

TOWN OF DEER TRAIL, COLORADO

FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REPORT

DECEMBER 31, 2023





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INDEPENDENT AUDITORS' REPORT

Board of Directors and Management
Town of Deer Trail, Colorado

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Town of Deer Trail, Colorado (the "Town") as of and for the year ended December 31, 2023 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 our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Town, 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 for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town 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 opinion.

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 Town's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. 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 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'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 Town's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, 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. Our opinion on the basic financial statements is not affected by this missing information.

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The combining and individual nonmajor fund financial statements, budget to actual fund statements and the Local Highway Finance Report, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial

statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budget to actual fund statements, and Local Highway Finance Report are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Sincerely,

Haynie & Company

Littleton, Colorado
May 21, 2024

Town of Deer Trail, Colorado
Statement of Net Position
December 31, 2023

	PRIMARY GOVERNMENT		
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$ 1,190,901	\$ 1,300,539	\$ 2,491,440
Restricted Cash	-	54,712	54,712
Accounts Receivable	35,876	-	35,876
Property Taxes Receivable	169,128	-	169,128
Utility Accounts Receivable	-	84,119	84,119
Total Current Assets	<u>1,471,356</u>	<u>1,439,370</u>	<u>2,910,726</u>
Non-Current Assets:			
Capital Assets, Net			
Land	10,000	3,000	13,000
Construction in progress	36,187	29,045	65,232
Infrastructure and Equipment	246,749	4,977,583	5,224,332
Total Non-Current Assets	<u>292,936</u>	<u>5,009,628</u>	<u>5,302,564</u>
TOTAL ASSETS	<u>\$ 1,764,292</u>	<u>\$ 6,448,998</u>	<u>\$ 8,213,290</u>
LIABILITIES			
Current Liabilities:			
Accounts Payable	\$ 3,494	\$ 9,227	\$ 12,721
Accrued Liabilities	1,817	22,848	24,665
Current Portion of Long-Term Debt	-	69,861	69,861
Total Current Liabilities	<u>5,311</u>	<u>101,936</u>	<u>107,247</u>
Non-Current Liabilities:			
Long Term Debt, Net of Current Portion	-	1,982,826	1,982,826
Total Non-Current Liabilities	<u>-</u>	<u>1,982,826</u>	<u>1,982,826</u>
TOTAL LIABILITIES	<u>5,311</u>	<u>2,084,762</u>	<u>2,090,073</u>
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	169,128	-	169,128
ARPA Funds	143,500	-	143,500
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>312,628</u>	<u>-</u>	<u>312,628</u>
NET POSITION			
Net Investment in Capital Assets	256,749	2,956,941	3,213,690
Restricted for:			
Open Space	256,765	-	256,765
Conservation Trust	118,773	-	118,773
Emergencies	13,951	-	13,951
Debt Service	-	54,712	54,712
Unrestricted	800,115	1,352,583	2,152,698
TOTAL NET POSITION	<u>\$ 1,446,353</u>	<u>\$ 4,364,236</u>	<u>\$ 5,810,589</u>

The accompanying notes are an integral part of these financial statements.

Town of Deer Trail, Colorado

Statement of Activities

For the Year Ended December 31, 2023

FUNCTIONS / PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
PRIMARY GOVERNMENT:						
Governmental activities:						
General Government	\$ 409,591	\$ -	\$ -	\$ (337,945)	\$ -	\$ (337,945)
Public Safety	59,349	-	-	(59,349)	-	(59,349)
Public Works	43,013	-	-	(43,013)	-	(43,013)
Miscellaneous	11,530	56,063	-	44,533	-	44,533
Total Governmental Activities	<u>523,483</u>	<u>56,063</u>	<u>-</u>	<u>(395,774)</u>	<u>-</u>	<u>(395,774)</u>
Business-Type Activities:						
Water	216,369	-	6,157	-	92,679	92,679
Sewer	221,305	-	10,000	-	27,081	27,081
Total Business-Type Activities	<u>437,674</u>	<u>-</u>	<u>16,157</u>	<u>-</u>	<u>119,760</u>	<u>119,760</u>
Total Primary Government	<u>\$ 961,157</u>	<u>\$ 56,063</u>	<u>\$ 16,157</u>	<u>\$ (395,774)</u>	<u>\$ 119,760</u>	<u>\$ (276,014)</u>
				Property Taxes	\$ -	\$ 192,557
				Taxes and Other	-	31,254
				Investment Earnings	488	11,279
				Miscellaneous	(12,423)	(12,423)
				Transfers In (Out)	(21,682)	-
				Total General Revenues (Expenses)	(33,617)	223,155
				Change in Net Position	86,143	(52,859)
				Net Position Beginning	4,278,093	5,863,448
				Net Position Ending	<u>\$ 4,364,236</u>	<u>\$ 5,810,589</u>

The accompanying notes are an integral part of these financial statements.

Town of Deer Trail, Colorado
Governmental Funds Balance sheet
and Reconciliation of Fund Balances to Net Position
December 31, 2023

	GENERAL FUND	OPEN SPACE FUND	NONMAJOR GOVERNMENTAL FUND	TOTALS
ASSETS				
Cash	\$ 815,363	\$ 256,765	\$ 118,773	\$ 1,190,901
Accounts Receivable	35,876	-	-	35,876
Property Taxes Receivable	169,128	-	-	169,128
Prepaid Expenses	75,451	-	-	75,451
Total Assets	<u>\$ 1,095,818</u>	<u>\$ 256,765</u>	<u>\$ 118,773</u>	<u>\$ 1,471,356</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
LIABILITIES				
Accounts Payable	\$ 1,817	\$ -	\$ -	\$ 1,817
Accrued Liabilities	3,494	-	-	3,494
Total Liabilities	<u>5,311</u>	<u>-</u>	<u>-</u>	<u>5,311</u>
DEFERED INFLOWS OF RESOURCES				
Property Taxes	169,128	-	-	169,128
ARPA Funds	143,500	-	-	143,500
Total Deferred Inflows of Resources	<u>312,628</u>	<u>-</u>	<u>-</u>	<u>312,628</u>
FUND BALANCES				
Nonspendable:				
Prepaid Expenses	75,451		-	75,451
Restricted:				
Emergency Reserve	13,951	-	-	13,951
Conservation Trust Funds	-	-	118,773	118,773
Assigned:				
Open Space	-	256,765	-	256,765
Unassigned	688,477	-	-	688,477
Total Fund Balances	<u>777,879</u>	<u>256,765</u>	<u>118,773</u>	<u>1,153,417</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 1,095,818</u>	<u>\$ 256,765</u>	<u>\$ 118,773</u>	

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

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

292,936

Net Position of Governmental Activities

\$ 1,446,353

The accompanying notes are an integral part of these financial statements.

Town of Deer Trail, Colorado
Governmental Funds Statement of Revenues, Expenditures, and
Changes in Fund Balances and Reconciliation to the Statement of Activities
For the Year Ended December 31, 2023

	GENERAL FUND	OPEN SPACE FUND	NONMAJOR GOVERNMENTAL FUND	TOTALS
REVENUES:				
Taxes	\$ 192,557	\$ -	\$ -	\$ 192,557
Charges for Services	58,257	2,161	4,119	64,537
Intergovernmental	-	51,007	5,056	56,063
Licenses and Permits	7,109	-	-	7,109
Miscellaneous	<u>30,224</u>	<u>-</u>	<u>12,309</u>	<u>42,533</u>
TOTAL REVENUES	<u>288,147</u>	<u>53,168</u>	<u>21,484</u>	<u>362,799</u>
EXPENDITURES:				
Current:				
General Government	370,719	-	-	370,719
Public Safety	59,349	-	-	59,349
Capital Outlay	-	13,729	-	13,729
Public Works	30,912	1,370	10,731	43,013
Miscellaneous	<u>4,042</u>	<u>7,488</u>	<u>-</u>	<u>11,530</u>
TOTAL EXPENDITURES	<u>465,022</u>	<u>22,587</u>	<u>10,731</u>	<u>498,340</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(176,875)	30,581	10,753	(135,541)
OTHER FINANCING SOURCES (USES)				
Operating Transfer In (Out)	<u>(16,765)</u>	<u>22,587</u>	<u>15,860</u>	<u>21,682</u>
NET CHANGES IN FUND BALANCES	(193,640)	53,168	26,613	(113,859)
FUND BALANCES, BEGINNING	<u>971,519</u>	<u>203,597</u>	<u>92,160</u>	
FUND BALANCES, ENDING	<u>\$ 777,879</u>	<u>\$ 256,765</u>	<u>\$ 118,773</u>	

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

Governmental funds report capital outlay as expenditures. However, in the statement of activities, the costs of those assets are allocated over their estimated useful lives and reported as depreciation expense.

Capital expenditures	13,729
Credit related to prior year capital outlay	(12,020)
Depreciation expense	<u>(26,852)</u>

Change in Net Position of Governmental Activities	<u>\$ (139,002)</u>
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The accompanying notes are an integral part of these financial statements.

Town of Deer Trail, Colorado

Proprietary Funds Statement of Net Position December 31, 2023

ASSETS	WATER	SEWER	
Current Assets:	<u>FUND</u>	<u>FUND</u>	<u>TOTALS</u>
Cash	\$ 661,230	\$ 639,309	\$ 1,300,539
Accounts Receivable	33,648	50,471	84,119
Total Current Assets	<u>694,878</u>	<u>689,780</u>	<u>1,384,658</u>
Restricted Assets:			
Debt Service Reserve	20,989	33,723	54,712
Total Restricted Assets	<u>20,989</u>	<u>33,723</u>	<u>54,712</u>
Non-Current Assets:			
Capital Assets:			
Land	1,500	1,500	3,000
Distribution/Collection System	4,502,241	2,430,262	6,932,503
Equipment	-	626,116	626,116
Construction in Progress	-	29,045	29,045
Accumulated Depreciation	<u>(1,232,369)</u>	<u>(1,348,667)</u>	<u>(2,581,036)</u>
Total Non-Current Assets	<u>3,271,372</u>	<u>1,738,256</u>	<u>5,009,628</u>
TOTAL ASSETS	<u>3,987,239</u>	<u>2,461,759</u>	<u>6,448,998</u>
LIABILITIES			
Current Liabilities:			
Accounts Payable	1,604	7,623	9,227
Accrued Liabilities	8,803	14,045	22,848
Current Portion of Long-Term Debt	54,246	15,615	69,861
Total Current Liabilities	<u>64,653</u>	<u>37,283</u>	<u>101,936</u>
Non-Current Liabilities:			
Long-Term Debt - Net of Current Portion	1,481,783	501,043	1,982,826
Total Non-Current Liabilities	<u>1,481,783</u>	<u>501,043</u>	<u>1,982,826</u>
TOTAL LIABILITIES	<u>1,546,436</u>	<u>538,326</u>	<u>2,084,762</u>
NET POSITION			
Net Investment in Capital Assets	1,735,343	1,221,598	2,956,941
Reserved for Debt Service	20,989	33,723	54,712
Unrestricted	684,471	668,112	1,352,583
TOTAL NET POSITION	<u>\$ 2,440,803</u>	<u>\$ 1,923,433</u>	<u>\$ 4,364,236</u>

The accompanying notes are an integral part of these financial statements.

