

Town of Firestone **COLORADO**

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE YEAR ENDING DECEMBER 31, 2023



Annual Comprehensive Financial Report
For the Fiscal Year Ended
December 31, 2023

TOWN OF FIRESTONE
FIRESTONE, COLORADO



Prepared by the Finance Department

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TOWN OF FIRESTONE, COLORADO
 Annual Comprehensive Financial Report
 For the Fiscal Year Ended December 31, 2023

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June 3, 2024

To the Honorable Mayor, members of the Board of Trustees (the “Trustees”), and citizens of the Town of Firestone (the “Town”):

State law requires that all general-purpose local governments publish a complete set of financial statements presented in conformity with generally accepted accounting principles in the United States (“GAAP”) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the annual financial report of the Town of Firestone for the fiscal year ended December 31, 2023.

This report consists of managements representations concerning the finances of the Town. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the Town has established a comprehensive internal control framework that is designed both to protect the Town’s assets from loss, theft, or misuse, and to compile sufficient reliable information for the preparation of the Town’s financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Town’s internal controls have been designed to provide reasonable, rather than absolute assurance that the financial statements are free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Haynie & Company, a firm of licensed certified public accountants, has audited the Town’s financial statements. The goal of the independent audit is to provide reasonable assurance that the financial statements of the Town for the fiscal year ended December 31, 2023 are free of material misstatement. The independent audit involved: examining on a test basis evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. The independent auditor concluded that, based upon the audit, there was a reasonable basis for rendering an unmodified opinion that the Town’s financial statements for the fiscal year ended December 31, 2023, are fairly presented in conformity with GAAP. The independent auditors report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (“MD&A”). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The Town’s MD&A can be found immediately following the report of the independent auditor.

PROFILE OF THE TOWN OF FIRESTONE

The Town incorporated in 1908, is located on the northern fringe of the Denver metropolitan area of Colorado. The Town has a current area of 14.62 square miles and serves a population of approximately 19,300 and is located in Weld County. The Town is empowered to levy a property tax on real properties located within its boundaries. It also is empowered by state statute to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the governing board and voter approval. On April 2, 1996, the taxpayers approved a ballot question to remove the Taxpayer Bill of Rights (“TABOR”) limits that were imposed on the Town in 1992.

The Town has operated under the Trustees-Town Manager form of government since its first meeting as a statutory Town. Policy-making and legislative authority are vested in the Board, consisting of the Mayor and six Trustees. The Town’s board is responsible, among other things, for passing ordinances, adopting the budget, appointing committees, and hiring the Town’s manager, attorney, treasurer, and clerk. The Town’s manager is responsible for: carrying out the goals, policies, and ordinances of the Board; for overseeing the day-to-day operations of the Town; and for appointing the heads of the various departments. The Board is elected on a nonpartisan basis. The Mayor is elected for a two-year term and the Trustees are elected for four-year terms. The Mayor and Trustees are elected at-large.

The Town provides a full range of services including: police protection; construction and maintenance of streets, parks, trails, and open space; and stormwater and water utilities. Other utility services such as sewer, electricity, natural gas, and trash removal are provided by organizations not affiliated with the Town, and therefore, are not reported in the Town’s financial statements.

The annual budget serves as the foundation for the Town’s financial planning and control. All departments of the Town are required to submit requests for appropriation to the Town’s Finance Department on or about the last day of August each year. The Finance Department and Town Manager use these requests as the starting point for developing a proposed budget. The finance department then presents the proposed budget to the Board by October 15. The Board is required to hold public hearings on the proposed budget and to adopt a final budget no later than December 15. The Town’s fiscal year is on a calendar year basis. The Town’s budget is prepared by fund (e.g. general) and department (e.g. police). However, the annual budget is appropriated and approved at the fund level by the Board and certified to the State of Colorado as such. Transfers of appropriations between funds require the approval of the Board.

Budget-to-actual comparisons are provided in this report for each individual fund for which an appropriated annual budget has been adopted. The General Fund, Firestone Urban Renewal Authority – Northern and Firestone Urban Renewal Authority – Bighorn comparisons are presented on page 81, 82 and 83, respectively, as part of the required supplementary information. For all other governmental and proprietary funds, the comparisons are presented in the other supplementary information subsection of this report, which begins on page 97.

FACTORS AFFECTING FINANCIAL CONDITION

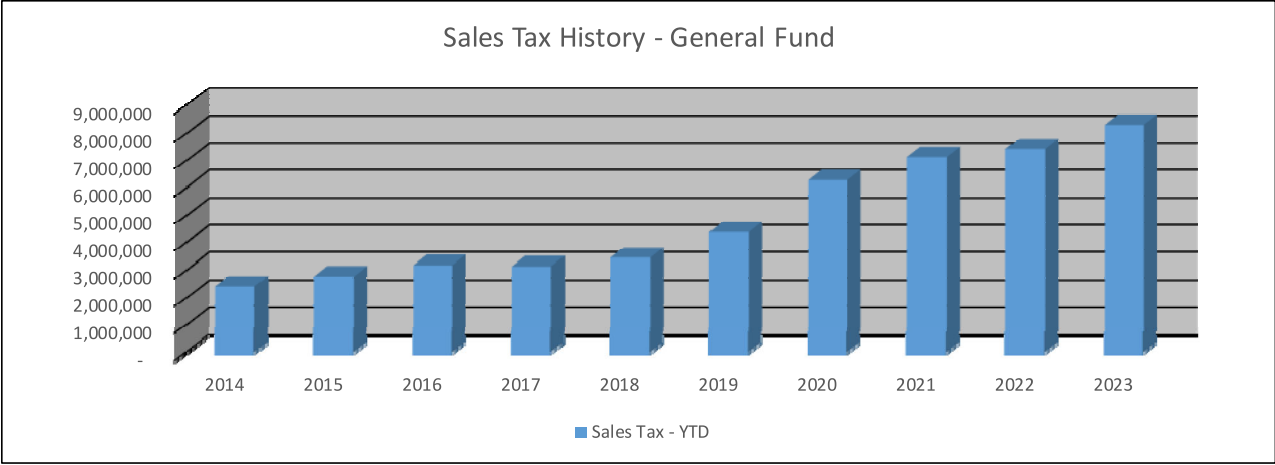
LOCAL ECONOMY

The Town is a unique community of citizens, businesses, and governments that are united in creating a stable, safe, prosperous, and healthy environment in which to live, work, worship, learn, and exercise the rights and freedoms provided by the United States Constitution. The Town has been recognized in several national and Colorado listings for its cost of home ownership, amenities, and for being a safe environment. During 2023, the Town was named the ninth safest community in Colorado by Safewise. The Town continues to grow and develop attracting additional retail and lodging facilities along with more residents. In 2023 multiple businesses opened including, B.I. Inc, Revive Dental, AT&T Cellular, Everest Maya Restaurant, and Fabulous Nails. The area has a homeownership rate of 84.5 percent per worldpopulationreview.com. Firestone has a median household income of \$82,449 annually and the median home value in Firestone is \$587,000 per City-Data.com. In order to maximize commercial and residential development opportunities, the Town continued with a strategic and targeted economic development program in 2023. The objective of the plan is to attract new businesses and encourage expansion of existing businesses.

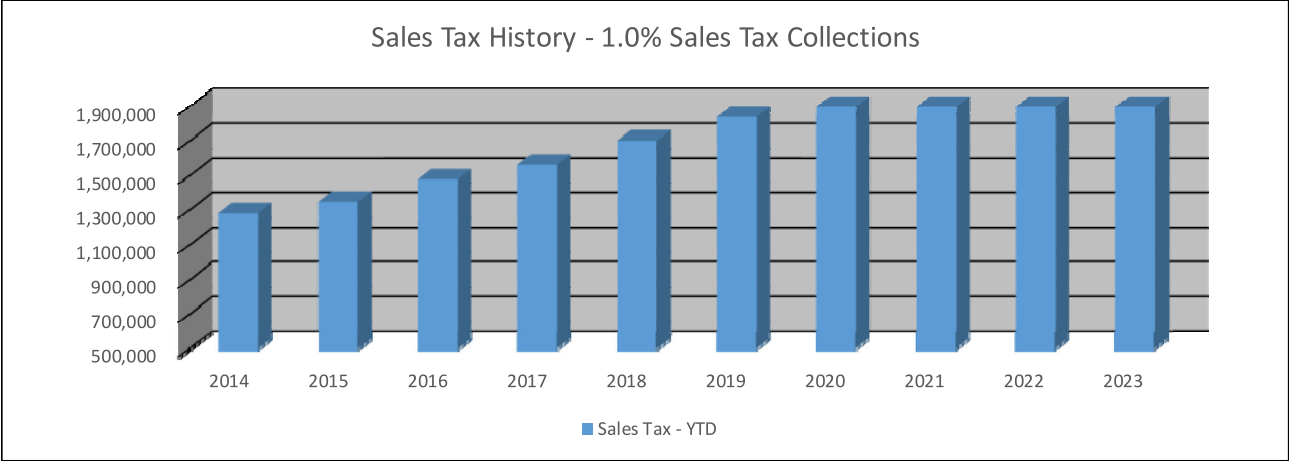
The Town is currently working to increase the number and variety of businesses throughout the community, including initiatives to enhance the economic success of historic Old Town Firestone. The tables below detail the Town’s taxable assessed value (AV) for the past ten years.

AV Year/Year Levied	Assessed Valuation
2013/2014	\$ 135,635,763
2014/2015	\$ 147,288,760
2015/2016	\$ 170,842,090
2016/2017	\$ 208,282,680
2017/2018	\$ 215,444,970
2018/2019	\$ 231,241,860
2019/2020	\$ 266,484,840
2020/2021	\$ 263,819,990
2021/2022	\$ 294,286,560
2022/2023	\$ 331,141,960
2023/2024	\$ 391,452,500

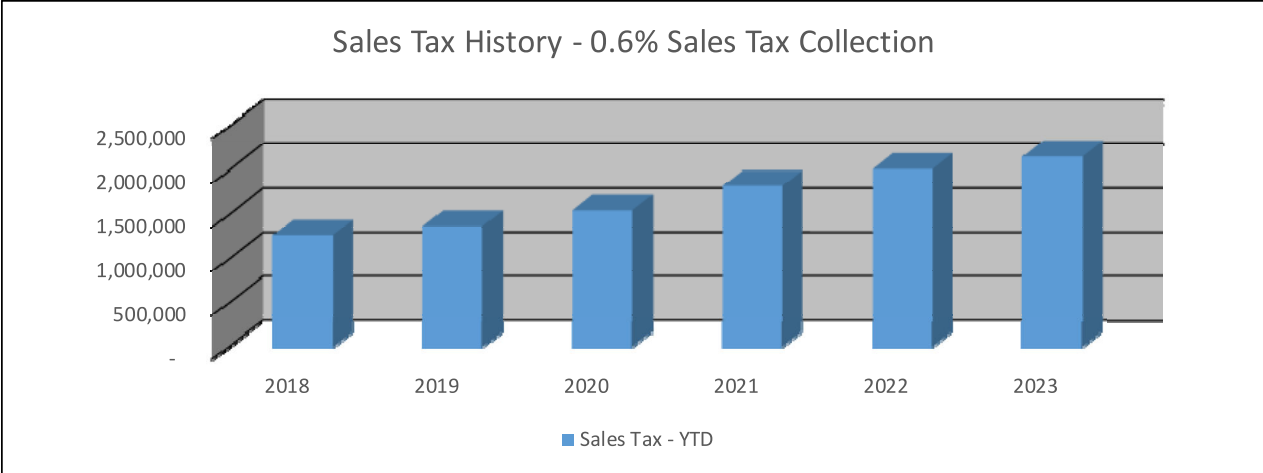
Because of the growth of the Town’s residential and retail base, sales tax revenues have shown significant growth throughout the past ten years. The retail trade sector has steadily employed more of the Town’s population in the past several years and significantly influences the Town’s economy. The chart on the next page reflects the increase in Sales tax revenues throughout the last ten years (as of December of each year).



In addition to the sales tax revenues shown in the previous chart, in November 2013, the Town’s citizens approved a 1 percent additional sales tax to be utilized for street and park capital projects, operation and maintenance and associated debt service issuances/payments. Collection of this additional tax began in 2014 and will provide for long term sustainability of the Town’s streets and park assets. Below is a chart reflecting the increase in 1% sales tax revenues for the past nine years (as of December of each year).



In 2018, the Town’s citizens approved a 0.6% Sales Tax increase for the purpose of constructing a Public Safety Facility that will house the police, the court, and will provide meeting space for the Town. In 2020, the Town’s citizens approved an expansion of the purposes for which the 0.6% Sales Tax can be used to include maintenance and construction of town facilities. The 0.6% Sales Tax will expire after 25 years beginning January 1st, 2018. The chart on the next page reflects the increase in .6% sales tax revenues for the past five years (as of December of each year).



LONG-TERM PLANNING

The Board and management are currently working on a major project that will impact the Town’s financial position. In 2005, the Board indicated its desire to pursue participation in Northern Integrated Supply Project (“NISP”) for future water needs. NISP is a joint project to develop water storage and supply facilities for a large group of water providers in the region. The Town maintains a long-range financial model in order to plan and provide future funding for this vital project.

The Town continuously monitors the status of its budget and will make adjustments, as warranted.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town for its annual comprehensive financial report for the fiscal year ended December 31, 2022. This was the sixteenth consecutive year that the Town has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principals and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program’s requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

We would like to express our appreciation to all staff members who assisted and contributed to the preparation of this report. The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Finance and Administrative Departments. Credit also must be given to the Mayor and the Board for their unflinching support for maintaining the highest standards of professionalism in the management of the Town’s finances.

Respectfully submitted,

Jessica Clanton
 Jessica Clanton, CPA
 Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

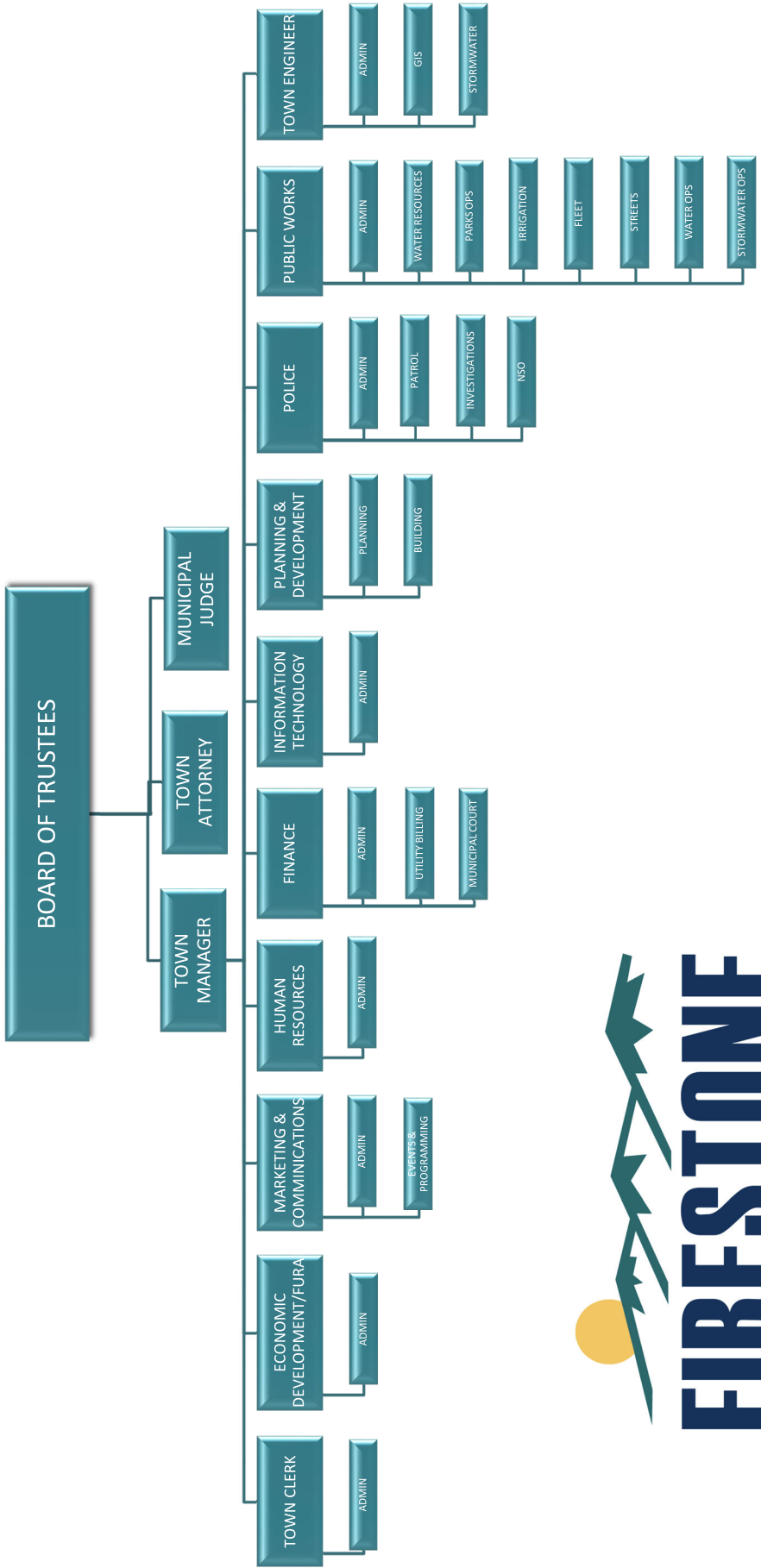
**Town of Firestone
Colorado**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2022

Christopher P. Morill

Executive Director/CEO





LIST OF PRINCIPAL OFFICIALS – AS OF DECEMBER 31, 2023

Elected Officials

Mayor Drew Peterson
Mayor Pro-tem Frank A. Jimenez
Trustee Don Conyac
Trustee Sean Doherty
Trustee Matt Holcomb
Trustee Doug Sharp
Trustee David Whelan

Appointed Officials


Town Manager AJ Krieger
Town Clerk Kristie Bashor
Town Treasurer Jessica Clanton, CPA
Town Attorney William Hayashi, Williamson & Hayashi, LLC
Municipal Judge Stephen Jones


Department Directors


Assistant Town Manager Raelynn Ferrera
Chief of Police David Angelo
Economic Development and FURA Director Paula Mehle
Finance Director Jessica Clanton
Human Resource Director Janet Sloat
Marketing and Communications Director Katie Hansen
Planning Director Todd Bjerkaas
Public Works Director Julie Pasillas
Engineering Director/Town Engineer Matt Wiederspahn



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Independent Auditors' Report

Honorable Mayor and the Board of Trustees
Town of Firestone, Colorado

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Firestone (the "Town") as of and for the year ended December 31, 2023 and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

In our opinion, the 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 Firestone, 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. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town of Firestone and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of a Matter

As discussed in Note 19 to the financial statements, the 2022 financial statements have been restated to correct a misstatement. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Town of Firestone's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison, and pension related schedules as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements.

We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

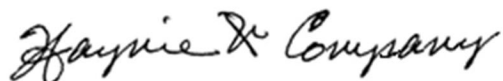
Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Firestone's basic financial statements. The accompanying budgetary comparison schedules, combining and individual nonmajor fund financial statements, combining and individual nonmajor proprietary financial statements, 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 basic financial statements. Such 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 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 budgetary comparison schedules, combining and individual nonmajor fund financial statements, combining and individual nonmajor proprietary financial statements, and the local highway finance report are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the report. The other information comprises the introductory section, and statistical section, but does not include the basic financial statements and our Auditors' Report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.



Littleton, Colorado
May 28, 2024

**TOWN OF FIRESTONE, COLORADO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2023**

As management of the Town, we offer readers of the Town's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended December 31, 2023. We encourage readers to consider the information presented here in conjunction with additional information furnished in our letter of transmittal, which can be found in the introductory section of this report.

Financial Highlights

- The assets and deferred outflows of resources of the Town exceeded its liabilities and deferred inflows of resources as of December 31, 2023 by \$211 million. Of this amount, \$37 million is unrestricted and may be used to meet the government's ongoing obligations to citizens and creditors.
- The Town's total net position increased by \$32.9 million, or 18.4%. Governmental net position increased by \$8.3 million, or 12.2%, and business-type net position increased by \$24.6 million, or 22.2%.
- As of December 31, 2023, the Town's governmental funds reported combined ending fund balances of \$33.8 million, an increase of \$6.3 million in 2023. Approximately 14.4% of this total amount or \$4.7 million is unassigned and available for discretionary spending for the benefit of Town citizens.
- Outlays for capital assets included construction of street infrastructure; stormwater infrastructure; improvements to various parks; improvements to various streets; steaming platform for Board of Trustees meetings; and acquisition of public works equipment. See the Capital Assets section of this management's discussion and analysis for more information.

Overview of the Financial Statements

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

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, deferred outflows of resources, liabilities and deferred inflows of resources with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

The statement of activities presents information showing how the Town's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of 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 taxes and earned but unused vacation leave).

**TOWN OF FIRESTONE, COLORADO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2023**

Both of the government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (governmental activities) and from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Town include general government, public safety, public works and parks. Business-type activities include the water system, storm drainage system and the water authority.

The government-wide financial statements can be found on pages 15 through 17 of this report.

Fund Financial Statements: A fund is a grouping of related accounts that is used to maintain control over resources, which have been segregated for specific activities or objectives. The Town, like other state and 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 two categories: governmental funds and proprietary 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. This information may be useful in evaluating the Town'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 8 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, Firestone Urban Renewal Authority – Bighorn, Firestone Urban Renewal Authority – Northern, the Capital Projects Fund, and the Debt Service Fund, which are all considered to be major funds. Data from the other 3 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The Town adopts an annual appropriated budget for each individual governmental fund. A budgetary comparison statement has been provided for all governmental funds to demonstrate compliance with these budgets.

The basic governmental fund financial statements can be found on pages 18 through 24 of this report.

Proprietary Funds: The Town maintains three individual proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide

**TOWN OF FIRESTONE, COLORADO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2023**

financial statements. The Town uses enterprise funds to account for its water, stormwater operations, and the water authority.

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 the water operation and the stormwater operation, which are both considered to be major funds. Individual fund data for the non-major enterprise fund is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 25 through 27 of this report.

Notes to 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 begin on page 29 of this report.

Required Supplementary Information: Required supplementary information consists of budgetary comparison statements for the General Fund, Firestone Urban Renewal Authority – Bighorn, and Firestone Urban Renewal Authority – Northern, as well as, supporting pension and the other post-employment benefit schedules found on pages 81 through 96.

Other Information: The budgetary comparison statements for the Capital Projects Fund and the Debt Service Fund are presented immediately following the required supplementary information and begin on page 97 of this report. In addition, the combining statements and budget schedules for the nonmajor governmental funds, the budget schedules for proprietary funds, and the combining statements for the nonmajor enterprise fund are also presented in this section.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Town, assets and deferred outflows exceeded liabilities and deferred inflows by \$211 million at December 31, 2023. The Town reported positive balances in net position for both governmental and business-type activities.

Total Assets increased by \$8.9 million or 3.1%. This is largely related to the upgrades of various parks, completion of Phase 2 of Historic Firestone Street project, as well as, the final construction of the St. Vrain Water Treatment Plant, which opened in the middle of 2023.

**TOWN OF FIRESTONE, COLORADO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2023**

The following table reflects the Town's condensed Statement of Net Position (in thousands).

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
ASSETS						
Current and Other Assets	\$ 38,542	\$ 36,837	\$ 23,337	\$ 45,998	\$ 61,879	\$ 82,835
Capital Assets	68,009	66,266	168,941	140,795	236,950	207,061
Total Assets	106,551	103,103	192,278	186,793	298,829	289,896
TOTAL DEFERRED OUTFLOWS OF RESOURCES	5,501	2,220	844	285	6,345	2,505
LIABILITIES						
Long-Term Liabilities						
Outstanding	30,636	25,011	54,466	74,429	85,102	99,440
Other Liabilities	2,805	5,130	3,607	1,245	6,412	6,375
Total Liabilities	33,441	30,141	58,073	75,674	91,514	105,815
TOTAL DEFERRED INFLOWS OF RESOURCES	2,298	7,186	38	951	2,336	8,137
NET POSITION						
Net Investment in						
Capital Assets	45,567	42,881	117,411	88,506	162,978	131,387
Restricted	9,858	5,637	-	-	9,858	5,637
Unrestricted	20,887	19,478	17,601	21,946	38,488	41,424
Total Net Position	\$ 76,312	\$ 67,996	\$ 135,012	\$ 110,452	\$ 211,324	\$ 178,448

Total liabilities decreased by \$14.3 million or 13.5%. This is primarily due to the payoff of the 2022 Water Revenue Bonds.

By far the largest portion of the Town's net position (77.1%) reflects its investment in capital assets (e.g., land, buildings, streets, water, storm drainage systems, equipment, and vehicles), less any related debt used to acquire those assets that is still outstanding. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town's investment in its 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.

Restricted net position accounts for 5.2% of its total net position, representing resources that are subject to external restrictions on how they may be used. The remaining component of net position is unrestricted, representing 17.7% of the Town's total net position and may be used to meet ongoing obligations to the Town's residents and creditors.

The Town's Statement of Activities reflects an increase in revenues for 2023 of \$23.8 million or 42.9% from the prior year. This is partially due to the Town receiving an increase of \$16.4 million in charges for services in the Water Fund. This increase is from development activity due to the purchase of water from the Town. In 2023, the Town received an increase of \$3 million in property taxes. In addition, the Town also received an increase of \$1.7 million in sales and use tax.

The Town's expenses for 2023 increased by \$9.3 million or 25.8% over 2022. These changes occurred primarily in the Governmental Activities. The Governmental Activities increase is due to additional personnel added in 2023 and the increase of costs for operations and maintenance due to market inflation.

**TOWN OF FIRESTONE, COLORADO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2023**

The following table reflects the Town's condensed Statement of Activities (in thousands).

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
PROGRAM REVENUES						
Charges for Services	\$ 5,223	\$ 4,008	\$ 33,984	\$ 18,805	\$ 39,207	\$ 22,813
Operating Grants and Contributions	64	2,098	50	251	114	2,349
Capital Grants and Contributions	4,971	2,152	166	2,287	5,137	4,439
GENERAL REVENUE						
Property Taxes	14,009	10,992	-	-	14,009	10,992
Sales and Use Taxes	15,207	13,546	-	-	15,207	13,546
Other Taxes	2,028	1,693	-	-	2,028	1,693
Other Revenue	2,440	(59)	1,192	(249)	3,632	(308)
Total Revenues	43,942	34,430	35,392	21,094	79,334	55,524
EXPENSES						
General Government	20,431	14,958	-	-	20,431	14,958
Public Safety	6,595	5,558	-	-	6,595	5,558
Public Works	5,123	4,858	-	-	5,123	4,858
Parks	2,075	1,506	-	-	2,075	1,506
Interest and Fiscal Charges	836	804	-	-	836	804
Water/Stormwater	-	-	10,539	8,575	10,539	8,575
Total Expenses	35,060	27,684	10,539	8,575	45,599	36,259
INCREASE IN NET POSITION BEFORE TRANSFERS	8,882	6,746	24,853	12,519	33,735	19,265
Transfers	129	36	(129)	(36)	-	-
INCREASE IN NET POSITION	9,011	6,782	24,724	12,483	33,735	19,265
Net Position - January 1, as restated	67,301	61,213	110,289	97,969	177,590	159,182
NET POSITION - DECEMBER 31	\$ 76,312	\$ 67,995	\$ 135,013	\$ 110,452	\$ 211,325	\$ 178,447

General Government Functions

The following schedule presents a summary of the governmental funds revenues (in thousands) from various sources for the fiscal year ended December 31, 2023 and the changes from the prior year.

REVENUE SOURCE	2023		2022		Increase (Decrease)	
	Amount	Percent	Amount	Percent	Amount	Percent
Taxes	\$ 29,312	68.6 %	\$ 24,827	76.0 %	\$ 4,485	18.1%
Intergovernmental	1,932	4.5	1,750	5.4	182	10.4
Licenses, Fees and Charges	6,903	16.2	3,903	12.0	3,000	76.9
Fines	133	0.3	127	0.4	6	4.7
Grants	1,982	4.6	1,988	6.1	(6)	(0.3)
Miscellaneous	2,441	5.7	39	0.1	2,402	6,159.0
Total Revenue (\$000s)	\$ 42,703	100.0%	\$ 32,634	100.0%	\$ 10,069	30.9%

**TOWN OF FIRESTONE, COLORADO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2023**

Overall, 2023 revenue increased by 30.9% or \$10.1 million over 2022 revenue. The largest source of revenue for 2023 was derived from taxes, 68.6% of total revenues. Overall tax revenue increased by 18.1% or \$4.5 million. Increase in tax revenue is due to the increase in assessed valuation of the Town causing an increase in property tax collected. Property tax revenue in 2023 increased by \$3 million or 27.4% over 2022. For more information on this refer to page 11. The Town has maintained its mill levy at 6.805 mills for over ten years. Sales and Use taxes increased by \$1.7 million or 12.3% due to sales tax continuing to be collected for online sales and continued economic growth in the Town.

Intergovernmental revenue remained consistent with the prior year, while licenses, fees and charges increased in 2023 by \$3 million or 76.9%. The increase in revenue is due to an increase in building permits issued for new development, as well as roofing permits due to a hail storm that hit the area in 2023.

The miscellaneous revenue line increased \$2.4 million due to the investment earnings and reimbursement from insurance claims used to offset expenditures.

The following schedule presents a summary of the governmental fund's expenditures (in thousands) for the fiscal year ended December 31, 2023 and the changes from the prior year.

	2023		2022		Increase (Decrease)	
	Amount	Percent	Amount	Percent	Amount	Percent
EXPENDITURES						
General Government	\$ 19,345	52.2 %	\$ 16,201	54.0 %	\$ 3,144	19.4 %
Public Safety	5,784	15.6	4,732	15.8	1,052	22.2
Public Works	2,017	5.4	1,988	6.6	29	1.5
Parks	1,777	4.8	1,624	5.4	153	9.4
Capital Outlay	5,246	14.2	2,898	9.7	2,348	81.0
Debt Service	2,892	7.8	2,574	8.6	318	12.4
Total Expenditures (\$000s)	\$ 37,061	100.0%	\$ 30,017	100.0%	\$ 7,044	23.5%

Overall expenditures for 2023 increased by \$7 million or 23.5% over the prior year.

General government expenditures increased by \$3.1 million in 2023 due to costs related to the Firestone Urban Renewal Authority – Northern, Firestone Urban Renewal Authority - Central and Firestone Urban Renewal Authority – Bighorn of \$10.4 million compared to \$7.4 million in 2022. An increase of seven new positions in 2023 was added to general government staff.

Public Safety and Parks remained consistent with the prior year. Public Works increased by \$0.03 or \$29,000 due to increase of operating costs. Parks increased by \$0.2 million due to increase of operating costs. Capital outlay increased by \$2.3 million or 81% partly due to upgrades to various parks, completion of phase two of historic Firestone street replacement project, completion of a new traffic signal and streaming platform for Board of Trustee meetings.

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.

Governmental Funds: The focus of the Town's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in

**TOWN OF FIRESTONE, COLORADO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2023**

assessing the Town's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of December 31, 2023, the Town's governmental funds reported combined ending fund balances of \$33.8 million, an increase of \$6.4 million compared to prior year. Approximately 14.4% of the total fund balance constitutes unassigned fund balance, which is available for spending to meet the needs of Town Citizens. The remainder of fund balance is separated into four categories.

- Nonspendable fund balance includes amounts that cannot be spent because they are either not in a spendable form or they are legally or contractually required to be maintained intact. For 2023, this is \$0.2 million.
- Restricted fund balance has constraints placed on the use of these resources either externally imposed by creditors, grantors, contributors, or have been imposed by law through constitutional provisions or enabling legislation. For 2023, this includes:
 - Bag Fee funds as stipulated by State statute of \$0.07 million;
 - Conservation Trust funds as stipulated by State statute of \$0.1 million
 - Debt Service reserves in compliance with 2018 Certificates of Participation (COP) for \$1 million;
 - Emergency reserves required by TABOR of \$0.5 million;
 - Forfeiture funds have been restricted for purchase of public safety within the Town for \$0.2 million;
 - Facility Construction funds as stipulated by the outstanding COPs of \$3.5 million;
 - Lodging taxes have been restricted for the purchase, development and maintenance of open space within the Town for a fund balance of \$0.8 million;
 - Mills from Metro Districts has been restricted for the purchase of maintaining certain subdivisions within the Town for \$0.9 million;
 - And, parks and streets as stipulated by the sales tax regulations imposed by voter approval for \$3.6 million.
- Committed Fund balances are reported pursuant to resolutions passed by the Board of Trustees.
 - Fund balances related to the Finance Urban Renewal Authorities – Southern, Northern, Central, and Bighorn, are committed for projects within these four blighted areas in the amount of \$7.1 million;
 - Impact fees collected for Roadway, Drainage, Local Parks, Regional Parks, and Municipal Facilities, have been committed for related capital projects of \$6.2 million.
- Assigned Fund balances are constrained by the Town's intent to use them for a specific purpose.
 - Working reserve is determined by calculating a minimum of 25% of the General Funds appropriations in the current year.

The General Fund is the chief operating fund of the Town. At December 31, 2023, unassigned fund balance of the General Fund was \$4.7 million while total fund balance increased to \$12 million. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and a total fund balance to total fund expenditures (including transfers). Unassigned

**TOWN OF FIRESTONE, COLORADO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2023**

fund balance represents 23.3% of total General Fund expenditures (including transfers out), while total fund balance represents 69% of that same amount.

The Town has established a working reserve of just over 25%, or \$4.7 million, of current year General Fund appropriations.

The fund balance of the Town's General Fund increased by \$0.2 million during 2023. This increase is due primarily from increase in licenses, fees and charges. Licenses, fees, and charges increased by \$3 million or 76.9% from 2022. In addition, property tax increased by \$3 million or 27.4 % and sales tax increased \$1.6 million or 12.3% from 2022. Even though revenue increased, expenditures increased \$9 million or 25.8%. The increase is due to costs of operations due to inflation and additional staff added in 2023.

The Firestone Urban Renewal Authority (FURA) – Northern was established in 2013 with the first revenue occurring in 2014. This FURA was established to develop and implement a plan to renew and revitalize a specific area of Firestone.

The Firestone Urban Renewal Authority (FURA) – Bighorn was established in 2019 with the first revenue occurring in 2022. This FURA was established to develop and implement a plan to renew and revitalize a specific area of Firestone.

The Capital Projects Fund is for better transparency of capital improvement projects. The fund balance saw an increase of \$3.7 million during 2023. This was due to decrease in active projects and increase in issued building permits from development for 2023.

The Debt Service Fund is used for payments of all governmental debt service. The fund balance remained consistent with prior year.

Proprietary Funds. The Town's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. All three of the Town's proprietary funds are enterprise funds engaged in business-type activities.

The total net position of the enterprise funds as of December 31, 2023, was \$135 million, of which \$18 million is unrestricted. Total net position increased \$25 million over the prior year, with unrestricted net position decreasing \$4 million.

The following schedule provides the breakdown of revenues (in thousands) by source for 2023:

REVENUE SOURCE	2023		2022		Increase (Decrease)	
	Amount	Percent	Amount	Percent	Amount	Percent
Charges for Services	\$ 33,750	95.4 %	\$ 18,333	88.9 %	\$ 15,417	84.1 %
Licenses and fees	220	0.6	117	4.0	103	88.0
Interest Earnings	1,192	3.4	(249)	0.1	1,441	578.7
Pension Investments	11	-	200	-	(189)	(94.5)
OPEB Investments	3	-	155	-	(152)	(98.1)
Capital Contributions	166	0.5	2,287	6.8	(2,121)	(92.7)
Miscellaneous	50	0.1	251	0.1	(201)	(80.1)
Total Revenue (\$000s)	<u>\$ 35,392</u>	100.0%	<u>\$ 21,094</u>	100.0%	<u>\$ 14,298</u>	67.8%

Proprietary Funds rely on charges for services to support related expenses. Charges for services of \$33.8 million for Proprietary Funds represented 95.4% of 2023 revenues, and increased \$15.4

**TOWN OF FIRESTONE, COLORADO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2023**

million, or 84.1%, compared to the prior year. The other primary source of revenue, representing 3.4% of revenues comes primarily from interest earnings. This source of revenue was an increase of 578% when compared to 2022.

Proprietary Fund expenses are \$10.5 million in 2023, an increase of \$2 million, or 22.9% compared to 2022. This is a result of increased allocation of administration costs related to the enterprise funds.

General Fund Budgetary Highlights

The Town's original budget for the General Fund anticipated a surplus of \$1.7 million, reflecting revenues of \$18 million, expenditures of \$19.4 million and other financing sources, net of other financing uses of \$3.1 million. The Town's amended budget for the General Fund reflected an increase in other financing uses of \$0.9 million. This increase in other financing uses was a transfer to the capital projects fund. The anticipated surplus decreased to \$0.9 in the General Fund.

Actual results in total fund balance for the General Fund was an increase of \$0.2 million. Expenditures in total reflect a decrease compared to the budget. Expenditures were \$2 million under the original budget.

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 amounts to \$237 million (net of accumulated depreciation and accumulated amortization). This investment in capital assets includes land, land improvements, water shares, construction in progress, buildings and improvements, infrastructure, and equipment and vehicles. The total net increase in the Town's capital assets for the current fiscal year was \$29.9 million.

The Town's capital assets consists of the following (in thousands) at December 31, 2023:

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
CAPITAL ASSETS						
Land	\$ 6,920	\$ 6,920	\$ 6,377	\$ 5,606	\$ 13,297	\$ 12,526
Water Shares	-	-	55,229	54,591	55,229	54,591
Construction in Progress	444	1,038	5,792	34,136	6,236	35,174
Land Improvements	3,821	3,209	-	-	3,821	3,209
Buildings and Improvements	23,850	24,413	-	-	23,850	24,413
Infrastructure	28,836	26,648	101,230	46,090	130,066	72,738
Leases	1,490	1,150	-	-	1,490	1,150
SBITA	399	-	-	-	399	-
Equipment and Vehicles	2,249	2,888	314	372	2,563	3,260
Total Capital Assets (\$000s)	\$ 68,009	\$ 66,266	\$ 168,942	\$ 140,795	\$ 236,951	\$ 207,061

Additional information on the Town's capital assets can be found in Note 6 on pages 46 and 47 of the financial statements.

Long-Term Debt: At the end of 2023, the Town had \$2.2 million in sales tax revenue bonds reported in the governmental funds. In addition, the Town governmental funds had Certificates of

**TOWN OF FIRESTONE, COLORADO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2023**

Participation outstanding totaling \$19.6 million, lease and SBITA balances totaled \$1.7 million, pension and OPEB balances totaled \$6.3 million and compensated absences totaled \$0.8 million.

The Town's debt consists of the following (in thousands) at December 31, 2023:

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Revenue Bonds	\$ 2,170	\$ 2,346	\$ 52,911	\$ 74,348	\$ 55,081	\$ 76,694
Certificate of Participation	19,584	21,009	-	-	19,584	21,009
Leases	1,307	1,045	-	-	1,307	1,045
SBITA	409	-	-	-	409	-
Net Pension Liability	5,971	-	1,357	-	7,328	-
Net OPEB Liability	365	-	87	-	452	-
Compensated Absences	829	610	111	81	940	691
Total Long-Term Debt (\$000s)	<u>\$ 30,636</u>	<u>\$ 25,010</u>	<u>\$ 54,466</u>	<u>\$ 74,429</u>	<u>\$ 85,102</u>	<u>\$ 99,439</u>

State Statutes limit the amount of general obligation debt the Town may issue up to 3% of estimated actual valuation, except for debt incurred to supply water. The Town's outstanding debt is below this limit. Additional information on the Town's long-term debt can be found in Note 7 in the financial statements and the statistical section of this report.

Economic Factors and Next Year's Budget and Rates

There are several factors that drive the Town's budget and financial performance. The factors include but are not limited to the following: area employment rates, sales and use tax revenues, building permit valuation and issuance, population growth, and capital asset construction requirements.

- Currently, the Town's residential building permit valuation and issuance drives a reasonable part of the budgeted revenue for corresponding capital expenditures. The Town receives capital revenues from impact fees and water tap fees during the fiscal year, which will be utilized in future years to acquire or construct capital assets to serve future residents. A significant decrease in housing permits would have a significant adverse effect on impact fee revenues and corresponding capital projects.
- The Town has set aside significant amounts of reserves in the General Fund to enable it to continue to provide required services should an economic downturn occur.
- The Town has several key initiatives identified as priorities for the years 2023-2028. The overriding objective for the Town is to create vitalization throughout the Town. This initiative is meant to lay the foundation for future planning, development, and redevelopment. Staff changes have been made that allows the Town to focus on marketing the Town to potential businesses, and evaluating the sustainability of providing services given the current land-use and fiscal policies. While an emphasis has been placed on planning for the future, the Town has also committed to delivering services at current levels and to find ways to continuously improve the delivery of those services.
- In 2018, a 5-year water and stormwater rate increase plan was implemented to raise funds to complete capital projects over the next decade.

**TOWN OF FIRESTONE, COLORADO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2023**

All of these factors were considered in preparing the Town's budget for 2024.

Requests for Information

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Town of Firestone Finance Director, 9950 Park Ave, Firestone, Colorado 80504.

TOWN OF FIRESTONE
STATEMENT OF NET POSITION
December 31, 2023

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Investments	\$ 32,876,671	\$ 21,256,182	\$ 54,132,853
Receivables	4,444,170	600,495	5,044,665
Prepaid Items	192,221	100,044	292,265
Cash and Investments, Restricted	1,028,615	1,379,820	2,408,435
Capital Assets, Non-Depreciable	7,363,974	67,397,444	74,761,418
Capital Assets, Net	60,644,877	101,544,271	162,189,148
Total Assets	<u>106,550,528</u>	<u>192,278,256</u>	<u>298,828,784</u>
DEFERRED OUTFLOWS OF RESOURCES			
Items Related to Pensions	5,264,883	787,726	6,052,609
Items Related to OPEB	236,511	56,449	292,960
Total Deferred Outflows of Resources	<u>5,501,394</u>	<u>844,175</u>	<u>6,345,569</u>
LIABILITIES			
Accounts Payable	592,390	3,121,781	3,714,171
Retainage Payable	-	3,177	3,177
Accrued Liabilities	442,303	63,596	505,899
Accrued Interest Payable	98,031	161,467	259,498
Deposits Payable	1,023,071	-	1,023,071
Unearned Revenues	649,403	-	649,403
Noncurrent Liabilities:			
Customer Deposits	-	256,540	256,540
Long-Term Liabilities			
Due Within One Year	8,852,324	2,930,139	11,782,463
Due After One Year	21,783,591	51,536,111	73,319,702
Total Liabilities	<u>33,441,113</u>	<u>58,072,811</u>	<u>91,513,924</u>
DEFERRED INFLOWS OF RESOURCES			
Property Tax Revenues	1,985,040	-	1,985,040
Intergovernmental Revenues	24,901	-	24,901
Items Related to Pensions	159,611	6,765	166,376
Items Related to OPEB	128,835	30,749	159,584
Total Deferred Inflows of Resources	<u>2,298,387</u>	<u>37,514</u>	<u>2,335,901</u>
NET POSITION			
Net Investment in Capital Assets	45,566,929	117,410,778	162,977,707
Restricted for:			
Bag Fee	74,081	-	74,081
Conservation Trust	131,144	-	131,144
Debt Service	2,500	-	2,500
Emergencies	566,996	-	566,996
Facility Improvements and Maintenance	3,539,399	-	3,539,399
Forfeiture Funds	134,224	-	134,224
Mills from Metro Districts	929,534	-	929,534
Open Space	849,521	-	849,521
Parks and Streets	3,631,072	-	3,631,072
Unrestricted	20,887,022	17,601,328	38,488,350
Total Net Position	<u>\$ 76,312,422</u>	<u>\$ 135,012,106</u>	<u>\$ 211,324,528</u>

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

TOWN OF FIRESTONE
STATEMENT OF ACTIVITIES
Year Ended December 31, 2023

	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
GOVERNMENTAL ACTIVITIES				
General Government	\$ 20,431,094	\$ 3,536,613	\$ 19,736	\$ 1,920,510
Public Safety	6,594,795	242,217	43,824	-
Public Works	5,123,228	829,830	-	1,236,646
Parks	2,075,075	614,054	-	1,813,554
Interest on Long-Term Debt	835,512	-	-	-
Total Governmental Activities	<u>35,059,704</u>	<u>5,222,714</u>	<u>63,560</u>	<u>4,970,710</u>
BUSINESS-TYPE ACTIVITIES				
Water	9,026,945	32,522,206	49,874	-
Stormwater	1,005,738	927,210	-	165,964
St Vrain Water Authority	506,605	534,821	-	-
Total Business-Type Activities	<u>10,539,288</u>	<u>33,984,237</u>	<u>49,874</u>	<u>165,964</u>
Total	<u>\$ 45,598,992</u>	<u>\$ 39,206,951</u>	<u>\$ 113,434</u>	<u>\$ 5,136,674</u>

GENERAL REVENUES:

Property Taxes
Sales and Use Taxes
Highway Users Taxes
Specific Ownership Taxes
Other Shared Taxes
Investment Earnings
Miscellaneous
Total General Revenues

Transfers In (Out)

CHANGE IN NET POSITION

NET POSITION - BEGINNING OF YEAR, AS RESTATED

NET POSITION - END OF YEAR

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

Net (Expense) Revenues and
Changes in Net Position

Governmental Activities	Business- Type Activities	Total
\$ (14,954,235)	\$ -	\$ (14,954,235)
(6,308,754)	-	(6,308,754)
(3,056,752)	-	(3,056,752)
352,533	-	352,533
(835,512)	-	(835,512)
<u>(24,802,720)</u>	<u>-</u>	<u>(24,802,720)</u>
-	23,545,135	23,545,135
-	87,436	87,436
-	28,216	28,216
<u>-</u>	<u>23,660,787</u>	<u>23,660,787</u>
<u>\$ (24,802,720)</u>	<u>\$ 23,660,787</u>	<u>\$ (1,141,933)</u>
14,008,964	-	14,008,964
15,207,344	-	15,207,344
562,082	-	562,082
95,831	-	95,831
1,369,902	-	1,369,902
1,909,378	1,192,076	3,101,454
531,381	-	531,381
<u>33,684,882</u>	<u>1,192,076</u>	<u>34,876,958</u>
<u>129,315</u>	<u>(129,315)</u>	<u>-</u>
9,011,477	24,723,548	33,735,025
<u>67,300,945</u>	<u>110,288,558</u>	<u>177,589,503</u>
<u>\$ 76,312,422</u>	<u>\$ 135,012,106</u>	<u>\$ 211,324,528</u>

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

**TOWN OF FIRESTONE
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2023**

	General Fund	Firestone Urban Renewal Authority - Northern	Firestone Urban Renewal Authority - Bighorn	Capital Projects Fund
ASSETS				
Cash and Investments	\$ 12,014,940	\$ 1,262,328	\$ 5,245,815	\$ 13,490,826
Receivables	3,500,928	2,188	-	935,176
Prepaid Items	190,605	1,616	-	-
Cash and Investments, Restricted	-	-	-	-
Total Assets	<u>15,706,473</u>	<u>1,266,132</u>	<u>5,245,815</u>	<u>14,426,002</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
LIABILITIES				
Accounts Payable	297,796	41,149	166	253,112
Accrued Liabilities	359,085	43,162	6,218	-
Deposits Payable	1,023,071	-	-	-
Unearned Revenues	25,823	-	-	625,052
Total Liabilities	<u>1,705,775</u>	<u>84,311</u>	<u>6,384</u>	<u>878,164</u>
DEFERRED INFLOWS OF RESOURCES				
Property Tax Revenues	1,985,040	-	-	-
Intergovernmental Revenue	24,901	-	-	-
Total Deferred Inflows of Resources	<u>2,009,941</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Nonspendable	190,605	1,616	-	-
Restricted for:				
Bag Fee	74,081	-	-	-
Conservation Trust	-	-	-	-
Debt Service	-	-	-	-
Emergencies	566,996	-	-	-
Foreiture Funds	134,224	-	-	-
Facility Improvements and Maintenance	-	-	-	3,539,399
Mills from Metro Districts	707,733	-	-	221,801
Open Space (Occupation Tax)	849,521	-	-	-
Parks and Streets (Sales Tax)	-	-	-	3,631,072
Committed for:				
FURA Improvements	-	1,180,205	5,239,431	-
Impact Fees	-	-	-	6,155,566
Assigned for:				
Working Reserve	4,724,970	-	-	-
Unassigned	4,742,627	-	-	-
Total Fund Balances	<u>11,990,757</u>	<u>1,181,821</u>	<u>5,239,431</u>	<u>13,547,838</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u><u>\$ 15,706,473</u></u>	<u><u>\$ 1,266,132</u></u>	<u><u>\$ 5,245,815</u></u>	<u><u>\$ 14,426,002</u></u>

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

Debt Service Fund	Total Nonmajor Funds	Total Governmental Funds
\$ 2,500	\$ 860,262	\$ 32,876,671
-	5,878	4,444,170
-	-	192,221
<u>1,028,615</u>	<u>-</u>	<u>1,028,615</u>
<u>1,031,115</u>	<u>866,140</u>	<u>38,541,677</u>
-	167	592,390
-	33,838	442,303
-	-	1,023,071
-	-	650,875
<u>-</u>	<u>34,005</u>	<u>2,708,639</u>
-	-	1,985,040
<u>-</u>	<u>-</u>	<u>24,901</u>
<u>-</u>	<u>-</u>	<u>2,009,941</u>
-	-	192,221
-	-	74,081
-	131,144	131,144
1,031,115	-	1,031,115
-	-	566,996
-	-	134,224
-	-	3,539,399
-	-	929,534
-	-	849,521
-	-	3,631,072
-	700,991	7,120,627
-	-	6,155,566
-	-	4,724,970
<u>-</u>	<u>-</u>	<u>4,742,627</u>
<u>1,031,115</u>	<u>832,135</u>	<u>33,823,097</u>
<u>\$ 1,031,115</u>	<u>\$ 866,140</u>	<u>\$ 38,541,677</u>

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

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**TOWN OF FIRESTONE
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET POSITION
December 31, 2023**

Total Fund Balance - Governmental Funds	\$ 33,823,097
Amounts reported for governmental activities on the Statement of Net Position are different because:	
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the governmental funds.	68,008,851
Long-term liabilities, including interest payable, leases, SBITAs*, compensated absences, and certificates of participation, are not due and payable from current financial resources, and therefore, are not reported as liabilities in the governmental funds.	(24,397,405)
Revenues not received within 60 days of year-end are classified as unearned revenue in the governmental funds.	1,472
Net deferred outflows and deferred inflows related to pension are not available from current financial resources and therefore, is not reported in the governmental funds.	(866,048)
Net deferred outflows and deferred inflows related to OPEB are not available from current financial resources and therefore, is not reported in the governmental funds.	(257,545)
Net Position - Governmental Activities	<u>\$ 76,312,422</u>

* Subscription-Based Information Technology Arrangements

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

TOWN OF FIRESTONE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year Ended December 31, 2023

	General Fund	Firestone Urban Renewal Authority - Northern	Firestone Urban Renewal Authority - Bighorn
REVENUES			
Taxes	\$ 11,538,017	\$ 4,231,079	\$ 4,590,245
Intergovernmental	1,811,010	-	-
Licenses, Fees and Charges	3,360,110	-	-
Fines	133,098	-	-
Grants	61,284	-	-
Investment Earnings	463,926	147,777	554,260
Miscellaneous	531,381	-	-
Total Revenues	<u>17,898,826</u>	<u>4,378,856</u>	<u>5,144,505</u>
EXPENDITURES			
Current:			
General Government			
Town Administration	5,707,098	4,203,626	2,652,186
Engineering	266,690	-	-
Planning	1,035,027	-	-
Public Safety	5,784,020	-	-
Public Works	2,017,024	-	-
Parks	1,777,109	-	-
Capital Outlay	876,864	37,159	-
Debt Service:			
Interest Expense	78,297	-	-
Principal Expense	480,888	-	-
Total Expenditures	<u>18,023,017</u>	<u>4,240,785</u>	<u>2,652,186</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	<u>(124,191)</u>	<u>138,071</u>	<u>2,492,319</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	672,333	-	-
Transfers Out	(922,889)	-	(375,595)
Lease Financing	604,795	-	-
SBITA* Financing	13,792	-	-
Total Other Financing Sources (Uses)	<u>368,031</u>	<u>-</u>	<u>(375,595)</u>
NET CHANGE IN FUND BALANCES	243,840	138,071	2,116,724
FUND BALANCES - BEGINNING OF YEAR	<u>11,746,917</u>	<u>1,043,750</u>	<u>3,122,707</u>
FUND BALANCES - END OF YEAR	<u>\$ 11,990,757</u>	<u>\$ 1,181,821</u>	<u>\$ 5,239,431</u>

*Subscription-Based Information Technology Arrangements

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

Capital Projects Fund	Debt Service Fund	Total Nonmajor Funds	Total Governmental Funds
\$ 5,471,982	\$ -	\$ 3,480,816	\$ 29,312,139
-	-	120,974	1,931,984
3,543,060	-	-	6,903,170
-	-	-	133,098
1,920,510	-	-	1,981,794
554,302	52,613	136,500	1,909,378
-	-	-	531,381
<u>11,489,854</u>	<u>52,613</u>	<u>3,738,290</u>	<u>42,702,944</u>
1,968,145	6,991	3,505,789	18,043,835
-	-	-	266,690
-	-	-	1,035,027
-	-	-	5,784,020
-	-	-	2,017,024
-	-	-	1,777,109
4,163,991	-	167,666	5,245,680
-	838,537	-	916,834
-	1,494,225	-	1,975,113
<u>6,132,136</u>	<u>2,339,753</u>	<u>3,673,455</u>	<u>37,061,332</u>
<u>5,357,718</u>	<u>(2,287,140)</u>	<u>64,835</u>	<u>5,641,612</u>
1,198,484	2,299,550	100,000	4,270,367
(2,842,568)	-	-	(4,141,052)
-	-	-	604,795
-	-	-	13,792
<u>(1,644,084)</u>	<u>2,299,550</u>	<u>100,000</u>	<u>747,902</u>
3,713,634	12,410	164,835	6,389,514
9,834,204	1,018,705	667,300	27,433,583
<u>\$ 13,547,838</u>	<u>\$ 1,031,115</u>	<u>\$ 832,135</u>	<u>\$ 33,823,097</u>

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

TOWN OF FIRESTONE
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO
THE STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2023

Net Change in Fund Balances - Total Governmental Funds	\$ 6,389,514
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay in the current period exceeds depreciation and amortization.	1,209,762
Repayment of debt principal is an expenditure in the governmental funds. However, these payments are not an expenditure in the Statement of Activities. These payments are reflected as a reduction in long-term debt obligations in the Statement of Net Position.	2,000,888
The issuance of financing leases are shows as "other financing sources" in the governmental funds, but are shown on the statement of net position as lease liabilities.	(618,587)
Actual expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.	<u>29,900</u>
Change in Net Position of Governmental Activities	<u><u>\$ 9,011,477</u></u>

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

TOWN OF FIRESTONE
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
December 31, 2023

	Water Fund	Stormwater Fund	Non-Major Fund	Total
CURRENT ASSETS				
Cash and Investments	\$ 19,061,182	\$ 2,183,307	\$ 11,693	\$ 21,256,182
Receivables	475,694	78,147	46,654	600,495
Prepaid Items	38,078	8,935	53,031	100,044
Cash and Investments, Restricted	1,379,820	-	-	1,379,820
Total Current Assets	<u>20,954,774</u>	<u>2,270,389</u>	<u>111,378</u>	<u>23,336,541</u>
NONCURRENT ASSETS				
Capital Assets:				
Land	6,376,960	-	-	6,376,960
Water Rights	55,228,798	-	-	55,228,798
Construction in Progress	5,532,774	258,912	-	5,791,686
Utility Systems	100,296,636	9,294,663	-	109,591,299
Equipment	582,728	489,076	-	1,071,804
Less Accumulated Depreciation	(7,804,338)	(1,314,494)	-	(9,118,832)
Total Noncurrent Assets	<u>160,213,558</u>	<u>8,728,157</u>	<u>-</u>	<u>168,941,715</u>
Total Assets	<u>181,168,332</u>	<u>10,998,546</u>	<u>111,378</u>	<u>192,278,256</u>
DEFERRED OUTFLOWS OF RESOURCES				
Items Related to Pensions	536,080	251,646	-	787,726
Items Related to OPEB	38,415	18,034	-	56,449
Total Deferred Outflows of Resources	<u>574,495</u>	<u>269,680</u>	<u>-</u>	<u>844,175</u>
CURRENT LIABILITIES				
Accounts Payable	3,091,401	3,544	26,836	3,121,781
Retainage Payable	3,177	-	-	3,177
Accrued Liabilities	44,930	18,666	-	63,596
Accrued Interest Payable	161,467	-	-	161,467
Accrued Compensated Absences	25,290	8,059	-	33,349
Total Current Liabilities	<u>3,326,265</u>	<u>30,269</u>	<u>26,836</u>	<u>3,383,370</u>
NONCURRENT LIABILITIES				
Customer Deposits	254,804	1,736	-	256,540
Accrued Compensated Absences	59,009	18,804	-	77,813
Debt Payable	52,910,757	-	-	52,910,757
Net Pension Liability	923,605	433,557	-	1,357,162
Net OPEB Liability	59,322	27,847	-	87,169
Total Noncurrent Liabilities	<u>54,207,497</u>	<u>481,944</u>	<u>-</u>	<u>54,689,441</u>
Total Liabilities	<u>57,533,762</u>	<u>512,213</u>	<u>26,836</u>	<u>58,072,811</u>
DEFERRED INFLOWS OF RESOURCES				
Items Related to Pensions	4,604	2,161	-	6,765
Items Related to OPEB	20,927	9,822	-	30,749
Total Deferred Inflows of Resources	<u>25,531</u>	<u>11,983</u>	<u>-</u>	<u>37,514</u>
NET POSITION				
Net Investment in Capital Assets	108,194,355	9,216,423	-	117,410,778
Unrestricted	15,989,178	1,527,607	84,542	17,601,328
Total Net Position	<u>\$ 124,183,534</u>	<u>\$ 10,744,030</u>	<u>\$ 84,542</u>	<u>\$ 135,012,106</u>

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

TOWN OF FIRESTONE
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
Year Ended December 31, 2023

	Water Fund	Stormwater Fund	Non-Major Fund	Total
OPERATING REVENUES				
Charges for Services	\$ 32,519,503	\$ 695,707	\$ 534,821	\$ 33,750,031
Licenses and Fees	1,890	218,108	-	219,998
Other Operating Revenues	49,874	-	-	49,874
Pension Revenue	-	11,228	-	11,228
OPEB Revenue	813	2,167	-	2,980
Total Operating Revenues	<u>32,572,080</u>	<u>927,210</u>	<u>534,821</u>	<u>34,034,111</u>
OPERATING EXPENSES				
Operations	1,856,696	432,954	-	2,289,650
Administration	694,352	319,732	506,605	1,520,689
Resources	2,025,024	-	-	2,025,024
Water Treatment and Tap Fees	1,679,184	-	-	1,679,184
Pension Expense	10,134	-	-	10,134
Depreciation	919,061	253,052	-	1,172,113
Total Operating Expenses	<u>7,184,451</u>	<u>1,005,738</u>	<u>506,605</u>	<u>8,696,794</u>
OPERATING INCOME (LOSS)	<u>25,387,629</u>	<u>(78,528)</u>	<u>28,216</u>	<u>25,337,317</u>
NONOPERATING REVENUES (EXPENSES)				
Investment Earnings/(Loss)	1,107,276	84,800	-	1,192,076
Interest Expense	(1,842,494)	-	-	(1,842,494)
Total Nonoperating Revenues (Expenses)	<u>(735,218)</u>	<u>84,800</u>	<u>-</u>	<u>(650,418)</u>
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS	24,652,411	6,272	28,216	24,686,899
Contributed Capital Assets	-	165,964	-	165,964
Transfers Out	(129,315)	-	-	(129,315)
CHANGE IN NET POSITION	24,523,096	172,236	28,216	24,723,548
NET POSITION - BEGINNING OF YEAR, AS RESTATED	<u>99,660,438</u>	<u>10,571,794</u>	<u>56,326</u>	<u>110,288,558</u>
NET POSITION - END OF YEAR	<u>\$ 124,183,534</u>	<u>\$ 10,744,030</u>	<u>\$ 84,542</u>	<u>\$ 135,012,106</u>

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

TOWN OF FIRESTONE
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year Ended December 31, 2023

	Business-Type Activities			Total
	Water Fund	Stormwater Fund	Non-Major Fund	
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash Received from Customers	\$ 32,439,313	\$ 917,715	\$ 548,262	\$ 33,905,290
Cash Paid to Suppliers	(5,241,940)	(150,325)	(543,837)	(5,936,102)
Cash Paid to and for Employees	(1,275,859)	(672,858)	-	(1,948,717)
Other Receipts	50,687	49,355	-	100,042
Net Cash Provided by Operating Activities	<u>25,972,201</u>	<u>143,887</u>	<u>4,425</u>	<u>26,120,513</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers to Other Funds	(129,315)	-	-	(129,315)
Net Cash Provided by Noncapital Financing Activities	<u>(129,315)</u>	<u>-</u>	<u>-</u>	<u>(129,315)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Repayment of Debt	(23,301,150)	-	-	(23,301,150)
Acquisition of Capital Assets	(26,428,684)	(79,491)	-	(26,508,175)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(49,729,834)</u>	<u>(79,491)</u>	<u>-</u>	<u>(49,809,325)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment Income	1,107,276	84,800	-	1,192,076
Net Cash Provided by Investing Activities	<u>1,107,276</u>	<u>84,800</u>	<u>-</u>	<u>1,192,076</u>
Net Increase in Cash and Cash Equivalents	(22,779,672)	149,196	4,425	(22,626,051)
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>43,220,674</u>	<u>2,034,111</u>	<u>7,268</u>	<u>45,262,053</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 20,441,002</u>	<u>\$ 2,183,307</u>	<u>\$ 11,693</u>	<u>\$ 22,636,002</u>
RECONCILIATION OF TOTAL CASH TO THE STATEMENT OF NET POSITION				
Unrestricted cash and cash equivalents	19,061,182	2,183,307	11,693	21,256,182
Restricted cash and cash equivalents	1,379,820	-	-	1,379,820
	<u>\$ 20,441,002</u>	<u>\$ 2,183,307</u>	<u>\$ 11,693</u>	<u>\$ 22,636,002</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES				
Operating Income (Loss)	\$ 25,387,629	\$ (78,528)	\$ 28,216	\$ 25,337,317
Adjustments to Reconcile Operating Income (Loss) to Net Cash Flows from Operating Activities				
Depreciation and Amortization	919,061	253,052	-	1,172,113
(Increase) Decrease in Accounts Receivable	(30,738)	39,858	13,441	22,561
(Increase) Decrease in Prepaid Expenses	(8,201)	(8,231)	(53,031)	(69,463)
Increase (Decrease) in Customer Deposits	18,994	-	-	18,994
Increase (Decrease) in Retainage Payable	(214,085)	-	-	(214,085)
Increase (Decrease) in Accounts Payable	(56,230)	292	15,799	(40,139)
Increase (Decrease) in Accrued Expenses	(44,229)	(62,556)	-	(106,785)
NET CASH FLOWS FROM OPERATING ACTIVITIES	<u>\$ 25,972,201</u>	<u>\$ 143,887</u>	<u>\$ 4,425</u>	<u>\$ 26,120,513</u>
NON-CASH INVESTING AND FINANCING TRANSACTIONS				
Contributed Capital Assets	\$ -	\$ 165,964	\$ -	\$ 165,964
NON-CASH INVESTING AND FINANCING TRANSACTIONS	<u>\$ -</u>	<u>\$ 165,964</u>	<u>\$ -</u>	<u>\$ 165,964</u>

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

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TOWN OF FIRESTONE, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the Town of Firestone (the Town), have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Following is a summary of the more significant accounting policies.

Financial Reporting Entity

The Town was incorporated in 1908 as a statutory municipality. The governing body of the Town consists of a mayor and six Board of Trustee members. The Town's major operations include general administrative services, municipal court, planning and development, engineering, public safety, public works, parks, utility billing, water services, and street and storm drainage systems.

In conformance with governmental accounting and financial reporting standards, the Town is the reporting entity for financial reporting purposes. The Town is the primary government financially accountable for all activities of the Town. The Town meets the criteria of a primary government: its Town Board of Trustees 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 governmental reporting entity.

As defined by GAAP established by the GASB, the financial reporting entity consists of the primary government, as well as component units, which are legally separate organizations for which elected officials of the primary government are financially accountable. The Town is financially accountable for an organization if the Town appoints a voting majority of the organization's governing board and (1) the Town is able to significantly influence the programs or services performed or provided by the organizations; or (2) the Town is legally entitled to or can otherwise access the organization's resources; the Town is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the Town is obligated for the debt of the organization.

Based on the application of the above criteria, the Town considers the Firestone Urban Renewal Authorities, and the St. Vrain Water Authority as blended component units. The Firestone Urban Renewal Authorities were established to develop and implement a plan to renew and revitalize portions of the northern, central, southern and bighorn Firestone areas. The St. Vrain Water Authority was formed in 2019 for the purpose of owning and operating the St. Vrain Water Treatment Plant to provide potable water for the benefit of the Members, the Town of Firestone and the Little Thompson Water District. While the Firestone Urban Renewal Authorities are considered special revenue funds, the St. Vrain Water Authority is a nonmajor enterprise fund. The basis for blending the Firestone Urban Renewal Authorities and the St. Vrain Water Authority is that the Town's Board acts as the governing board for the entities or appoints the voting majority of the governing board. Also, the Firestone Urban Renewal Authority exists to exclusively serve the Town and the St. Vrain Water Treatment Plant exists to almost exclusively serve the Town. Separate financial statements are not issued for either of the two entities.

Joint Ventures

The Town may participate in joint ventures created for special purposes which are not part of the Town's reporting entity. The following is a description of the only joint venture in which the Town participated in during the year ended December 31, 2023.

TOWN OF FIRESTONE, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

The **E911 Emergency Telephone Service Authority Board** (E911 Authority) was created by intergovernmental agreements pursuant to Article 11 of Title 29, C.R.S., as amended, that authorizes the county, municipalities within the county, and special districts within the county to enter into an agreement for the purpose of providing 911 emergency telephone services. Per the state statute cited above, the agreement creates a separate legal entity which is responsible for administering the operations of the 911 emergency telephone service program in Weld County. The authority board consists of seven members with four selected by the Weld County Commissioners, one member each is selected by the City of Greeley, City of Fort Lupton and Weld County Sheriff. Under the by-laws of E911 Authority, Weld County is required to pay all operating costs. They are to maintain all accounts and have accounts audited. State statute requires that all funds be maintained by the Weld County Treasurer. The operation of the E911 Authority is done contractually by the Weld County Communication Regional Center. The financial statements are prepared for E911 Emergency Telephone Service Authority Board by Weld County, Colorado. In conformity with generally accepted accounting principles (GAAP) as applied to a government unit the E911 Authority's financial reports are a component unit in the Weld County Annual Comprehensive Financial Report (ACFR). Complete financial statements of this joint venture are available at:

<https://www.weldgov.com/Government/Departments/Finance-and-Administration/Accounting-Department/Annual-Report>.

Investments in joint ventures are recorded as expenditures at the time the investment is made.

Government-Wide and Fund Financial Statements

The government-wide statements include the Statement of Net Position and the Statement of Activities, which display information about the primary government (the Town) and its component units. For the most part, the effect of interfund activity has been removed from these statements. Exceptions to this general rule are changes for interfund services reasonably equivalent to the services provided. These statements distinguish between the *governmental* and *business-type activities* of the Town. Governmental activities are generally financed through taxes, intergovernmental revenues and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties. In the prior year, Net OPEB liability was incorrectly presented as an asset instead of a liability. The effect of the restatement reduces prior year net position by \$695,310. Prior year net position balance in the General Fund was reduced from \$67,996,255 to \$67,300,945.

The Statement of Net Position reports all financial and capital resources of the Town. The difference between the sum of assets and deferred outflows of resources and the sum of liabilities and deferred inflows of resources is reported as net position.

The Statement of Activities presents a comparison between direct expenses and program revenues for the business-type activity of the Town and for each function of the Town's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function.

Separate financial statements are provided for governmental funds and proprietary funds. The Town does not operate any fiduciary funds. Major individual governmental funds and proprietary funds are reported as separate columns in the fund financial statements.

TOWN OF FIRESTONE, COLORADO
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Governmental Funds

Governmental funds are those through which governmental functions of the Town are financed. The acquisition, use and balances of the Town's expendable financial resources and the related liabilities are accounted for through governmental funds. The measurement focus is upon determination of and changes in financial position rather than upon net income. The following are the Town's major governmental funds:

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

The Capital Projects Fund accounts for the activities associated with the procurement, construction and rehabilitation of non-enterprise infrastructure and facilities. In the prior year, capital improvement projects were incorrectly included in construction in progress.

The Debt Service Fund accounts for principal and interest payments on general long-term liabilities. Only debt service payments are processed through the Debt Service Fund.

The Firestone Urban Renewal Authority - Northern Fund accounts for the activities associated with the urban renewal area including Tax Increment Financing (TIF) revenue and approved expenditures to help improve this blighted area. The overall expenditures for this Fund are over budget for the year. However, the change in net position and ending fund balance increased for the year.

The Firestone Urban Renewal Authority - Bighorn Fund accounts for the activities associated with the urban renewal area including Tax Increment Financing (TIF) revenue and approved expenditures to help improve this blighted area.

Other Governmental Funds are non-major funds and include Special Revenue Funds (Conservation Trust, Firestone Urban Renewal Authority – Southern, and Firestone Urban Renewal Authority – Central) which have been established to account for revenues derived from specific taxes or other earmarked revenue sources which finance specific activities as required by law or administrative action.

Proprietary Funds

Proprietary funds focus on the determination of the changes in net position, financial position and cash flows and are classified as enterprise funds. Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The Town reports the following major enterprise funds:

The Water Fund accounts for the financial transactions related to the water service operations of the Town. In the prior year, Net OPEB liability was incorrectly presented as an asset instead of a liability. The effect of the restatement reduces ending fund balance by \$108,310. Beginning net position balance in the Water Fund was reduced from \$99,768,748 to \$99,660,438.

The Stormwater Fund accounts for the financial transactions related to the stormwater service operations of the Town. In the prior year, Net OPEB liability was incorrectly presented as an asset instead of a liability. The effect of the restatement reduces ending net position by \$55,374. Beginning net position balance in the Stormwater Fund was reduced from \$10,627,168 to \$10,571,794.

The Town has one nonmajor enterprise fund, St. Vrain Water Authority. The authority was established to oversee the water treatment plant and any revenues or expenses that are incurred to operate this facility.

TOWN OF FIRESTONE, COLORADO
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Measurement Focus, Basis of Accounting

The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Property taxes are reported as revenue in the fiscal year for which the taxes are levied. Revenue from grants and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Town considers revenues to be available if they are collected within 60 days after year-end. Property taxes, sales tax, grants and intergovernmental revenues are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt and claims and judgments, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under financed purchasers are reported as other financing sources.

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.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating revenues consist of charges to customers for service provided. The operating expenses for the proprietary funds include the cost of administrative expenses, services and supplies, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Budgets and Budgetary Accounting

In accordance with the State Budget Law, the Town Board of Trustees annually adopts the Budget Resolution for all operating funds of the Town. Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all funds, with the exception of the proprietary funds, which are budgeted on a non-GAAP basis of accounting. All annual appropriations are at the fund level and lapse at fiscal year-end.

By October 20 of each year, a proposed operating budget is submitted to the Board of Trustees 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 by the Town to obtain taxpayer comments.

Prior to December 15, the budget is legally adopted through passage of a resolution for all Town funds. Revisions that increase the expenditure of any fund must be approved by the Board of Trustees by passage of a subsequent resolution. The Budgets for the General Fund, Capital Projects Funds, Water Fund and the Stormwater Fund were amended by the Board of Trustees through Resolution 23-66 and 24-34.

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Cash and Investments

All cash is pooled and invested by the Town. The Town makes investments pursuant to its investment policy and relevant State of Colorado statutes. For purposes of the Statement of Cash Flows, cash equivalents are defined as liquid investments with original maturity dates of 90 days or less at the time of purchase.

Investments at December 31, 2023, consisted of money market funds; investment in a local government investment pool; CSAFE – Cash Portfolio, CSAFE – Colorado Core, and ColoTrust in accordance with GASB Statement 72 “Fair Value Measurement and Application”; and investments with Morgan Stanley Smith Barney, LLC.

Investments in Corporate Bonds, U.S. Government agency securities, and U.S. Treasury notes are stated at fair value. 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 is a market-based measurement, not an entity-specific measurement. For some assets and liabilities, observable market transactions or market information might be available; for others, it might not be available. However, the objective of a fair value measurement in both cases is the same – that is, to determine the price at which an orderly transaction to sell the asset or to transfer the liability would take place between the market and participants at the measurement date under current market conditions. Fair value is an exit price at the measurement date from the perspective of a market participant that controls the asset or is obligated for the liability. Purchases and sales of securities are recorded on a trade-date basis. See Note 3 for additional information regarding fair value measures. Earnings on investments are recognized when earned and include realized and unrealized gains/(loss) on investments. Investment earnings are allocated to the various funds based on their pooled cash and investment balances.

Receivables and Payables

Receivables, not including property tax receivables, are shown net of an allowance for uncollectible amounts. Activities between funds where an outstanding balance is present at year-end and is expected to be repaid within one year are reported as “due to/from other funds” in the fund financial statements. If such balances are expected to remain outstanding for more than one year from the current year-end date, the balances are reported as “advances to/from other funds.” Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

No allowance is provided for utility service charges since delinquent amounts are certified as a lien against the property billed and are expected to be fully collectible.

Property Tax Calendar

Property taxes are not due and payable until after the assessment year has ended and are not included in the budget or Statement of Revenues, Expenditures and Changes in Fund Balance of the assessment year.

Property taxes are recorded as deferred inflows of resources in the year they are levied and measurable. The deferred property tax revenues are recorded as revenue in the year they are available or collected.

By December 15th of each year, property taxes for the Town are levied by the Board of Trustees and certified to Weld County (the County) for collection in the subsequent year. These taxes attach as an enforceable lien on property as of January 1 of the succeeding year and are payable in full by April 20 or in two installments by June 15 in the year of collection. The taxes are collected by the County Treasurer

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on behalf of the Town. A 1% collection fee is retained by the County as compensation for collecting the taxes.

Prepaid Items

Payments made to vendors for services that will benefit periods beyond year end are recorded as prepaid items in the government-wide and fund financial statements and will be reported as expenses/expenditures in the following year.

Capital Assets

Capital assets, which include land, water rights, buildings and improvements, land improvements, infrastructure, equipment and vehicles, and construction in progress are reported in the government-wide financial statements. The Town defines capital assets as assets with an initial, individual cost of \$5,000 or more and a 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 acquisition value at the date of donation. Major outlays for capital assets and improvements are classified and depreciated, or dedicated to other entities, after the projects are completed.

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

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

Land Improvements	5-30 years
Buildings and Improvements	10-30 years
Infrastructure	5-50 years
Equipment and Vehicles	3-30 years

It is the Town's policy that depreciation for capital assets begins the year after the asset is placed into service.

Compensated Absences

It is the Town's policy to permit employees to accumulate earned but unused paid time off (PTO) and compensatory time. It is the Town's policy to permit employees to accumulate earned but unused paid time off up to a maximum of 480 hours, dependent on length of service. Compensatory time is allowed to accrue up to 80 hours. All paid time off is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured. Compensated absences for governmental activities are paid from the General Fund.

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. Long-term debt premiums and discounts are amortized over the life of the related debt using the effective interest method. Debt issuance costs are reported as an outflow of resources and are reported as expenses in the period incurred.

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In the governmental fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances 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.

Net Position

Net position is classified in three components. Net investment in capital assets consists of capital assets, net of accumulated depreciation, and is reduced by the outstanding balances of any borrowings used to finance the purchase or construction of those assets. Any unspent proceeds of debt are not included in the determination of net investment in capital assets. Restricted net position consists of noncapital assets that must be used for a particular purpose, as specified by creditors, grantors, or contributors external to the Town. Unrestricted net position is the remaining net position that does not meet the definition of net investment in capital assets or restricted net position.

Leases

Lessee: The Town is a lessee for several leases of vehicles. The Town recognizes lease liabilities and intangible right-to-use lease assets (lease assets) in the government-wide financial statements. The Town recognizes lease liabilities with an initial, individual value of \$5,000 or more for vehicle leases.

At the commencement of a lease, the Town initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgements related to leases include how the Town determines 1) the discount rate it uses to discount the expected lease payments to present value, 2) lease term, and 3) lease payments.

- The Town uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the Town generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancelable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and the purchase option price that the Town is reasonably certain to exercise.

The Town monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability. Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

Subscription-Based Information Technology Arrangements (SBITAs)

Lessee: The Town is a lessee for several service-based information technology arrangements (SBITAs). The Town recognizes SBITA liabilities and intangible right-to-use SBITA assets (SBITA assets) in the government-wide financial statements. The Town recognizes SBITA liabilities with an initial, individual value of \$5,000 or more for SBITAs.

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At the commencement of a SBITA, the Town initially measures the SBITA liability at the present value of payments expected to be made during the SBITA term. Subsequently, the SBITA liability is reduced by the principal portion of SBITA payments made. The SBITA asset is initially measured as the initial amount of the SBITA liability, adjusted for SBITA payments made at or before the SBITA commencement date, plus certain initial direct costs. Subsequently, the SBITA asset is amortized on a straight-line basis over its useful life.

Key estimates and judgements related to SBITAs include how the Town determines 1) the discount rate it uses to discount the expected SBITA payments to present value, 2) SBITA term, and 3) SBITA payments.

- The Town uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the Town generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The SBITA term includes the noncancelable period of the SBITA. SBITA payments included in the measurement of the SBITA liability are composed of fixed payments.

The Town monitors changes in circumstances that would require a remeasurement of its SBITA and will remeasure the SBITA asset and liability if certain changes occur that are expected to significantly affect the amount of the SBITA liability. SBITA assets are reported with other capital assets and SBITA liabilities are reported with long-term debt on the statement of net position.

Fund Balance

In the governmental fund financial statements, governmental funds report the following classifications of fund balance:

Nonspendable: amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact.

Restricted: amounts restricted by external sources (creditors, laws of other governments, etc.) or by constitutional provision or enabling legislation.

Committed: amounts that can only be used for specific purposes. Committed fund balance is reported pursuant to resolutions passed by the Board of Trustees, the Town's highest level of decision-making authority. Commitments may be modified or rescinded only through resolutions approved by the Board of Trustees.

Assigned: amounts the Town intends to use for a specific purpose, but do not meet the definition of restricted or committed fund balance. The Board of Trustees has the authority to assign amounts for specific purposes.

Unassigned: a residual classification within the General Fund. The General Fund is the only fund that would report a positive amount in unassigned fund balance. Negative fund balances in other governmental funds are reported as unassigned once other purposes of that fund were reduced.

For the General Fund, in the event that an expenditure can be considered restricted or unrestricted (committed, assigned, or unassigned) and both categories have available amounts, the funds will be first applied against the most restrictive fund balance classification, unless the Town has provided otherwise in its commitment or assignment actions.

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Contribution of Capital

Contributions of capital arise from outside contributions of capital assets, or from grants or outside contributions of resources for capital acquisition and construction.

Interfund Transactions

Interfund services provided and used 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 interfund transactions are reported as transfers.

Deferred Outflows and Inflows of Resources

In addition to assets and liabilities, the Statement of Net Position will sometimes report separate sections for deferred outflows of resources and deferred inflows of resources. A deferred outflow of resources represents a consumption of net assets that applies to future periods, and a deferred inflow of resources represents an acquisition of net assets that applies to future periods. Both deferred outflows and inflows are reported in the Statement of Net Position but are not recognized in the financial statements as revenues and expenses until the period(s) to which they relate.

The Town has certain items that relate to its pension and other post-employment benefit plans that qualify for reporting as deferred outflows of resources and deferred inflows of resources. See Notes 8, 11, and 14 for more information. Deferred inflows of resources also consist of property taxes receivable. Property tax revenue is considered a deferred inflow of resources in the year the taxes are levied and measurable and are recognized as an inflow of resources in the period they are collected.

Pensions

The Town participates in the Local Government Division Trust Fund (LGDTF), a cost-sharing multiple-employer defined benefit pension fund administered by the Public Employees' Retirement Association of Colorado ("PERA"). In addition, the Town participates in the Statewide Defined Benefit Plan ("SWDB"), a cost sharing multiple-employer defined benefit pension plan administered by the Fire and Police Pension Association of Colorado ("FPPA").

The net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position of the plans have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Postemployment Benefits Other Than Pensions (OPEB)

The Town participates in the Health Care Trust Fund (HCTF), a cost-sharing multiple-employer defined benefit other postemployment benefit (OPEB) plan administered by the Public Employees' Retirement Association of Colorado (PERA). For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the HCTF administered by PERA and additions to/deductions from the HCTF's fiduciary net position have been determined on the same basis as they are reported by the HCTF. For

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this purpose, the HCTF recognizes benefit payments when due and payable in accordance with benefit terms. Investments are reported at fair value.

Fire and Police Pension Association of Colorado (FPPA) administers the Statewide Death & Disability Plan discussed in Note 9, which qualifies as a cost sharing multiple-employer defined benefit OPEB plan under the standard. This plan covers substantially all active full-time (and some part-time) employees of fire and police departments in Colorado. As it pertains to the requirements in Statement No. 75 regarding the FPPA Statewide Death & Disability Plan and the Town, FPPA concluded that because all contributions to the plan are considered member contributions (and not employer), the employers' proportionate share of any FPPA Net OPEB liability (asset) is zero.

Use of Estimates

The preparation of financial statements, in conformity with GAAP, requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates and could be material.

GASB Pronouncements Implemented by the Town

GASB Statement No. 96, Subscription-Based Information Technology Arrangements. This Statement was issued in May 2020 and increases the usefulness of government financial statements by requiring recognition of the right to use another party's IT software alone or in combination with tangible capital assets that previously were classified as an operating expense and recognized as outflows of resources based on the payment provisions of the subscription contract. The requirements of this Statement were effective for reporting periods beginning after June 15, 2022. The Town has implemented this Statement in fiscal year 2023.

**TOWN OF FIRESTONE, COLORADO
NOTES TO FINANCIAL STATEMENTS
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NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Explanation of certain differences between the governmental fund Balance Sheet and the government-wide Statement of Net Position.

The governmental fund Balance Sheet includes a reconciliation between fund balance-total governmental funds and net position-governmental activities as reported in the government-wide Statement of Net Position.

Reconciliation of Government-Wide and Fund Financial Statements		
Capital Assets		
Non-Depreciable	\$ 7,363,974	
Depreciable	115,739,120	
Accumulated Depreciation	<u>(55,094,243)</u>	
		68,008,851
Long-Term Debt	(23,470,536)	
Compensated Absences	(828,838)	
Accrued Interest Payable	<u>(98,031)</u>	
		(24,397,405)
Recognize Unearned Revenue		1,472
Net Pension Liability	(5,971,320)	
Pension related Deferred Outflow of Resources	5,264,883	
Pension related Deferred Inflow of Resources	<u>(159,611)</u>	
		(866,048)
Net OPEB Liability	(365,221)	
OPEB related Deferred Outflow of Resources	236,511	
OPEB related Deferred Inflow of Resources	<u>(128,835)</u>	
		(257,545)
Net Adjustment to Fund Balance		<u><u>\$ 42,489,325</u></u>

**TOWN OF FIRESTONE, COLORADO
NOTES TO FINANCIAL STATEMENTS
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Explanation of certain differences between the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the government-wide Statement of Activities.

The governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances includes reconciliation between net changes in fund balances – total governmental funds and changes in net position of governmental activities as reported in the government-wide Statement of Activities.

Reconciliation of Government-Wide and Fund Financial Statements

Capital Outlays	\$ 4,760,262	
Contributed Capital Assets	1,236,646	
Depreciation and Amorization Expense	(4,787,146)	1,209,762
Debt Principal Expended in Governmental Funds		2,000,888
Lease Proceeds	(604,795)	
SBITA Proceeds	(13,792)	(618,587)
Change in Compensated Absences	(219,050)	
Change in Accrued Interest on Long Term Debt	(5,471)	
Long Term Debt Premium Amortization	81,322	
Unearned Income Recognized Government Wide and not fund	1,472	
Changes related to Pension Liabilities, Deferred Inflows, and Deferred Outflows	155,395	
Changes related to OPEB Liabilities, Deferred Inflows, and Deferred Outflows	16,232	29,900
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities		\$ 2,621,963

* Subscription-Based Information Technology Arrangements

NOTE 3 - CASH AND INVESTMENTS

At December 31, 2023, the Town's cash and investments are classified in the accompanying financial statements as follows:

Statement of Net Position:

Cash and Investments	\$ 54,132,853	
Cash and Investments, Restricted	2,408,435	
Total Cash and Investments	\$ 56,541,288	

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At December 31, 2023, the Town's cash and investments consist of the following:

Cash on Hand	\$	1,649
Cash Deposits		1,412,366
Investments		55,127,273
Total Cash and Investments		\$ 56,541,288

CASH DEPOSITS

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash be in eligible public depositories. Eligibility is determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by PDPA. PDPA allows the institution to create a single collateral pool for all public funds. The pool is to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the aggregate uninsured deposits.

INVESTMENTS

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local governments may invest, which include:

- Obligations of the United States and certain U.S. government agencies' securities
- Certain international agency securities
- General obligation and revenue bonds for U.S. local government entities
- Bankers' acceptance of certain banks
- Commercial paper
- Written repurchase agreements collateralized by certain authorized securities
- Certain securities lending agreements
- Certain money market mutual funds
- Guaranteed investment contracts
- Local government investment pools
- Certain corporate bonds

COLOTRUST

The Town invested in the Colorado Local Government Liquid Asset Trust (COLOTRUST) (the Trust), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces all State statutes governing the Trust. The Trust operates similarly to a money market fund and each share is equal in value to \$1.00. The Trust offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+. Both portfolios may invest in U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities. COLOTRUST PLUS+ may also invest in certain obligations of U.S. government agencies, highest rated commercial paper and any security allowed under CRS 24-75-601. A designated custodial bank serves as custodian for the Trust's portfolios pursuant to a custodian agreement. The custodian acts as safekeeping agent for the Trust's investment portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by the Trust. COLOTRUST is rated AAAM by Standard & Poor's. COLOTRUST records its investments at fair value and the Town records its investment in COLOTRUST using the net

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asset value method. There are no unfunded commitments, the redemption frequency is daily and there is no redemption notice period.

CSAFE

The Town invested in the Colorado Surplus Asset Fund Trust (CSAFE) (the Trust), which is an investment vehicle established by state statute for local government entities to pool surplus assets. The Trust offers funds in two portfolios, CSAFE Cash (CSAFE) and CSAFE Colorado Core (CORE). The State Securities Commissioner administers and enforces all State statutes governing the Trust. The Trust is similar to a money market fund, with each share valued at \$1.00. CSAFE may invest in U.S. Treasury securities, repurchase agreements collateralized by U.S. Treasury securities, certain money market funds and highest rated commercial paper. A designated custodial bank serves as custodian for CSAFE's portfolio pursuant to a custodian agreement. The custodian acts as safekeeping agent for CSAFE's investment portfolio and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by CSAFE. CSAFE is rated AA+mmf by Fitch Ratings. CSAFE measures all of its investments at amortized cost with a weighted average maturity of 60 days or less. There are no unfunded commitments, the redemption frequency is daily and there is no redemption notice period. CORE authorized securities primarily include highly rated commercial paper and corporate bonds, bank deposits (collateralized through PDPA) and other Colorado LGIP funds inclusive of other funds offered by the Trust as allowed. CORE operates similarly to a money market fund and each share is equal in value to \$2.00. CORE measures all of its investments at amortized cost with a weighted average maturity of 180 days or less. CORE is rated AA+sf/S1 by Fitch Ratings.

Credit Risk

Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. It is the Town's policy to limit its investments to U.S. Treasury obligations, repurchase agreements, government backed securities, money market mutual funds, local government investment pools, and corporate obligations.

The Town's investment policy is to "invest idle public funds in a manner to meet the daily cash flow demands of the Town with the primary objective in priority order, being: a) safety of principal b) liquidity and c) return on investments." Investments shall be diversified so as to minimize the risk of loss and to maximize the rate of return.

Interest Rate Risk

As a means of limiting its exposure to fair value losses arising from rising interest rates, the Town's investment policy does not allow investment maturities to exceed five years. This limit on investment maturities is a means of limiting exposure to adverse fair market value changes arising from increasing interest rates.

Custodial Credit Risk

For investments, custodial credit risk is the risk that in the event of a failure of a counter party, the Town would not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Town manages its credit risk by limiting its investment to certain types of securities allowed by State statutes, by pre-qualifying financial institutions, brokers/dealers, intermediaries, and advisors.

TOWN OF FIRESTONE, COLORADO
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Fair Value

The Town, when applicable, categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles.

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 (unadjusted) in active markets for an identical asset or liability that a government can access at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly or indirectly. Level 2 inputs include quoted prices for similar assets or liabilities, quoted prices for identical or similar assets or liabilities 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 for an asset or liability.

For the Town, the following fair value techniques were utilized in measuring the fair value of its investments:

U.S. Treasury securities. These investments are reported at fair value based on quoted market prices obtained from exchanges.

U.S. Government agency securities. U.S. Government securities are reported at fair value based on bullet (noncall) spread scale for each issuer for maturities going out 40 years. These spreads represent credit risk and are obtained from the new issue market, secondary trading and dealer quotes.

An Option Adjusted Spread (OAS) model is incorporated to adjust spreads of issues that have early redemption features. Final spreads are added to a U.S. Treasury curve. A cash discounting yield/price routine calculates prices from final yields to accommodate odd coupon payment dates typical of medium-term notes.

Corporate Bonds. These investments are reported at fair value based on evaluation using markets sources and integrating relative credit information, observed market movements, and sector news into the evaluated pricing applications and models.

The Town has no assets reported at fair value on a nonrecurring basis and other investments meeting the fair value disclosure requirements of Governmental Accounting Standards Board (GASB) Statement No. 72.

**TOWN OF FIRESTONE, COLORADO
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The following table presents the minimum rating, actual rating, investment portfolio percentage and weighted average maturity in years for each investment type as required by the Town's investment policy as of December 31, 2023.

<u>Investment Type</u>	<u>Balance</u>	<u>Minimum Rating Required</u>	<u>S&P Rating</u>	<u>Moody's Rating</u>	<u>Total Investment Portfolio Percentage</u>	<u>Weighted Average Maturity</u>	<u>Fair Value Measure- ment</u>
Investments Measured at Fair Value:							
Goldman:FS Government Institution	\$ 18,959	N/A	AAAm	Aaa	0%	-	Level 1
United States Treasury	12,778,012	N/A	AA+	Aaa	23%	1.12	Level 1
Federal Home Loan Banks	6,061,023	N/A	AA+	Aaa	11%	2.20	Level 2
National Bank of Canada	991,590	N/A	A-1	P-1	2%	0.15	Level 2
Federal National Mortgage Association	1,877,276	N/A	AA+	Aaa	3%	1.65	Level 2
Austin Tex Municipal	98,928	N/A	AAA	Aa1	0%	1.67	Level 2
Federal Home Loan Mortgage Corp	996,170	N/A	AA+	Aaa	2%	1.35	Level 2
Sumitomo Mitsui Trust Bank	980,389	N/A	A-1	P-1	2%	0.35	Level 2
Investments Measured at Amortized Cost:							
Colorado Surplus Asset Fund Trust (CSAFE) - Cash Portfolio	4,359,112	N/A	AAAm	NR	8%	-	Level 1
Colorado Surplus Asset Fund Trust (CSAFE) - Colorado CORE	15,302,456	N/A	AAAm	NR	28%	-	Level 1
Investments Measured at Net Asset Value:							
Colorado Local Government Liquid Asset Trust (COLOTRUST)	1,028,614	N/A	AAAm	NR	2%	-	Level 1
Vectra Bank - Public Funds Money Market	10,634,744	N/A	AAAm	NR	19%	-	Level 1
	<u>\$ 55,127,273</u>				<u>100%</u>	<u>0.71</u>	

NOTE 4 - ACCOUNTS RECEIVABLE

Receivables at December 31, 2023, consist of the following:

<u>Receivables</u>	<u>Governmental Activities</u>	<u>Business - Type Activities</u>	<u>Total</u>
Taxes	\$ 4,057,726	\$ -	\$ 4,057,726
Customer Utilities	19,696	483,524	503,220
Other	366,748	116,971	483,719
Total Funds	<u>\$ 4,444,170</u>	<u>\$ 600,495</u>	<u>\$ 5,044,665</u>

**TOWN OF FIRESTONE, COLORADO
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NOTE 5 - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Transfers to and from the various funds consist of the following:

Transfers Out	Transfers In				Total
	General	Capital Projects	Debt Service	Nonmajor Governmental	
Major Fund					
General	\$ -	\$ 922,889	\$ -	\$ -	\$ 922,889
Capital Projects	543,018	-	2,299,550	-	2,842,568
Urban Renewal Authority-Bighorn	-	275,595	-	100,000	375,595
Water	129,315	-	-	-	129,315
Total	<u>\$ 672,333</u>	<u>\$ 1,198,484</u>	<u>\$ 2,299,550</u>	<u>\$ 100,000</u>	<u>\$ 4,270,367</u>

Transfers to and from the various funds were to cover the costs of operations, capital expenditures and debt service. The transfer to the General Fund from the Capital Projects Fund is to cover the expenditures related to parks and streets. The transfer into the Debt Service Fund from the Capital Project Fund is pledged revenue for the purpose of paying debt related costs. The transfer from the Water Fund into the General Fund is to cover the expenditures related to the lease payment of vehicles used by the Water Fund. This money has always been legally restricted to meet the guidelines of the Colorado Department of Revenue.

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**TOWN OF FIRESTONE, COLORADO
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NOTE 6 - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2023, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
<u>Governmental Activities</u>				
Capital Assets Not Being Depreciated:				
Land	\$ 6,920,060	\$ -	\$ -	\$ 6,920,060
Construction in Progress	1,037,953	4,368,814	4,962,853	443,914
Total Capital Assets Not Being Depreciated	<u>7,958,013</u>	<u>4,368,814</u>	<u>4,962,853</u>	<u>7,363,974</u>
Other Capital Assets:				
Land Improvements	9,193,230	902,506	-	10,095,736
Buildings and Improvements	27,314,268	354,552	-	27,668,820
Infrastructure	64,127,099	4,402,822	-	68,529,921
Leases	1,337,562	710,091	-	2,047,653
SBITA*	-	546,910	-	546,910
Equipment and Vehicles	6,873,866	207,184	230,970	6,850,080
Total Other Capital Assets	<u>108,846,025</u>	<u>7,124,065</u>	<u>230,970</u>	<u>115,739,120</u>
Less Accumulated Depreciation for:				
Land Improvements	(5,984,108)	(290,970)	-	(6,275,078)
Buildings and Improvements	(2,901,538)	(917,914)	-	(3,819,452)
Infrastructure	(37,479,489)	(2,214,187)	-	(39,693,676)
Equipment and Vehicles	(3,985,626)	(846,488)	230,970	(4,601,144)
Total Accumulated Depreciation	<u>(50,350,761)</u>	<u>(4,269,559)</u>	<u>230,970</u>	<u>(54,389,350)</u>
Less Accumulated Amortization for:				
Leases	(187,306)	(369,975)	-	(557,281)
SBITA*	-	(147,612)	-	(147,612)
Total Accumulated Amortization	<u>(187,306)</u>	<u>(517,587)</u>	<u>-</u>	<u>(704,893)</u>
Other Capital Assets, Net	<u>58,307,958</u>	<u>2,336,919</u>	<u>-</u>	<u>60,644,877</u>
Governmental Activities Capital Assets, Net	<u>\$ 66,265,971</u>	<u>\$ 6,705,733</u>	<u>\$ 4,962,853</u>	<u>\$ 68,008,851</u>

*Subscription-Based Information Technology Arrangements

Depreciation and amortization expense for governmental activities capital assets was allocated as follows:

Governmental Activities:	
General Government	\$ 934,731
Public Safety	833,889
Public Works	2,727,556
Parks	290,970
Total	<u><u>\$4,787,146</u></u>

**TOWN OF FIRESTONE, COLORADO
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	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
<u>Business-Type Activities</u>				
Capital Assets Not Being Depreciated:				
Land	\$ 5,606,403	\$ 770,557	\$ -	\$ 6,376,960
Water Rights	54,590,398	638,400	-	55,228,798
Construction in Progress	34,136,134	27,716,388	56,060,836	5,791,686
Total Capital Assets Not Being Depreciated	<u>94,332,935</u>	<u>29,125,345</u>	<u>56,060,836</u>	<u>67,397,444</u>
Other Capital Assets:				
Infrastructure	53,367,168	56,224,131	-	109,591,299
Equipment and Vehicles	1,041,513	30,291	-	1,071,804
Total Other Capital Assets	<u>54,408,681</u>	<u>56,254,422</u>	<u>-</u>	<u>110,663,103</u>
Less Accumulated Depreciation for:				
Infrastructure	(7,276,740)	(1,084,376)	-	(8,361,116)
Equipment and Vehicles	(669,979)	(87,737)	-	(757,716)
Total Accumulated Depreciation	<u>(7,946,719)</u>	<u>(1,172,113)</u>	<u>-</u>	<u>(9,118,832)</u>
Other Capital Assets, Net	46,461,962	55,082,309	-	101,544,271
Business-Type Activity Capital Assets, Net	<u>\$ 140,794,897</u>	<u>\$ 84,207,654</u>	<u>\$ 56,060,836</u>	<u>\$ 168,941,715</u>

Depreciation expense was charged to business-type activities capital assets as follows:

Business-Type Activities:	
Water	\$ 919,061
Stormwater	253,052
Total	<u>\$1,172,113</u>

The Town finalized the construction of a water treatment plant. It will be dedicated by the Firestone Water Fund to the St. Vrain Water Authority upon completion and acceptance by the St. Vrain Water Authority.

NOTE 7 - LONG-TERM DEBT

Pledged Revenues

During 2006 and 2008, the Town executed two reimbursement agreements (an Amended and Restated Public Improvements Reimbursement Agreement and Retail Infrastructure Funding Agreement) (the "Plan") with a developer (the "Developer") see Note 17 for additional information. Pursuant to the Plan, the Town will reimburse the Developer for costs incurred in constructing certain assets that were conveyed to the Town upon completion. Reimbursements are made based on a percentage of revenues derived from sales tax charged by the Town, commencing with the date the assets were completed by the developer and conveyed to the Town. Any unpaid balance accrues interest at the Wall Street Journal Prime Rate, capped at 7 percent per annum, compounding monthly until the balance is paid in full.

The Town follows guidance provided in GASB No. 48, *Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues*, to account for the assets received, and payments made in connection with these agreements. Accordingly, the pledged revenues are treated as an obligation of the Town, until fully repaid. The assets have been capitalized and are depreciated

**TOWN OF FIRESTONE, COLORADO
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over their useful lives in the government-wide financial statements. At December 31, 2023, there is no balance due to the Developer.

Following is a schedule of changes in long-term debt for the year ended December 31, 2023:

	Beginning Balance	Additions	Reductions/ Adjustments	Ending Balance	Amounts Due Within One Year
Governmental Activities					
Direct Borrowings and Direct Placements					
2018 Certificates of Participation	\$ 12,705,000	\$ -	\$ (425,000)	\$ 12,280,000	\$ 435,000
Premium on 2018 COPs	993,914	-	(79,554)	914,360	77,211
2019 Certificates of Participation	4,050,000	-	(540,000)	3,510,000	550,000
2020 Certificates of Participation	3,260,000	-	(380,000)	2,880,000	390,000
Bonds					
2014 Sales Tax Revenue Bonds	2,335,000	-	(175,000)	2,160,000	185,000
Premium on 2014 Bonds	11,681	-	(1,768)	9,913	1,656
Other					
Right-to-Use Lease Liability	1,045,446	604,795	(342,956)	1,307,285	484,812
Right-to-Use SBITA* Liability	-	546,910	(137,932)	408,978	143,453
Net Pension Liability	-	5,971,320	-	5,971,320	-
Net OPEB Liability	347,655	17,566	-	365,221	-
Compensated Absences	609,788	548,922	(329,872)	828,838	248,651
Total Governmental Long-Term Debt	\$ 25,358,484	\$ 7,689,513	\$ (2,412,082)	\$ 30,635,915	\$ 2,515,783
Business-Type Activities					
Bonds					
2020 Water Revenue Bonds	\$ 45,955,000	\$ -	\$ (915,000)	\$ 45,040,000	\$ 935,000
2022 Water Revenue Bonds	20,000,000	-	(20,000,000)	-	-
Premium on 2020 Bonds	8,393,150	-	(522,393)	7,870,757	517,459
Other					
Net Pension Liability	-	1,357,162	-	1,357,162	-
Net OPEB Liability	81,842	5,327	-	87,169	-
Compensated Absences	80,867	94,141	(63,847)	111,162	33,349
Total Business-Type Long-Term Debt	\$ 74,510,859	\$ 1,456,630	\$ (21,501,240)	\$ 54,466,250	\$ 1,485,808

The Town has two pension plans employees participate in. All sworn police officers participate in Fire and Police Pension Association (FPPA) Statewide Defined Benefit Plan, which is accounted for in governmental activities. All other employees participate in Public Employees' Retirement Association (PERA), which is accounted for in governmental activities and business-type activities. See notes 8 – 12 for further details.

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The following is a summary of pension related items for the year ended December 31, 2023.

Plan	Net Pension Liability	Deferred Outflows of Resources	Deferred Inflows of Resources
FPPA SWDB	\$ 285,035	\$ 1,964,439	\$ 131,264
PERA			
Governmental Activities	5,686,285	3,300,444	28,347
Business-type Activities	1,357,162	787,726	6,765
Total	\$ 7,328,482	\$ 6,052,609	\$ 166,376

For the Governmental Activities, net OPEB Liability, Compensated Absences and Pension Benefits Payable are generally liquidated by the General Fund. The Town has no debt outstanding subject to legal debt limitations.

Certificates of Participation

In April 2018, the Town entered into a Lease Purchase Agreement with a financial institution for the Certificates of Participation, Series 2018 in the amount of \$14,830,000, the proceeds of which were for the purpose of financing the construction of the Town's new Public Safety Facility, funding the reserve fund, and paying the costs of issuing the certificates. The 2018 Certificates of Participation are to be retired over a 25-year period with interest rates ranging from 3.00% to 5.00%.

The 2018 Certificates of Participation are subject to annual appropriation and do not constitute a general obligation or other indebtedness or multiple fiscal year obligation of the Town within the meaning of any constitutional statutory debt limitation. Principal payments are due annually and interest payments are due semiannually through November 15, 2042. These payments are payable from the Debt Service Fund.

Annual debt service requirements to maturity for certificates outstanding at December 31, 2023 are as follows:

Year	Principal	Interest	Total
2024	435,000	560,000	995,000
2025	450,000	542,600	992,600
2026	470,000	526,600	996,600
2027	490,000	507,800	997,800
2028	505,000	488,200	993,200
2029 - 2033	2,850,000	2,120,800	4,970,800
2034 - 2038	3,545,000	1,433,000	4,978,000
2039 - 2042	3,535,000	452,750	3,987,750
Total	<u>\$ 12,280,000</u>	<u>\$ 6,631,750</u>	<u>\$ 18,911,750</u>

In June 2019, the Town entered into a Lease Purchase Agreement with a financial institution for the Certificates of Participation, Series 2019 in the amount of \$5,585,000, the proceeds of which were for the purpose of financing the construction of a new Town Hall, financing improvements to the Public Works facility, and paying the costs of issuing the certificates. The 2019 Certificates of Participation are to be retired over a 10-year period with a fixed interest rate of 2.45%.

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The 2019 Certificates of Participation are subject to annual appropriation and do not constitute a general obligation or other indebtedness or multiple fiscal year obligation of the Town within the meaning of any constitutional statutory debt limitation. Principal payments are due annually and interest payments are due semiannually through November 15, 2029. These payments are payable from the Debt Service Fund. Annual debt service requirements to maturity for certificates outstanding at December 31, 2023 are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	550,000	85,995	635,995
2025	565,000	72,520	637,520
2026	580,000	58,677	638,677
2027	590,000	44,468	634,468
2028	605,000	30,013	635,013
2029	620,000	15,190	635,190
Total	<u>\$ 3,510,000</u>	<u>\$ 306,863</u>	<u>\$ 3,816,863</u>

In September 2020, the Town entered into a Lease Purchase Agreement with a financial institution for the Certificates of Participation, Series 2020 in the amount of \$4,000,000, the proceeds of which were for the purpose of financing the construction of a new Town Hall, financing improvements to Public Works Facility, retiring the 2005 Certificates of Participation, and paying the costs of issuing the certificates. The 2020 Certificates of Participation are to be retired over a 10-year period with a fixed interest rate of 1.82%.

The 2020 Certificates of Participation are subject to annual appropriation and do not constitute a general obligation or other indebtedness or multiple fiscal year obligation of the Town within the meaning of any constitutional statutory debt limitation. Principal payments are due annually and interest payments are due semiannually through December 1, 2030. These payments are payable from the Debt Service Fund. Annual debt service requirements to maturity for certificates outstanding at December 31, 2023 are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	390,000	52,416	442,416
2025	395,000	45,318	440,318
2026	405,000	38,129	443,129
2027	410,000	30,758	440,758
2028	420,000	23,296	443,296
2029 - 2030	860,000	23,569	883,569
Total	<u>\$ 2,880,000</u>	<u>\$ 213,486</u>	<u>\$ 3,093,486</u>

The collateral for the 2019, and 2020 Certificates of Participation direct placements consists of the existing Town Hall facility, current site, and the premises as well as the newly constructed Town Hall and site. In the event of default, the lessor has the right to re-lease the property. The Town's outstanding debt from direct placements contain provisions, regarding certain events of default, which are customary and consistent with normal municipal financings. Acceleration is not a remedy for such events of default.

Sales Tax Revenue Bonds

Sales Tax Revenues Bonds, Series 2014, in the amount of \$3,795,000 were issued on April 8, 2014, to pay or reimburse the costs of the acquisition, development, construction, repair, replacement, expansion, rehabilitation and renovation of existing and planned streets and parks. The interest rate on the debt

**TOWN OF FIRESTONE, COLORADO
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ranges from 2.00 to 3.625 percent. The bonds mature December 1, 2033. Annual debt service requirements as of December 31, 2023 are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	185,000	81,012	266,012
2025	190,000	75,000	265,000
2026	200,000	68,588	268,588
2027	200,000	61,588	261,588
2028	210,000	54,338	264,338
2029 - 2033	1,175,000	144,462	1,319,462
Total	<u>\$ 2,160,000</u>	<u>\$ 484,988</u>	<u>\$ 2,644,988</u>

Water Enterprise Revenue Bonds

Water Enterprise Revenues Bonds, Series 2020, in the amount of \$45,955,000 were issued on July 28, 2020, to pay or reimburse the costs of construction of the St. Vrain Water Treatment Plant, non-potable water project, to retire the CWCB loan, and to pay the costs of issuing the revenue bonds. The net revenues from charges for services and tap fee collections were pledged by the Town. The interest rate on the debt ranges from 2.00 to 5 percent. The bonds mature December 1, 2049. Net revenues, as defined in the bond document, serve to secure required annual bond payments.

Annual debt service requirements as of December 31, 2023 are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	935,000	1,919,300	2,854,300
2025	985,000	1,872,550	2,857,550
2026	1,030,000	1,823,300	2,853,300
2027	1,085,000	1,771,800	2,856,800
2028	1,135,000	1,717,550	2,852,550
2029 - 2033	6,600,000	7,676,000	14,276,000
2034 - 2038	8,260,000	6,019,200	14,279,200
2039 - 2043	10,045,000	4,229,800	14,274,800
2044 - 2048	12,220,000	2,054,000	14,274,000
2049	2,745,000	109,800	2,854,800
Total	<u>\$ 45,040,000</u>	<u>\$ 29,193,300</u>	<u>\$ 74,233,300</u>

Water Enterprise Revenues Bonds, Series 2022, in the amount of \$20,000,000 were issued on December 20, 2022, to pay or reimburse the costs of capital improvements to the water system and acquiring water rights for the water system. The net revenues from charges for services and tap fee collections were pledged by the Town. The interest rate on the debt is 3.89 percent. The bonds were retired in full by the Town in July 2023.

Right-to-Use Lease Liability

The Town has entered into multiple lease agreements as lessee. The leases allow the right-to-use vehicles over the term of the lease. The Town is required to make monthly payments at its incremental borrowing rate or the interest rate stated or implied within the leases.

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The lease rate, term and ending lease liability are as follows:

	<u>Interest Rate</u>	<u>Liability at Commencement</u>	<u>Lease Term in Years</u>	<u>Ending Balance</u>
Governmental activities				
Leased vehicles	3.15% - 8.37%	\$ 2,047,653	4	\$ 1,307,285
Total governmental activities				<u>\$ 1,307,285</u>

The future principal and interest lease payments as of fiscal year end are as follows:

<u>Fiscal Year Ending</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 484,812	\$ 69,708	\$ 554,520
2025	335,154	46,123	381,277
2026	320,565	24,430	344,995
2027	166,754	6,923	173,677
Total governmental activities	<u>\$ 1,307,285</u>	<u>\$ 147,184</u>	<u>\$ 1,454,469</u>

The value of the right-to-use lease assets for governmental activities as of the end of the current fiscal year was \$2,047,653 and had accumulated amortization of \$557,281.

Right-to-Use SBITAs (Subscription-Based Information Technology Arrangements) Liability

The Town has entered into multiple SBITA agreements as lessee. The SBITA allow the right-to-use software over the term of the lease. The Town is required to make annual payments at its incremental borrowing rate or the interest rate stated or implied within the leases. There are no business activity SBITAs at this time.

The SBITA rate, term and ending SBITA liability are as follows:

	<u>Interest Rate</u>	<u>Liability at Commencement</u>	<u>Lease Term in Years</u>	<u>Ending Balance</u>
Governmental activities				
SBITA	3.89%	\$ 546,910	3	\$ 408,978
Total governmental activities				<u>\$ 408,978</u>

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The future principal and interest lease payments as of fiscal year end are as follows:

Fiscal Year Ending	Principal	Interest	Total
2024	\$ 143,453	\$ 13,833	\$ 157,286
2025	149,115	8,171	157,286
2026	116,410	2,191	118,601
Total governmental activities	\$ 408,978	\$ 24,195	\$ 433,173

The value of the right-to-use SBITA assets for governmental activities as of the end of the current fiscal year was \$546,910 and had accumulated amortization of \$147,612.

NOTE 8 – FIRE AND POLICE PENSION ASSOCIATION (FPPA) – STATEWIDE DEFINED BENEFIT PLAN

Plan Description

The Town contributes to the Statewide Defined Benefit Plan (SWDB), a cost-sharing multiple-employer defined benefit pension plan administered by the Colorado Fire and Police Pension Association (FPPA). The Statewide Defined Benefit Plan (SWDB) provides retirement benefits for members and beneficiaries.

FPPA issues a publicly available annual financial report that includes financial statements and required supplementary information for both the Statewide Defined Benefit Plan and the Statewide Death and Disability Plan. The annual comprehensive financial report can be obtained on FPPA’s website at <http://www.fppaco.org>.

Benefits Provided

A member is eligible for a normal retirement pension once the member has completed twenty-five years of credited service and has attained the age of 55. Effective January 1, 2021, a member may also qualify for a normal retirement pension if the member’s combined years of service and age equals at least 80, with a minimum age of 50 (Rule of 80).

The annual normal retirement benefit is 2 percent of the average of the member’s highest three years’ pensionable earnings for each year of credited service up to ten years, plus 2.5 percent for each year of service thereafter. The benefit earned prior to January 1, 2007 for members of affiliated Social Security employers will be reduced by the amount of Social Security income payable to the member annually. Effective January 1, 2007, members covered under Statewide Defined Benefit Social Security Component will receive half the benefit when compared to the Statewide Defined Benefit Plan. Benefits adjustments paid to retired members are evaluated annually and may be re-determined every October 1. The amount of any increase is based on the Board’s discretion and can range from 0 to the higher of 3 percent or the Consumer Price Index for Urban Wage Earners and Clerical Workers (CPI-W).

A member is eligible for an early retirement after completion of 30 years of service or attainment of age 50 with at least five years of credited service. The early retirement benefit equals the normal retirement benefit reduced on an actuarially equivalent basis. Upon termination, an employee may elect to have member contributions, along with 5 percent as interest, returned as a lump sum distribution. Alternatively, a member with at least five years of accredited service may leave contributions with the Plan and remain eligible for a retirement pension at age 55 equal to 2 percent of the member’s average highest three

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years' pensionable earnings for each year of credited service up to ten years, plus 2.5 percent for each year of service thereafter.

Contributions

Contribution rates for employers and members may be increased equally by the FPPA Board of Directors upon approval through an election by both the employers and members.

In 2014, the members elected to increase the member contribution rate to the SWDB plan beginning in 2015. Member contribution rates increase 0.5 percent annually through 2022 to a total of 12 percent of pensionable earnings. Employer contributions increase 0.5 percent annually beginning in 2022 through 2030 to a total of 13 percent of pensionable earnings. In 2022, members of the SWDB plan and their employers are contributing at the rate of 12 percent and 9 percent, respectively, of the pensionable earnings for a total contribution rate of 21 percent. Contributions to the SWDB plan from the Town were \$321,047, for the year ended December 31, 2023.

Actuarial Valuation Dates

The total net pension liability as of December 31, 2022 is based upon the January 1, 2023 actuarial valuation. The actuarially determined contributions as of December 31, 2022 are based upon the January 1, 2022 actuarial valuation.

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

At December 31, 2023, the Town reported a liability of \$285,035 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2023. The Town's proportion of the net pension liability was based on the Town's share of contributions to the pension plan relative to the contributions of all participating entities. At December 31, 2022, the Town's proportion was .3211264598 percent, which was an increase of .0030600222 percent from its proportion measured as of December 31, 2021.

For the year ended December 31, 2023, the Town recognized pension expense of \$210,002. At December 31, 2023, the Town reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between Expected and Actual Experience	\$ 617,002	\$ 34,986
Changes of Assumptions or other Inputs	365,169	-
Net Difference between Projected and Actual Earnings on Pension Plan Investments	645,026	-
Changes in Proportion and Differences between Contributions Recognized and Proportionate Share of Contributions	16,195	96,278
Contributions Subsequent to the Measurement Date	321,047	-
Total	\$ 1,964,439	\$ 131,264

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The \$321,047 reported as deferred outflows of resources related to pensions resulting from Town contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2023.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended December 31,</u>	<u>Amount</u>
2024	134,354
2025	256,103
2026	367,959
2027	518,549
2028	99,677
Thereafter	135,486
	\$ 1,512,128

Actuarial Assumptions

The total pension liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

	Total Pension Liability	Actuarial Determined Contributions
Actuarial Valuation Date	January 01, 2023	January 01, 2022
Actuarial Method	Entry Age Normal	Entry Age Normal
Amortization Method	N/A	Level % of Payroll, Open
Amortization Period	N/A	30 Years
Long-term Investment Rate of Return*	7.0%	7.0%
Projected Salary Increases*	4.25-11.25%	4.25-11.25%
Cost of Living Adjustments (COLA)	0.0%	0.0%
*Includes Inflation at	2.5%	2.5%

For determining the total pension liability, the post-retirement mortality tables for non-disabled retirees uses the Pub-2010 Safety Healthy Annuitant Mortality Tables projected with the ultimate values of the MP-2020 projection scale. The pre-retirement off-duty mortality tables are adjusted to 60 percent of the MP-2020 mortality tables for active employees.

For determining the actuarially determined contributions, the post-retirement mortality tables for non-disabled retirees uses the 2006 central rates from the RP-2014 Annuitant Mortality Tables projected to 2018 using the MP-2017 projection scales, and the projected prospectively using the ultimate rates of the scale for all years. The pre-retirement off-duty mortality tables are adjusted to 50 percent of the RP-2014 mortality tables for active employees. The on-duty mortality rate is 0.00015.

At least every five years, the FPPA's Board of Directors, in accordance with best practices, reviews its economic and demographic actuarial assumptions. At its July 2022 meeting, the Board of Directors reviewed and approved recommended changes to the actuarial assumptions. The recommendations were made by FPPA's actuaries, Gabriel, Roeder, Smith & Company, based upon their analysis of past experience and expectations of the future. The assumption changes were effective for actuarial

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valuations beginning January 1, 2023. The actuarial assumptions impact actuarial factors for benefit purposes such as the purchases of service credit and other benefits were actuarial factors are used.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation (assumed at 2.5 percent).

Best estimates of arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of December 31, 2022 are summarized in the following table:

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

Discount Rate

The discount rate used to measure the total pension liability was 7.00 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the FPPA Board's funding policy, which establishes the contractually required rates under Colorado statutes. Based on those assumptions, the SWDB plan fiduciary net position was projected to be available to make all the projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Town's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the Town's proportionate share of the net pension liability calculated using the discount rate of 7.00 percent, as well as the Town's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (6.00 percent) or 1-percentage point higher (8.00 percent) than the current rate:

	<u>1% Decrease 6.00%</u>	<u>Single Discount Rate Assumption 7.00%</u>	<u>1% Increase 8.00%</u>
Proportionate Share of the Net Pension Liability	\$ 1,964,994	\$ 285,035	\$ (1,106,515)

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NOTE 9 - FIRE AND POLICE PENSION ASSOCIATION (FPPA) – STATEWIDE DEATH & DISABILITY PLAN

Plan Description

The Town participates in the Statewide Death & Disability Plan, a cost-sharing multiple-employer defined benefit death and disability plan covering full-time employees of substantially all fire and police departments in Colorado. As of August 5, 2023, the Plan may include part-time police and fire employees. Contributions to the Plan are used for the payment of death and disability benefits. Employers who are covered by Social Security may elect supplementary coverage by the Plan. As of January 1, 2020, Colorado police and sheriff departments who participate in Social Security have the option of affiliating for coverage under the Defined Benefit System and the Statewide Death & Disability Plan. The plan was established in 1980 pursuant to Colorado Revised Statutes and currently has 268 participating employer departments. Included in that number are 7 contributing employers as of December 31, 2021, who are covered by Social Security and have elected supplementary coverage by the Plan. The Plan assets are included in the Fire & Police Members' Benefit Investment Fund Long-Term Pool. The Long-Term Pool is designed primarily for open plans with a longer time horizon, higher risk tolerance, and lower liquidity needs. The investment return assumption is 7%.

Benefits Provided

Plan benefits provide 24-hour coverage, both on- and off-duty and are available for members not eligible for normal retirement under a defined benefit plan, or members who have not met 25 years of accumulated service and age 55 under a money purchase plan. In the case of an on-duty death, benefits may be payable to the surviving spouse or dependent children of active members who were eligible to retire but were still working. Death and disability benefits are free from state and federal taxes in the event that a member's disability is determined to be the result of an on-duty injury or an occupational disease.

Contributions

Prior to 1997, the Plan was primarily funded by the State of Colorado, whose contributions were established by Colorado statute. In 1997 the State made a one-time contribution of \$39,000,000 to fund past and future service costs for all firefighters and police officers hired prior to January 1, 1997. No further State contributions are anticipated. Members hired on or after January 1, 1997, began contribution 2.40% of base salary to this Plan as of January 1, 1997. Contributions may be increased 0.20% biennially by the FPPA Board. The contributions increased to 3.00% of base salary as of January 1, 2021. This percentage can vary depending on actuarial experience. All contributions are made by members or on behalf of members. The 3.00% contribution may be paid entirely by the employer or member, or it may be split between the employer and the member as determined at the local level. Contributions from the Town were \$110,851, for the year ended December 31, 2023. The plan has 1,385 retirees and beneficiaries currently receiving benefits and 14,716 total members.

Detailed information about the FPPA's fiduciary net position is available in their annual comprehensive financial report which can be obtained at <https://www.fppaco.org/annual-reports.html>.

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NOTE 10 – FIRE AND POLICE PENSION ASSOCIATION (FPPA) – 457 PLAN

Plan Description

Employees of the Town who are members of the FPPA Statewide Defined Benefit Plan (see Note 8) may voluntarily contribute to the FPPA 457 Deferred Compensation Plan (457 Plan), an Internal Revenue Code Section 457 defined contribution plan administered by FPPA. Plan participation is voluntary, and contributions are separate from others made to FPPA. FPPA issues a publicly available annual financial report that includes financial statements and required supplementary information for the 457 Plan. That report may be obtained by writing to FPPA of Colorado, 5290 DTC Parkway, Suite 100, Englewood, Colorado 80111 or by calling FPPA at 303-770-3772 in the Denver Metro area, or 1-800-332-FPPA (3772) from outside the metro area.

Funding Policy

The 457 Plan is funded by voluntary member contributions of up to a maximum limit set by the IRS (\$20,500 for 2023 and \$22,500 for 2023). Catch-up contributions up to \$6,500 for the calendar years 2023 and 2023 are allowed for participants who had attained age 50 before the close of the plan year. For the year ended December 31, 2023, 2022 and 2021, the 457 Plan member contributions from the Town were \$28,566, \$27,595, and \$24,314, respectively.

NOTE 11 – PUBLIC EMPLOYEES’ RETIREMENT ASSOCIATION (PERA)

The Town participates in the Local Government Division Trust Fund (LGDTF), a cost-sharing multiple-employer defined benefit pension plan administered by the Public Employees’ Retirement Association of Colorado (“PERA”). The net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position (FNP) and additions to/deductions from the FNP of the LGDTF have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Plan Description

Eligible employees of the Town are provided with pensions through the LGDTF—a cost-sharing multiple-employer defined benefit pension plan administered by PERA. Plan benefits are specified in Title 24, Article 51 of the Colorado Revised Statutes (C.R.S.), administrative rules set forth at 8 C.C.R. 1502-1, and applicable provisions of the federal Internal Revenue Code. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. PERA issues a publicly available annual comprehensive financial report (ACFR) that can be obtained at www.copera.org/investments/pera-financial-reports.

Benefits Provided

PERA provides retirement, disability, and survivor benefits. Retirement benefits are determined by the amount of service credit earned and/or purchased, highest average salary, the benefit structure(s) under which the member retires, the benefit option selected at retirement, and age at retirement. Retirement eligibility is specified in tables set forth at C.R.S. § 24-51-602, 604, 1713, and 1714.

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The lifetime retirement benefit for all eligible retiring employees under the PERA benefit structure is the greater of the:

- Highest average salary multiplied by 2.5 percent and then multiplied by years of service credit
- The value of the retiring employee's member contribution account plus a 100 percent match on eligible amounts as of the retirement date. This amount is then annuitized into a monthly benefit based on life expectancy and other actuarial factors.

In all cases the service retirement benefit is limited to 100 percent of highest average salary and also cannot exceed the maximum benefit allowed by federal Internal Revenue Code.

Members may elect to withdraw their member contribution accounts upon termination of employment with all PERA employers; waiving rights to any lifetime retirement benefits earned. If eligible, the member may receive a match of either 50 percent or 100 percent on eligible amounts depending on when contributions were remitted to PERA, the date employment was terminated, whether 5 years of service credit has been obtained and the benefit structure under which contributions were made.

Upon meeting certain criteria, benefit recipients who elect to receive a lifetime retirement benefit generally receive post-retirement cost-of-living adjustments, referred to as annual increases in the C.R.S. Subject to the automatic adjustment provision (AAP) pursuant to C.R.S. § 24-51-413, eligible benefit recipients under the PERA benefit structure who began membership before January 1, 2007 will receive the maximum annual increase (AI) or AI cap of 1.00 percent unless adjusted by the AAP. Eligible benefit recipients under the PERA benefit structure who began membership on or after January 1, 2007, will receive the lesser of an annual increase of the 1.00 percent AI cap or the average increase of the Consumer Price Index for Urban Wage Earners and Clerical Workers for the prior calendar year, not to exceed a determined increase that would exhaust 10 percent of PERA's Annual Increase Reserve (AIR) for the LGDTF. The AAP may raise or lower the aforementioned AI cap by up to 0.25 percent based on the parameters specified in C.R.S. § 24-51-413.

Disability benefits are available for eligible employees once they reach five years of earned service credit and are determined to meet the definition of disability. The disability benefit amount is based on the lifetime retirement benefit formula(s) shown above considering a minimum 20 years of service credit, if deemed disabled.

Survivor benefits are determined by several factors, which include the amount of earned service credit, highest average salary of the deceased, the benefit structure(s) under which service credit was obtained, and the qualified survivor(s) who will receive the benefits.

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Contributions

Eligible employees of the Town and the State are required to contribute to the LGDTF at a rate set by Colorado statute. The contribution requirements for the LGDTF are established under C.R.S. § 24-51-401, *et seq.* and § 24-51-413. Employee contribution rates for the period of January 1, 2023 through December 31, 2023 are summarized in the table below.

	January 1, 2023 Through December 31, 2023
Employer Contribution Rate ¹ (all employees other than State Troopers)	9.00 %

¹ Contribution rates are expressed as a percentage of salary as defined in CRS § 24-51-101 (42)

The employer contribution requirements for all employees other than State Troopers are summarized in the following table:

	January 1, 2022 Through June 30, 2022	July 1, 2022 Through December 31, 2022	January 1, 2023 Through December 31, 2023
Employer Contribution Rate ¹	10.50 %	11.00 %	11.00 %
Amount of Employer Contribution Apportioned to the health Care Trust Fund as Specified in C.R.S. § 24-51-208(1)(f) ¹	(1.02)%	(1.02)%	(1.02)%
Amount Apportioned to the LGDTF ¹	9.48 %	9.48 %	9.98 %
Amortization Equalization Disbursement (AED) as Specified in C.R.S. § 24-51-411 ¹	2.20 %	2.20 %	2.20 %
Supplemental Amortization Equalization Disbursement (SAED) as Specified in C.R.S. § 24-51-411 ¹	1.50 %	1.50 %	1.50 %
Defined Contribution Supplement as specified in C.R.S. § 24-51-415	0.02 %	0.03 %	0.03 %
Total Employer Contribution Rate to the LGDTF¹	13.20 %	13.21 %	13.71 %

¹ Contribution rates are expressed as a percentage of salary as defined in CRS § 24-51-101 (42).

Employer contributions are recognized by the LGDTF in the period in which the compensation becomes payable to the member and the Town of is statutorily committed to pay the contributions to the LGDTF. Employer contributions recognized by the LGDTF from the Town of were \$987,255 for the year ended December 31, 2023.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources

The net pension liability for the LGDTF was measured as of December 31, 2022, and the total pension liability (TPL) used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021. Standard update procedures were used to roll-forward the TPL to December 31, 2022. The Town's proportion of the net pension liability was based on the Town's contributions to the

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LGDTF for the calendar year 2022 relative to the total contributions of participating employers to the LGDTF.

At December 31, 2023, the Town reported a liability of \$7,043,447 for its proportionate share of the net pension liability.

At December 31, 2023, the Town's proportion was .7025441213 percent, which was an increase of .0519197962 percent from its proportion measured as of December 31, 2022.

For the year ended December 31, 2023, the Town recognized pension expense of \$966,849. At December 31, 2023, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between Expected and Actual Experience	\$ -	\$ 35,112
Net Difference between Projected and Actual		
Earnings on Pension Plan Investments	2,875,472	-
Changes in Proportion and Differences between		
Contributions Recognized and Proportionate		
Share of Contributions	225,443	-
Contributions Subsequent to the Measurement Date	<u>987,255</u>	<u>-</u>
Total	<u>\$ 4,088,170</u>	<u>\$ 35,112</u>

\$987,255 reported as deferred outflows of resources related to pensions, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended December 31, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended Dec 31,</u>	<u>Amount</u>
2024	(125,076)
2025	453,484
2026	1,052,559
2027	<u>1,684,836</u>
	<u>\$ 3,065,803</u>

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Actuarial Assumptions

The TPL in the December 31, 2021 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

Actuarial Cost Method	Entry Age
Price Inflation	2.30%
Real Wage Growth	0.70%
Wage Inflation	3.00%
Salary Increases, Including Wage Inflation	3.20 - 11.30%
Long-Term Investment Rate of Return, Net of Pension Plan Investment Expenses, Including Price Inflation	7.25%
Discount rate	7.25%
Future Post Retirement Benefit Increases:	
PERA Benefit Structure Hired Prior to January 1, 2007	1.00%
PERA Benefit Structure hired after December 31, 2006 ¹	Financed by the Annual Increase Reserve (AIR)

¹ Post-retirement benefit increases are provided by the AIR, accounted separately within each Division Trust Fund, and subject to moneys being available; therefore, liabilities related to increases for members of these benefit tiers can never exceed available assets.

The TPL for the LGDTF, as of the December 31, 2022, measurement date, was adjusted to reflect the disaffiliation, as allowable under C.R.S. § 24-51-313, of Tri-County Health Department (Tri-County Health), effective December 31, 2022. As of the close of the 2022 fiscal year, no disaffiliation payment associated with Tri-County Health was received, and therefore no disaffiliation dollars were reflected in the FNP as of the December 31, 2022, measurement date.

The mortality tables described below are generational mortality tables developed on a benefit-weighted basis.

Pre-retirement mortality assumptions for members other than State Troopers were based upon the PubG-2010 Employee Table with generational projection using scale MP-2019.

Pre-retirement mortality assumptions for State Troopers were based upon the PubS-2010 Employee Table with generational projection using scale MP-2019.

Post-retirement non-disabled mortality assumptions for members other than State Troopers were based upon the PubG-2010 Healthy Retiree Table, adjusted as follows:

- **Males:** 94 percent of the rates prior to age 80 and 90% of the rates for ages 80 and older, with generational projection using scale MP-2019.
- **Females:** 87 percent of the rates prior to age 80 and 107% of the rates for ages 80 and older, with generational projection using scale MP-2019.

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Post-retirement non-disabled beneficiary mortality assumptions were based upon the Pub-2010 Contingent Survivor Table, adjusted as follows:

- **Males:** 97 percent of the rates for all ages, with generational projection using scale MP-2019.
- **Females:** 105 percent of the rates for all ages, with generational projection using scale MP-2019.

Disabled mortality assumptions for members other than State Troopers were based upon the PubNS-2010 Disabled Retiree Table using 99% of the rates for all ages with generational projection using scale MP-2019.

The actuarial assumptions used in the December 31, 2021, valuation was based on the results of the 2020 experience analysis for the period January 1, 2016, through December 31, 2019, and were reviewed and adopted by the PERA Board at their November 20, 2020, meeting.

The long-term expected return on plan assets is reviewed as part of regular experience studies prepared at least every five years for PERA. The most recent analyses were outlined in the Experience Study report dated October 28, 2020.

Several factors are considered in evaluating the long-term rate of return assumption, including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentages and then adding expected inflation.

The PERA Board first adopted the 7.25% long-term expected rate of return as of November 18, 2016. Following an asset/liability study, the Board reaffirmed the assumed rate of return at the Board's November 15, 2019, meeting, to be effective January 1, 2020. As of the most recent reaffirmation of the long-term rate of return, the target asset allocation, and best estimates of geometric real rates of return for each major asset class are summarized in the table as follows:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>30-Year Expected Geometric Real Rate of Return</u>
Global Equity	54.00%	5.60%
Fixed Income	23.00%	1.30%
Private Equity	8.50%	7.10%
Real Estate	8.50%	4.40%
Alternatives	6.00%	4.70%
Total	<u>100.00%</u>	

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Note: In setting the long-term expected rate of return, projections employed to model future returns provide a range of expected long-term returns that, including expected inflation, ultimately support a long-term expected rate of return assumption of 7.25 percent.

Discount Rate

The discount rate used to measure the TPL was 7.25 percent. The projection of cash flows used to determine the discount rate applied the actuarial cost method and assumptions shown above. In addition, the following methods and assumptions were used in the projection of cash flows:

- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00 percent.
- Employee contributions were assumed to be made at the member contribution rates in effect for each year, including the required adjustments resulting from the 2018 and 2020 AAP assessments. Employee contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law for each year, including the required adjustments resulting from the 2018 and 2020 AAP assessments. Employer contributions also include current and estimated future AED and SAED, until the actuarial value funding ratio reaches 103 percent at which point the AED and SAED will each drop 0.50 percent every year until they are zero. Additionally, estimated employer contributions reflect reductions for the funding of the AIR and retiree health care benefits. For future plan members, employer contributions were further reduced by the estimated amount of total service costs for future plan members not financed by their member contributions.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- The AIR balance was excluded from the initial FNP, as, per statute, AIR amounts cannot be used to pay benefits until transferred to either the retirement benefits reserve or the survivor benefits reserve, as appropriate. AIR transfers to the fiduciary net position and the subsequent AIR benefit payments were estimated and included in the projections.
- Benefit payments and contributions were assumed to be made at the middle of the year.

Based on the above assumptions and methods, the LGDTF's FNP was projected to be available to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25 percent on pension plan investments was applied to all periods of projected benefit payments to determine the TPL. The discount rate determination does not use the municipal bond index rate, and therefore, the discount rate is 7.25 percent. There was no change in the discount rate from the prior measurement date.

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Sensitivity of the Town’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate:

The following presents the proportionate share of the net pension liability calculated using the discount rate of 7.25 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

	1% Decrease (6.25%)	Rate (7.25%)	1% Increase (8.25%)
Proportionate Share of the Net Pension Liability	\$ 11,824,176	\$ 7,043,447	\$ 3,041,187

Pension Plan Fiduciary Net Position

Detailed information about the LGDTF’s fiduciary net position is available in PERA’s Annual Comprehensive Financial Report which can be obtained at www.copera.org/investments/pera-financial-reports.

NOTE 12 - PUBLIC EMPLOYEES’ RETIREMENT ASSOCIATION (PERA) VOLUNTARY INVESTMENT PROGRAM

Defined Contribution Pension Plan (PERAPlus 401(k) Plan)

Plan Description

Employees of the Town that are also members of the LGDTF may voluntarily contribute to the Voluntary Investment Program (PERAPlus 401(k) Plan), an Internal Revenue Code Section 401(k) defined contribution plan administered by PERA. Title 24, Article 51, Part 14 of the C.R.S., as amended, assigns the authority to establish the Plan provisions to the PERA Board of Trustees. PERA issues a publicly available Annual Comprehensive Financial Report which includes additional information on the PERAPlus 401(k) Plan. That report can be obtained at www.copera.org/investments/pera-financial-reports.

Funding Policy

The PERAPlus 401(k) Plan is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Title 24, Article 51, Section 1402 of the C.R.S., as amended.

Employees are immediately vested in their own contributions and investment earnings. For the year ended December 31, 2023, program members contributed \$15,776 for the PERAPlus 401(k) Plan.

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Defined Contribution Retirement Plan (PERA DC Plan)

Plan Description

Eligible employees of the LGDTF hired on or after January 1, 2019, have the option to participate in the LGDTF, a cost-sharing multiple-employer defined benefit pension plan, or the Defined Contribution Retirement Plan (PERA DC Plan).

The PERA DC Plan is an Internal Revenue Code Section 401(a) governmental profit-sharing defined contribution plan. Title 24, Article 51, Part 15 of the C.R.S., as amended, assigns the authority to establish Plan provisions to the PERA Board of Trustees. The DC Plan is also included in PERA's Annual Comprehensive Financial Report as referred to above.

Funding Policy

All participating employees in the PERA DC Plan and the Town are required to contribute a percentage of the participating employees' PERA-includable salary to the PERA DC Plan. The employee and employer contribution rates for the period January 1, 2023 through December 31, 2023 are summarized in the tables below:

	January 1, 2023 Through June 30, 2023	July 1, 2023 Through December 31, 2023
Employee Contribution Rate		
All employees other than State Troopers	9.00 %	9.00 %
State Troopers	13.00 %	13.00 %
Employer Contribution Rate		
All employees other than State Troopers	10.00 %	10.00 %
State Troopers	12.85 %	12.85 %

Contribution rates are expressed as a percentage of salary as defined in CRS § 24-51-101 (42).

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Additionally, the employers are required to contribute AED, SAED, and other statutory amounts for employees other than State Troopers to the LGDTF, as follows:

	January 1, 2022 Through June 30, 2022	January 1, 2021 Through December 31, 2021	January 1, 2022 Through June 30, 2022	July 1, 2022 Through December 31, 2022
Amortization Equalization Disbursement (AED) as Specified in C.R.S. § 24-51-411	2.20 %	2.20 %	2.20 %	2.20 %
Supplemental Amortization Equalization Disbursement (SAED) as Specified in C.R.S. § 24-51-411	1.50 %	1.50 %	1.50 %	1.50 %
Automatic Adjustment Provision (AAP) as specified in C.R.S. § 24-51-411	0.50 %	1.00 %	1.00 %	1.00 %
Additional Contribution Supplement as specified in C.R.S. § 24-51-401 and § 24-51-415	0.03 %	0.03 %	0.06 %	0.06 %
Total Employer Contribution Rate to the LGDTF	4.23 %	4.73 %	4.76 %	4.76 %

Contribution rates are expressed as a percentage of salary as defined in CRS § 24-51-101 (42).

Contribution requirements are established under Title 24, Article 51, Section 1505 of the C.R.S., as amended. Participating employees of the PERA DC Plan are immediately vested in their own contributions and investment earnings and are immediately 50 percent vested in the amount of employer contributions made on their behalf. For each full year of participation, vesting of employer contributions increases by 10 percent. Forfeitures are used to pay expenses of the PERA DC Plan in accordance with PERA Rule 16.80 as adopted by the PERA Board of Trustees in accordance with Title 24, Article 51, Section 204 of the C.R.S. As a result, forfeitures do not reduce pension expense. Participating employees in the PERA DC Plan contributed \$7,770 for the PERA DC Plan.

Deferred Compensation Plan (PERAPlus 457 Plan)

Plan Description

Employees of the Town may voluntarily contribute to the Deferred Compensation Plan (PERAPlus 457 Plan), an Internal Revenue Code Section 457 deferred compensation plan administered by PERA. Title 24, Article 51, Part 16 of the C.R.S., as amended, assigns the authority to establish the Plan provisions to the PERA Board of Trustees. PERA issues a publicly available Annual Comprehensive Financial Report which includes additional information on the PERAPlus 457 Plan. That report can be obtained at www.copera.org/investments/pera-financial-reports.

Funding Policy

The PERAPlus 457 Plan is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Title 24, Article 51, Section 1603 of the C.R.S., as amended. Members are immediately vested in their own contributions. For the year ended December 31, 2023, program members contributed \$24,669 for the PERAPlus 457 Plan.

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NOTE 13 – MissionSquare – 401(A) PLAN & 457 PLAN

Plan Description

Employees of the Town may voluntarily contribute to the Voluntary Investment Program, an Internal Revenue Code Section 401(a) defined contribution plan or an Internal Revenue Code Section 457 defined contribution plan. Both of these plans are administered by MissionSquare. MissionSquare issues an annual report that can be obtained at <https://www.missionsq.org>.

Funding Policy for 401(a) Plan

The Voluntary Investment Program is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Section 401(a). Employees are immediately vested in their own contributions and investment earnings. For the year ended December 31, 2023, program members contributed \$0.

Funding Policy for 457 Plan

The Voluntary Investment Program is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Section 457(b). Employees are immediately vested in their own contributions and investment earnings. For the year ended December 31, 2023, program members contributed \$5,609.

The Town is contractually obligated to contribute to both MissionSquare 401(a) and 457. All of the Town's contributions will be vested in accordance with the Town's vesting schedule. For the year ended December 31, 2023, the Town made the required contributions of \$6,500 and \$23,843 to MissionSquare 401(a) and 457, respectively.

NOTE 14 – DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN

The Town participates in the Health Care Trust Fund (HCTF), a cost-sharing multiple-employer defined benefit OPEB fund administered by the Public Employees' Retirement Association of Colorado ("PERA"). The net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, OPEB expense, information about the fiduciary net position (FNP) and additions to/deductions from the FNP of the HCTF have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefits paid on behalf of health care participants are recognized when due and/or payable in accordance with the benefit terms. Investments are reported at fair value.

Plan Description

Eligible employees of the Town are provided with OPEB through the HCTF—a cost-sharing multiple-employer defined benefit OPEB plan administered by PERA. The HCTF is established under Title 24, Article 51, Part 12 of the Colorado Revised Statutes (C.R.S.), as amended, and sets forth a framework that grants authority to the PERA Board to contract, self-insure, and authorize disbursements necessary in order to carry out the purposes of the PERACare program, including the administration of the premium subsidies. Colorado State law provisions may be amended by the Colorado General Assembly. PERA issues a publicly available annual comprehensive financial report (ACFR) that can be obtained at www.copera.org/investments/pera-financial-reports.

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Benefits Provided

The HCTF provides a health care premium subsidy to eligible participating PERA benefit recipients and retirees who choose to enroll in one of the PERA health care plans, however, the subsidy is not available if only enrolled in the dental and/or vision plan(s). The health care premium subsidy is based upon the benefit structure under which the member retires and the member's years of service credit. For members who retire having service credit with employers in the Denver Public Schools (DPS) Division and one or more of the other four Divisions (State, School, Local Government and Judicial), the premium subsidy is allocated between the HCTF and the Denver Public Schools Health Care Trust Fund (DPS HCTF). The basis for the amount of the premium subsidy funded by each trust fund is the percentage of the member contribution account balance from each division as it relates to the total member contribution account balance from which the retirement benefit is paid.

C.R.S. § 24-51-1202 et seq. specifies the eligibility for enrollment in the health care plans offered by PERA and the amount of the premium subsidy. The law governing a benefit recipient's eligibility for the subsidy and the amount of the subsidy differs slightly depending under which benefit structure the benefits are calculated. All benefit recipients under the PERA benefit structure and all retirees under the DPS benefit structure are eligible for a premium subsidy, if enrolled in a health care plan under PERACare. Upon the death of a DPS benefit structure retiree, no further subsidy is paid.

Enrollment in PERACare health benefits program is voluntary and is available to benefit recipients and their eligible dependents, certain surviving spouses, and divorced spouses and guardians, among others. Eligible benefit recipients may enroll into the program upon retirement, upon the occurrence of certain life events, or on an annual basis during an open enrollment period.

PERA Benefit Structure

The maximum service-based premium subsidy is \$230 per month for benefit recipients who are under 65 years of age and who are not entitled to Medicare; the maximum service-based subsidy is \$115 per month for benefit recipients who are 65 years of age or older or who are under 65 years of age and entitled to Medicare. The maximum service-based subsidy, in each case, is for benefit recipients with retirement benefits based on 20 or more years of service credit. There is a 5 percent reduction in the subsidy for each year less than 20. The benefit recipient pays the remaining portion of the premium to the extent the subsidy does not cover the entire amount.

For benefit recipients who have not participated in Social Security and who are not otherwise eligible for premium-free Medicare Part A for hospital-related services, C.R.S. § 24-51-1206(4) provides an additional subsidy. According to the statute, PERA cannot charge premiums to benefit recipients without Medicare Part A that are greater than premiums charged to benefit recipients with Part A for the same plan option, coverage level, and service credit. Currently, for each individual PERACare enrollee, the total premium for Medicare coverage is determined assuming plan participants have both Medicare Part A and Part B and the difference in premium cost is paid by the HCTF or the DPS HCTF on behalf of benefit recipients not covered by Medicare Part A.

Contributions

Pursuant to Title 24, Article 51, Section 208(1) (f) of the C.R.S., as amended, certain contributions are apportioned to the HCTF. PERA-affiliated employers of the State, School, Local Government, and

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Judicial Divisions are required to contribute at a rate of 1.02 percent of PERA-includable salary into the HCTF.

Employer contributions are recognized by the HCTF in the period in which the compensation becomes payable to the member and the Town is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from the Town were \$73,295 for the year ended December 31, 2023.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At December 31, 2023, the Town reported a liability of \$452,390 for its proportionate share of the net OPEB liability. The net OPEB liability for the HCTF was measured as of December 31, 2022, and the total OPEB liability (TOL) used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2021. Standard update procedures were used to roll-forward the total OPEB liability to December 31, 2022. The Town's proportion of the net OPEB liability was based on the Town's contributions to the HCTF for the calendar year 2022 relative to the total contributions of participating employers to the HCTF.

At December 31, 2022, the Town's proportion was .0554072617 percent, which was an increase of .0055992044 from its proportion measured as of December 31, 2021.

For the year ended December 31, 2023, the Town recognized OPEB expense of \$54,083. At December 31, 2023, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between Expected and Actual Experience	\$ 59	\$ 109,402
Changes of Assumptions or other Inputs	7,271	49,930
Net Difference between Projected and Actual Earnings on OPEB Plan Investments	27,631	-
Changes in Proportion and Differences between Contributions Recognized and Proportionate Share of Contributions	184,704	252
Contributions Subsequent to the Measurement Date	73,295	-
Total	<u>\$ 292,960</u>	<u>\$ 159,584</u>

\$73,295 reported as deferred outflows of resources related to OPEB, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the year ended December 31, 2023.

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Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended Dec 31,	Amount
2024	22,118
2025	10,620
2026	13,142
2027	14,682
2028	(286)
Thereafter	(195)
	\$ 60,081

Actuarial assumptions

The total OPEB liability in the December 31, 2021 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

Actuarial Cost Method	Entry Age
Price Inflation	2.30%
Real Wage Growth	0.70%
Wage Inflation	3.00%
Salary Increases, Including Wage Inflation	3.20%-11.30%
Long-Term Investment Rate of Return, Net of OPEB Plan Investment Expenses, Including Price Inflation	7.25%
Discount rate	7.25%
Health Care Cost Trend Rates: PERA Benefit Structure:	
Service-based Premium Subsidy	0.00%
PERACare Medicare Plans	6.50% in 2022 gradually decreasing to 4.50% in 2030
Medicare Part A Premiums	3.75% in 2022, gradually increasing to 4.50% in 2029

The TOL for the HCTF, as of the December 31, 2022, measurement date, was adjusted to reflect the disaffiliation, allowable under C.R.S. § 24-51-313, of Tri-County Health Department (TriCounty Health), effective December 31, 2022. As of the close of the 2022 fiscal year, no disaffiliation payment associated with Tri-County Health was received, and therefore no disaffiliation dollars were reflected in the FNP as of the December 31, 2022, measurement date.

Beginning January 1, 2022, the per capita health care costs are developed by plan option; based on 2022 premium rates for the UnitedHealthcare Medicare Advantage Prescription Drug (MAPD) PPO plan #1, the UnitedHealthcare MAPD PPO plan #2, and the Kaiser Permanente MAPD HMO plan. Actuarial morbidity factors are then applied to estimate individual retiree and spouse costs by age, gender, and health care cost trend. This approach applies for all members and is adjusted accordingly for those not eligible for premium-free Medicare Part A for the PERA benefit structure.

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Age-Related Morbidity Assumptions

Participant Age	Annual Increase (Male)	Annual Increase (Female)
65-69	3.0%	1.5%
70	2.9%	1.6%
71	1.6%	1.4%
72	1.4%	1.5%
73	1.5%	1.6%
74	1.5%	1.5%
75	1.5%	1.4%
76	1.5%	1.5%
77	1.5%	1.5%
78	1.5%	1.6%
79	1.5%	1.5%
80	1.4%	1.5%
81 and older	0.0%	0.0%

Sample Age	MAPD PPO #1 with Medicare Part A		MAPD PPO #2 with Medicare Part A		MAPD HMO (Kaiser) with Medicare Part A	
	Retiree/Spouse		Retiree/Spouse		Retiree/Spouse	
	Male	Female	Male	Female	Male	Female
65	\$1,704	\$1,450	\$583	\$496	\$1,923	\$1,634
70	\$1,976	\$1,561	\$676	\$534	\$2,229	\$1,761
75	\$2,128	\$1,681	\$728	\$575	\$2,401	\$1,896

Sample Age	MAPD PPO #1 without Medicare Part A		MAPD PPO #2 without Medicare Part A		MAPD HMO (Kaiser) without Medicare Part A	
	Retiree/Spouse		Retiree/Spouse		Retiree/Spouse	
	Male	Female	Male	Female	Male	Female
65	\$6,514	\$5,542	\$4,227	\$3,596	\$6,752	\$5,739
70	\$7,553	\$5,966	\$4,901	\$3,872	\$7,826	\$6,185
75	\$8,134	\$6,425	\$5,278	\$4,169	\$8,433	\$6,657

The 2022 Medicare Part A premium is \$499 (actual dollars) per month.

All costs are subject to the health care cost trend rates, as discussed below.

Health care cost trend rates reflect the change in per capita health costs over time due to factors such as medical inflation, utilization, plan design, and technology improvements. For the PERA benefit

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structure, health care cost trend rates are needed to project the future costs associated with providing benefits to those PERACare enrollees not eligible for premium-free Medicare Part A.

Health care cost trend rates for the PERA benefit structure are based on published annual health care inflation surveys in conjunction with actual plan experience (if credible), building block models and industry methods developed by health plan actuaries and administrators. In addition, projected trends for the Federal Hospital Insurance Trust Fund (Medicare Part A premiums) provided by the Centers for Medicare & Medicaid Services are referenced in the development of these rates. Effective December 31, 2021, the health care cost trend rates for Medicare Part A premiums were revised to reflect the current expectation of future increases in rates of inflation applicable to Medicare Part A premiums.

The PERA benefit structure health care cost trend rates used to measure the TOL are summarized in the table below:

<u>Year</u>	<u>PERACare Medicare Plans</u>	<u>Medicare Part A Premiums</u>
2022	6.50%	3.75%
2023	6.25%	4.00%
2024	6.00%	4.00%
2025	5.75%	4.00%
2026	5.50%	4.25%
2027	5.25%	4.25%
2028	5.00%	4.25%
2029	4.75%	4.50%
2030+	4.50%	4.50%

Mortality assumptions used in the December 31, 2021, valuation for the determination of the total pension liability for each of the Division Trust Funds as shown below, reflect generational mortality and were applied, as applicable, in the determination of the TOL for the HCTF, but developed on a headcount-weighted basis. Affiliated employers of the State, School, Local Government and Judicial Divisions participate in the HCTF.

Pre-retirement mortality assumptions for the State and Local Government Divisions (members other than State Troopers) were based upon the PubG-2010 Employee Table with generational projection using scale MP-2019.

Pre-retirement mortality assumptions for State Troopers were based upon the PubS-2010 Employee Table with generational projection using scale MP-2019.

Pre-retirement mortality assumptions for the School Division were based upon the PubT-2010 Employee Table with generational projection using scale MP-2019.

Pre-retirement mortality assumptions for the Judicial Division were based upon the PubG-2010(A) Above-Median Employee Table with generational projection using scale MP-2019.

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Post-retirement non-disabled mortality assumptions for the State and Local Government Divisions (members other than State Troopers) were based upon the PubG-2010 Healthy Retiree Table, adjusted as follows:

- **Males:** 94 percent of the rates prior to age 80 and 90 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.
- **Females:** 87 percent of the rates prior to age 80 and 107percent of the rates for ages 80 and older, with generational projection using scale MP-2019.

Post-retirement non-disabled beneficiary mortality assumptions were based upon the Pub-2010 Contingent Survivor Table, adjusted as follows:

- **Males:** 97 percent of the rates for all ages, with generational projection using scale MP-2019.
- **Females:** 105 percent of the rates for all ages, with generational projection using scale MP-2019.

Disabled mortality assumptions for members other than State Troopers were based upon the PubNS-2010 Disabled Retiree Table using 99% of the rates for all ages with generational projection using scale MP-2019.

The following health care costs assumptions were updated and used in the roll-forward calculation for the Trust Fund:

- Per capita health care costs in effect as of the December 31, 2021, valuation date for those PERACare enrollees under the PERA benefit structure who are expected to be age 65 and older and are not eligible for premium-free Medicare Part A benefits have been updated to reflect costs for the 2022 plan year.
- The December 31, 2021, valuation utilizes premium information as of January 1, 2022, as the initial per capita health care cost. As of that date, PERACare health benefits administration is performed by UnitedHealthcare. In that transition, the costs for the Medicare Advantage Option #2 decreased to a level that is lower than the maximum possible service-related subsidy as described in the plan provisions.
- The health care cost trend rates applicable to health care premiums were revised to reflect the then current expectation of future increases in those premiums. Medicare Part A premiums continued with the prior valuation trend pattern.

Actuarial assumptions pertaining to per capita health care costs and their related trend rates are analyzed and updated annually by PERA Board's actuary, as discussed above.

Effective for the December 31, 2022, measurement date, the timing of the retirement decrement was adjusted to middle-of-year within the valuation programming used to determine the TOL, reflecting a

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recommendation from the 2022 actuarial audit report, dated October 14, 2022, summarizing the results of the actuarial audit performed on the December 31, 2021, actuarial valuation.

The actuarial assumptions used in the December 31, 2021, valuation were based on the results of the 2020 experience analysis for the period January 1, 2016, through December 31, 2019, and were reviewed and adopted by the PERA Board at their November 20, 2020, meeting.

The long-term expected return on plan assets is reviewed as part of regular experience studies prepared at least every five years for PERA. The most recent analyses were outlined in the Experience Study report dated October 28, 2020.

Several factors are considered in evaluating the long-term rate of return assumption, including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentages and then adding expected inflation.

As of the most recent reaffirmation of the long-term rate of return, the target asset allocation and best estimates of geometric real rates of return for each major asset class are summarized in the table as follows:

Asset Class	Target Allocation	30-Year Expected Geometric Real Rate of Return
Global Equity	54.00%	5.60%
Fixed Income	23.00%	1.30%
Private Equity	8.50%	7.10%
Real Estate	8.50%	4.40%
Alternatives	6.00%	4.70%
Total	<u>100.00%</u>	

In setting the long-term expected rate of return, projections employed to model future returns provide a range of expected long-term returns that, including expected inflation, ultimately support a long-term expected rate of return assumption of 7.25 percent.

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Sensitivity of the Town’s proportionate share of the net OPEB liability to changes in the healthcare cost trend rates

The following presents the Town’s net OPEB liability using the current health care cost trend rates applicable to the PERA benefit structure, as well as if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current rates:

	<u>1% Decrease in Trend Rates</u>	<u>Current Trend Rates</u>	<u>1% Increase in Trend Rates</u>
Initial PERACare Medicare Trend Rate	5.25%	6.25%	7.25%
Ultimate PERACare Medicare Trend Rate	3.50%	4.50%	5.50%
Initial Medicare Part A Trend Rate	3.00%	4.00%	5.00%
Ultimate Medicare Part A Trend Rate	3.50%	4.50%	5.50%
Proportionate Share of the Net OPEB Liability	\$439,584	\$452,390	\$466,321

Discount Rate

The discount rate used to measure the total OPEB liability was 7.25 percent. The projection of cash flows used to determine the discount rate applied the actuarial cost method and assumptions shown above. In addition, the following methods and assumptions were used in the projection of cash flows:

- Updated health care cost trend rates for Medicare Part A premiums as of the December 31, 2022, measurement date.
- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00%.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law and effective as of the measurement date.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- Estimated transfers of dollars into the HCTF representing a portion of purchase service agreements intended to cover the costs associated with OPEB benefits.
- Benefit payments and contributions were assumed to be made at the middle of the year.

Based on the above assumptions and methods, the HCTF’s fiduciary net position was projected to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25 percent on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability. The discount rate determination does not use the municipal bond index rate, and therefore, the discount rate is 7.25 percent. There was no change in the discount rate from the prior measurement date.

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Sensitivity of the Town’s proportionate share of the net OPEB liability to changes in the discount rate

The following presents the proportionate share of the net OPEB liability calculated using the discount rate of 7.25 percent, as well as what the proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
Proportionate Share of the Net OPEB Liability	\$524,452	\$452,390	\$390,751

OPEB plan fiduciary net position

Detailed information about the HCTF’s fiduciary net position is available in PERA’s Annual Comprehensive Financial Report which can be obtained at www.copera.org/investments/pera-financial-reports.

NOTE 15 - COMMITMENTS AND CONTINGENCIES

Construction Commitments

At December 31, 2023, the Town had unexpended construction related contract commitments in the governmental funds of approximately \$771,495 and \$437,957 in the proprietary funds. These projects are expected to be completed in 2024.

TABOR Amendment

Colorado voters passed an amendment to the State Constitution, Article X, Section 20 (the Taxpayer Bill of Rights, otherwise known as TABOR), which has several limitations, including revenue raising, spending abilities and other specific requirements of state and local governments. The amendment is complex and subject to judicial interpretation. The 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.

The Amendment also requires local governments to establish emergency reserves to be used for declared emergencies only. An emergency, as defined by the Amendment, excludes economic conditions, revenue shortfalls, or salary or fringe benefit increases. These reserves are required to be 3% or more of fiscal year spending (excluding bonded debt service). The Town has restricted \$566,996 for this purpose.

On April 2, 1996, the voting citizens of the Town of Firestone authorized the Town to collect retain, and expend the full proceeds of the Town’s sales and use tax, property tax revenues, non-federal grants, fees and other revenues collected and received during the year 1996 and each subsequent year, for capital projects, basic municipal services or other lawful municipal purposes, notwithstanding any state limitation on fiscal year revenue and spending, including without limitation the restrictions of Article X, Section 20 of the Colorado Constitution or any other law. This effectively removed all revenue and spending limits imposed by TABOR.

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The Town believes it is in compliance with the provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of its provisions will require judicial interpretation.

Litigation

Management is not aware of any outstanding claims that could have a material adverse effect on the Town's financial statements.

NOTE 16 – FUND BALANCE CLASSIFICATION

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. As required by the State Constitution amendment addressed in Note 14, the Town is required to provide for Emergency Reserves.

The rationale of the fund balance classifications are as follows:

- Nonspendable
 - These are payments made to vendors for services that will benefit periods extending beyond the current fiscal year.
- Restricted
 - Emergencies – a portion restricted for emergencies as defined under TABOR (Note 15)
 - Conservation Trust – restricted under state statutes for future payments on maintenance and capital expenditures
 - Open Space – per legal restrictions on the use of lodging taxes collected
- Committed
 - Impact Fees – committed by Board of Trustees resolution for capital projects related to roadways, local parks, regional parks, municipal facilities, drainage, and raw water
 - FURA Improvements – committed by Board of Trustees resolution to mitigate blight in the Southern, Northern, Central or Bighorn Firestone Urban Renewal Authority boundaries
- Assigned
 - Working Reserve – Town Policy adopted by Resolution of the Board of Trustees to establish a working reserve of at least 25% of the current year General Fund operating expenditures
- Unassigned – any remaining fund balance that does not fall into one of the other categories. The General Fund should be the only fund that reports a positive unassigned fund balance.

The Town's policy is to apply expenditures against nonspendable fund balance, restricted fund balance, committed fund balance, assigned fund balance, and unassigned fund balance at the end of the fiscal year, in that order.

NOTE 17 - RISK MANAGEMENT

Since January 1, 2010, the Town has been a member of the Colorado Intergovernmental Risk Sharing Agency ("CIRSA") which provides sufficient liability and property coverage to protect against property damage to all the Town's capital assets and equipment. Other coverage includes general liability coverage as well as supplemental liability coverage for employee benefits, employment practices, law enforcement activities, vehicle and auto liability, crimes against the Town and a general umbrella liability policy. In addition, the Town has secured additional coverage for Town events and volunteers. The Town

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maintains the state required worker's compensation insurance with Pinnacol Assurance, the primary provider of worker's compensation coverage in Colorado.

NOTE 18 - DEVELOPER AGREEMENTS

The Town is involved in developer agreements to promote commercial growth within its boundaries. These agreements are structured so that future revenues are committed to meet development obligations, but only as the revenues are earned. If revenues are not earned from the sources outlined in the agreements, the Town of Firestone is not obligated to fund the expenditures from other sources. These agreements fall under Government Accounting Standard Board Statement No. 48, *Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues* for pledged revenues. The obligations to be repaid through these pledged revenues are summarized below:

American Furniture Warehouse (AFW) and THF/TFD Firestone Development, L.L.C.

An Amended and Restated Public Improvements Reimbursement Agreement (the "PIRA") between AFW and THF/TFD Firestone Development (the "Developers") was approved by the Town on July 31, 2006. The PIRA will finance the construction of certain public improvements in connection with the Town City Centre development, located at I-25 and Firestone Blvd. Under the PIRA, the Developers will receive 1.25 percent (the "Credit PIF") of the Town's 3.6 percent sales and use tax on the sale or provision of goods in the development. The amount of eligible cost that could be reimbursed to the Developers from Credit PIF Revenues is limited to \$11,000,000, plus interest accruing at the Wall Street Journal Prime Rate (8.50% at December 31, 2023), capped at 7 percent per annum. The Developers have 20 years (2026) to receive the maximum reimbursable amount.

THF Firestone Development, L.L.C.

A Retail Infrastructure Funding Agreement (the "RIFA") with THF Firestone Development (the "THF Developer") was approved by the Town on September 4, 2008. The RIFA supplements the PIRA and is intended to help finance the construction of additional public improvements in connection with the development of a portion of the retail area at I-25 and Firestone Boulevard. Under the RIFA, the THF Developer imposed a Retail Transaction Fee ("RTF") in the amount of 0.25 percent of the Town's 3.6 percent sales and use tax on the sale or provision of goods in the project area. The amount of eligible cost that could be reimbursed to the Developers from RTF Revenues is limited to \$4,000,000, plus interest accruing at the Wall Street Journal Prime Rate (8.50% at December 31, 2023), capped at 7 percent per annum. The Developers have 20 years (2029) to receive the maximum reimbursable amount.

**TOWN OF FIRESTONE, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023**

NOTE 19 – PRIOR-PERIOD RESTATEMENT

The Town has restated beginning Net Position in the Water Fund, Stormwater Fund, Government-Wide Governmental Activities, and Government-Wide Business-Type Activities. The purpose of the restatement is to correctly present Net OPEB Liability as a liability and not as an asset at January 1, 2023. The restatement is summarized as follows:

Restatement in Water Fund Balance Sheet and Statement of Net Position

	January 1, 2023 As Originally Stated	Restatement	January 1, 2023 As Restated
OPEB Asset	54,155	(54,155)	-
Net OPEB Liability	-	(54,155)	(54,155)
Net Position	99,768,748	(108,310)	99,660,438

Restatement in Stormwater Fund Balance Sheet and Statement of Net Position

	January 1, 2023 As Originally Stated	Restatement	January 1, 2023 As Restated
OPEB Asset	27,687	(27,687)	-
Net OPEB Liability	-	(27,687)	(27,687)
Net Position	10,627,168	(55,374)	10,571,794

Restatement in Government-Wide Statement of Net Position

	January 1, 2023 As Originally Stated	Restatement	January 1, 2023 As Restated
OPEB Asset	347,655	(347,655)	-
Net OPEB Liability	-	(347,655)	(347,655)
Net Position	67,996,255	(695,310)	67,300,945

TOWN OF FIRESTONE
REQUIRED SUPPLEMENTARY INFORMATION
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 12,493,678	\$ 12,493,678	\$ 11,538,017	\$ (955,661)
Intergovernmental	1,334,475	1,334,475	1,811,010	476,535
Licenses, Fees and Charges	3,688,705	3,720,705	3,360,110	(360,595)
Fines	100,714	100,714	133,098	32,384
Grants	276,780	276,780	61,284	(215,496)
Investment Earnings/(Loss)	75,000	75,000	463,926	388,926
Miscellaneous	62,000	30,000	531,381	501,381
Total Revenues	<u>18,031,352</u>	<u>18,031,352</u>	<u>17,898,826</u>	<u>(132,526)</u>
EXPENDITURES				
General Government				
Town Administration	6,931,705	6,654,386	5,707,098	947,288
Engineering	360,875	363,875	266,690	97,185
Planning	1,270,670	1,267,670	1,035,027	232,643
Public Safety	5,914,275	6,191,594	5,784,020	407,574
Public Works	2,673,832	2,673,832	2,017,024	656,808
Parks	2,202,946	2,202,946	1,777,109	425,837
Capital Outlay	108,202	108,202	876,864	(768,662)
Debt Service:				
Interest Expense	-	-	78,297	(78,297)
Principal Expense	-	-	480,888	(480,888)
Total Expenditures	<u>19,462,505</u>	<u>19,462,505</u>	<u>18,023,017</u>	<u>1,439,488</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,431,153)</u>	<u>(1,431,153)</u>	<u>(124,191)</u>	<u>1,306,962</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	3,133,800	3,226,995	672,333	(2,554,662)
Transfers Out	-	(922,889)	(922,889)	-
Lease Financing	-	-	604,795	604,795
SBITA* Financing	-	-	13,792	13,792
Total Other Financing Sources (Uses)	<u>3,133,800</u>	<u>2,304,106</u>	<u>368,031</u>	<u>(1,936,075)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 1,702,647</u>	<u>\$ 872,953</u>	243,840	<u>\$ (629,113)</u>
FUND BALANCE AT BEGINNING OF YEAR			<u>11,746,917</u>	
FUND BALANCE AT END OF YEAR			<u>\$ 11,990,757</u>	

*Subscription-Based Information Technology

**TOWN OF FIRESTONE
REQUIRED SUPPLEMENTARY INFORMATION
FIRESTONE URBAN RENEWAL AUTHORITY - NORTHERN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
Year Ended December 31, 2023**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Property Taxes - TIF	\$ 3,978,100	\$ 3,978,100	\$ 4,231,079	\$ 252,979
Investment Earnings	13,000	13,000	147,777	134,777
Total Revenues	<u>3,991,100</u>	<u>3,991,100</u>	<u>4,378,856</u>	<u>387,756</u>
EXPENDITURES				
General Government	3,906,992	4,206,992	4,203,626	3,366
Capital Outlay	-	-	37,159	(37,159)
Total Expenditures	<u>3,906,992</u>	<u>4,206,992</u>	<u>4,240,785</u>	<u>(33,793)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>84,108</u>	<u>(215,892)</u>	<u>138,071</u>	<u>353,963</u>
NET CHANGE IN FUND BALANCE	<u>\$ 84,108</u>	<u>\$ (215,892)</u>	<u>138,071</u>	<u>\$ 353,963</u>
FUND BALANCE AT BEGINNING OF YEAR			<u>1,043,750</u>	
FUND BALANCE AT END OF YEAR			<u>\$ 1,181,821</u>	

TOWN OF FIRESTONE
REQUIRED SUPPLEMENTARY INFORMATION
FIRESTONE URBAN RENEWAL AUTHORITY - BIGHORN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Property Taxes - TIF	\$ 4,507,216	\$ 4,507,216	\$ 4,590,245	\$ 83,029
Investment Earnings	25,000	25,000	554,260	529,260
Total Revenues	<u>4,532,216</u>	<u>4,532,216</u>	<u>5,144,505</u>	<u>612,289</u>
EXPENDITURES				
General Government	2,647,687	2,647,687	2,652,186	(4,499)
Capital Outlay	1,000,000	1,000,000	-	1,000,000
Total Expenditures	<u>3,647,687</u>	<u>3,647,687</u>	<u>2,652,186</u>	<u>995,501</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>884,529</u>	<u>884,529</u>	<u>2,492,319</u>	<u>1,607,790</u>
OTHER FINANCING USES				
Transfers out	<u>(200,000)</u>	<u>(375,595)</u>	<u>(375,595)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ 684,529</u></u>	<u><u>\$ 508,934</u></u>	2,116,724	<u><u>\$ 1,607,790</u></u>
FUND BALANCE AT BEGINNING OF YEAR			<u>3,122,707</u>	
FUND BALANCE AT END OF YEAR			<u><u>\$ 5,239,431</u></u>	

TOWN OF FIRESTONE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY/(ASSET)

FPPA - STATEWIDE DEFINED BENEFIT PLAN
Last Ten Years

	2023	2022	2021	2020	2019
Town's Proportion of the Net Pension Liability (Asset)	0.32113%	0.31807%	0.30921%	0.31584%	0.30161%
Town's Proportionate Share of the Net Pension Liability (Asset)	\$ 285,035	\$ (1,723,709)	\$ (671,289)	\$ (178,626)	\$ 381,312
Town's Covered Payroll	\$ 2,799,383	\$ 2,563,107	\$ 2,483,651	\$ 2,327,822	\$ 2,020,327
Town's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	10.18%	-67.25%	-28.84%	-7.67%	18.87%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	97.6%	116.20%	101.90%	101.90%	95.20%

The amounts presented for each fiscal year were determined as of December 31 of the prior year.

2018	2017	2016	2015	2014
0.27030%	0.27198%	0.23771%	0.25066%	0.25271%
\$ (388,872)	\$ 98,278	\$ (4,191)	\$ (282,914)	\$ (316,152)
\$ 1,581,069	\$ 1,349,000	\$ 1,253,350	\$ 1,127,325	\$ 1,097,600
-24.60%	7.29%	-0.33%	-25.10%	-28.80%
106.30%	98.21%	100.10%	106.80%	105.80%

**TOWN OF FIRESTONE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY/(ASSET)**

PERA - LOCAL GOVERNMENT DIVISION TRUST FUND
Last Ten Years

	2023	2022	2021	2020	2019
Town's proportionate share of the net pension liability/(asset)	0.70254%	0.65062%	0.62002%	0.52746%	0.39639%
Town's proportion of the net pension liability/(asset)	\$ 7,043,447	\$ (557,826)	\$ 3,231,086	\$ 3,857,762	\$ 4,983,456
Town's covered payroll	\$ 5,737,211	\$ 4,833,157	\$ 4,346,448	\$ 3,609,894	\$ 2,571,702
Town's proportionate share of the net pension liability/(asset) as a percentage of its covered payroll	122.77%	-11.54%	74.34%	106.87%	193.78%
Plan fiduciary net position as a percentage of the total pension	82.99%	101.49%	90.88%	86.26%	75.96%

The amounts presented for each fiscal year were determined as of December 31 of the prior year.

2018	2017	2016	2015	2014
0.30200%	0.32290%	0.32673%	0.30410%	0.28906%
\$ 3,362,833	\$ 4,360,194	\$ 3,599,155	\$ 2,725,702	\$ 2,167,416
\$ 1,905,298	\$ 1,957,152	\$ 1,855,551	\$ 1,666,348	\$ 1,542,145
176.50%	222.78%	193.97%	163.57%	140.55%
79.37%	73.65%	76.87%	80.72%	77.66%

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TOWN OF FIRESTONE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY/(ASSET)

PERA - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS

Last Ten Years

	2023	2022	2021	2020	2019	2018
Town's proportionate share of the net OPEB liability/(asset)	0.05541%	0.04981%	0.04669%	0.03980%	0.03041%	0.02347%
Town's proportion of the net OPEB liability/(asset)	\$ 452,390	\$ 429,497	\$ 443,700	\$ 447,372	\$ 413,696	\$ 304,999
Town's covered payroll	\$ 5,737,211	\$ 4,833,157	\$ 4,346,448	\$ 3,609,894	\$ 2,571,702	\$ 1,905,298
Town's proportionate share of the net OPEB liability/(asset) as a percentage of its covered payroll	7.89%	8.89%	10.21%	12.39%	16.09%	16.01%
Plan fiduciary net position as a percentage of the total OPEB	38.57%	39.40%	24.49%	24.49%	17.03%	17.53%

The amounts presented for each fiscal year were determined as of December 31 of the prior year.

Effective for the December 31, 2022, measurement date, the timing of the retirement decrement was adjusted to middle-of-year within the valuation programming used to determine the TOL, reflecting a recommendation from the 2022 actuarial audit report, dated October 14, 2022, summarizing the results of the actuarial audit performed on the December 31, 2021, actuarial valuation.

This schedule is presented to show information for 10 years. Until information for the full 10-year period is available, information will be presented for the years it is available

**TOWN OF FIRESTONE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE TOWN'S CONTRIBUTIONS**

**FPPA - STATEWIDE DEFINED BENEFIT PLAN
Last Ten Years**

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually Required Contribution	\$ 321,048	\$ 251,446	\$ 217,643	\$ 198,686	\$ 186,226
Contributions in Relation to the Contractually Required Contribution	\$ 321,048	251,446	217,643	198,686	186,226
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Town's Covered Payroll	\$ 3,389,046	\$ 2,799,383	\$ 2,563,107	\$ 2,483,607	\$ 2,327,822
Contributions as a Percentage of Covered Payroll	9.5%	9.0%	8.5%	8%	8%

The amounts presented for each fiscal year were determined as of December 31 of the prior year.

2018	2017	2016	2015	2014
\$ 161,626	\$ 126,486	\$ 107,920	\$ 100,268	\$ 90,186
161,626	126,486	107,920	100,268	90,186
\$ -	\$ -	\$ -	\$ -	\$ -
\$ 2,020,327	\$ 1,581,069	\$ 1,349,000	\$ 1,253,350	\$ 1,127,325
8%	8%	8%	8%	8%

**TOWN OF FIRESTONE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE TOWN'S CONTRIBUTIONS**

**PERA - LOCAL GOVERNMENT DIVISION TRUST FUND
Last Ten Years**

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Statutorily required contributions	\$ 948,522	\$ 757,312	\$ 637,977	\$ 551,130	\$ 457,735
Contributions in relation to the statutorily required contribution	<u>987,255</u>	<u>773,738</u>	<u>638,335</u>	<u>562,044</u>	<u>455,430</u>
Contribution deficiency (excess)	<u>\$ (38,733)</u>	<u>\$ (16,427)</u>	<u>\$ (358)</u>	<u>\$ (10,914)</u>	<u>\$ 2,304</u>
Covered payroll	\$ 7,185,776	5,737,211	4,833,157	4,346,448	3,609,894
Contribution as a percentage of covered payroll	13.20%	13.20%	13.20%	12.68%	12.68%

The amounts presented for each fiscal year were determined as of December 31 of the prior year.

2018	2017	2016	2015	2014
\$ 326,092	\$ 241,592	\$ 248,166	\$ 235,284	\$ 211,293
329,666	241,592	248,166	235,284	211,293
\$ (3,574)	\$ -	\$ -	\$ -	\$ -
2,571,702	1,905,298	1,957,152	1,855,551	1,666,348
12.68%	12.68%	12.68%	12.68%	12.68%

**TOWN OF FIRESTONE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE TOWN'S CONTRIBUTIONS**

PERA - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS

Last Ten Years

	2023	2022	2021	2020	2019	2018
Statutorily required contributions	\$ 73,295	\$ 58,520	\$ 49,298	\$ 44,334	\$ 36,821	\$ 26,231
Contributions in relation to the statutorily required contribution	73,295	58,520	49,298	44,334	36,821	26,231
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	7,185,776	5,737,211	4,833,157	4,346,448	3,609,894	2,571,702
Contribution as a percentage of covered payroll	1.02%	1.02%	1.02%	1.02%	1.02%	1.02%

The amounts presented for each fiscal year were determined as of December 31 of the prior year.

This schedule is presented to show information for 10 years. Until information for the full 10-year period is available, information will be presented for the years it is available

**TOWN OF FIRESTONE
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2023**

NOTE 1. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information

The Board of Trustees annually adopts the Budget Resolution for all operating funds of the City. Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all funds, with the exception of the enterprise funds, which are budgeted on a non-GAAP basis of accounting. All annual appropriations lapse at fiscal year-end.

No later than October 15, the Town Manager submits to the Mayor and Trustees a proposed budget for the calendar year commencing the following January 1. The budget is prepared by fund, department, program, and activity, and includes information on the past year, current year estimates and requested appropriations and estimated revenues for the next calendar year. The Board of Trustees holds public hearings and may add to, subtract from or change appropriations except for expenditures required by law, debt service expenditures or for estimated cash deficits. No change to the budget shall increase the authorized expenditures to any amount greater than the total amount of available funds, which includes unreserved fund balance.

The Board of Trustees shall adopt the budget by resolution in accordance with the State Budget Law. Once adopted, the Board of Trustees may at any time, by ordinance, amend the budget. The individual boards of the Town's component units approve their respective annual budgets.

Expenditures may not legally exceed budgeted appropriations at the fund level. Funds are defined as the major operating units of the Town. Those funds are the General Fund, Firestone Urban Renewal Authority – Northern, Firestone Urban Renewal Authority – Bighorn, Capital Projects Fund, Debt Service Fund, Water Fund, and Stormwater Fund.

NOTE 2. CHANGE IN CONTRIBUTIONS FOR PENSIONS – FIRE AND POLICE PENSION ASSOCIATION (FPPA)

In 2014, the members elected to increase the member contribution rate to the Statewide Defined Benefit (SWDB) plan beginning in 2015. Member contribution rates will increase 0.5 percent annually through 2022 to a total of 12 percent of pensionable earnings. Employer contributions are 9.0 percent and 9.5 percent in 2022 and 2023, respectively. Employer contributions will increase 0.5 percent annually beginning in 2021 through 2030 to a total of 13 percent of pensionable earnings. In 2023, members of the SWDB plan and their employers are contributing at the rate of 12 percent and 9.5 percent, respectively, of pensionable earnings for a total contribution rate of 21.5 percent.

For additional information, see note 8 on page 53 of the Notes section.

NOTE 3. CHANGE IN CONTRIBUTIONS FOR PENSIONS – PUBLIC EMPLOYEES' RETIREMENT ASSOCIATION (PERA)

Eligible employees and the Town of Firestone are required to contribute to the LGDTF at a rate set by Colorado statute. The contribution requirements are established under C.R.S. § 24-51-401, *et seq.* and § 24-51-413. Employees are required to contribute 9 percent of their PERA-includable salary during the period of January 1, 2023 through December 31, 2023.

**TOWN OF FIRESTONE
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2023**

The employer contribution requirements for all employees are summarized in the table below:

	January 1, 2022 Through June 30, 2022	July 1, 2022 Through December 31, 2022	January 1, 2023 Through December 31, 2023
Employer Contribution Rate ¹	10.50 %	11.00 %	11.00 %
Amount of Employer Contribution Apportioned to the health Care Trust Fund as Specified in C.R.S. § 24-51-208(1)(f) ¹	(1.02)%	(1.02)%	(1.02)%
Amount Apportioned to the LGDTF ¹	9.48 %	9.48 %	9.98 %
Amortization Equalization Disbursement (AED) as Specified in C.R.S. § 24-51-411 ¹	2.20 %	2.20 %	2.20 %
Supplemental Amortization Equalization Disbursement (SAED) as Specified in C.R.S. § 24-51-411 ¹	1.50 %	1.50 %	1.50 %
Defined Contribution Supplement as specified in C.R.S. § 24-51-415	0.02 %	0.03 %	0.03 %
Total Employer Contribution Rate to the LGDTF¹	13.20 %	13.21 %	13.71 %

¹ Contribution rates are expressed as a percentage of salary as defined in CRS § 24-51-101 (42).

Contribution Rates for the LGDTF are expressed as a percentage of salary as defined in C.R.S. § 24-51-101(42).

For additional information, see Note 11 on page 58 of the Notes section.

TOWN OF FIRESTONE
OTHER SUPPLEMENTARY INFORMATION
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 5,583,739	\$ 5,583,739	\$ 5,471,982	\$ (111,757)
Intergovernmental	18,300	18,300	-	(18,300)
Licenses, Fees and Charges	12,404,135	12,404,135	3,543,060	(8,861,075)
Grants	-	-	1,920,510	1,920,510
Investment Earnings/(Loss)	90,000	90,000	554,302	464,302
Total Revenues	<u>18,096,174</u>	<u>18,096,174</u>	<u>11,489,854</u>	<u>(6,606,320)</u>
EXPENDITURES				
General Government	-	-	1,968,145	(1,968,145)
Capital Outlay	4,633,000	6,974,020	4,163,991	2,810,029
Total Expenditures	<u>4,633,000</u>	<u>6,974,020</u>	<u>6,132,136</u>	<u>841,884</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>13,463,174</u>	<u>11,122,154</u>	<u>5,357,718</u>	<u>(5,764,436)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	1,198,484	1,198,484	-
Transfers Out	(5,447,119)	(5,447,119)	(2,842,568)	2,604,551
Total Other Financing Sources (Uses)	<u>(5,447,119)</u>	<u>(4,248,635)</u>	<u>(1,644,084)</u>	<u>2,604,551</u>
NET CHANGE IN FUND BALANCE	<u>\$ 8,016,055</u>	<u>\$ 6,873,519</u>	3,713,634	<u>\$ (3,159,885)</u>
FUND BALANCE AT BEGINNING OF YEAR			<u>9,834,204</u>	
FUND BALANCE AT END OF YEAR			<u>\$ 13,547,838</u>	

**TOWN OF FIRESTONE
OTHER SUPPLEMENTARY INFORMATION
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
Year Ended December 31, 2023**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Investment Earnings	\$ 7,000	\$ 7,000	\$ 52,613	\$ 45,613
Total Revenues	<u>7,000</u>	<u>7,000</u>	<u>52,613</u>	<u>45,613</u>
EXPENDITURES				
Administrative Fees	7,400	7,400	6,991	409
Interest Expenditures	822,039	822,039	838,537	(16,498)
Principal Payments	1,520,000	1,520,000	1,494,225	25,775
Total Expenditures	<u>2,349,439</u>	<u>2,349,439</u>	<u>2,339,753</u>	<u>9,686</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(2,342,439)</u>	<u>(2,342,439)</u>	<u>(2,287,140)</u>	<u>55,299</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	2,349,439	2,349,439	2,299,550	(49,889)
Total Other Financing Sources (Uses)	<u>2,349,439</u>	<u>2,349,439</u>	<u>2,299,550</u>	<u>(49,889)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 7,000</u>	<u>\$ 7,000</u>	12,410	<u>\$ 5,410</u>
FUND BALANCE AT BEGINNING OF YEAR			<u>1,018,705</u>	
FUND BALANCE AT END OF YEAR			<u>\$ 1,031,115</u>	

**TOWN OF FIRESTONE
OTHER SUPPLEMENTARY INFORMATION
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
December 31, 2023**

	Conservation Trust	Firestone Urban Renewal Authority - Southern	Firestone Urban Renewal Authority - Central	Total Nonmajor Governmental Funds
ASSETS				
Cash and Investments	\$ 131,129	5,759	\$ 723,374	\$ 860,262
Receivables	15	5,863	-	5,878
Total Assets	<u>131,144</u>	<u>\$ 11,622</u>	<u>723,374</u>	<u>866,140</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts Payable	-	-	167	167
Other Liabilities	-	8,055	25,783	33,838
Total Liabilities	<u>-</u>	<u>8,055</u>	<u>25,950</u>	<u>34,005</u>
FUND BALANCES				
Conservation Trust	131,144	-	-	131,144
Committed for:				
FURA Improvements	-	3,567	697,424	700,991
Total Fund Balances	<u>131,144</u>	<u>3,567</u>	<u>697,424</u>	<u>832,135</u>
Total Liabilities and Fund Balances	<u>\$ 131,144</u>	<u>\$ 11,622</u>	<u>\$ 723,374</u>	<u>\$ 866,140</u>

TOWN OF FIRESTONE
OTHER SUPPLEMENTARY INFORMATION
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
Year Ended December 31, 2023

	Conservation Trust	Firestone Urban Renewal Authority - Southern	Firestone Urban Renewal Authority - Central	Total Nonmajor Governmental Funds
REVENUES				
Taxes	\$ -	\$ 105,721	\$ 3,375,095	\$ 3,480,816
Intergovernmental	120,974	-	-	120,974
Investment Earnings	17,060	-	119,440	136,500
Total Revenues	<u>138,034</u>	<u>105,721</u>	<u>3,494,535</u>	<u>3,738,290</u>
EXPENDITURES				
General Government	-	202,154	3,303,635	3,505,789
Capital Outlay	167,666	-	-	167,666
Total Expenditures	<u>167,666</u>	<u>202,154</u>	<u>3,303,635</u>	<u>3,673,455</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(29,632)</u>	<u>(96,433)</u>	<u>190,900</u>	<u>64,835</u>
OTHER FINANCING SOURCES				
Transfers In	-	100,000	-	100,000
Total Other Financing Sources	<u>-</u>	<u>100,000</u>	<u>-</u>	<u>100,000</u>
NET CHANGE IN FUND BALANCES	(29,632)	3,567	190,900	164,835
FUND BALANCES - BEGINNING OF YEAR	<u>160,776</u>	<u>-</u>	<u>506,524</u>	<u>667,300</u>
FUND BALANCES - END OF YEAR	<u>\$ 131,144</u>	<u>\$ 3,567</u>	<u>\$ 697,424</u>	<u>\$ 832,135</u>

**TOWN OF FIRESTONE
OTHER SUPPLEMENTARY INFORMATION
CONSERVATION TRUST FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
Year Ended December 31, 2023**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 110,525	\$ 110,525	\$ 120,974	\$ 10,449
Investment Earnings	1,050	1,050	17,060	16,010
Total Revenues	<u>111,575</u>	<u>111,575</u>	<u>138,034</u>	<u>26,459</u>
EXPENDITURES				
Capital Outlay	<u>225,000</u>	<u>250,595</u>	<u>167,666</u>	<u>82,929</u>
Total Expenditures	<u>225,000</u>	<u>250,595</u>	<u>167,666</u>	<u>82,929</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(113,425)</u>	<u>(139,020)</u>	<u>(29,632)</u>	<u>109,388</u>
NET CHANGE IN FUND BALANCE	<u>\$ (113,425)</u>	<u>\$ (139,020)</u>	(29,632)	<u>\$ 109,388</u>
FUND BALANCE AT BEGINNING OF YEAR			<u>160,776</u>	
FUND BALANCE AT END OF YEAR			<u>\$ 131,144</u>	

**TOWN OF FIRESTONE
OTHER SUPPLEMENTARY INFORMATION
FIRESTONE URBAN RENEWAL AUTHORITY - SOUTHERN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2023**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Property Taxes - TIF	\$ 103,131	\$ 103,131	\$ 105,721	\$ 2,590
Total Revenues	<u>103,131</u>	<u>103,131</u>	<u>105,721</u>	<u>2,590</u>
EXPENDITURES				
General Government	292,819	292,819	202,154	90,665
Total Expenditures	<u>292,819</u>	<u>292,819</u>	<u>202,154</u>	<u>90,665</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>(189,688)</u>	<u>(189,688)</u>	<u>(96,433)</u>	<u>93,255</u>
OTHER FINANCING USES				
Transfers in	200,000	200,000	100,000	(100,000)
NET CHANGE IN FUND BALANCE	<u>\$ 10,312</u>	<u>\$ 10,312</u>	3,567	<u>\$ (6,745)</u>
FUND BALANCE AT BEGINNING OF YEAR			<u>-</u>	
FUND BALANCE AT END OF YEAR			<u>\$ 3,567</u>	

**TOWN OF FIRESTONE
OTHER SUPPLEMENTARY INFORMATION
FIRESTONE URBAN RENEWAL AUTHORITY - CENTRAL
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
Year Ended December 31, 2023**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Property Taxes - TIF	\$ 3,257,795	\$ 3,257,795	\$ 3,375,095	\$ 117,300
Investment Earnings	10,000	10,000	119,440	109,440
Total Revenues	<u>3,267,795</u>	<u>3,267,795</u>	<u>3,494,535</u>	<u>226,740</u>
EXPENDITURES				
General Government	<u>3,264,668</u>	<u>3,304,668</u>	<u>3,303,635</u>	<u>1,033</u>
Total Expenditures	<u>3,264,668</u>	<u>3,304,668</u>	<u>3,303,635</u>	<u>1,033</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>3,127</u>	<u>(36,873)</u>	<u>190,900</u>	<u>227,773</u>
NET CHANGE IN FUND BALANCE	<u>\$ 3,127</u>	<u>\$ (36,873)</u>	190,900	<u>\$ 227,773</u>
FUND BALANCE AT BEGINNING OF YEAR			<u>506,524</u>	
FUND BALANCE AT END OF YEAR			<u>\$ 697,424</u>	

TOWN OF FIRESTONE
OTHER SUPPLEMENTARY INFORMATION
WATER FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION -
BUDGET AND ACTUAL (NON GAAP BUDGETARY BASIS)
Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
OPERATING REVENUES				
Charges for Services	\$ 29,249,313	\$ 29,249,313	\$ 32,519,503	\$ 3,270,190
Licenses and Fees	-	-	1,890	1,890
Intergovernmental	22,000	22,000	49,874	27,874
Total Operating Revenues	<u>29,271,313</u>	<u>29,271,313</u>	<u>32,571,267</u>	<u>3,299,954</u>
OPERATING EXPENSES				
Operations	1,740,859	1,740,859	1,856,696	(115,837)
Administration	697,458	697,458	694,352	3,106
Resources	1,873,405	1,873,405	2,025,024	(151,619)
Water Treatment and Tap Fees	3,382,000	3,382,000	1,679,184	1,702,816
Capital Outlay	6,071,470	36,285,323	29,073,476	7,211,847
Total Operating Expenses	<u>13,765,192</u>	<u>43,979,045</u>	<u>35,328,732</u>	<u>8,650,313</u>
OPERATING INCOME (LOSS)	<u>15,506,121</u>	<u>(14,707,732)</u>	<u>(2,757,465)</u>	<u>11,950,267</u>
NONOPERATING REVENUES (EXPENSES)				
Investment Earnings	110,000	110,000	1,107,276	997,276
Interest Expense	(1,938,000)	(3,158,854)	(1,842,494)	1,316,360
Principal Expense	(915,000)	(20,915,000)	(20,915,000)	-
Total Nonoperating Revenues (Expenses)	<u>(2,743,000)</u>	<u>(23,963,854)</u>	<u>(21,650,218)</u>	<u>2,313,636</u>
INCOME (LOSS) BEFORE TRANSFERS	<u>12,763,121</u>	<u>(38,671,586)</u>	<u>(24,407,683)</u>	<u>14,263,903</u>
OTHER FINANCING SOURCES				
Transfers out	(36,120)	(129,315)	(129,315)	-
Change in Net Position - Budget Basis	<u>\$ 12,727,001</u>	<u>\$ (38,800,901)</u>	(24,536,998)	<u>\$ 14,263,903</u>
RECONCILIATION TO GAAP BASIS:				
Bond Principal Payments			20,915,000	
Pension Expense			(10,134)	
OPEB Income			813	
Capital Outlay			29,073,476	
Depreciation			(919,061)	
Change in Net Position - GAAP Basis			<u>24,523,096</u>	
TOTAL NET POSITION - BEGINNING OF YEAR, AS RESTATED			<u>99,660,438</u>	
TOTAL NET POSITION - ENDING			<u>\$ 124,183,534</u>	

TOWN OF FIRESTONE
OTHER SUPPLEMENTARY INFORMATION
STORMWATER FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION -
BUDGET AND ACTUAL (NON GAAP BUDGETARY BASIS)
Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
OPERATING REVENUES				
Charges for Services	\$ 670,586	\$ 670,586	\$ 695,707	\$ 25,121
Licenses and Fees	599,999	599,999	218,108	(381,891)
Total Operating Revenues	<u>1,270,585</u>	<u>1,270,585</u>	<u>913,815</u>	<u>(356,770)</u>
OPERATING EXPENSES				
Operations	562,117	562,117	432,954	129,163
Administration	355,664	355,664	319,732	35,932
Capital Outlay	280,000	441,015	82,160	358,855
Total Operating Expenses	<u>1,197,781</u>	<u>1,358,796</u>	<u>834,846</u>	<u>523,950</u>
OPERATING INCOME (LOSS)	<u>72,804</u>	<u>(88,211)</u>	<u>78,969</u>	<u>167,180</u>
NONOPERATING REVENUES				
Investment Earnings/(Loss)	20,000	20,000	84,800	64,800
Total Nonoperating Revenues	<u>20,000</u>	<u>20,000</u>	<u>84,800</u>	<u>64,800</u>
Change in Net Position - Budget Basis	<u>\$ 92,804</u>	<u>\$ (68,211)</u>	163,769	<u>\$ 231,980</u>
RECONCILIATION TO GAAP BASIS:				
Capital Contributions			165,964	
Pension Income			11,228	
OPEB Income			2,167	
Capital Outlay			82,160	
Depreciation			<u>(253,052)</u>	
Change in Net Position - GAAP Basis			172,236	
TOTAL NET POSITION - BEGINNING OF YEAR, AS RESTATED			<u>10,571,794</u>	
TOTAL NET POSITION - ENDING			<u>\$ 10,744,030</u>	

**TOWN OF FIRESTONE
OTHER SUPPLEMENTARY INFORMATION
COMBINING STATEMENT OF NET POSITION
NON-MAJOR PROPRIETARY FUND
December 31, 2023**

	<u>St Vrain Water Authority</u>
CURRENT ASSETS	
Cash and Investments	\$ 11,693
Receivables	46,654
Prepaid Items	<u>53,031</u>
Total Current Assets	<u>111,378</u>
 CURRENT LIABILITIES	
Accounts Payable	<u>26,836</u>
Total Current Liabilities	<u>26,836</u>
 NET POSITION	
Unrestricted	<u>84,542</u>
Total Net Position	<u><u>\$ 84,542</u></u>

**TOWN OF FIRESTONE
OTHER SUPPLEMENTARY INFORMATION
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
NON-MAJOR PROPRIETARY FUND
Year Ended December 31, 2023**

	<u>St Vrain Water Authority</u>
OPERATING REVENUES	
Charges for Services	\$ 534,821
Total Operating Revenues	<u>534,821</u>
 OPERATING EXPENSES	
Administration	<u>506,605</u>
Total Operating Expenses	<u>506,605</u>
 OPERATING INCOME (LOSS)	 <u>28,216</u>
 CHANGE IN NET POSITION	 28,216
 NET POSITION - BEGINNING OF YEAR	 <u>56,326</u>
 NET POSITION - END OF YEAR	 <u><u>\$ 84,542</u></u>

**TOWN OF FIRESTONE
OTHER SUPPLEMENTARY INFORMATION
COMBINING STATEMENT OF CASH FLOWS
NON-MAJOR PROPRIETARY FUNDS
Year Ended December 31, 2023**

	Business-Type Activities <u>St Vrain</u> <u>Water Authority</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash Received from Customers	\$ 548,262
Cash Paid to Suppliers	<u>(543,837)</u>
Net Cash Provided (Used) by Operating Activities	<u>4,425</u>
Net Increase (Decrease) in Cash and Cash Equivalents	4,425
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>7,268</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u><u>\$ 11,693</u></u>
 RECONCILIATION OF OPERATING INCOME TO NET CASH FROM OPERATING ACTIVITIES	
Operating Income	\$ 28,216
Adjustments to Reconcile Operating Income to Net Cash Flows from Operating Activities	
(Increase) Decrease in Accounts Receivable	13,441
(Increase) Decrease in Prepaid Expenses	(53,031)
Increase (Decrease) in Accounts Payable	<u>15,799</u>
NET CASH FLOWS FROM OPERATING ACTIVITIES	<u><u>\$ 4,425</u></u>

**TOWN OF FIRESTONE
OTHER SUPPLEMENTARY INFORMATION
ST VRAIN WATER AUTHORITY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION -
BUDGET AND ACTUAL (NON GAAP BUDGETARY BASIS)
Year Ended December 31, 2023**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Charges for Services	\$ 551,731	\$ 551,731	\$ 534,821	\$ (16,910)
Total Revenues	<u>551,731</u>	<u>551,731</u>	<u>534,821</u>	<u>(16,910)</u>
EXPENDITURES				
General Government	547,199	547,199	506,605	40,594
Total Expenditures	<u>547,199</u>	<u>547,199</u>	<u>506,605</u>	<u>40,594</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>4,532</u>	<u>4,532</u>	<u>28,216</u>	<u>23,685</u>
NET CHANGE IN FUND BALANCE	<u>\$ 4,532</u>	<u>\$ 4,532</u>	28,216	<u>\$ 23,685</u>
FUND BALANCE AT BEGINNING OF YEAR			<u>56,326</u>	
FUND BALANCE AT END OF YEAR			<u>\$ 84,542</u>	

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

LOCAL HIGHWAY FINANCE REPORT	City or County: Town of Firestone
	YEAR ENDING : December 2023

This Information From The Records Of (example - City of _ or County of _)
Town of Firestone

Prepared By: Jessica Clanton
Phone:303.531.6279

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

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	1,617,791
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	914,875
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	0
2. General fund appropriations		b. Snow and ice removal	46,536
3. Other local imposts (from page 2)	3,777,138	c. Other	1,968,145
4. Miscellaneous local receipts (from page 2)	774,474	d. Total (a. through c.)	2,014,681
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)	4,547,347
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	4,551,612	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	626,230	2. Notes:	
D. Receipts from Federal Government (from page 2)	1,920,510	a. Interest	86,482
E. Total receipts (A.7 + B + C + D)	7,098,352	b. Redemption	175,000
		c. Total (a. + b.)	261,482
		3. Total (1.c + 2.c)	261,482
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	4,808,829

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)	2,335,000		175,000	2,160,000
1. Bonds (Refunding Portion)				
B. Notes (Total)				0

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
		7,098,352	4,808,829		

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments		a. Interest on investments	554,302
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	2,934,557	c. Parking Garage Fees	
2. Infrastructure & Impact Fees	609,658	d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	220,172
5. Specific Ownership &/or Other	232,923	g. Other Misc. Receipts	
6. Total (1. through 5.)	3,777,138	h. Other	
c. Total (a. + b.)	3,777,138	i. Total (a. through h.)	774,474
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	562,082	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	59,068	d. Federal Transit Admin	
d. Other (Specify) - Fuel tax reimb	5,080	e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal - ARPA	1,920,510
f. Total (a. through e.)	64,148	g. Total (a. through f.)	1,920,510
4. Total (1. + 2. + 3.f)	626,230	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation		0	0
(4). System Enhancement & Operation		1,617,791	1,617,791
(5). Total Construction (1) + (2) + (3) + (4)	0	1,617,791	1,617,791
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	1,617,791	1,617,791
			(Carry forward to page 1)

Notes and Comments:

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**TOWN OF FIRESTONE, COLORADO
STATISTICAL SECTION
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2023**

This part of the Town of Firestone's Annual Comprehensive Financial Report presents detailed information spanning multiple years to provide a historical context for understanding, interpreting and analyzing the information presented in the financial statements, note disclosures, and supplementary information about the Town's overall financial condition.

The Statistical Section is organized as follows -

	<u>Pages</u>
<i>Financial Trends:</i>	
Information on the Town's financial performance and health over time.	114-123
<i>Revenue:</i>	
Information on the Town's ability to generate tax revenue over time.	125-134
<i>Debt Capacity:</i>	
Information on the Town's outstanding debt and that of overlapping governments.	135-143
<i>Demographics:</i>	
Information on demographic and economic measures that affect the Town and its provision of services to its constituents.	144-146
<i>Operating Information:</i>	
Information on the Town's operations, staffing and other data.	147-149

**Town of Firestone
Net Position by Component
Last Ten Years**

	2014	2015	2016	2017
Governmental Activities				
Net Investment in Capital Assets	\$ 25,318,630	\$ 29,781,019	\$ 35,226,064	\$ 34,650,364
Restricted	2,896,206	555,109	620,745	803,119
Unrestricted	7,080,617	10,668,886	12,805,734	13,822,992
Total Governmental Activities Net Position	35,295,453	41,005,014	48,652,543	49,276,475
Business-Type Activities				
Net Investment in Capital Assets	54,887,599	56,976,448	61,740,243	64,408,047
Restricted	-	-	-	-
Unrestricted	5,700,790	6,330,768	7,468,575	7,945,531
Total Business-Type Activities Net Position	60,588,389	63,307,216	69,208,818	72,353,578
Primary Government				
Net Investment in Capital Assets	80,206,229	86,757,467	96,966,307	99,058,411
Restricted	2,896,206	555,109	620,745	803,119
Unrestricted	12,781,407	16,999,654	20,274,309	21,768,523
Total Primary Government Net Position	\$ 95,883,842	\$ 104,312,230	\$ 117,861,361	\$ 121,630,053

Source: Town of Firestone Finance Department

	2018	2019	2020	2021	2022	2023
\$	28,109,970	\$ 41,257,735	\$ 40,994,563	\$ 44,752,972	\$ 42,881,134	\$ 45,566,929
	13,864,260	10,522,696	13,582,233	8,763,677	6,629,889	9,858,471
	11,968,347	7,855,505	2,567,164	9,729,837	18,485,232	20,887,022
	<u>53,942,577</u>	<u>59,635,936</u>	<u>57,143,960</u>	<u>63,246,486</u>	<u>67,996,255</u>	<u>76,312,422</u>
	80,031,398	78,690,632	91,857,202	89,787,113	88,505,610	117,410,778
	-	-	-	-	-	-
	9,309,495	14,462,030	4,966,268	8,182,261	21,946,632	17,601,328
	<u>89,340,893</u>	<u>93,152,662</u>	<u>96,823,470</u>	<u>97,969,374</u>	<u>110,452,242</u>	<u>135,012,106</u>
	108,141,368	119,948,367	132,851,765	134,540,085	131,386,744	162,977,707
	13,864,260	10,522,696	13,582,233	8,763,677	6,629,889	9,858,471
	21,277,842	22,317,535	7,533,432	17,912,098	40,431,864	38,488,350
\$	<u>143,283,470</u>	<u>\$ 152,788,598</u>	<u>\$ 153,967,430</u>	<u>\$ 161,215,860</u>	<u>\$ 178,448,497</u>	<u>\$ 211,324,528</u>

**Town of Firestone
Changes in Net Position
Last Ten Years**

	2014	2015	2016	2017
Expenses				
Governmental Activities:				
General Government	\$ 2,156,089	\$ 2,207,436	\$ 2,348,047	\$ 5,513,764
Public Safety	2,436,446	2,671,801	2,969,834	3,261,233
Public Works	2,974,941	3,248,015	3,090,882	4,880,477
Health & Welfare	141,181	154,023	141,260	-
Economic Development	176,249	177,493	43,704	-
Parks	899,216	1,113,830	1,012,945	900,040
Interest on Long-Term Debt	205,068	156,411	159,656	145,887
Total Governmental Activities Expenses	8,989,190	9,729,009	9,766,328	14,701,401
Business-Type Activities:				
Water	2,311,358	2,473,529	2,744,992	4,017,740
Stormwater	82,369	167,672	227,901	148,496
St Vrain Water Authority	-	-	-	-
Total Business-Type Activities Expenses	2,393,727	2,641,201	2,972,893	4,166,236
Total Primary Government Activities Expenses	\$ 11,382,917	\$ 12,370,210	\$ 12,739,221	\$ 18,867,637
Program Revenues				
Governmental Activities:				
Charges for Services				
General Government	\$ 629,638	\$ 1,029,753	\$ 1,003,617	\$ 1,944,779
Public Safety	187,039	249,393	242,676	215,919
Public Works	1,750,915	3,368,729	2,697,973	1,451,035
Parks	-	-	-	557,611
Operating Grants and Contributions	397,245	1,276,205	853,006	201,916
Capital Grants and Contributions	462,805	1,479,388	4,785,207	1,181,103
Total Governmental Activities Program Revenues	3,427,642	7,403,468	9,582,479	5,552,363
Business-Type Activities:				
Charges for Services				
Water	2,726,634	3,208,033	3,416,947	5,741,998
Stormwater	118,585	278,433	449,677	503,901
St Vrain Water Authority	-	-	-	-
Operating Grants and Contributions	29,756	5,300	1,074	22,616
Capital Grants and Contributions	1,115,070	2,301,727	3,228,775	400,981
Total Business-Type Activities Program Revenues	3,990,045	5,793,493	7,096,473	6,669,496
Total Primary Government Program Revenues	\$ 7,417,687	\$ 13,196,961	\$ 16,678,952	\$ 12,221,859
Net (Expense) Revenue				
Governmental Activities	(5,561,548)	(2,325,541)	(183,849)	(9,149,038)
Business-Type Activities	1,596,318	3,152,292	4,123,580	2,503,260
Total Primary Government Net Expense	\$ (3,965,230)	\$ 826,751	\$ 3,939,731	\$ (6,645,778)

	2018	2019	2020	2021	2022	2023
\$	6,569,854	\$ 7,346,775	\$ 9,933,121	\$ 13,578,564	\$ 14,958,771	\$ 20,431,094
	3,935,427	3,998,914	5,270,936	5,309,476	5,557,826	6,594,795
	4,125,894	4,333,351	4,906,755	4,886,034	4,857,983	5,123,228
	-	-	-	-	-	-
	-	-	-	-	-	-
	1,038,690	1,686,172	1,910,253	1,773,954	1,505,774	2,075,075
	553,631	769,762	784,951	835,897	803,953	835,512
	16,223,496	18,134,974	22,806,016	26,383,925	27,684,306	35,059,704
	3,881,323	4,491,369	6,331,037	7,342,985	7,583,116	9,026,945
	232,813	369,739	696,055	878,329	932,105	1,005,738
	-	-	-	240,220	59,342	506,605
	4,114,136	4,861,108	7,027,092	8,461,534	8,574,563	10,539,288
\$	20,337,632	\$ 22,996,082	\$ 29,833,108	\$ 34,845,459	\$ 36,258,869	\$ 45,598,992
\$	2,399,646	\$ 2,951,584	\$ 2,586,062	\$ 2,937,899	\$ 2,795,781	\$ 3,536,613
	245,411	167,956	110,028	106,552	131,784	242,217
	1,348,846	977,560	714,874	762,109	616,336	829,830
	1,481,911	978,632	611,001	649,767	464,461	614,054
	508,227	689,690	407,270	2,347,686	2,098,180	63,560
	2,198,384	2,261,265	630,570	2,349,763	2,151,782	4,970,710
	8,182,425	8,026,687	5,059,805	9,153,776	8,258,324	10,256,984
	5,795,460	6,624,512	7,123,839	7,805,808	17,811,410	32,522,206
	562,356	831,519	790,534	824,565	933,682	927,210
	-	-	-	287,361	60,096	534,821
	10,342	67,297	24,870	12,951	250,985	49,874
	13,936,292	900,824	607,315	655,365	2,286,830	165,964
	20,304,450	8,424,152	8,546,558	9,586,050	21,343,003	34,200,075
\$	28,486,875	\$ 16,450,839	\$ 13,606,363	\$ 18,739,826	\$ 29,601,327	\$ 44,457,059
	(8,041,071)	(10,108,287)	(17,746,211)	(17,230,149)	(19,425,982)	(24,802,720)
	16,190,314	3,563,044	1,519,466	1,124,516	12,768,440	23,660,787
\$	8,149,243	\$ (6,545,243)	\$ (16,226,745)	\$ (16,105,633)	\$ (6,657,542)	\$ (1,141,933)

Town of Firestone
Changes in Net Position (continued)
Last Ten Years

General Revenues and Other Changes in Net Position

Governmental Activities:

	2014	2015	2016	2017
Taxes				
Property Taxes - General	\$ 918,746	\$ 990,689	\$ 1,158,501	\$ 1,415,101
Property Taxes - Urban Renewal	27,839	679,422	472,096	890,758
Specific Ownership Taxes	77,454	66,868	72,990	110,069
Sales & Use Taxes	4,692,078	5,448,691	6,072,395	6,093,407
Hwy Users, Road & Bridge, Motor Vehicle				
Taxes	507,865	545,634	551,515	401,994
Other Shared Taxes	-	-	-	493,796
Franchise Fees ⁽¹⁾	406,612	435,073	481,156	517,269
Interest Earnings	29,615	48,372	75,918	116,195
Other Miscellaneous	601,620	1,121,028	702,061	309,380
Gain (Loss) on Sale of Capital Assets	-	-	-	-
Transfers	(18,865)	(94,741)	(1,755,254)	(575,000)
Total Governmental Activities	7,242,964	9,241,036	7,831,378	9,772,969
Business-Type Activities				
Investment Earnings	13,801	20,061	22,768	61,555
Other Miscellaneous	4,861	97,063	-	4,945
Transfers	18,865	94,741	1,755,254	575,000
Total Business-Type Activities	37,527	211,865	1,778,022	641,500
Total Primary Government	\$ 7,280,491	\$ 9,452,901	\$ 9,609,400	\$ 10,414,469
Changes in Net Position				
Governmental Activities	1,681,416	6,915,495	7,647,529	623,931
Business-Type Activities	1,633,845	3,364,157	5,901,602	3,144,760
Total Primary Government	\$ 3,315,261	\$ 10,279,652	\$ 13,549,131	\$ 3,768,691

Source: Town of Firestone Finance Department

⁽¹⁾ Franchise Fees were previously included under General Revenues. Per GASB-S37, these should be under charge for service when not based on gross receipts. Therefore, they are now included in charge for service under the appropriate function.

	2018	2019	2020	2021	2022	2023
\$	1,455,589	\$ 1,439,646	\$ 1,702,409	\$ 5,433,457	\$ 8,856,296	\$ 10,528,148
	1,455,337	1,681,342	2,461,018	3,296,422	2,135,724	3,480,816
	112,203	105,737	86,076	97,538	111,746	95,831
	8,122,999	10,166,807	11,106,914	13,116,296	13,546,388	15,207,344
	532,150	541,420	424,728	553,896	505,099	562,082
	563,148	748,438	683,855	571,018	1,076,595	1,369,902
	-	-	-	-	-	-
	518,530	640,060	248,512	(25,620)	(67,554)	1,909,378
	474,089	426,503	437,694	240,343	112,470	531,381
	-	51,693	70,132	57,756	(104,090)	-
	(250,000)	-	-	-	36,120	129,315
	12,984,045	15,801,646	17,221,338	23,341,106	26,208,794	33,814,197
	383,847	248,725	184,239	12,957	(249,452)	1,192,076
	188,214	-	-	-	-	-
	250,000	-	-	-	(36,120)	(129,315)
	822,061	248,725	184,239	12,957	(285,572)	1,062,761
\$	13,806,106	\$ 16,050,371	\$ 17,405,577	\$ 23,354,063	\$ 25,923,222	\$ 34,876,958
	4,942,975	5,693,359	(524,873)	6,110,957	6,970,118	9,011,477
	17,012,375	3,811,769	1,703,705	1,137,473	12,482,868	24,723,548
\$	21,955,350	\$ 9,505,128	\$ 1,178,832	\$ 7,248,430	\$ 19,452,986	\$ 33,735,025

Town of Firestone
Fund Balances of Governmental Funds
Last Ten Years

	2014	2015	2016	2017
General Fund				
Nonspendable	\$ 30,524	\$ 11,265	\$ 9,928	\$ 63,850
Restricted	294,883	419,510	419,510	803,119
Committed	-	-	-	7,166,423
Assigned	62,084	-	-	2,237,467
Unassigned	2,675,982	4,174,872	6,024,085	5,881,921
Total General Fund	\$ 3,063,473	\$ 4,605,647	\$ 6,453,523	\$ 16,152,780
All Other Governmental Funds				
Nonspendable	\$ -	\$ -	\$ 1,318	\$ -
Restricted	2,601,323	135,599	201,235	-
Committed	3,301,212	6,438,705	6,586,504	1,074,337
Assigned	1,158,717	1,407,111	1,693,642	-
Unassigned	-	-	-	(38,302)
Total of All Other Governmental Funds	\$ 7,061,252	\$ 7,981,415	\$ 8,482,699	\$ 1,036,035

Source: Town of Firestone Finance Department

	2018	2019	2020	2021	2022	2023
\$	116,814	\$ 120,797	\$ 45,940	\$ 125,672	\$ 115,473	\$ 190,605
	939,501	7,312,893	2,039,838	1,862,940	1,739,534	2,332,555
	6,429,983	8,221,410	-	482,824	-	-
	2,682,429	3,329,528	3,605,481	3,821,161	4,046,813	4,724,970
	4,869,230	3,795,451	3,495,144	4,384,523	5,845,097	4,742,627
	<u>\$ 15,037,957</u>	<u>\$ 22,780,079</u>	<u>\$ 9,186,403</u>	<u>\$ 10,677,120</u>	<u>\$ 11,746,917</u>	<u>\$ 11,990,757</u>
\$	-	\$ -	\$ -	\$ 5,527	\$ 1,407	\$ 1,616
	12,924,759	3,209,803	11,542,395	6,900,738	5,911,447	8,554,531
	1,057,094	1,457,191	8,260,405	9,028,744	9,773,812	13,276,193
	-	-	-	-	-	-
	(27,641)	-	(41,375)	6,095,238	-	-
	<u>\$ 13,954,212</u>	<u>\$ 4,666,994</u>	<u>\$ 19,761,425</u>	<u>\$ 22,030,246</u>	<u>\$ 15,686,666</u>	<u>\$ 21,832,340</u>

Town of Firestone
Changes in Fund Balances of Governmental Funds
Last Ten Years

	2014	2015	2016	2017
Revenues				
Taxes	\$ 8,691,142	\$ 11,854,063	\$ 11,638,871	\$ 8,597,266
Intergovernmental	397,246	1,276,205	853,006	1,096,057
Licenses, Fees and Charges	777,802	1,183,137	1,164,279	3,752,927
Fines	187,039	249,393	242,676	212,529
Grants	-	-	-	5,367
Investment Earnings	29,615	48,372	75,918	116,195
Miscellaneous	143,822	648,687	409,154	1,242,364
Total Revenues	10,226,666	15,259,857	14,383,904	15,022,705
Expenditures				
General Government	2,013,681	2,120,898	2,241,403	4,579,269
Public Safety	2,393,303	2,699,483	2,916,172	3,224,787
Public Works	1,138,594	1,168,995	931,942	1,639,613
Health & Welfare	141,181	154,023	141,260	-
Economic Development	176,249	177,493	43,704	-
Parks and Open Space	532,995	719,125	627,552	435,065
Capital Outlay	2,833,046	5,234,670	2,967,231	1,905,964
Debt Service				
Principal	344,939	264,848	250,755	260,000
Interest	131,175	163,244	159,471	150,414
Debt Issuance Costs	62,443	-	-	-
Total Expenditures	9,767,606	12,702,779	10,279,490	12,195,112
Excess of Revenues				
Over (Under) Expenditures	459,060	2,557,078	4,104,414	2,827,593
Other Financing Sources (Uses)				
Operating Transfers In	3,180,869	4,269,478	2,451,310	10,094,527
Operating Transfers Out	(3,199,734)	(4,364,219)	(4,206,564)	(10,669,527)
Lease Proceeds	-	-	-	-
SBITA* Proceeds	-	-	-	-
Proceeds from Debt Issuance	3,795,000	-	-	-
Premium on Issuance of Debt	30,364	-	-	-
Total Other Financing Sources (Uses)	3,806,499	(94,741)	(1,755,254)	(575,000)
Net Changes in Fund Balance	\$ 4,265,559	\$ 2,462,337	\$ 2,349,160	\$ 2,252,593
Debt Service as a percentage of				
Noncapital Expenditures	6.93%	5.73%	5.56%	3.94%

Source: Town of Firestone Finance Department

*Subscription-Based Information Technology Arrangements

2018	2019	2020	2021	2022	2023
\$ 11,235,451	\$ 13,489,106	\$ 15,430,861	\$ 22,060,103	\$ 24,827,344	\$ 29,312,139
1,044,700	1,360,479	1,224,429	1,189,078	1,750,489	1,931,984
4,474,448	4,910,146	4,138,622	4,610,517	3,903,414	6,903,170
243,821	165,586	107,683	104,567	126,665	133,098
369,489	448,366	191,151	2,851,012	1,987,770	1,981,794
518,530	640,060	248,512	(25,620)	(67,554)	1,909,378
1,331,650	553,325	289,700	176,576	106,242	531,381
19,218,089	21,567,068	21,630,958	30,966,233	32,634,370	42,702,944
6,188,354	7,420,638	9,306,105	13,098,895	16,200,729	19,345,552
3,661,060	3,970,905	4,331,301	4,462,747	4,732,368	5,784,020
1,500,029	1,406,210	2,038,527	2,389,145	1,987,999	2,017,024
-	-	-	-	-	-
-	-	-	-	-	-
681,902	1,484,645	1,516,621	1,391,866	1,624,224	1,777,109
9,435,637	12,557,891	2,117,734	10,112,203	2,897,714	5,245,680
1,170,976	935,461	1,875,000	1,430,000	1,681,482	1,975,113
535,305	836,414	870,695	891,470	892,837	916,834
175,259	85,000	107,117	-	-	-
23,348,522	28,697,164	22,163,100	33,776,326	30,017,353	37,061,332
(4,130,433)	(7,130,096)	(532,142)	(2,810,093)	2,617,017	5,641,612
5,644,059	11,982,877	3,134,847	4,968,239	5,493,491	4,270,367
(5,894,059)	(11,982,877)	(3,134,847)	(4,968,239)	(5,457,371)	(4,141,052)
-	-	-	-	684,183	604,795
-	-	-	-	-	13,792
14,830,000	5,585,000	4,000,000	-	-	-
1,353,786	-	-	-	-	-
15,933,786	5,585,000	4,000,000	-	720,303	747,902
\$ 11,803,353	\$ (1,545,096)	\$ 3,467,858	\$ (2,810,093)	\$ 3,337,320	\$ 6,389,514
12.26%	10.98%	13.70%	9.81%	9.49%	9.09%

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**Town of Firestone
General Governmental Tax Revenues By Source
Last Ten Years**

Year	Property Tax	Specific Ownership Tax	Franchise Tax ⁽¹⁾	Sales & Use Tax	Severance Tax	Cigarette Tax	Other	Total
2014	946,639	77,454	406,612	4,692,078	325,426	16,192	623,990	7,088,392
2015	1,670,111	66,868	435,073	5,448,691	354,052	17,402	646,521	8,638,718
2016	1,630,597	72,990	481,156	6,072,395	178,086	18,236	648,099	9,101,560
2017	2,305,859	110,069	517,269	6,093,407	80,794	18,187	796,809	9,922,394
2018	2,910,926	112,203	-	8,122,999	137,952	22,894	934,452	12,241,426
2019	3,120,988	105,737	-	10,166,807	323,257	22,214	944,387	14,683,390
2020	4,163,427	86,076	-	11,106,914	235,352	34,190	839,041	16,465,000
2021	8,729,879	97,538	-	13,196,791	85,311	32,334	1,007,269	23,149,122
2022	10,992,020	111,746	-	13,546,388	532,576	16,757	1,032,361	26,231,848
2023	14,008,964	95,831	-	15,207,344	630,302	35,655	703,945	30,682,041

Source: Town of Firestone Finance Department

⁽¹⁾ In 2018, the Franchise Fees were documented differently to follow GASB Statement No. 37

Year	Taxable Revenue Sales Tax	% Change	Taxable Revenue Use Tax	% Change
2014	\$ 124,703,183	--	\$ 22,125,050.0	71.59%
2015	135,100,169	8.34%	36,912,350	66.84%
2016	148,351,395	9.81%	39,452,175	6.88%
2017	156,684,562	5.62%	33,806,900	(14.31%)
2018	196,750,193	25.57%	39,999,704	18.32%
2019	242,240,088	23.12%	55,621,667	39.06%
2020	276,328,806	14.07%	44,579,885	(19.85%)
2021	322,821,611	16.83%	60,585,115	35.90%
2022	338,859,639	4.97%	39,865,115	(34.20%)
2023	372,895,417	10.04%	48,051,269	20.53%

**Town of Firestone
Sales Tax Trends
Last Ten Years**

	2014	2015	2016	2017
Motor Vehicle Taxes	\$ 576,613	\$ 751,155	\$ 926,406	\$ 776,835
Hotel/Motels	144,952	141,172	110,806	133,528
Restaurants	599,105	638,306	674,929	774,683
Retail - Grocery	400,796	433,788	468,049	470,009
Retail - Other	1,117,043	1,241,644	1,339,173	1,526,329
Bars/Liquor Stores	117,811	126,508	132,458	133,684
Other	100,965	99,141	121,590	120,886
Services	67,023	72,966	81,868	123,542
Banking and Financial	70,361	72,858	86,020	102,249
Utilities and Communications	529,765	568,173	736,228	558,466
Agriculture	-	-	-	-
Mining, Utilities and Construction	-	-	-	-
Wholesale, Retail, Transport and Warehouse	-	-	-	-
Information	-	-	-	-
Professional Services	-	-	-	-
Education, Health and Social Assistance	-	-	-	-
Accomodation and Food Services	-	-	-	-
Other Services	-	-	-	-
Developer Reimbursement Obligation ¹	525,090	564,623	605,824	673,326
TOTAL	\$ 4,249,525	\$ 4,710,334	\$ 5,283,351	\$ 5,393,537

¹ Pledged revenues from sales tax for PIRA and RIFA agreements (See Note 18)

In 2020, the Town used the NAICS code for the groupings as it was determined to provide more reliable data.

2018	2019	2020	2021	2022	2023
\$ 1,103,314	\$ 1,199,261	\$ 1,279,147	\$ 1,446,893	\$ 1,665,559	\$ 1,332,956
175,898	184,652	-	-	-	-
989,526	1,131,681	-	-	-	-
588,765	658,831	-	-	-	-
2,252,453	2,574,875	-	-	-	-
170,261	240,926	-	-	-	-
138,859	187,631	-	-	-	-
193,857	311,615	-	-	-	-
108,368	55,069	-	-	-	-
721,318	900,194	-	-	-	-
-	-	2,426	-	3,115	1,492
-	-	913,260	1,042,543	786,503	932,751
-	-	4,960,314	5,514,976	6,700,514	6,974,659
-	-	125,043	156,154	166,897	187,560
-	-	245,106	300,432	304,893	439,175
-	-	2,688	1,935	3,947	49,467
-	-	1,227,777	1,493,146	1,834,826	1,672,188
-	-	98,928	136,507	314	183,569
769,331	890,561	994,920	1,032,192	1,189,423	1,126,987
\$ 7,211,949	\$ 8,335,296	\$ 9,849,609	\$ 11,124,779	\$ 12,655,991	\$ 12,900,805

Town of Firestone
Assessed and Estimated Actual Value of Taxable Property
Last Ten Years

Year ¹	Residential Property	Commercial Property	Industrial Property	Agricultural Property	Oil & Gas Property	Vacant Land
2014	58,161,240	37,162,960	3,862,400	589,250	40,321,950	5,013,430
2015	74,765,710	37,099,070	4,784,810	728,010	44,078,640	5,977,080
2016	81,440,220	38,234,500	5,168,420	956,120	74,448,970	4,770,570
2017	94,651,970	42,820,800	5,055,340	1,044,270	61,193,030	6,393,710
2018	99,929,150	44,280,990	4,467,370	1,024,170	71,906,320	4,833,110
2019	121,972,990	55,475,240	4,735,120	817,040	67,683,540	10,098,490
2020	129,654,860	60,530,070	5,087,100	783,970	51,769,760	9,135,080
2021	147,512,380	64,314,200	4,594,920	938,510	58,281,100	11,409,310
2022	153,906,110	69,732,120	5,530,400	887,220	83,172,270	8,061,150
2023	185,898,230	81,141,660	6,130,680	983,280	105,661,280	7,642,470
% of Assessed Valuation	50.1%	21.9%	1.6%	0.3%	19.8%	3.9%

Source: Weld County Assessor's Office

¹ Taxes are levied on November 1 of the prior year based on the prior year's assessed valuation on January 1

² Includes tax-exempt property

						Assessed
	Tax Exempt	Total	Percent	Total	Grand	Value
	Real	Taxable	Change	Direct Tax	Total	as a
Other	Property	Assessed		Rate	Actual	Percentage
		Value			Taxable	of Actual
					Value	Value ²
2,177,530	12,263,170	147,288,760	8.6%	6.805	1,001,239,462	15.94%
3,408,770	13,207,650	170,842,090	16.0%	6.805	1,219,182,510	15.10%
3,263,880	13,207,650	208,282,680	21.9%	6.805	1,346,732,610	16.45%
4,285,850	14,607,160	215,444,970	3.4%	6.805	1,653,001,095	13.92%
4,800,750	15,817,050	231,241,860	11.0%	6.805	1,743,703,006	14.17%
5,702,420	17,486,610	266,484,840	15.2%	6.805	2,128,107,378	13.34%
6,859,150	19,372,740	263,819,990	-1.0%	6.805	2,240,491,910	12.64%
7,236,140	24,110,330	294,286,560	11.5%	6.805	2,535,303,091	12.56%
9,852,690	25,866,874	357,008,834	21.3%	6.805	2,743,234,797	13.96%
3,994,900	30,270,130	421,722,630	18.1%	6.805	3,391,195,890	13.33%

2.5%

100%

**Town of Firestone
Property Tax Levy from Direct and Overlapping Governments
Last Ten Years**

Year	Town of Firestone	Weld County	RE1J School District	Frederick Firestone Fire Protection District	Mountain View Fire Rescue District	N. Colo. Water Conservation District	The Greens Metro District
Rates (In mills)							
2014	6.805	15.800	53.673	12.250	11.747	1.000	50.000
2015	6.805	15.800	53.887	12.121	11.747	1.000	50.000
2016	6.805	15.800	56.945	12.058	11.747	1.000	50.000
2017	6.805	15.800	56.394	12.058	11.747	1.000	55.456
2018	6.805	15.800	56.394	12.058	11.747	1.000	55.456
2019	6.805	15.038	56.385	11.961	16.247	1.000	55.456
2020	6.805	15.038	56.542	14.383	16.247	1.000	55.838
2021	6.805	15.038	57.358	14.369	16.247	1.000	55.838
2022	6.805	15.038	58.385	15.394	16.247	1.000	57.445
2023	6.805	12.024	57.238	15.118	16.247	1.000	61.456

Source: Weld County Assessor's Office

¹ Formerly known as the Weld County Library District.

The Springs Metro District	Cottonwood Hollow Res Metro Dist	Cottonwood Hollow Com Metro Dist	Stoneridge Metro District	Neighbor's Point Metro Dist	St. Vrain Sanitation District	Carbon Valley Recreation District	High Plains Library District ¹
42.000	50.000	46.000	50.000	45.000	0.685	6.710	3.267
42.000	50.000	46.000	50.000	50.000	0.585	6.794	3.308
42.000	50.000	46.000	50.000	45.000	0.519	7.055	3.271
42.000	61.911	46.000	50.000	45.000	0.517	5.955	3.256
42.000	61.911	46.000	50.000	45.000	0.517	5.955	3.256
42.000	61.911	46.000	50.000	45.000	0.519	4.619	3.252
-	65.734	60.000	34.000	45.000	0.475	4.427	3.181
6.000	65.734	60.000	23.373	45.000	0.473	4.427	3.197
6.000	65.321	53.941	23.435	56.046	0.373	4.427	3.181
6.000	67.667	52.928	17.776	52.700	0.317	4.427	3.196

**Town of Firestone
Principal Taxpayers
Current Year and Ten Years Ago**

Principal Taxpayer	2023		% Total Assessed Value	2014		Total Assessed Value
	Assessed Value	Rank		Assessed Value	Rank	
Crestone Peak Resources, LP	\$ 80,811,260	1	3.19%			
Kerr-McGee Oil & Gas Onshore LP	12,474,260	2	0.49%	16,110,760	2	1.69%
American Furniture Warehouse	10,312,010	3	0.41%	17,607,830	1	1.85%
Extraction Oil & Gas LLC	6,002,940	4	0.24%			
Gateway North Holdings LLC	5,268,690	5	0.21%			
Kerr McGee Gathering LLC	4,073,410	6	0.16%			
Dillon Companies Inc	3,516,690	7	0.14%	1,698,220	7	0.18%
Quadrant Management Inc	3,096,630	8	0.12%			
Home Depot	2,595,340	9	0.10%	1,573,930	8	0.16%
Sun Eagle Crest LLC	2,536,290	10	0.10%			
Synergy Resources Corp				7,620,620	3	0.80%
Sunsecured Financing LLC				693,570	10	0.07%
High Plains Marketplace LLC				2,022,000	5	0.21%
Advance Forming Technology Inc				1,900,190	6	0.20%
Advance Forming Technology LLC				2,218,510	4	0.23%
Safeway Stores 45 Inc				1,211,960	9	0.13%
	<u>\$ 130,687,520</u>		<u>5.15%</u>	<u>\$ 52,657,590</u>		<u>1.99%</u>

Source: Weld County Assessor's Office

**Town of Firestone
Property Tax Levies and Collections
Last Ten Years**

Levy Year	Collection Year	Total Tax Levy ¹	Current Tax Collections	Percent of Levy Collected
2013	2014	920,014	914,425	99.00
2014	2015	932,961	990,714	106.00 ²
2015	2016	1,158,501	1,158,493	100.00 ²
2016	2017	1,375,530	1,404,373	102.00 ²
2017	2018	1,400,949	1,455,590	104.00 ²
2018	2019	1,480,347	1,439,646	97.25
2019	2020	1,705,336	1,702,409	99.83
2020	2021	1,490,247	1,486,351	99.74
2021	2022	1,599,923	2,110,125	131.89 ²
2022	2023	1,714,748	1,706,824	99.54

Source: Weld County Assessor's Office

¹Taxes are levied on November 1 of the prior year based on the prior year's assessed valuation at January 1.

²Amounts showing greater than 100% collected include previous year abatements that were overruled.

**Town of Firestone
Largest Water Customers
12/31/2023**

2023

	Billings/ Payments	% of Total ¹	Rank ⁴	Gallons Used	% of Total ²
Mobile Home Park	\$ 255,532	4.37%	1	32,070,000	4.32%
Commercial (Government) ³	58,414	1.00%	2	8,858,975	1.19%
Commercial	35,689	0.61%	3	5,957,057	0.80%
Industrial	25,941	0.44%	4	4,072,159	0.55%
Irrigation	39,119	0.67%	5	4,012,145	0.54%
Commercial (Government) ³	28,482	0.49%	6	3,689,288	0.50%
Commercial (Government) ³	22,734	0.39%	7	3,268,020	0.44%
Irrigation	28,184	0.48%	8	2,934,195	0.40%
Commercial	23,456	0.40%	9	2,821,269	0.38%
Irrigation	25,454	0.44%	10	2,756,463	0.37%
Total	\$ 543,005	9.29%		70,439,571	9.49%
YTD Amounts	\$ 5,843,866	100%		741,984,391	100%

¹ Based on total Charges for Services

² Based on total Gallons used

³ These accounts are related to the same governmental entity; however, due to different base rates, they are billed and paid as separate accounts.

⁴ Rank is based on total Gallons used

Customers by Class - 2023

Customer Class	# Accounts
Residential	5,556
Commercial (including multifamily)	522
Industrial	2
Total	6,080

**Town of Firestone
Ratios of Outstanding Debt by Type
Last Ten Years**

Fiscal Year	Governmental Activities			Business - Type Activities		Total Primary Government	Weld County	
	Sales Tax Revenue Bonds	Certificates of Participation	Capital Leases	Water Loans	Water Bonds		Percent Personal Income	Per Capita
2014	3,650,364	1,355,000	20,603	-	-	5,025,967	1420.70%	450
2015	3,496,419	1,260,000	755	-	-	4,757,174	1067.67%	413
2016	3,344,113	1,160,000	-	-	-	4,504,113	1015.57%	349
2017	3,186,868	1,055,000	-	1,580,000	-	5,821,868	1031.82%	441
2018	3,029,687	16,464,635	1,192,568	1,580,000	-	22,266,890	3946.41%	1,611
2019	2,867,569	21,520,483	892,107	5,905,801	-	31,185,960	6238.01%	2,099
2020	2,690,516	23,734,559	577,207	-	55,392,936	82,395,218	12578.87%	5,093
2021	2,518,553	22,390,675	-	-	54,870,543	79,779,771	10681.10%	4,637
2022	2,346,681	21,008,914	-	-	74,348,150	97,703,745	11312.14%	5,551
2023	2,169,913	19,584,360	-	-	52,910,757	74,665,030	8149.87%	3,869

Details regarding the Town's outstanding debt can be found in Note 7 to the financial statements.

Town of Firestone
Ratio of General Bonded Debt Outstanding
Last Ten Years

Year	Population ¹	Actual Taxable Value ²	General Bonded Debt	General Bonded Debt to Actual Taxable Valuation	General Bonded Debt Per Capita
2014	11,175	1,001,239,462	-	0.00%	-
2015	11,524	1,219,182,510	-	0.00%	-
2016	12,917	1,346,732,610	-	0.00%	-
2017	13,187	1,653,001,095	-	0.00%	-
2018	13,826	1,743,703,006	-	0.00%	-
2019	14,860	2,128,107,378	-	0.00%	-
2020	16,177	2,240,491,910	-	0.00%	-
2021	17,206	2,535,303,091	-	0.00%	-
2022	17,600	2,743,234,797	-	0.00%	-
2023	19,300	3,391,195,890	-	0.00%	-

Source: ¹ U.S. Census Bureau
² Weld County Assessor's Office

**Town of Firestone
 Direct and Overlapping General Bonded Debt
 December 31, 2023**

	Debt Outstanding⁽¹⁾	Estimaged Percentage Applicable	Amount Applicable to the Town
Direct Debt:			
Town of Firestone	\$ 21,754,273	100%	\$ 21,754,273
Total Direct Debt	<u>21,754,273</u>		<u>21,754,273</u>
Overlapping General Obligation Debt:			
Frederick-Firestone Fire Protection District	19,145,000	39%	7,538,279
St Vrain Valley School District	369,950,000	7%	26,572,536
Total Overlapping General Bonded Debt	<u>389,095,000</u>		<u>34,110,815</u>
Total Direct and Overlapping General Bonded Debt	<u>\$ 410,849,273</u>		<u>\$ 55,865,088</u>

⁽¹⁾ Provided by each governmental entity

The determination of debt applicable to the Town is calculated using the Assessed Values for each entity as reported by Weld County Assessor's abstract.

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**Town of Firestone
Pledged Revenue - Developer Reimbursement Obligations
Last Ten Years**

Fiscal Year	Sales Tax Collected		Assets Dedicated		Debt Service Payments	
	PIRA 1.25%	RIFA 0.25%	General Fund	Enterprise Fund	General Fund	Enterprise Fund
2014	437,575	87,515	-	-	525,090	-
2015	470,519	94,104	1,479,388	1,396,328	564,623	-
2016	504,853	100,971	4,801,570	3,103,643	410,226	-
2017	600,156	73,171	1,181,103	400,981	410,414	-
2018	680,027	89,304	1,478,016	2,120,403	1,170,976	-
2019	786,309	104,252	2,261,266	880,824	935,461	-
2020	871,141	123,780	630,570	607,315	2,189,900	-
2021	906,170	126,022	1,567,367	655,365	2,007,207	-
2022	1,036,318	153,105	1,908,213	2,286,830	1,470,000	-
2023	976,656	150,332	1,236,646	165,964	1,520,000	-

NOTE: 2018 General Fund debt service payment amount changed to exclude amortization of premiums.

**Town of Firestone
 Legal Debt Margin Information
 Last Ten Years**

	2014	2015	2016	2017	2018
Debt limit - 3% of Actual Valuation	\$ 30,037,184	\$ 36,575,475	\$ 40,401,978	\$ 49,590,033	\$ 52,311,090
Total Net Debt Applicable to Limit	-	-	-	-	-
Legal Debt Margin	<u>\$ 30,037,184</u>	<u>\$ 36,575,475</u>	<u>\$ 40,401,978</u>	<u>\$ 49,590,033</u>	<u>\$ 52,311,090</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	0.00%	0.00%	0.00%	0.00%	0.00%

Source: Town of Firestone Finance Department

2019	2020	2021	2022	2023
\$ 63,843,221	\$ 67,214,757	\$ 76,059,093	\$ 82,297,044	\$ 101,735,877
-	-	-	-	-
<u>\$ 63,843,221</u>	<u>\$ 67,214,757</u>	<u>\$ 76,059,093</u>	<u>\$ 82,297,044</u>	<u>\$ 101,735,877</u>
0.00%	0.00%	0.00%	0.00%	0.00%

**Town of Firestone
Net Revenues and Pro-Forma Debt Service Coverage
Last Ten Years**

Fiscal Year	2015 ³	2016	2017	2018
Gross Revenues				
Charges for Services	\$ 2,872,033	\$ 3,166,697	\$ 4,017,893	\$ 4,444,869
Tap/Connection Fee Revenue	336,000	399,000	1,724,105	1,350,295
Other Operating Income	122,296	25,000	84,509	379,637
Total Gross Revenues	3,330,329	3,590,697	5,826,507	6,174,801
Operation and Maintenance Expenses¹	2,092,654	2,338,213	2,087,426	2,408,119
Net Revenues	\$ 1,237,675	\$ 1,252,484	\$ 3,739,081	\$ 3,766,682
Combined Maximum Annual Principal and Interest Requirements²	\$ 2,857,550	\$ 2,857,550	\$ 2,857,550	\$ 2,857,550
Pro-Forma Coverage	0.43	0.44	1.31	1.32

¹ This figure includes all operating expense properly allocable to the System pursuant to GAAP, but excludes depreciation, amortization, interest paid on outstanding bonds or net tap fees paid to Central Weld, which are booked as expenses pursuant to GAAP.

² This represents the Combined Maximum Annual Principal and Interest Requirements payable on the 2020 Bonds, after taking the Refunding Project into account (\$2,857,550 in years 2025 and 2032).

³ Revenue breakout is not readily available from the Town's records prior to 2015.

2019	2020	2021	2022	2023
\$ 4,553,938	\$ 5,296,193	\$ 5,830,133	\$ 16,351,085	\$ 32,423,579
1,729,800	1,776,600	1,840,200	1,015,200	1,203,200
628,872	24,870	12,951	252,660	51,764
6,912,610	7,097,663	7,683,284	17,618,945	33,678,543
1,793,310	2,209,620	2,771,671	3,508,929	4,576,072
\$ 5,119,300	\$ 4,888,043	\$ 4,911,613	\$ 14,110,016	\$ 29,102,471
\$ 2,857,550	\$ 2,857,550	\$ 2,857,550	\$ 2,857,550	\$ 2,857,550
1.79	1.71	1.72	4.94	10.18

**Town of Firestone
Demographic and Economic Statistics
Last Ten Years**

Year	Weld County					
	Town of Firestone Population ¹	Personal Income (amounts expressed in thousands)	Per Capita Income ³	Median Age ¹	School Enrollment ²	Unemployment Rate ³
2014	11,175	353,767	31,657	33.7	30,195	5.9
2015	11,524	445,564	38,664	33.7	31,076	3.7
2016	12,917	443,505	34,335	34.0	31,776	4.5
2017	13,187	564,232	42,787	33.7	32,171	2.5
2018	13,826	499,934	36,159	33.7	32,421	2.7
2019	14,860	655,029	44,080	34.3	32,639	2.7
2020	16,177	746,924	46,172	33.8	32,855	3.0
2021	17,206	863,707	50,198	34.8	31,312	7.2
2022	17,600	916,150	52,054	34.6	32,406	5.7
2023	19,300	1,091,473	56,553	35.2	32,639	3.0

Sources: ¹ U.S. Census Bureau
² St. Vrain Valley School District
³ Upstate Colorado

Weld County information is provided due to a lack of availability of Town of Firestone statistics.

**Town of Firestone
Principal Employers
Current Year and Ten Years Ago**

Employer	2023			2014				
	# of Employees	Rank	Type of Business	% Total Town Employment	# of Employees	Rank	Type of Business	% Total Town Employment
American Furniture Warehouse	380	1	Retail	4.10%	73	7	Retail	2.92%
ARC Worldwide	201	2	Retail	2.17%	*		Retail	0.00%
King Soopers Store - Firestone	201	3	Grocery	2.17%	134	3	Grocery	5.36%
Home Depot	155	4	Home Improv.	1.67%	99	5	Home Improv.	3.96%
Town of Firestone	115	5	Government	1.24%	45	9	Government	1.80%
Safeway Store - Firestone	113	6	Grocery	1.22%	96	6	Grocery	3.84%
Coal Ridge Middle School ¹	62	7	Education	0.67%	*		Education	0.00%
Centennial Lending	50	8	Financial	0.54%	*		Education	0.00%
McDonald's	50	9	Fast Food	0.54%	*		Financial	0.00%
Centennial Elementary	48	10	Education	0.52%	*		Financial	0.00%
Flatiron	*		Construction	0.00%	160	2	Construction	6.40%
St. Vrain School District ¹	*		Government	0.00%	166	1	Government	6.64%
Advanced Forming Technologies	*		Manufacturing	0.00%	104	4	Manufacturing	4.16%
St. Vrain Sanitation District	*		Government	0.00%	47	8	Government	1.88%
Ehrlich I-25 Kia	*		Retail	0.00%	41	10	Retail	1.64%
Total	1,375			14.83%	965			38.60%
Total Town Employment (estimated)	9,271				2,500			

Source: Firestone Finance Department & Planning Department

* Information is not available.

**Town of Firestone
Property Value and Construction
Last Ten Years**

Year	Actual Property Value ⁽¹⁾			Commercial Construction ⁽²⁾		Residential Construction ⁽²⁾	
	Commercial	Residential	Total	# Units	Value	# Units	Value
2014	128,148,022	730,710,535	858,858,557	5	2,289,245	132	37,324,080
2015	127,927,625	939,194,775	1,067,122,400	16	5,428,715	221	56,330,300
2016	131,842,824	1,023,041,946	1,154,884,770	37	15,823,875	191	56,478,538
2017	147,657,928	1,314,690,408	1,462,348,336	46	14,087,021	167	45,594,678
2018	152,692,770	1,387,985,939	1,540,678,709	57	40,232,129	133	36,020,629
2019	191,293,787	1,705,925,376	1,897,219,163	26	25,549,857	260	74,086,365
2020	208,724,174	1,813,367,258	2,022,091,432	21	22,069,498	252	70,427,254
2021	221,772,900	2,063,103,259	2,284,876,159	19	11,144,358	322	94,444,891
2022	240,455,532	2,217,273,144	2,457,728,676	7	4,927,446	198	77,479,814
2023	290,830,374	2,774,594,627	3,065,425,001	2	3,920,841	278	73,945,509

Source:

⁽¹⁾Weld County Assessor's Office

⁽²⁾Town of Firestone Building Department (Citizenserve - Issued Permits Report)

Town of Firestone
Full-Time Equivalent Town Government Employees by Function
Last Ten Years

Function	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Government	15.0	8.3	9.8	11.0	19.0	24.5	30.0	33.0	41.0	44.0
Public Safety										
Police	22.0	23.0	26.0	24.5	33.0	32.5	32.5	29.8	38.0	39.0
CSO	2.0	2.0	2.0	3.0	3.0	3.0	3.0	2.0	1.0	1.0
Public Works	-	-	-	6.5	8.1	9.0	10.0	9.0	14.0	14.0
Parks and Recreation	-	-	-	4.0	10.0	12.0	12.0	10.0	18.0	18.0
Community Development	13.0	19.4	21.7	-	-	-	-	-	-	-
Water	2.0	2.5	2.6	5.7	5.8	3.0	4.0	5.0	8.0	8.0
StormWater	-	-	-	1.1	2.1	2.0	2.0	3.0	4.0	4.0
Total	54.0	55.2	62.1	55.8	81.0	86.0	93.5	91.8	124.0	128.0

Source: Town of Firestone Finance Department

**Town of Firestone
Miscellaneous Statistics
Last Ten Years**

Date of Incorporation 1908
Form of Government Trustees & Town Manager

	2014	2015	2016	2017	2018
Number of Employees					
Non-Exempt (Hourly)	44	45	52	51	65
Exempt (Salary)	10	13	10	9	16
Town of Firestone's Facilities and Services					
Streets Paved/Gravel, in Miles ¹	74	74	74	74	74
Parks:					
Number of Parks ¹	18	18	18	18	18
Number of Park, Open Space, and Undeveloped Acres Maintained	998	998	998	998	998
Parks Maintained, by Acreage ¹					
Open Space Maintained, by Acreage ¹					
Town Owned Property-Maintained, by Acreage ¹					
Number of Trail & Sidewalk Miles Maintained	18	18	18	18	18
Trails, in Miles ¹					
Police Protection:					
Number of Stations	1	1	1	1	1
Number of Police Personnel and Officers	23	25	28	28	28
Number of Patrol Units	17	14	21	23	23
Water System:					
Linear Feet of Water Lines Maintained ¹	288,482	288,482	288,482	288,482	288,482
Linear Feet of Water Lateral Lines ¹	*	*	*	*	*
Number of Customer Accounts	3,533	3,763	3,910	4,200	5,358
Services not Included in the Reporting Entity:					
Frederick Firestone Fire Protection District					
Electrical services by Xcel Energy or United Power					
Gas services by Source Gas					
Sewer services by St. Vrain Sanitation District					
School Districts					
Weld County School District RE-1					
St Vrain Valley School District					

Source: Town of Firestone Departments

* Information is not available

¹ The Town of Firestone has developed a GIS department. In implementing this process, the tracking of assets is considered to be more reliable than the information used in the past.

² Decrease in number of parks and acreage of parks maintained in 2022 is due to the elimination of two dog parks and a park.

2019 ¹	2020 ¹	2021 ¹	2022 ^{1,2}	2023
61	69	71	97	96
25	25	21	27	32
95	100	116	119	120
17	18	18	17	17
400	400	400	396	402
204	204	204	228	228
171	171	171	171	171
28	28	28	28	28
1	1	1	1	1
37	37	39	39	40
24	27	27	27	31
342,754	352,615	352,615	352,615	518,864
179,685	188,057	188,057	188,057	242,792
5,625	5,814	5,831	5,851	6,080

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