

TOWN OF DOVE CREEK, COLORADO

Independent Accountants' Reports
And
Basic Financial Statements

December 31, 2023

TOWN OF DOVE CREEK, COLORADO

TABLE OF CONTENTS
December 31, 2023

Independent Auditors' Report on Basic Financial Statements	1-3
Management's Discussion and Analysis	4-13
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position	14
Statement of Activities	15
Fund Financial Statements	
Balance Sheet - Governmental Fund and the Reconciliation of the Governmental Fund Balance Sheet with the Statement of Net Position	16
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Fund and the Reconciliation of Government Fund Statement of Revenues, Expenditures and Changes in Fund Balance to the Statement of Activities	17
Statement of Net Position - Proprietary Fund Types - Enterprise Funds	18
Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Fund Types - Enterprise Funds	19
Statement of Cash Flows - Proprietary Fund Types - Enterprise Funds	20
Budgetary Comparison Information	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
General Fund	21-23
Town Park and Recreation Fund	24
Street Fund	25
Notes to the Financial Statements	26-38
Other Supplementary Information	39
Budgetary Comparison Information	
Statement of Revenues, Expenditures and Changes in Net Position - Budget and Actual	
Water Fund	40--41
Sanitation Fund	42
Information Required by Oversight Authorities	43
Local Highway Finance Report	44-45

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INDEPENDENT AUDITOR'S REPORT

To the Town Board
Town of Dove Creek, Colorado
Dove Creek, Colorado 81324

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 Dove Creek, Colorado 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 of Dove Creek, Colorado, as of December 31, 2023, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund, Town Park and Recreation Fund and Street fund, 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town of Dove Creek, Colorado, 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; this includes 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, which raise substantial doubt about the Town of Dove Creek, Colorado'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 risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town of Dove Creek, Colorado'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 of Dove Creek, Colorado's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, as listed in the table of contents, be presented to supplement the basic financial statements. Such 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. We have applied certain limited procedures to the management's discussion and analysis 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.

Supplemental Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Dove Creek's basic financial statements. The accompanying other supplemental information, 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 other supplemental information, including the Budgetary Comparison Schedules of the Water and Sanitation Funds and Local Highway Report are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Majors and Haley P.C.

Majors and Haley PC
Cortez, Colorado
May 23, 2024

TOWN OF DOVE CREEK, COLORADO

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) For the Year Ended December 31, 2023

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the Town of Dove Creek, Colorado's (Town) financial performance provides an overview of the Town's financial activities for the fiscal year ended December 31, 2023. Please consider the information presented here in conjunction with additional information that can be found in the basic financial statements, as listed in the table of contents.

FINANCIAL HIGHLIGHTS

- The Town's net position increased \$481,191 as a result of this year's operations.
 - Net position of governmental activities increased \$415,618, which represents a 13.65% increase.
 - Net position of business type activities increased \$65,573 or 3.75%.
- The Town's total revenue was \$1,683,841 which is an increase of \$345,887 from \$1,337,954 in the prior year.
 - General revenues accounted for \$724,395 in revenue or 43% of all revenues. Program specific revenues in the form of charges for services, grants and contributions accounted for \$959,446 or the remaining 57%.
- The Town incurred \$1,202,650 in expenses which is a \$73,900 increase from \$1,128,750 in the prior year.
 - The general revenues of \$724,395 were adequate by \$481,191 to cover the expenditures that were not offset by program specific revenues.
- The General Fund reported a \$105,069 decrease in fund balance from \$2,661,736 to \$2,556,667. This is a .4% decrease. The General Fund had \$176,925 in capital outlay. In 2023 the Town started a Town Park and Recreation Fund and a Street Fund with a voter approved sales tax. The General Fund transferred \$195,992 to the Town Park and Recreation Fund and \$169,657 to the Street Fund. These transfers should not be necessary in these amounts in the future.
- The business type activities increased net position by \$65,573 which consisted of an increase in the Water Fund of \$26,460 and an increase in the Sanitation Fund of \$39,113. Depreciation included was \$39,182 in the Water Fund and \$17,766 in the Sanitation Fund. Capital outlay was \$182,332 in the Water Fund. The Sanitation Fund did not have any capital outlay.

TOWN OF DOVE CREEK, COLORADO

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) For the Year Ended December 31, 2023

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report is comprised of a series of financial statements. Management's Discussion and Analysis is intended to serve as an introduction to the Town's basic financial statements. Comparison to prior year's activity is provided in this document. The basic financial statements are comprised of three components.

- Government-wide financial statements.
- Fund financial statements.
- Notes to the basic financial statements.

This report also contains required supplemental information, other supplementary information and information required by oversight authorities in addition to the basic financial statements themselves.

Government-wide Statements

The government-wide financial statements report information about the Town as a whole using accounting methods similar to those used by private companies. The government-wide financial statements include the Statement of Net Position and the Statement of Activities.

- The Statement of Net Position presents information about all of the Town's assets and liabilities. The difference between assets and liabilities is reported as net position.
- The Statement of Activities presents information showing how the net position of the Town changed during the current fiscal year. Changes in net position are recorded in the Statement of Activities when the underlying event occurs regardless of the timing of related cash flow. Thus, all of the revenues and expenses are taken into account regardless of when cash is received or paid.

The Government-wide financial statements are one way to measure the Town's financial health, or financial position.

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

TOWN OF DOVE CREEK, COLORADO

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) For the Year Ended December 31, 2023

In the Government-wide financial statements, the Town's activities are divided into two categories:

- **Governmental activities-** Most of the Town's basic services are included here, such as general government, public safety, public works and culture and recreation. These activities are financed mainly through property taxes and sales taxes. The Town's General Fund, Town Park and Recreation Fund and Street Fund are included here.
- **Business-type activities-** The Town charges fees to help cover the costs of certain services it provides. The Town's Water and Sanitation Funds are included here.

Fund Financial Statements

The fund financial statements provide more detailed information about the Town's funds, focusing on its most significant or "major" funds, not the Town as a whole. Funds are accounting devices the Town uses to keep track of specific sources of funding and spending on particular programs. Some funds are required to be established by state law. However, the Town can establish other funds to help it manage and control its finances to achieve certain results.

The Town uses two types of funds:

- **Governmental funds-** Most of the Town's basic services are included in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Town's general operations and the services it provides. Governmental fund information helps one determine whether there are more or fewer financial resources that can be spent in the near future to finance the Town's programs. Because this information does not encompass the additional long-term focus of the Government-wide statements, additional information at the bottom of the governmental funds statements explains the relationship (or difference) between them.
- **Proprietary funds-** Services for which the Town charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the Government-wide financial statements. The Town's enterprise funds (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information such as cash flow analysis.

TOWN OF DOVE CREEK, COLORADO

MANAGEMENT'S DISCUSSION AND ANALYSIS
(UNAUDITED)
For the Year Ended December 31, 2023

FINANCIAL ANALYSIS OF THE TOWN AS A WHOLE

Total Town's assets increased by \$406,107. The current assets increased \$45,849 and the noncurrent assets increased \$360,258. The Town's liabilities decreased by \$52,787. The current liabilities decreased \$77,449 and the noncurrent liabilities increased \$24,662.

The Town's combined net position was larger on December 31, 2023 than it was at December 31, 2022, increasing 10.04% to \$5,273,002. The net position of governmental activities increased \$415,618 to \$3,460,505. The net position of the Town's business type activities increased \$65,573 to \$1,812,497.

Our analysis below focuses on the net position (Table 1) and changes in net position (Table 2) on the Town's governmental and business-type activities.

Table 1
Comparative Summary Statement of Net Position
December 31, 2023 and 2022

	Governmental Activities		Business-type Activities		Total Town	
	2023	2022	2023	2022	2023	2022
Assets						
Current assets	\$ 2,949,045	\$ 2,953,642	\$ 985,855	\$ 935,409	\$ 3,934,900	\$ 3,889,051
Noncurrent assets			3,917	3,917	3,917	3,917
Capital assets net of depr	627,508	383,151	1,075,304	949,920	1,702,812	1,333,071
Operating lease right of use asset			328,069	337,552	328,069	337,552
Total assets	3,576,553	3,336,793	2,393,145	2,226,798	5,969,698	5,563,591
Liabilities						
Current liabilities	17,037	170,598	104,562	28,450	121,599	199,048
Noncurrent liabilities			476,086	451,424	476,086	451,424
Total liabilities	17,037	170,598	580,648	479,874	597,685	650,472
Deferred Inflow of Resources	99,011	121,308			99,011	121,308
Net Position						
Net Invested in capital assets	627,508	383,151	937,343	836,048	1,564,851	1,219,199
Restricted	376,330	100,000	33,834	33,834	410,164	133,834
Unrestricted	2,456,667	2,561,736	841,320	877,042	3,297,987	3,438,778
Total net assets	\$ 3,460,505	\$ 3,044,887	\$ 1,812,497	\$ 1,746,924	\$ 5,273,002	\$ 4,791,811

TOWN OF DOVE CREEK, COLORADO

MANAGEMENT'S DISCUSSION AND ANALYSIS
(UNAUDITED)
For the Year Ended December 31, 2023

Table 2
Comparative Summary Changes in Net Position
For the Year Ending December 31, 2023 and 2022

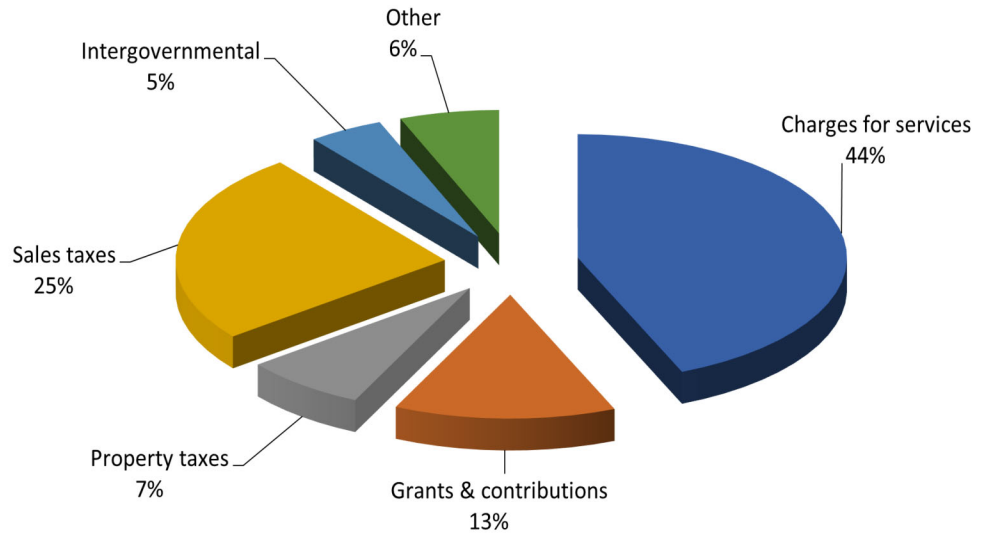
	Governmental Activities		Business-type Activities		Total Town	
	2023	2022	2023	2022	2023	2022
Revenues						
Program revenues						
Charges for services	\$ 154,372	\$ 95,524	\$ 581,160	\$ 455,454	\$ 735,532	\$ 550,978
Operating grants & contributions	190,107	65,795			190,107	65,795
Capital grants & contributions			33,807	111,618	33,807	111,618
General revenues						
Property taxes	124,922	126,220			124,922	126,220
Sales taxes	422,751	283,362			422,751	283,362
Other	176,564	198,863	158	1,118	176,722	199,981
Total revenues	<u>1,068,716</u>	<u>769,764</u>	<u>615,125</u>	<u>568,190</u>	<u>1,683,841</u>	<u>1,337,954</u>
Expenses						
General government	237,102	322,262			237,102	322,262
Public safety	99,131	102,561			99,131	102,561
Culture and recreation	113,819	99,394			113,819	99,394
Public works	203,046	164,480	549,552	440,053	752,598	604,533
Total expenses	<u>653,098</u>	<u>688,697</u>	<u>549,552</u>	<u>440,053</u>	<u>1,202,650</u>	<u>1,128,750</u>
Increase (decrease) in net position	<u>\$ 415,618</u>	<u>\$ 81,067</u>	<u>\$ 65,573</u>	<u>\$ 128,137</u>	<u>\$ 481,191</u>	<u>\$ 209,204</u>

TOWN OF DOVE CREEK, COLORADO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
(UNAUDITED)
For the Year Ended December 31, 2023**

Intergovernmental revenues accounted for 5% of the Town's total revenues. Another 32% came from property and sales taxes; 44% from charges for services; and the remaining 19% came from operating and capital grants and other revenue.

**Table 3
Sources of Revenue for Fiscal Year 2023**

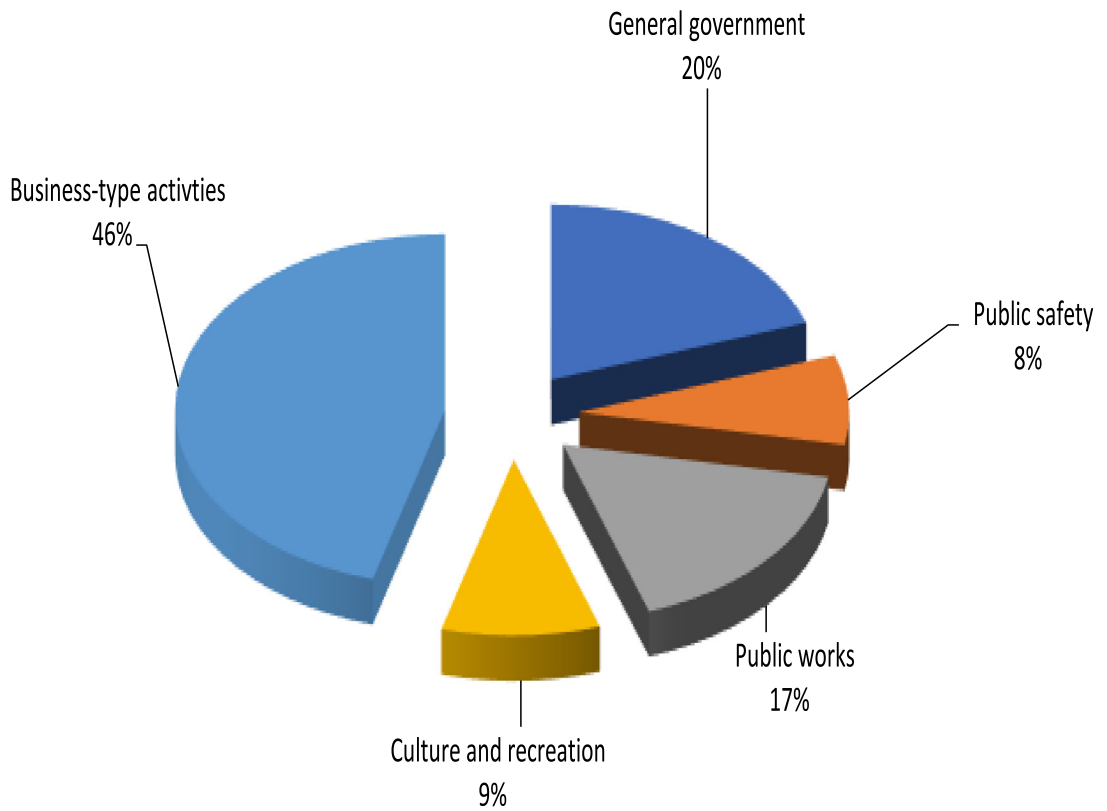


TOWN OF DOVE CREEK, COLORADO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
(UNAUDITED)
For the Year Ended December 31, 2023**

The Town's expenses are predominately related to business-type activities and general government which are 46% and 20%. Public works and public safety were 17% and 8%; the Town's culture and recreation activities accounted for the balance of 9%.

**Table 4
Expenses for Fiscal Year 2023**



TOWN OF DOVE CREEK, COLORADO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
(UNAUDITED)
For the Year Ended December 31, 2023**

GOVERNMENTAL ACTIVITIES

The primary sources of operating revenue for the Town governmental activities come from general property taxes, sales taxes and other revenues (primarily mineral leasing).

The statement of activities shows the cost of program services and the charges for services and grants offsetting those service costs. Table 5 shows, for governmental activities, the total cost of services and net cost of services. That is, it identifies the cost of these services supported by general revenues including general property taxes and sales taxes.

**Table 5
Government Activities
For the Year Ending December 31, 2023 and 2022**

	Total Cost of Services		Net Cost of Services	
	2023	2022	2023	2022
General government	\$ 237,102	\$ 322,262	\$ 14,262	\$ 276,676
Public safety	99,131	102,561	99,131	43,449
Culture and recreation	113,819	99,394	23,185	77,804
Public works	203,046	164,480	172,041	133,449
Total	<u>\$ 653,098</u>	<u>\$ 688,697</u>	<u>\$ 308,619</u>	<u>\$ 531,378</u>

The cost of all governmental activities during the year was \$653,098.

- \$154,372 of the cost was financed by the users of the Town's programs.
- Federal and state government subsidized certain programs with grants and contributions of \$190,107.
- However, \$308,619 was financed by state and town taxpayers. The general revenues of \$724,237 was adequate to cover this. The general revenues consist of \$69,102 in Mineral Leasing payments, \$131,977 in property and specific ownership taxes, \$422,751 in sales taxes and \$100,407 in other general revenues.

TOWN OF DOVE CREEK, COLORADO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
(UNAUDITED)
For the Year Ended December 31, 2023**

BUSINESS-TYPE ACTIVITIES

Business-type activities are made up of the Water Fund and the Sanitation Fund. These programs had revenues of \$615,125 and expenses of \$549,552.

