

Comprehensive Annual Financial Report

For the year ended December 31, 1999



City of Colorado Springs,
Colorado

Comprehensive Annual Financial Report

of the

**City of Colorado Springs,
Colorado**

**For the fiscal year ended
December 31, 1999**

Finance Office

Steve Hilfers, Finance Director

Terri Velasquez, Accounting and Payroll Manager



CITY OF COLORADO SPRINGS

TABLE OF CONTENTS

	Exhibit	Page
INTRODUCTORY SECTION		
Letter of Transmittal		i-xxi
Certificate of Achievement in Financial Reporting		xxii
Organization Chart		xxiii
City Officials		xxiv
FINANCIAL SECTION		
Report of Independent Certified Public Accountants		1-2
General Purpose Financial Statements		
Combined Balance Sheet - All Fund Types, Account Groups and Discretely Presented Component Units	A-1	4-5
Combined Statement of Revenues, Expenditures and Changes in Fund Balances/Equity - All Governmental Fund Types, Expendable Trust Funds and Discretely Presented Component Units	A-2	6-7
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General Fund and All Budgeted Special Revenue Funds	A-3	8-9
Combined Statement of Revenues, Expenses and Changes in Retained Earnings/Fund Balances - All Proprietary Fund Types, Non-Expendable Trust Funds, and Discretely Presented Component Units	A-4	10-11
Combined Statement of Cash Flows - All Proprietary Fund Types, Non-Expendable Trust Funds, and Discretely Presented Component Units	A-5	12-15
Governmental Fund Type Component Units - Combining Balance Sheet	A-6	16
Governmental Fund Type Component Units - Combining Statement of Revenues, Expenditures and Changes in Fund Balances	A-7	17
Proprietary Fund Type Component Units - Combining Balance Sheet	A-8	18
Proprietary Fund Type Component Units - Combining Statement of Revenues, Expenses and Changes in Retained Earnings	A-9	19
Proprietary Fund Type Component Units - Combining Statement of Cash Flows	A-10	20
Notes to Financial Statements		22-71
COMBINING, INDIVIDUAL FUND AND ACCOUNT GROUP STATEMENTS AND SCHEDULES		
General Fund		
Comparative Balance Sheets	B-1	74
Comparative Statements of Revenues, Expenditures and Changes in Fund Balance	B-2	75
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	B-3	76-79

Special Revenue Funds

Combining Balance Sheet - All Special Revenue Funds	C-1	84-85
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - All Special Revenue Funds	C-2	86-87
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - All Budgeted Special Revenue Funds	C-3	88-89
Combining Balance Sheet - Intergovernmental Grant Special Revenue Funds	C-4	90
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Intergovernmental Grant Special Revenue Funds	C-5	91
Combining Balance Sheet - Capital Improvement Special Revenue Funds	C-6	92
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Capital Improvement Special Revenue Funds	C-7	93
Combining Balance Sheet - Improvement and Maintenance District Special Revenue Funds	C-8	94-95
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Improvement and Maintenance District Special Revenue Funds	C-9	96-97
Schedule of Revenues - Budget and Actual - Improvement and Maintenance District Special Revenue Funds	C-10	98
Schedule of Expenditures - Budget and Actual - Improvement and Maintenance District Special Revenue Funds	C-11	99
Combining Balance Sheet - Public Improvements Special Revenue Funds	C-12	100
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Public Improvements Special Revenue Funds	C-13	101
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - Public Improvements Special Revenue Funds	C-14	102-103
Combining Balance Sheet – Other Public Improvements Special Revenue Funds	C-15	104
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Other Public Improvements Special Revenue Funds	C-16	105
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - Other Public Improvements Special Revenue Funds	C-17	106-107
Combining Balance Sheet - Other Special Revenue Funds	C-18	108
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Other Special Revenue Funds	C-19	109
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - Other Special Revenue Funds	C-20	110-111

Capital Projects Funds

Combining Balance Sheet - Capital Projects Funds	D-1	114
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Capital Projects Funds	D-2	115

Enterprise Funds

Combining Balance Sheet - All Enterprise Funds	E-1	118-121
Combining Statement of Revenues, Expenses and Changes in Retained Earnings - All Enterprise Funds	E-2	122-123
Combining Statement of Cash Flows - All Enterprise Funds	E-3	124-127

	Exhibit	Page
Internal Service Funds		
Combining Balance Sheet - All Internal Service Funds	F-1	130-131
Combining Statement of Revenues, Expenses and Changes in Retained Earnings - All Internal Service Funds	F-2	132-133
Combining Statement of Cash Flows - All Internal Service Funds	F-3	134-135
Fiduciary Funds		
Combining Balance Sheet - All Trust and Agency Funds	G-1	138-139
Combining Balance Sheet - All Expendable Trust Funds	G-2	140-141
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - All Expendable Trust Funds	G-3	142-143
Combining Balance Sheet - All Non-Expendable Trust Funds	G-4	144-145
Combining Statement of Revenues, Expenses and Changes in Fund Balances - All Non-Expendable Trust Funds	G-5	146-147
Combining Statement of Cash Flows - All Non-Expendable Trust Funds	G-6	148-149
Comparative Balance Sheets - Agency Fund	G-7	150
Statement of Changes in Assets and Liabilities - Agency Fund	G-8	151
General Fixed Assets		
Comparative Schedule of General Fixed Assets by Source	H-1	154
Schedule of General Fixed Assets - By Function and Activity	H-2	155
Schedule of Changes in General Fixed Assets	H-3	156
General Long-Term and Other Debt		
Comparative Schedule of General Long-Term and Other Debt	I-1	158
Schedule of Changes in General Long-Term and Other Debt	I-2	159
STATISTICAL SECTION		
General Fund Revenues and Other Sources by Type	1	162
General Fund Expenditures and Other Uses by Function	2	163
General Fund Tax Revenues by Source	3	164
General Fund Sales and Use Tax Percentage Increase	4	165
Collection Costs and Required Refunds	5	166
Percentage of Sales and Use Tax Collected in Each Month	6	167
Assessed Valuations, Property Tax Levies and Collections	7	168
Direct and Overlapping Mill Levy Rates - Within City Limits	8	169
Assessed and Estimated Actual Value of Taxable Property	9	170
Ratio of Net General Obligation Bonded Debt to Assessed Value and Net General Obligation Bonded Debt Per Capita	10	171
Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Fund Expenditures	11	172
Computation of Legal Debt Margin	12	173

	Exhibit	Page
Computation of Direct and Overlapping Debt	13	174
Value of New Construction	14	175
Principal Taxpayers	15	176
Demographic Statistics	16	177
Special Assessment Collections	17	178
Schedule of Coverage - Utilities Revenue Bonds	18	179
Schedule of Coverage - Hospital Revenue Bonds	19	180
Schedule of Coverage – Sales and Use Tax Revenue Bonds	20	181

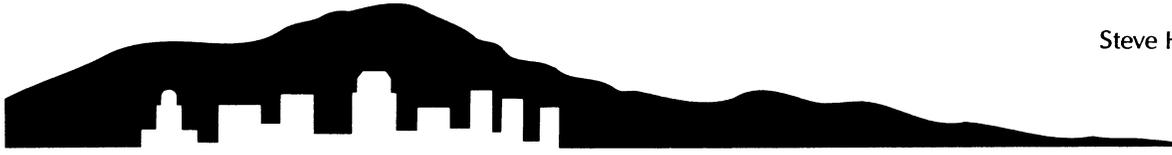
SUPPLEMENTARY INFORMATION

Summary of Debt Service Requirements to Maturity	S-1	184-185
General Obligation Bonds Debt Service Requirements to Maturity	S-2	186
Limited Tax Obligation Bond Debt Service Requirements to Maturity	S-3	187
Sales Tax Revenue Bond Debt Service Requirements to Maturity	S-4	188
Certificates of Participation Debt Service Requirement to Maturity	S-5	189
Special Assessment Bonds and Notes Debt Service Requirements to Maturity	S-6	190-191
Hospital Revenue Bonds Debt Service Requirements to Maturity	S-7	192
Utilities Revenue Bonds Debt Service Requirements to Maturity	S-8	193-196
Airport Gross Income Fund Debt Service Requirements to Maturity	S-9	197-198
Parking System Revenue Bonds Debt Service Requirement to Maturity	S-10	199
City Investments at Market Value	S-11	200
Colorado Springs Utilities Summary of Selected Investment Statistics	S-12	201
Municipal Solid Waste Landfill Closure and Postclosure Care Cost	S-13	202
Annual Statement of Receipts and Expenditures for Roads, Bridges and Streets	S-14	203-205

INTRODUCTORY SECTION



CITY OF COLORADO SPRINGS



CITY OF COLORADO SPRINGS

June 6, 2000

The Honorable Mayor and Members of City Council
City of Colorado Springs, Colorado
30 South Nevada Avenue
Colorado Springs, Colorado 80903

Dear Mayor and Members of City Council:

The Comprehensive Annual Financial Report of the City of Colorado Springs for the fiscal year ended December 31, 1999, is hereby presented. Responsibility for the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with City management. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are 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. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

INTRODUCTION

The Comprehensive Annual Financial Report is presented in four sections: introductory, financial, statistical and supplementary. The introductory section contains this transmittal letter, the City's organizational chart and a list of principal City officials. The financial section includes the general-purpose financial statements and the combining and individual fund and account group financial statements and schedules, the independent auditors' report, and the notes to the financial statements and schedules. The statistical section contains selected financial and demographic information, generally presented on a multi-year basis. The supplementary information section contains the amortization schedules for all outstanding long-term debt of the City, Annual Statement of Receipts and Expenditures for Roads, Bridges and Streets, and selected investment portfolio data.

REPORTING ENTITY

The City of Colorado Springs is a home-rule city, organized under provisions of the Colorado constitution, and having a council/manager form of government. The financial statements, schedules and statistical tables contained in this report include all

funds and account groups under the control of the City Council. The City provides a full range of municipal government services to approximately 351,000 residents.

These services include police and fire protection, traffic and street construction and maintenance, parks, recreation, cultural affairs, courts, planning and zoning, building and code enforcement, mass transit, health and welfare, and economic development.

Additionally, the City owns and operates major enterprise activities that include electric generation and distribution, natural gas distribution, waterworks, sewerage collection and treatment, municipal airport, golf courses, cemeteries, downtown parking facilities, the Pikes Peak highway and the Memorial Hospital.

The City Council has significant control over several legally separate entities. These entities have been judged as component units of the City and, accordingly, their financial data have been included in this report. Those entities are the Peregrine, Cottonwood and Spring Creek General Improvement Districts, the Colorado Springs Urban Renewal Authority and the Downtown Colorado Springs Business Improvement District included as Governmental type funds, and the Fountain Valley Authority, the Aurora-Colorado Springs Joint Water Authority and the Twin Lakes, Lake Meredith, Lake Henry and Colorado Canal and Reservoir companies, included as Proprietary type funds.

ECONOMIC OVERVIEW AND OUTLOOK

1999 appears to have been another banner year for the Colorado Springs economy and the local economic expansion that began back in 1991 clearly extended into an eighth year. All key indicators of economic activity posted healthy gains over the year. The local jobless rate dropped to a new record low during 1999, area homebuilders had their best year since 1986, and employment growth was the strongest since 1996.

LOCAL ECONOMIC SCORECARD

Colorado Springs Area
(Percent Change Over Prior Year)
1998 - 1999

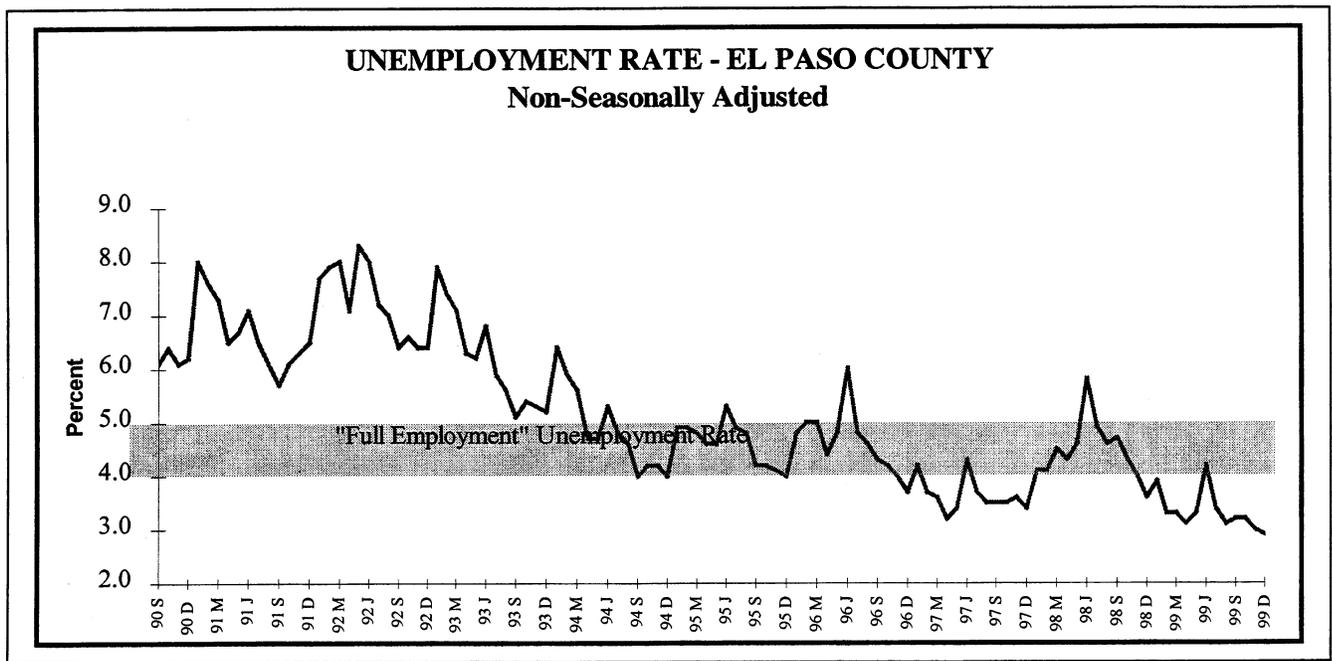
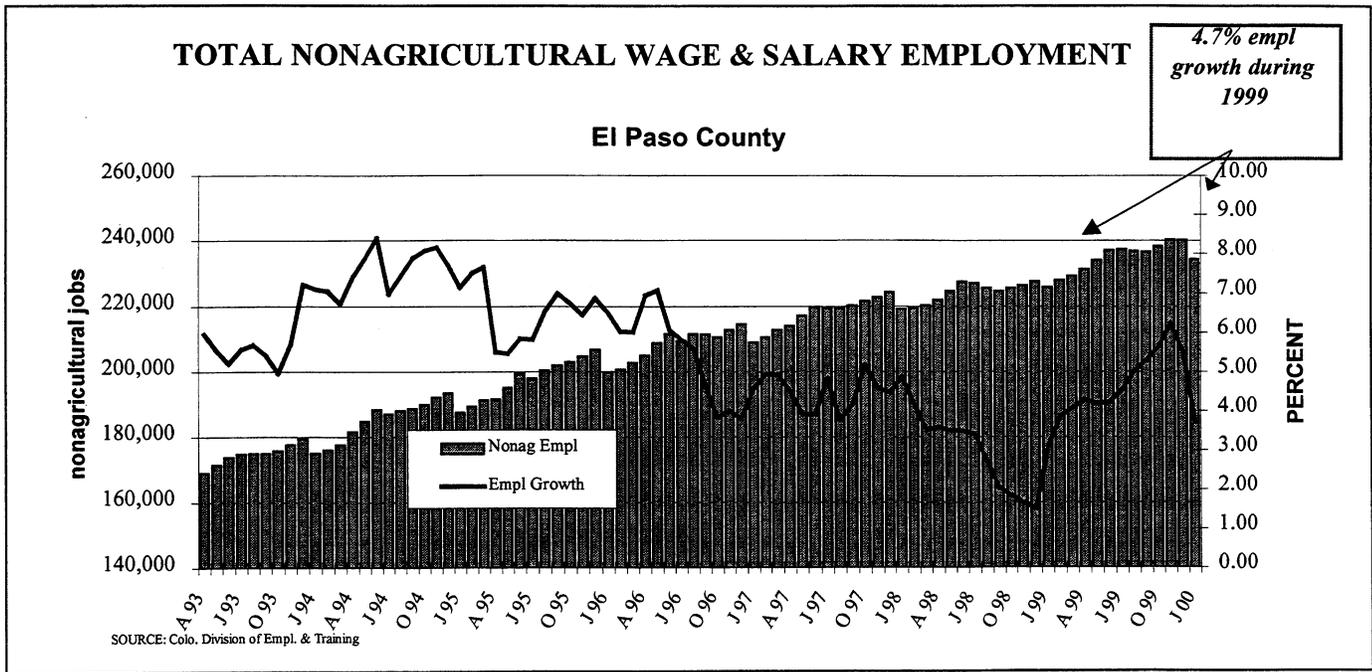
Economic Indicator	1999	1998	Direction	Assessment *
Unemployment Rate** 1/	2.9	3.6	↓	Better
Total Nonag Employment	4.7	3.0	↑	Better
Manufacturing Employment	2.4	2.8	↑	Better
City Sales Tax Revenue	8.5	6.1	↑	Better
Total New Const. Spending	20.8	19.2	↑	Better
Residential Building Permits	13.9	8.5	↑	Better

* Is Colorado Springs better off or worse off than a year ago?

ii ** Actual rate for December.

City of Colorado Springs

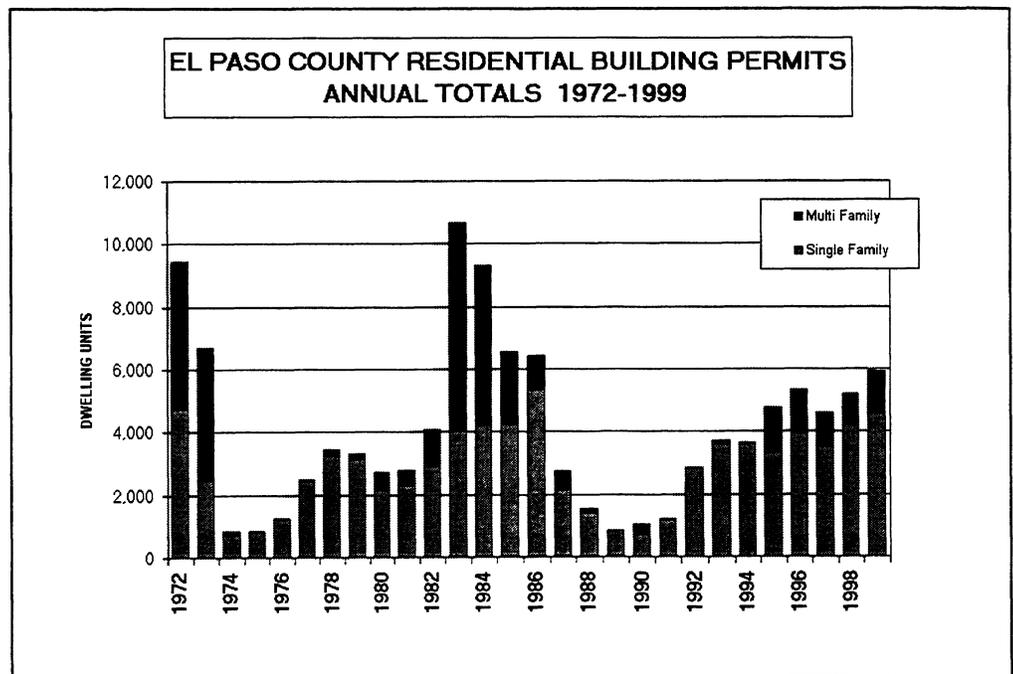
Total non-agricultural wage and salary employment during 1999 was up a strong 4.7 percent over 1998. The 1999 rate of new job creation was the strongest since 1996. Yet, job growth in 1999 was slightly slower than the average annual growth rate of 5.3 percent posted over the last seven years. Total non-agricultural employment has grown by over 50 percent or 78,500 since 1991. It appears that 1999 job growth would have been even stronger had there not been a general lack of available workers to fill job openings.



↪ The local unemployment rate averaged just 3.3 percent during 1999, which was down more than a full point from the 4.5 percent posted for 1998. By December, the rate had dropped to a record-low 2.9 percent. The local jobless rate continues to be below the “full-employment” rate with general labor shortages continuing for both entry level and skilled positions. These labor shortages are not unique to the Colorado Springs economy. Much of the growth in the Colorado Springs labor force has historically been through the in-migration of new workers attracted to Colorado Springs because of the strong employment opportunities and a superior quality of life offered in the Pikes Peak region. However, with most regions of the U.S. now enjoying strong economic and employment growth, workers are less apt to migrate to other regions in search of new employment opportunities. This has served to slow the in-migration of new workers to Colorado Springs and has prompted local labor shortages.

↪ 1999 was the strongest year for area homebuilders since 1996 with 5,941 new dwelling units permitted. Almost 4,600 of that total were for single family units.

The underlying demand for new housing is currently running at only about half the rate of new homebuilding. Attractive home mortgage interest rates, a higher rate of new household formation, and healthy growth in local incomes due to the strong labor market appear to be driving the entry-



level and move-up segments of the local housing market. It is unclear, however, if these segments of the local housing market are deep enough to sustain the current rates of new homebuilding in 2000.

↪ Prompted by a surge in both residential and non-residential construction spending, total new construction spending during 1999 was up a strong 20.8 percent over the 1998 total. Residential spending was up 18.5 percent over the year while non-residential spending was up 27.6 percent over the same period of 1998.

↪ City Sales and Use Tax collections for 1999 were up 8.5 percent from the 1998 total. The increase in the Sales Tax component stems from continued consumer

confidence in the local economy bolstered by strong labor market conditions and increasing wages. Consumer spending has also been bolstered by growth in housing values, which is providing equity and a strong stock market that has increased consumer wealth. A manifestation of this “wealth effect” was a double-digit increase in auto sales, robust sales of building materials, and a continued surge in purchases of new appliances, furniture and other consumer durables.

OUTLOOK FOR 2000

2000 should mark the ninth consecutive year for the local economic expansion although growth is expected to moderate. Total employment growth of about 3.5 percent is projected for 2000 with local unemployment remaining at a near record-low level. This forecast includes the impact of approximately 1,000 new workers at a new Intel semiconductor manufacturing facility that is slated to open in 2000. It is assumed that most of the workers at the new Intel plant will be filled from the existing labor force. Overall, employment growth will continue to be hampered by a lack of available workers. New homebuilding activity is anticipated to moderate somewhat with a total of about 5,000 new units projected for 2000 with 3,500 to 4,000 of those being for single-family units. Increasing home mortgage interest rates combined with slower immigration of workers and their families will serve to slightly temper new homebuilding in 2000.

The primary risks to this outlook are the uncertainties associated with the soaring stock market and strong labor market that have boosted the “perceived wealth” of many U.S. and local residents. Any substantial stock market correction would rapidly chill consumer confidence resulting in a decline in consumer spending. Consumer spending has been the backbone of the current national economic expansion.

1999 MAJOR INITIATIVES

The Colorado Springs City Council adopted its first municipal government strategic plan in 1997. The City’s Strategic Plan continued to play the central role in guiding municipal government affairs in 1999. The Strategic Plan sets priorities in the allocation of resources, establishes policy guidelines, and generally defines a direction for governance in Colorado Springs. The Plan contains six major goal areas:

- ❖ Municipal Services, Capital Improvements and Finances
- ❖ Urban Growth Planning
- ❖ Public Safety
- ❖ Community Relations and City Services
- ❖ Organization Structure and Systems

❖ Quality Workforce

The Strategic Plan plays an important role in guiding decision-making and program planning in the City. The Plan establishes priorities, which along with other Council directives, govern program planning and resource allocation decisions for City operations. These program planning and resource allocation decisions in turn govern individual performance planning for all levels of City staff.

In 1999, the accomplishments in the Strategic Plan's six goal areas are notable.

1999 MAJOR STRATEGIC PLAN ACCOMPLISHMENTS

Goal 1 – Municipal Services, Capital Improvements, and Finances

In April 1999, the citizens approved \$88 million in sales tax revenue bonds to finance capital projects. Springs Community Improvements Program (SCIP) Implementation – Phase I was a success with the financing accomplished without raising taxes. SCIP was a major citizen-driven program that began in 1998. The number of citizens involved and their dedication to the success of the SCIP process was impressive. For 2000, SCIP– Phase II will begin with citizens identifying and prioritizing new projects that must be accomplished to maintain the quality of life in Colorado Springs.

Goal 2 – Urban Growth Planning

In 1999, three planner positions in the Development Review Unit were converted from special to permanent to improve responsiveness to citizens groups and enable proactive staff involvement and formulation of development proposals. Also, two transportation planner positions in the Transportation Engineering Unit were converted from special to permanent to provide a more comprehensive approach to transportation planning that balances community mobility needs with neighborhood protection and preservation objectives. Finally, a geographic information system (GIS) analyst position was added in the Comprehensive Planning/Land Use Unit to provide continued GIS support to the City's Comprehensive Plan Update effort. In 1999, progress was made on the update of the City's Comprehensive Plan. The objective is to have a new plan approved in 2000.

Goal 3 – Public Safety

Police Department:

In 1999, matching funds were provided for a Federal Universal Hiring Grant to hire 12 police officers. In 1999, the automated case management system was implemented. Also, the Department implemented in partnership with the alarm industry a program to reduce the number of false alarms needing officers' response. The alarm industry agreed to license requirements, registration of their alarm sites, and a no-police response after four false alarms until the alarm company could demonstrate the problem was resolved. The program has been a success in its first year of implementation.

Fire Department:

In 1999, \$951,000 was included for staffing and operating the new ladder company at Fire Station 9 to correct current deficiencies in ladder truck coverage for the northwestern quadrant of the city. Trauma Squad funding of \$337,000 for overtime was provided to ensure continued staffing of the Squad.

Goal 4 – Community Relations and City Services

In 1999, continued funding of \$81,000 for a pilot program in the Public Communications Unit budget was provided to enhance external and internal communication strategies. Also, a total of \$54,400 was added for two youth programs designed to attract and maintain the interest of youth by encouraging constructive use of time, positive values and social competencies. The City's Youth and Recreation Unit implemented a summer daytime youth baseball program in cooperation with the Police Athletic League (PAL) and the Boys and Girls Club. Additionally, Neighborhood Services sponsored a new program to provide educational programs for middle school students who have been or are on the verge of being suspended or expelled.

Goal 5 - Organization Structure and Systems

In 1999, further progress was made in implementing a strategic planning and performance measurement system. All City employees had individual performance plans which were used to evaluate their performance based on objectives tied to program objectives which also were tied to Strategic Plan objectives. Approximately \$2.7 million was allocated for Performance Pay incentives.

Another objective of this goal area, fostering innovation within the organization by encouraging and recognizing innovative ideas throughout the City organization, was accomplished by various Units which proposed non-tax revenue enhancements totaling more than \$1.51 million. The Units were allowed to keep twenty-five percent of the revenue generated to accomplish their operations.

Goal 6 – Quality Workforce

Phase I of the new employee compensation system was implemented in 1999. The new system is market driven and based on a new broad-banding classification plan. It is also consistent with the new City Management Plan which help to create a workplace that maximizes the ability of all employees to contribute to service delivery and rewards their achievements. Since salaries and benefits of City employees were below market and sufficient resources were not available to bring employee salaries up to the current market in 1999, the Plan had to be phased. The Plan includes a two-year phasing for all uniformed police and fire employees and a three-year phasing for civilian employees. A total of \$2.64 million was included in 1999 for Phase I. Additionally, an across-the-board increase of three percent in base salaries and benefits was included at a cost of \$2.85 million. Finally, \$2.75 million was included for performance pay incentive.

Another goal objective is to emphasize employee safety. In 1999, the City replaced a previous contract with Colorado Springs Utilities for safety services with a new in-house City employee safety program. The program ensures that employees have the necessary knowledge and skills to safely perform their job duties and that the City complied with applicable public and employee safety and health standards.

FINANCIAL INFORMATION

The City accounts for the operations of its Governmental fund types (General, Special Revenue, Capital Projects), and its Expendable Trust funds on the modified accrual basis of accounting in accordance with current governmental accounting standards. Using this basis, revenues are recorded when collected or susceptible to accrual. Susceptible to accrual means that they are measurable and available to pay current liabilities. Expenditures are recorded when the liability is incurred, except for interest on long-term debt. The accrual basis of accounting is used for the Proprietary fund types (Enterprise and Internal Service) and Non-Expendable Trust funds. Using this basis, revenues are recorded when earned and expenses when the liability is incurred. This method is similar to private, commercial accounting.

In developing and evaluating the City's accounting system, consideration is given to adequacy of internal accounting controls. These controls are designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition, and (2) the reliability of financial records used for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance requires that the cost of control should not exceed the benefits likely to be derived, and, that the evaluation of costs and benefits requires estimates and judgments by management. All internal control evaluations occur within the above guidelines. We believe that the City's internal control structure adequately safeguards assets and provides reasonable assurance of the proper recording of financial transactions.

As a recipient of federal and state financial assistance, the City is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations concerning those programs. This internal control structure is subject to periodic evaluation by City management and staff. These controls are subject to review and testing as a part of the annual, independent audit of the City. The reports required under provisions of the Single Audit Act report are issued under separate cover by the audit firm of Grant Thornton LLP and are available for review at the City Finance office.

In accordance with City Charter, budgetary controls are maintained for all funds of the City. Annual budgets are adopted for all funds of the City, except for certain funds, which adopt project length budgets as described below. For those funds which adopt an annual budget, the official level of budgetary control is at the department level within

a fund. Transfer of appropriation within the budget of a department may be authorized by the department head affected without City Council action. Transfers from one department to another or any supplemental appropriation over the amount of the original budget require City Council action.

Project length budgets are adopted for all Capital Project funds and for Intergovernmental Grant, Special Assessment and Capital Improvement type Special Revenue funds. Transfers of appropriation from one project to another or from one fund to another require City Council action unless the project has been substantially completed. If the project has been substantially completed, the City Manager may authorize the transfer of any unused appropriation to another project.

The City maintains an encumbrance accounting system as a means of accomplishing budgetary control. Appropriations for contractually encumbered amounts are reserved at year-end and re-appropriated in the ensuing year's budget.

Unused and unencumbered appropriations for funds which adopt an annual budget lapse at year end. Unused and unencumbered appropriations for funds which adopt a project length budget are carried over to ensuing years until such time as the project is complete.

GENERAL FUND OPERATIONS

Revenues and Other Financing Sources

The following table summarizes the revenues and other financing sources of the General fund for the years ended December 31, 1999 and 1998:

	1999 <u>Actual</u>	1998 <u>Actual</u>	Percentage Increase (Decrease)
Taxes	\$119,361,794	\$110,931,933	7.6%
Licenses and permits	405,904	387,932	4.6%
Intergovernmental	20,567,255	20,775,551	(1.0%)
Charges for services	28,572,817	26,890,767	6.3%
Fines and forfeits	3,198,674	2,766,577	15.6%
Other	5,274,386	8,504,704	(38.0%)
Transfers - in	2,444,502	2,490,462	(1.8%)
Total	\$179,825,332	\$172,747,926	4.1%

General fund revenues and other financing sources for 1999 increased \$7.1 million or 4.1% over those of 1998. Tax revenues increased \$8.4 million or 7.6% over 1998. Sales and use tax collections increased 8.2% or \$7.6 million and property tax collections increased 3.1% or \$.5 million over comparable figures for 1998. Intergovernmental revenues decreased 1.0% or \$.2 million due to decreases in Federal Transit Administration revenue. The Charges for Services category of revenue increased 6.3% or \$1.7 million over 1998 due primarily to increased payments in lieu of taxes from the Colorado Springs Utilities. The category of Other revenues decreased from 1998 in the amount of \$3.2 million. However, this figure is skewed by the addition in 1998 of \$2.6 million in capital lease financing which was \$.2 million in 1999. Correcting for this anomaly, the category Other revenues decreased \$.7 million, due primarily to decreased investment earnings.

Expenditures and Other Financing Uses

The following table summarizes the expenditures and other financing uses of the General fund for the years ended December 31, 1999 and 1998:

	1999 Actual	1998 Actual	Percentage Increase (Decrease)
General government	\$31,867,855	\$28,677,419	11.1%
Public safety	80,185,341	75,955,634	5.6%
Public works	27,211,602	25,415,070	7.1%
Culture and recreation	13,546,852	13,241,179	2.3%
Urban redevelopment	3,528,788	3,334,038	5.8%
Other services	853,392	3,333,733	(74.4%)
Debt service	7,452,641	3,360,207	121.8%
Capital outlay	9,222,582	22,971,863	(59.9%)
Transfers - out	18,797,839	43,670	n/a
Total	\$192,666,892	\$176,332,813	9.3%

General fund expenditures for 1999 increased \$16.3 million or 9.3% over 1998 expenditures. Public safety expenditures increased \$4.2 million. This is reflective of Council's direction to adequately fund police and fire services. Capital outlay decreased \$13.7 million; however, transfers out increased \$18.8 million due to categorizing of capital improvements resources into Capital Projects funds. All other expenditures in this category increased \$7.1 million, representing 9.2% of the total increase. More detailed information regarding General fund financial activity can be found in Exhibits B-1 through B-3 of this report.

General Fund – Fund Balance

In accordance with its Charter, the City is required to maintain an “emergency reserve” in the amount of 3% of “fiscal year spending less debt service.” This “reserve” can be used to meet any emergency except those caused by economic conditions, revenue shortfalls and salary or fringe benefit increases. Accordingly, the amount of this “emergency reserve” at December 31, 1999 is \$5.75 million. After deducting this and other necessary reserves and designations, the unreserved, undesignated fund balance of the General fund is approximately \$12.3 million or 6.6% of the 2000 General fund budget or 6.4% of actual 1999 General fund expenditures.

PROPRIETARY OPERATIONS

Utilities

Utilities continues to position itself for a changing, more competitive future in all its markets but specifically in the energy markets. Faced with significant constraints in the Colorado transmission network, it has become increasingly difficult to assure that purchased power from outside the front range will be available during peak demand periods at any price let alone at reasonable prices. Thus, Utilities has undertaken an aggressive approach to develop local electric generating capacity to assure the community of an adequate and reliable supply of economical electric power. Utilities has formed an innovative partnership with Coastal Power Company that allowed Utilities to acquire and install 66 MW of combustion turbine capacity in time for the summer peak electric demand in July 1999. Utilities and Coastal are also joint owners of Front Range Power Company LLC which was formed to construct and operate a 480 MW combined cycle unit at the Ray D. Nixon Power Plant that will sell power to both Utilities and to the wholesale market. The Front Range Power partnership will allow Utilities to reap the economies of scale of a larger generating unit while guaranteeing a reliable and very economical source of supply for the local community for its anticipated growth over the next 10-15 years. The combustion turbines were acquired from Coastal but are solely owned by Utilities and were financed with tax exempt bond proceeds. The combined cycle unit will be constructed and owned by Front Range Power and thus will not necessitate bond issuance by Utilities. Current planning places the unit on line for the winter electric peak in 2002.

Utilities has been executing a strategic plan to replace its legacy software systems for a number of years and the Finance System Replacement Project is the last piece in that process. The Finance System provides a critical connection between our Human Resources/Payroll System and our inventory/purchasing/work management system - RMS 2000. Utilities cannot achieve the level of integration we need with our other critical systems because our current financial system – LGFS – is based on old

technology. The new finance system will also play a crucial role in the integration of an Activity Based Costing System into our overall management information systems. The current LGFS financial system would not allow for the addition of the program/activity matrix that Utilities developed for each department. We view the ability to utilize an activity-based orientation to cost collection and analysis as a fundamental component of the performance-based philosophy that underlies our strategic direction. Activity Based Costing is a very critical element in our cost management arsenal in a competitive market place.

Replacement of the legacy financial system will also permit us to review and reengineer many of the accounting and reporting functions and will introduce a standardized budgeting system within all Utilities departments. We are developing a comprehensive restructuring of our account structure to more clearly reflect the strategic direction we have set for Utilities as a single, four-service Utilities with a menu of unregulated service offerings. The current account code does not adequately provide for comprehensive management information in a useable format for the various support functions that Utilities has added and expanded over the last decade. The implementation of a new, more flexible and adaptable financial system provides an excellent opportunity for Utilities to revamp the way we collect and report financial information.

Utilities undertook a comprehensive review of past accounting practices with respect to quantifying depreciation expense. We had used a "composite" straight line depreciation method which did not provide for calculation of depreciation on fixed assets by the asset's year of acquisition. This methodology resulted in the overstatement of depreciation expense. Finance recalculated depreciation expense for each plant category extending back to 1926. Based on that review, we recorded significant adjustments to accumulated depreciation, equity and current year depreciation expense to correct this error. The work done as part of this depreciation study will position Utilities to carry accurate fixed asset details into its new financial system in 2001.

In many respects, 1999 was a very challenging period for Utilities financially. The Colorado Springs region received record rainfall in late April and early May, producing significant flooding that damaged Utilities' infrastructure. Current estimates are that Utilities will have to cover in excess of \$2.4 million of repairs costs not reimbursed by either the Federal Emergency Management Agency, the State of Colorado or the Natural Resources Conservation Service. The unprecedented rainfall over a very few days also lead to significant surcharging of parts of our wastewater collection system which produced damaging back-ups into about 179 local residences. We estimate the final claims for these wastewater back-ups will total approximately \$1.8 million. We subsequently modified Utilities' back-up claims policies to limit the payments for damages which are not a direct result of Utilities negligence. In addition, an insurance program is now offered by Utilities to insure residences for the damage from wastewater back-ups. These combined programs will effectively prevent any occurrence of these types of liabilities this year.

Utilities was also faced with substantial cost overruns on an extensive overhaul of our largest coal-fired generating plant - Ray D. Nixon Unit No. 1. Control system upgrades were included in this major maintenance project; the project extended for approximately four months - about twice as long as anticipated. The unusual 1999 weather (a very warm winter and very wet spring and summer) was also responsible for a less than expected revenue year for Utilities.

Collectively, these circumstances created the threat of significant financial shortfalls vis-à-vis budget. Therefore, in July, Utilities embarked on an aggressive program to manage Operating and Maintenance (O&M) expenses for the remainder of the year. A target of 7.5% cuts in remaining budgeted O&M expense or \$6.7 million in O&M cuts was established. By year-end, we achieved the majority of those targeted cuts; that along with favorable purchased gas costs for November and December, allowed Utilities to basically meet its budget targets for 1999. The cash flow comparisons below indicate how successful these efforts have been.

Utilities has long focused on a variety of measures of cash flow as our primary indicators of our financial health. Modified Cash Income – which is accounting net income adjusted for non-cash income statement entries such as depreciation, AFUDC entries for equity and interest earnings, etc. – is the trigger for our utilities-wide annual incentive payments and is one of our principal internal financial indicators.* The table below shows both the individual department and overall Utilities results for modified cash income during 1999 compared to budget.

	BUDGET 1999	ACTUAL 1999
ELECTRIC	\$ 30,800,487	\$ 25,803,706
GAS	\$ 467,931	\$ 2,755,897
WATER RESOURCES	\$ 4,415,520	\$ 5,218,785
NON-CORE	\$(1,615,216)	\$ 286,478
TOTAL UTILITIES	\$ 34,068,722	\$ 34,064,866

In September 1999, Utilities issued the 1999A Subordinate Lien Improvement Revenue Bonds in the amount of \$65,500,000. The 1999A series was offered at public sale and resulted in a TIC (true interest cost) of 5.71% for the bonds with an average maturity of 26.5 years. Notable capital projects that have and will be partially financed with 1999A proceeds include the Drake-Rampart-Cottonwood underground transmission line, the Fireflow Project, the Otero Expansion Project, the Powers transmission main, the continuing replacement of the Sludge Pipeline, and a variety of telecommunications and computer technology projects.

During 1999, Utilities requested and was granted rate increases for both base natural gas rates and water operations. Both increases were effective on June 1st. The gas rate case implemented base rate adjustments designed to increase gas operating

revenues an average of 4.0%. These rate increases were necessary to cover the increased costs of the gas distribution system. City Council also approved increased water rates designed to increase overall water operating revenue by approximately 5.2%. This increase was necessary to accommodate the increasing costs due to infrastructure expansion and the costs of increasingly stringent regulatory requirements. City Council also approved the implementation of a mandatory seasonal rate for all commercial water users. This rate became effective February 1, 2000. Utilities will continue to review the summer/winter rate differential with a goal of increasing it over time to a level consistent with the costs of service.

We continue developing a long-term rate strategy that will accommodate two somewhat conflicting goals: (1) the need to periodically increase rates based on increasing infrastructure expansion and normal inflationary increases in O&M expenses and (2) our desire to provide our citizens and ratepayers with highly competitive utility rates for all four services and a comprehensive three to five year schedule of projected rate increases that result in stable or falling real utility prices for our consumers.

