



FINANCIAL STATEMENTS

Year Ended December 31, 2023



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Independent Auditors' Report

The Mayor and Members
of the Board of Trustees
Town of Eaton
Eaton, Colorado

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Eaton, 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 accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Eaton, Colorado as of December 31, 2023, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town's ability to continue as a going concern within one year after the date that the financial statements are issued or available to be issued.

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

In performing an audit in accordance with GAAS we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town of Eaton'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 Eaton'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 require that management discussion and analysis and major governmental funds budgetary comparisons be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statement, 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, 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 evidence sufficient to express an opinion or provide any assurance.

Supplementary Information

Our audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The combining statements, individual fund statements and schedules on pages 42-50, and the Local Highway Finance Report, 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Anderson & Whitney, P.C.

July 12, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the report provides readers with a narrative overview and analysis of the financial activities of The Town of Eaton (the Town) for the year ended December 31, 2023. We encourage readers to consider the information presented here in conjunction with the basic financial statements to enhance their understanding of the Town's financial performance.

FINANCIAL HIGHLIGHTS

- The Town's assets exceeded liabilities and deferred inflows by \$58 million at December 31, 2023.
- The General Fund balance was \$ 4,563,236 as of December 31, 2023. Of this amount, \$149,310 is reserved for emergencies.
- The December 31, 2023 General Fund balance is \$212,069 more than the prior year-end. The total fund balance is 92% of 2023 General Fund operating expenditures.
- The Water Fund has net position of \$22.5 million at December 31, 2023.
- The Sewer Fund has net position of \$2.9 million at December 31, 2023.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Town's basic financial statements. The basic financial statements contain three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. In addition to the basic statements, this report also contains other supplementary information.

Government-wide Financial Statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the Town's finances in a manner similar to a private sector business.

The *statement of net position* presents information on all of the Town's assets, liabilities and deferred inflows, with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the Town's financial position is improving or deteriorating.

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

Fund Financial Statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The Town maintains five individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Street Fund, Impact Fee Fund and Library Fund, each of which is considered to be a major fund.

The basic governmental fund financial statements can be found on pages 13 to 16 of this report.

Proprietary Funds. The Town maintains one type of a proprietary fund. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The Town uses enterprise funds to account for its utility services.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for water and sewer funds which are considered to be major funds of the Town.

The basic proprietary fund financial statements can be found on pages 17 to 19 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 20 through 33 of this report.

Budgetary Comparisons. The Town adopts an annual appropriated budget for all funds. A budgetary comparison schedule has been provided for the General Fund on pages 35 to 38 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position. As noted earlier, net position may serve over time as a useful indicator of a government's financial position. As of December 31, 2023, assets exceeded liabilities by \$57,785,112.

The following table provides a summary of the Town's net position:

December 31	2023		2022	
	Governmental Activities	Business-Type Activities	Governmental Activities	Business-Type Activities
Assets				
Current and other assets	\$17,902,944	\$ 5,884,978	\$15,420,763	\$ 6,024,493
Capital assets	16,691,281	22,308,991	16,470,297	21,985,041
Total Assets	34,594,225	28,193,969	31,891,060	28,009,534
Liabilities				
Current and other liabilities	334,940	580,212	242,999	658,408
Long-term liabilities	--	948,790	--	1,235,101
Total Liabilities	334,940	1,529,002	242,999	1,893,509
Deferred Inflows				
Deferred property taxes	3,014,418	--	2,479,486	--
Land lease	124,722	--	--	--
Net Position				
Net investment in capital assets	16,691,281	21,081,868	16,470,297	20,329,044
Restricted	10,014,938	--	8,479,388	--
Unrestricted	4,413,926	5,583,099	4,218,890	5,786,981
Total Net Position	\$ 31,120,145	\$ 26,664,967	\$ 29,168,575	\$ 26,116,025

A portion of The Town's net position represents unrestricted net position of \$4,413,926 which may be used to meet the Town's ongoing obligations to citizens and creditors.

Another significant portion of the Town's net position reflects its investment in capital assets. These assets include land, buildings, and equipment. These capital assets are used to provide services to citizens; consequently, they are not available for future spending. Although the investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities. The only long-term debt is the loan issued for construction of Town utility systems.

An additional \$10,014,938 of the Town's net position represents resources that are subject to external restrictions on how they may be used. Included in this category are the TABOR emergency reserve, and the Streets, Library, Impact Fee and Cemetery Perpetual Care funds.

The following table indicates the changes in net position:

Years Ended December 31	2023		2022	
	Governmental Activities	Business-Type Activities	Governmental Activities	Business-Type Activities
Revenues:				
Program revenues:				
Charges for services	\$ 525,672	\$ 4,168,942	\$ 742,802	\$ 4,205,289
Operating contributions	2,612,824	--	1,505,768	--
Capital contributions	--	6,750	3,286,756	72,195
General revenues:				
Property taxes	482,123	--	449,448	--
Sales taxes	3,940,756	--	3,744,394	--
Other	1,247,415	67,892	781,290	--
Investment earnings	188,012	73,086	23,606	11,319
Transfers	184,012	(184,012)	87,000	(87,000)
Total revenues	9,180,814	4,132,658	10,621,064	4,201,803
Expenses:				
General government	1,323,589	--	1,252,877	--
Public safety	1,797,015	--	1,665,884	--
Cemetery	214,171	--	178,539	--
Parks and recreation	373,609	--	324,164	--
Public buildings	197,507	--	87,641	--
Building inspection/planning	199,092	--	373,212	--
Library	1,060,470	--	742,104	--
Streets	735,790	--	692,224	--
Depreciation	1,328,001	--	1,022,063	--
Interest on long-term debt	--	--	2,330	--
Water	--	1,680,981	--	1,823,933
Sewer	--	1,106,905	--	1,272,972
Sanitation	--	589,266	--	559,204
Irrigation	--	206,564	--	164,742
Total expenses	7,229,244	3,583,716	6,341,038	3,820,851
Increase in net position	\$ 1,951,570	\$ 548,942	\$ 4,280,026	\$ 380,952

Governmental Activities. Governmental activities increased the Town's net position by \$1,951,570 in 2023. Key elements of this increase are as follows:

- Total revenues decreased approximately 14%, due to capital grants for the roundabout in 2022 which were not recurring.
- Expenses increased approximately 11% from the previous year, from increased general government, public safety, and library costs.

Business-Type Activities. Business-type activities (i.e. utility services) increased the Town's net position by \$548,942 in 2023. This was primarily due to higher service charges.

FINANCIAL ANALYSIS OF THE TOWN'S FUNDS

As noted earlier, the Town uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

As of December 31, 2023, the total fund balances of the Town's governmental funds were \$14.4 million. Approximately 30% of this consists of unrestricted fund balance, which is available as working capital and for current spending in accordance with the purposes of the specific funds. The remainder of fund balance is restricted to indicate that it is not available for new spending because it is committed for the following purposes: a state-constitution mandated emergency reserve (\$149,310); cemetery perpetual care (\$149,665); streets (\$3,067,377), library (\$5,626,414) and impact fee purposes (\$1,022,172).

The Town has four major governmental funds:

1. **General Fund.** This is the primary operating fund of the Town. It accounts for the Town's core governmental services. The General Fund balance was \$4,563,236 as of December 31, 2023. The 2023 fund balance is \$212,069 more than the previous year.
2. **Library Fund.** The Library Fund accounts for the operation of the Town's library. The fund balance at December 31, 2023 was \$5,626,414.
3. **Impact Fee Fund.** The Impact Fee Fund accounts for monies received for impact fees. The fund balance at December 31, 2023 was \$1,022,172.
4. **Street Fund.** The Street Fund account for monies received for street maintenance. The fund balance at December 31, 2023 was \$3,067,377.

The Town has two major enterprise funds, the Water and Sewer Funds:

1. **Water Fund.** The Water Fund accounts for service charges and expenses of operating the Town's water system. The Water Fund net position at December 31, 2023 is \$22.5 million. Net position increased by \$791,649 during the year due to increased water use fees.
2. **Sewer Fund.** The Sewer Fund accounts for service charges and expenses of operating the Town's sanitary sewer system. The Sewer Fund net position at December 31, 2023 is \$2.9 million. Net position decreased by \$238,165, due to high repair costs.

GENERAL FUND BUDGETARY HIGHLIGHTS

The Town's budget is prepared according to Colorado statutes. The most significant budgeted fund is the General Fund.

	Final Budget	Actual
Beginning Fund Balance	\$ 4,351,167	\$ 4,351,167
Revenue and transfers in	4,277,387	5,189,060
Expenditures	5,261,366	4,976,991
Ending Fund Balance	\$ 3,367,188	\$ 4,563,236

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets. The Town's investment in capital assets for its governmental and business-type activities as of December 31, 2023 totals approximately \$39 million (net of accumulated depreciation). This investment includes all land, water rights, buildings, equipment and infrastructure. The total net increase in investment in capital assets for the current year was \$544,933 or 1%, due to capital additions being more than depreciation expense.

Major capital asset events during 2023 included purchases of \$751,269 in water rights through the NISP project and construction of cemetery and street improvement.

The Town implemented the straight-line depreciation method for its capital assets, except for land and water rights which are not depreciated.

Additional information on the Town's capital assets can be found in Note 6 of this report.

Long-term Debt. At December 31, 2023, the Town had approximately \$1.2 million of sewer loans payable, funded by service charges.

Additional information on the Town's debt can be found in Note 3.

OTHER MATTERS

The following factors are expected to have a significant effect on the Town's financial position and results of operations and were taken into account in developing the 2024 budget:

- * The Town had a utility rate study in 2023 and ongoing rate increases for residential customers were recommended.
- * Town voters passed a 1% sales tax increase in November 2023, dedicated to street and transportation improvements.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Town of Eaton finances for all those with an interest in the Town's finances. Questions concerning any of the information provided or for additional financial information should be addressed to the Town, 223 First Street, Eaton, Colorado 80615.

TOWN OF EATON, COLORADO

STATEMENT OF NET POSITION

December 31, 2023	Governmental Activities	Business- Type Activities	Total
<u>ASSETS</u>			
Total Cash and Investments	\$ 14,745,714	\$ 5,491,196	\$ 20,236,910
Receivables:			
Property taxes	3,023,781	-	3,023,781
Utility accounts	-	343,366	343,366
Land lease	124,722	-	124,722
Inventory of Supplies	8,727	50,416	59,143
Capital Assets:			
Land and water rights	2,972,003	14,125,432	17,097,435
Depreciable	13,719,278	8,183,559	21,902,837
Total Assets	34,594,225	28,193,969	62,788,194
<u>LIABILITIES</u>			
Accounts Payable	334,940	301,879	636,819
Long-Term Debt:			
Due within one year	-	278,333	278,333
Due in more than one year	-	948,790	948,790
Total Liabilities	334,940	1,529,002	1,863,942
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Property Taxes	3,014,418	-	3,014,418
Land lease	124,722	-	124,722
<u>NET POSITION</u>			
Net Investment in Capital Assets	16,691,281	21,081,868	37,773,149
Restricted for:			
TABOR emergencies	149,310	-	149,310
Library	5,626,414	-	5,626,414
Streets/impact fees	4,089,549	-	4,089,549
Cemetery perpetual care	149,665	-	149,665
Unrestricted	4,413,926	5,583,099	9,997,025
TOTAL NET POSITION	\$ 31,120,145	\$ 26,664,967	\$ 57,785,112

See Accompanying Notes to Financial Statements.

TOWN OF EATON, COLORADO

STATEMENT OF ACTIVITIES

Year Ended December 31, 2023	Expenses	Charges for Services
Functions/Programs:		
Governmental Activities:		
General government	\$ 1,323,589	\$ 10,354
Public safety	1,797,015	258,090
Cemetery	214,171	82,999
Parks and recreation	373,609	-
Public buildings	197,507	-
Building inspection/ planning	199,092	173,313
Library	1,060,470	916
Streets	735,790	-
Unallocated depreciation	1,328,001	-
Interest on long-term debt	-	-
Total Governmental Activities	7,229,244	525,672
Business-Type Activities:		
Water	1,680,981	2,496,407
Sewer	1,106,905	937,139
Sanitation	589,266	621,712
Irrigation	206,564	181,576
Total Business-Type Activities	3,583,716	4,236,834
TOTAL	\$10,812,960	\$4,762,506

General Revenue:

Property taxes
 Sales taxes
 Franchise and other taxes
 Use taxes - building materials
 Impact fees
 Road and bridge taxes
 Investment earnings
 Transfers

Total General Revenue

Change in Net Position

Net Position - Beginning

NET POSITION - Ending

See Accompanying Notes to Financial Statements.

Program Revenues		Net (Expense) Revenue and Changes in Net Position		
Operating Grants and Contributions	Capital Contributions	Governmental Activities	Business- Type Activities	Total
\$ 513,073	\$ -	\$ (800,162)	\$ -	\$ (800,162)
-	-	(1,538,925)	-	(1,538,925)
-	-	(131,172)	-	(131,172)
41,702	-	(331,907)	-	(331,907)
-	-	(197,507)	-	(197,507)
-	-	(25,779)	-	(25,779)
2,015,856	-	956,302	-	956,302
42,193	-	(693,597)	-	(693,597)
-	-	(1,328,001)	-	(1,328,001)
-	-	-	-	-
2,612,824	-	(4,090,748)	-	(4,090,748)
-	6,750	-	822,176	822,176
-	-	-	(169,766)	(169,766)
-	-	-	32,446	32,446
-	-	-	(24,988)	(24,988)
-	6,750	-	659,868	659,868
\$2,612,824	\$ 6,750	(4,090,748)	659,868	(3,430,880)
		482,123	-	482,123
		3,940,756	-	3,940,756
		602,139	-	602,139
		31,774	-	31,774
		-	-	-
		613,502	-	613,502
		188,012	73,086	261,098
		184,012	(184,012)	-
		6,042,318	(110,926)	5,931,392
		1,951,570	548,942	2,500,512
		29,168,575	26,116,025	55,284,600
		\$ 31,120,145	\$ 26,664,967	\$ 57,785,112

**TOWN OF EATON, COLORADO
GOVERNMENTAL FUNDS**

BALANCE SHEET

December 31, 2023	General Fund	Library Fund	Impact Fee Fund
ASSETS			
Pooled Cash and Investments	\$ 4,759,924	\$ 5,664,041	\$ 1,023,294
Cash	-	-	-
Taxes Receivable	501,400	2,522,381	-
Inventory of Supplies	-	-	-
Total Assets	\$ 5,261,324	\$ 8,186,422	\$ 1,023,294
LIABILITIES			
Accounts Payable	\$ 203,977	\$ 39,701	\$ 1,122
Total Liabilities	203,977	39,701	1,122
DEFERRED INFLOWS OF RESOURCES			
Deferred Property Taxes	494,111	2,520,307	-
FUND BALANCES			
Nonspendable	-	-	-
Restricted for:			
TABOR emergencies	149,310	-	-
Library/Streets/Impact	-	5,626,414	1,022,172
Unassigned	4,413,926	-	-
Total Fund Balances	4,563,236	5,626,414	1,022,172
TOTAL LIABILITIES, DEFERRALS AND FUND BALANCES	\$ 5,261,324	\$ 8,186,422	\$ 1,023,294

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 are not reported in the funds

Net Position of Governmental Activities

See Accompanying Notes to Financial Statements.

Street Fund	Cemetery Perpetual Care Fund	Total Governmental Funds
\$ 3,148,790	\$ 149,665	\$ 14,745,714
-	-	-
-	-	3,023,781
8,727	-	8,727
<u>\$ 3,157,517</u>	<u>\$ 149,665</u>	<u>\$ 17,778,222</u>
\$ 90,140	\$ -	\$ 334,940
90,140	-	334,940
-	-	3,014,418
-	149,665	149,665
-	-	149,310
3,067,377	-	9,715,963
-	-	4,413,926
<u>3,067,377</u>	<u>149,665</u>	<u>14,428,864</u>
<u>\$ 3,157,517</u>	<u>\$ 149,665</u>	<u>\$ 17,778,222</u>
		16,691,281
		<u>\$ 31,120,145</u>

**TOWN OF EATON, COLORADO
GOVERNMENTAL FUNDS**

**STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCES**

Year Ended December 31, 2023	General Fund	Library Fund	Impact Fee Fund
Revenue:			
Taxes	\$3,512,514	\$2,000,146	\$ 31,774
Intergovernmental	371,979	-	-
Fines and forfeitures	258,090	916	-
Impact fees	-	-	-
Service charges	261,552	-	-
Miscellaneous	569,173	100,198	-
Total Revenue	4,973,308	2,101,260	31,774
Expenditures:			
General government	4,222,238	-	-
Debt service	-	-	-
Library	-	1,066,259	-
Streets	-	-	-
Capital outlay	754,753	139,858	138,999
Total Expenditures	4,976,991	1,206,117	138,999
Revenue Over (Under)			
Expenditures	(3,683)	895,143	(107,225)
Other Financing Sources (Uses):			
Operating transfers in (out)	215,752	(31,740)	-
Net Change in Fund Balances	212,069	863,403	(107,225)
Fund Balance, January 1	4,351,167	4,763,011	1,129,397
Fund Balance, December 31	\$4,563,236	\$5,626,414	\$ 1,022,172

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

Net change in fund balances - total governmental funds

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital additions exceeded depreciation in the year.

Change in Net Position of Governmental Activities

See Accompanying Notes to Financial Statements.

Street Fund	Cemetary Perpetual Care Fund	Total Governmental Funds
\$1,182,227	\$ -	\$ 6,726,661
368,266	-	740,245
-	-	259,006
-	-	-
-	7,776	269,328
332,191	-	1,001,562
<u>1,882,684</u>	<u>7,776</u>	<u>8,996,802</u>
-	-	4,222,238
-	-	-
-	-	1,066,259
1,128,121	-	1,128,121
-	-	1,033,610
<u>1,128,121</u>	<u>-</u>	<u>7,450,228</u>
754,563	7,776	1,546,574
-	-	184,012
<u>754,563</u>	<u>7,776</u>	<u>1,730,586</u>
2,312,814	141,889	12,698,278
<u>\$3,067,377</u>	<u>\$ 149,665</u>	<u>\$14,428,864</u>

\$ 1,730,586

220,984

\$ 1,951,570

TOWN OF EATON, COLORADO
BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS

STATEMENT OF NET POSITION

December 31, 2023	Water Fund	Sewer Fund	Nonmajor Enterprise Funds	Total
ASSETS				
Current Assets:				
Pooled Cash and Investments	\$ 4,159,056	\$ 1,030,028	\$ 302,112	\$ 5,491,196
Accounts receivable	167,480	92,831	83,055	343,366
Inventory of supplies	50,416	-	-	50,416
Total Current Assets	4,376,952	1,122,859	385,167	5,884,978
Capital Assets:				
Land	330,340	44,211	-	374,551
Water rights	13,750,881	-	-	13,750,881
Buildings and plant	171,978	5,929,215	-	6,101,193
Distribution/collection system	8,470,309	3,902,641	1,438,996	13,811,946
Equipment	371,402	216,953	67,870	656,225
Vehicles	-	304,874	28,341	333,215
	23,094,910	10,397,894	1,535,207	35,028,011
Accumulated depreciation	(4,798,766)	(7,314,815)	(605,439)	(12,719,020)
Total Capital Assets	18,296,144	3,083,079	929,768	22,308,991
Total Assets	22,673,096	4,205,938	1,314,935	28,193,969
LIABILITIES				
Current Liabilities:				
Accounts payable	155,468	49,015	97,396	301,879
Current portion of long-term liabilities	-	278,333	-	278,333
Total Current Liabilities	155,468	327,348	97,396	580,212
Long-Term Liabilities:				
Long-term loans	-	916,861	-	916,861
Loan premium	-	31,929	-	31,929
Total Long-Term Liabilities	-	948,790	-	948,790
Total Liabilities	155,468	1,276,138	97,396	1,529,002
NET POSITION				
Net Investment in Capital Assets	18,296,144	1,855,956	929,768	21,081,868
Unrestricted	4,221,484	1,073,844	287,771	5,583,099
TOTAL NET POSITION	\$ 22,517,628	\$ 2,929,800	\$ 1,217,539	\$ 26,664,967

See Accompanying Notes to Financial Statements.

TOWN OF EATON, COLORADO
BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS

STATEMENT OF REVENUE, EXPENSES
AND CHANGES IN FUND NET POSITION

Year Ended December 31, 2023	Water Fund	Sewer Fund	Nonmajor Enterprise Funds	Total
Operating Revenue - charges for services	\$ 2,428,515	\$ 937,139	\$ 803,288	\$ 4,168,942
Operating Expenses:				
Personnel	172,498	147,745	-	320,243
Supplies	42,622	19,204	4,652	66,478
Contractual services	160,272	264,014	562,362	986,648
Utilities	17,702	91,584	19,889	129,175
Repairs and maintenance	28,056	65,973	109,260	203,289
Insurance	15,948	21,714	2,462	40,124
Water purchases and assessments	962,810	-	-	962,810
NISP expenses	-	-	-	-
Other	22,070	16,592	22,122	60,784
Depreciation	257,247	438,135	75,083	770,465
Total Operating Expenses	1,679,225	1,064,961	795,830	3,540,016
Operating Income	749,290	(127,822)	7,458	628,926
Nonoperating Revenue (Expenses):				
Investment earnings	55,479	17,607	-	73,086
Interest expense	(1,756)	(49,924)	-	(51,680)
Loan premium costs	-	7,980	-	7,980
Miscellaneous	67,892	-	-	67,892
Net Nonoperating Expense	121,615	(24,337)	-	97,278
Income Before Contributions and Operating Transfers	870,905	(152,159)	7,458	726,204
Capital Contributions and Tap Fees	6,750	-	-	6,750
Operating Transfers Out - General Fund	(86,006)	(86,006)	(12,000)	(184,012)
Change in Net Position	791,649	(238,165)	(4,542)	548,942
Fund Net Position, January 1	21,725,979	3,167,965	1,222,081	26,116,025
Fund Net Position, December 31	\$ 22,517,628	\$ 2,929,800	\$ 1,217,539	\$ 26,664,967

See Accompanying Notes to Financial Statements.

TOWN OF EATON, COLORADO
ENTERPRISE FUNDS

STATEMENT OF CASH FLOWS

Year Ended December 31, 2023	Water Fund	Sewer Fund	Nonmajor Enterprise Funds	Total
Cash Flows from Operating Activities:				
Cash received from customers	\$ 2,616,370	\$ 890,625	\$ 704,874	\$ 4,211,869
Cash payments:				
To suppliers for goods and services	(1,228,339)	(479,928)	(701,366)	(2,409,633)
To employees for services	(172,498)	(147,745)	-	(320,243)
Net Cash Provided by Operating Activities	1,215,533	262,952	3,508	1,481,993
Cash Flows from Noncapital Financing Activities:				
Operating Transfer Out - General Fund	(86,006)	(86,006)	(12,000)	(184,012)
Cash Flows from Capital and Related Financing Activities:				
Acquisition of equipment and plant	(816,962)	(202,694)	(74,759)	(1,094,415)
Debt principal reduction	(153,478)	(267,416)	-	(420,894)
Interest paid on debt	(1,756)	(49,924)	-	(51,680)
Service tap fees	6,750	-	-	6,750
Other	67,892	-	-	67,892
Net Cash Provided (Used) by Capital and Related Financing Activities	(897,554)	(520,034)	(74,759)	(1,492,347)
Cash Flows from Investing Activities:				
Interest	55,479	17,607	-	73,086
Net Cash Provided by Investing Activities	55,479	17,607	-	73,086
Net Increase (Decrease) in Cash	287,452	(325,481)	(83,251)	(121,280)
Cash and Cash Equivalents, January 1	3,871,604	1,355,509	385,363	5,612,476
Cash and Cash Equivalents, December 31	\$ 4,159,056	\$ 1,030,028	\$ 302,112	\$ 5,491,196
Reconciliation of Operating Income to Net Cash From Operating Activities:				
Operating income (loss)	\$ 749,290	\$ (127,822)	\$ 7,458	\$ 628,926
Depreciation and amortization	257,247	438,135	75,083	770,465
Change in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	187,855	(46,514)	(98,414)	42,927
Inventories	(24,692)	-	-	(24,692)
Increase (decrease) in:				
Accounts payable	45,833	(847)	19,381	64,367
Net Cash Provided by Operating Activities	\$ 1,215,533	\$ 262,952	\$ 3,508	\$ 1,481,993
Disclosure of Noncash Investing Activities:				
Contributed water rights	\$ -	\$ -	\$ -	\$ -

See Accompanying Notes to Financial Statements.

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - Summary of Significant Accounting Policies:

The accounting and reporting policies of the Town of Eaton, Colorado conform to accounting principles generally accepted in the United States. The following summary of significant accounting policies is presented to assist the reader in evaluating the Town's financial statements.

Reporting Entity:

The financial report of the Town includes all of the integral parts of the Town's operations. The Town has determined that it has no financial accountability for any other agency which would require it to be in the reporting entity.

The Mayor appoints members of the Eaton Housing Authority. Otherwise, the Town has no role in the designation of management and no ability to influence operations. The Town does not have financial accountability for the Eaton Housing Authority, as the Authority is fiscally independent.

Proceeds from the seizure of contraband, if any, are included in the reporting entity.

Government-wide and Fund Financial Statements:

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the town. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, 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 segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to 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 instead as *general revenues*.

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

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - Summary of Significant Accounting Policies - Continued:

Government-wide and Fund Financial Statements – Continued:

The Town reports the following major governmental funds:

The *General Fund* is the Town's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *Library Fund* accounts for taxes received from the High Plains Library District and other revenue restricted for library services.

The *Impact Fee Fund* accounts for impact fees and other revenues restricted for various facilities and expenses.

The *Street Fund* accounts for taxes and inter-governmental revenue restricted for street maintenance and improvements.

The Town reports the following major proprietary funds:

The *Sewer Fund* accounts for user charges and expenses for operating, financing, and maintaining the Town's sanitary sewer system.

The *Water Fund* accounts for user charges and the expenses for operating, financing, and maintaining the Town's water system.

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables, and receivables. All internal balances in the Statement of Net Position have been eliminated.

Accounts reported as *program revenues* 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. Likewise, general revenues include all taxes.

Proprietary funds distinguish *operating* revenues from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the sewer fund, water fund, and the other enterprise funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues 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.

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - Summary of Significant Accounting Policies - Continued:

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 funds. 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.

Government 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 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 service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Cigarette taxes, sales taxes, use taxes, taxpayer-assessed taxes, interest revenue, and charges for services are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - Summary of Significant Accounting Policies - Continued:

Capital Assets:

Capital assets, which include property, plant, equipment, and infrastructure assets (i.e., streets and roads, bridges, stormwater drainage, traffic signals, 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 Town as assets with an initial, individual cost of more than \$1,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value on the date received.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable.

Assets are depreciated using the straight-line method. Depreciation expense is reflected as an operating expense in the government-wide statement of activities.

Estimated useful lives for asset types are as follows:

Buildings and Improvements	10 – 50 years
Equipment and Vehicles	3 – 10 years
Infrastructure	10 – 30 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 governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issued are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - Summary of Significant Accounting Policies - Continued:

Fund Equity:

In the fund financial statements, governmental funds report restrictions of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose.

Restrictions for the Town are recorded up to the maximum equity available in the fund balance and consist of:

Restricted for Emergencies:

These restrictions are established to comply with TABOR. Recorded TABOR restrictions at December 31, 2023 are \$149,310.

Assigned fund balances, if any, are amounts the Town intends to use for a specific purpose. Intent can be expressed by the Board of Trustees or by an official to which the Board delegates authority. Restricted funds are considered to be spent first, followed by assigned and unassigned, for an expenditure for which any could be used.

Property Taxes:

Property taxes are levied in December and attach as an enforceable lien on property as of January 1 of the following year. Taxes are payable in two installments on March 1 and June 15, or in full on April 30. The Town uses the Weld County Treasurer to bill and collect its property taxes. Taxes levied in December 2023 are recorded as taxes receivable and deferred revenue as of December 31, 2023. The original January 1, 2023 levy for the General Fund of the Town was 5.658 mills or approximately \$484,000.

Budget:

An annual budget and appropriation ordinance is adopted by the Town Board in accordance with the Local Government Budget Law. The budget is prepared on a basis consistent with accounting principles generally accepted in the United States for all funds, except for modifications in the enterprise funds which are discussed below. The fund level of classification is the level at which expenditures may not legally exceed appropriations. All annual appropriations lapse at year end.

The Town Administrator is authorized to transfer budgeted amounts within departments of each fund. Any revisions that alter the total appropriation for each department must be approved by the Town Board through a supplemental appropriation ordinance. The 2023 budget was amended.

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - Summary of Significant Accounting Policies - Continued:

Budget - Continued:

Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States (GAAP), except for the enterprise funds:

- a. Depreciation and amortization expense is not budgeted in the enterprise funds.
- b. Principal reduction of bonds is budgeted as expenses.
- c. Property and equipment purchases are budgeted as expenses.

Budgetary comparisons presented in the enterprise funds are on this non-GAAP budget basis.

Inventories:

Inventories of governmental funds, which consist of expendable materials held for consumption, are stated at cost, determined by the first-in, first-out (FIFO) method. These funds follow the consumption method of accounting whereby expenditures are recorded at the time the inventory items are used.

Inventories of proprietary funds are recorded at the lower of cost or market. Cost is determined by the FIFO method.

Transfers In/Out:

Transfers to the General Fund were made from the Library, Water, Sewer, and Sanitation Funds to reimburse the General Fund for various office expenses.

Pooled Cash:

Most cash resources of the Town are combined and deposited in an interest bearing bank account. Interest income earned on the pooled account is allocated to the General Fund. If a fund's share of the pooled cash is a deficit, a Due to Other Funds account is established.

Subsequent Events:

Management has evaluated subsequent events through the date of the financial statements were available for issuance, which is the same date as the auditors' report.

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - Summary of Significant Accounting Policies - Continued:

Employee Vacation and Sick Leave:

All full-time Town employees accumulate sick leave for subsequent use. These accumulations do not vest and therefore are not recognized as expenditures by the Town until used.

Employees also receive noncumulative vacation leave. No accrual of liability is made as vacation leave is generally taken and the amount outstanding at year end is immaterial.

Statement of Cash Flows:

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

NOTE 2 – Cash and Investments:

The Town's bank accounts and certificates of deposit at year-end were entirely covered by federal depository insurance or by collateral held by the Town's custodial banks under provisions of the Colorado Public Deposit Protection Act.

The Colorado Public Deposit Protection Act requires financial institutions to pledge collateral having a market value of at least 102% of the aggregate public deposits not insured by federal depository insurance. Eligible collateral includes municipal bonds, U.S. government securities, mortgages and deeds of trust.

State statutes authorize the Town to invest in obligations of the U.S. Treasury and U.S. agencies, obligations of the State of Colorado or of any county, school district, and certain towns and cities therein, notes or bonds secured by insured mortgages or trust deeds, obligations of national mortgage associations, and certain repurchase agreements.

At December 31, 2023, the Town had \$4,224,990 invested in the Colorado Liquid Asset Trust (COLOTRUST), an SEC Rule 2a7-like investment pool. Investments are valued at the net asset value (NAV) of \$1.00 per share. The investment pools are routinely monitored by the Colorado Division of Securities with regard to operations and investments. COLOTRUST is rated AAAM by Standard & Poor's. The Town's investment is measured at NAV.

At December 31, 2023, the Town had \$4,223,707 invested in CSAFE, an SEC rule 2a7-like investment pool. Investments are valued at the net asset value (NAV) of \$2.00 per share. The investment pools are routinely monitored by the Colorado Division of Securities with regard to operations and investments. CSAFE is rated AA Af by Fitch. The Town's investment is measured at NAV.

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 2 – Cash and Investments – Continued:

Investments held as of December 31, 2023 are as follows:

	Cost	Fair Value
U.S. Government Sponsored Agency Bonds, primarily FHLMC, FFCB, and FHLB, maturing in 2024-2026, rated AA+ by Standard & Poor's	\$ 1,250,000	\$ 1,197,575
Total	\$ 1,250,000	\$ 1,197,575

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value measurements must maximize the use of observable inputs and minimize the use of unobservable inputs. There is a hierarchy of three levels of inputs that may be used to measure fair value:

- Level 1 Quoted prices in active markets for identical assets or liabilities
- Level 2 Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities
- Level 3 Unobservable inputs supported by little or no market activity and are significant to the fair value of the assets or liabilities

The following table presents the fair value measurements of assets and liabilities recognized in the accompanying statement of net position measured at fair value on a recurring basis and the level within the fair value hierarchy in which the fair value measurements fall at December 31:

Description	Fair Value Measurements at Reporting Date Using		
	Quoted Prices In Active Markets for Identical Assets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
<u>December 31, 2023</u>			
U.S. Government Sponsored Agency Bonds	\$ 1,197,575	\$ --	--

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 3 - Water and Sewer Debt:

December 31	2023
\$5,000,000, Series 2005, loan from Colorado Water Resource and Power Development Authority, due in varying monthly installments through 2027, average interest rate at 3.38%. (This debt will be serviced by the Sewer Fund, an Enterprise Fund.)	\$ 1,195,194
Series 2005, CWRPDA loan premium	31,929
Total Water and Sewer Debt	\$ 1,227,123

The annual requirements to amortize these loans as of December 31, 2023 are as follows:

Year Ending December 31	Principal	Interest	Total
2024	\$ 278,333	\$ 38,107	\$ 316,440
2025	283,790	24,872	308,662
2026	305,623	15,380	321,003
2027	327,448	9,757	337,205
	\$ 1,195,194	\$ 88,116	\$ 1,283,310

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 3 - Water and Sewer Debt – Continued:

Changes in Enterprise Fund long-term debt during the year were as follows:

	Balance, 1/1/23	Additions	Retirements	Balance, 12/31/23	Due Within One Year
Water Refunding Bonds	\$ 153,478	\$ --	\$ 153,478	\$ --	\$ --
CWRPDA Loan – Sewer	1,462,610	--	267,416	1,195,194	278,333
Series 2005 Loan Premium	39,910	--	7,981	31,929	--
	<u>\$ 1,655,998</u>	<u>\$ --</u>	<u>\$ 428,875</u>	<u>\$ 1,227,123</u>	<u>\$ 278,333</u>

The Town has pledged future customer revenues, net of operating expenses, to repay the sewer loan above. Proceeds from the loans provided financing for various improvements. The loans are payable solely from sewer net revenues and are payable through 2027. Annual principal and interest payments on the bonds are expected to require approximately 40% of sewer revenues. The total principal and interest remaining to be paid on the bonds is on page 28. Principal and interest paid for the current year and total customer revenues were \$315,668 and \$853,949, respectively for sewer.

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 4 - Defined Contribution Plan:

The Town provides pension benefits through a defined contribution plan for all of its employees who have elected to participate. The plan is administered by One America and can be amended only by the governing body. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate in the plan after 1,000 hours of service.

In order to participate in the plan, employees must contribute a minimum of three percent of compensation, which was amended in 2019 from five percent, with the Town making a five percent contribution on their behalf. The Town's contributions for each employee (and interest allocated to the employee's account) are fully vested after seven years continuous service. Town contributions (including interest) forfeited by employees who leave employment before seven years of service are used to reduce the Town's current-period contribution requirement.

Employees contributed approximately \$119,690 and the Town made the required 5% contribution for participating employees, amounting to \$132,582. Forfeitures were not material to the financial statements.

NOTE 5 – Land Lease:

The Town implemented GASB Statement No.87 as of January 1, 2023, and recognized a lease receivable for a land lease during fiscal year 2023. The Town has an agreement to lease 2,600 square feet of land to Allo for \$1,500 per month, which expires in March of 2033. Total lease revenue recognized during the year ended December 31, 2023 is as follows:

	<u>Revenue</u>	<u>Interest</u>	<u>Total Revenue</u>
Land lease	\$8,080	\$6,920	\$15,000

The following is the lease receivable schedule as of December 31, 2023:

<u>Years Ending December 31</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Payments</u>
2024	\$ 10,290	\$ 7,710	\$ 18,000
2025	10,980	7,020	18,000
2026	11,715	6,285	18,000
2027	12,500	5,500	18,000
2028	13,338	4,562	17,900
There after	65,899	9,101	75,000
	<u>\$ 124,722</u>	<u>\$ 40,178</u>	<u>\$ 164,900</u>

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 6 – Capital Assets:

Governmental Activities	Balance, 1/1/23	Additions	Deletions	Balance, 12/31/23
Not Depreciable:				
Land	\$ 2,972,003	\$ --	\$ --	\$ 2,972,003
Construction In Progress	--	598,280	--	598,280
Depreciable:				
Buildings and improvements	1,915,382	4,908	--	1,920,290
Library	3,387,376	76,777	--	3,464,153
Streets and improvements	14,829,588	392,331	15,048	15,206,871
Park and cemetery improvements	3,004,422	139,000	--	3,143,422
Museum	288,246	--	--	288,246
Equipment	1,193,180	214,038	41,546	1,365,672
Vehicles	1,001,637	123,651	37,572	1,087,716
Total Cost	28,591,834	1,548,985	94,166	30,046,653
Less Accumulated Depreciation:				
Buildings and improvements	1,646,516	179,821	--	1,826,337
Library	802,874	86,074	--	888,948
Streets and improvements	6,554,631	656,287	15,048	7,195,870
Park and cemetery improvements	1,252,179	95,580	--	1,347,759
Museum	150,744	8,000	--	158,744
Equipment	915,596	152,939	41,546	1,026,989
Vehicles	798,997	149,300	37,572	910,725
Total Accumulated Depreciation	12,121,537	1,328,001	94,166	13,355,372
Capital Assets, Net	\$16,470,297	\$ 220,984	\$ --	\$16,691,281

Depreciation expense is allocated as follows:

Governmental activities	\$ 585,640
Streets	656,287
Library	86,074
	\$1,328,001

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 6 – Capital Assets – Continued:

Business-Type Activities	Balance, 1/1/23	Additions	Deletions	Balance, 12/31/23
Not Depreciable:				
Land and improvements	\$ 374,551	\$ --	\$ --	\$ 374,551
Water rights	12,999,612	751,269	--	13,750,881
Depreciable:				
Buildings and plant	5,935,634	165,559	--	6,101,193
Distribution/collection system	13,739,510	74,758	2,323	13,811,946
Equipment	597,827	58,396	--	656,225
Vehicles	288,785	44,430	--	333,215
Total Cost	33,935,919	1,094,415	2,323	35,028,011
Less Accumulated Depreciation:				
Buildings and plant	4,228,289	330,719	--	4,559,008
Distribution/collection system	6,960,743	374,810	2,323	7,333,230
Equipment	496,667	56,050	--	552,717
Vehicles	265,179	8,886	--	274,065
Total Accumulated Depreciation	11,950,878	770,465	2,323	12,719,020
Capital Assets, Net	\$ 21,985,041	\$ 323,950	\$ --	\$ 22,308,991

NOTE 7 - Colorado Intergovernmental Risk Sharing Agency (CIRSA):

CIRSA is a separate legal entity established by member municipalities pursuant to the provisions of Colorado Revised Statutes and the Colorado Constitution. In February, 1986, the Town Board authorized participation in the agency. The Town has participated each year since then.

The purposes of CIRSA are to provide members defined liability and property coverages and to assist members to prevent and reduce losses and injuries to municipal property and to persons or property which might result in claims being made against members of CIRSA, their employees or officers.

The Town recognizes an expenditure for the amount paid to CIRSA annually for these coverages. The Town paid \$113,237 to CIRSA in 2023. Settled claims have not exceeded this coverage in any of the past three fiscal years.

TOWN OF EATON, COLORADO

NOTES TO FINANCIAL STATEMENTS

NOTE 8 - Weld 911 Emergency Telephone Service Authority:

The Town is a member of the Weld 911 Emergency Telephone Service Authority, a separate legal entity established by Weld County, member municipalities, and special districts for the purpose of providing 911 emergency telephone service.

Authority Board members are selected by the Weld County commissioners and by the larger municipalities in Weld County. The Town does not have the ability to significantly affect the operations of the Authority.

The Town has no obligation to the Authority beyond the service charges paid by Town residents to their telephone service supplier. In the event of the Authority disbanding without a successor, the net position, if any, shall be returned to the participants. The Town of Eaton's share of the net position is estimated to be less than 5%.

NOTE 9 - Contingencies:

In 1992, Colorado voters approved "Amendment One", or the Taxpayer's Bill of Rights (TABOR). TABOR requires voter approval for any new tax, tax rate increase, mill levy increase, or new debt. Voter approval is also required to increase annual property taxes, revenue, or spending by more than inflation plus a local growth factor. Spending not subject to TABOR includes that from enterprise activities, gifts, federal funds, reserve expenditures, damage awards, or property sales.

In November 1994, the electors of the Town of Eaton voted to supersede TABOR and to collect, retain, and expend the full proceeds of all taxes, fees, and other revenue without increasing or adding taxes of any kind.

The Amendment is complex and subject to judicial interpretation. The Town believes it is in compliance with the applicable requirements of the Amendment. Included in the accompanying financial statements are emergency reserves required by TABOR, of at least 3% of fiscal year spending, recorded in the General Fund.

REQUIRED SUPPLEMENTARY INFORMATION

TOWN OF EATON, COLORADO
GENERAL FUND

Schedule of Revenue Compared with Estimate

Year Ended December 31, 2023	Actual	Estimate	Variance
Taxes:			
General property	\$ 482,123	\$ 482,663	\$ (540)
Franchise - utility companies	271,862	209,292	62,570
Sales	2,758,529	2,636,800	121,729
Penalties and interest	-	400	(400)
Total Taxes	3,512,514	3,329,155	183,359
Licenses and Permits:			
Building permits	80,211	100,000	(19,789)
Liquor licenses	3,385	1,100	2,285
Dog licenses	80	380	(300)
Business licenses	6,889	4,400	2,489
Total Licenses and Permits	90,565	105,880	(15,315)
Intergovernmental:			
Cigarette tax	9,883	5,200	4,683
Lottery proceeds	41,702	34,000	7,702
Mineral and severance taxes	320,394	30,000	290,394
Total Intergovernmental	371,979	69,200	302,779
Charges for Services:			
Grave openings	41,148	28,900	12,248
Sale of cemetery plots	36,737	45,000	(8,263)
Planning revenue	93,102	90,000	3,102
Total Charges for Services	170,987	163,900	7,087
Fines and Forfeitures:			
Fines - traffic	258,090	335,000	(76,910)
Total Fines and Forfeitures	258,090	335,000	(76,910)
Miscellaneous:			
Interest	56,100	2,000	54,100
Contributions and grants	58,890	26,500	32,390
Other, primarily Xcel payments	454,183	30,000	424,183
Total Miscellaneous	569,173	58,500	510,673
Total Revenue	\$ 4,973,308	\$ 4,061,635	\$ 911,673

TOWN OF EATON, COLORADO
GENERAL FUND

Schedule of Expenditures Compared with Budget

Year Ended December 31, 2023	Actual	Original Budget	Final Budget	Variance From Final Budget
Administration:				
Current operating:				
Mayor and Board of Trustees	\$ 19,200	\$ 19,200	\$ 19,200	\$ -
Administrator and staff	667,023	666,483	666,483	(540)
Court clerk	8,250	8,000	8,000	(250)
Employee benefits	140,029	178,271	178,271	38,242
Elections	5,435	10,000	10,000	4,565
Office supplies	12,172	21,000	21,000	8,828
Telephone	7,258	11,000	11,000	3,742
Office expenses	141,110	71,000	71,000	(70,110)
Staff training and education	18,557	25,000	25,000	6,443
Dues	3,100	10,000	10,000	6,900
Publications	16,812	10,000	10,000	(6,812)
Insurance	91,036	80,000	80,000	(11,036)
Professional services	111,098	90,000	90,000	(21,098)
Legal fees	83,541	94,010	94,010	10,469
Building inspections	51,440	120,000	120,000	68,560
Office equipment	9,192	40,000	40,000	30,808
Emergencies	-	-	-	-
Capital outlay	-	-	-	-
Total Administration	1,385,253	1,453,964	1,453,964	68,711
Public Safety:				
Current operating:				
Municipal judge	17,047	17,000	17,000	(47)
Police chief and officers	1,261,552	1,260,289	1,260,289	(1,263)
Employee benefits	259,068	318,575	318,575	59,507
Office supplies	5,952	19,000	19,000	13,048
Operating supplies	93,668	119,002	119,002	25,334
Communications	101,074	104,056	104,056	2,982
Automotive services	58,851	64,000	64,000	5,149
Jail services	250	600	600	350
Training and education	40,566	31,500	31,500	(9,066)
Animal shelter	1,145	1,500	1,500	355
Office equipment	2,644	5,500	5,500	2,856
Capital outlay	147,421	127,500	127,500	(19,921)
Total Public Safety	1,989,238	2,068,522	2,068,522	79,284

Continued on next page.

TOWN OF EATON, COLORADO
GENERAL FUND

Schedule of Expenditures Compared with Budget - Continued

Year Ended December 31, 2023	Actual	Original Budget	Final Budget	Variance From Final Budget
Cemetery:				
Current operating:				
Maintenance labor	\$ 118,495	\$ 116,106	\$ 116,106	\$ (2,389)
Employee benefits	31,280	30,188	30,188	(1,092)
Operating supplies	42,665	57,359	57,359	14,694
Utilities	7,947	12,000	12,000	4,053
Repairs and maintenance	8,119	12,000	12,000	3,881
Forestry and nursery	5,665	15,000	15,000	9,335
Capital outlay	552,307	291,700	291,700	(260,607)
Total Cemetery	766,478	534,353	534,353	(232,125)
Parks and Recreation:				
Current operating:				
Maintenance labor	174,860	159,688	159,688	(15,172)
Employee benefits	33,765	41,519	41,519	7,754
Operating supplies	129,375	173,500	173,500	44,125
Utilities	11,067	27,000	27,000	15,933
Forestry and nursery	24,542	15,000	15,000	(9,542)
Capital outlay	52,381	48,000	48,000	(4,381)
Total Parks and Recreation	425,990	464,707	464,707	38,717
Public Buildings:				
Current operating:				
Custodial salary	28,671	29,480	29,480	809
Operating supplies	15,618	15,770	15,770	152
Utilities	26,992	25,920	25,920	(1,072)
Repairs and maintenance	126,792	30,900	30,900	(95,892)
Building improvements	7,418	13,750	13,750	6,332
Total Public Buildings	205,491	115,820	115,820	(89,671)
Planning and Development:				
Planner	30,346	75,000	75,000	44,654
Legal fees	2,389	14,000	14,000	11,611
Engineering	48,627	33,000	33,000	(15,627)
Capital outlay	66,290	415,000	415,000	348,710
Total Planning and Development	147,652	537,000	537,000	389,348
Miscellaneous:				
Treasurer's fees	4,821	6,000	6,000	1,179
Other	28,405	6,000	6,000	(22,405)
Economic development	23,663	75,000	75,000	51,337
Total Miscellaneous	56,889	87,000	87,000	30,111
Total Expenditures	\$4,976,991	\$5,261,366	\$5,261,366	\$ 284,375

**TOWN OF EATON, COLORADO
GENERAL FUND**

Schedule of Other Financing Sources Compared with Estimate

<u>Year Ended December 31, 2023</u>	<u>Actual</u>	<u>Estimate</u>	<u>Variance</u>
Operating Transfers In:			
Water Fund	\$ 86,006	\$ 86,006	\$ -
Sewer Fund	86,006	86,006	-
Library Fund	31,740	31,740	-
Street Fund	-	-	-
Sanitation Fund	12,000	12,000	-
Cemetery Perpetual Care Fund	-	-	-
<u>Total Other Financing Sources</u>	<u>\$ 215,752</u>	<u>\$ 215,752</u>	<u>\$ -</u>

TOWN OF EATON, COLORADO
SPECIAL REVENUE FUNDS
LIBRARY FUND

Schedule of Revenue Compared with Estimate

Year Ended December 31, 2023	Actual	Estimate	Variance
Property Taxes (High Plains Library District)	\$ 2,000,146	\$ 2,000,009	\$ 137
Library Fines	916	500	416
Interest	84,488	-	84,488
Contributions	15,710	500	15,210
Total Revenue	\$ 2,101,260	\$ 2,001,009	\$ 100,251

Schedule of Expenditures Compared with Budget

Year Ended December 31, 2023	Actual	Original Budget	Final Budget	Variance from Final Budget
Library:				
Current operating:				
Librarians	\$ 556,023	\$ 628,533	\$ 628,533	\$ 72,510
Employee benefits	138,303	157,133	157,133	18,830
Operating supplies	41,298	23,000	23,000	(18,298)
Mileage reimbursements	1,100	3,500	3,500	2,400
Public relations	21,168	11,000	11,000	(10,168)
Insurance	10,459	25,800	25,800	15,341
Contract services	84,119	85,000	85,000	881
Utilities	14,900	20,000	20,000	5,100
Training	17,855	22,050	22,050	4,195
Repairs and maintenance	37,939	38,500	38,500	561
Circulation	25,043	20,000	20,000	(5,043)
Print	34,701	35,000	35,000	299
Programs	76,954	70,000	70,000	(6,954)
Reference	6,397	20,000	20,000	13,603
Art	-	34,168	34,168	34,168
Miscellaneous	-	-	-	-
Capital outlay	139,858	985,500	985,500	845,642
Total Expenditures - Library	\$ 1,206,117	\$ 2,179,184	\$ 2,179,184	\$ 973,067

**TOWN OF EATON, COLORADO
SPECIAL REVENUE FUNDS
IMPACT FEE FUND**

Schedule of Revenue Compared with Estimate

Year Ended December 31, 2023	Actual	Estimate	Variance
Use Tax - building materials	\$ 31,774	\$ 50,000	\$ (18,226)
Impact Fees:			
Police facilities	-	800	(800)
Municipal facilities and equipment	-	2,960	(2,960)
Community park and equipment	-	1,016	(1,016)
Neighborhood park facilities and equipment	-	2,300	(2,300)
Total Revenue and Transfers In	\$ 31,774	\$ 57,076	\$ (25,302)

Schedule of Expenditures Compared with Budget

Year Ended December 31, 2023	Actual	Original and Final Budget	Variance From Final Budget
Expenditures:			
Police facilities and equipment expenses	\$ -	\$ -	\$ -
Mun 3	-	-	-
Neighborhood park expenses	-	-	-
Community park expenses	138,999	160,000	21,001
Total Expenditures	\$ 138,999	\$ 160,000	\$ 21,001

TOWN OF EATON, COLORADO
SPECIAL REVENUE FUNDS
STREET FUND

Schedule of Revenue Compared with Estimate

Year Ended December 31, 2023	Actual	Estimate	Variance
Sales Taxes	\$ 1,182,227	\$1,138,150	\$ 44,077
B and D Taxes	20,463	20,000	463
Highway Users Tax	190,757	185,114	5,643
Motor Vehicle Fees	21,730	25,000	(3,270)
County Road and Bridge	35,316	54,000	(18,684)
Severance tax and other	100,000	-	100,000
Interest	44,762	50,162	(5,400)
Grants and easements	287,429	1,261,083	(973,654)
Total Revenue	\$ 1,882,684	\$2,733,509	\$ (850,825)

Schedule of Expenditures Compared with Budget

Year Ended December 31, 2023	Actual	Original Budget	Final Budget	Variance from Final Budget
Streets:				
Current operating:				
Salaries	\$ 137,875	\$ 131,504	\$ 131,504	\$ (6,371)
Employee benefits	30,566	31,567	31,567	1,001
Operating supplies	41,216	37,850	37,850	(3,366)
Insurance	7,874	10,128	10,128	2,254
Professional services	109,003	79,000	79,000	(30,003)
Construction engineering	49,241	200,000	200,000	150,759
Snow removal	667	2,500	2,500	1,833
Street lighting	120,101	108,479	108,479	(11,622)
Equipment maintenance	83,550	20,000	20,000	(63,550)
Street signs	14,539	20,000	20,000	5,461
Equipment acquisition	47,861	31,700	31,700	(16,161)
Capital outlay, patching, seal coating	485,628	2,762,696	2,762,696	2,277,068
Total Expenditures - Streets	\$1,128,121	\$ 3,435,424	\$3,435,424	\$ 2,307,303

ADDITIONAL INFORMATION

**TOWN OF EATON, COLORADO
 PERMANENT FUNDS
 CEMETERY PERPETUAL CARE FUND**

Schedule of Revenue Compared with Estimate

Year Ended December 31, 2023	Actual	Estimate	Variance
Lot Sales	\$ 5,114	\$ -	\$ 5,114
Interest	2,662	-	2,662
Total Revenue	\$ 7,776	\$ -	\$ 7,776

Schedule of Expenditures Compared with Budget

Year Ended December 31, 2023	Actual	Original and Final Budget	Variance From Final Budget
Expenditures:			
Cemetery	\$ -	\$ -	\$ -
Total Expenditures	\$ -	\$ -	\$ -

TOWN OF EATON, COLORADO
NONMAJOR ENTERPRISE FUNDS

COMBINING STATEMENT OF NET POSITION

December 31, 2023	Sanitation Fund	Irrigation Fund	Total Nonmajor Enterprise Funds
ASSETS			
Current Assets:			
Equity in pooled cash and investments	\$ 158,330	\$ 143,782	\$ 302,112
Accounts receivable	65,595	17,460	83,055
Total Current Assets	223,925	161,242	385,167
Property, Plant, and Equipment:			
Distribution/collection system	-	1,438,996	1,438,996
Vehicles	-	28,341	28,341
Equipment	26,731	41,139	67,870
	26,731	1,508,476	1,535,207
Accumulated depreciation	(24,531)	(580,908)	(605,439)
Total Property, Plant, and Equipment	2,200	927,568	929,768
Total Assets	226,125	1,088,810	1,314,935
LIABILITIES			
Current Liabilities:			
Accounts payable	48,543	48,853	97,396
Total Current Liabilities	48,543	48,853	97,396
NET POSITION			
Net Investment in Capital Assets	2,200	927,568	929,768
Unrestricted	175,382	112,389	287,771
TOTAL NET POSITION	\$ 177,582	\$ 1,039,957	\$ 1,217,539

**TOWN OF EATON, COLORADO
NONMAJOR ENTERPRISE FUNDS**

**COMBINING STATEMENT OF REVENUE, EXPENSES
AND CHANGES IN FUND NET POSITION**

Year Ended December 31, 2023	Sanitation Fund	Irrigation Fund	Total Nonmajor Enterprise Funds
Operating Revenue - charges for services	\$ 621,712	\$ 181,576	\$ 803,288
Operating Expenses:			
Supplies	2,687	1,965	4,652
Contractual services	562,362	-	562,362
Utilities	-	19,889	19,889
Repairs and maintenance	-	109,260	109,260
Insurance	1,395	1,067	2,462
Other	22,122	-	22,122
Depreciation	700	74,383	75,083
Total Operating Expenses	589,266	206,564	795,830
Income (Loss) Before Operating Transfers and Contributions	32,446	(24,988)	7,458
Capital contributions	-	-	-
Operating Transfers Out - General Fund	(12,000)	-	(12,000)
Net Income (Loss)	20,446	(24,988)	(4,542)
Net Position, January 1	157,136	1,064,945	1,222,081
Net Position, December 31	\$ 177,582	\$1,039,957	\$1,217,539

TOWN OF EATON, COLORADO
NONMAJOR ENTERPRISE FUNDS

COMBINED STATEMENT OF CASH FLOWS

Year Ended December 31, 2023	Sanitation Fund	Irrigation Fund	Total Nonmajor Enterprise Funds
Cash Flows from Operating Activities:			
Cash received from customers	\$ 570,566	\$ 134,308	\$ 704,874
Cash payments:			
To suppliers for goods and services	(583,139)	(118,227)	(701,366)
Net Cash Provided by Operating Activities	(12,573)	16,081	3,508
Cash Flows from Noncapital Financing Activities:			
Operating transfers out - General Fund	(12,000)	-	(12,000)
Cash Flows from Capital and Related Financing Activities:			
Acquisition of equipment	-	(74,759)	(74,759)
Net Increase (Decrease) in Cash	(24,573)	(58,678)	(83,251)
Cash and Cash Equivalents, January 1	182,903	202,460	385,363
Cash and Cash Equivalents, December 31	\$ 158,330	\$ 143,782	\$ 302,112
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:			
Operating income (loss)	\$ 32,446	\$ (24,988)	\$ 7,458
Depreciation	700	74,383	75,083
Change in assets and liabilities:			
(Increase) decrease in:			
Accounts receivable	(51,146)	(47,268)	(98,414)
Increase (decrease) in:			
Accounts payable	5,427	13,954	19,381
Net Cash Provided by Operating Activities	\$ (12,573)	\$ 16,081	\$ 3,508
Disclosure of Noncash Investing Activities:			
Contributed Infrastructure	\$ -	\$ -	\$ -

TOWN OF EATON, COLORADO
ENTERPRISE FUNDS - WATER FUND

Schedule of Revenue Compared with Estimate

Year Ended December 31, 2023	Actual	Estimate	Variance
Operating Revenue:			
Water service fees	\$2,428,515	\$2,601,500	\$ (172,985)
Miscellaneous	67,892	25,400	42,492
Nonoperating Revenue:			
Interest	55,479	125	55,354
Tap fees	6,750	40,800	(34,050)
Total Revenue	\$2,558,636	\$2,667,825	\$ (109,189)

Schedule of Expenses and Transfers Compared with Budget
(Non-GAAP Budget Basis)

Year Ended December 31, 2023	Actual	Budget	Variance
Operating Expenses:			
Personnel:			
Salaries	\$ 132,152	\$ 167,184	\$ 35,032
Employee benefits	40,346	43,468	3,122
Supplies	42,622	52,700	10,078
Contractual services	160,272	135,910	(24,362)
Utilities	17,702	17,000	(702)
Repairs and maintenance	28,056	175,000	146,944
Insurance	15,948	23,328	7,380
Water assessments	138,574	134,873	(3,701)
NISP expenses	751,270	751,270	-
NWCWD purchases	824,236	1,136,979	312,743
Miscellaneous	22,070	7,000	(15,070)
Total Operating Expenses	2,173,248	2,644,712	471,464
Nonoperating Expenses:			
Capital outlay	83,300	1,143,000	1,059,700
Loan payments	155,233	170,758	15,525
Total Nonoperating Expenses	238,533	1,313,758	1,075,225
Operating Transfers Out - General Fund	86,006	86,006	-
Total Expenses and Transfers	\$2,497,787	\$4,044,476	\$ 1,546,689

TOWN OF EATON, COLORADO
ENTERPRISE FUNDS - SEWER FUND

Schedule of Revenue Compared with Estimate

Year Ended December 31, 2023	Actual	Estimate	Variance
Operating Revenue:			
Sewer service charges	\$ 937,139	\$ 914,654	\$ 22,485
Miscellaneous	-	-	-
Nonoperating Revenue:			
Sewer tap fees	-	9,000	(9,000)
Interest revenue	17,607	300	17,307
Total Revenue	\$ 954,746	\$ 923,954	\$ 30,792

Schedule of Expenses and Transfers Compared with Budget
(Non-GAAP Budget Basis)

Year Ended December 31, 2023	Actual	Budget	Variance
Operating Expenses:			
Personnel:			
Salaries	118,351	\$ 149,487	\$ 31,136
Employee benefits	29,394	35,946	6,552
Supplies	19,204	59,357	40,153
Contractual services	264,014	82,000	(182,014)
Utilities	91,584	97,241	5,657
Repairs and maintenance	65,973	150,500	84,527
Insurance	21,714	39,690	17,976
Miscellaneous	16,592	16,485	(107)
Total Operating Expenses	626,826	630,706	3,880
Nonoperating Expenses:			
Loan payments	341,547	314,163	(27,384)
Capital outlay	222,062	597,500	375,438
Total Nonoperating Expenses	563,609	911,663	348,054
Operating Transfers Out - General Fund	86,006	86,006	-
Total Expenses and Transfers	\$ 1,276,441	\$ 1,628,375	\$ 351,934

TOWN OF EATON, COLORADO
ENTERPRISE FUNDS - SANITATION FUND

Schedule of Revenue Compared with Estimate

Year Ended December 31, 2023	Actual	Estimate	Variance
Operating Revenue - Trash collection fees	\$ 621,712	\$ 597,777	\$ 23,935
Total Revenue	\$ 621,712	\$ 597,777	\$ 23,935

Schedule of Expenses and Transfers Compared with Budget
(Non-GAAP Budget Basis)

Year Ended December 31, 2023	Actual	Budget	Variance
Operating Expenses:			
Supplies	\$ 2,687	\$ 2,000	\$ (687)
Miscellaneous	22,122	28,000	5,878
Contractual services	562,362	597,175	34,813
Insurance	1,395	600	(795)
Total Operating Expenses	588,566	627,775	39,209
Nonoperating Expenses:			
Capital outlay	-	1,000	1,000
Operating Transfers Out - General Fund	12,000	12,000	-
Total Expenses and Transfers	\$ 600,566	\$ 640,775	\$ 40,209

TOWN OF EATON, COLORADO
ENTERPRISE FUNDS - IRRIGATION FUND

Schedule of Revenue Compared with Estimate

Year Ended December 31, 2023	Actual	Estimate	Variance
Operating Revenue - Irrigation	\$ 181,576	\$ 168,000	\$ 13,576
Total Revenue	\$ 181,576	\$ 168,000	\$ 13,576

Schedule of Expenses Compared with Budget
(Non-GAAP Budget Basis)

Year Ended December 31, 2023	Actual	Estimate	Variance
Operating Expenses:			
Supplies	\$ 1,965	\$ 1,040	\$ (925)
Insurance	1,067	1,350	283
Professional services	-	36,000	36,000
Utilities	19,889	28,000	8,111
Miscellaneous	-	-	-
Repairs and maintenance	109,260	92,000	(17,260)
Total Operating Expenses	132,181	158,390	26,209
Nonoperating Expenses:			
Capital outlay	-	80,000	80,000
Total Expenses	\$ 132,181	\$ 238,390	\$ 106,209

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 Eaton, Colorado	Prepared By: Faith Smith
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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)	\$ 485,628.00
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	\$ 507,186.00
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	\$ 14,539.00
2. General fund appropriations		b. Snow and ice removal	\$ 667.00
3. Other local imposts (from page 2)	\$ 1,238,006.00	c. Other - Lighting	\$ 120,101.00
4. Miscellaneous local receipts (from page 2)	\$ 332,191.00	d. Total (a. through c.)	\$ 135,307.00
5. Transfers from toll facilities		4. General administration & miscellaneous	
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	\$ 1,128,121.00
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)	\$ 1,570,197.00	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	\$ -
C. Receipts from State government		2. Notes:	
(from page 2)	\$ 312,487.00	a. Interest	
D. Receipts from Federal Government		b. Redemption	
(from page 2)	\$ -	c. Total (a. + b.)	\$ -
E. Total receipts (A.7 + B + C + D)	\$ 1,882,684.00	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)	\$ 1,128,121.00

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
	\$ 2,312,814.00	\$ 1,882,684.00	\$ 1,128,121.00	\$ 3,067,377.00	\$ -

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	\$ 44,762.00
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	\$ 1,182,227.00	c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses	\$ 35,316.00	f. Charges for Services	
5. Specific Ownership &/or Other	\$ 20,463.00	g. Other Misc. Receipts	
6. Total (1. through 5.)	\$ 1,238,006.00	h. Other - Easements	\$ 287,429.00
c. Total (a. + b.)	\$ 1,238,006.00	i. Total (a. through h.)	\$ 332,191.00
<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.)	\$ 190,757.00	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	\$ 21,730.00	d. Federal Transit Administration	
d. DOLA Grant		e. U.S. Corps of Engineers	
e. Other- Severance Taxes	\$ 100,000.00	f. Other Federal ARPA	
f. Total (a. through e.)	\$ 121,730.00	g. Total (a. through f.)	\$ -
4. Total (1. + 2. + 3.f)	\$ 312,487.00	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			\$ -
c. Construction:			
(1). New Facilities			\$ -
(2). Capacity Improvements			\$ -
(3). System Preservation			\$ -
(4). System Enhancement And Operation		\$ 485,628.00	\$ 485,628.00
(5). Total Construction (1)+(2)+(3)+(4)	\$ -	\$ 485,628.00	\$ 485,628.00
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.4)	\$ -	\$ 485,628.00	\$ 485,628.00
<i>(Carry forward to page 1)</i>			

Notes and Comments: