

**TOWN OF LIMON, COLORADO  
GOVERNMENTAL FUNDS  
COMBINED STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED DECEMBER 31, 2004**

	<u>GENERAL</u>	<u>HEAD START FUND</u>	<u>CAPITAL PROJECTS</u>	<u>NONMAJOR GOVERNMENTAL FUNDS</u>	<u>TOTALS</u>
<b>REVENUES:</b>					
Taxes	\$ 1,258,142				\$ 1,258,142
Fines, Licenses and Permits	38,511				38,511
Intergovernmental:					
Local	161,923		\$ 10,046	\$ 234,490	406,459
Federal	2,596	\$ 609,833	364,212		976,641
Charges for Services	319,132			1,400	320,532
Interest	8,119			917	9,036
Donated	13,946				13,946
Miscellaneous	22,319				22,319
<b>TOTAL REVENUES</b>	<u>1,824,688</u>	<u>609,833</u>	<u>374,258</u>	<u>236,807</u>	<u>3,045,586</u>
<b>EXPENDITURES:</b>					
<b>Current:</b>					
Administration	414,364				414,364
Airport	7,260		25,350		32,610
Public Works - Streets	504,987				504,987
Public Works - Sanitation	154,200				154,200
Public Safety - Police & Fire	360,949				360,949
Public Health - Cemetery	38,395				38,395
Culture & Recreation	206,780			3,300	210,080
Head Start Program		609,833			609,833
Rural Development				215,312	215,312
Capital Outlay	218,463		362,998	34,643	616,104
Debt Service:					
Principal - Lease Purchases	3,473				3,473
Principal - Bonded Debt	40,000				40,000
Interest	22,881				22,881
<b>TOTAL EXPENDITURES</b>	<u>1,971,752</u>	<u>609,833</u>	<u>388,348</u>	<u>253,255</u>	<u>3,223,188</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	(147,064)	-	(14,090)	(16,448)	(177,602)
<b>OTHER FINANCING SOURCES (USES)</b>					
Proceeds Sale of Bonds	100,000				100,000
Proceeds From Long Term Note	96,339				96,339
Operating Transfers In	2,500		13,346		15,846
Operating Transfer (Out)	(66,528)			(872)	(67,400)
<b>NET CHANGE IN FUND BALANCE</b>	(14,753)	-	(744)	(17,320)	(32,817)
<b>FUND BALANCES, BEGINNING</b>	<u>545,177</u>		<u>6,098</u>	<u>81,379</u>	<u>632,654</u>
<b>FUND BALANCES, ENDING</b>	<u>\$ 530,424</u>	<u>\$ -</u>	<u>\$ 5,354</u>	<u>\$ 64,059</u>	<u>\$ 599,837</u>

The accompanying accountant's report and notes are integral parts of the financial statements.

**TOWN OF LIMON, COLORADO**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED DECEMBER 31, 2004**

Net change in fund balances - total governmental funds	\$ (32,817)
Amounts reported for governmental activities in the statement of net Activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statements of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays of \$616,104 exceeded depreciation \$148,991 in the current period.	616,104 (148,991)
Repayment of capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets	3,473
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets	40,000
This is the current-period decrease in the liability for compensated absences	1,940
This is the current-period decrease in the liability for landfill monitoring	108,696
Bond proceeds are a revenue in the governmental funds, but the proceeds increase long-term liabilities in the statement of net assets.	(100,000)
Capital leases are a revenue in the governmental funds, but they increase long-term liabilities in the statement of net assets.	(96,339)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.	100,240
Bond issuance costs are an expenditure in the governmental funds, but these amounts are reported on the statement of net assets as a deferred charge and amortized over the life of the debt. This is the amount by which current period bond issue costs exceed current period amortization.	14,382
Change in net assets of governmental activities	<u>\$ 506,688</u>