Net pledged revenue (which is used to compute the debt service coverage ratio) decreased during 1999 from the 1998 level of \$124,116,055 to \$116,365,181 in 1999. The principal reason for this decrease was the decrease in net operating revenue. Net operating revenue for 1999 (exclusive of depreciation and payments in-lieu-of taxes) decreased by about \$7.7 million to \$89,616,918. This decrease was fully anticipated in the 1999 budget as a result of the decision to limit rate increases for all four utility services.

Interest revenue available for debt service decreased (\$1,027,506) to \$6,267,284. Because of the 1999A new money issue, average annual debt service increased substantially to about \$56.8 million. The 1999 first lien debt service coverage ratio, therefore, decreased from the 1998 level of 2.35 to 2.05. It should be noted, however, that 2.05 is still a very healthy coverage ratio and is still above the 2.0 coverage ratio that Utilities has established as a long-term minimum target level.

While Utilities expects the next 3-5 years to continue to show significant local growth and the accompanying need to continue to expand our infrastructure, we have a structured forecast/planning process in place that is designed to aggressively manage Utilities resource allocation issues. Our planning process achieves a prudent balance between planned price increases and use of external borrowing while insuring that we will be able to meet all of Utilities customers' demands for reliable utility service. Our financial forecasts indicate that subsequent years will show more favorable cash flow and accounting net income results. The 2000 budget was developed under stringent guidelines for expenditure levels and the 2000 budget forecast shows strengthening levels of both cash flow and debt service coverage. As we integrate Utilities' many new information systems into its overall operations and continue to develop its activity based management processes, high quality, focused management information will be more easily accessible and will provide a more dependable foundation for key future

resource decisions. We will continue to appropriately manage Utilities' scarce resources and financing strategies to insure a healthy financial outlook is maintained into the future.

* Note: The direct calculation of "Modified Cash Income" for 1999 is as follows:

Operating Revenue	\$403,721,143
Less: Operating Expense	(314,104,226)
Payments in Lieu of Taxes	(19,950,954)
Plus: Interest Income	8,618,633
Less: Interest on Long Term Bonds	(43,874,384)
Other Interest Charges	(115,738)
Misc. Deductions (Focus Fund)	(229,607)
Rounding	(1)
Total "Modified Cash Income"	\$ 34,064,866

Memorial Hospital

The City owns the Memorial Hospital, a full service acute care hospital with 349 licensed beds. The Hospital was founded in 1904 and was operated as Beth El Hospital under the auspices of various Methodist groups until 1943, when it was acquired by the City and renamed Memorial Hospital. In 1949, City voters approved ordinances requiring the City to continue operation of the Hospital and establishing the Board of Trustees of Memorial Hospital. The Board of Trustees is responsible for operation and management of the Hospital.

The Hospital is licensed by the Colorado State Health Department and is accredited by the Joint Commission on Accreditation of Healthcare Organizations. The Hospital is a member of the Colorado Hospital Association, the American Hospital Association, and the Voluntary Hospitals of America/ Mountain States, Incorporated.

Memorial Hospital produced operating income in 1999 of \$8.3 million, with operating revenues of \$239 million and operating expenses (including depreciation) of \$230 million. Total 1999 operating revenues increased \$24 million or 10% over those of 1998. Hospital net income for 1999 was \$8.8 million as compared to \$19.6 million for 1998.

Other Enterprise Operations

Remaining City enterprise operations posted the following net income (loss) for 1999:

Airport fund	(\$2,379,466)
Patty Jewett Golf fund	168,372
Valley Hi Golf fund	5,971
Pikes Peak Highway fund	(110,507)
Human Services Complex fund	274,408
Parking System fund	1,179,473
Cemetery fund	29,918

More detailed information regarding the operations of the City enterprise funds can be found in Exhibits E-1 through E-3 of this report.

Internal Service Operations

The City maintains several internal service funds to account for goods and services exchanged between departments on a cost reimbursement basis. The user charges assessed by these funds and departments is intended to recover all costs associated with the provision of the goods and services. Should user fees prove to be too high or too low, fees in ensuing years are adjusted so as to return the operation to break-even.

The Support Services fund accounts for the activities of its fleet management, facilities management, land management, information services and risk and safety administration. Operating departments of all user funds are charged for goods and services provided by this fund. For the year ended December 31, 1999, the Support Services fund recorded a net loss of \$1,589,194 on operating revenues of \$20.6 million.

The City maintains self-insurance funds in order to finance part of the risk in the general areas of workers compensation, employee benefits and general liability. These funds are also included as internal service funds. An actuarial study was performed in late 1997 to assess the adequacy of funding for the Claims Reserve Self-Insurance fund. That study concluded that the unreserved fund balance existing at that time and projected future contributions are adequate to meet estimated liabilities. At December 31, 1999, this fund had an unreserved retained earnings balance of approximately \$1.7 million.

At December 31, 1999, the Workers Compensation Self-Insurance fund had an unreserved retained earnings balance of approximately \$1.4 million. This is the balance remaining after expensing and setting up reserves for all known claims at year-end. Management believes that adequate resources are available to pay all claims during 2000.

At December 31, 1999, the Employee Benefits Self-Insurance fund had an accumulated deficit of \$121,518. This is the balance remaining after expensing and setting up an estimated reserve for incurred but not reported claims.

Bi-annually the City Auditor audits the activities of the Claims Reserve and the Workers Compensation Reserve self-insurance funds. More detailed information concerning the activities of these funds can be found in these reports. Also, Exhibits F-1 through F-3 of this report contain more detailed information regarding each of the internal service funds.

Fiduciary Operations

Fiduciary funds (trust and agency funds) are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds. The City maintains five expendable trust funds, six non-expendable trust funds and one agency fund. The trust funds account for gifts/donations which are committed by agreement for a specific purpose. An expendable trust is one where the asset donated is expended along with any income produced by that asset. A non-expendable trust is one where, by agreement, only income from the original asset or corpus is expended and the corpus remains for the further production of income. During 1999 the City received cash gifts and donations and earned income on those assets for its various trust funds in the total amount of \$2,178,991. In accordance with the donors' intents, expenditures of \$802,323 were made from these funds during the year. More specific and detailed information concerning the activities of the trust and agency funds can be found in schedules G-1 through G-8 of this report.

Debt Administration

General Obligation Debt

The City's net direct general obligation debt supported by general property taxes, including component units, at December 31, 1999 was \$39 million. The City general obligation debt (excluding component units) of \$26 million is a very low amount, representing \$74.07 per capita, a ratio of .009 to assessed valuation and .0014 to estimated market value of taxable property in the City. The legal debt margin at December 31, 1999 is \$286.4 million.

Proprietary Fund Debt

The Utilities

In October 1999, the City of Colorado Springs issued \$65,500,000 in Utilities System Subordinate Lien Improvements Revenue Bonds, Series 1999A to finance a variety of system improvements. The net proceeds of \$65,270,885 (including accrued interest of \$143,447 and after payment of \$372,562 in underwriting fees, original issue discount, and issuance expenses), less accrued interest of \$143,447 were used to

reimburse the Utilities \$12,506,438 for previously expended amounts and to fund \$52,521,000 of the 1999 Construction Fund, of which \$41,531,390 is unspent and included in cash and investments in the combined balance sheet as of December 31, 1999.

Moody's and Standard and Poor's accorded the 1999A issue an Aa2 and AA rating respectively, identical to the ratings on all Utilities' outstanding first lien debt. In conjunction with their review of this new subordinate lien bond issue, Standard & Poor's (S&P's) reaffirmed the "#2 business position" rating that Utilities has held since S&P's realigned their public power "business position" ratings to be consistent with those used for investor owned utilities. The ratings scale now runs from 1-10 with 1 being the highest rating possible. The #2 rating is the highest rating awarded to any utility with power generating resources. Only a handful of other public power utilities have been granted a #2 rating on this "business position" scale. The business position assessment is designed to address the many factors that help define a utility's business strength; S&P's focuses on four key areas in determining this rating: management, operations, competitive position and markets.

The Hospital

In May 1995, the Hospital issued Hospital Revenue Bonds, Series 1995, in the amount of \$90.29 million. The proceeds of the bonds were used to defease, in substance, the series 1987 and 1990 Hospital Revenue bonds in the amount of \$14.040 million and \$12.495 million, respectively. The balance of the proceeds of the 1995 bonds were used to finance various hospital improvements.

The series 1995 bonds carry interest rates ranging from 4.1% to 6% and mature serially through 2010 and one installment each in the years 2015 and 2024. The bonds maturing in 2015 and 2024 have sinking fund requirements beginning in 2011 and 2016, respectively.

At December 31, 1999 the Hospital had outstanding long-term debt (less current portion) in the amount of \$80,096,000, composed of revenue bonds.

The Municipal Airport

During 1992 the City airport issued revenue bonds to finance a new terminal building, airfield improvements and other ancillary facilities. At December 31, 1999 the amount

of these revenue bonds outstanding was \$55.9 million. Again, in December 1996, Airport revenue bonds were issued in the amount of \$15.9 million to finance various parking and roadway improvements. At year-end these 1996 revenue bonds remain outstanding in the amount of \$15.1 million, leaving Airport revenue bonds outstanding in the total amount of \$71 million.

Bond Ratings

The City's latest bond ratings are as follows:

	<u>Moody's</u>	<u>Standard & Poors</u>
General Obligation bonds	Aa3	AA
Certificates of Participation	A2	A
Sales and Use Tax Revenue bonds	A1	AA
Parking Revenue bonds (*insured)	Aaa*	n/a
Utilities Revenue bonds	Aa	AA
Hospital Revenue bonds	A	A
Airport Revenue bonds	n/a	BBB+

Further details regarding the long term obligations of the City can be found in the notes to the financial statements and in the supplementary section of this report.

CASH MANAGEMENT

The City attempts to remain abreast of current developments and procedures in cash management to ensure the safe, efficient, and profitable use of its idle cash resources. Idle funds are invested primarily in certificates of deposit, United States Treasury and Agency obligations and repurchase agreements collateralized by U.S. obligations. The City investment policy is designed to provide liquidity sufficient to cover normal cash operating requirements.

In accordance with Colorado State Statute, eligible public depositories are required to collateralize all public deposits with securities having a market value of at least 102% of the deposit. At December 31, 1999, all City deposits were held in eligible public depositories and were properly collateralized. All United States securities were purchased "payment upon delivery" and are held in safekeeping at the City's designated safe-keeping institution. Similarly, the City's agent takes possession of underlying collateral in the City's name for all repurchase agreements.

At December 31, 1999, the City is invested primarily in US Treasury and Agency securities and repurchase agreements collateralized by US Treasury securities. The City held no derivatives during the current year. The notes to the financial statements provide further detail regarding investments of the City at year end.

The City's cash management portfolio of approximately \$114 million has been rated as 'AAA/V1+' by Fitch IBCA. This is the highest rating that Fitch assigns and affirms the high credit quality and low volatility of the City's investment securities.

RISK MANAGEMENT

The City has established a risk management division to coordinate and administer a workers compensation, property and general liability insurance program for all its activities and operations. For workers compensation coverage, except for the Hospital, the City has purchased commercial insurance to cover losses in excess of \$500,000 per occurrence. The City pays losses less than this amount through its Workers Compensation Self-Insurance fund. The Hospital purchases workers compensation coverage from the State Workers Compensation Insurance fund.

For major property coverage the City has purchased commercial insurance policies with varying deductibles. All deductibles related to these policies are paid from the budget of the individual department so affected.

General liability coverage for the operations of the Utilities departments are purchased from commercial carriers for losses in excess of \$500,000. General liability coverage for the Hospital and the Airport is purchased from commercial carriers with varying deductibles. All other general liability coverage is self-insured.

OTHER INFORMATION

The City Charter requires an annual audit of the financial records of the City by an independent certified public accountant. The audit must be completed no later than six months after the end of the fiscal year. The audit for the year ended December 31, 1999, was performed by the firm of Grant Thornton LLP for all operations except Memorial Hospital, which utilized the firm of Stockman, Kast, Ryan & Co., P.C., and the audits of the eleven component units which were audited by other auditors.

The City employs an Internal Auditor who reports directly to the City Council. This office has the responsibility to examine and audit accounts and financial transactions of all City departments, offices and agencies. Examinations are conducted in order to ensure that financial records fairly and accurately reflect actual operations, that adequate controls are maintained to safeguard assets and that each department, office and agency complies with established plans, policies and procedures. The Internal Auditor also provides assistance to the external auditors in conducting the annual audit. However, due to reporting relationships, the internal auditor is not considered independent and, therefore, cannot issue the required independent annual audit report.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Colorado Springs for its comprehensive annual financial report for the fiscal

year ended December 31, 1998. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

ACKNOWLEDGMENTS

The preparation of this report is due to the effective and dedicated efforts of the staff of the Finance department. The contributions of the staff of the Internal Auditor's Office also were invaluable to the preparation of the report. Beyond these efforts, this report is representative of the excellence of the financial processes existing in Colorado Springs City government. Each department and agency of the City must be credited for the excellence of their individual systems of financial administration. For the efforts of all of these people, we wish to express our sincere gratitude.

Sincerely,


Steve Hilfers
Finance Director


Terri Velasquez
Accounting/Payroll Manager

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of
Colorado Springs

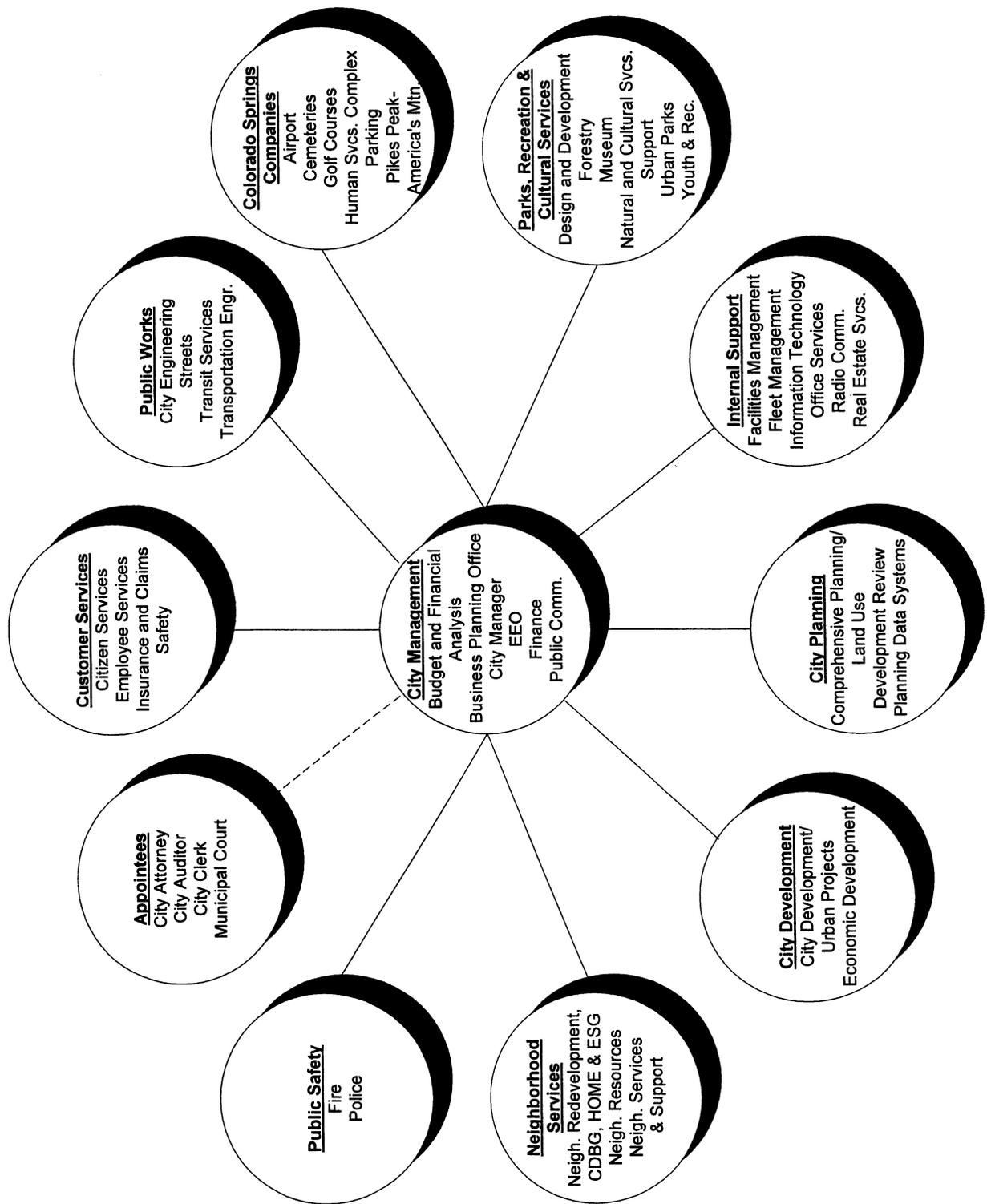
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 1998

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Cary Brueck
President
Jeffrey L. Esser
Executive Director

City of Colorado Springs Municipal Government Network



CITY OF COLORADO SPRINGS, COLORADO

Officials

City Council

Mary Lou Makepeace, Mayor

Linda Barley
Ted Eastburn
James Null
Richard Skorman

Joanne Colt
William Guman
Lionel Rivera
Leon Young

City Manager

James H. Mullen

Group Support Managers

Paul D. Butcher
Parks, Recreation and Cultural Services

Ron Cousar
Neighborhood Services

Carla L. Hartsell
City Management

Lorne C. Kramer
Police Chief

Charles L. Miller
City Development

Ron Mitchell
Internal Support Services

Manuel Navarro
Fire Chief

David D. Nickerson
Colorado Springs Companies

H. Quinn Peitz
City Planning

David S. Zelenok
Public Works

Kathryn M. Young, City Clerk
Patricia K. Kelly, City Attorney
Michael D. Hall, City Auditor

FINANCIAL SECTION



CITY OF COLORADO SPRINGS

Report of Independent Certified Public Accountants

The Honorable Mayor
and Members of City Council
City of Colorado Springs, Colorado

We have audited the accompanying general-purpose financial statements of the City of Colorado Springs, Colorado (the City), as of and for the year ended December 31, 1999, as listed in the 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 Memorial Hospital Fund, which represent 13 percent and 36 percent, respectively, of the assets and operating revenues of the reporting entity's enterprise funds nor did we audit the financial statements of six joint utility projects which are reported as, and comprise in their entirety, discretely presented proprietary fund component units. We also did not audit the financial statements of the Colorado Springs Peregrine General Improvement District, the Colorado Springs Cottonwood General Improvement District, and the Colorado Springs Spring Creek General Improvement District, all of which are blended governmental fund component units which represent 4 percent and 3 percent, respectively, of the assets and revenues of the reporting entity's special revenue funds. We also did not audit the Colorado Springs Urban Renewal Authority and the Downtown Colorado Springs Business Improvement District, which are reported as, and comprise in their entirety, discretely presented governmental fund component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Memorial Hospital Fund, the six joint utility projects, the Colorado Springs Peregrine General Improvement District, the Colorado Springs Cottonwood General Improvement District, the Colorado Springs Spring Creek General Improvement District, the Colorado Springs Urban Renewal Authority, and the Downtown Colorado Springs Business Improvement District, is based solely on the reports of the other auditors.

We conducted our audit in accordance with generally accepted auditing standards 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 financial statements are free of material misstatement. An audit includes

examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of other auditors provide a reasonable basis for our opinion.

In our opinion, based on our audit and the aforementioned reports of other auditors, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Colorado Springs, Colorado as of December 31, 1999, and the results of its operations and cash flows of its proprietary fund types and nonexpendable trust funds for the year then ended in conformity with generally accepted accounting principles.

As discussed in Note IV.I, during 1999 the City corrected its calculation of prior years' depreciation expense to properly incorporate the year of fixed asset acquisition under the City's composite method of computing depreciation on Utilities plant assets and recorded the disposal of certain Utilities plant assets that were disposed of in prior years and not removed from its balance sheet.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 16, 2000, 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.

Our audit was made for the purpose of forming an opinion on the general-purpose financial statements taken as a whole. The combining and individual fund and account group financial statements, schedules and supplementary information listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general-purpose financial statements. Such information, except for the data included in the financial statements of the Memorial Hospital Fund, the six joint utility projects and the Colorado Springs Peregrine General Improvement District, the Colorado Springs Cottonwood General Improvement District, the Colorado Springs Spring Creek General Improvement District, the Colorado Springs Urban Renewal Authority, and the Downtown Colorado Springs Business Improvement District, referred to above, which financial statements have been audited by other auditors and their reports thereon provided to us, has been subjected to the audit procedures applied in the audit of the general-purpose financial statements and, in our opinion, based upon our audit and the aforementioned reports of other auditors, is fairly stated in all material respects in relation to the general-purpose financial statements taken as a whole.



Colorado Springs, Colorado
March 16, 2000

GENERAL PURPOSE FINANCIAL STATEMENTS

**ALL FUND TYPES, ACCOUNT GROUPS AND
DISCRETELY PRESENTED COMPONENT UNITS
COMBINED BALANCE SHEET**

December 31, 1999

With comparative totals for December 31, 1998

ASSETS AND OTHER DEBITS	Governmental Fund Types			Proprietary Fund Types	
	General	Special Revenue	Capital Projects	Enterprise	Internal Service
Cash and investments	\$32,290,064	17,637,660	21,372,546	138,501,944	16,979,637
Accounts, taxes, interest receivable-net	35,940,450	22,472,891	36,643	109,515,160	801,994
Inventories-at cost				37,535,802	759,260
Due from other funds	8,720,138	1,063,986	437,981	664,784	670,787
Prepaid items, other assets				33,260,680	
Restricted investments	161,500	724,077	86,066,250	174,823,773	
Fixed assets-net of accumulated depreciation				1,946,663,152	4,102,765
Amount available for retirement of general long-term debt					
Amount to be provided for the payment of general long-term debt					
Total assets and other debits	77,112,152	41,898,614	107,913,420	2,440,965,295	23,314,443
LIABILITIES, EQUITY AND OTHER CREDITS					
Liabilities					
Accounts payable and other liabilities	5,772,636	1,599,015	1,283,732	77,832,635	15,061,143
Accrued employee salaries, benefits	10,559,884	260,689		17,756,644	894,060
Escrow and customer deposits	5,225,997			711,725	
Due to other funds	853,502	1,390,926	4,773,974	129,203	1,924,305
Deferred revenue	20,862,326	19,254,276		5,712,786	8,789
Accrued interest				5,951,931	
Current portion of long-term debt				16,735,824	191,721
Revenue bonds payable				928,977,954	
Other long-term debt				24,855,022	748,870
Total liabilities	43,274,345	22,504,906	6,057,706	1,078,663,724	18,828,888
Equity (deficit) and other credits					
Investment in general fixed assets					
Contributions				615,414,944	1,230,087
Retained earnings					
Reserved for debt service				6,118,785	
Bond requirement reserves				55,886,432	
Unreserved (deficit)				684,881,410	3,255,468
Fund balances					
Reserved for					
Encumbrances	10,242,935	1,184,010	18,729,143		
Debt service, prepaids	161,500	701,606			
Endowments					
Emergency reserve	5,750,000				
Unreserved					
Designated for purposes of trust					
Designated-subsequent year expenditures	5,393,972	7,469,804	83,126,571		
Undesignated	12,289,400	10,038,288			
Total equity (deficit) and other credits	33,837,807	19,393,708	101,855,714	1,362,301,571	4,485,555
Total liabilities, equity and other credits	\$77,112,152	41,898,614	107,913,420	2,440,965,295	23,314,443

The accompanying notes are an integral part of the financial statements.

CITY OF COLORADO SPRINGS
COLORADO
Exhibit A-1

Fiduciary Fund Types	Account Groups		1999 Primary Government Totals (Memorandum only)	1999 Governmental Fund Component Units	1999 Proprietary Fund Component Units	Reporting Entity Totals (Memorandum only)	
	General Fixed Assets	General Long-Term and Other Debt				1999	1998 (as restated)
Trust and Agency						1999	1998 (as restated)
9,412,744			236,194,595	425,624	1,775,294	238,395,513	275,022,156
284,819			169,051,957	145,005	334,823	169,531,785	172,077,813
			38,295,062			38,295,062	26,979,916
55,809			11,613,485			11,613,485	9,189,386
			33,260,680		3,142,800	36,403,480	33,227,357
7,038,575			268,814,175		1,919,294	270,733,469	174,480,549
	178,518,187		2,129,284,104	1,453,193	78,516,272	2,209,253,569	2,094,429,343
		863,106	863,106	352,131		1,215,237	1,557,200
		143,701,127	143,701,127	897,869		144,598,996	58,521,523
16,791,947	178,518,187	144,564,233	3,031,078,291	3,273,822	85,688,483	3,120,040,596	2,845,485,243
3,536,603			105,085,764	622	431,318	105,517,704	107,224,216
			29,471,277			29,471,277	29,053,306
			5,937,722	260		5,937,982	5,680,237
2,541,575			11,613,485			11,613,485	9,189,386
			45,838,177	132,381	1,298,679	47,269,237	41,130,065
			5,951,931		73,550	6,025,481	6,017,223
			16,927,545		2,815,650	19,743,195	18,099,455
			928,977,954		13,903,145	942,881,099	883,351,824
		144,564,233	170,168,125	1,250,000	83,170,478	254,588,603	165,824,087
6,078,178	0	144,564,233	1,319,971,980	1,383,263	101,692,820	1,423,048,063	1,265,569,799
	178,518,187		178,518,187	1,453,193		179,971,380	157,841,223
			616,645,031		614,940	617,259,971	582,847,211
			6,118,785		1,919,294	8,038,079	9,306,566
			55,886,432			55,886,432	56,856,922
			688,136,878		(18,538,571)	669,598,307	693,326,926
198,264			30,354,352			30,354,352	11,114,261
			863,106	352,131		1,215,237	1,557,200
7,521,083			7,521,083			7,521,083	7,436,666
			5,750,000	4,518		5,754,518	5,573,061
2,994,422			2,994,422			2,994,422	1,885,161
			95,990,347	80,717		96,071,064	29,408,264
			22,327,688			22,327,688	22,761,983
10,713,769	178,518,187	0	1,711,106,311	1,890,559	(16,004,337)	1,696,992,533	1,579,915,444
16,791,947	178,518,187	144,564,233	3,031,078,291	3,273,822	85,688,483	3,120,040,596	2,845,485,243

The accompanying notes are an integral part of the financial statements.

**ALL GOVERNMENTAL FUND TYPES, EXPENDABLE TRUST FUNDS AND DISCRETELY PRESENTED COMPONENT UNITS
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES/EQUITY**

For the year ended December 31, 1999

With comparative totals for the year ended December 31, 1998

	<u>Governmental Fund Types</u>			<u>Fiduciary Fund Types</u>
	<u>General</u>	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Expendable Trust</u>
Revenues				
Taxes	\$119,361,794	10,815,629		
Licenses and permits	405,904			
Intergovernmental	20,567,255	26,569,109		
Charges for services	28,572,817	21,222	62,500	
Fines and forfeits	3,198,674			
Miscellaneous	5,081,363	6,513,232	2,114,931	2,026,041
Total revenues	177,187,807	43,919,192	2,177,431	2,026,041
Expenditures				
Current				
General government	31,867,855			
Public safety	80,185,341	3,582,094		
Public works	27,211,602	7,516,706		
Health and welfare	660,369			
Culture and recreation	13,546,852	4,422,899		733,790
Urban redevelopment and housing	3,528,788	6,704,729		
Economic development & opportunity		3,149,113		
Miscellaneous	193,023	229,329		
Debt service				
Principal and interest	7,452,641	2,037,858	36,475	
Issuance expense			465,968	
Capital outlay	9,222,582	16,915,687	13,036,509	
Total expenditures	173,869,053	44,558,415	13,538,952	733,790
Revenues over (under) expenditures	3,318,754	(639,223)	(11,361,521)	1,292,251
Other financing sources (uses)				
Capital lease financing	193,023			
Operating transfers - in	2,444,502		21,010,152	
Operating transfers - out	(18,797,839)	(3,163,775)	(31,950)	
Proceeds from sale of property				
Proceeds of bonds			92,180,000	
Payment to refunded bond escrow agent				
Total other financing sources (uses)	(16,160,314)	(3,163,775)	113,158,202	0
Revenues and other financing sources over (under) expenditures and other financing uses	(12,841,560)	(3,802,998)	101,796,681	1,292,251
Fund balances/equity - January 1	46,679,367	23,196,706	59,033	1,900,435
Fund balances/equity - December 31	\$33,837,807	19,393,708	101,855,714	3,192,686

The accompanying notes are an integral part of the financial statements.

CITY OF COLORADO SPRINGS
COLORADO
 Exhibit A-2

1999 Primary Government Totals (Memorandum only)	1999 Component Units	Reporting Entity Totals (Memorandum only)	
		1999	1998
130,177,423	142,035	130,319,458	121,158,640
405,904		405,904	387,932
47,136,364	1,600	47,137,964	42,856,853
28,656,539		28,656,539	26,894,520
3,198,674		3,198,674	2,766,577
15,735,567	22,326	15,757,893	11,994,981
225,310,471	165,961	225,476,432	206,059,503
31,867,855		31,867,855	28,677,419
83,767,435		83,767,435	78,149,286
34,728,308	110,670	34,838,978	33,522,197
660,369		660,369	660,373
18,703,541		18,703,541	18,086,422
10,233,517	34,054	10,267,571	9,188,925
3,149,113		3,149,113	4,363,219
422,352	48,260	470,612	3,006,261
9,526,974		9,526,974	4,946,770
465,968		465,968	296,150
39,174,778		39,174,778	36,523,518
232,700,210	192,984	232,893,194	217,420,540
(7,389,739)	(27,023)	(7,416,762)	(11,361,037)
193,023		193,023	4,598,564
23,454,654		23,454,654	2,490,462
(21,993,564)		(21,993,564)	(1,160,185)
0		0	349,117
92,180,000		92,180,000	9,525,000
0		0	(9,228,850)
93,834,113	0	93,834,113	6,574,108
86,444,374	(27,023)	86,417,351	(4,786,929)
71,835,541	464,389	72,299,930	77,086,859
158,279,915	437,366	158,717,281	72,299,930

The accompanying notes are an integral part of the financial statements.

**GENERAL FUND AND ALL BUDGETED SPECIAL REVENUE FUNDS
 COMBINED STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the year ended December 31, 1999**

	<u>General Fund</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Taxes	\$116,029,153	119,361,794	3,332,641
Licenses and permits	416,235	405,904	(10,331)
Intergovernmental	21,418,742	20,567,255	(851,487)
Charges for services	28,786,241	28,572,817	(213,424)
Fines and forfeits	3,406,500	3,198,674	(207,826)
Miscellaneous	4,659,052	5,081,363	422,311
Total revenues	174,715,923	177,187,807	2,471,884
Expenditures			
Current			
General government	35,206,879	31,867,855	3,339,024
Public safety	82,731,429	80,185,341	2,546,088
Public works	29,379,437	27,211,602	2,167,835
Health and welfare	660,369	660,369	0
Culture and recreation	14,237,431	13,546,852	690,579
Urban redevelopment and housing	3,900,373	3,528,788	371,585
Economic development & opportunity			
Miscellaneous		193,023	(193,023)
Debt service			
Principal and interest	7,452,641	7,452,641	0
Capital outlay	15,778,539	9,222,582	6,555,957
Total expenditures	189,347,098	173,869,053	15,478,045
Revenues over (under) expenditures	(14,631,175)	3,318,754	17,949,929
Other financing sources (uses)			
Capital lease financing		193,023	193,023
Operating transfers - in	2,411,203	2,444,502	33,299
Operating transfers - out	(18,798,116)	(18,797,839)	277
Total other financing sources (uses)	(16,386,913)	(16,160,314)	226,599
Revenues and other financing sources over (under) expenditures and other financing uses - budget basis	(31,018,088)	(12,841,560)	18,176,528
Project length funds:			
Add revenues and other sources			
Less expenditures and other uses			
Revenues and other financing sources over (under) expenditures and other financing uses-GAAP basis	(31,018,088)	(12,841,560)	18,176,528
Fund balances - January 1	46,679,367	46,679,367	0
Fund balances - December 31	\$15,661,279	33,837,807	18,176,528

The accompanying notes are an integral part of the financial statements.

**Annually Budgeted
Special Revenue Funds**

Budget	Actual	Variance Favorable (Unfavorable)
5,632,968	5,750,555	117,587
10,400	21,222	10,822
2,736,810	3,744,287	1,007,477
8,380,178	9,516,064	1,135,886
<hr/>		
3,622,457	3,455,516	166,941
195,301	86,848	108,453
34,818		34,818
4,211,076	3,149,113	1,061,963
17,950	15,183	2,767
1,823,683	1,798,709	24,974
<hr/>		
9,905,285	8,505,369	1,399,916
(1,525,107)	1,010,695	2,535,802
<hr/>		
(907,668)	(907,668)	0
<hr/>		
(907,668)	(907,668)	0
<hr/>		
(2,432,775)	103,027	2,535,802
	34,403,128	
	(38,309,153)	
<hr/>		
	(3,802,998)	
	23,196,706	
<hr/>		
	19,393,708	
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The accompanying notes are an integral part of the financial statements.

**ALL PROPRIETARY FUND TYPES, NON-EXPENDABLE TRUST FUNDS, AND DISCRETELY PRESENTED COMPONENT UNITS
COMBINED STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS (ACCUMULATED DEFICIT) / FUND BALANCES**

For the year ended December 31, 1999

With comparative totals for the year ended December 31, 1998

	Proprietary Fund Types		Fiduciary	1999
	Enterprise	Internal Service	Fund Types	Primary
			Non-expendable Trusts	Government Totals (Memorandum only)
Operating revenues				
Charges for services	\$665,790,084	20,578,531		686,368,615
Other operating revenues	3,843,000	22,248,099	129,777	26,220,876
Total operating revenues	669,633,084	42,826,630	129,777	712,589,491
Operating expenses				
Personal services	212,971,717	8,794,979		221,766,696
Other operating expenses	352,862,849	41,792,862	8,898	394,664,609
Depreciation	80,630,606	718,054		81,348,660
Total operating expenses	646,465,172	51,305,895	8,898	697,779,965
Operating income (loss)	23,167,912	(8,479,265)	120,879	14,809,526
Non-operating revenues (expenses)				
Interest on investments	10,099,336	588,510		10,687,846
Interest on long-term bonds	(53,246,300)			(53,246,300)
Interest on long-term notes, contracts	0			0
Other interest expense	(116,798)			(116,798)
Allowance for borrowed funds used during construction	3,368,689			3,368,689
Allowance for equity funds used during construction	1,969,962			1,969,962
Passenger facility charges	887,763			887,763
Amortization of debt expense	(896,949)			(896,949)
Other revenue (expense)	(853,928)	(9,338)	(36,462)	(899,728)
Total non-operating revenues (expenses)	(38,788,225)	579,172	(36,462)	(38,245,515)
Income (loss) before operating transfers	(15,620,313)	(7,900,093)	84,417	(23,435,989)
Operating transfers				
Transfers - in	182,473			182,473
Transfers - out	(1,643,563)			(1,643,563)
Total operating transfers	(1,461,090)	0	0	(1,461,090)
Net income (loss)	(17,081,403)	(7,900,093)	84,417	(24,897,079)
Retained earnings (accumulated deficit)/Fund balances - January 1, as previously reported	763,968,030	11,155,561	7,436,666	782,560,257
Adjustment for correction of depreciation calculations and removal of previously retired plant				
Retained earnings (accumulated deficit)/Fund balances - January 1, as restated	763,968,030	11,155,561	7,436,666	782,560,257
Retained earnings (accumulated deficit)/Fund balances - December 31	\$746,886,627	3,255,468	7,521,083	757,663,178

The accompanying notes are an integral part of the financial statements.

1999 Component Units	Reporting Entity Totals (Memorandum only)	
	1998	
	1999	(as restated)
6,626,451	692,995,066	653,584,948
	26,220,876	23,838,323
6,626,451	719,215,942	677,423,271
	221,766,696	180,522,727
2,348,376	397,012,985	379,897,954
1,782,580	83,131,240	83,867,346
4,130,956	701,910,921	644,288,027
2,495,495	17,305,021	33,135,244
153,685	10,841,531	22,559,960
(972,886)	(54,219,186)	(47,575,645)
	0	0
(2,649,903)	(2,766,701)	(3,021,215)
	3,368,689	3,654,183
	1,969,962	877,294
	887,763	4,681,592
(30,096)	(927,045)	(862,887)
17,605	(882,123)	(260,134)
(3,481,595)	(41,727,110)	(19,946,852)
(986,100)	(24,422,089)	13,188,392
	182,473	422,863
	(1,643,563)	(1,753,140)
0	(1,461,090)	(1,330,277)
(986,100)	(25,883,179)	11,858,115
(15,633,177)	766,927,080	719,762,905
		35,306,060
(15,633,177)	766,927,080	755,068,965
(16,619,277)	741,043,901	766,927,080

The accompanying notes are an integral part of the financial statements.

**ALL PROPRIETARY FUND TYPES, NON-EXPENDABLE TRUST FUNDS, AND DISCRETELY PRESENTED COMPONENT UNITS
COMBINED STATEMENT OF CASH FLOWS**

For the year ended December 31, 1999

With comparative totals for the year ended December 31, 1998

	Proprietary Fund Types		Fiduciary Fund Types	1999 Primary Government Totals
	Enterprise	Internal Service	Non-expendable Trusts	(Memorandum only)
Cash flows from operating activities:				
Operating income (loss)	\$23,167,912	(8,479,265)	120,879	14,809,526
Adjustments to reconcile operating income (loss) to net cash provided (used) by operations				
Depreciation, amortization and other	84,936,304	718,054		85,654,358
(Gain) loss on sale of fixed assets	(1,251)			(1,251)
Provision for loss on accounts receivable	4,354,224			4,354,224
Other revenue (expense)	(288,833)	(9,338)		(298,171)
(Increase) decrease in assets				
Accounts, interest receivable	2,298,092	507,862	58,254	2,864,208
Inventories	(11,285,630)	(29,516)		(11,315,146)
Due from other funds	188,740	(171,643)	1,710	18,807
Deferred debits, prepaid expenses	151,930			151,930
Other assets	(6,915,223)		(933,372)	(7,848,595)
Increase (decrease) in liabilities				
Accounts payable	(10,223,801)	3,719,455	45	(6,504,301)
Accrued employee salaries, benefits	(352,104)	182,829		(169,275)
Customer deposits	(134,056)			(134,056)
Due to other funds	(902,691)	1,101,972		199,281
Other liabilities	1,899,567			1,899,567
Net cash provided (used) by operating activities	86,893,180	(2,459,590)	(752,484)	83,681,106
Cash flows from non-capital financing activities:				
Repayment of notes payable				0
Interest on notes payable				0
Operating transfers - in	182,473			182,473
Operating transfers - out	(1,643,563)			(1,643,563)
Net cash used by non-capital financing activities	(1,461,090)	0	0	(1,461,090)
Cash flows from capital and related financing activities:				
Increase in contributions in aid of construction, other contributions	24,404,750			24,404,750
Capital expenditures	(157,661,154)	(703,412)		(158,364,566)
Bond issuance costs	(290,967)			(290,967)
Proceeds of long-term debt	74,386,534			74,386,534
Proceeds from sale of assets	1,205,612			1,205,612
Repayment of capital lease obligations	(836,702)	47,864		(788,838)
Passenger facility charges	887,763			887,763
Repayment of long-term debt	(14,791,155)			(14,791,155)
Interest on long-term debt	(52,646,874)			(52,646,874)
Other interest payments	(101,317)			(101,317)
Advances for construction	(50,802)			(50,802)
Net cash used by capital and related financing activities	(\$125,494,312)	(655,548)	0	(126,149,860)

The accompanying notes are an integral part of the financial statements.

CITY OF COLORADO SPRINGS
 COLORADO
 Exhibit A-5

(Page 1 of 2)

1999 Component Units	Reporting Entity Totals (Memorandum only)	
	1998	
	1999	(as restated)
2,495,495	17,305,021	33,135,244
1,759,785	87,414,143	87,372,522
	(1,251)	(14,813)
	4,354,224	1,352,016
17,605	(280,566)	668,399
(284,436)	2,579,772	(15,711,593)
	(11,315,146)	(2,340,935)
	18,807	(61,160)
3,946	155,876	(14,904)
	(7,848,595)	15,523,770
10,109	(6,494,192)	6,528,664
	(169,275)	(2,501,297)
	(134,056)	7,149
	199,281	1,029,023
18,650	1,918,217	521,421
4,021,154	87,702,260	125,493,506
(240,158)	(240,158)	(220,865)
(214,050)	(214,050)	(232,523)
	182,473	422,863
	(1,643,563)	(1,753,140)
(454,208)	(1,915,298)	(1,783,665)
	24,404,750	27,780,020
(137,974)	(158,502,540)	(208,535,600)
	(290,967)	(721,146)
	74,386,534	115,687,898
49,235	1,254,847	799,938
	(788,838)	(897,906)
	887,763	4,681,592
(1,160,000)	(15,951,155)	(14,045,000)
(943,148)	(53,590,022)	(47,181,326)
(1,297,596)	(1,398,913)	(1,666,748)
	(50,802)	1,656,975
(3,489,483)	(129,639,343)	(122,441,303)

(continued)

The accompanying notes are an integral part of the financial statements.

**ALL PROPRIETARY FUND TYPES, NON-EXPENDABLE TRUST FUNDS, AND DISCRETELY PRESENTED COMPONENT UNITS
COMBINED STATEMENT OF CASH FLOWS**

For the year ended December 31, 1999

With comparative totals for the year ended December 31, 1998

	<u>Proprietary Fund Types</u>		<u>Fiduciary</u>	<u>1999</u>
	<u>Enterprise</u>	<u>Internal Service</u>	<u>Fund Types</u>	<u>Primary Government Totals</u>
			<u>Non-expendable Trusts</u>	<u>(Memorandum only)</u>
Cash flows from investing activities:				
Proceeds of restricted assets	\$0		1,006,072	1,006,072
Interest received on investments	12,329,176	893,379		13,222,555
Purchases of investments	(181,426,635)	(9,065,639)	(249,718)	(190,741,992)
Proceeds from sales and maturities of investments	194,574,761	11,394,109		205,968,870
Advances for intergovernmental receivables				0
Net cash provided (used) by investing activities	25,477,302	3,221,849	756,354	29,455,505
Net increase (decrease) in cash	(14,584,920)	106,711	3,870	(14,474,339)
Cash - January 1	26,061,543	113,997	2,244	26,177,784
Cash - December 31	11,476,623	220,708	6,114	11,703,445
Cash	11,476,623	220,708	6,114	11,703,445
Investments	127,025,321	16,758,929	469,826	144,254,076
Total cash and investments	\$138,501,944	16,979,637	475,940	155,957,521

Noncash investing, capital and financing activities:

Amortization, charge off of debt discount and expense	\$884,686			884,686
Noncash contribution in aid of construction	1,833,396			1,833,396
Noncash acquisition of property, plant & equipment (incurrence of payable/capital lease obligation)	14,482,422	216,999		14,482,422
Unrealized gain (loss) on investments	3,317,922	(256,997)	(881,919)	2,179,006

Reconciliation of cash and cash equivalents:

Non-expendable Trust Funds	\$475,940
Expendable Trust and Agency Funds	8,936,804
Total cash and investments	\$9,412,744

The accompanying notes are an integral part of the financial statements.

CITY OF COLORADO SPRINGS
COLORADO
Exhibit A-5
(Continued)
(Page 2 of 2)

1999 Component Units	Reporting Entity Totals (Memorandum only)	
	1999	1998 (as restated)
	1,006,072	3,020,836
162,338	13,384,893	18,486,397
(2,412,472)	(193,154,464)	(219,707,019)
2,109,000	208,077,870	200,982,124
	0	10,000,000
(141,134)	29,314,371	12,782,338
(63,671)	(14,538,010)	14,050,876
625,548	26,803,332	12,776,462
561,877	12,265,322	26,827,338
561,877	12,265,322	26,803,332
1,213,417	145,467,493	170,086,038
1,775,294	157,732,815	196,889,370
30,096	914,782	862,887
	1,833,396	4,542,555
70,404	14,552,826	7,071,458
	2,179,006	(60,212)

The accompanying notes are an integral part of the financial statements.

GOVERNMENTAL FUND TYPE
 COMPONENT UNITS
 COMBINING BALANCE SHEET
 December 31, 1999

CITY OF COLORADO SPRINGS
 COLORADO
 Exhibit A-6

With comparative totals for December 31, 1998

	Colorado Springs Urban Renewal Authority	Downtown Colorado Springs Business Improvement District	Totals	
			1999	1998
ASSETS AND OTHER DEBITS				
Cash and investments	\$342,085	83,539	425,624	455,576
Accounts receivable-net	10,928		10,928	11,675
Taxes receivable		134,077	134,077	125,302
Fixed assets-net of accumulated depreciation	1,435,443	17,750	1,453,193	1,435,443
Amount available for retirement of long-term debt	352,131		352,131	377,941
Amount to be provided for the payment of general long-term debt	897,869		897,869	872,059
Total assets and other debits	3,038,456	235,366	3,273,822	3,277,996
LIABILITIES, FUND BALANCES AND OTHER CREDITS				
Liabilities				
Accounts payable	622		622	2,704
Escrow deposits	260		260	158
Deferred revenue-property taxes		132,381	132,381	125,302
Other long-term debt	1,250,000		1,250,000	1,250,000
Total liabilities	1,250,882	132,381	1,383,263	1,378,164
Equity and other credits				
Investment in general fixed assets	1,435,443	17,750	1,453,193	1,435,443
Fund Balances				
Reserved for				
Debt service	352,131		352,131	377,941
Emergency reserve		4,518	4,518	0
Unreserved				
Designated-subsequent year expenditures		80,717	80,717	86,448
Total equity and other credits	1,787,574	102,985	1,890,559	1,899,832
Total liabilities, equity and other credits	\$3,038,456	235,366	3,273,822	3,277,996

The accompanying notes are an integral part of the financial statements.

GOVERNMENTAL FUND TYPE
 COMPONENT UNITS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 For the year ended December 31, 1999
 With comparative totals for the year ended December 31, 1998

CITY OF COLORADO SPRINGS
 COLORADO
 Exhibit A-7

	Colorado Springs Urban Renewal Authority	Downtown Colorado Springs Business Improvement District	Totals	
			1999	1998
Revenues				
Taxes	\$0	142,035	142,035	109,564
Intergovernmental	1,600		1,600	3,395
Miscellaneous	16,572	5,754	22,326	26,108
Total revenues	18,172	147,789	165,961	139,067
Expenditures				
Current				
Public works		110,670	110,670	59,139
Urban redevelopment and housing	34,054		34,054	9,812
Miscellaneous	9,928	38,332	48,260	63,870
Total expenditures	43,982	149,002	192,984	132,821
Revenues over (under) expenditures	(25,810)	(1,213)	(27,023)	6,246
Other financing sources				
Proceeds from the sale of property			0	349,117
Total other financing sources	0	0	0	349,117
Revenues and other financing sources over (under) expenditures	(25,810)	(1,213)	(27,023)	355,363
Fund balances - January 1	377,941	86,448	464,389	109,026
Fund balances - December 31	\$352,131	85,235	437,366	464,389

The accompanying notes are an integral part of the financial statements.

PROPRIETARY FUND TYPE
COMPONENT UNITS
COMBINING BALANCE SHEET
December 31, 1999

CITY OF COLORADO SPRINGS
COLORADO
Exhibit A-8

With comparative totals for December 31, 1998

ASSETS	Fountain Valley Authority	Aurora- Colorado Springs Joint Water Authority	The Twin Lakes Reservoir and Canal Company	The Lake Meredith Reservoir Company	The Colorado Canal Company	The Lake Henry Reservoir Company	Totals	
							1999	1998
Current assets								
Cash and investments	\$557,938	34,419	832,877	155,866	151,931	42,263	1,775,294	1,552,973
Accounts, interest receivable - net	295,280	8,970	359		30,214		334,823	42,034
Prepaid expenses	2,531,931	3,544	7,400	3,800	11,971	1,027	2,559,673	2,528,380
Total current assets	3,385,149	46,933	840,636	159,666	194,116	43,290	4,669,790	4,123,387
Restricted assets								
Investments								
Reserve funds	879,894	941,828					1,821,722	1,827,680
Interest and principal retirement funds	97,572						97,572	114,570
Total restricted assets	977,466	941,828	0	0	0	0	1,919,294	1,942,250
Property, plant and equipment								
Utility plant	78,408,612	9,499,247	13,431,299	1,100,436	1,753,366	850,955	105,043,915	104,847,701
Less accumulated depreciation	(19,910,377)	(1,233,973)	(3,904,286)	(434,780)	(767,288)	(276,939)	(26,527,643)	(24,745,061)
Net property, plant and equipment in service	58,498,235	8,265,274	9,527,013	665,656	986,078	574,016	78,516,272	80,102,640
Construction in progress							0	4,068
Net property, plant and equipment	58,498,235	8,265,274	9,527,013	665,656	986,078	574,016	78,516,272	80,106,708
Other assets								
Unamortized bond issuance costs	211,965	39,140					251,105	281,201
Other			274,279		25,334	32,409	332,022	332,022
Total other assets	211,965	39,140	274,279	0	25,334	32,409	583,127	613,223
Total assets	63,072,815	9,293,175	10,641,928	825,322	1,205,528	649,715	85,688,483	86,785,568
LIABILITIES AND EQUITY								
Current liabilities								
Accounts payable	169,232	12,689	162,811	21,885	50,840	13,861	431,318	364,031
Deferred revenue	1,297,596					1,083	1,298,679	1,280,029
Accrued interest	55,181	18,369					73,550	79,552
Current portion of long-term debt	1,666,246	885,000	264,404				2,815,650	2,701,131
Total current liabilities	3,188,255	916,058	427,215	21,885	50,840	14,944	4,619,197	4,424,743
Long-term debt (less current portion)								
Revenue bonds payable	11,038,145	2,865,000					13,903,145	15,102,403
Notes payable			2,187,426				2,187,426	2,448,453
Capital lease obligations	80,983,052						80,983,052	79,828,206
Total long-term debt	92,021,197	2,865,000	2,187,426	0	0	0	97,073,623	97,379,062
Total liabilities	95,209,452	3,781,058	2,614,641	21,885	50,840	14,944	101,692,820	101,803,805
Equity								
Contributions in aid of construction		614,940					614,940	614,940
Retained earnings:								
Reserved for debt service	977,466	941,828					1,919,294	1,942,250
Unreserved (deficit)	(33,114,103)	3,955,349	8,027,287	803,437	1,154,688	634,771	(18,538,571)	(17,575,427)
Total retained earnings (deficit)	(32,136,637)	4,897,177	8,027,287	803,437	1,154,688	634,771	(16,619,277)	(15,633,177)
Total equity	(32,136,637)	5,512,117	8,027,287	803,437	1,154,688	634,771	(16,004,337)	(15,018,237)
Total liabilities and equity	\$63,072,815	9,293,175	10,641,928	825,322	1,205,528	649,715	85,688,483	86,785,568

The accompanying notes are an integral part of the financial statements.

PROPRIETARY FUND TYPE
 COMPONENT UNITS
 COMBINING STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN RETAINED EARNINGS
 For the year ended December 31, 1999
 With comparative totals for December 31, 1998

CITY OF COLORADO SPRINGS
 COLORADO
 Exhibit A-9

	Fountain Valley Authority	Aurora- Colorado Springs Joint Water Authority	The Twin Lakes Reservoir and Canal Company	The Lake Meredith Reservoir Company	The Colorado Canal Company	The Lake Henry Reservoir Company	Totals	
							1999	1998
Operating revenues								
Charges for services	\$4,114,193	1,054,200	991,656	101,357	292,611	72,434	6,626,451	6,242,998
Total operating revenues	4,114,193	1,054,200	991,656	101,357	292,611	72,434	6,626,451	6,242,998
Operating expenses								
Other operating expenses	1,685,668	9,302	342,734	40,472	234,134	36,066	2,348,376	2,209,729
Depreciation	1,401,728	94,954	197,172	10,089	70,501	8,136	1,782,580	1,787,907
Total operating expenses	3,087,396	104,256	539,906	50,561	304,635	44,202	4,130,956	3,997,636
Operating income (loss)	1,026,797	949,944	451,750	50,796	(12,024)	28,232	2,495,495	2,245,362
Non-operating revenues (expenses)								
Interest on investments	84,331	38,386	20,063	3,911	6,136	858	153,685	184,608
Interest on long-term bonds	(721,083)	(251,803)					(972,886)	(1,040,729)
Other interest expense	(2,435,853)		(214,050)				(2,649,903)	(2,633,627)
Amortization of debt expense	(14,440)	(15,656)					(30,096)	(30,096)
Other revenue	5,038		3,179	570	3,868	4,950	17,605	26,287
Total non-operating revenues (expenses)	(3,082,007)	(229,073)	(190,808)	4,481	10,004	5,808	(3,481,595)	(3,493,557)
Net income (loss)	(2,055,210)	720,871	260,942	55,277	(2,020)	34,040	(986,100)	(1,248,195)
Retained earnings (accumulated deficit) - January 1	(30,081,427)	4,176,306	7,766,345	748,160	1,156,708	600,731	(15,633,177)	(14,384,982)
Retained earnings (accumulated deficit) - December 31	(\$32,136,637)	4,897,177	8,027,287	803,437	1,154,688	634,771	(16,619,277)	(15,633,177)

The accompanying notes are an integral part of the financial statements.

PROPRIETARY FUND TYPE
 COMPONENT UNITS
 COMBINING STATEMENT OF CASH FLOWS

CITY OF COLORADO SPRINGS
 COLORADO
 Exhibit A-10

For the year ended December 31, 1999

With comparative totals for the year ended December 31, 1998

	Fountain	Aurora-	The Twin	The Lake	The Colorado	The Lake	Totals	
	Valley	Colorado	Lakes	Meredith	Canal	Henry	1999	1998
	Authority	Spring	Reservoir	Reservoir	Company	Reservoir		
		Joint	and Canal	Company		Company		
		Water	Company					
		Authority						
Cash flows from operating activities:								
Operating income (loss)	\$1,026,797	949,944	451,750	50,796	(12,024)	28,232	2,495,495	2,245,362
Adjustments to reconcile operating income (loss) to net cash provided by operations								
Depreciation expense	1,401,728	94,954	197,172	10,089	70,501	8,136	1,782,580	1,774,796
Amortization expense and other			(17,011)	(2,043)	(3,741)		(22,795)	
Other revenue (expense)	5,038		3,179	570	3,868	4,950	17,605	19,822
(Increase) decrease in assets								
Accounts, interest receivable	(295,280)		4,104	4,508	2,232		(284,436)	(32,637)
Deferred debits, prepaid expenses	2,709	(3,544)	4,018	(3,465)	4,228		3,946	3,844
Increase (decrease) in liabilities								
Accounts payable	(44,667)	230	40,702	19,360	(1,516)	(4,000)	10,109	95,756
Other liabilities	18,650						18,650	18,650
Net cash provided by operating activities	2,114,975	1,041,584	683,914	79,815	63,548	37,318	4,021,154	4,125,593
Cash flows from non-capital financing activities:								
Repayment of notes payable			(240,158)				(240,158)	(220,865)
Interest on notes payable			(214,050)				(214,050)	(232,523)
Net cash used by non-capital financing activities			(454,208)				(454,208)	(453,388)
Cash flows from capital and related financing activities:								
Capital expenditures	(8,751)		(34,487)	(16,233)	(72,748)	(5,755)	(137,974)	(147,517)
Proceeds from sale of assets							0	13,757
Use of bond, escrow funds		49,235					49,235	(24,006)
Repayment of long-term debt	(325,000)	(835,000)					(1,160,000)	(1,095,000)
Interest on long-term debt	(687,448)	(255,700)					(943,148)	(1,010,523)
Other interest payments	(1,297,596)						(1,297,596)	(1,278,946)
Net cash used by capital and related financing activities	(2,318,795)	(1,041,465)	(34,487)	(16,233)	(72,748)	(5,755)	(3,489,483)	(3,542,235)
Cash flows from investing activities:								
Interest received on investments	84,331	47,039	20,063	3,911	6,136	858	162,338	178,098
Purchases of investments	(52,503)	(933,952)	(982,276)	(246,739)	(197,002)		(2,412,472)	(1,919,426)
Proceeds from sales and maturities of investments		915,000	750,000	194,000	250,000		2,109,000	1,536,023
Net cash provided (used) by investing activities	31,828	28,087	(212,213)	(48,828)	59,134	858	(141,134)	(205,305)
Net increase (decrease) in cash	(171,992)	28,206	(16,994)	14,754	49,934	32,421	(63,671)	(75,335)
Cash - January 1	348,227	6,213	103,107	86,330	71,829	9,842	625,548	700,883
Cash - December 31	176,235	34,419	86,113	101,084	121,763	42,263	561,877	625,548
Cash	176,235	34,419	86,113	101,084	121,763	42,263	561,877	625,548
Investments	381,703		746,764	54,782	30,168		1,213,417	927,425
Total cash and investments	\$557,938	34,419	832,877	155,866	151,931	42,263	1,775,294	1,552,973
Noncash investing, capital and financing activities:								
Amortization, charge-off of debt discount and expense	\$14,440	15,656					30,096	30,096
Noncash acquisition of plant in service (incurrence of payable)			63,530			6,874	70,404	16,233

The accompanying notes are an integral part of the financial statements.

NOTES TO FINANCIAL STATEMENTS

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Colorado Springs have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to units of local government and promulgated by the Governmental Accounting Standards Board (GASB). The following is a summary of the more significant policies.

A. Reporting Entity

The City of Colorado Springs is a home-rule City, organized under provisions of the Colorado constitution, and having a council/manager form of government. The City provides services, as authorized by its charter, to advance the welfare and safety of the City and its residents.

The City's major activities or functions include police and fire protection, public works construction and maintenance, parks, recreation and cultural affairs, courts, planning and zoning, building and code enforcement, mass transit, health and welfare and economic development. Additionally, the City owns and operates major enterprise activities that include electric generation and distribution, natural gas distribution, waterworks, sewage collection and treatment, municipal airport, golf courses, cemeteries, downtown parking facilities, the Pikes Peak Highway and the Memorial Hospital.

As required by generally accepted accounting principles, these statements also present financial data for component units of the City, those entities for which the City is considered to be financially accountable. Blended component units are those entities, which while legally separate, are, in substance, part of the City's operation and the financial data for which are combined with that of the City. Discretely presented component units are legally separate entities for which the financial data are presented separately from the financial data of the City. The City has blended the General Improvement District's component units. All other component units are discretely presented.

Governmental Fund Type Component Units

General Improvement Districts - Peregrine, Cottonwood and Spring Creek.

General Improvement Districts (GIDs) are created under provisions of Colorado state statute. Each district has the power to acquire, construct or install public improvements within its own boundaries and to finance such improvements by levying a general property tax upon the benefiting property. GIDs are blended in

the City of Colorado Springs' financial statements. The GIDs are legally separate entities from the City of Colorado Springs. The City of Colorado Springs does, however, appoint a voting majority of the GIDs' boards and is able to impose its will on the GIDs. The City's board and the GIDs boards are substantively the same. Services provided by the GIDs are entirely for the benefit of the citizens of each respective district. In accordance with state statute, City Council serves as the ex officio Board of Directors of each GID. The fiscal year-end for each of these districts is December 31.

Colorado Springs Urban Renewal Authority

The Colorado Springs Urban Renewal Authority (CSURA) was formed under the provisions of Colorado state statute. The CSURA has the power to issue tax increment financing in order to acquire property. CSURA is discretely presented in the City of Colorado Springs' financial statements. CSURA is a legally separate entity from the City of Colorado Springs. The City of Colorado Springs does, however, appoint a voting majority of CSURA's board and is able to impose its will on CSURA. The City's board and CSURA's board are not substantively the same. Services provided by CSURA are entirely for the benefit of the citizens. The fiscal year-end for CSURA is December 31.

Downtown Colorado Springs Business Improvement District

The Downtown Colorado Springs Business Improvement District (BID) was created under provisions of Colorado state statute. The BID has the power to acquire, construct or install public improvements within its own boundaries and to finance such improvements by levying a general property tax upon the benefiting property. The BID is discretely presented in the City of Colorado Springs' financial statements. The BID is a legally separate entity from the City of Colorado Springs. The City of Colorado Springs does, however, appoint a voting majority of the BID's board and is able to impose its will on the BID. The City's board and the BID's board are not substantively the same. Services provided by BID are entirely for the benefit of the business community. The fiscal year-end for the BID is December 31.

Other auditors have examined the financial statements of each of these entities and their complete individual financial statements may be obtained at the following address:

City of Colorado Springs Finance Office
City Administration Bldg., Suite 202
30 South Nevada Avenue
Colorado Springs, CO 80903

Proprietary Fund Type Component Units

The following Proprietary fund type component units are reported as discretely presented component units. They are legally separate from the City of Colorado Springs. The City Council appoints a voting majority of the Boards of Directors. The City Council can impose its will on the component units by removing its Directors at the Council's discretion. The City Council and the Boards of Directors of the component units are not substantially the same, and the component units do not provide services entirely to the City of Colorado Springs. Thus the component units are discretely presented.

Fountain Valley Authority

The Fountain Valley Authority (FVA) is a political subdivision of the state of Colorado formed in 1979 for the purpose of constructing and operating a water treatment plant for its five customers, each of which owns and operates a water system. The FVA, in which the City Utilities fund has a 71.41 percent share, has entered into a water treatment and delivery contract with its five customers in which each customer agrees to pay FVA its proportionate share of all costs, including bonded indebtedness, whether or not such customer requests or receives any treated water. In addition, the U.S. Department of Interior constructed a conduit from the Pueblo Reservoir to the site of the water treatment plant. These construction costs will be reimbursed to the Department of Interior (through the Southeastern Colorado Water Conservancy District), with interest, over a 40 year period by conveyance service rates assessed to each customer based upon scheduled acre feet of water to be conveyed.

Aurora-Colorado Springs Joint Water Authority

The Aurora-Colorado Springs Joint Water Authority (the Authority) is a political subdivision of the state of Colorado formed in 1983 for the purpose of developing water resources, systems or facilities for the benefit of the City of Aurora and the City of Colorado Springs. As of December 31, 1999, the cities had approved one project, the acquisition and construction of a pipeline to transport raw water. The Authority, in which the City Utilities fund has a 66.67 percent participating share, agrees to furnish water transmission services and to charge each city a

transmission charge sufficient to cover annual project costs, including bonded indebtedness.

Canal and Reservoir Companies

The City Utilities fund owns from 51.9 percent to 77.2 percent of the Colorado Canal, Twin Lakes, Lake Meredith and Lake Henry canal and reservoir companies. These companies have been formed for the purpose of acquiring and storing water. Due to the amount of ownership, the Utilities have significant influence over the operations of these companies.

Other auditors have examined the financial statements of each of these entities and their complete individual financial statements may be obtained at the following address:

City of Colorado Springs
Department of Utilities
Director of Finance & Management Services
City Administration Bldg., Suite 501
30 South Nevada Avenue
Colorado Springs, CO 80903

Joint Ventures

The City has joined with other governmental entities in a joint venture to provide for building and construction code inspection and enforcement. The joint venture involving the Pikes Peak Regional Building Department (PPRBD), in which the City participates, is not considered as a component unit and is, therefore, not included in the City's reporting entity. The PPRBD was formed in accordance with intergovernmental agreements among various affected local governments to administer and enforce building and construction codes on behalf of its member entities. Member entities are the City of Colorado Springs, El Paso County and cities of Manitou Springs, Green Mountain Falls, Fountain, Monument and Palmer Lake. A three-member commission appointed by the City, the County and a member selected by the remaining municipalities, governs the PPRBD. It is intended that the PPRBD administer its fees so as to fully recover all expenses. The City has not invested money in the PPRBD and the commission is required to set its fees so as to fully recover operating expenses. Since the City has only a residual equity interest, the equity method is not considered appropriate for this joint venture.

The City and El Paso County have entered into a joint venture to provide ambulance services. The joint venture of the El Paso County Emergency Services Agency (ESA) in which the City participates is not considered a component unit and is, therefore, not included in the City's reporting entity. The ESA was formed in accordance with an intergovernmental agreement and is governed by a five-member board appointed by the City and County. It is intended that the ESA administer its fees so as to fully recover all expenses and the City does not invest in the ESA. Since the City has only a residual equity interest, the equity method is not considered appropriate for this joint venture.

The financial statements of the PPRBD and the ESA may be obtained at the following address:

City of Colorado Springs Finance Office
City Administration Bldg., Suite 202
30 South Nevada Avenue
Colorado Springs, CO 80903

B. Measurement Focus, Basis of Accounting and Basis of Presentation

The accounts of the City are organized on the basis of funds or account groups, each of which is considered a separate accounting entity. Funds and account groups are independent fiscal and accounting entities with self-balancing accounts recording assets, liabilities, equities, revenues, and expenditures; carrying on specific activities or attaining certain objectives in accordance with state and local laws, regulations, restrictions, or other limitations. The various funds and account groups are summarized by fund type in the financial statements as follows:

Governmental funds

Governmental funds are used to account for the traditional activities of the City. Governmental funds use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Measurable" means that the amount can be determined and "available" means collectible within the current period or soon enough thereafter to finance operations of the current period. The City considers revenues "available" if they are collected within 30 days of year-end. Revenues susceptible to accrual include taxpayer-assessed taxes, federal and state grants and state-shared revenues such as Highway Users and Cigarette taxes.

Property taxes receivable at year-end are recorded as a receivable and deferred revenue since they are not available to finance expenditures of the current period. Special assessment revenues are recognized when received and assessments receivable at year-end are offset by a like amount of deferred revenue, since the available criterion has not been met. Governmental fund expenditures are accrued when the liability is incurred except for principal and interest payments on long-term debt, which are recognized when due.

The City reports deferred revenue on its general purpose financial statements. 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 the City receives resources before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the City has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and revenue is recognized.

Operating statements prepared on this basis report increases (revenues) and decreases (expenditures) in net current assets. Only current assets and current liabilities are reported on the balance sheet, and the resulting fund balance is available for appropriation. Governmental funds include the following fund types:

The General fund is the general operating fund of the City. The accounting for all revenues and expenditures not accounted for in other funds is accomplished within this fund. Most essential government services and functions are provided from resources of the General fund.

Special Revenue funds are used to account for the proceeds of specific revenue sources, which require separate accounting due to legal or regulatory provisions or administrative actions.

Capital Projects funds are used to account for financial resources expended for the acquisition or construction of major capital facilities except for those financed from proprietary funds.

Proprietary funds

Proprietary funds are accounted for on the 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 the liability is incurred. Operating statements prepared on this basis report increases

(revenues) and decreases (expenses) to total fund equity. All assets and liabilities of these funds, whether current or long-term, are reported on the balance sheet and the resulting fund equity indicates total net worth of the fund. The City applies applicable Financial Accounting Standards Board (FASB) pronouncements in accounting and reporting for its proprietary operations including those issued after November 30, 1989, except for those that conflict with or contradict GASB pronouncements. Proprietary funds include the following fund types:

Enterprise funds are used to account for activities, which are operated in a manner similar to private business enterprises where the intent is that costs associated with providing goods and services are financed primarily by user charges.

Internal Service funds are used to account for goods and services furnished by a designated City department to other City departments on a cost reimbursement basis.

Fiduciary funds

Fiduciary funds are used to account for assets held by the City on behalf of outside parties, including other governments and other funds of the City, or as an agent on behalf of others. Trust funds account for assets held by the City under the terms of a formal trust agreement. When the City is obligated by the trust agreement to maintain the trust principal, and expend only the earnings, a non-expendable trust fund is established. When both the trust principal and its earnings may be spent, an expendable trust fund is established.

Non-expendable trust funds are accounted for in essentially the same manner as proprietary funds using the same measurement focus and basis of accounting. Expendable trust funds are accounted for in essentially the same manner as governmental funds also using the same measurement focus and basis of accounting.

Agency funds generally are used to account for assets that the City holds on behalf of others as their agent. Since agency funds are custodial in nature, they do not present results of operations or have a measurement focus. Agency funds are accounted for using the modified accrual basis of accounting.

Account groups

The General Fixed Assets Account Group is established to account for all fixed assets of the City other than those accounted for in proprietary or non-expendable trust funds. The General Long-Term Debt Account Group is established to account for all long-term obligations of the City except those accounted for in proprietary or non-expendable trust funds.

C. Assets, Liabilities and Equity**1. Deposits and Investments**

Financial Accounting Standards Board Statement No. 119 defines a derivative financial instrument as a futures, forward, swap or option contract or other instrument with similar characteristics. Using this definition the City does not own any derivative financial instruments.

Investments are stated at fair value, excluding component units.

2. Receivables and Payables

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

During the course of operations, numerous 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.

Trade and property tax receivables shown on the financial statements are net of an estimated allowance for uncollectibles.

The El Paso County Assessor certifies property valuations to the City on September 25 of each year. By December 1, the City sets and certifies its mill levy rate with El Paso County, which then bills and collects the property taxes

due. These property taxes attach as an enforceable lien on January 1. The taxes are payable in two installments on February 28 and June 15, or in one installment due April 30. The City reports its year-end, levied but uncollected property tax as a receivable and a deferred revenue. Revenue is recorded in the ensuing year when the property tax is due for collection.

3. Inventories and Prepaid Items

Hospital inventories are stated at the lower of cost (first-in, first-out method) or market. All other inventories are stated at average cost.

Payments made to vendors for services that will benefit periods beyond December 31, 1999 are recorded as prepaid items.

4. Restricted Investments

In accordance with applicable bond covenants, ordinances and conditions attached by donors, certain investments are displayed as restricted on the financial statements of certain funds. Restricted investments are carried at fair value.

5. Fixed Assets

Except for infrastructure assets, the City capitalizes acquired property that is of a tangible nature, has an estimated useful life of three years or more, and has a value of at least \$5,000.

General Fixed Assets are those acquired by governmental fund types and expendable trust funds. These assets are recognized as expenditures of those funds and capitalized at cost in the General Fixed Assets Account Group (GFAAG). Donated assets are capitalized at estimated fair value on the date of receipt. The City does not capitalize infrastructure assets such as streets, sidewalks, curbs, gutters, and storm drainage systems. Assets retired or otherwise disposed of in the GFAAG are removed from the balance sheet and any related proceeds are shown as an other financing source. Depreciation is not recorded in the accounts for these assets. It is the City's policy to capitalize interest costs of the enterprise funds which are incurred during construction.

Property, Plant, and Equipment assets owned by the proprietary fund types and non-expendable trust funds are stated at cost. Depreciation is recorded using the straight-line method over estimated useful lives as follows:

Buildings	25-40 years
Utility Plant	10-100 years
Improvements other than buildings	25 years
Machinery and equipment	5-10 years

Depreciation of these assets is charged as an expense against operations and accumulated depreciation is shown on the balance sheet of the respective fund.

6. Compensated Absences

City employees earn sick leave in varying amounts depending upon years of service. Upon retirement, police and fire employees may be paid for a maximum of 90 days and all other employees for a maximum of 30 days, of accumulated unused sick leave. The City has estimated the total future liability for this unused sick leave to be \$13,509,311 as of December 31, 1999. Of this amount, for governmental funds, the estimated long-term amount has been recorded as a liability in the General Long-Term Debt Account Group in the amount of \$8,046,662. The estimated current portion for governmental fund types has been recorded as a liability on the balance sheet of the respective funds. Also, for proprietary funds, the total estimated amount of accumulated, unused sick leave has been accrued on the balance sheet of the respective funds. The portion of estimated accumulated, unused sick leave recorded as a liability on the balance sheet of each respective fund type at December 31, 1999 is as follows:

General fund	\$482,800
Special Revenue funds	16,104
Enterprise funds	4,314,215
Internal Service funds	649,530

City employees also earn vacation. The total amount of accumulated, unpaid vacation at year-end is accrued and shown on the balance sheet of the respective fund. These amounts at December 31, 1999, by fund type, are as follows:

General fund	\$5,663,602
Special Revenue funds	109,175
Enterprise funds	10,177,685
Internal Service funds	454,696

7. Long-term Obligations

Long-term debt is recognized as a liability of a governmental fund when due. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The remaining portion of such obligations is reported in the General Long-Term Debt Account Group. Long-term liabilities expected to be financed from proprietary fund operations are accounted for in those funds.

8. Unamortized Bond Issue Costs

For proprietary fund types, bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Issuance costs are reported as deferred charges.

9. Fund Equity

The City reserves the fund balances of its various funds, as necessary, to indicate that portion of the fund balance that is not available for expenditure or which is legally segregated for a specific future use. Designation of portions of the fund balance of certain funds are used to indicate tentative plans for use in a future period. Contributed capital is recorded in proprietary funds that have received capital grants or contributions from other funds or customers. The category of "Bond requirement reserves" for the Airport enterprise fund consists of the following:

Operations and Maintenance	\$2,999,354
Reserve and Replacement	750,000
Prepaid Revenue (Coverage)	1,534,476
Total	\$5,283,830

10. Municipal Solid Waste Landfill Closure and Postclosure Care Costs

The City is subject to the Colorado Department of Public Health and Environment regulations which require the City to incur closure and postclosure care costs for landfills. In 1999, the Utilities fund recognized a liability of \$673,840 for closure and postclosure care costs based upon landfill capacity used to date. The estimated total current cost of closure and postclosure care to be recognized for the Utilities fund landfills is \$2,128,154. The average landfill capacity used to date is 30%. The

estimated remaining landfill lives vary from 18 to 88 years. In 1999, the General Long-term Debt Account Group recognized a liability of \$510,482 for closure and postclosure care costs of the governmental fund landfills. There are no financial assurance requirements or restricted assets for the payment of closure and postclosure care costs. Estimates of closure and postclosure costs are stated in current dollars and shall be adjusted annually for inflation and changes in laws and regulations.

11. Memorandum Only Columns

Total columns on the general purpose financial statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. These totals do not present financial position, results of operations, or cash flows in accordance with GAAP. Neither is this data comparable to a consolidation. Inter-fund eliminations have not been made in the aggregation of these totals.

12. Comparative Data

Comparative total data for the prior year have been presented in the financial statements in order to provide further understanding of changes in the City's financial position and operations. However, such data have not been presented in all statements because their inclusion would make certain statements unduly complex and difficult to understand. Certain comparative data have been reclassified from previous reports in order to present such amounts in a manner consistent with the current year's financial statements.

13. Statements of Cash Flows

For purposes of the statements of cash flows, cash includes amounts on hand and in demand deposits, excluding any investments whether or not restricted.

14. Allowance for Equity/Borrowed Funds Used During Construction

Estimated interest earnings on funds used during construction, whether from internal equity or from the proceeds of borrowing, are captioned as Allowance for Equity or Borrowed funds and this amount is capitalized with the fixed assets so constructed. This is in accordance with accepted Utility accounting practices.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**A. Budgetary Information**

In conformance with City Charter and code, the City prepares annual budgets and maintains budgetary controls for all funds in order to ensure compliance with the annual appropriation ordinance as approved by City Council. The legal level of budgetary control for the General fund is the department within the fund. For all Special Revenue funds, except project-length funds, and for all Expendable Trust funds, the legal level of budgetary control is the fund.

Appropriations for the General fund and all funds which are not budgeted on a project-length basis lapse at year-end except for contractually encumbered and reserved appropriations. Project-length budgets are those where appropriations are initially made to individual projects and do not lapse until such time as the project is complete. Project-length budgets are adopted for all Capital projects funds as well as for Intergovernmental Grant, Capital Improvement and Special Assessment type Special Revenue funds. Accordingly, Schedule A-3, "Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General Fund and all Budgeted Special Revenue Funds" does not display the activity of these project-length funds.

Budgets are also prepared for Proprietary and Non-Expendable Trust funds for management control purposes only. All budgets are prepared on the modified accrual basis and are reported as such on the statements.

Transfer of appropriation within the budget of a department may be authorized by approval of the affected department head. Such transfers are filed with the Finance Director but require no City Council action. Transfers from one department to another, from one fund to another, or, from project to project (in the case of Capital Improvement Special Revenue funds and Capital Projects funds), require City Council action. Any net increase of appropriation requires City Council action.

B. Budgetary Procedure

In accordance with City Charter, the City Manager is required to submit a balanced budget to City Council on or before the third Monday of November of each year. The budget is reviewed and modified as appropriate and an appropriation ordinance prepared to adopt the budget. City budgeting and accounting systems provide for program planning of expenditures by function and activity within the funds. Budgetary comparisons presented in the financial

statements, however, are prepared in accordance with the Colorado uniform classification of accounts. Budgeted figures shown in the financial statements are final amounts, which may have been revised during the course of the year through action of the City Manager or Council, as appropriate. During 1999 debt issuance increased the original budget substantially. All other amendments to the original budget were not material in relation to the initial appropriation.

C. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for expenditure of funds are recorded in order to reserve that portion of the appropriation, is employed in the governmental fund types and expendable trust funds. Outstanding encumbrances at year-end are reserved and a like amount is re-appropriated in the succeeding year's budget.

D. Individual Fund Deficits

Two of the primary government funds had accumulated deficits in 1999. They were the Valley Hi Golf fund and the Employee Benefits Self-Insurance fund with accumulated deficits of \$216,892, and \$121,518, respectively, as of December 31, 1999.

E. Expenditures in Excess of Appropriation

During 1999, expenditures exceeded appropriations for the Subdivision Drainage fund, the Arterial Roadway fund, the Garfield School Maintenance fund, the Workers Compensation fund and the Employee Benefits Self-Insurance fund by \$201,211, \$2,553, \$931, \$815,471 and \$4,817,241, respectively.

F. Proprietary Funds Combined Schedule of Operating Expenses to Budget - Non-GAAP Basis

For proprietary funds, the City adopts an annual budget prepared on the modified accrual basis of accounting. The following schedule presents a budget to actual comparison including operating expenses and excluding capital outlay, depreciation, debt service payments and component unit activities for the year ended December 31, 1999 (in 000's):

<u>Operating Expenses</u>	<u>Budget as Amended</u>	<u>Actual Operating Expenses</u>
Enterprise Funds:		
Utilities	\$332,520	\$332,520
Memorial Hospital	215,504	215,504
Airport	19,284	10,925
Patty Jewett Golf	1,646	1,340
Valley Hi Golf	1,033	803
Pikes Peak Highway	2,671	2,471
Human Services Complex	195	101
Parking System	1,701	1,125
Cemetery	2,060	1,045

Internal Service Funds:

Support Services	\$22,905	\$21,463
Claims Reserve	1,002	601
Workers Compensation	4,847	5,663
Employee Benefits	18,043	22,861

III. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS

A. Unrestricted and Restricted Cash and Investments

The City's restricted and unrestricted cash and investments, exclusive of component units, consists of the following on December 31, 1999:

	<u>Current Assets</u>	<u>Restricted Assets</u>
Demand accounts (incl. petty cash)	\$12,820,058	82,279
Certificates of deposit	0	30,000
Money market accounts	140,438	1,098,812
Repurchase agreements	60,704,583	106,624,970
U.S. Treasury securities	105,703,000	153,491,859
U.S. Agency securities	48,749,556	0
Commercial paper	1,997,720	0
Corporate securities	6,079,240	7,486,255
Total	\$236,194,595	268,814,175

1. Deposits

The carrying amount of the City's deposits at December 31, 1999 was \$12,887,470 and the bank balances were \$17,853,018. Of the bank balances, \$411,707 was covered by federal deposit insurance and \$17,441,311 was uninsured but collateralized in accordance with provisions of the Colorado Public Deposit Protection Act (PDPA). The act requires eligible public depositories to collateralize all uninsured public deposits. The collateral is pooled and held in trust for all uninsured deposits as a group. Deposits are categorized to give an indication of credit risk. Credit risk category 1 includes deposits insured or collateralized with securities held by the City or its agent in the City's name. Category 2 includes deposits collateralized with securities held by the pledging financial institution's trust department or agent in the City's name. Accordingly, deposits collateralized under the provisions of PDPA have been classified as credit risk Category 2, and balances insured by federal deposit insurance as Category 1.

2. Investments

In accordance with Colorado state statutes, the City is authorized to invest in obligations of the United States and certain of its agencies; certain international agency securities; general obligation or revenue bonds of any state or local government of the U.S.; bankers acceptances of certain banks; certain commercial paper; local government investment pools; written repurchase agreements properly collateralized by certain authorized securities; certain money market funds; guaranteed investment contracts. Investments are reported at fair value.

The City's investments, exclusive of its component units, are categorized below to give an indication of the level of credit risk assumed by the City at year-end. Category 1 includes 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 includes 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 includes 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. All City investments are Category 1.

	<u>Category 1</u>
Repurchase agreements	\$167,329,553
U.S. Treasury securities	259,194,859
U.S. Agency securities	48,749,556
Commercial paper	1,997,720
Corporate securities	13,565,495
Total	\$490,837,183

At year-end the City had entered into several repurchase agreements in order to temporarily invest excess cash. Underlying collateral for these agreements is composed of direct obligations of the U.S. Government or its agencies and fair value of this collateral exceeds 100% of carrying value.

3. Component Unit Deposits and Investments

Cash and investments of the component units of the City of Colorado Springs are reported at fair value and consist of the following at December 31, 1999:

	<u>Demand Accounts</u>	<u>Money Market</u>	<u>Bonds & Notes</u>
Governmental fund types:			
Urban Renewal Authority	\$10,254	331,831	0
Downtown Colorado Springs BID	2,928	80,611	0
Sub-total	13,182	412,442	0
Proprietary fund types:			
Fountain Valley Authority	557,938	962,504	14,962
Aurora-Colorado Springs Joint Water Authority	34,419	18,988	922,840
Various canal companies	351,223	0	831,714
Sub-total	943,580	981,492	1,769,516
Total	\$956,762	1,393,934	1,769,516

The carrying amount of the deposits of the component units of the City at December 31, 1999, was \$2,350,696 and the bank balances were \$2,355,557. Of the bank balances, \$892,305 was covered by federal deposit insurance and \$1,463,252 was collateralized in accordance with provisions of the Colorado Public Deposit Protection Act.

In accordance with Colorado state statutes, the component units of the City are authorized to invest in obligations of the United States and certain of its agencies; certain international agency securities; general obligation or revenue bonds of any state or local government of the U.S.; bankers acceptances of certain banks, certain commercial paper; local government investment pools; written repurchase agreements properly collateralized by certain authorized securities; certain money market funds; guaranteed investment contracts. Investments are carried at fair value.

The investments of the component units are categorized below to give an indication of the level of credit risk assumed at year-end. All investments of the component units of the City are categorized as credit risk 1.

	<u>Fair Value</u>
U.S. Treasury Securities	\$1,769,516

B. Accounts Receivable

Included in accounts receivable at December 31, 1999 are hospital patient receivables and unbilled utilities customer accounts in the amounts of \$48 million and \$20.3 million, respectively. Total accounts receivable have been reduced by allowances for doubtful accounts in the amount of \$15.4 million.

C. Interfund Assets/Liabilities

Individual fund interfund receivable and payable balances as of December 31, 1999 were:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund:	\$8,720,138	853,502
Special Revenue Funds:		
Community Development Block Grant	41,935	418,279
Home Investment Partnership Fund	49,802	39,150
Grants Fund	27,522	796,829
Sales and Use Tax Capital Imp. Fund	458,368	17,948
Ballfield Capital Improvements Fund	8,534	0
Bicycle Tax Fund	7,651	0
Trails and Open Space Fund	243,499	0
Conservation Trust Fund	82,406	0
Old Colorado City Maintenance Fund	2,136	34
Norwood Special Imp. Maint. Dist. Fund	5,560	0
Briargate Special Imp. Maint. Dist. Fund	8,325	0
Stetson Hills Imp. Maint. Dist. Fund	1,171	0
Woodstone Imp. Maint. Dist. Fund	920	0
Gateway Imp. Maint. Dist. Fund	119	0
Platte Avenue Imp. Maint. Dist. Fund	471	0
Public Space and Development Fund	27,591	50,000
Subdivision Drainage Fund	39,144	0
Arterial Roadway Fund	7,793	0
Park Developer Easement Fund	293	0
Special Assessment Districts	0	68,686
Lodgers & Auto Rental Tax Fund	659	0
Tree City USA Fund	457	0
Street Tree Fund	7,176	0
Garfield School Maint. Fund	397	0
Business Development Revolving Loan Fund	42,057	0
Sub-total	1,063,986	1,390,926
Capital Projects Funds:		
SCIP Fund	242,304	4
City Funded CIP	195,677	4,632,391
Adult Sports Complex	0	141,579
Sub-total	437,981	4,773,974
Enterprise Funds:		
Airport	522,100	52,723
Patty Jewett Golf	24,901	0
Valley Hi Golf	10,988	75,780

Pikes Peak Highway	16,848	566
Human Services Complex	8,205	0
Parking System	62,453	134
Cemetery	19,289	0
Sub-total	664,784	129,203
Internal Service Funds:		
Support Services	381,580	911,136
Claims Reserve	42,922	0
Workers Compensation	124,346	1,013,169
Employee Benefits	121,939	0
Sub-total	670,787	1,924,305
Trust and Agency Funds:		
Gift Trust Fund	43,806	0
Therapeutic Recreation Trust Fund	241	0
Cultural Affairs Special Fund	8	0
Senior Programs Trust Fund	5,436	0
Krupinski Memorial Trust Fund	40	0
CD Smith Fund	3,000	0
Perkins Trust Fund	47	0
Sabine Trust Fund	22	0
Woods Trust Fund	53	0
TOPS Maintenance	3,046	0
Miscellaneous Depository	110	2,541,575
Sub-total	55,809	2,541,575
Total	\$11,613,485	11,613,485

The City's policy is to liquidate interfund receivables and payables as soon as practical, generally within one year.

D. Inventories

Proprietary fund inventories, exclusive of component units, are stated at average cost, except Hospital inventories, which are carried at the lower of cost or market. Proprietary fund inventories consist of the following at December 31, 1999 (in 000's):

Materials and Supplies	\$16,534
Fuel	21,761
Total	\$38,295

E. Changes in Fixed Assets

The following schedule reflects the changes in fixed assets for the reporting period (in 000's):

	<u>Balance</u> <u>1-1-99</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>12-31-99</u>
General Fixed Assets:				
Land	\$23,206	6,084	0	29,290
Building	55,256	175	0	55,431
Improvements other than buildings	4,877	166	0	5,043
Machinery & Equipment	60,363	14,215	1,143	73,435
Construction in progress	12,704	2,615	0	15,319
Total	\$156,406	23,255	1,143	178,518

	<u>Balance</u> <u>1-1-99</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>12-31-99</u>
Enterprise Funds:				
Land	\$20,479	995	0	21,474
Buildings	98,246	195	0	98,441
Improvements other than buildings	75,517	42,185	0	117,702
Machinery & Equipment	12,673	1,702	334	14,041
Utilities Plant	2,042,609	208,086	26,789	2,223,906
Hospital Plant	222,937	12,636	2,456	233,117
Construction in progress	177,581	(83,147)	7,643	86,791
Total	\$2,650,042	182,652	37,222	2,795,472
Accumulated Depreciation	838,264	81,970	71,425	848,809
Net Assets	\$1,811,778	100,682	(34,203)	1,946,663

	Balance			Balance
	<u>1-1-99</u>	<u>Additions</u>	<u>Deletions</u>	<u>12-31-99</u>
Internal Service Funds:				
Land	\$26	0	0	26
Buildings	218	15	0	233
Improvements other than buildings	403	0	0	403
Machinery & Equipment	7,530	542	27	8,045
Construction in progress	0	173	0	173
Total	\$8,177	730	27	8,880
Accumulated Depreciation	4,060	723	6	4,777
Net Assets	\$4,117	7	21	4,103

	Balance			Balance
	<u>1-1-99</u>	<u>Additions</u>	<u>Deletions</u>	<u>12-31-99</u>
Component Unit Fixed Assets:				
Land	\$1,435	0	0	1,435
Machinery & Equipment	0	18	0	18
Utilities Plant	104,848	196	0	105,044
Construction in Progress	4	0	4	0
Total	\$106,287	214	4	106,497
Accumulated Depreciation	24,745	1,783	0	26,528
Net Assets	\$81,542	(1,569)	4	79,969

F. Leases

Capital Leases

The City has entered into various capital lease commitments in order to acquire machinery and equipment. Machinery and equipment so acquired was capitalized in the General Fixed Assets Account Group for those assets acquired for governmental fund use or, in the case of a proprietary fund, on the balance sheet of that respective proprietary fund. All related lease payments are subject

to annual appropriation and made from the acquiring fund. Should the City not appropriate monies for these payments, the machinery or equipment would revert to the lessor.

Future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 1999, exclusive of component units, are as follows (in 000's):

<u>Year</u>	<u>General Long-Term Debt</u>	<u>Enterprise Funds</u>	<u>Internal Service Funds</u>
2000	\$2,026	1,873	252
2001	948	1,096	252
2002	514	1,096	252
2003	514	1,192	169
2004	513	1,062	124
Thereafter	238		54
Total minimum lease payments	\$4,753	6,319	1,103
Amount representing interest	564	1,221	162
Present value of minimum payments	\$4,189	5,098	941

These capital leases represent agreements for certain equipment and machinery, which have been included as assets of the General Fixed Asset Account Group and the proprietary funds as follows (in 000's):

	<u>General Fixed Assets</u>	<u>Enterprise Funds</u>	<u>Internal Service Funds</u>
Cost	\$4,994	7,494	1,297
Accumulated Depreciation	0	2,408	313
Net Capitalized Lease Property	\$4,994	5,086	984

G. Long-Term Debt

The City has outstanding long-term debt in the form of several instruments. General Obligation bonds are direct obligations and pledge the full faith and credit of the City for the repayment of principal and interest. Limited Tax Obligation bonds are issued for the purpose of financing certain infrastructure improvements. Repayment is provided by ad valorem taxes levied on the properties within the improvement district. Sales Tax Revenue bonds are issued to finance the construction of various capital improvements. Sales Tax revenues are used to repay principal and interest of the bonds. Certificate of participation debt is issued for particular projects and is paid from lease payments made by the City for use of the acquired property. Special assessment bonds and notes are used to finance projects which benefit particular properties and are repaid solely from charges levied upon the benefiting properties. While principal and interest payments are intended to be paid solely from revenues derived from assessments levied upon the benefiting property, the City may choose to commit resources should the need arise. Proprietary fund principal and interest payments on revenue bonds and notes payable are pledged solely from revenues of the proprietary fund operation.

There were no known violations of the terms or provisions of the various contracts and agreements relating to long-term debt during this reporting period.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 1999

1. Summary of Long-Term Debt*

The following table summarizes significant facts about the long-term debt outstanding at December 31, 1999:

Fund and Debt Types	Debt Series	Date Issued	Original	Outstanding	Future Aggregate	Interest Rates	Maturity Dates
			Issue Amount	Principal Amount at December 31, 1999	Interest Requirements at December 31, 1999	of Debt Outstanding	of Serial Debt
			\$	\$	\$	%	
General Long-Term Debt*							
General Obligation Bonds							
	Series 1993	November, 1993	23,830,000	20,975,000	7,939,911	2.800 - 5.250	1994 - 2009
	B Interest Coupons	November, 1993	3,761,871	5,044,710	n/a	n/a	2000-2002
	Cottonwood GID Series 1998	November, 1998	9,525,000	9,160,000	3,689,145	3.100 - 4.550	1999 - 2015
	Spring Creek GID Series 1995	April, 1995	5,090,000	3,560,000	3,408,425	3.000 - 9.000	1996 - 2014
Limited Tax Obligation Bond							
	Peregrine GID Series 1992	September, 1992	1,010,000	338,000	112,892	8.350	2001 - 2003
Sales Tax Revenue Bonds							
	Series 1999	June, 1999	87,975,000	85,800,000	37,610,366	4.000-5.000	1999 - 2015
Certificates of Participation							
	Hillside Recreation Center Series 1997	May, 1997	1,615,000	1,370,000	453,920	4.000 - 5.300	1997 -2009
	Adult Sports Complex Series 1999	September, 1999	4,205,000	4,205,000	2,797,838	4.200-5.500	2001 - 2015
Special Assessments							
	Bonds						
	Series 1988	November, 1988	900,000	30,000	2,250	7.500	1988 - 1999
	Series 1990	February, 1991	140,000	30,000	4,650	7.750	1991 - 2001
	Series 1991	May, 1992	300,000	65,000	13,000	8.000	1992 - 2002
	Woodmen Valley	November, 1995	1,730,254	1,110,473	567,256	7.000	1995 - 2010
	Notes						
	Garden of the Gods	August, 1996	127,285	56,472	12,870	8.750	1996-2005
	Camel ID	August, 1999	191,214	191,214	88,525	8.370	1999-2010
	Prospect ID	August, 1999	3,580	3,580	1,658	8.370	1999-2010
	Uintah Street ID	September, 1999	14,416	13,010	6,164	8.550	1999-2010
Proprietary Funds							
Revenue Bonds							
Utilities							
	Series 1991A	April, 1991	236,950,000	204,030,000	130,654,621	6.100 - 6.875	1996 - 2015
	Series 1991B	April, 1991	42,835,000	5,295,000	2,160,633	6.100 - 6.875	1996 - 2009
	Series 1991C	April, 1991	65,090,000	36,155,000	53,037,450	6.750	2019 - 2021
	Series 1992A	July, 1992	76,080,000	75,015,000	84,275,564	5.100 - 6.125	1993 - 2020
	Series 1994A	January, 1994	118,470,000	116,950,000	113,950,019	4.500 - 5.125	1996 - 2023
	Series 1996A	September, 1996	66,675,000	62,890,000	83,558,028	5.500 - 5.750	1997 - 2025
	Series 1996B	September, 1996	3,500,000	2,675,000	827,308	6.600 - 7.350	1997 - 2006
	Series 1997A	September, 1997	121,455,000	121,015,000	149,242,317	5.000 - 5.375	1998 - 2026
	Series 1998A	October, 1998	94,965,000	94,965,000	66,496,601	4.625 - 5.000	2002 - 2027
	Series 1999A	September, 1999	65,500,000	65,500,000	98,246,513	4.125-5.750	2002 - 2008
Memorial Hospital							
	Project Series 1995	May, 1995	61,025,000	60,995,000	70,688,668	4.100 - 6.000	1995 - 2024
	Refunding Series 1995	May, 1995	29,265,000	22,425,000	7,998,950	4.100 - 6.000	1995 - 2010
Airport							
	Series 1992A	September, 1992	47,390,000	43,910,000	48,406,563	6.150 - 6.750	1999 - 2021
	Series 1992C	September, 1992	6,582,687	12,039,376	4,685,624	6.800 - 7.200	2002 - 2011
	Series 1996A	December, 1996	12,450,000	11,860,000	8,267,262	4.000 - 5.250	1999 - 2021
	Series 1996B	December, 1996	3,485,000	3,325,000	2,427,106	4.150 - 5.500	1999 - 2021
Parking System							
	Series 1999	March, 1999	9,300,000	8,985,000	4,466,443	3.000 - 4.750	1999 - 2018
Notes Payable							
Utilities							
	Wastewater Facility	May, 1998	22,204,270	21,708,115	8,629,254	3.135	1999 - 2019
Component Units							
Revenue Bonds							
Fountain Valley Authority							
	Series 1991	April, 1991	14,880,000	290,000	18,270	6.300 - 8.300	1991 - 2019
	Series 1996	April, 1996	12,225,000	11,810,000	8,159,582	5.200 - 5.625	1997 - 2019
Aurora - Colorado Springs Joint Water Authority							
	Series 1992	June, 1992	9,415,000	3,750,000	464,250	3.000 - 5.950	1992 - 2002
Notes Payable							
The Twin Lakes Reservoir and Canal Company							
	1996	1996	2,451,830	2,451,830	793,507	8.25	1998 - 2007

*Exclusive of capital leases, municipal solid waste landfill and compensated absences (see note III.G.2)

2. Changes in General Long-Term Debt

The City has issued and has outstanding in its General Long-Term Debt Account Group long-term debt in various instruments. The following is a summary of transactions of the General Long-Term Debt Account Group, exclusive of discretely presented component units, for the year ended December 31, 1999 (in 000's):

	Principal Balance <u>1-1-99</u>	Debt Issued	Debt Retired	Principal Balance <u>12-31-99</u>
General Obligation Bonds	\$41,222	203	2,685	38,740
Limited Tax Obligation Bonds	1,010	0	672	338
Sales Tax Revenue Bonds	0	87,975	2,175	85,800
Certificates of Participation	1,460	4,205	90	5,575
Special Assessment Bonds and Notes	1,302	209	146	1,365
Capital Leases	5,727	193	1,731	4,189
Municipal Solid Waste Landfill	497	13	0	510
Compensated Absences	7,611	435	0	8,046
Total	\$58,829	93,233	7,499	144,563

Changes in Long-Term Debt of Proprietary Funds

The following is a summary of long-term debt transactions of the Proprietary funds for the year ended December 31, 1999 exclusive of discretely presented component units (in 000's):

	Principal Balance <u>1-1-99</u>	Debt Issued	Debt Retired	Principal Balance <u>12-31-99</u>
Revenue Bonds	\$882,229	75,544	14,011	943,762
Notes Payable	22,204	0	496	21,708
Capital Leases	2,683	4,241	885	6,039
Total	\$907,116	79,785	15,392	971,509

3. Annual Debt Service Requirements of Long-Term Debt

The following is a summary of annual debt service requirements of principal and interest on long-term debt of the General Long-Term Debt Account Group as of December 31, 1999, exclusive of component units (in 000's):

	<u>General Obligation Bonds</u>	<u>Limited Tax Obligation Bonds</u>	<u>Sales Tax Revenue Bonds</u>	<u>Certificates of Participation</u>	<u>Special Assessments Bonds and Notes Payable</u>
2000	\$4,501	28	7,848	379	215
2001	4,614	28	7,847	520	213
2002	4,651	28	7,849	514	212
2003	4,573	367	7,848	518	190
2004	4,578		7,849	516	172
Thereafter	30,860		84,169	6,381	968

Annual Debt Service Requirements of Long-Term Debt of the Proprietary Funds

The following is a summary of annual debt service requirements of principal and interest on long-term debt of the Proprietary Funds as of December 31, 1999, exclusive of component units (in 000's):

	<u>Revenue Bonds</u>
2000	\$67,697
2001	67,682
2001	67,390
2003	67,349
2004	67,348
Thereafter	1,492,318

4. CHANGES IN DEBT ISSUES

General Obligation Bonds

General obligation bonds are collateralized by the full faith and credit of the City. The City intends to retire its general obligation debt, plus interest, from future general revenues of the City.

The following table summarizes the transactions for general obligation bonds during 1999 (in 000's):

	Principal Balance <u>1-1-99</u>	Debt Issued	Debt Retired	Principal Balance <u>12-31-99</u>
1979 Various Purpose Bonds	\$585	0	585	0
1989 Various Purpose Bonds	1,090	0	1,090	0
1993 Refunding Bonds	26,332	203	515	26,020
Cottonwood Series 1998 Refunding	9,525	0	365	9,160
Spring Creek Plan Bonds Series 1995	3,690	0	130	3,560
Total	\$41,222	203	2,685	38,740

Debt issued for the 1993 Series B Interest Coupon Bonds represents annual accretion of the discount.

Limited Tax Obligation Bonds

In September 1992, the City issued \$1,010,000 of Limited Tax Obligation Bonds for the purpose of financing certain infrastructure improvements within the Peregrine Improvement District. The 1992 bonds bear interest at 8.35%. The bonds mature in specified series beginning 2001 through 2003. Debt service payments on these bonds are to be paid from ad valorem taxes levied on all taxable property in the district. The bonds are a general obligation of the district, but are not an obligation of the City. There is no obligation for the city to levy taxes with respect to the bonds.

	Principal Balance <u>1-1-99</u>	Debt Issued	Debt Retired	Principal Balance <u>12-31-99</u>
1992 Peregrine	\$1,010	0	672	338

Sales Tax Revenue Bonds

In June 1999, the City issued \$87,975,000 of Sales Tax Revenue Bonds to finance the construction of various capital improvements. The net proceeds of \$87,199,557 (including accrued interest of \$268,030, after payment of \$43,473 in underwriting fees, original issue discount, and issuance expenses and \$1,000,000 good faith deposit), less accrued interest of \$268,030 were used to fund various capital projects. The unspent balance of \$82,392,873 is included in cash and investments in the combined balance sheet as of December 31, 1999. The 1999 revenue bonds bear interest from 4% to 5%. The revenue bonds mature in specified series beginning in 1999 through 2015. Revenue used to repay principal and interest of the bonds is derived from Sales Tax revenues.

	Principal Balance <u>1-1-99</u>	Debt Issued	Debt Retired	Principal Balance <u>12-31-99</u>
1999 Sales Tax Revenue Bonds	\$0	87,975	2,175	85,800

Certificates of Participation

In May 1997, the City issued \$1,615,000 of Certificates of Participation in order to advance refund its Series 1989 Certificates of Participation then outstanding in the amount of \$1,520,000. The 1997 certificates bear interest from 4% to 5.3% and mature serially in 2009. Revenues used to repay principal and interest of the certificates are derived from lease payments made for use of the Hillside Recreation Facility. Net proceeds of the 1997 issue were deposited in an irrevocable trust that will provide for all future debt service payments on the refunded 1989 certificates. Accordingly, neither the trust assets nor the liability for the refunded certificates are shown on the City's financial statements.

The City reduced its aggregate debt service payments by approximately \$204,195 over the next 13 years and obtained an economic gain (difference between the present values of the old and new debt service payments) of approximately \$137,467.

In September 1999, the City issued \$4,205,000 of Certificates of Participation to finance the construction of the adult sports complex. The net proceeds of \$4,171,919 (including accrued interest of \$8,969 and after payment of \$42,050 in underwriting fees, original issue discount, and issuance expenses), less accrued interest of \$8,969 were used to fund the sports complex. The unspent balance of \$3,304,848 is included in cash and investments in the combined balance sheet as of December 31, 1999. The 1999 certificates bear interest from 4.2% to 5.5%. The certificates mature in specified series beginning 2001 through 2015. Revenue used to repay principal and interest of the certificates is derived from annually appropriated base rentals.

	Principal Balance <u>1-1-99</u>	Debt Issued	Debt Retired	Principal Balance <u>12-31-99</u>
1997 Hillside Certificates	\$1,460	0	90	1,370
1999 Adult Sports Complex Certificate	0	4,205	0	4,205
Total	\$1,460	4,205	90	5,575

Special Assessment Bonds and Notes (with Governmental Commitment)

Special assessment bonds and notes are issued to finance public improvements, which benefit specific taxpayers. While principal and interest repayments are intended to be paid solely from revenues derived from assessments levied upon the benefiting taxpayer, the City may choose to commit general governmental resources should the need arise. The following table summarizes the transactions for special assessment bonds and notes during 1999 (in 000's):

	Principal Balance <u>1-1-99</u>	Debt Issued	Debt Retired	Principal Balance <u>12-31-99</u>
Bonds				
1988 District	\$30	0	30	0
1990 District	30	0	30	0
1991 District	65	0	5	60
Woodmen Valley	1,111	0	70	1,041
Total	\$1,236	0	135	1,101
Notes payable				
Garden of the Gods	66	0	10	56
Carmel ID	0	191	0	191
Prospect ID	0	4	0	4
Uintah Street ID	0	14	1	13
Total	\$66	209	11	264
Total bonds & notes payable	\$1,302	209	146	1,365

Revenue Bonds - Utilities Fund

The Utilities fund has issued and has outstanding revenue bonds to finance various capital project needs. The principal and interest payments of these bonds are made solely from revenues of the Utilities operations.

In September 1999, the City of Colorado Springs issued \$65,500,000 in Utilities System Subordinate Lien Improvement Revenue Bonds, Series 1999A to finance a variety of system improvements. The net proceeds of \$65,270,885 (including accrued interest of \$143,447 and after payment of \$372,562 in underwriting fees, original issue discount, and issuance expenses), less accrued interest of \$143,447 were used to reimburse the Utilities \$12,506,438 for previously expended amounts and to fund \$52,621,000 of the 1999 Construction Fund, of which \$41,531,390 is unspent and included in cash and investments in the combined balance sheet as of December 31, 1999.

The following table summarizes the transactions of revenue bonds for the Utilities fund during 1999 (in 000's):

	Principal Balance <u>1-1-99</u>	Debt Issued	Debt Retired	Principal Balance <u>12-31-99</u>
Series 1991A	\$211,375	0	7,345	204,030
Series 1991B	5,665	0	370	5,295
Series 1991C	36,155	0	0	36,155
Series 1992A	75,180	0	165	75,015
Series 1994A	117,355	0	405	116,950
Series 1996A	64,205	0	1,315	62,890
Series 1996B	2,965	0	290	2,675
Series 1997A	121,395	0	380	121,015
Series 1998A	94,965	0	0	94,965
Series 1999A	0	65,500	0	65,500
Deferred loss on				
Series 1995A	(2,655)	0	(102)	(2,553)
Total	\$726,605	65,500	10,168	781,937

Revenue Bonds - Hospital Fund

In May 1995, the Hospital fund issued \$90,290,000 in Hospital Revenue Bonds. The proceeds are being used to defease, in-substance, the Hospital Revenue Bonds, Series 1987 and Series 1990, and to provide additional funds for the expansion and renovation of the Hospital's facilities. In connection with the defeasance of the Series 1987 and Series 1990 bonds, a deferred loss of approximately \$2,556,000 was recorded and is being amortized to interest expense over the remaining life of the defeased bonds in accordance with GASB 23. Amortization for the year ended December 31, 1999 was \$182,000. The Series 1995 bonds have interest rates ranging from 4.1% to 6.0% and mature in various annual installments through 2010 and one installment each in 2015 and 2024. The bonds with a maturity date of 2015 have annual sinking fund requirements beginning in 2011 and the bonds with a maturity date of 2024 have annual sinking fund requirements beginning in 2016. Principal and interest payments of these bonds are made solely from revenues of the Hospital fund.

The following is a summary of the outstanding revenue bond issues of the Hospital fund during 1999 (in 000's):

	Principal Balance <u>1-1-99</u>	Debt Issued	Debt Retired	Principal Balance <u>12-31-99</u>
Series 1995	\$84,960	0	1,540	83,420
Series 1995 Deferred loss	(1,896)	0	(182)	(1,714)
Total	\$83,064	0	1,358	81,706

Revenue Bonds - Airport Fund

In 1992 the City issued Series 1992A, 1992B and 1992C airport revenue bonds. The bonds are special obligations of the City and do not constitute a debt of the City nor a pledge of the full faith, credit or taxing power of the City. The bonds are special obligations of the City where all required debt service payments related to these bonds will be paid by Airport fund net pledged revenues as defined in the Bond Ordinance. The Series A bonds are term bonds maturing serially from 1993 through 2021. The Series C bonds are capital appreciation bonds, which mature at their accreted value per the offering from 2002 through 2011. The \$744,000 shown in debt issued represents interest accretion of the Series C bonds for 1999.

In 1996, the City issued \$15,935,000 in airport revenue bonds. The proceeds are being used to expand the parking facilities, the existing airport terminal, and the apron areas of the airfield at the Colorado Springs Municipal Airport. The Series 1996 bonds have interest rates ranging from 4.0% to 5.5% and mature in various annual installments from 1999 through 2022. The Series 1996 bonds are special and limited obligations of the City and do not constitute a debt or indebtedness of the City. All required debt service payments related to these bonds will be paid by Airport fund net pledged revenues as defined in the Bond Ordinance.

The following table summarizes the revenue bond transactions of the Airport fund during 1999 (in 000's):

	Principal Balance <u>1-1-99</u>	Debt Issued	Debt Retired	Principal Balance <u>12-31-99</u>
Series 1992A	\$45,700	0	1,790	43,910
Series 1992C	11,295	744	0	12,039
Series 1996A	12,160	0	300	11,860
Series 1996B	3,405	0	80	3,325
Total	\$72,560	744	2,170	71,134

Revenue Bonds – Parking System Fund

In March 1999, the City issued \$9,300,000 of Parking Revenue Bonds to finance the cost of acquiring parcels of land, developing a two-level parking structure on such parcels and constructing certain parking and pedestrian-related improvements in the downtown area. The net proceeds of \$9,115,649 (including accrued interest of \$8,649 and after payment of \$193,000 in underwriting fees, original issue discount, and issuance), plus \$33,501 paid by the Parking System were used to pay the surety premium and the bond issuance premium in the amount of \$147,851 and to fund \$9,001,299 of the 1999 Project Fund, of which \$7,953,386 is unspent and included in restricted investments in the combined balance sheet as of December 31, 1999. The 1999 revenue bonds bear interest from 3% to 4.75%. The revenue bonds mature in specified series beginning in 1999 through 2018. The 1999 bonds are special obligations of the City payable solely from net revenues of the Parking System.

	Principal Balance <u>1-1-99</u>	Debt Issued	Debt Retired	Principal Balance <u>12-31-99</u>
1999 Parking System Revenue Bonds	\$0	9,300	315	8,985

Changes in Long-Term Debt of Component Units

Governmental Fund Types

The following is a summary of long-term debt transactions of governmental fund type component units of the City for the year ended December 31, 1999 (in 000's):

	Principal Balance <u>1-1-99</u>	Debt Issued	Debt Retired	Principal Balance <u>12-31-99</u>
Notes Payable:				
Urban Renewal Authority	\$1,250	0	0	1,250

Proprietary Fund Types

In April 1996, Fountain Valley Authority issued \$12,225,000 of Series 1996 refunding revenue bonds with an average interest rate of 5.51% to advance refund its Series 1991 refunding revenue bonds with interest rates ranging from 6.40% to 6.875% and a par value of \$12,785,000. \$1,055,000 of the Series 1991 bonds were not refunded. The net proceeds of the bonds were used to purchase U.S. Government securities and these securities were placed in an irrevocable trust with an escrow agent to provide debt service payments on the refunded bonds. The refunding met the requirements of an in-substance debt defeasance and \$12,785,000 of the Series 1991 refunding revenue bonds was removed from the Authority's balance sheet. As a result of the advance refunding, the Authority reduced its total debt service requirements by \$5,370,614, which resulted in an economic gain of \$792,485. The deferred amount of refunding of \$819,081 is amortized as a component of interest expense over the shorter of the remaining life of the refunded Series 1991 debt or the life of the Series 1996 debt. The Series 1996 bonds mature in specified annual amounts beginning in 1997, with final payment due in 2019. The unamortized deferred amount on refunding as of December 31, 1999 was \$711,855 and its amortization for the year then ended was \$35,742.

The following is a summary of long-term debt transactions of proprietary fund type component units of the City for the year ended December 31, 1999 (in 000's):

	Principal Balance <u>1-1-99</u>	Debt Issued	Debt Retired	Principal Balance <u>12-31-99</u>
Revenue Bonds				
Fountain Valley Authority	\$12,425	0	325	12,100
Deferred Loss	(748)	0	(36)	(712)
Aurora-Colorado Springs Joint Water Authority	4,585	0	835	3,750
Total	\$16,262	0	1,124	15,138

Annual Debt Service Requirements of Long-Term Debt of Component Units

The following is a summary of annual debt service requirements of principal and interest on long-term debt of the component units of the City as of December 31, 1999 (in 000's):

Proprietary Fund Types

	Fountain Valley Authority	Aurora- Colorado Springs Joint Water Authority	The Twin Lakes Reservoir and Canal Companies	Total
Revenue Bonds				
2000	\$1,012	1,093	264	2,369
2001	1,016	1,091	287	2,394
2002	1,011	2,030	312	3,353
2003	1,016		338	1,354
2004	1,015		367	1,382
Thereafter	15,208		883	16,091

Notes and Loans Payable

During 1998, the Utilities obtained a loan in the amount of \$22,204,270 from the Colorado Water Resources and Power Development Authority (Authority) to

finance a portion of the cost of a wastewater treatment facility. The Authority issued bonds to finance the loan. Under the bond agreement, several reserve funds were set up in trust to comply with the bond requirements. As of December 31, 1999, the reserve funds relating to the Utilities project have balances totaling \$21,708,115. These amounts are not recorded on the Utilities financial statements. The loan currently requires interest at 3.135% payable semi-annually and principal payments due annually with the last payment due in 2019. The terms of the loan may be amended or modified under certain conditions. The Utilities has recorded unspent loan proceeds in the amount of \$6,005,740 as cash and investments as of December 31, 1999.

Lease (Component Units)

Fountain Valley Authority leases various utilities plant under a capital lease agreement expiring December 31, 2025. As of December 31, 1999, future minimum payments under the capital lease consisted of the following:

Year ending	
<u>December 31,</u>	
2000	\$1,316,246
2001	2,135,021
2002	3,058,244
2003	3,981,466
2004	4,904,689
Thereafter	107,297,779
Future minimum	
lease payments	\$122,693,445
Amount representing	
interest	40,394,147
Present value of net	
minimum lease	
payments	\$82,299,298

Property recorded under the capital lease is as follows:

	<u>December 31, 1999</u>
Utilities plant	\$65,104,491
Accumulated amortization	(12,514,808)

Net capitalized leased property **\$52,589,683**

Amortization of the plant cost has been included in depreciation expense and amounted to \$838,444 for 1999.

H. Industrial Development Revenue Bonds

The City has lent its name to various industrial development revenue bond issues over the course of several years. Proceeds of these bond issues were used to finance various private activities relating to business expansion, construction and development. The City is not liable for the repayment of principal or interest on these bonds and related financial activity is not shown in the financial statements. The original issue amount of these bonds, in the aggregate, was \$168 million. During 1999, industrial development revenue bonds of \$30.5 million were issued.

I. Changes in Contributed Capital Accounts

Changes in the contributed capital accounts of the enterprise funds during 1999 are as follows (in 000's):

	Balance 1-1-99	Contributions in aid of Construction	Federal Grants	Balance 12-31-99
Utilities	\$477,765	32,363	0	510,128
Airport	91,651	0	2,049	93,700

J. Operating Transfers

The following table summarizes operating transfers occurring between the funds of the City during 1999.

	Operating Transfers In	Operating Transfers Out
General fund	\$2,444,502	18,797,839
Special Revenue funds:		
Trails/Open Space	0	2,256,107
Lodgers & Auto Rental Tax	0	907,668
Capital Projects funds:		
1989 Various Purpose Bonds	0	31,950
SCIP Fund	13,860,152	0
City Funded CIP	7,150,000	0
Sub-total governmental funds	23,454,654	21,993,564
Enterprise funds:		
Utilities	0	1,534,884
Airport	152,473	0
Patty Jewett Golf	0	28,704
Pikes Peak Highway	30,000	39,393
Human Services Complex	0	990
Parking System	0	29,694
Cemetery	0	9,898
Sub-total proprietary funds	182,473	1,643,563
Total	\$23,637,127	23,637,127

IV. OTHER INFORMATION

A. Risk Management

The City has established a risk management division to coordinate and administer workers compensation, property and general liability insurance programs for all its activities and operations. For workers compensation coverage, except for the Hospital, the City has purchased commercial insurance to cover losses in excess of \$500,000 per occurrence. The City pays losses less

than this amount through its Workers Compensation Self-Insurance fund. The Hospital purchases workers compensation coverage from the State Workers Compensation Insurance fund.

For major property coverage the City has purchased commercial insurance policies with varying deductibles. All deductibles related to these policies are paid from the budget of the individual department so affected.

General liability coverage for the operations of the Utilities departments is purchased from commercial carriers for losses in excess of \$500,000. General liability coverage for the Hospital and the Airport is purchased from commercial carriers with varying deductibles. All other general liability coverage is self-insured. It is the practice of the City to expense and record as a liability those claims where a liability has been incurred and the amount of ultimate settlement can be reasonably estimated. Incurred but not reported claims have been accrued for the Employee Benefits Self-Insurance fund based upon an actuarial estimate at December 31, 1999. Incurred but not reported claims have not been accrued for the Workers Compensation Self-Insurance fund, however, that amount is not believed to be material to these statements. An actuarial valuation was performed for the Claims Reserve Self-Insurance fund during 1997. That valuation concluded that claims were asserted and recorded in a timely manner, making it unnecessary to accrue for incurred but not reported claims. During 1999 there were no significant reductions in insurance coverage from coverage in 1998. Settlements have not exceeded insurance coverage for the past three fiscal years.

The following is a summary of changes in outstanding reserves for the Claims Reserve and Workers Compensation Self-Insurance funds for 1998 and 1999 (in 000's):

	Claims O/S <u>1-1-98</u>	Claims Incurred	Claims Paid	Claims O/S <u>12-31-98</u>
Claims Reserve Fund	\$930	663	648	945
Workers Compensation Fund	4,793	4,067	4,383	4,477

	Claims O/S <u>1-1-99</u>	Claims Incurred	Claims Paid	Claims O/S <u>12-31-99</u>
Claims Reserve Fund	\$945	604	607	942
Workers Compensation Fund	4,477	4,099	2,998	5,578

B. Segment Information For Enterprise Funds

The City maintains several enterprise funds, which provide utility, hospital, airport, golf, tourist highway, parking, cemetery, and senior citizen services. Segment information for the City enterprise funds for the year ended December 31, 1999, exclusive of component units, is as follows (in 000's):

	<u>Utilities</u>	<u>Hospital</u>	<u>Airport</u>	<u>Other Funds</u>	<u>Total</u>
Operating revenues	\$403,721	238,542	18,322	9,048	669,633
Depreciation	58,129	14,704	6,859	939	80,631
Operating income	13,072	8,334	538	1,224	23,168
Operating transfers in (out)	(1,535)	0	152	(78)	(1,461)
Net income (loss)	(25,027)	8,777	(2,379)	1,548	(17,081)
Contributions	32,363	0	2,049	0	34,412
Fixed asset additions	142,733	33,511	3,557	2,851	182,652
Fixed asset deletions	26,789	9,417	863	153	37,222
Net working capital	121,071	39,691	21,842	7,557	190,161
Total Assets	1,866,565	319,109	217,582	37,709	2,440,965
Bonds and other long-term debt	795,923	80,096	68,829	8,985	953,833

Retained earnings	478,964	206,842	45,241	15,840	746,887
Total Equity	\$989,092	206,842	138,941	27,427	1,362,302

C. Payments In Lieu Of Taxes

The Utilities fund annually pays to the General fund, in lieu of taxes, an amount equal to 8 percent of the gross, inside City revenues of the electric and gas divisions after elimination of intra-departmental sales and gas “tracking riders.” This amount is included as revenue and expense in the income statements of the General and Utilities funds, respectively. In 1999, the amount paid was \$19.798 million.

D. Post-Retirement Health Care and Life Insurance Benefits

In accordance with the City Personnel Policy, the City offers a health care plan to retirees with a City contribution determined by City Council. Employees retiring prior to 1979 receive this health care plan without cost to the employee. Those retiring on or after 1979 receive a limited City contribution not to exceed \$91.40 per month. During 1999, these benefits were provided to 645 retired employees at a cost of \$813,023.

Post-retirement health care benefits are funded through current revenue sources appropriated and accounted for in the City's annual budget.

E. Commitments and Contingent Liabilities

1. Construction and Purchase Commitments

At December 31, 1999 the Utilities fund had construction contracts and commitments of approximately \$15.5 million and the Hospital had commitments for the purchase and construction of facilities and equipment in the amount of \$43 million.

2. Coal Purchase Commitments

During 1987, the City Council approved the Utilities' renegotiated reduced long-term contract commitments with Colowyo Coal Company for the purchase of coal. In 1994 the City of Colorado Springs entered into an additional ten-year coal supply agreement, commencing January 1, 1995, with another supplier to

purchase a minimum of 600,000 tons of coal annually at a base price of \$13.50 per ton. Utilities also purchased spot coal at reduced prices. The following schedule sets forth the minimum annual payments for coal at current prices (excluding freight charges) which the Utilities is required to make under the terms of the 1987 and 1994 contracts, whether or not it is able to take delivery:

Year ended December 31,	
2000	\$32,000,000
2001	32,000,000
2002	32,000,000
2003	32,000,000
2004	32,000,000
Total	\$160,000,000

3. Metex Metropolitan District

Pursuant to a 1991 intergovernmental agreement amended in 1997 between the City, El Paso County and the Metex Metropolitan district, the City and County have agreed to financially assist Metex as follows:

1. Effective with property taxes collected in 1992, the County agreed to increase, up to .5 mills, its Road and Bridge fund mill levy and appropriate this revenue to be used by Metex in making its semi-annual debt service payments to bondholders.
2. The City, effective at the same date, has also agreed to appropriate its share of this mill levy revenue to be used by Metex in making its debt service payments.
3. The revenues generated by this additional mill levy will continue to be used by Metex, subject to annual appropriation, until such time as the bonds are retired, the assessed valuation in the district has grown to such a level as to make the Metex mill levy sufficient to meet annual debt service costs, or, either the City or the County decide to terminate the agreement.
4. Repayment of the Metex assistance to the City and County will be made from net revenue available after debt service payments and reasonable operating expenses of Metex. Once the Metex bonds are returned, all Metex revenues will be utilized to repay the debt to the City and County through the year 2016 (Termination Date). To the extent that the City and County are partially

repaid by the Termination Date, it is understood that the amounts remaining unpaid represent a contribution to be made by the City and County.

The amount of financial assistance provided by the City to Metex is contained in the General fund budget and is appropriated annually. The future amount of such assistance, if any, is subject to future growth levels of assessed valuation in the City, the County and Metex. Accordingly, the extent of future financial assistance cannot be reasonably predicted. During 1999, the City paid \$232,525 to Metex under the terms of this agreement. A similar amount has been budgeted for 2000.

4. Refunded Bonds

On November 24, 1998, the Cottonwood General Improvement District issued \$9,525,000 general obligation refunding bonds. The 1998 bonds carry an interest rate ranging from 3.1% to 4.55%. Annual maturities range from \$365,000 to \$770,000 with the final payment due 2015. Cottonwood reduced its aggregate debt service payments by approximately \$2,703,597 and obtained an economic gain (difference between the present values of the old and new debt service payments) of approximately \$1,515,627.

In 1997 the City issued certificates of participation to refund the 1989 issue. The proceeds of these refunding certificates of participation were deposited with an escrow agent. Since it is expected that these funds, along with related investment interest, will provide sufficient amounts for the payment of all principal and interest on remaining due dates, the escrow accounts and the related liability accounts are not included in the General Long-Term Debt Account Group. At December 31, 1999, the City remains contingently liable for the outstanding principal balance of the refunded certificates in the amount of \$1,310,000.

In 1995 the Hospital fund issued revenue bonds to refund the Series 1987 and Series 1990 Revenue bonds. Since it is expected that these funds along with related investment interest, will provide sufficient amounts for the payment of all principal and interest on remaining due dates, the escrow accounts and the related liability accounts are not included in the Hospital fund balance sheet. At December 31, 1999, the City remains contingently liable for the outstanding principal balance of the refunded bonds in the amount of \$11,200,000.

At various dates in prior years, the Utilities fund has placed proceeds from refunding bond issues in irrevocable refunding escrow accounts. The monies deposited in the irrevocable escrow accounts are invested in U.S. Treasury

obligations that, together with interest earned thereon, would provide amounts sufficient for payment of all principal and interest on each remaining payment date, either through regular maturities or designated prior redemption dates. In accordance with the provisions of the escrow agreements, the City has furnished the escrow agents with certificates of independent certified public accountants as to the adequacy of the earnings and principal maturities of the U.S. Treasury obligations being sufficient to pay the refunded bond issues. Accordingly, the escrow accounts and the refunded bonds are not included in the Utilities fund balance sheet. As of December 31, 1999, the City remains contingently liable for the outstanding principal balance of \$307,330,000 in refunding bonds.

In 1993 the City issued general obligation bonds to refund an earlier bond issue. The proceeds of these refunding bonds were deposited with an escrow agent. Since it is expected that these funds, along with related investment interest, will provide sufficient amounts for the payment of all principal and interest on remaining due dates, the escrow accounts and the related liability accounts are not included in the General Long-Term Debt Account Group. At December 31, 1999, the City remains contingently liable for the outstanding principal balance of the refunded bonds in the amount of \$24,360,000.

5. Charter Amendment

In April 1991, voters approved City Charter Amendment #3, entitled the "Taxpayers Bill of Rights." A similar statewide constitutional amendment was passed in November 1992. One of the provisions of both measures is a limitation on the amount that "fiscal year spending" (FYS) can increase from year to year. The formula for computing the increase takes into consideration inflation and net growth in assessed valuation. Should FYS increase at a rate greater than that which the formula allows, the City must refund the "excess" in the ensuing year or seek voter approval to retain the "excess."

Based upon the City's interpretation of the amendments, FYS for the year 1999 did not exceed the amount allowed. Therefore, the City will not be required to issue a refund in 2000.

6. Litigation

The City is involved as a defendant in various legal actions involving claims and litigation arising from contracts, personal injury, property damage, and other matters. It is the practice of the City to expense and record as a liability those claims where a liability has been incurred and the amount of ultimate settlement can be reasonably estimated. The City has provided for these estimated

probable losses in the financial statements and, in the opinion of management, such claims and litigation will not have a material, adverse effect on the operations of the City.

7. Loans Receivable

Loans receivable of \$17,753,500 included in accounts, taxes, interest receivable - net in the combined balance sheet as of December 31, 1999, contain provisions in some of the loan documents for the forgiveness of all or some of the debt up to \$9,827,280. Forgiveness is based upon meeting certain criteria, principally the period of time the loan is outstanding. Accordingly, these accounts may not be repaid to the City, but will be forgiven by the City if such loan conditions are met.

F. Passenger Facility Charges

The Federal Aviation Administration (FAA) authorized the City Airport to impose a Passenger Facility Charge (PFC) per qualifying passenger commencing March 1, 1993. Net receipts from these charges are restricted for use on FAA approved PFC projects. The City has been authorized to collect PFC revenues in the aggregate amount of \$46,402,167 or until April 1, 2005, whichever occurs first. PFC revenues are recognized when expenditures are made. Aggregate collections through December 31, 1999 total \$28,665,228.

G. Disclosures about Fair Value of Financial Instruments

Estimated fair values of proprietary fund financial instruments are as follows as of December 31, 1999:

	Carrying Amount	Fair Value
Cash and investments	\$155,481,581	155,481,581
Restricted cash and investments	174,823,773	174,823,773
Interest receivable	1,359,507	1,359,507
Long-term debt (including current maturities)	971,509,391	966,386,556
Accrued interest	5,951,931	5,951,931
Customer advances for construction	8,990,816	8,990,816

The following methods and assumptions were used to estimate the fair value of each class of financial instrument for which it is practicable to estimate that value.

Cash and investments, restricted cash and investments, and interest receivable

Carrying amount approximates fair value because of the short maturity of most of these instruments. Fair values of some investments are estimated based upon quoted market prices for those or similar instruments.

Long-term debt (including current maturities)

Fair value of the long-term debt instruments is estimated based upon quoted market prices of that debt in the secondary bond markets.

Accrued interest and customer advances for construction

The carrying amount approximates fair value because of the short maturity of these instruments.

H. Retirement Plans**1. Non-Uniformed Employees****A. Defined Benefit Pension Plan**

Plan Description. The City of Colorado Springs contributes to the Combined State and Municipal Division Trust Fund (CSMDTF), a cost sharing multiple employer defined benefit pension plan administered by the Public Employees' Retirement Association of Colorado (PERA). CSMDTF provides retirement and disability, annual increases, and death benefits for members or their beneficiaries. All permanent employees, except uniformed police and fire of the City of Colorado Springs are members of the CSMDTF. Title 24, Article 51 of the Colorado Revised Statutes (CRS), as amended, assigns the authority to establish benefit provisions to the State Legislature. PERA issues a publicly available annual financial report that includes financial statements and required supplementary information for CSMDTF. That report may be obtained by writing to PERA of Colorado, 1300 Logan Street, Denver, Colorado 80203 or by calling PERA at 303-832-9550 or 1-800-759-PERA (7372).

Funding Policy. Plan members and the City of Colorado Springs are required to contribute at a rate set by statute. The contribution requirements of plan members and the City of Colorado Springs are established under Title 24, Article 51, Part 4 of the CRS, as amended. The contribution rate for members is 8.0% and for the City of Colorado Springs is 10.0% of covered salary. A portion of the City of Colorado Springs' contribution (0.8% of covered salary) is allocated for the Health Care Fund (See Note H.1.B.) The City of Colorado Springs contributions to CSMDTF for the years ending December 31, 1999, 1998, 1997, were \$22,233,048, \$20,878,696, \$18,605,054 respectively, equal to their required contributions for each year.

B. Postemployment Healthcare Benefits

Plan Description. The City of Colorado Springs contributes to the Health Care Fund (HCF), a cost-sharing multiple-employer postemployment healthcare plan administered by the PERA. The HCF provides a health care premium subsidy to PERA participating benefit recipients and their eligible beneficiaries. Title 24, Article 51, Part 12 of the CRS, as amended, assigns the authority to establish the HCF benefit provisions to the State Legislature. PERA issues a publicly available annual financial report that includes financial statements and required supplementary information for the HCF. That report may be obtained by writing to PERA of Colorado, 1300 Logan Street, Denver, Colorado 80203 or by calling PERA at 303-832-9550 or 1-800-759-PERA (7372).

Funding Policy. The City of Colorado Springs is required to contribute at a rate of 0.8% of covered salary for all PERA members as set by statute. No member contributions are required. The contribution requirements for the City of Colorado Springs are established under Title 24, Article 51, Part 4 of the CRS, as amended. The apportionment of the contribution to the health care fund is established under Title 24, Article 51, Section 208 of the Colorado Revised Statutes, as amended. The City of Colorado Springs' contributions to HCF for the years ending December 31, 1999, 1998, and 1997 were \$1,933,308, \$1,815,539, and \$1,617,831, respectively, equal to their required contributions for each year.

C. Defined Contribution Plan

Plan Description. The (CSMDTF) members (See Note H.1.A.) of the City of Colorado Springs may voluntarily contribute to the Voluntary Investment Program (VIP), an Internal Revenue Code Section 401(k) defined contribution plan administered by the PERA. Plan participation is voluntary, and contributions are separate from others made to PERA. Title 24, Article 51, Part 14 of the CRS, as amended, assigns the authority to establish the VIP provisions to the State Legislature.

The VIP is funded by voluntary member contributions of up to 23% of covered salary to a maximum limit set by the IRS (\$10,000 in 1998). No employer contributions are required and the City of Colorado Springs made no contributions in 1999.

2. Uniformed Employees

All full-time fire and police officers of the City participate in the State of Colorado Fire and Police Pension Association (FPPA), a cost-sharing, multiple-employer defined benefit public employee retirement system. FPPA is administered by the Colorado Fire and Police Pension Association (CFPPA). Provisions of the FPPA are established and amended by the CFPPA.

All full-time fire and police officers of the City are eligible to participate in the Plan. The Plan provides benefits to members at retirement or disability, or to their beneficiaries in the event of death. A post retirement death benefit is available for all fire and police officers where the surviving spouse and/or children receive up to two thirds of the benefit to which the officer was entitled at the time of death. This benefit is paid until the spouse dies or remarries and/or until the children attain the age of 18.

FPPA issues a publicly available financial report that includes financial statements and required supplementary information for FPPA. That report may be obtained by writing to Fire and Police Pension Association, Two DTC, 5290 DTC Parkway, Suite 100, Englewood, Colorado 80111-2721 or by calling (303) 770-3772.

Contribution requirements are actuarially determined, in accordance with Colorado statutes, on a biannual basis. The following table illustrates the City contributions for the years ended December 31:

Employees hired before April, 1978:

<u>Year</u>	<u>Fire</u>		<u>Police</u>	
	<u>%</u>	<u>\$</u>	<u>%</u>	<u>\$</u>
1997	12.880	470,614	24.740	722,581
1998	12.184	470,614	26.860	722,581
1999	10.000	350,762	33.930	722,581

Employees hired on or after April, 1978:

<u>Year</u>	<u>Fire</u>		<u>Police</u>	
	<u>%</u>	<u>\$</u>	<u>%</u>	<u>\$</u>
1997	8	903,735	8	1,537,192
1998	8	1,037,683	8	1,727,080
1999	8	1,201,046	8	1,904,319

I. Prior Period Adjustment

Retained earnings at January 1, 1998, has been restated to correct the Utilities' calculation of depreciation expense, which resulted in overdepreciation of assets, to properly incorporate the year of fixed assets acquisition under its composite method of computing depreciation and to record the disposal of certain plant assets that were disposed of in prior years. Depreciation expense for 1998 and Utilities accumulated depreciation as of December 31, 1998, have been decreased by \$5,279,848, as a result of the restatement. Retained earnings has been increased and utilities plant and accumulated depreciation have been decreased as of January 1, 1998 by \$35,306,060, \$17,013,643, and \$52,319,703, respectively, to reflect the restatement. Additionally, during 1999, the Utilities' changed the estimated useful lives of major computer systems from 5 years to 10 years and of gas mains from 28.5 years to 80 years to more accurately reflect the remaining useful lives for those assets. Depreciation expense for the year ended December 31, 1999, has been decreased by \$5,431,335 to reflect the change in estimate.



CITY OF COLORADO SPRINGS

**COMBINING, INDIVIDUAL FUND AND
ACCOUNT GROUP STATEMENTS AND SCHEDULES**



CITY OF COLORADO SPRINGS

GENERAL FUND

The General Fund accounts for all financial resources of the City except those required to be accounted for in another fund. Most traditional, tax-supported services and programs of the City are accounted for in this fund.

**GENERAL FUND
COMPARATIVE BALANCE SHEETS
December 31, 1999 and 1998**

**CITY OF COLORADO SPRINGS
COLORADO
Exhibit B-1**

<u>ASSETS</u>	<u>1999</u>	<u>1998</u>
Cash and investments	\$32,290,064	46,177,021
Accounts receivable - net	3,432,839	5,258,188
Loans receivable	3,881,495	3,648,920
Property taxes receivable		
Current	16,980,831	15,877,236
Delinquent	255,250	161,193
Sales tax receivable	11,390,035	9,795,882
Due from other funds	8,720,138	7,055,115
Restricted investments	161,500	161,500
Total assets	77,112,152	88,135,055
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities		
Accounts payable	5,772,636	7,405,102
Accrued employee salaries, benefits	10,559,884	9,494,195
Escrow deposits	5,225,997	4,834,298
Due to other funds	853,502	115,937
Deferred revenue		
Property taxes	16,980,831	15,877,236
Loans, other	3,881,495	3,728,920
Total liabilities	43,274,345	41,455,688
Fund balance		
Reserved for		
Encumbrances	10,242,935	9,112,433
Debt service	161,500	161,500
Emergency reserve	5,750,000	5,573,061
Unreserved		
Designated - subsequent year expenditures	5,393,972	19,518,405
Undesignated	12,289,400	12,313,968
Total fund balance	33,837,807	46,679,367
Total liabilities and fund balance	\$77,112,152	88,135,055

**GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCE
For the years ended December 31, 1999 and 1998**

**CITY OF COLORADO SPRINGS
COLORADO
Exhibit B-2**

	1999	1998
Revenues		
Taxes	\$119,361,794	110,931,933
Licenses and permits	405,904	387,932
Intergovernmental	20,567,255	20,775,551
Charges for services	28,572,817	26,890,767
Fines and forfeits	3,198,674	2,766,577
Miscellaneous	5,081,363	5,831,344
Total revenues	177,187,807	167,584,104
Expenditures		
Current		
General government	31,867,855	28,677,419
Public safety	80,185,341	75,955,634
Public works	27,211,602	25,415,070
Health and welfare	660,369	660,373
Culture and recreation	13,546,852	13,241,179
Urban redevelopment and housing	3,528,788	3,334,038
Miscellaneous	193,023	2,673,360
Debt service		
Principal and interest	7,452,641	3,360,207
Capital outlay	9,222,582	22,971,863
Total expenditures	173,869,053	176,289,143
Revenues over (under) expenditures	3,318,754	(8,705,039)
Other financing sources (uses)		
Capital lease financing	193,023	2,673,360
Operating transfers - in	2,444,502	2,490,462
Operating transfers - out	(18,797,839)	(43,670)
Total other financing sources (uses)	(16,160,314)	5,120,152
Revenues and other financing sources under expenditures and other financing uses	(12,841,560)	(3,584,887)
Fund balance - January 1	46,679,367	50,264,254
Fund balance - December 31	\$33,837,807	46,679,367

**GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

**CITY OF COLORADO SPRINGS
COLORADO
Exhibit B-3**

For the year ended December 31, 1999

With comparative actual totals for December 31, 1998

(PAGE 1 OF 4)

	Budget	Actual	Variance Favorable (Unfavorable)	1998 Actual
Revenues				
Taxes				
General property taxes				
Current	\$15,455,451	15,285,626	(169,825)	14,826,651
Delinquent		102,940	102,940	100,092
Penalty and interest		21,421	21,421	21,386
	15,455,451	15,409,987	(45,464)	14,948,129
Sales and use taxes	97,940,000	100,971,342	3,031,342	93,322,399
Specific ownership taxes	2,164,447	2,470,627	306,180	2,174,795
Occupational liquor taxes	213,086	218,921	5,835	213,525
Gross receipts business taxes				
Admissions tax	256,169	290,917	34,748	273,085
Total taxes	116,029,153	119,361,794	3,332,641	110,931,933
Licenses and permits				
Business licenses and permits	416,235	405,904	(10,331)	387,932
Intergovernmental				
Federal operating grants				
DOT-FTA grants, subsidies	1,798,467	1,386,924	(411,543)	2,071,134
Police Universal Hire	566,978		(566,978)	
	2,365,445	1,386,924	(978,521)	2,071,134
State shared revenue				
Cigarette tax	1,269,000	1,498,605	229,605	1,595,082
Highway users tax - regular	12,519,325	12,632,349	113,024	12,046,938
Highway users tax - added fees	1,159,591	1,153,374	(6,217)	1,124,022
Severance tax	1,000	546	(454)	1,036
	14,948,916	15,284,874	335,958	14,767,078
Other governmental units				
El Paso County Road & Bridge	4,055,381	3,851,800	(203,581)	3,884,624
El Paso County shared fines	49,000	43,657	(5,343)	52,715
	4,104,381	3,895,457	(208,924)	3,937,339
Total intergovernmental	\$21,418,742	20,567,255	(851,487)	20,775,551

**GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

**CITY OF COLORADO SPRINGS
COLORADO
Exhibit B-3**

For the year ended December 31, 1999

With comparative actual totals for the year ended December 31, 1998

(PAGE 2 OF 4)

	Budget	Actual	Variance Favorable (Unfavorable)	1998 Actual
Charges for services				
General government				
Payments in lieu of taxes	\$19,700,000	19,798,029	98,029	19,116,875
Court costs and charges	657,800	635,649	(22,151)	617,661
Planning, zoning, subdivision fees	575,438	512,178	(63,260)	542,495
Other fees	63,800	57,619	(6,181)	46,619
	<u>20,997,038</u>	<u>21,003,475</u>	<u>6,437</u>	<u>20,323,650</u>
Public safety				
Police services	1,829,703	1,765,201	(64,502)	1,362,943
Fire services	173,600	134,072	(39,528)	166,868
	<u>2,003,303</u>	<u>1,899,273</u>	<u>(104,030)</u>	<u>1,529,811</u>
Highways and streets				
Highway and street permits	1,028,975	735,043	(293,932)	(773)
Signal maintenance	375,000	263,939	(111,061)	402,873
Transit system	2,388,500	2,526,880	138,380	2,184,846
	<u>3,792,475</u>	<u>3,525,862</u>	<u>(266,613)</u>	<u>2,586,946</u>
Culture and recreation				
Sports programs	784,400	850,920	66,520	846,371
Swimming pool fees	538,070	503,470	(34,600)	571,335
Ice Center fees	462,945	381,971	(80,974)	460,307
Other fees	208,010	407,846	199,836	572,347
	<u>1,993,425</u>	<u>2,144,207</u>	<u>150,782</u>	<u>2,450,360</u>
Total charges for services	<u>28,786,241</u>	<u>28,572,817</u>	<u>(213,424)</u>	<u>26,890,767</u>
Fines and forfeits	<u>3,406,500</u>	<u>3,198,674</u>	<u>(207,826)</u>	<u>2,766,577</u>
Miscellaneous				
Earnings on investments	2,400,000	1,231,409	(1,168,591)	3,922,916
Other	2,259,052	3,849,954	1,590,902	1,908,428
Total miscellaneous	<u>4,659,052</u>	<u>5,081,363</u>	<u>422,311</u>	<u>5,831,344</u>
Total revenues	<u>\$174,715,923</u>	<u>177,187,807</u>	<u>2,471,884</u>	<u>167,584,104</u>

**GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

**CITY OF COLORADO SPRINGS
COLORADO
Exhibit B-3**

For the year ended December 31, 1999

With comparative actual totals for the year ended December 31, 1998

(PAGE 3 OF 4)

	Budget	Actual	Variance Favorable (Unfavorable)	1998 Actual
Expenditures				
Current expenditures				
General government				
Legislative				
City Council	\$142,216	141,427	789	132,151
Clerk of the Council	755,276	792,475	(37,199)	580,768
	897,492	933,902	(36,410)	712,919
Judicial	2,957,960	2,806,309	151,651	2,750,139
Executive - City Manager	665,830	657,058	8,772	617,672
Financial	3,550,420	3,413,827	136,593	3,253,436
Law	2,783,389	2,637,218	146,171	2,555,433
Personnel	1,462,446	1,345,580	116,866	1,221,279
Planning and zoning	3,748,042	3,328,150	419,892	2,980,693
Support Services	10,037,462	9,232,765	804,697	9,013,175
Other	9,103,838	7,513,046	1,590,792	5,572,673
Total general government	35,206,879	31,867,855	3,339,024	28,677,419
Public safety				
Police	52,369,656	50,851,611	1,518,045	48,068,854
Fire	30,361,773	29,333,730	1,028,043	27,886,780
Total public safety	82,731,429	80,185,341	2,546,088	75,955,634
Public works				
Highways and streets				
Maintenance of condition	8,465,090	7,896,147	568,943	7,052,622
Traffic services	3,933,904	3,864,598	69,306	3,716,776
Engineering	2,761,753	2,416,251	345,502	2,192,788
Street lighting	3,680,106	3,803,071	(122,965)	3,600,233
	18,840,853	17,980,067	860,786	16,562,419
Transit	10,538,584	9,231,535	1,307,049	8,852,651
Total public works	29,379,437	27,211,602	2,167,835	25,415,070
Health and welfare				
Communicable disease	660,369	660,369	0	660,373
Culture and recreation	\$14,237,431	13,546,852	690,579	13,241,179

**GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

**CITY OF COLORADO SPRINGS
COLORADO
Exhibit B-3**

For the year ended December 31, 1999

With comparative actual totals for the year ended December 31, 1998

(PAGE 4 OF 4)

	Budget	Actual	Variance Favorable (Unfavorable)	1998 Actual
Urban redevelopment and housing				
Community development	\$3,900,373	3,528,788	371,585	3,334,038
Miscellaneous				
Capital lease obligations		193,023	(193,023)	2,673,360
Debt service expenditures				
Principal payments	4,250,000	4,365,000	(115,000)	2,075,000
Interest payments	3,202,641	3,087,641	115,000	1,285,207
Total debt service	7,452,641	7,452,641	0	3,360,207
Capital outlay	15,778,539	9,222,582	6,555,957	22,971,863
Total expenditures	189,347,098	173,869,053	15,478,045	176,289,143
Revenues over (under) expenditures	(14,631,175)	3,318,754	17,949,929	(8,705,039)
Other financing sources (uses)				
Capital lease financing		193,023	193,023	2,673,360
Operating transfers - in				
Utilities share of services	1,533,535	1,534,884	1,349	1,645,141
Other funds	877,668	909,618	31,950	845,321
Operating transfers - out				
Airport fund	(44,071)	(43,794)	277	(43,670)
SCIP fund	(11,604,045)	(11,604,045)	0	0
City funded CIP	(7,150,000)	(7,150,000)	0	0
Total other financing sources (uses)	(16,386,913)	(16,160,314)	226,599	5,120,152
Revenues and other financing sources under expenditures and other financing uses	(31,018,088)	(12,841,560)	18,176,528	(3,584,887)
Fund balance - January 1	46,679,367	46,679,367	0	50,264,254
Fund balance - December 31	\$15,661,279	33,837,807	18,176,528	46,679,367



CITY OF COLORADO SPRINGS

SPECIAL REVENUE FUNDS

Special Revenue funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specific purposes.

Intergovernmental Grant Funds:

**Community Development Block Grant Fund
Home Investment Partnership Fund
Grants Fund**

These Intergovernmental grant funds are used to account for the activities of the programs where the major source of funding is federal grants.

Capital Improvement Funds:

**Sales & Use Tax Capital Improvements Fund
Ballfield Capital Improvements Fund
Bicycle Tax Fund
Trails/Open Space Fund
Conservation Trust Fund**

These Capital Improvement Funds are used to account for the activities of the fund where particular, ear-marked, on-going revenue sources are designated for various capital improvement projects.

Improvement and Maintenance District Funds:

**Old Colorado City Maintenance and Security District
Norwood Special Improvement Maintenance District Fund
Briargate Special Improvement Maintenance District Fund
Stetson Hills Improvement Maintenance District Fund
Woodstone Improvement Maintenance District Fund
Gateway Improvement Maintenance District Fund
Platte Avenue Improvement Maintenance District Fund**

These Improvement and Maintenance District Funds are used to account for the activities of the neighborhood district where revenues are derived from neighborhood taxes and/or assessments and used for specific neighborhood improvements or maintenance purposes.

Public Improvements Funds:

**Public Space and Development Fund
Subdivision Drainage Fund
Arterial Roadway Fund
Park Developer Easement Fund**

These Public Improvements Funds are used to account for the activities of the fund established to finance public infrastructure costs in accordance with City subdivision ordinances.

SPECIAL REVENUE FUNDS CONT'D.

Other Public Improvements Funds:

**Peregrine General Improvement District
Cottonwood General Improvement District
Spring Creek General Improvement District**

These Other Public Improvements Funds are used to account for the activities of the funds established to finance improvement district infrastructure costs.

Special Assessment District Fund:

The Special Assessment District Fund is used to account for the activities of Special Assessment districts created to finance neighborhood improvements where revenues are derived from assessments placed upon the benefiting property.

Other Special Revenue Funds:

**Lodgers and Auto Rental Tax Fund
Tree City U.S.A. Fund
Street Tree Fund
Garfield School Maintenance Fund
Business Development Revolving Loan Fund**

These Other Special Revenue Funds are used to account for the activities of the fund where ear-marked revenue is used for certain designated purposes.



CITY OF COLORADO SPRINGS

**ALL SPECIAL REVENUE FUNDS
 COMBINING BALANCE SHEET
 December 31, 1999
 With comparative totals for December 31, 1998**

	Intergovernmental Grant Funds	Capital Improvement Funds	Improvement and Maintenance District Funds
<u>ASSETS</u>			
Cash and investments	\$0	8,253,397	1,154,709
Accounts receivable - net	5,318,854		12,730
Sales tax receivable		576,474	
Taxes receivable			
Loans receivable	12,973,241	300,000	
Assessments receivable			
Due from other funds	119,259	800,458	18,702
Prepaid items, other assets			
Restricted investments	40,085		
Total assets	18,451,439	9,930,329	1,186,141
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities			
Accounts payable	1,052,882	302,875	6,369
Real estate taxes payable	5,410		
Accrued employee salaries, benefits	193,928	45,843	20,918
Due to other funds	1,254,258	17,948	34
Deferred revenue			
Loans	12,973,241	300,000	
Assessments			
Property taxes			
Grants	2,971,720		
Total liabilities	18,451,439	666,666	27,321
Fund balances			
Reserved for			
Encumbrances		1,182,810	1,200
Debt service			
Unreserved			
Designated - subsequent year expenditures		6,759,490	
Undesignated		1,321,363	1,157,620
Total fund balances	0	9,263,663	1,158,820
Total liabilities and fund balances	\$18,451,439	9,930,329	1,186,141

Public Improvements Funds	Other Public Improvements Funds	Special Assessment District Fund	Other Special Revenue Funds	Totals	
				1999	1998
4,563,379		445,357	3,220,818	17,637,660	22,648,589
		961	263,702	5,596,247	5,802,583
	1,075,880			576,474	489,451
		681	598,083	1,075,880	1,102,480
		1,352,285		13,872,005	13,396,824
74,821			50,746	1,352,285	1,241,755
				1,063,986	623,177
	683,992			0	1,000
				724,077	1,064,568
4,638,200	1,759,872	1,799,284	4,133,349	41,898,614	46,370,427
212,394		1,322	17,763	1,593,605	2,113,475
				5,410	5,742
				260,689	189,027
50,000		68,686		1,390,926	3,851,218
		681	598,083	13,872,005	13,396,824
		1,352,285		1,352,285	1,241,755
	1,058,266			1,058,266	1,089,970
				2,971,720	1,285,710
262,394	1,058,266	1,422,974	615,846	22,504,906	23,173,721
				1,184,010	1,985,615
	701,606			701,606	1,017,759
			710,314	7,469,804	9,803,411
4,375,806		376,310	2,807,189	10,038,288	10,389,921
4,375,806	701,606	376,310	3,517,503	19,393,708	23,196,706
4,638,200	1,759,872	1,799,284	4,133,349	41,898,614	46,370,427

**ALL SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For the year ended December 31, 1999
With comparative totals for the year ended December 31, 1998**

	Intergovernmental Grant Funds	Capital Improvement Funds	Improvement and Maintenance District Funds
Revenues			
Taxes	\$0	5,065,074	1,013,930
Intergovernmental	23,827,674	2,741,435	
Charges for services			
Miscellaneous	1,213,342	460,065	61,137
Total revenues	25,041,016	8,266,574	1,075,067
Expenditures			
Current			
Public safety	3,582,094		
Public works	4,061,190		751,079
Culture and recreation	4,336,051		
Urban redevelopment and housing	6,704,729		
Economic development			
Economic opportunity			
Miscellaneous	213,477		
Debt service			
Principal and interest			
Issuance expense-refunding bonds			
Capital outlay	6,143,475	10,523,671	
Total expenditures	25,041,016	10,523,671	751,079
Revenues over (under) expenditures	0	(2,257,097)	323,988
Other financing sources (uses)			
Capital lease financing			
Operating transfers-out		(2,256,107)	
Proceeds of refunding bonds			
Payment to refunded bond escrow agent			
Total other financing sources (uses)	0	(2,256,107)	0
Revenues and other financing sources over (under) expenditures and other financing uses	0	(4,513,204)	323,988
Fund balances (deficit) - January 1	0	13,776,867	834,832
Fund balances - December 31	\$0	9,263,663	1,158,820

CITY OF COLORADO SPRINGS
COLORADO
Exhibit C-2

Public Improvements Funds	Other Public Improvements Funds	Special Assessment District Fund	Other Special Revenue Funds	Totals	
				1999	1998
	1,267,133		3,469,492	10,815,629	10,117,143
				26,569,109	22,077,907
			21,222	21,222	3,753
2,667,964	230,606	1,095,538	784,580	6,513,232	5,127,243
2,667,964	1,497,739	1,095,538	4,275,294	43,919,192	37,326,046
				3,582,094	2,193,652
2,704,437				7,516,706	8,047,988
			86,848	4,422,899	4,599,507
				6,704,729	5,845,075
			3,143,182	3,143,182	4,353,050
			5,931	5,931	10,169
	15,183	669		229,329	269,031
	1,798,709	239,149		2,037,858	1,586,563
				0	296,150
		248,541		16,915,687	13,372,254
2,704,437	1,813,892	488,359	3,235,961	44,558,415	40,573,439
(36,473)	(316,153)	607,179	1,039,333	(639,223)	(3,247,393)
				0	1,925,204
			(907,668)	(3,163,775)	(1,116,515)
				0	9,525,000
				0	(9,228,850)
0	0	0	(907,668)	(3,163,775)	1,104,839
(36,473)	(316,153)	607,179	131,665	(3,802,998)	(2,142,554)
4,412,279	1,017,759	(230,869)	3,385,838	23,196,706	25,339,260
4,375,806	701,606	376,310	3,517,503	19,393,708	23,196,706

**ALL BUDGETED SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL
For the year ended December 31, 1999**

	Improvement and Maintenance District Funds			Public Improvements Funds		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
Revenues						
Taxes	\$987,108	1,013,930	26,822			
Charges for services						
Miscellaneous	28,424	61,137	32,713	2,072,325	2,667,964	595,639
Total revenues	1,015,532	1,075,067	59,535	2,072,325	2,667,964	595,639
Expenditures						
Current						
Public works	1,056,939	751,079	305,860	2,565,518	2,704,437	(138,919)
Culture and recreation						
Urban redevelopment and housing						
Economic development						
Economic opportunity						
Miscellaneous						
Debt Service						
Principal and interest						
Total expenditures	1,056,939	751,079	305,860	2,565,518	2,704,437	(138,919)
Revenues over (under) expenditures	(41,407)	323,988	365,395	(493,193)	(36,473)	456,720
Other financing sources (uses)						
Operating transfers-out						
Total other financing sources (uses)	0	0	0	0	0	0
Revenues and other sources over (under) expenditures and other uses-budget basis	(41,407)	323,988	365,395	(493,193)	(36,473)	456,720
Add revenues and other financing sources from project length special revenue funds						
Less expenditures and other financing uses from project length special revenue funds						
Revenues and other financing sources over (under) expenditures and other uses-GAAP basis	(41,407)	323,988	365,395	(493,193)	(36,473)	456,720
Fund balances - January 1	834,832	834,832	0	4,412,279	4,412,279	0
Beginning fund balances-project length funds						
Fund balances - December 31	\$793,425	1,158,820	365,395	3,919,086	4,375,806	456,720

**CITY OF COLORADO SPRINGS
COLORADO
Exhibit C-3**

Other Public Improvements Funds			Other Special Revenue Funds			Totals		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
1,209,320	1,267,133	57,813	3,436,540	3,469,492	32,952	5,632,968	5,750,555	117,587
			10,400	21,222	10,822	10,400	21,222	10,822
118,000	230,606	112,606	518,061	784,580	266,519	2,736,810	3,744,287	1,007,477
1,327,320	1,497,739	170,419	3,965,001	4,275,294	310,293	8,380,178	9,516,064	1,135,886
						3,622,457	3,455,516	166,941
			195,301	86,848	108,453	195,301	86,848	108,453
			34,818		34,818	34,818	0	34,818
			4,206,076	3,143,182	1,062,894	4,206,076	3,143,182	1,062,894
			5,000	5,931	(931)	5,000	5,931	(931)
17,950	15,183	2,767				17,950	15,183	2,767
1,823,683	1,798,709	24,974				1,823,683	1,798,709	24,974
1,841,633	1,813,892	27,741	4,441,195	3,235,961	1,205,234	9,905,285	8,505,369	1,399,916
(514,313)	(316,153)	198,160	(476,194)	1,039,333	1,515,527	(1,525,107)	1,010,695	2,535,802
			(907,668)	(907,668)	0	(907,668)	(907,668)	0
0	0	0	(907,668)	(907,668)	0	(907,668)	(907,668)	0
(514,313)	(316,153)	198,160	(1,383,862)	131,665	1,515,527	(2,432,775)	103,027	2,535,802
							34,403,128	
							(38,309,153)	
(514,313)	(316,153)	198,160	(1,383,862)	131,665	1,515,527		(3,802,998)	
1,017,759	1,017,759	0	3,385,838	3,385,838	0		9,650,708	
							13,545,998	
503,446	701,606	198,160	2,001,976	3,517,503	1,515,527		19,393,708	

**INTERGOVERNMENTAL GRANT SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
Exhibit C-4**

	Community Development Block Grant Fund	Home Investment Partnership Fund	Grants Fund	Total
<u>ASSETS</u>				
Accounts receivable - net	\$710,713	9,778	4,598,363	5,318,854
Loans receivable	8,461,615	4,356,963	154,663	12,973,241
Due from other funds	41,935	49,802	27,522	119,259
Restricted investments	40,085			40,085
Total assets	9,254,348	4,416,543	4,780,548	18,451,439
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities				
Accounts payable	220,359	20,430	812,093	1,052,882
Real estate taxes payable	5,410			5,410
Accrued employee salaries, benefits	148,685		45,243	193,928
Due to other funds	418,279	39,150	796,829	1,254,258
Deferred revenue				
Loans	8,461,615	4,356,963	154,663	12,973,241
Grants			2,971,720	2,971,720
Total liabilities	9,254,348	4,416,543	4,780,548	18,451,439
Total liabilities and fund balances	\$9,254,348	4,416,543	4,780,548	18,451,439

**INTERGOVERNMENTAL GRANT SPECIAL REVENUE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 For the year ended December 31, 1999**

**CITY OF COLORADO SPRINGS
 COLORADO
 Exhibit C-5**

	Community Development Block Grant Fund	Home Investment Partnership Fund	Grants Fund	Total
Revenues				
Intergovernmental	\$3,642,834	903,183	19,281,657	23,827,674
Miscellaneous	856,807	241,159	115,376	1,213,342
Total revenues	4,499,641	1,144,342	19,397,033	25,041,016
Expenditures				
Current				
Public safety			3,582,094	3,582,094
Public works			4,061,190	4,061,190
Culture and recreation			4,336,051	4,336,051
Urban redevelopment and housing	4,499,641	1,144,342	1,060,746	6,704,729
Miscellaneous			213,477	213,477
Capital outlay			6,143,475	6,143,475
Total expenditures	4,499,641	1,144,342	19,397,033	25,041,016
Revenues over (under) expenditures	0	0	0	0
Fund balances - January 1	0	0	0	0
Fund balances - December 31	\$0	0	0	0

**CAPITAL IMPROVEMENT SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
Exhibit C-6**

	Sales & Use Tax Capital Improvements Fund	Ballfield Capital Improvements Fund	Bicycle Tax Fund	Trails/Open Space Fund	Conservation Trust Fund	Total
<u>ASSETS</u>						
Cash and investments	\$1,778,420	539,982	485,786	4,081,460	1,367,749	8,253,397
Sales tax receivable				576,474		576,474
Loans receivable	300,000					300,000
Due from other funds	458,368	8,534	7,651	243,499	82,406	800,458
Total assets	2,536,788	548,516	493,437	4,901,433	1,450,155	9,930,329
<u>LIABILITIES AND FUND BALANCES</u>						
Liabilities						
Accounts payable	44,159	15		93,893	164,808	302,875
Accrued employee salaries, benefits				6,896	38,947	45,843
Due to other funds	17,948					17,948
Deferred revenue - loans	300,000					300,000
Total liabilities	362,107	15	0	100,789	203,755	666,666
Fund balances						
Reserved for Encumbrances	711,947	7,118	235,493	100,382	127,870	1,182,810
Unreserved						
Designated - subsequent year expenditures	1,093,055	391,548	117,200	4,039,157	1,118,530	6,759,490
Undesignated	369,679	149,835	140,744	661,105		1,321,363
Total fund balances	2,174,681	548,501	493,437	4,800,644	1,246,400	9,263,663
Total liabilities and fund balances	\$2,536,788	548,516	493,437	4,901,433	1,450,155	9,930,329

**CAPITAL IMPROVEMENT SPECIAL REVENUE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 For the year ended December 31, 1999**

**CITY OF COLORADO SPRINGS
 COLORADO
 Exhibit C-7**

	Sales & Use Tax Capital Improvements Fund	Ballfield Capital Improvements Fund	Bicycle Tax Fund	Trails/Open Space Fund	Conservation Trust Fund	Total
Revenues						
Taxes	\$0		106,967	4,958,107		5,065,074
Intergovernmental					2,741,435	2,741,435
Miscellaneous	143,100	121,665	14,788	121,076	59,436	460,065
Total revenues	143,100	121,665	121,755	5,079,183	2,800,871	8,266,574
Expenditures						
Capital outlay	3,032,877	201,335	3,380	3,919,837	3,366,242	10,523,671
Total expenditures	3,032,877	201,335	3,380	3,919,837	3,366,242	10,523,671
Revenues over (under) expenditures	(2,889,777)	(79,670)	118,375	1,159,346	(565,371)	(2,257,097)
Other financing uses						
Operating transfers-out						(2,256,107)
Revenues over (under) expenditures and other financing uses	(5,145,884)	(79,670)	118,375	1,159,346	(565,371)	(4,513,204)
Fund balances - January 1	7,320,565	628,171	375,062	3,641,298	1,811,771	13,776,867
Fund balances - December 31	\$2,174,681	548,501	493,437	4,800,644	1,246,400	9,263,663

**IMPROVEMENT AND MAINTENANCE DISTRICT
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
December 31, 1999**

	Old Colorado City Maintenance and Security District Fund	Norwood Special Improvement Maintenance District Fund	Briargate Special Improvement Maintenance District Fund	Stetson Hills Improvement Maintenance District Fund
<u>ASSETS</u>				
Cash and investments	\$132,078	346,155	512,836	68,723
Accounts receivable - net	812	3,548	6,756	1,386
Due from other funds	2,136	5,560	8,325	1,171
Total assets	135,026	355,263	527,917	71,280
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities				
Accounts payable	1,196	918	3,753	246
Accrued employee salaries, benefits	4,327	3,474	13,117	
Due to other funds	34			
Total liabilities	5,557	4,392	16,870	246
Fund balances				
Reserved for Encumbrances			1,200	
Unreserved Undesignated	129,469	350,871	509,847	71,034
Total fund balances	129,469	350,871	511,047	71,034
Total liabilities and fund balances	\$135,026	355,263	527,917	71,280

CITY OF COLORADO SPRINGS
COLORADO
Exhibit C-8

Woodstone Improvement Maintenance District Fund	Gateway Improvement Maintenance District Fund	Platte Avenue Improvement Maintenance District Fund	Total
58,044	7,407	29,466	1,154,709
181	47		12,730
920	119	471	18,702
59,145	7,573	29,937	1,186,141
89	167		6,369
			20,918
			34
89	167	0	27,321
			1,200
59,056	7,406	29,937	1,157,620
59,056	7,406	29,937	1,158,820
59,145	7,573	29,937	1,186,141

**IMPROVEMENT AND MAINTENANCE DISTRICT
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For the year ended December 31, 1999**

	Old Colorado City Maintenance and Security District Fund	Norwood Special Improvement Maintenance District Fund	Briargate Special Improvement Maintenance District Fund	Stetson Hills Improvement Maintenance District Fund
Revenues				
Taxes	\$66,623	284,625	537,472	97,402
Miscellaneous	7,024	16,810	28,151	4,537
Total revenues	73,647	301,435	565,623	101,939
Expenditures				
Current Public works	75,602	150,321	408,131	100,353
Total expenditures	75,602	150,321	408,131	100,353
Revenues over (under) expenditures	(1,955)	151,114	157,492	1,586
Fund balances - January 1	131,424	199,757	353,555	69,448
Fund balances - December 31	\$129,469	350,871	511,047	71,034

CITY OF COLORADO SPRINGS
COLORADO
 Exhibit C-9

Woodstone Improvement Maintenance District Fund	Gateway Improvement Maintenance District Fund	Platte Avenue Improvement Maintenance District Fund	Total
15,256	3,983	8,569	1,013,930
2,785	369	1,461	61,137
18,041	4,352	10,030	1,075,067
5,125	4,367	7,180	751,079
5,125	4,367	7,180	751,079
12,916	(15)	2,850	323,988
46,140	7,421	27,087	834,832
59,056	7,406	29,937	1,158,820

**IMPROVEMENT AND MAINTENANCE DISTRICT
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES
BUDGET AND ACTUAL
For the year ended December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
Exhibit C-10**

Revenues:	Budget	Actual	Variance Favorable (Unfavorable)
Taxes:			
Old Colorado City Maintenance and Security District Fund	\$65,307	66,623	1,316
Norwood Special Improvement Maintenance District Fund	284,089	284,625	536
Briargate Special Improvement Maintenance District Fund	518,552	537,472	18,920
Stetson Hills Improvement Maintenance District Fund	92,382	97,402	5,020
Woodstone Improvement Maintenance District Fund	14,519	15,256	737
Gateway Improvement Maintenance District Fund	3,760	3,983	223
Platte Avenue Improvement Maintenance District Fund	8,499	8,569	70
Total taxes	987,108	1,013,930	26,822
Miscellaneous:			
Old Colorado City Maintenance and Security District Fund	6,270	7,024	754
Norwood Special Improvement Maintenance District Fund	5,225	16,810	11,585
Briargate Special Improvement Maintenance District Fund	12,540	28,151	15,611
Stetson Hills Improvement Maintenance District Fund	2,090	4,537	2,447
Woodstone Improvement Maintenance District Fund	1,045	2,785	1,740
Gateway Improvement Maintenance District Fund	209	369	160
Platte Avenue Improvement Maintenance District Fund	1,045	1,461	416
Total miscellaneous	28,424	61,137	32,713
Total revenues	\$1,015,532	1,075,067	59,535

**IMPROVEMENT AND MAINTENANCE DISTRICT
SPECIAL REVENUE FUNDS
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL
For the year ended December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
Exhibit C-11**

Expenditures:	Budget	Actual	Variance Favorable (Unfavorable)
Current:			
Public works:			
Old Colorado City Maintenance and Security District Fund	\$81,577	75,602	5,975
Norwood Special Improvement Maintenance District Fund	305,464	150,321	155,143
Briargate Special Improvement Maintenance District Fund	534,146	408,131	126,015
Stetson Hills Improvement Maintenance District Fund	105,875	100,353	5,522
Woodstone Improvement Maintenance District Fund	15,564	5,125	10,439
Gateway Improvement Maintenance District Fund	4,769	4,367	402
Platte Avenue Improvement Maintenance District Fund	9,544	7,180	2,364
Total expenditures	\$1,056,939	751,079	305,860

**PUBLIC IMPROVEMENTS SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
Exhibit C-12**

	Public Space and Development Fund	Subdivision Drainage Fund	Arterial Roadway Fund	Park Developer Easement Fund	Total
<u>ASSETS</u>					
Cash and investments	\$1,773,174	2,304,940	466,434	18,831	4,563,379
Due from other funds	27,591	39,144	7,793	293	74,821
Total assets	1,800,765	2,344,084	474,227	19,124	4,638,200
<u>LIABILITIES AND FUND BALANCES</u>					
Liabilities					
Accounts payable	210,997	1,397			212,394
Due to others	50,000				50,000
Total liabilities	260,997	1,397	0	0	262,394
Fund balances					
Unreserved Undesignated	1,539,768	2,342,687	474,227	19,124	4,375,806
Total fund balances	1,539,768	2,342,687	474,227	19,124	4,375,806
Total liabilities and fund balances	\$1,800,765	2,344,084	474,227	19,124	4,638,200

**PUBLIC IMPROVEMENTS SPECIAL REVENUE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 For the year ended December 31, 1999**

**CITY OF COLORADO SPRINGS
 COLORADO
 Exhibit C-13**

	Public Space and Development Fund	Subdivision Drainage Fund	Arterial Roadway Fund	Park Developer Easement Fund	Total
Revenues					
Miscellaneous	\$837,271	1,717,209	108,401	5,083	2,667,964
Total revenues	837,271	1,717,209	108,401	5,083	2,667,964
Expenditures					
Current Public works	748,937	1,459,611	495,889		2,704,437
Total expenditures	748,937	1,459,611	495,889	0	2,704,437
Revenues over (under) expenditures	88,334	257,598	(387,488)	5,083	(36,473)
Fund balances - January 1	1,451,434	2,085,089	861,715	14,041	4,412,279
Fund balances - December 31	\$1,539,768	2,342,687	474,227	19,124	4,375,806

**PUBLIC IMPROVEMENTS SPECIAL REVENUE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL
 For the year ended December 31, 1999**

	Public Space and Development Fund			Subdivision Drainage Fund		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
Revenues						
Miscellaneous	\$678,500	837,271	158,771	1,258,400	1,717,209	458,809
Total revenues	678,500	837,271	158,771	1,258,400	1,717,209	458,809
Expenditures						
Current Public works	813,782	748,937	64,845	1,258,400	1,459,611	(201,211)
Total expenditures	813,782	748,937	64,845	1,258,400	1,459,611	(201,211)
Revenues over (under) expenditures	(135,282)	88,334	223,616	0	257,598	257,598
Fund balances - January 1	1,451,434	1,451,434	0	2,085,089	2,085,089	0
Fund balances - December 31	\$1,316,152	1,539,768	223,616	2,085,089	2,342,687	257,598

**CITY OF COLORADO SPRINGS
COLORADO
Exhibit C-14**

Arterial Roadway Fund			Park Developer Easement Fund			Totals		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
134,700	108,401	(26,299)	725	5,083	4,358	2,072,325	2,667,964	595,639
134,700	108,401	(26,299)	725	5,083	4,358	2,072,325	2,667,964	595,639
493,336	495,889	(2,553)				2,565,518	2,704,437	(138,919)
493,336	495,889	(2,553)	0	0	0	2,565,518	2,704,437	(138,919)
(358,636)	(387,488)	(28,852)	725	5,083	4,358	(493,193)	(36,473)	456,720
861,715	861,715	0	14,041	14,041	0	4,412,279	4,412,279	0
503,079	474,227	(28,852)	14,766	19,124	4,358	3,919,086	4,375,806	456,720

	Peregrine General Improvement District	Cottonwood General Improvement District	Spring Creek General Improvement District	Total
<u>ASSETS</u>				
Taxes receivable	\$245,792	645,873	184,215	1,075,880
Restricted investments	128,633	486,438	68,921	683,992
Total assets	374,425	1,132,311	253,136	1,759,872
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities				
Deferred revenue - property taxes	240,478	635,748	182,040	1,058,266
Total liabilities	240,478	635,748	182,040	1,058,266
Fund balances				
Reserved for debt service	133,947	496,563	71,096	701,606
Total fund balances	133,947	496,563	71,096	701,606
Total liabilities and fund balances	\$374,425	1,132,311	253,136	1,759,872

**OTHER PUBLIC IMPROVEMENTS SPECIAL REVENUE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 For the year ended December 31, 1999**

**CITY OF COLORADO SPRINGS
 COLORADO
 Exhibit C-16**

	Peregrine General Improvement District	Cottonwood General Improvement District	Spring Creek General Improvement District	Total
Revenues				
Taxes	\$231,869	852,962	182,302	1,267,133
Miscellaneous	32,546	139,632	58,428	230,606
Total revenues	264,415	992,594	240,730	1,497,739
Expenditures				
Current				
Miscellaneous	6,225	4,944	4,014	15,183
Debt service				
Principal and interest	756,335	764,774	277,600	1,798,709
Total expenditures	762,560	769,718	281,614	1,813,892
Revenues over (under) expenditures	(498,145)	222,876	(40,884)	(316,153)
Fund balances - January 1	632,092	273,687	111,980	1,017,759
Fund balances - December 31	\$133,947	496,563	71,096	701,606

**OTHER PUBLIC IMPROVEMENTS SPECIAL REVENUE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL
 For the year ended December 31, 1999**

	Peregrine General Improvement District			Cottonwood General Improvement District		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
Revenues						
Taxes	\$ 221,745	231,869	10,124	812,223	852,962	40,739
Miscellaneous	35,000	32,546	(2,454)	15,000	139,632	124,632
Total revenues	256,745	264,415	7,670	827,223	992,594	165,371
Expenditures						
Current Miscellaneous	6,500	6,225	275	6,450	4,944	1,506
Debt service Principal and interest	756,335	756,335	0	789,748	764,774	24,974
Total expenditures	762,835	762,560	275	796,198	769,718	26,480
Revenues over (under) expenditures	(506,090)	(498,145)	7,945	31,025	222,876	191,851
Fund balances - January 1	632,092	632,092	0	273,687	273,687	0
Fund balances - December 31	\$126,002	133,947	7,945	304,712	496,563	191,851

CITY OF COLORADO SPRINGS
 COLORADO
 Exhibit C-17

Spring Creek General Improvement District			Totals		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
175,352	182,302	6,950	1,209,320	1,267,133	57,813
68,000	58,428	(9,572)	118,000	230,606	112,606
243,352	240,730	(2,622)	1,327,320	1,497,739	170,419
5,000	4,014	986	17,950	15,183	2,767
277,600	277,600	0	1,823,683	1,798,709	24,974
282,600	281,614	986	1,841,633	1,813,892	27,741
(39,248)	(40,884)	(1,636)	(514,313)	(316,153)	198,160
111,980	111,980	0	1,017,759	1,017,759	0
72,732	71,096	(1,636)	503,446	701,606	198,160

OTHER SPECIAL REVENUE FUNDS
 COMBINING BALANCE SHEET
 December 31, 1999

CITY OF COLORADO SPRINGS
 COLORADO
 Exhibit C-18

	Lodgers and Auto Rental Tax Fund	Tree City U.S.A. Fund	Street Tree Fund	Garfield School Maintenance Fund	Business Development Revolving Loan Fund	Total
ASSETS						
Cash and investments	\$124,647	27,066	451,317	12,422	2,605,366	3,220,818
Accounts receivable - net	174,877	20,778			68,047	263,702
Loans receivable					598,083	598,083
Due from other funds	659	457	7,176	397	42,057	50,746
Total assets	300,183	48,301	458,493	12,819	3,313,553	4,133,349
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	6,728		35		11,000	17,763
Deferred revenue - loans					598,083	598,083
Total liabilities	6,728	0	35	0	609,083	615,846
Fund balances						
Unreserved						
Designated-subsequent year expenditures	154,714	12,600			543,000	710,314
Undesignated	138,741	35,701	458,458	12,819	2,161,470	2,807,189
Total fund balances	293,455	48,301	458,458	12,819	2,704,470	3,517,503
Total liabilities and fund balances	\$300,183	48,301	458,493	12,819	3,313,553	4,133,349

**OTHER SPECIAL REVENUE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 For the year ended December 31, 1999**

**CITY OF COLORADO SPRINGS
 COLORADO
 Exhibit C-19**

	Lodgers and Auto Rental Tax Fund	Tree City U.S.A. Fund	Street Tree Fund	Garfield School Maintenance Fund	Business Development Revolving Loan Fund	Total
Revenues						
Taxes	\$3,469,492					3,469,492
Charges for services		21,222				21,222
Miscellaneous	1,259	2,267	125,993	739	654,322	784,580
Total revenues	3,470,751	23,489	125,993	739	654,322	4,275,294
Expenditures						
Current						
Culture and recreation		23,874	62,974			86,848
Economic development	2,748,006				395,176	3,143,182
Economic opportunity				5,931		5,931
Total expenditures	2,748,006	23,874	62,974	5,931	395,176	3,235,961
Revenues over (under) expenditures	722,745	(385)	63,019	(5,192)	259,146	1,039,333
Other financing uses						
Operating transfers-out	(907,668)					(907,668)
Revenues over (under) expenditures and other financing uses	(184,923)	(385)	63,019	(5,192)	259,146	131,665
Fund balances - January 1	478,378	48,686	395,439	18,011	2,445,324	3,385,838
Fund balances - December 31	\$293,455	48,301	458,458	12,819	2,704,470	3,517,503

**OTHER SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL
For the year ended December 31, 1999**

	Lodgers and Auto Rental Tax Fund			Tree City U.S.A. Fund			Street Tree Fund		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
Revenues									
Taxes	\$3,436,540	3,469,492	32,952						
Charges for services				10,400	21,222	10,822			
Miscellaneous	46,001	1,259	(44,742)	2,300	2,267	(33)	101,600	125,993	24,393
Total revenues	3,482,541	3,470,751	(11,790)	12,700	23,489	10,789	101,600	125,993	24,393
Expenditures									
Current									
Culture and recreation				25,000	23,874	1,126	170,301	62,974	107,327
Urban development and housing									
Economic development	3,706,076	2,748,006	958,070						
Economic opportunity									
Total expenditures	3,706,076	2,748,006	958,070	25,000	23,874	1,126	170,301	62,974	107,327
Revenues over (under) expenditures	(223,535)	722,745	946,280	(12,300)	(385)	11,915	(68,701)	63,019	131,720
Other financing uses									
Operating transfers-out	(907,668)	(907,668)	0						
Revenues over (under) expenditures and other financing uses	(1,131,203)	(184,923)	946,280	(12,300)	(385)	11,915	(68,701)	63,019	131,720
Fund balances - January 1	478,378	478,378	0	48,686	48,686	0	395,439	395,439	0
Fund balances (deficit) - December 31	(\$652,825)	293,455	946,280	36,386	48,301	11,915	326,738	458,458	131,720

CITY OF COLORADO SPRINGS
 COLORADO
 Exhibit C-20

Garfield School Maintenance Fund			Business Development Revolving Loan Fund			Totals		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
						3,436,540	3,469,492	32,952
						10,400	21,222	10,822
1,500	739	(761)	366,660	654,322	287,662	518,061	784,580	266,519
1,500	739	(761)	366,660	654,322	287,662	3,965,001	4,275,294	310,293
						195,301	86,848	108,453
			34,818		34,818	34,818	0	34,818
			500,000	395,176	104,824	4,206,076	3,143,182	1,062,894
5,000	5,931	(931)				5,000	5,931	(931)
5,000	5,931	(931)	534,818	395,176	139,642	4,441,195	3,235,961	1,205,234
(3,500)	(5,192)	(1,692)	(168,158)	259,146	427,304	(476,194)	1,039,333	1,515,527
						(907,668)	(907,668)	0
(3,500)	(5,192)	(1,692)	(168,158)	259,146	427,304	(1,383,862)	131,665	1,515,527
18,011	18,011	0	2,445,324	2,445,324	0	3,385,838	3,385,838	0
14,511	12,819	(1,692)	2,277,166	2,704,470	427,304	2,001,976	3,517,503	1,515,527



CITY OF COLORADO SPRINGS

CAPITAL PROJECTS FUNDS

The Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities other than those financed by proprietary funds and trust funds.

1989 Various Purpose Bonds Construction fund

In 1989 the City issued \$27,500,000 of General Obligation bonds to finance an extension of Powers Boulevard and to construct a new Police Operations building. The 1989 Various Purpose Bonds Construction fund is used to account for the disposition of these bond proceeds.

SCIP fund

In 1999 the City issued \$87,975,000 of Sales Tax Revenue bonds to finance various capital improvements. The SCIP fund is used to account for the capital improvements costs through the disposition of the bond proceeds.

City Funded CIP fund

In 1999 the City created a new fund to account for various City funded capital improvements. The City Funded CIP fund receives annual transfers from the General fund.

Adult Sports Complex fund

In 1999 the City issued \$4,205,000 of certificates of participation to finance the adult sports complex facility. The Adult Sports Complex fund is used to account for the facility construction costs through the disposition of the certificate of participation proceeds.

CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
December 31, 1999
With comparative totals for December 31, 1998

CITY OF COLORADO SPRINGS
COLORADO
Exhibit D-1

	1989 Various Purpose Bonds Construction Fund	SCIP Fund	City Funded CIP Fund	Adult Sports Complex Fund	Totals	
					1999	1998
<u>ASSETS</u>						
Cash and investments	\$16,246	14,068,495	7,287,805		21,372,546	59,033
Accounts receivable - net		36,643			36,643	0
Due from other funds		242,304	195,677		437,981	0
Restricted investments		82,393,324		3,672,926	86,066,250	0
Total assets	16,246	96,740,766	7,483,482	3,672,926	107,913,420	59,033
<u>LIABILITIES AND FUND BALANCES</u>						
Liabilities						
Accounts payable	3,103	953,904	36,734	289,991	1,283,732	0
Due to other funds		4	4,632,391	141,579	4,773,974	0
Total liabilities	3,103	953,908	4,669,125	431,570	6,057,706	0
Fund balances						
Reserved for Encumbrances		14,706,304	1,565,417	2,457,422	18,729,143	939
Unreserved Designated-subsequent year expenditures	13,143	81,080,554	1,248,940	783,934	83,126,571	58,094
Total fund balances	13,143	95,786,858	2,814,357	3,241,356	101,855,714	59,033
Total liabilities and fund balances	\$16,246	96,740,766	7,483,482	3,672,926	107,913,420	59,033

**CAPITAL PROJECTS FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES**

**CITY OF COLORADO SPRINGS
 COLORADO
 Exhibit D-2**

For the year ended December 31, 1999

With comparative totals for the year ended December 31, 1998

	1989 Various Purpose Bonds Construction Fund	SCIP Fund	City Funded CIP Fund	Adult Sports Complex Fund	Totals	
					1999	1998
Revenues						
Charges for services			62,500		62,500	0
Miscellaneous						
Interest on investments	\$0	1,847,852	252,982	14,097	2,114,931	4,085
Total revenues	0	1,847,852	315,482	14,097	2,177,431	4,085
Expenditures						
Debt Service						
Interest payment				36,475	36,475	0
Issuance expense		315,102		150,866	465,968	0
Capital outlay	13,940	7,581,044	4,651,125	790,400	13,036,509	179,401
Total expenditures	13,940	7,896,146	4,651,125	977,741	13,538,952	179,401
Revenues under expenditures	(13,940)	(6,048,294)	(4,335,643)	(963,644)	(11,361,521)	(175,316)
Other financing sources (uses)						
Operating transfers - in		13,860,152	7,150,000		21,010,152	0
Operating transfers -out	(31,950)				(31,950)	0
Proceeds from bonds		87,975,000		4,205,000	92,180,000	0
Total other financing sources (uses)	(31,950)	101,835,152	7,150,000	4,205,000	113,158,202	0
Revenues and other financing sources over (under) expenditures and other financing uses	(45,890)	95,786,858	2,814,357	3,241,356	101,796,681	(175,316)
Fund balances - January 1	59,033	0	0	0	59,033	234,349
Fund balances - December 31	\$13,143	95,786,858	2,814,357	3,241,356	101,855,714	59,033



CITY OF COLORADO SPRINGS

ENTERPRISE FUNDS

Enterprise Funds account for the acquisition, operations and maintenance of the City's facilities and services supported by user charges or those for which the City has decided that periodic determination of the revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

Utilities fund - used to account for the activities related to the provision of water, wastewater, electric generation and transmission, and natural gas distribution services.

Memorial Hospital fund - used to account for all activities of the City owned hospital.

Airport fund - used to account for the activities of the municipal airport.

Patty Jewett Golf fund - used to account for the activities of the City owned golf course.

Valley Hi Golf fund – used to account for the activities of the City owned golf course.

Pikes Peak Highway fund - used to account for the activities of the Pikes Peak Highway.

Human Services Complex fund - used to account for the City owned Senior Citizen Center complex.

Parking System fund - used to account for the activities of City owned parking garages and parking meter activity.

Cemetery fund - used to account for the activities of the two City owned cemeteries.

ALL ENTERPRISE FUNDS
COMBINING BALANCE SHEET
December 31, 1999
With comparative totals for December 31, 1998

	Utilities Fund	Memorial Hospital Fund	Airport Fund	Patty Jewett Golf Fund	Valley Hi Golf Fund
ASSETS					
Current assets					
Cash and investments	\$90,125,066	9,892,000	30,201,581	1,054,533	654,146
Accounts receivable - net	56,889,071	50,484,000	612,163	12,899	9,912
Interest receivable	1,359,507				
Inventories - at cost	34,881,847	2,642,000			
Due from other funds			522,100	24,901	10,988
Prepaid expenses	1,750,012	3,139,000			
Total current assets	185,005,503	66,157,000	31,335,844	1,092,333	675,046
Restricted assets					
Investments					
Reserve funds	41,956,905		6,118,785		
Interest and principal retirement funds	8,645,697	14,430,000			
Other restricted funds		95,719,000			
Total restricted assets	50,602,602	110,149,000	6,118,785	0	0
Property, plant and equipment					
Land			17,583,412	60,000	931,200
Buildings			84,239,142	1,216,828	225,944
Improvements other than buildings			111,723,389	1,178,613	1,235,074
Machinery and equipment			8,226,270	1,528,359	912,857
Utility plant	2,223,905,517				
Hospital plant		233,117,000			
Less accumulated depreciation and amortization	(685,970,167)	(109,387,000)	(42,574,914)	(2,142,666)	(1,241,187)
Net property, plant and equipment in service	1,537,935,350	123,730,000	179,197,299	1,841,134	2,063,888
Construction in progress	67,933,698	16,083,000	930,379	80,289	
Net property, plant and equipment	1,605,869,048	139,813,000	180,127,678	1,921,423	2,063,888
Other assets					
Unamortized bond issuance costs	15,447,638	2,990,000			
Other	9,639,720				
Total other assets	25,087,358	2,990,000	0	0	0
Total assets	\$1,866,564,511	319,109,000	217,582,307	3,013,756	2,738,934

CITY OF COLORADO SPRINGS
 COLORADO
 Exhibit E-1
 (PAGE 1 OF 2)

Pikes Peak Highway Fund	Human Services Complex Fund	Parking System Fund	Cemetery Fund	Totals	
				1999	1998 (as restated)
770,662	652,714	3,990,392	1,160,850	138,501,944	175,447,165
50,724	1,000	18,962	76,922	108,155,653	111,699,458
				1,359,507	1,333,814
11,955				37,535,802	26,250,172
16,848	8,205	62,453	19,289	664,784	853,523
				4,889,012	5,040,942
850,189	661,919	4,071,807	1,257,061	291,106,702	320,625,074
				48,075,690	49,995,855
				23,075,697	30,236,254
		7,953,386		103,672,386	84,093,000
0	0	7,953,386	0	174,823,773	164,325,109
667	537,000	2,221,374	140,841	21,474,494	20,478,487
2,537,674	2,501,148	7,271,314	449,190	98,441,240	98,245,817
241,163	64,131	3,181,791	78,103	117,702,264	75,517,446
2,260,500	37,767	139,938	935,203	14,040,894	12,673,321
				2,223,905,517	2,025,595,572
				233,117,000	222,937,000
(2,911,022)	(816,376)	(3,258,111)	(508,221)	(848,809,664)	(890,584,199)
2,128,982	2,323,670	9,556,306	1,095,116	1,859,871,745	1,634,196,790
		1,679,888	84,153	86,791,407	177,581,309
2,128,982	2,323,670	11,236,194	1,179,269	1,946,663,152	1,811,778,099
		294,310		18,731,948	18,776,315
				9,639,720	6,267,497
0	0	294,310	0	28,371,668	25,043,812
2,979,171	2,985,589	23,555,697	2,436,330	2,440,965,295	2,321,772,094

**ALL ENTERPRISE FUNDS
COMBINING BALANCE SHEET
December 31, 1999
With comparative totals for December 31, 1998**

<u>LIABILITIES AND EQUITY</u>	Utilities Fund	Memorial Hospital Fund	Airport Fund	Patty Jewett Golf Fund	Valley Hi Golf Fund
Current liabilities					
Accounts payable	\$38,096,596	14,112,000	981,457	38,672	4,399
Accrued employee salaries, benefits	6,353,394	10,744,000	442,760	37,358	17,127
Customer deposits	711,725				
Due to other funds			52,723		75,780
Deferred revenue			5,712,045	14	727
Accrued interest	5,951,931				
Current portion of long-term debt	12,820,824	1,610,000	2,305,000		
Total current liabilities	63,934,470	26,466,000	9,493,985	76,044	98,033
Other liabilities					
Estimated liability for injury and damage claims	2,263,585	5,705,000			
Customer advances for construction	8,990,816				
Accrued sick leave benefits	3,749,422		317,863	32,592	11,503
Other	2,611,535				
Total other liabilities	17,615,358	5,705,000	317,863	32,592	11,503
Long-term debt (less current portion)					
Revenue bonds payable	771,067,578	80,096,000	68,829,376		
Notes payable	21,195,955				
Capital lease obligations	3,659,067				
Total long-term debt	795,922,600	80,096,000	68,829,376	0	0
Total liabilities	877,472,428	112,267,000	78,641,224	108,636	109,536
Equity					
Contributions in aid of construction	510,127,653				
Other contributions			93,700,428	164,660	2,846,290
Retained earnings					
Reserved for debt service			6,118,785		
Bond requirement reserves	50,602,602		5,283,830		
Unreserved (deficit)	428,361,828	206,842,000	33,838,040	2,740,460	(216,892)
Total retained earnings (deficit)	478,964,430	206,842,000	45,240,655	2,740,460	(216,892)
Total equity	989,092,083	206,842,000	138,941,083	2,905,120	2,629,398
Total liabilities and equity	\$1,866,564,511	319,109,000	217,582,307	3,013,756	2,738,934

CITY OF COLORADO SPRINGS
 COLORADO
 Exhibit E-1
 (PAGE 2 OF 2)

Pikes Peak Highway Fund	Human Services Complex Fund	Parking System Fund	Cemetery Fund	Totals	
				1999	1998 (as restated)
46,731	8,421	350,443	308,765	53,947,484	60,566,713
82,935	2,527	21,754	54,789	17,756,644	18,627,191
				711,725	845,781
566		134		129,203	1,031,907
				5,712,786	3,095,913
				5,951,931	5,937,671
				16,735,824	15,244,597
130,232	10,948	372,331	363,554	100,945,597	105,349,773
				7,968,585	5,097,938
				8,990,816	9,041,618
111,578	2,301	26,073	62,883	4,314,215	3,796,470
				2,611,535	3,122,862
111,578	2,301	26,073	62,883	23,885,151	21,058,888
		8,985,000		928,977,954	868,249,421
				21,195,955	21,708,115
				3,659,067	1,021,591
0	0	8,985,000	0	953,832,976	890,979,127
241,810	13,249	9,383,404	426,437	1,078,663,724	1,017,387,788
				510,127,653	477,764,977
2,354,987	2,511,251	3,347,680	361,995	105,287,291	103,237,207
				6,118,785	6,118,785
				55,886,432	56,856,922
382,374	461,089	10,824,613	1,647,898	684,881,410	700,992,323
382,374	461,089	10,824,613	1,647,898	746,886,627	763,968,030
2,737,361	2,972,340	14,172,293	2,009,893	1,362,301,571	1,304,384,306
2,979,171	2,985,589	23,555,697	2,436,330	2,440,965,295	2,321,772,094

**ALL ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
For the year ended December 31, 1999
With comparative totals for the year ended December 31, 1998**

	Utilities Fund	Memorial Hospital Fund	Airport Fund	Patty Jewett Golf Fund	Valley Hi Golf Fund
Operating revenues					
Charges for services	\$403,721,143	234,699,000	18,322,142	1,696,613	963,228
Other operating revenues		3,843,000			
Total operating revenues	403,721,143	238,542,000	18,322,142	1,696,613	963,228
Operating expenses					
Personal services	85,173,820	119,732,000	5,034,769	527,817	257,474
Other operating expenses	247,346,471	95,772,000	5,890,212	812,246	545,590
Depreciation	58,128,712	14,704,000	6,859,135	194,808	163,066
Total operating expenses	390,649,003	230,208,000	17,784,116	1,534,871	966,130
Operating income (loss)	13,072,140	8,334,000	538,026	161,742	(2,902)
Non-operating revenues (expenses)					
Interest on investments	3,697,864	4,542,000	1,145,426	35,454	24,065
Interest on long-term bonds	(43,888,518)	(4,374,000)	(4,700,362)		
Other interest expense	(101,606)				(15,192)
Allowance for borrowed funds used during construction	3,368,689				
Allowance for equity funds used during construction	1,969,962				
Passenger facility charges			887,763		
Amortization of debt expense	(884,686)				
Other revenue (expense)	(725,533)	275,000	(402,792)	(120)	
Total non-operating revenues (expenses)	(36,563,828)	443,000	(3,069,965)	35,334	8,873
Income (loss) before operating transfers	(23,491,688)	8,777,000	(2,531,939)	197,076	5,971
Operating transfers					
Transfers - in			152,473		
Transfers - out	(1,534,884)			(28,704)	
Total operating transfers	(1,534,884)	0	152,473	(28,704)	0
Net income (loss)	(25,026,572)	8,777,000	(2,379,466)	168,372	5,971
Retained earnings (accumulated deficit) - January 1, as previously reported	503,991,002	198,065,000	47,620,121	2,572,088	(222,863)
Adjustment for correction of depreciation calculations and removal of previously retired plant					
Retained earnings (accumulated deficit) - January 1, as restated	503,991,002	198,065,000	47,620,121	2,572,088	(222,863)
Retained earnings (accumulated deficit) - December 31	\$478,964,430	206,842,000	45,240,655	2,740,460	(216,892)

CITY OF COLORADO SPRINGS
 COLORADO
 Exhibit E-2

Pikes Peak Highway Fund	Human Services Complex Fund	Parking System Fund	Cemetery Fund	Totals	
				1999	1998 (as restated)
2,561,723	415,978	2,455,030	955,227	665,790,084 3,843,000	627,022,335 4,488,000
2,561,723	415,978	2,455,030	955,227	669,633,084	631,510,335
1,301,509	38,065	288,666	617,597	212,971,717	172,572,759
1,169,308	63,028	836,355	427,639	352,862,849	342,238,105
205,459	50,241	263,356	61,829	80,630,606	81,345,110
2,676,276	151,334	1,388,377	1,107,065	646,465,172	596,155,974
(114,553)	264,644	1,066,653	(151,838)	23,167,912	35,354,361
13,062	10,754	438,197 (283,420)	192,514	10,099,336 (53,246,300) (116,798)	21,016,685 (46,534,916) (387,588)
				3,368,689	3,654,183
				1,969,962	877,294
				887,763	4,681,592
		(12,263)		(896,949)	(832,791)
377			(860)	(853,928)	(868,747)
13,439	10,754	142,514	191,654	(38,788,225)	(18,394,288)
(101,114)	275,398	1,209,167	39,816	(15,620,313)	16,960,073
30,000 (39,393)	(990)	(29,694)	(9,898)	182,473 (1,643,563)	234,163 (1,753,140)
(9,393)	(990)	(29,694)	(9,898)	(1,461,090)	(1,518,977)
(110,507)	274,408	1,179,473	29,918	(17,081,403)	15,441,096
492,881	186,681	9,645,140	1,617,980	763,968,030	713,220,874
					35,306,060
492,881	186,681	9,645,140	1,617,980	763,968,030	748,526,934
382,374	461,089	10,824,613	1,647,898	746,886,627	763,968,030

ALL ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
For the year ended December 31, 1999
With comparative totals for the year ended December 31, 1998

	Utilities Fund	Memorial Hospital Fund	Airport Fund	Patty Jewett Golf Fund	Valley Hi Golf Fund
Cash flows from operating activities:					
Operating income (loss)	\$13,072,140	8,334,000	538,026	161,742	(2,902)
Adjustments to reconcile operating income (loss) to net cash provided by operating activity					
Depreciation	58,128,712	14,704,000	6,859,135	194,808	163,066
Amortization and other	4,014,698	291,000			
(Gain) loss on sale of fixed assets					
Provision for loss on accounts receivable	4,354,224				
Other revenue (expense)	(160,921)	275,000	(402,792)	(120)	
(Increase) decrease in assets					
Accounts, interest receivable	(2,175,651)	2,926,000	1,573,023	(31)	(7,354)
Inventories	(10,532,060)	(773,000)			
Due from other funds			160,021	(2,519)	6,848
Deferred debits, prepaid expenses	(205,070)	357,000			
Other assets	(3,372,223)	(3,543,000)			
Increase (decrease) in liabilities					
Accounts payable	(13,668,715)	5,820,000	(2,534,013)	(3,343)	(32,764)
Accrued employee salaries, benefits	938,451	(1,613,000)	269,279	9,731	6,396
Customer deposits	(134,056)				
Due to other funds			(886,348)	14	(6,221)
Other liabilities	(2,967,594)	2,251,000	2,616,161		
Net cash provided by operating activities	47,291,935	29,029,000	8,192,492	360,282	127,069
Cash flows from non-capital financing activities:					
Operating transfers - in			152,473		
Operating transfers - out	(1,534,884)			(28,704)	
Net cash provided (used) by non-capital financing activities	(1,534,884)	0	152,473	(28,704)	0
Cash flows from capital and related financing activities:					
Increase in contributions in aid of construction, other contributions	22,354,666		2,050,084		
Capital expenditures	(119,736,232)	(32,656,000)	(3,020,229)	(228,356)	(113,275)
Bond issuance costs	(179,008)	(2,000)			
Proceeds of long-term debt	65,270,885				
Proceeds from sale of assets	1,204,844				
Repayment of capital lease obligations	(735,558)				(101,144)
Passenger facility charges			887,763		
Repayment of long-term debt	(10,766,155)	(1,540,000)	(2,170,000)		
Interest on long-term debt	(44,033,186)	(4,374,000)	(3,956,268)		
Other interest payments	(86,125)				(15,192)
Advances for construction	(50,802)				
Net cash provided (used) by capital and related financing activities	(\$86,756,671)	(38,572,000)	(6,208,650)	(228,356)	(229,611)

CITY OF COLORADO SPRINGS
COLORADO
 Exhibit E-3
 (PAGE 1 OF 2)

Pikes Peak Highway Fund	Human Services Complex Fund	Parking System Fund	Cemetery Fund	Totals	
				1999	1998 (as restated)
(114,553)	264,644	1,066,653	(151,838)	23,167,912	35,354,361
205,459	50,241	263,356	61,829	80,630,606	81,345,110
			(1,251)	4,305,698	3,518,287
				(1,251)	(30,241)
				4,354,224	1,352,016
				(288,833)	605,803
(10,907)		(85)	(6,903)	2,298,092	(15,516,038)
19,430				(11,285,630)	(2,309,357)
4,631	1,178	10,346	8,235	188,740	(102,232)
				151,930	(70,719)
				(6,915,223)	16,365,263
(58,813)	(63,256)	19,851	297,252	(10,223,801)	6,149,545
12,526	1,069	5,221	18,223	(352,104)	(2,514,687)
				(134,056)	7,149
566	(1,000)	134	(9,836)	(902,691)	742,969
				1,899,567	279,908
58,339	252,876	1,365,476	215,711	86,893,180	125,177,137
30,000				182,473	234,163
(39,393)	(990)	(29,694)	(9,898)	(1,643,563)	(1,753,140)
(9,393)	(990)	(29,694)	(9,898)	(1,461,090)	(1,518,977)
(41,561)	(53,843)	(1,375,186)	(436,472)	24,404,750	27,780,020
		(109,959)		(157,661,154)	(207,542,278)
		9,115,649		(290,967)	(721,146)
377			391	74,386,534	115,687,898
				1,205,612	729,626
				(836,702)	(781,419)
				887,763	4,681,592
		(315,000)		(14,791,155)	(12,950,000)
		(283,420)		(52,646,874)	(46,170,803)
				(101,317)	(387,802)
				(50,802)	1,656,975
(41,184)	(53,843)	7,032,084	(436,081)	(125,494,312)	(118,017,337)

ALL ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
For the year ended December 31, 1999
With comparative totals for the year ended December 31, 1998

	Utilities Fund	Memorial Hospital Fund	Airport Fund	Patty Jewett Golf Fund	Valley Hi Golf Fund
Cash flows from investing activities:					
Sale of restricted assets					
Interest received on investments	\$5,260,626	4,542,000	1,669,326	53,687	35,783
Purchases of investments	(153,222,292)		(15,900,551)	(553,842)	(343,559)
Proceeds from sales and maturities of investments	179,148,954		12,257,605	405,288	414,539
Advances for intergovernmental receivables					
Net cash provided (used) by investing activities	31,187,288	4,542,000	(1,973,620)	(94,867)	106,763
Net increase (decrease) in cash	(9,812,332)	(5,001,000)	162,695	8,355	4,221
Cash - January 1	10,969,268	14,893,000	157,323	5,352	4,282
Cash - December 31	1,156,936	9,892,000	320,018	13,707	8,503
Cash	1,156,936	9,892,000	320,018	13,707	8,503
Investments	88,968,130		29,881,563	1,040,826	645,643
Total cash and investments	\$90,125,066	9,892,000	30,201,581	1,054,533	654,146
Noncash investing, capital and financing activities:					
Amortization, charge-off of debt discount and expense	\$884,686				
Noncash contributions in aid of construction	1,833,396				
Noncash acquisition of property, plant, and equipment (incurrence of payable/capital lease obligation)	14,482,422				
Unrealized gain (loss) on investments		3,985,000	(523,900)	(18,233)	(11,718)

CITY OF COLORADO SPRINGS
 COLORADO
 Exhibit E-3
 (PAGE 2 OF 2)

Pikes Peak Highway Fund	Human Services Complex Fund	Parking System Fund	Cemetery Fund	Totals	
				1999	1998 (as restated)
				0	2,221,772
26,586 (404,754)	21,734 (342,807)	506,378 (10,049,149)	213,056 (609,681)	12,329,176 (181,426,635)	16,978,793 (202,018,036)
376,041	128,920	1,208,437	634,977	194,574,761	182,070,070
				0	10,000,000
(2,127)	(192,153)	(8,334,334)	238,352	25,477,302	9,252,599
5,635	5,890	33,532	8,084	(14,584,920)	14,893,422
4,382	2,594	18,337	7,005	26,061,543	11,168,121
10,017	8,484	51,869	15,089	11,476,623	26,061,543
10,017	8,484	51,869	15,089	11,476,623	26,061,543
760,645	644,230	3,938,523	1,145,761	127,025,321	149,385,622
770,662	652,714	3,990,392	1,160,850	138,501,944	175,447,165
				884,686	832,791
				1,833,396	4,542,555
(13,524)	(10,980)	(68,181)	(20,542)	14,482,422	7,055,225
				3,317,922	121,875



CITY OF COLORADO SPRINGS

INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for the financing of goods or services provided by one department to other departments of the City on a cost-reimbursement basis.

Support Services fund - used to account for centralized fleet management, facilities management, information services and risk and safety administration activities.

Claims Reserve Self-Insurance fund - used to account for self-insurance activities of the City (except Utilities and Hospital) in the areas of general liability and property coverage.

Workers Compensation Self-Insurance fund - used to account for the self-insurance activities related to employee workers compensation (except Hospital).

Employee Benefits Self-Insurance fund - used to account for self-insurance activities of the City employee benefit program (except Hospital).

**ALL INTERNAL SERVICE FUNDS
COMBINING BALANCE SHEET
December 31, 1999
With comparative totals for December 31, 1998**

	Support Services Fund	Claims Reserve Self-Insurance Fund	Workers Compensation Self-Insurance Fund	Employee Benefits Self-Insurance Fund
<u>ASSETS</u>				
Current assets				
Cash and investments	\$0	2,647,362	7,982,546	6,349,729
Accounts receivable - net	801,782			212
Inventories - at cost	759,260			
Due from other funds	381,580	42,922	124,346	121,939
Total current assets	1,942,622	2,690,284	8,106,892	6,471,880
Property, plant and equipment				
Land	25,720			
Buildings	232,826			
Improvements other than buildings	403,200			
Machinery and equipment	7,860,865		184,770	
Less accumulated depreciation	(4,712,377)		(64,807)	
Net property, plant and equipment in service	3,810,234	0	119,963	0
Construction in progress	172,568			
Net property, plant and equipment	3,982,802	0	119,963	0
Total assets	5,925,424	2,690,284	8,226,855	6,471,880
<u>LIABILITIES AND EQUITY</u>				
Current liabilities				
Accounts payable	1,133,726	947,834	5,737,968	6,592,085
Accrued employee salaries, benefits	880,192		13,868	
Due to other funds	911,136		1,013,169	
Deferred revenue	909	159	6,408	1,313
Current portion of long-term debt	191,721			
Total current liabilities	3,117,684	947,993	6,771,413	6,593,398
Other liabilities				
Accrued sick leave benefits	641,478		8,052	
Long-term debt (less current portion)				
Capital lease obligations	748,870			
Total liabilities	4,508,032	947,993	6,779,465	6,593,398
Equity				
Contributed capital	1,230,087			
Retained earnings				
Unreserved	187,305	1,742,291	1,447,390	(121,518)
Total equity	1,417,392	1,742,291	1,447,390	(121,518)
Total liabilities and equity	\$5,925,424	2,690,284	8,226,855	6,471,880

Totals	
1999	1998
16,979,637	19,506,265
801,994	1,309,857
759,260	729,744
670,787	499,144
19,211,678	22,045,010
25,720	25,720
232,826	218,689
403,200	403,200
8,045,635	7,529,970
(4,777,184)	(4,060,174)
3,930,197	4,117,405
172,568	0
4,102,765	4,117,405
23,314,443	26,162,415
14,411,613	10,692,158
894,060	742,893
1,924,305	822,333
8,789	8,406
191,721	153,727
17,430,488	12,419,517
649,530	618,251
748,870	738,999
18,828,888	13,776,767
1,230,087	1,230,087
3,255,468	11,155,561
4,485,555	12,385,648
23,314,443	26,162,415

ALL INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
For the year ended December 31, 1999
With comparative totals for the year ended December 31, 1998

	Support Services Fund	Claims Reserve Self-Insurance Fund	Workers Compensation Self-Insurance Fund
Operating revenues			
Charges for services	\$20,578,531		
Other operating revenues		510,004	3,943,697
Total operating revenues	<u>20,578,531</u>	<u>510,004</u>	<u>3,943,697</u>
Operating expenses			
Personal services	8,624,998		169,981
Other operating expenses	12,837,797	601,317	5,492,614
Depreciation	698,438		19,616
Total operating expenses	<u>22,161,233</u>	<u>601,317</u>	<u>5,682,211</u>
Operating loss	<u>(1,582,702)</u>	<u>(91,313)</u>	<u>(1,738,514)</u>
Non-operating revenues (expenses)			
Interest on investments		86,304	246,361
Other revenue (expense)	(6,492)		(2,846)
Total non-operating revenues (expenses)	<u>(6,492)</u>	<u>86,304</u>	<u>243,515</u>
Net loss	<u>(1,589,194)</u>	<u>(5,009)</u>	<u>(1,494,999)</u>
Retained earnings - January 1	<u>1,776,499</u>	<u>1,747,300</u>	<u>2,942,389</u>
Retained earnings (accumulated deficit) - December 31	<u>\$187,305</u>	<u>1,742,291</u>	<u>1,447,390</u>

Employee Benefits Self-Insurance Fund	Totals 1999	Totals 1998
	20,578,531	20,319,615
17,794,398	22,248,099	19,206,617
17,794,398	42,826,630	39,526,232
	8,794,979	7,949,968
22,861,134	41,792,862	35,449,549
	718,054	734,329
22,861,134	51,305,895	44,133,846
(5,066,736)	(8,479,265)	(4,607,614)
255,845	588,510	1,358,667
	(9,338)	42,774
255,845	579,172	1,401,441
(4,810,891)	(7,900,093)	(3,206,173)
4,689,373	11,155,561	14,361,734
(121,518)	3,255,468	11,155,561

ALL INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
For the year ended December 31, 1999
With comparative totals for the year ended December 31, 1998

	Support Services Fund	Claims Reserve Self-Insurance Fund	Workers Compensation Self-Insurance Fund
Cash flows from operating activities:			
Operating loss	(\$1,582,702)	(91,313)	(1,738,514)
Adjustments to reconcile operating loss to net cash provided (used) by operating activities			
Depreciation and amortization	698,438		19,616
(Gain) loss on sale of fixed assets			
Other revenue (expense)	(6,492)		(2,846)
(Increase) decrease in assets			
Accounts, interest receivable	462,711		32,513
Inventories	(29,516)		
Due from other funds	(356,648)	16,911	58,065
Prepaid expenses			
Increase (decrease) in liabilities			
Accounts payable	193,126	(25,817)	1,017,115
Accrued employee salaries, benefits	173,090		9,739
Due to other funds	888,803		213,169
Other liabilities			
Net cash provided (used) by operating activities	440,810	(100,219)	(391,143)
Cash flows from capital and related financing activities:			
Capital expenditures	(697,617)		(5,795)
Repayment of capital lease obligations	47,864		
Net cash used by capital and related financing activities	(649,753)	0	(5,795)
Cash flows from investing activities:			
Interest received on investments		132,975	387,358
Purchases of investments		(1,473,712)	(4,257,034)
Proceeds from sales and maturities of investments	207,722	1,459,815	4,322,843
Net cash provided by investing activities	207,722	119,078	453,167
Net increase (decrease) in cash	(1,221)	18,859	56,229
Cash - January 1	1,221	15,553	47,531
Cash - December 31	0	34,412	103,760
Cash	0	34,412	103,760
Investments	0	2,612,950	7,878,786
Total cash and investments	\$0	\$2,647,362	\$7,982,546
Noncash investing, capital and financing activities:			
Noncash acquisition of plant in service (incurrence of payable)	216,999		
Unrealized gain (loss) on investments		(40,069)	(120,821)

CITY OF COLORADO SPRINGS
 COLORADO
 Exhibit F-3

Employee Benefits Self-Insurance Fund	Totals 1999	Totals 1998
	(5,066,736)	(8,479,265)
		(4,607,614)
	718,054	734,329
	0	15,428
	(9,338)	42,774
	12,638	507,862
		(112,263)
	(29,516)	(31,578)
	110,029	(171,643)
		38,423
	0	51,971
	2,535,031	3,719,455
		283,363
	182,829	13,390
	1,101,972	317,027
	0	222,863
	(2,409,038)	(2,459,590)
		(3,031,887)
	(703,412)	(789,250)
	47,864	(116,487)
	0	(655,548)
		(905,737)
	373,046	893,379
	(3,334,893)	(9,065,639)
		1,329,506
		(15,423,222)
	5,403,729	11,394,109
		17,245,257
	2,441,882	3,221,849
		3,151,541
	32,844	106,711
		(786,083)
	49,692	113,997
		900,080
	82,536	220,708
		113,997
	82,536	220,708
	6,267,193	16,758,929
		19,392,268
	\$6,349,729	16,979,637
		19,506,265
	216,999	350,745
	(96,107)	(256,997)
		77,551



CITY OF COLORADO SPRINGS

FIDUCIARY FUNDS

Fiduciary funds are used to account for the assets held by the City in a trustee capacity or as an agent for other agencies, individuals, private organizations or governmental units. Included in the Fiduciary Funds are expendable and non-expendable trust funds and agency funds.

Expendable Trusts:

Gift Trust fund - used to account for the activities of various gifts and donations to the City.

Therapeutic Recreation fund - used to account for gifts and donations received for a specific Parks and Recreation program.

Cultural Affairs fund - used to account for gifts and donations received for a specific Parks and Recreation program.

City Manager Contract fund - used to account for set-aside of salary in accordance with the City Manager employment contract.

Senior Programs fund - used to account for gifts and donations received for a specific Parks and Recreation program.

Non-Expendable Trusts:

Cemetery Endowment fund - used to account for the investment activities of the Cemetery Endowment corpus with investment earnings used to finance cemetery operations.

Krupinski, C.D. Smith, Perkins, Sabin, Woods, and TOPS Maintenance Trust funds - used to account for the investment activities of each funds' corpus with investment earnings used in accordance with trust provisions.

Agency:

Miscellaneous Depository Agency fund – used to account for assets that the City holds on behalf of others as their agent.

**ALL TRUST AND AGENCY FUNDS
 COMBINING BALANCE SHEET
 December 31, 1999
 With comparative totals for December 31, 1998**

	Expendable Trust Funds	Non-expendable Trust Funds	Agency Funds
<u>ASSETS</u>			
Cash and investments	\$3,197,121	475,940	5,739,683
Accounts receivable - net	22	405	284,392
Due from other funds	49,491	6,208	110
Restricted investments		7,038,575	
Total assets	3,246,634	7,521,128	6,024,185
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities			
Accounts payable	53,948	45	3,482,610
Due to other funds			2,541,575
Total liabilities	53,948	45	6,024,185
Fund balances			
Reserved for			
Encumbrances	198,264		
Parks endowments		198,706	
Museum endowments		2,602	
Library endowments		7,927	
Senior center endowments		739,920	
Cemetery perpetual care endowments		6,571,928	
Unreserved			
Designated for purposes of trust	2,994,422		
Total fund balances	3,192,686	7,521,083	0
Total liabilities and fund balances	\$3,246,634	7,521,128	6,024,185

Totals	
1999	1998
9,412,744	9,175,534
284,819	781,161
55,809	158,427
<u>7,038,575</u>	<u>6,987,122</u>
<u>16,791,947</u>	<u>17,102,244</u>

3,536,603	4,397,152
<u>2,541,575</u>	<u>3,367,991</u>
<u>6,078,178</u>	<u>7,765,143</u>

198,264	15,274
198,706	197,283
2,602	2,477
7,927	7,981
739,920	757,760
6,571,928	6,471,165
<u>2,994,422</u>	<u>1,885,161</u>
<u>10,713,769</u>	<u>9,337,101</u>
<u>16,791,947</u>	<u>17,102,244</u>

**ALL EXPENDABLE TRUST FUNDS
 COMBINING BALANCE SHEET
 December 31, 1999
 With comparative totals for December 31, 1998**

	Gift Trust Fund	Therapeutic Recreation Fund	Cultural Affairs Fund
<u>ASSETS</u>			
Cash and investments	\$2,776,092	15,487	487
Accounts receivable-net	22		
Due from other funds	43,806	241	8
Total assets	2,819,920	15,728	495
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities			
Accounts payable	53,948		
Due to other funds			
Total liabilities	53,948	0	0
Fund balances			
Reserved for Encumbrances	198,264		
Unreserved Designated for purposes of trust	2,567,708	15,728	495
Total fund balances	2,765,972	15,728	495
Total liabilities and fund balances	\$2,819,920	15,728	495

CITY OF COLORADO SPRINGS
COLORADO
Exhibit G-2

City Manager Contract Fund	Senior Programs Fund	Totals	
		1999	1998
60,622	344,433	3,197,121	1,900,404
		22	200
	5,436	49,491	34,556
60,622	349,869	3,246,634	1,935,160
		53,948	32,838
		0	1,887
0	0	53,948	34,725
		198,264	15,274
60,622	349,869	2,994,422	1,885,161
60,622	349,869	3,192,686	1,900,435
60,622	349,869	3,246,634	1,935,160

**ALL EXPENDABLE TRUST FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 For the year ended December 31, 1999
 With comparative totals for the year ended December 31, 1998**

	Gift Trust Fund	Therapeutic Recreation Fund	Cultural Affairs Fund
Revenues			
Miscellaneous revenue			
Donations	\$1,889,832		
Interest on investments	110,343	758	20
Total revenues	2,000,175	758	20
Expenditures			
Culture and recreation			
Designated community projects	732,790		
Total expenditures	732,790	0	0
Revenues over expenditures	1,267,385	758	20
 Fund balances - January 1	 1,498,587	 14,970	 475
 Fund balances - December 31	 \$2,765,972	 15,728	 495

CITY OF COLORADO SPRINGS
COLORADO
Exhibit G-3

City Manager Contract Fund	Senior Programs Fund	Totals	
		1999	1998
	13,408	1,903,240	986,493
	11,680	122,801	19,708
0	25,088	2,026,041	1,006,201
	1,000	733,790	245,736
0	1,000	733,790	245,736
0	24,088	1,292,251	760,465
60,622	325,781	1,900,435	1,139,970
60,622	349,869	3,192,686	1,900,435

**ALL NON-EXPENDABLE TRUST FUNDS
 COMBINING BALANCE SHEET
 December 31, 1999
 With comparative totals for December 31, 1998**

	Cemetery Endowment Fund	Krupinski Memorial Fund	C. D. Smith Trust Fund
<u>ASSETS</u>			
Cash and investments	\$5,536	2,562	264,377
Accounts receivable - net	405		
Due from other funds		40	3,000
Restricted investments	6,566,032		472,543
Total assets	6,571,973	2,602	739,920
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities			
Accounts payable	45		
Total liabilities	45	0	0
Fund balances			
Reserved for			
Parks endowments			
Museum endowments		2,602	
Library endowments			
Senior center endowments			739,920
Cemetery perpetual care endowments	6,571,928		
Total fund balances	6,571,928	2,602	739,920
Total liabilities and fund balances	\$6,571,973	2,602	739,920

CITY OF COLORADO SPRINGS
COLORADO
Exhibit G-4

Perkins Trust Fund	Sabine Trust Fund	Woods Trust Fund	TOPS Maintenance Trust Fund	Totals	
				1999	1998
3,012	1,400	3,393	195,660	475,940	382,967
47	22	53	3,046	405	58,659
				6,208	7,918
				7,038,575	6,987,122
3,059	1,422	3,446	198,706	7,521,128	7,436,666
				45	0
0	0	0	0	45	0
			198,706	198,706	197,283
3,059	1,422	3,446		2,602	2,477
				7,927	7,981
				739,920	757,760
				6,571,928	6,471,165
3,059	1,422	3,446	198,706	7,521,083	7,436,666
3,059	1,422	3,446	198,706	7,521,128	7,436,666

**ALL NON-EXPENDABLE TRUST FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND BALANCES**

For the year ended December 31, 1999

With comparative totals for the year ended December 31, 1998

	Cemetery Endowment Fund	Krupinski Memorial Fund	C. D. Smith Trust Fund
Operating revenues			
Miscellaneous:			
Endowments	\$77,600	125	
Interest income			41,795
Total operating revenues	77,600	125	41,795
Operating expenses			
Miscellaneous	10		
Total operating expenses	10	0	0
Operating income (loss)	77,590	125	41,795
Non-operating revenue (expenses)			
Realized gain (loss) on investments	23,173		(59,635)
Total non-operating revenue (expenses)	23,173	0	(59,635)
Operating transfers - in			
Net income (loss)	100,763	125	(17,840)
Fund balances - January 1	6,471,165	2,477	757,760
Fund balances - December 31	\$6,571,928	2,602	739,920

CITY OF COLORADO SPRINGS
 COLORADO
 Exhibit G-5

Perkins Trust Fund	Sabine Trust Fund	Woods Trust Fund	TOPS Maintenance Trust Fund	Totals	
				1999	1998
				77,725	86,900
152	71	173	9,861	52,052	56,806
152	71	173	9,861	129,777	143,706
171	81	198	8,438	8,898	571
171	81	198	8,438	8,898	571
(19)	(10)	(25)	1,423	120,879	143,135
				(36,462)	539,552
0	0	0	0	(36,462)	539,552
				0	188,700
(19)	(10)	(25)	1,423	84,417	871,387
3,078	1,432	3,471	197,283	7,436,666	6,565,279
3,059	1,422	3,446	198,706	7,521,083	7,436,666

ALL NON-EXPENDABLE TRUST FUNDS
COMBINING STATEMENT OF CASH FLOWS
For the year ended December 31, 1999
With comparative totals for the year ended December 31, 1998

	Cemetery Endowment Fund	Krupinski Memorial Fund	C. D. Smith Trust Fund
Cash flows from operating activities:			
Operating income (loss)	\$77,590	125	41,795
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities			
(Increase) decrease in assets			
Accounts receivable	(305)		58,559
Due from other funds		15	302
Other assets	(917,527)		(15,845)
Increase (decrease) in liabilities			
Accounts payable	45		
Net cash provided (used) by operating activities	(840,197)	140	84,811
Cash flows from non-capital financing activities:			
Operating transfers - in			
Net cash provided by non-capital financing activities	0	0	0
Cash flows from investing activities:			
Proceeds from sale of restricted assets	843,128	1,053	56,446
Purchase of investments	(2,908)	(1,154)	(138,878)
Proceeds from sales and maturities of investments			
Net cash provided (used) by investing activities	840,220	(101)	(82,432)
Net increase (decrease) in cash	23	39	2,379
Cash - January 1	48	14	1,006
Cash - December 31	71	53	3,385
Cash	71	53	3,385
Investments	5,465	2,509	260,992
Total cash and investments	\$5,536	2,562	264,377
Noncash investing activities:			
Unrealized loss on investments	(814,354)		(67,565)

CITY OF COLORADO SPRINGS
COLORADO
Exhibit G-6

Perkins Trust Fund	Sabine Trust Fund	Woods Trust Fund	TOPS Maintenance Trust Fund	Totals	
				1999	1998
(19)	(10)	(25)	1,423	120,879	143,135
21	10	25	1,337	58,254 1,710 (933,372)	(50,655) 2,649 (841,493)
				45	(30,973)
2	0	0	2,760	(752,484)	(777,337)
				0	188,700
0	0	0		0	188,700
1,601 (1,582)	725 (715)	1,722 (1,699)	101,397 (102,782)	1,006,072 (249,718)	799,064 (346,335)
				0	130,774
19	10	23	(1,385)	756,354	583,503
21	10	23	1,375	3,870	(5,134)
18	8	20	1,130	2,244	7,378
39	18	43	2,505	6,114	2,244
39	18	43	2,505	6,114	2,244
2,973	1,382	3,350	193,155	469,826	380,723
3,012	1,400	3,393	195,660	475,940	382,967
				(881,919)	(259,638)

	Miscellaneous Depository Fund	Totals	
		1999	1998
<u>ASSETS</u>			
Cash and investments	\$5,739,683	5,739,683	6,892,163
Accounts receivable - net	284,392	284,392	722,302
Due from other funds	110	110	115,953
Total assets	6,024,185	6,024,185	7,730,418
 <u>LIABILITIES</u>			
Accounts payable	3,482,610	3,482,610	4,364,314
Due to other funds	2,541,575	2,541,575	3,366,104
Total liabilities	\$6,024,185	6,024,185	7,730,418

**AGENCY FUND
STATEMENT OF CHANGES IN ASSETS
AND LIABILITIES
For the year ended December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
Exhibit G-8**

ASSETS

	Beginning balance	Debits	Credits	Ending balance
Miscellaneous depository fund				
Cash and investments	\$6,892,163	133,645,085	134,797,565	5,739,683
Accounts receivable - net	722,302	523,426	961,336	284,392
Due from other funds	115,953	110	115,953	110
Total assets	7,730,418	134,168,621	135,874,854	6,024,185

LIABILITIES

	Beginning balance	Debits	Credits	Ending balance
Miscellaneous depository fund				
Accounts payable	4,364,314	13,543,173	12,661,469	3,482,610
Due to other funds	3,366,104	3,382,177	2,557,648	2,541,575
Total liabilities	\$7,730,418	16,925,350	15,219,117	6,024,185



CITY OF COLORADO SPRINGS

GENERAL FIXED ASSETS

**COMPARATIVE SCHEDULE OF
GENERAL FIXED ASSETS BY SOURCE
December 31, 1999 AND 1998**

**CITY OF COLORADO SPRINGS
COLORADO
Exhibit H-1**

	<u>1999</u>	<u>1998</u>
General fixed assets		
Land	\$29,289,893	23,206,442
Buildings	55,430,767	55,256,891
Improvements other than buildings	5,043,587	4,876,965
Machinery and equipment	73,435,098	60,362,753
Construction in progress	15,318,842	12,702,729
	<hr/>	<hr/>
Total general fixed assets	178,518,187	156,405,780
	<hr/> <hr/>	<hr/> <hr/>
Investment in general fixed assets by source		
General fund	107,200,845	101,829,265
Special revenue funds	26,575,480	18,679,247
General obligation bonds	9,094,463	9,094,463
Gifts	908,002	908,002
Grants	31,481,733	23,220,945
Other contributions	195,785	195,785
Other long term debt	3,058,879	2,478,073
	<hr/>	<hr/>
Total investment in general fixed assets by source	\$178,515,187	156,405,780
	<hr/> <hr/>	<hr/> <hr/>

**SCHEDULE OF GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY
December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
Exhibit H-2**

<u>Function and Activity</u>	<u>Land</u>	<u>Buildings</u>	<u>Improvements Other than Buildings</u>	<u>Machinery and Equipment</u>	<u>Construction in Progress</u>	<u>Total</u>
General Government:						
Legislative	\$0			309,117		309,117
Judicial		45,495	525	201,487	9,915,375	10,162,882
Executive		20,459	750	196,461		217,670
Finance	8,462,900	22,154,113	67,600	3,311,676		33,996,289
Law				235,668		235,668
Human Resources		38,497		6,295		44,792
Planning and Development		8,005		270,819		278,824
Other		5,197		28,756		33,953
Total General Government	8,462,900	22,271,766	68,875	4,560,279	9,915,375	45,279,195
Public Safety:						
Police	2,035,568	15,331,115	96,025	14,818,835	691,199	32,972,742
Fire	1,723,147	3,714,030	75,399	11,822,788	748,773	18,084,137
Total Public Safety	3,758,715	19,045,145	171,424	26,641,623	1,439,972	51,056,879
Public Works:						
Highways and streets	907,560	5,261,638	514,623	34,169,425	1,154,530	42,007,776
Culture and Recreation:	15,938,319	7,874,250	4,126,517	7,787,083	2,808,965	38,535,134
Urban Redevelopment and Housing:						
Community development	222,399	977,968	162,148	276,688		1,639,203
Total General Fixed Assets	\$29,289,893	55,430,767	5,043,587	73,435,098	15,318,842	178,518,187

**SCHEDULE OF CHANGES IN GENERAL
FIXED ASSETS**
For the year ended December 31, 1999

**CITY OF COLORADO SPRINGS
COLORADO**
Exhibit H-3

	Balance 01/01/1999	Additions	Deletions	Balance 12/31/1999
Land				
General government	\$8,462,900			8,462,900
Public safety	2,187,784	1,570,931		3,758,715
Public works	907,560			907,560
Culture and recreation	11,425,799	4,512,520		15,938,319
Urban redevelopment and housing	222,399			222,399
Sub-total land	23,206,442	6,083,451	0	29,289,893
Buildings				
General government	22,271,766			22,271,766
Public safety	19,028,076	17,069		19,045,145
Public works	5,261,638			5,261,638
Culture and recreation	7,717,443	156,807		7,874,250
Urban redevelopment and housing	977,968			977,968
Sub-total buildings	55,256,891	173,876	0	55,430,767
Improvements other than buildings				
General government	68,875			68,875
Public safety	171,424			171,424
Public works	467,703	46,920		514,623
Culture and recreation	4,006,815	119,702		4,126,517
Urban redevelopment and housing	162,148			162,148
Sub-total improvements other than buildings	4,876,965	166,622	0	5,043,587
Machinery and equipment				
General government	1,844,168	2,748,084	31,973	4,560,279
Public safety	23,346,717	3,794,485	499,579	26,641,623
Public works	27,896,047	6,835,243	561,865	34,169,425
Culture and recreation	7,026,488	810,537	49,942	7,787,083
Urban redevelopment and housing	249,333	27,355		276,688
Sub-total machinery and equipment	60,362,753	14,215,704	1,143,359	73,435,098
Construction in progress				
General government	9,912,290	3,085		9,915,375
Public safety	827,064	612,908		1,439,972
Public works	672,575	481,955		1,154,530
Culture and recreation	1,290,800	1,518,165		2,808,965
Sub-total construction in progress	12,702,729	2,616,113	0	15,318,842
Total General Fixed Assets	\$156,405,780	23,255,766	1,143,359	178,518,187

GENERAL LONG-TERM AND OTHER DEBT

**COMPARATIVE SCHEDULE OF
GENERAL LONG-TERM AND OTHER DEBT
December 31, 1999 and 1998**

**CITY OF COLORADO SPRINGS
COLORADO
Exhibit I-1**

	1999	1998
Amount available for retirement of general long-term debt	\$863,106	1,179,259
Amount to be provided for the payment of general long-term debt		
General obligation bonds	37,876,604	40,042,897
Limited tax obligation bond	338,000	1,010,000
Sales tax revenue bond	85,800,000	
Certificates of participation	5,575,000	1,460,000
Special assessment bonds with governmental commitment	1,364,905	1,301,348
Capital lease obligations	4,189,474	5,726,696
Municipal solid waste landfill	510,482	497,061
Compensated absences	8,046,662	7,611,462
Total amount to be provided for the payment of general long-term debt	143,701,127	57,649,464
Total	144,564,233	58,828,723

General long-term debt

General obligation bonds		
Various purpose - 1979		585,000
Various purpose - 1989		1,090,000
Refunding - 1993	20,975,000	21,490,000
Supplemental "B" interest coupons	5,044,710	4,842,156
Cottonwood series 1998 refunding	9,160,000	9,525,000
Spring Creek plan bonds series 1995	3,560,000	3,690,000
Limited tax obligation bond		
Peregrine series 1992	338,000	1,010,000
Sales tax revenue bond 1999	85,800,000	
Certificates of participation		
Hillside recreation center	1,370,000	1,460,000
Recreation facilities authority		
Adult sports complex	4,205,000	
Special assessment bonds with governmental commitment		
Woodmen valley water district	1,040,629	1,110,473
1988 Improvement district		30,000
1989 Improvement district		30,000
1990 Improvement district	60,000	65,000
Garden of the Gods	56,472	65,875
Carmel ID	191,214	
Prospect ID	3,580	
Uintah Street ID	13,010	
Capital lease obligations	4,189,474	5,726,696
Municipal solid waste landfill	510,482	497,061
Compensated absences	8,046,662	7,611,462
Total general long-term debt	\$144,564,233	58,828,723

**SCHEDULE OF CHANGES IN GENERAL
LONG-TERM AND OTHER DEBT
For the year ended December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
Exhibit I-2**

	Balance 01/01/1999	Debt Issued	Debt Retired	Balance 12/31/1999
General obligation bonds				
Various purpose - 1979	\$585,000		585,000	0
Various purpose - 1989	1,090,000		1,090,000	0
Refunding - 1993	21,490,000		515,000	20,975,000
Supplemental "B" interest coupons	4,842,156	202,554		5,044,710
Cottonwood series 1998 refunding	9,525,000		365,000	9,160,000
Spring Creek plan bonds series 1995	3,690,000		130,000	3,560,000
Limited tax obligation bond				
Peregrine series 1992	1,010,000		672,000	338,000
Sales tax revenue bond 1999				
		87,975,000	2,175,000	85,800,000
Certificates of participation				
Hillside recreation center	1,460,000		90,000	1,370,000
Recreation facilities authority				
Adult sports complex		4,205,000		4,205,000
Special assessment bonds and notes				
Woodmen valley water district	1,110,473		69,844	1,040,629
1988 Improvement district	30,000		30,000	0
1989 Improvement district	30,000		30,000	0
1990 Improvement district	65,000		5,000	60,000
Garden of the Gods	65,875		9,403	56,472
Carmel ID		191,214		191,214
Prospect ID		3,580		3,580
Uintah Street ID		14,416	1,406	13,010
Capital lease obligations				
	5,726,696	193,023	1,730,245	4,189,474
Municipal solid waste landfill				
	497,061	13,421		510,482
Compensated absences				
	7,611,462	435,200		8,046,662
Total general long-term debt	\$58,828,723	93,233,408	7,497,898	144,564,233



CITY OF COLORADO SPRINGS

STATISTICAL SECTION

**GENERAL FUND REVENUES AND
OTHER SOURCES BY TYPE
Last ten fiscal years**

**CITY OF COLORADO SPRINGS
COLORADO
Table 1**

Fiscal Year	Taxes	Licenses and Permits	Intergovernmental	Charges for Services	Fines and Forfeits	Other	Total
1990	\$69,019,243	\$226,831	\$13,749,263	\$15,647,519	\$1,277,335	\$9,871,973	\$109,792,164
1991	68,999,268	219,185	13,655,036	15,802,776	1,470,183	9,320,307	109,466,755
1992	72,117,255	227,561	14,277,482	16,915,504	1,553,162	8,584,939	113,675,903
1993	76,960,975	239,423	14,957,621	19,304,134	1,655,398	8,462,143	121,579,694
1994	82,971,199	257,610	15,145,852	21,966,704	1,675,972	7,236,530	129,253,867
1995	90,453,606	256,213	15,430,242	22,802,171	1,693,146	7,795,212	138,430,590
1996	102,645,973	268,198	16,506,362	24,573,965	2,842,550	4,974,936	151,811,984
1997	103,461,077	268,068	17,490,001	25,108,553	2,980,450	13,257,018	162,565,167
1998	110,931,933	387,932	20,775,551	26,890,767	2,766,577	10,995,166	172,747,926
1999	119,361,794	405,904	20,567,255	28,572,817	3,198,674	7,718,888	179,825,332

Note: Includes General fund revenues and other sources only.

**GENERAL FUND EXPENDITURES AND
OTHER USES BY FUNCTION
Last Ten Fiscal Years**

**CITY OF COLORADO SPRINGS
COLORADO
Table 2**

Fiscal Year	General Government	Public Safety	Public Works	Culture and Recreation	Debt Service	Other	Total
1990	\$11,399,525	\$47,846,116	\$17,068,742	\$12,162,729	\$4,736,315	\$14,509,144	\$107,722,571
1991	13,069,943	49,529,502	15,837,214	12,068,684	4,744,605	16,473,118	111,723,066
1992	12,053,244	51,290,716	13,574,988	12,049,304	2,882,905	16,583,312	108,434,469
1993	12,840,842	56,467,368	14,305,914	12,605,692	2,884,755	20,911,869	120,016,440
1994	12,649,148	59,318,275	14,857,927	11,191,275	3,451,838	22,247,946	123,716,409
1995	14,071,739	64,256,923	15,965,408	11,740,457	3,362,909	25,110,482	134,507,918
1996	15,094,130	70,460,527	16,445,526	12,577,233	3,361,749	32,829,054	150,768,219
1997	26,104,069	72,616,860	23,440,850	12,618,318	3,403,988	16,922,261	155,106,346
1998	28,677,419	75,955,634	25,415,070	13,241,179	3,360,207	29,683,304	176,332,813
1999	31,867,855	80,185,341	27,211,602	13,546,852	7,452,641	32,402,601	192,666,892

Note: Includes General fund expenditures and other uses only.

**GENERAL FUND TAX REVENUES
BY SOURCE**

**CITY OF COLORADO SPRINGS
COLORADO**

Last ten fiscal years

Table 3

Fiscal Year	Current Property Taxes	Delinquent Property Taxes	Penalty and Interest on Taxes	Specific Ownership Taxes	Other Business Taxes	Sales and Use Taxes	Total Taxes
1990	\$16,462,710	\$140,879	\$71,052	\$1,275,160	\$2,050,281	\$49,019,161	\$69,019,243
1991	15,876,312	154,135	33,371	1,329,686	1,861,820	49,743,944	68,999,268
1992	12,961,498	155,861	40,785	1,295,140	1,501,122	56,162,849	72,117,255
1993	13,161,508	58,971	47,175	1,419,838	1,047,261	61,226,222	76,960,975
1994	12,198,106	46,569	20,803	1,561,799	603,377	68,540,545	82,971,199
1995	12,582,110	42,950	26,128	1,736,475	382,724	75,683,219	90,453,606
1996	13,630,055	(1,833)	26,938	1,918,160	399,202	86,673,451	102,645,973
1997	13,906,466	1,038	20,108	2,172,767	423,663	86,937,035	103,461,077
1998	14,826,651	100,092	21,386	2,174,795	486,610	93,322,399	110,931,933
1999	15,285,626	102,940	21,421	2,470,627	509,838	100,971,342	119,361,794

Note: Includes General fund tax revenues only.

**GENERAL FUND SALES AND USE TAX
PERCENTAGE INCREASE
Last ten fiscal years**

Fiscal Year	Sales and Use Tax Collections	Percentage Increase Over Prior Year
1990	\$49,019,161	0.23%
1991	49,743,944	1.48%
1992	56,162,849	12.90%
1993	61,226,222	9.02%
1994	68,540,545	11.95%
1995	75,683,219	10.42%
1996	86,673,451	14.52%
1997	86,937,035	0.30%
1998	93,322,399	7.34%
1999	100,971,342	8.20%

COLLECTION COSTS AND REQUIRED REFUNDS
Last six fiscal years

Fiscal Year	Collection Cost	Required Refunds
1994	\$1,923,137	\$1,129,671
1995	2,032,639	809,686
1996	2,319,236	1,621,315
1997	2,401,931	1,842,984
1998	2,575,208	638,490
1999	2,786,155	1,110,831

**PERCENTAGE OF SALES AND USE TAX
COLLECTED IN EACH MONTH
Last six fiscal years**

**CITY OF COLORADO SPRINGS
COLORADO
Table 6**

Month	1999	1998	1997	1996	1995	1994
January	6.45%	7.02%	6.89%	6.94%	6.78%	6.77%
February	6.81%	7.17%	6.96%	6.73%	6.30%	6.90%
March	8.61%	8.43%	8.90%	8.65%	8.04%	8.46%
April	7.07%	7.65%	7.19%	7.59%	7.10%	7.65%
May	7.83%	7.95%	8.00%	8.60%	8.03%	8.11%
June	9.48%	9.60%	9.45%	9.26%	9.02%	9.22%
July	8.30%	8.44%	8.31%	8.02%	8.49%	8.18%
August	8.39%	8.40%	8.41%	8.64%	8.97%	8.83%
September	9.30%	9.24%	9.59%	8.77%	9.53%	8.82%
October	7.94%	7.51%	7.70%	8.14%	8.24%	8.15%
November	8.38%	8.17%	7.58%	7.64%	8.20%	8.04%
December	11.44%	10.42%	11.02%	11.02%	11.30%	10.87%
Total	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

**ASSESSED VALUATIONS, PROPERTY TAX
LEVIES AND COLLECTIONS**

**CITY OF COLORADO SPRINGS
COLORADO**

Last ten fiscal years

Table 7

Fiscal Year	Assessed Valuation (in 000's)	Total Tax Levy	Total Current Collections	Collections as a Percent of Levy	Current Year Outstanding Delinquent Taxes	All Years Outstanding Delinquent Taxes	All Years Delinquent Taxes as a Percent of Levy
1990	\$2,346,550	\$17,050,096	\$16,462,710	96.6%	\$196,744	\$459,255	2.7%
1991	2,277,496	16,548,410	15,876,312	95.9%	189,426	387,716	2.3%
1992	1,934,970	13,544,842	13,194,987	97.4%	81,475	154,227	1.1%
1993	1,938,256	13,567,851	13,161,508	97.0%	34,173	125,787	0.9%
1994	1,820,592	12,505,703	12,198,106	97.5%	49,796	132,667	1.1%
1995	1,877,999	12,900,036	12,582,110	97.5%	63,127	145,177	1.1%
1996	2,128,294	14,025,519	13,630,055	97.2%	26,883	78,270	0.6%
1997	2,245,461	14,458,582	13,906,466	96.2%	29,442	86,965	0.6%
1998	2,793,988	15,665,948	14,826,651	94.6%	105,514	161,193	1.0%
1999	2,889,454	16,201,255	15,285,626	94.3%	113,319	255,250	1.6%

Notes: Collections are net of positive and negative abatements.
 Fiscal year is the year of collection.
 Certification of assessed valuation and mill levies is done in the year prior to the year of collection.
 Due to state mandated revaluation of property, City assessed valuation nearly doubled from 1987 to 1988. State law, however, limited property tax revenue to a factor of the previous year, causing the City mill levy to decrease accordingly.

**DIRECT AND OVERLAPPING MILL LEVY
RATES - WITHIN CITY LIMITS**

**CITY OF COLORADO SPRINGS
COLORADO**

Last ten fiscal years

Table 8

Fiscal Year	City	County Government	School District No 11	Library District	Water Conservancy District	Total
1990	7.266	11.000	39.760	3.154	0.738	61.918
1991	7.266	11.000	38.779	3.252	0.807	61.104
1992	7.000	12.000	41.033	3.252	0.969	64.254
1993	7.000	12.000	41.033	4.167	0.969	65.169
1994	6.869	12.000	40.930	4.431	0.969	65.199
1995	6.869	12.000	40.930	4.431	0.969	65.199
1996	6.590	11.405	38.865	4.107	0.944	61.911
1997	6.439	11.405	45.975	4.059	0.954	68.832
1998	5.607	9.430	39.808	3.493	0.812	59.150
1999	5.607	9.430	39.895	3.548	0.848	59.328

Notes: Fiscal year is the year of collection.

Certification of assessed valuation and mill levies is done in the year prior to the year of collection.

Rates include levies for operations and debt service.

Due to state mandated revaluation of property, City assessed valuation nearly doubled from 1987 to 1988. State law, however, limited property tax revenue to a factor of the previous year, causing the City mill levy to decrease accordingly.

**ASSESSED AND ESTIMATED ACTUAL
VALUE OF TAXABLE PROPERTY
Last ten fiscal years**

Fiscal Year	Assessed Valuation (in 000's)	Estimated Actual Valuation (in 000's)	Ratio of Total Assessed to Total Estimated Value
1990	\$2,346,550	\$11,375,628	20.6%
1991	2,277,496	10,041,783	22.7%
1992	1,934,970	10,101,544	19.2%
1993	1,938,256	10,223,895	19.0%
1994	1,820,592	10,224,837	17.8%
1995	1,877,999	10,598,258	17.7%
1996	2,128,294	13,926,138	15.3%
1997	2,245,461	14,530,272	15.5%
1998	2,793,988	18,219,145	15.3%
1999	2,889,454	18,866,756	15.3%

Notes: Fiscal year is the year of collection.
Estimated values provided by data from El Paso
County Assessor's Office.

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

**CITY OF COLORADO SPRINGS
COLORADO
Table 10**

Last ten fiscal years

Fiscal Year	Population(1)	Assessed Valuation (in 000's)	Gross General Bonded Debt	Less: Debt Service Funds	Net General Bonded Debt	Ratio of Net Bonded Debt To Assessed Valuation	Net Bonded Debt Per Capita
1990	281,140	\$2,346,550	\$40,320,000	\$0	\$40,320,000	1.7%	143.42
1991	284,490	2,277,496	38,160,000	0	38,160,000	1.7%	134.13
1992	295,454	1,934,970	35,860,000	0	35,860,000	1.9%	121.37
1993	306,363	1,938,256	36,729,410	0	36,729,410	1.9%	119.89
1994	315,704	1,820,592	34,912,030	0	34,912,030	1.9%	110.58
1995	323,502	1,877,999	33,329,517	0	33,329,517	1.8%	103.03
1996	330,300	2,128,294	31,652,071	0	31,652,071	1.5%	95.83
1997	334,300	2,245,461	29,879,624	0	29,879,624	1.3%	89.38
1998	340,800	2,793,988	42,029,624	0	42,029,624	1.5%	123.33
1999	351,269	2,889,454	38,739,710	0	38,739,710	1.3%	110.29

Notes: Fiscal year is the year of collection
Certification of assessed valuation and mill levies is done in the year prior to the year of collection.

Sources: (1) US Bureau of Census for 1990, 1991-1998 Colorado Division of Local Government and 1999 Office of Budget and

**RATIO OF ANNUAL DEBT SERVICE EXPENDITURES
FOR GENERAL BONDED DEBT TO TOTAL GENERAL
FUND EXPENDITURES**
Last ten fiscal years

**CITY OF COLORADO SPRINGS
COLORADO**
Table 11

Fiscal Year	Principal	Interest	Total Debt Service	Total Expenditures And Other Uses of General Fund	Ratio of Debt Service to General Fund Expenditures
1990	\$2,045,000	\$2,691,315	\$4,736,315	\$107,722,571	4.4%
1991	2,160,000	2,584,605	4,744,605	111,723,066	4.2%
1992	2,300,000	582,905	2,882,905	108,434,469	2.7%
1993	2,430,000	454,755	2,884,755	120,016,440	2.4%
1994	2,020,000	1,431,838	3,451,838	123,716,409	2.8%
1995	1,785,000	1,577,909	3,362,909	134,507,918	2.5%
1996	1,880,000	1,481,749	3,361,749	150,768,219	2.2%
1997	1,975,000	1,428,988	3,403,988	155,106,346	2.2%
1998	2,075,000	1,285,207	3,360,207	176,332,813	1.9%
1999	4,365,000	3,087,641	7,452,641	192,666,891	3.9%

**COMPUTATION OF LEGAL DEBT MARGIN
at December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
Table 12**

Assessed valuation - 1999 for 2000 taxes		<u><u>\$3,255,179,160</u></u>
Debt limit 10 percent of assessed valuation		325,517,916
Amount of debt:		
Bonded debt	1,063,742,086	
Special assessment debt	1,364,903	
Certificates of participation	<u>5,575,000</u>	
	<u>1,070,681,989</u>	
Less: Deductions allowed by City charter		
Revenue bonds	1,024,664,376	
Special assessment bonds & notes	1,364,903	
Certificates of participation	<u>5,575,000</u>	
	<u>1,031,604,279</u>	
Total debt applicable to limit		<u><u>39,077,710</u></u>
Legal debt margin		<u><u>\$286,440,206</u></u>

**COMPUTATION OF DIRECT AND
OVERLAPPING DEBT
at December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
Table 13**

	Assessed Valuation(1)	Outstanding General Obligation Debt(2)	Applicable to City:	
			Percent(3)	Amount
City of Colorado Springs	\$2,889,453,750	\$26,019,710	100.00%	\$26,019,710
Overlapping Debt:				
El Paso County	3,683,646,060			0
Pikes Peak Library District	3,485,316,260	3,790,000	82.52%	3,127,508
Harrison School District #2	451,294,750	31,682,605	93.46%	29,610,563
Widefield School District #3	163,062,730	20,636,000	1.90%	392,084
Colorado Springs School District #11	1,705,946,340	95,700,000	91.45%	87,517,650
Cheyenne Mtn. School District #12	214,012,700	19,847,935	96.52%	19,157,227
Manitou School District #14	70,716,110	4,560,000	14.48%	660,288
Air Academy School District #20	639,475,320	124,862,000	81.45%	101,700,099
Falcon School District #49	136,934,510	35,510,000	23.85%	8,469,135
Metex Metropolitan District	58,552,400	17,309,511	77.66%	13,442,566
Colorado Springs Cottonwood General Improvement District	35,719,250	9,160,000	100.00%	9,160,000
Colorado Springs Peregrine General Improvement District	20,382,220	338,000	100.00%	338,000
Colorado Springs Spring Creek General Improvement District	3,705,080	3,560,000	100.00%	<u>3,560,000</u>
Total Overlapping Debt				<u>277,135,120</u>
Total Direct General Obligation and Overlapping Debt				<u>\$303,154,830</u>

Sources: (1) El Paso County Colorado Abstract of Assessment for 1998 (1998 taxes due in 1999)
(2) Outstanding General Obligation Debt as of 12/31/99 provided by a verbal from individual taxing entity
(3) Percen applicable to City is based on the November 24, 1998 final certification letter from the El Paso County Assessor

VALUE OF NEW CONSTRUCTION
Last ten fiscal years

Fiscal Year	Commercial Construction		Residential Construction	
	Permits	Value (\$000'S)	Dwelling Units Gained	Value (\$000'S)
1990	716	\$35,765	1,049	\$87,655
1991	729	30,300	1,232	110,011
1992	744	59,050	2,855	245,677
1993	793	94,438	3,710	299,774
1994	806	81,324	3,803	348,642
1995	946	140,383	4,758	352,256
1996	1,139	207,965	5,325	431,682
1997	1,145	155,526	4,807	433,922
1998	1,238	180,776	5,214	521,857
1999	1,219	249,129	5,941	599,679

Note: Construction activity statistics provided by the Pikes Peak Regional Building Department for its service area.

Source: Pikes Peak Regional Building Department (PPRBD)
 Construction activity statistics provided for PPRBD's service area.

PRINCIPAL TAXPAYERS
December 31, 1999

CITY OF COLORADO SPRINGS
COLORADO
Table 15

Taxpayer	Type of Business	1999 Assessed Valuation	Percentage of Total Assessed Value
Atmel Corporation	Semiconductor Manufacturer	\$71,595,260	2.48%
U.S. West	Telecommunications	62,789,950	2.17%
M.C.I. Inc.	Telecommunications	42,434,200	1.47%
Symbios Logic Inc.	Semiconductor Manufacturer	33,565,150	1.16%
Broadmoor Hotel	Resort Hotel	25,560,310	0.88%
Hewlett Packard	Computer Manufacturer	15,998,280	0.55%
AT & T Communications	Telecommunications	12,352,200	0.43%
GGp Ltd. Partnership	Real Estate Developer	9,881,160	0.34%
Massachusetts Mutual Life Ins Co	Insurance Company	9,712,540	0.34%
United Services Auto Assoc.	Insurance Company	8,410,000	0.29%
Total		\$292,299,050	10.12%

Note: Based on 1998 assessed valuation of \$2,889,453,750 upon which 1999 taxes were levied and collected.

Source: El Paso County Treasurer's Office

DEMOGRAPHIC STATISTICS
Last ten fiscal years

CITY OF COLORADO SPRINGS
COLORADO
Table 16

Fiscal Year	Population(1)	Total Unemployment Rate(2)	Average Household Size(3)	Median Household Income(3)	Per Capita Income(3)
1990	281,140	6.30%	2.60	\$29,761	\$16,807
1991	284,490	6.30%	2.60	30,118	17,651
1992	295,454	6.90%	2.59	31,082	18,300
1993	306,363	5.90%	2.59	31,891	18,841
1994	315,704	4.70%	2.58	33,472	19,612
1995	323,502	4.20%	2.58	35,153	20,606
1996	330,300	5.10%	2.58	37,086	21,686
1997	334,300	3.70%	2.58	39,682	23,928
1998	340,800	4.50%	2.57	41,944	24,707
1999	351,269	3.30%	2.50	43,196	25,991

Sources:(1) US Bureau of Census for 1990
 1991-1998 Colorado Division of Local Government
 1999 Office of Budget and Financial Analysis Estimate
 (2) Colorado Division of Local Government
 (3) Pikes Peak Area Council of Governments
 Housing Market Analysis of the Colorado Springs MSA January 2000

SPECIAL ASSESSMENT COLLECTIONS
Last ten fiscal years

CITY OF COLORADO SPRINGS
COLORADO
Table 17

Fiscal Year	Assessments Receivable Beginning of Year	Assessments Certified During Year	Assessments Collected During Year	Assessments Receivable End of Year
1990	\$982,728	\$426,459	\$495,107	\$914,080
1991	914,080	279,333	496,346	697,067
1992	697,067	1,977,676	1,892,801	781,942
1993	781,942	54,082	291,157	544,867
1994	544,867	64,296	136,777	472,386
1995	472,386	1,972,986	744,238	1,701,134
1996	1,701,134	138,327	275,842	1,563,619
1997	1,563,619	(2,706)	172,142	1,388,771
1998	1,388,771	3,382	150,398	1,241,755
1999	1,241,755	425,146	314,616	1,352,285

**SCHEDULE OF COVERAGE
UTILITIES REVENUE BONDS
Last ten fiscal years**

**CITY OF COLORADO SPRINGS
COLORADO
Table 18**

Fiscal Year	Applicable Revenues	Operating Expenses	Net Revenue Available for Debt Service	Required Annual Debt Service	Debt Service Coverage
1990	\$285,387,437	\$191,427,075	\$93,960,362	\$30,413,483	3.09
1991	285,500,742	196,403,033	89,097,709	34,558,415	2.58
1992	306,198,442	197,107,471	109,090,971	34,205,716	3.19
1993	315,301,969	211,164,527	104,137,442	34,181,848	3.05
1994	332,352,118	224,547,485	107,804,633	34,504,628	3.12
1995	336,631,482	226,049,308	110,582,174	37,594,236	2.94
1996	370,957,991	249,119,902	121,838,089	41,927,713	2.91
1997	389,440,747	276,016,154	113,424,593	46,030,681	2.46
1998	416,531,223	292,415,168	124,116,055	52,916,465	2.35
1999	403,721,143	287,512,452	116,208,691	56,788,496	2.05

Note: Net available for debt service determined in accordance with respective bond ordinances.

**SCHEDULE OF COVERAGE
HOSPITAL REVENUE BONDS
Last ten fiscal years**

**CITY OF COLORADO SPRINGS
COLORADO
Table 19**

Fiscal Year	Applicable Revenues	Operating Expenses	Net Revenue Available for Debt Service	Required Annual Debt Service	Debt Service Coverage
1990	\$88,308,000	\$77,989,000	\$10,319,000	\$1,781,000	5.79
1991	112,359,000	91,065,000	21,294,000	2,785,000	7.65
1992	131,333,000	110,982,000	20,351,000	2,806,000	7.25
1993	155,016,000	130,525,000	24,491,000	2,828,000	8.66
1994	168,396,000	138,624,000	29,772,000	3,216,000	9.26
1995	189,531,000	153,241,000	36,290,000	4,337,000	8.37
1996	188,461,000	152,096,000	36,365,000	7,542,000	4.82
1997	207,855,000	166,164,000	41,691,000	7,231,000	5.77
1998	223,395,930	188,605,852	34,790,078	6,486,943	5.36
1999	244,183,612	215,475,788	28,707,824	6,486,943	4.43

Note: Net available for debt service determined in accordance with respective bond ordinances.

**SCHEDULE OF COVERAGE
SALES AND USE TAX REVENUE BONDS
For December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
Table 20**

Fiscal Year	Sales and Use Tax Collections	Required Annual Debt Service	Debt Service Coverage
1999	\$100,971,342	\$4,363,910	23.14%



CITY OF COLORADO SPRINGS

SUPPLEMENTARY INFORMATION

**SUMMARY OF DEBT SERVICE
REQUIREMENTS TO MATURITY
at December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
TABLE S-1**

Fiscal Year	General Obligation Bonds	Limited Tax Obligation Bond	Sales Tax Revenue Bond	Certificates of Participation	Special Assessment Bonds and Notes
2000	\$4,500,538	\$28,223	\$7,848,446	\$379,080	\$214,703
2001	4,613,667	28,223	7,847,059	519,805	213,105
2002	4,651,474	28,223	7,848,659	514,175	211,505
2003	4,572,940	366,223	7,847,821	518,163	189,905
2004	4,578,325		7,849,334	516,323	172,570
2005	4,608,145		7,847,771	518,868	172,569
2006	4,633,665		7,847,921	520,443	172,570
2007	4,635,615		7,849,359	516,143	172,569
2008	4,655,880		7,846,659	521,053	172,570
2009	4,721,700		7,846,419	709,558	138,776
2010	1,423,287		7,844,919	356,903	138,775
2011	1,408,638		7,849,500	356,403	
2012	1,375,802		7,847,750	360,183	
2013	1,571,003		7,845,500	357,962	
2014	1,021,477		7,847,000	359,855	
2015	805,035		5,696,250	360,685	
2016				360,560	
2017				359,320	
2018				362,240	
2019				359,040	
2020					
2021					
2022					
2023					
2024					
2025					
2026					
2027					
Total	\$53,777,191	\$450,892	\$123,410,366	\$8,826,758	\$1,969,617

**SUMMARY OF DEBT SERVICE
REQUIREMENTS TO MATURITY
at December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
TABLE S-1
(Continued)**

Fiscal Year	Revenue Bonds	Total
2000	\$67,697,342	\$90,668,332
2001	67,682,077	80,903,936
2002	67,390,115	80,644,151
2003	67,348,594	80,843,646
2004	67,348,389	80,464,940
2005	67,334,830	80,482,183
2006	67,325,270	80,499,869
2007	67,317,409	80,491,094
2008	67,293,088	80,489,249
2009	67,004,975	80,421,427
2010	67,056,429	76,820,312
2011	67,092,088	76,706,629
2012	67,133,997	76,717,732
2013	67,075,660	76,850,125
2014	67,096,634	76,324,966
2015	67,178,209	74,040,179
2016	66,349,490	66,710,050
2017	66,429,491	66,788,811
2018	66,468,112	66,830,352
2019	65,748,533	66,107,573
2020	68,044,132	68,044,132
2021	68,038,552	68,038,552
2022	61,923,370	61,923,370
2023	61,919,620	61,919,620
2024	61,918,938	61,918,938
2025	55,465,276	55,465,276
2026	55,482,563	55,482,563
2027	55,441,000	55,441,000
Total	\$1,829,604,183	\$2,018,039,007

Note: Does not include long-term obligations of component units.

**GENERAL OBLIGATION BOND
DEBT SERVICE REQUIREMENTS
TO MATURITY
at December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
TABLE S-2**

Fiscal Year	General refunding Series 1993		Accretion of B Coupons	Cottonwood General Improvement District 1998 Refunding	
	Principal	Interest	Principal	Principal	Interest
2000	\$570,000	\$1,217,018	\$1,698,360	\$415,000	\$380,760
2001	530,000	1,266,754	1,691,778	435,000	366,235
2002	520,000	1,316,544	1,654,572	455,000	350,358
2003	2,385,000	969,895		470,000	333,295
2004	2,500,000	857,800		490,000	315,200
2005	2,620,000	737,800		505,000	295,845
2006	2,745,000	609,420		525,000	275,645
2007	2,885,000	472,170		550,000	254,645
2008	3,030,000	325,035		570,000	232,645
2009	3,190,000	167,475		595,000	209,275
2010				620,000	183,987
2011				645,000	157,638
2012				675,000	129,902
2013				705,000	100,203
2014				735,000	68,477
2015				770,000	35,035
Total	\$20,975,000	\$7,939,911	\$5,044,710	\$9,160,000	\$3,689,145

Fiscal Year	Spring Creek General Improvement District Plan Bond Series 1995		Total General Obligation Bond Requirements
	Principal	Interest	
2000	\$45,000	\$174,400	\$4,500,538
2001	65,000	258,900	4,613,667
2002	100,000	255,000	4,651,474
2003	145,000	269,750	4,572,940
2004	155,000	260,325	4,578,325
2005	180,000	269,500	4,608,145
2006	185,000	293,600	4,633,665
2007	195,000	278,800	4,635,615
2008	235,000	263,200	4,655,880
2009	285,000	274,950	4,721,700
2010	370,000	249,300	1,423,287
2011	390,000	216,000	1,408,638
2012	390,000	180,900	1,375,802
2013	620,000	145,800	1,571,003
2014	200,000	18,000	1,021,477
2015			805,035
Total	\$3,560,000	\$3,408,425	\$53,777,191

Handwritten notes:
1,742,000 Pr.
43,000 Int.
1,785,000

**LIMITED TAX OBLIGATION BOND
DEBT SERVICE REQUIREMENTS
TO MATURITY
at December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
Table S-3**

Peregrine General Improvement District Series 1992			
Fiscal Year	Principal	Interest	Total Requirements
2000		\$28,223	\$28,223
2001		28,223	28,223
2002		28,223	28,223
2003	\$338,000	28,223	366,223
Total	\$338,000	\$112,892	\$450,892

**SALES TAX REVENUE BOND
DEBT SERVICE REQUIREMENTS
TO MATURITY
at December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
Table S-4**

Sales Tax Revenue Bond Series 1999			
Fiscal Year	Principal	Interest	Total Requirements
2000	\$3,915,000	\$3,933,446	\$7,848,446
2001	4,080,000	3,767,059	7,847,059
2002	4,255,000	3,593,659	7,848,659
2003	4,435,000	3,412,821	7,847,821
2004	4,625,000	3,224,334	7,849,334
2005	4,820,000	3,027,771	7,847,771
2006	5,025,000	2,822,921	7,847,921
2007	5,240,000	2,609,359	7,849,359
2008	5,460,000	2,386,659	7,846,659
2009	5,700,000	2,146,419	7,846,419
2010	5,955,000	1,889,919	7,844,919
2011	6,235,000	1,614,500	7,849,500
2012	6,545,000	1,302,750	7,847,750
2013	6,870,000	975,500	7,845,500
2014	7,215,000	632,000	7,847,000
2015	5,425,000	271,250	5,696,250
Total	\$85,800,000	\$37,610,366	\$123,410,366

**CERTIFICATES OF PARTICIPATION
DEBT SERVICE REQUIREMENTS
TO MATURITY
at December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
Table S-5**

Fiscal Year	Hillside Recreation Center		Recreation Facilities Authority Adult Sports Complex		Total Certificate of Participation Requirements
	Principal	Interest	Principal	Interest	
2000	\$95,000	\$68,815		\$215,265	\$379,080
2001	100,000	64,540	\$140,000	215,265	519,805
2002	100,000	59,790	145,000	209,385	514,175
2003	110,000	54,940	150,000	203,223	518,163
2004	115,000	49,550	155,000	196,773	516,323
2005	120,000	43,915	165,000	189,953	518,868
2006	125,000	37,915	175,000	182,528	520,443
2007	130,000	31,665	180,000	174,478	516,143
2008	140,000	25,035	190,000	166,018	521,053
2009	335,000	17,755	200,000	156,803	709,558
2010			210,000	146,903	356,903
2011			220,000	136,403	356,403
2012			235,000	125,183	360,183
2013			245,000	112,962	357,962
2014			260,000	99,855	359,855
2015			275,000	85,685	360,685
2016			290,000	70,560	360,560
2017			305,000	54,320	359,320
2018			325,000	37,240	362,240
2019			340,000	19,040	359,040
Total	\$1,370,000	\$453,920	\$4,205,000	\$2,797,838	\$8,826,758

**SPECIAL ASSESSMENT BONDS AND NOTES
DEBT SERVICE REQUIREMENTS
TO MATURITY
at December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
Table S-6**

Fiscal Year	Woodmen Valley		1991 District	
	Principal	Interest	Principal	Interest
2000	\$65,931	\$72,844	\$20,000	\$4,800
2001	70,546	68,229	20,000	3,200
2002	75,484	63,291	20,000	1,600
2003	80,768	58,007		
2004	86,422	52,353		
2005	92,472	46,303		
2006	98,945	39,830		
2007	105,871	32,904		
2008	113,282	25,493		
2009	121,212	17,564		
2010	129,696	9,079		
Total	\$1,040,629	\$485,897	\$60,000	\$9,600

Fiscal Year	Garden of the Gods		Carmel ID	
	Principal	Interest	Principal	Interest
2000	\$12,394	\$4,941	\$15,077	\$16,004
2001	13,479	3,857	16,339	14,743
2002	14,658	2,677	17,707	13,375
2003	15,941	1,395	19,189	11,893
2004			20,795	10,287
2005			22,536	8,546
2006			24,422	6,660
2007			26,466	4,616
2008			28,681	2,401
2009				
2010				
Total	\$56,472	\$12,870	\$191,212	\$88,525

**SPECIAL ASSESSMENT BONDS AND NOTES
DEBT SERVICE REQUIREMENTS
TO MATURITY
at December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
Table S-6
(Continued)**

Fiscal Year	Prospect ID		Uintah Street ID		Total Requirements
	Principal	Interest	Principal	Interest	
2000	\$282	\$300	\$1,018	\$1,112	\$214,703
2001	306	276	1,105	1,025	213,105
2002	332	250	1,200	931	211,505
2003	359	223	1,302	828	189,905
2004	389	193	1,414	717	172,570
2005	422	160	1,534	596	172,569
2006	457	125	1,666	465	172,570
2007	496	86	1,808	322	172,569
2008	537	45	1,963	168	172,570
2009					138,776
2010					138,775
Total	\$3,580	\$1,658	\$13,010	\$6,164	\$1,969,617

**HOSPITAL REVENUE BONDS
DEBT SERVICE REQUIREMENTS
TO MATURITY
at December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
Table S-7**

Fiscal Year	Project Bonds Series 1995		Refunding Bonds Series 1995		Total Requirements
	Principal	Interest	Principal	Interest	
2000	\$5,000	\$3,657,576	\$1,605,000	\$1,215,448	\$6,483,024
2001	5,000	3,657,330	1,685,000	1,136,802	6,484,132
2002	5,000	3,657,080	1,770,000	1,052,552	6,484,632
2003	5,000	3,656,826	1,860,000	962,282	6,484,108
2004	5,000	3,656,566	1,955,000	865,562	6,482,128
2005	5,000	3,656,300	2,060,000	761,948	6,483,248
2006	10,000	3,656,030	2,170,000	650,708	6,486,738
2007	10,000	3,655,480	2,290,000	531,358	6,486,838
2008	210,000	3,654,920	2,215,000	403,118	6,483,038
2009	225,000	3,642,950	2,340,000	276,862	6,484,812
2010	235,000	3,630,010	2,475,000	142,310	6,482,320
2011	2,870,000	3,616,500			6,486,500
2012	3,040,000	3,444,300			6,484,300
2013	3,225,000	3,261,900			6,486,900
2014	3,415,000	3,068,400			6,483,400
2015	3,620,000	2,863,500			6,483,500
2016	3,840,000	2,646,300			6,486,300
2017	4,070,000	2,415,900			6,485,900
2018	4,315,000	2,171,700			6,486,700
2019	4,570,000	1,912,800			6,482,800
2020	4,845,000	1,638,600			6,483,600
2021	5,135,000	1,347,900			6,482,900
2022	5,445,000	1,039,800			6,484,800
2023	5,770,000	713,100			6,483,100
2024	6,115,000	366,900			6,481,900
Total	\$60,995,000	\$70,688,668	\$22,425,000	\$7,998,950	\$162,107,618

**UTILITIES REVENUE BONDS
DEBT SERVICE REQUIREMENTS
TO MATURITY
at December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
Table S-8**

Fiscal Year	Utilities Series 1991A		Utilities Series 1991B		Utilities Series 1991C	
	Principal	Interest	Principal	Interest	Principal	Interest
2000	\$7,800,000	\$13,440,629	\$390,000	\$353,167		\$2,440,462
2001	8,290,000	12,953,129	420,000	328,793		2,440,463
2002	8,815,000	12,426,714	440,000	302,122		2,440,462
2003	9,380,000	11,862,554	475,000	273,963		2,440,463
2004	9,985,000	11,252,854	500,000	243,087		2,440,462
2005	10,650,000	10,591,348	535,000	209,963		2,440,463
2006	11,370,000	9,872,473	575,000	173,850		2,440,462
2007	12,145,000	9,099,313	610,000	134,750		2,440,463
2008	12,975,000	8,264,344	650,000	92,813		2,440,462
2009	13,870,000	7,372,313	700,000	48,125		2,440,463
2010	14,820,000	6,418,750				2,440,462
2011	15,790,000	5,455,450				2,440,463
2012	16,810,000	4,429,100				2,440,462
2013	11,955,000	3,336,450				2,440,463
2014	19,070,000	2,559,375				2,440,462
2015	20,305,000	1,319,825				2,440,463
2016						2,440,462
2017						2,440,463
2018						2,440,462
2019					\$515,000	2,440,463
2020					8,640,000	2,405,700
2021					27,000,000	1,822,500
2022						
2023						
2024						
2025						
2026						
Total	\$204,030,000	\$130,654,621	\$5,295,000	\$2,160,633	\$36,155,000	\$53,037,450

Note: Does not include revenue bonds of component units.

**UTILITIES REVENUE BONDS
DEBT SERVICE REQUIREMENTS
TO MATURITY
at December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
Table S-8
(Continued)**

Fiscal Year	Utilities Series 1992A		Utilities Series 1994A	
	Principal	Interest	Principal	Interest
2000	\$180,000	\$4,526,775	\$425,000	\$5,942,690
2001	180,000	4,517,415	445,000	5,923,565
2002	200,000	4,507,875	465,000	5,903,540
2003	200,000	4,497,075	485,000	5,882,615
2004	210,000	4,486,275	505,000	5,860,790
2005	230,000	4,474,725	530,000	5,838,065
2006	245,000	4,461,845	555,000	5,813,685
2007	260,000	4,448,064	580,000	5,788,155
2008	275,000	4,433,244	605,000	5,760,895
2009	285,000	4,417,431	635,000	5,731,855
2010	300,000	4,401,044	1,410,000	5,700,740
2011	325,000	4,383,794	1,485,000	5,630,240
2012	345,000	4,365,106	1,545,000	5,555,990
2013	365,000	4,345,269	7,515,000	5,478,740
2014	385,000	4,323,369	1,620,000	5,102,990
2015	410,000	4,300,269	1,700,000	5,021,990
2016	12,505,000	4,275,669	11,350,000	4,936,990
2017	13,270,000	3,525,369	11,915,000	4,358,140
2018	14,070,000	2,729,169	12,480,000	3,750,475
2019	14,925,000	1,884,969	12,615,000	3,110,875
2020	15,850,000	970,813	5,185,000	2,464,356
2021			4,645,000	2,198,625
2022			33,700,000	1,960,569
2023			4,555,000	233,444
2024				
2025				
2026				
Total	\$75,015,000	\$84,275,564	\$116,950,000	\$113,950,019

Note: Does not include revenue bonds of component units.

**UTILITIES REVENUE BONDS
DEBT SERVICE REQUIREMENTS
TO MATURITY
at December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
Table S-8
(Continued)**

Fiscal Year	Utilities Series 1996A		Utilities Series 1996B	
	Principal	Interest	Principal	Interest
2000	\$1,365,000	\$3,605,700	\$310,000	\$192,074
2001	1,425,000	3,530,625	330,000	170,684
2002	205,000	3,452,250	355,000	147,584
2003	215,000	3,440,975	380,000	122,290
2004	230,000	3,429,150	405,000	94,930
2005	235,000	3,416,500	430,000	65,568
2006	250,000	3,403,575	465,000	34,178
2007	265,000	3,389,825		
2008	280,000	3,375,250		
2009	290,000	3,359,150		
2010	305,000	3,342,475		
2011	325,000	3,324,938		
2012	340,000	3,306,250		
2013	360,000	3,286,700		
2014	380,000	3,266,000		
2015	400,000	3,244,150		
2016	420,000	3,221,150		
2017	445,000	3,197,000		
2018	470,000	3,171,413		
2019	495,000	3,144,388		
2020	525,000	3,115,925		
2021	555,000	3,085,738		
2022	585,000	3,053,825		
2023	615,000	3,020,188		
2024	27,735,000	2,984,825		
2025	24,175,000	1,390,063		
2026				
Total	\$62,890,000	\$83,558,028	\$2,675,000	\$827,308

Note: Does not include revenue bonds of component units.

**UTILITIES REVENUE BONDS
DEBT SERVICE REQUIREMENTS
TO MATURITY
at December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
Table S-8
(Continued)**

Fiscal Year	Utilities Series 1997A		Utilities Series 1998A		Utilities Series 1999A		Total Utilities Fund Revenue Bond Requirements
	Principal	Interest	Principal	Interest	Principal	Interest	
2000	\$400,000	\$6,443,664		\$2,872,938		\$3,688,644	\$54,376,743
2001	420,000	6,423,664		2,872,938		3,688,644	54,359,920
2002	440,000	6,402,664	\$715,000	2,872,938	\$290,000	3,688,644	54,069,793
2003	455,000	6,380,664	720,000	2,839,869	305,000	3,676,681	54,032,149
2004	480,000	6,357,914	750,000	2,806,569	325,000	3,663,719	54,025,750
2005	500,000	6,333,914	760,000	2,771,881	355,000	3,649,906	54,017,333
2006	525,000	6,308,914	765,000	2,736,731	370,000	3,634,375	54,000,088
2007	1,070,000	6,282,664	770,000	2,701,350	390,000	3,617,725	53,992,309
2008	1,120,000	6,229,164	800,000	2,665,738	405,000	3,599,688	53,971,598
2009	1,175,000	6,173,164	555,000	2,628,738	425,000	3,580,450	53,686,689
2010	1,235,000	6,114,414	630,000	2,603,069	450,000	3,559,731	53,730,685
2011	1,300,000	6,052,664	670,000	2,573,931	470,000	3,537,231	53,763,711
2012	1,365,000	5,987,664	765,000	2,542,944	495,000	3,513,731	53,806,247
2013	1,485,000	5,917,708	740,000	2,507,563	525,000	3,488,363	53,746,256
2014	1,505,000	5,840,488	800,000	2,473,338	550,000	3,461,456	53,777,478
2015	1,590,000	5,761,475	880,000	2,436,338	600,000	3,432,581	53,842,091
2016	1,670,000	5,678,000	105,000	2,394,538	610,000	3,401,081	53,007,890
2017	1,760,000	5,590,325	180,000	2,389,550	650,000	3,369,056	53,089,903
2018	1,860,000	5,497,925	265,000	2,381,000	685,000	3,334,119	53,134,563
2019	1,950,000	5,400,275	265,000	2,368,413	725,000	3,297,300	53,136,683
2020	2,055,000	5,297,900	2,540,000	2,355,825	765,000	3,257,425	55,427,944
2021	2,020,000	5,190,013	2,665,000	2,235,175	795,000	3,215,350	55,427,401
2022	2,135,000	5,083,963	2,800,000	2,108,588	840,000	3,171,625	55,438,570
2023	32,720,000	4,971,875	3,350,000	1,975,588	870,000	3,125,425	55,436,520
2024	11,380,000	3,213,175	4,310,000	1,816,463	920,000	3,077,575	55,437,038
2025	16,650,000	2,601,500	5,045,000	1,611,738	965,000	3,026,975	55,465,276
2026	31,750,000	1,706,563	16,660,000	1,372,100	1,020,000	2,973,900	55,482,563
2027			46,460,000	580,750	5,485,000	2,915,250	55,441,000
2028					45,215,000	2,599,863	869,338,150
Total	\$121,015,000	\$149,242,317	\$94,965,000	\$66,496,601	\$65,500,000	\$98,246,513	\$1,519,124,191

Note: Does not include revenue bonds of component units.

**AIRPORT GROSS INCOME FUND
DEBT SERVICE REQUIREMENTS
TO MATURITY
at December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
Table S-9**

Fiscal Year	Series 1992A		Series 1992C	
	Principal	Interest	Principal	Interest
2000	\$1,905,000	\$3,052,395		
2001	355,000	2,929,523	\$1,670,000	
2002	380,000	2,906,270	1,670,000	
2003	400,000	2,881,000	1,670,000	
2004	430,000	2,854,200	1,670,000	
2005	460,000	2,825,175	1,670,000	
2006	490,000	2,793,435	1,619,428	\$55,572
2007	520,000	2,759,625	578,562	1,096,438
2008	560,000	2,723,745	535,363	1,139,637
2009	595,000	2,685,105	494,912	1,180,088
2010	640,000	2,644,050	461,111	1,213,889
2011	2,360,000	2,599,890		
2012	2,520,000	2,437,050		
2013	2,700,000	2,260,650		
2014	2,880,000	2,071,650		
2015	3,090,000	1,870,050		
2016	3,305,000	1,653,750		
2017	3,535,000	1,422,400		
2018	3,780,000	1,174,950		
2019	4,045,000	910,350		
2020	4,330,000	627,200		
2021	4,630,000	324,100		
Total	\$43,910,000	\$48,406,563	\$12,039,376	\$4,685,624

**AIRPORT GROSS INCOME FUND
DEBT SERVICE REQUIREMENTS
TO MATURITY
at December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
Table S-9
(Continued)**

Fiscal Year	Series 1996A		Series 1996B		Total Requirements
	Principal	Interest	Principal	Interest	
2000	\$315,000	\$600,138	\$85,000	\$175,266	\$6,132,799
2001	330,000	586,908	90,000	171,568	6,132,999
2002	340,000	572,718	95,000	167,563	6,131,551
2003	355,000	557,758	100,000	163,240	6,126,998
2004	375,000	541,782	105,000	158,590	6,134,572
2005	390,000	524,532	110,000	153,603	6,133,310
2006	410,000	506,202	115,000	148,268	6,137,905
2007	430,000	486,522	120,000	142,576	6,133,723
2008	450,000	465,452	125,000	136,516	6,135,713
2009	470,000	442,952	130,000	130,078	6,128,135
2010	495,000	418,982	140,000	123,253	6,136,285
2011	520,000	393,490	145,000	115,833	6,134,213
2012	550,000	366,450	155,000	108,076	6,136,576
2013	575,000	337,575	160,000	99,550	6,132,775
2014	605,000	307,388	170,000	90,750	6,124,788
2015	640,000	275,625	180,000	81,400	6,137,075
2016	675,000	242,025	190,000	71,500	6,137,275
2017	710,000	206,588	200,000	61,050	6,135,038
2018	745,000	169,312	210,000	50,050	6,129,312
2019	785,000	130,200	220,000	38,500	6,129,050
2020	825,000	88,988	235,000	26,400	6,132,588
2021	870,000	45,675	245,000	13,476	6,128,251
Total	\$11,860,000	\$8,267,262	\$3,325,000	\$2,427,106	\$134,920,931

**PARKING SYSTEM REVENUE BONDS
DEBT SERVICE REQUIREMENTS
TO MATURITY
at December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
Table S-10**

Fiscal Year	Principal	Interest	Total Requirements
2000	\$325,000	\$379,776	\$704,776
2001	335,000	370,026	705,026
2002	345,000	359,139	704,139
2003	360,000	345,339	705,339
2004	375,000	330,939	705,939
2005	385,000	315,939	700,939
2006	400,000	300,539	700,539
2007	420,000	284,539	704,539
2008	435,000	267,739	702,739
2009	455,000	250,339	705,339
2010	475,000	232,139	707,139
2011	495,000	212,664	707,664
2012	515,000	191,874	706,874
2013	540,000	169,729	709,729
2014	565,000	145,968	710,968
2015	595,000	120,543	715,543
2016	625,000	93,025	718,025
2017	655,000	63,650	718,650
2018	685,000	32,537	717,537
Total	\$8,985,000	\$4,466,443	\$13,451,443

CITY INVESTMENTS
AT MARKET VALUE
at December 31, 1999

CITY OF COLORADO SPRINGS
COLORADO
Table S-11

MANAGEMENT COMPANY	MARKET VALUE	WEIGHTED AVERAGE YIELD	WEIGHTED AVERAGE MATURITY (DAYS)
CASH MANAGEMENT INVESTMENTS:			
American Money Management			
Cash Management Account			
Repurchase agreements	\$13,167,453	3.25%	1
U.S. Treasury bills/notes	60,158,031	5.66%	616
U.S Agency obligations	38,346,467	5.64%	363
Comercial Paper	1,997,720	5.89%	10
Sub-total	113,669,671		
American Money Management			
Reserve Account			
U.S. Treasury bills/notes	2,954,191	5.67%	769
U.S Agency obligations	4,755,729	5.82%	806
Other	2,939,884	6.10%	565
Sub-total	10,649,804		
Reserve Account			
U.S. Treasury bills/notes	1,202,963	*	n/a
U.S Agency obligations	5,647,360	*	n/a
Other	3,139,356	*	n/a
Sub-total	9,989,679		
DEBT SERVICE RESERVES:			
Lehman Brothers			
Airport 1992 Bond Reserve	4,938,157	6.20%	7,665
Bayeische Landesbank			
Airport 1996 Bond Reserve	1,180,628	5.52%	7,665
BONDS/CERTIFICATES OF PARTICIPATION PROCEEDS:			
Ambac			
1999 Sales Tax Revenue	82,392,873	5.13%	n/a
Bank of America			
1999 Parking Revenue	7,953,386	4.94%	n/a
Bank of Cherry Creek			
1999 Certificates of Participation	3,672,926	5.15%	n/a
OTHER INVESTMENTS:			
Norwest			
C.D. Smith Trust	442,543	n/a	n/a
Oppenheimer Inc.			
Cemetery Endowment	6,312,712	n/a	n/a
Sub-total	116,882,904		
Total Investments	\$241,202,379		

* Information is not available.

Note: Investments of the Utilites fund are presented in Table S-12.

Excludes component units and the Memorial Hospital.

**COLORADO SPRINGS UTILITIES
SUMMARY OF SELECTED INVESTMENT STATISTICS
December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
TABLE S-12**

FUND AND SECURITY TYPE	PAR VALUE	WEIGHTED AVERAGE YIELD TO MATURITY	WEIGHTED AVERAGE DAYS TO MATURITY
CURRENT INVESTMENTS T-BILLS, T-NOTES	\$40,500,000	5.5000%	466
CNB OPERATING ACCOUNT	933,611	5.5201%	1
P&I AND REBATE FUNDS T-BILLS	7,460,000	5.5764%	173
INJURIES & DAMAGES RESERVES T-NOTES	685,000	5.6050%	142
1999A ACQUISITION FUND REPURCHASE AGREEMENT	41,531,390	5.5960%	135
COPE T-NOTE	246,000	5.2800%	465
COMMON BOND RESERVE FUND T-NOTES, T-BONDS	41,419,000	6.7550%	1,465
TOTAL	\$132,775,001	5.9261%	653

**MUNICIPAL SOLID WASTE LANDFILL
CLOSURE AND POSTCLOSURE CARE COSTS
at December 31, 1999**

**CITY OF COLORADO SPRINGS
COLORADO
Table S-13**

Facility	Closure Costs	Postclosure Costs	Total Cost	Percentage of Capacity Used
Hancock	\$187,684	\$225,283	\$412,967	n/a
Transit	85,889	11,626	97,515	n/a
Hanna Ranch - Gravel Pit #1	371,990	112,056	484,046	28.55%
Hanna Ranch - Ash Disposal	932,748	106,384	1,039,132	35.90%
Hanna Ranch - Solids Disposal	100,551	561,885	662,436	22.48%
Total Cost	\$1,678,862	\$1,017,233	\$2,696,096	

Note:

Percentage of capacity used does not apply to the Hancock and Transit facilities. The entire liability for these two facilities is recognized in the General Long-term Debt Account Group. Liabilities for the Hanna Ranch facilities are recognized on a capacity used basis in the Utilities fund.

COUNTIES, CITIES, & TOWNS ANNUAL STATEMENT OF RECEIPTS & EXPENDITURES FOR ROADS, BRIDGES AND STREETS

COUNTY/CITY/TOWN: Colorado Springs (Please circle county, city, or town)

CALENDAR YEAR OF REPORT: 1999

(ROUND ALL AMOUNTS TO NEAREST DOLLAR)

I. SCHEDULE OF RECEIPTS FOR ROAD, BRIDGE AND STREET PURPOSES

A. LOCAL SOURCES

1. Property Tax/Special Assessments	_____
2. General Fund Appropriations	<u>20,618,634</u>
Interest on	
3. Other (specify) Bond Proceeds	<u>932,273</u>
Transfer from other funds	<u>6,271,525</u>
4. Traffic Fines	<u>1,998,399</u>
5. Sales Tax	<u>2,066,857</u>
Road &	
6a. From County (specify) Bridge	<u>3,851,800</u>
b. City/Town (specify)	_____
7. Bond Proceeds (net of issuance cost)	<u>39,807,456</u>
8. Note Proceeds (net of issuance cost)	_____
9. Specific Ownership Taxes	<u>2,470,627</u>
TOTAL (A) LOCAL SOURCES	<u>78,017,571</u>

C. STATE SOURCES

1. Highway Users Tax	<u>12,632,349</u>
2. Motor Vehicle Registration Fees	<u>1,153,374</u>
3. Other (specify)	_____
TOTAL (C) STATE SOURCES	<u>13,785,723</u>

D. FEDERAL SOURCES

1. Forest Service	_____
2. Mineral Leasing	_____
3. Payments in Lieu of Taxes	_____
4. FEMA	_____
5. HUD	_____
6. Other (specify) CDBG	<u>289,502</u>
TOTAL (D) FED. SOURCES	<u>289,502</u>

B. PRIVATE CONTRIBUTIONS

E. TOTAL RECEIPTS (A+B+C+D) 92,092,796

F. UNSPENT BALANCES BEGINNING OF YEAR 21,880
(must equal ending balance of previous year)

G. TOTAL RECEIPTS AND BALANCES (E+F) 92,114,676
(Revised 02/00)

II. SCHEDULE OF EXPENDITURES FOR ROAD, BRIDGE AND STREET PURPOSES

A. DIRECT HIGHWAY EXPENDITURES	
1. Right-of-Way	128,240
2. <u>Preliminary and Construction Engineering</u>	<u>1,886,636</u>
A. Construction - Capacity Improvements	_____
B. Construction - System Preservation	_____
C. Construction - Safety Improvements	_____
3. Total Construction	<u>9,016,573</u>
4. Maintenance of Condition	<u>6,005,950</u>
5. Snow and Ice Removal	<u>409,863</u>
6. Traffic Services	<u>3,840,898</u>
7. Administration	<u>3,869,892</u>
8. Traffic Enforcement	<u>18,327,779</u>
 TOTAL (A) DIRECT HIGHWAY EXPENDITURES	 <u>43,485,831</u>
 <u>B. DEBT PAYMENTS ON BONDS AND NOTES</u>	
1. Interest on Bonds	<u>1,223,007</u>
2. Interest on Notes	_____
3. Redemption on Bonds (net value)	<u>2,391,939</u>
4. Redemption on Notes (net value)	_____
 TOTAL (B) DEBT PAYMENTS	 <u>3,614,946</u>
 <u>C. PAYMENTS TO OTHER GOVERNMENTS</u>	
1a. To County (specify)	_____
b. To City (specify)	_____
2. To Dept. of Trans.	<u>189,578</u>
 TOTAL (C) PAYMENTS TO OTHER GOVERNMENTS	 <u>189,578</u>
 <u>D. OTHER HIGHWAY PURPOSES</u>	
(specify) Sidewalks - Pedestrian Ramps	<u>296,536</u>
 <u>E. TOTAL EXPENDITURES (A+B+C+D)</u>	 <u>47,586,891</u>
 <u>F. BALANCES END OF YEAR</u>	 <u>44,527,785</u>
(unspent receipts)	_____
 <u>G. TOTAL EXPENDITURES AND BALANCES (E+F)</u>	 <u>92,114,676</u>

(Revised 02/00)

**III. SCHEDULE OF CHANGE IN DEBT STATUS FOR ROAD,
BRIDGE AND STREET OBLIGATIONS**
(show all entries at par value; face amount of issue)

	<u>BONDS</u>	<u>NOTES</u>
A. BONDS & NOTES OUTSTANDING BEGINNING OF YEAR	<u>17,930,430</u>	_____
B. AMOUNT ISSUED DURING YEAR (par value)		
Original issues this year	<u>39,807,456</u>	_____
Refunding issues	_____	_____
Accretion of Supplemental Interest Coupons	129,966	
C. AMOUNT REDEEMED DURING YEAR (par value)		
From current receipts or reserves	<u>2,391,939</u>	_____
From refunding issues	_____	_____
<u>D. BONDS AND NOTES OUTSTANDING END OF YEAR</u>	<u>55,475,913</u>	_____

NOTE:

*** TOTAL RECEIPTS & BALANCES MUST EQUAL TOTAL EXPENDITURES & BALANCES ***

PLEASE GIVE THE FOLLOWING INFORMATION FOR THE PERSON TO CONTACT FOR QUESTIONS REGARDING THE REPORT.

NAME: Terri Velasquez

PHONE: (719) 385-5919

FAX: (719) 578-6432

E-MAIL: _____



CITY OF COLORADO SPRINGS