FINANCIAL ANALYSIS OF THE TOWN'S FUNDS

Information about the Town's major governmental funds starts on page 16. The Town considers all the governmental funds major due to the size of the Town and their importance to operations. These funds are accounted for using the modified accrual basis of accounting. Total Government Funds had revenues of \$1,068,716 and expenditures of \$897,455.

General Fund Budgetary Highlights

The Town's budget is prepared according to Colorado law and is based on accounting for certain transactions on a basis of cash receipts and disbursements. The most significant budgeted fund is the General Fund.

- Actual expenditures (excluding transfers) were \$99,083 less than budget in the General Fund, primarily because the Town budgets conservatively on expected revenues.

CAPITAL ASSET ADMINISTRATION

By the end of 2023, the Town has invested \$4,923,332 in land, buildings, and equipment (including vehicles), of this total \$923,217 was from governmental activities.

***Table 6
Capital Assets at December 31, 2023 and 2022***

	Governmental Activities		Business-Type Activities		Total Town	
	2023	2022	2023	2022	2023	2022
Land	\$ 182,989	\$ 158,185	\$ 32,652	\$ 32,652	\$ 215,641	\$ 190,837
Buildings	405,334	228,409	519,547	519,547	924,881	747,956
Equipment/Facilities	334,894	270,755	3,447,916	3,265,584	3,782,810	3,536,339
Total	<u>\$ 923,217</u>	<u>\$ 657,349</u>	<u>\$ 4,000,115</u>	<u>\$ 3,817,783</u>	<u>\$ 4,923,332</u>	<u>\$ 4,475,132</u>

TOWN OF DOVE CREEK, COLORADO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
(UNAUDITED)
For the Year Ended December 31, 2023**

Additional information on the Town's capital assets can be found in the Notes to the Financial Statements on page 33 of this report.

FACTORS BEARING ON THE TOWN'S FUTURE

At the time these financial statements were prepared and audited, the Town is not aware of any existing circumstances that could significantly affect its financial health in the future.

CONTACTING THE TOWN'S FINANCIAL MANAGEMENT

This financial report is designed to provide the Town's citizens, taxpayers, and creditors with a general overview of the Town's finances and to demonstrate the Town's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Town of Dove Creek Administration Office, PO Box 508 Dove Creek, Colorado 81324.

TOWN OF DOVE CREEK, COLORADO

Statement of Net Position

December 31, 2023

	Governmental Activities	Business-type Activities	Total
Assets			
Current assets			
Cash-unrestricted	\$ 2,376,764	\$ 1,366,981	\$ 3,743,745
Property tax receivable	99,011		99,011
Other receivables		44,680	44,680
Due from other funds	425,806	(425,806)	-
Due from other governments	47,464		47,464
Noncurrent assets			
Investments in water taps		3,917	3,917
Capital assets, net of depreciation	627,508	1,075,304	1,702,812
Operating lease right of use asset		328,069	328,069
Total Assets	3,576,553	2,393,145	5,969,698
Liabilities			
Current liabilities			
Accounts payable	13,311	104,562	117,873
Accrued payroll tax liabilities	3,726		3,726
Long-term liabilities			
Due within one year		10,056	10,056
Due in more than one year		466,030	466,030
Total Liabilities	17,037	580,648	597,685
Deferred Inflow of Resources			
Unearned tax revenue	99,011		99,011
Net Position			
Net investment in capital assets	627,508	937,343	1,564,851
Restricted			
TABOR	100,000		100,000
Debt Service expenditures		33,834	33,834
Park and Recreation expenditures	141,247		141,247
Street expenditures	135,083		135,083
Unrestricted	2,456,667	841,320	3,297,987
Total Net Position	\$ 3,460,505	\$ 1,812,497	\$ 5,273,002

The accompanying notes are an integral part of this statement.

TOWN OF DOVE CREEK, COLORADO

Statement of Activities

For the Year Ended December 31, 2023

	Program Revenues				Net (Expenses) Revenue And Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business- type Activities	Total
Governmental Activities							
General government	\$ 237,102	\$ 72,878	\$ 149,962		\$ (14,262)		\$ (14,262)
Public safety	99,131				(99,131)		(99,131)
Culture and recreation	113,819	81,494	9,140		(23,185)		(23,185)
Public works	203,046		31,005		(172,041)		(172,041)
Total Governmental Activities	<u>653,098</u>	<u>154,372</u>	<u>190,107</u>		<u>(308,619)</u>		<u>(308,619)</u>
Business-Type Activities							
Water	341,087	333,582		\$ 33,807		\$ 26,302	26,302
Sanitation	208,465	247,578				39,113	39,113
Total Business-Type Activities	<u>549,552</u>	<u>581,160</u>		<u>33,807</u>		<u>65,415</u>	<u>65,415</u>
Total Town	<u>\$ 1,202,650</u>	<u>\$ 735,532</u>	<u>\$ 190,107</u>	<u>\$ 33,807</u>	<u>(308,619)</u>	<u>65,415</u>	<u>(243,204)</u>

General Revenues

Property tax	124,922		124,922
Specific Ownership tax	7,055		7,055
Sales and Use tax	422,751		422,751
Motor Vehicle License Fees	3,048		3,048
Franchise tax	62,710		62,710
Road and Bridge Fee	7,433		7,433
Intergovernmental			
Mineral Leasing	69,102		69,102
Severance Tax	26,259		26,259
Tobacco Products tax	957		957
Earnings on investments		158	158
Total General Revenues	<u>724,237</u>	<u>158</u>	<u>724,395</u>
Change in Net Position	<u>415,618</u>	<u>65,573</u>	<u>481,191</u>
Net Position Beginning of the Year	3,044,887	1,746,924	4,791,811
Net Position End of the Year	<u>\$ 3,460,505</u>	<u>\$ 1,812,497</u>	<u>\$ 5,273,002</u>

The accompanying notes are an integral part of this statement.

TOWN OF DOVE CREEK, COLORADO

Balance Sheet
Governmental Funds

December 31, 2023

	General Fund	Town Park and Recreation Fund	Street Fund	Total
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Assets				
Cash-unrestricted	\$ 2,095,484	\$ 142,883	\$ 138,397	\$ 2,376,764
Property tax receivable	99,011			99,011
Due from other funds	425,806			425,806
Due from other governments	47,464			47,464
Total Assets	<u>\$ 2,667,765</u>	<u>\$ 142,883</u>	<u>\$ 138,397</u>	<u>\$ 2,949,045</u>
Liabilities				
Accounts payable	\$ 8,361	\$ 1,636	\$ 3,314	\$ 13,311
Accrued payroll tax liabilities	3,726			3,726
Total Liabilities	<u>12,087</u>	<u>1,636</u>	<u>3,314</u>	<u>17,037</u>
Deferred Inflow of Resources				
Unearned revenue property tax	<u>99,011</u>			<u>99,011</u>
Fund Balance				
Restricted				
TABOR	100,000			100,000
Park and Recreation expenditures		141,247		141,247
Street expenditures			135,083	135,083
Assigned				
Subsequent year's expenditures	2,456,667			2,456,667
Total Fund Balance	<u>2,556,667</u>	<u>141,247</u>	<u>135,083</u>	<u>2,832,997</u>
Total Liabilities and Fund Balance	<u>\$ 2,667,765</u>	<u>\$ 142,883</u>	<u>\$ 138,397</u>	<u>\$ 2,949,045</u>

**Reconciliation of the Governmental Fund Balance Sheet
with the Statement of Net Position**

Total Fund Balance Governmental Fund \$ 2,832,997

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

Capital assets used in governmental activities
are not financial resources and therefore are not
reported as assets in governmental funds.

Capital assets	\$ 923,217	
Accumulated depreciation	<u>(295,709)</u>	627,508

Total Net Position Governmental Activities \$ 3,460,505

The accompanying notes are an integral part of this statement.

TOWN OF DOVE CREEK, COLORADO
Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Funds

For the Year Ended December 31, 2023

	General Fund	Town Park and Recreation Fund	Street Fund	Total
Revenues				
Taxes	\$ 447,493	\$ 12,993	\$ 167,433	\$ 627,919
Licenses and permits	1,649			1,649
Intergovernmental	246,280	9,140	31,005	286,425
Local	71,229	81,494		152,723
Total Revenues	<u>766,651</u>	<u>103,627</u>	<u>198,438</u>	<u>1,068,716</u>
Expenditures				
General government	230,015			230,015
Public safety	99,131			99,131
Public works			208,208	208,208
Culture and recreation		105,247		105,247
Capital outlay	176,925	53,125	24,804	254,854
Total Expenditures	<u>506,071</u>	<u>158,372</u>	<u>233,012</u>	<u>897,455</u>
Excess revenues over (under) expenditures	<u>260,580</u>	<u>(54,745)</u>	<u>(34,574)</u>	<u>171,261</u>
Other financing sources (uses)				
Operating transfers in (out)	(365,649)	195,992	169,657	-
Total other financing sources (uses)	<u>(365,649)</u>	<u>195,992</u>	<u>169,657</u>	<u>-</u>
Net Change in Fund Balances	(105,069)	141,247	135,083	171,261
Fund Balances beginning of the year	2,661,736	-	-	2,661,736
Fund Balances end of the year	<u>\$ 2,556,667</u>	<u>\$ 141,247</u>	<u>\$ 135,083</u>	<u>\$ 2,832,997</u>

Reconciliation of the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities

Net Change in Fund Balances Governmental Fund \$ 171,261

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 cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded capital outlay in the current period.

Capital outlay	\$ 265,868	
Depreciation expense	(21,511)	
	<u>244,357</u>	

Change in Net Position of Governmental Activities \$ 415,618

The accompanying notes are an integral part of this statement.

TOWN OF DOVE CREEK, COLORADO

Statement of Net Position
Proprietary Fund Types - Enterprise Funds
December 31, 2023

	Business-type Activities		
	Water	Sanitation	Total
Assets			
Current Assets			
Cash	\$ 666,293	\$ 700,688	\$ 1,366,981
Receivables-net			
Accounts receivable	1,962	42,718	44,680
Noncurrent Assets			
Investments in Water Taps	3,917		3,917
Capital assets, net of depreciation	862,026	213,278	1,075,304
Operating lease right of use asset	328,069		328,069
Total Assets	1,862,267	956,684	2,818,951
Liabilities			
Current Liabilities			
Accounts payable	102,264	2,298	104,562
Due to other funds	193,097	232,709	425,806
Current portion of operating lease liability	10,056		10,056
Noncurrent Liabilities			
Operating lease liability	328,069		328,069
Note payable CWCB	137,961		137,961
Total Liabilities	771,447	235,007	1,006,454
Net Position			
Net investment in capital assets	724,065	213,278	937,343
Restricted for debt service	33,834		33,834
Unrestricted	332,921	508,399	841,320
Total Net Position	\$ 1,090,820	\$ 721,677	\$ 1,812,497

The accompanying notes are an integral part of this statement

TOWN OF DOVE CREEK, COLORADO

Statement of Revenues, Expenses and Changes in Net Position
 Proprietary Fund Types - Enterprise Funds
For the Year Ended December 31, 2023

	Business-type Activities		
	Water	Sanitation	Total
Operating revenues			
Water sales and sewer fees	\$ 285,584	\$ 236,378	\$ 521,962
Water sales - Celsius	14,050		14,050
Water dock	20,427		20,427
Miscellaneous revenue	4,521		4,521
Total operating revenues	324,582	236,378	560,960
Operating expenses			
Administration	51,854	46,772	98,626
Source of supply	75,163		75,163
Water and sewer treatment	134,158	143,927	278,085
Transmission and distribution	40,392		40,392
Depreciation	39,182	17,766	56,948
Total operating expenses	340,749	208,465	549,214
Operating income (loss)	(16,167)	27,913	11,746
Non-operating revenues (expenses)			
Interest revenue	158		158
Tap fees	9,000	11,200	20,200
Capital grant	33,807		33,807
Loan origination fees	(338)		(338)
Total non-operating revenues (expenses)	42,627	11,200	53,827
Change in net position	26,460	39,113	65,573
Net position beginning of the year	1,064,360	682,564	1,746,924
Net position end of the year	\$ 1,090,820	\$ 721,677	\$ 1,812,497

The accompanying notes are an integral part of this statement.

TOWN OF DOVE CREEK, COLORADO

Statement of Cash Flows
Proprietary Fund Type - Enterprise Funds

For the Year Ended December 31, 2023

	Business-type Activities		
	Water	Sanitation	Total
Cash Flows From Operating Activities			
Cash received from customers	\$ 339,512	\$ 205,302	\$ 544,814
Cash received from miscellaneous income	4,521		4,521
Cash payments to employees for services	(38,106)	1,640	(36,466)
Cash payments to suppliers for goods and services	(81,074)	(45,730)	(126,804)
Net Cash Flows provided (used) by Operating Activities	224,853	161,212	386,065
Cash Flows From Capital and Related Financing Activities			
Tap fees	9,000	11,200	20,200
Capital grant received	99,695		99,695
Proceed from long-term debt	34,145		34,145
Capital asset acquisitions	(182,332)		(182,332)
Net Cash Flows provided (used) by Capital and Financing Activities	(39,492)	11,200	(28,292)
Cash Flows from Investing Activities			
Interest Income	158	-	158
Net Increase (Decrease) in Cash and Cash Equivalents	185,519	172,412	357,931
Cash and Cash Equivalents - Beginning	480,774	528,276	1,009,050
Cash and Cash Equivalents - Ending	\$ 666,293	\$ 700,688	\$ 1,366,981
Reconciliation of operating income (loss) to Net Cash provided (used) by Operating Activities			
Operating income (loss)	\$ (16,167)	\$ 27,913	\$ 11,746
Adjustments to reconcile operating income (loss) to net cash provided by operating activities			
Depreciation	39,182	17,766	56,948
Changes in Assets and Liabilities			
(Increase) Decrease in			
Accounts receivable	19,451	(31,076)	(11,625)
Increase (Decrease) in			
Accounts payable	75,751	361	76,112
Due to other funds	106,636	146,248	252,884
Net Cash provided (used) by Operating Activities	\$ 224,853	\$ 161,212	\$ 386,065
Supplemental Cash Flows Information			
Right of use assets obtained in exchange for lease obligations			
Operating lease			
Principal	\$ 20,465		\$ 20,465
Interest	9,483		9,483
Facilities purchased through issuance of long term debt	34,145		34,145
Total	\$ 64,093	\$ -	\$ 64,093

The accompanying notes are an integral part of this statement.

TOWN OF DOVE CREEK, COLORADO

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 General Fund
 For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes				
Property	\$ 121,308	\$ 121,308	\$ 124,922	\$ 3,614
General sales and use	225,000	225,000	259,861	34,861
Franchise	40,000	40,000	62,710	22,710
Total taxes	386,308	386,308	447,493	61,185
Licenses and permits				
Business licenses and permits	800	800	540	(260)
Nonbusiness licenses and permits	1,000	1,000	1,109	109
Total licenses and permits	1,800	1,800	1,649	(151)
Intergovernmental revenues				
Mineral leasing	75,000	75,000	69,102	(5,898)
Severance	8,000	8,000	26,259	18,259
Tobacco product	500	500	957	457
Grants		-	149,962	149,962
Total intergovernmental revenues	83,500	83,500	246,280	162,780
Local revenues				
Lease	9,500	9,500	10,890	1,390
Fines	30,000	30,000	47,512	17,512
Miscellaneous	5,000	5,000	12,827	7,827
Total local revenues	44,500	44,500	71,229	26,729
Total revenues	516,108	516,108	766,651	250,543

Continued

The accompanying notes are an integral part of this statement.

TOWN OF DOVE CREEK, COLORADO

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 General Fund
 For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)
Expenditures				
General government				
Legislative	\$ 21,000	\$ 21,000	\$ 21,003	\$ (3)
Judicial	5,500	5,500	6,725	(1,225)
Elections	3,500	3,500		3,500
Board	6,500	6,500	6,500	-
Administrative				
Salary	53,500	53,500	30,207	23,293
Payroll taxes	5,000	5,000	2,356	2,644
Employee benefits	24,800	24,800	11,128	13,672
Office	50,000	50,000	28,213	21,787
Printing and publications	6,000	6,000	2,275	3,725
Utilities and telephone	15,000	15,000	17,031	(2,031)
Technology	15,000	15,000	18,998	(3,998)
Legal	25,000	25,000	12,255	12,745
Auditing	12,000	12,000	9,750	2,250
Outside services	4,000	4,000	11,123	(7,123)
Insurance	24,000	24,000	33,843	(9,843)
Security			12,778	(12,778)
Training and travel	5,000	5,000	35	4,965
Miscellaneous	13,500	13,500	3,378	10,122
Treasurer's fees	4,500	4,500	2,417	2,083
Total general government	293,800	293,800	230,015	63,785
Public safety				
Sherriff contract	85,000	85,000	83,993	1,007
Jail	1,500	1,500		1,500
Supplies	5,000	5,000	830	4,170
Animal control	15,000	15,000	9,701	5,299
Code enforcement	8,000	8,000		8,000
Miscellaneous	2,500	2,500	4,607	(2,107)
Total public safety	117,000	117,000	99,131	17,869
Capital Outlay	194,354	194,354	176,925	17,429
Total expenditures	605,154	605,154	506,071	99,083
Excess (deficit) of revenues				
Over (under) expenditures	(89,046)	(89,046)	260,580	349,626

Continued

The accompanying notes are an integral part of this statement.

TOWN OF DOVE CREEK, COLORADO

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance Favorable (Unfavorable)
	Original	Final		
Other financing sources (uses)				
Operating transfers in (out)				
Street Fund	\$ (114,000)	\$ (139,000)	\$ (195,992)	\$ (56,992)
Town Park and Recreation Fund	(122,800)	(147,800)	(169,657)	(21,857)
Total other financing sources (uses)	(236,800)	(286,800)	(365,649)	(78,849)
Excess (deficit) of revenues and other financing sources over (under) expenditures and other financing uses	(325,846)	(375,846)	(105,069)	270,777
Fund balance, beginning of the year	2,708,368	2,708,368	2,661,736	(46,632)
Fund balance, end of the year	\$ 2,382,522	\$ 2,332,522	\$ 2,556,667	\$ 224,145

The accompanying notes are an integral part of this statement.

TOWN OF DOVE CREEK, COLORADO

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 Town Park and Recreation Fund
 For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes				
General sales	\$ 10,500	\$ 10,500	\$ 12,993	\$ 2,493
Total taxes	10,500	10,500	12,993	2,493
Intergovernmental revenues				
Lottery funds	5,000	5,000	9,140	4,140
Total intergovernmental revenues	5,000	5,000	9,140	4,140
Local revenues				
Charges for services	2,000	2,000	2,017	17
Building rent	1,000	1,000	1,945	945
Donations	26,000	26,000	49,011	23,011
Fund raising			2,226	2,226
Insurance proceeds	25,000	25,000	24,795	(205)
Miscellaneous	1,000	1,000	1,500	500
Total local revenues	55,000	55,000	81,494	26,494
Total revenues	70,500	70,500	103,627	33,127
Expenditures				
Culture and recreation				
Recreation director	35,000	35,000	34,793	207
Payroll tax	3,000	3,000	2,731	269
Employee benefits	1,300	1,300	1,659	(359)
Operating supplies	7,000	7,000	2,887	4,113
Park	18,000	18,000	5,705	12,295
Utilities and telephone	13,000	13,000	11,973	1,027
Insurance	3,500	3,500	34	3,466
Office	4,500	4,500	999	3,501
Sports and education	15,000	15,000	18,237	(3,237)
Community Center	10,000	10,000	1,002	8,998
Janitorial	2,000	2,000	2,252	(252)
Repairs	30,000	30,000	22,975	7,025
Miscellaneous	1,000	1,000		1,000
Total Culture and recreation	143,300	143,300	105,247	38,053
Capital Outlay	50,000	50,000	53,125	(3,125)
Total expenditures	193,300	193,300	158,372	34,928
Excess (deficit) of revenues over (under) expenditures	(122,800)	(122,800)	(54,745)	68,055
Other financing sources (uses)				
Operating transfers in (out)				
General Fund	122,800	122,800	195,992	73,192
Total other financing sources (uses)	122,800	122,800	195,992	73,192
Excess (deficit) of revenues and other financing sources over (under) expenditures and other financing uses	-	-	141,247	141,247
Fund balance, beginning of the year			-	-
Fund balance, end of the year	\$ -	\$ -	\$ 141,247	\$ 141,247

The accompanying notes are an integral part of this statement.

TOWN OF DOVE CREEK, COLORADO

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 Street Fund
 For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)
Revenues				
Taxes				
Specific ownership	\$ 5,000	\$ 5,000	\$ 7,055	\$ 2,055
General sales	105,000	105,000	129,932	24,932
Use			19,965	19,965
Motor vehicle registration	1,800	1,800	3,048	1,248
Road and Bridge Fee	6,000	6,000	7,433	1,433
Total taxes	117,800	117,800	167,433	49,633
Intergovernmental revenues				
Highway users	25,000	25,000	31,005	6,005
Total intergovernmental revenues	25,000	25,000	31,005	6,005
Local revenue	1,000	1,000		(1,000)
Total revenues	143,800	143,800	198,438	54,638
Expenditures				
Public works				
Director	38,000	38,000	20,876	17,124
General labor	18,000	18,000	48,038	(30,038)
Payroll tax	4,500	4,500	5,392	(892)
Employee benefits	19,300	19,300	31,840	(12,540)
Maintenance of condition	50,000	50,000	41,298	8,702
Snow and ice removal	8,500	8,500	1,520	6,980
Highway equipment	40,000	40,000	26,130	13,870
Supplies	20,000	20,000	8,068	11,932
Repairs	15,000	15,000	3,799	11,201
Street lights	22,000	22,000	17,773	4,227
Miscellaneous	2,500	2,500	3,474	(974)
Total public works	237,800	237,800	208,208	29,592
Capital Outlay	20,000	20,000	24,804	(4,804)
Total expenditures	257,800	257,800	233,012	24,788
Excess (deficit) of revenues over (under) expenditures	(114,000)	(114,000)	(34,574)	79,426
Other financing sources (uses)				
Operating transfers in (out)				
General Fund	114,000	114,000	169,657	55,657
Total other financing sources (uses)	114,000	114,000	169,657	55,657
Excess (deficit) of revenues and other financing sources over (under) expenditures and other financing uses	-	-	135,083	135,083
Fund balance, beginning of the year	-	-	-	-
Fund balance, end of the year	\$ -	\$ -	\$ 135,083	\$ 135,083

The accompanying notes are an integral part of this statement.

TOWN OF DOVE CREEK, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

Summary of Significant Accounting Policies - The Town of Dove Creek, Colorado's (the Town) financial statements are prepared in conformity with generally accepted accounting principles (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statement of Interpretations).

The following significant accounting policies were applied to the preparation of the accompanying financial statements.

Reporting Entity – Town of Dove Creek, Colorado is a statutory (non-home-rule) Town and serves as an administrative unit of the State of Colorado.

Town board members are elected by the citizens of the Town, not appointed by any other governing body. The Board selects the Town Manager. The Board is solely responsible for the Town's budget adoption process. The Town has the authority to levy taxes and issue debt. The Town meets the criteria of a primary government; its' board is the publicly elected governing body; it is a legally separate entity; and it is fiscally independent. The Town is not included in any other government reporting entity. In addition, there are no component units based on criteria set forth in GASB Statement 61, the financial reporting entity omnibus an amendment of GASB Statement 14 and 34.

Government-wide and Fund Financial Statement Presentation

The government-wide financial statements (the Statement of Net Position and the Statement of Activities) display information on all the non-fiduciary activities of the primary government. The effect of Interfund activities has been removed from these statements. These statements distinguish between the governmental and business-type activities of the Town. Governmental activities are supported by taxes and intergovernmental revenues. Business-type activities are financed, to a significant extent, by fees and charges.

The statement of activities demonstrates the degree to which direct expenses of a 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) fees and 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. Revenues that are not classified as program revenues, including all taxes, are reported as general revenues.

TOWN OF DOVE CREEK, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

The accounts of the Town are organized based on funds, each of which is considered a separate accounting entity. Separate financial statements are provided for governmental funds and proprietary funds. Major individual funds represent the Towns most important funds and are reported as separate columns in the fund financial statements. All remaining funds are aggregated and reported as non-major funds. The Town has no non-major funds.

Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flow. On an accrual basis, property taxes are recognized as revenue in the year for which they become enforceable. Grants and similar items are recognized as revenue in the fiscal year in which all eligibility requirements imposed by the provider have been met.

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

Governmental Funds are used to account for the Town's general governmental activities. Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the period or soon enough thereafter to pay liabilities of the current fiscal period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt services expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due and payable. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds from long-term debt and capital leases are reported as other financing sources.

Those revenues subject to accrual are property taxes, charges for services and expended grants associated with the current fiscal period. All other revenue items are considered measurable and available only when cash is received by the government.

The accounts of the Town are organized and operated based on funds. A fund is an independent fiscal accounting entity, with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual

TOWN OF DOVE CREEK, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

provisions. The minimum number of funds maintained by the Town is consistent with legal and managerial requirements. The following are the Town's governmental funds. All are considered major funds due to the small size of the Town and their importance to operations.

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. Major revenue sources include local property taxes, sales taxes and intergovernmental revenues.

Town Park and Recreation Fund – was established with a sales tax ballot issue approved by the voters to begin in 2023. It accounts for all of the Town's financial resources and expenditures related to the Town Park, Community Center and recreational activities.

Street Fund – was established with a sales tax ballot issue approved by the voters to begin in 2023. It accounts for all the Town's financial resources and expenditures for the operations of the street activities.

Proprietary Funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and delivering goods relating to a proprietary fund's principal ongoing operations. The principal revenues of the Town's enterprise funds are charges for services. Operating expenses for enterprise funds include cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The Town's major enterprise funds are:

Water Fund - is used to account for the financial transactions related to the water treatment and distribution operations of the Town.

Sanitation Fund - accounts for the sanitation services provided by the Town.

Cash and Cash Equivalents – for the purpose of the Statement of Cash Flows of the Enterprise Funds it is considered to be cash on hand, demand deposits, and the highly liquid investments with a maturity of six months or less.

Capital Assets, which include land, buildings and improvements, and equipment, are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are valued at their estimated fair

TOWN OF DOVE CREEK, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

value on the date donated. The Town maintains a capitalization threshold of \$10,000 for major outlays for buildings and improvements. As per GASB 34 the Town has elected to report infrastructure assets on a prospective basis. Therefore, infrastructure acquired before January 1, 2004 is not included in the financial statements.

The cost of normal maintenance and repairs that do not add to the value of an asset or materially extend the life of an asset are not capitalized.

All reported capital assets are depreciated. Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities <u>Estimated Lives</u>	Business-Type Activities <u>Estimated Lives</u>
Buildings and Improvements	15-50 Years	N/A
Furniture and Equipment	10 Years	10-40 Years
Vehicles	5-8 Years	N/A

Deferred Outflows/Inflows of Resources- arises when potential revenue or expense does not meet both the “measurable” and “available” criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, or when the Town has a legal claim to the resources, the liability for unearned revenue is removed and revenue is recognized.

Compensated absences - Compensated absences arise from policies concerning vacation and personal leave. Town employees receive two weeks of vacation per year. Personal leave is granted at the rate of one week per year. Vacation and sick leave do not vest or accumulate with employees; that is, the employees have no right to be paid for any of these if not taken in the time indicated, or if they terminate. Under generally accepted accounting principles there is, therefore, no expense or liability included in the financial statements.

Short-term Inter-Fund Receivables/Payables - During the course of operations, certain transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as internal balances on the Government - wide statement of net position and, classified as due from other funds or due to other funds on the balance sheet.

Operating Revenues and Expenses- Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the Town, these revenues are sales related to water and sanitation services. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activities of

TOWN OF DOVE CREEK, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

the fund. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Inter-fund Transactions - Quasi-external transactions are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other inter-fund transactions, except quasi-external transactions and reimbursements, are reported as transfers.

Estimates – The preparation of financial statements in conformity with generally accepted accounting principles requires the Town's management to make estimates and assumptions that affect the reported amounts of assets, liabilities, deferred outflows and inflows of resources, revenues, and expenditures (expenses). Actual results could differ from those estimates and assumptions used.

Property Tax Revenue Recognition - Property taxes are billed and collected on behalf of the Town by the Dolores County Treasurer. The property taxes are levied and certified in December of the year prior to the year the taxes are collected. Property taxes become an enforceable lien on January 1 of each year. Secured property taxes are due in two equal installments on February 28 and June 15 and are delinquent after February 28 and June 15, respectively. The entire balance can be paid by April 30 without penalty. Property taxes levied are recorded as deferred revenues in the year levied, as they are not due or enforceable until the following year.

Budgets and Budgetary Accounting – The Town is required by Colorado Statutes to adopt annual budgets for all funds. Each budget is prepared on the same basis (U.S. GAAP basis) as that used for accounting purposes, except for the Proprietary Funds, which are prepared essentially on the modified accrual basis of accounting. This basis of accounting is at variance with U.S. GAAP.

The following procedures are followed in establishing the budgetary data reflected in the financial statements:

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 comment.

Prior to December 31, the budget is legally adopted through passage of adoption and appropriations resolutions.

TOWN OF DOVE CREEK, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

Formal budgetary integration is employed as a management control device during the year.

The Town Clerk is authorized to transfer budget amounts within the department. However, the Town Board must approve any revisions that alter the total expenditures of any department.

Appropriations are adopted by resolution for each fund in total and lapse at the end of each year. Over-expenditures are not deemed to exist unless the fund as a total has expenditures in excess of appropriations.

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

- Net investment in capital assets represents capital assets, net accumulated depreciation, reduced by the outstanding balances of any borrowing that are attributable to the acquisition, construction, or improvement of those assets.
- Restricted consists of restricted assets that have limitations imposed on their use either through the enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.
- Unrestricted consists of the net amounts of assets, deferred outflows and inflows or resources and liabilities that are not included in the determination of net investment in capital assets or the restricted components of the net position.

When determining categories of net position, it is assumed that the type of expenditures determines the primary use of net position. When an expenditure is incurred for purposes for which both restricted and unrestricted net position is available, the Town considers restricted funds to have been spent first.

Governmental Fund Balances – The fund balances of the governmental funds are reported in classifications based on the extent to which the Town is bound to honor constraints for the specific purposes on which amounts in the fund can be spent as follows:

- Nonspendable fund balance represents assets that cannot be spent because of their form or legally or contractually must be maintained intact.
- Restricted fund balance reflects resources that are subject to externally enforceable legal limitations.
- Committed fund balance is the portion that is limited to specific purposes determined by a formal action of the Town Board, the Town's highest level of decision-making authority. Commitments may be modified or rescinded only through resolutions approved by the Town Board.

TOWN OF DOVE CREEK, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

- Assigned fund balance displays the Town's intended use of these resources. The assigned fund balance amounts are assigned by the Town Board per the Town policy.
- Unassigned fund balance represents resources with residual net resources.

When determining categories of fund balance, it is assumed that the type of expenditure determines the primary use of fund balance. When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the Town considers restricted funds to have been spent first. Once the commitment or assignment is satisfied unassigned resources are used.

Cash and Investments – The Town maintains its cash in the form of deposits in financial institutions.

Custodial Credit Risk – for deposits is the risk that, in the event of a bank failure, the Town's deposits might not be received. However, there is no custodial risk for public deposits because they are collateralized under the Colorado Public Deposit Protection Act (PDPA). PDPA specify eligible depositories for public cash deposits, which must be Colorado institutions and must maintain federal insurance on deposits held. Each eligible depository with deposits in excess of the insured levels must pledge a collateral pool of defined eligible assets, to be maintained by another institution or held in trust for all of its local government depositors as a group, with a fair market value at least equal to 102% of the uninsured deposits. The State Regulatory Commissions for banks and savings and loan associations are required by statute to monitor the naming of eligible depositories and the reporting of uninsured deposits and assets maintained in collateral pools.

At December 31, 2023, the carrying amount of the Town's deposits was \$3,743,745 and the bank balance was \$3,807,092. The Town's bank balances at December 31, 2023 and during the year then ended were entirely covered by FDIC insurance or pledged collateral held by the Town's agent bank in the name of governmental accounts of which the Town is a part.

Investments - At December 31, 2023, the Town had no investments other than \$3,917 invested in water taps within the Water Fund.

TOWN OF DOVE CREEK, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

Capital Assets – Capital asset activity for the fiscal year ended December 31, 2023

Are as follows:

	<u>Assets</u>	<u>Additions</u>	<u>Deletions</u>	<u>Assets</u>
	<u>Jan 1, 2023</u>			<u>Dec 31, 2023</u>
Governmental Activities				
Capital assets, not being depreciated				
Land	<u>\$ 158,185</u>	<u>\$ 24,804</u>		<u>\$ 182,989</u>
Capital assets, being depreciated				
Buildings and improvements	228,409	176,925		405,334
Equipment and vehicles	270,755	64,139		334,894
Total capital assets being depreciated	<u>499,164</u>	<u>241,064</u>		<u>740,228</u>
Less accumulated depreciation	(274,198)	(21,511)		(295,709)
Total capital assets being depreciated, net	<u>224,966</u>	<u>219,553</u>		<u>444,519</u>
Total governmental activities, net	<u>\$ 383,151</u>	<u>\$ 244,357</u>	<u>\$ -</u>	<u>\$ 627,508</u>
Business-Type Activities				
Capital assets, not being depreciated				
Land	<u>\$ 32,652</u>			<u>\$ 32,652</u>
Capital assets, being depreciated				
Buildings and improvements	519,547			519,547
Equipment and facilities	3,265,584	\$ 182,332		3,447,916
Total capital assets being depreciated	<u>3,785,131</u>	<u>182,332</u>		<u>3,967,463</u>
Less accumulated depreciation	(2,867,863)	(56,948)		(2,924,811)
Total capital assets being depreciated, net	<u>917,268</u>	<u>125,384</u>		<u>1,042,652</u>
Total business-type activities, net	<u>\$ 949,920</u>	<u>\$ 125,384</u>	<u>\$ -</u>	<u>\$ 1,075,304</u>

TOWN OF DOVE CREEK, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

Depreciation expense was charged as a direct expense to the following governmental programs:

Depreciation Expense	
General government	\$ 7,087
Public works	5,852
Culture and recreation	8,572
Total depreciation governmental activities	<u>\$ 21,511</u>

Enterprise Fund – Water Fund Project to design and construct reservoir

– In 2022 the Town entered into contracts with the Colorado Water Conservation Board (CWCB). The purpose of the contracts was to fund a project to design and construct a new reservoir to meet the water demand of the Town’s users during drought and during times when the Dove Creek canal is unable to convey water. With this project, the Town will be able to increase and improve the reliability of the water it has available and deliver it to the treatment facility and its customers. The cost of the project is estimated at \$1,600,000, including design, engineering, legal, financing and administrative costs relating thereto, and any other costs incidental thereto. To fund this project, the Town received a grant with the CWCB with a maximum amount of \$800,000. The grant required a matching expense that the Town funded with a loan from the CWCB for a maximum amount of \$800,000. The loan includes a 1% loan origination fee of the actual amount received. The loan is to be repaid with an annual loan payment of \$33,883.41 including interest at 1.55% over 30 years starting from the substantial completion date of the project or five (5) years from the projected performance beginning date of the project. For all loan funds disbursed by the CWCB prior to the contract project performance end date, interest shall accrue on the disbursed funds at the rate set by the CWCB for this loan (1.55%). The CWCB shall calculate the amount of the interest that accrued prior to the project’s substantial completion (as determined by the CWCB) and notify the Town of such amount. The Town shall repay that amount to the CWCB either (1) within thirty (30) days of notification from the CWCB, (2) at the CWCB’s discretion, said interest shall be deducted from the final disbursement of loans funds that the CWCB make to the Town, or (3) at the CWCB’s discretion, said interest shall be rolled into the Town’s total loan amount due. Due to the uncertainty of the outcome the Town has not accrued interest on this loan in the current financial statements. The Town pledges to the CWCB, for the purpose of repaying the total loan amount, pledged revenues, in such amount as is necessary to make each annual payment due under this contract. The Town has restricted the first annual payment of \$33,833.41.

TOWN OF DOVE CREEK, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

The following is the total water fund project cost to date including loan origination fees.

	Total Project	Grant	Loan
Totals per year			
2022	\$ 226,617	\$ 112,745	\$ 113,872
2023	67,952	33,807	34,145
 Total	<u>\$ 294,569</u>	<u>\$ 146,552</u>	<u>\$ 148,017</u>

This entire loan is reported as noncurrent liabilities of the Enterprise Fund – Water Fund.

Enterprise Fund – Water Fund Water Contract - On February 23, 1988, in accordance with Article 7 of the contract 7-07-40-W0470 between the United States Department of Interior Bureau of Reclamation and the Dolores Water Conservancy District dated September 23, 1977, issuance of the Development Block Notice 3 for the Town of Dove Creek, Colorado to provide an annual average project water supply of 600 acre-feet within the Town’s water delivery system with a repayment obligation of \$898,998 with a project interest rate of 6.063 percent was signed. The first annual payment of \$54,249 was due February 1, beginning in the year 1997 and continuing until they year 2046. On March 12, 1991 the Development Block Notice 3 was amended to allow for water deliveries and repayment to begin in the year 1991. On June 23, 1997 the Development Block Notice 3 was again amended to allocate 320 acre-feet back to the Dolores Water Conservancy District leaving the Town of Dove Creek with 280 acre-feet at a total obligation of \$497,701 and changed the annual payment for 1997 to \$25,317, then \$30,426 annually through 2001, \$29,948 annually through 2040 and then diminishing through the final payment of \$1,015 in 2046.

This is an operating lease to purchase water during the contract with no transferring of the ownership rights. It is recorded as a right of use asset (\$328,069) and liability (\$328,069) and as an operating lease (\$29,948) on the financial statements in the Enterprise Water Fund.

TOWN OF DOVE CREEK, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

The annual payments are summarized below.

Year Ending December 31	<u>Payment</u>	<u>Interest</u>	<u>Principal</u>	<u>Balance</u>
2024	\$ 29,948	\$ 19,892	\$ 10,056	\$ 318,013
2025	29,948	19,281	10,667	307,346
2026	29,948	18,635	11,313	296,033
2027	29,948	17,949	11,999	284,034
2028	29,948	17,221	12,727	271,307
2029-2033	149,740	73,551	76,189	195,118
2034-2038	149,740	47,477	102,263	92,855
2039-2043	104,241	14,191	90,050	2,805
2044-2046	3,149	344	2,805	-

Summary of Long Term Debt - consist of the following:

	<u>Balance January 1, 2023</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance December 31, 2023</u>
Enterprise Fund				
Water Fund				
Water Fund Project				
CWCB	\$ 113,872	\$ 34,145		\$ 148,017
Operating Lease	337,552		\$ 9,483	328,069
	<u>\$ 451,424</u>	<u>\$ 34,145</u>	<u>\$ 9,483</u>	<u>\$ 476,086</u>

Interfund Receivables and Payables - consist of the following:

	<u>Due To</u>	<u>Due From</u>
General Fund	\$ 425,806	
Water Fund		\$ 193,097
Sanitation Fund		232,709
Total	<u>\$ 425,806</u>	<u>\$ 425,806</u>

TOWN OF DOVE CREEK, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

Operating Transfers – consist of the following:

	Transfers From	Transfers To	
General Fund	\$ 365,649		
Town Park and Recreation Fund		\$ 195,992	
Street Fund		169,657	
 Total	\$ 365,649	\$ 365,649	

Fund Balance Restrictions and Assignments – Restricted indicates that a portion of the fund balance can only be spent for specific purposes because of state or federal laws, or externally imposed conditions by grantors or creditors. Assigned indicates the amounts that are designated for a specific purpose by the Town Board but are not spendable until appropriated. If both restricted and unrestricted amounts of fund balance are available for use when an expenditure is incurred, it is the Town policy to use restricted amounts first. The Town uses the following restrictions and assignments.

Restricted – TABOR - indicates that a portion of the fund balance has been segregated for expenditures for declared emergencies only. Fund balance restricted for TABOR consists of \$100,000 in the General Fund.

Restricted – Debt service – indicates the first annual payment (\$33,884) due on the CWCB note payable.

Restricted – Park and Recreation expenditures – indicates fund balance that has been segregated for Park, Community Center and recreation expenditures. \$141,247.

Restricted – Street expenditures – indicates fund balance that has been segregated for street and capital improvement expenditures. \$135,083.

Assigned - Designated for future expenditures- indicates anticipated fund balance available for appropriation in the next budget year. Fund balance designated for subsequent year’s expenditures consists of \$2,456,667 in the General Fund.

TOWN OF DOVE CREEK, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

Retirement Plans – The Town has adopted a deferred compensation plan under Internal Revenue Code Section 401(a). The plan is a defined contribution plan and participation is mandatory for full time employees after 90 days on the job. An eligible employee will make a 3% contribution based on the employee’s compensation each pay period and the Town will match the contribution. For the year ending December 31, 2023, the Town’s matching contributions totaled \$8,606. The Town also adopted a 457 plan that is optional to the employees and the Town does not contribute to this plan.

Commitments and Contingent Liabilities – There appear to be no commitments or contingencies that would pose a threat of significant liability to the Town.

Tax Spending, Revenue and Debt Limitations- 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 people of the Town voted to authorize the spending of all monies in existing funds and to collect, retain, and expend the full revenues, including state grants and taxes, generated during 1998 and for each subsequent year regardless of any limitation contained in Article X, Section 20, of the Colorado Constitution. The Amendment is complex and subject to judicial interpretation. The Town believes it is in compliance with the requirements of the amendment. However, the Town has made certain interpretations of the amendment’s language in order to determine its compliance.

Risk Management – The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees, and natural disasters. The Town has purchased commercial insurance for such risks including worker’s compensation and employee health and accident insurance. Settled claims resulting from these risks have not exceeded commercial insurance in any of the past three years.

TOWN OF DOVE CREEK, COLORADO

Other Supplementary Information

December 31, 2023

Other supplementary information includes financial statements and schedules not required by the GASB, or a part of the basic financial statements, but are presented for purposes of additional analysis.

These statements and schedules include:

Budgetary Comparison Schedule - Enterprise Fund-Water Fund

Budgetary Comparison Schedule - Enterprise Fund-Sanitation Fund

Information Required by Oversight Authorities

Local Highway Finance Report

TOWN OF DOVE CREEK, COLORADO
Statement of Revenues, Expenditures, and Changes in Net Position - Budget and Actual
Proprietary Fund Type - Enterprise Fund
Water Fund

For the Year Ended December 31, 2023

	Budgeted Amounts		(Non GAAP Basis) Actual	Variance Favorable
	Original	Final	Amounts	(Unfavorable)
Operating Revenues				
Water sales	\$ 335,000	\$ 335,000	\$ 285,584	\$ (49,416)
Water sales-Celsius	14,050	14,050	14,050	-
Water dock	18,500	18,500	20,427	1,927
Miscellaneous revenue			4,521	4,521
Total operating revenues	367,550	367,550	324,582	(42,968)
Operating Expenses				
Administration				
Salaries	53,500	53,500	30,208	23,292
Payroll tax	5,000	5,000	2,355	2,645
Employee benefits	22,800	22,800	7,174	15,626
Office	4,000	4,000	2,479	1,521
Utilities	6,000	6,000	6,436	(436)
Insurance	8,500	8,500	410	8,090
Miscellaneous	400	400	2,792	(2,392)
Total administration	100,200	100,200	51,854	48,346
Source of supply				
Fuel and power	3,500	3,500	355	3,145
Professional fees	10,000	10,000	5,269	4,731
Repairs and maintenance	12,000	12,000	1,206	10,794
Supplies	5,000	5,000	7,082	(2,082)
Water	9,200	9,200	125	9,075
Water lease	29,948	29,948	59,896	(29,948)
Insurance		-	1,230	(1,230)
Water dock	5,000	5,000		5,000
Total source of supply	74,648	74,648	75,163	(515)
Water treatment				
Salaries	36,500	36,500	68,914	(32,414)
Payroll tax	3,200	3,200	5,392	(2,192)
Employee benefits	19,300	19,300	30,699	(11,399)
Professional fees			4,428	(4,428)
Operating supplies	10,000	10,000	17,380	(7,380)
Water plant duty	5,000	5,000	5,235	(235)
Repairs and maintenance	12,000	12,000	1,298	10,702
Miscellaneous	4,000	4,000	812	3,188
Total water treatment	90,000	90,000	134,158	(44,158)

Continued

TOWN OF DOVE CREEK, COLORADO
Statement of Revenues, Expenditures, and Changes in Net Position - Budget and Actual
Proprietary Fund Type - Enterprise Fund
Water Fund

For the Year Ended December 31, 2023

	Budgeted Amounts		(Non GAAP Basis) Actual	Variance Favorable
	Original	Final	Amounts	(Unfavorable)
Transmission and distribution				
Chemicals	\$ 22,500	\$ 22,500	\$ 19,671	\$ 2,829
Fuel and power	12,000	12,000	10,295	1,705
Outside services	2,000	2,000	784	1,216
Repairs and maintenance	5,000	5,000		5,000
Supplies	12,000	12,000	5,964	6,036
Water dock			2,194	(2,194)
Miscellaneous			1,484	(1,484)
Total transmission and distribution	53,500	53,500	40,392	13,108
Capital outlay	1,430,000	1,430,000	182,332	1,247,668
Total Operating Expenses	1,748,348	1,748,348	483,899	1,264,449
Operating income (loss)	(1,380,798)	(1,380,798)	(159,317)	1,221,481
Non-Operating Revenue (Expenses)				
Interest revenue	100	100	158	58
Water tap fees			9,000	9,000
Capital grant	1,430,000	1,430,000	33,807	(1,396,193)
Loan origination fees			(338)	(338)
Total Non-Operating Revenue	1,430,100	1,430,100	42,627	(1,387,473)
Change in net position non GAAP basis	49,302	49,302	(116,690)	(165,992)
Add capital outlay			182,332	182,332
Less depreciation expense			(39,182)	(39,182)
Change in net position	49,302	49,302	26,460	(22,842)
Net position beginning of the year	478,532	478,532	1,064,360	585,828
Net position end of the year	\$ 527,834	\$ 527,834	\$ 1,090,820	\$ 562,986

TOWN OF DOVE CREEK, COLORADO
Statement of Revenues, Expenditures, and Changes in Net Position - Budget and Actual
Proprietary Fund Type - Enterprise Fund
Sanitation Fund

For the Year Ended December 31, 2023

	Budgeted Amounts		(Non GAAP Basis) Actual	Variance Favorable
	Original	Final	Amounts	(Unfavorable)
Operating Revenues				
Sewer fees	\$ 120,000	\$ 120,000	\$ 236,378	\$ 116,378
Sewer tap connection fees			11,200	11,200
Total operating revenues	<u>120,000</u>	<u>120,000</u>	<u>247,578</u>	<u>127,578</u>
Operating Expenses				
Administration				
Salaries	53,500	53,500	30,208	23,292
Payroll tax	5,000	5,000	2,356	2,644
Employee benefits	22,800	22,800	7,174	15,626
Office	4,000	4,000	1,672	2,328
Miscellaneous	500	500	5,362	(4,862)
Total administration	<u>85,800</u>	<u>85,800</u>	<u>46,772</u>	<u>39,028</u>
Sewer treatment				
Salaries	36,500	36,500	68,914	(32,414)
Payroll tax	3,200	3,200	5,392	(2,192)
Employee benefits	19,300	19,300	30,564	(11,264)
Operating supplies	10,000	10,000	5,980	4,020
Chemicals	10,000	10,000	5,834	4,166
Fuel and power	15,000	15,000	13,746	1,254
Lab	8,500	8,500	6,392	2,108
Outside services	10,000	10,000	3,034	6,966
Repairs and maintenance	15,000	15,000	2,431	12,569
Insurance	4,000	4,000	1,640	2,360
Miscellaneous	2,500	2,500		2,500
Total sewer treatment	<u>134,000</u>	<u>134,000</u>	<u>143,927</u>	<u>(9,927)</u>
Capital outlay	30,000	30,000		30,000
Total Operating Expenses	<u>249,800</u>	<u>249,800</u>	<u>190,699</u>	<u>59,101</u>
Operating income (loss)	<u>(129,800)</u>	<u>(129,800)</u>	<u>56,879</u>	<u>186,679</u>
Non-Operating Revenue (Expenses)				
Interest revenue	500	500		(500)
Total Non-Operating Revenue	<u>500</u>	<u>500</u>	<u>-</u>	<u>(500)</u>
Change in net position non GAAP basis	(129,300)	(129,300)	56,879	186,179
Add capital outlay			-	-
Less depreciation expense			(17,766)	(17,766)
Change in net position	(129,300)	(129,300)	39,113	168,413
Net position beginning of the year	396,775	396,775	682,564	285,789
Net position end of the year	<u>\$ 267,475</u>	<u>\$ 267,475</u>	<u>\$ 721,677</u>	<u>\$ 454,202</u>

INFORMATION REQUIRED BY OVERSIGHT AUTHORITIES

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

LOCAL HIGHWAY FINANCE REPORT	STATE: COLORADO
	YEAR ENDING (mm/yy): 12/23

This Information From The Records Of: Town of Dove Creek Colorado	Prepared By: Majors and Haley PC - Lori H Haley CPA 970-565-9521
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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. EXPENDITURES FOR ROAD AND STREET PURPOSES	
ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway expenditures:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	\$ 24,804.00
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	\$ 126,741.00
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	\$ 17,773.00
2. General fund appropriations	\$ 169,657.00	b. Snow and ice removal	\$ 1,520.00
3. Other local imposts (from page 2)	\$ 144,420.00	c. Other - Maintenance of Condition	\$ 41,298.00
4. Miscellaneous local receipts (from page 2)	\$ -	d. Total (a. through c.)	\$ 60,591.00
5. Transfers from toll facilities		4. General administration & miscellaneous	\$ 20,876.00
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	\$ 233,012.00
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	\$ -	a. Interest	
7. Total (1 through 6)	\$ 314,077.00	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	\$ -
C. Receipts from State government (from page 2)	\$ 54,018.00	2. Notes:	
D. Receipts from Federal Government (from page 2)	\$ -	a. Interest	
E. Total receipts (A.7 + B + C + D)	\$ 368,095.00	b. Redemption	
		c. Total (a. + b.)	\$ -
		3. Total (1.c + 2.c)	\$ -
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total expenditures (A.6 + B.3 + C + D)	\$ 233,012.00

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

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

V. LOCAL ROAD AND STREET FUND BALANCE (RECEIPTS AND DISBURSEMENTS ONLY)

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
		\$ 368,095.00	\$ 233,012.00		\$ 135,083.00

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

STATE:
COLORADO
 YEAR ENDING (mm/yy):
12/23

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments		a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	\$ 129,932.00	c. Parking Garage Fees	
2. Infrastructure & Impact Fees	\$ 7,433.00	d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other	\$ 7,055.00	g. Other Misc. Receipts	
6. Total (1. through 5.)	\$ 144,420.00	h. Other	
c. Total (a. + b.)	\$ 144,420.00	i. Total (a. through h.)	\$ -
<i>(Carry forward to page 1)</i>		<i>(Carry forward to page 1)</i>	

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes (from Item I.C.5.)	\$ 31,005.00	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	\$ 3,048.00	d. Federal Transit Administration	
d. DOLA Grant		e. U.S. Corps of Engineers	
e. Other - USE tax	\$ 19,965.00	f. Other Federal	
f. Total (a. through e.)	\$ 23,013.00	g. Total (a. through f.)	\$ -
4. Total (1. + 2. + 3.f)	\$ 54,018.00	3. Total (1. + 2.g)	\$ -
<i>(Carry forward to page 1)</i>		<i>(Carry forward to page 1)</i>	

III. EXPENDITURES 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			\$ -
b. Engineering Costs		\$ 24,804.00	\$ 24,804.00
c. Construction:			
(1). New Facilities			\$ -
(2). Capacity Improvements			\$ -
(3). System Preservation			\$ -
(4). System Enhancement And Operation			\$ -
(5). Total Construction (1)+(2)+(3)+(4)	\$ -	\$ -	\$ -
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.4)	\$ -	\$ 24,804.00	\$ 24,804.00
<i>(Carry forward to page 1)</i>			

Notes and Comments: