

CITY OF ALAMOSA, COLORADO

FINANCIAL STATEMENTS

December 31, 2021



Wall,
Smith,
Bateman Inc.

Certified Public Accountants

CITY OF ALAMOSA, COLORADO
TABLE OF CONTENTS
December 31, 2021

	<u>PAGE</u>
Independent Auditors' Report	1
Management's Discussion and Analysis	A1-A10
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position	4
Statement of Activities	6
Governmental Fund Financial Statements:	
Balance Sheet	7
Reconciliation of Total Governmental Fund Balances to the Statement of Net Position	8
Statement of Revenues, Expenditures, and Changes in Fund Balances	9
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	10
Proprietary Fund Financial Statements:	
Statement of Net Position	11
Statement of Revenues, Expenses, and Changes in Fund Net Position	12
Statement of Cash Flows	13
Firemen's Pension Agency Fund Financial Statements:	
Statement of Fiduciary Assets and Liabilities	15
Notes to the Basic Financial Statements	16
Required Supplementary Information:	
Schedules of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual:	
General Fund	57
Community Recreation Fund (Major Special Revenue Fund)	60
Schedule of the Proportionate Share of the Net Pension Liability - PERA LGDTF Pension Plan	62
Schedule of Contributions - PERA LGDTF Pension Plan	63
Schedule of the Proportionate Share of the Net OPEB Liability - PERA Healthcare Trust Fund	64
Schedule of Contributions - PERA Healthcare Trust Fund	65
Schedule of Changes in Net Pension Liability and Related Ratios Current Period - FPPA	
Affiliated Local Plan	66
Schedule of Contributions - FPPA Affiliated Local Plan	67
Notes to the Required Supplementary Information	68
Supplementary Information:	
Combining Schedules of Nonmajor Governmental Funds:	
Combining Balance Sheet	71
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balance	72
Schedules of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual	
Conservation Trust Fund	73
Streets Trust Fund	74
Cemetery Endowment Fund	75
Debt Service Fund	76
Other Schedules and Reports:	
Schedule of Revenues, Expenses, and Changes in Net Position - Budget and Actual -	
Enterprise Fund	77
Employee Benefit Fund	80
Combining Balance Sheet Schedule - General Fund	81
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balance - General Fund	82
Local Highway Finance Report	83

INDEPENDENT AUDITORS' REPORT



Wall,
Smith,
Bateman Inc.

To the Honorable Mayor and City Council
City of Alamosa, Colorado
Alamosa, Colorado

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Alamosa, Colorado (the City), as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of December 31, 2021, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is

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not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control . Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison, pension, and other post-employment benefit information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the combining and individual fund financial schedules and Local Highway Finance Report but does not include the basic financial statements and our Auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.



Wall, Smith, Bateman Inc.
Alamosa, Colorado

May 23, 2022

MANAGEMENT'S DISCUSSION AND ANALYSIS

Within this section of the City of Alamosa, Colorado (the City) annual financial report, the City's management is pleased to provide this narrative discussion and analysis of the financial activities of the City for the fiscal year ended December 31, 2021. The City's financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosures following this section.

Financial Highlights

- The City's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources by \$63,768,887 (net position) for the fiscal year reported.
- Total net position is comprised of the following:
 - (1) Net investment in capital assets of \$43,654,941 include property, plant, and equipment, net of accumulated depreciation, and reduced for outstanding debt related to the purchase or construction of capital assets.
 - (2) Net position of \$546,096 are restricted by constraints imposed from outside the City such as debt covenants, grantors, laws, or regulations.
 - (3) Unrestricted net position of \$19,658,300 represent the portion available to maintain the City's continuing obligations to citizens and creditors.
- The City's governmental funds reported total ending fund balance of \$33.2M this year. This compares to the prior year ending fund balance of \$28.8M showing an increase of \$4.4M during the current year.
- At the end of the current fiscal year, unassigned and assigned fund balance for the General Fund was \$8,790,381, or 75% of total General Fund expenditures and other financing uses.
- Despite COVID-19, which the City took aggressive steps to mitigate overall, the City continues to maintain a strong financial position.

The above financial highlights are explained in more detail in the "financial analysis" section of this document.

Overview of the Financial Statements

This Management Discussion and Analysis document introduces the City's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statements. The City also includes in this report additional information to supplement the basic financial statements. Comparative data is presented where available.

Government-wide Financial Statements

The City's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the City's overall financial status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in accrual accounting and elimination or reclassification of activities between funds.

The first of these government-wide statements is the *Statement of Net Position*. This is the government-wide statement of position presenting information that includes all of the City's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City as a whole is improving or deteriorating. Evaluation of the overall health of the City would extend to other nonfinancial factors such as diversification of the taxpayer base or the condition of City infrastructure, in addition to the financial information provided in this report.

The second government-wide statement is the *Statement of Activities*, which reports how the City's net position changed during the current fiscal year. All current year revenues and expenses are included regardless of when cash is received or paid. An important purpose of the design of the statement of activities is to show the financial reliance of the City's distinct activities or functions on revenues provided by the City's taxpayers. Both government-wide financial statements distinguish governmental activities of the City that are principally supported by sales taxes and from business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. Governmental activities include general government, public safety, highways and streets, culture and recreation, and health and welfare. Business-type activities include the water and sewer systems and sanitation.

The government-wide financial statements are presented on pages 4 through 6 of this report.

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The City uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the City's most significant funds rather than the City as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for nonmajor funds is provided in the form of combining statements in a later section of this report.

The City has three kinds of funds:

Governmental funds are reported in the fund financial statements and encompass the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different with fund statements providing a distinctive view of the City's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund operating statement provide a reconciliation to assist in understanding the differences between these two perspectives.

The basic governmental fund financial statements are presented on pages 7 through 10 of this report. Individual fund information for nonmajor governmental funds is found in combining statements in the supplementary section of this report.

Proprietary funds are reported in the fund financial statements and generally report services for which the City charges customers a fee. The City maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds for its water and sewer and sanitation services. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City of Alamosa's various functions. The City of Alamosa uses internal service funds to account for its self-funded health insurance program. Because these services benefit both governmental and business-type activities, they have been included within both governmental and business-type activities.

The basic proprietary fund financial statements are presented on pages 11 through 14 of this report.

Fiduciary fund is reported in the basic fund financial statements and reports the collection of property taxes to be remitted to the Fire and Police Pension Association (FPPA) for the City's firefighters pension plan.

The basic fiduciary fund financial statement is presented on page 15 of this report.

Notes to the Basic Financial Statements

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin on page 16 of this report.

In addition to the basic financial statements, this report also presents certain required supplementary information (RSI) on the City's schedule of employer net pension liability and related ratios, changes in net pension liability and contributions for PERA and FPPA. Included in RSI are budgetary comparison schedules for the General and Community Recreation (major special revenue fund) funds. Budgetary comparison schedules for all other governmental funds can be found in a later section of this report. These statements and schedules demonstrate compliance with the City's adopted and final revised budget. Required supplementary information is on pages 56-70 of this report.

Supplementary Information and Other Schedules and Reports

As discussed, the City reports major funds in the basic financial statements. Combining and individual statements and schedules for nonmajor funds as well as the local highway finance report can be found in the supplementary and other schedule sections of this report beginning on page 71 and ending on page 84.

Statement of Net Position

	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Assets:						
Current and other assets	\$ 15,599,414	\$ 12,487,816	\$ 11,818,189	\$ 10,968,262	\$ 27,417,603	\$ 23,456,078
Capital assets	29,644,647	28,259,329	27,579,610	27,678,912	57,224,257	55,938,241
Total Assets	45,244,061	40,747,145	39,397,799	38,647,174	84,641,860	79,394,319
Deferred Outflows of Resources						
Related to Pensions	1,512,544	756,380	435,678	183,945	1,948,222	940,325
Liabilities:						
Other liabilities	2,306,037	1,377,156	1,197,936	1,235,119	3,503,973	2,612,275
Long-term liabilities	8,095,473	9,501,016	7,268,638	8,328,451	15,364,111	17,829,467
Total liabilities	10,401,510	10,878,172	8,466,574	9,563,570	18,868,084	20,441,742
Deferred inflows of resources						
Property taxes	585,748	558,946	-	-	585,748	558,946
Related to pensions	2,602,447	1,315,728	764,916	364,702	3,367,363	1,680,430
Total deferred inflows of resources	3,188,195	1,874,674	764,916	364,702	3,953,111	2,239,376
Net position:						
Net investment in capital assets	23,365,499	21,314,037	20,288,992	19,519,153	43,654,491	40,833,190
Restricted	495,153	455,332	50,943	43,809	546,096	499,141
Unrestricted	9,306,248	6,981,310	10,262,052	9,339,885	19,568,300	16,321,195
Total net position	\$ 33,166,900	\$ 28,750,679	\$ 30,601,987	\$ 28,902,847	\$ 63,768,887	\$ 57,653,526

By far the largest portion of the City's net position 68% reflects its investment in capital assets, including infrastructure. The City of Alamosa uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. It should be noted that the funds needed to pay the annual debt service related to capital assets, must be provided from other sources, since the capital assets themselves cannot be used to pay the debt.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)
December 31, 2021

City of Alamosa, Colorado

At the end of the current fiscal year, the City of Alamosa is able to report positive balances in the government as a whole, as well as for both its governmental activities and business-type activities. Governmental activities showed positive growth. Net position increased by \$4,416,221 for governmental activities. The City's overall financial position improved during fiscal year 2021 by \$6,115,361.

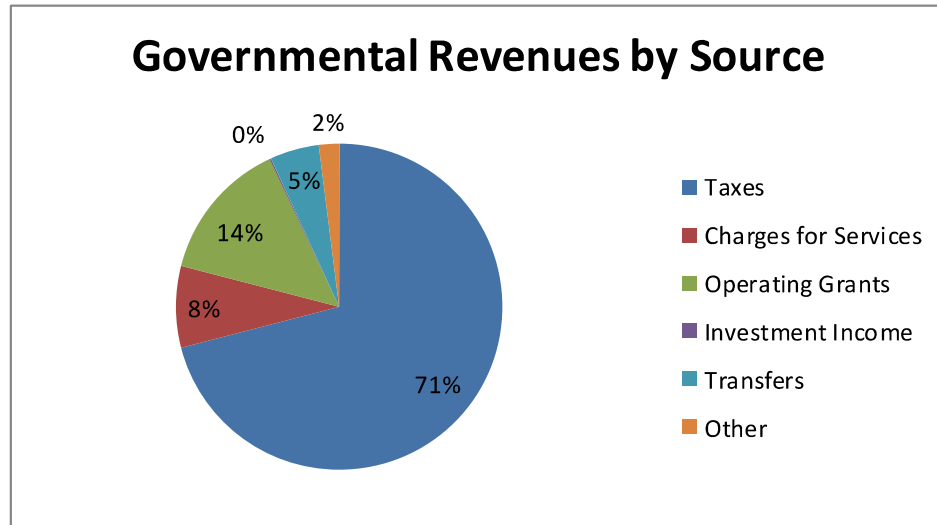
The following table provides a summary of the City's changes in net position:

Summary of Changes In Net Position

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues:						
Primary:						
Charges for services	\$ 1,468,051	\$ 1,190,929	\$ 5,022,289	\$ 4,709,473	\$ 6,490,340	\$ 5,900,402
Operating grants & contributions	2,521,499	2,427,871	78,327	86,865	2,599,826	2,514,736
Capital grants	-	-	179,944	58,424	179,944	58,424
General:						
Taxes	12,842,905	11,269,551	1,698,100	1,460,309	14,541,005	12,729,860
Investment income	26,516	179,842	1,064	11,924	27,580	191,766
Other	364,203	194,709	77,517	10,412	441,720	205,121
Total revenues	17,223,174	15,262,902	7,057,241	6,337,407	24,280,415	21,600,309
Primary:						
General government	3,911,696	3,581,247	-	-	3,911,696	3,581,247
Public safety	3,734,869	3,442,609	-	-	3,734,869	3,442,609
Highways and Streets	2,350,978	2,417,074	-	-	2,350,978	2,417,074
Health and Welfare	104,786	114,835	-	-	104,786	114,835
Culture and Recreation	3,380,189	3,105,812	-	-	3,380,189	3,105,812
Interest on long-term debt	204,684	220,445	-	-	204,684	220,445
Water	-	-	2,293,960	2,333,303	2,293,960	2,333,303
Sewer	-	-	1,225,224	1,073,651	1,225,224	1,073,651
Sanitation	-	-	958,668	888,624	958,668	888,624
Total expenses	13,687,202	12,882,022	4,477,852	4,295,578	18,165,054	17,177,600
Transfers	880,249	930,760	(880,249)	(930,760)	-	-
Change in net position	4,416,221	3,311,640	1,699,140	1,111,069	6,115,361	4,422,709
Beginning net position	28,750,679	25,439,039	28,902,847	27,791,778	57,653,526	53,230,817
Ending net position	\$ 33,166,900	\$ 28,750,679	\$ 30,601,987	\$ 28,902,847	\$ 63,768,887	\$ 57,653,526

GOVERNMENTAL REVENUES

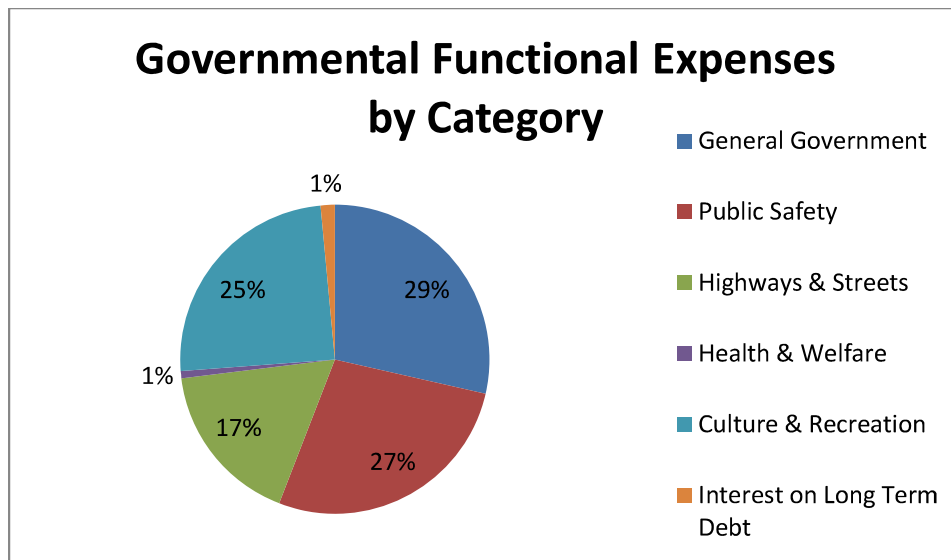
The City is heavily reliant on sales and use taxes to support governmental operations. City sales and use taxes account for 67.7% of the revenues for governmental activities. This is an increase of 15.5% over fiscal year 2020 and is the result of COVID-19 pandemic where certain types of retailers saw an increase in sales. Sales and use taxes increased \$1.5 million dollars. Program revenues covered 29.1% of governmental operating expenses in 2021. This means that the government’s taxpayers and the City’s other general revenues funded the balance of the governmental activities. As a result, the general economy and the local businesses have a major impact on the City’s revenue streams. Program revenues for fiscal 2020 year covered 28.1% of governmental operating expenses in 2020. The graph below shows governmental revenues by source:



GOVERNMENTAL FUNCTIONAL EXPENSES

Public safety comprises 20.6% of the City’s total expenses and 27.3% of the total governmental expenses. Culture and recreation makes up 18.6% of the total expenses and 24.7% of the total governmental expenses. General government and highways & streets are 28.6% and 17.2% of total governmental expenses. General government, public safety along with culture and recreation expense categories all increased approximately 8 to 9% from 2020 to 2021. The overall increase in governmental expenses was 6% over the prior fiscal year, largely due to capital outlay and grant related items.

The following table presents the cost of each of the City’s programs.



BUSINESS -TYPE ACTIVITIES

For the year ended December 31, 2021, business-type activities increased the City's net position by \$1,699,140. Key elements of business-type activities net position are as follows:

The operating revenues for the enterprise fund was 6.6% greater than 2020 and operating expenses were 4.2% more than 2020. Within the total business type activities of the City, these activities reported an operating income of \$940,900 compared to an operating income of \$784,320 for the prior year, representing a 20% increase. Non-operating revenue (expenses) increased by \$445,324 over 2020 largely due to increases in sales tax and grant revenue.

The business-type activities rely on fees to pay operating costs. This is in stark contrast to the governmental activities.

Water utility accounts for approximately 42.4% of operating revenues and 48.1% of operating expenses. This utility reported a net increase in net position of \$1,617,408. The water utility had an operating income of \$162,653 and capital contributions of approximately \$1,189,694.

Sewer utility operating expenses increased 14.4% over the prior year. Operating revenues saw an increase of 10.3% over the prior year. Net operating income for 2021 was \$89,122 in comparison to \$119,801 in 2020. Capital contributions were \$650,001 in 2021.

Sanitation utility operating expenses increased 5.7% over the prior year. Operating revenues saw an increase of 8.1% over the prior year. Net operating income for 2021 was \$689,125 in comparison to \$617,996 in 2020. Capital contributions were \$128,049 in 2021.

Financial Analysis of the City's Funds

Governmental Funds

As discussed, governmental funds are reported in the fund statements with a short-term, inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. Governmental funds reported ending fund balances of \$12,346,398. Of this year-end total, approximately \$6,115,059 is restricted, committed or assigned fund balance. The general fund represents \$9,486,707 of the total governmental fund balances with the remainder of \$2,859,691 in the community recreation fund and other governmental funds.

The total ending fund balances of governmental funds show an increase of \$2,486,844 over the prior year. \$1.5M of this increase is attributable to the events and programs in the General Fund, \$400K to the Community Recreation Fund and the remainder to other governmental funds.

Major Governmental Funds

The General Fund:

The General Fund is the City's primary operating fund and the largest source of day-to-day service delivery. The General Fund's fund balance increased by \$1,519,052. In fiscal year 2020, the fund balance increased by \$1,002,609.

Total revenues for 2021 were \$12,223,631, an increase of \$1,250,792 or 11.4% over 2020. The City's sale and use taxes increased by \$1,095,806 and net investment income decreased by \$150,216. The remaining revenue sources were comparable with the prior year.

Expenditures for 2021 were \$10,710,640, a decrease of 2.7% over fiscal 2020. As noted above the City cut costs as a result of COVID-19 pandemic uncertainties.

General government expenditures increased approximately 11% overall when compared to the previous year.

Total public safety actual expenditures saw an increase in expenditure over the previous year of 4.6%. This function includes police services and the city's fire and rescue services.

Highways and Streets expenditures decreased 11.2% as compared to 2020. Culture and Recreation expenditures decreased at a rate of 20.3% over last year.

The general fund was budgeted to transfer approximately \$1,000,000 to other funds. This amount fluctuates based on available resources in any given year and staff's ability to administer additional projects. Capital projects, once the City Council authorizes them, carry forward until completion.

The Proprietary Funds

The proprietary fund statements share the same focus as the government-wide statements, reporting both short-term and long-term information about financial status.

Budgetary Highlights

The General Fund – Budget amendments increased the original revenue budget by \$1,110,659 or 10.36% during 2021. Revenue budget amendments were predominately made for grants received and appropriated during 2021. The majority of revenue categories had favorable budget variances over final budget estimates. Most notably, positive budget variances were noted in the sales tax category; 2021 actual sales taxes increased by approximately \$1 million or 15% from 2020. All categories combined for a 13.4% favorable variance under the final 2021 budget.

Investment earnings decreased from original estimates because of lower than anticipated interest rates due to the COVID-19 situation and the decrease in revenues resulting in less funds to invest.

Budget amendments increased the original expenditure budget by 10.40% during 2021. Total amendments to the expenditures budget were \$1,238,198.

The final general fund budget for expenditures had a favorable variance of \$835,241. The City spent approximately 7.2% less than what was budgeted. This was due to cost cutting measures related to the COVID-19 pandemic, combined with carryover of capital improvement and grant projects.

Capital Assets and debt Administration

Capital Assets

The City's net investments in capital assets, for governmental and business-type activities as of December 31, 2021, was \$23,365,499 and \$20,288,692 respectively. The total increase in the net investment was 9.6% for governmental activities and a 3.9% increase for business-type activities. See Note 5 for additional information about changes in capital assets during the fiscal year and outstanding balances at the end of the year. The following table provides a summary of capital asset activity.

Capital Assets

	Governmental Activities		Business Activities		Total	
	2021	2020	2021	2020	2021	2020
Non-depreciable assets:						
Land	\$ 2,113,596	\$ 2,113,596	\$ 2,350,330	\$ 2,350,330	\$ 4,463,926	\$ 4,463,926
Non-depreciable assets	702,295	702,295	-	-	702,295	702,295
Construction in progress	236,837	387,807	682,628	728,208	919,465	1,116,015
Total non-depreciable	3,052,728	3,203,698	3,032,958	3,078,538	6,085,686	6,282,236
Depreciable assets:						
Land Improvements	3,384,942	2,702,632	70,878	64,128	3,455,820	2,766,760
Building and contents	19,015,652	18,997,021	608,201	602,758	19,623,853	19,599,779
Utility Plant	-	-	26,794,913	26,544,575	26,794,913	26,544,575
Furniture, equipment & software	4,118,835	3,633,011	2,606,961	2,818,381	6,725,796	6,451,392
Vehicles	4,232,607	3,540,190	1,428,877	1,394,872	5,661,484	4,935,062
Infrastructure	13,801,818	12,526,891	19,012,597	18,091,815	32,814,415	30,618,706
Total depreciable assets	44,553,854	41,399,745	50,522,427	49,516,529	95,076,281	90,916,274
Less accumulated depreciation	17,961,935	16,344,114	25,975,775	24,916,155	43,937,710	41,260,269
Book value -						
depreciable assets	26,591,919	25,055,631	24,546,652	24,600,374	51,138,571	49,656,005
Percentage depreciated	40%	39%	51%	50%	46%	45%
Total book value	\$ 29,644,647	\$ 28,259,329	\$ 27,579,610	\$ 27,678,912	\$ 57,224,257	\$55,938,241

December 31, 2021, the depreciable capital assets for governmental activities were 40% depreciated. This is comparable to the December 31, 2020 percentage. This comparison indicates that the City is replacing its assets at a comparable rate as they are depreciating which is a positive indicator.

With the City's business type activities, 51% of the depreciable capital assets were depreciated at December 31, 2021 comparable to the same percentage at December 31, 2020.

Overall, the City's capital assets are depreciated at approximately 46%, which demonstrates the City's continuing investment in capital.

Long-term Debt

At the end of the fiscal year, the City had total governmental fund certificates of participation, lease purchase agreements, bonds and notes outstanding of \$6,810,468. This debt is for the City's ice rink/multipurpose facility, city hall/library municipal complex, special improvement district debt and golf course clubhouse/equipment/watering systems. Governmental fund debt of \$695,092 was retired during the year. In 2006, the City obtained a long term loan from Colorado Water Resources and Power Development Authority in the amount of \$11.9 million to construct the arsenic removal facility via the Enterprise fund. The term of the loan is 20 years with an interest rate of 3.42%. The city retired principal in the amount of \$606,768 in 2021. In 2019, the City issued certificates of participation in the amount of \$3,235,000 for the refunding of the 2017 acquisition of water and water storage rights, and the relocation and construction of a new discharge point for wastewater treatment for the Enterprise fund. The City retired principal of \$230,000 in 2021.

The following table provides a summary of long-term debt activity.

Outstanding Borrowings

	Governmental Activities		Business-type Activities		Totals		Change
	2021	2020	2021	2020	2021	2020	
Lease Purchase Agreement	\$ 886,384	\$1,029,602	\$ -	\$ -	\$ 886,384	\$ 1,029,602	-14%
Certificate of Participation	4,825,000	5,175,000	2,885,000	3,115,000	7,710,000	8,290,000	-7%
Premium on Cert. of Participation	302,514	336,127	323,728	356,101	626,242	692,228	-10%
Bond Payable	72,259	193,063	4,081,890	4,688,658	4,154,149	4,881,721	-15%
Note Payable	192,991	211,500	-	-	192,991	211,500	-9%
Compensated Absences	531,320	560,268	96,733	103,448	628,053	663,716	-5%
Total	\$ 6,810,468	\$7,505,560	\$7,387,351	\$8,263,207	\$14,197,819	\$ 15,768,767	

See Note 6 for additional information about the City's long-term debt.

Economic Conditions and Next Year's Budget

For 2022 the General Fund revenues are projected to exceed both the budgeted 2021 and the actual 2021 revenues. Expenditures are also budgeted and projected to increase over 2021 levels, but not equal to budgeted revenue. As a result, fund balance is projected to decrease by almost \$342,000 or 7%. The \$4.4 million projected fund balance remains healthy. The Enterprise Fund is projected to have both higher revenues and higher expenditures than in 2021. It is anticipated on a budget basis, due to capital purchases and debt payments, the fund equity will decrease approximately \$2.3 million,

Sales taxes which constitute approximately 60% of General Fund revenues are expected to decrease somewhat in 2022. Sales tax revenue increased dramatically in both 2021 and 2020 and is budgeted to decrease slightly in 2022, by \$400k, as a reflection of the uncertainty of sustainability of the entire prior year increases.

One critical issue facing the City is lack of affordable housing for our residents. To address this issue, the City conducted a housing plan study and created a new development services department in 2021 to begin strategic implementation of goals dealing with this reality. The 2022 budget includes \$50,000 for the initial implementation of the housing plan.

Economically, the City has lower per capita income than the Nation and also trails the State of Colorado. For unemployment, the City/County also has higher rates than the Nation and the State.

Contacting the City's Financial Management

This financial report is designed to provide a general overview of the City's finances, comply with finance-related laws and regulations, and demonstrate the City's commitment to public accountability. If you have questions about this report or would like to request additional information, contact the City's Finance Director at the City, 300 Hunt Ave, Alamosa, CO 81101.

CITY OF ALAMOSA, COLORADO
BASIC FINANCIAL STATEMENTS

CITY OF ALAMOSA, COLORADO

STATEMENT OF NET POSITION

December 31, 2021

	<u>Primary Government</u>		<u>TOTAL</u>
	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	
ASSETS			
Current Assets:			
Cash and Investments	\$ 12,698,443	\$ 11,185,627	\$ 23,884,070
Restricted Cash and Investments	192,991	-	192,991
Accounts Receivable (Net allowance of \$20,000)	87,660	114,290	201,950
Property Taxes Receivable	585,748	-	585,748
Due from Other Governments	2,121,783	134,086	2,255,869
Internal Balances	(246,455)	246,455	-
Special Assessment Receivable	21,925	-	21,925
Prepaid Expenses	8,182	-	8,182
Inventory of Materials and Supplies	-	137,731	137,731
Total Current Assets	<u>15,470,277</u>	<u>11,818,189</u>	<u>27,288,466</u>
Noncurrent Assets:			
Special Assessment Receivable	129,137	-	129,137
Capital Assets:			
Construction in Progress	236,837	682,628	919,465
Land	2,113,596	2,350,330	4,463,926
Non-Depreciable Assets	702,295	-	702,295
Land Improvements	3,384,942	70,878	3,455,820
Buildings and Contents	19,015,652	608,201	19,623,853
Utility Plant	-	26,794,913	26,794,913
Vehicles	4,232,607	1,428,877	5,661,484
Equipment, Furniture and Software	4,118,835	2,606,961	6,725,796
Infrastructure	13,801,818	19,012,597	32,814,415
Less: Accumulated Depreciation	(17,961,935)	(25,975,775)	(43,937,710)
Total Noncurrent Assets	<u>29,773,784</u>	<u>27,579,610</u>	<u>57,353,394</u>
TOTAL ASSETS	<u>45,244,061</u>	<u>39,397,799</u>	<u>84,641,860</u>
DEFERRED OUTFLOWS OF RESOURCES			
Pension and Other Post Employment Benefits	1,512,544	435,678	1,948,222
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>1,512,544</u>	<u>435,678</u>	<u>1,948,222</u>
LIABILITIES			
Current Liabilities:			
Accounts Payable	732,551	292,247	1,024,798
Unearned Revenue - Grants	955,112	10,000	965,112
Long Term Liabilities- Current Portion	606,232	895,689	1,501,921
Compensated Absences	12,142	-	12,142
Total Current Liabilities	<u>2,306,037</u>	<u>1,197,936</u>	<u>3,503,973</u>
Noncurrent Liabilities:			
Long Term Liabilities	5,672,916	6,394,929	12,067,845
Compensated Absences	519,178	96,733	615,911
Pension and Other Post Employment Benefits Liability	1,903,379	776,976	2,680,355
Total Noncurrent Liabilities	<u>8,095,473</u>	<u>7,268,638</u>	<u>15,364,111</u>
TOTAL LIABILITIES	<u>10,401,510</u>	<u>8,466,574</u>	<u>18,868,084</u>

The accompanying notes are an integral part of this financial statement.

CITY OF ALAMOSA, COLORADO
STATEMENT OF NET POSITION
December 31, 2021

	<u>Primary Government</u>		<u>TOTAL</u>
	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue - Property Tax	585,748	-	585,748
Pension and Other Post Employment Benefits	2,602,447	764,916	3,367,363
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>3,188,195</u>	<u>764,916</u>	<u>3,953,111</u>
NET POSITION			
Net Investment in Capital Assets	23,365,499	20,288,992	43,654,491
Restricted for:			
TABOR	495,153	50,943	546,096
Unrestricted	9,306,248	10,262,052	19,568,300
TOTAL NET POSITION	<u>\$ 33,166,900</u>	<u>\$ 30,601,987</u>	<u>\$ 63,768,887</u>

The accompanying notes are an integral part of this financial statement.

CITY OF ALAMOSA, COLORADO
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2021

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
	Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Governmental Activities	Business-Type Activities	Primary Government
Primary Government:						
Governmental Activities:						
General Government	\$ 3,911,696	\$ 275,103	\$ -	\$ (3,398,240)	\$ -	\$ (3,398,240)
Public Safety	3,734,869	110,868	-	(2,787,505)	-	(2,787,505)
Highways & Streets	2,350,978	72,772	-	(1,679,009)	-	(1,679,009)
Health and Welfare	104,786	49,735	-	92,176	-	92,176
Culture and Recreation	3,380,189	959,573	-	(1,720,390)	-	(1,720,390)
Interest on Long-Term Debt	204,684	-	-	(204,684)	-	(204,684)
Total Governmental Activities	13,687,202	1,468,051	-	(9,697,652)	-	(9,697,652)
Business-Type Activities						
Water Services	2,293,960	2,084,727	169,444	-	38,538	38,538
Sewer Services	1,225,224	1,306,296	10,500	-	91,572	91,572
Sanitation Services	958,668	1,631,266	-	-	672,598	672,598
Total Business-Type Activities	4,477,852	5,022,289	179,944	-	802,708	802,708
Total Primary Government	\$ 18,165,054	\$ 6,490,340	\$ 179,944	(9,697,652)	802,708	(8,894,944)
General Revenues:						
Taxes:						
General Property Taxes - Net				544,694	-	544,694
Sales and Use Taxes				11,661,682	1,698,100	13,359,782
Franchise Taxes				399,177	-	399,177
Other Taxes				237,352	-	237,352
Investment Income				26,516	1,064	27,580
Miscellaneous				364,203	77,517	441,720
Transfers				880,249	(880,249)	-
Sale of Fixed Assets				-	-	-
Total general revenues and transfers				14,113,873	896,432	15,010,305
Change in Net Position				4,416,221	1,699,140	6,115,361
Net Position, Beginning of Year				28,750,679	28,902,847	57,653,526
Net Position, Ending				\$ 33,166,900	\$ 30,601,987	\$ 63,768,887

The accompanying notes are an integral part of this financial statement.

CITY OF ALAMOSA, COLORADO
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2021

	GENERAL FUND	COMMUNITY RECREATION FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS				
Cash and Investments	\$ 8,877,976	\$ 983,236	\$ 1,649,582	\$ 11,510,794
Restricted Cash and Investments	192,991	-	-	192,991
Receivables (Net)				
Accounts Receivable	87,660	-	-	87,660
Property Taxes	585,748	-	-	585,748
Due from Other Governments	1,840,638	147,059	134,086	2,121,783
Prepaid Expenses	8,182	-	-	8,182
TOTAL ASSETS	<u>\$11,593,195</u>	<u>\$ 1,130,295</u>	<u>\$ 1,783,668</u>	<u>\$ 14,507,158</u>
LIABILITIES				
Vouchers Payable	\$ 565,856	\$ 53,992	\$ 52	\$ 619,900
Unearned Revenue - Grants	954,884	228	-	955,112
TOTAL LIABILITIES	<u>1,520,740</u>	<u>54,220</u>	<u>52</u>	<u>1,575,012</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue - Property Tax	585,748	-	-	585,748
FUND BALANCE				
Nonspendable				
Prepaid Expenses	8,182	-	-	8,182
Restricted				
TABOR	495,153	-	-	495,153
Debt Service	192,991	-	1,011	194,002
Committed				
Culture and Recreation	-	1,076,075	148,053	1,224,128
Streets	-	-	1,434,282	1,434,282
Assigned				
Designated for Subsequent Years	342,662	-	-	342,662
Capital Improvements	2,225,573	-	-	2,225,573
Health and Welfare	-	-	200,270	200,270
Unassigned	6,222,146	-	-	6,222,146
TOTAL FUND BALANCE	<u>9,486,707</u>	<u>1,076,075</u>	<u>1,783,616</u>	<u>12,346,398</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	<u>\$11,593,195</u>	<u>\$ 1,130,295</u>	<u>\$ 1,783,668</u>	<u>\$ 14,507,158</u>

The accompanying notes are an integral part of this financial statement.

CITY OF ALAMOSA, COLORADO
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO THE STATEMENT OF NET POSITION
December 31, 2021

Total governmental fund balances \$ 12,346,398

Amounts reported for governmental activities in the statement of net position are different because:

Notes receivable are measurable but not available in the current period and therefore are not reported in the funds. 151,062

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. 29,644,647

Deferred Results and Contributions to pension and OPEB plans made after the measurement date are recorded as expenditures in the governmental funds, but must be deferred in the statement of net position.

PERA	\$ 1,268,234	
FPPA	132,898	
OPEB	<u>111,412</u>	
		1,512,544

Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.

Lease Purchase Agreement	(5,711,384)	
Street Improvement District Bond Payable	(72,259)	
Notes Payable	(192,991)	
Compensated Absences	(531,320)	
PERA	(2,135,176)	
FPPA	557,046	
OPEB	<u>(325,249)</u>	
		(8,411,333)

Bond Premiums are recognized as revenue when issued in the governmental funds and are deferred and amortized over time in the statement of activities. (302,514)

Certain amounts related to the net pension and OPEB liabilities are deferred and amortized over time. These are not reported in the funds.

PERA	(2,309,075)	
FPPA	(180,215)	
OPEB	<u>(113,157)</u>	
		(2,602,447)

Internal service funds are used by management to charge the costs of insurance to individual funds. The assets and liabilities of the health insurance internal service fund are included in governmental activities in the statement of net position. 828,543

Net position of governmental activities \$ 33,166,900

The accompanying notes are an integral part of this financial statement.

CITY OF ALAMOSA, COLORADO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2021

	GENERAL FUND	COMMUNITY RECREATION FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES				
Taxes	\$ 9,446,705	\$ 1,698,100	\$ 1,698,100	\$ 12,842,905
Licenses and Permits	151,002	-	-	151,002
Intergovernmental Revenue	1,855,434	585,828	114,398	2,555,660
Charges for Services	209,186	918,937	35,000	1,163,123
Fines and Forfeits	88,454	-	-	88,454
Net Investment Income/(Loss)	23,162	3,186	168	26,516
Lease Agreement Revenue	124,101	3,571	-	127,672
Miscellaneous Revenue	325,587	38,616	-	364,203
TOTAL REVENUES	12,223,631	3,248,238	1,847,666	17,319,535
EXPENDITURES				
General Government	3,757,260	-	-	3,757,260
Public Safety	3,380,214	-	-	3,380,214
Highways and Streets	1,537,074	-	7,825	1,544,899
Health and Welfare	89,061	-	14,084	103,145
Culture and Recreation	654,813	2,220,661	17,884	2,893,358
Capital Outlay	1,161,760	208,672	1,748,132	3,118,564
Debt Service	130,458	208,738	531,632	870,828
TOTAL EXPENDITURES	10,710,640	2,638,071	2,319,557	15,668,268
Excess (deficiency) of revenues over expenditures	1,512,991	610,167	(471,891)	1,651,267
OTHER FINANCING SOURCES (USES)				
Lease Proceeds	-	-	-	-
Transfers In	949,511	-	1,032,633	1,982,144
Transfers Out	(943,450)	(203,117)	-	(1,146,567)
TOTAL OTHER SOURCES (USES)	6,061	(203,117)	1,032,633	835,577
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	1,519,052	407,050	560,742	2,486,844
Fund Balance - Beginning of Year	7,967,655	669,025	1,222,874	9,859,554
Fund Balance - End of Year	\$ 9,486,707	\$ 1,076,075	\$ 1,783,616	\$ 12,346,398

The accompanying notes are an integral part of this financial statement.

CITY OF ALAMOSA, COLORADO
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2021

Net change in fund balances - total governmental funds \$ 2,486,844

Amounts reported for governmental activities in the statement of activities are different because:

Revenues in the governmental funds that provide current financial resources for notes receivable accrued in the statement of net position. (96,361)

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 and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Fixed Asset Additions	\$ 3,295,413	
Deletions Net of Accumulated Depreciation	(52,339)	
Depreciation Expense	(1,902,428)	
Capital Assets Transferred from Business-Type Activities	44,672	
		1,385,318

Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. The bond premium provides a current financial resource to governmental funds, but must be capitalized and amortized over the life of the bonds in the government-wide financial statements.

Lease Payments	545,340	
Bond Payments	120,804	
		666,144

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 governmental funds.

Compensated Absences		28,948
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Certain items reported in the statement of activities do not require the use of current financial resources and are not reported as expenditures in the governmental funds. This item consists of the change in pension expenditures.

PERA	73,828	
FPPA	52,771	
OPEB	13,262	
		139,861

Internal Service Funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The net revenues (expenses) of the health insurance internal service fund is reported with governmental activities.		(194,533)
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Change in net position of governmental activities \$ 4,416,221

CITY OF ALAMOSA, COLORADO
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
December 31, 2021

	ENTERPRISE FUND	Governmental Activities INTERNAL SERVICE FUND
ASSETS		
Current Assets:		
Cash and Investments	\$ 11,185,627	\$ 1,187,649
Accounts Receivable (Net allowance of \$20,000)	114,290	-
Due From Other Governments	134,086	-
Prepaid	-	-
Inventory of Materials and Supplies	137,731	-
Total Current Assets	11,571,734	1,187,649
Noncurrent Assets:		
Capital Assets:		
Construction in Progress	682,628	-
Land	2,350,330	-
Buildings and Contents	608,201	-
Utility Plant	26,794,913	-
Vehicles	1,428,877	-
Equipment	2,606,961	-
Land Improvements	70,878	-
Infrastructure	19,012,597	-
Less: Accumulated Depreciation	(25,975,775)	-
Total Noncurrent Assets	27,579,610	-
TOTAL ASSETS	39,151,344	1,187,649
DEFERRED OUTFLOWS OF RESOURCES		
Pensions	435,678	-
LIABILITIES		
Current Liabilities:		
Accounts Payable	292,247	112,651
Escrow	10,000	-
Long-Term Debt - Current Portion (Note 6)	895,689	-
Total Current Liabilities	1,197,936	112,651
Noncurrent Liabilities:		
Compensated Absences	96,733	-
Bonds Payable	3,458,574	-
Lease Purchase	2,645,000	-
Premium	291,355	-
Pension Liability	776,976	-
Total Noncurrent Liabilities	7,268,638	-
TOTAL LIABILITIES	8,466,574	112,651
DEFERRED INFLOWS OF RESOURCES		
Pensions	764,916	-
NET POSITION		
Net Investment in Capital Assets	20,288,992	-
Restricted for TABOR	50,943	-
Unrestricted	10,015,597	1,074,998
TOTAL NET POSITION	30,355,532	\$ 1,074,998
Adjustment to reflect consolidation of Internal Service Funds	246,455	
NET POSITION OF BUSINESS-TYPE ACTIVITIES	\$ 30,601,987	

The accompanying notes are an integral part of this financial statement.

CITY OF ALAMOSA, COLORADO
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
For the Year Ended December 31, 2021

	ENTERPRISE FUND	Governmental Activities INTERNAL SERVICE FUND
OPERATING REVENUES		
Charges for Services	\$ 5,022,289	\$ -
Insurance Deposits	-	1,050,592
Miscellaneous Revenues	77,517	5,048
Total Operating Revenues	<u>5,099,806</u>	<u>1,055,640</u>
OPERATING EXPENSES		
Personnel Services	1,336,474	-
Supplies and Materials	209,972	-
Utilities and Telephone	380,212	-
Gas and Oil	76,995	-
Repairs and Maintenance	249,791	-
Landfill Fees	106,042	-
Professional Fees	51,701	-
Capital Outlay	133,598	-
Depreciation & Amortization Expense	1,567,917	-
Insurance Premiums	-	504,465
Claims	-	795,733
Insurance Administration	-	563
Other	46,204	-
Total Operating Expenses	<u>4,158,906</u>	<u>1,300,761</u>
Operating Income (Loss)	<u>940,900</u>	<u>(245,121)</u>
NONOPERATING REVENUES (EXPENSES)		
Sales Tax Revenue	1,698,100	-
Bond Interest Expense	(188,437)	-
Bond Administrative Fees	(94,921)	-
Grant Revenue	210,437	15,000
Interest on Investments	1,064	-
Gain on Sale of Assets	-	-
Total Nonoperating Revenues (Expenses)	<u>1,626,243</u>	<u>15,000</u>
Income Before Other Revenue and Operating Transfers	<u>2,567,143</u>	<u>(230,121)</u>
Capital Contributions		
Water and Sewer Taps	47,834	-
Total Capital Contributions	<u>47,834</u>	<u>-</u>
OPERATING TRANSFERS		
Transfers In	525,250	-
Transfers Out	(1,405,499)	-
Total Operating Transfers	<u>(880,249)</u>	<u>-</u>
Changes in Net Position	1,734,728	(230,121)
Net Position at beginning of year	<u>28,620,804</u>	<u>1,305,119</u>
Net Position at end of year	30,355,532	<u>\$ 1,074,998</u>
Adjustment to reflect consolidation of Internal Service Fund	246,455	
Net Position of Business-Type Activities	<u>\$ 30,601,987</u>	

The accompanying notes are an integral part of this financial statement.

CITY OF ALAMOSA, COLORADO
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended December 31, 2021

		<u>Governmental Activities</u>
	<u>ENTERPRISE FUND</u>	<u>INTERNAL SERVICE FUND</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from customers	\$ 5,080,615	\$ -
Cash received from insurance deposits	-	1,050,592
Cash received from other revenues	77,517	5,048
Cash paid for personnel services	(1,352,117)	-
Cash paid for supplies and materials	(280,842)	-
Cash paid for gas and oil	(76,995)	-
Cash paid for utilities	(380,212)	-
Cash paid for repairs and maintenance	(383,389)	-
Cash paid for landfill fees	(106,042)	-
Cash paid for professional fees	(51,701)	-
Cash paid for insurance claims	-	(797,492)
Cash paid for insurance premiums	-	(504,465)
Cash paid for insurance administration	-	(563)
Cash paid for other expenses	(46,204)	-
	<u>2,480,630</u>	<u>(246,880)</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Cash received from sales tax	1,679,743	-
Transfers (to) from other funds	(835,577)	-
	<u>844,166</u>	<u>-</u>
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES		
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Acquisition and construction of capital assets	(1,545,660)	-
Sale of Capital Assets	-	-
Capital contributions	47,834	-
Lease Purchase Agreement	(230,000)	-
Bond Interest Expense	(188,437)	-
Bond Administrative fees	(94,921)	-
Principal paid on general obligation bonds	(606,768)	-
Grant Revenue	210,437	15,000
	<u>(2,407,515)</u>	<u>15,000</u>
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES		
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest Income	1,064	-
	<u>1,064</u>	<u>-</u>
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES:		
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	918,345	(231,880)
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>10,267,282</u>	<u>1,419,529</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 11,185,627</u>	<u>\$ 1,187,649</u>

The accompanying notes are an integral part of this financial statement.

CITY OF ALAMOSA, COLORADO
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended December 31, 2021

		<u>Governmental Activities</u>
	<u>ENTERPRISE FUND</u>	<u>INTERNAL SERVICE FUND</u>
OPERATING INCOME (LOSS)	\$ 940,900	\$ (245,121)
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:		
Depreciation & Amortization expense	1,567,917	-
Pension expense	(8,928)	-
Change in Assets and Liabilities		
(Increase) decrease in accounts receivable	48,326	-
(Increase) decrease in prepaid expense	-	-
(Increase) decrease in inventory	2,861	-
Increase (decrease) in accounts payable	(73,731)	(1,759)
Increase (decrease) in escrow	10,000	-
Increase (decrease) in compensated absences	(6,715)	-
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 2,480,630</u>	<u>\$ (246,880)</u>
SUPPLEMENTAL DISCLOSURES		
Noncash Capital and Related Financing Activities		
Capital asset transfers (to) from other funds	<u>\$ (44,672)</u>	<u>\$ -</u>

The accompanying notes are an integral part of this financial statement.

CITY OF ALAMOSA, COLORADO
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIREMEN'S PENSION AGENCY FUND
For the Year Ended December 31, 2021

ASSETS	
Cash	\$ 118
Property Taxes Receivable	<u>45,202</u>
Total Assets	<u>45,320</u>
DEFERRED INFLOWS OF RESOURCES	
Unavailable Revenue - property tax	<u>45,202</u>
Total Deferred Inflows of Resources	<u>45,202</u>
LIABILITIES - RESTRICTED FOR PENSION BENEFITS	<u><u>\$ 118</u></u>

The accompanying notes are an integral part of this financial statement.

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting and reporting policies of the City reflected in the accompanying financial statements conform to accounting principles generally accepted in the United States of America applicable to state and local governments. Accounting principles generally accepted in the United States of America for local governments are those promulgated by the Governmental Accounting Standards Board (GASB) in *Governmental Accounting and Financial Reporting Standards*.

REPORTING ENTITY

Primary Government

The City of Alamosa was incorporated August 12, 1878. In January 1952, the City was reorganized as a Home Rule City under Article 20 of the Colorado Constitution. The current City Charter was adopted at a special election held March 12, 1957. The City operates under a Council-Manager form of government and provides the following services as authorized by its charter: public safety (police and fire), highways and streets, water, sanitation, health and welfare, culture and recreation, public improvements, planning and zoning, and general administrative services.

Component Units

The City's combined financial statements include the accounts of all City operations. The criteria for including organizations as component units within the City's reporting entity, as set forth in Section 2100 of GASB's *Codification of Governmental Accounting and Financial Reporting Standards*, include whether:

- the organization is legally separate (can sue and be sued in their own name)
- the City holds the corporate powers of the organization
- the City appoints a voting majority of the organization's board
- the City is able to impose its will on the organization
- the organization has the potential to impose a financial benefit/burden on the City
- there is fiscal dependency by the organization on the City
- the organization is financially accountable to the City
- the organization receives or holds funds that are for the benefit of the City; and the City has access to a majority of the funds held; and the funds that are accessible are also significant to the City

Based on the aforementioned criteria, the City of Alamosa has one component unit, the Alamosa Capital Leasing Corporation (a Colorado not for profit Corporation). The activity of this component unit has been blended into the City's financial statements as a Debt Service Fund.

GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The Government-wide financial statements include the Statement of Net Position and the Statement of Activities. Government-wide statements report information on all of the activities of the City and its component units, except for City fiduciary activity. The effect of interfund transfers has been removed from the government-wide statements but continues to be reflected on the fund statements. Mainly taxes and intergovernmental revenues support governmental activities.

The Statement of Activities reflects the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include:

- Charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

- 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 in program revenues are reported as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the fiduciary funds are excluded from the government-wide financial statements. Major individual governmental and major individual enterprise funds 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. This measurement is also used for the proprietary fund financial statements. Revenues 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 revenues in the year for which they are levied. Grants are recognized as revenue when all applicable eligibility requirements imposed by the provider are met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Sales and use taxes, other taxes, charges for services, intergovernmental revenues, and interest are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the City.

The City reports the following major governmental funds:

- The *General Fund* is the general operating fund of the City. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The *Community Recreation Fund* is used to account for activities from the Community Recreation Facility. Sources of revenue consist of sales taxes, membership dues, and fees for programs.

The City reports the following major enterprise fund:

- The *Enterprise Fund* accounts for user charges and expenses for operating, financing, and maintaining the City's water, sewer, and sanitation systems.

Additionally, the City reports the following fund types:

- The *Employee Benefit Fund* is an internal service fund established to finance and account for the costs of health insurance for the other funds on a cost-reimbursement basis.
- The *Firemen's Pension Fund* is a fiduciary agency fund used to account for the collection of property taxes to be remitted to the Fire and Police Pension Association (FPPA) for the city's firefighters pension plan.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations.

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

The principal operating revenues of the internal service fund are service fees charged to the other funds and employee contributions. Operating expenses for the internal service fund include insurance premiums. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables, and receivables. All internal balances in the statement of net position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column.

ASSETS, LIABILITIES, DEFERRED INFLOWS AND OUTFLOWS OF RESOURCES, AND NET POSITION/FUND BALANCE

Cash and Investments

Cash and investments for all funds, excluding investments in the Fireman's Pension and Community Recreation funds, are pooled into one common pooled account in order to maximize investment opportunities. Each fund whose monies are deposited in the pooled cash account has equity therein, and interest earned on the investment of these monies is allocated based upon relative equity at the end of each quarter. An individual fund's pooled cash and investments are available upon demand and are considered to be "cash equivalents" when preparing these financial statements. In addition, any marketable securities that are owned by the specific accounts noted above are also considered to be "cash equivalents". Negative balances incurred in pooled cash at year-end are treated as interfund payables or receivables.

The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. All investments are recorded at fair market value.

Property Taxes

Property taxes attach as an enforceable lien on property as of January 1 each year. The taxes are payable in two installments on February 28 and June 15 or in full on April 30. The County Treasurer bills and collects all property taxes for the City. Property tax revenue is recognized by the City to the extent it results in a current receivable.

The 2021 property tax levy due January 1, 2022, has been recorded as a receivable and corresponding deferred inflow of resources in the financial statements.

Inventory

Inventories held by all funds except the Enterprise Fund have been recorded as expenditures at the time of purchase. Enterprise Fund inventory is stated at the lower of cost or market.

Capital Assets

Capital Assets, which include land, buildings and improvements, equipment, construction in progress, and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental activities column in the government-wide financial statements. The City defines capital assets as assets with an initial, individual cost of more than \$5,000. Capital 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.

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Building	15-50
Equipment	5-30
Land Improvements	10-35
Vehicles	5-10
Infrastructure	20-50

Compensated Absences

The City employees are entitled to 10 to 15 days of vacation leave each year. The number of days received depends upon the number of completed years of service. Unused vacation leave may accumulate up to approximately 32 days. Any vacation leave accrued in excess of the maximum allowable accrued vacation leave will be lost to the employee and shall not be deemed an obligation of the City.

The City employees receive 10 days of sick leave each year. Unused sick days accumulate up to 60 days. After an employee has accumulated 60 days of sick leave, the employee may convert any additional credited days into vacation leave at the ratio of three sick leave hours to one vacation hour. Upon separation from the City in good standing, an employee will be paid banked sick leave up to 480 hours at a rate of 33%.

All vacation and sick leave pay is accrued when incurred in the government-wide financial statements. A liability is reported in governmental funds only if they have matured, for example as a result of employee resignations or retirements.

Long-Term Obligations

Long-term debt and other long-term obligations are recorded as liabilities in the government-wide financial statements. In the fund financial statements for governmental fund types, debt proceeds are reported as an other financing source and debt payments are reported as an other financing use.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This represents a consumption of net position that applies to future period(s) and will not be recognized as an outflow of resources (as either an expense or expenditure) until that period.

In addition to liabilities, the statement of net position and the balance sheet report a separate section of deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future periods and will not be recognized as an inflow of resources (revenue) until that time. Property taxes levied for the subsequent year are reported in the statement of net position and recognized as an inflow of resources in the period for which the taxes are levied. In the governmental funds, unavailable property taxes are reported as deferred inflows of resources until the period in which the taxes become available.

Certain amounts related to pensions must be deferred.

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

Pensions

The City participates in the Local Government Division Trust Fund (LGDTF), a cost-sharing multiple-employer defined benefit pension plan administered by the Public Employees' Retirement Association of Colorado ("PERA"). The net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position (FNP) and additions to/deductions from the fiduciary net position of the LGDTF have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

The Colorado General Assembly passed significant pension reform through Senate Bill (SB) 18-200: *Concerning Modifications To the Public Employees' Retirement Association Hybrid Defined Benefit Plan Necessary to Eliminate with a High Probability the Unfunded Liability of the Plan Within the Next Thirty Years*. The bill was signed into law by Governor Hickenlooper on June 4, 2018. SB 18-200 made changes to certain benefit provisions. Most of these changes were in effect as of December 31, 2021.

Other Postemployment Benefits (OPEB)

The City participates in the Health Care Trust Fund (HCTF), a cost-sharing multiple-employer defined benefit OPEB fund administered by the Public Employees' Retirement Association of Colorado ("PERA"). The net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, OPEB expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position of the HCTF have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefits paid on behalf of health care participants are recognized when due and/or payable in accordance with the benefit terms. Investments are reported at fair value.

Interest Capitalization

Interest costs are capitalized when incurred by proprietary funds and similar component units on debt where proceeds were used to finance the construction of assets. Interest earned on proceeds of tax-exempt borrowing arrangements restricted to the acquisition of qualifying assets is offset against interest costs in determining the amount to be capitalized. No interest was capitalized in the current period.

Encumbrances

The City does not record purchase orders in the accounting system until invoices are ready for payment. Unfulfilled purchase commitments outstanding at the end of the budget year are rebudgeted in the succeeding year. End of the year fund balance intended to be used in the succeeding year is reported as designated fund balance.

Net Position

Net position represents the difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources. Net position should be displayed in the following three components:

- *Net investment in capital assets* – consists of capital assets, net accumulated depreciation, reduced by the outstanding balances of any borrowings that are attributable to the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt should be included in this component of net position.
- *Restricted* – consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Restricted assets consist of assets that have limitations imposed on their use either through the enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

- *Unrestricted* – consists of the net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted components of net position.

Fund Balance

Fund balances are reported by classification based on the extent to which the City is bound to honor constraints for the specific purposes on which amounts in the fund can be spent. Fund balances are classified in one of the following five categories:

- *Nonspendable Fund Balance* – amounts that cannot be spent because they are not in spendable form- such as inventory and prepaid insurance.
- *Restricted Fund Balance* – amounts restricted when constraints placed on the use of resources are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.
- *Committed Fund Balance* – amounts that can only be used for specific purposes as a result of constraints imposed through adopted ordinance by City Council, the highest level of decision making authority. Committed amounts cannot be used for any other purpose unless City Council removed those constraints by taking the same type of action. Committed fund balances differ from restricted balances because the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.
- *Assigned Fund Balance* – amounts a government intends to use for a specific purpose; intent can be expressed by City Council or by an official or body to which the governing body delegates the authority.
- *Unassigned Fund Balance* – amounts that are available for any purpose; these amounts are reported only in the General Fund.

When an expenditure is incurred for purposes for which both restricted and unrestricted net position/fund balance is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, and unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless City Council has provided otherwise in its commitment or assignment actions.

Use of Estimates

The preparation of the financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

Reclassifications

Certain reclassifications were made to fiscal year 2020 financial statements in order to conform to the fiscal year 2021 financial statement presentation.

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgets and Budgetary Accounting

The City follows the procedures set forth in the Colorado Local Government Budget Law when preparing the annual budget for each fund. Budget procedures include:

- Preparation of budget documents by administrative staff, which shall be submitted to the Board no later than October 15 of each year.

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

- Publication of a notice stating that the budget is available for public inspection.
- Discussion of the budget in a meeting open to the public.
- Adoption of the budget in a public meeting by appropriate resolution, no later than December 31.
- Ordinance to adopt supplemental appropriations
- Budget changes via resolution

Formal budgetary integration is employed as a management control device for all funds of the City. The governmental funds budgets are adopted on a basis consistent with U.S. generally accepted accounting principles (GAAP). The proprietary funds and the pension fund budgets are adopted using the same accounting methods as governmental fund types; this procedure follows Colorado State Statute, but is not in accordance with GAAP.

The total expenditures for each fund cannot exceed the budgeted amount unless a supplemental appropriation is adopted. The City Council adopted supplemental appropriations during 2021.

All budget amounts presented in the accompanying supplementary information reflect the original budget and the final amended budget.

NOTE 3 CASH, DEPOSITS, AND INVESTMENTS

Cash on Hand and in Banks	\$ 5,780,183
C-SAFE	1,174,703
ColoTrust	15,757,703
Other Investments	<u>1,364,590</u>
Total Cash, Deposits, and Investments	<u>\$ 24,077,179</u>
Government-wide Statement of Net Position	\$ 24,077,061
Fiduciary Funds Statement of Net Position	<u>118</u>
	<u>\$ 24,077,179</u>

Cash and Deposits

Colorado State Statutes govern the City's deposits of cash. The statutes specify eligible depositories for public cash deposits, which must be Colorado institutions and must maintain federal insurance (FDIC) on deposits held.

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized in accordance with the PDPA. PDPA allows the institution to create a single collateral pool for all public funds to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least 102% of the aggregate uninsured deposits. All deposits in 2021 were in eligible public depositories, as defined by the Public Deposit Protection Act of 1989.

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. At December 31, 2021, \$3,941,355 was exposed to custodial credit risk. Deposits exposed to credit risk are collateralized with securities held by the pledging financial institutions through PDPA.

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

Investments

The City’s investments are subject to interest rate risk, credit risk, and concentration of credit risk. The types of investments which are authorized to be made with City funds are controlled by state statute and the investment policies of the City. Colorado statutes and the City’s investment policies specify investment instruments meeting defined rating and risk criteria in which the City may invest:

- Obligations of the United States and certain U.S. government agency securities
- Certain international agency securities
- General obligation and revenue bonds of U.S. local government entities
- Bankers' acceptances of certain banks
- Commercial paper
- Local government investment pools
- Repurchase agreements
- Money market funds
- Guaranteed investment contracts
- Corporate or bank debt issued by eligible corporations or banks.

Interest Rate Risk

Colorado Revised Statutes and the City’s investment policy limit investment maturities to five years or less from the date of purchase. This limit on investment maturities is a means of limiting exposure to fair values arising from increasing interest rates.

Credit Risk

The City’s investment policy calls for investment diversification within the portfolio to avoid unreasonable risks inherent in over investing in specific instruments, individual financial institutions or maturities. The City’s investment policy allows for the City to invest in local government investment pools (CSAFE and Colotrust). The City also invested in money market funds that are not rated.

Fair value investments classified at Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Fair value investments classified as Level 2 of the fair value hierarchy are valued using the active market rates for the underlying securities. Fair value investments classified as Level 3 of the fair value hierarchy are valued using non-observable inputs.

<u>Investment Type</u>	<u>Rating</u>	<u>Up to 120 Days</u>	<u>121 Days to 5 Years</u>	<u>Fair Value Measurements Using:</u>
				<u>Level 2</u>
Sigma Certificates of Deposit	0% (un-rated)	<u>\$ -</u>	<u>\$ 6,628</u>	\$ 6,628
Sigma Money Market	36% (un-rated)			495,018
Invesco Mutual Funds	63% AAA			862,944
				<u>\$ 1,364,590</u>

The Colorado Government Liquid Asset Trust (COLOTRUST) is an investment vehicle established for local government entities in Colorado pursuant to Part 7 of Article 75 of Title 24 of the Colorado Revised Statutes, to pool surplus funds for investment purposes. COLOTRUST operates in a manner similar to a money market fund

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

and each share is equal in value to \$1.00. The fair value of the position in the pool is the same as the value of the pool shares. The designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. Substantially all securities owned by the pool are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by the pool. Investments of the pool consist of U.S. Treasury bills, notes and note strips, and repurchase agreements collateralized by U.S. Treasury Notes. ColoTrust is rated AAAM by Standard and Poor's.

The Colorado Surplus Asset Fund Trust (CSAFE) investments are valued using the net asset value per share (or its equivalent) of the investments. The investments do not have any unfunded commitments, redemption restrictions, redemption notice periods or withdrawal restrictions. CSAFE investments conform to Colorado Statutes CRS 24-75-601 et. seq. and therefore invests primarily in securities of the United States Treasury, United States Agencies, Primary Dealer Repurchase Agreements, highly rated commercial paper, highly rated corporate bonds, Colorado depositories collateralized at 102% of market value according to the guidelines of the Public Deposit Protection Act. CSAFE measures all of its investments at amortized cost. CSAFE is rated AAAM by Standard & Poor's.

NOTE 4 INTERFUND TRANSFERS

Interfund Transfers

Interfund transfers for the year ended December 31, 2021, were as follows:

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
General Fund	Enterprise Fund	\$ 910,827
	Community Recreation Fund	38,684
		<u>949,511</u>
Streets Trust Fund	General Fund	500,000
Debt Service Fund	Community Recreation Fund	164,433
	General Fund	368,200
		<u>532,633</u>
Enterprise Fund	General Fund (Capital Improvement)	<u>75,250</u>
	TOTALS	<u><u>\$2,057,394</u></u>

Transfers are routinely made between the City funds to enhance the operations of the City. Many fund operations are similar and, in some cases, City functions may be shared by several funds. For example, the Community Recreation Fund is providing recreation and culture as is the Parks and Recreation Division of the General Fund. Other routine transfers are for: 1) administrative costs performed by the General Fund on behalf of the Enterprise Fund and the Community Recreation Fund and 2) for debt service from the Community Recreation Fund and General Fund to the Debt Service Fund. Non-routine transfers are typically to provide for building reserves for future purchases of equipment or special projects and to consolidate or create new funds.

The Enterprise Fund transferred capital assets with a net value of \$44,672 to governmental activities.

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

NOTE 5 CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2021, was as follows:

<i>Governmental Activities</i>	Balance 12/31/2020	Additions	Deletions	Balance 12/31/2021
Capital Assets not being depreciated				
Land	\$ 2,113,596	\$ -	\$ -	\$ 2,113,596
Non-Depreciable Assets	702,295	-	-	702,295
Construction in Progress	387,807	229,837	380,807	236,837
Total Capital Assets not being depreciated	3,203,698	229,837	380,807	3,052,728
Capital Assets being depreciated				
Land Improvements	2,702,632	716,132	33,822	3,384,942
Buildings and Contents	18,997,021	22,518	3,887	19,015,652
Furniture, Equipment & Software	3,633,011	696,434	210,610	4,118,835
Vehicles	3,540,190	781,044	88,627	4,232,607
Infrastructure	12,526,891	1,274,927	-	13,801,818
Total Capital Assets being depreciated	41,399,745	3,491,055	336,946	44,553,854
Less Accumulated Depreciation for				
Land Improvements	1,985,813	98,840	33,822	2,050,831
Buildings and Contents	6,223,817	436,953	3,887	6,656,883
Furniture, Equipment & Software	2,414,920	330,617	158,646	2,586,891
Vehicles	2,481,580	588,219	88,252	2,981,547
Infrastructure	3,237,984	447,799	-	3,685,783
Total Accumulated Depreciation	16,344,114	1,902,428	284,607	17,961,935
Total Capital Assets being depreciated, net	25,055,631	1,588,627	52,339	26,591,919
Governmental Activities Capital Assets, net	\$ 28,259,329	\$ 1,818,464	\$ 433,146	\$ 29,644,647

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

	Balance 12/31/2020	Additions	Deletions	Balance 12/31/2021
<i>Business-type Activities:</i>				
Capital Assets not being depreciated				
Land	\$ 2,350,330	\$ -	\$ -	\$ 2,350,330
Construction in Progress	728,208	485,697	531,277	682,628
Total Capital Assets not being depreciated	<u>3,078,538</u>	<u>485,697</u>	<u>531,277</u>	<u>3,032,958</u>
Capital Assets being depreciated				
Building and Contents	602,758	5,443	-	608,201
Utility Plant	26,544,575	250,338	-	26,794,913
Vehicles	1,394,872	128,049	94,044	1,428,877
Equipment	2,818,381	279,788	491,208	2,606,961
Land Improvements	64,128	6,750	-	70,878
Infrastructure	18,091,815	920,782	-	19,012,597
Total Capital Assets being depreciated	<u>49,516,529</u>	<u>1,591,150</u>	<u>585,252</u>	<u>50,522,427</u>
Less Accumulated Depreciation	<u>(24,916,155)</u>	<u>(1,600,198)</u>	<u>(540,578)</u>	<u>(25,975,775)</u>
Total Capital Assets being depreciated, net	<u>24,600,374</u>	<u>(9,048)</u>	<u>44,674</u>	<u>24,546,652</u>
Business-type Activities Capital Assets, net	<u>\$ 27,678,912</u>	<u>\$ 476,649</u>	<u>\$ 575,951</u>	<u>\$ 27,579,610</u>

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

Governmental activities:

General Government	\$ 211,173
Public Safety	283,856
Highways and Streets	803,820
Culture and Recreation	603,579
Total depreciation expense - governmental activities	<u>\$ 1,902,428</u>

Business-type activities:

Water Services	\$ 996,551
Sewer Services	477,513
Sanitation Services	126,134
Total depreciation expense - business-type activities	<u>\$ 1,600,198</u>

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

NOTE 6 LONG-TERM LIABILITIES

Changes in Long-term Liabilities

	Beginning Balance 12/31/2020	Additions	Deletions	Ending Balance 12/31/2021	Due Within One Year
<i>Governmental activities:</i>					
Lease Purchase Agreement	\$ 1,029,602	\$ -	\$ 143,218	\$ 886,384	\$ 148,568
Certificate of Participation	5,175,000	-	350,000	4,825,000	370,000
Premium on Certificate of Participation	336,127	-	33,613	302,514	33,613
Bond Payable	193,063	-	120,804	72,259	35,000
Note Payable	211,500	-	18,509	192,991	19,051
Compensated Absences	560,268	-	28,948	531,320	12,142
	<u>\$ 7,505,560</u>	<u>\$ -</u>	<u>\$ 695,092</u>	<u>\$ 6,810,468</u>	<u>\$ 618,374</u>
Governmental activities long-term debt					
<i>Business-type activities:</i>					
Certificate of Participation	\$ 3,115,000	\$ -	\$ 230,000	\$ 2,885,000	\$ 240,000
Premium on Certificate of Participation	356,101	-	32,373	323,728	32,373
Bond Payable	4,688,658	-	606,768	4,081,890	623,316
Compensated Absences	103,448	-	6,715	96,733	-
	<u>\$ 8,263,207</u>	<u>\$ -</u>	<u>\$ 875,856</u>	<u>\$ 7,387,351</u>	<u>\$ 895,689</u>
Business-type activities long-term debt					

GOVERNMENTAL ACTIVITIES

Certificates of Participation

Ice Rink/Multi-Purpose Facility

An annually renewable Lease Purchase Agreement and Sublease Agreement, dated September 8, 2017, was entered into between Alamosa Capital Leasing Corporation (the "Corporation"), as lessor and sublessor, and the City of Alamosa (the "City"), as lessee and sublessee. The Corporation issued \$2,400,000 of Certificates of Participation Series 2017B for the construction, furnishing and equipping of a new Ice Rink/Multi-Purpose Facility. The facility is recorded in the fixed assets of the government-wide financial statements at \$3,077,204 less accumulated depreciation of \$301,309 at December 31, 2021.

The City will make lease payments to the Corporation and the Corporation will use those funds to pay the principal and interest payments prescribed by the Certificates of Participation document. The interest rate is 3.07%.

Principal and interest payments on these Certificates of Participation will be funded from unrestricted resources of the Community Recreation Fund and are paid semi-annually in March and September. Principal repayments will begin March 1, 2018, and will finish on March 1, 2037. The cost of issuing the Certificates of Participation was \$51,000.

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

Presented below are the annual requirements for repayment of the Certificates of Participation Series 2017B.

	Principal	Interest	Total
2022	\$ 100,000	\$ 60,939	\$ 160,939
2023	105,000	57,793	162,793
2024	105,000	54,570	159,570
2025	110,000	51,269	161,269
2026	115,000	47,815	162,815
2027-2031	615,000	184,124	799,124
2032-2036	725,000	74,450	799,450
2037	160,000	9,743	169,743
	\$ 2,035,000	\$ 540,703	\$ 2,575,703

Municipal Complex

An annually renewable Lease Purchase Agreement, dated October 5, 2010, was entered into between Alamosa Capital Leasing Corporation (the “Corporation”), as lessor, and the City of Alamosa (the “City”), as lessee. The Corporation issued \$6,525,000 of Certificates of Participation Series 2010 to construct and equip a building or buildings consisting of a municipal complex project (the “Project”) on land (the “Site”) owned by the City and located in Alamosa, Colorado for the use of the inhabitants of the City. The Site will be leased to the corporation under a Ground Lease Agreement, dated October 5, 2010, between the City, as lessor, and the Corporation, as lessee. The Corporation will construct and equip the Project on the Site and lease the Project to the City pursuant to the lease. Construction on the facility was completed in January 2018. The Certificates of Participation Series 2010 were refunded during the issuance of the Series 2019.

An annually renewable Lease Purchase Agreement and Sublease Agreement, dated December 26, 2019, was entered into between Alamosa Capital Leasing Corporation (the “Corporation”), as lessor and sublessor, and the City of Alamosa (the “City”), as lessee and sublessee. The Corporation issued Certificates of Participation Series 2019 in the amount of \$3,045,000 for the purpose of refunding \$3,875,000 of Certificates of Participation Series 2010. Proceeds in the amount of \$3,362,867, and cash of \$904,402 were placed into a certificate fund established at Zion’s Bancorporation in order to pay the full called amount due on February 15, 2020. As a result, the Certificate of Participation Series 2010 refunded are considered defeased and the liability has been removed from the City’s Statement of Net Position. The Certificates of Participation are collateralized by the City Hall/Library municipal complex. The municipal complex is recorded in the fixed assets of the government-wide financial statements at \$6,908,679 less accumulated depreciation of \$1,432,094 at December 31, 2021.

The City will make lease payments to the Corporation and the Corporation will use those funds to pay the principal and interest payments prescribed by the Certificates of Participation document. The interest rate is 4.0%

Principal and interest payments on these Certificates of Participation will be funded from unrestricted resources of the City and are paid semi-annually in June and December. Principal repayments begin June 1, 2021, and will finish on June 1, 2030. The cost of issuing the Certificates of Participation was \$34,688.

As a result of the advance refunding, the City reduced its total debt services requirements over the next 11 years by \$590,632 which resulted in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$585,688.

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

Presented below are the annual requirements for repayment of the Certificates of Participation Series 2019.

	Principal	Interest	Total
2022	\$ 270,000	\$ 102,700	\$ 372,700
2023	280,000	93,450	373,450
2024	285,000	83,900	368,900
2025	295,000	72,300	367,300
2026	300,000	60,400	360,400
2027-2030	1,360,000	111,400	1,471,400
	\$ 2,790,000	\$ 524,150	\$ 3,314,150

Lease Purchase Agreements

Cattails Clubhouse Lease Agreement

Annually renewable Lease Purchase Agreement, dated January 24, 2008, was entered into between San Luis Valley Federal Bank (the “Bank”), as lessor, and the City of Alamosa (the “City”), as the lessee. The bank issued \$635,000 to the City for the completion of the Cattails Clubhouse. The City is leasing the land and title to the Cattails Clubhouse back via the Lease Purchase agreement at an amended fixed interest rate of 4.25%. The City will use the proceeds from the sale to construct and equip the new Clubhouse. Construction was completed on the Clubhouse in July 2009. The Clubhouse is recorded in the fixed assets as buildings of the government-wide financial statements at \$971,109, less accumulated depreciation of \$443,724, at December 31, 2021.

Payments on the Lease Purchase Agreement are funded from resources of the City in the General Fund. Payments are due to the Bank in annual installments through October 2027. The City can purchase the land and title to the Clubhouse back at any time for the Purchase Option Price included in the lease.

The annual debt service for the Lease Purchase Agreement is as follows:

	Principal	Interest	Total
2022	\$ 41,658	\$ 11,812	\$ 53,470
2023	43,429	10,041	53,470
2024	45,252	8,218	53,470
2025	47,198	6,272	53,470
2026	49,215	4,255	53,470
2027	51,170	2,300	53,470
	\$ 277,922	\$ 42,898	\$ 320,820

Cattails Watering System Lease Agreement

Annually renewable Lease Purchase Agreement, dated January 31, 2019, was entered into between San Luis Valley Federal Bank (the “Bank”), as lessor, and the City of Alamosa (the “City”), as the lessee. The bank issued \$500,000

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

to the City to partially pay for the replacement of the front nine irrigation system at the golf course. The City is leasing the land site and title to the improvements comprising Unit 2 and Unit 3, Plat of the Cattails Clubhouse, a Planned Community via the Lease Purchase agreement at a fixed interest rate of 4.297%. Construction was completed on the irrigation system in May 2019. The irrigation system is recorded in the fixed assets as infrastructure of the government-wide financial statements at \$771,956, less accumulated depreciation of \$49,855, at December 31, 2021.

Payments on the Lease Purchase Agreement are funded from resources of the City in the General Fund. Payments are due to the Bank in annual installments through February 2029. The City can purchase the land site and title back at any time for the Purchase Option Price included in the lease.

The annual debt service for the Lease Purchase Agreement is as follows:

	Principal	Interest	Total
2022	\$ 44,686	\$ 17,882	\$ 62,568
2023	46,607	15,961	62,568
2024	48,609	13,959	62,568
2025	50,698	11,870	62,568
2026	52,877	9,691	62,568
2027-2029	172,657	15,043	187,700
	\$ 416,134	\$ 84,406	\$ 500,540

Cattails Equipment Lease Agreement

Annually renewable Lease Purchase Agreement, dated January 21, 2020, was entered into between TCF National Bank (the “Bank”), as lessor, and the City of Alamosa (the “City”), as the lessee. The bank issued \$320,736 to the City for golf course equipment. The City is leasing the equipment at a fixed interest rate of 3.00%. The equipment is recorded in the fixed assets as equipment of the government-wide financial statements at \$320,736 less accumulated depreciation of \$118,159, at December 31, 2021.

Payments on the Lease Purchase Agreement are funded from resources of the City in the General Fund. Payments are due to the Bank in annual installments through April 16, 2024. The City can purchase the title to the equipment back at any time for the Purchase Option Price included in the lease.

The annual debt service for the Lease Purchase Agreement is as follows:

	Principal	Interest	Total
2022	\$ 62,224	\$ 5,770	\$ 67,994
2023	64,091	3,903	67,994
2024	66,015	1,980	67,995
	\$ 192,330	\$ 11,653	\$ 203,983

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

Notes Payable

A note payable dated March 10, 2020 was entered into between San Luis Valley Federal (the “Bank”) and the City of Alamosa. The Bank issued \$211,500 to the City to pay off existing debt of the golf course secured by a Certificate of Deposit at San Luis Federal Valley Bank. Payments are due annually in the amount of \$24,706, which includes interest at a rate of 2.93%. Payments begin March 10, 2021 and will be made from the General Fund. Final payment is due in 2030. Principal balance at December 31, 2020 was \$211,500, this amount is included in restricted cash.

The annual debt service for the note payable is as follows:

	Principal	Interest	Total
2022	\$ 19,051	\$ 5,655	\$ 24,706
2023	19,609	5,096	24,706
2024	20,171	4,534	24,706
2025	20,775	3,931	24,706
2026	21,384	3,322	24,706
2027-2030	92,001	6,843	98,844
	\$ 192,991	\$ 29,381	\$ 222,373

Bonds Payable

Special Assessment Bonds dated June 1, 2015, payable to San Luis Valley Federal Bank for the purpose of public improvements within a special improvement district with the maximum principal amount \$650,000 with an interest rate of 4.75%. Payments will be made annually over a fifteen year period and the final payment is due in 2030. The facility is recorded in the fixed assets as infrastructure of the General Fund at \$443,375, less accumulated depreciation of \$88,675, at December 31, 2021.

Principal and interest payments on the Bonds are funded from assessments to property owners within the improvement district, and collected in the General Fund. A special assessment notes receivable of \$412,421 is recorded in the statement of net position for work on the improvement district. The terms of the receivable consists of annual payments, 4.75% interest rate, and final payment is due in 2030. The annual debt service for the revenue bond is as follows:

	Principal	Interest	Total
2022	\$ 35,000	\$ 3,432	\$ 38,432
2023	37,000	1,770	38,770
2024	259	12	271
	\$ 72,259	\$ 5,214	\$ 77,473

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

BUSINESS-TYPE ACTIVITIES

Water Augmentation

An annually renewable Lease Purchase Agreement, dated April 18, 2017, was entered into between Alamosa Capital Leasing Corporation (the “Corporation”), as sublessor, and the City of Alamosa (the “City”), as sublessee. The Corporation issued \$4,300,000 of Certificates of Participation Series 2017 to acquire certain water rights and water storage rights, relocate and construct a new discharge point for its wastewater treatment plant, and pay the legal and engineering costs of implementing such plans and construction (the “Project”) on land (the “Site”) owned by the City. The Certificates of Participation Series 2017 were refunded during the issuance of the Series 2019.

On December 26, 2019, the City issued Certificates of Participation Series 2019 in the amount of \$3,235,000 for the purpose of refunding \$3,552,000 of Certificates of Participation Series 2017. Proceeds in the amount of \$3,565,619 were placed into a certificate fund established at UMB Bank in order to pay the full called amount due on January 14, 2020. As a result, the Certificate of Participation Series 2017 refunded are considered defeased and the liability has been removed from the City’s Statement of Net Position. The Lease Purchase Agreement was entered into between Alamosa Capital Leasing Corporation (the “Corporation”), as sublessor, and the City of Alamosa (the “City”), as sublessee for certain water storage outbuildings and various agricultural sheds.

The City will make lease payments to the Corporation and the Corporation will use those funds to pay the principal and interest payments prescribed by the Certificates of Participation document. The interest rate is 4.0%.

Principal and interest payments on these Certificates of Participation will be funded from unrestricted resources and paid semi-annually in June and December. Principal repayments began June 1, 2020, and will finish on December 1, 2031. The cost of issuing the Certificates of Participation was \$36,852.

As a result of the advance refunding, the City reduced its total debt services requirements over the next 12 years by \$236,124, which resulted in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$209,675.

The annual requirements for the repayment of the Certificates of Participation Series 2019 is as follows:

	Principal	Interest	Total
2022	\$ 240,000	\$ 107,412	\$ 347,412
2023	255,000	99,106	354,106
2024	260,000	90,400	350,400
2025	270,000	79,800	349,800
2026	280,000	68,800	348,800
2027-2031	1,580,000	163,000	1,743,000
	\$ 2,885,000	\$ 608,518	\$ 3,493,518

Revenue Bonds Payable

Revenue Bonds dated November 2, 2006, payable to Colorado Water Resources and Power Development Authority for the purpose of constructing the arsenic removal facility with the maximum principal amount \$11,865,063 with an interest rate of 4.21%. Payments will be made semiannually over a twenty year period and the final payment is due in 2027. In February 2019, Colorado Water Resources and Power Development Authority refunded bonds to generate savings to their borrowers, which included the City of Alamosa. The interest rate will be reduced to 3.42%

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

and the savings will be allocated over 17 semiannual payments starting August 1, 2019. The facility is recorded in the fixed assets as utility plant of the Enterprise Fund at \$13,801,150, less accumulated depreciation of \$6,719,491, at December 31, 2021.

Principal and interest payments on the Revenue Bonds are funded from sales tax revenue collected in the Enterprise Fund. The annual debt service for the revenue bond is as follows:

	Principal	Fee	Interest	Refunding Savings	Total
2022	\$ 623,316	\$ 94,920	\$ 55,833	\$ -	\$ 774,069
2023	645,380	94,920	39,668	-	779,968
2024	656,412	94,920	25,198	-	776,530
2025	672,960	85,531	8,205	-	766,697
2026	722,605	58,844	-	(10,622)	770,827
2027	761,217	30,190	-	(41,880)	749,527
	<u>\$4,081,890</u>	<u>\$ 459,325</u>	<u>\$ 128,904</u>	<u>\$ (52,502)</u>	<u>\$4,617,617</u>

NOTE 7 PENSION PLANS

PERA DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan description. Eligible employees of the City are provided with pensions through the Local Government Division Trust Fund (LGDTF) - a cost-sharing multiple-employer defined benefit pension plan administered by PERA. Plan benefits are specified in Title 24, Article 51 of the Colorado Revised Statutes (C.R.S.), administrative rules set forth at 8 C.C.R. 1502-1, and applicable provisions of the federal Internal Revenue Code. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. PERA issues a publicly available comprehensive annual financial report (CAFR) that can be obtained at www.copera.org/investments/pera-financial-reports.

Benefits provided as of December 31, 2020. PERA provides retirement, disability, and survivor benefits. Retirement benefits are determined by the amount of service credit earned and/or purchased, highest average salary, the benefit structure(s) under which the member retires, the benefit option selected at retirement, and age at retirement. Retirement eligibility is specified in tables set forth at C.R.S. § 24-51-602, 604, 1713, and 1714.

The lifetime retirement benefit for all eligible retiring employees under the PERA Benefit Structure is the greater of the:

- Highest average salary multiplied by 2.5 percent and then multiplied by years of service credit
- The value of the retiring employee’s member contribution account plus a 100 percent match on eligible amounts as of the retirement date. This amount is then annuitized into a monthly benefit based on life expectancy and other actuarial factors.

In all cases the service retirement benefit is limited to 100 percent of highest average salary and also cannot exceed the maximum benefit allowed by federal Internal Revenue Code.

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

Members may elect to withdraw their member contribution accounts upon termination of employment with all PERA employers; waiving rights to any lifetime retirement benefits earned. If eligible, the member may receive a match of either 50 percent or 100 percent on eligible amounts depending on when contributions were remitted to PERA, the date employment was terminated, whether 5 years of service credit has been obtained and the benefit structure under which contributions were made.

As of December 31, 2020, benefit recipients who elect to receive a lifetime retirement benefit are generally eligible to receive post-retirement cost-of-living adjustments, referred to annual increases in the C.R.S, once certain criteria are met. Pursuant to SB 18-200, eligible benefit recipients under the PERA benefit structure will receive an annual increase who began membership before January 1, 2007 will receive an annual increase of 1.25 percent unless adjusted by the automatic adjustment provision (AAP) pursuant to C.R.S. § 24-51-413. Eligible benefit recipients under the PERA benefit structure who began membership on or after January 1, 2007 will receive the lesser of an annual increase of 1.25 percent or the average of the Consumer Price Index for Urban Wage Earners and Clerical Workers for the prior calendar year, not to exceed 10 percent of PERA's Annual Increase Reserve (AIR) for the LGDTF. The AAP may raise or lower the aforementioned annual increase by up to 0.25 percent based on the parameters specified C.R.S. § 24-51-413.

Disability benefits are available for eligible employees once they reach five years of earned service credit and are determined to meet the definition of disability. The disability benefit amount is based on the lifetime retirement benefit formula(s) shown above considering a minimum 20 years of service credit, if deemed disabled.

Survivor benefits are determined by several factors, which include the amount of earned service credit, highest average salary of the deceased, the benefit structure(s) under which service credit was obtained, and the qualified survivor(s) who will receive the benefits.

Contributions provisions as of December 31, 2021. Eligible employees and the City are required to contribute to the LGDTF at a rate set by Colorado statute. The contribution requirements are established under C.R.S. § 24-51-401, *et seq.* and C.R.S. § 24-51-413. Employee contribution rates for the period January 1, 2021 through December 31, 2021 are summarized in the table below:

	January 1, 2021 Through December 31, 2021 <hr style="width: 100%;"/> 8.50%
Employee contribution	

** Contribution rates for the LGDTF are expressed as a percentage of salary as defined in C.R.S. § 24-51-101 (42).

The employer contribution requirements for all employees are summarized in the table below:

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

	January 1, 2021 Through December 31, 2021
Employer Contribution Rate	10.50%
Amount of Employer Contribution apportioned to the Health Care Trust Fund as specified in C.R.S. § 24-51-208(1)(f)	-1.02%
Amount Apportioned to the LGDTF	9.48%
Amortization Equalization Disbursement (AED) as specified in C.R.S. § 24-51-411	2.20%
Supplemental Amortization Equalization Disbursement (SAED) as specified in C.R.S. § 24-51-411	1.50%
Defined Contribution Supplement as specified in C.R.S. § 24-51-415	.02%
Total Employer Contribution Rate to LGDTF	13.20%

**Contribution Rates for the LGDTF are expressed as a percentage of salary as defined in C.R.S. § 24-51-101(42).

Employer contributions are recognized by the LGDTF in the period in which the compensation becomes payable to the member and the City is statutorily committed to pay the contributions to the LGDTF. Employer contributions recognized by the LGDTF from the City were \$578,010 for the year ended December 31, 2021.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2021, the City reported a liability of \$2,809,443 for its proportionate share of the net pension liability. The net pension liability for the LGDTF was measured as of December 31, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019. Standard update procedures were used to roll forward the total pension liability to December 31, 2020. The City's proportion of the net pension liability was based on the City's contributions to the LGDTF for the calendar year 2020 relative to the total contributions of participating employers to the LGDTF.

At December 31, 2020, the City's proportion was 0.539 percent, which was an increase of 0.05590 from its proportion measured as of December 31, 2019.

For the year ended December 31, 2021, the City recognized pension expense of (\$80,328). At December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 135,834	\$ -
Net difference between projected and actual earnings on pension plan investments	-	3,038,257
Changes in proportion and differences between contributions recognized and proportionate share contributions	316,872	-
Changes of assumptions or other inputs	678,932	-
Contributions subsequent to the measurement date	537,090	-
Total	\$ 1,668,728	\$ 3,038,257

\$537,090 reported as deferred outflows of resources related to pensions, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended December 31, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended December 31,	
2022	\$ (101,159)
2023	(296,041)
2024	(1,029,914)
2025	(479,505)
2026	-
Thereafter	-
	\$ (1,906,619)

Actuarial assumptions. The total pension liability in the December 31, 2019 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

Actuarial cost method	Entry age
Price inflation	2.40 percent
Real wage growth	1.10 percent
Wage inflation	3.50 percent
Salary increases, including wage inflation	3.50 – 10.45 percent
Long-term investment Rate of Return, net of pension plan investment expenses, including price inflation	7.25 percent
Discount rate	7.25 percent
Post-retirement benefit increases:	
PERA Benefit Structure hired prior to 1/1/07; and DPS Benefit Structure (compounded annually)	1.25 percent
PERA Benefit Structure hired after 12/31/06 ¹	Financed by the AIR

¹ Post-retirement benefit increases are provided by the AIR, accounted separately within each Division Trust Fund, and subject to moneys being available; therefore, liabilities related to increases for members of these benefit tiers can never exceed available assets.

