



**QUARTERLY FINANCIAL REPORT**

**4<sup>th</sup> QUARTER 2010**

**PRELIMINARY**

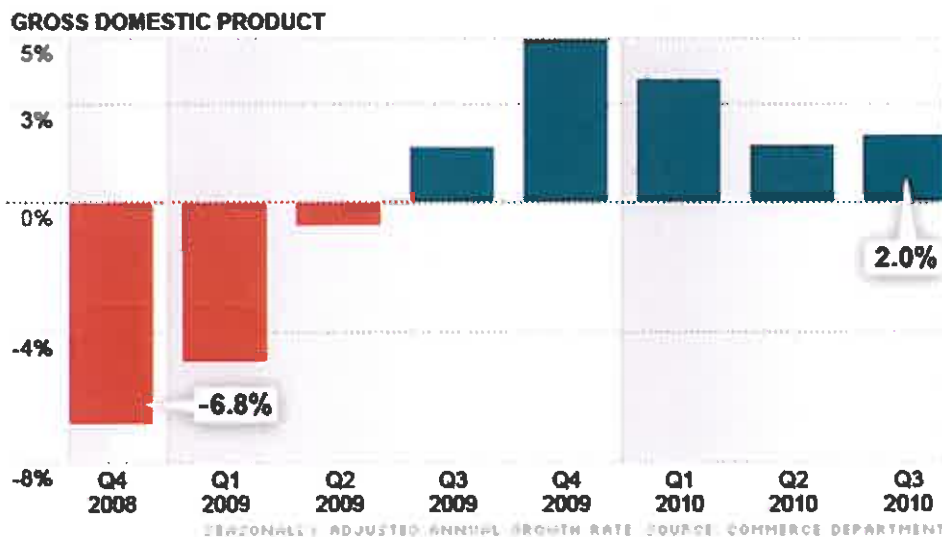
# 4<sup>th</sup> QUARTER 2010 HIGHLIGHTS

## GENERAL GOVERNMENT

### Overview:

**Nationally.** Again a quarter of conflicting economic data. The equity markets (Dow, Nasdaq, S&P 500) trended in a positive direction. The much-feared double-dip recession does not appear likely to happen. That is the message from leading business cycle indicators, which are unmistakably veering away from the recession track, following the patterns seen in post-World War II slowdowns that didn't lead to recession.

The U.S. economy continued on its path of weak growth. Gross domestic product, the broadest measure of the economy, grew at an annual rate of 2% in the three months ending in September. While that's slightly better than 1.7% growth in the previous quarter, it's still considered too weak by most economists. The average growth rate during U.S. economic expansions over the last 30 years is 3.6%, and growth had been as strong as 5% at the end of last year. But the last two quarters of weak growth have raised concerns that the economic recovery could be stalling out.



Inflation continues to be at very low levels. The Federal Reserve is concerned that low inflation could turn into deflation and jeopardize the economic recovery. In an attempt to combat the low inflation rate and elevated unemployment rate, The Federal Reserve announced in November that it will continue to be active in the financial markets, through what has been titled as quantitative easing, round 2. What this means is that the Federal Open Market Committee intends to purchase a further \$600 billion of longer-

term Treasury securities by the end of the second quarter of 2011, a pace of about \$75 billion per month.

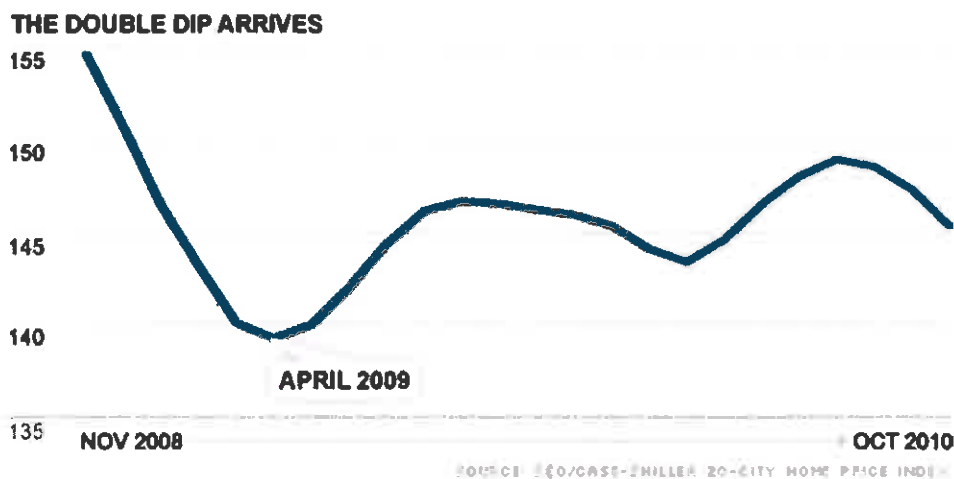
According to minutes from the Fed's November 3, 2010 meeting, more than half of the central bank's policymakers thought **it would take about five or six years for unemployment, growth and inflation to return to more normal levels.** Other Fed members warned the full recovery could take even longer than that.

In a continuing effort to stimulate the economy, the President and the Legislative Branch came to an agreement on 2011 tax policy changes including:

- Extension of current tax rates for two more years for all income brackets;
- Maintenance of the current 15% tax rate for capital gains and dividends;
- A 2 point cut in payroll taxes;
- A 13-month renewal of extended unemployment benefits;
- Extension of the AMT patch, which should prevent the AMT from increasing taxes on approximately 20-25 million taxpayers for two years;
- Extension of the expanded earned income tax credit, child tax credit, and education tax credit contained in the 2009 stimulus bill;
- Ability to expense 100% of business equipment purchases made in 2011; and
- Increase in the top marginal tax rate on estate and gift taxes to 35% from zero, with a \$5 million exemption for two years.

*Negative trends over this quarter include:*

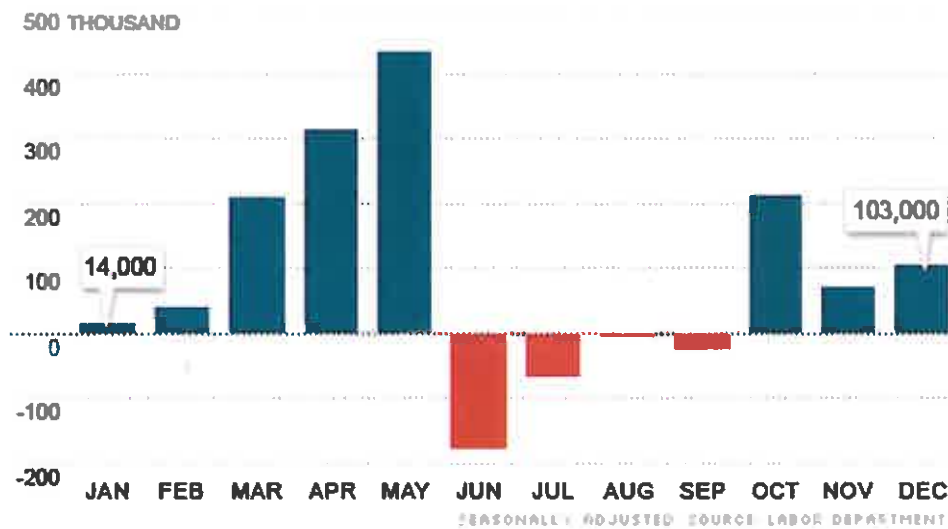
- The home price plunge is widespread throughout the country. Below is a graph showing the relative drop in nationwide home prices since November, 2008.



- Home prices took a shockingly steep plunge on a monthly basis, an indication that the housing market could be on the verge of - if it's not

already in - a double-dip slump, according to an industry report released December 28, 2010.

- Prices in 20 key cities fell 1.3% in October from a month earlier, an annualized decline of 15%, according to the S&P/Case-Shiller index. Prices were down 0.8% from 12 months earlier.
- High hopes of promising December's employment numbers were dashed, when the Labor Department reported disappointing job gains for the month. The economy added 103,000 jobs in December - falling short of most expectations.



- The United States has 15.1 million people who are unemployed and another 11 million who are underemployed or marginally attached to the labor force.
- A record 43 million people receiving food stamps confirms the economic distress.
- Homebuilders began work on fewer homes than expected in December, a sign the housing industry continues to struggle in this recovery. Housing starts fell 4.3% in December to a 529,000 annual rate, the lowest since October 2009. Homebuilders expect demand to remain weak in 2011 with a high unemployment rate and mounting foreclosures.
- The number of Americans filing for bankruptcy in 2010 increased 9% over the previous year to more than 1.53 million. The number of consumers filing for bankruptcy has increased each year since 2005, when bankruptcy laws were revamped.

*Positive trends over this quarter include:*

- Retailers have seen a strong holiday shopping season and department stores saw sales increase the most in two years with a gain of 2.8 percent. A summary of total U.S. retail sales since March, 2008 is noted below.



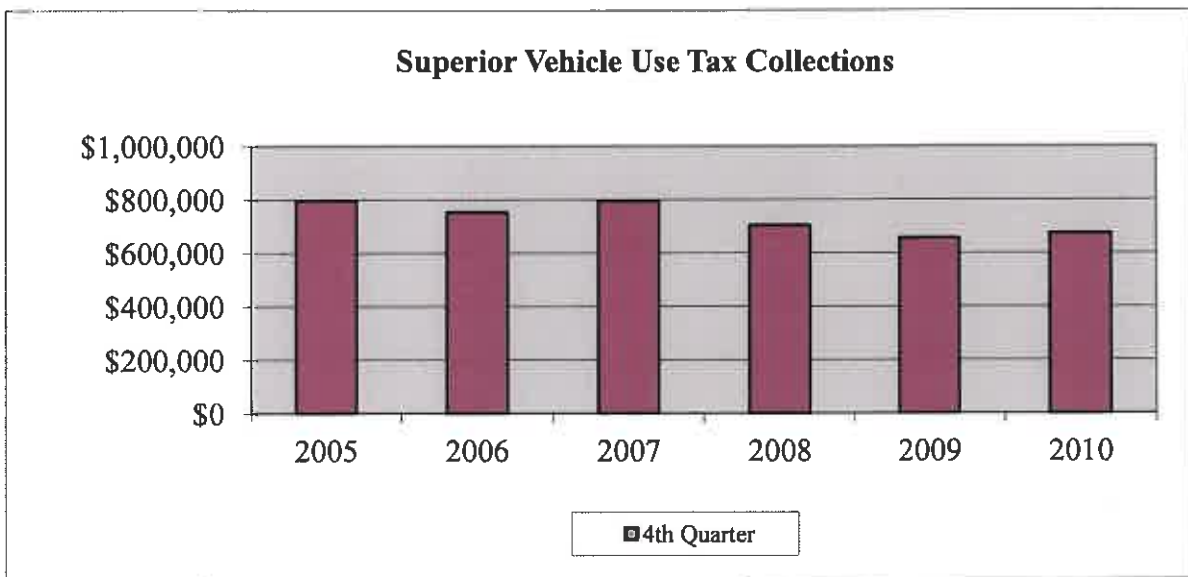
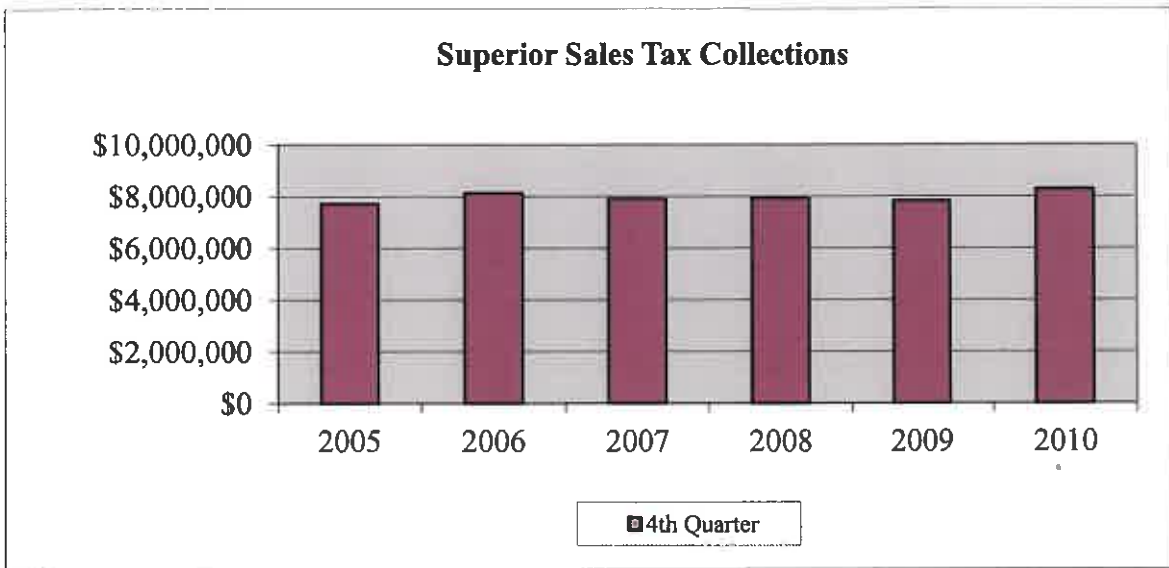
- Manufacturing activity expanded for a 17th month in a row in December, rising to the highest level in seven months.

**Regionally/Locally.** Colorado in general and Superior and Boulder County in particular, continued to fare better than the national economy. Colorado's unemployment rate at the end of November was 8.6%, with the national rate at 9.8%. Boulder County's unemployment rate was 6.8% (a slight increase from last quarter). Office leasing remains comparatively stable on the 36 corridor.

### **General Operations:**

- **Revenue.** Overall, 2010 preliminary end of year General Fund revenues met budget expectations. Sales tax receipts remain strong, up over 7% from 2009 levels. This increase may in part be because of the closing of Sam's Club in Louisville, resulting in increased sales at similar type stores in Superior. 2010 is the first year since 2006 that sales tax receipts exceeded \$8,000,000. Building/construction related revenues (building use tax, building permit and plan check fee revenues) are below budget, reflecting the state of new building activity. Vehicle use tax revenues have rebounded in 2010, but remain at least

10% below pre-recession levels. The graphs below summarize some of Superior's larger sales/use tax receipts:



- Expenditures. Total 2010 General Fund expenditures are below budget. Three Departments are overspent for the year:
  - Legislative – Board training expenses are marginally above budget.
  - Administration – One-time payroll costs.
  - Building Inspection – Even though new house construction activity was under budget, remodel activity (requiring a building inspection) was above estimates. These additional expenses were offset by additional permit and plan check fee revenues.

## **Government Capital:**

- **Capital Improvement Program:**

*Complete*

- Ballfield Improvements – Community Park and Town 9
- Community Park Playground Improvements
- Restroom Automatic Door Locks – Community Park, Purple Park and Town 9 Facilities
- Street Replacement/Reconstruction – Indiana Street
- 10 acre land purchase for Boulder Valley Ice facility
- Pool Repairs and Improvements – North Pool
- Tree and Plant Enhancements – Town Wide
- Street Replacement/Reconstruction – Original Town, Blackfoot and Jasper Streets
- Vehicle Replacement – Public Works and Parks, Recreation and Open Space
- Computer Server Replacement

*Construction/Implementation*

- Environmental “Green” Enhancements
- Rock Creek Parkway Underpass and Pedestrian Trail Improvements

*Planning/Design*

- Monument Signage – Town of Superior Entry Signage at State Highway 128 and McCaslin Blvd. Rebudgeted in 2012 to coincide with other planned improvements at this location.
- Board Room Cameras Replacement. Rebudgeted in 2011

- **Conservation Trust:**

*Complete*

- New Park Amenities, Community Park East – Disc golf

### *Construction/Implementation*

- New Park Amenities, Community Park East – Dog park and bike park construction underway. Construction completion planned in 1<sup>st</sup> quarter 2011.

### **Class 1 Landscape:**

- Revenue. In line with budget expectations. Revenue is generated from a monthly landscape fee (\$30 for single family detached home, \$25 for condominium/duplex, \$20 for apartment) paid by residents of Superior Metropolitan District (SMD) Nos. 2 & 3 for enhanced landscaping in these areas.
- Expenditures. In line with expectations, which is below budget.

### **Open Space:**

- Revenue. Slightly above budget expectations, because of stronger than expected sales tax receipts. Revenue is generated from an on-going 0.3% dedicated open space sales/use tax approved by Town voters in 2001. In addition to on-going revenues, the Town issued \$6,675,000 in debt in 2006 for additional open space purchases. Approximately \$2,000,000 of these bond proceeds are unspent at this time.
- Expenditures.
  - Land Acquisition (planning)
  - Trail Head Improvements at McCaslin/Coalton - Joint project between Superior and Boulder County (BOCO) to improve this trail head. Trailhead improvements were initially planned in 2009, but were delayed by BOCO until this quarter. The parking lot construction, which includes 32 spaces and 3 trailer spaces, will be completed the first quarter of 2011. The structures (restroom, kiosk and shelter) will be scheduled to be complete in the first quarter of 2011. The Town has contributed \$100,000 towards the project, with the County covering the remaining costs. The trailhead is on County property and constructed by the County through their staff and subcontractors. The total cost estimate for the trailhead is approximately \$368,000.
  - Trail Addition – Rock Creek Parkway to a new Boulder County regional trail west of McCaslin and north of the Ridge development. Construction was substantially complete by the end of 2010.
  - Maintenance – In line with expectations.

### **Open Space Debt Service:**

Debt was issued in 2006 for open space purchases. The debt service is supported by an on-going 0.3% dedicated sales/use tax approved by Town voters in 2001. Debt service payments are scheduled for June and December annually with final maturity in 2026.

### **Trash and Recycling:**

- Revenue. In line with expectations. Revenue is generated from a monthly trash and recycling fee of \$8.95 for residential accounts in Original Town, Sagamore, Calmante and The Ridge. The Town began this service in 2008. The Town bills customers in arrears for this service
- Expenditures. In line with budget expectations. The exclusive expense for this operation is the billing from our trash and recycling provider, Waste Connections.

### **SUPERIOR URBAN RENEWAL AUTHORITY**

- Revenue. Slightly above budget expectations.
- Expenditures. Slightly above budget expectations.

### **SUPERIOR/MCCASLIN INTERCHANGE METROPOLITAN DISTRICT**

- Revenue. Both sales and property tax receipts are slightly above budget expectations.
- Expenditures.
  - Superior Marketplace Pond Renovation (complete) – landscaping improvements
  - Phase II Interchange Design (planning)
  - Street Replacement/Reconstruction – SMID (planning)
  - Interchange Landscaping Improvements (complete) - primarily the addition of new trees along the south west loop and south east on ramp.
  - Maintenance - In line with expectations.

## **SUPERIOR/MCCASLIN INTERCHANGE METROPOLITAN DISTRICT – DEBT SERVICE**

Debt was issued for phase I (south west loop) Highway 36 and McCaslin Boulevard interchange improvement. The debt service is supported by a dedicated 0.16% sales tax (which expires after 2022) as well as a property tax (22 mills). Debt service payments are scheduled for May and November annually with final maturity in 2024. Property tax revenues are above budgets because of stronger than expected commercial property valuations. Expenditures are in-line with expectations.

## **SUPERIOR METROPOLITAN DISTRICT No. 2 – DEBT SERVICE**

Debt was issued for street improvements and park and recreation facilities within SMD No. 2 (north of Coalton Road). The debt service is supported by a property tax mill levy (6.75 mills). Debt service payments are scheduled for June and December annually with final maturity in 2018. Revenues and expenditures are in-line with expectations.

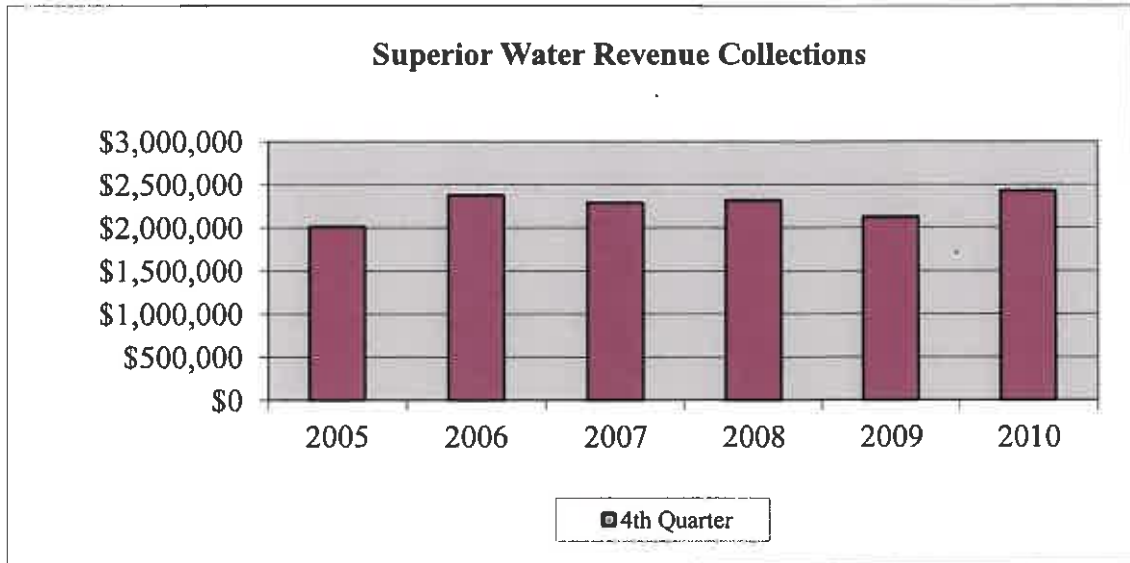
## **SUPERIOR METROPOLITAN DISTRICT No. 3 – DEBT SERVICE**

Debt was issued for street improvements and park and recreation facilities within SMD No. 3 (south of Coalton Road). The debt service is supported by a property tax mill levy (6.4 mills). Debt service payments are scheduled for June and December annually with final maturity in 2018. Property tax revenues are below budgets because of lower than expected residential property valuations. Expenditures are in-line with expectations.

## **UTILITIES**

### **Utility Operations:**

- Revenue. Water potable and non-potable charges for service finished the year above projections, primarily because of hotter and drier weather patterns in the last summer and fall. Sewer and storm drainage charges for service and miscellaneous revenues are in line with estimates. Water rates increased 4% in 2010.



- **Expenses.** Divisional operating expenses are in line with budgets except for:
  - **Water Administration** – Unbudgeted water conservation plan expenses. The Town will received reimbursement of these expenses in total from the State of Colorado in the 1<sup>st</sup> quarter, 2011.
  - **Water Supply** – Water assessment and transmission costs slightly above budget.
  - **Sewer Administration** - Membership, office supplies and other fees & services expenses slightly above budget.
  - **Sewer Waste Water Collection** – One-time expenses associated with Jasper Way sewer line repair.

**Utility Capital:**

- **Water Firming:** \$500,000 is budgeted in 2010 for the Town’s participation in design efforts for the Windy Gap Reservoir, a water firming project intended to provide additional storage for Town water shares. Because of a delay in this project obtaining a Record of Decision of the Final Environmental Impact Statement, design work has been delay until at least 2011. Construction is now scheduled to begin in 2013 at the earliest. Superior’s total share of the design and construction is currently estimated at \$14,000,000

- **Water - Other:**

*Complete*

- Water Treatment Plant Photovoltaic System – Solar panel installation substantially complete. Through lower utility payments, one-time rebates and on-going renewal energy credit payments, net costs for this new system will be lower than current utility expenses.
- Water Audit, Leak Detection and Meter Testing
- Vehicle Replacement

*Construction/Implementation*

- Filter Media Replacement
- Backwash Pond Sludge Mixer
- Cleaning and Repair of Water Storage Tanks

*Planning/Design*

- Potable Interconnect – Treated water interconnect between Superior and Broomfield
- NCWCD/SWSP Eastern Pump Station Design/Construction
- Meter and Vault Improvements

- **Sewer:**

*Complete*

- Waste Water Treatment Plant Photovoltaic System – Solar panel installation substantially complete. Through lower utility payments, one-time rebates and on-going renewal energy credit payments, net costs for this new system will be lower than current utility expenses.
- Vehicle Replacement

*Construction/Implementation*

- WWTP Blower Replacement

*Planning/Design*

- Centrifuge Feed Pumps Replacement
- Backwash Pond Dredging

- **Storm Drainage:**

*Complete*

- Vehicle Replacement

*Construction/Implementation*

- Rock Creek Drainage Way Restoration (collaborative project with Urban Drainage and Flood Control District)

*Planning/Design*

- Storm Sewer Cleanout Material Drying Bed

# Town of Superior

## 4th Quarter, 2010 Financial Report

<b>GENERAL</b>					
	<b>2009 YTD</b>	<b>2010 YTD</b>	<b>% Change</b>	<b>Annual Budget</b>	<b>(100% of Year) % of Budget</b>
<b>REVENUE</b>					
Taxes	\$7,275,787	\$7,621,881	5%	\$7,598,000	100%
License & Permit	131,733	200,190	52%	180,150	111% (1)
Intergovernmental	22,500	7,500	-67%	15,000	50% (2)
Charges for Service	877,496	1,032,122	18%	1,105,584	93%
Fines	131,454	173,927	32%	150,000	116% (3)
Miscellaneous	263,316	146,013	-45%	159,900	91%
<b>TOTAL REVENUE</b>	<b>\$8,702,286</b>	<b>\$9,181,633</b>	<b>6%</b>	<b>\$9,208,634</b>	<b>100%</b>
<b>EXPENDITURE</b>					
Legislative	\$20,733	\$22,580	9%	\$22,418	101%
Judicial	59,876	66,024	10%	67,066	98%
Clerk	113,827	117,830	4%	128,915	91%
Administration	816,259	933,534	14%	876,059	107% (4)
Finance	415,809	442,476	6%	454,117	97%
Legal Services	108,773	131,311	21%	155,000	85%
Public Safety	1,167,376	1,215,103	4%	1,237,487	98%
Building Inspection	77,171	127,394	65%	112,718	113% (1)
Parks and Recreation	1,311,631	1,544,971	18%	1,582,349	98%
Public Works	962,657	983,727	2%	1,176,082	84%
Library	103,658	125,000	21%	125,000	100%
Non-Departmental	341,924	309,655	-9%	3,263,802	9% (5)
<b>TOTAL EXPENDITURE</b>	<b>\$5,499,694</b>	<b>\$6,019,605</b>	<b>9%</b>	<b>\$9,201,013</b>	<b>65%</b>

(1) Higher than budgeted building activity.

(2) Highway signal maintenance fee. Half of budget received in 2009 instead of 2010.

(3) Higher than budgeted court fines.

(4) One-time payroll expenses.

(5) The majority of this budget represents a transfer to SMD #1 and Governmental Capital which has not yet occurred.

# Town of Superior

## 4th Quarter, 2010 Financial Report

<b>CAPITAL IMPROVEMENT PROGRAM</b>					
	<b>2009 YTD</b>	<b>2010 YTD</b>	<b>% Change</b>	<b>Amended Budget</b>	<b>(100% of Year) % of Budget</b>
<b>REVENUE</b>					
Taxes	\$742,901	\$787,518	6%	\$760,000	104%
Miscellaneous	292,864	121,701	-58%	1,452,000	8%
<b>TOTAL REVENUE</b>	<b>\$1,035,765</b>	<b>\$909,219</b>	<b>-12%</b>	<b>\$2,212,000</b>	<b>41%</b>
<b>EXPENDITURE</b>					
Public Works	\$2,767,101	\$1,579,879	-43%	\$2,006,000	79%
Parks and Recreation	97,500	80,171	-18%	99,350	81%
Non-Departmental	170,173	1,046,136	515%	1,113,225	94%
<b>TOTAL EXPENDITURE</b>	<b>\$3,034,774</b>	<b>\$2,706,186</b>	<b>-11%</b>	<b>\$3,218,575</b>	<b>84%</b>

(1)

(2)

<b>CONSERVATION TRUST</b>					
	<b>2009 YTD</b>	<b>2010 YTD</b>	<b>% Change</b>	<b>Annual Budget</b>	<b>(100% of Year) % of Budget</b>
<b>REVENUE</b>					
Conservation Trust	\$96,616	\$90,680	-6%	\$100,000	91%
Miscellaneous	676	1,219	80%	500	244%
<b>TOTAL REVENUE</b>	<b>\$97,292</b>	<b>\$91,899</b>	<b>-6%</b>	<b>\$100,500</b>	<b>91%</b>
<b>EXPENDITURE</b>					
Capital	\$71,976	\$99,750	39%	\$98,950	101%
<b>TOTAL EXPENDITURE</b>	<b>\$71,976</b>	<b>\$99,750</b>	<b>39%</b>	<b>\$98,950</b>	<b>101%</b>

(3)

(4)

(1) Sales tax higher than budgeted.

(2) The majority of this budget represents a General Fund transfer which has not yet occurred.

(3) Interest income higher than budgeted.

(4) Community Park East. Any expenses above CTF budget will transfer to Governmental Capital (as planned).

# Town of Superior

## 4th Quarter, 2010 Financial Report

<b>CLASS 1 LANDSCAPE</b>					
	<b>2009 YTD</b>	<b>2010 YTD</b>	<b>% Change</b>	<b>Annual Budget</b>	<b>(100% of Year) % of Budget</b>
<b>REVENUE</b>					
Landscape Maintenance Fee	\$1,466,155	\$1,466,785	0%	\$1,475,000	99%
Miscellaneous	22,499	15,895	-29%	16,000	99%
<b>TOTAL REVENUE</b>	<b>\$1,488,654</b>	<b>\$1,482,680</b>	<b>0%</b>	<b>\$1,491,000</b>	<b>99%</b>
<b>EXPENDITURE</b>					
Maintenance	\$1,487,358	\$1,361,067	-8%	\$1,463,431	93%
<b>TOTAL EXPENDITURE</b>	<b>\$1,487,358</b>	<b>\$1,361,067</b>	<b>-8%</b>	<b>\$1,463,431</b>	<b>93%</b>

<b>OPEN SPACE</b>					
	<b>2009 YTD</b>	<b>2010 YTD</b>	<b>% Change</b>	<b>Annual Budget</b>	<b>(100% of Year) % of Budget</b>
<b>REVENUE</b>					
Taxes	\$205,908	\$254,860	24%	\$255,000	100%
Miscellaneous	80,435	59,223	-26%	53,500	111%
<b>TOTAL REVENUE</b>	<b>\$286,343</b>	<b>\$314,083</b>	<b>10%</b>	<b>\$308,500</b>	<b>102%</b>
<b>EXPENDITURE</b>					
Maintenance	\$22,455	\$31,768	41%	\$40,825	78%
Capital	1,255,232	240,554	-81%	5,000,000	5%
<b>TOTAL EXPENDITURE</b>	<b>\$1,277,687</b>	<b>\$272,322</b>	<b>-79%</b>	<b>\$5,040,825</b>	<b>5%</b>

(1) Received unbudgeted easement payment.

# Town of Superior

## 4th Quarter, 2010 Financial Report

<b>OPEN SPACE DEBT SERVICE</b>					
	<b>2009 YTD</b>	<b>2010 YTD</b>	<b>% Change</b>	<b>Annual Budget</b>	<b>(100% of Year) % of Budget</b>
<b>REVENUE</b>					
Taxes	\$536,993	\$532,659	-1%	\$505,000	105%
Miscellaneous	1,364	1,755	29%	13,000	14%
<b>TOTAL REVENUE</b>	<b>\$538,357</b>	<b>\$534,414</b>	<b>-1%</b>	<b>\$518,000</b>	<b>103%</b>
<b>EXPENDITURE</b>					
Bank Fees	\$150	\$0	-100%	1,000	0%
Principal	235,000	245,000	4%	245,000	100%
Interest	301,518	289,518	-4%	289,518	100%
<b>TOTAL EXPENDITURE</b>	<b>\$536,668</b>	<b>\$534,518</b>	<b>0%</b>	<b>\$535,518</b>	<b>100%</b>

(1)  
(2)

<b>TRASH AND RECYCLING</b>					
	<b>2009 YTD</b>	<b>2010 YTD</b>	<b>% Change</b>	<b>Annual Budget</b>	<b>(100% of Year) % of Budget</b>
<b>REVENUE</b>					
Charges for Service	\$33,591	\$37,001	10%	\$42,745	87%
<b>TOTAL REVENUE</b>	<b>\$33,591</b>	<b>\$37,001</b>	<b>10%</b>	<b>\$42,745</b>	<b>87%</b>
<b>EXPENSE</b>					
Trash and Recycling	\$37,306	\$39,683	6%	\$42,745	93%
<b>TOTAL EXPENSE</b>	<b>\$37,306</b>	<b>\$39,683</b>	<b>6%</b>	<b>\$42,745</b>	<b>93%</b>

(1) Sales tax higher than budgeted.

(2) Interest income lower than budgeted.

# Town of Superior

## 4th Quarter, 2010 Financial Report

<b>SUPERIOR URBAN RENEWAL AUTHORITY</b>					
	<b>2009 YTD</b>	<b>2010 YTD</b>	<b>% Change</b>	<b>Amended Budget</b>	<b>(100% of Year) % of Budget</b>
<b>REVENUE</b>					
Taxes	\$4,550,416	\$4,963,614	9%	\$5,435,000	91%
Miscellaneous	6,483	3,210	-50%	16,000	20%
<b>TOTAL REVENUE</b>	<b>\$4,556,899</b>	<b>\$4,966,824</b>	<b>9%</b>	<b>\$5,451,000</b>	<b>91%</b>
<b>EXPENDITURE</b>					
Financial Services	\$4,195	\$2,044	-51%	\$5,500	37%
Town Revenue Share	3,041,158	3,320,111	9%	3,590,000	92%
Debt Service	1,509,360	1,668,047	11%	1,855,500	90%
<b>TOTAL EXPENDITURE</b>	<b>\$4,554,713</b>	<b>\$4,990,202</b>	<b>10%</b>	<b>\$5,451,000</b>	<b>92%</b>

(1)

<b>SUPERIOR/MCCASLIN INTERCHANGE METROPOLITAN DISTRICT</b>					
	<b>2009 YTD</b>	<b>2010 YTD</b>	<b>% Change</b>	<b>Annual Budget</b>	<b>(100% of Year) % of Budget</b>
<b>REVENUE</b>					
Taxes	\$689,623	\$728,032	6%	\$700,000	104%
Miscellaneous	599,201	72,432	-88%	76,000	95%
<b>TOTAL REVENUE</b>	<b>\$1,288,824</b>	<b>\$800,464</b>	<b>-38%</b>	<b>\$776,000</b>	<b>103%</b>
<b>EXPENDITURE</b>					
Administration	\$4,678	\$4,950	6%	\$5,000	99%
Administrative Fee	80,955	85,408	6%	85,408	100%
Maintenance	284,188	309,593	9%	912,500	34%
<b>TOTAL EXPENDITURE</b>	<b>\$369,821</b>	<b>\$399,951</b>	<b>8%</b>	<b>\$1,002,908</b>	<b>40%</b>

(3)

(1) Interest income lower than budgeted.

(2) Phase II interchange design efforts now planned for 2011.

# Town of Superior

## 4th Quarter, 2010 Financial Report

<b>SUPERIOR/MCCASLIN INTERCHANGE METROPOLITAN DISTRICT - DEBT SERVICE</b>					
	<b>2009 YTD</b>	<b>2010 YTD</b>	<b>% Change</b>	<b>Annual Budget</b>	<b>(100% of Year) % of Budget</b>
<b>REVENUE</b>					
Taxes	\$555,190	\$584,531	5%	\$558,000	105%
Miscellaneous	54,793	49,880	-9%	35,000	143%
<b>TOTAL REVENUE</b>	<b>\$609,983</b>	<b>\$634,411</b>	<b>4%</b>	<b>\$593,000</b>	<b>107%</b>
<b>EXPENDITURE</b>					
Administration	\$7,917	\$8,377	6%	\$10,000	84%
Bank Fees	150	1,750	1067%	12,650	14%
Principal	175,000	190,000	9%	190,000	100%
Interest	215,075	209,125	-3%	209,125	100%
<b>TOTAL EXPENDITURE</b>	<b>\$398,142</b>	<b>\$409,252</b>	<b>3%</b>	<b>\$421,775</b>	<b>97%</b>

(1)  
(2)

<b>SUPERIOR METROPOLITAN DISTRICT No. 2 - DEBT SERVICE</b>					
	<b>2009 YTD</b>	<b>2010 YTD</b>	<b>% Change</b>	<b>Annual Budget</b>	<b>(100% of Year) % of Budget</b>
<b>REVENUE</b>					
Taxes	\$637,585	\$636,212	0%	\$638,000	100%
Miscellaneous	18,044	12,268	-32%	7,000	175%
<b>TOTAL REVENUE</b>	<b>\$655,629</b>	<b>\$648,480</b>	<b>-1%</b>	<b>\$645,000</b>	<b>101%</b>
<b>EXPENDITURE</b>					
Treasurer's Collection Fees	\$9,095	\$9,121	0%	\$10,000	91%
Bank Fees	155	0	NA	150	0%
Principal	440,000	465,000	6%	465,000	100%
Interest	212,770	199,570	-6%	199,570	100%
<b>TOTAL EXPENDITURE</b>	<b>\$662,020</b>	<b>\$673,691</b>	<b>2%</b>	<b>\$674,720</b>	<b>100%</b>

(2)

- (1) Sales tax revenues above budget.  
(2) Interest income higher than budgeted.

# Town of Superior

## 4th Quarter, 2010 Financial Report

<b>SUPERIOR METROPOLITAN DISTRICT No. 3 - DEBT SERVICE</b>					
	<b>2009 YTD</b>	<b>2010 YTD</b>	<b>% Change</b>	<b>Annual Budget</b>	<b>(100% of Year) % of Budget</b>
<b>REVENUE</b>					
Taxes	\$303,176	\$292,248	-4%	\$302,000	97%
Miscellaneous	9,351	6,536	-30%	4,000	163%
<b>TOTAL REVENUE</b>	<b>\$312,527</b>	<b>\$298,784</b>	<b>-4%</b>	<b>\$306,000</b>	<b>98%</b>
<b>EXPENDITURE</b>					
Treasurer's Collection Fees	\$4,328	\$4,195	-3%	\$5,000	84%
Bank Fees	155	0	NA	150	0%
Principal	210,000	225,000	7%	225,000	100%
Interest	99,521	93,221	-6%	93,221	100%
<b>TOTAL EXPENDITURE</b>	<b>\$314,004</b>	<b>\$322,416</b>	<b>3%</b>	<b>\$323,371</b>	<b>100%</b>

(1)

<b>WATER</b>					
	<b>2009 YTD</b>	<b>2010 YTD</b>	<b>% Change</b>	<b>Annual Budget</b>	<b>(100% of Year) % of Budget</b>
<b>REVENUE</b>					
Charges for Service	\$2,152,333	\$2,455,438	14%	\$ 2,470,500	99%
Miscellaneous	438,819	321,635	-27%	2,100,245	15%
<b>TOTAL REVENUE</b>	<b>\$2,591,152</b>	<b>\$2,777,073</b>	<b>7%</b>	<b>\$4,570,745</b>	<b>61%</b>
<b>EXPENSE</b>					
Administration	\$30,703	\$66,513	117%	\$53,886	123%
Water Supply	790,561	718,282	-9%	706,000	102%
Water Treatment	387,937	330,079	-15%	456,500	72%
Water Storage/Distribution	122,333	139,212	14%	198,648	70%
Non-Departmental	2,236,325	2,272,488	2%	2,508,138	91%
Capital Projects	144,493	461,424	219%	826,500	56%
<b>TOTAL EXPENSE</b>	<b>\$3,712,352</b>	<b>\$3,987,998</b>	<b>7%</b>	<b>\$4,749,672</b>	<b>84%</b>

(2)

(3)

(4)

- (1) Interest income higher than budgeted.  
 (2) The majority of this budget represents a General Fund transfer which has not yet occurred.  
 (3) Unbudgeted water conservation grant expenses. Grant proceeds to be received in 2011.  
 (4) Water assessment and transmission costs higher than budgeted.

# Town of Superior

## 4th Quarter, 2010 Financial Report

<b>SEWER</b>					
	<b>2009 YTD</b>	<b>2010 YTD</b>	<b>% Change</b>	<b>Amended Budget</b>	<b>(100% of Year) % of Budget</b>
<b>REVENUE</b>					
Charges for Service	\$916,132	\$922,048	1%	\$915,750	101%
Miscellaneous	48,561	33,930	-30%	371,819	9%
<b>TOTAL REVENUE</b>	<b>\$964,693</b>	<b>\$955,978</b>	<b>-1%</b>	<b>\$1,287,569</b>	<b>74%</b>
<b>EXPENSE</b>					
Administration	\$11,036	\$15,983	45%	\$15,499	103%
Waste Water Collection	16,794	63,037	275%	22,780	277%
Waste Water Treatment	481,722	600,173	25%	658,980	91%
Non-Departmental	279,411	288,113	3%	411,810	70%
Capital Projects	42,953	378,933	782%	520,500	73%
<b>TOTAL EXPENSE</b>	<b>\$831,916</b>	<b>\$1,346,239</b>	<b>62%</b>	<b>\$1,629,569</b>	<b>83%</b>

(1)

(2)

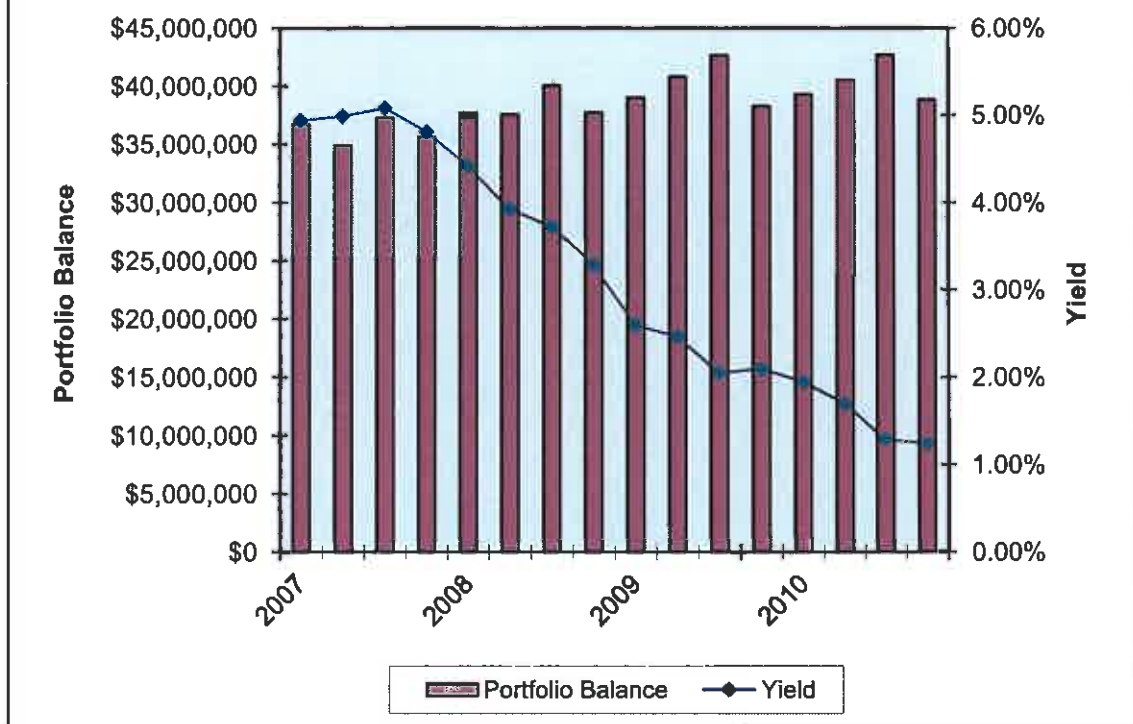
<b>STORM DRAINAGE</b>					
	<b>2009 YTD</b>	<b>2010 YTD</b>	<b>% Change</b>	<b>Annual Budget</b>	<b>(100% of Year) % of Budget</b>
<b>REVENUE</b>					
Charges for Service	\$300,487	\$303,811	1%	\$305,000	100%
Miscellaneous	20,243	19,312	-5%	268,461	7%
<b>TOTAL REVENUE</b>	<b>\$320,730</b>	<b>\$323,123</b>	<b>1%</b>	<b>\$573,461</b>	<b>56%</b>
<b>EXPENSE</b>					
Administration	\$26,752	\$28,581	7%	\$30,839	93%
Storm Drainage	42,987	51,820	21%	84,395	61%
Non-Departmental	181,263	190,052	5%	310,227	61%
Capital Projects	100,000	103,083	3%	129,000	80%
<b>TOTAL EXPENSE</b>	<b>\$351,002</b>	<b>\$373,536</b>	<b>6%</b>	<b>\$554,461</b>	<b>67%</b>

(1)

(1) The majority of this budget represents a General Fund transfer which has not yet occurred.

(2) Jasper Way sewer line repair.

## Town of Superior Investment Portfolio Summary



Year - Quarter	Portfolio Balance	Yield
2007 - 1st Qtr.	36,747,506	4.94%
2007 - 2nd Qtr.	34,921,086	4.99%
2007 - 3rd Qtr.	37,308,683	5.08%
2007 - 4th Qtr.	35,654,225	4.81%
2008 - 1st Qtr.	37,715,164	4.42%
2008 - 2nd Qtr.	37,614,004	3.93%
2009 - 3rd Qtr.	40,124,268	3.73%
2008 - 4th Qtr.	37,789,176	3.29%
2009 - 1st Qtr.	39,082,697	2.60%
2009 - 2nd Qtr.	40,867,546	2.47%
2009 - 3rd Qtr.	42,680,987	2.05%
2009 - 4th Qtr.	38,330,777	2.10%
2010 - 1st Qtr.	39,338,455	1.95%
2010 - 2nd Qtr.	40,554,038	1.70%
2010 - 3rd Qtr.	42,724,369	1.29%
2010 - 4th Qtr.	38,893,150	1.24%