

**TOWN OF HOLLY, COLORADO**

**FINANCIAL STATEMENTS**

**DECEMBER 31, 2022**

*Amanda L. Brown*  
*Certified Public Accountant*

1220 Maine Street, 2<sup>nd</sup> Floor  
P.O. Box 405  
Eads, CO 81036

719-438-5445  
fax 877-225-7026  
amanda@amandalbrown.com

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members  
of the Town Council  
Town of Holly - Holly, Colorado

**Opinions**

I have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Town of Holly, Colorado as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Holly, Colorado, as of December 31, 2022, 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**

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am required to be independent of the Town of Holly, Colorado, and to meet my other ethical responsibilities, in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my 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 Town of Holly'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.

**Auditor's Responsibilities for the Audit of the Financial Statements**

My 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 auditor's report that includes my opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards 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 generally accepted auditing standards, I:

- 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 Town of Holly'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 my judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town of Holly's ability to continue as a going concern for a reasonable period of time.

I am 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 and budgetary comparison information 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. I 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 my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

### **Supplementary Information**

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Town of Holly's basic financial statements. The other budgetary comparison schedules along with the Local Highway Finance Report listed in the table of contents are presented for purposes of additional analysis and are not a required part of the 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 my opinion, the supplementary as listed above is fairly stated, in all material respects, in relation to the financial statements as a whole.

*Amanda L. Brown, CPA*

Eads, Colorado  
August 8, 2023

TOWN OF HOLLY, COLORADO  
FINANCIAL STATEMENTS  
DECEMBER 31, 2022

TABLE OF CONTENTS

	PAGE
Independent Auditor's Report	1-2
Table of Contents	3-4
Management's Discussion and Analysis	5-11
Basic Financial Statements	
Government-wide Financial Statements:	
Statement of Net Position	12
Statement of Activities	13-14
Fund Financial Statements:	
Balance Sheet – Governmental Funds	15-16
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	17-18
Statement of Net Position – Proprietary Fund	19
Statement of Revenues, Expenditures and Changes in Net Position – Proprietary Fund	20
Statement of Cash Flows – Proprietary Funds	21
Notes to Financial Statements	22-34
Required Supplementary Information	
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund	35

TOWN OF HOLLY, COLORADO  
FINANCIAL STATEMENTS  
DECEMBER 31, 2022

TABLE OF CONTENTS CONTINUED

Other Supplementary Information:

Budgetary Comparison Schedules:

Schedule of Revenue and Expenditures and Changes in Fund Balances - Budget and Actual – Conservation Trust Fund	36
--	----

Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Utility Fund	37
---	----

Miscellaneous Section:

Local Highway Finance Report	38-39
------------------------------	-------

TOWN OF HOLLY, COLORADO  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
DECEMBER 31, 2022

The discussion and analysis of the Town of Holly financial performance provides an overview and analysis of the Town's financial activities for the year ended on December 31, 2022. It should be read in conjunction with the accompanying basic financial statements.

**FINANCIAL HIGHLIGHTS**

- The Town's total net position increased by \$123,789 during the year.
- The Town's business-type activities net position increased by \$57,031.
- The Town's governmental activities net position increased by \$66,758.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This annual report consists of four parts – management's discussion and analysis, the basic financial statements, required supplementary information, and a section that presents combining statements for nonmajor governmental funds.

**Basic financial statements** - include two kinds of statements that present different views of the Town.

- **Government-wide financial statements** provide both long-term and short-term information about the Town's overall financial status. The required financial statements include statement of net position, and statement of activities. The measurement focus is on economic resources and accrual accounting is used. Assets and liabilities include both financial and capital and are reported as short and long term. Revenues and expenses are included regardless of when cash is received or paid.
- **Fund Financial Statements** focus on the individual parts of the Town reporting in more detail the Town's operations.
  1. **Government Funds** show how general government services like public safety, public works, recreation, and general government administration were financed in the short term and what remains for future spending. The required financial statements are a balance sheet and statement of revenues, expenditures and changes in fund balance. Only assets expected to be used and liabilities that come due during the year or soon thereafter are included. Capital assets are not included as assets. The measurement focus is on current financial resources and modified accrual accounting is used to report revenues and expenses that are received during the year or soon thereafter.
  2. **Proprietary Funds** include activities, such as water, electric, sewer, and landfill and trash, which are operated similar to private business with an economic resource focus

TOWN OF HOLLY, COLORADO  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
DECEMBER 31, 2022

and accrual accounting. The required financial statements include Statement of Net Position, Statement of Revenues, expenses, and changes in Net Position, and Statement of cash flows. All assets and liabilities, both financial and capital, long and short-term are provided and all revenues and expenses are included regardless of when cash is received or paid.

**Notes to the basic Financial Statements** provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

**Required Supplementary Information** includes budgetary comparison schedules for the General Fund and major special revenue funds.

**Other Supplementary Information** includes combining statements for non-major governmental funds and budget comparison schedules for all non-major special revenue funds, capital project funds, and proprietary funds.

### GOVERNMENT-WIDE FINANCIAL ANALYSIS

The government-wide statements report information about the Town as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the Town's net position and how it has changed. Net position the difference between the Town's assets and liabilities, is one way to measure the Town's financial health, or position.

- Over time, increases or decreases in the Town's net position is an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the Town, additional non-financial factors need to be considered, such as changes in the Town's property tax base and the condition of the Town's roads.

The government-wide financial statements of the Town are divided into two categories:

**Governmental Activities.** Most of the Town's basic services are included here, such as police, streets, parks and recreation departments, and general administration. Sales taxes, property taxes, franchise fees, and charges for services finance most of these activities.

**Business-type Activities.** The Town charges fees to customers to recover most of the costs of certain activities. The Town's utility systems are included here.

TOWN OF HOLLY, COLORADO  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
DECEMBER 31, 2022

**FUND FINANCIAL STATEMENTS**

The fund financial statements provide more detailed information about the Town's most significant funds – not the Town as a whole. Funds are accounting devices that a Town uses to account for specific sources of funding and spending for particular purposes.

- Some funds are required by State law and by bond covenants.
- The Town Board of Trustees establishes other funds to control and manage money for particular purposes or to show that it is properly using certain taxes and grants, such as the Conservation Trust Fund.

The Town has two kinds of funds:

- **Governmental Funds.** Most of the Town's basic services are included in the governmental funds, which focus on the flow of cash in and out and how balances remaining at the end of the year are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine the change in financial resources that can be spent in the near future to finance the Town's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information is provided on the subsequent page that explains the differences between them.
- **Proprietary Funds.** Services for which the Town charges customers a fee are generally reported in proprietary funds. Proprietary funds, like the government-wide statements, provide both long and short-term financial information. The Town's Utility Enterprise Fund is a proprietary fund accounting for its water system, electric system, sewer system, and garbage collection activities.

**FINANCIAL ANALYSIS OF THE TOWN'S FUNDS**

The Town uses fund accounting to comply with finance-related legal requirements.

**Governmental Funds** – The focus of the Town's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. This information is useful in assessing the Town's financing requirements. For example, unassigned fund balances may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

A summary of the Town's net position for the year is as follows:

**TOWN OF HOLLY, COLORADO  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
DECEMBER 31, 2022**

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Current assets	\$ 1,009,681	\$ 861,677	\$1,813,426	\$1,483,180	\$2,823,107	\$2,344,857
Other Non-current Assets	81,952	81,136	32,406	32,362	114,358	113,498
Capital assets-net	1,536,750	1,583,002	1,524,955	1,587,980	3,061,705	3,170,982
Total assets	<u>2,628,383</u>	<u>2,525,815</u>	<u>3,370,787</u>	<u>3,103,522</u>	<u>5,999,170</u>	<u>5,629,337</u>
Current Liabilities	45,882	11,510	387,440	206,353	433,322	217,863
Non-current Liabilities	3,676	2,727	424,541	395,394	428,217	398,121
Total liabilities	<u>49,558</u>	<u>14,237</u>	<u>811,981</u>	<u>601,747</u>	<u>861,539</u>	<u>615,984</u>
Deferred Inflows	<u>86,123</u>	<u>85,634</u>	<u>-</u>	<u>-</u>	<u>86,123</u>	<u>85,634</u>
Net Position	<u>\$ 2,492,702</u>	<u>\$2,425,944</u>	<u>\$2,558,806</u>	<u>\$2,501,775</u>	<u>\$5,051,508</u>	<u>\$4,927,719</u>
Net position consist of:						
Net Investment in Capital Assets	1,536,750	1,583,002	1,524,955	1,587,980	3,061,705	3,170,982
Restricted net position	108,330	96,766	29,529	29,485	137,859	126,251
Unrestricted net position	847,622	746,176	1,004,322	884,310	1,851,944	1,630,486
Net position	<u>\$ 2,492,702</u>	<u>\$2,425,944</u>	<u>\$2,558,806</u>	<u>\$2,501,775</u>	<u>\$5,051,508</u>	<u>\$4,927,719</u>

The net position of the Town's governmental activities as of December 31, 2022, was \$2,492,702 of which \$847,622 was unrestricted and is available for spending at the government's discretion. The remaining net position includes \$81,952 which is a cash emergency reserve as required under TABOR, \$26,378 which is restricted for culture & recreation, and \$1,536,750 is invested in capital assets.

The General Fund is the main operating fund of the Town. As of December 31, 2022, the General Fund balance was \$933,250 of which \$733,106 was unassigned. Unassigned fund balance represents 146% of 2022 General Fund expenditures.

**TOWN OF HOLLY, COLORADO  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
DECEMBER 31, 2022**

A summary of the Town's change in net position for the year is as follows:

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Program revenues:						
Capital Grants and Contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Operating Grants and Contributions	59,763	63,039	-	30,000	59,763	93,039
Charges for services	72,289	77,266	1,745,543	1,695,192	1,817,832	1,772,458
Total Program Revenue	<u>132,052</u>	<u>140,305</u>	<u>1,745,543</u>	<u>1,725,192</u>	<u>1,877,595</u>	<u>1,865,497</u>
General Revenues:						
Taxes	468,637	425,143			468,637	425,143
Investment earnings	9,556	395	19,303	491	28,859	886
Other	6,395	7,365			6,395	7,365
Total General Revenue	<u>484,588</u>	<u>432,903</u>	<u>19,303</u>	<u>491</u>	<u>503,891</u>	<u>433,394</u>
Total Revenue	<u>\$ 616,640</u>	<u>\$ 573,208</u>	<u>\$1,764,846</u>	<u>\$1,725,683</u>	<u>\$2,381,486</u>	<u>\$2,298,891</u>
Expenses						
General government	223,872	190,444			223,872	190,444
Public safety	86,372	72,602			86,372	72,602
Public Works	82,603	101,059			82,603	101,059
Health & Welfare	1,331	3,988			1,331	3,988
Culture and recreation	151,696	153,138			151,696	153,138
Urban Development		266			-	266
Miscellaneous	4,008	5,001			4,008	5,001
Utility - Electric			1,197,812	1,218,386	1,197,812	1,218,386
Utility - Water			317,170	245,950	317,170	245,950
Utility - Sewer			41,305	38,053	41,305	38,053
Utility - Landfill/Trash			243,111	230,897	243,111	230,897
Total expenses	<u>549,882</u>	<u>526,498</u>	<u>1,799,398</u>	<u>1,733,286</u>	<u>2,349,280</u>	<u>2,259,784</u>
Change in net position before transfers and special items	66,758	46,710	(34,552)	(7,603)	32,206	39,107
Transfers	-	-	-	-	-	-
Insurance Proceeds			91,583	23,565	91,583	23,565
Gain(loss) on sale of assets	-	-		2,500	-	2,500
Change in net position	<u>66,758</u>	<u>46,710</u>	<u>57,031</u>	<u>18,462</u>	<u>123,789</u>	<u>65,172</u>
Beginning net position	<u>2,425,944</u>	<u>2,379,234</u>	<u>2,501,775</u>	<u>2,483,313</u>	<u>4,927,719</u>	<u>4,862,547</u>
Ending net position	<u>\$2,492,702</u>	<u>\$2,425,944</u>	<u>\$2,558,806</u>	<u>\$2,501,775</u>	<u>\$5,051,508</u>	<u>\$4,927,719</u>

The change in governmental activities net position was \$66,758 for 2022 as compared to \$46,710 in 2021. The change in business-type activities net position was \$57,031 for 2022 as compared to \$18,462 in 2022. The variance in the governmental activities' change in net position was mainly due to the receipt of investment earnings and increase to tax revenues during the year 2022. The variance in the business-type activities' change in net position was due mainly to the receipt of insurance proceeds of \$91,583 and increase in investment earnings for the year 2022.

TOWN OF HOLLY, COLORADO  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
DECEMBER 31, 2022

**BUDGETARY HIGHLIGHTS**

Utility fund actual expenditures of \$1,709,109 were \$266,878 less than budgeted expenditures due mainly to unspent operating funds.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

As of December 31, 2022, Holly's investment in capital assets for its governmental and business type activities net of accumulated depreciation was \$3,061,705. Infrastructure assets prior to January 1, 2004 have not been included. Capital assets including buildings, utility systems and equipment are as follows:

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Land	\$ 97,515	\$ 97,515	\$ 10,134	\$ 10,134	\$ 107,649	\$ 107,649
Buildings & Improvements	840,105	840,105	287,618	3,323,488	1,127,723	4,163,593
Infrastructure	1,537,645	1,537,645	3,051,450	-	4,589,095	1,537,645
Equipment	542,794	487,427	754,488	739,002	1,297,282	1,226,429
Total	\$3,018,059	\$2,962,692	\$4,103,690	\$4,072,624	\$7,121,749	\$7,035,316
Accumulated Depreciation	(1,481,309)	(1,379,690)	(2,578,735)	(2,484,644)	(4,060,044)	(3,864,334)
Capital Assets, Net	\$1,536,750	\$1,583,002	\$1,524,955	\$1,587,980	\$3,061,705	\$3,170,982

Listed below are the major fixed asset additions for the year.

Utility Fund

20% of John Deere utility tractor - \$9,967

Water well improvements - \$15,580

General Fund

80% of John Deere utility tractor - \$39,867

John Deere mower - \$12,500

**Long-term Debt** – As of December 31, 2022, the Town's long-term debt consisted of \$11,479 in compensated absences and \$416,738 in landfill closure costs.

TOWN OF HOLLY, COLORADO  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
DECEMBER 31, 2022

**ECONOMIC FACTORS AND 2023 BUDGETS AND RATES**

Governmental activities revenues for year 2023 are budgeted at \$863,024 which is a 40% increase from current year actual. Expenditures for governmental activities are projected to be \$847,470 for year 2023, which is a 69% increase from the current year actual.

The main business-type activities for the Town are water, wastewater, electric, and landfill/garbage utilities. Revenues for year 2023 are budgeted at \$1,803,015 which represents a \$53,414 decrease from the current year's actual. Year 2023 budgeted expenditures of \$2,120,081 represent an increase of \$410,972 from the current year actual expenditures.

**REQUESTS FOR INFORMATION**

This financial report is designed to provide the citizens, taxpayers, customers and investors and creditors of the Town of Holly, Colorado a general overview of the Town's finances and to demonstrate the Town's accountability. If you have questions about this report or need additional financial information, contact the Town Clerk/Treasurer, Town of Holly, P.O. Box 458, Holly, Colorado 81047.

**TOWN OF HOLLY, COLORADO**  
**STATEMENT OF NET POSITION**  
**DECEMBER 31, 2022**

	<b>PRIMARY GOVERNMENT</b>		
	<b>GOVERNMENTAL ACTIVITIES</b>	<b>BUSINESS-TYPE ACTIVITIES</b>	<b>TOTAL</b>
<b>ASSETS</b>			
<b>Current Assets:</b>			
Cash and Cash Equivalents	\$ 286,119	\$ 366,276	\$ 652,395
Cash with County Treasurer	1,358	-	1,358
Investments	577,704	1,144,454	1,722,158
Accounts Receivable	7,563	216,920	224,483
Allowance for Doubtful Accounts	-	(3,000)	(3,000)
Intergovernmental Receivable	30,187	-	30,187
Taxes Receivable	86,123	-	86,123
Prepaid Expenses	-	4,091	4,091
Internal Balances	20,627	(20,627)	-
Inventory	-	105,312	105,312
<b>Total Current Assets</b>	<u>1,009,681</u>	<u>1,813,426</u>	<u>2,823,107</u>
<b>Restricted Assets:</b>			
Restricted Cash Emergency Reserve	81,952	-	81,952
Restricted Cash Landfill Closure	-	29,529	29,529
<b>Total Restricted Assets</b>	<u>81,952</u>	<u>29,529</u>	<u>111,481</u>
<b>Non-Current Assets:</b>			
Organizational Costs	-	2,877	2,877
<b>Capital Assets</b>			
Land	97,515	10,134	107,649
Buildings	840,105	287,618	1,127,723
Improvements	-	3,051,450	3,051,450
Infrastructure	1,537,645	-	1,537,645
Equipment	542,794	754,488	1,297,282
Accumulation Depreciation	(1,481,309)	(2,578,735)	(4,060,044)
<b>Total Non-Current Assets</b>	<u>1,536,750</u>	<u>1,527,832</u>	<u>3,064,582</u>
<b>TOTAL ASSETS</b>	<u>2,628,383</u>	<u>3,370,787</u>	<u>5,999,170</u>
<b>LIABILITIES</b>			
<b>Current Liabilities:</b>			
Accounts Payable	45,882	177,372	223,254
Unearned Revenue-Grants	-	194,545	194,545
Deposits Payable	-	15,523	15,523
<b>Total Current Liabilities</b>	<u>45,882</u>	<u>387,440</u>	<u>433,322</u>
<b>Long-Term Liabilities:</b>			
Compensated Absences Payable	3,676	7,803	11,479
Landfill Closure Payable	-	416,738	416,738
<b>Total Long-Term Liabilities</b>	<u>3,676</u>	<u>424,541</u>	<u>428,217</u>
<b>TOTAL LIABILITIES</b>	<u>49,558</u>	<u>811,981</u>	<u>861,539</u>
<b>DEFERRED INFLOWS</b>			
Deferred Revenue - Property Taxes	86,123	-	86,123
<b>NET POSITION</b>			
Net Investment in Capital Assets	1,536,750	1,524,955	3,061,705
Restricted for Emergency Reserve	81,952	-	81,952
Restricted for Culture & Recreation	26,378	-	26,378
Restricted for Landfill Closure	-	29,529	29,529
Unrestricted	847,622	1,004,322	1,851,944
<b>TOTAL NET POSITION</b>	<u>\$ 2,492,702</u>	<u>\$ 2,558,806</u>	<u>\$ 5,051,508</u>

The notes to the financial statements are an integral part of this statement

**TOWN OF HOLLY, COLORADO  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2022**

<u>FUNCTIONS / PROGRAMS</u>	<u>EXPENSES</u>	<u>PROGRAM REVENUES</u>		
		<u>CHARGES FOR SERVICES</u>	<u>OPERATING GRANTS AND CONTRIBUTIONS</u>	<u>CAPITAL GRANTS AND CONTRIBUTIONS</u>
<b>PRIMARY GOVERNMENT:</b>				
<b>Governmental activities:</b>				
General Government	\$ 223,872	\$ 53,237	\$ 6,041	
Public Safety	86,372		1,126	
Public Works	82,603		41,708	
Health and Welfare	1,331			
Culture and Recreation	151,696	19,052	10,888	
Urban Development	-			
Miscellaneous	4,008			
<b>Total Governmental Activities</b>	<u>549,882</u>	<u>72,289</u>	<u>59,763</u>	<u>-</u>
<b>Business-Type Activities:</b>				
Utility - Electric	1,197,812	1,189,068		
Utility - Water	317,170	243,993		
Utility - Sewer	41,305	70,316		
Utility - Landfill / Trash	243,111	242,166	-	
<b>Total Business-Type Activities</b>	<u>1,799,398</u>	<u>1,745,543</u>	<u>-</u>	<u>-</u>
<b>Total Primary Government</b>	<u>\$ 2,349,280</u>	<u>\$ 1,817,832</u>	<u>\$ 59,763</u>	<u>\$ -</u>

Property Tax  
Sales Tax  
Interest  
Miscellaneous  
Gain (Loss) on Sale of Assets  
Insurance Proceeds  
Transfers  
Total general revenues  
Change in net position  
Net position beginning  
Net position ending

The notes to the financial statements are an integral part of this statement

**NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION**  
**PRIMARY GOVERNMENT**

<b><u>GOVERNMENTAL</u></b> <b><u>ACTIVITIES</u></b>	<b><u>BUSINESS-TYPE</u></b> <b><u>ACTIVITIES</u></b>	<b><u>TOTAL</u></b>
\$ (164,594)		\$ (164,594)
(85,246)		(85,246)
(40,895)		(40,895)
(1,331)		(1,331)
(121,756)		(121,756)
-		-
<u>(4,008)</u>		<u>(4,008)</u>
<u>(417,830)</u>	<u>-</u>	<u>(417,830)</u>
	(8,744)	(8,744)
	(73,177)	(73,177)
	29,011	29,011
	<u>(945)</u>	<u>(945)</u>
<u>-</u>	<u>(53,855)</u>	<u>(53,855)</u>
<u>\$ (417,830)</u>	<u>\$ (53,855)</u>	<u>\$ (471,685)</u>
\$ 99,815		\$ 99,815
368,822		368,822
9,556	\$ 19,303	28,859
6,395		6,395
-	-	-
-	91,583	91,583
-	-	-
<u>484,588</u>	<u>110,886</u>	<u>595,474</u>
66,758	57,031	123,789
2,425,944	2,501,775	4,927,719
<u>\$ 2,492,702</u>	<u>\$ 2,558,806</u>	<u>\$ 5,051,508</u>

**TOWN OF HOLLY, COLORADO**  
**GOVERNMENTAL FUNDS**  
**BALANCE SHEET**  
**DECEMBER 31, 2022**

	<u>GENERAL</u>	<u>NONMAJOR GOVERNMENTAL FUND</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 259,741	\$ 26,378	\$ 286,119
Cash with County Treasurer	1,358		1,358
Investments	577,704		577,704
Accounts Receivable	7,563		7,563
Intergovernmental Receivable	30,187		30,187
Taxes Receivable	86,123		86,123
Due From Other Funds	20,627		20,627
Restricted Cash - Emergency Reserve	<u>81,952</u>		<u>81,952</u>
Total Assets	<u>\$ 1,065,255</u>	<u>\$ 26,378</u>	<u>\$ 1,091,633</u>
<b>LIABILITIES, DEFERRED INFLOWS &amp; FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts Payable	\$ 45,882	\$ -	\$ 45,882
Due To Other Funds	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>45,882</u>	<u>-</u>	<u>45,882</u>
<b>DEFERRED INFLOWS</b>			
Deferred Revenue - Grant		-	-
Deferred Revenue - Property Taxes	<u>86,123</u>	<u>-</u>	<u>86,123</u>
<b>FUND BALANCES</b>			
<b>Nonspendable:</b>			
Prepaid Expenses			
<b>Restricted for:</b>			
Emergencies (TABOR)	81,952		81,952
Culture & Recreation		26,378	26,378
<b>Assigned to:</b>			
Subsequent Year's Expenses	-		-
Street Improvements	75,452		75,452
Shop Building	35,211		35,211
Police	7,529		7,529
<b>Unassigned:</b>			
General Fund	<u>733,106</u>		<u>733,106</u>
Total Fund Balances	<u>933,250</u>	<u>26,378</u>	<u>959,628</u>
Total Liabilities, Deferred Inflows & Fund Balances	<u>\$ 1,065,255</u>	<u>\$ 26,378</u>	<u>\$ 1,091,633</u>

The notes to the financial statements are an integral part of this statement

**TOWN OF HOLLY, COLORADO**  
**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET**  
**TO THE GOVERNMENT-WIDE STATEMENT OF NET POSITION**  
**DECEMBER 31, 2022**

Total Fund Balances - Total Governmental Funds	\$	959,628
<p>The following amounts reported for governmental activities are not current financial resources. Therefore, they are not reported in the Governmental Funds Balance Sheet.</p>		
Governmental Capital assets		3,018,059
Accumulated Depreciation		(1,481,309)
<p>The following amounts reported for governmental activities are not due and payable in the current period. Therefore, they are not reported in the Governmental Funds Balance Sheet.</p>		
Compensated Absences		(3,676)
		(3,676)
Net Position of Governmental Activities	\$	2,492,702

**TOWN OF HOLLY, COLORADO  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED DECEMBER 31, 2022**

	<b>GENERAL</b>	<b>NONMAJOR GOVERNMENTAL FUND</b>	<b>TOTAL GOVERNMENTAL FUNDS</b>
<b>REVENUES:</b>			
Taxes	\$ 468,637		\$ 468,637
Licenses and Permits	4,855		4,855
Intergovernmental Revenues	48,875	\$ 10,718	59,593
Charges for Services	67,434		67,434
Fines and Forfeits	-		-
Donations	170		170
Interest	9,526	30	9,556
Miscellaneous Income	6,395		6,395
<b>TOTAL REVENUES</b>	<b>605,892</b>	<b>10,748</b>	<b>616,640</b>
<b>EXPENDITURES:</b>			
Current			
General Government	213,052		213,052
Public Safety	77,320		77,320
Public Works	38,212		38,212
Health and Welfare	1,331		1,331
Culture and Recreation	113,391	-	113,391
Urban Development	-		-
Miscellaneous	4,008		4,008
Capital Outlay	55,367	-	55,367
<b>TOTAL EXPENDITURES</b>	<b>502,681</b>	<b>-</b>	<b>502,681</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>103,211</b>	<b>10,748</b>	<b>113,959</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Insurance Proceeds	-		-
Proceeds from Sale of Assets	-		-
Operating Transfer In (Out)	-	-	-
<b>NET CHANGE IN FUND BALANCE</b>	<b>103,211</b>	<b>10,748</b>	<b>113,959</b>
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<b>830,039</b>	<b>15,630</b>	<b>845,669</b>
<b>FUND BALANCES, END OF YEAR</b>	<b>\$ 933,250</b>	<b>\$ 26,378</b>	<b>\$ 959,628</b>

The notes to the financial statements are an integral part of this statement

**TOWN OF HOLLY, 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, 2022**

Net change in fund balances - total governmental funds	\$ 113,959
<p>Amounts reported for governmental activities in the statement of net  Activities are different because:</p>	
<p>Governmental funds report capital outlays as expenditures. However, in the statements  of activities the cost of those assets is allocated over their estimated useful lives and  reported as depreciation expense.</p>	
Capital outlay	55,367
Depreciation expense	(101,619)
<p>Governmental funds report payment of compensated absences as expenditures. However,  in the statements of activities, these payments reduce long-term liabilities.</p>	
Current-period change in the liability for compensated absences	(949)
Change in net position of governmental activities	\$ 66,758

**TOWN OF HOLLY, COLORADO  
 PROPRIETARY FUND  
 STATEMENT OF NET POSITION  
 DECEMBER 31, 2022**

	<b>UTILITY FUND</b>
<b>Current Assets</b>	
Cash and Cash Equivalents	\$ 366,276
Investments	1,144,454
Accounts Receivable	216,920
Allowances For Doubtful Accounts	(3,000)
Inventory	105,312
Prepaid Expenses	4,091
Total Current Assets	1,834,053
<b>Restricted Assets:</b>	
Restricted Cash Landfill Closure	29,529
<b>Non-Current Assets:</b>	
Organizational Costs	2,877
Capital Assets	
Land	10,134
Buildings	287,618
Improvements	3,051,450
Equipment	754,488
Accumulated Depreciation	(2,578,735)
Total Non-Current Assets	1,527,832
 <b>TOTAL ASSETS</b>	 <b>\$ 3,391,414</b>
 <b>LIABILITIES</b>	
<b>Current Liabilities:</b>	
Accounts Payable	\$ 177,372
Due To Other Funds	20,627
Unearned Revenue-Grants	194,545
Deposits Payable	15,523
Total Current Liabilities	408,067
<b>Long-Term Liabilities:</b>	
Compensated Absences Payable	7,803
Landfill Closure Payable	416,738
Total Long-Term Liabilities	424,541
<b>TOTAL LIABILITIES</b>	<b>832,608</b>
 <b>NET POSITION</b>	
Net Investment in Capital Assets	1,524,955
Restricted - Landfill Closure	29,529
Unrestricted	1,004,322
 <b>TOTAL NET POSITION</b>	 <b>\$ 2,558,806</b>

The notes to the financial statements are an integral part of this statement

**TOWN OF HOLLY, COLORADO**  
**PROPRIETARY FUND**  
**STATEMENT OF REVENUES, EXPENSES**  
**AND CHANGES IN NET POSITION**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>ELECTRIC</u>	<u>WATER</u>	<u>SEWER</u>	<u>LANDFILL TRASH</u>	<u>TOTAL</u>
<b>OPERATING REVENUES</b>					
Charges for Services	\$ 1,177,004	\$ 236,270	\$ 69,696	\$ 239,346	\$ 1,722,316
Miscellaneous	12,064	7,723	620	2,820	23,227
<b>Total Operating Revenues</b>	<u>1,189,068</u>	<u>243,993</u>	<u>70,316</u>	<u>242,166</u>	<u>1,745,543</u>
<b>OPERATING EXPENSES</b>					
Production , Transmission and Distribution	1,004,250	185,936	26,046	228,957	1,445,189
General Administration	145,271	90,286	11,247	13,314	260,118
Depreciation	48,291	40,948	4,012	840	94,091
<b>Total Operating Expenses</b>	<u>1,197,812</u>	<u>317,170</u>	<u>41,305</u>	<u>243,111</u>	<u>1,799,398</u>
<b>Net Operating Income (Loss)</b>	<u>(8,744)</u>	<u>(73,177)</u>	<u>29,011</u>	<u>(945)</u>	<u>(53,855)</u>
<b>NON OPERATING REVENUES (EXPENSES)</b>					
Gain (Loss) on Disposal of Fixed Assets	-	-	-	-	-
Insurance Proceeds	30,730	60,853	-	-	91,583
Grant	-	-	-	-	-
Interest Income	7,970	6,149	1,650	3,534	19,303
Income Before Transfers & Contributions	29,956	(6,175)	30,661	2,589	57,031
Transfers	-	-	-	-	-
Capital Contributions	-	-	-	-	-
<b>CHANGE IN NET POSITION</b>	29,956	(6,175)	30,661	2,589	57,031
<b>NET POSITION</b>					
<b>BEGINNING OF YEAR</b>	<u>1,336,865</u>	<u>1,006,408</u>	<u>204,207</u>	<u>(45,705)</u>	<u>2,501,775</u>
<b>END OF YEAR</b>	<u>\$ 1,366,821</u>	<u>\$ 1,000,233</u>	<u>\$ 234,868</u>	<u>\$ (43,116)</u>	<u>\$ 2,558,806</u>

The notes to the financial statements are an integral part of this statement

**TOWN OF HOLLY, COLORADO  
 PROPRIETARY FUND  
 STATEMENT OF CASH FLOWS  
 FOR THE YEAR ENDED DECEMBER 31, 2022**

**CASH FLOWS FROM OPERATING ACTIVITIES:**

Receipts From Customers	\$ 1,667,261
Payments to Suppliers for Goods and Services	(1,392,588)
Payments to Employees	<u>(213,702)</u>
Net Cash Provided (Used) By Operating Activities	<u>60,971</u>

**CASH FLOWS FROM NONCAPITAL**

**FINANCING ACTIVITIES:**

Grant	-
Insurance Proceeds	<u>91,583</u>
Net Cash Provided (Used) By Non-Capital Financing Activities	<u>91,583</u>

**CASH FLOWS FROM CAPITAL AND**

**FINANCING ACTIVITIES:**

Grant	97,273
Sale of Capital Assets	-
Acquisitions of Capital Assets	<u>(31,066)</u>
Net Cash Provided (Used) By Capital and Financing Activities	<u>66,207</u>

**CASH FLOWS FROM INVESTING ACTIVITIES:**

Redemption (Purchase) of Investments	(116,483)
Interest on Investments	<u>19,303</u>
Net Cash Provided (Used) By Investing Activities	<u>(97,180)</u>

Net Increase (Decrease) in Cash and Cash Equivalents	121,581
---	---------

**CASH AND CASH EQUIVALENTS**

<b>Beginning Of Year</b>	<u>274,224</u>
<b>Ending of Year</b>	<u><u>\$ 395,805</u></u>

**Reconciliation of Operating Income (Loss) to Net Cash  
 Provided by (Used) Operating Activities**

Net Operating Income (Loss)	\$ (53,855)
Depreciation	94,091
(Increase) Decrease in Accounts Receivable, net	(78,312)
(Increase) Decrease in Inventory	(8,997)
(Increase) Decrease in Prepaid Expense	-
Increase (Decrease) in Accounts Payable	83,784
Increase (Decrease) in Due To Other Funds	(4,917)
Increase (Decrease) in Landfill Closure Payable	27,264
Increase (Decrease) in Customer Meter Deposits	30
Increase (Decrease) in Accrued Vacation	<u>1,883</u>
Net Cash Provided By Operating Activities	<u><u>\$ 60,971</u></u>

The notes to the financial statements are an integral part of this statement

TOWN OF HOLLY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2022

(1) Summary of Significant Accounting Policies

The financial statements of Town of Holly, Colorado have been prepared in conformity with generally accepted accounting principles as applicable to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

A. Reporting Entity

The Town of Holly operates under a council-mayor form of government. The Town has no component units using the criteria as set forth in generally accepted accounting principles.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Town. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenue, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

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

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentations

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund 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 and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

TOWN OF HOLLY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2022

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the Town's governmental and business-type activities. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period, or soon enough thereafter, to pay liabilities of the current period. For this purpose, revenues are considered to be available if collected within 60 days after year-end. Expenditures generally are 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.

Property taxes, franchise fees, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Sales tax collected and held at year end on behalf of the Town is also recognized as revenue if collected within 60 days after year end. Expenditure-driven grants are recognized as revenue when qualifying expenditures have been incurred and all other grant requirements have been met. All other revenue items are considered to be measurable and available only when cash is received by the government.

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

#### D. Fund Accounting

The accounts of the Town are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The Town reports the following major governmental fund:

TOWN OF HOLLY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2022

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

The Town also has the following non-major special revenue fund:

Conservation Trust Fund – This fund is used to account for lottery proceeds required to be expended solely on park and recreation improvements.

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs (including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. Enterprise funds are considered major funds because of community interests in the activities and sources of funding supporting these operations.

Utility Fund – The utility fund accounts for all financial activities associated with the Town’s electric, water, sewer and landfill and trash services.

E. Short-term interfund receivables/payables

The Town from time to time authorizes advances between Town funds. Interfund receivables and payables are classified as internal balances on the government-wide statement of net position, and are classified as due to/from other funds on the balance sheet.

F. Receivables

For all revenue the Town uses sixty days as receivable under the modified accrual basis of accounting.

G. Inventory

Inventory of materials and supplies within the enterprise fund are valued at lower of cost (first in, first out) or market.

H. Capital Assets

Capital assets, which include property, plant, vehicles, equipment, and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are capitalized at actual or estimated costs. Donations of such assets are recorded at estimated fair value at the time of donation. Capital assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

TOWN OF HOLLY, COLORADO  
 NOTES TO FINANCIAL STATEMENTS  
 DECEMBER 31, 2022

Maintenance, repairs, and minor renovations are recorded as expenditures when incurred. Major additions and improvements are capitalized. When assets used in the operation of a government fund type are sold, the proceeds of the sale are recorded as revenues in the appropriate government fund. The Town reports gains and losses on the disposal of capital assets (carrying value less sale proceeds, if any) in the government-wide statement of activities and enterprise fund operating statement. Interest incurred during the construction phase of capital assets of business-type activities is included in the capitalized value of the assets constructed.

Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. The Town's capital assets are depreciated using the straight-line method over the estimated useful lives of the fixed assets. Depreciation of all capital assets used in governmental activities and by proprietary funds is charged as an expense against their operations. Estimated useful lives are

Motor Vehicles & Equipment	5 to 10	years
Site improvements	25 to 50	years
Buildings, Improvements, water systems	40 to 50	years

As a Phase 3 government, as defined in GASB 34, the Town has elected to not report major general infrastructure assets retroactively; therefore, the government-wide financial statements do not reflect infrastructure assets completed prior to January 1, 2004.

I. Property Taxes

Property taxes are levied, assessed, become due and attach as an enforceable lien on property as of January 1. Taxpayers have the option of paying their taxes in full on or before April 30, or in paying in two installments of one half due by February 28 with the remaining one half due by June 15. Unpaid taxes become delinquent as of August 1 and are subject to collection procedures on or after October 1. The County bills and collects property taxes for the Town. The dollar amount of property taxes receivable are included as a receivable and a deferred outflow on the balance sheet of the General Fund.

J. Compensated Absences

Vacation and sick pay is accrued in the appropriate fund accounts according to the Town's vacation and sick pay policy at the employee's prevailing wage as of the last day of the year. The liability for compensated absences does not exceed a normal year's accumulation.

TOWN OF HOLLY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2022

K. Fund Equity

In the fund financial statements the following classifications describe the relative strength of spending constraints.

- *Non-spendable fund balance* – The portion of fund balance that cannot be spent because it is either not in spendable form (such as inventory and prepaid amounts) or is legally or contractually required to be maintained intact.
- *Restricted fund balance* – The portion of fund balance constrained to being used for a specific purpose by external parties (such as grantors or bondholders), constitutional provisions or enabling legislation.
- *Committed fund balance* – The portion of fund balance constrained for specific purposes according to the limitations imposed by the Town’s highest level of decision making authority, the Town Council, prior to the end of the current fiscal year. The constraint may be removed or changed only through formal action of the Town Council.
- *Assigned fund balance* – The portion of fund balance set aside for planned or intended purposes but are neither restricted nor committed. The intended use may be expressed by the Town Council or other individuals authorized to assign funds to be used for a specific purpose. Assigned fund balances in special revenue funds will also include any remaining fund balance that is not restricted or committed. This classification is necessary to indicate that those funds are, at a minimum intended to be used for the purpose of that particular fund.
- *Unassigned fund balance* – The residual portion of fund balance that does not meet any of the above criteria. The Town will only report a positive unassigned fund balance in the General Fund.

When both restricted and unrestricted fund balance are available for use, it is the Town’s policy to use restricted amounts first. Unrestricted fund balance will be used in the following order: committed, assigned, and unassigned.

(2) Budgetary Information

The town follows these procedures in establishing the budgetary data reflected in the financial statements.

1. Prior to October 15, the town council begins preparing an operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures.

TOWN OF HOLLY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2022

2. A public hearing is conducted at the town hall to obtain taxpayers comments.
3. Prior to January 1, the budget is legally enacted through passage of a resolution. Budgets may be amended by supplemental appropriation after notice and public hearing. Amended budgets are reflected in the financial statements. All appropriations lapse at year end.
4. Budgets for the general and special revenue funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). The enterprise funds are budgeted on a non-GAAP basis of accounting.

The legal level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the individual fund level for all funds.

(3) Deposits and Investments

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

Cash on hand, deposits, and investments as of December 31, 2022 consist of the following:

Cash on hand	\$ 250
Cash with County Treasurer	1,358
Cash in savings and checking accounts	681,674
Certificates of Deposit	38,985
Investments with COLOTRUST	<u>1,765,125</u>
Total	<u>\$2,487,392</u>

Deposits and investments as of December 31, 2022 are classified in the accompanying financial statements as follows:

Cash and Cash Equivalents	\$ 652,395
Cash with County Treasurer	1,358
Investments	1,722,158
Restricted Cash	<u>111,481</u>
Total	<u>\$2,487,392</u>

TOWN OF HOLLY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2022

Deposits

*Custodial Credit Risk.* Deposits are exposed to custodial credit risk (the risk that, in the event of the failure of a depository financial institution, the government would not be able to recover deposits or would not be able to recover collateral securities that are in the possession of an outside party), if they are not covered by depository insurance and are collateralized with securities held by the pledging financial institution, except for deposits collateralized by certain types of collateral pools including a single financial institution collateral pool where the fair value of the pool is equal to or exceeds all uninsured public deposits held by the financial institution (e.g. deposits insured by The Public Deposit Protection Act (PDPA)) . Accordingly, none of the Town's deposits as of December 31, 2022 are deemed to be exposed to custodial credit risk. The Town has no policy regarding custodial credit risk for deposits.

Investments

Colorado statutes specify in which instruments the local government may invest, which include:

1. Repurchase agreements in obligations of the United States;
2. Obligations of the United States or obligations unconditionally guaranteed by the United States;
3. General obligation or revenue bonds of any state, District of Columbia, U.S. territory or any of their subdivisions, with certain limitations;
4. Bankers acceptance issued by a state or national bank, with certain limitations;
5. Commercial paper, with certain limitations;
6. Any obligation, certificate of participation or lease/purchase of the investing public entity;
7. Money market fund, with certain limitations, which invest in the types of securities listed above;
8. Guaranteed investment contracts, with certain limitations;
9. Participation with other local governments in pooled investment funds (trusts). These trusts are supervised by participating governments, and must comply with the same restrictions on cash deposits and investments.

*Interest Rate Risk.* The Town does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

*Credit Risk.* The Town does not have a formal investment policy that would further limit its investment choices beyond those listed above which are approved by Colorado statutes.

TOWN OF HOLLY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2022

*Local Government Investment Pools.* The Town invested in the Colorado Liquid Asset Trust (Colotrust), an investment vehicle established for local government entities in Colorado to pool surplus funds. Colotrust operates similarly to a money market fund and each share is equal in value to \$1.00. Colotrust offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+. Both portfolios may invest in U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities. COLOTRUST PLUS+ may also invest in certain obligations of U.S. government agencies, highest rated commercial paper, and repurchase agreements collateralized by certain obligations of U.S. government agencies. A designated custodial bank serves as custodian for Colotrust’s portfolios pursuant to a custodian agreement. The custodian acts as safekeeping agent for Colotrust’s investment portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodian’s internal records segregate investments owned by Colotrust. Colotrust is rated AAAM by Standard & Poor’s. Colotrust records its investments at fair value, and the Town records its investment in Colotrust using the net asset value method.

(4) Capital Assets

Governmental Activities

A summary of changes in governmental activity capital assets is as follows:

	<u>Dec. 31, 2021</u>	<u>Additions</u>	<u>Transfers Deletions</u>	<u>Dec. 31, 2022</u>
Non-depreciable assets:				
Land	\$ 97,515	\$ -	\$ -	\$ 97,515
Depreciable assets:				
Infrastructure	\$ 1,537,645	\$ -	\$ -	\$ 1,537,645
Buildings & Improvements	840,105	-	-	840,105
Equipment	487,427	55,367	-	542,794
Total depreciable assets	<u>\$ 2,865,177</u>	<u>\$ 55,367</u>	<u>\$ -</u>	<u>\$ 2,920,544</u>
Total capital assets	<u>\$ 2,962,692</u>	<u>\$ 55,367</u>	<u>\$ -</u>	<u>\$ 3,018,059</u>
Less accumulated depreciation for:				
Infrastructure	\$ (391,486)	\$ (30,753)	\$ -	\$ (422,239)
Buildings	(648,591)	(36,167)	-	(684,758)
Equipment	(339,613)	(34,699)	-	(374,312)
Total accumulated depreciation	<u>\$(1,379,690)</u>	<u>\$(101,619)</u>	<u>\$ -</u>	<u>\$(1,481,309)</u>
Total capital assets, net	<u>\$ 1,583,002</u>	<u>\$ (46,252)</u>	<u>\$ -</u>	<u>\$ 1,536,750</u>

TOWN OF HOLLY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2022

Depreciation Expense was charge to functions/programs of the Town as follows:

General Government	\$ 11,230
Pubic Safety	9,052
Public Works	43,032
Culture and Recreation	<u>38,305</u>
Total depreciation expense – governmental activities	<u>\$ 101,619</u>

Business-Type Activities

A summary of changes in Business – Type capital assets is as follows:

	<u>Dec. 31, 2021</u>	<u>Additions</u>	<u>Transfers Deletions</u>	<u>Dec. 31, 2022</u>
Non-depreciable assets:				
Land	\$ 10,134	\$ -	\$ -	\$ 10,134
Construction In Progress	-	-	-	-
Total non-depreciable assets	<u>10,134</u>	<u>-</u>	<u>-</u>	<u>10,134</u>
Depreciable assets:				
Buildings	\$ 272,740	\$ -	\$ 14,878	\$ 287,618
Improvements	3,050,748	15,580	(14,878)	3,051,450
Equipment	739,002	15,486	-	754,488
Total depreciable assets	<u>\$ 4,062,490</u>	<u>\$ 31,066</u>	<u>\$ -</u>	<u>\$ 4,093,556</u>
Total capital assets	<u>\$ 4,072,624</u>	<u>\$ 31,066</u>	<u>\$ -</u>	<u>\$ 4,103,690</u>
Less accumulated depreciation:	<u>\$(2,484,644)</u>	<u>\$ (94,091)</u>	<u>\$ -</u>	<u>\$(2,578,735)</u>
Total capital assets, net	<u>\$ 1,587,980</u>	<u>\$ (63,025)</u>	<u>\$ -</u>	<u>\$ 1,524,955</u>

Depreciation Expense was charge to functions/programs of the Town as follows:

Electric	\$ 48,291
Water	40,948
Sewer	4,012
Landfill/Trash	<u>840</u>
Total depreciation expense – Business-Type	<u>\$ 94,091</u>

TOWN OF HOLLY, COLORADO  
 NOTES TO FINANCIAL STATEMENTS  
 DECEMBER 31, 2022

(5) Interfund Transactions

The following is a summary of interfund borrowings for the year as presented in the fund financial statements.

	<u>Interfund Receivable</u>	<u>Interfund Payables</u>
General Fund	\$ 20,627	
Utility Fund		\$ 20,627
	<u>\$ 20,627</u>	<u>\$ 20,627</u>

All balances resulted from the time lag between the dates that interfund reimbursable expenditures occur, and payments between funds are made. All interfund receivables and payables at year end are planned to be eliminated in the subsequent year.

(6) Restricted Cash

Cash is restricted in the General Fund for an emergency reserve under the Tabor Amendment in the amount of \$81,136. Cash is restricted in the Utility Fund for landfill closure costs in the amount of \$29,485.

(7) Pension Plans

The Town provides pension benefits for all of its full-time employees through a defined contribution plan administered by Colorado Retirement Association. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate after their first year of service. The Town rate of contribution is 3%. The employee may contribute between 3% and 13% at their election. The Town's contributions for each employee (and interest allocated to the employee's account) are fully vested after five years of continuous service. Plan provisions and contribution requirements are established and may be amended by the Town Council.

The Town's total payroll during 2022 was \$374,886. The Town's contributions were calculated using the covered payroll of \$196,237. Both, the Town and the covered employees made the required contributions, amounting to \$5,887 and \$5,887 respectively, for a total of \$11,774.

A deferred compensation plan under Section 457 of the Internal Revenue Code is also available to all eligible employees for voluntary contributions of up to a maximum specified by the Internal Revenue Service. Employees are eligible to participate immediately upon hiring. The plan is administered by Colorado Retirement Association and plan provisions are established and may be amended by the Town Council. There were no employee voluntary contributions for the year.

TOWN OF HOLLY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2022

(8) Police Protection

During year 2022, the Town contracted with Prowers County, Colorado to provide police services. The Town paid Prowers County \$58,811 for such services in year 2022.

(9) Segment Information

The Town maintains an Enterprise Fund to provide utilities to town residents. Segment information that is available is included within the financial statements for the year ended December 31, 2022. Separate balance sheets are not maintained for each department. No other segment information is available.

(10) Risk Management

The Town 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. The Town is managing these risks as explained below.

CIRSA Property and Casualty Insurance

The Town joined together with other cities and towns in the state of Colorado to form the Colorado Intergovernmental Risk Sharing Agency (CIRSA), a public entity risk pool currently operating as a common risk management and insurance program for members. The Town pays an annual contribution to CIRSA for its property and casualty insurance coverage. The member agreement provides that the pool will be self-sustaining through member contributions and additional assessments, if necessary, and the pool will purchase excess insurance through commercial companies for member's claims in excess of a specified self insured retention, which is determined each policy year. There have been no significant reductions in coverage from the prior year and settled claims have not exceeded coverage in any of the past three fiscal years.

CIRSA Workers Compensation Pool

The Town joined together with other municipalities in the State of Colorado to participate in the Colorado Intergovernmental Risk Sharing Agency Worker's Compensation Pool (CIRSAWCP), a public entity risk pool currently operating as a common risk management and insurance program for member municipalities. The intergovernmental agreement of formation of CIRSAWCP provides that the pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and that the Pool will purchase insurance through commercial companies for members' claim in excess of specified self-insured retention, which is determined each policy year. There have been no significant reductions in coverage from the prior year and settled claims have not exceeded coverage in any of the past three fiscal years.

TOWN OF HOLLY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2022

(11) Joint Venture

Arkansas River Power Authority

The Town participates in the Arkansas River Power Authority (ARPA). The Town has two members on the Board. The ARPA Board has final authority for all budgeting and financing in the joint venture. For the years ended December 31, 2022 and 2021, the Town purchased power from ARPA in the amount of \$837,700 and \$850,390, respectively. Financial Statements for ARPA may be obtained by writing to Arkansas River Power Authority, P.O. Box 70, Lamar, Colorado 81052 or by calling 719-336-3496

(12) Long Term Debt

The changes in long term debt during 2022 are summarized as follows:

	Balance Dec. 31, 2021	Additions	Payments	Balance Dec. 31, 2022	Due Within One Year
Governmental Activities:					
Compensated Absences	2,727	949	-	3,676	-
Business-Type Activities:					
Landfill Closure	\$ 389,474	\$ 27,264	\$ -	\$ 416,738	\$ -
Compensated Absences	5,920	1,883	-	7,803	-
	395,394	29,147	-	424,541	-
<b>Total</b>	<b>\$ 398,121</b>	<b>\$ 30,096</b>	<b>\$ -</b>	<b>\$ 428,217</b>	<b>\$ -</b>

Compensated absences related to governmental activities are normally paid by the General Fund.

13) Contingency

Tabor Amendment

In November 1992, the Colorado voters passed a constitutional amendment (Tabor Amendment) to the State Constitution (Article X, Section 20) which requires voter approval for any increases in mill levies, revenue limits, spending limits and creation of multi-year debt. In addition, the amendment requires that a reserve be established for emergencies of 2% in 1994 and 3% thereafter.

The Town has reserved \$81,952 within the General Fund for the emergency reserve under the Tabor amendment.

TOWN OF HOLLY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2022

During 1996 the electorate passed a ballot measure allowing the Town to receive and expend any excess funds received from grants and intergovernmental revenues without limitation to the provisions under the Tabor Amendment.

The Town believes that it is in compliance with the provisions of the Tabor amendment. However, many provisions of the Tabor Amendment are complex and subject to further interpretation and will require judicial interpretation.

#### Landfill

In prior years, the Town operated a solid waste landfill. During year 2020, the Town Council voted to close the landfill. The Town is working with the State of Colorado to meet all of the closure requirements. The Town is required by Federal and State laws and regulations to provide closure and post-closure future costs. The Town is required to perform certain maintenance and monitoring functions for thirty years after closure. These costs are reported as an expense and liability each year based on landfill capacity used as of each statement of position date. The Town has estimated total closure costs of \$219,420 and post-closure costs of \$197,318, for a total of \$416,738 based on use of 100% of the estimated capacity of the landfill. The landfill has no remaining capacity, assuming no additional excavation. Future additional costs may be incurred depending on results of soil samples, test wells, changes due to inflation, deflation, technology, or applicable federal and state regulations.

Closure and post-closure care financial assurances are being met by the local government financial test.

**TOWN OF HOLLY, COLORADO  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2022**

	<b>BUDGETED AMOUNTS</b>		<b>ACTUAL</b>	<b>VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)</b>
	<b>ORIGINAL</b>	<b>FINAL</b>		
<b>REVENUES</b>				
Taxes	\$ 466,134	\$ 466,134	\$ 468,637	\$ 2,503
Licenses and Permits	3,623	3,623	4,855	1,232
Intergovernmental Revenue	142,513	142,513	48,875	(93,638)
Charges for Services	56,810	56,810	67,434	10,624
Fines and Forfeits	-	-	-	-
Donations	300	300	170	(130)
Interest	400	400	9,526	9,126
Miscellaneous	2,060	2,060	6,395	4,335
<b>TOTAL REVENUES</b>	<b>671,840</b>	<b>671,840</b>	<b>605,892</b>	<b>(65,948)</b>
<b>EXPENDITURES</b>				
Current:				
General Government	236,900	236,900	213,052	23,848
Public Safety	64,799	64,799	77,320	(12,521)
Public Works	59,970	59,970	38,212	21,758
Health and Welfare	7,200	7,200	1,331	5,869
Culture & Recreation	144,898	144,898	113,391	31,507
Urban Development	100,000	100,000	-	100,000
Miscellaneous	2,000	2,000	4,008	(2,008)
Capital Outlay	130,517	130,517	55,367	75,150
<b>TOTAL EXPENDITURES</b>	<b>746,284</b>	<b>746,284</b>	<b>502,681</b>	<b>243,603</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(74,444)</b>	<b>(74,444)</b>	<b>103,211</b>	<b>177,655</b>
<b>OTHER FINANCIAL SOURCES (USES)</b>				
Insurance Proceeds	-	-	-	-
Proceeds from Sale of Assets	35,000	35,000	-	(35,000)
Operating Transfers In (Out)	110,000	110,000	-	(110,000)
<b>NET CHANGE IN FUND BALANCE</b>	<b>70,556</b>	<b>70,556</b>	<b>103,211</b>	<b>32,655</b>
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<b>809,280</b>	<b>809,280</b>	<b>830,039</b>	<b>20,759</b>
<b>FUND BALANCES, END OF YEAR</b>	<b>\$ 879,836</b>	<b>\$ 879,836</b>	<b>\$ 933,250</b>	<b>\$ 53,414</b>

The notes to the financial statements are an integral part of this statement

**TOWN OF HOLLY, COLORADO  
 CONSERVATION TRUST FUND  
 SCHEDULE OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<b>REVENUES:</b>				
Intergovernmental Revenue	\$ 9,000	\$ 9,000	\$ 10,718	\$ 1,718
Interest	<u>5</u>	<u>5</u>	<u>30</u>	<u>25</u>
Total revenues	<u>9,005</u>	<u>9,005</u>	<u>10,748</u>	<u>1,743</u>
<b>EXPENDITURES:</b>				
Operating:				
Culture and Recreation	10,000	10,000	-	10,000
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>10,000</u>	<u>10,000</u>	<u>-</u>	<u>10,000</u>
<b>NET CHANGE IN FUND BALANCE</b>	(995)	(995)	10,748	11,743
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>27,196</u>	<u>27,196</u>	<u>15,630</u>	<u>(11,566)</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 26,201</u>	<u>\$ 26,201</u>	<u>\$ 26,378</u>	<u>\$ 177</u>

The notes to the financial statements are an integral part of this statement

**TOWN OF HOLLY, COLORADO**  
**UTILITY FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES**  
**BUDGET (NON-GAAP BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<b>VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)</b>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>(NEGATIVE)</u>
<b>REVENUES:</b>				
Electric Plant	\$ 1,291,000	\$ 1,291,000	\$ 1,189,068	\$ (101,932)
Water Plant	231,527	231,527	243,993	12,466
Sewer Plant	59,882	59,882	70,316	10,434
Landfill / Trash Plant	232,200	232,200	242,166	9,966
Insurance Proceeds	-	-	91,583	91,583
Grant	97,272	97,272	-	(97,272)
Interest Income	3,026	3,026	19,303	16,277
<b>TOTAL REVENUES</b>	<u>1,914,907</u>	<u>1,914,907</u>	<u>1,856,429</u>	<u>(58,478)</u>
<b>EXPENDITURES:</b>				
<b>Electric Plant</b>				
Operations	1,259,145	1,259,145	1,149,521	109,624
Capital Expenditures	68,159	68,159	-	68,159
<b>Water Plant</b>				
Operations	240,277	240,277	276,222	(35,945)
Capital Expenditures	39,470	39,470	31,066	8,404
<b>Sewer Plant</b>				
Operations	52,896	52,896	37,293	15,603
Capital Expenditures	90,000	90,000	-	90,000
<b>Landfill / Trash Plant</b>				
Operations	226,040	226,040	215,007	11,033
Capital Expenditures	-	-	-	-
<b>TOTAL EXPENSES</b>	<u>1,975,987</u>	<u>1,975,987</u>	<u>1,709,109</u>	<u>266,878</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>\$ (61,080)</u>	<u>\$ (61,080)</u>	147,320	<u>\$ (208,400)</u>
<b>RECONCILIATION TO GAAP BASIS</b>				
Add: Capital Expenditures			31,066	
Deduct: Cost of Assets Sold			-	
Deduct: Landfill closure/post-closure estimates			(27,264)	
Deduct: Depreciation			(94,091)	
<b>CHANGE IN NET POSITION</b>			<u>\$ 57,031</u>	

The notes to the financial statements are an integral part of this statement

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

<b>LOCAL HIGHWAY FINANCE REPORT</b>		City or County: Town of Holly
		YEAR ENDING : December 2022
This Information From The Records Of (example - City of _ or County of Town of Holly)	Prepared By: Cynthia Humrich	Phone: 719-537-6622

**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
<b>A. Receipts from local sources:</b>		<b>A. Local highway disbursements:</b>	
1. Local highway-user taxes		1. Capital outlay (from page 2)	0
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	65,255
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	
2. General fund appropriations	22,053	b. Snow and ice removal	
3. Other local imposts (from page 2)	16,152	c. Other lighting	10,823
4. Miscellaneous local receipts (from page 2)	0	d. Total (a. through c.)	10,823
5. Transfers from toll facilities		4. General administration & miscellaneous	
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	76,078
b. Bonds - Refunding Issues		<b>B. Debt service on local obligations:</b>	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	38,205	b. Redemption	
<b>B. Private Contributions</b>		c. Total (a. + b.)	0
<b>C. Receipts from State government</b> (from page 2)	37,873	2. Notes:	
<b>D. Receipts from Federal Government</b> (from page 2)	0	a. Interest	
<b>E. Total receipts (A.7 + B + C + D)</b>	76,078	b. Redemption	
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	0
		<b>C. Payments to State for highways</b>	
		<b>D. Payments to toll facilities</b>	
		<b>E. Total disbursements (A.6 + B.3 + C + D)</b>	76,078

**IV. LOCAL HIGHWAY DEBT STATUS**  
(Show all entries at par)

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

**V. LOCAL ROAD AND STREET FUND BALANCE**

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	0	76,078	76,078	0	0

**Notes and Comments:**

<b>LOCAL HIGHWAY FINANCE REPORT</b>		STATE: Colorado	
		YEAR ENDING (mm/yy): December 2022	
<b>II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL</b>			
<b>ITEM</b>	<b>AMOUNT</b>	<b>ITEM</b>	<b>AMOUNT</b>
<b>A.3. Other local imposts:</b>		<b>A.4. Miscellaneous local receipts:</b>	
a. Property Taxes and Assessments		a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes		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	16,152	g. Other Misc. Receipts	
6. Total (1. through 5.)	16,152	h. Other	
c. Total (a. + b.)	16,152	i. Total (a. through h.)	0
	(Carry forward to page 1)		(Carry forward to page 1)
<b>III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL</b>			
<b>ITEM</b>	<b>AMOUNT</b>	<b>ITEM</b>	<b>AMOUNT</b>
<b>C. Receipts from State Government</b>		<b>D. Receipts from Federal Government</b>	
1. Highway-user taxes	34,186	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	3,687	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.)	3,687	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	37,873	3. Total (1. + 2.g)	
			(Carry forward to page 1)
		ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)
		TOTAL (c)	
<b>A.1. Capital outlay:</b>			
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			0
(5). Total Construction (1) + (2) + (3) + (4)		0	0
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)		0	0
			(Carry forward to page 1)
<b>Notes and Comments:</b>			