Town of Deer Trail, Colorado
Proprietary Funds
Statement of Revenues, Expenses
and Changes in Fund Net Position
For the Year Ended December 31, 2023

	<u>WATER FUND</u>	<u>SEWER FUND</u>	<u>TOTAL</u>
OPERATING REVENUES			
Charges for Services	\$ 302,891	\$ 238,386	\$ 541,277
Total Operating Revenues	<u>302,891</u>	<u>238,386</u>	<u>541,277</u>
OPERATING EXPENSES			
Salaries and Benefits	15,080	15,080	30,160
Supplies and Office Expenses	18,811	-	18,811
Utilities	23,561	23,561	47,122
Repairs and Maintenance	10,866	35,244	46,110
Other	26,729	52,458	79,187
Depreciation	<u>105,737</u>	<u>73,006</u>	<u>178,743</u>
Total Operating Expenses	<u>200,784</u>	<u>199,837</u>	<u>400,621</u>
Income (Loss) From Operations	<u>102,107</u>	<u>38,549</u>	<u>140,656</u>
NON-OPERATING REVENUES (EXPENSES)			
Activation and Tap Fees	6,157	10,000	16,157
Miscellaneous	(12,768)	345	(12,423)
Investment Earnings	-	488	488
Interest Expense	<u>(15,585)</u>	<u>(21,468)</u>	<u>(37,053)</u>
Total Non-Operating Revenues (Expenses)	<u>(22,196)</u>	<u>(10,635)</u>	<u>(32,831)</u>
Net Income Before Contributions and Transfers	<u>79,911</u>	<u>27,914</u>	<u>107,825</u>
Transfers In (Out)	<u>(61,001)</u>	<u>39,319</u>	<u>(21,682)</u>
CHANGES IN NET POSITION	<u>\$ 18,910</u>	<u>\$ 67,233</u>	<u>\$ 86,143</u>
NET POSITION, BEGINNING OF YEAR	<u>2,421,893</u>	<u>1,856,200</u>	<u>4,278,093</u>
NET POSITION, END OF YEAR	<u>\$ 2,440,803</u>	<u>\$ 1,923,433</u>	<u>\$ 4,364,236</u>

The accompanying notes are an integral part of these financial statements.

Town of Deer Trail, Colorado

Proprietary Funds Statement of Cash Flows

For the Year Ended December 31, 2023

	WATER FUND	SEWER FUND	TOTALS
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts From Customers	\$ 298,808	\$ 234,078	\$ 532,886
Payments to Suppliers for Goods and Services	(85,542)	(111,192)	(196,734)
Payments to Employees	(15,080)	(15,080)	(30,160)
Net Cash From Operating Activities	198,186	107,806	305,992
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:			
Transfers (To) From Other Fund	(61,001)	39,319	(21,682)
Net Cash From Non-Capital Financing Activities	(61,001)	39,319	(21,682)
CASH FLOWS FROM CAPITAL AND FINANCING ACTIVITIES:			
Tap Fees	6,157	10,000	16,157
Other	(12,768)	345	(12,423)
Purchase of Assets	-	(29,045)	(29,045)
Interest Paid	(15,585)	(21,468)	(37,053)
Debt Principal Payments	(53,712)	(14,991)	(68,703)
Net Cash From Capital and Financing Activities	(75,908)	(55,159)	(131,067)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest Revenue	-	488	488
Net Cash From Investing Activities	-	488	488
Net change in Cash and Cash Equivalents	61,277	92,454	153,731
CASH AND CASH EQUIVALENTS			
Beginning of Year	620,942	580,578	1,201,520
End of Year	\$ 682,219	\$ 673,032	\$ 1,355,251
Reconciliation of Operating Income (Loss) to Net Cash From Operating Activities			
Net Operating Income	\$ 102,107	\$ 38,549	\$ 140,656
Depreciation	105,737	73,006	178,743
Changes in assets and liabilities			
Change in Accounts Receivable	(2,873)	(4,308)	(7,181)
Change in Accounts Payable	(5,575)	1,869	(3,706)
Change in Accrued Liabilities	(1,210)	(1,310)	(2,520)
Net Cash From Operating Activities	\$ 198,186	\$ 107,806	\$ 305,992

The accompanying notes are an integral part of these financial statements.

Town of Deer Trail, Colorado

Notes to Financial Statements

December 31, 2023

1. Summary of Significant Accounting Policies

The Town of Deer Trail (the Town) operates under a council-mayor form of government and maintains accounting policies to conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies.

Reporting Entity

The financial reports of the Town include all of the integral parts of the Town's operations. The Town has no component units using the criteria as set forth in generally accepted accounting principles.

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 funds:

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.

Open Space Fund- The open space fund is used to maintain open spaces within the Town.

Proprietary Funds – Proprietary 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 service to the general public on a continuing basis be financed or recovered primarily through user charges. Proprietary funds are considered major funds because of community interests in the activities and sources of funding supporting these operations.

The Town of Deer Trail operates the Water and Sewer Utilities on this basis.

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 primary government. For the most part, the effect of interfund activity has been removed from these statements.

Town of Deer Trail, Colorado
Notes to Financial Statements (continued)
December 31, 2023

1. Summary of Significant Accounting Policies (continued)

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 or segment. 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 major individual enterprise funds are reported as separate columns in the fund financial statements.

Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants 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 collectible within the current period or soon enough thereafter, to pay liabilities of the current period. For this purpose, the government considers revenues to be recognizable when received. 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. Only the portion of special assessments receivable due within the current period is considered to be susceptible to accrual as revenue of the current period.

Town of Deer Trail, Colorado
Notes to Financial Statements (continued)
December 31, 2023

1. Summary of Significant Accounting Policies (continued)

Sales tax collected and held by vendors at year end on behalf of the Town is also recognized as revenue if collected within 30 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.

Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. All other revenue items are considered to be measurable and available only when cash is received by the government.

Amounts reported as program revenue include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's ongoing operations. The principal operating revenues of the Proprietary funds are charges to customers for sales and services. Operating expenses for proprietary 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. When both restricted and unrestricted resources are available for use, it is the Town's policy to use restricted resources first, then unrestricted resources as they are needed.

Fund Balance

Fund balance for governmental funds should be reported in classifications that comprise a hierarchy based on the extent to which the government is bound to honor constraints on the specific purposes for which spending can occur. Governmental funds report up to five classifications of fund balance: nonspendable, restricted, committed, assigned, and unassigned. Because circumstances differ among governments, not every government or every governmental fund will present all of these components. The following classifications describe the relative strength of the spending constraints:

- *Nonspendable fund balance* - The portion of fund balance that cannot be spent because it is either not in spendable form (such as prepaid amounts or inventory) or legally or contractually required to be maintained intact.

- *Restricted fund balance* - The portion of fund balance that is constrained to being used for a specific purpose by external parties (such as bondholders), constitutional provisions, or enabling legislation.

Town of Deer Trail, Colorado
Notes to Financial Statements (continued)
December 31, 2023

1. Summary of Significant Accounting Policies (continued)

- *Committed fund balance* - The portion of fund balance that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority, the Board of Trustees. The constraint may be removed or changed only through formal action of the Board of Trustees.
- *Assigned fund balance* - The portion of fund balance that is constrained by the government's intent to be used for specific purposes, but is neither restricted nor committed. Intent is expressed by the Board of Trustees to be used for a specific purpose. Constraints imposed on the use of assigned amounts are more easily removed or modified than those imposed on amounts that are classified as committed.
- *Unassigned fund balance* - The residual portion of fund balance that does not meet any of the criteria described above. If more than one classification of fund balance is available for use when an expenditure is incurred, it is the Town's policy to use the most restrictive classification first.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. streets, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. 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. Property, plant and equipment purchased or acquired is carried at historical cost or estimated historical cost. Donated or contributed fixed assets are recorded at their estimated fair value on the date received.

The costs of normal maintenance and repairs are charged to operations as incurred. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable. Depreciation of buildings, plants, and machinery and equipment is computed using the straight-line method over the following estimated useful lives:

Buildings and Improvements	10 to 40 years
Utility Systems	25 to 50 years
Equipment and Vehicles	5 to 15 years
Infrastructure	25 to 50 years

Long-term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable government activities, business-type activities, or proprietary fund type statement of net position.

Town of Deer Trail, Colorado
Notes to Financial Statements (continued)
December 31, 2023

1. Summary of Significant Accounting Policies (continued)

Budget and Budgetary Accounting

On or prior to October 15, the Town Clerk submits to the Town Board a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.

Public hearings are conducted to obtain taxpayer comments.

Prior to January 1, the budget is legally enacted through the passage of an ordinance. Amendments can be made until year end.

Budgets for governmental are adopted on a basis consistent with generally accepted accounting principles. Budgets for the Proprietary funds are adopted to fulfill statutory requirements and are prepared on an appropriation basis. Principally, the appropriation basis of budgeting provides for a full accrual basis of accounting, loans and reimbursements received, note receivable principal, capital expenditures and bond principal payments, but does not provide for depreciation and amortization. For 2023 the Town Board budgeted all funds and appropriated spending limits by fund. Therefore, the comparisons of actual and budget amounts relating to legal requirements shown in the financial statements is based on “total expenditures” plus “operating transfers to other funds” in the various fund types. All appropriations lapse at year end.

In 2023, the Town’s expenditures exceeded budgeted appropriations in the General, Conservation Trust, and Open Space funds, which may be a violation of State statutes.

Cash and Investments

Cash includes interest-bearing demand deposits (checking and money-market accounts), as well as short-term investments with a maturity date within three months of the date acquired.

Investments are stated at cost, except for marketable debt and equity security investments of the pension trust, which are valued at market. State statutes authorize the allowable type of investments, which are detailed in Note 2.

Property Taxes

Annual property taxes are levied and assessed on January 1 and are certified to the County by December 15 of the current year. On January 1 of the following year, the County Treasurer bills the property owners, thus establishing an enforceable lien on the property. The County Treasurer also collects the property taxes and remits the collections on a monthly basis to the Town.

Town of Deer Trail, Colorado
Notes to Financial Statements (continued)
December 31, 2023

1. Summary of Significant Accounting Policies (continued)

The Town recognizes a receivable for property tax levies upon certification by the County Treasurer. A deferred revenue liability is recorded in the same amount since the taxes are not available at year end to fund expenditures of the current year. They are recognized as revenue when collected in the following year.

Property taxes are computed using mills, where one mill is equal to \$1 on \$1,000 of assessed value. The mill levy for 2023 was 13.453.

Compensated Absences

All full-time Town employees accumulate sick leave for subsequent use. These accumulations are paid out at half the employees' rate.

Employees also receive noncumulative vacation leave that is paid out in full. The Town has an accrued sick and vacation balance of \$6,935 as of December 31, 2023.

New Accounting Pronouncements

The District implemented Governmental Accounting Standards Board (GASB) Statement No. 96, Subscription-Based Information Technology Arrangements. GASB Statement No. 96 provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset, an intangible asset, and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires not disclosures regarding a SBITA. The District determined the impacts of implementation to be immaterial to the financial statements.

2. Cash and Investments

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

Cash Deposits – The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is specified by the PDPA. PDPA allows the institution to create a single collateral pool for all public funds. 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.

Town of Deer Trail, Colorado
Notes to Financial Statements (continued)
December 31, 2023

2. Cash and Investments (continued)

The State Regulatory Commissions for banks and savings and loan associations are required by Statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools.

Custodial credit risk is the risk that in the event of a bank failure, the Town's deposits may not be returned to it.

The Town has a policy of limiting custodial credit risks by assuring that deposits are only made in eligible public depositories. As of December 31, 2023, none of the Town's deposits are deemed to be exposed to custodial credit risk.

The Town's cash deposits at December 31, 2023 were \$2,546,152 which include cash and cash equivalents, and restricted assets in the primary government Statement of Net Position.

Cash balances are as follows:

	Bank Balance	Carrying Balance
Insured (FDIC)	\$ 316,458	\$ 316,360
Collateralized by securities held by the pledging financial institution's trust department or agent in the Town's name	2,355,175	2,229,792
Total cash and certificates of deposit	\$ 2,671,633	\$ 2,546,152

The difference between the bank balance and carrying balance is \$125,481 which were outstanding checks that had not cleared the banks as of December 31, 2023.

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, Town of Columbia, US 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;

Town of Deer Trail, Colorado
Notes to Financial Statements (continued)
December 31, 2023

2. Cash and Investments (continued)

7. Money market funds, with certain limitations, which invest in the types of securities listed above;
8. Guaranteed investment contracts, with other 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. These trusts are "COLOTRUST" and "CSAFE".

The Town's only investments are in bank savings and local governments pooled investment funds, which are included in cash and cash equivalents.

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 loss resulting 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.

As of December 31, 2023, the Town had \$66,360 invested in the Colorado Liquid Asset Trust (COLOTRUST), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces all State statutes governing the Trust. The Trust offers shares in three portfolios, COLOTRUST PRIME, COLOTRUST PLUS+, and COLOTRUST EDGE. The three portfolios differ in the types of the investments held, but all invest in investments allowed by Colorado statutes for local governments. COLOTRUST PRIME AND COLOTRUST PLUS+ invest in securities with a weighted average maturity of 60 days or less, while COLOTRUST EDGE invests in securities with a weighted average maturity of less than five years. A designated custodial bank serves as custodian for the Trust's portfolios pursuant to a custodian agreement. The custodian acts as safekeeping agent for the Trust's investment portfolios and provides services as the depository in connection with direct investments and withdrawals. Substantially all securities owned by COLOTRUST are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by COLOTRUST. These pools are not required to be, and are not, registered with the SEC. COLOTRUST's PRIME and PLUS+ funds are rated AAAM by Standard & Poor's rating service. The COLOTRUST EDGE fund is rated AAAs/S1 by FitchRatings rating service. As of December 31, 2022, all COLOTRUST balances held by the Town were invested in COLOTRUST PLUS+. COLOTRUST records its investments at net asset value and the Town records its investment in COLOTRUST at fair value.

Town of Deer Trail, Colorado
Notes to Financial Statements (continued)
December 31, 2023

3. Restricted Assets

There are no unfunded commitments, the redemption frequency is daily for COLOTRUST PRIME and COLOTRUST PLUS+, and weekly for COLOTRUST EDGE. There is no redemption notice period.

Restricted assets are for the following purposes:

Water Fund – reserve of \$20,989, as required by the Series 2000 loan from Rural Utilities Service. This balance is held in a bank savings account at December 31, 2023.

Sewer Fund – reserve of \$33,723, as required by the Series 2005 Sewer Revenue Bonds. This balance is held in a bank savings account at December 31, 2023.

4. Capital Assets

Capital asset activity for the year was as follows:

	Balance December 31, 2022	Additions	Adjustments	Balance December 31, 2023
Governmental activities:				
Non-Depreciable assets:				
Land	\$ 10,000	\$ -	\$ -	\$ 10,000
Construction in progress	22,458	13,729		36,187
Depreciable assets:				
Buildings and improvements	653,200	-	-	653,200
Infrastructure	207,218	-	-	207,218
Equipment and vehicles	281,044	-	-	281,044
Town Hall improvements	57,580	-	(12,020)	45,560
Total depreciable assets	<u>1,199,042</u>	<u>13,729</u>	<u>(12,020)</u>	<u>1,233,209</u>
Less accumulated depreciation for:				
Buildings and improvements	(598,260)	(5,820)	-	(604,080)
Infrastructure	(79,932)	(5,168)	-	(85,100)
Equipment and vehicles	(235,229)	(13,586)	-	(248,815)
Town Hall improvements	-	(2,278)	-	(2,278)
Total accumulated depreciation	<u>(913,421)</u>	<u>(26,852)</u>	<u>-</u>	<u>(940,273)</u>
Governmental activities assets, net	<u>\$ 318,079</u>	<u>\$ (13,123)</u>	<u>\$ (12,020)</u>	<u>\$ 292,936</u>

In 2023, depreciation expense of \$26,852 was charged to Public Works.

Town of Deer Trail, Colorado
Notes to Financial Statements (continued)
December 31, 2023

4. Capital Assets (continued)

	Balance December 31, 2022	Additions	Adjustments	Balance December 31, 2023
Business-type activities:				
Non-Depreciable assets:				
Land	\$ 3,000	\$ -	\$ -	\$ 3,000
Construction in progress	-	29,045	-	29,045
Depreciable assets:				
Distribution/collection system	6,932,503	-	-	6,932,503
Equipment	626,116	-	-	626,116
Total capital assets	7,561,619	29,045	-	7,590,664
Less accumulated depreciation for:				
Distribution/collection system	(1,922,752)	(166,494)	-	(2,089,246)
Equipment	(479,541)	(12,249)	-	(491,790)
Total accumulated depreciation	(2,402,293)	(178,743)	-	(2,581,036)
Business-type activities assets, net	\$ 5,159,326	\$ (149,698)	\$ -	\$ 5,009,628

In 2023, depreciation expense of \$105,737 was charged to the Water Fund and \$73,006 was charged to the Sewer Fund.

5. Contingency—Constitutional 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 3% in 1995 and thereafter.

The Town has reserved \$13,951 within the General Fund for the emergency reserve under the TABOR amendment.

In 1998, the voters of the Town approved a referendum allowing the Town to collect, retain and expend the full proceeds of the Town's taxes, fees and other revenues received without increasing or adding taxes of any kind.

Town of Deer Trail, Colorado
Notes to Financial Statements (continued)
December 31, 2023

5. Contingency—Constitutional Amendment (continued)

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.

6. Long-Term Debt

Series 2005 Sewer Revenue Bonds – The Town issued bonds where the government pledges income derived from customer revenues, net of operating expenses, to repay the debt. Proceeds from the debt provided financing for various improvements. Annual principal and interest payments on the bonds are expected to require approximately 36% of sewer revenues. The bonds have an interest rate of 4.125% and are payable through 2045.

Series 2000 Rural Utilities Service Loan – The Town issued bonds where the government pledges income derived from customer revenues, net of operating expenses, to repay the debt. Proceeds from the debt provided financing for various improvements. Annual principal and interest payments on the bonds are expected to require approximately 19% of water revenues. The bonds have an interest rate of 4.75% and are payable through 2045.

During 2023 principal payments of \$22,091 were made. Additionally, interest payments totaling \$30,620 were made, which are included as a direct expense in the Statement of Activities within the Business-type activities.

Annual debt service requirements for the above bonds are as follows:

	Principal	Interest	Total
2024	\$ 23,015	\$ 29,653	\$ 52,668
2025	24,066	28,646	52,712
2026	25,044	27,595	52,639
2027	26,150	26,499	52,650
2028	27,286	25,355	52,641
2029-2033	155,680	107,756	263,437
2034-2038	192,853	70,532	263,385
2039-2043	179,865	28,404	208,268
2044-2045	43,499	1,602	45,101
	\$ 697,458	\$ 346,042	\$ 1,043,501

Town of Deer Trail, Colorado
Notes to Financial Statements (continued)
December 31, 2023

6. Long-Term Debt (continued)

Drinking Water Revolving Fund Disadvantaged Communities Fund- In October 2020, the Town entered into a loan agreement (the “Agreement”) with the Colorado Water Resource and Power Development Authority (“CWR & PDA”) for a principal amount of \$240,000. The loan accrues interest at 0.5% and is payable in semi-annual principal and interest payments beginning on November 1, 2021. The loan is secured by the net revenues of the Town, as defined within the Agreement.

Drinking Water Revolving Fund Direct Loan - In December 2019, the Town entered into a loan agreement (the “Agreement”) with the Colorado Water Resource and Power Development Authority (“CWR & PDA”) for a principal amount of \$1,221,200. The loan accrues interest at 0.5% and is payable in semi-annual principal and interest payments beginning on May 1, 2021. The loan is secured by the net revenues of the Town, as defined within the Agreement.

During 2023 principal payments on these loans of \$46,612 were made. Additionally, interest payments totaling \$6,951 were made, which are included as a direct expense Statement of Activities within the Business-type activities.

Loan requirements to maturity are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 46,846	\$ 6,718	\$ 53,563
2025	47,080	6,483	53,563
2026	47,316	6,247	53,563
2027	47,553	6,011	53,563
2028	47,791	5,773	53,563
2029-2033	242,567	25,250	267,817
2034-2038	248,700	19,117	267,817
2039-2043	254,988	12,829	267,817
2044-2048	261,434	6,382	267,817
2049-2051	110,955	723	111,678
	<u>\$ 1,355,229</u>	<u>\$ 95,532</u>	<u>\$ 1,450,761</u>

Town of Deer Trail, Colorado
Notes to Financial Statements (continued)
December 31, 2023

6. Long-Term Debt (continued)

Total changes in Long-Term Liabilities during 2023 are as follows:

	Balance December 31, 2022	Additions	Payments	Balance December 31, 2023	Due Within One Year
Business-type activities:					
Loans payable:					
2000 RUS Loan- Water	\$ 187,900	\$ -	\$ (7,100)	\$ 180,800	\$ 7,400
2019-2020 CWR & PDA Loans	<u>1,401,841</u>	<u>-</u>	<u>(46,612)</u>	<u>1,355,229</u>	<u>46,846</u>
Total loans payable	1,642,821	-	(53,712)	1,536,029	54,246
Bonds payable:					
Series 2005 Sewer Bonds	<u>531,649</u>	<u>-</u>	<u>(14,991)</u>	<u>516,658</u>	<u>15,615</u>
Total long-term liabilities	<u>\$ 2,188,861</u>	<u>\$ -</u>	<u>\$ (68,703)</u>	<u>\$ 2,052,687</u>	<u>\$ 69,861</u>

7. Deferred Revenue

During 2021 and 2022, the Town received a grant payable in two tranches for a total of \$201,080. These were received pursuant to The American Rescue Plan Act of 2021, also called the COVID-19 Stimulus Package or American Rescue Plan (“ARP”) which was enacted on March 11, 2021. The purpose of the bill is to send relief to states and local governments affected by the COVID-19 Pandemic allowing them to better respond to the resulting public health needs and economic hardships that communities continue to experience nationwide. Funds received from this ARP grant can only be used on qualifying expenses. As of December 31, 2023, no funds were spent on qualifying expenses and \$143,500 remains as deferred inflows of resources in 2023 to be recognized when expended in subsequent years.

8. Risk Management

The Town is exposed to various risks of loss to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters.

Property, Casualty, Errors and Omissions and Liability Insurance

The Town is exposed to various risks of loss related to property, casualty, errors and omissions and liability losses. In 1986 due to the excessive cost of this 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 insurance coverage.

Town of Deer Trail, Colorado
Notes to Financial Statements (continued)
December 31, 2023

8. Risk Management (continued)

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 insurance retention, which is determined each policy year.

During 2023 the Town paid approximately \$23,511 for insurance coverage to the pool which is included in the operating expense of the general and enterprise funds.

Town of Deer Trail, Colorado

Required Supplementary Information

Town of Deer Trail, Colorado
General Fund
Schedule of Revenues, Expenditures
and Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2023

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		(NEGATIVE)
REVENUES				
Taxes	\$ 285,500	\$ 285,500	\$ 192,557	\$ (92,943)
Charges for Services	3,000	3,000	58,257	55,257
Licenses and Permits	17,000	17,000	7,109	(9,891)
Miscellaneous	8,800	8,800	30,224	21,424
TOTAL REVENUES	314,300	314,300	288,147	(26,153)
EXPENDITURES				
Current:				
General Government	201,550	201,550	370,719	(169,169)
Public Safety	61,000	61,000	59,349	1,651
Public Works	32,700	32,700	30,912	1,788
Miscellaneous	8,000	8,000	4,042	3,958
TOTAL EXPENDITURES	303,250	303,250	465,022	(161,772)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	11,050	11,050	(176,875)	(187,925)
OTHER FINANCIAL SOURCES (USES)				
Operating Transfers In (Out)	-	-	(16,765)	(16,765)
NET CHANGE IN FUND BALANCE	11,050	11,050	(193,640)	(204,690)
FUND BALANCES, BEGINNING OF YEAR	311,186	311,186	971,519	660,333
FUND BALANCES, END OF YEAR	\$ 322,236	\$ 322,236	\$ 777,879	\$ 455,643

The accompanying notes are an integral part of these financial statements.

Town of Deer Trail, Colorado

Other Supplementary Information

Town of Deer Trail, Colorado

Combining Balance Sheet Nonmajor Governmental Fund December 31, 2023

	CONSERVATION TRUST FUND	TOTALS
ASSETS:		
Cash	\$ 118,773	\$ 118,773
TOTAL ASSETS	<u>\$ 118,773</u>	<u>\$ 118,773</u>
FUND BALANCES		
Restricted - Conservation Trust Funds	<u>118,773</u>	<u>118,773</u>
TOTAL FUND BALANCES	<u>118,773</u>	<u>118,773</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 118,773</u>	<u>\$ 118,773</u>

The accompanying notes are an integral part of these financial statements.

Town of Deer Trail, Colorado
Nonmajor Governmental Fund
Combining Statement of Revenues, Expenditures and
Change in Fund Balance
For the Year Ended December 31, 2023

	CONSERVATION TRUST FUND	TOTALS
	<u> </u>	<u> </u>
REVENUES:		
Intergovernmental	\$ 5,056	\$ 5,056
Other	12,309	12,309
Charges for Service	<u>4,119</u>	<u>4,119</u>
TOTAL REVENUES	<u>21,484</u>	<u>21,484</u>
EXPENDITURES:		
Culture and Recreation	<u>10,731</u>	<u>10,731</u>
TOTAL EXPENDITURES	<u>10,731</u>	<u>10,731</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	10,753	10,753
OTHER FINANCING SOURCES (USES):		
Operating Transfers In (Out)	<u>15,860</u>	<u>15,860</u>
NET CHANGE IN FUND BALANCE	26,613	26,613
FUND BALANCE, BEGINNING OF YEAR	<u>92,160</u>	<u>92,160</u>
FUND BALANCE, END OF YEAR	<u>\$ 118,773</u>	<u>\$ 118,773</u>

The accompanying notes are an integral part of these financial statements.

Town of Deer Trail, Colorado
Conservation Trust Fund
Schedule of Revenues, Expenditures
And Change in Fund Balance—Budget and Actual
For the Year Ended December 31, 2023

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
REVENUES:				
Intergovernmental - State	\$ -	\$ -	\$ 5,056	\$ 5,056
Other	-	-	12,309	12,309
Charges for Service	-	-	4,119	4,119
Total Revenues	-	-	21,484	21,484
EXPENDITURES:				
Operating				
Recreation	-	-	10,731	(10,731)
Total Expenditures	-	-	10,731	(10,731)
EXCESS OF REVENUES OVER				
(UNDER) EXPENDITURES	-	-	10,753	10,753
OTHER FINANCING SOURCES (USES):				
Operating Transfers In (Out)	-	-	15,860	15,860
NET CHANGE IN FUND BALANCE	-	-	26,613	26,613
FUND BALANCE, BEGINNING OF YEAR	32,498	32,498	92,160	35,166
FUND BALANCE, END OF YEAR	\$ 32,498	\$ 32,498	\$ 118,773	\$ 61,779

The accompanying notes are an integral parts of these financial statements.

Town of Deer Trail, Colorado
Open Space Fund
Schedule of Revenues, Expenditures
And Change in Fund Balance - Budget and Actual
For the Year Ended December 31, 2023

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	VARIANCE WITH FINAL BUDGET
	<u>ORIGINAL</u>	<u>FINAL</u>		POSITIVE (NEGATIVE)
REVENUES:				
Intergovernmental	\$ -	\$ -	\$ 51,007	\$ 51,007
Charges for Service	<u>-</u>	<u>-</u>	<u>2,161</u>	<u>2,161</u>
Total Revenues	<u>-</u>	<u>-</u>	<u>53,168</u>	<u>53,168</u>
EXPENDITURES:				
Capital Outlay			13,729	(13,729)
Public Works			1,370	(1,370)
Miscellaneous	<u>-</u>	<u>-</u>	<u>7,488</u>	<u>(7,488)</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>22,587</u>	<u>(22,587)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	30,581	30,581
OTHER FINANCING SOURCES (USES):				
Operating Transfers In (Out)	<u>-</u>	<u>-</u>	<u>22,587</u>	<u>22,587</u>
NET CHANGE IN FUND BALANCE	-	-	53,168	53,168
FUND BALANCE, BEGINNING OF YEAR	<u>73,375</u>	<u>73,375</u>	<u>203,597</u>	<u>130,222</u>
FUND BALANCE, END OF YEAR	<u>\$ 73,375</u>	<u>\$ 73,375</u>	<u>\$ 256,765</u>	<u>\$ 183,390</u>

The accompanying accountant's notes are an integral part of these financial statements.

Town of Deer Trail, Colorado
Water Fund
Schedule of Revenues, Expenses
And Changes in Net Position—Budget and Actual
For the Year Ended December 31, 2023

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		(NEGATIVE)
OPERATING REVENUES				
Charges for Services	\$ 220,700	\$ 220,700	\$ 302,891	\$ 82,191
Total Operating Revenues	<u>220,700</u>	<u>220,700</u>	<u>302,891</u>	<u>82,191</u>
OPERATING EXPENSES				
Salaries and Benefits	78,000	78,000	15,080	62,920
Supplies and Office Expenses	16,000	16,000	18,811	(2,811)
Utilities	14,650	14,650	23,561	(8,911)
Repairs and Maintenance	116,000	116,000	10,866	105,134
Professional Fees	19,500	19,500	-	19,500
Insurance	6,500	6,500	-	6,500
Capital improvements	-	-	-	-
Other	-	-	26,729	(26,729)
Total Operating Expenses	<u>250,650</u>	<u>250,650</u>	<u>95,047</u>	<u>155,603</u>
Income (Loss) From Operations	<u>(29,950)</u>	<u>(29,950)</u>	<u>207,844</u>	<u>237,794</u>
NON-OPERATING REVENUES (EXPENSES)				
Activation and Tap Fees	40,000	40,000	6,157	(33,843)
Miscellaneous	-	-	(12,768)	(12,768)
Principal Payments	-	-	(53,712)	(53,712)
Interest Expense	-	-	(15,585)	(15,585)
Total Non-Operating Revenues (Expenses)	<u>40,000</u>	<u>40,000</u>	<u>(75,908)</u>	<u>(115,908)</u>
Net Income Before Contributions and Transfers	<u>10,050</u>	<u>10,050</u>	<u>131,936</u>	<u>121,886</u>
Transfers In (Out)	<u>-</u>	<u>-</u>	<u>(61,001)</u>	<u>(61,001)</u>
CHANGE IN NET POSITION, BUDGETARY BASIS	<u>\$ 10,050</u>	<u>\$ 10,050</u>	<u>70,935</u>	<u>\$ 60,885</u>
RECONCILIATION TO GAAP BASIS:				
Principal Payments			53,712	
Depreciation and Amortization			(105,737)	
Change in Net Position GAAP			<u>\$ 18,910</u>	

The accompanying notes are an integral part of these financial statements.

Town of Deer Trail, Colorado
Sewer Fund
Schedule of Revenues, Expenses
And Changes in Net Position—Budget and Actual
For the Year Ended December 31, 2023

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>
				<u>POSITIVE</u>
				<u>(NEGATIVE)</u>
OPERATING REVENUES				
Charges for Services	\$ 221,500	\$ 221,500	\$ 238,386	\$ 16,886
Total Operating Revenues	<u>221,500</u>	<u>221,500</u>	<u>238,386</u>	<u>16,886</u>
OPERATING EXPENSES				
Salaries and Benefits	77,000	77,000	15,080	61,920
Utilities	14,650	14,650	23,561	(8,911)
Repairs and Maintenance	118,000	118,000	35,244	82,756
Professional Fees	10,500	10,500	488	10,012
Insurance	7,000	7,000	-	7,000
Capital improvements	-	-	29,045	(29,045)
Other	<u>16,000</u>	<u>16,000</u>	<u>52,458</u>	<u>(36,458)</u>
Total Operating Expenses	<u>243,150</u>	<u>243,150</u>	<u>155,876</u>	<u>87,274</u>
Income (Loss) From Operations	(21,650)	(21,650)	82,510	104,160
NON-OPERATING REVENUES (EXPENSES)				
Activation and Tap Fees	40,000	40,000	10,000	(30,000)
Investment Earnings	-	-	488	488
Miscellaneous	-	-	345	345
Principal Payments	-	-	(14,991)	(14,991)
Interest Expense	<u>-</u>	<u>-</u>	<u>(21,468)</u>	<u>(21,468)</u>
Total Non-Operating Revenues (Expenses)	<u>40,000</u>	<u>40,000</u>	<u>(25,626)</u>	<u>(65,626)</u>
Net Income Before Contributions and Transfers	<u>18,350</u>	<u>18,350</u>	<u>56,884</u>	<u>38,534</u>
Transfers In (Out)	<u>-</u>	<u>-</u>	<u>39,319</u>	<u>39,319</u>
CHANGE IN NET POSITION, BUDGETARY BASIS	<u>\$ 18,350</u>	<u>\$ 18,350</u>	96,203	<u>\$ 77,853</u>
RECONCILIATION TO GAAP BASIS:				
Principal Payments			14,991	
Depreciation and Amortization			(73,006)	
Capital outlay			<u>29,045</u>	
Change in Net Position GAAP			<u>\$ 67,233</u>	

The accompanying notes are an integral part of these financial statements.

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

LOCAL HIGHWAY FINANCE REPORT	City or County: Deer Trail
	YEAR ENDING : December 2023
This Information From The Records Of (example - City of _ or County of _): Town of Deer Trail	Prepared By: Debbie Cowell Phone: 303-769-4464

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

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
Current Liabilities:		1. Capital outlay (from page 2)	29,045
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	41,298
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	33,038
2. General fund appropriations		b. Snow and ice removal	8,260
3. Other local imposts (from page 2)	145,696	c. Other	0
4. Miscellaneous local receipts (from page 2)	91,192	d. Total (a. through c.)	41,298
5. Transfers from toll facilities		4. General administration & miscellaneous	0
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	41,440
a. Bonds - Original Issues		6. Total (1 through 5)	153,080
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	37,053
7. Total (1 through 6)	236,888	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	37,053
C. Receipts from State government (from page 2)	194,759	2. Notes:	
D. Receipts from Federal Government (from page 2)	0	a. Interest	
E. Total receipts (A.7 + B + C + D)	431,647	b. Redemption	
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	37,053
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	190,133

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

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)				0
1. Bonds	2,232,155	0	43,294	2,188,861
B. Notes (Total)	2,232,155	0	43,294	2,188,861

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	996,666	431,647	190,133	1,238,180	0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

STATE:
Colorado
YEAR ENDING (mm/yy):
December 2023

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments	129,909	a. Interest on investments	11,279
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	7,109	f. Charges for Services	19,720
5. Specific Ownership &/or Other	8,678	g. Other Misc. Receipts	21,656
6. Total (1. through 5.)	15,787	h. Other Franchise fees	38,537
c. Total (a. + b.)	145,696	i. Total (a. through h.)	91,192
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	51,259	1. FHWA (from Item I.D.5.)	
Current Liabilities:		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		d. Federal Transit Admin	
d. Other (Specify) - ARP DOLA Grant	143,500	e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal- CY DOLA Grant funds	0
f. Total (a. through e.)	143,500	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	194,759	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements		29,045	29,045
(3). System Preservation			0
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	0	29,045	29,045
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	29,045	29,045
			(Carry forward to page 1)

Notes and Comments: