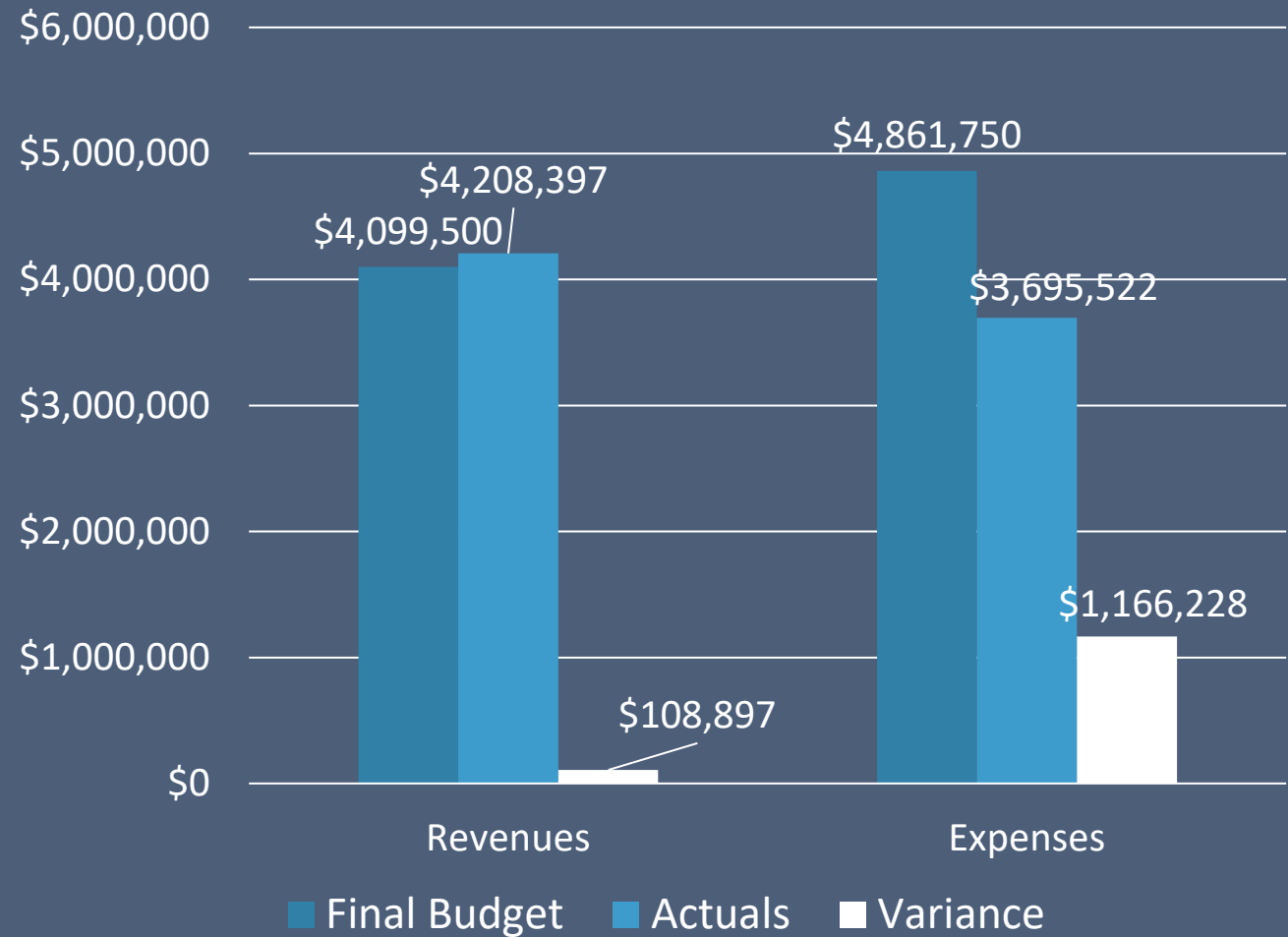
Sewer Fund

Sewer Fund Revenues and Expenses

Budget to Actual

Positive Variance
of \$1.3 million

Final Budget to Actual

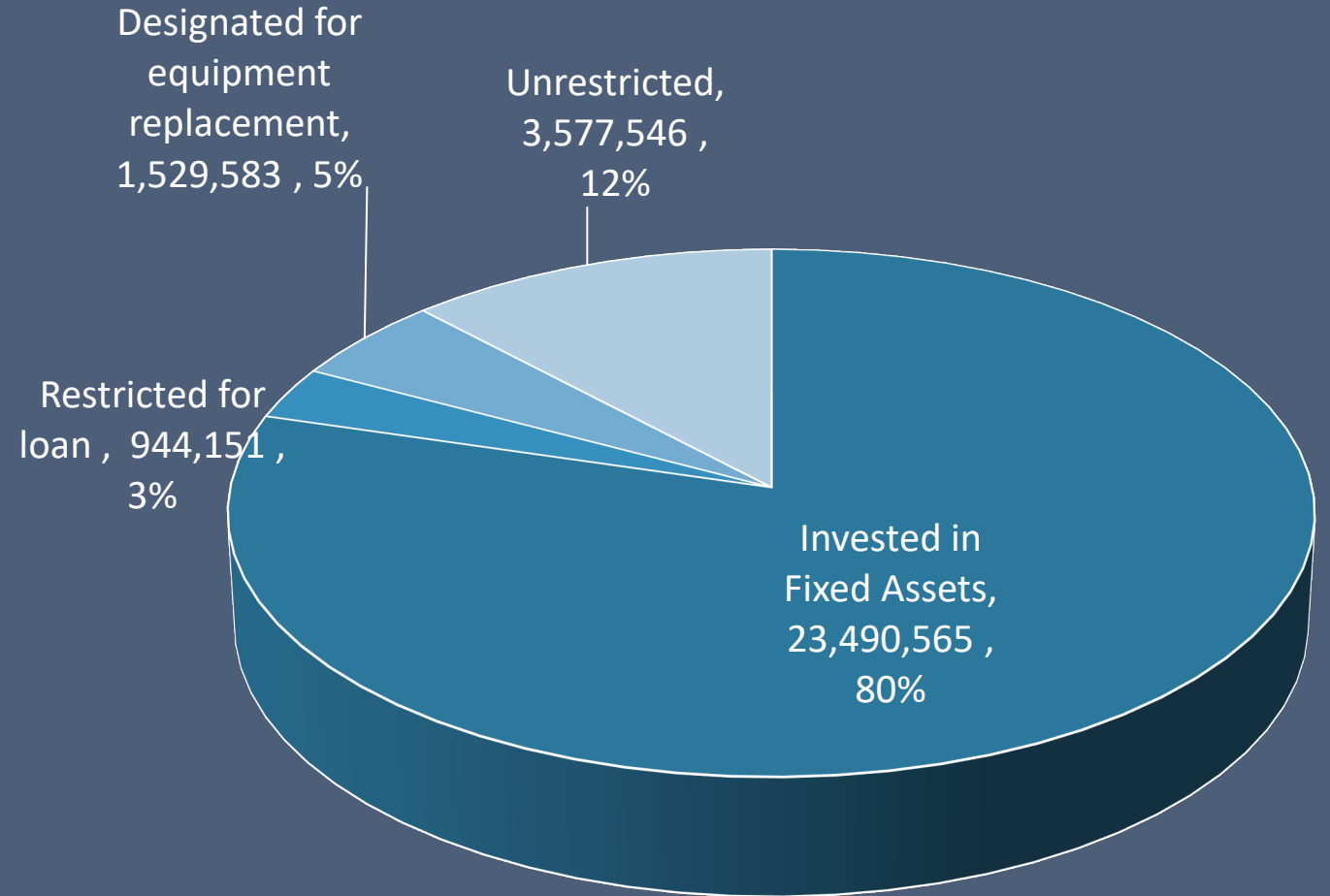


Sewer Fund

Fund Balance

\$29.5 million

Sewer Fund Balance



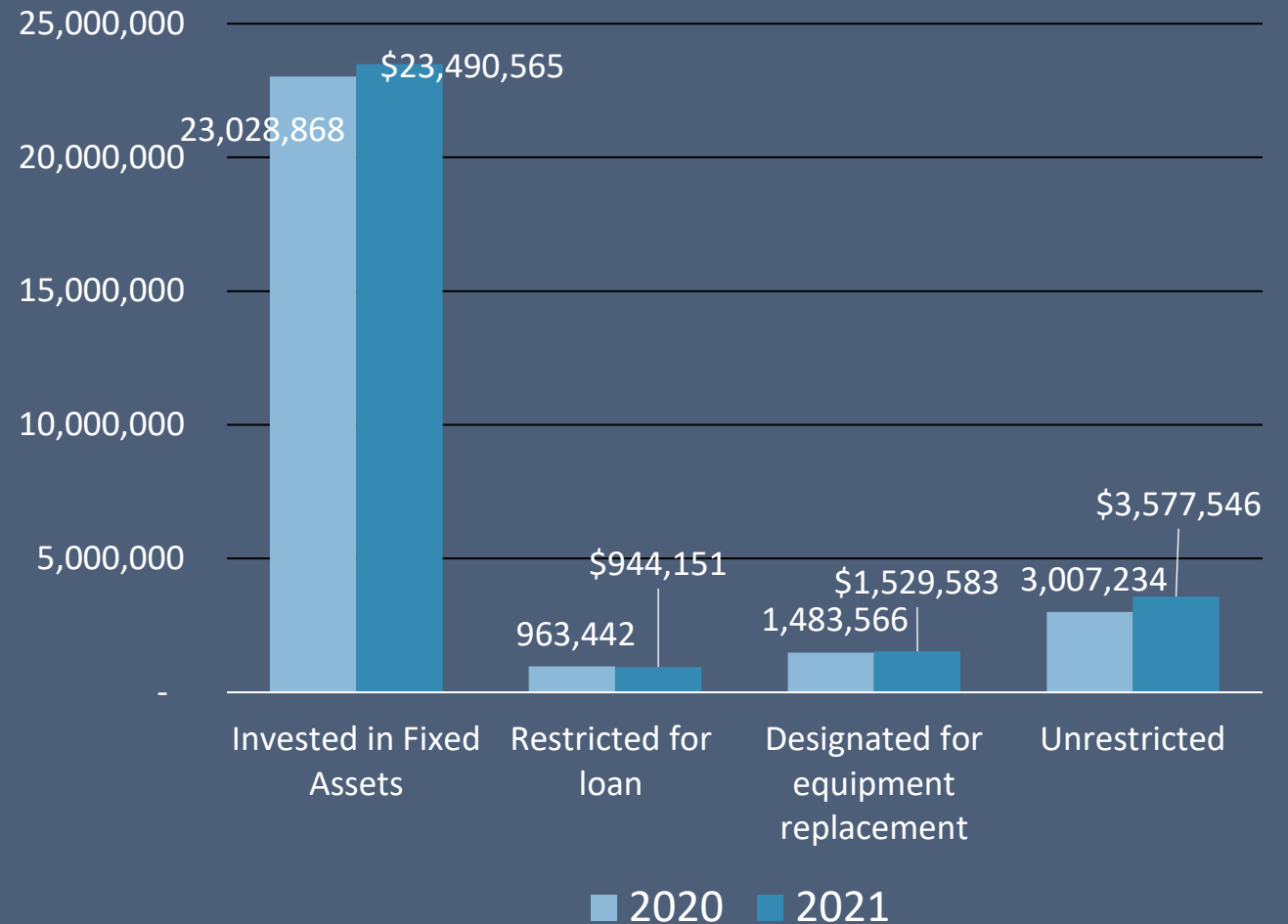
Sewer Fund

Fund Balance

Increase of \$1.06 million from prior year

Sewer Fund

Components of Net Position
December 31, 2020 and 2021





Capital Projects for
2021

Capital Asset Additions

Governmental Funds		Proprietary Funds	
Overlays	\$ 177,221	Ash Street Sewer replacement	\$ 136,802
Maple Street improvements	256,911	Maple Street Sewer replacement	429,150
Roundabout improvements	222,958	Computer equipment	2,992
Land	3,761	SH 6 Sewer replacement (CIP)	76,927
Fremont Street Design (CIP)	245,577	WWTF aeration system design (CIP)	21,300
Art/Sculptures	80,000	WWTF equipment	26,614
Big Salt Wash Trail Connections	54,704	Sewer collections equipment	11,864
Pine Street Bridge (CIP)	92,095	Sewer collections mobile equipment	71,369
Sidewalk improvements	38,734	Ash Street Irrigation extension	18,350
Computer equipment	42,212		
Mobile equipment	471,297		
Buildings	8,756		
Equipment/Furniture	29,733		
Subdivision infrastructure		Subdivision infrastructure	
Grand Valley Estates F3	523,915	Grand Valley Estates F2	62,272
Orchard Ridge Ph 3	302,370	Orchard Ridge Ph 3	54,135
Total	\$ 2,550,244	Total	\$ 911,775

*CIP - Construction in Progress



Debt

Long-term Debt - \$26 million

City of Fruita's Outstanding Debt										
Type	Governmental		Activities		Business-type		Activities		Total	
	2021		2020		2021		2020		2021	2020
Revenue bonds	\$ 10,446,632		\$ 10,852,278		\$ -		\$ -		\$ 10,446,632	\$ 10,852,278
Performance obligation	152,700		164,615		-		-		152,700	164,615
Loans payable	-		-		15,256,609		16,216,755		15,256,609	16,216,755
Compensated absences	163,531		168,976		21,274		20,709		184,805	189,685
Total	\$ 10,762,863		\$ 11,185,869		\$ 15,277,883		\$ 16,237,464		\$ 26,040,746	\$ 27,423,333

Questions?