Healthy mortality assumptions for active members were based on the RP-2014 White Collar Employee Mortality Table, a table specifically developed for actively working people. To allow for an appropriate margin of improved mortality prospectively, the mortality rates incorporate a 70 percent factor applied to male rates and a 55 percent factor applied to female rates.

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

Post-retirement non-disabled mortality assumptions were based on the RP-2014 Healthy Annuitant Mortality Table, adjusted as follows:

- **Males:** Mortality improvement projected to 2018 using the MP-2015 projection scale, a 73 percent factor applied to rates for ages less than 80, a 108 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.
- **Females:** Mortality improvement projected to 2020 using the MP-2015 projection scale, a 78 percent factor applied to rates for ages less than 80, a 109 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.

The mortality assumption for disabled retirees was based on 90 percent of the RP-2014 Disabled Retiree Mortality Table.

The actuarial assumptions used in the December 31, 2019 valuations were based on the results of the 2016 experience analysis for the periods January 1, 2012 through December 31, 2015, as well as the October 28, 2016, actuarial assumptions workshop and were adopted by the PERA Board during the November 18, 2016, Board meeting.

Based on the 2020 experience analysis, dated October 28, 2020, for the period January 1, 2016, through December 31, 2019, revised economic and demographic assumptions were adopted by PERA’s Board on November 20, 2020, and were effective as of December 31, 2020. The assumptions shown below were reflected in the roll forward calculation of the total pension liability from December 31, 2019, to December 31, 2020.

Actuarial cost method	Entry age
Price inflation	2.30 percent
Real wage growth	0.70 percent
Wage inflation	3.00 percent
Salary increases, including wage inflation	3.20 – 11.30 percent
Long-term investment Rate of Return, net of pension plan investment expenses, including price inflation	7.25 percent
Discount rate	7.25 percent
Post-retirement benefit increases:	
PERA Benefit Structure hired prior to 1/1/07; and DPS Benefit Structure (compounded annually)	1.25 percent
PERA Benefit Structure hired after 12/31/06 ¹	Financed by the AIR

¹ Post-retirement benefit increases are provided by the AIR, accounted separately within each Division Trust Fund, and subject to moneys being available; therefore, liabilities related to increases for members of these benefit tiers can never exceed available assets.

Salary scale assumptions were revised to align with revised economic assumptions and to more closely reflect actual experience.

Rates of termination/withdrawal, retirement, and disability were revised to more closely reflect actual experience.

Pre-retirement mortality assumptions for Members other than State Troopers were based upon the PubG-2010 Employee Table with generational projection using scale MP-2019.

Post-retirement non-disabled mortality assumptions for Members other than State Troopers were based upon the PubG-2010 Healthy Retiree Table, adjusted as follows:

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

- **Males:** 94 percent of the rates prior to age 80 and 90 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.
- **Females:** 87 percent of the rates prior to age 80 and 107 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.

Post-retirement non-disabled beneficiary mortality assumptions were based upon the Pub-2010 Contingent Survivor Table, adjusted as follows:

- **Males:** 97 percent of the rates for all ages, with generational projection using scale MP-2019.
- **Females:** 105 percent of the rates for all ages, with generational projection using scale MP-2019.

Disabled mortality assumptions for Members other than State Troopers were based upon the PubNS-2010 Disabled Retiree Table using 99 percent of the rates for all ages with generational projection using scale MP-2019.

The mortality tables described above are generational mortality tables on a benefit-weighted basis.

The long-term expected return on plan assets is reviewed as part of regular experience studies prepared every four to five years for PERA. Recently this assumption has been reviewed more frequently. The most recent analyses were outlined in the Experience Study report dated October 28, 2020. As a result of the November 20, 2020, PERA Board meeting, the following economic assumptions were changed, effective December 31, 2020:

- Price inflation assumption decreased from 2.40 percent per year to 2.30 percent per year.
- Real rate of investment return assumption increased from 4.85 percent per year, net of investment expenses to 4.95 percent per year, net of investment expenses.
- Wage inflation assumption decreased from 3.50 percent per year to 3.00 percent per year.

Several factors were considered in evaluating the long-term rate of return assumption, including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation.

The PERA Board first adopted the 7.25 percent long-term expected rate of return as of November 18, 2016. Following an asset/liability study, the Board reaffirmed the assumed rate of return at the Board's November 15, 2019, meeting, to be effective January 1, 2020. As of the most recent reaffirmation of the long-term rate of return, the target asset allocation and best estimates of geometric real rates of return for each major asset class are summarized in the table as follows:

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

Asset Class	Target Allocation	30 Year Expected Geometric Real Rate of Return
Global Equity	54.00%	5.60%
Fixed Income	23.00%	1.30%
Private Equity	8.50%	7.10%
Real Estate	8.50%	4.40%
Alternatives ¹	6.00%	4.70%
Total	100.00%	

¹ The Opportunity Fund's name changed to Alternatives, effective January 1, 2020.

In setting the long-term expected rate of return, projections employed to model future returns provide a range of expected long-term returns that, including expected inflation, ultimately support a long-term expected rate of return assumption of 7.25%.

Discount rate. The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate applied the actuarial cost method and assumptions shown above. In addition, the following methods and assumptions were used in the projection of cash flows:

- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00%.
- Employee contributions were assumed to be made at the member contribution rates in effect for each year, including the scheduled increase in SB 18-200. Employee contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in the law for each year, including the scheduled increase in SB 18-200. Employer contributions also include current and estimated future AED and SAED, until the actuarial value funding ratio reaches 103 percent, at which point, the AED and SAED will each drop 0.50 percent every year until they are zero. Additionally, estimated employer contributions reflect reductions for the funding of the AIR and retiree health care benefits. For future plan members, employer contributions were further reduced by the estimated amount of total service costs for future plan members not financed by their member contributions.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- The AIR balance was excluded for the initial fiduciary net position, as, per statute, AIR amounts cannot be used to pay benefits until transferred to either the retirement benefits reserve or the survivor benefits reserve, as appropriate. AIR transfers to the fiduciary net position and the subsequent AIR benefit payments were estimated and included in the projections.
- Benefit payments and contributions were assumed to be made at the middle of the year.

Based on the above assumptions and methods, the LGDTF's fiduciary net position was projected to be available to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25 percent on pension plan investments was applied to all periods of projected benefit payments to determine the

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

total pension liability. The discount rate determination does not use the municipal bond index rate, and therefore, the discount rate is 7.25 percent. There was no change in the discount rate from the prior measurement date.

Sensitivity of the City's proportionate share of the net pension liability to changes in the discount rate. The following presents the proportionate share of the net pension liability calculated using the discount rate of 7.25 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net pension liability	\$ 6,471,837	\$ 2,809,443	\$ (248,179)

Pension plan fiduciary net position- Detailed information about the LGDTF's fiduciary net position is available in PERA's Annual Report which can be obtained at www.copera.org/investments/pera-financial-reports.

PERA DEFINED CONTRIBUTION PENSION PLAN

Plan Description - Employees of the City of Alamosa that are also members of the LGDTF may voluntarily contribute to the Voluntary Investment Program, an Internal Revenue Code Section 401(k) defined contribution plan administered by PERA. Title 24, Article 51, Part 14 of the C.R.S., as amended, assigns the authority to establish the Plan provisions to the PERA Board of Trustees. PERA issues a publicly available CAFR which includes additional information on the Voluntary Investment Program. That report may be obtained online at www.copera.org/investments/pera-financial-reports.

Funding Policy - The Voluntary Investment Program is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Title 24, Article 51, Section 1402 of the C.R.S., as amended. Employees are immediately vested in their own contributions, employer contributions, and investment earnings. For the year ended December 31, 2021 program members contributed \$27,550 for the Voluntary Investment Program.

ICMA DEFERRED COMPENSATION PLAN

ICMA Deferred Compensation Plan is available in lieu of PERA and is only available to department heads. The purpose of this plan is to provide retirement income and other deferred benefits to certain employees of the City in accordance with the provisions of section 457 of the Internal Revenue Code ("IRC"). The plan was adopted in 1984 and is a defined contribution plan. The City contributes 10.5%-14.2% of covered payroll and the employee is not required to contribute, although, they have the option to contribute to the plan. Total employer and employee contributions for 2021 were \$54,200. This exceeds the amount required as there are employees who have elected to make additional contributions. Of the five employees contributing two employees were making additional contributions. The City has no other liability other than to make the required monthly contribution.

The financial report can be obtained by writing to ICMA Retirement Corporation, 777 North Capital Street NE, Washington DC, 2002-4240 or by calling 1-800-669-7400.

POLICE MONEY PURCHASE PENSION PLAN

Pension benefits are provided for all employees of the Police Department through the City of Alamosa Police Department Money Purchase Pension Plan. This is a defined contribution retirement plan. Rollover and current contributions in the name of each police officer were deposited with the plan trustee and plan administrator - an

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

organization outside the City of Alamosa. The City has no other liability other than to make the required monthly contributions.

The Pension Plan was established in order to provide retirement income for eligible police officers and to provide funds for their beneficiaries in the event of death. Plan provisions and contribution requirements are established and may be amended by the Alamosa City Council.

The Plan requires employer and employee contributions of 10% of covered payroll. The employees contributed \$232,997 and the City recognized expense of \$198,993 during 2021.

The employees are immediately vested in their own contributions and 100% vested in the employer contributions after five years of service. Nonvested City contributions are forfeited upon termination of employment. Such forfeitures are used to cover a portion of the plan's administrative expenses. For the year ended December, 31, 2021 forfeitures reduced the City's pension expense by \$12,368.

VOLUNTEER FIREMEN'S DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan description

The City's defined benefit pension plan (the Plan), provides retirement, survivor, and funeral benefits to plan members and beneficiaries. The Plan is affiliated with the Affiliated Local Plans (AFL), an agent multiple-employer pension plan administered by the Fire and Police Pension Association of Colorado (FPPA). Title 31, Article 30, part 4 of the Colorado Revised Statutes provides for the creation of a Fireman's Pension Trust Fund and assigns the authority to establish and amend the benefit provisions of the plans that participate in AFL to the respective employer entities; for the Plan, that authority rests with a Board of Trustees composed of City board members and firefighters selected in accordance with Colorado Statutes. FPPA issues a publicly available comprehensive annual financial report that can be obtained at:

http://www.fppaco.org/pdfs/annual_audit_actuarial_reports/annual%20reports/2014%20FPPA%20CAFR.pdf.

Benefits provided

A volunteer fireman who has reached age 50 and attained 20 years of service may be granted a pension, not to exceed \$375 per month. In the event of injury or death, an annuity not to exceed \$187.50 per month may be granted to the fireman or his survivors. In addition, a onetime lump sum will be provided for funeral benefits. If at any time there is not sufficient money in the Fund to pay the full amount to which each beneficiary is entitled, an equal percentage of such monthly payment shall be made to each beneficiary until the Fund is replenished as to permit full payment.

Volunteers covered by the plan

At December 31, 2021, the following volunteers were covered by the benefit terms:

Retirees and beneficiaries	33
Inactive, nonretired members	4
Active Members	22
Total	<hr/> 59

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

Contributions

There are no paid employees within the volunteer firefighter's pension plan. The State of Colorado provides a discretionary contribution to the Plan as defined in the Colorado Revised Statutes. The City contributes to the Plan with proceeds from a local mill levy.

Contributions to the Plan from the City were \$42,769 for the year ended December 31, 2021.

Net Pension Asset

At December 31, 2021, the City reported an asset of \$557,046. The City's net pension asset was measured as of December 31, 2020, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of January 1, 2019.

Actuarial assumptions

Actuarially determined contribution rates are calculated as of January 1 of odd numbered years. The contribution rates have a one-year lag, so the actuarial valuation as of January 1, 2019 determines the contribution amounts for 2020 and 2021.

Methods and Assumptions Used to Determine Contribution Rates for the Fiscal Year Ending December 31, 2020:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Open*
Remaining Amortization Period	20 years*
Asset Valuation Method	5-Year smoothed fair value
Inflation	2.50%
Salary Increases	N/A
Investment Rate of Return	7.00%
Retirement Age	50% per year of eligibility until 100% at age 65.
Mortality	<p>Pre-retirement: 2006 central rates from the RP-2014 Employee Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years, 50% multiplier for off-duty mortality.</p> <p>Post-retirement: 2006 central rates from the RP -2014 Annuitant Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years.</p> <p>Disabled: 2006 central rates from the RP-2014 Disabled Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates for the scale for all years.</p>

*Plans that are heavily weighted with retiree liabilities use an amortization period based on the expected remaining lifetime of the participants.

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

Long-Term Expected Return on Plan Assets

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of December 31, 2020 are summarized in the following table:

Asset Class	Target Allocation	Long Term Expected Rate of Return
Cash	2%	2.32%
Fixed Income Rates	10%	4.01%
Fixed Income Credit	5%	5.25%
Absolute Return	10%	5.60%
Long Short	8%	6.87%
Global Equity	39%	8.23%
Private Markets	26%	10.63%
Total	<u>100%</u>	

Discount rate

Projected benefit payments are required to be discounted to their actuarial present values using a Single Discount Rate that reflects (1) a long-term expected rate of return on pension plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the plan's projected fiduciary net position is not sufficient to pay benefits).

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended December 31, 2021, the City recognized pension expense of (\$52,771). At December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 27,862	\$ -
Changes in assumptions	10,335	-
Net difference between projected and actual earnings on pension plan investments	51,932	180,215
Contributions subsequent to the measurement date	42,769	-
Total	<u>\$ 132,898</u>	<u>\$ 180,215</u>

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year ended December 31,</u>	
2022	\$ (18,276)
2023	(9,839)
2024	(40,698)
2025	(21,273)
2026	-
Thereafter	-
	<u><u>\$ (90,086)</u></u>

Sensitivity of the net pension liability to changes in the discount rate

The following presents the net pension liability of the City, calculated using a single discount rate of 7.0 percent, as well as the City's net pension liability would be if it were calculated using a single discount rate that is one percentage point lower (6.0 percent) or one percentage point higher (8.0 percent):

1% Decrease	Current Discount Rate	1% Increase
6.00%	7.00%	8.00%
<u>\$ (383,857)</u>	<u>\$ (557,046)</u>	<u>\$ (699,675)</u>

Changes in the net pension liability (asset)

The Schedule of Employers' Net Pension Liability presented in the Required Supplementary Information section presents multi-year trend information about whether the plan fiduciary net positions are increasing or decreasing over time relative to the total pension liability. The total pension liability as of December 31, 2020, is based on the results of the most recent actuarial valuation date and rolled-forward using generally accepted actuarial procedures.

NOTE 8 PERA POSTEMPLOYMENT HEALTHCARE BENEFITS

General Information about the OPEB Plan

Plan description. Eligible employees of the City are provided with OPEB through the HCTF—a cost-sharing multiple-employer defined benefit OPEB plan administered by PERA. The HCTF is established under Title 24, Article 51, Part 12 of the Colorado Revised Statutes (C.R.S.), as amended. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. Title 24, Article 51, Part 12 of the C.R.S., as amended, sets forth a framework that grants authority to the PERA Board to contract, self-insure, and authorize disbursements necessary in order to carry out the purposes of the PERACare program, including the administration of the premium subsidies. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. PERA issues a publicly available comprehensive annual financial report (Annual Report) that can be obtained at www.copera.org/investments/pera-financial-reports.

Benefits provided. The HCTF provides a health care premium subsidy to eligible participating PERA benefit recipients and retirees who choose to enroll in one of the PERA health care plans, however, the subsidy is not available if only enrolled in the dental and/or vision plan(s). The health care premium subsidy is based upon the benefit structure under which the member retires and the member's years of service credit. For members who retire having service credit with employers in the Denver Public Schools (DPS) Division and one or more of the other four Divisions (State, School, Local Government and Judicial), the premium subsidy is allocated between the

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

HCTF and the Denver Public Schools Health Care Trust Fund (DPS HCTF). The basis for the amount of the premium subsidy funded by each trust fund is the percentage of the member contribution account balance from each division as it relates to the total member contribution account balance from which the retirement benefit is paid.

C.R.S. § 24-51-1202 et seq. specifies the eligibility for enrollment in the health care plans offered by PERA and the amount of the premium subsidy. The law governing a benefit recipient's eligibility for the subsidy and the amount of the subsidy differs slightly depending under which benefit structure the benefits are calculated. All benefit recipients under the PERA benefit structure are eligible for a premium subsidy, if enrolled in a health care plan under PERACare.

Enrollment in the PERACare is voluntary and is available to benefit recipients and their eligible dependents, certain surviving spouses, and divorced spouses and guardians, among others. Eligible benefit recipients may enroll into the program upon retirement, upon the occurrence of certain life events, or on an annual basis during an open enrollment period.

PERA Benefit Structure

The maximum service-based premium subsidy is \$230 per month for benefit recipients who are under 65 years of age and who are not entitled to Medicare; the maximum service-based subsidy is \$115 per month for benefit recipients who are 65 years of age or older or who are under 65 years of age and entitled to Medicare. The basis for the maximum service-based subsidy, in each case, is for benefit recipients with retirement benefits based on 20 or more years of service credit. There is a 5 percent reduction in the subsidy for each year less than 20. The benefit recipient pays the remaining portion of the premium to the extent the subsidy does not cover the entire amount.

For benefit recipients who have not participated in Social Security and who are not otherwise eligible for premium-free Medicare Part A for hospital-related services, C.R.S. § 24-51-1206(4) provides an additional subsidy. According to the statute, PERA cannot charge premiums to benefit recipients without Medicare Part A that are greater than premiums charged to benefit recipients with Part A for the same plan option, coverage level, and service credit. Currently, for each individual PERACare enrollee, the total premium for Medicare coverage is determined assuming plan participants have both Medicare Part A and Part B and the difference in premium cost is paid by the HCTF on behalf of benefit recipients not covered by Medicare Part A.

Contributions. Pursuant to Title 24, Article 51, Section 208(1)(f) of the C.R.S., as amended, certain contributions are apportioned to the HCTF. PERA-affiliated employers of the State, School, Local Government, and Judicial Divisions are required to contribute at a rate of 1.02 percent of PERA-includable salary into the HCTF.

Employer contributions are recognized by the HCTF in the period in which the compensation becomes payable to the member and the City is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from the City were \$40,920 for the year ended December 31, 2021.

OPEB Liabilities, OPEB Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB.

At December 31, 2021, the City reported a liability of \$427,959 for its proportionate share of the net OPEB liability. The net OPEB liability for the HCTF was measured as of December 31, 2020, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2019. Standard update procedures were used to roll-forward the total OPEB liability to December 31, 2020. The City's proportion of the net OPEB liability was based on City contributions to the HCTF for the calendar year 2020 relative to the total contributions of participating employers to the HCTF.

At December 31, 2020, the City's proportion was .04504 percent, which was an increase of .00870 from its proportion measured as of December 31, 2019.

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

For the year ended December 31, 2021, the City recognized OPEB expense of (\$15,689). At December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 1,136	\$ 94,086
Net difference between projected and actual earnings on OPEB plan investments	-	17,487
Changes of assumptions or other inputs	3,198	26,242
Changes in proportion and differences between contributions recognized and proportionate share of contributions	101,341	11,076
Contributions subsequent to the measurement date	40,920	-
Total	\$ 146,595	\$ 148,891

\$40,920 is reported as deferred outflows of resources related to OPEB, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the year ended December 31, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended December 31,	
2022	\$(12,890)
2023	(10,444)
2024	(16,091)
2025	(11,947)
2026	7,554
Thereafter	602
	\$ (43,216)

Actuarial assumptions. The total OPEB liability in the December 31, 2019 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

Actuarial cost method	Entry age
Price inflation	2.40 percent
Real wage growth	1.10 percent
Wage inflation	3.50 percent
Salary increases, including wage inflation	3.50 percent in aggregate
Long-term investment rate of return, net of OPEB plan investment expenses, including price inflation	7.25 percent
Discount rate	7.25 percent
Health care cost trend rates	
PERA benefit structure:	
Service-based premium subsidy	0.00 percent
PERACare Medicare plans	8.10 percent in 2020, gradually decreasing to 4.50 percent in 2029
Medicare Part A premiums	3.50 percent in 2020, gradually increasing to 4.50 percent in 2029

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

In determining the additional liability for PERACare enrollees who are age 65 or older and who are not eligible for premium-free Medicare Part A in the December 31, 2019, valuation, the following monthly costs/premiums (actual dollars) are assumed for 2020 for the PERA Benefit Structure:

Medicare Plan	Initial Costs for Members without Medicare Part A		
	Monthly Cost	Monthly Premium	Monthly Cost Adjusted to Age
Medicare Advantage/Self-Insured Rx	\$588	\$227	\$550
Kaiser Permanente Medicare Advantage HMO	621	232	586

The 2020 Medicare Part A premium is \$458 (actual dollars) per month.

All costs are subject to the health care cost trend rates, as discussed below.

Health care cost trend rates reflect the change in per capita health costs over time due to factors such as medical inflation, utilization, plan design, and technology improvements. For the PERA benefit structure, health care cost trend rates are needed to project the future costs associated with providing benefits to those PERACare enrollees not eligible for premium-free Medicare Part A.

Health care cost trend rates for the PERA benefit structure are based on published annual health care inflation surveys in conjunction with actual plan experience (if credible), building block models and heuristics developed by health plan actuaries and administrators, and projected trends for the Federal Hospital Insurance Trust Fund (Medicare Part A premiums) provided by the Centers for Medicare & Medicaid Services. Effective December 31, 2019, the health care cost trend rates for Medicare Part A premiums were revised to reflect the current expectation of future increases in rates of inflation applicable to Medicare Part A premiums.

The PERA benefit structure health care cost trend rates that were used to measure the total OPEB liability are summarized in the table below:

Year	PERACare Medicare Plans	Medicare Part A Premiums
2020	8.10%	3.50%
2021	6.40%	3.75%
2022	6.00%	3.75%
2023	5.70%	3.75%
2024	5.50%	4.00%
2025	5.30%	4.00%
2026	5.10%	4.00%
2027	4.90%	4.25%
2028	4.70%	4.25%
2029+	4.50%	4.50%

Mortality assumptions used in the December 31, 2019 valuation for the determination of the total pension liability for each of the Division Trust Funds as shown below are applied, as applicable, in the determination of the total OPEB liability for the HCTF. Affiliated employers of the State, School, Local Government, and Judicial Divisions participate in the HCTF.

Healthy mortality assumptions for active members were based on the RP-2014 White Collar Employee Mortality Table, a table specifically developed for actively working people. To allow for an appropriate margin of improved

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

mortality prospectively, the mortality rates incorporate a 70 percent factor applied to male rates and a 55 percent factor applied to female rates.

Post-retirement non-disabled mortality assumptions for the State and Local Government Divisions were based on the RP-2014 Healthy Annuitant Mortality Table, adjusted as follows:

- **Males:** Mortality improvement projected to 2018 using the MP-2015 projection scale, a 73 percent factor applied to rates for ages less than 80, a 108 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.
- **Females:** Mortality improvement projected to 2020 using the MP-2015 projection scale, a 78 percent factor applied to rates for ages less than 80, a 109 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.

The mortality assumption for disabled retirees was based on 90 percent of the RP-2014 Disabled Retiree Mortality Table.

The actuarial assumptions used in the December 31, 2019, valuation were based on the results of the 2016 experience analysis for the period January 1, 2012, through December 31, 2015, as well as the October 28, 2016, actuarial assumptions workshop and were adopted by PERA’s Board during the November 18, 2016, Board meeting.

Based on the 2020 experience analysis, dated October 28, 2020, and November 4, 2020, for the period of January 1, 2016, through December 31, 2019, revised economic and demographic assumptions were adopted by PERA’s Board on November 20, 2020, and were effective as of December 31, 2020. The assumptions shown below were reflected in the roll forward calculation of the total OPEB liability from December 31, 2019, to December 31, 2020.

	Trust Fund
	Local Government Division
	Entry Age
Actuarial cost method	
Price inflation	2.30%
Real wage growth	0.70%
Wage inflation	3.00%
Salary increases, including wage inflation	3-20% - 11.30%

The long-term rate of return, net of OPEB plan investment expenses, including price inflation and discount rate assumptions were 7.25 percent.

Rates of termination/withdrawal, retirement, and disability were revised to more closely reflect actual experience.

Mortality assumptions used in the roll forward calculations for the determination of the total pension liability for each of the Division Trust Funds as shown below were applied, as applicable, in the roll forward calculation for the HCTF, using a headcount-weighted basis.

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

Pre-retirement mortality assumptions for the State and Local Government Divisions (Members other than State Troopers) were based upon the PubG-2010 Employee Table with generational projection using scale MP-2019.

Post-retirement non-disabled mortality assumptions for the State and Local Government Divisions (Members other than State Troopers) were based upon the PubG-2010 Healthy Retiree Table, adjusted as follows:

- **Males:** 94 percent of the rates prior to age 80 and 90 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.
- **Females:** 87 percent of the rates prior to age 80 and 107 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.

Post-retirement non-disabled beneficiary mortality assumptions were based upon the Pub-2010 Contingent Survivor Table, adjusted as follows:

- **Males:** 97 percent of the rates for all ages, with generational projection using scale MP-2019.
- **Females:** 105 percent of the rates for all ages, with generational projection using scale MP-2019.

Disabled mortality assumptions for Members other than State Troopers were based upon the PubNS-2010 Disabled Retiree Table using 99 percent of the rates for all ages with generational projection using scale MP-2019.

The mortality tables described above are generational mortality tables on a head-count weighted basis.

The following health care costs assumptions were updated and used in in the roll forward calculation for the HCTF:

- Initial per capita health care costs for those PERACare enrollees under the PERA benefit structure who are expected to attain age 65 and older ages and are not eligible for premium-free Medicare Part A benefits were updated to reflect the change in costs for the 2020 plan year.
- The health care cost trend rates for Medicare Part A premiums were revised to reflect the then-current expectation of future increases in rates of inflation applicable to Medicare Part A premiums.

Actuarial assumptions pertaining to the per capita health care costs and their related trend rates are analyzed and updated annually by the Board's actuary, as discussed above.

The long-term expected return on plan assets is reviewed as part of regular experience studies prepared every four or five years for PERA. Recently, this assumption has been reviewed more frequently. The most recent analyses were outlined in the Experience Study report dated October 28, 2020. As a result of the November 20, 2020, PERA Board meeting, the following economic assumptions were changed, effective December 31, 2020:

- Price inflation assumption decreased from 2.40 percent per year to 2.30 percent per year.
- Real rate of investment return assumption increased from 4.85 percent per year, net of investment expenses to 4.95 percent per year, net of investment expenses.

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

- Wage inflation assumption decreased from 3.50 percent per year to 3.00 percent per year.

Several factors were considered in evaluating the long-term rate of return assumption, including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation.

The PERA Board first adopted the 7.25 percent long-term expected rate of return as of November 18, 2016. Following an asset/liability study, the Board reaffirmed the assumed rate of return at the Board’s November 15, 2019 meeting, to be effective January 1, 2020. As of the most recent reaffirmation of the long-term rate of return, the target asset allocation and best estimates of geometric real rates of return for each major asset class are summarized in the table as follows:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>30 Year Expected Geometric Real Rate of Return</u>
Global Equity	54.00%	5.60%
Fixed Income	23.00%	1.30%
Private Equity	8.50%	7.10%
Real Estate	8.50%	4.40%
Alternatives ¹	6.00%	4.70%
Total	100.00%	

¹ The Opportunity Fund's name changed to Alternatives, effective January 1, 2020.

In setting the long-term expected rate of return, projections employed to model future returns provide a range of expected long-term returns that, including expected inflation, ultimately support a long-term expected rate of return assumption of 7.25%.

Sensitivity of the City’s proportionate share of the net OPEB liability to changes in the Health Care Cost Trend Rates. The following presents the net OPEB liability using the current health care cost trend rates applicable to the PERA benefit structure, as well as if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current rates:

	<u>1% Decrease in Trend Rates</u>	<u>Current Trend Rates</u>	<u>1% Increase in Trend Rates</u>
Initial PERACare Medicare trend rate	7.10%	8.10%	9.10%
Ultimate PERACare Medicare trend rate	3.50%	4.50%	5.50%
Initial Medicare Part A trend rate	2.50%	3.50%	4.50%
Ultimate PERACare Medicare Part A trend rate	3.50%	4.50%	5.50%
Net OPEB Liability	\$ 416,898	\$ 427,959	\$ 440,835

Discount rate. The discount rate used to measure the total OPEB liability was 7.25 percent. The projection of cash flows used to determine the discount rate applied the actuarial cost method and assumptions shown above. In addition, the following methods and assumptions were used in the projection of cash flows:

- Updated health care cost trend rates for Medicare Part A premiums as of the December 31, 2020, measurement date.

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00%.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law and effective as of the measurement date.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- Estimated transfers into the HCTF representing a portion of purchase service agreements intended to cover the costs associated with OPEB benefits.
- Benefit payments and contributions were assumed to be made at the middle of the year.

Based on the above assumptions and methods, the projection test indicates the HCTF’s fiduciary net position was projected to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25 percent on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability. The discount rate determination does not use the municipal bond index rate, and therefore, the discount rate is 7.25 percent.

Sensitivity of the City’s proportionate share of the net OPEB liability to changes in the discount rate. The following presents the proportionate share of the net OPEB liability calculated using the discount rate of 7.25 percent, as well as what the proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net OPEB liability	\$ 490,235	\$ 427,959	\$ 374,749

OPEB plan fiduciary net position. Detailed information about the HCTF’s fiduciary net position is available in PERA’s Annual Report which can be obtained at www.copera.org/investments/pera-financial-reports.

NOTE 9 SEGMENT INFORMATION FOR ENTERPRISE FUND

Because water, sewer, and sanitation services are provided for in one fund, several items cannot be allocated between each segment. Therefore, a condensed statement of net position and statement of cash flows, as well as some line items have been omitted in the segment information.

The following is a summary of operating income and expense information on the various segments of the Enterprise Fund. All services are provided from a single enterprise fund.

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

	<u>WATER</u>	<u>SEWER</u>	<u>SANITATION</u>	<u>TOTAL</u>
Charges for Services	\$ 2,084,727	\$ 1,306,296	\$ 1,631,266	\$ 5,022,289
Miscellaneous Revenue	77,517	-	-	77,517
Total Operating Revenue	<u>2,162,244</u>	<u>1,306,296</u>	<u>1,631,266</u>	<u>5,099,806</u>
Operating Expense	1,034,849	740,133	816,007	2,590,989
Depreciation & Amortization	964,742	477,041	126,134	1,567,917
Total Operating Expense	<u>1,999,591</u>	<u>1,217,174</u>	<u>942,141</u>	<u>4,158,906</u>
OPERATING INCOME (LOSS)	<u>162,653</u>	<u>89,122</u>	<u>689,125</u>	<u>940,900</u>
Non-operating Revenue/(Expense)				
Bond Interest	(188,437)	-	-	(188,437)
Sales Tax Revenue	1,698,100	-	-	1,698,100
Bond Administrative Fees	(94,921)	-	-	(94,921)
Grant Revenue	210,437	-	-	210,437
Interest on Investments	1,064	-	-	1,064
Gain on Sale of Assets	-	-	-	-
Total Non-operating Expense	<u>1,626,243</u>	<u>-</u>	<u>-</u>	<u>1,626,243</u>
Income (Loss) Before Operating Transfers	<u>1,788,896</u>	<u>89,122</u>	<u>689,125</u>	<u>2,567,143</u>
Capital Contributions (Water & Sewer Taps)	<u>37,334</u>	<u>10,500</u>	<u>-</u>	<u>47,834</u>
Transfers				
Transfer In	525,250	-	-	525,250
Transfer Out	(734,072)	(350,742)	(320,685)	(1,405,499)
Total Transfers	<u>(208,822)</u>	<u>(350,742)</u>	<u>(320,685)</u>	<u>(880,249)</u>
Change in Net Position	<u>\$ 1,617,408</u>	<u>\$ (251,120)</u>	<u>\$ 368,440</u>	<u>1,734,728</u>
Net Position at Beginning of Year				<u>28,620,804</u>
Net Position at End of Year				30,355,532
Adjustment to reflect consolidation of Internal Service Fund				<u>246,455</u>
Net Position of Business-Type Activities				<u>\$ 30,601,987</u>

	<u>WATER</u>	<u>SEWER</u>	<u>SANITATION</u>	<u>TOTAL</u>
Total Utility Plant	\$ 16,681,894	\$ 10,113,019	\$ -	\$ 26,794,913
Total other Capital Assets	15,487,877	9,331,462	1,941,138	26,760,477
Accumulated Depreciation	15,607,537	9,188,145	1,180,093	25,975,775
2021 Additions to Utility Plant	250,338	-	-	250,338
2021 Additions to other Capital Assets	517,183	650,001	128,049	1,295,233

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

NOTE 10 RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. There have been no significant reductions in insurance coverage. Settled claims from these risks have not exceeded commercial insurance coverage for the current year or the three prior years.

Self-Funded Insurance

The City provides health insurance benefits to all full-time employees through a self-funded insurance program. An Internal Service Fund was created to account for the self-funded insurance. The insurance program is administered by a professional administration company. The other funds of the City participate in the program and make payments to the Internal Service Fund based on actuarial estimates of the amounts needed to pay premiums and claims. The City pays the first 75% of the monthly rate and the remaining 25% is provided from payroll withholdings. The dollar amounts of the City's share of the different rates per employee as of December 31, 2021, are as follows:

	Medical Only	Medical and Dental	Medical and Vision	Medical, Dental and Vision
Single Employee Medical	\$ 536	\$ 561	\$ 543	\$ 568
Employee plus child(ren)	901	957	913	969
Employee plus spouse	1,005	1,054	1,017	1,067
Employee plus family	1,166	1,247	1,185	1,266

The above rates include employee life insurance premiums.

The plan is amended annually because of changes in coverage, deductibles, limits of liability, and stop loss carriers. On October 1, 2021, the plan was amended to reflect the following conditions.

Employees pay 30% of the deductible if they are out of the network and 20% if they are in the network after meeting the \$575 deductible for singles and the \$1,150 deductible for a family. The plan also has a \$2,875 out of pocket max for singles and \$6,925 out of pocket max for family per year. Co-pays for the office visits are not subject to deductible, but do count toward the calendar year maximum. The City has purchased stop loss coverage to cover claims in excess of \$40,000, which is the specific liability. The maximum aggregate benefit per benefit period is unlimited.

The Internal Service Fund is responsible for collecting premiums, paying medical, prescription and life insurance claims, and purchasing certain insurance policies which include individual (specific) stop loss reinsurance and aggregate stop loss reinsurance. Interfund revenues and expenses are accrued when the interfund premiums are earned. Claims settlement and loss expenses are accrued in the Internal Service Fund for the estimated settlement value of claims reported and unreported up to stop loss arising from incidents during the period.

The claims liability of \$111,009 at December 31, 2021, is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred and the date of the financial statements and the amount of the loss can be reasonably estimated. Changes in the Internal Service Fund's claims liability amount in fiscal 2021 and 2020 were:

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

Fiscal Year	Beginning Claims Liability	Current Year Claims and Changes in Estimates	Claim Payments	Ending Claims Liability
2020	\$ 122,100	\$ 701,906	\$ 709,890	\$ 114,116
2021	\$ 114,116	\$ 795,733	\$ 798,840	\$ 111,009

NOTE 11 TABOR EMERGENCY RESERVE

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local governments. The amendment is complex and subject to judicial interpretation. The City believes it is in compliance with the requirements of the amendment.

Fiscal year spending and revenue limits are determined based on the prior years' spending adjusted for inflation and local growth. Revenue in excess of the limit must be refunded unless the voters approve retention of such revenue.

The voters of the City passed ballot issues in 1993, 1995, and 1996 allowing for the retention of revenues generated in excess of the limits imposed by the amendment.

The amendment also requires that emergency reserves be established. These reserves must be at least three percent of fiscal year spending. This emergency reserve has been presented as restricted net position/fund balance in the financial statements. The City is not allowed to use the emergency reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

NOTE 12 JOINT VENTURE

San Luis Valley Regional Solid Waste Authority

The San Luis Valley Regional Solid Waste Authority was created by an intergovernmental agreement between Rio Grande County and Alamosa County on April 14, 1995, pursuant to the authority granted by C.R.S. 29-1-203. It has been designated as a joint venture under the provisions of GASB Statement No. 14. Its purpose is to provide the citizens of both counties an integrated municipal solid waste disposal facility in accordance with provision of C.R.S. 30-20-1005.

The Authority is governed by a Board of Directors consisting of five members as follows: one Rio Grande County Commissioner, one Alamosa County Commissioner, one director appointed by the City of Monte Vista, one director appointed by the City of Alamosa, and one director who is a member of the Rio Grande County Land Use or administrative staff as appointed by the Rio Grande County Commissioners.

It is the intent of the counties that the initial funding of the Authority by each county be provided on a loan basis in substantially the same proportion that the population of each county bears to the combined population of both counties. Alamosa and Rio Grande Counties may provide additional funding at any time in the future if they choose to do so by resolution.

The City of Alamosa is not exposed to any closure or post-closure expenses.

CITY OF ALAMOSA, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

The most recent audited financial statements of the Authority report total assets of \$4,760,789, total liabilities of \$1,316,807, and net position of \$3,443,982 at December 31, 2021.

The San Luis Valley Regional Solid Waste Authority issues publicly available annual financial statements. That report may be obtained by writing to the San Luis Valley Regional Solid Waste Authority, PO Box 861, Monte Vista, Colorado 81144.

NOTE 13 COMMITMENTS AND CONTINGENCIES

Grant Programs

The City participates in a number of federal and state grant programs. These programs are subject to program compliance audits by the grantors or their representatives. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

Litigation

The City is currently the defendant in lawsuits arising principally in the normal course of operations. In the opinion of legal counsel, the outcome of the lawsuit will not have a material adverse effect on the accompanying financial statements, accordingly, no provision for losses has been recorded.

COVID-19

In March of 2020, the COVID-19 virus was declared a global pandemic. Business continuity throughout the City could be severely impacted for months or more, as significant and unprecedented measures to mitigate the consequences of the pandemic are undertaken. The City has received American Rescue Plan Act (ARPA) funding to mitigate some of the costs/losses incurred as a result of the pandemic. However, no adjustments have been made to these financial statements as additional impact is unknown at this time.

CITY OF ALAMOSA, COLORADO

REQUIRED SUPPLEMENTARY INFORMATION

In addition to the basic financial statements, a budgetary comparison schedule is required for the General Fund, and if applicable, each of the City's major special revenue funds. In addition, pension plan contributions and the City's proportionate share of the net pension and OPEB liability are required to supplement the basic financial statements.

CITY OF ALAMOSA, COLORADO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended December 31, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
REVENUES				
Taxes				
Property Taxes	\$ 550,000	\$ 550,000	\$ 544,694	\$ (5,306)
Motor Vehicle - S. O. T.	70,000	70,000	83,898	13,898
Sales Tax - City	3,027,602	3,027,602	3,448,418	420,816
Sales Tax - County	3,961,983	3,961,983	4,787,520	825,537
Cigarette Tax	22,000	22,000	29,544	7,544
Construction Use Tax	90,000	90,000	113,216	23,216
Gas Franchise Tax	110,000	110,000	119,628	9,628
Electric Franchise Tax	190,000	190,000	214,059	24,059
Telephone Franchise Tax	3,500	3,500	2,584	(916)
Television Franchise Tax	65,000	65,000	62,906	(2,094)
PILT	34,000	34,000	40,238	6,238
Total Taxes	<u>8,124,085</u>	<u>8,124,085</u>	<u>9,446,705</u>	<u>1,322,620</u>
Licenses and Permits				
Liquor Licenses	12,000	12,000	13,839	1,839
Contracting Licenses	2,500	2,500	4,075	1,575
Building and Other Permits	80,000	80,000	111,747	31,747
Dog and Bike Licenses	800	800	546	(254)
Sales Tax Licenses	15,000	15,000	20,795	5,795
Total Licenses and Permits	<u>110,300</u>	<u>110,300</u>	<u>151,002</u>	<u>40,702</u>
Intergovernmental Revenue				
Motor Vehicle Registration Fees	30,000	30,000	33,021	3,021
Highway Users Tax	257,000	257,000	314,133	57,133
Coronavirus Grants	-	703,315	385,580	(317,735)
Law Enforcement Grants	10,000	10,000	100,892	90,892
Pass Thru Grants	620,792	620,792	735,604	114,812
Other Grants	15,000	355,844	286,204	(69,640)
Total Intergovernmental Revenue	<u>932,792</u>	<u>1,976,951</u>	<u>1,855,434</u>	<u>(121,517)</u>
Charges for Services				
Special Policeman Services	10,000	10,000	4,393	(5,607)
Special Fire Services	25,000	25,000	18,021	(6,979)
Economic Development Revenue	25,000	25,000	37,065	12,065
Cemetery Fees	12,000	12,000	14,735	2,735
Street Improvements	68,587	68,587	134,972	66,385
Total Charges for Services	<u>140,587</u>	<u>140,587</u>	<u>209,186</u>	<u>68,599</u>
Fines and Forfeits				
Municipal Court Fines	101,000	101,000	86,410	(14,590)
County Court Fines	6,000	6,000	2,044	(3,956)
Total Fines and Forfeits	<u>107,000</u>	<u>107,000</u>	<u>88,454</u>	<u>(18,546)</u>

CITY OF ALAMOSA, COLORADO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended December 31, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
Investment Income	70,000	70,000	23,162	(46,838)
Miscellaneous Revenue				
Lease Agreement Revenue	120,000	120,000	124,101	4,101
General Miscellaneous	129,500	129,500	315,596	186,096
Public Safety Miscellaneous	2,000	2,000	2,916	916
Public Works Miscellaneous	-	-	7,075	7,075
Total Miscellaneous Revenue	<u>251,500</u>	<u>251,500</u>	<u>449,688</u>	<u>198,188</u>
TOTAL REVENUES	<u>9,736,264</u>	<u>10,780,423</u>	<u>12,223,631</u>	<u>1,443,208</u>
EXPENDITURES				
General Government				
City Council and Mayor	104,170	104,170	89,687	14,483
City Manager	288,350	290,202	288,126	2,076
Legal Services	141,420	168,937	163,438	5,499
Municipal Court	810,337	920,337	910,542	9,795
Information Technology Department	576,588	898,395	806,964	91,431
City Clerk	124,520	126,233	119,731	6,502
City Hall Complex Maintenance and Operation	450,050	530,050	505,310	24,740
Financial Administration	403,130	403,130	387,739	15,391
HR/Risk Management	158,500	158,500	151,517	6,983
Bonds and Insurance Premiums	273,000	334,100	334,206	(106)
Total General Government	<u>3,330,065</u>	<u>3,934,054</u>	<u>3,757,260</u>	<u>176,794</u>
Public Safety				
Police Administration	227,187	227,187	213,326	13,861
Police Operational	2,108,385	2,139,169	2,064,628	74,541
Fire Protection	361,040	654,992	445,005	209,987
Support Services	586,509	586,509	543,631	42,878
Development Services	-	109,524	113,624	(4,100)
Total Public Safety	<u>3,283,121</u>	<u>3,717,381</u>	<u>3,380,214</u>	<u>337,167</u>
Public Works				
Administration	395,820	301,470	182,881	118,589
Maintenance of Condition	923,460	923,460	834,332	89,128
Building Maintenance	304,620	304,620	279,149	25,471
Fleet Maintenance	250,870	250,870	240,712	10,158
Planning	-	-	-	-
Total Public Works	<u>1,874,770</u>	<u>1,780,420</u>	<u>1,537,074</u>	<u>243,346</u>
Health and Welfare				
Cemetery Operations	92,050	92,050	89,061	2,989

CITY OF ALAMOSA, COLORADO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended December 31, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
Culture and Recreation				
Parks	525,800	525,800	517,803	7,997
Economic Development	149,180	149,180	137,010	12,170
Total Culture and Recreation	<u>674,980</u>	<u>674,980</u>	<u>654,813</u>	<u>20,167</u>
Capital Outlay				
General Government	109,500	109,500	109,449	51
Public Safety	94,760	130,000	125,533	4,467
Highways and Streets	934,100	934,100	891,538	42,562
Culture and Recreation	43,000	43,000	35,240	7,760
Total Capital Outlay	<u>1,181,360</u>	<u>1,216,600</u>	<u>1,161,760</u>	<u>54,840</u>
Debt Service	<u>38,587</u>	<u>130,396</u>	<u>130,458</u>	<u>(62)</u>
TOTAL EXPENDITURES	<u>10,474,933</u>	<u>11,545,881</u>	<u>10,710,640</u>	<u>835,241</u>
Excess (deficiency) of revenues over expenditures	<u>(738,669)</u>	<u>(765,458)</u>	<u>1,512,991</u>	<u>2,278,449</u>
OTHER FINANCING SOURCES (USES)				
Debt Proceeds	-	-	-	-
Transfers In	883,011	949,511	949,511	-
Transfers Out	(801,700)	(968,950)	(943,450)	25,500
TOTAL OTHER FINANCING SOURCES (USES)	<u>81,311</u>	<u>(19,439)</u>	<u>6,061</u>	<u>25,500</u>
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	<u>(657,358)</u>	<u>(784,897)</u>	<u>1,519,052</u>	<u>2,303,949</u>
Fund Balance - Beginning of Year	<u>6,182,433</u>	<u>6,182,433</u>	<u>7,967,655</u>	<u>1,785,222</u>
Fund Balance - End of Year	<u>\$ 5,525,075</u>	<u>\$ 5,397,536</u>	<u>\$ 9,486,707</u>	<u>\$ 4,089,171</u>

Notes to the Required Supplementary Information

The basis of budgeting is the same as GAAP.
This schedule is presented on the GAAP basis.

CITY OF ALAMOSA, COLORADO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
COMMUNITY RECREATION FUND
For the Year Ended December 31, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
REVENUES				
Sales Tax	\$ 1,513,801	\$ 1,513,801	\$ 1,698,100	\$ 184,299
Intergovernmental Revenue - Grant	222,226	625,419	585,828	(39,591)
Charges for Services				
Recreation Membership Fees	641,000	941,000	918,937	(22,063)
Net Investment Income/(Loss)	1,500	1,500	3,186	1,686
Miscellaneous Revenue				
Lease Agreement Revenue	-	-	3,571	3,571
Recreation Micellaneous Revenue	5,000	5,000	12,839	7,839
Sponsorships and Donations	15,100	15,100	25,777	10,677
Total Miscellaneous Revenue	20,100	20,100	42,187	22,087
TOTAL REVENUES	2,398,627	3,101,820	3,248,238	146,418
EXPENDITURES				
Culture and Recreation				
Personnel Services	1,449,702	1,583,164	1,323,442	259,722
Other Miscellaneous Supplies	134,200	184,200	182,466	1,734
Travel and Conference/Includes Meals	4,750	4,750	4,216	534
Telephone Services	8,600	8,600	7,788	812
Tuition and Training	2,500	2,500	798	1,702
Membership and Dues	33,200	33,200	25,740	7,460
Books and Magazines	41,800	41,800	40,502	1,298
Other Expenses	172,011	372,011	296,086	75,925
Electrical Services	80,000	80,000	71,865	8,135
Repairs and Maintenance Agreement	95,150	95,150	104,457	(9,307)
Gas and Oil	42,000	42,000	67,086	(25,086)
Vehicle Repair	2,000	2,000	819	1,181
Recreation Programs	58,000	58,000	48,945	9,055
Library	12,500	12,500	7,250	5,250
Advertising	5,850	5,850	7,701	(1,851)
Other Office Equipment/Furniture/Fixtures	27,671	27,672	31,500	(3,828)
Total Culture and Recreation Expenditures	2,169,934	2,553,397	2,220,661	332,736
Debt Service	208,738	208,738	208,738	-
Capital Outlay	11,500	311,500	208,672	102,828
TOTAL EXPENDITURES	2,390,172	3,073,635	2,638,071	435,564

CITY OF ALAMOSA, COLORADO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
COMMUNITY RECREATION FUND
For the Year Ended December 31, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
Excess (deficiency) of revenues over expenditures	8,455	28,185	610,167	581,982
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	(203,117)	(203,117)	(203,117)	-
Lease Proceeds	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(203,117)	(203,117)	(203,117)	-
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(194,662)	(174,932)	407,050	581,982
Fund Balance - Beginning of Year	1,016,769	1,016,769	669,025	(347,744)
Fund Balance - End of Year	\$ 822,107	\$ 841,837	\$ 1,076,075	\$ 234,238

Notes to the Required Supplementary Information

The basis of budgeting is the same as GAAP.
This schedule is presented on the GAAP basis.

CITY OF ALAMOSA, COLORADO
SCHEDULE OF THE PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
PERA LGDTF PENSION PLAN
For the Years Ended December 31,

	2021	2020	2019	2018	2017	2016	2015	2014
City's proportion of the net pension liability	0.5391090338%	0.4832120305%	0.4827167715%	0.4879681964%	0.4762166783%	0.4820491368%	0.4820543148%	0.4461781371%
City's proportionate share of the net liability (asset)	\$ 2,809,443	\$ 3,534,169	\$ 6,068,778	\$ 5,433,184	\$ 6,430,549	\$ 5,310,162	\$ 4,320,696	\$ 3,671,694
City's covered payroll	\$ 4,011,896	\$ 3,846,636	\$ 3,333,131	\$ 3,096,651	\$ 2,960,839	\$ 2,886,467	\$ 2,737,660	\$ 2,641,441
City's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	70%	92%	182%	175%	217%	184%	158%	139%
Plan fiduciary net position as a percentage of the total pension liability	90.88%	86.26%	75.96%	79.37%	73.60%	76.90%	80.70%	77.66%

**This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled the City presents information for those years for which information is available.

See Notes to the Required Supplementary Information

CITY OF ALAMOSA, COLORADO
SCHEDULE OF CONTRIBUTIONS
PERA LGDTF PENSION PLAN
For the Years Ended December 31,

	2021	2020	2019	2018	2017	2016	2015	2014
Contractually required contribution	\$ 537,090	\$ 497,370	\$ 422,641	\$ 392,655	\$ 375,434	\$ 366,064	\$ 347,135	\$ 334,935
Contributions in relation to the contractually required contribution	(537,090)	(497,370)	(422,641)	(392,655)	(375,434)	(366,064)	347,135	334,935
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 732,128	\$ -	\$ -
City's covered payroll	\$ 4,011,896	\$ 3,846,636	\$ 3,333,131	\$ 3,096,651	\$ 2,960,839	\$ 2,886,467	\$ 2,737,660	\$ 2,641,441
Contributions as a percentage of covered payroll	13.39%	12.93%	12.68%	12.68%	12.68%	12.68%	12.68%	12.68%

**This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled the City presents information for those years for which information is available.

See Notes to the Required Supplementary Information

CITY OF ALAMOSA, COLORADO
SCHEDULE OF THE PROPORTIONATE SHARE
OF THE NET OPEB LIABILITY
COLORADO PERA HEALTHCARE TRUST FUND
For the Years Ended December 31,

	2021	2020	2019	2018	2017
City's proportion of the net OPEB liability	0.0450376257%	0.0363332736%	0.0368005897%	0.0378208553%	0.0365560895%
City's proportionate share of the net OPEB liability (asset)	\$ 427,959	\$ 408,385	\$ 500,687	\$ 491,520	\$ 473,962
City's covered payroll	\$ 4,011,896	\$ 3,846,636	\$ 3,333,131	\$ 3,096,651	\$ 2,960,839
City's proportionate share of the net OPEB liability (asset) as a percentage of its covered payroll	11%	11%	15%	16%	16%
Plan fiduciary net position as a percentage of the total OPEB liability	32.78%	24.49%	17.03%	17.53%	16.72%

**This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled the City presents information for those years for which information is available.

See Notes to the Required Supplementary Information

CITY OF ALAMOSA, COLORADO
SCHEDULE OF CONTRIBUTIONS
COLORADO PERA HEALTHCARE TRUST FUND
For the Years Ended December 31,

	2021	2020	2019	2018	2017
Contractually required contribution	\$ 40,920	\$ 39,236	\$ 33,998	\$ 31,586	\$ 31,586
Contributions in relation to the contractually required contribution	<u>(40,920)</u>	<u>(39,236)</u>	<u>(33,998)</u>	<u>(31,586)</u>	<u>(31,586)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 4,011,896	\$ 3,846,636	\$ 3,333,131	\$ 3,096,651	\$ 2,960,839
Contributions as a percentage of covered payroll	1.02%	1.02%	1.02%	1.02%	1.07%

**This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled the City presents information for those years for which information is available.

See Notes to the Required Supplementary Information

CITY OF ALAMOSA, COLORADO
SCHEDULE OF CHANGES IN NET PENSION LIABILITY
AND RELATED RATIOS
FPPA AFFILIATED LOCAL PLAN
For the Measurement Period Ending December 31, 2021

	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability							
Service Cost	\$ 12,535	\$ 12,535	\$ 10,745	\$ 10,745	\$ 13,682	\$ 13,682	\$ 10,697
Interest on the Total Pension Liability	97,796	97,938	98,854	99,077	93,795	94,034	97,871
Benefit Changes	-	-	-	-	-	-	-
Difference between expected and actual experience of total pension liability	-	-	20,518	-	37,802	-	(53,810)
Changes of Assumptions	34,263	-	62,607	-	39,416	-	-
Benefit Payments	(112,501)	(112,501)	(112,477)	(113,088)	(112,588)	(109,282)	(105,551)
Net Change in Total Pension Liability	32,093	(2,028)	80,247	(3,266)	72,107	(1,566)	(50,793)
Total Pension Liability - Beginning	1,446,223	1,448,251	1,368,004	1,371,270	1,299,163	1,300,729	1,351,522
Total Pension Liability - Ending	\$ 1,478,316	\$ 1,446,223	\$ 1,448,251	\$ 1,368,004	\$ 1,371,270	\$ 1,299,163	\$ 1,300,729
Plan Fiduciary Net Position							
Contributions- Employer	\$ 42,560	\$ 39,681	\$ 39,302	\$ 38,938	\$ 56,245	\$ 75,195	\$ -
Net Investment Income	235,242	238,992	1,060	229,648	82,403	28,180	103,994
Benefit Payments	(112,501)	(112,501)	(112,477)	(113,088)	(112,588)	(109,282)	(105,551)
Pension Plan Administrative Expense	(10,536)	(15,504)	(13,982)	(13,488)	(2,722)	(3,553)	(2,761)
State of Colorado Supplemental Discretionary Payment	-	18,549	18,549	18,549	18,549	-	18,549
Net Change in Plan Fiduciary Net Position	154,765	169,217	(67,548)	160,559	41,887	(9,460)	14,231
Plan Fiduciary Net Position-							
Beginning (Market Value of Assets at Beginning of Year)	1,880,597	1,711,380	1,778,928	1,618,369	1,576,482	1,585,942	1,571,711
Plan Fiduciary Net Position-							
Ending (Market Value of Assets at End of Year)	\$ 2,035,362	\$ 1,880,597	\$ 1,711,380	\$ 1,778,928	\$ 1,618,369	\$ 1,576,482	\$ 1,585,942
Net Pension Liability (Asset)	\$ (557,046)	\$ (434,374)	\$ (263,129)	\$ (410,924)	\$ (247,099)	\$ (277,319)	\$ (285,213)
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	137.68%	130.04%	118.17%	130.04%	118.02%	121.35%	121.93%
Covered Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net Pension Liability/(Asset) as a percentage of covered payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A

See Notes to the Required Supplementary Information

CITY OF ALAMOSA, COLORADO
SCHEDULE OF CONTRIBUTIONS
FPPA AFFILIATED LOCAL PLAN

For the Measurement Period Ending December 31, 2021

	2020	2019	2018	2017	2016	2015	2014
Actuarially Determined Contribution	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Actual Contributions**	<u>42,560</u>	<u>58,230</u>	<u>57,851</u>	<u>57,487</u>	<u>74,794</u>	<u>75,195</u>	<u>18,549</u>
Contribution Deficiency (Excess)	<u>\$ (42,560)</u>	<u>\$ (58,230)</u>	<u>\$ (57,851)</u>	<u>\$ (57,487)</u>	<u>\$ (74,794)</u>	<u>\$ (75,195)</u>	<u>\$ (18,549)</u>
Covered Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Actual Contribution as % of Covered Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A

**Includes both City contributions and State of Colorado Supplemental Discretionary Payment

See Notes to the Required Supplementary Information

CITY OF ALAMOSA, COLORADO
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
CHANGES IN BENEFIT TERMS AND ACTUARIAL ASSUMPTIONS
For the Year Ended December 31, 2021

NOTE 1 NET PENSION LIABILITY

Changes effective for the December 31 measurement period for the following years ended:

PERA:

2020

- Price inflation assumption decreased from 2.40 percent per year to 2.30 percent per year.
- Real rate of investment return assumption increased from 4.85 percent per year, net of investment expenses to 4.95 percent per year, net of investment expenses.
- Wage inflation assumption decreased from 3.50 percent per year to 3.00 percent per year.
- Salary scale assumptions were revised to align with revised economic assumptions and to more closely reflect actual experience.
- Rates of termination/withdrawal, retirement, and disability were revised to more closely reflect actual experience.
- The pre-retirement mortality assumptions were changed to the PubG-2010 Employee Table with generational projection using scale MP-2019.
- Post-retirement non-disabled mortality assumptions were changed to the PubG-2010 Healthy Retiree Table, adjusted as follows:
 - Males: 94 percent of the rates prior to age 80 and 90 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.
 - Females: 87 percent of the rates prior to age 80 and 107 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.
- Post-retirement non-disabled beneficiary mortality assumptions were changed to the Pub-2010 Contingent Survivor Table, adjusted as follows:
 - Males: 97 percent of the rates for all ages, with generational projection using scale MP-2019.
 - Females: 105 percent of the rates for all ages, with generational projection using scale MP-2019.
- Disabled mortality assumptions were changed to the PubNS-2010 Disabled Retiree Table using 99 percent of the rates for all ages with generational projection using scale MP-2019.
- The mortality tables described above are generational mortality tables on a benefit-weighted basis.

2019 The post-retirement benefit increased to the PERA benefit structure for those hired prior to 1/1/07 was changed from 0% through 2019 and 1.5% compounded annually thereafter, to 1.25%

2018

- The assumed investment rate of return of 7.25% was used as the discount rate, rather than using the blended rate of 4.72%
- The post-retirement benefit increases to the PERA benefit structure for those hired prior to 1/1/07 was changed from 2.00% to 0.00% through 2019 and 1.5% compounded annually thereafter.

2017 The discount rate was lowered from 5.26% to 4.72%

2016

- The investment return was lowered from 7.50% to 7.25%
- The price inflation assumption was lowered from 2.80% to 2.40%
- The real rate of investment return assumption increased from 4.70% per year, net investment expense, to 4.85% per year, net of investment expense.
- The wage inflation assumption was lowered from 3.90% to 3.50%.
- The mortality tables were changed from RP-2000 Combined Mortality Table for Males and Females, as appropriate, with adjustments for the mortality improvements based on a projection scale of Scale AA to 2020 to RP-2014 White Collar Employee Mortality for active employees, RP-2014 Health Annuitant

CITY OF ALAMOSA, COLORADO
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
CHANGES IN BENEFIT TERMS AND ACTUARIAL ASSUMPTIONS
For the Year Ended December 31, 2021

Mortality tables projected to 2020 using the MP-2015 projection scale for retirees, or RP-2014 Disabled Retiree Mortality Table for disabled retirees.

- The discount rate was lowered from 7.50% to 5.26%

2015 There was no change in assumption or other inputs effective this measurement period.

FPPA:

2020

- Pre-retirement mortality assumptions were changed to 2006 central rates from the RP-2014 Employee Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years, 50% multiplier for off-duty mortality.
- Post-retirement mortality assumptions were changed to 2006 central rates from the RP-2014 Annuitant Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years.
- Disabled mortality assumptions were changed to 2006 central rates from the RP-2014 Disabled Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years.

2019 There were no changes in assumptions or other inputs effective this measurement period.

2018

- The assumed investment rate of return was lowered from 7.50% to 7.00%
- Inflation rate was decreased from 3.00% to 2.50%.
- Pre-retirement mortality assumptions were changed to the RP-2014 Mortality Tables for Blue Collar Employees, projected with Scale BB, 55% multiplier for off-duty mortality.
- Post-retirement mortality assumptions were changed for ages less than 55, RP-2014 Mortality Tables for Blue Collar Employees. For ages 65 and older, RP-2014 Mortality Tables for Blue Collar Healthy Annuitants. For ages 55 through 64, a blend of the previous tables. All tables are projected with Scale BB.

2017 There were no changes in assumptions or other inputs effective this measurement period.

2016 There were no changes in assumptions or other inputs effective this measurement period.

2015 There were no changes in assumptions or other inputs effective this measurement period.

NOTE 2 OTHER POSTEMPLOYMENT BENEFITS LIABILITY

Changes in assumptions or other inputs effective for the December 31 measurement period for the following years ended:

2020

- Initial per capita health care costs for those PERACare enrollees under the PERA benefit structure who are expected to attain age 65 and older ages and are not eligible for premium-free Medicare Part A benefits were updated to reflect the change in costs for the 2020 plan year.
- The health care cost trend rates for Medicare Part A premiums were revised to reflect the then current expectation of future increases in rates of inflation applicable to Medicare Part A premiums.
- Price inflation assumption decreased from 2.40 percent per year to 2.30 percent per year.
- Real wage growth assumption decreased from 1.10 percent per year to 0.70 percent per year.

CITY OF ALAMOSA, COLORADO
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
CHANGES IN BENEFIT TERMS AND ACTUARIAL ASSUMPTIONS
For the Year Ended December 31, 2021

- Real rate of investment return assumption increased from 4.85 percent per year, net of investment expenses to 4.95 percent per year, net of investment expenses.
- Wage inflation assumption decreased from 3.50 percent per year to 3.00 percent per year.
- Salary scale assumptions were revised to align with revised economic assumptions and to more closely reflect actual experience.
- Rates of termination/withdrawal, retirement, and disability were revised to more closely reflect actual experience.
- The pre-retirement mortality assumptions for the School Division were changed to the PubT-2010 Employee Table with generational projection using scale MP-2019.
- Post-retirement non-disabled mortality assumptions for the School Division were changed to the PubT-2010 Healthy Retiree Table, adjusted as follows:
 - Males: 112 percent of the rates prior to age 80 and 94 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.
 - Females: 83 percent of the rates prior to age 80 and 106 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.
- Post-retirement non-disabled beneficiary mortality assumptions were changed to the Pub-2010 Contingent Survivor Table, adjusted as follows:
 - Males: 97 percent of the rates for all ages, with generational projection using scale MP-2019.
 - Females: 105 percent of the rates for all ages, with generational projection using scale MP-2019.
- Disabled mortality assumptions were changed to the PubNS-2010 Disabled Retiree Table using 99 percent of the rates for all ages with generational projection using scale MP-2019.
- The mortality tables described above are generational mortality tables on a benefit-weighted basis.

2019

- Initial per capita health care costs for those PERACare enrollees under the PERA benefit structure who are expected to attain age 65 and older ages and are not eligible for premium-free Medicare Part A benefits were updated to reflect the change in costs for the 2019 plan year.
- The morbidity assumptions were updated to reflect the assumed standard aging factors.
- The health care cost trend rates for Medicare Part A premiums were revised to reflect the then current expectation of future increases in rates of inflation applicable to Medicare Part A premiums.

2018 There were no changes in assumptions or other inputs effective this measurement period compared to the prior year.

2017 The Medicare Part A premiums were raised from 3.00% to 3.25%, as well as the gradual percentage rose from 4.25% in 2023 to 5.00% in 2025.

CITY OF ALAMOSA, COLORADO

SUPPLEMENTARY INFORMATION

The combining financial statements represent the second level of financial reporting for the City. These financial statements present more detailed information for the individual funds in a format that segregates information by fund type.

**CITY OF ALAMOSA, COLORADO
NONMAJOR GOVERNMENTAL FUNDS**

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted to expend for particular purposes.

Conservation Trust Fund – This fund is used to account for the City’s share of the state lottery program. The monies may be expended only for the acquisition, development, and maintenance of parks, and other public recreational facilities.

Streets Trust Fund – This fund is used to account for the City’s sales taxes solely to fund street maintenance and improvements over a ten year period ending December 31, 2029.

DEBT SERVICE FUNDS

Debt service funds are used to account for resources and principal and interest expenditures for outstanding bonds.

Debt Service Fund – This fund is used to make debt service payments. Revenue is derived from transfers from other funds.

PERMANENT FUNDS

Permanent funds are used to account for resources that are legally restricted to the extent that only earnings, and not principal, may be used for the purposes that support the City’s programs.

Cemetery Endowment Fund – This fund is used to account for all funds collected by the City for cemetery space sales to be held in trust for the perpetual care of the facilities.

CITY OF ALAMOSA, COLORADO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
December 31, 2021

	<u>Special Revenue Funds</u>		<u>DEBT SERVICE FUND</u>	<u>Permanent Fund</u>	<u>TOTAL NONMAJOR GOVERNMENTAL</u>
	<u>CONSERVATION TRUST FUND</u>	<u>STREETS TRUST FUND</u>		<u>CEMETERY ENDOWMENT FUND</u>	
ASSETS					
Cash and Investments	\$ 148,053	\$ 1,300,196	\$ 1,011	\$ 200,322	\$ 1,649,582
Restricted Cash and Investments	-	-	-	-	-
Due from Other Governments	-	134,086	-	-	134,086
TOTAL ASSETS	<u>\$ 148,053</u>	<u>\$ 1,434,282</u>	<u>\$ 1,011</u>	<u>\$ 200,322</u>	<u>\$ 1,783,668</u>
LIABILITIES					
Vouchers Payable	\$ -	\$ -	\$ -	\$ 52	\$ 52
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>52</u>	<u>52</u>
FUND BALANCE					
Restricted:					
Debt Service	-	-	1,011	-	1,011
Committed:					
Culture and Recreation	148,053	-	-	-	148,053
Streets	-	1,434,282	-	-	1,434,282
Assigned:					
Health and Welfare	-	-	-	200,270	200,270
TOTAL FUND BALANCE	<u>148,053</u>	<u>1,434,282</u>	<u>1,011</u>	<u>200,270</u>	<u>1,783,616</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 148,053</u>	<u>\$ 1,434,282</u>	<u>\$ 1,011</u>	<u>\$ 200,322</u>	<u>\$ 1,783,668</u>

CITY OF ALAMOSA, COLORADO
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended December 31, 2021

	<u>Special Revenue Fund</u>		<u>DEBT SERVICE FUND</u>	<u>Permanent Fund</u>	<u>TOTAL NONMAJOR GOVERNMENTAL</u>
	<u>CONSERVATION TRUST FUND</u>	<u>STREETS TRUST FUND</u>		<u>CEMETERY ENDOWMENT FUND</u>	
REVENUES					
Taxes	\$ -	\$ 1,698,100	\$ -	\$ -	\$ 1,698,100
Intergovernmental Revenue	114,398	-	-	-	114,398
Charges for Services	-	-	-	35,000	35,000
Miscellaneous Revenue	-	-	-	-	-
Net Investment Income/(Loss)	71	-	-	97	168
TOTAL REVENUE	<u>114,469</u>	<u>1,698,100</u>	<u>-</u>	<u>35,097</u>	<u>1,847,666</u>
EXPENDITURES					
Current Expenditures					
Health and Welfare	-	-	-	14,084	14,084
Culture and Recreation	17,884	-	-	-	17,884
Highway and Streets	-	7,825	-	-	7,825
Capital Outlay	246,116	1,502,016	-	-	1,748,132
Debt Service	-	-	531,632	-	531,632
TOTAL EXPENDITURES	<u>264,000</u>	<u>1,509,841</u>	<u>531,632</u>	<u>14,084</u>	<u>2,319,557</u>
Excess (deficiency) of revenues over expenditures	<u>(149,531)</u>	<u>188,259</u>	<u>(531,632)</u>	<u>21,013</u>	<u>(471,891)</u>
OTHER FINANCING SOURCES (USES)					
Lease Proceeds	-	-	-	-	-
Transfers In	-	500,000	532,633	-	1,032,633
Transfers Out	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>500,000</u>	<u>532,633</u>	<u>-</u>	<u>1,032,633</u>
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	<u>(149,531)</u>	<u>688,259</u>	<u>1,001</u>	<u>21,013</u>	<u>560,742</u>
Fund Balance - Beginning of Year	<u>297,584</u>	<u>746,023</u>	<u>10</u>	<u>179,257</u>	<u>1,222,874</u>
Fund Balance - End of Year	<u>\$ 148,053</u>	<u>\$ 1,434,282</u>	<u>\$ 1,011</u>	<u>\$ 200,270</u>	<u>\$ 1,783,616</u>

CITY OF ALAMOSA, COLORADO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
CONSERVATION TRUST FUND
For the Year Ended December 31, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
REVENUES				
Intergovernmental Revenue				
State Lottery	\$ 90,000	\$ 90,000	\$ 114,398	\$ 24,398
Investment Income				
Interest on Investments	1,500	1,500	71	(1,429)
TOTAL REVENUES	91,500	91,500	114,469	22,969
EXPENDITURES				
Culture and Recreation	17,000	17,000	17,884	(884)
Capital Outlay	55,000	333,695	246,116	87,579
Debt Service	-	-	-	-
TOTAL EXPENDITURES	72,000	350,695	264,000	86,695
Excess (deficiency) of revenues over expenditures	19,500	(259,195)	(149,531)	109,664
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	19,500	(259,195)	(149,531)	109,664
Fund Balance, Beginning of Year	285,164	285,164	297,584	12,420
Fund Balance, End of Year	\$ 304,664	\$ 25,969	\$ 148,053	\$ 122,084

CITY OF ALAMOSA, COLORADO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
STREETS TRUST FUND
For the Year Ended December 31, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>
				<u>POSITIVE</u>
				<u>(NEGATIVE)</u>
REVENUES				
Taxes				
Sales Tax - City	\$1,513,801	\$ 1,513,801	\$ 1,698,100	\$ 184,299
Investment Income				
Interest on Investments	-	-	-	-
TOTAL REVENUES	<u>1,513,801</u>	<u>1,513,801</u>	<u>1,698,100</u>	<u>184,299</u>
EXPENDITURES				
Highway and Streets				
Maintenance of Condition	216,123	216,123	7,825	208,298
Capital Outlay	1,708,011	1,773,006	1,502,016	270,990
Debt Service	-	-	-	-
TOTAL EXPENDITURES	<u>1,924,134</u>	<u>1,989,129</u>	<u>1,509,841</u>	<u>479,288</u>
Excess (deficiency) of revenues over expenditures	<u>(410,333)</u>	<u>(475,328)</u>	<u>188,259</u>	<u>663,587</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	89,667	24,672	688,259	663,587
Fund Balance, Beginning of Year	<u>750,000</u>	<u>750,000</u>	<u>746,023</u>	<u>(3,977)</u>
Fund Balance, End of Year	<u>\$ 839,667</u>	<u>\$ 774,672</u>	<u>\$ 1,434,282</u>	<u>\$ 659,610</u>

CITY OF ALAMOSA, COLORADO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
CEMETERY ENDOWMENT FUND
For the Year Ended December 31, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
REVENUES				
Charges for Services				
Cemetery Space Sales	\$ 27,500	\$ 27,500	\$ 35,000	\$ 7,500
Investment Income				
Interest on Investments	50	50	97	47
Miscellaneous Revenue	-	-	-	-
TOTAL REVENUES	27,550	27,550	35,097	7,547
EXPENDITURES				
Health and Welfare				
Cemetery Improvements	18,700	18,700	14,084	4,616
TOTAL EXPENDITURES	18,700	18,700	14,084	4,616
Excess (deficiency) of revenues over expenditures	8,850	8,850	21,013	12,163
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	8,850	8,850	21,013	12,163
Fund Balance - Beginning of Year	132,285	132,285	179,257	46,972
Fund Balance - End of Year	\$ 141,135	\$ 141,135	\$ 200,270	\$ 59,135

CITY OF ALAMOSA, COLORADO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE FUND
For the Year Ended December 31, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
TOTAL REVENUES	\$ -	\$ -	\$ -	\$ -
EXPENDITURES				
Bond Principal	350,000	350,000	350,000	-
Bond Interest Paid	177,133	177,133	177,133	-
Administrative Services	5,500	5,500	4,499	1,001
TOTAL EXPENDITURES	<u>532,633</u>	<u>532,633</u>	<u>531,632</u>	<u>1,001</u>
Excess (deficiency) of revenues over expenditures	<u>(532,633)</u>	<u>(532,633)</u>	<u>(531,632)</u>	<u>1,001</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	532,633	532,633	532,633	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>532,633</u>	<u>532,633</u>	<u>532,633</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	-	-	1,001	1,001
Fund Balance - Beginning of Year	<u>182,073</u>	<u>182,073</u>	<u>10</u>	<u>(182,063)</u>
Fund Balance - End of Year	<u><u>\$ 182,073</u></u>	<u><u>\$ 182,073</u></u>	<u><u>\$ 1,011</u></u>	<u><u>\$ (181,062)</u></u>

CITY OF ALAMOSA, COLORADO
OTHER SCHEDULES AND REPORTS

CITY OF ALAMOSA, COLORADO
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN
NET POSITION - BUDGET AND ACTUAL (NON-GAAP)
ENTERPRISE FUND
For the Year Ended December 31, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
OPERATING REVENUES				
Charges for Services				
Water	\$ 1,996,000	\$ 1,996,000	\$ 2,084,727	\$ 88,727
Sewer	1,204,000	1,204,000	1,306,296	102,296
Sanitation	1,476,000	1,476,000	1,503,705	27,705
Recycling	15,000	79,601	127,561	47,960
Total Charges for Services	<u>4,691,000</u>	<u>4,755,601</u>	<u>5,022,289</u>	<u>266,688</u>
Miscellaneous Revenue				
Water	200	200	77,517	77,317
Sanitation	-	-	-	-
Total Miscellaneous Revenue	<u>200</u>	<u>200</u>	<u>77,517</u>	<u>77,317</u>
Total Operating Revenue	<u>4,691,200</u>	<u>4,755,801</u>	<u>5,099,806</u>	<u>335,069</u>
OPERATING EXPENSES				
Personnel Services				
Water	390,868	428,350	413,380	14,970
Sewer	413,609	413,609	201,725	211,884
Sanitation	592,796	592,796	571,529	21,267
Lagoon	93,718	93,718	62,805	30,913
Water Treatment	96,215	96,215	87,035	9,180
Total Personnel Services	<u>1,587,206</u>	<u>1,624,688</u>	<u>1,336,474</u>	<u>288,214</u>
Supplies and Materials				
Water	61,500	71,500	40,911	30,589
Sewer	10,500	10,500	16,226	(5,726)
Sanitation	5,000	5,000	3,034	1,966
Lagoon	5,500	5,500	1,754	3,746
Water Treatment	160,000	160,000	148,047	11,953
Total Supplies and Materials	<u>242,500</u>	<u>252,500</u>	<u>209,972</u>	<u>42,528</u>
Utilities and Telephone				
Water	125,000	125,000	119,317	5,683
Sewer	35,000	35,000	34,396	604
Sanitation	11,000	11,000	7,770	3,230
Lagoon	135,000	135,000	123,323	11,677
Water Treatment	90,000	90,000	95,406	(5,406)
Total Utilities and Telephone	<u>396,000</u>	<u>396,000</u>	<u>380,212</u>	<u>15,788</u>
Gas and Oil				
Water	11,000	11,000	8,899	2,101
Sewer	6,000	6,000	10,044	(4,044)
Sanitation	48,000	48,000	54,157	(6,157)
Lagoon	2,800	2,800	2,566	234
Water Treatment	1,700	1,700	1,329	371
Total Gas and Oil	<u>69,500</u>	<u>69,500</u>	<u>76,995</u>	<u>(7,495)</u>

CITY OF ALAMOSA, COLORADO
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN
NET POSITION - BUDGET AND ACTUAL (NON-GAAP)
ENTERPRISE FUND
For the Year Ended December 31, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
Repairs and Maintenance				
Water	346,000	346,000	71,836	274,164
Sewer	735,500	735,500	10,696	724,804
Sanitation	56,500	56,500	55,564	936
Lagoon	89,000	117,000	82,963	34,037
Water Treatment	311,750	311,750	28,732	283,018
Total Repairs and Maintenance	<u>1,538,750</u>	<u>1,566,750</u>	<u>249,791</u>	<u>1,316,959</u>
Landfill Fees	<u>116,700</u>	<u>116,700</u>	<u>106,042</u>	<u>10,658</u>
Professional Fees				
Water	773,500	773,500	-	773,500
Lagoon	45,000	45,000	43,502	1,498
Water Treatment	8,000	8,000	8,199	(199)
Total Professional Fees	<u>826,500</u>	<u>826,500</u>	<u>51,701</u>	<u>774,799</u>
Capital Outlay				
Water	95,000	174,479	349,945	(175,466)
Sewer	1,324,619	1,404,619	961,023	443,596
Sanitation	-	12,000	131,346	(119,346)
Lagoon	60,000	150,000	51,344	98,656
Water Treatment	50,000	230,000	185,507	44,493
Total Capital Outlay	<u>1,529,619</u>	<u>1,971,098</u>	<u>1,679,165</u>	<u>291,933</u>
Other				
Water	19,500	19,500	4,423	15,077
Sewer	5,500	5,500	3,994	1,506
Sanitation	5,000	5,000	4,505	495
Lagoon	27,325	27,325	16,614	10,711
Water Treatment	6,325	6,325	6,559	(234)
Recycling	163,000	163,000	10,109	152,891
Total Other	<u>226,650</u>	<u>226,650</u>	<u>46,204</u>	<u>180,446</u>
Total Operating Expenses	<u>6,533,425</u>	<u>7,050,386</u>	<u>4,136,556</u>	<u>2,913,830</u>
Operating income (loss)	<u>(1,842,225)</u>	<u>(2,294,585)</u>	<u>963,250</u>	<u>3,257,835</u>
NONOPERATING REVENUES (EXPENSES)				
Sales Tax Revenue	1,513,801	1,513,801	1,698,100	184,299
Lease Proceeds	-	-	-	-
Bond Interest Expense	(429,686)	(429,686)	(188,437)	241,249
Bond Administrative Fees	(94,920)	(94,920)	(94,921)	(1)
Principal Payments	(606,768)	(606,768)	(836,768)	(230,000)
Grant Revenue	-	237,500	210,437	27,063
Interest on Investments	10,000	10,000	1,064	(8,936)
Total Nonoperating Revenues (Expenses)	<u>392,427</u>	<u>629,927</u>	<u>789,475</u>	<u>159,548</u>

CITY OF ALAMOSA, COLORADO
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN
NET POSITION - BUDGET AND ACTUAL (NON-GAAP)
ENTERPRISE FUND
For the Year Ended December 31, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
Income Before Contributions and Transfers	(1,449,798)	(1,664,658)	1,752,725	3,417,383
Capital Contributions				
Water	50,000	50,000	37,334	(12,666)
Sewer	12,000	12,000	10,500	(1,500)
Total Capital Contributions	62,000	62,000	47,834	(14,166)
TRANSFERS				
Transfers In				
Water	450,000	525,250	525,250	-
Transfers Out				
Water	(690,893)	(690,893)	(699,223)	(8,330)
Water Treatment	(34,849)	(34,849)	(34,849)	-
Sewer	(314,093)	(314,093)	(314,093)	-
Sanitation	(284,343)	(284,343)	(320,685)	(36,342)
Lagoon	(36,649)	(36,649)	(36,649)	-
Total Transfers	(910,827)	(835,577)	(880,249)	(44,672)
Net Income - Budget Basis	(2,298,625)	(2,438,235)	920,310	<u>\$ 3,358,545</u>
Capital Outlay			1,545,567	
Principal Payments			836,768	
Gain on Sale of Assets			-	
Less: Depreciation & Amortization			<u>(1,567,917)</u>	
Change in Net Position - GAAP Basis			<u>1,734,728</u>	
Net Position - beginning of year	5,916,938	5,916,938	28,620,804	
Net Position - end of year	<u>\$ 3,618,313</u>	<u>\$ 3,478,703</u>	<u>\$ 30,355,532</u>	

CITY OF ALAMOSA, COLORADO
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN
NET POSITION - BUDGET AND ACTUAL
EMPLOYEE BENEFIT FUND
For the Year Ended December 31, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
OPERATING REVENUES				
Insurance Deposits	\$ 1,403,240	\$ 1,418,240	\$ 1,050,592	\$ (367,648)
Intergovernmental Revenue	-	-	15,000	(15,000)
Miscellaneous Revenue	-	-	5,048	5,048
Total Operating Revenues	<u>1,403,240</u>	<u>1,418,240</u>	<u>1,070,640</u>	<u>(347,600)</u>
OPERATING EXPENSES				
Insurance Premiums	513,000	513,000	504,465	8,535
Claims	833,000	854,600	795,733	58,867
Insurance Administration	-	-	563	(563)
Total Operating Expenses	<u>1,346,000</u>	<u>1,367,600</u>	<u>1,300,761</u>	<u>66,839</u>
Excess (deficiency) of revenues over expenditures	<u>57,240</u>	<u>50,640</u>	<u>(230,121)</u>	<u>(280,761)</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	<u>57,240</u>	<u>50,640</u>	<u>(230,121)</u>	<u>(280,761)</u>
Net Position - Beginning of Year	<u>1,393,585</u>	<u>1,393,585</u>	<u>1,305,119</u>	<u>(88,466)</u>
Net Position - End of Year	<u><u>\$ 1,450,825</u></u>	<u><u>\$ 1,444,225</u></u>	<u><u>\$ 1,074,998</u></u>	<u><u>\$ (369,227)</u></u>

CITY OF ALAMOSA, COLORADO
COMBINING BALANCE SHEET SCHEDULE
GENERAL FUND
December 31, 2021

	GENERAL FUND	CAPITAL IMPROVEMENT FUND	TOTAL
ASSETS			
Cash and Investments	\$ 6,652,403	\$ 2,225,573	\$ 8,877,976
Restricted Cash and Investments	192,991	-	192,991
Receivables (Net)			
Accounts Receivable	87,660	-	87,660
Property Taxes	585,748	-	585,748
Due from Other Governments	1,840,638	-	1,840,638
Other Assets	8,182	-	8,182
TOTAL ASSETS	\$ 9,367,622	\$ 2,225,573	\$ 11,593,195
LIABILITIES			
Vouchers Payable	\$ 565,856	\$ -	\$ 565,856
Unearned Revenue- Grants	954,884	-	954,884
TOTAL LIABILITIES	1,520,740	-	1,520,740
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue - Property Taxes	585,748	-	585,748
FUND BALANCE			
Nonspendable			
Prepaid Expenses	8,182	-	8,182
Restricted			
TABOR Amendment Reserve	495,153	-	495,153
Debt Service	192,991	-	192,991
Assigned			
Designated for Subsequent Years	342,662	-	342,662
Capital Improvements	-	2,225,573	2,225,573
Unassigned	6,222,146	-	6,222,146
TOTAL FUND BALANCE	7,261,134	2,225,573	9,486,707
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	\$ 9,367,622	\$ 2,225,573	\$ 11,593,195

CITY OF ALAMOSA, COLORADO
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
GENERAL FUND
For the Year Ended December 31, 2021

	CAPITAL			TOTAL
	GENERAL FUND	IMPROVEMENT FUND	ELIMINATIONS	
REVENUES				
Taxes	\$ 9,446,705	\$ -	\$ -	\$ 9,446,705
Licenses and Permits	151,002	-	-	151,002
Intergovernmental Revenue	1,855,434	-	-	1,855,434
Charges for Services	209,186	-	-	209,186
Fines and Forfeits	88,454	-	-	88,454
Net Investment Income/(Loss)	23,162	-	-	23,162
Lease Agreement Revenue	124,101	-	-	124,101
Miscellaneous Revenue	325,587	-	-	325,587
TOTAL REVENUES	12,223,631	-	-	12,223,631
EXPENDITURES				
Current Expenditures				
General Government	3,757,260	-	-	3,757,260
Public Safety	3,380,214	-	-	3,380,214
Highways and Streets	1,537,074	-	-	1,537,074
Health and Welfare	89,061	-	-	89,061
Culture and Recreation	654,813	-	-	654,813
Capital Outlay	1,161,760	-	-	1,161,760
Debt Service	130,458	-	-	130,458
TOTAL EXPENDITURES	10,710,640	-	-	10,710,640
Excess (deficiency) of revenues over expenditures	1,512,991	-	-	1,512,991
OTHER FINANCING SOURCES (USES)				
Lease Proceeds	-	-	-	-
Transfers In	1,077,161	522,550	(650,200)	949,511
Transfers Out	(1,172,000)	(421,650)	650,200	(943,450)
TOTAL OTHER FINANCING SOURCES (USES)	(94,839)	100,900	-	6,061
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	1,418,152	100,900	-	1,519,052
Fund Balance - Beginning of Year	5,842,982	2,124,673	-	7,967,655
Fund Balance - End of Year	\$ 7,261,134	\$ 2,225,573	\$ -	\$ 9,486,707

The public report burden for this information collection is estimated to average 380 hours annually.

LOCAL HIGHWAY FINANCE REPORT		City or County: City of Alamosa
		YEAR ENDING : December 2021
This Information From The Records Of (example - City of _ or County of _)	Prepared By: Phone:	Kristen Reynolds 719-589-2593

I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE

ITEM	A. Local Motor-Fuel Taxes	B. Local Motor-Vehicle Taxes	C. Receipts from State Highway-User Taxes	D. Receipts from Federal Highway Administration
1. Total receipts available				
2. Minus amount used for collection expenses				
3. Minus amount used for nonhighway purposes				
4. Minus amount used for mass transit				
5. Remainder used for highway purposes				

II. RECEIPTS FOR ROAD AND STREET PURPOSES

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	1,909,181
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	985,747
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	19,453
2. General fund appropriations	2,186,661	b. Snow and ice removal	34,210
3. Other local imposts (from page 2)	1,781,998	c. Other	177,506
4. Miscellaneous local receipts (from page 2)	0	d. Total (a. through c.)	231,169
5. Transfers from toll facilities		4. General administration & miscellaneous	37,576
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	867,858
a. Bonds - Original Issues		6. Total (1 through 5)	4,031,531
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	3,968,659	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	347,154	2. Notes:	
D. Receipts from Federal Government (from page 2)	0	a. Interest	
E. Total receipts (A.7 + B + C + D)	4,315,813	b. Redemption	
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	0
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	4,031,531

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)				0
1. Bonds (Refunding Portion)				
B. Notes (Total)				0

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	0	4,315,813	4,031,531	284,282	0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT	STATE: Colorado
	YEAR ENDING (mm/yy): December 2021

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments		a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	1,698,100	c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other	83,898	g. Other Misc. Receipts	
6. Total (1. through 5.)	1,781,998	h. Other	
c. Total (a. + b.)	1,781,998	i. Total (a. through h.)	0
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	314,133	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	33,021	d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant		e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	
f. Total (a. through e.)	33,021	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	347,154	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation			0
(4). System Enhancement & Operation		1,909,181	1,909,181
(5). Total Construction (1) + (2) + (3) + (4)	0	1,909,181	1,909,181
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	1,909,181	1,909,181
			(Carry forward to page 1)

Notes and Comments: