

ALLENSPARK FIRE PROTECTION DISTRICT
ALLENSPARK, COLORADO
FINANCIAL STATEMENTS
December 31, 2023

ALLENSPARK FIRE PROTECTION DISTRICT
TABLE OF CONTENTS
December 31, 2023

FINANCIAL SECTION

Independent Auditor’s Report	1
Management’s Discussion and Analysis	i
Basic Financial Statements	
<i>Government-wide Financial Statements</i>	
Statement of Net Position.....	4
Statement of Activities	5
<i>Governmental Funds Financial Statements</i>	
Balance Sheet	6
Reconciliation of the Balance Sheet of the Governmental Fund to the Statement of Net Position	7
Statement of Revenues, Expenditures and Change in the Fund Balance	8
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance of the Governmental Fund to the Statement of Activities	9
<i>Notes to the Financial Statements</i>	10
Required Supplementary Information	
Budgetary Comparison Schedule - General Fund.....	19
Schedule of Proportionate Share of the Net Pension Asset and Contributions	20
Notes to the Required Supplementary Information.....	22

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Allenspark Fire Protection District
Allenspark, Colorado

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities and the major fund of the of the Allenspark Fire Protection District as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the basic financial statements of the Allenspark Fire Protection District, as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and the major fund of the Allenspark Fire Protection District as of December 31, 2023, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis of 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Allenspark Fire Protection District 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 these 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 Allenspark Fire Protection District'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

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 auditor's report that includes our 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, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risk 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 Allenspark Fire Protection District'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 Allenspark Fire Protection District'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.

Emphases of Matter

As described in Note 8 to the financial statements, as of and for the year ended December 31, 2022, have been restated to correct a misstatement. Our opinion is not modified with respect to this matter.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information 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 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.

DMC Auditing and Consulting, LLC

June 17, 2024
Bailey, Colorado



Allenspark Fire Protection District

Management's Discussion and Analysis

Year Ended December 31, 2023

As the financial management of the Allenspark Fire Protection District (the "District"), we offer readers of these financial statements this narrative overview and analysis of the financial activities of the District for the year ended December 31, 2023. This discussion and analysis is designed to assist the reader in focusing on the significant accomplishments, financial issues and activities, and to identify any significant changes in financial position. We encourage our readers to consider the information presented here in conjunction with the financial statements as a whole.

Financial Highlights

- The assets and deferred outflows of resources of the District exceeded its liabilities and deferred inflows of resources at the close of its fiscal year ended December 31, 2023 by \$1,283,699 (net position). Of this amount \$381,120 is unrestricted and may be used to meet the District's ongoing obligations to our community in accordance with the District's fiscal policies as more fully described below.
- The net position increased by \$77,119 during 2023, mostly due to improvement in the funding level resulting from removing our capital expenditures which are not considered expenditures for Government-wide financial purposes.
- Total revenues for the year ended December 31, 2023 were \$473,850 compared to total revenues of \$463,598 in 2022.
- The General Fund Balance decreased by a total of \$177,434 during 2023 and was \$359,796 as of December 31, 2023.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to AFPDs basic financial statements, which are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

Government-wide financial statements: The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private sector business. The governmental activity of the District is primarily providing fire and emergency services for the Allenspark Fire Protection District.

The statement of net position presents information on all of the District's assets, liabilities, and deferred inflows/outflows 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 District is improving or deteriorating.

The statement of activities presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The government-wide financial statements can be found on pages 4 and 5 of this report.

Fund financial statements: A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state



Allenspark Fire Protection District

and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The District currently has one fund, the General Fund which is a governmental fund.

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. A reconciliation of the fund balance as reported in the governmental funds as the net change in fund balance to the change in net position has been provided to facilitate the comparison between governmental funds and governmental activities.

The District adopts an annual appropriated budget for its General Fund; the Capital Reserve and the Truck Reserve are supported from the annual appropriated budget for the General fund and contributions. A budgetary comparison statement has been provided for these funds to demonstrate compliance with these budgets.

The governmental fund financial statements are presented on pages 6 through 9 of this report.

Fiduciary Funds: Fiduciary funds are used to account for resources held for the benefit of parties outside the government. The FPPA Pension Fund is not reflected in the government-wide financial statements because the resources of the fiduciary fund are not available to support the District's own programs.

Notes to the Financial Statements: The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 10 through 19 of this report.

Required Supplemental Information: In addition to the basic financial statements and accompanying notes, this report also presents certain required supplemental information. These statements can be found on pages 20 through 21 of this report.

Other information: Also, this report presents certain information pertaining to the District's budget for demonstrating legal compliance with budgetary control obligations. This budgetary information can be found on page 19 of this report.

Financial Analysis

Statement of Net Position: Net position, the excess of assets and deferred outflows of resources over liabilities and deferred inflows of resources, may serve, over time, as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows exceeded liabilities and deferred inflows by \$1,283,699 at the close of the most recent fiscal year. The overall net position increased by \$77,119 (6.4%). Net investment in capital assets increased from \$643,777 at December 31, 2022 to \$888,363 at December 31, 2023. This involved the addition in capital assets of \$244,586 which represents the purchases of our new pumper/tender truck (5203) in August 2023 and the chassis for the new brush truck (5234) in October 2023. This investment in capital assets during 2023



Allenspark Fire Protection District

was another significant investment in capital and is part of the District's long-term capital replacement plan.

Current liabilities increased from \$5,833 at December 31, 2022 to \$44,334 at December 31, 2023. This increase is due to unearned revenue which represents grants and contributions received in 2023 that are restricted for the purchase of a new heart monitor, and for expenses related to updating the Community Wildfire Protection Plan. These two items were not purchased in 2023 but will be purchased in the future and thus this unearned revenue will be recognized and spent in a future year. The deferred inflows of resources, specifically the Deferred Property Taxes at December 31, 2023 were \$0 compared to \$360,126 at December 31, 2022. The main reason was due to the delay in the appropriation of tax revenue after the budget process delays experienced in 2023 as a result of the Proposition HH vote and results in November 2023.

Unrestricted net position decreased from \$548,895 at December 31, 2022 to \$381,120 at December 31, 2023. The main reason for the decrease in net position was due to the use of truck reserve funds for the purchase of the new truck (5203), so unrestricted net position was converted to Investment in capital assets.

FPPA decreased from an asset of \$31,633 at December 31, 2022 to \$8,158 at December 31, 2023. This change was largely due to the difference between projected and actual earnings on pension plan investments in 2022, as the latest actuarial study (measurement date) was December 31, 2022 and rolled forward to 2023. The measurement date of our FPPA pension will always lag one year behind the District's fiscal year. This positive position represents our ability to fund the pension payments to our currently retired volunteers. The restricted for emergencies net position consists of \$14,216 restricted for emergency reserves.

A large portion of the District's net position is its investment in capital assets. These assets include apparatus, vehicles, buildings, leasehold improvements, land and equipment. The District used these capital assets to provide services and consequently, these assets are not available to liquidate liabilities or for other spending.

The following is a condensed comparative summary of the District's net position at December 31:



Allenspark Fire Protection District

COMPARATIVE STATEMENT OF NET POSITION

	2023	2022
ASSETS		
Cash and Investments	\$ 396,713	\$ 539,995
Property Tax Receivable	1,552	361,252
Prepaid Expenses	5,865	1,942
Capital Assets, Not Being Depreciated	78,745	132,402
Capital Assets, Net of Accumulated Depreciation	809,618	511,375
Net Pension Asset	8,158	31,633
	<u>1,300,651</u>	<u>1,578,599</u>
TOTAL ASSETS		
	<u>1,300,651</u>	<u>1,578,599</u>
DEFERRED OUTFLOWS OF RESOURCES		
Pensions, Net of Accumulated Amortization	<u>124,816</u>	<u>43,494</u>
	<u>124,816</u>	<u>43,494</u>
LIABILITIES		
Accounts Payable	3,600	5,833
Unearned Revenue	<u>40,734</u>	<u>-</u>
	<u>44,334</u>	<u>5,833</u>
TOTAL LIABILITIES		
	<u>44,334</u>	<u>5,833</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred Property Taxes		360,126
Pensions, Net of Accumulated Amortization	<u>97,434</u>	<u>49,554</u>
	<u>97,434</u>	<u>409,680</u>
TOTAL DEFERRED INFLOWS OF RESOURCES		
	<u>97,434</u>	<u>409,680</u>
NET POSITION		
Net Investment in Capital Assets	888,363	643,777
Restricted for Emergencies	14,216	13,908
Unrestricted	<u>381,120</u>	<u>548,895</u>
	<u>1,283,699</u>	<u>1,206,580</u>
TOTAL NET POSITION		
	<u>\$ 1,283,699</u>	<u>\$ 1,206,580</u>



Allenspark Fire Protection District

Statement of Activities: The statement of revenues, expenditures, and changes in fund balance, governmental fund reflects the cost of operation and the charges for services and receipt of grants offsetting those services.

COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE GOVERNMENTAL FUND

	2023	2022
REVENUES		
Property Taxes	\$ 371,921	\$ 398,702
State Grants	36,650	16,650
Local Grants and Contributions	6,817	5,000
Interest	6,389	819
Gifts/Donations	31,459	25,259
Miscellaneous	20,614	17,168
TOTAL REVENUES	<u>473,850</u>	<u>463,598</u>
EXPENDITURES		
General Government		
Administration	74,456	66,980
Communications	6,884	18,401
Emergency Medical Services	12,017	12,525
Fleet Operations	63,557	55,805
Fire Fighting	24,059	35,211
Stations and Grounds	46,345	38,293
Training	11,894	13,040
Volunteer Runs	10,690	13,420
Out of District Wildland	12,636	10,023
Pension Contributions	38,316	35,150
Capital Outlay	371,430	204,090
TOTAL EXPENDITURES	<u>672,284</u>	<u>502,938</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(198,434)</u>	<u>(39,340)</u>
OTHER FINANCING SOURCES (USES)		
Proceeds from Sale of Capital Assets	21,000	-
CHANGE IN FUND BALANCE	<u>(177,434)</u>	<u>(39,340)</u>
FUND BALANCE, Beginning, as Restated	537,230	576,570
FUND BALANCE, Ending	<u>\$ 359,796</u>	<u>\$ 537,230</u>



Allenspark Fire Protection District

Statement of revenues, expenditures, and changes in fund balance: In fiscal year 2023, the District had an excess of expenditures over revenues of \$198,434. This expenditure was supplemented from AFPD capital reserve funds. In 2023 the sale of 5212 provided proceeds of \$21,000 to partially offset these capital/truck expenditures.

In 2023, Wildland fire fees were \$12,636 compared to \$10,023 in 2022. This revenue is from a cooperative agreement between the District and the State of Colorado where the District provides personnel and equipment to assist on national and/or state wildland fire incidents. The District received reimbursement for the cost of the personnel including benefits and other expenses incurred plus a small amount toward overhead of around 5%. In addition, the District receives a daily fee for the use of equipment.

Material Changes: The restatement of beginning fund balance (\$537,230) is due to changes required for the District to change accounting policies and procedures including changing from cash to modified accrual accounting, which requires certain transactions to be reported in 2023 instead of 2022; plus correction of errors to improve accounting processes, such as asset recognition, and pension reporting within the financials.

Capital Assets and Long-term Debt

Capital Assets: The District's net investment in capital assets as of December 31, 2023 is \$888,363. This is an increase of \$244,586 (37.9%) from December 31, 2022. Major capital assets events during the current fiscal year included the following:

- (1) 5203 – Rosenbauer Maverick Pumper/Tender
- (2) 5234 – Dodge Chassis for Type 5 Brush Truck – Construction in Progress

Long Term Debt: As of December 31, 2023 and 2022 the District had no long-term debt.

Budget Analysis: Actual expenditures were \$260,988 below budgeted for the General Fund keeping the District in compliance with State law. This was largely due to the fact that Truck Reserves are budgeted, but not considered actual expenditures until expended. These aggregate budgeted reserves are indicated as Assigned to Truck Reserve in the Balance Sheet of the Governmental Fund.

Requests for Information: This financial report is designed to provide a general overview of the District's finances. Questions concerning any of the information provided in this report or request for additional financial information should be addressed to the Treasurer, Allenspark Fire Protection District, P.O. Box 153, Allenspark, CO 80510.

BASIC FINANCIAL STATEMENTS

ALLENSPARK FIRE PROTECTION DISTRICT
STATEMENT OF NET POSITION
December 31, 2023

	<u>PRIMARY GOVERNMENT GOVERNMENTAL ACTIVITIES</u>
ASSETS	
Cash and Investments	\$ 396,713
Property Tax Receivable	1,552
Prepaid Expenses	5,865
Capital Assets, <i>Not Being Depreciated</i>	78,745
Capital Assets, <i>Net of Accumulated Depreciation</i>	809,618
Net Pension Asset	<u>8,158</u>
 TOTAL ASSETS	 <u>1,300,651</u>
 DEFERRED OUTFLOWS OF RESOURCES	
Pensions, <i>Net of Accumulated Amortization</i>	<u>124,816</u>
 LIABILITIES	
Accounts Payable	3,600
Unearned Revenue	<u>40,734</u>
 TOTAL LIABILITIES	 <u>44,334</u>
 DEFERRED INFLOWS OF RESOURCES	
Pensions, <i>Net of Accumulated Amortization</i>	<u>97,434</u>
 NET POSITION	
Net Investment in Capital Assets	888,363
Restricted for Emergencies	14,216
Unrestricted	<u>381,120</u>
 TOTAL NET POSITION	 \$ <u><u>1,283,699</u></u>

ALLENSPARK FIRE PROTECTION DISTRICT
STATEMENT OF ACTIVITIES
Year Ended December 31, 2023

FUNCTIONS / PROGRAMS	EXPENSES	CHARGES FOR SERVICES	PROGRAM REVENUES	NET (EXPENSE) REVENUE AND CHANGE IN NET POSITION
PRIMARY GOVERNMENT	OPERATING			PRIMARY GOVERNMENT
Governmental Activities	GRANTS AND CONTRIBUTIONS			GOVERNMENTAL ACTIVITIES
General Government	CONTRIBUTIONS			ACTIVITIES
TOTAL GOVERNMENTAL ACTIVITIES	\$	\$	\$	\$
TOTAL GOVERNMENTAL ACTIVITIES	\$	\$	\$	\$
GENERAL REVENUES	CAPITAL			GOVERNMENTAL ACTIVITIES
Property Taxes			20,000	(323,191)
Investment Income		54,926	\$	(323,191)
Other		54,926	\$	(323,191)
TOTAL GENERAL REVENUES		\$	\$	\$
CHANGE IN NET POSITION		\$	\$	\$
NET POSITION, Beginning, as Restated				1,206,580
NET POSITION, Ending				\$ 1,283,699
	\$ 417,731	\$ 19,614	\$ 54,926	\$ 20,000
	\$ 417,731	\$ 19,614	\$ 54,926	\$ 20,000
				371,921
				6,389
				22,000
				400,310
				77,119
				1,206,580
				\$ 1,283,699

ALLENSPARK FIRE PROTECTION DISTRICT
BALANCE SHEET
GOVERNMENTAL FUND
December 31, 2023

	<u>GENERAL</u>
ASSETS	
Cash and Investments	\$ 396,713
Property Tax Receivable	1,552
Prepaid Expenditures	<u>5,865</u>
TOTAL ASSETS	\$ <u>404,130</u>
LIABILITIES AND FUND BALANCE	
LIABILITIES	
Accounts Payable	\$ 3,600
Unearned Revenue	<u>40,734</u>
TOTAL LIABILITIES	<u>44,334</u>
FUND BALANCE	
Nonspendable	5,865
Restricted for Emergencies	14,216
Assigned to Truck Reserve	123,350
Unassigned	<u>216,365</u>
TOTAL FUND BALANCE	<u>359,796</u>
TOTAL LIABILITIES AND FUND BALANCE	\$ <u>404,130</u>

ALLENSPARK FIRE PROTECTION DISTRICT
RECONCILIATION OF THE BALANCE SHEET OF THE GOVERNMENTAL FUND
TO THE STATEMENT OF NET POSITION
December 31, 2023

AMOUNTS REPORTED FOR GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION ARE DIFFERENT BECAUSE:

Fund Balance of Governmental Fund	\$	359,796
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in governmental funds.		888,363
Long-term liabilities and related items are not due and payable in the current year and, therefore, are not reported in governmental funds:		
Net Pension Asset		8,158
Pension-Related Deferred Outflows of Resources		124,816
Pension-Related Deferred Inflows of Resources		<u>(97,434)</u>
Total Net Position of Governmental Activities	\$	<u><u>1,283,699</u></u>

ALLENSPARK FIRE PROTECTION DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
GOVERNMENTAL FUND
Year Ended December 31, 2023

	<u>GENERAL</u>
REVENUES	
Property Taxes	\$ 371,921
State Grants	36,650
Local Grants and Contributions	6,817
Interest	6,389
Gifts/Donations	31,459
Miscellaneous	20,614
	<u>473,850</u>
 TOTAL REVENUES	 <u>473,850</u>
 EXPENDITURES	
General Government	
Administration	74,456
Communications	6,884
Emergency Medical Services	12,017
Fleet Operations	63,557
Fire Fighting	24,059
Stations and Grounds	46,345
Training	11,894
Volunteer Runs	10,690
Out of District Wildland	12,636
Pension Contributions	38,316
Capital Outlay	371,430
	<u>672,284</u>
 TOTAL EXPENDITURES	 <u>672,284</u>
 EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	 <u>(198,434)</u>
 OTHER FINANCING SOURCES (USES)	
Proceeds from Sale of Capital Assets	21,000
	<u>21,000</u>
 CHANGE IN FUND BALANCE	 <u>(177,434)</u>
 FUND BALANCE, Beginning, as Restated	 <u>537,230</u>
 FUND BALANCE, Ending	 <u>359,796</u>

ALLENSPARK FIRE PROTECTION DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE
IN FUND BALANCE OF THE GOVERNMENTAL FUND TO THE STATEMENT OF ACTIVITIES
Year Ended December 31, 2023

AMOUNTS REPORTED FOR GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES ARE DIFFERENT BECAUSE:

Net Change in Fund Balance of the Governmental Fund	\$	(177,434)
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as follows:</p>		
Depreciation Expense		(123,452)
Capital Outlay		368,038
<p>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. This includes the changes in the following:</p>		
Net Pension Asset		(23,475)
Pension-Related Deferred Outflows of Resources		81,322
Pension-Related Deferred Inflows of Resources		<u>(47,880)</u>
Change in Net Position of Governmental Activities	\$	<u><u>77,119</u></u>

ALLENSPARK FIRE PROTECTION DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

NOTE 1: Summary of Significant Accounting Policies

The Allenspark Fire Protection District (the District), located in Allenspark, Colorado, is staffed by volunteers. The District's response area covers approximately 160 square miles in rural Larimer and Boulder Counties. Special services that the District provides, in addition to Fire Protection and Emergency Medical Services, are Search and Rescue, Camp Inspections, Fire Prevention and Mutual Aid to neighboring agencies. The District has mutual aid agreements with neighboring fire departments such as Estes Valley, Lyons, Indian Peaks, LeftHand Canyon, PineWood Springs and the United States Forest Service.

The accounting policies of the District conform to generally accepted accounting principles applicable to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Following is a summary of the District's significant accounting policies.

Reporting Entity

The financial reporting entity consists of the District, organizations for which the District is financially accountable, and organizations that raise and hold economic resources for the direct benefit of the District. All funds, organizations, institutions, agencies, departments, and offices that are not legally separate are part of the District. Legally separate organizations for which the District is financially accountable are considered part of the reporting entity. Financial accountability exists if the District appoints a voting majority of the organization's governing board and is able to impose its will on the organization, or if the organization has the potential to provide benefits to, or impose financial burdens on, the District. The financial statements of the District do not include any separately administered organizations.

The District operates as a special district and major funding for the operation of the District is from property tax revenues and donations.

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all activities of the District. *Governmental activities*, which are supported by taxes and intergovernmental revenues, are reported in a single column.

The statement of activities demonstrates the degree to which the direct expenses of the given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to governments or other customers 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 instead as *general revenues*.

Separate financial statements are provided for the governmental funds. Major individual governmental funds and other significant funds identified by management are reported as separate columns in the fund financial statements.

ALLENSPARK FIRE PROTECTION DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

NOTE 1: Summary of Significant Accounting Policies (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

In the fund financial statements, the District reports the following major governmental fund:

The *General Fund* is the District's primary operating fund. It accounts for all financial resources of the District.

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collected within the current year or soon enough thereafter to pay liabilities of the current year. The District considers all other revenues to be available if they are collected within 60 days of the end of the current year.

Intergovernmental revenues, grants, and interest associated with the current year are considered to be susceptible to accrual and so have been recognized as revenues of the current year. All other revenues are considered to be measurable and available only when received by the District.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

When both restricted and unrestricted resources are available for a specific use, the District defaults to using restricted resources first, then unrestricted resources as they are needed.

Assets, Liabilities and Fund Balance / Net Position

Cash and Investments – For purposes of the statement of cash flows, cash equivalents include investments with original maturities of three months or less.

Receivables - All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

Capital Assets - Capital assets, which include property and equipment, are reported in the government-wide financial statements. Capital assets are defined as assets with an initial cost (individually or as a group of related items such as radios) of \$3,000 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at the acquisition value on the date of donation. The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized.

Capital assets are depreciated using the straight-line method over the following estimated useful lives.

Buildings	35 years
Building Improvements	5-35 years
Furniture and Fixtures	5 years
Machinery and Equipment	5 years
Vehicles	10 years

ALLENSPARK FIRE PROTECTION DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

NOTE 1: Summary of Significant Accounting Policies (Continued)

Assets, Liabilities and Fund Balance / Net Position (Continued)

Deferred Outflows of Resources – Deferred outflows of resources in the governmental fund financial statements are related to the consumption of net assets to be made in future periods and pension-related outflows not recognized as a consumption of current financial resources.

Unearned Revenue - Unearned revenue are resources received by the District before they are earned, such as certain grants.

Pensions - The District participates in an Affiliated Local Volunteer Firefighter Plan (the Plan), a multi-employer agency pension plan administered by the Fire and Police Pension Association of Colorado (FPPA). The net pension asset, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position, and additions to and deductions from the Plan's fiduciary net position have been determined using the economic resources measurement focus and the accrual basis of accounting, the same basis of accounting used by the FPPA. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Employer contributions are recognized when paid. Investments are reported at fair value.

Deferred Inflows of Resources – Deferred inflows of resources in the governmental fund financial statements are related to acquisition of net assets applicable to future periods and pension-related inflows not available as a current financial resource.

Net Position/Fund Balances - In the government-wide and fund financial statements, net position and fund balances are restricted when constraints placed on the use of resources are externally imposed. The Board of Directors is authorized to establish a fund balance commitment through passage of a resolution and may assign fund balances to a specific purpose through an informal action.

The District has not established a formal policy for its use of restricted and unrestricted fund balances. However, if both restricted and unrestricted fund balances are available for a specific purpose, the District uses restricted fund balance first, followed by committed, assigned, and unassigned balances.

Property Taxes

Property taxes attach as an enforceable lien on property on January 1, are levied the following December, and are collected in the subsequent calendar year. Taxes are payable in full on April 30, or in two installments on February 28 and June 15. The County Treasurer's Offices collect property taxes and remit to the District on a monthly basis. When taxes become delinquent, the property is sold on the tax sale date.

NOTE 2: Cash and Investments

Deposits

The Colorado Public Deposit Protection Act (PDPA) requires local government entities to deposit cash in eligible public depositories. Eligibility is determined by State regulations. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. The PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution or held in trust for all uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. At December 31, 2023, the District had bank deposits of \$176,373 collateralized with securities held by the financial institution's agent but not in the District's name. At December 31, 2023, the District's deposit balance was \$396,713.

ALLENSPARK FIRE PROTECTION DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

NOTE 3: Capital Assets

Capital asset activity for the year ended December 31, 2023, is summarized below.

	Balance 12/31/22	Additions	Deletions	Balance 12/31/23
Governmental Activities				
Capital Assets, Not Being Depreciated				
Land	\$ 6,500	\$ -	\$ -	\$ 6,500
Construction in Progress	125,902	72,245	(125,902)	72,245
Total Capital Assets, Not Being Depreciated	<u>132,402</u>	<u>72,245</u>	<u>(125,902)</u>	<u>78,745</u>
Capital Assets, Being Depreciated				
Buildings	681,634	-	-	681,634
Building Improvements	105,859	11,450	-	117,309
Furniture and Fixtures	3,060	-	-	3,060
Machinery and Equipment	359,681	83,032	-	442,713
Vehicles and Equipment	1,810,619	327,213	(186,962)	1,950,870
Total Capital Assets, Being Depreciated	<u>2,960,853</u>	<u>421,695</u>	<u>(186,962)</u>	<u>3,195,586</u>
Less Accumulated Depreciation				
Buildings	(484,816)	(7,432)	-	(492,248)
Building Improvements	(92,857)	(4,955)	-	(97,812)
Furniture and Fixtures	(612)	(612)	-	(1,224)
Machinery and Equipment	(194,255)	(56,704)	-	(250,959)
Vehicles and Equipment	(1,676,938)	(53,749)	186,962	(1,543,725)
Total Accumulated Depreciation	<u>(2,449,478)</u>	<u>(123,452)</u>	<u>186,962</u>	<u>(2,385,968)</u>
Total Capital Assets, Being Depreciated, Net	<u>511,375</u>	<u>298,243</u>	<u>-</u>	<u>809,618</u>
Total Capital Assets, Governmental Activities, Net	<u>\$ 643,777</u>	<u>\$ 370,488</u>	<u>\$ (125,902)</u>	<u>\$ 888,363</u>

Depreciation expense of the governmental activities was charged to the general fund of the District.

NOTE 4: Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; injuries to employees; and natural disasters. The District utilizes commercial insurance carriers for risks of loss including workers compensation, accident and sickness and damage to property.

ALLENSPARK FIRE PROTECTION DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

NOTE 5: Defined Benefit Pension Plan

General Information

Plan Description – The District’s active voluntary firefighters participate in a non-contributing, an agency multiple-employer defined benefit pension plan administered by the FPPA. The Plan pension board consists of the Board of Directors and two volunteer firefighters. The Plan pension board has the responsibility to manage, use, and disburse the pension fund according to the provisions of the Colorado Revised Statutes (C.R.S.), as amended, Part 11, in conformity with the District’s bylaws and policies.

The Colorado Revised Statutes (C.R.S.), as amended, establishes basic benefit provisions under the plan. FPPA issues a publicly available comprehensive annual financial report that includes the assets of the volunteer plan. That report may be obtained at www.fppaco.org.

Eligibility - Each volunteer firefighter member is enrolled into the Plan upon completion of the probationary period at the District. To achieve pension eligibility, volunteers must 1) attend 36 hours or more of training for the calendar year, and 2) respond to 20% of the emergency incidents for the calendar year. Membership as of December 31, 2022, as follows:

Retirees and Beneficiaries	20
Inactive, Nonretired Members	0
Active Members	24
Total	44

Benefits Provided as of December 31, 2023 - The benefit provisions and plan requirements were established by Colorado Revised Statutes, and the Board of Directors has adopted the following schedule of monthly benefits which was in effect at December 31, 2023. Participants may elect to start receiving pension benefits monthly upon reaching the age of 50 and have at least 10 years of eligible service. The summary of pension benefits are follows:

Normal Retirement Benefit at Age 50 with 20 years of Service (monthtly):	\$250
Vested Retirement Benefit (monthly) with 10 to 20 Years of Service Amount	
Per Year of Service per Minimum Vesting Years (10 Years)	\$13
Disability Retirement Benefit (monthly)	\$125
Survivor Benefits (monthly)	
Following Death after Normal Retirement	\$125
Vested Retirement Benefit (monthly) with 10 to 20 Years of Service Amount	
Per Year of Service per Minimum Vesting Years (10 Year)	\$6.25
Funeral Benefit Lump Sum, one time only	\$500

Contributions provisions as of December 31, 2023 – In 2023, the District’s contributions were determined by the Plan’s pension board based on the C.R.S. in the amount of \$21,666. The District makes contributions on behalf of the Plan members. Members do not make contributions. In addition, the State of Colorado annually contributes matching funds in accordance with the Volunteer Pension Contribution Program based on 90% of all local tax revenue paid into the pension plan in the previous calendar year. The State contribution shall not exceed one-half mill levy on the previous valuation for assessment assuming 100% collections. At December 31, 2023, the State contribution was \$16,650. This is not considered a special funding situation.

ALLENSPARK FIRE PROTECTION DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

NOTE 5: Defined Benefit Pension Plan (Continued)

Actuarial Assumptions

An actuarial valuation is performed every two years to determine the pension benefit obligation. The latest available actuarial valuation was performed as of January 1, 2023. The measurement date was December 31, 2022. The following assumptions were used in computing the pension benefit obligation for this plan:

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

Pre-retirement mortality assumptions were based upon the 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 based upon the 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 based upon the 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.

The actuarial assumptions shown above are associated with the Actuarially Determined Contribution for the Fiscal Year Ending December 31, 2022. The actuarial assumptions were changed for the Actuarial Valuation as of January 1, 2023, and as such, the Total Pension Liability was measured using those assumptions for the fiscal year ended December 31, 2023, with a one-year lag.

Long-Term Expected Return on 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 nominal rates of return for each major asset class included in the Fund's target asset allocation as of December 31, 2022 are summarized in the following table:

ALLENSPARK FIRE PROTECTION DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

NOTE 5: Defined Benefit Pension Plan (Continued)

Asset Class	Target Allocation	Long-Term Expected Nominal Rate of Return
Cash	1.00%	3.92%
Fixed Income - Rates	10.00%	5.45%
Fixed Income - Credit	5.00%	6.90%
Absolute Return	9.00%	6.49%
Long Short	6.00%	7.47%
Global Equity	35.00%	8.93%
Private Markets	<u>34.00%</u>	10.31%
Total	<u>100.00%</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).

For the purpose of this valuation, the long-term expected rate of return on pension plan investments was 7.00%; the municipal bond rate is 4.05% (based on the weekly rate closest to but not later than the measurement date of the "state & local bonds" rate from Federal Reserve statistical release and the resulting single discount rate was 7.00%.

Single Discount Rate	7.00%
Long-Term Expected Rate of Investment Return	7.00%
Long-Term Municipal Bond Rate	4.05%
Last Year Ending December 31 in the 2023 to 2122 Projection Period for which projected benefit payments are fully funded	2122

Regarding the sensitivity of the net pension liability (asset) to changes in the single discount rate, the following presents the plan's net pension liability (asset), calculated using a single discount rate of 7.00%, as well as the plan's net pension liability (asset) would be if it were calculated using a single discount rate that is one percent lower or one percent higher:

1% Decrease (6.00%)	Current Single Discount Rate Assumption (7.00%)	1% Increase (8.00%)
<u>\$ 57,374</u>	<u>\$ (8,158)</u>	<u>\$ (60,677)</u>

ALLENSPARK FIRE PROTECTION DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

NOTE 5: Defined Benefit Pension Plan (Continued)

Changes in Net Pension Liability (Asset)

Changes in the District's net pension liability (asset) for the year ended December 31, 2023, were as follows:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Balances at December 31, 2022	674,609	706,242	(31,633)
Changes During the Year:			
Service Cost	12,386	-	12,386
Interest on the Total Pension Liability	46,137	-	46,137
Benefit Payments	(43,950)	(43,950)	-
District Contributions	-	18,500	(18,500)
State of Colorado Contributions	-	16,650	(16,650)
Difference Between Expected and Actual Experience of the Total Pension Liability	(69,032)	-	(69,032)
Changes of Assumptions	2,593	-	2,593
Net Investment Income	-	(57,136)	57,136
Administrative Expense	-	(9,405)	9,405
Net Changes	(51,866)	(75,341)	23,475
Balances at December 31, 2023	622,743	630,901	(8,158)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability			101.31%
Net Pension Liability (Asset) as a Percentage of Covered Payroll			N/A

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

For the year ended December 31, 2023, the District recognized pension expense (income) of (\$32,360).

As of December 31, 2023, the deferred inflows and outflows of resources resulting from the Plan were comprised as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 46,365
Assumption changes	1,742	-
Net difference between projected and actual earnings on plan investments	84,758	51,069
Contributions subsequent to the measurement date	38,316	-
Total	\$ 124,816	\$ 97,434

ALLENSPARK FIRE PROTECTION DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

NOTE 5: Defined Benefit Pension Plan (Continued)

District contributions subsequent to the measurement date of \$38,316 will be recognized as an increase of the net pension asset in the subsequent fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ended June 30,

2024	\$ (25,019)
2025	(17,315)
2026	10,209
2027	21,191
Total	\$ (10,934)

NOTE 6: Commitments and Contingencies

Claims and Judgments

The District participates in a number of federal, state, and local programs that are fully or partially funded by grants received from other governmental entities. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the District may be required to reimburse the grantor government. At December 31, 2023, significant amounts of grant expenditures have not been audited but management believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on the overall financial position of the District.

Tabor Amendment

In November 1992, 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 District believes it is in substantial compliance with the requirements of the Amendment. However, the District has made certain interpretations to determine compliance with the Amendment.

The District has established an emergency reserve, representing 3% of qualifying expenditures, as required by the Amendment. At December 31, 2023, the reserve was reported as restricted fund balance in the General Fund, in the amount of \$14,216.

In November 2002, the voters in the District approved Ballot Initiative 4A, which approved the collection, retention, and expenditure of the full revenues generated by the District in 2003 and subsequent years, notwithstanding the provisions of this Amendment.

Litigation

The District from time to time is involved in various legal matters. In the opinion of the District's counsel, there are no pending legal issues that would have a material adverse effect on the financial condition of the District.

ALLENSPARK FIRE PROTECTION DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

NOTE 7: Subsequent Event

In November 2023, Colorado Proposition HH, Property Tax Changes and Revenue Change Measure (2023) was rejected by the voters. Since this bill affected rates and actual value adjustments for 2023, thereby affecting the certification to local governments, the deadlines for several required reporting dates were delayed by the Colorado Department of Local Affairs Division of Property Taxation as follows:

- Final certification of values for all local governments was delayed from December 10th, 2023 to December 29th, 2023.
- For all local governments, including school districts, the reporting for certification of levies was delayed from December 15th, 2023, to January 5th, 2024.

In accordance with this adjusted timeline, the District certified its 2023 Mill Levy of \$445,714 on January 8, 2024, and did not record the related property tax receivable and deferred inflows of resources at December 31, 2023.

NOTE 8: Corrections of Errors and Restatements of Beginning Net Position and Fund Balance

During fiscal year ended December 31, 2023, changes to or within the financial reporting entity and an error correction resulted in adjustments to and restatement of beginning net position and beginning fund balance. These corrections/restatements were made as a result of errors in the prior year, as follows:

	General Fund	Government-Wide Governmental Activities
Net Position / Fund Balance, Beginning, as Originally Stated	500,138	\$ 2,334,671
Correction of Errors:		
Cash Balances	33,547	33,547
Property Taxes Receivable	1,126	1,126
Prepaid Expenses	1,942	1,942
Accounts Payable	477	477
Capital Assets	-	(559,855)
Net Pension Asset (Liability)	-	(599,268)
Deferred Outflows of Resources - Pensions	-	43,494
Deferred Inflows of Resources - Pensions	-	(49,554)
Net Position / Fund Balance, Beginning, as Restated	\$ 537,230	\$ 1,206,580

REQUIRED SUPPLEMENTARY INFORMATION

ALLENSPARK FIRE PROTECTION DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
Year Ended December 31, 2023

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
REVENUES				
Property Taxes	\$ 360,126	\$ 360,126	\$ 371,921	\$ 11,795
State Grants	39,650	39,650	36,650	(3,000)
Fire Fighting Grant	10,900	10,900	-	(10,900)
Other Local Grants	-	-	6,817	6,817
Interest	30	30	6,389	6,359
Gifts/Donations	19,000	19,000	31,459	12,459
Miscellaneous	53,500	53,500	20,614	(32,886)
TOTAL REVENUES	483,206	483,206	473,850	(9,356)
EXPENDITURES				
General Government				
Administration	70,720	70,720	74,456	(3,736)
Communications	8,245	8,245	6,884	1,361
Emergency Medical Services	13,650	13,650	12,017	1,633
Fleet Operations	59,052	59,052	63,557	(4,505)
Fire Fighting	24,900	24,900	24,059	841
Stations and Grounds	40,950	40,950	46,345	(5,395)
Training	17,500	17,500	11,894	5,606
Volunteer Runs	14,150	14,150	10,690	3,460
Out of District Wildland	50,000	50,000	12,636	37,364
Fire Fighting Grant	10,900	10,900	-	10,900
Pension Contributions	38,316	38,316	38,316	-
Capital Outlay	451,748	486,418	371,430	114,988
Contingency	40,000	40,000	-	40,000
Truck Reserve	106,000	106,000	-	106,000
TOTAL EXPENDITURES	946,131	980,801	672,284	260,988
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(462,925)	(497,595)	(198,434)	299,161
OTHER FINANCING SOURCES (USES)				
Proceeds from Sale of Capital Assets	-	-	21,000	21,000
CHANGE IN FUND BALANCE	(462,925)	(497,595)	(177,434)	320,161
FUND BALANCE, Beginning, as Restated	514,695	514,695	537,230	22,535
FUND BALANCE, Ending	\$ 51,770	\$ 17,100	\$ 359,796	\$ 342,696

ALLENSPARK FIRE PROTECTION DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
FPPA VOLUNTEER PLAN
December 31, 2023

	12/31/22	12/31/21	12/31/20
SCHEDULE OF CHANGES IN NET PENSION LIABILITY/(ASSET)			
AND RELATED RATIOS			
Total Pension Liability			
Service Cost	\$ 12,386	\$ 12,386	\$ 12,943
Interest on the Total Pension Liability	46,137	45,183	47,786
Benefit Changes	-	-	-
Difference between Expected and Actual Experience	(69,032)	-	(53,784)
Assumption Changes	2,593	-	-
Benefit Payments	(43,950)	(43,950)	(43,763)
Net Change in Total Pension Liability	\$ (51,866)	\$ 13,619	\$ (36,818)
Total Pension Liability - Beginning	674,609	660,990	697,808
Total Pension Liability - Ending (A)	\$ 622,743	\$ 674,609	\$ 660,990
Plan Fiduciary Net Position			
Contributions - Employer	\$ 18,500	\$ 18,500	\$ 18,500
Net Investment Income	(57,136)	93,104	72,912
Benefit Payments	(43,950)	(43,950)	(43,763)
Pension Plan Administrative Expense	(9,405)	(9,837)	(7,145)
State of Colorado - Supplementary Discretionary Payment	16,650	28,800	-
Net change in plan fiduciary net position	(75,341)	86,617	40,504
Plan fiduciary net position - beginning	706,242	619,625	579,121
Plan fiduciary net position - ending (B)	\$ 630,901	\$ 706,242	\$ 619,625
Net pension liability/(asset) (A - B)	\$ (8,158)	\$ (31,633)	\$ 41,365
Plan fiduciary net position as a percentage of the total pension liability (B / A)	101.31%	104.69%	93.74%
Covered payroll	N/A	N/A	N/A
Net Pension Liability (Asset) as a Percentage of Covered Payroll	N/A	N/A	N/A
SCHEDULE OF CONTRIBUTIONS			
Actuarially Determined Contribution	\$ 27,649	\$ 34,189	\$ 34,189
Actual Contribution	\$ 35,150	\$ 47,300	\$ 18,500
Contribution Deficiency (Excess)	\$ (7,501)	\$ (13,111)	\$ 15,689
Covered Payroll	N/A	N/A	N/A
Actual Contribution as a % of Covered Payroll	N/A	N/A	N/A

	<u>12/31/19</u>	<u>12/31/18</u>	<u>12/31/17</u>	<u>12/31/16</u>	<u>12/31/15</u>	<u>12/31/14</u>
\$	12,943	\$ 10,840	\$ 10,840	\$ 8,511	\$ 8,511	\$ 10,101
	46,647	46,809	45,531	38,230	37,079	38,880
	-	-	-	127,267	-	-
	-	(2,526)	-	(60,409)	-	(49,550)
	-	27,507	-	20,155	-	-
	<u>(42,900)</u>	<u>(39,900)</u>	<u>(38,792)</u>	<u>(36,351)</u>	<u>(24,354)</u>	<u>(21,020)</u>
\$	16,690	\$ 42,730	\$ 17,579	\$ 97,403	\$ 21,236	\$ (21,589)
	681,118	638,388	620,809	523,406	502,170	523,759
\$	<u>697,808</u>	<u>681,118</u>	<u>638,388</u>	<u>620,809</u>	<u>523,406</u>	<u>502,170</u>
\$	13,500	\$ 13,500	\$ 13,500	\$ 13,500	\$ 13,500	\$ 12,000
	74,818	189	73,073	26,456	8,927	29,822
	(42,900)	(39,900)	(38,792)	(36,351)	(24,354)	(21,020)
	(10,660)	(9,250)	(8,806)	(1,054)	(3,134)	(1,076)
	<u>12,150</u>	<u>12,150</u>	<u>12,150</u>	<u>12,150</u>	<u>10,800</u>	<u>17,100</u>
	46,908	(23,311)	51,125	14,701	5,739	36,826
	532,213	555,524	504,399	489,698	483,959	447,133
\$	<u>579,121</u>	<u>532,213</u>	<u>555,524</u>	<u>504,399</u>	<u>489,698</u>	<u>483,959</u>
\$	<u>118,687</u>	<u>148,905</u>	<u>82,864</u>	<u>116,410</u>	<u>33,708</u>	<u>18,211</u>
	82.99%	78.14%	87.02%	81.25%	93.56%	96.37%
	N/A	N/A	N/A	N/A	N/A	N/A
	N/A	N/A	N/A	N/A	N/A	N/A
\$	21,575	\$ 21,575	\$ 9,813	\$ 9,813	\$ 20,017	\$ 20,017
\$	25,650	\$ 25,650	\$ 25,650	\$ 25,650	\$ 24,300	\$ 29,100
\$	(4,075)	(4,075)	(15,837)	(15,837)	(4,283)	(9,083)
	N/A	N/A	N/A	N/A	N/A	N/A
	N/A	N/A	N/A	N/A	N/A	N/A

See Notes to the Financial Statements.

ALLENSPARK FIRE PROTECTION DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

NOTE 1: Stewardship, Compliance, and Accountability

Budgetary Information

Budgets are adopted for all funds on a basis consistent with generally accepted accounting principles. The District adheres to the following procedures to establish the budgetary information reflected in the financial statements.

- Management submits to the Board of Directors a proposed budget for the fiscal year commencing the following January 1. The budget includes proposed expenditures and the means of financing them.
- Prior to December 31, the budget is adopted by the Board of Directors.
- Expenditures may not legally exceed budget appropriations at the fund level. Revisions that alter the total expenditures of any fund must be approved by the Board of Directors.
- All appropriations lapse at fiscal year-end.

NOTE 2: Significant Assumptions in the Actuarially Determined Pension Plan

An actuarial valuation is performed every two years to determine the pension benefit obligation. The latest available actuarial valuation was performed as of January 1, 2023. The measurement date was December 31, 2022. The following assumptions were used in computing the pension benefit obligation for this plan:

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

Pre-retirement mortality assumptions were based upon the 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 based upon the 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 based upon the 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.

The actuarial assumptions shown above are associated with the Actuarially Determined Contribution for the Fiscal Year Ending December 31, 2022. The actuarial assumptions were changed for the Actuarial Valuation as of January 1, 2023, and as such, the Total Pension Liability was measured using those assumptions for the fiscal year ended December 31, 2023, with a one-year lag.