South Suburban Park & Recreation District

Comprehensive Annual Financial Report

For the year ended December 31, 2006

South Suburban
PARKS AND RECREATION

Arapahoe, Douglas and
Jefferson Counties, Colorado

www.sspr.org

SOUTH SUBURBAN PARK AND RECREATION DISTRICT

Arapahoe, Douglas and Jefferson Counties, Colorado

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Year Ended
December 31, 2006

South Suburban
PARKS AND RECREATION

Prepared by the Department of Finance

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South Suburban
PARKS AND RECREATION

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Board of Directors
Jerry D.Call
Chairman
Dennis S. Reynolds
Kay C. Geitner
Philip J. Cernanec
Harold L. Neal

Executive Director
David A. Lorenz

May 9, 2007

The Board of Directors, and Citizens of
South Suburban Park and Recreation District,
Arapahoe, Douglas and Jefferson Counties, Colorado

INTRODUCTION

The Comprehensive Annual Financial Report (CAFR) of the South Suburban Park and Recreation District (District) for the year ended December 31, 2006, is submitted herewith. This report has been prepared by the District's Finance Department. District management is responsible for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures. We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the District as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain maximum understanding of the District's financial affairs have been included.

Generally Accepted Accounting Principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter is designed to complement MD&A and should be read in conjunction with it. The South Suburban Park and Recreation District's MD&A can be found immediately following the report of the independent auditors.

REPORTING ENTITY

The report encompasses all funds and legally separate component units.

The District operates and maintains 1,206 acres of developed parks, 1,997 acres of natural areas, 79 miles of trails and 492 acres of special facilities. Undeveloped land totals 329 acres. District facilities include two 18-hole golf courses, an 18-hole executive golf course, a 9-hole par 3 course, a 9-hole executive golf course, an air structure (sports dome) housing a multipurpose athletic field, a two-tiered 30-station heated driving range, a nature center, five outdoor and five indoor swimming pools, two of which are jointly operated with a school district, a 36-hole miniature golf course, an 18-hole miniature golf course, a 9-station batting cage facility, a BMX track, 56 playgrounds, inline hockey rink, skate park, 58 outdoor tennis courts at 18 locations (12 lighted), a six court indoor tennis facility, four recreation centers, an entertainment arcade, two

ice arenas totaling four sheets of ice, 98 (7 lighted) baseball/softball fields, (including one with artificial turf), over 105 multi-purpose fields, (including three with artificial turf), two maintenance service centers and a general administration office building.

The SSPRD Land and Facilities Corporation, (Corporation) is a nonprofit corporation established under authorization of the Colorado Revised Nonprofit Corporation Act. The purpose of the Corporation includes, but is not limited to, acquiring real or personal property by purchase or lease, to finance the acquisition, construction of improvements, and to lease or otherwise convey interests in real or personal property or improvements on any combination thereof to the District. The Corporation is included as a blended component unit of the District because the District appoints all board members, provides substantial support to the Corporation, and the Corporation provides services entirely to the District.

In addition, the District has an entity that is fiscally dependent on the District. The King C. Hudson and Evelyn Leigh Hudson Foundation (Hudson Gardens) is a component unit discretely reported in a separate column in the combined basic financial statements to emphasize that it is legally separate from the District and to differentiate its financial position and results of operations from those of the District. Hudson Gardens was incorporated in 1986 for the purpose of preserving, maintaining and enhancing the natural beauty of approximately 30 acres of land. Hudson Gardens, which opened in 1996, operates 16 separate display gardens, an event center, which hosts programs on educational and cultural activities, numerous weddings and a weekly summer concert series. The land, including certain permanent structures on which Hudson Gardens operates, was purchased by the District in 1998.

ECONOMIC CONDITION AND OUTLOOK

The District is located toward the southern edge of the Denver metropolitan area, eight miles south of downtown Denver, and its economy reflects the general economic conditions of the area.

A number of economic indicators point toward an improving local economy. The employment base growth was at 2.4% in 2006, an increase from 2.1% in 2005. The unemployment rate was 4.3% in 2006 compared to 5% 2005. The inflation rate was 3.6% in 2006 compared to 1.9% in 2005.

The average Denver-area previously owned single-family home price increased 3.1% in 2006 compared to 5.7% in 2005. Nonresidential construction permits increased 2.1% in 2006. The nonresidential sector vacancy rates in metro Denver decreased to 12.6% from 15.8% in 2005.

MAJOR INITIATIVES AND ACCOMPLISHMENTS

David A. Lorenz Regional Park: An additional multipurpose field was installed using artificial turf at the Regional Park. With this addition the Park now has three multipurpose fields and one softball/baseball field all constructed with artificial turf.

Big Dry Creek Trail: The District continues construction of this regional 10-foot-wide concrete trail. In 2006, approximately 0.75 miles from South Washington Street to a point approximately

1,200 feet east of Broadway was completed. Work continues in 2007 from the end of the new section of trail to immediately west of Broadway.

Mary Carter Greenway dual trail: The District completed an additional 0.75 miles of crusher fines trail, which parallels the existing concrete trail from West Union to West Oxford Avenue. This secondary trail provides safer walking and jogging, and it separates pedestrians from bicyclists and roller bladers.

Goodson Recreation Center improvements: The first phase of renovations for this 28-year-old facility has included a complete lobby upgrade (lighting, flooring, a customer-friendly front desk, wide screen television, comfortable lounge-type furniture, an art gallery, and internet café), and completely rewiring computer connections throughout the building.

Park at Lone Tree Elementary School (working name: Heritage Hills school park): Construction has begun on the 7-acre park immediately adjacent to the Douglas County School District magnet school. The School District and Park District entered into a joint-use agreement for the playfields and other recreation amenities in the park.

Walnut Hills Park improvements: We completed upgrade and renovation of this outdated playground, including installation of a new picnic shelter and installation of an innovative climbing rock. This project was well received by local residents. Residents celebrated the dedication during their annual summer meeting with a picnic in the new facility.

Sunset Park expansion and improvements: The District began renovation of the playground and shelter, including the addition of a dedicated 1/3-acre parcel to enlarge the Park, which allowed us to enlarge the softball/baseball field.

Lone Tree Trail connections: We started construction on several trail connections within the City of Lone Tree. The connections utilize existing trails and create loop trails. The loop trails will enable the walker/jogger/bicyclist to have a more interesting and fulfilling trail experience.

Outdoor pool upgrades: The District's four outdoor pools received significant improvements, including new water drop slides, shade shelters, interactive spray features, new graphics and theming, fresh coats of paint to the interiors of the bathhouses, and at one, expansion of the irrigated bluegrass, making the lawn areas larger around the pools.

Vehicles and equipment replacement: In 2006, we purchased the following replacements: one Zamboni ice resurface machine, two 15-passenger vans, five pickup trucks, three mowers, one tractor, one turf aerator, one walk-behind snowblower, and one 4" trash pump. We amplified our fleet with: one 4x4 pickup truck, two truck-mounted lifting cranes, one dump bed trailer, and one Toro Dingo Digger (a mini-skid steer loader).

Foxridge irrigation system: The Foxridge system was 29 years old, with much of the equipment outdated and needing to be replaced. We replaced main lines, valves, laterals, and irrigation heads; a new booster pump on the system, to compensate for the lows in water pressure over the years; and a new controller to bring it up to date with our Centralized Irrigation Control system.

The District is continuing to **maintain what we have**, performing significant roof repairs to aging facilities, repairs and overlays of asphalt trails and parking areas, and repairs to tennis courts (including crack sealing, color over lays, new nets); and installing new perimeter fencing and park benches for patrons waiting to use the courts.

ACCOUNTING SYSTEM AND BUDGETARY CONTROLS

The accounting policies of the District are based on generally accepted accounting principles (GAAP) applicable to governmental units. The District's accounting system is an integrated financial management system organized and operated on a fund basis. Each fund (or account group) is a distinct and self-balancing accounting entity.

The District's Finance Department is responsible for establishing and maintaining an internal control structure to ensure that the assets of the government are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with GAAP. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of control should not exceed the benefits likely to be derived and that the valuation of costs and benefits requires estimates and judgments by management.

In accordance with the State Budget Law, the District's Board of Directors holds public hearings in the fall each year to approve the budget and appropriate the funds for the ensuing year. The appropriation is at the total fund expenditures level and lapses at year end. The appropriation can only be modified upon completion of notification and publication requirements. The District's Board of Directors can modify the budget by line item within the total appropriation without notification. The District maintains budgetary controls by not permitting expenditures to exceed appropriations.

Cash Management. To maximize net investment income, the District aggregates and invests cash and investments of all funds except certain funds required to be held in trust in separate accounts in accordance with bond indentures. Net investment earnings are allocated monthly to all funds based on their average cash balances.

The investment policy of the District is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Accordingly, all deposits are either insured by federal depository insurance or collateralized; and all investments held by the District during 2006 were allowable investments under the District's investment policy. Allowable investments include U.S. Government Securities and Agencies, Repurchase Agreements, Commercial Paper, Money Market Funds, Time Certificates of Deposit and Local Government Investment Pools. The maturities of the investments generally range from 30 days to one year, with the average maturity being six months. The average return on the District's investments was 5.01% and 3.68% for 2006 and 2005, respectively.

Risk Management. The District participates in the Colorado Special District Insurance Pool for insurance coverage of property, general liability, public officials, auto physical damage, inland marine and boiler and machinery. The annual premium approximates $378,000.

The District has a self-insurance plan for employee health and dental care. An outside administrator is utilized to monitor individual employee claims and negotiate excess coverage insurance policies. Excess coverage insurance policies are purchased to cover individual yearly health claims in excess of $60,000 and aggregate total yearly claims in excess of approximately $1,035,000.

OTHER INFORMATION

Independent Audit. State Statute requires an annual audit by an independent certified public accountant. Auditing Standards Generally Accepted in the United States of America were used by the auditors in conducting the engagement. The firm of Clifton Gunderson LLP was selected by the District Board of Directors to audit the 2006 financial statements. Their report is included.

Awards. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to South Suburban Park and Recreation District for its comprehensive annual financial report for the fiscal year ended December 31, 2005. This was the fifth consecutive year that the District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This 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 that our current comprehensive annual financial report continues to meet the Certificate of Achievement program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgments. These financial statements could not have been prepared without the dedication and effective help of the entire staff of the Finance Department. We would also like to thank the District's staff and the District Board of Directors for their interest and support in planning and conducting the financial operations of the District in a responsible and progressive manner.

Respectfully submitted,

David A. Lorenz Executive Director	Steven R. Shipley, CPA Manager of Finance

Principal Officials of the South Suburban Parks and Recreation District

Arapahoe, Douglas and Jefferson Counties, Colorado

Board of Directors

Chairman and President ..... Jerry D. Call
Vice Chairman ..... Dennis S. Reynolds
Secretary ..... Kay C. Geitner
Treasurer ..... Philip J Cernanec
Assistant Secretary and Assistant Treasurer ..... Harold L. Neal

District Officials

Executive Director ..... David A Lorenz

Manager of Finance ..... Steve Shipley
Manager of Management Information Services ..... Kel Walz
Manager of Recreation, Programs & Facilities ..... JoAnn Gould
Manager of Golf ..... Bill Ramsey
Manager of Parks and Open Space ..... Jim Priddy
Manager of Planning and Construction ..... Bill Woodcock
Human Resources Director ..... Deanna Heyn
Communications Director ..... Teresa Cope

South Suburban
PARKS AND RECREATION

Revised March 2007

Certificate of Achievement for Excellence in Financial Reporting

Presented to

South Suburban Park and Recreation District Colorado

For its Comprehensive Annual Financial Report for the Fiscal Year Ended December 31, 2005

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.

President

Executive Director

Clifton Gunderson LLP
Certified Public Accountants & Consultants

Independent Auditor's Report

Board of Directors
South Suburban Park and Recreation District
Arapahoe, Douglas, and Jefferson Counties, Colorado

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, and each major fund of South Suburban Park and Recreation District as of and for the year ended December 31, 2006, which collectively comprise South Suburban Park and Recreation District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of South Suburban Park and Recreation District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, and each major fund of South Suburban Park and Recreation District as of December 31, 2006, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons of the General Fund and Conservation Trust Special Revenue Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The management's discussion and analysis on pages 1 through 11 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Offices in 15 states and Washington, DC

Member of HLB International

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the South Suburban Park and Recreation District's basic financial statements. The combining and individual fund statements and schedules listed in the table of contents are presented for purposes of legal compliance and additional analysis and are not a required part of the basic financial statements. The 2006 individual fund statements and schedules and supplemental information listed in the table of contents have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements for the year ended December 31, 2006, taken as a whole. We also have previously audited, in accordance with auditing standards generally accepted in the United States, the South Suburban Park and Recreation District's basic financial statements for the year ended December 31, 2005, which are not presented with the accompanying financial statements. In our report dated April 14, 2006, we expressed unqualified opinions on the respective financial statements of the governmental activities, the business-type activities, the discretely presented component unit, and each major fund. In our opinion, the 2005 individual fund statements are fairly stated in all material respects in relation to the basic financial statements for the year ended December 31, 2005, taken as a whole.

The introductory section and statistical section listed in the table of contents have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Clifton Gunderson LLP

Greenwood Village, Colorado
May 9, 2007

Management's Discussion and Analysis

Our discussion and analysis of the South Suburban Park and Recreation District's (the District) Financial Performance provides an overview of the District's financial activities for the year ended December 31, 2006. Please read it in conjunction with the transmittal letter and the District's financial statements.

FINANCIAL HIGHLIGHTS

- The District remains in strong financial position with assets exceeding liabilities at the close of 2006 by $73,143,766 (net assets). Of this amount $14,743,208 or 20% is unrestricted and may be used to meet the District's ongoing obligations to citizens and creditors.
- At the end of 2006, the fund balance in the General Fund was $7,367,851, an increase of $1,389,652. Of this amount $3,472,139 or 47% was unreserved.
- Operating revenues fell short of operating expenses in the Enterprise Fund by $3,224,010. Transfers from the General Fund in the amount of $2,100,000 helped to cover this shortfall.
- The District's total debt decreased $3,259,020 (6 percent) during 2006.
- The District refunded its Series 2000, General Obligation Bonds by the issuance of Series 2006, General Obligation Refunding Bonds. The District reduced its aggregate debt service payments by $1,600,020 over the next 13 years and obtained an economic gain of $1,456,364.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the South Suburban Park and Recreation District's basic financial statements. The District's basic financial statements are comprised of three components: 1) the government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the South Suburban Park and Recreation District's finances, in a manner similar to a private-sector business.

The ***Statement of Net Assets*** presents information on all of the District's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The ***Statement of Activities*** presents information showing how the District's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenue and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods. (e.g., earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenue *(Governmental Activities)* from other functions that are intended to recover all or a significant portion of their costs through user fees and charges *(Business-type Activities).* The Governmental Activities of the District include general government, parks and open space, South Platte Park, general maintenance and improvements, planning and construction, Hudson Gardens management fee and interest on long-term debt. The Business-type Activities of the District include golf courses, ice arenas, recreation centers, athletics and other recreation facilities and programs.

The government-wide financial statements include not only the South Suburban Park and Recreation District, but also a legally separate entity, The King C. Hudson and Evelyn Leigh Hudson Foundation, Inc. for which the District is financially accountable. Financial information for this component unit is reported separately from the financial information presented for the District itself.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Some funds are required to be established by State law and bond covenants. The District Board of Directors establishes other funds to help control and manage money for particular purposes. All the District's funds can be divided into two categories: Governmental Funds and Proprietary Funds.

Governmental funds – *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well on balances of *spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenue, expenditures, and changes

in fund balance provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The District maintains five individual governmental funds, all of which are considered to be major funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenue, expenditures, and changes in fund balances.

Proprietary funds – When the District charges customers for the services it provides, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Assets and the Statement of Activities. In fact, the District's enterprise fund (a component of proprietary funds) is the same as the business-type activities reported in the government-wide statements but provides more detail and additional information, such as a cash flow statement.

Notes to Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by $73,143,766 at the close of 2006.

Net Assets

Combined net assets of the South Suburban Park and Recreation District at December 31, 2006 and 2005 were:

	Governmental Activities		Business-type Activities		Total Primary Government	
	2006	**2005**	**2006**	**2005**	**2006**	**2005**
Capital assets	$ 49,755,682	$ 47,160,719	$ 53,639,994	$ 56,018,021	$ 103,395,676	$ 103,178,740
Other assets	33,775,888	33,960,306	5,699,279	5,632,687	39,475,167	39,592,993
Total assets	83,531,570	81,121,025	59,339,273	61,650,708	142,870,843	142,771,733
Long-term debt outstanding	38,642,619	40,992,894	13,697,763	14,606,508	52,340,382	55,599,402
Other liabilities	16,272,010	16,349,277	1,114,685	1,072,701	17,386,695	17,421,978
Total liabilities	54,914,629	57,342,171	14,812,448	15,679,209	69,727,077	73,021,380
Net assets:						
Invested in capital assets, net of related debt	26,250,618	22,427,238	42,055,603	43,545,937	54,937,846	52,631,800
Restricted	3,277,712	2,389,395	185,000	365,000	3,462,712	2,754,395
Unrestricted	(911,389)	(1,037,779)	2,286,222	2,060,562	14,743,208	14,364,158
Total net assets	$ 28,616,941	$ 23,778,854	$ 44,526,825	$ 45,971,499	$ 73,143,766	$ 69,750,353

By far the largest portion of the District's net assets, (75%), reflects its investment in capital assets (e.g. land, building/facilities, park and golf improvements, etc.), less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to citizens; consequently these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Unrestricted net assets may be used to meet the District's ongoing obligations to citizens and creditors.

At the end of 2006, the District is able to report positive balances in all three categories of net assets, both for the primary government, as well as for its Business-type activities. Governmental activities report a deficit in unrestricted net assets as portions of the general obligation bond proceeds were used to construct capital assets which were transferred to the Business-type activities. The reported deficit in unrestricted net assets represents the long-term condition of the governmental activities as of December 31, 2006, due to the debt issued to construct the capital assets transferred to the business-type activities. Since the voters approved the issuance of the associated debt and the repayment thereof from property taxes, the deficit should be erased in future years as the taxes are collected and the associated debt payments are made. Excluding the impact of the debt related to the assets transferred to the business-type activities, the governmental activities would reflect unrestricted net assets of approximately $12,500,000.

Changes in Net Assets

The District's program and general revenue of $41,223,022 exceeds program expenses of $37,829,609 by $3,393,413. This increase was less favorable than the increase in net assets in 2005 of $4,169,616. The main reason for the less favorable increase in net assets is that expenses are increasing at a higher rate than revenues. During 2005 the District recognized a gain on the sale of the Littleton Community Center of $563,724, and a gain on the disposition of Cherry Hills Village park land and improvements of $8,248,165 for a total increase in net assets of $12,981,505.

The table below shows the summarized revenue and expenses for 2006 and 2005.

	Governmental Activities		Business-type Activities		Total Primary Activities	
	2006	2005	2006	2005	2006	2005
Program revenue:						
Charges for services	$ -	$ -	$ 21,218,654	$ 20,555,578	$ 21,218,654	$ 20,555,578
Operating grants	254,497	193,131	89,779	15,002	344,276	208,133
Capital grants	813,150	966,528	-	77,546	813,150	1,044,074
General revenue:						
Property taxes	15,000,502	15,843,404	-	-	15,000,502	15,843,404
Specific ownership tax	1,304,148	1,508,453	-	-	1,304,148	1,508,453
Grants and donations not restricted to specific programs	772,178	631,046	-	-	772,178	631,046
Net investment income	991,805	618,648	280,987	138,453	1,272,792	757,101
Other general revenue	497,322	306,036	-	-	497,322	306,036
Total revenue	19,633,602	20,067,246	21,589,420	20,786,579	41,223,022	40,853,825
Program expenses						
General government	1,544,130	1,491,287	-	-	1,544,130	1,491,287
Parks and open space	6,334,844	6,024,407	-	-	6,334,844	6,024,407
South Platte Park	683,895	672,348	-	-	683,895	672,348
General maintenance and improvements	859,725	1,184,337	-	-	859,725	1,184,337
Planning and construction	870,965	924,917	-	-	870,965	924,917
Hudson Gardens management fee	350,000	350,000	-	-	350,000	350,000
Interest on long-term debt	1,987,968	2,104,583	-	-	1,987,968	2,104,583
Golf courses	-	-	9,134,783	8,745,156	9,134,783	8,745,156
Ice arenas	-	-	5,465,207	5,397,821	5,465,207	5,397,821
Recreation centers	-	-	7,805,200	7,214,273	7,805,200	7,214,273
Athletics	-	-	1,489,120	1,344,218	1,489,120	1,344,218
Other recreation facilities	-	-	1,303,772	1,230,862	1,303,772	1,230,862
Total expenses	12,631,527	12,751,879	25,198,082	23,932,330	37,829,609	36,684,209
Excess before transfers	7,002,075	7,315,367	(3,608,662)	(3,145,751)	3,393,413	4,169,616
Special items -						
Gain on sale of Littlton Community Center	-	563,724	-	-	-	563,724
Gain on disposition of CHV park land and improvements.	-	8,248,165	-	-	-	8,248,165
Transfers	(2,163,988)	(9,719,485)	2,163,988	9,719,485	-	-
Increase in net assets	4,838,087	6,407,771	(1,444,674)	6,573,734	3,393,413	12,981,505
Net Assets-Beginning	23,778,854	17,371,083	45,971,499	39,397,765	69,750,353	56,768,848
Net Assets-Ending	$ 28,616,941	$ 23,778,854	$ 44,526,825	$ 45,971,499	$ 73,143,766	$ 69,750,353

Governmental Activities

Governmental Activities reflect an increase in Net Assets of $7,002,075 before the special items and transfers which is consistent with prior years. Transfers consist of a $2,100,000 operating transfer and a $63,988 transfer of construction costs expended with Governmental Activities monies and capitalized in Business-type Activities.

Following are illustrative summaries of Governmental Activities breaking out revenue and expenses.

Revenue by Source - Governmental Activities

Expenses by Function - Governmental Activities

- Net investment income increased 60% related to an increase in interest rates and an interest payment of $431,839 from the City of Cherry Hills Village related to the municipal exclusion.
- Intergovernmental revenues increased 26% from 2005. The increase is attributable to grants received in relation to joint capital projects within the District.
- General maintenance and improvements decreased 27% as more projects completed in 2006 met the capitalization policy requirements of the District.

Business-type Activities

Business-type activities reflect a decrease in Net Assets of $3,608,662 before transfers compared to a $3,145,751 decrease in 2005. Charges for services increased $663,076 due to increased participation, especially in the golf area. Expenses increased $1,265,752 or approximately 5%. A transfer from the General Fund helps offset the operating loss of $3,224,010, which includes depreciation of $3,029,380.

Charges for Services and Expenses - Business-type Activities

THE DISTRICT'S FUNDS

As noted earlier, South Suburban Park and Recreation District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The Governmental Funds are accounted for using the modified accrual basis of accounting. As the District completed the year, its Governmental Funds reported a combined fund balance of $8,240,968. Of that fund balance $3,472,139 was unreserved and is available for spending at the District's discretion. The remainder of the fund balance is reserved and is not available for new spending because it is already committed as follows:

Reserved for Emergencies	$	463,000
Reserved for Debt Service	$	1,042,579
Reserved for Capital Projects	$	3,002,569
Reserved for Health Insurance Claims	$	161,489
Reserved for Environmental Liability Escrow	$	99,192

At the end of 2006, unreserved fund balance of the General Fund was $3,472,139, while total fund balance reached $7,367,851. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 29 percent of total general fund expenditures, while total fund balance represents 61 percent of that same amount.

The fund balance of the General Fund increased $1,389,652 or 23 percent during the current fiscal year. The two primary reasons for the increase in fund balance were lower capital outlay expenditures and a smaller transfer to the enterprise fund in 2006 compared to 2005.

The Conservation Trust Fund has a total fund balance of $416,489, all of which is reserved. The net increase of $51,157 represents capital projects not completed and carried over to future years.

The Debt Service Fund has a total fund balance of $169,579, all of which is reserved for payment of general obligation debt. The net decrease in fund balance was $1,542. Taxes are levied for debt service annually to cover expenditures.

The Capital Projects Fund has a total fund balance of $287,049, all of which is reserved for capital projects. The net decrease in fund balance of $1,377,852 represents capital outlay expended associated with the 2000 General Obligation Bond Proceeds.

Proprietary Funds

Unrestricted Net Assets for the District's enterprise fund at the end of 2006 amounted to $2,286,222 compared to $2,060,562 in 2005.

GENERAL FUND BUDGETARY HIGHLIGHTS

In March of 2006 the District's Board of Directors amended its General Fund Budget. An amendment requires a public hearing and the opportunity for public discussion. However, the District does permit changes that modify line items within the same fund.

For the General Fund, the original budgeted revenues were $14,263,656. The final budget amount was $15,956,573. The $1,692,917 difference included additional intergovernmental revenues and donations received for capital projects

The General Fund original budgeted expenditures increased $2,679,894 to $20,025,569 in the final budget. The increase was primarily due to incomplete capital projects as of December 31, 2005 required to be carried over to 2006. Actual General Fund Expenditures were $14,132,607 or $5,892,962 less than the final budget. Of this amount $5,403,245 was for capital projects not completed by December 31, 2006.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of 2006, the District had invested in a broad range of capital assets.

The table below provides a summary of total capital assets, net of depreciation where applicable at December 31, 2006.

CAPITAL ASSETS AT YEAR-END
(net of depreciation)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2006	2005	2006	2005	2006	2005
Land	$ 21,996,429	$ 21,996,429	$ 1,751,686	$ 1,751,686	$ 23,748,115	$ 23,748,115
Land development	6,459,713	6,459,713	7,354,435	7,354,435	13,814,148	13,814,148
Water rights	557,510	557,510	348,119	348,119	905,629	905,629
Construction in Process	4,287,414	1,003,429	16,916	-	4,304,330	1,003,429
Total non-depreciable assets	33,301,066	30,017,081	9,471,156	9,454,240	42,772,222	39,471,321
Facilities/buildings	2,984,816	3,084,295	37,290,481	39,151,874	40,275,297	42,236,169
Trails, cart paths and bridges	3,681,173	4,041,731	806,270	870,447	4,487,443	4,912,178
Machinery and equipment	1,137,756	950,519	2,567,954	2,619,093	3,705,710	3,569,612
Irrigation	1,824,506	1,811,316	2,611,103	2,835,726	4,435,609	4,647,042
Court and park improvements	3,921,259	4,185,213	893,030	1,086,641	4,814,289	5,271,854
Playgrounds	1,913,833	2,008,743	-	-	1,913,833	2,008,743
Park shelters	991,273	1,061,821	-	-	991,273	1,061,821
Total Capital Assets	$ 49,755,682	$ 47,160,719	$ 53,639,994	$ 56,018,021	$ 103,395,676	$ 103,178,740

Major capital outlays during 2006 include:

Multipurpose Field-DAL Regional Park	$	1,335,941
Big Dry Creek Trail-Phase III	$	679,689
Heritage Hills School Park	$	548,044
Ketring Park-Phase II	$	338,946
Lobby Renovation at Goodson	$	285,484
Outdoor Pool Improvements	$	111,352

The District remains committed to the upkeep and maintenance of the District's assets. More detailed information about the District's capital assets is presented in Note 2 and Note 6 to the financial statements.

Debt

The District's General Obligation Bonds are rated Aa3 and the District's Revenue Bonds are rated Baa2 by Moody's Investors Service. More detail of the District's long-term obligations is presented in Notes 7 and 8 to the financial statements.

On October 24, 2006, the District advance refunded and defeased, $19,645,000 of General Obligation bonds dated July 15, 2000 with an average interest rate of 5.64% by the issuance of $19,805,000 General Obligation Refunding bonds dated October 24, 2006 with an average interest rate of 4.72%. The District reduced its aggregate debt service payments by $1,600,020 over the next 13 years and obtained an economic gain (difference between the present values of the old and new debt service payments) of $1,456,364. The District incurred a cost on refunding in the amount of $1,238,286, which has been deferred and is being amortized over the remaining life of the debt.

The table below provides a summary of long-term obligations of the District:

LONG-TERM OBLIGATIONS OUTSTANDING AT YEAR END

	Governmental Activities		Business-type Activities		Total Primary Government	
	2006	2005	2006	2005	2006	2005
General Obligation Bonds	$34,170,000	$35,810,000	$ -	$ -	$34,170,000	$35,810,000
Revenue Bonds	-	-	6,140,000	6,605,000	6,140,000	6,605,000
Certificates of Participation	3,880,000	4,755,000	6,485,000	6,790,000	10,365,000	11,545,000
Capital Leases	-	-	687,251	841,310	687,251	841,310
Compensated Absences	329,446	329,489	385,512	372,102	714,958	701,591
Deferred cost of refunding	(1,252,167)	(26,483)	-	(1,904)	(1,252,167)	(28,387)
Unamortized Bond Premium	1,515,340	124,888	-	-	1,515,340	124,888
Total	$38,642,619	$40,992,894	$13,697,763	$14,606,508	$52,340,382	$55,599,402

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND FEES

The South Suburban Park and Recreation District is in a strong financial position. District-wide reserves are at levels (7% of operating expenditures) used in the District's budget preparation. In preparing the 2007 Budget the District had to take several factors into consideration, most noteworthy of all, the slow economy. The District is being cautious with its spending in 2007, awaiting 1st quarter revenue results to assist in anticipating the accuracy of revenue projections included in the 2007 Budget. General Fund Reserves are within levels recommended in the District's Budget Policy.

Fees in the Enterprise Fund are set to balance competition and cost.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

The financial report is designed to provide our citizens, taxpayers, customers and investors and creditors with a general overview of the District's finances and to show the District's accountability for the funds and assets it receives. If you have questions about this report, or should you need additional information, contact the District's Finance Department at South Suburban Park and Recreation District, 6631 S. University Blvd., Centennial, CO 80121.

BASIC FINANCIAL STATEMENTS

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
STATEMENT OF NET ASSETS
December 31, 2006

	Primary Government			
	Governmental Activities	**Business-Type Activities**	**Total**	**Component Unit**
ASSETS				
Equity in pooled cash and investments - Unrestricted	$ 7,638,565	$ 3,168,993	$ 10,807,558	$ 902,625
Equity in pooled cash and investments - Restricted	1,422,606	1,458,180	2,880,786	-
Receivables	345,299	292,041	637,340	77,109
Property taxes receivable	14,940,241	-	14,940,241	-
Inventory	-	510,385	510,385	5,262
Other assets	-	-	-	47,113
CHV settlement receivable	9,149,492	-	9,149,492	-
Capital assets, (net of accumulated depreciation)				
Land	21,996,429	1,751,686	23,748,115	-
Land development	6,459,713	7,354,435	13,814,148	-
Water rights	557,510	348,119	905,629	-
Construction in process	4,287,414	16,916	4,304,330	-
Facilities/buildings	2,984,816	37,290,481	40,275,297	-
Trails, cart paths and bridges	3,681,173	806,270	4,487,443	-
Machinery and equipment	1,137,756	2,567,954	3,705,710	58,743
Irrigation	1,824,506	2,611,103	4,435,609	-
Court and park improvements	3,921,259	893,030	4,814,289	-
Playgrounds	1,913,833	-	1,913,833	-
Park shelters	991,273	-	991,273	-
Bond discount and issuance costs - net of amortization	279,685	269,680	549,365	-
TOTAL ASSETS	83,531,570	59,339,273	142,870,843	1,090,852
LIABILITIES				
Accounts payable	314,349	636,187	950,536	27,291
Accounts payable from restricted assets	1,876	-	1,876	-
Accrued payroll liabilities	248,722	341,345	590,067	28,350
Accrued interest payable	216,267	95,848	312,115	-
Deferred property tax revenue	14,940,241	-	14,940,241	-
Deposits and deferred revenue	550,555	41,305	591,860	91,050
Long-term obligations, due within one year	3,037,209	1,320,314	4,357,523	61,987
Long-term obligations, due in more than one year	35,605,410	12,377,449	47,982,859	-
TOTAL LIABILITIES	54,914,629	14,812,448	69,727,077	208,678
NET ASSETS				
Invested in capital assets, net of related debt	26,250,618	42,055,603	54,937,846	58,743
Restricted for:				
Emergency-TABOR	463,000	185,000	648,000	-
Capital projects	2,715,520	-	2,715,520	-
Other various agreements	99,192	-	99,192	29,530
Unrestricted	(911,389)	2,286,222	14,743,208	793,901
TOTAL NET ASSETS	$ 28,616,941	$ 44,526,825	$ 73,143,766	$ 882,174

These financial statements should be read only in connection with
the accompanying notes to financial statements.

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2006

		Program Revenue	
	Expenses	**Charges For Services**	**Operating Grants and Contributions**
PRIMARY GOVERNMENT			
Governmental Activities			
General government	$ 1,544,130	$ -	$ 1,985
Parks and open space	6,334,844	-	20,742
South Platte Park	683,895	-	231,770
General maintenance and improvements	859,725	-	-
Planning and construction	870,965	-	-
Hudson Gardens management fee	350,000	-	-
Interest on long term debt	1,987,968	-	-
Total Governmental Activities	12,631,527	-	254,497
Business-type Activities			
Golf courses	9,134,783	8,624,533	-
Ice arenas	5,465,207	5,265,971	-
Recreation centers	7,805,200	4,375,973	89,779
Athletics	1,489,120	1,802,977	-
Other recreation facilities and programs	1,303,772	1,149,200	-
Total Business-type Activities	25,198,082	21,218,654	89,779
Total Primary Government	$ 37,829,609	$ 21,218,654	$ 344,276
COMPONENT UNIT			
King C. Hudson and Evelyn Leigh Hudson Foundation, Inc.	$ 1,771,695	$ 1,336,988	$ 496,789
GENERAL REVENUE			
Property tax revenue			
Specific ownership tax			
Grants and contributions not restricted to specific programs			
Investment and CHV interest income			
Miscellaneous			
TRANSFERS			
Total General Revenue and Transfers			
Change in Net Assets			
Net Assets-Beginning			
Net Assets-Ending			

Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets — Primary Government: Governmental Activities	Business-Type Activities	Total	Component Unit
$ -	$ (1,542,145)	$ -	$ (1,542,145)	$ -
678,975	(5,635,127)	-	(5,635,127)	-
134,175	(317,950)	-	(317,950)	-
-	(859,725)	-	(859,725)	-
-	(870,965)	-	(870,965)	-
-	(350,000)	-	(350,000)	-
-	(1,987,968)	-	(1,987,968)	-
813,150	(11,563,880)	-	(11,563,880)	-
-	-	(510,250)	(510,250)	-
-	-	(199,236)	(199,236)	-
-	-	(3,339,448)	(3,339,448)	-
-	-	313,857	313,857	-
-	-	(154,572)	(154,572)	-
-	-	(3,889,649)	(3,889,649)	-
$ 813,150	$ (11,563,880)	$ (3,889,649)	$ (15,453,529)	$ -
$ -	$ -	$ -	$ -	$ 62,082
	15,000,502	-	15,000,502	-
	1,304,148	-	1,304,148	-
	772,178	-	772,178	-
	991,805	280,987	1,272,792	43,766
	497,322	-	497,322	3,670
	(2,163,988)	2,163,988	-	-
	16,401,967	2,444,975	18,846,942	47,436
	4,838,087	(1,444,674)	3,393,413	109,518
	23,778,854	45,971,499	69,750,353	772,656
	$ 28,616,941	$ 44,526,825	$ 73,143,766	$ 882,174

These financial statements should be read only in connection with the accompanying notes to financial statements.

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2006

	General	Conservation Trust	The SSPRD Land and Facilities Corporation	Debt Service
ASSETS				
Equity in pooled cash and investments - Unrestricted	$ 7,036,196	$ 421,500	$ -	$ 180,869
Equity in pooled cash and investments - Restricted	1,133,681	-	-	-
Receivables	345,299	-	-	-
Property taxes receivable	11,327,554	-	-	3,612,687
CHV settlement receivable	9,149,492	-	-	-
Lease receivable	-	-	10,365,000	-
TOTAL ASSETS	$ 28,992,222	$ 421,500	$ 10,365,000	$ 3,793,556
LIABILITIES AND FUND BALANCE				
LIABILITIES				
Accounts payable	$ 298,048	$ 5,011	$ -	$ 11,290
Accounts payable from restricted assets	-	-	-	-
Accrued payroll liabilities	248,722	-	-	-
Other deferred revenue	600,555	-	-	-
Deferred property tax revenue	11,327,554	-	-	3,612,687
Deferred revenue CHV settlement	9,149,492	-	-	-
Deferred lease revenue	-	-	10,365,000	-
TOTAL LIABILITIES	21,624,371	5,011	10,365,000	3,623,977
FUND BALANCE				
Reserved				
Reserved for emergencies	463,000	-	-	-
Reserved for debt service	873,000	-	-	169,579
Reserved for capital projects	2,299,031	416,489	-	-
Reserved for health insurance claims	161,489	-	-	-
Reserved for environmental liability escrow	99,192	-	-	-
Unreserved				
Designated for subsequent year's expenditures	3,074,117	-	-	-
Undesignated	398,022	-	-	-
TOTAL FUND BALANCE	7,367,851	416,489	-	169,579
TOTAL LIABILITIES AND FUND BALANCE	$ 28,992,222	$ 421,500	$ 10,365,000	$ 3,793,556

Amounts reported for governmental activities in the Statement of Net Assets are different because:

Capital Assets of $49,755,682 used in governmental activities and unamortized bond discount and issue costs of $279,685 are not financial resources and therefore are not reported in the funds.

Deferred revenue CHV settlement of $9,149,492 and deferred revenue for the Hudson Gardens loan of $50,000 are not available to pay for current-period expenditures and, therefore, are deferred in the funds

Long-term Liabilities, including bonds and leases payable of ($38,050,000), compensated absences of ($329,446) deferred cost of refunding of $1,252,167, unamortized premium of ($1,515,340) and accrued interest of ($216,267) are not due and payable in the current period and therefore are not reported in the funds.

Net Assets of Governmental Activities

Capital Projects	Total
$ -	$ 7,638,565
288,925	1,422,606
-	345,299
-	14,940,241
-	9,149,492
-	10,365,000
$ 288,925	$ 43,861,203

$ -	$ 314,349
1,876	1,876
-	248,722
-	600,555
-	14,940,241
-	9,149,492
-	10,365,000
1,876	35,620,235

-	463,000
-	1,042,579
287,049	3,002,569
-	161,489
-	99,192
-	3,074,117
-	398,022
287,049	8,240,968
$ 288,925	

50,035,367
9,199,492
(38,858,886)
$ 28,616,941

These financial statements should be read only in connection with the accompanying notes to financial statements.

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2006

	General	Conservation Trust	The SSPRD Land and Facilities Corporation	Debt Service
REVENUE				
Property taxes	$ 11,265,435	$ -	$ -	$ 3,735,067
Specific ownership taxes	1,304,148	-	-	-
Intergovernmental	945,901	764,511	-	-
Lease principal	-	-	1,180,000	-
Lease interest	-	-	514,879	-
Donations	44,200	-	-	-
Net investment income	402,649	21,235	-	69,419
Principal received-CHV	511,346	-	-	-
Interest income-CHV	431,839	-	-	-
Other	547,322	-	-	-
Total revenue	15,452,840	785,746	1,694,879	3,804,486
EXPENDITURES				
Current				
Administration	746,086	-	-	58,143
Finance	291,251	-	-	-
MIS	181,114	-	-	-
Insurance	136,348	-	-	-
Park maintenance	5,047,909	-	-	-
South Platte Park	551,554	-	-	-
Preventative maintenance	324,747	-	-	-
Planning and construction	859,637	-	-	-
Hudson Gardens management fee	350,000	-	-	-
Debt service				
Bond principal	-	-	-	1,800,000
Bond interest	-	-	-	1,878,314
Certificates of participation principal	-	-	1,180,000	-
Certificates of participation interest	-	-	514,879	-
Capital lease principal	875,000	-	-	-
Capital lease interest	201,616	-	-	-
Issuance cost	-	-	-	253,139
Capital outlay	2,467,345	734,589	-	-
Total expenditures	12,032,607	734,589	1,694,879	3,989,596
EXCESS REVENUE OVER (UNDER) EXPENDITURES	3,420,233	51,157	-	(185,110)
OTHER FINANCING SOURCES (USES)				
Issuance of refunding bonds	-	-	-	19,805,000
Premium on refunding bonds	-	-	-	1,449,883
Payment to refunded bond escrow agent	-	-	-	(21,001,896)
Transfers in	69,419	-	-	-
Transfers (out)	(2,100,000)	-	-	(69,419)
Total other financing sources (uses)	(2,030,581)	-	-	183,568
NET CHANGE IN FUND BALANCE	1,389,652	51,157	-	(1,542)
FUND BALANCE - BEGINNING OF YEAR	5,978,199	365,332	-	171,121
FUND BALANCE - END OF YEAR	$ 7,367,851	$ 416,489	$ -	$ 169,579

Capital Projects	Total
$ -	$ 15,000,502
-	1,304,148
-	1,710,412
-	1,180,000
-	514,879
-	44,200
66,663	559,966
-	511,346
-	431,839
-	547,322
66,663	21,804,614
-	804,229
-	291,251
-	181,114
-	136,348
-	5,047,909
-	551,554
-	324,747
-	859,637
-	350,000
-	1,800,000
-	1,878,314
-	1,180,000
-	514,879
-	875,000
-	201,616
-	253,139
1,444,515	4,646,449
1,444,515	19,896,186
(1,377,852)	1,908,428
-	19,805,000
-	1,449,883
-	(21,001,896)
-	69,419
-	(2,169,419)
-	(1,847,013)
(1,377,852)	61,415
1,664,901	8,179,553
$ 287,049	$ 8,240,968

These financial statements should be read only in connection with the accompanying notes to financial statements.

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2006

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	$ 61,415
Amounts reported for Governmental Activities in the Statement of Activities are different because:	
Governmental Funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets are allocated over their estimated useful lives as depreciation expense. Additionally any gain (loss) on the disposal of capital assets is reported in the Statement of Activities, however the governmental funds only report any proceeds received on the disposal of capital assets.	
Capital outlay	4,047,482
Depreciation	(1,537,733)
	2,509,749
The effect of transactions involving capital asset donations and long term receivables is to increase net assets.	
Payment received on long term receivable	(561,346)
Capital assets contributed	85,214
	(476,132)
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.	
Accrued interest expense	163,743
Compensated absences	43
Amortization of bond issue cost	(24,102)
Amortization of bond premium	59,431
Accrued interest expense of refunding	(118,610)
Amortization of cost of refunding	(12,602)
	67,903
The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however has any effect on nets assets.	
Issuance of refunding bonds	(19,805,000)
Premium of refunding Bonds	(1,449,883)
Payment to refunded bond escrow agent	21,001,896
Issuance cost	253,139
Principal payment on certificates of participation	875,000
Principal payment on bonds	1,800,000
	2,675,152
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	$ 4,838,087

These financial statements should be read only in connection with the accompanying notes to financial statements.

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN
FUND BALANCE-BUDGET AND ACTUAL
GENERAL AND SPECIAL REVENUE FUNDS
For the Year Ended December 31, 2006

	General Fund			
	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUE				
Property taxes	$ 11,064,639	$ 11,064,639	$ 11,265,435	$ 200,796
Specific ownership taxes	1,300,000	1,300,000	1,304,148	4,148
Intergovernmental	449,419	1,641,251	945,901	(695,350)
Donations	90,184	523,697	44,200	(479,497)
Net investment income	223,000	223,000	402,649	179,649
Principal received-CHV	500,000	511,346	511,346	-
Interest income-CHV	400,000	431,226	431,839	613
Other	236,414	261,414	547,322	285,908
Total revenue	14,263,656	15,956,573	15,452,840	(503,733)
EXPENDITURES				
Current				
Administration	1,190,308	943,890	746,086	197,804
Finance	34,998	329,998	291,251	38,747
MIS	196,509	196,509	181,114	15,395
Insurance	154,275	154,275	136,348	17,927
Park maintenance	5,062,454	5,066,554	5,047,909	18,645
South Platte Park	560,728	616,244	551,554	64,690
Preventative maintenance	338,728	338,728	324,747	13,981
Planning and construction	982,165	982,165	859,637	122,528
Hudson Gardens management fee	350,000	350,000	350,000	-
Debt service				
Capital lease principal	875,000	875,000	875,000	-
Capital lease interest	201,616	201,616	201,616	-
Capital outlay	5,298,894	7,870,590	2,467,345	5,403,245
Total expenditures	15,245,675	17,925,569	12,032,607	5,892,962
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	(982,019)	(1,968,996)	3,420,233	5,389,229
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	69,419	69,419
Transfers (out)	(2,100,000)	(2,100,000)	(2,100,000)	-
Total other financing sources (uses)	(2,100,000)	(2,100,000)	(2,030,581)	69,419
NET CHANGE IN FUND BALANCE	(3,082,019)	(4,068,996)	1,389,652	5,458,648
FUND BALANCE - BEGINNING OF YEAR	3,082,019	4,068,996	5,978,199	1,909,203
FUND BALANCE - END OF YEAR	$ -	$ -	$ 7,367,851	$ 7,367,851

Conservation Trust Fund			
Budgeted Amounts		Actual	Variance with Final Budget Positive
Original	Final	Amounts	(Negative)
$ -	$ -	$ -	$ -
-	-	-	-
650,000	650,000	764,511	114,511
-	-	-	-
13,000	13,000	21,235	8,235
-	-	-	-
-	-	-	-
-	-	-	-
663,000	663,000	785,746	122,746
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
893,917	1,028,332	734,589	293,743
893,917	1,028,332	734,589	293,743
(230,917)	(365,332)	51,157	416,489
-	-	-	-
-	-	-	-
-	-	-	-
(230,917)	(365,332)	51,157	416,489
230,917	365,332	365,332	-
$ -	$ -	$ 416,489	$ 416,489

These financial statements should be read only in connection with the accompanying notes to financial statements.

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
STATEMENT OF NET ASSETS
ENTERPRISE FUND
December 31, 2006

ASSETS	
Current assets	
Equity in pooled cash and investments - Unrestricted	$ 3,168,993
Receivables	292,041
Inventory	510,385
Total Current assets	3,971,419
Non-current assets	
Equity in pooled cash and investments - Restricted	1,458,180
Capital assets, net of depreciation	53,639,994
Bond discount and issuance costs - net of amortization	269,680
Total Non-current assets	55,367,854
TOTAL ASSETS	59,339,273
LIABILITIES	
Current liabilities	
Accounts payable	636,187
Accrued payroll liabilities	341,345
Accrued interest payable	95,848
Deferred revenue	41,305
Long-term obligations, current portion	1,320,314
Total Current liabilities	2,434,999
Non-current liabilities	
Long-term obligations, non-current portion	12,377,449
TOTAL LIABILITIES	14,812,448
NET ASSETS	
Invested in capital assets, net of related debt	42,055,603
Restricted for Emergencies-TABOR	185,000
Unrestricted	2,286,222
TOTAL NET ASSETS	$ 44,526,825

These financial statements should be read only in connection with
the accompanying notes to financial statements.

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN FUND NET ASSETS
ENTERPRISE FUND
For the Year Ended December 31, 2006

OPERATING REVENUE	
Golf courses	$ 8,624,533
Ice arenas	5,265,971
Recreation centers	4,375,973
Athletics	1,802,977
Other recreation facilities and programs	1,149,200
Total operating revenue	21,218,654
OPERATING EXPENSES	
Golf courses	7,280,897
Ice arenas	4,111,040
Recreation centers	5,442,593
Athletics	1,292,173
Other recreation facilities and programs	919,575
Administration	808,820
Finance	591,329
MIS	367,717
Insurance	276,828
Facility maintenance and improvements	322,312
Depreciation	3,029,380
Total operating expenses	24,442,664
OPERATING INCOME (LOSS)	(3,224,010)
NONOPERATING REVENUE (EXPENSE)	
Donations	89,779
Net investment income	280,987
Amortization	(36,366)
Interest expense	(719,052)
Total nonoperating revenue (expense)	(384,652)
NET INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	(3,608,662)
CAPITAL CONTRIBUTIONS	
Capital assets	63,988
TRANSFER IN	2,100,000
CHANGE IN NET ASSETS	(1,444,674)
TOTAL NET ASSETS - BEGINNING	45,971,499
TOTAL NET ASSETS - ENDING	$ 44,526,825

These financial statements should be read only in connection with the accompanying notes to financial statements.

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
STATEMENT OF CASH FLOWS
ENTERPRISE FUND
For the Year Ended December 31, 2006

CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers and users	$ 21,194,187
Payments to suppliers	(11,644,681)
Payments to employees	(9,676,250)
Net cash provided by operating activities	(126,744)
CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES	
Transfer in	2,100,000
Net cash provided by noncapital and related financing activities	2,100,000
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Interest paid	(724,710)
Principal paid	(924,059)
Acquisition of capital assets	(619,693)
Donations received	89,779
Net cash (required) by capital and related financing activities	(2,178,683)
CASH FLOWS FROM INVESTING ACTIVITIES	
Net investment income received	280,987
Net cash provided by investing activities	280,987
NET INCREASE IN CASH AND CASH EQUIVALENTS	75,560
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	4,551,613
CASH AND CASH EQUIVALENTS - END OF YEAR	$ 4,627,173

Reconciliation of operating income to net cash provided by operating activities:

Operating income (loss)	$ (3,224,010)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities	
Depreciation and amortization	3,029,380
Effects of changes in operating assets and liabilities	
Receivables	(11,369)
Inventory	(14,125)
Accounts payable	59,178
Accrued payroll liabilities	1,562
Deferred revenue	(13,098)
Loss on sale of assets	32,328
Compensated absences	13,410
Total adjustments	3,097,266
Net cash provided by operating activities	$ (126,744)

Non Cash Activity: Capital assets in the amount of $63,988 were contributed during 2006 from governmental activities.

These financial statements should be read only in connection with the accompanying notes to financial statements.

NOTE 1 – DEFINITION OF REPORTING ENTITY

The District is a quasi-municipal corporation and is governed pursuant to provisions of the Colorado Special District Act. The District was organized for the purpose of providing recreational facilities and programs for its inhabitants. The District is located in the southern portion of the Denver metropolitan area.

The District follows the Governmental Accounting Standards Board (GASB) accounting pronouncements, which provide guidance for determining which governmental activities, organizations and functions should be included within the financial reporting entity. GASB pronouncements set forth the financial accountability of a governmental organization's elected governing body as the basic criterion for including a possible component governmental organization in a primary government's legal entity. Financial accountability includes, but is not limited to, appointment of a voting majority of the organization's governing body, ability to impose its will on the organization, a potential for the organization to provide specific financial benefits or burdens and fiscal dependency.

The SSPRD Land and Facilities Corporation, (Corporation) is a nonprofit corporation established under authorization of the Colorado Revised Nonprofit Corporation Act. The purpose of the Corporation includes, but is not limited to, acquiring real or personal property by purchase or lease, to finance the acquisition, construction of improvements, and to lease or otherwise convey interests in real or personal property or improvements on any combination thereof to the District. The Corporation is included as a blended component unit of the District because the District appoints all board members, provides substantial support to the Corporation, and the Corporation provides services entirely to the District. The activity of the Corporation is shown as a special revenue fund in the fund financial statements, but is eliminated in the government wide statements. Separate financial statements are not prepared for the Corporation.

The King C. Hudson and Evelyn Leigh Hudson Foundation, Inc. (Hudson Gardens) d/b/a The Hudson Gardens and Event Center is a charitable organization described by IRC Section 501(c)(3) and a private operating foundation under IRC Section 509 and 4942 (i)(3). The mission of Hudson Gardens is “to serve the community by providing a forum for educational, cultural and artistic events and activities, drawing upon the beauty and resources of our regional display garden and our community partners”. Hudson Gardens operates a 30 acre regional display garden and event venue in Arapahoe County, Colorado, which offers educational programs and diverse and cultural programming. A membership organization, Hudson Gardens hosts numerous community events and rents facilities for corporate and private events. Hudson Gardens is included as a discretely presented component unit of the District because the District appoints a voting majority of the Hudson Gardens Board of Directors, can impose its will and has a financial obligation to Hudson Gardens since it has agreed to pay a management fee up to $350,000 per year. Hudson Gardens issues separate financial statements, which may be obtained by calling Hudson Gardens at 303-797-8565.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The more significant accounting policies of the District are described as follows:

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Assets and the Statement of Changes in Net Assets) report information on all of the activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenue, are reported separately from *business-type activities*, which rely, to a significant extent on fees and charges for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenue. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenue* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenue are reported instead as *general revenue*.

Separate financial statements are provided for governmental funds and the proprietary fund. All individual governmental funds and the enterprise fund are considered major funds and are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using *the economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund financial statements. Revenue are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current *financial resources measurement focus* and the *modified accrual basis of accounting*. Revenue are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenue to be available if they are collected within 60 days of the end of the current fiscal period.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

Property taxes and certain service fees associated with the current fiscal period are considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

The District reports the following major governmental funds:

General Fund – This fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

Conservation Trust Fund – This fund is used to account for lottery proceeds from the State of Colorado that are legally restricted to expenditures for park and recreation purposes.

The SSPRD Land and Facilities Corporation – This fund is used to account for the activities of the Corporation, a blended component unit of the District. The purpose of the Corporation includes, but is not limited to acquiring property by purchase or lease, to finance the acquisition, construction of improvements, and to lease or otherwise convey interests in property or improvements to the District.

Debt Service Fund – This fund is used to account for the accumulation of resources for, and the payment of long-term obligation principal, interest and related costs (other than proprietary fund debt).

Capital Projects Fund – This fund accounts for the 2000 General Obligation Bond proceeds to be used for the acquisition or construction of major capital facilities.

The District reports the following major proprietary fund:

Enterprise Fund – This fund is used to account for operations that are financed and operated in a manner where the intent of the District is that the costs of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges, similar to a business; or where the District has decided that periodic determination of revenue earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The District has elected to follow Government Accounting Standards Board pronouncements in the enterprise fund statements. Therefore, statements issued by the Financial Accounting Standards Board (FASB) after November 30, 1989 are not applied.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to the general rule are charges between the enterprise fund and various other functions of the District. Elimination of these charges would distort the direct costs and program revenue reported for the various functions concerned.

Amounts reported as *program revenue* include 1) charges to customers for goods and services, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenue* rather than as *program revenue*. Likewise, general revenue includes all taxes.

Functional expenses for business-type activities in the government-wide financial statements include allocated indirect overhead expense.

Proprietary funds distinguish operating revenue and expenses from nonoperating items. Operating revenue and expenses generally result from providing services and goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenue of the District's enterprise fund are charges to customers for sales and services. Operating expenses for the enterprise fund include the cost of sales and services, administrative expense, and depreciation of capital assets. All revenue and expenses not meeting this definition are reported as nonoperating revenue and expenses.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources, as they are needed.

Component Unit

Hudson Gardens follows FASB pronouncements for financial accounting and reporting purposes. Accordingly, some terminology has been changed to correspond with the District's financial reporting under GASB pronouncements.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Budgets

In accordance with the State Budget Law, the District's Board of Directors holds public hearings in the fall each year to approve the budget and appropriate the funds for the ensuing year. The appropriation is at the total fund expenditures level and lapses at year end. The District can modify the budget by line item within the total appropriation without notification.

The appropriation can only be modified upon completion of notification and publication requirements. The budget includes each fund on its basis of accounting unless otherwise indicated.

During the year ended December 31, 2006, supplementary appropriations were approved by the District as follows:

	Original Appropriation	Modified Appropriation
General Fund	$ 17,345,675	$ 20,025,569
Conservation Trust Fund	$ 893,917	$ 1,028,332
Debt Service Fund	$ 3,781,486	$ 25,281,486
Capital Projects Fund	$ 1,669,551	$ 1,670,755
Golf and Recreation Facilities Enterprise Fund	$ 25,342,033	$ 25,561,059

The SSPRD Land and Facilities Corporation (Corporation), a Special Revenue Fund, is not required under Colorado State Statutes to adopt an annual budget.

Pooled Cash and Investments

The District follows the practice of pooling cash and investments of all funds to maximize investment earnings. Except when required by trust or other agreements, all cash is deposited to and disbursed from a single bank account. Cash in excess of immediate operating requirements is pooled for deposit and investment flexibility. Net investment income is allocated periodically to the participating funds based upon each fund’s average equity balance in total cash.

Cash Equivalents

For purposes of the statement of cash flows, the District considers cash deposits and highly liquid investments (including restricted assets) with maturity of three months or less when purchased, to be cash equivalents.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Inventory

Inventory is valued at the lower of cost or market. Inventory consists primarily of golf pro shop merchandise held for resale. The costs of governmental fund inventories are recorded as expenditures when purchased.

Capital Assets

Capital assets, which include property and equipment and infrastructure assets (e.g. trails and bridges) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets defined by the District as assets include equipment with an initial, individual cost of more than $5,000 and an estimated useful life in excess of two years and improvements to buildings with a cost of more then $50,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Property and equipment of the primary government, as well as the component units, is depreciated using the straight line method over the following estimated useful lives:

Assets	Years	Assets	Years
Facilities/Buildings	15-30	Trails, cart paths and bridges	10-20
Trails and bridges	10-20	Court and park improvements	10-20
Machinery and equipment	5-7	Park Shelters	20
Irrigation	20	Playgrounds	20

Property Taxes

Property taxes are levied by the District Board of Directors. The levy is based on assessed valuations determined by the County Assessors generally as of January 1 of each year. The levy is normally set December 15 by certification to the County Commissioners to put the tax lien on the individual properties as of January 1 of the following year. The County Treasurers collect the determined taxes during the ensuing calendar year. The taxes are payable by April or if in equal installments, at the taxpayer's election, in February and June. Delinquent taxpayers are notified in August and sales of the tax liens on delinquent properties are normally held in November or December. The County Treasurers remit the taxes collected monthly to the District.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property taxes, net of estimated uncollectible taxes, are recorded initially as deferred revenue in the year they are levied and measurable. The deferred property tax revenue is recorded as revenue in the year it is available or collected (the year it is levied for).

Bond Premiums and Issue Costs

On the government-wide and the enterprise fund statement of net assets, bond premiums are included with bonds payable and issue costs are reported as deferred charges. On the government-wide and enterprise fund statement of activities, bond premium and issue costs are being amortized over the respective terms of the bonds using the interest method.

At the governmental fund reporting level, bond premiums are reported as other financing sources and uses, separately from the face amount of the bonds issued. Bond issuance costs are reported as an expenditure when incurred.

Deferred Cost on Bond Refunding

The deferred cost on bond refunding is being amortized using the interest method over the shorter life of the defeased bonds. The amortization amount is a component of interest expense and the unamortized deferred cost is reflected as a reduction of bonds payable.

Accrual for Compensated Absences

The District has a policy which allows employees to accumulate unused vacation benefits up to certain maximum hours. No liability is reported for unpaid accumulated sick pay. Compensated absences are recognized as current salary costs when paid in governmental fund types, as none of the accrued vacation benefits would normally be liquidated with expendable available financial resources. Compensated absences are recognized as current salary costs when earned in the government-wide and proprietary fund financial statements.

Net Assets

The government-wide and business-type fund financial statements utilize a net asset presentation. Net assets are categorized as invested in capital assets (net of related debt), restricted and unrestricted.

Invested in Capital Assets (net of related debt) is intended to reflect the portion of net assets which are associated with non-liquid, capital assets less outstanding capital asset related debt. The net related debt is the debt less the outstanding liquid assets and any associated unamortized cost.

Restricted Net Assets are liquid assets, which have third party limitations on their use.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Unrestricted Net Assets represent assets that do not have any third party limitations on their use. While District management may have categorized and segmented portions for various purposes, the District Board of Directors has the unrestricted authority to revisit or alter these managerial decisions.

Fund Balance

Reserved Fund Balance - is reported in the fund financial statements, for governmental funds for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

The District considers all unreserved fund balances to be "reserves" for future operations or capital replacement as defined within Article X, Section 20 of the Constitution of the State of Colorado (see Note 14).

Designated Fund Balance - is reported in the fund financial statements, for governmental funds. The amount classified as “designated for subsequent year’s expenditures” at December 31, 2006, represents the amount appropriated for use in the budget for the year ending December 31, 2007.

Comparative Data

Comparative total data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the District's financial position and operations. However, comparative data has not been presented in all statements because such inclusion would make certain statements unduly complex and difficult to understand. Also, certain amounts presented in the prior year data have been reclassified to be consistent with current years presentation.

NOTE 3 - CASH AND INVESTMENTS

At December 31, 2006 the District had the following cash and investments:

Cash on Hand	$ 33,381
Cash Deposits	(116,246)
Investments	13,771,209
	$ 13,688,344

NOTE 3 - CASH AND INVESTMENTS (CONTINUED)

Cash deposits and investments are reflected on the Statement of Net Assets as follows:

Equity in pooled cash and investments-Unrestricted	$ 10,807,558
Equity in pooled cash and investments-Restricted	2,880,786
	$ 13,688,344

Cash Deposits

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. PDPA allows the institution to create a single collateral pool for all public funds. The pool for all the uninsured public deposits as a group is to be maintained by another institution or held in trust. The market value of the collateral must be at least equal to the aggregate of the uninsured deposits. The State Regulatory Commissions for banks and financial services are required by Statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools.

Investments

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local governments may invest which include:

- Obligations of the United States and certain U.S. government agency securities and the World Bank
- Certain international agency securities
- General obligation and revenue bonds of U.S. local government entities
- Bankers' acceptances of certain banks
- Commercial paper
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts
- Local government investment pools
- Certain reverse repurchase agreements
- Certain securities lending agreements
- Certain corporate bonds

The investment policy adopted by the Board of Directors of the District establishes additional restrictions to the requirements specified by state statutes.

NOTE 3 - CASH AND INVESTMENTS (CONTINUED)

At December 31, 2005 the District had the following investments:

Investment	Moody Rating	Maturities	Fair Value
U.S. Agencies-FNMA	Aaa	< 1 year	$ 587,205
Money Market Mutual Funds	Aaa	< 1 year	31,092
Local Government Investment Pool	Aaa	< 1 year	13,152,912
Total			$ 13,771,209

Interest Rate Risk – The District's investment policy limits investment maturities to a maximum of 3 years.

Credit risk – The District's investment policy limits investments to U.S. Treasury obligations and U.S. Government agency securities, repurchase agreements, commercial paper, local government investment pools, time certificates of deposit and certain money market mutual funds approved by the Board of Directors. Investments must have a credit rating equal to or greater than that specified by state statutes.

Concentration of Credit Risk – Neither state statutes or the District's investment policy limits the amount of investments in any one issuer.

Local Government Investment Pool - The District has investments in the Colorado Local Government Liquid Asset Trust (COLOTRUST), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces all State statutes governing COLOTRUST. COLOTRUST operates similarly to a money market fund and each share is equal in value to $1.00.

At December 31, 2006 Hudson Gardens had cash deposits with a carrying amount of $346,647, and a bank balance of $352,900 of which $133,630 was insured. Additionally, Hudson Gardens had the following investments:

Money market mutual funds	$ 93,627
U.S. Government Agencies and Treasuries	120
Local Government Investment Pool	462,231
	$ 555,978
Total Cash and Investments	$ 902,625

NOTE 4 - RESTRICTED CASH AND INVESTMENTS

Certain cash and investments are legally required under bond covenants and other agreements to be restricted for specific purposes. The total of these restrictions amounts to $2,880,786 at December 31, 2006. These assets are included and invested as disclosed in Note 3. The following is a listing of the restrictions by fund:

General Fund

Per the 2001 capital lease/certificates of participation debt covenants (see Note 7), this amount is restricted to prevent deficiencies in the payment of capital lease/certificates of participation debt	$ 873,000
Cash held for payment of insurance claims	161,489
Environmental Liability Escrow (see Note 13)	99,192
Total General Fund	1,133,681

Capital Projects Fund

Cash and investments that represent unspent bond proceeds are restricted for capital improvements	288,925
Total Governmental Activities	**$ 1,422,606**

Enterprise Fund

Per the 1996 Golf Course and Ice Arena Facilities Revenue Refunding and Improvement Bonds covenants this amount is restricted to prevent deficiencies in the payment of bonds	$ 596,600
Per the 1999 Golf Course and Ice Arena Facilities Revenue Bonds covenants this amount is restricted to prevent deficiencies in the payment of bonds	242,080
Per the 2001 capital lease/certificates of participation debt covenants, this amount is restricted to prevent deficiencies in the payment of capital lease/certificates of participation debt	619,500
Total Business-type Activities	**$ 1,458,180**

NOTE 5 – RECEIVABLES

Receivables as of the year end for the District are as follows:

	General	Enterprise	Total
Receivables:			
Accounts	$ 295,299	$ 292,041	$ 587,340
Hudson Gardens	50,000	-	50,000
	$ 345,299	$ 292,041	$ 637,340

NOTE 5 – RECEIVABLES (CONTINUED)

On March 29, 2004 the District entered into a loan with Hudson Gardens for $125,000 to aid in the construction on the Welcome Garden project. The loan was to be paid back over three years at 0.00% interest. Hudson Gardens remaining payments include a $50,000 payment due on June 30, 2007.

NOTE 6 – CAPITAL ASSETS

An analysis of the changes in capital assets for the year ended December 31, 2006 follows:

By Classification	Balance at January 1, 2006	Additions	Deletions	Balance at December 31, 2006
Governmental Activities				
Land	$ 21,996,429	$ -	$ -	$ 21,996,429
Land development	6,459,713	-	-	6,459,713
Water rights	557,510	-	-	557,510
Construction in Process	1,003,429	3,394,412	110,427	4,287,414
Total non-depreciable assets	30,017,081	3,394,412	110,427	33,301,066
Facilities/buildings	5,292,566	85,214	-	5,377,780
Trails and bridges	10,568,840	75,830	-	10,644,670
Machinery and equipment	3,818,000	508,060	93,727	4,232,333
Irrigation	3,542,074	145,010	-	3,687,084
Court and park improvements	6,287,040	-	-	6,287,040
Playgrounds	3,032,424	34,597	-	3,067,021
Park shelters	1,811,307	-	-	1,811,307
Total Capital Assets	64,369,332	4,243,123	204,154	68,408,301
Less Accumulated Depreciation Governmental Activities				
Facilities/buildings	(2,208,271)	(184,693)	-	(2,392,964)
Trails and bridges	(6,527,109)	(436,388)	-	(6,963,497)
Machinery and equipment	(2,867,481)	(320,823)	(93,727)	(3,094,577)
Irrigation	(1,730,758)	(131,820)	-	(1,862,578)
Court and park improvements	(2,101,827)	(263,954)	-	(2,365,781)
Playgrounds	(1,023,681)	(129,507)	-	(1,153,188)
Park shelters	(749,486)	(70,548)	-	(820,034)
Total Accumulated Depreciation	(17,208,613)	(1,537,733)	(93,727)	(18,652,619)
Net Capital Assets	$ 47,160,719	$ 2,705,390	$ 110,427	$ 49,755,682

NOTE 6 – CAPITAL ASSETS (CONTINUED)

By Classification	Balance at January 1, 2006	Additions	Deletions	Balance at December 31, 2006
Business Type Activities				
Land	$ 1,751,686	$ -	$ -	$ 1,751,686
Land development	7,354,435	-	-	7,354,435
Water rights	348,119	-	-	348,119
Construction in process	-	16,916	-	16,916
Total non-depreciable assets	9,454,240	16,916	-	9,471,156
Facilities/buildings	50,182,690	72,327	-	50,255,017
Trails, cart paths and bridges	1,582,588	-	-	1,582,588
Machinery and equipment	4,968,732	594,439	297,011	5,266,160
Irrigation	5,577,038	-	-	5,577,038
Court and park improvements	1,480,119	-	-	1,480,119
Total Capital Assets	73,245,407	683,682	297,011	73,632,078
Less Accumulated Depreciation Business Type Activities				
Facilities/buildings	(11,030,816)	(1,933,720)	-	(12,964,536)
Trails, cart paths and bridges	(712,141)	(64,177)	-	(776,318)
Machinery and equipment	(2,349,639)	(613,249)	(264,682)	(2,698,206)
Irrigation	(2,741,312)	(224,623)	-	(2,965,935)
Court and park improvements	(393,478)	(193,611)	-	(587,089)
Total Accumulated Depreciation	(17,227,386)	(3,029,380)	(264,682)	(19,992,084)
Net Capital Assets	$ 56,018,021	$ (2,345,698)	$ 32,329	$ 53,639,994

Depreciation expense was charged to programs of the primary government as follows:

Governmental Activities	
General government	$ 107,086
Planning and construction	11,328
Parks and open space	1,286,978
South Platte Park	132,341
Total Governmental Activities	$ 1,537,733
Business Type Activities	
Golf courses	$ 717,667
Recreation centers	1,606,874
Athletics	30,804
Ice arenas	539,854
Other recreation facilities	134,181
Total Business Type Activities	$ 3,029,380

NOTE 7 - LONG-TERM OBLIGATIONS - GOVERNMENTAL ACTIVITIES

The following is an analysis of changes in the governmental activities long-term obligations for the year ended December 31, 2006:

	Balance at January 1, 2006	Increases	Retirements	Balance at December 31, 2006	Due within one year
(1998) - $13,960,000 General Obligation Refunding Bonds	$12,025,000	$ -	$ 585,000	$11,440,000	$ 595,000
(2000) - $20,000,000 General Obligation Bonds	19,765,000	-	19,765,000	-	-
(2004) - $5,095,000 General Obligation Refunding Bonds	4,020,000	-	1,095,000	2,925,000	1,165,000
(2006) - $19,805,000 General Obligation Refunding Bonds	-	19,805,000	-	19,805,000	60,000
(2001) - $8,730,000 Certificates of Participation	4,755,000	-	875,000	3,880,000	910,000
Accrual for compensated absences	329,489	302,846	302,889	329,446	307,209
	$40,894,489	$20,107,846	$ 22,622,889	$38,379,446	$ 3,037,209
Less current portion	(2,981,424)			(3,037,209)	
Less deferred cost of refunding	(26,483)	$ (1,238,286)	$ 12,602	(1,252,167)	
Plus unamortized original issue premium	124,888	$ 1,449,883	$ (59,431)	1,515,340	
	$38,011,470			$35,605,410	

The detail of the District's governmental activities long-term obligations is as follows:

General Obligation Bonds

$13,960,000 General Obligation Refunding Bonds, dated May 1, 1998, with interest of 4.000% to 5.125%, due annually through 2013. The bonds maturing on and after December 15, 2009 are subject to redemption on December 15, 2008 and on any date thereafter upon payment of par plus accrued interest thereon, without redemption premium. The principal and interest of these bonds are insured as to repayment by Financial Guaranty Insurance Company. These bonds were issued to refund the Series 1991 General Obligation Bonds and Series 1992 General Obligation Refunding and Improvement Bonds.

NOTE 7 - LONG-TERM OBLIGATIONS - GOVERNMENTAL ACTIVITIES (CONTINUED)

$20,000,000 General Obligation Bonds, Series 2000, dated July 15, 2000, with interest of 4.55% to 6.00%, due annually through 2019. Bonds maturing on and after September 15, 2011 are subject to redemption prior to maturities at the option of the District at par. The principal ($1,225,000) and interest on the bonds maturing through September 15, 2012 are uninsured. Principal ($18,775,000) and interest maturing on and after September 15, 2013 are insured as to repayment by Ambac Assurance. These bonds were issued for the purposes of constructing a recreation center, developing an athletic complex, renovating parks and playgrounds, expanding existing multi-purpose fields, developing a school park, replacing existing community center and constructing new multi-purpose athletic fields. On October 24, 2006 these bonds were refunded and defeased by the issuance of the General Obligation Refunding Bonds, Series 2006.

$5,095,000 General Obligation Refunding Bonds, Series 2004, dated September 15, 2004, with interest of 2.00% to 3.25%, due annually through 2009. The Bonds are not subject to redemption prior to their maturities. These bonds were issued to refund the Series 1995 General Obligation Refunding Bonds.

$19,805,000 General Obligation Refunding Bonds, Series 2006, dated October 24, 2006, with interest of 3.75% to 5.00%, due annually through 2019. The Bonds are not subject to redemption prior to their maturities. The principal and interest on the bonds are insured as to repayment by Financial Security Assurance Inc. These bonds were issued to refund the Series 2000 General Obligation Bonds.

Refunding

On October 24, 2006, the District advance refunded and defeased, $19,645,000 of General Obligation bonds dated July 15, 2000 with an average interest rate of 5.64% by the issuance of $19,805,000 General Obligation Refunding bonds dated October 24, 2006 with an average interest rate of 4.72%. The District reduced its aggregate debt service payments by $1,600,020 over the next 13 years and obtained an economic gain (difference between the present values of the old and new debt service payments) of $1,456,364. The District incurred a cost on refunding in the amount of $1,238,286, which has been deferred and is being amortized over the remaining life of the debt.

In addition to the above bond issues, other bonds previously issued by the District have been defeased by the issuance of refunding bonds. The detail of the District's defeased bonds outstanding at December 31, 2006 is as follows:

2000 General Obligation Bonds	$ 19,645,000

NOTE 7 - LONG-TERM OBLIGATIONS - GOVERNMENTAL ACTIVITIES (CONTINUED)

Certificates of Participation

8,730,000 Certificates of Participation, Series 2001, dated January 15, 2001, with interest of 3.25% to 4.2%, due annually through 2010. The 2001 certificates are not subject to optional redemption. The Certificates have been issued in connection with a lease from the District to The SSPRD Land and Facilities Corporation (Corporation) and a lease back to the District from the Corporation for property along the David A. Lorenz Regional Park. Pursuant to the provisions of the 2001 Indenture, the 2001 Certificates shall be called for redemption in the event that the 2001 Lease Term is terminated by reason of the occurrence of an Event of Nonappropriation or an Event of Default under the 2001 lease. If called for redemption, the Certificates shall be redeemed in whole on such date for a redemption price equal to 100% of the principal amount plus accrued interest to the redemption date. The principal and interest of these certificates are insured as to repayment by MBIA Insurance Corporation.

Principal and interest lease payments received by The SSPRD Land and Facilities Corporation from the General Fund amounted to $875,000 and $201,616, respectively. These payments were eliminated in the government-wide statements.

Other General Obligations

Accrual for compensated absences (see Note 2) is liquidated from the General Fund.

The District's long-term obligations of the governmental activities, excluding the accrual for compensated absences will mature as follows:

	General Obligation Bonds		Certificates of Participation		
	Interest	Principal	Interest	Principal	Total
2007	$ 1,736,926	$ 1,820,000	$ 167,710	$ 910,000	$ 4,634,636
2008	1,518,206	2,035,000	131,310	945,000	4,629,516
2009	1,444,944	2,105,000	84,060	990,000	4,624,004
2010	1,349,437	2,265,000	43,470	1,035,000	4,692,907
2011	1,238,288	2,375,000	-	-	3,613,288
2012-2016	4,339,337	13,735,000	-	-	18,074,337
2017-2019	999,500	9,835,000	-	-	10,834,500
	$ 12,626,638	$ 34,170,000	$ 426,550	$ 3,880,000	$ 51,103,188

NOTE 8 – LONG-TERM OBLIGATIONS – BUSINESS-TYPE ACTIVITIES

The following is an analysis of changes in the business-type activities long-term obligations for the year ended December 31, 2006.

	Balance at January 1, 2006	New Issues and Additions	Retirements	Balance at December 31, 2006	Due within one year
(1996) - $6,450,000 Golf Course and Ice Arena Facilities Revenue Refunding and Improvement Bonds	$ 4,360,000	$ -	$ 335,000	$ 4,025,000	$ 350,000
(1999) - $2,920,000 Golf Course and Ice Arena Facilities Revenue Bonds	2,245,000	-	130,000	2,115,000	135,000
(2001) - $7,560,000 Certificates of Participation	6,790,000	-	305,000	6,485,000	315,000
(2001) - $999,862 Lease Agreement Baystone Financial Group	694,607	-	96,185	598,422	101,439
(2004) - $90,294 Cardio Lease	60,878	-	30,093	30,785	30,785
(2005) - $85,825 Cardio Lease	85,825	-	27,781	58,044	28,600
Accrual for compensated absences	372,102	244,250	230,840	385,512	359,490
	$ 14,608,412	$ 244,250	$ 1,154,899	$ 13,697,763	$ 1,320,314
Less current portion	(1,270,113)	$ -	$ -	(1,320,314)	
Less deferred cost of refunding	(1,904)	$ -	$ 1,904	-	
	$ 13,336,395			$ 12,377,449	

NOTE 8 - LONG-TERM OBLIGATIONS – BUSINESS-TYPE ACTIVITIES
(CONTINUED)

The details of the District's business-type activities long-term obligations are as follows:

$6,450,000 Revenue Refunding and Improvement Bonds, dated September 15, 1996, with interest of 4.80% to 6.00%, consisting of serial bonds issued in the original amount of $2,540,000 due annually through 2009 and term bonds in the original amount of $1,000,000 and $2,910,000 due November 8, 2007 and 2015, respectively. Such term bonds are subject to mandatory sinking fund redemption. In addition, the bonds maturing on and after November 1, 2008 are subject to redemption prior to maturity at the option of the District on November 1, 2006 and any date thereafter with a call premium of 1% if called November 1, 2006 through October 31, 2007, a .5% call premium if called November 1, 2007 through October 31, 2008, and no call premium November 1, 2008 and thereafter. These bonds were issued for the purpose of expanding the Littleton Golf Course, construction of a batting cage and a miniature golf facility and to refund the Series 1986 Revenue Refunding Bonds.

$2,920,000 General Obligation Revenue Bonds, dated March 1, 1999, with interest of 3.55% to 5.2%, consisting of serial bonds due annually through 2018. In addition, the bonds maturing on and after November 1, 2010 are subject to redemption prior to maturity at the option of the District on November 1, 2009 and any date thereafter with a call premium of 1% if called November 1, 2009 through October 31, 2010 and no call premium if called November 1, 2010 and thereafter. These bonds were issued for the purpose of expanding the South Suburban Ice Arena.

At December 31, 2006, the District was in compliance with the restrictive covenants and provisions of the various resolutions authorizing the revenue bond issues. A portion of revenues from golf courses, ice arenas, other recreation facilities and all of the transfers in are pledged for the payment of revenue bonds.

$7,560,000 Certificates of Participation, Series 2001B and $360,000 Taxable Certificates of Participation, Series 2001C, dated December 1, 2001, with interest of 2.95% to 4.625%. The 2001B Certificates are due annually through 2014 and the 2001C Certificates were paid off in 2003. The 2001B Certificates maturing on and after December 2012 are subject to redemption prior to their maturities on and after December 1, 2011 and on any date thereafter upon payment of par plus accrued interest thereon, without redemption premium. The Certificates have been issued in connection with a lease of the Family Sports Center from the District to the Corporation and a lease back to the District from the Corporation. Pursuant to the provisions of the 2001 Indenture, the 2001 Certificates shall be called for redemption in the event that the 2001 Lease Term is terminated by reason of the occurrence of an Event of Nonappropriation or an Event of Default under the 2001 lease. If called for redemption, the Certificates shall be redeemed in whole on such date for a redemption price equal to 100% of the principal amount plus accrued interest to the redemption date. The principal and interest payments of these certificates are insured as to repayment by MBIA Insurance Corporation.

NOTE 8 - LONG-TERM OBLIGATIONS – BUSINESS-TYPE ACTIVITIES
(CONTINUED)

Principal and interest lease payments received and subsequently paid by The SSPRD Land and Facilities Corporation from the Enterprise Fund amounted to $305,000 and $313,263, respectively. These payments were eliminated in the Government Wide Statements.

$999,863 Lease Agreement dated December 12, 2001, with Baystone Financial Group, for energy savings equipment throughout the District. Due in quarterly installments through March 17, 2012, with interest at 5.354%. The lease is secured by certain rolling stock owned by the District.

$90,294 Lease Agreement, Dated April 21, 2004, for Cardio Fitness Equipment at the Lone Tree Recreation Center. Due in annual installments through April 21, 2007, with interest at 2.3%.

$85,825 Lease Agreement, Dated March 11, 2005, for Cardio Fitness Equipment at the Douglas H. Buck Community Recreation Center. Due in annual installments through March 11, 2008, with interest at 2.95%.

Other General Obligations

Accrual for compensated absences (see Note 2) is liquidated from the Enterprise fund.

The District's business-type activities long-term obligations, excluding accrual for compensated absences will mature as follows:

	Revenue Bonds and Certificates of Participation		Capital Leases		
	Interest	**Principal**	**Interest**	**Principal**	**Total**
2007	$ 648,887	$ 800,000	$ 32,432	$ 160,824	$ 1,642,143
2008	609,865	835,000	25,339	136,424	1,606,628
2009	568,155	885,000	18,626	112,824	1,584,605
2010	523,380	920,000	12,463	118,987	1,574,830
2011	476,370	975,000	5,963	125,487	1,582,820
2012-2016	1,560,310	5,090,000	434	32,705	6,683,449
2017-2021	448,635	3,120,000	-	-	3,568,635
	$ 4,835,602	$ 12,625,000	$ 95,257	$ 687,251	$ 18,243,110

NOTE 9 – DEFINED CONTRIBUTION PLAN

The full time employees of the District participate in a Money Purchase Pension Plan which is a defined contribution plan established by the District and is maintained and administered by Principal Mutual Life. At December 31, 2006, there were 180 active plan members. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees become plan members after six months of employment. Under this plan, 6% of the plan members' compensation is remitted to the Plan Administrator by the District. The employees may make voluntary contributions to the plan. The District's contributions, plus earnings, become vested after three years of participation in the plan. District contributions for plan members who leave employment before they are fully vested are used to reduce the District's current period contribution requirement. There is no liability for benefits under the plan beyond the District's matching payments. Plan provisions and contribution requirements are established and may be amended by the District's Board of Directors.

The number of active plan members and contributions made by the District for the years ended December 31, 2006, 2005 and 2004 are as follows:

	2006	2005	2004
Plan members	180	194	201
District	$ 488,470	$ 486,724	$ 485,276

Contributions made by the District equal the District's required contributions. Plan members made no contributions during the past three years.

NOTE 10 - DEFERRED COMPENSATION PLAN

The District has a deferred compensation plan created in accordance with Internal Revenue Code Section 457. This plan is administered by Great West Life Assurance Company. Participation in the plan is optional for all employees. The plan allows the employees to defer a portion of their salary until future years.

NOTE 11 - TRANSFERS

The following schedule reflects the District's interfund transfers for the year ended December 31, 2006.

	Transfers In		
	General Fund	Enterprise Fund	Total
Transfers out			
General Fund	$ -	$ 2,100,000	$ 2,100,000
Debt Service Fund	69,419	-	69,419
	$ 69,419	$ 2,100,000	$ 2,169,419

Of the transfer from the General Fund to the Enterprise Fund, $2,100,000 is to cover overhead, capital and debt service. The transfer from the Debt Service Fund to the General Fund is to move interest earned to the General Fund.

Also included in the government-wide statements is a $63,988 transfer from the Governmental Activities to the Business-type Activities for the transfer of Business-type capital assets purchased in the Governmental Activities.

NOTE 12 - COMMITMENTS AND CONTINGENCIES

Risk Management

The District is exposed to various risks of loss related to torts, thefts of, damage to, or destruction of assets, errors or omissions, injuries to employees, or acts of God.

The District is a member of the Colorado Special Districts Property and Liability Pool (Pool). The Pool is an organization created by intergovernmental agreement to provide property, liability, public officials' liability, boiler and machinery and workers compensation coverage to its members. Settled claims have not exceeded this coverage in any of the past three fiscal years.

The District pays annual premiums to the Pool for property, general and automobile liability, public officials, auto physical damage, inland marine, boiler and machinery, and worker's compensation coverage. In the event aggregate losses incurred by the Pool exceed amounts recoverable from reinsurance contracts and funds accumulated by the Pool, the Pool may require additional contributions from the Pool members. Any excess funds, which the Pool determines are not needed for purposes of the Pool, may be returned to the members pursuant to a distribution formula.

NOTE 12 – COMMITMENTS AND CONTINGENCIES (CONTINUED)

Employee Health Care

The District has a self-insurance plan for employee health and dental care. An outside administrator is utilized to monitor individual employee claims and negotiate excess coverage insurance policies. Excess coverage insurance policies are purchased to cover individual yearly health claims in excess of $60,000 and aggregate total yearly health claims in excess of $1,035,788. Settled benefit claims exceeded the aggregate total yearly claims limit in 2006, however the District had excess insurance coverage to cover these claims. Excess coverage insurance policies are not purchased for dental and prescription claims.

The District's Enterprise Fund makes payments to the General Fund to pay its portion of prior and current year claims and to establish a reserve for catastrophic losses. A benefit claims liability is reported when it is probable that a loss has occurred and the amount of loss can be reasonably estimated. The liability is estimated based upon the experience of the District, trends in costs of services and changes in the number of members. Estimates are revised as changes in these factors occur and such revisions are reflected in operations of the current period. Liabilities include an amount for claims that have been incurred but not reported.

The following represents the changes in the benefit claims liability for the District during 2006 and 2005:

	2006	2005
Benefit claims liability at beginning of year	$ 174,090	$ 127,844
Current year claims and changes in estimates	1,113,985	1,051,833
Claim payments	(1,147,252)	(1,005,587)
Benefit claims liability at end of year	$ 140,823	$ 174,090

The District continues to carry commercial insurance coverage for other risks of loss including daycare property and liability insurance. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

NOTE 12 – COMMITMENTS AND CONTINGENCIES (CONTINUED)

City of Cherry Hills Village Exclusion

On December 28, 2004 the District Court issued an order directing the exclusion of the City of Cherry Hills Village (CHV) from the District effective January 1, 2005, subject to certain conditions. After that date, CHV residents ceased to enjoy resident access and fees at District facilities and the District ceased to maintain parks and trails in CHV. The Court ordered CHV to reimburse the District $9,660,838 for physical assets owned by the District within CHV. CHV was ordered to make principal and interest payments of approximately equal amounts, modified to reflect changes in the interest rate beginning December 1, 2005 (interest only) and ending no later than December 1, 2019. Interest is to be calculated for each payment based on the interest rate of the two-year U.S. Treasury Note as of November 15 of the preceding year. CHV residents are to remain liable for the District's debt service mill levy applicable to any general obligation debt outstanding or any subsequent refunding of such debt at the time of exclusion.

CHV has appealed the portion of the order requiring reimbursement to the District and the District cross-appealed as to the validity of the exclusion and certain related issues. On March 22, 2007 the Court of Appeals remanded the case back to the trial court for clarification on the issue of reimbursement. This clarification is currently pending.

In 2005, the District received the first installment (interest only) payment of $256,862. In 2006, the District received $943,185, which consisted of $511,346 in principal and $431,839 in interest. The outstanding receivable balance at December 31, 2006 is $9,149,492.

City of Greenwood Village Exclusion

On July 14, 2005 the City of Greenwood Village filed a Petition for Exclusion in the Arapahoe County District Court, to exclude certain properties which reside within both the City and District boundaries. Court was held in January 2006 and on January 31, 2007 the District Court issued an order directing the exclusion from the District effective January 1, 2008. Beginning in 2008, annual revenue losses are expected to be approximately 1% of total revenue. Greenwood Village Property owners in the exclusion area will remain obligated for the debt service mill levy applicable to debt in existence at the time of the municipal exclusion.

Other Litigation

There are several other lawsuits pending in which the District is involved. Management and its legal counsel estimate that the potential claims against the District not covered by insurance resulting from such litigation would be relatively insignificant.

NOTE 13 – LAND LEASES

Family Sports Center

In 2001, the District entered into a Ground Lease with the Arapahoe County Public Airport Authority to lease the land at the Family Sports Center location. The lease term expires June 30, 2037. Under the lease terms, the District must pay basic rent due in quarterly installments based on an amount per square foot. In addition, a percentage rent based on revenues generated at the Family Sports Center is due annually 60 days after the year-end. For 2006, the District paid the Airport Authority approximately $325,000.

Landfill Parcel

On August 1, 2001, the District entered into a Ground Lease with Arapahoe County (County) to lease land previously used as a landfill. The lease is effective for an initial 15 year term with an option to renew. The County is responsible to conduct monitoring of the ground water, methane gas and the District's compliance with its obligations to maintain the landfill clay cap, site drainage systems, slope conditions and improvements. The District shall pay the County $10,000 annually to be applied by the County toward the County's monitoring and maintenance obligation.

The District has an irrevocable option to purchase the site at a price of $10 if purchased within the initial 15 year lease period. Anytime after the initial 15 year period, the price shall be the fair market value of the site.

As of execution of the lease, the District was required to deposit $40,000 into an Environmental Liability Escrow interest bearing account (see Note 4). Annually thereafter, the District shall deposit into said account, the sum of $10,000 until the balance in the account reaches $200,000. All monies in the escrow account shall be used by the County to pay for environmental liability incurred by the County or any operator of the landfill as a result of District activities on the site. Upon expiration of this lease, or the purchase of the site by the District, all monies in the escrow account, including accrued interest shall be returned to the District.

NOTE 14 - TAX, SPENDING AND DEBT LIMITATIONS

Article X, Section 20 of the Colorado Constitution, commonly known as the Taxpayer's Bill of Rights (TABOR) contains tax, spending, revenue and debt limitations which apply to the State of Colorado and all local governments.

Enterprises, defined as government-owned businesses authorized to issue revenue bonds and receiving less than 10% of annual revenue in grants from all state and local governments combined, are excluded from the provisions of TABOR. The District's management believes a significant portion of its operations qualifies for this exclusion.

NOTE 14 - TAX, SPENDING AND DEBT LIMITATIONS (CONTINUED)

Spending and revenue limits are determined based on the prior year's Fiscal Year Spending adjusted for allowable increases based upon inflation and local growth. Fiscal Year Spending is generally defined as expenditures plus reserve increases with certain exceptions. Revenue in excess of the Fiscal Year Spending limit must be refunded unless the voters approve retention of such revenue.

TABOR requires local governments to establish Emergency Reserves. These reserves must be at least 3% of Fiscal Year Spending (excluding bonded debt service). Local governments are not allowed to use the emergency reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

On November 2, 1999, the registered voters of the District authorized the District to collect, retain and spend all revenue and other funds collected from any source effective January 1, 1999 and continuing thereafter without regard to any expenditure, revenue raising or other limitation contained within Article X, Section 20 of the Colorado Constitution. The voters also authorized the District to continue to levy 4.417 mills each year for operations regardless of any revenue limitations in Section 29-1-301, C.R.S. or other State law.

On May 2, 2000, a majority of the District’s electors authorized the District to increase its debt by $20,000,000 and to increase property taxes $3,967,845 annually to provide for repayment of the debt. Such debt to be evidenced by general obligation bonds issued for the purpose of financing in whole or in part, acquisition, construction and renovation of land, recreational facilities, parks, athletic fields and trails. The bond proceeds, ad valorem property taxes and investment earning thereon shall be collected and spent without limitation or condition and without limiting the collection or spending of any other revenue or funds by the District under Article X, Section 20 of the Colorado Constitution or any other law.

On May 2, 2000, a majority of the District’s electors also authorized the District to increase property taxes $1,700,000 in the first full fiscal year (for collection in 2001) for a period not to exceed ten years. The increased levy (to be known as the Open Space Tax) will continue at the rate of up to one (1) mill annually, for collection through fiscal year 2010, in whatever amounts are generated by such levy. The revenue from the Open Space Tax is to be used solely to acquire or to offset the cost of acquiring open space, parks and trails and is not subject to any limitation under TABOR.

The District's management believes it is in compliance with the provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of the provisions, including the interpretation of how to calculate Fiscal Year Spending limits and qualification as an Enterprise will require judicial interpretation.

INDIVIDUAL FUND STATEMENTS AND SCHEDULES

GENERAL FUND

The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
GENERAL FUND
BALANCE SHEET
December 31, 2006

(with comparative totals for December 31, 2005)

	2006	2005
ASSETS		
Equity in pooled cash and investments - Unrestricted	$ 7,036,196	$ 5,316,415
Equity in pooled cash and investments - Restricted	1,133,681	1,186,072
Receivables	345,299	511,037
Property taxes receivable	11,327,554	11,298,011
CHV settlement receivable	9,149,492	9,660,838
TOTAL ASSETS	$ 28,992,222	$ 27,972,373
LIABILITIES AND EQUITY		
LIABILITIES		
Accounts payable	$ 298,048	$ 387,575
Accrued payroll liabilities	248,722	226,104
Other deferred revenue	600,555	421,646
Deferred property tax revenue	11,327,554	11,298,011
Deferred revenue CHV settlement	9,149,492	9,660,838
Total liabilities	21,624,371	21,994,174
EQUITY		
Fund balance		
Reserved for emergencies	463,000	452,000
Reserved for debt service	873,000	873,000
Reserved for capital projects	2,299,031	1,487,281
Reserved for health insurance claims	161,489	228,290
Reserved for environmental liability escrow	99,192	84,782
Unreserved		
Designated for subsequent year's expenditures	3,074,117	2,581,715
Undesignated	398,022	271,131
Total equity	7,367,851	5,978,199
TOTAL LIABILITIES AND EQUITY	$ 28,992,222	$ 27,972,373

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
GENERAL FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
For the Year Ended December 31, 2006

(with comparative totals for December 31, 2005)

	2006	2005
REVENUE		
Property taxes	$ 11,265,435	$ 12,152,655
Specific ownership taxes	1,304,148	1,508,453
Intergovernmental	945,901	729,535
Donations	44,200	86,569
Net investment income	402,649	253,043
Principal received-CHV	511,346	-
Interest income-CHV	431,839	256,862
Other	547,322	331,036
Total revenue	15,452,840	15,318,153
EXPENDITURES		
Current		
Administration	746,086	802,895
Finance	291,251	200,497
MIS	181,114	178,684
Insurance	136,348	116,150
Park maintenance	5,047,909	4,775,941
South Platte Park	551,554	546,118
Preventative maintenance	324,747	295,586
Planning and construction	859,637	913,589
Hudson Gardens management fee	350,000	350,000
Debt service		
Capital lease principal	875,000	845,000
Capital lease interest	201,616	234,149
Capital outlay	2,467,345	3,260,580
Total expenditures	12,032,607	12,519,189
EXCESS REVENUE OVER (UNDER) EXPENDITURES	3,420,233	2,798,964
OTHER FINANCING SOURCES (USES)		
Transfers in	69,419	40,846
Transfers (out)	(2,100,000)	(4,985,319)
Total other financing sources (uses)	(2,030,581)	(4,944,473)
SPECIAL ITEM		
Proceeds from sale of assets	-	1,995,350
NET CHANGE IN FUND BALANCE	1,389,652	(150,159)
FUND BALANCE - BEGINNING OF YEAR	5,978,199	6,128,358
FUND BALANCE - END OF YEAR	$ 7,367,851	$ 5,978,199

CONSERVATION TRUST FUND

The Conservation Trust Fund accounts for the acquisition of parks and open space land not previously owned by the District and for improvements to existing park and recreation facilities. Financing is provided primarily from State Lottery Funds.

SOUTH SUBURBAN PARK AND RECREATION
CONSERVATION TRUST FUND
BALANCE SHEET
December 31, 2006

(with comparative totals for December 31, 2005)

	2006	2005
ASSETS		
Equity in pooled cash and investments - Unrestricted	$ 421,500	$ 365,332
TOTAL ASSETS	$ 421,500	$ 365,332
LIABILITIES AND EQUITY		
LIABILITIES		
Accounts payable	$ 5,011	$ -
Total liabilities	5,011	-
EQUITY		
Fund balance		
Reserved for parks and trails	416,489	365,332
Total equity	416,489	365,332
TOTAL LIABILITIES AND EQUITY	$ 421,500	$ 365,332

SOUTH SUBURBAN PARK AND RECREATION
CONSERVATION TRUST FUND
STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCES
For the Year Ended December 31, 2006

(with comparative totals for December 31, 2005)

	2006	2005
REVENUE		
Intergovernmental	$ 764,511	$ 625,893
Net investment income	21,235	9,620
Total revenue	785,746	635,513
EXPENDITURES		
Capital Outlay	734,589	486,527
Total expenditures	734,589	486,527
NET CHANGE IN FUND BALANCE	51,157	148,986
FUND BALANCE - BEGINNING OF YEAR	365,332	216,346
FUND BALANCE - END OF YEAR	$ 416,489	$ 365,332

SSPRD LAND AND FACILITIES CORPORATION

The SSPRD Land and Facilities Corporation (the Corporation) is a nonprofit corporation established under authorization of the Colorado Revised Nonprofit Corporation Act. The purpose of the Corporation includes, but is not limited to, acquiring real or personal property by purchase or lease, to finance the acquisition, construction of improvements, and to lease or otherwise convey interests in real or personal property or improvements on any combination thereof to the District.

SOUTH SUBURBAN PARK AND RECREATION
SSPRD LAND AND FACILITIES CORPORATION
BALANCE SHEET
December 31, 2006

(with comparative totals for December 31, 2005)

	2006	2005
ASSETS		
Lease receivable	$ 10,365,000	$ 11,545,000
TOTAL ASSETS	$ 10,365,000	$ 11,545,000
LIABILITIES AND EQUITY		
LIABILITIES		
Deferred revenue	$ 10,365,000	$ 11,545,000
Total liabilities	10,365,000	11,545,000
TOTAL LIABILITIES AND EQUITY	$ 10,365,000	$ 11,545,000

SOUTH SUBURBAN PARK AND RECREATION
SSPRD LAND AND FACILITIES CORPORATION
STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCES
For the Year Ended December 31, 2006

(with comparative totals for December 31, 2005)

	2006	2005
REVENUE		
Lease principal	$ 1,180,000	$ 1,140,000
Lease interest	514,879	556,999
Total revenue	1,694,879	1,696,999
EXPENDITURES		
Debt service		
Certificates of participation principal	1,180,000	1,140,000
Certificates of participation interest	514,879	556,999
Total expenditures	1,694,879	1,696,999
NET CHANGE IN FUND BALANCE	-	-
FUND BALANCE - BEGINNING OF YEAR	-	-
FUND BALANCE - END OF YEAR	$ -	$ -

DEBT SERVICE FUND

The Debt Service Fund accounts for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources.

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
DEBT SERVICE FUND
BALANCE SHEET
December 31, 2006

(with comparative totals for December 31, 2005)

	2006	2005
ASSETS		
Equity in pooled cash and investments - Unrestricted	$ 180,869	$ 171,621
Property taxes receivable	3,612,687	3,735,067
TOTAL ASSETS	$ 3,793,556	$ 3,906,688
LIABILITIES AND EQUITY		
LIABILITIES		
Accounts payable	$ 11,290	$ 500
Deferred property tax revenue	3,612,687	3,735,067
Total liabilities	3,623,977	3,735,567
FUND BALANCES		
Fund balance		
Reserved for debt service	169,579	171,121
Total equity	169,579	171,121
TOTAL LIABILITIES AND EQUITY	$ 3,793,556	$ 3,906,688

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
DEBT SERVICE FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
For the Year Ended December 31, 2006

(with comparative totals for December 31, 2005)

	2006	2005
REVENUE		
Property taxes	$ 3,735,067	$ 3,690,749
Net investment income	69,419	40,846
Total revenue	3,804,486	3,731,595
EXPENDITURES		
Current		
Administration	58,143	58,031
Debt service		
Bond principal	1,800,000	1,745,000
Bond interest	1,878,314	1,929,581
Issuance cost	253,139	-
Total expenditures	3,989,596	3,732,612
EXCESS REVENUE OVER EXPENDITURES	(185,110)	(1,017)
OTHER FINANCING SOURCES (USES)		
Issuance of refunding bonds	19,805,000	-
Premium on refunding bonds	1,449,883	-
Payment to refunded bond escrow agent	(21,001,896)	-
Transfer (out)	(69,419)	(40,846)
Total other financing sources (uses)	183,568	(40,846)
NET CHANGE IN FUND BALANCE	(1,542)	(41,863)
FUND BALANCE - BEGINNING OF YEAR	171,121	212,984
FUND BALANCE - END OF YEAR	$ 169,579	$ 171,121

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
DEBT SERVICE FUND
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE-BUDGET AND ACTUAL
For the Year Ended December 31, 2006

	Amended Budget	Actual Amounts	Variance Favorable (Unfavorable)
REVENUE			
Property taxes	$ 3,736,486	$ 3,735,067	$ (1,419)
Net investment income	45,000	69,419	24,419
Total revenue	3,781,486	3,804,486	23,000
EXPENDITURES			
Current			
Administration	58,172	58,143	29
Debt service			
Bond principal	1,800,000	1,800,000	-
Bond interest	1,878,314	1,878,314	-
Issuance cost	255,000	253,139	1,861
Total expenditures	3,991,486	3,989,596	1,890
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	(210,000)	(185,110)	24,890
OTHER FINANCING SOURCES (USES)			
Issuance of refunding bonds	20,000,000	19,805,000	(195,000)
Premium on refunding bonds	1,500,000	1,449,883	(50,117)
Payment to refunded bond escrow agent	(21,245,000)	(21,001,896)	243,104
Transfers (out)	(45,000)	(69,419)	(24,419)
Total other financing sources (uses)	210,000	183,568	(26,432)
NET CHANGE IN FUND BALANCE	-	(1,542)	(1,542)
FUND BALANCE - BEGINNING OF YEAR	-	171,121	171,121
FUND BALANCE - END OF YEAR	$ -	$ 169,579	$ 169,579

CAPITAL PROJECTS FUND

The Capital Projects Fund accounts for the 2000 General Obligation Bond proceeds to be used for the acquisition and/or construction of major capital facilities.

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
CAPITAL PROJECTS FUND
BALANCE SHEET
December 31, 2006

(with comparative totals for December 31, 2005)

	2006	2005
ASSETS		
Equity in pooled cash and investments - Restricted	$ 288,925	$ 1,665,265
TOTAL ASSETS	$ 288,925	$ 1,665,265
LIABILITIES AND EQUITY		
LIABILITIES		
Accounts payable from restricted assets	$ 1,876	$ 364
Total liabilities	1,876	364
EQUITY		
Fund balance		
Reserved for capital projects	287,049	1,664,901
Total equity	287,049	1,664,901
TOTAL LIABILITIES AND EQUITY	$ 288,925	$ 1,665,265

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
CAPITAL PROJECTS FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
For the Year Ended December 31, 2006

(with comparative totals for December 31, 2005)

	2006	2005
REVENUE		
Net investment income	$ 66,663	$ 58,277
Total revenue	66,663	58,277
EXPENDITURES		
Capital outlay	1,444,515	24,351
Total expenditures	1,444,515	24,351
NET CHANGE IN FUND BALANCE	(1,377,852)	33,926
FUND BALANCE - BEGINNING OF YEAR	1,664,901	1,630,975
FUND BALANCE - END OF YEAR	$ 287,049	$ 1,664,901

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE-BUDGET AND ACTUAL
For the Year Ended December 31, 2006

	Amended Budget	Actual Amounts	Variance Favorable (Unfavorable)
REVENUE			
Net investment income	$ 32,700	$ 66,663	$ 33,963
Total revenue	32,700	66,663	33,963
EXPENDITURES			
Capital Outlay	1,670,755	1,444,515	226,240
Total expenditures	1,670,755	1,444,515	226,240
NET CHANGE IN FUND BALANCE	(1,638,055)	(1,377,852)	260,203
FUND BALANCE - BEGINNING OF YEAR	1,638,055	1,664,901	26,846
FUND BALANCE - END OF YEAR	$ -	$ 287,049	$ 287,049

ENTERPRISE FUND

The Enterprise Fund accounts for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the District's Board of Directors is that costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
STATEMENT OF NET ASSETS
ENTERPRISE FUND
December 31, 2006

(with comparative totals for December 31, 2005)

	2006	2005
ASSETS		
Current assets		
Equity in pooled cash and investments - unrestricted	$ 3,168,993	$ 3,093,433
Receivables	292,041	280,672
Inventory	510,385	496,260
Total Current assets	3,971,419	3,870,365
Non-current assets		
Equity in pooled cash and investments - restricted	1,458,180	1,458,180
Capital assets, net of depreciation	53,639,994	56,018,021
Bond discount and issuance costs - net of amortization	269,680	304,142
Total Non-current assets	55,367,854	57,780,343
TOTAL ASSETS	59,339,273	61,650,708
LIABILITIES		
Current liabilities		
Accounts payable	636,187	577,009
Accrued payroll liabilities	341,345	339,783
Accrued interest payable	95,848	101,506
Deferred revenue	41,305	54,403
Long-term obligations, current portion	1,320,314	1,270,113
Total Current liabilities	2,434,999	2,342,814
Non-current liabilities		
Long-term obligations, noncurrent portion	12,377,449	13,336,395
TOTAL LIABILITIES	14,812,448	15,679,209
NET ASSETS		
Invested in capital assets, net of related debt	42,055,603	43,545,937
Restricted for Emergencies-TABOR	185,000	365,000
Unrestricted	2,286,222	2,060,562
TOTAL NET ASSETS	$ 44,526,825	$ 45,971,499

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
ENTERPRISE FUND
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUNDS AVAILABLE - BUDGET AND ACTUAL (Non-GAAP BUDGETARY BASIS)
For the Year Ended December 31, 2006
(with comparative totals for December 31, 2005)

	2006			2005
	Amended Budget	Actual	Variance-Favorable (Unfavorable)	Actual
REVENUE				
Golf courses	$ 8,599,659	$ 8,624,533	$ 24,874	$ 8,176,682
Ice arenas	5,700,462	5,265,971	(434,491)	5,149,938
Recreation centers	5,001,700	4,375,973	(625,727)	4,283,955
Athletics	1,976,876	1,802,977	(173,899)	1,804,383
Other recreation facilities and programs	1,219,696	1,149,200	(70,496)	1,140,620
Net investment income	34,500	280,987	246,487	138,453
Donations	88,753	89,779	1,026	92,548
Capital lease proceeds	-	-	-	85,825
Transfer in	2,100,000	2,100,000	-	4,985,319
Total revenue	24,721,646	23,689,420	(1,032,226)	25,857,723
EXPENDITURES				
Golf courses	7,391,246	7,267,487	123,759	6,950,586
Ice arenas	4,423,425	4,111,040	312,385	4,079,661
Recreation centers	6,140,019	5,442,593	697,426	5,307,024
Athletics	1,516,642	1,292,173	224,469	1,172,715
Other recreation facilities and programs	956,352	919,575	36,777	895,308
Administration	784,404	776,492	7,912	818,717
Finance	591,529	591,329	200	407,070
MIS	387,600	367,717	19,883	362,782
Insurance	313,225	276,828	36,397	235,818
Facility and maintenance improvements	501,017	322,312	178,705	220,114
Bond/Lease interest	722,179	719,052	3,127	756,242
Bond/Lease principal	926,590	924,059	2,531	855,619
Capital outlay	906,831	619,693	287,138	2,130,856
Total expenditures	25,561,059	23,630,350	1,930,709	24,192,512
NET CHANGE IN FUNDS AVAILABLE	(839,413)	59,070	898,483	1,665,211
FUNDS AVAILABLE - BEGINNING OF YEAR	839,413	4,255,844	3,416,431	2,590,633
FUNDS AVAILABLE - END OF YEAR	$ -	$ 4,314,914	$ 4,314,914	$ 4,255,844

Funds available is computed as follows:		
Current assets	$ 3,971,419	$ 3,870,365
Restricted cash and investments	1,458,180	1,458,180
Current liabilities, net of current portion of long-term liabilities	(1,114,685)	(1,072,701)
	$ 4,314,914	$ 4,255,844

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
ENTERPRISE FUND
RECONCILIATION OF Non-GAAP BUDGETARY BASIS (ACTUAL) TO
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET ASSETS
For the Year Ended December 31, 2006

Revenue (budgetary basis)	$23,689,420
Contribution-capital assets	63,988
Revenue (GAAP)	23,753,408
Expenditures (budgetary basis)	23,630,350
Depreciation	3,029,380
Amortization on discount and issue cost	36,366
Increase in long-term portion of compensated absences	13,410
Loss on sale of asset	32,328
Bond principal	(924,059)
Capital outlay	(619,693)
Expenses (GAAP)	25,198,082
Change in net assets per statement of revenue, expenses and changes in net assets	$ (1,444,674)

SUPPLEMENTAL INFORMATION

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
GOVERNMENTAL ACTIVITIES LONG-TERM DEBT
December 31, 2006

	$13,960,000 General Obligation Refunding Bonds Series 1998, Dated May 1, 1998, Interest Rate 4.00% to 5.125%		$5,095,000 General Obligation Refunding Bonds Series 2004, Dated September 15, 2004 Interest Rate 2.00% to 3.25%		$19,805,000 General Obligation Refunding Bonds Series 2006, Dated October 24, 2006, Interest Rate 3.75% to 5.00%	
Year Ending December 31,	Interest Due June 15 and December 15	Principal Due December 15	Interest Due June 15 and December 15	Principal Due December 15	Interest Due June 15 and December 15	Principal Due December 15
2007	$ 568,841	$ 595,000	$ 112,400	$ 1,165,000	$ 1,055,685	$ 60,000
2008	541,769	625,000	54,150	1,220,000	922,287	190,000
2009	512,706	1,365,000	17,550	540,000	914,688	200,000
2010	442,750	2,055,000	-	-	906,687	210,000
2011	340,000	2,155,000	-	-	898,288	220,000
2012	232,250	2,265,000	-	-	889,487	225,000
2013	119,000	2,380,000	-	-	881,050	235,000
2014	-	-	-	-	871,650	2,750,000
2015	-	-	-	-	734,150	2,880,000
2016	-	-	-	-	611,750	3,000,000
2017	-	-	-	-	491,750	3,120,000
2018	-	-	-	-	335,750	3,275,000
2019	-	-	-	-	172,000	3,440,000
	$ 2,757,316	$ 11,440,000	$ 184,100	$ 2,925,000	$ 9,685,222	$ 19,805,000

$8,730,000 Certificates of Participation Series 2001, Dated January 15, 2001, Interest Rate 3.25% to 4.2%		Totals		
Interest Due June 1 and December 1	**Principal Due December 1**	**Total Interest**	**Total Principal**	**Total**
$ 167,710	$ 910,000	$ 1,904,636	$ 2,730,000	$ 4,634,636
131,310	945,000	1,649,516	2,980,000	4,629,516
84,060	990,000	1,529,004	3,095,000	4,624,004
43,470	1,035,000	1,392,907	3,300,000	4,692,907
-	-	1,238,288	2,375,000	3,613,288
-	-	1,121,737	2,490,000	3,611,737
-	-	1,000,050	2,615,000	3,615,050
-	-	871,650	2,750,000	3,621,650
-	-	734,150	2,880,000	3,614,150
-	-	611,750	3,000,000	3,611,750
-	-	491,750	3,120,000	3,611,750
-	-	335,750	3,275,000	3,610,750
-	-	172,000	3,440,000	3,612,000
$ 426,550	$ 3,880,000	$ 13,053,188	$ 38,050,000	$ 51,103,188

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
BUSINESS-TYPE ACTIVITIES
December 31, 2006

	$6,450,000 Golf Course and Ice Arena Facilities Revenue Refunding and Improvement Bonds, Dated September 15, 1996, Interest Rate 4.80% to 6%		$2,920,000 Golf Course and Ice Arena Facilities Revenue Bonds, Dated March 1, 1999, Interest Rate 3.55% to 5.20%		$999,863 Capital Lease Payable Baystone Financial Group Dated June 17, 2001, Payable in Quarterly Installments with 5.354% Interest Through March 17, 2012		$7,560,000 Certificates of Participation Series 2001B Dated December 1, 2001, Interest Rate 3% to 4.625%	
Year Ending December 31,	**Interest Due May 1 and November 1**	**Principal Due November 1**	**Interest Due May 1 and November 1**	**Principal Due November 1**	**Interest Due Quarterly**	**Principal Due Quarterly**	**Interest Due May 15 and November 15**	**Principal Due November 15**
2007	$ 241,500	$ 350,000	$ 104,800	$ 135,000	$ 30,011	$ 101,439	$ 302,587	$ 315,000
2008	220,500	370,000	98,590	140,000	24,470	106,980	290,775	325,000
2009	198,300	395,000	92,080	150,000	18,626	112,824	277,775	340,000
2010	174,600	415,000	85,030	150,000	12,463	118,987	263,750	355,000
2011	149,700	445,000	77,830	160,000	5,963	125,487	248,840	370,000
2012	123,000	470,000	69,990	170,000	434	32,705	233,115	385,000
2013	94,800	495,000	61,575	180,000	-	-	216,175	400,000
2014	65,100	525,000	52,575	185,000	-	-	198,175	420,000
2015	33,600	560,000	43,325	195,000	-	-	178,750	440,000
2016	-	-	33,380	205,000	-	-	156,750	460,000
2017	-	-	22,925	215,000	-	-	133,750	485,000
2018	-	-	11,960	230,000	-	-	109,500	510,000
2019	-	-	-	-	-	-	84,000	535,000
2020	-	-	-	-	-	-	57,250	560,000
2021	-	-	-	-	-	-	29,250	585,000
	$ 1,301,100	$ 4,025,000	$ 754,060	$ 2,115,000	$ 91,967	$ 598,422	$ 2,780,442	$ 6,485,000

$90,294 Capital Lease Dated April, 21 2004 Interest Rate 2.3%		$85,825 Capital Lease Dated March 11, 2005 Interest Rate 2.95%		Totals		
Interest Due April 21	Principal Due April 21	Interest Due March 11	Principal Due March 11	Total Interest	Total Principal	Total
$ 708	$ 30,785	$ 1,713	$ 28,600	$ 681,319	$ 960,824	$ 1,642,143
-	-	869	29,444	635,204	971,424	1,606,628
-	-	-	-	586,781	997,824	1,584,605
-	-	-	-	535,843	1,038,987	1,574,830
-	-	-	-	482,333	1,100,487	1,582,820
-	-	-	-	426,539	1,057,705	1,484,244
-	-	-	-	372,550	1,075,000	1,447,550
-	-	-	-	315,850	1,130,000	1,445,850
-	-	-	-	255,675	1,195,000	1,450,675
-	-	-	-	190,130	665,000	855,130
-	-	-	-	156,675	700,000	856,675
-	-	-	-	121,460	740,000	861,460
-	-	-	-	84,000	535,000	619,000
-	-	-	-	57,250	560,000	617,250
-	-	-	-	29,250	585,000	614,250
$ 708	$ 30,785	$ 2,582	$ 58,044	$ 4,930,859	$ 13,312,251	$ 18,243,110

STATISTICAL SECTION

This part of the South Suburban Park and recreation District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health. This information has not been audited.

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Financial Trends

These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

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Revenue Capacity

These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.

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Debt Capacity

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

Ratios of Outstanding Debt by Type....87
Estimated Direct and Overlapping General Obligation Debt....89
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Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

Demographic and Economic Statistics....97
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Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.

Full Time Equivalents District Government Employees by Function....99
Registration and Attendance Report....100
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Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The District implemented GASB Statement 34 in 2003; schedules presented government-wide information include information beginning in that year.

South Suburban Park and Recreation District
Net Assets by Component
Last Four Years

	2003	2004	2005
Governmental activities			
Invested in capital assets, net of related debt	$ 20,553,780	$ 12,268,717	$ 22,427,238
Restricted for			
Emergency-TABOR	445,000	426,000	452,000
Capital projects	1,730,136	2,067,829	1,852,613
Other various agreements	75,569	86,464	84,782
Unrestricted	2,878,034	2,522,073	(1,037,779)
Total governmental activities net assets	$ 25,682,519	$ 17,371,083	$ 23,778,854
Business-type activities			
Invested in capital assets, net of related debt	$ 21,217,837	$ 38,609,423	$ 43,545,937
Restricted for emergency-TABOR	155,000	645,000	365,000
Unrestricted	5,709,044	143,342	2,060,562
Total business-type activities net assets	$ 27,081,881	$ 39,397,765	$ 45,971,499
Primary Government			
Invested in capital assets, net of related debt	$ 41,771,617	$ 50,878,140	$ 52,631,800
Restricted for			
Emergency-TABOR	600,000	1,071,000	817,000
Capital projects	1,730,136	2,067,829	1,852,613
Other various agreements	75,569	86,464	84,782
Unrestricted	8,587,078	2,665,415	14,364,158
Total primary government net assets	$ 52,764,400	$ 56,768,848	$ 69,750,353

Schedule 1

2006
$ 26,250,618
463,000
2,715,520
99,192
(911,389)
$ 28,616,941
$ 42,055,603
185,000
2,286,222
$ 44,526,825
$ 54,937,846
648,000
2,715,520
99,192
14,743,208
$ 73,143,766

South Suburban Park and Recreation District
Changes in Net Assets
Last Four Years
(accrual basis of accounting)

Schedule 2

	2003	2004	2005	2006
Expenses				
Governmental activities				
General government	$ 1,476,469	$ 1,418,912	$ 1,491,287	$ 1,544,130
Parks and open space	5,688,107	5,866,849	6,024,407	6,334,844
South Platte Park	747,281	776,562	672,348	683,895
General maintenance and improvements	1,214,187	660,101	1,184,337	859,725
Planning and construction	948,319	931,433	924,917	870,965
Hudson Gardens management fee	350,000	350,000	350,000	350,000
Interest on long term debt	2,469,400	2,306,478	2,104,583	1,987,968
Total governmental activities expense	12,893,763	12,310,335	12,751,879	12,631,527
Business type activities				
Golf courses	8,372,755	8,587,535	8,745,156	9,134,783
Ice arenas	5,915,420	5,488,371	5,397,821	5,465,207
Recreation centers	4,432,606	5,674,999	7,214,273	7,805,200
Athletics	1,353,185	1,318,800	1,344,218	1,489,120
Other recreation facilities and programs	1,259,168	1,233,908	1,230,862	1,303,772
Total business type activities expense	21,333,134	22,303,613	23,932,330	25,198,082
Total primary government expense	$ 34,226,897	$ 34,613,948	$ 36,684,209	$ 37,829,609
Program revenue				
Governmental activities				
Operating grants and contributions	$ 185,247	$ 214,242	$ 193,131	$ 254,497
Capital grants and contributions	-	-	966,528	813,150
Total governmental activities program revenue	185,247	214,242	1,159,659	1,067,647
Business type activities				
Charges for service				
Golf courses	7,854,547	7,874,548	8,176,682	8,624,533
Ice arenas	5,311,010	5,104,020	5,149,938	5,265,971
Recreation centers	2,656,793	3,345,603	4,283,955	4,375,973
Athletics	1,742,063	1,802,291	1,804,383	1,802,977
Other recreation facilities and programs	1,131,889	1,096,895	1,140,620	1,149,200
Operating grants and contributions	44,174	43,803	15,002	89,779
Capital grants and contributions	30,053	-	77,546	-
Total business type activities program revenue	18,770,529	19,267,160	20,648,126	21,308,433
Total primary government program revenue	$ 18,955,776	$ 19,481,402	$ 21,807,785	$ 22,376,080
Net (Expense) Revenue				
Governmental activities	$ (12,708,516)	$ (12,096,093)	$ (11,592,220)	$ (11,563,880)
Business type activities	(2,562,605)	(3,036,453)	(3,284,204)	(3,889,649)
Total primary government net expense	$ (15,271,121)	$ (15,132,546)	$ (14,876,424)	$ (15,453,529)
General Revenue and Other Changes in Net Assets				
Governmental activities				
Property tax revenue	$ 15,848,048	$ 15,762,365	$ 15,843,404	$ 15,000,502
Specific ownership tax	1,629,176	1,555,981	1,508,453	1,304,148
Unrestricted grants and contributions	1,703,665	1,191,728	631,046	772,178
Investment income	281,822	170,052	618,648	991,805
Miscellaneous income	173,990	326,746	306,036	497,322
Special item - Gain on sale of LCC	-	-	563,724	-
Special item - Gain on disposition of CHV park land	-	-	8,248,165	-
Transfers	(2,742,763)	(15,222,215)	(9,719,485)	(2,163,988)
Total governmental activities	16,893,938	3,784,657	17,999,991	16,401,967
Business type activities				
Unrestricted grants and contributions	2,532,167	35,872	-	-
Investment income	72,085	94,250	138,453	280,987
Transfers	2,742,763	15,222,215	9,719,485	2,163,988
Total business type activities	5,347,015	15,352,337	9,857,938	2,444,975
Total primary government	$ 22,240,953	$ 19,136,994	$ 27,857,929	$ 18,846,942
Change in net assets				
Governmental activities	$ 4,185,422	$ (8,311,436)	$ 6,407,771	$ 4,838,087
Business type activities	2,784,410	12,315,884	6,573,734	(1,444,674)
Total primary government	$ 6,969,832	$ 4,004,448	$ 12,981,505	$ 3,393,413

South Suburban Park and Recreation District
Fund Balances, Governmental Funds
Last Ten Years

	1997	1998	1999
General Fund			
Reserved for:			
Emergencies	$ 220,000	$ 230,000	$ 235,000
Debt service	-	-	-
Capital projects	-	-	-
Health insurance claims	-	-	-
Other various agreements	-	-	-
Total Reserved	220,000	230,000	235,000
Unreserved			
Designated for subsequent years expenditures	1,554,401	1,232,047	922,366
Undesignated	213,751	160,393	249,338
Total General Fund	$ 1,988,152	$ 1,622,440	$ 1,406,704
All Other Governmental Funds			
Reserved for			
Capital projects	$ 2,484,872	$ 2,125,255	$ 1,394,257
Debt service	112,305	191,359	207,653
Total all Other Governmental Funds	$ 2,597,177	$ 2,316,614	$ 1,601,910

Schedule 3

2000	2001	2002	2003	2004	2005	2006
$ 295,000	$ 366,000	$ 423,000	$ 445,000	$ 426,000	$ 452,000	$ 463,000
-	873,000	873,000	873,000	873,000	873,000	873,000
-	-	-	1,408,059	1,851,483	1,487,281	2,299,031
-	48,027	13,928	11,629	319,747	228,290	161,489
-	54,876	64,909	75,100	86,464	84,782	99,192
295,000	1,341,903	1,374,837	2,812,788	3,556,694	3,125,353	3,895,712
995,485	1,323,695	3,237,373	3,184,698	2,272,668	2,581,715	3,074,117
602,529	466,562	291,502	200,680	298,996	271,131	398,022
$ 1,893,014	$ 3,132,160	$ 4,903,712	$ 6,198,166	$ 6,128,358	$ 5,978,199	$ 7,367,851
$20,766,669	$20,835,576	$18,058,458	$ 7,099,360	$ 1,847,321	$ 2,030,233	$ 703,538
236,173	241,166	212,133	200,180	212,984	171,121	169,579
$21,002,842	$21,076,742	$18,270,591	$ 7,299,540	$ 2,060,305	$ 2,201,354	$ 873,117

South Suburban Park and Recreation District
Changes in Fund Balances, Governmental Funds
Last Ten Years

		1997	1998	1999	2000
REVENUE					
Property taxes	(1)	$ 8,549,279	$ 8,928,023	$ 9,134,073	$11,090,798
Specific ownership taxes		906,718	958,606	1,044,869	1,251,116
Intergovernmental		940,119	1,073,093	894,437	1,220,310
Lease principal	(2)	-	-	-	-
Lease interest	(2)	-	-	-	-
Donations		76,388	316,955	166,412	12,960
Net investment income		384,057	309,992	254,009	919,482
Principal received-CHV	(3)	-	-	-	-
Interest income - CHV	(3)	-	-	-	-
Other		140,465	191,127	206,940	239,326
Total revenue		10,997,026	11,777,796	11,700,740	14,733,992
EXPENDITURES					
Current					
Administration		564,373	626,009	663,818	724,449
Finance	(4)	186,500	182,530	200,179	226,790
MIS	(4)	-	-	-	-
Insurance		111,825	101,893	108,912	42,811
Park maintenance		2,854,390	3,180,603	3,258,416	3,669,671
South Platte Park		315,083	344,971	366,335	419,000
Preventative maintenance		202,414	203,200	214,793	230,241
Planning and construction		679,291	649,194	675,301	761,270
Hudson Gardens management fee	(5)	-	350,000	350,000	350,000
Debt service					
Principal		1,345,000	1,505,000	1,790,000	2,365,000
Interest		1,576,016	944,457	1,191,146	1,137,284
Payment to refunded bond escrow		-	465,142	-	-
Debt issuance cost		-	197,251	-	238,420
Capital outlay		2,669,375	3,142,905	3,137,280	3,937,532
Total expenditures		10,504,267	11,893,155	11,956,180	14,102,468
EXCESS REVENUE OVER (UNDER) EXPENDITURES		492,759	(115,359)	(255,440)	631,524
OTHER FINANCING SOURCES (USES)					
Transfers in		-	131,215	101,570	136,204
Transfers (out)		(1,120,937)	(867,345)	(776,570)	(1,156,388)
Payment to refunded bond escrow		-	(14,953,622)	-	-
Proceeds from debt issuance		-	15,158,836	-	20,275,902
Total other financing sources (uses)		(1,120,937)	(530,916)	(675,000)	19,255,718
SPECIAL ITEM-Proceeds from sale of capital asset		-	-	-	-
NET CHANGE IN FUND BALANCE		$ (628,178)	$ (646,275)	$ (930,440)	$19,887,242
Debt Service as a Percentage of Noncapital expenditures		37.28%	35.56%	33.80%	36.80%

(1) Starting in 2001, includes the voter approved 1 mill open space and trail improvement levy
(2) In 2001, the District formed the SSPRD Land and Facilities Corporation, which issued COP's. The Corporation is included as a Special Revenue Fund and reflects the lease revenue received from the General Fund
(3) Principal & Interest payment from The City of Cherry Hills Village related to Municipal Exclusion
(4) MIS Department was created in 2002
(5) The District acquired Hudson Gardens in 1997 and began paying a management fee in 1998.

Schedule 4

2001	2002	2003	2004	2005	2006
$13,898,101	$15,817,862	$15,848,048	$15,762,365	$15,843,404	$15,000,502
1,668,427	1,701,120	1,629,176	1,555,981	1,508,453	1,304,148
1,085,095	887,402	1,794,468	1,153,059	1,355,428	1,710,412
780,000	1,030,000	1,060,000	1,095,000	1,140,000	1,180,000
294,431	668,691	634,154	595,924	556,999	514,879
593,344	172,431	94,444	118,239	86,569	44,200
1,151,083	473,185	281,822	170,052	361,786	559,966
-	-	-	-	-	511,346
-	-	-	-	256,862	431,839
408,711	446,689	173,990	326,746	331,036	547,322
19,879,192	21,197,380	21,516,102	20,777,366	21,440,537	21,804,614
895,745	854,918	866,698	811,915	860,926	804,229
256,985	166,639	189,342	199,101	200,497	291,251
-	164,727	180,716	180,346	178,684	181,114
128,299	128,575	80,673	117,927	116,150	136,348
3,905,670	4,200,735	4,331,119	4,530,515	4,775,941	5,047,909
450,179	483,171	492,037	549,032	546,118	551,554
216,668	261,542	248,469	299,508	295,586	324,747
811,050	880,411	938,425	920,074	913,589	859,637
350,000	350,000	350,000	350,000	350,000	350,000
3,475,000	3,720,000	3,495,000	3,425,000	3,730,000	3,855,000
2,950,237	3,186,081	3,102,314	2,857,954	2,720,729	2,594,809
-	-	-	215,000	-	-
188,105	-	-	84,652	-	253,139
28,546,422	5,846,571	14,540,238	8,138,751	3,771,458	4,646,449
42,174,360	20,243,370	28,815,031	22,679,775	18,459,678	19,896,186
(22,295,168)	954,010	(7,298,929)	(1,902,409)	2,980,859	1,908,428
45,617	21,208	14,280	18,777	40,846	69,419
(1,817,403)	(2,009,817)	(2,391,948)	(3,518,777)	(5,026,165)	(2,169,419)
-	-	-	(5,210,366)	-	21,254,883
25,380,000	-	-	5,303,732	-	(21,001,896)
23,608,214	(1,988,609)	(2,377,668)	(3,406,634)	(4,985,319)	(1,847,013)
-	-	-	-	1,995,350	-
$ 1,313,046	$ (1,034,599)	$ (9,676,597)	$ (5,309,043)	$ (9,110)	$ 61,415
48.53%	47.97%	46.22%	45.27%	43.92%	43.95%

South Suburban Park and Recreation District
Changes in Funds Available, Enterprise Fund
Last Six Years
(Budgetary Basis/Modified Accrual Basis)

		2001 (1)	2002	2003	2004 (2)
OPERATING REVENUE					
Golf courses		$ 7,906,705	$ 8,138,290	$ 7,854,547	$ 7,874,548
Ice arenas		5,349,332	5,882,368	5,311,010	5,104,020
Recreation centers		2,732,476	2,802,980	2,656,793	3,345,603
Athletics		1,622,468	1,666,976	1,742,063	1,802,291
Other recreation facilities and programs		1,136,403	1,177,370	1,131,889	1,096,895
Net investment income		149,238	92,897	72,085	94,250
Donations and Intergovernmental		72,998	106,447	106,394	79,675
Total operating revenue		18,969,620	19,867,328	18,874,781	19,397,282
OPERATING EXPENDITURES					
Golf courses		6,506,334	6,630,879	6,437,757	6,716,969
Ice arenas		3,886,775	4,562,257	4,415,265	4,112,699
Recreation centers		3,532,627	3,533,730	3,646,607	4,400,148
Athletics		959,420	1,085,981	1,138,297	1,124,225
Other recreation facilities and programs		963,700	968,076	908,561	884,145
Administration		1,432,317	1,564,484	1,737,732	1,760,937
Insurance		260,486	261,047	163,790	239,429
Facility and maintenance improvements		311,189	366,494	43,710	207,806
Bond/Lease interest		799,183	837,095	843,832	784,608
Bond/Lease principal		355,000	695,714	751,860	786,479
Total operating expenditures		19,007,031	20,505,757	20,087,411	21,017,445
EXCESS OPERATING REVENUE (UNDER) OPERATING EXPENDITURES		(37,411)	(638,429)	(1,212,630)	(1,620,163)
OTHER REVENUE (EXPENDITURES)					
Transfer	(4)	1,771,786	1,988,609	2,377,668	3,500,000
Capital outlay		(8,237,610)	(1,172,771)	(642,792)	(7,019,427)
Proceeds from naming rights	(5)	-	-	2,500,000	-
Proceeds from debt		8,919,863	-	-	90,294
Debt issuance cost		(355,548)	-	-	-
Other revenue (Expenditures		2,098,491	815,838	4,234,876	(3,429,133)
EXCESS REVENUE OVER (UNDER) EXPENDITURES		2,061,080	177,409	3,022,246	(5,049,296)
FUNDS AVAILABLE - BEGINNING OF YEAR		2,379,194	4,440,274	4,617,683	7,639,929
FUNDS AVAILABLE - END OF YEAR		$ 4,440,274	$ 4,617,683	$ 7,639,929	$ 2,590,633

Note: Detail information not available prior to 2001

(1) The District purchased the Family Sports Center in 2001

(2) The Lone Tree Recreation Center opened in 2004

(3) The Buck Recreation Center opened in 2005

(4) Includes transfer of $1,995,350 for the proceeds of the sale of the Littleton Community Center

(5) Includes $1.5 million for the Lone Tree Recreation Center and $1.0 million for Buck Recreation Center.

Schedule 5

2005 (3)	2006
$ 8,176,682	$ 8,624,533
5,149,938	5,265,971
4,283,955	4,375,973
1,804,383	1,802,977
1,140,620	1,149,200
138,453	280,987
92,548	89,779
20,786,579	21,589,420
6,950,586	7,267,487
4,079,661	4,111,040
5,307,024	5,442,593
1,172,715	1,292,173
895,308	919,575
1,588,569	1,735,538
235,818	276,828
220,114	322,312
756,242	719,052
855,619	924,059
22,061,656	23,010,657
(1,275,077)	(1,421,237)
4,985,319	2,100,000
(2,130,856)	(619,693)
-	-
85,825	-
-	-
2,940,288	1,480,307
1,665,211	59,070
2,590,633	4,255,844
$ 4,255,844	$ 4,314,914

South Suburban Park and Recreation District
General Fund-Operating Presentation
Last Ten Years

	1997	1998	1999	2000
OPERATING REVENUE				
Property taxes	$ 5,578,676	$ 5,889,556	$ 6,082,777	$ 7,495,435
Specific ownership taxes	906,718	958,606	1,044,869	1,251,116
Intergovernmental	222,360	380,960	250,149	495,217
Donations	76,388	316,955	166,412	12,960
Net investment income	199,420	119,360	114,741	181,047
Principal received-CHV	-	-	-	-
Interest income-CHV	-	-	-	-
Other	140,465	191,127	206,940	239,326
Total operating revenue	7,124,027	7,856,564	7,865,888	9,675,101
OPERATING EXPENDITURES				
Current				
Administration	519,609	573,232	609,962	659,890
Finance	186,500	182,530	200,179	226,790
MIS	-	-	-	-
Insurance	111,825	101,893	108,912	42,811
Park maintenance	3,243,419	3,180,603	3,258,416	3,669,671
South Platte Park	-	344,971	366,335	419,000
Preventative maintenance	-	203,200	214,793	230,241
Planning and construction	807,759	649,194	675,301	761,270
Hudson Gardens management fee	-	350,000	350,000	350,000
Total operating expenditures	4,869,112	5,585,623	5,783,898	6,359,673
EXCESS OPERATING REVENUE OVER OPERATING EXPENDITURES	2,254,915	2,270,941	2,081,990	3,315,428
OTHER REVENUE (EXPENDITURES)				
Capital outlay	(1,135,047)	(2,031,738)	(1,724,296)	(1,945,138)
Transfers in	-	131,215	101,570	136,204
Transfers (out)	(1,120,937)	(736,130)	(675,000)	(1,020,184)
Intergovernmental for capital projects	-	-	-	-
Property taxes-One mill	-	-	-	-
COPS Principal	-	-	-	-
COPS Interest	-	-	-	-
Proceeds from sale of LCC	-	-	-	-
Debt issuance cost	-	-	-	-
Proceeds from debt issuance	-	-	-	-
Total other revenue (expenditures)	(2,255,984)	(2,636,653)	(2,297,726)	(2,829,118)
NET CHANGE IN FUND BALANCE	(1,069)	(365,712)	(215,736)	486,310
FUND BALANCE-BEGINNING	1,989,221	1,988,152	1,622,440	1,406,704
FUND BALANCE-ENDING	$ 1,988,152	$ 1,622,440	$ 1,406,704	$ 1,893,014

Note: This table is presented to illustrate general fund operations over a ten year period.

Schedule 6

2001	2002	2003	2004	2005	2006
$ 7,843,746	$ 9,547,688	$ 9,785,292	$ 9,811,251	$ 9,929,034	$ 9,247,177
1,668,427	1,701,120	1,629,176	1,555,981	1,508,453	1,304,148
380,698	187,546	175,247	126,451	195,132	219,465
593,344	172,431	88,664	113,517	86,569	44,200
171,572	93,987	80,281	115,586	253,043	402,649
-	-	-	-	-	511,346
-	-	-	-	256,862	431,839
408,711	446,689	173,990	326,746	331,036	547,322
11,066,498	12,149,461	11,932,650	12,049,532	12,560,129	12,708,146
822,758	788,740	804,414	751,571	802,895	746,086
256,985	166,639	189,342	199,101	200,497	291,251
-	164,727	180,716	180,346	178,684	181,114
128,299	128,575	80,673	117,927	116,150	136,348
3,905,670	4,200,735	4,331,119	4,530,515	4,775,941	5,047,909
450,179	483,171	492,037	549,032	546,118	551,554
216,668	261,542	248,469	299,508	295,586	324,747
811,050	880,411	938,425	920,074	913,589	859,637
350,000	350,000	350,000	350,000	350,000	350,000
6,941,609	7,424,540	7,615,195	7,898,074	8,179,460	8,488,646
4,124,889	4,724,921	4,317,455	4,151,458	4,380,669	4,219,500
(10,327,038)	(2,011,607)	(2,704,163)	(2,204,223)	(3,260,580)	(2,467,345)
45,617	21,208	14,280	18,777	40,846	69,419
(1,771,786)	(1,988,609)	(2,377,668)	(3,500,000)	(4,985,319)	(2,100,000)
-	-	935,285	384,530	534,403	726,436
1,700,000	2,100,633	2,187,834	2,154,174	2,223,621	2,018,258
(780,000)	(755,000)	(785,000)	(810,000)	(845,000)	(875,000)
(294,431)	(319,994)	(293,569)	(264,524)	(234,149)	(201,616)
-	-	-	-	1,995,350	-
(188,105)	-	-	-	-	-
8,730,000	-	-	-	-	-
(2,885,743)	(2,953,369)	(3,023,001)	(4,221,266)	(4,530,828)	(2,829,848)
1,239,146	1,771,552	1,294,454	(69,808)	(150,159)	1,389,652
1,893,014	3,132,160	4,903,712	6,198,166	6,128,358	5,978,199
$ 3,132,160	$ 4,903,712	$ 6,198,166	$ 6,128,358	$ 5,978,199	$ 7,367,851

South Suburban Park and Recreation District
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Years

Collection Year	Residential	Commercial	Vacant	Public Utilities (state assessed)	Other
1997	$ -	$ -	$ -	$ -	$ -
1998	821,103,630	403,367,730	49,413,660	41,606,570	12,574,070
1999	845,481,656	434,043,257	46,649,978	40,146,899	13,337,610
2000	954,937,376	595,386,682	77,144,123	54,640,411	15,153,768
2001	993,405,589	657,978,740	65,542,030	59,978,450	7,943,610
2002	1,241,956,848	757,048,501	76,120,331	60,155,589	6,019,830
2003	1,271,655,500	778,288,144	67,447,802	73,464,986	5,044,640
2004	1,280,783,000	775,084,841	60,808,210	78,134,271	2,653,870
2005	1,296,381,380	810,671,860	55,642,640	80,119,210	2,047,700
2006 **(1)**	1,104,864,400	810,752,000	47,632,010	83,566,330	2,896,920

(1) First year of the City of Cherry Hills Village exclusion.

Note: Property in Colorado is reassessed every two years. Tax rates are per $1,000 of assessed value. The assessed value of taxable property is determined by multiplying the "actual" value times an assessment ratio. The assessment ratio of residential property changes every two years based on a constitutionally mandated requirement to keep the ratio of the assessed value of commercial property to residential property at the same level as it was in the property tax year commencing January 1, 1985 (the "Gallagher Amendment"). The Gallagher Amendment requires that statewide residential assessed values must be approximately 45% of the total assessed value in the State with commercial and other assessed values making up the other 55% of the assessed values in the State. In order to maintain this 45%/55% ratio, the commercial assessment rate is established at 29% of the actual value of commercial property and residential assessment rate fluctuates. The assessment ratio of residential property by collection year was:

1995	12.86%
1996-1997	10.36%
1998-2001	9.74%
2002-2003	9.15%
2004-2006	7.96%

Footnotes:
(1) Detail information not available.

Sources: Douglas, Arapahoe, and Jefferson County Assessors' Offices

Schedule 7

Total Assessed Value		Total Direct Tax Rate	Estimated Actual Value	Ratio of Total Assessed to Actual
$1,157,468,650	(1)	7.316	$ 8,459,193,246	13.68%
1,328,065,660		6.646	9,857,646,729	13.47%
1,379,659,400		6.592	10,156,182,348	13.58%
1,697,262,360		6.511	11,928,067,761	14.23%
1,784,848,419		7.838	12,419,008,099	14.37%
2,141,301,099		7.422	16,210,440,394	13.21%
2,195,901,072		7.228	16,619,548,828	13.21%
2,197,464,192		7.197	18,930,194,487	11.61%
2,244,862,790		7.134	19,555,417,273	11.48%
2,049,711,660		7.117	17,154,753,124	11.95%

South Suburban Park and Recreation District
Property Tax Rates - Sample Direct and Overlapping Governments
Last Ten Years

Taxing Entity	1997	1998	1999	2000
South Suburban Levies: (1)				
Operating	4.776	4.417	4.417	4.417
Refunds & Abatements	0.061	0.031	0.029	0.044
Open Space	0.000	0.000	0.000	0.000
Debt Service	2.479	2.198	2.146	2.050
Total South Suburban Levies	7.316	6.646	6.592	6.511
Overlapping Mill Levies: (2)				
Arapahoe County	16.973	15.960	15.549	13.706
Arapahoe County Law Enforcement	4.982	4.982	4.982	4.982
Arapahoe Library District	4.292	4.117	4.050	3.837
South Metro Fire Rescue	0.000	0.000	0.000	6.640
Castlewood Fire Protection District	9.446	8.100	8.245	0.000
Cherry Creek School District No. 5	63.770	57.444	61.059	53.093
Douglas County	18.147	18.774	18.774	18.774
Douglas County Law Enforcement Authority	4.403	4.500	4.500	4.500
Douglas County Library District	3.935	4.003	4.059	4.034
Douglas County School District No. Re 1	51.068	51.068	51.068	49.362
City of Littleton	6.662	6.662	6.662	6.662
Arapahoe County School District No. 6	51.866	54.534	54.163	47.789
Park Meadows Metropolitan District	13.000	7.580	7.580	6.640
Southgate Sanitation District	1.032	0.837	0.806	0.700
Southgate Water District	5.191	3.949	1.572	1.248
Urban Drainage and Flood Control	0.780	0.749	0.756	0.655

(1) The District's operating tax rate may only be approved by a majority vote of the District residents. The Open Space and Trail Improvement tax rate is set at one mill and sunsets in 2010. The tax rates for debt service and refunds/abatements are set based on each years requirements. Tax rates are per $1,000 of assessed valuation.

(2) Overlapping rates are those of local and county governments that apply to property owners within the District. Not all overlapping rates apply to all District property owners.

Note: This schedule sets forth sample total mill levies for randomly selected tax areas within a municipality and unincorporated portions of Arapahoe and Douglas Counties

Sources: Douglas and Arapahoe County Assessors' Offices

Schedule 8

Collection Year					
2001	**2002**	**2003**	**2004**	**2005**	**2006**
4.417	4.417	4.417	4.417	4.417	4.417
0.056	0.079	0.073	0.063	0.054	0.095
0.952	1.000	1.000	1.000	1.000	1.000
2.413	1.926	1.738	1.717	1.663	1.605
7.838	7.422	7.228	7.197	7.134	7.117
14.013	14.028	15.140	15.451	15.421	16.083
4.982	4.982	4.982	4.982	4.982	4.982
3.808	3.682	4.916	4.900	4.963	4.893
6.500	6.500	6.500	8.950	9.250	9.346
0.000	0.000	0.000	0.000	0.000	0.000
52.397	46.889	49.654	51.132	51.575	51.129
18.774	19.774	19.774	19.774	19.774	19.774
4.500	4.500	4.500	4.500	4.500	4.500
4.023	4.031	4.020	4.052	4.020	4.020
47.000	43.584	46.500	46.500	46.500	46.500
6.662	6.662	6.662	6.662	6.662	6.662
47.126	41.290	45.304	50.515	49.509	48.907
6.387	6.387	6.387	6.387	6.387	6.387
0.716	0.656	0.652	0.653	0.653	0.653
0.000	0.000	0.000	0.000	0.000	0.000
0.667	0.521	0.553	0.538	0.597	0.542

South Suburban Park and Recreation District
Principal Property Taxpayers
Current Year and Ten Years Ago

		2006 Tax Year		
Name	**Tax Category**	**Assessed Valuation**	**Rank**	**Percentage of District's Assessed Valuation**
TIAA-CREF	Real Property	$ 80,994,760	1	3.95%
CH Realty IV/Crest Lone Tree LLC	Real Property	43,321,850	2	2.11%
HCA HealthOne LLC	Real Property	35,830,550	3	1.75%
Argonaut Holdings Inc.	Real Property	28,096,080	4	1.37%
Qwest Communications Inc.	Utility	26,285,900	5	1.28%
Remington at Lone Tree	Real Property	25,484,760	6	1.24%
Xcel Energy	Utility	18,085,710	7	0.88%
Property Colorado OBJLW One	Real Property	17,400,000	8	0.85%
GS Centennial LLC	Real Property	10,150,000	9	0.50%
FSP Greenwood Plaza LP	Real Property	10,150,000	10	0.50%
U.S. West Communications Inc.	Utility	-	-	-
Public Service Company of Colorad	Utility	-	-	-
TCI National Digital Television	Personal Property	-	-	-
Anemone Properties Association	Real Property	-	-	-
R Reef USA Fund III	Real Property	-	-	-
Equitable Life Assurance	Real Property	-	-	-
REIT Corp.	Real Property	-	-	-
Property Colorado SC One Corp	Real Property	-	-	-
GQ Denver Property LLC	Real Property	-	-	-
		$295,799,610		14.43%

Sources: Douglas, Arapahoe, and Jefferson County Assessors' Offices

Schedule 9

1997 Tax Year		
Assessed Valuation	**Rank**	**Percentage of District's Assessed Valuation**
$ -	$ -	$ -
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
17,545,000	2	1.32%
-	-	-
-	-	-
24,346,700	1	1.83%
11,941,440	3	0.90%
10,033,970	4	0.76%
8,265,000	5	0.62%
7,250,000	6	0.54%
6,669,990	7	0.50%
5,597,000	8	0.42%
3,335,000	9	0.25%
3,074,000	10	0.23%
$ 98,058,100		7.37%

South Suburban Park and Recreation District
Property Tax Levies and Collections
Last Ten Years

Schedule 10

Collection Year	Total Levy	Total Tax Collection	Est. Outstanding Delinquent Taxes	Percentage Collected to Levy
1997	8,571,491	8,549,279	22,212	99.74%
1998	8,933,432	8,928,023	5,409	99.94%
1999	9,182,725	9,134,073	48,652	99.47%
2000	11,150,300	11,090,798	59,502	99.47%
2001	14,090,497	13,898,101	192,396	98.63%
2002	15,979,579	15,817,862	161,717	98.99%
2003	15,956,727	15,848,048	108,679	99.32%
2004	15,854,297	15,762,365	91,932	99.42%
2005	16,014,851	15,843,404	171,447	98.93%
2006 **(1)**	15,033,077	15,000,502	32,575	99.78%

(1) First year of the City of Cherry Hills Village exclusion.

Note: Property taxes collected in any one year includes collection of delinquent property taxes levied in prior years. Information received from County Treasurers' does not permit identification of specific year of levy.

South Suburban Park and Recreation District
Ratios of Outstanding Debt by Type
Last Ten Years

	Governmental Activities				
Year	General Obligation Bonds	Percentage of Actual Property Value (1)	Per Capita (2)	Capital Lease	Certificates of Participation
1997	$28,384,714	0.34%	$ 189	$ -	$ -
1998	28,224,356	0.29%	188	59,734	-
1999	26,661,777	0.26%	186	47,259	-
2000	44,512,758	0.37%	311	34,236	-
2001	42,772,619	0.34%	299	19,457	7,950,000
2002	40,928,105	0.25%	286	3,372	7,195,000
2003	39,286,043	0.24%	273	-	6,410,000
2004	37,555,000	0.20%	261	-	5,600,000
2005	35,810,000	0.18%	258	-	4,755,000
2006	34,170,000	0.20%	247	-	3,880,000

Note: Details regarding the District's outstanding debt can be found in the notes to the financial statements

(1) See Schedule 7 for taxable property value data

(2) Population and personal income data can be found in Schedule 15

Schedule 11

Business-type Activities					
Revenue Bonds	Capital Lease	Certificates of Participation	Total Primary Government	Percentage of Personal Income (2)	Per Capita (2)
$ 6,450,000	$ -	$ -	$34,834,714	0.83%	$ 232
6,235,000	-	-	34,519,090	0.86%	230
8,925,000	-	-	35,634,036	0.83%	249
8,585,000	-	-	53,131,994	1.23%	372
8,230,000	999,863	7,920,000	67,891,939	1.57%	475
10,855,000	954,149	7,645,000	67,580,626	1.56%	473
7,460,000	872,289	7,370,000	61,398,332	1.41%	426
7,045,000	876,104	7,085,000	58,161,104	1.39%	404
6,605,000	841,310	6,790,000	54,801,310	1.31%	395
6,140,000	687,251	6,485,000	51,362,251	1.23%	371

South Suburban Park and Recreation District
Schedule of Estimated Direct and Overlapping General Obligation Debt

Overlapping Entity	2006 Assessed Valuation	Outstanding General Obligation Debt
School Districts		
Cherry Creek School District No. 5	$ 3,931,973,590	$ 402,325,000
Douglas County School District No. RE-1	4,022,845,950	609,424,795
Englewood School District No. 1	385,994,300	22,877,914
Littleton Public Schools	1,167,437,490	112,960,000
Sheridan School District No. 2	136,659,340	9,315,000
Cities and Towns (2)		
Town of Bow Mar	5,276,800	595,000
City of Centennial	1,447,964,430	2,745,000
Town of Columbine Valley	28,035,280	125,000
City of Sheridan	79,681,740	1,415,000
Special Districts and Other Entities		
Arapahoe Estates Water District	7,692,370	895,000
Aspen Grove Business Improvement District	13,552,190	9,000,000
Centennial Downs Metropolitan District	28,096,530	13,170,000
Centennial 25 Metropolitan District	20,201,630	2,480,000
Columbine Water and Sanitation District	32,212,250	293,304
Country Homes Metropolitan District (A and B)	9,077,310	300,000
Greenwood Metropolitan District (3)	61,057,180	6,125,000
Heritage Greens Metropolitan District	29,361,280	1,350,000
Heritage Hills Metropolitan District	27,425,330	2,715,000
Highland Park Metropolitan District	46,473,160	1,205,000
Omnipark Metropolitan District	39,386,250	7,300,000
Panorama Metropolitan District (3)	38,105,130	8,825,000
Park Meadows Metropolitan District (3)	276,083,666	5,525,000
Southgate Corporate Center Metro. District	41,520,460	1,480,000
Southpark Metropolitan District	46,763,440	3,090,000
Subtotal, overlapping debt		
District direct debt	2,049,711,660	34,370,000
Total Direct and overlapping debt		

Schedule 12

Net Outstanding General Obligation Debt Chargeable to Properties Within the District (1)	
Percent	**Amount**
13.00%	$ 52,302,250
4.80%	29,252,390
1.30%	297,413
82.40%	93,079,040
89.70%	8,355,555
67.50%	401,625
50.00%	1,372,500
100.00%	125,000
100.00%	1,415,000
100.00%	895,000
100.00%	9,000,000
100.00%	13,170,000
100.00%	2,480,000
100.00%	293,304
100.00%	300,000
28.30%	1,733,375
100.00%	1,350,000
100.00%	2,715,000
100.00%	1,205,000
100.00%	7,300,000
100.00%	8,825,000
84.80%	4,685,200
100.00%	1,480,000
93.10%	2,876,790
	$ 244,909,442
100.00%	34,370,000
	$ 279,279,442

(continued)

South Suburban Park and Recreation District
Schedule of Estimated Overlapping General Obligation Debt
(Continued)

The following entities also overlap the District, but have no General Obligation Debt outstanding:

Counties

Arapahoe County
Douglas County
Jefferson County

Cities and Towns

City of Lone Tree
City of Littleton (4)

Special Districts and Other Entities

Arapahoe County Law Enforcement Authority
Arapahoe County Library District
Bow Mar Water and Sanitation District
Brookridge Heights Water and Sanitation District
Castlewood Water District
Castlewood Sanitation District
Charlou Park Water District
Cherry Creek Basin Water Authority
Cherry Hills Heights Water and Sanitation District
Cherry Hills North Metropolitan District
Cherry Park General Improvement District
Cherrymoor South Water and Sanitation District
Cherrymoor Water District
Cherryvale Sanitation District
City of Cherry Hills Village Sanitation District
Devonshire Heights Water and Sanitation District
Douglas County Law Enforcement Authority
Douglas County Library District
Douglas County Soil Conservation District
East Cherry Hills Water District
Foxridge General Improvement District
Goldsmith Gulch Sanitation District
Greenwood South Metropolitan District
Hillcrest Water and Sanitation District
Interstate South Metropolitan District
Liberty Hill Metropolitan District
Littleton Fire Protection District
Mansfield Heights Water and Sanitation District
Northern Douglas County Water and Sanitation District
Platte Canyon Water and Sanitation District
Regional Transportation District
Sheridan Sanitation District No. 1
Sheridan Sanitation District No. 2
South Arapahoe Sanitation District
South Englewood Sanitation District No. 1
South-East Englewood Water District
South Metro Fire District
Southern Metropolitan District
Southgate Sanitation District
Southgate Water District
Southwest Cherry Hills Water District
Southwest Metropolitan Water and Sanitation District
Suburban Metropolitan District
Urban Drainage and Flood Control District
Urban Drainage and Flood Control District-South Platte
Valley Sanitation District
Valley Water District
Walnut Hills General Improvement District
West Arapahoe Soil Conservation District
Willows Water District

(continued)

(1) For debt repaid with property taxes , the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental units taxable assessed value that is within the District's boundaries and dividing it by each unit's total taxable assessed

(2) The City of Englewood has a small portion of land which overlaps with the District. The portion of Englewood property included in the District is entirely tax exempt and thus its debt is not included as debt chargeable to the District.

(3) In the past, these districts have excluded property which remains responsible for the District's levy for at least a part of its outstanding indebtedness.

(4) City of Littleton does have general obligation bonds, but these bonds are being paid through sewer revenues and are 100% self supporting.

Sources: Adams, Arapahoe, Denver, Douglas, Elbert and Jefferson County Assessor's Offices; and information obtained from individual entities.

South Suburban Park and Recreation District
Legal Debt Margin Information
Last Ten Years

	1997	1998	1999	2000
Assessed Valuation	$1,157,468,650	$1,328,065,660	$1,379,659,400	$1,697,262,360
Legal Debt Margin				
Debt Limitation - 50% of the Total Valuation for Assessment per Colorado Revised Statutes, Section 32-1-1101 (1.5) (b)	$ 578,734,325	$ 664,032,830	$ 689,829,700	$ 848,631,180
Total General Obligation Debt	$ 28,384,714	$ 28,224,356	$ 26,661,777	$ 44,512,758
Legal Debt Margin	$ 550,349,611	$ 635,808,474	$ 663,167,923	$ 804,118,422
Total General Obligation Debt applicable to the limit as a percentage of the debt limit	4.90%	4.25%	3.86%	5.25%

Schedule 13

2001	2002	2003	2004	2005	2006
$1,784,848,419	$2,141,301,099	$2,195,901,072	$2,197,464,192	$2,244,862,790	$2,049,711,660
$ 892,424,210	$1,070,650,550	$1,097,950,536	$1,098,732,096	$1,122,431,395	$1,024,855,830
$ 42,772,619	$ 40,928,105	$ 39,286,043	$ 37,555,000	$ 35,810,000	$ 34,170,000
$ 849,651,591	$1,029,722,445	$1,058,664,493	$1,061,177,096	$1,086,621,395	$ 990,685,830
4.79%	3.82%	3.58%	3.42%	3.19%	3.33%

South Suburban Park and Recreation District
Revenue Bond Coverage
Last Ten Fiscal Years

	1997	1998	1999	2000
OPERATING REVENUE				
Golf courses (1)	$5,644,904	$6,015,255	$6,414,934	$6,619,595
Ice arena (1)	1,520,850	1,491,057	1,263,983	1,559,007
Miniature Golf (1)	259,880	262,184	267,830	266,451
Batting Cages	75,037	88,122	95,276	88,835
Total operating revenue	7,500,671	7,856,616	8,042,022	8,533,888
OPERATING AND MAINTENANCE EXPENSES				
Golf courses (1)	4,460,174	4,801,012	4,999,037	5,418,917
Ice arena (1)	1,089,652	1,089,715	990,060	1,077,721
Miniature Golf (1)	89,519	101,824	112,872	120,793
Batting Cages	42,726	50,231	53,125	59,275
Administration (2)	318,783	377,586	429,605	477,006
Finance (2)	234,272	233,473	251,982	299,293
MIS (2)	-	-	-	-
Insurance (2)	140,468	130,330	137,098	56,497
Total operating expenses	6,375,594	6,784,171	6,973,779	7,509,503
NET REVENUES FROM FACILITIES OPERATIONS	1,125,077	1,072,445	1,068,243	1,024,385
NONOPERATING REVENUE				
Interest income	203,107	189,043	239,914	259,525
Transfer in	1,120,937	736,130	675,000	1,020,184
TOTAL NET PLEDGED REVENUES	$2,449,121	$1,997,618	$1,983,157	$2,304,094
MAXIMUM ANNUAL DEBT SERVICE	$596,600	$596,600	$838,680	$838,680
COVERAGE	4.11 x	3.35 x	2.36 x	2.75 x

Footnote:

(1) Amounts do not include Family Sports Center
(2) Amounts determined pro rata according to revenue generated by golf courses, ice arena, miniature golf, and batting cages.

Schedule 14

2001	2002	2003	2004	2005	2006
$6,668,583	$ 6,727,063	$ 6,499,529	$ 6,585,056	$ 6,853,257	$ 7,192,054
1,616,523	1,711,744	1,575,198	1,504,142	1,564,945	1,535,142
276,121	298,490	261,081	271,041	271,702	224,051
71,830	63,327	66,285	61,064	58,867	54,300
8,633,057	8,800,624	8,402,093	8,421,303	8,748,771	9,005,547
5,510,638	5,335,191	5,188,581	5,415,865	5,724,679	6,016,946
1,132,862	1,275,812	1,243,346	1,140,270	1,143,617	1,158,658
127,181	138,254	126,933	131,334	114,683	104,448
56,194	49,345	47,739	43,502	44,831	38,101
419,668	413,694	445,650	436,418	349,542	323,896
240,009	156,961	172,758	174,403	173,794	246,660
-	155,160	164,888	160,603	154,886	153,385
119,824	121,108	73,607	104,888	100,680	115,473
7,606,375	7,645,525	7,463,502	7,607,283	7,806,712	8,157,567
1,026,682	1,155,099	938,591	814,020	942,059	847,980
149,237	92,897	72,085	94,250	138,453	280,987
1,771,786	1,988,609	2,377,668	3,500,000	4,985,319	2,100,000
$2,947,705	$3,236,605	$3,388,344	$4,408,270	$6,065,831	$3,228,967
$838,680	$838,680	$838,680	$838,680	$838,680	$838,680
3.51 x	3.86 x	4.04 x	5.26 x	7.23 x	3.85 x

South Suburban Park and Recreation District
Demographic and Economic Statistics
Last Ten Years

Schedule 15

Fiscal Year	Estimated Population	Personal Income	Per Capita Income	Arapahoe County Unemployment Rate	Douglas County Unemployment Rate
1997	150,000	$ 4,222,050,000	$ 28,147	2.4%	1.6%
1998	150,000	4,222,050,000	28,147	2.7%	1.7%
1999	143,000	4,025,021,000	28,147	2.1%	1.5%
2000	143,000	4,314,310,000	30,170	2.0%	1.4%
2001	143,000	4,314,310,000	30,170	2.1%	1.9%
2002	143,000	4,314,310,000	30,170	4.9%	3.0%
2003	144,000	4,344,480,000	30,170	4.1%	2.9%
2004	144,000	4,344,480,000	30,170	4.8%	3.5%
2005	138,574	4,180,777,580	30,170	5.0%	3.6%
2006	138,574	4,180,777,580	30,170	4.3%	3.6%

	Median Age Group
1960	25 to 34
1970	25 to 34
1980	25 to 34
1990	35 to 44
2000	35 to 44

Source: State of Colorado, Division of Local Government, Demographic Section; Denver Regional Council of Governments, US Census Bureau.

South Suburban Park and Recreation District
Principal Employers
Current Year and Ten Years Ago

Schedule 16

	2006		1997	
Employer	**Employees**	**Rank**	**Employees**	**Rank**
Cherry Creek School District	7,000	1	4,581	1
Douglas County Schools	5,341	2	-	-
Great West Life	3,375	3	2,400	6
First Data Corporation	3,000	4	2,000	7
Echostar Communications	2,700	5	-	-
HealthOne	2,450	6	-	-
Oracle Corporation	2,400	7	-	-
Littleton Public Schools	2,269	8	2,000	9
Comcast	2,200	9	-	-
Arapahoe County Government	1,900	10	1,800	10
U.S. West Network Reliability Center	-	-	4,000	2
Tele-Communications Inc.	-	-	3,000	3
Human Resource Companies Inc.	-	-	3,000	4
Colorado Dept. of Human Services	-	-	2,700	5
U.S. West Dex	-	-	2,000	8

Note: Selected Major Employers in the South Metropolitan Area

Source: Southeast Business Partnership

South Suburban Park and Recreation District
Full Time Equivalents District Government Employees by Function

Schedule 17

	2003	2004	2005	2006
General Government				
Administration	6.25	6.51	6.34	5.40
Finance	10.67	10.43	9.89	9.67
Communications	4.58	4.77	4.56	4.95
MIS	7.74	8.13	7.20	6.75
HR	2.96	3.01	2.96	4.35
Parks & open space	77.61	82.43	78.62	78.13
South Platte Park	11.00	11.28	10.91	10.73
Planning and preventative maintenance	22.15	22.26	20.82	19.73
Golf courses	122.41	125.84	126.95	128.41
Ice arenas	80.19	74.60	67.74	66.02
Recreation centers **(1)**	96.24	121.17	137.00	136.22
Athletics	24.52	22.61	23.86	23.43
Other recreation facilities and programs	24.49	20.06	18.79	18.21
Total	490.81	513.10	515.64	512.00

(1) The Lone Tree Recreation Center opened in May 2004 and the Buck Recreation Center opened in March 2005

Note: Detail information not available prior to 2003

Source: Payroll Department

South Suburban Park and Recreation District
Registration and Attendance Report

Schedule 18

	2005	2006
Rounds of golf	184,214	189,111
Ice arenas	170,963	173,184
Recreation centers	571,697	592,074
Athletics	33,820	35,170
Other recreation facilities and programs	113,712	116,615
Total	1,074,406	1,106,154

Note: Due to the change in methodology of the counting process for registrations and attendance, information for previous years is not presented.

Source: District Records

South Suburban Park and Recreation District
Capital Asset Statistics

Schedule 19

	1997	1998	1999	2000	2001	2002	2003	2004	2005 (1)	2006
Developed Parks (acres)	875	875	1,072	1,080	1,159	1,190	1,238	1,240	1,205	1,206
Natural Areas (acres)	1,915	1,915	2,012	2,047	2,045	2,045	2,045	2,045	1,997	1,997
Undeveloped Land (acres)	207	207	184	343	334	353	309	309	329	329
Playgrounds	47	47	50	51	52	53	54	55	56	56
Trails (miles)	107	107	107	107	109	110	113	113	78	79
Nature Center	1	1	1	1	1	1	1	1	1	1
Recreation Centers	2	2	2	2	2	2	2	3	4	4
Community/Senior Center	1	1	1	1	1	1	1	1	1	-
Indoor Swimming Pools	3	3	3	3	3	3	3	4	5	4
Outdoor Swimming Pools	5	5	5	5	5	5	5	5	5	5
Spray ground	-	-	-	-	-	-	-	-	1	1
Miniature Golf Courses	-	-	-	2	3	3	3	3	3	3
Ice Arena (Sheets)	2	2	2	2	4	4	4	4	4	4
In-line Hockey Rink	-	-	-	-	1	1	2	2	2	1
Skate Park	-	-	-	1	1	1	1	2	2	1
Indoor Sports Dome	-	-	-	-	1	1	1	1	1	1
Batting Cage Facility	-	-	-	1	1	1	1	1	1	1
Entertainment Arcade	-	-	-	-	1	1	1	1	1	1
BMX Cycling Track	-	-	-	1	1	1	1	1	1	1
Athletic Fields - Natural Turf	89	96	99	103	103	103	105	105	106	106
Athletic Fields - Artificial Turf	-	-	-	-	-	-	2	2	2	3
Outdoor Tennis Courts	58	58	58	58	58	58	58	58	58	58
Indoor Tennis Courts	6	6	6	6	6	6	6	6	6	6
Baseball Fields- Natural Turf	95	97	97	97	97	97	97	97	97	97
Baseball Fields - Artificial Turf	-	-	-	-	-	-	1	1	1	1
Golf Courses	3	3	3	3	4	4	4	4	4	4
Heated Driving Range	-	-	-	-	1	1	1	1	1	1

(1) 2005 developed parks, natural areas and trails are reduced for the exclusion and the sale of capital assets to the City of Cherry Hills Village.

Source: Parks and Planning Departments