Town of Julesburg, Colorado

Financial Statements

For the Year ended December 31, 2023

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Independent Auditors' Report

To the Honorable Mayor and Members of Town Council
Town of Julesburg
Julesburg, 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 Julesburg (the Town), as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town as of December 31, 2023, and the respective changes in financial position 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 audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town's ability to continue as a going concern 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 opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The other supplementary information and the local highway finance report listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplementary information and the local highway finance report are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Lauer, Szabo & Associates, P.C.

Sterling, Colorado
May 31, 2024

MANAGEMENT DISCUSSION AND ANALYSIS

This section of the Town of Julesburg, Colorado's annual financial report presents the discussion and analysis of the financial performance for the fiscal year that ended December 31, 2023.

FINANCIAL HIGHLIGHTS

- The Town of Julesburg remains in good financial condition.
- The assets and deferred outflows of resources of the Town of Julesburg exceeded its liabilities and deferred inflows of resources at the close of 2023 by $12,296,881 (net position).
- During the year, the Town's revenue from taxes and other revenues for governmental programs were more than the expenses by $157,517.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Town of Julesburg's basic financial statements. The Town of Julesburg's basic financial statements are comprised of three components:

- Government-wide financial statements
- Fund financial statements.
- 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 statements report information about the Town as a whole using accounting methods similar to those used by private-sector companies.

The **statement of net position** presents information on all of the Town of Julesburg's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference between the two 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 of Julesburg is improving or deteriorating.

The **statement of activities** presents information showing how the Town of Julesburg'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 reported in this statement for some items will result in cash flows in future fiscal periods (e.g., uncollected taxes.)

The government-wide financial statements of the Town are divided into two categories:

- **Governmental activities**. Most of the Town' basic services are included here, such as the fire, public works, parks, recreation, and general administration. Property tax, franchise tax, intergovernmental revenue and charges for services finance most of these activities.
- **Business-type activities**. The Town charges fees to customers to recover most of the costs of certain services provided. The Town's electric, water, sewer and sanitation systems are included here.

The government-wide financial statements can be found starting on page 12 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Some funds are required to be established by State law; however, the Board of Trustees has established other funds to help control and manage money for particular purposes or to show that it is properly using certain revenue (the Conservation Trust, Capital Improvement and Swimming Pool Funds). All of the funds of the Town of Julesburg can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds. Most of the Town's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end are available for spending. The funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental funds statement provides a detailed, short-term view to cash, the governmental fund operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Town's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information at the bottom of the governmental funds statement is provided, or on the subsequent page, that explains the relationship (or differences) between them.

The basic governmental fund financial statements can be found starting on page 16 of this report.

Proprietary funds. When the Town charges customers for the services it provides, whether to outside customers or to other units of the Town, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. The Town's enterprise funds (a component of proprietary funds) are the same as the business-type activities reported in the government-wide statements but provide more detail and additional information, such as cash flows, for proprietary funds.

The basic proprietary fund financial statements can be found starting on page 20 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. These activities are excluded from the Town's other financial statements because the Town cannot use these assets to finance operations. The Town is responsible for ensuring that the assets reported in these funds are used for their intended purpose.

The basic fiduciary fund financial statements can be found starting on page 30 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found starting on page 32 of this report.

FINANCIAL ANALYSIS OF THE TOWN AS A WHOLE

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 of Julesburg, assets and deferred outflows exceed liabilities and deferred inflows by $12,296,881 at the close of 2023.

Net Position

Combined net position of the Town of Julesburg as of December 31, 2023 and 2022 are shown in Table 1 below.

Table 1
NET POSITION

	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Current and other assets	$ 3,277,939	$ 4,395,991	$ 2,899,977	$ 2,815,488	$ 6,177,916	$ 7,211,479
Capital assets	5,204,698	3,294,080	5,321,158	5,586,917	10,525,856	8,880,997
Total assets	8,482,637	7,690,071	8,221,135	8,402,405	16,703,772	16,092,476
Deferred outflows of resources	13,684	14,089	-	-	13,684	14,089
Total assets and deferred outflows of resources	$ 8,496,321	$ 7,704,160	$ 8,221,135	$ 8,402,405	$ 16,717,456	$ 16,106,565
Long-term liabilities	$ 2,430,859	$ 2,550,064	$ 474,208	$ 489,759	$ 2,905,067	$ 3,039,823
Other liabilities	731,067	48,745	385,506	442,215	1,116,573	490,960
Total liabilities	3,161,926	2,598,809	859,714	931,974	4,021,640	3,530,783
Deferred inflows of resources	398,935	436,418	-	-	398,935	436,418
Net position:						
Net investment in capital assets	2,914,698	3,294,080	4,584,999	5,130,917	7,499,697	8,424,997
Restricted	2,005,177	3,728,164	43,221	42,016	2,048,398	3,770,180
Unrestricted (deficit)	15,585	(2,353,311)	2,733,201	2,297,498	2,478,786	(55,813)
Total net position	4,935,460	4,668,933	7,361,421	7,470,431	12,296,881	12,139,364
Total liabilities, deferred inflows of resources and net position	$ 8,496,321	$ 7,704,160	$ 8,221,135	$ 8,402,405	$ 16,717,456	$ 16,106,565

The largest portion of the Town of Julesburg's net position, 61%, reflects its investment in capital assets (land, buildings and equipment). The Town of Julesburg uses these capital assets to provide services to citizens; consequently these assets are not available for future spending. In addition, a portion of the Town of Julesburg's net position, 16%, represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, 23%, may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of 2023, the Town of Julesburg is able to report positive balances in two of the three categories of net position for the governmental activities, and all three categories for the business-type activities.

Changes in net position

The Town's total revenue of $3,237,685 was more than program expenses of $3,080,168 for an increase in net position of $157,517.

Table 2 shows the summarized revenues and expenses for 2023 and 2022.

Table 2
CHANGES IN NET POSITION

	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Program revenues						
Charges for services	$ 40,567	$ 49,613	$ 2,350,111	$ 2,418,054	$ 2,390,678	$ 2,467,667
Operating grants and contributions	118,145	122,442	-	-	118,145	122,442
Capital grants and contributions	8,340	1,015,040	64,643	-	72,983	1,015,040
General revenues						
Property taxes	362,523	363,084	-	-	362,523	363,084
Sales and use taxes	479,506	455,720	-	-	479,506	455,720
Specific ownership taxes	43,797	40,780	-	-	43,797	40,780
Franchise taxes	14,450	13,509	-	-	14,450	13,509
Other taxes	7,205	2,189	-	-	7,205	2,189
Interest earnings	36,738	7,339	40,512	7,721	77,250	15,060
Sale of assets	-	-	-	-	-	-
Miscellaneous	28,717	24,425	46,534	17,995	75,251	42,420
Extraordinary items	-	-	(404,103)	-	(404,103)	-
Total revenues	1,139,988	2,094,141	2,097,697	2,443,770	3,237,685	4,537,911
Program expenses						
General government	149,373	136,883	-	-	149,373	136,883
Public safety	73,492	79,710	-	-	73,492	79,710
Public works	326,603	330,134	-	-	326,603	330,134
Culture and recreation	270,302	324,237	-	-	270,302	324,237
Interest and fiscal charges	53,691	123,958	-	-	53,691	123,958
Electric services	-	-	1,262,504	1,311,705	1,262,504	1,311,705
Water services	-	-	442,021	426,395	442,021	426,395
Sewer services	-	-	278,451	284,108	278,451	284,108
Sanitation services	-	-	223,731	229,141	223,731	229,141
Total expenses	873,461	994,922	2,206,707	2,251,349	3,080,168	3,246,271
Change in net position	266,527	1,099,219	(109,010)	192,421	157,517	1,291,640
Net position at beginning of year	4,668,933	3,569,714	7,470,431	7,278,010	12,139,364	10,847,724
Net position at end of year	$ 4,935,460	$ 4,668,933	$ 7,361,421	$ 7,470,431	$12,296,881	$ 12,139,364

Governmental Activities

Revenue for the Town's governmental activities totaled $1,139,988 for 2023. Tax revenue produced 80% of these revenues. Tax revenue includes property taxes, sales and use taxes, specific ownership taxes, franchise taxes and other taxes.

Table 3
GOVERNMENTAL ACTIVITIES

	Total cost of services		Net cost of services	
	2023	2022	2023	2022
General government	$ 149,373	$ 136,883	$ 127,076	$ 119,701
Public safety	73,492	79,710	73,492	79,710
Public works	326,603	330,134	214,722	217,579
Culture and recreation	270,302	324,237	237,428	(733,121)

Table 3 presents the cost and revenue of each of the Town's four largest programs – general government, public safety, public works, and culture recreation – as well as each program's *net* cost (total cost less revenues generated by activities). The net cost shows the financial burden that was placed on the Town's taxpayers by each of these functions.

Business-type Activities

Net position in business-type activities decreased by $109,010 in 2023. Business-type activities include electric, water, sewer and sanitation services.

Table 4
BUSINESS-TYPE ACTIVITIES

	Total cost of services		Net cost of services	
	2023	2022	2023	2022
Electric services	$ 1,262,504	$ 1,311,705	$ (9,350)	$ 22,919
Water services	442,021	426,395	(113,352)	(111,010)
Sewer services	278,451	284,108	(78,724)	(80,060)
Sanitation services	223,731	229,141	(6,621)	1,446

Table 4, above, presents the cost and revenue of each of the Town's business-type activities – electric, water, sewer, and sanitation – as well as the program *net* cost (total cost less revenues generated by activities). The net cost shows the financial burden that was placed on the Town's taxpayers by each of these functions.

THE TOWN'S FUNDS

As the Town completed the year, its governmental funds (as presented in the balance sheet on page 16) reported a combined fund balance of $2,202,869. The general fund, capital improvement fund, swimming pool fund and other governmental funds reported fund balances of $218,692, $61,680, $1,890,744 and $31,753 respectively.

General Fund Budgetary Highlights

As voters approved, the Town secured a $ 4,000,000 bond for the swimming pool replacement project stipulating monies to repay the bond will be generated from a dedicated 1.3% sales tax. The old pool and pool house were demolished and over the Fall and Winter 2023 and rebuilding of the new pool and pool house has happened. The pool will open on Memorial Day 2024.

As part of the land swap between the Town and the School District, the Town received the former high school building at 102 West 6th Street and donated the facility and gym to Sedgwick County. Sedgwick County leased the facility and gym to SCOR (Sedgwick County Organized Recreation) to manage and operate youth programs, senior services, gym memberships, office space to rent and eventually a childcare center. The Town relinquished the JREC youth sports program to SCOR and created an IGA for the use of Town-owned facilities such as the baseball field, concession area, and the football field for the youth programs.

Other elements of the land swap include the Town acquiring the former bus barn from the School District, along with the Elementary School blocks and football field, being transferred to the Town in 2024 when demolition of the structures has happened.

CAPITAL ASSETS AND DEBT ADMINSTRATION

Capital Assets. The Town of Julesburg's investment in capital assets for its governmental and business-type activities as of December 31, 2023, amounts to $10,525,856 (net of accumulated depreciation). This amount includes a broad range of capital assets, including public works equipment, electric, water, sewer, sanitation and other infrastructure.

The Town remains committed to the upkeep and maintenance of the Town's largest assets. More detailed information about the Town's capital assets is presented in Table 5.

Table 5
CAPITAL ASSETS

	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Land and land improvements	$ 1,867,752	$ 1,873,565	$ 23,250	$ 23,250	$ 1,891,002	$ 1,896,815
Construction in progress	2,320,571	365,796	-	404,103	2,320,571	769,899
Buildings and improvements	904,828	939,239	173,529	173,441	1,078,357	1,112,680
Machinery and equipment	111,547	115,480	722,368	582,643	833,915	698,123
Systems	-	-	4,402,011	4,403,480	4,402,011	4,403,480
Total	$ 5,204,698	$ 3,294,080	$ 5,321,158	$ 5,586,917	$ 10,525,856	$ 8,880,997

Long-term debt. The Town had $2,773,071 in debt outstanding at year-end consisting of accrued compensated absences and outstanding notes payable. This debt incumbency was incurred by the Town in an effort to meet the State of Colorado's water and wastewater permit requirements. A water treatment plant was installed and put on line in 2001 to meet the nitrate regulations required within the Safe Water Drinking Act and in 2003 the existing wastewater lagoon system was replaced with a mechanical treatment plant to meet the State's wastewater organics (BOD) removal standards. Total construction costs are expected to be approximately $3,200,000 and $2,600,000, respectfully and the project will operate a deep well injection system to address the treatment of brine.

In 1950, Julesburg built our open-air outdoor public swimming pool that is operational during the Summer months. The pool and pool house required more than short-term repairs and voters approved a sales tax and bonding to finance a pool replacement project. Voters approved a $4,000,000 bonding debt which is placed with Bank of the San Juans. The design of the new pool and pool house has been presented to the Board of Trustees and we are currently going through the bid process.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Town continues to address the upgrades needed at the water and wastewater facilities to comply with the State's regulations for treating the reverse osmosis brine. The Town received our monies from the American Rescue Plan Act and have designated this funding towards this upgrades project. The Town does anticipate securing a new loan when the upgrades begin and continues to apply to as many grantors as we are eligible to assist in the costs of the project. Rates and fees structures will be adjusted as dictated by the lenders and State for the remaining monies needed for the project.

In the Campbell Subdivision, the new K-12 school facility is open and occupied by students. The Town and School District did partner together to install streets surrounding the school facility. Per the IGA, the Town will pay the School District over a five-year term and the School will charge a 2% interest fee for any portion of monies owed by the Town.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the Town's finances and to show the Town's accountability for the funds and assets it receives. If you have questions about this report, or should you need additional financial information, contact Town of Julesburg, 100 West Second Street, Julesburg, Colorado, 80737.

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Basic Financial Statements

The basic financial statements of the Town include the following:

Government-wide financial statements. The government-wide statements display information about the reporting government as a whole, except for its fiduciary activities.

Fund financial statements. The fund financial statements display information about major funds individually and nonmajor funds in the aggregate for governmental and proprietary funds.

Notes to the financial statements. The notes communicate information essential for fair presentation of the financial statements that is not displayed on the face of the financial statements. As such, the notes are an integral part of the basic financial statements.

TOWN OF JULESBURG, COLORADO
Statement of Net Position
December 31, 2023

	Governmental Activities	Business-type Activities	Total
Assets			
Cash	$ 2,768,436	$ 1,199,044	$ 3,967,480
Cash with county treasurer	4,218		4,218
Certificates of deposit	191,839	1,141,949	1,333,788
Receivables	444,031	269,172	713,203
Internal balances	(130,585)	130,585	-
Inventories		89,006	89,006
Prepaid items		27,000	27,000
Restricted cash		43,221	43,221
Capital assets, net of depreciation	5,204,698	5,321,158	10,525,856
Total assets	8,482,637	8,221,135	16,703,772
Deferred outflows of resources			
Pension deferrals	13,684		13,684
Total assets and deferred outflows of resources	$ 8,496,321	$ 8,221,135	$ 16,717,456
Liabilities			
Accounts payable	$ 722,076	$ 130,548	$ 852,624
Unearned revenue	4,697	246,727	251,424
Accrued interest payable	4,294	8,231	12,525
Noncurrent liabilities			
Due within one year	105,000	18,000	123,000
Due in more than one year	2,193,863	456,208	2,650,071
Net pension liability	131,996		131,996
Total liabilities	3,161,926	859,714	4,021,640
Deferred inflows of resources			
Deferred property tax revenues	339,679		339,679
Pension deferrals	59,256		59,256
Total deferred inflows of resources	398,935	-	398,935
Net position			
Net investment in capital assets	2,914,698	4,584,999	7,499,697
Restricted for emergencies	21,000		21,000
Restricted for capital improvements	61,680		61,680
Restricted for swimming pool improvements	1,890,744		1,890,744
Restricted for culture and recreation	31,753		31,753
Restricted for note reserve		43,221	43,221
Unrestricted	15,585	2,733,201	2,748,786
Total net position	4,935,460	7,361,421	12,296,881
Total liabilities, deferred inflows of resources and net position	$ 8,496,321	$ 8,221,135	$ 16,717,456

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

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TOWN OF JULESBURG, COLORADO
Statement of Activities
For the Year Ended December 31, 2023

		Program Revenues		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities				
General government	$ 149,373	$ 13,577	$ 1,000	$ 7,720
Public safety	73,492			
Public works	326,603	19,665	92,216	
Culture and recreation	270,302	7,325	24,929	620
Interest and fiscal charges	53,691			
Total governmental activities	873,461	40,567	118,145	8,340
Business-type activities				
Electric	1,262,504	1,271,854		
Water	442,021	490,730		64,643
Sewer	278,451	357,175		
Sanitation	223,731	230,352		
Total business-type activities	2,206,707	2,350,111	-	64,643
Total	$ 3,080,168	$ 2,390,678	$ 118,145	$ 72,983

General revenues
- Taxes
  - Property taxes, levied for general purposes
  - Sales and use taxes
  - Specific ownership taxes
  - Franchise taxes
  - Other taxes
- Interest earnings
- Miscellaneous

Extraordinary item

Total general revenues and extraordinary item

Change in net position

Net position at beginning of year

Net position at end of year

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

Net (Expenses) Revenues and Changes in Net Position		
Governmental Activities	Business-type Activities	Total
$ (127,076)		$ (127,076)
(73,492)		(73,492)
(214,722)		(214,722)
(237,428)		(237,428)
(53,691)		(53,691)
(706,409)		(706,409)
	$ 9,350	9,350
	113,352	113,352
	78,724	78,724
	6,621	6,621
	208,047	208,047
(706,409)	208,047	(498,362)
362,523		362,523
479,506		479,506
43,797		43,797
14,450		14,450
7,205		7,205
36,738	40,512	77,250
28,717	46,534	75,251
	(404,103)	(404,103)
972,936	(317,057)	655,879
266,527	(109,010)	157,517
4,668,933	7,470,431	12,139,364
$ 4,935,460	$ 7,361,421	$ 12,296,881

TOWN OF JULESBURG, COLORADO
Balance Sheet
Governmental Funds
December 31, 2023

	General Fund	Capital Improvement Fund	Swimming Pool Fund	Other Governmental Fund
Assets				
Cash	$ 62,385	$ 210,550	$ 2,463,748	$ 31,753
Cash with county treasurer	4,218			
Certificates of deposit	191,839			
Due from other funds	7,121			
Property taxes receivable	339,679			
Special assessments receivable	4,697			
Other taxes receivable	20,120	34,200	45,335	
Total assets	$ 630,059	$ 244,750	$ 2,509,083	$ 31,753
Liabilities				
Accounts payable	$ 24,058	$ 79,679	$ 618,339	
Due to other funds	42,933	103,391		
Unearned revenues	4,697			
Total liabilities	71,688	183,070	618,339	$ -
Deferred inflows of resources				
Deferred property tax revenues	339,679			
Total deferred inflows of resources	339,679	-	-	-
Fund balance				
Restricted for:				
Emergencies	21,000			
Capital improvements		61,680		
Swimming pool improvements			1,890,744	
Culture and recreation				31,753
Unassigned	197,692			
Total fund balance	218,692	61,680	1,890,744	31,753
Total liabilities, deferred inflows of resources, and fund balance	$ 630,059	$ 244,750	$ 2,509,083	$ 31,753

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

Total Governmental Funds
$ 2,768,436
4,218
191,839
7,121
339,679
4,697
99,655
$ 3,415,645
$ 722,076
146,324
4,697
873,097
339,679
339,679
21,000
61,680
1,890,744
31,753
197,692
2,202,869
$ 3,415,645

Amounts reported for governmental activities in the statement of net position are different because:	
Total fund balance - governmental funds	$ 2,202,869
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.	5,204,698
Some amounts reported for governmental activities in the statement of net position are different because certain internal service fund assets and liabilities are included with governmental activities	8,618
Pension deferrals used in governmental activities are not financial resources and therefore are not reported as assets or liabilities in governmental funds.	(45,572)
Accrued interest on long-term debt is not due and payable in the current period and therefore is not reported as a liability in the funds.	(4,294)
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(2,430,859)
Net position of governmental activities	$ 4,935,460

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

TOWN OF JULESBURG, COLORADO
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Year Ended December 31, 2023

	General Fund	Capital Improvement Fund	Swimming Pool Fund	Other Governmental Fund
Revenues				
Taxes	$ 426,669	$ 209,517	$ 269,989	
Licenses and permits	6,917			
Intergovernmental	93,522			$ 17,829
Charges for services	27,530			
Fines and forfeitures	190			
Miscellaneous	70,299	8,320	8,587	619
Total revenues	625,127	217,837	278,576	18,448
Expenditures				
Current				
General government	157,420			
Public safety	63,755			
Public works	208,109			
Culture and recreation	229,121			
Capital outlay		325,864	1,754,096	
Debt service				
Principal retirement			105,000	
Interest and fiscal charges			53,888	
Total expenditures	658,405	325,864	1,912,984	-
Net change in fund balance	(33,278)	(108,027)	(1,634,408)	18,448
Fund balance at beginning of year	251,970	169,707	3,525,152	13,305
Fund balance at end of year	$ 218,692	$ 61,680	$ 1,890,744	$ 31,753

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

Total Governmental Funds
$ 906,175
6,917
111,351
27,530
190
87,825
1,139,988
157,420
63,755
208,109
229,121
2,079,960
105,000
53,888
2,897,253
(1,757,265)
3,960,134
$ 2,202,869

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

Net change in fund balances - governmental funds	$ (1,757,265)
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities, those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expense in the statement of activities. This is the amount by which capital outlays exceeded depreciation in the current period.	1,910,618
In the statement of activities, certain operating expenses are measured by the amount incurred during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid).	8,174
Repayment of principal on notes are expenditures in the governmental funds, but the repayment reduces the long-term debt liability in the statement of net position.	105,000
Change in net position of governmental activities	$ 266,527

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

TOWN OF JULESBURG, COLORADO
Statement of Net Position
Proprietary Funds
December 31, 2023

	Business-type Activities Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund
Assets				
Current assets				
Cash	$ 150	$ 888,254	$ 61,383	$ 201,182
Certificate of deposits	584,650	121,430	435,869	
Due from other funds		100,000	202,879	
Accounts receivable	150,075	37,301	47,749	31,608
Accrued interest receivable	2,439			
Prepaid items				
Inventories	48,088	31,116	705	9,097
Total current assets	785,402	1,178,101	748,585	241,887
Noncurrent assets				
Land and improvements		23,250		
Buildings and improvements	249,998	136,868		24,377
Machinery and equipment	173,225	134,057	46,896	522,045
Furniture and fixtures	3,212			
Systems	1,898,219	4,048,352	3,340,681	
Accumulated depreciation	(1,556,297)	(2,310,001)	(1,488,874)	(222,009)
Restricted cash		43,221		
Total noncurrent assets	768,357	2,075,747	1,898,703	324,413
Total assets	$ 1,553,759	$ 3,253,848	$ 2,647,288	$ 566,300

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

Total	Governmental Activities - Internal Service Funds
$ 1,150,969	$ 48,075
1,141,949	
302,879	
266,733	
2,439	
-	27,000
89,006	
2,953,975	75,075
23,250	
411,243	
876,223	727,062
3,212	
9,287,252	
(5,577,181)	(429,903)
43,221	
5,067,220	297,159
$ 8,021,195	$ 372,234

(continued)

TOWN OF JULESBURG, COLORADO
Statement of Net Position
Proprietary Funds
December 31, 2023

(continued)

	Business-type Activities Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund
Liabilities				
Current liabilities				
Accounts payable	$ 81,486	$ 39,903	$ 5,152	$ 4,007
Due to other funds	159,946			
Unearned revenue		21,815		
Unearned grant revenue			224,912	
Accrued interest payable		8,231		
Current portion of notes payable		18,000		
Total current liabilities	241,432	87,949	230,064	4,007
Noncurrent liabilities				
Accrued compensated absences	9,606	6,421	11,514	7,667
Notes payable		421,000		
Total noncurrent liabilities	9,606	427,421	11,514	7,667
Total liabilities	251,038	515,370	241,578	11,674
Net position				
Net investment in capital assets	768,357	1,593,526	1,898,703	324,413
Restricted for note reserve		43,221		
Unrestricted	534,364	1,101,731	507,007	230,213
Total net position	1,302,721	2,738,478	2,405,710	554,626
Total liabilities and net position	$ 1,553,759	$ 3,253,848	$ 2,647,288	$ 566,300

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

Total	Governmental Activities - Internal Service Funds
$ 130,548	
159,946	$ 3,730
21,815	
224,912	
8,231	
18,000	
563,452	3,730
35,208	
421,000	
456,208	-
1,019,660	3,730
4,584,999	297,159
43,221	
2,373,315	71,345
7,001,535	368,504
$ 8,021,195	$ 372,234

Total net position - enterprise funds	$ 7,001,535
Some amounts reported for business-type activities in the statement of net position are different because certain internal service fund assets and liabilities are included with business-type activities.	359,886
Net position of business-type activities	$ 7,361,421

TOWN OF JULESBURG, COLORADO
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2023

	Business-type Activities Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund
Operating revenues				
Charges for services	$ 1,271,854	$ 418,805	$ 357,175	$ 230,352
Operating expenses				
Systems operation	1,094,195	247,561	170,511	175,873
Administrative and general	142,643	101,708	41,964	30,647
Depreciation and amortization	35,780	74,006	67,240	19,740
Total operating expenses	1,272,618	423,275	279,715	226,260
Operating income (loss)	(764)	(4,470)	77,460	4,092
Nonoperating revenues (expenses)				
Interest on investments	10,107	21,086	7,487	
Federal grants		64,643		
Water tower lease		71,925		
Miscellaneous revenue	39,341	6,193	1,000	
Interest and fiscal charges		(20,010)		
Total nonoperating revenues (expenses)	49,448	143,837	8,487	-
Income before extraordinary item	48,684	139,367	85,947	4,092
Extraordinary item			(404,103)	
Change in net position	48,684	139,367	(318,156)	4,092
Net position at beginning of year	1,254,037	2,599,111	2,723,866	550,534
Net position at end of year	$ 1,302,721	$ 2,738,478	$ 2,405,710	$ 554,626

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

Total	Governmental Activities - Internal Service Funds
$ 2,278,186	$ 60,000
1,688,140	
316,962	
196,766	44,829
2,201,868	44,829
76,318	15,171
38,680	1,832
64,643	
71,925	
46,534	
(20,010)	
201,772	1,832
278,090	17,003
(404,103)	
(126,013)	17,003
7,127,548	351,501
$ 7,001,535	$ 368,504

Net change in net position - enterprise funds	$ (126,013)
Some amounts reported for business-type activities in the statement of activities are different because the net revenue of the internal service fund is reported with business-type activities.	17,003
Change in net position of business-type activities	$ (109,010)

TOWN OF JULESBURG, COLORADO
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2023

	Business-type Activities Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund
Cash flows from operating activities				
Receipts from customers	$ 1,270,099	$ 417,866	$ 357,414	$ 229,869
Receipts from (payments to) other funds	(45,129)	205,075	(267,522)	
Payments to suppliers	(1,120,218)	(210,229)	(139,334)	(137,993)
Payments to employees	(132,301)	(104,219)	(72,942)	(75,695)
Net cash provided (used) by operating activities	(27,549)	308,493	(122,384)	16,181
Cash flows from noncapital financing activities				
Miscellaneous receipts	39,341	78,906	1,000	
Net cash provided by noncapital financing activities	39,341	78,906	1,000	-
Cash flows from capital and related financing activities				
Purchase of capital assets	(11,792)	(200,035)		
Grant receipts		64,643		
Principal paid on capital debt		(17,000)		
Interest and fiscal charges		(20,329)		
Net cash used by capital and related financing activities	(11,792)	(172,721)	-	-
Cash flows from investing activities				
Earnings on investments		19,000		
Net cash provided by investing activities	-	19,000	-	-
Net increase (decrease) in cash	-	233,678	(121,384)	16,181
Cash at beginning of year	150	697,797	182,767	185,001
Cash at end of year	$ 150	$ 931,475	$ 61,383	$ 201,182

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

Total	Governmental Activities - Internal Service Funds
$ 2,275,248	$ 60,000
(107,576)	
(1,607,774)	(27,000)
(385,157)	
174,741	33,000
119,247	
119,247	-
(211,827)	(168,111)
64,643	
(17,000)	
(20,329)	
(184,513)	(168,111)
19,000	1,832
19,000	1,832
128,475	(133,279)
1,065,715	181,354
$ 1,194,190	$ 48,075

(continued)

TOWN OF JULESBURG, COLORADO
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2023

(continued)

	Business-type Activities Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund
Reconciliation of operating income (loss) to net cash provided (used) by operating activities				
Operating income (loss)	$ (764)	$ (4,470)	$ 77,460	$ 4,092
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities				
Depreciation and amortization	35,780	74,006	67,240	19,740
Changes in assets and liabilities				
Receivables	(1,755)	(939)	239	(483)
Interfund items	(45,129)	205,075	(267,522)	
Inventory	1,883	2,806	147	(1,577)
Prepaid items				
Accounts payable	(16,666)	31,097	(580)	(6,388)
Compensated absences	(898)	918	632	797
Net cash provided (used) by operating activities	$ (27,549)	$ 308,493	$ (122,384)	$ 16,181
Cash consists of:				
Cash	$ 150	$ 888,254	$ 61,383	$ 201,182
Restricted cash		43,221		
Total	$ 150	$ 931,475	$ 61,383	$ 201,182

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

Total	Governmental Activities - Internal Service Funds
$ 76,318	$ 15,171
196,766	44,829
(2,938)	
(107,576)	
3,259	
-	(27,000)
7,463	
1,449	
$ 174,741	$ 33,000
$ 1,150,969	$ 48,075
43,221	
$ 1,194,190	$ 48,075

TOWN OF JULESBURG, COLORADO
Statement of Fiduciary Net Position
Fiduciary Funds
December 31, 2023

		Pension (and Other Employee Benefit) Trust Funds
Assets		
Cash	$	21,430
Certificate of deposit		19,244
Total assets	$	40,674
Net position		
Restricted for pensions	$	40,674
Total net position	$	40,674

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

TOWN OF JULESBURG, COLORADO
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended December 31, 2023

	Pension (and Other Employee Benefit) Trust Funds
Additions	
Contributions	
Rural	$ 5,075
Town	3,500
State	3,150
Total contributions	11,725
Investment income	
Interest on investments	793
Total additions	12,518
Deductions	
Pension benefits	9,708
Total deductions	9,708
Change in net position	2,810
Net position at beginning of year	37,864
Net position at end of year	$ 40,674

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

Note A – Summary of significant accounting policies

This summary of the Town of Julesburg's significant accounting policies is presented to assist the reader in interpreting the financial statements and other data in this report. The policies are considered essential and should be read in conjunction with the accompanying financial statements.

The financial statements of the Town have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to local government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles. The more significant of the Town's accounting policies are described below.

A.1 – Reporting entity

The financial reporting entity consists of (1) the primary government, (2) organizations for which the primary government is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The reporting entity's financial statements should present the funds of the primary government (including its blended component units, which are, in substance, part of the primary government) and provide an overview of the discretely presented component units.

The Town has examined other entities that could be included as defined in number 2 and 3 above. Based on these criteria, the Town has no component units.

A.2 – Fund accounting

The Town uses funds to report its financial position and results of operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types."

Note A – Summary of significant accounting policies (Continued)

Governmental funds are used to account for all or most of a government's general activities, including the collection and disbursement of earmarked funds (special revenue funds), major capital projects (capital projects fund), and the servicing of general long-term debt (debt service fund). The following are the Town's major governmental funds:

General Fund – The General Fund is the operating fund of the Town. It is used to account for most of the day-to-day operations of the Town which are financed from sales and use taxes, property taxes and other general revenues. Activities financed by the general fund include those of line and staff departments within the Town, except for activities of the enterprise funds.

Capital Improvement Fund – This fund is a special revenue fund established to account for funds received from a Town imposed sales tax and capital expenditures made from those funds.

Swimming Pool Fund – This fund is a special revenue fund established to account for funds received from a voter approved sales tax, donations and long-term debt proceeds for the purpose of swimming pool improvements.

The following is the Town's nonmajor governmental fund:

Conservation Trust Fund – This fund is a special revenue fund established to account for state lottery proceeds and allowable expenditures.

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

Electric Fund – This fund was established to account for all operations of the electric utility services provided by the Town.

Water Fund – This fund was established to account for all operations of the water utility services provided by the Town.

Sewer Fund – This fund was established to account for all operations of the sewer utility services provided by the Town.

Sanitation Fund – This fund was established to account for all operations of the sanitation utility services provided by the Town.

Note A – Summary of significant accounting policies (Continued)

Fiduciary funds focus on net position and changes in net position. The fiduciary fund category is split into four classifications: pension (and other employee benefit) trust funds, investment trust funds, private-purpose trust funds and custodial funds. Trust funds are used to account for assets held by the Town under a trust agreement for individuals, private organizations or other governments and are therefore not available to support the Town's own programs. The Town has one pension (and other employee benefit) trust fund.

Additionally, the Town reports the following fund type:

Internal Service Fund – This fund accounts for capital equipment management services provided to other departments or agencies of the Town on a cost-reimbursement basis.

Note A.3 – Basis of presentation

Government-wide financial statements – The statement of net position and the statement of activities display information about the Town as a whole. These statements include the financial activities of the primary government except for fiduciary funds. The statements distinguish between those activities of the Town that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus and the accrual basis of accounting. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include reconciliations with a brief explanation to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the Town and for each function or program of the Town's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore are clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the Town, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the Town.

Fund financial statements – Fund financial statements report detailed information about the Town. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

Note A – Summary of significant accounting policies (Continued)

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources management focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balance, which reports the sources (revenues and other financing sources) and uses (expenditures and other financing uses) of current financial resources.

All proprietary fund types are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations of these funds are included on the statement of net position. The statement of revenues, expenses and changes in fund net position presents increases (revenues) and decreases (expenses) in net total assets. The statement of cash flows provides information about how the Town finances and meets the cash flow needs of its proprietary activities.

Fiduciary funds focus on net position and are reported using accounting principles similar to proprietary funds. The Town's fiduciary funds are presented in the fiduciary fund financial statements by fund type. Since by definition these assets are being held for the benefit of a third party and cannot be used to address the activities or obligations of the Town, these funds are not incorporated into the government-wide financial statements.

A.4 – Basis of accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting.

Revenues – exchange and non-exchange transactions – Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, are recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenues are recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the Town, available means expected to be received within sixty days of fiscal year-end, except for state and federal grant revenues, which are considered available if collection is expected within six months of year end.

Nonexchange transactions, in which the Town receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenues from property taxes are recognized in the fiscal year for which the taxes are levied. Revenues from grants, entitlements and donations are recognized in the fiscal year

Note A – Summary of significant accounting policies (Continued)

in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the Town must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the Town on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Unearned revenue – Unearned revenues arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Unearned revenues also arise when resources are received by the Town before it has a legal claim to them, as when grant monies are received prior to meeting eligibility requirements. In subsequent periods, when both revenue recognition criteria are met, or when the Town has a legal claim to the resources, the liability for unearned revenue is removed and the revenue is recognized.

Deferred outflows/inflows of resources - In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

Expenses/expenditures – On the accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

A.5 – Encumbrances

Encumbrances outstanding at year-end are considered immaterial and thus are not reported as reservations of fund balance.

Note A – Summary of significant accounting policies (Continued)

A.6 – Cash and cash equivalents

For the purposes of the statement of cash flows, the Town considers all highly liquid debt instruments with an original maturity of three months or less to be cash equivalents.

A.7 – Short-term interfund receivables/payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as internal balances on the government-wide statement of net position, and are classified as due from other funds or due to other funds on the balance sheet.

A.8 – Receivables

Monthly charges for water services are included with monthly utility billings. No allowance for doubtful accounts has been provided in the accompanying financial statements since substantially all accounts are deemed by management to be collectible.

A.9 – Inventories

Inventories consist of expendable supplies and are reported at cost or estimated cost.

A.10 – Capital assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position, but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and in the respective fund financial statements.

All capital assets with a unit cost greater than $2,000 are capitalized at cost (or estimated historical cost, if actual cost is not available) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair value on the date received. Improvements to assets are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not. Infrastructure assets, consisting of certain improvements other than buildings (such as parking facilities, sidewalks, landscaping and lighting systems) are capitalized on a prospective basis beginning in 2004.

Note A – Summary of significant accounting policies (Continued)

Interest is capitalized on proprietary fund assets acquired with tax-exempt debt. The amount of interest to be capitalized is calculated by offsetting interest expense incurred from the date of borrowing until project completion with interest earned on invested proceeds over the same period. No interest was capitalized during the year.

All reported capital assets are depreciated with the exception of land costs. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities	Business-type Activities
Land and improvements	10 – 50 years	10 – 50 years
Buildings and improvements	10 – 75 years	20 – 75 years
Machinery and equipment	10 – 20 years	3 – 20 years
Furniture and fixtures	7 – 10 years	7 – 10 years
Systems	n/a	5 – 75 years

A.11 – Compensated absences

Vacation leave

Full-time employees after one full year of service are allowed from six to eighteen days annual paid vacation leave, depending on the length of continuous employment, and are allowed to accumulate up to twenty days of vacation leave. Vacation pay is a vested benefit.

Sick leave

Full-time employees receive twelve days sick leave each year and are allowed to accumulate up to sixty days of sick leave. Sick leave is a vested benefit at twenty-five percent of the accumulated leave.

A.12 – Accrued liabilities and long-term obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.

Note A – Summary of significant accounting policies (Continued)

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, the noncurrent portion of compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current, expendable, available financial resources. Bonds payable and other long-term obligations that will be paid from governmental funds are not recognized as a liability in the fund financial statements until due.

A.13 – Net position

Net position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position are reported as restricted when there are liabilities imposed on their use either through the enabling legislation adopted by the Town or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The Town applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net positions are available.

A.14 – Operating revenues and expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the Town, these revenues are service charges for electric, water, sewer and sanitation utility services. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

A.15 – Interfund transactions

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. In general, the effect of interfund activity has been eliminated from the government-wide financial statements.

Note A – Summary of significant accounting policies (Continued)

A.16 – Fund balance

The Governmental Accounting Standards Board (GASB) has issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* (GASB 54). This Statement defines the different type of fund balances that a governmental entity must use for financial reporting purposes.

GASB 54 requires the fund balance amounts to be properly reported within one of the fund balance categories listed below.

Nonspendable, such as fund balance associated with inventories, prepaid expenditures, long-term loans and notes receivable, and property held for resale (unless the proceeds are restricted, committed or assigned),

Restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation,

Committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the Town Council (the Town's highest level of decision-making authority),

Assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed, and

Unassigned fund balance is the residual classification for the Town's general fund and includes all spendable amounts not contained in the other classifications.

Committed fund balance is established by a formal passage of a resolution. This is typically done through the adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund. Assigned fund balance is established by the members of town council through adoption or amendment of the budget as intended for specific purpose (such as purchase of fixed assets, construction, debt service or for other purposes).

When both restricted and unrestricted resources are available in governmental funds, the Town applies expenditures against restricted fund balance first, and followed by committed fund balance, assigned fund balance and unassigned fund balance.

Note B – Cash and deposits

Cash and deposits

Colorado State statutes govern the Town's deposit of cash. The Public Deposit Protection Acts (PDPA) for banks and savings and loans require state regulators to certify eligible depositories for public deposits. The PDPA require eligible depositories with public deposits in excess of federal insurance levels to create a single institution collateral pool of defined eligible assets. Eligible collateral includes obligations of the United States, obligations of the State of Colorado or Colorado local governments and obligations secured by first lien mortgages on real property located in the state. The pool is to be maintained by another institution or held in trust for all uninsured public deposits as a group and not held in any individual government's name. The fair value of the assets in the pool must be at least equal to 102% of the aggregate uninsured deposits.

Custodial credit risk – deposits – Custodial risk is the risk that in the event of a bank failure, the Town's deposits may not be returned to it. The Town does not have a deposit policy for custodial credit risk. As of year-end, the Town had total deposits of $5,407,059 of which $260,568 was insured and $5,146,491 was collateralized with securities held by the pledging institution's trust department or agent in the Town's name.

Investments

Authorized investments – Investment policies are governed by Colorado State Statutes and the Town's own investment policies and procedures. Investments of the Town may include:

- Obligations of the United States Government such as treasury bills, notes and bonds
- Certain international agency securities
- General obligation and revenue bonds of United States local government entities
- Bankers acceptances of certain banks
- Commercial paper
- Local government investment pools
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts

At year-end, the Town did not have any investments.

Note C – Interfund transactions

The following is a summary of interfund borrowings for the year as presented in the fund financial statements:

Interfund Receivable	Interfund Payable	Amount
General Fund	Capital Improvement Fund	$ 3,391
General Fund	Capital Replacement Fund	3,730
Water Fund	Capital Improvement Fund	100,000
Sewer Fund	General Fund	42,933
Sewer Fund	Electric Fund	159,946
Totals		$ 310,000

All balances resulted from the time lag between the dates that (1) interfund reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Note D – Receivables

Receivables at year-end consist of the following:

	Governmental Activities	Business-type Activities	Total Receivables
Property taxes	$ 339,679	$ -	$ 339,679
Utility billings	-	266,733	266,733
Other taxes	99,655	-	99,655
Interest	-	2,439	2,439
Special assessments	4,697	-	4,697
Total	$ 444,031	$ 269,172	$ 713,203

Property taxes are levied on December 15th and attach as a lien on property the following January 1st. They are payable in full by April 30th or are due in two equal installments on February 28th and June 15th. Sedgwick County bills and collects property taxes for all taxing entities within the County. The tax receipts collected by the county are remitted to the Town in the subsequent month.

Note E – Capital assets

Capital asset activity for the year was as follows:

	Beginning Balance	Additions	Deletions/ Transfers	Ending Balance
Governmental activities				
Capital assets, not being depreciated:				
Land	$ 188,376	$ -	$ -	$ 188,376
Construction in progress	365,796	1,985,599	(30,824)	2,320,571
Total capital assets, not being depreciated	554,172	1,985,599	(30,824)	2,508,947
Capital assets, being depreciated:				
Land improvements	2,704,621	60,099	-	2,764,720
Buildings and improvements	1,853,601	-	30,824	1,884,425
Equipment	674,346	11,447	-	685,793
Total capital assets, being depreciated	5,232,568	71,546	30,824	5,334,938
Total capital assets	5,786,740	2,057,145	-	7,843,885
Less accumulated depreciation for:				
Land improvements	(1,019,432)	(65,912)	-	(1,085,344)
Buildings and improvements	(914,362)	(65,235)	-	(979,597)
Equipment	(558,866)	(15,380)	-	(574,246)
Total accumulated depreciation	(2,492,660)	(146,527)	-	(2,639,187)
Governmental activities capital assets, net	$ 3,294,080	$ 1,910,618	$ -	$ 5,204,698

Note E – Capital assets (Continued)

	Beginning Balance	Additions	Deletions/ Transfers	Ending Balance
Business-type activities				
Capital assets, not being depreciated:				
Land	$ 23,250	$ -	$ -	$ 23,250
Construction in progress	404,103	-	(404,103)	-
Total capital assets, not being depreciated	427,353	-	(404,103)	23,250
Capital assets, being depreciated				
Buildings and improvements	402,601	8,642	-	411,243
Machinery and equipment	1,394,204	209,081	-	1,603,285
Furniture and fixtures	62	3,150	-	3,212
Systems	9,128,187	159,065	-	9,287,252
Total capital assets, being depreciated	10,925,054	379,938	-	11,304,992
Total capital assets	11,352,407	379,938	(404,103)	11,328,242
Less accumulated depreciation for:				
Buildings and improvements	(229,160)	(8,554)	-	(237,714)
Machinery and equipment	(811,560)	(72,244)	-	(883,804)
Furniture and fixtures	(62)	(263)	-	(325)
Systems	(4,724,707)	(160,534)	-	(4,885,241)
Total accumulated depreciation	(5,765,489)	(241,595)	-	(6,007,084)
Business-type activities capital assets, net	$ 5,586,918	$ 138,343	$ (404,103)	$ 5,321,158

Depreciation expense was charged to programs of the primary government as follows:

Governmental activities	
General government	$ 14,176
Public safety	28,762
Public works	62,408
Culture and recreation	41,181
Total governmental activities	146,527

Note E – Capital assets (Continued)

Business-type activities	
Electric	35,780
Water	74,006
Sewer	67,240
Sanitation	19,740
In addition, depreciation on capital assets held by the Town's internal service fund is charged to the various functions based on the percentage of contribution to the fund.	44,829
Total business-type activities	241,595
Total depreciation expense	$ 388,122

Note F – Long-term debt

The following is a summary of the changes in long-term debt for the year:

	Beginning Balances	Additions	Reductions	Ending Balances	Due within one year
Governmental activities					
Compensated absences	$ 6,841	$ 2,022*	$ -	$ 8,863	$ -
Notes from direct borrowings	2,395,000	-	(105,000)	2,290,000	105,000
Total	$ 2,401,841	$ 2,022	$ (105,000)	$ 2,298,863	$ 105,000

Payments on the note are made in the Swimming Pool Fund.

	Beginning Balances	Additions	Reductions	Ending Balances	Due within one year
Business-type activities					
Compensated absences	$ 33,759	$ 1,449*	$ -	$ 35,208	$ -
Notes from direct borrowings	456,000	-	(17,000)	439,000	18,000
Total	$ 489,759	$ 1,449	$ (17,000)	$ 474,208	$ 18,000

*The change in the compensated absences liability is presented as a net change.

Note F – Long-term debt (Continued)

Notes payable

Notes payable at year-end consist of the following individual issues:

$693,000 agreement with Rural Development to refinance an interim loan with the Colorado Water Resources and Power Development Authority, due in semi-annual installments ranging from $6,898 to $19,025, including interest, through 2040.	$ 439,000
$2,500,000 agreement with Bank of the San Juans, Division of Glacier Bank, to finance the construction of a community swimming pool, due in annual installments ranging from $105,000 to $155,000, including interest, through 2041. The interest rate for the agreement is 2.250%.	2,290,000
Total	$ 2,729,000

The Town's outstanding note with Rural Development in the amount of $439,000 is secured by a lien on the net revenues of the enterprise. This outstanding note contains (1) a provision that in an event of default as defined in the loan agreement the lender shall have the option to declare the entire principal amount then outstanding and accrued interest immediately due and payable, (2) incur and pay reasonable expenses for repair, maintenance, and operation of the facility and such other reasonable expenses as may be necessary to cure the cause of default, and/or (3) take possession of the facility, repair, maintain, and operate or rent it.

The Town's outstanding note with Bank of the San Juans, Division of Glacier Bank in the amount of $2,290,000 is secured by the swimming pool under construction. The outstanding note contains a provision that in an event of default as defined in the loan agreement, the bank may (a) recover from the Town the portion of rent for which a specific appropriation or supplemental appropriation has been effected by the Board for such purpose, which would otherwise have been payable hereunder, (i) during any period in which the Town continues to occupy, use or possess the leased property or (ii) after the Town vacates and surrenders possession of the leased property (b) take whatever action at law or in equity may appear necessary or desirable to collect the rent then due and thereafter to become due, or to enforce performance and observance of any obligation, agreement or covenant of the Town under this lease. Notwithstanding the foregoing or any provision of this lease, the maximum amount of contractual payments or damages that the bank may recover from the Town under this lease is limited to the amount duly budgeted and appropriated by the Town for the payment of rent or any other obligations of the Town under this lease in the fiscal year in which the event of default occurs.

Note F – Long-term debt (Continued)

The following schedule represents the Town's debt service requirements to maturity for the outstanding long-term debt at year-end:

	Governmental Activities		Business-type Activities	
	Notes from Direct Borrowings		Notes from Direct Borrowings	
Year Ending December 31,	Principal	Interest	Principal	Interest
2024	$ 105,000	$ 51,525	$ 18,000	$ 19,553
2025	105,000	49,163	19,000	18,731
2026	110,000	46,800	19,500	17,876
2027	110,000	44,325	20,500	16,987
2028	115,000	41,850	21,500	16,054
2029-2033	610,000	169,650	122,500	64,688
2034-2038	685,000	97,650	153,500	34,133
2039-2041	450,000	20,475	64,500	3,431
Totals	$ 2,290,000	$ 521,438	$ 439,000	$ 191,453

Note G – Risk management

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Town has affiliated with the Colorado Intergovernmental Risk Sharing Agency (CIRSA) to provide protection against losses incurred related to property, casualty, general liability and workers compensation claims. CIRSA is a separate legal entity established by member municipalities pursuant to the provisions of the Colorado Revised Statutes and the Colorado Constitution. The purposes of CIRSA are to provide members defined liability, property and workers compensation coverages and to assist members to prevent and reduce losses and injuries to municipal property and to persons or property which might result in claims being made against members of CIRSA, their employees, or officers. The Town makes an annual contribution to CIRSA for its insurance coverage. For the year, the Town's financial contribution to CIRSA was $91,438. Contingent liability claims for the coverage have not been recognized to date after reviewing claim history and the remoteness of potential loss in excess of actual contributions by the Town. Settled claims resulting from these risks have not exceeded commercial insurance coverage or the deductible in any of the past three years. There has been no significant reduction in insurance coverage from the prior year in any of the major categories of risk.

Note H – Pension plans

Town of Julesburg Volunteer Fire Pension Plan

Summary of significant accounting policies

Pensions. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Town of Julesburg Volunteer Fire Pension Plan and additions to/deductions from Town of Julesburg Volunteer Fire Pension Plan's net position have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

General information about the pension plan

Plan description. The Town's defined benefit pension plan, Town of Julesburg Volunteer Fire Pension Plan, provides retirement and death benefits to plan members and beneficiaries for volunteer firefighters. The plan is a single-employer pension plan administered by the Pension Board. The Pension Board has the authority to establish and amend the benefit provisions of the plan.

Management of the Town of Julesburg Volunteer Fire Pension Plan is vested in the local Pension Board, which consists of the Town Mayor, a rural fire department board member, and three representatives of the local fire department serving the Town.

Plan membership. At year-end, pension plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefits	15
Inactive plan members entitled to but not yet receiving benefits	-
Active plan members	18
Total	33

Benefits provided. The Town of Julesburg Volunteer Fire Department Pension Plan provides retirement and death benefits. Any firefighter who has both reached the age of 50 and completed 20 years of active service shall be eligible for a quarterly pension (currently $147 per quarter). The plan also provides for a lump-sum burial benefit of $100 upon death of an active firefighter.

Note H – Pension plans (Continued)

Contributions. Contribution requirements of the Town are established by the local Pension Board. The plan is noncontributory regarding participants. Contributions to the plan for the year ended December 31, 2023 included $3,500 from the Town, $5,075 from the Julesburg Fire Protection District, and $3,150 from the State of Colorado matching funds.

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 net pension liability of $131,996. The net pension liability was measured as of December 31, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2023.

For the year ended December 31, 2023, the Town recognized pension expense of ($3,349). At December 31, 2023, the Town reported deferred outflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual investment earnings	$ 2,859	$ -
Changes in assumptions and other inputs		29,193
Difference between expected and actual experience	7,325	30,063
Contributions subsequent to measurement date	3,500	-
Totals	$ 13,684	$ 59,256

$3,500 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 subsequent year. Other amounts reported as deferred outflows of resources related to pensions will be recognized in pension expense as follows:

Note H – Pension plans (Continued)

Year Ended December 31,	Amount
2024	$ (7,041)
2025	(7,559)
2026	(7,761)
2027	(5,998)
2028	(1,543)
Thereafter	(19,170)
Totals	$ (49,072)

Actuarial assumptions. The total pension liability in the January 1, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial cost method	Entry age actuarial
Amortization method	Level dollar, open
Remaining amortization period	40 years
Asset valuation method	Market value
Inflation	2.75%
Salary increases	N/A
Investment rate of return	1.75% (net of expenses paid from the fund)
Retirement age	Age 50 and 20 years of service

Mortality rates were based on the Modified 1994 Group Annuity Mortality table for males.

The long-term expected rate of return on pension plan investments was determined using a best-estimate of expected future real rates of return (expected returns, net of pension plan investment expense). These amounts are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the asset allocation percentage. Best estimates of arithmetic real rates of return for the Town's current holdings of cash and certificates of deposit included in the Plan's assets as of December 31, 2022 are summarized in the above table.

Discount rate. The discount rate used to measure the total pension liability was 4.50 percent. The projection of cash flows used to determine the discount rate assumed that Town contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current and inactive volunteers. 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.

Note H – Pension plans (Continued)

Changes in the net pension liability/(asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Position (b)	Net Pension Liability (a)-(b)
Balances at beginning of year	$ 184,331	$ 36,108	$ 148,223
Changes for the year			
Service cost	2,137	-	2,137
Interest on total pension liability	8,107	-	8,107
Benefit changes	-	-	-
Difference between expected and actual experience	-	-	-
Changes of assumptions	(14,623)	-	(14,623)
Contributions – employer	-	3,500	(3,500)
Contributions – state of Colorado	-	3,150	(3,150)
Contributions – Volunteer Fire Protection District	-	5,075	(5,075)
Net investment income	-	123	(123)
Benefit payments	(10,102)	(10,102)	-
Administrative expenses	-	-	-
Net changes	(14,481)	1,746	(16,227)
Balances at end of year	$ 169,850	$ 37,854	$ 131,996

Sensitivity of the Town's net pension liability to changes in the discount rate. The following presents the Town's net pension liability calculated using the discount rate of 4.50 percent, as well as what the Town's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (3.50 percent) or 1-percentage point higher (5.50 percent) than the current rate:

	1% Decrease (3.50%)	Current Discount (4.50%)	1% Increase (5.50%)
Net pension liability	$ 152,203	$ 131,996	$ 115,243

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued Town of Julesburg Fireman Pension Fund financial report.

Payables to the pension plan

The Town did not report any payables to the pension plan at year-end.

Note H – Pension plans (Continued)

Defined Contribution Plan

The Town contributes to the Colorado County Officials and Employees Retirement Plan (the Plan), a defined contribution plan administered by the Colorado County Officials and Employees Retirement Association (CCOERA).

Benefit terms, including contribution requirements, for the Plan are established and may be amended by the Town Council. The Town's contribution is a minimum of 3 percent of covered salary, but may be increased beyond this amount. All eligible employees are required to contribute an amount equal to the contribution by the Town. For the year employee contributions totaled $40,693, and the Town recognized pension expense of $14,923.

Employees are immediately vested in their own contributions, Town contributions, and earnings on those contributions.

Note I – Deferred compensation plan

The Town has a deferred compensation plan created in accordance with the Internal Revenue Code Section 457. This plan is administered and held in trust by an independent plan administrator through an administrative service agreement. Employees defer a portion of their salary until future years. Deferred compensation is not available to employees until termination, retirement, death or financial hardship.

Amendments to the laws governing Section 457 deferred compensation plans substantially became effective January 1, 1997 as the Town transferred the assets to the Colorado County Officials and Employees Retirement Association (CCOERA) Deferred Compensation Trust. These assets are held in trust for the exclusive benefit of the plan participants and their beneficiaries. The assets will not be diverted for any other purpose.

Note J – Commitments and contingencies

State and federal funding

The Town receives revenues from various state and federal grant programs which are subject to final review and approval by the grantor agencies. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the Town expects such amounts, if any, to be immaterial.

Note J – Commitments and contingencies (Continued)

TABOR Amendment

In November 1992, Colorado voters passed an amendment, commonly known as the Taxpayer's Bill of Rights (TABOR), to the State Constitution (Article X, Section 20) which limits the revenue raising and spending abilities of state and local governments. The limits on property taxes, revenue, and "fiscal year spending" include allowable annual increases tied to inflation and local growth. Fiscal year spending as defined by the amendment excludes spending from certain revenue and financing sources such as federal funds, gifts, property sales, fund transfers, damage awards, and fund reserves (balances). The amendment requires voter approval for any increase in mill levy or tax rates, new taxes, or creation of multi-year debt. Revenue earned in excess of the "spending limit" must be refunded or approved to be retained by the Town under specified voting requirements by the entire electorate. In November 1996, the voters of the Town approved a ballot initiative permitting the Town to retain, appropriate, and utilize, by retention for reserve, carryover fund balance, or expenditure, the full proceeds and revenues received from every source whatsoever, without limitation, in this fiscal year and all subsequent fiscal years notwithstanding any limitation of Article X, Section 20 of the Colorado Constitution. TABOR is complex and subject to judicial interpretation. The Town believes it is in compliance with the requirements of TABOR. However, the Town has made certain interpretations of TABOR's language in order to determine its compliance. The Town has reserved funds in the General Fund in the amount of $21,000 for the emergency reserve.

Colorado local government budget laws

Expenditures in the Capital Improvement, Swimming Pool and Water Funds exceeded their appropriations by $65,864, $1,912,984 and $100,579, respectively, and may be in violation of local government budget laws.

Note K – Extraordinary Item

The Town had entered into an agreement with Lamp Rynearson to perform the engineering and design for the water and wastewater upgrade projects. The State of Colorado changed the regulations and the upgrades were needed to comply with the new State mandates. Lamp Rynearson worked on the design and engineering for two years and the Town paid their fees throughout the two year duration. Lamp Rynearson closed their Denver office as a result of the COVID pandemic forcing the Town to acquire a new engineer that was licensed with the State of Colorado. The original engineering and design was of no use, so the Town moved forward in a different direction. The Town's engineer, MMI Water Engineers, has completed a significant portion of the upgrades and the Town has moved forward with a deep well injection system to treat the brine from the reverse osmosis plant. Work is expected to be completed by mid-2026. As such, the $404,103 that had been carried as construction in progress was written off in the current period as an extraordinary item.

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Required Supplementary Information

Required supplementary information includes financial information and disclosures that are required by the Governmental Accounting Standards Board but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Changes in the Town's Net Pension Liability/(Asset) and Related Ratios – Town of Julesburg Volunteer Fire Pension Plan
- Schedule of Town Contributions – Town of Julesburg Volunteer Fire Pension Plan
- Schedule of Investment Return – Town of Julesburg Volunteer Fire Pension Plan
- Budgetary Comparison Schedule – General Fund
- Budgetary Comparison Schedule – Capital Improvement Fund
- Budgetary Comparison Schedule – Swimming Pool Fund

TOWN OF JULESBURG, COLORADO

Schedule of Changes in the Town's Net Pension Liability/(Asset) and Related Ratios [1]

Town of Julesburg Volunteer Fire Pension Plan

Last 10 Fiscal Years

	2023	2022	2021
Total pension liability			
Service cost	$ 2,137	$ 3,135	$ 3,285
Interest on the total pension liability	8,107	8,696	8,411
Benefit changes	-	(4,446)	-
Differences between expected and actual experience	-	-	-
Assumption changes	(14,623)	(13,962)	8,790
Benefit payments	(10,102)	(9,700)	(9,350)
Net change in total pension liability	(14,481)	(16,277)	11,136
Total pension liability - beginning	184,331	200,608	189,472
Total pension liability - ending (a)	$ 169,850	$ 184,331	$ 200,608
Plan fiduciary net position			
Employer contributions	$ 3,500	$ 3,500	$ 3,500
Volunteer Fire Protection District contribution	5,075	5,075	5,075
Pension plan net investment income	123	115	330
Benefit payments	(10,102)	(9,700)	(9,350)
Pension plan administrative expenses	-	-	-
State of Colorado matching funds	3,150	3,150	3,150
Net change in plan fiduciary net position	1,746	2,140	2,705
Plan fiduciary net position - beginning	36,108	33,968	31,263
Plan fiduciary net position - ending (b)	$ 37,854	$ 36,108	$ 33,968
Town's net pension liability/(asset) - ending (a) - (b)	$ 131,996	$ 148,223	$ 166,640
Plan fiduciary net position as a percentage of the total pension liability	22.29%	19.59%	16.93%
Covered payroll	N/A	N/A	N/A
Town's net pension liability as a percentage of covered payroll	N/A	N/A	N/A

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

[1] Until a full 10-year trend is compiled, the Town will present information for those years for which information is available.

2020	2019	2018	2017	2016	2015
$ 3,499	$ 5,195	$ 5,529	$ 5,858	$ 6,019	$ 5,898
8,530	4,993	5,000	4,931	4,888	4,790
-	-	-	-	-	-
-	-	(4,892)	2,556	6,056	5,934
(5,023)	(58,887)	-	-	-	-
(9,600)	(9,900)	(9,900)	(9,900)	(9,900)	(8,640)
(2,594)	(58,599)	(4,263)	3,445	7,063	7,982
192,066	250,665	254,928	251,483	244,420	236,438
$ 189,472	$ 192,066	$ 250,665	$ 254,928	$ 251,483	$ 244,420
$ 3,500	$ 3,500	$ 3,500	$ 3,500	$ 3,500	$ 3,500
5,075	3,500	5,075	3,500	3,500	3,500
(1,293)	224	154	113	103	97
(9,600)	(9,900)	(9,900)	(9,900)	(9,900)	(8,640)
-	-	-	-	-	-
3,150	4,800	3,150	3,150	3,150	3,150
832	2,124	1,979	363	353	1,607
30,431	28,307	26,328	25,965	25,612	24,005
$ 31,263	$ 30,431	$ 28,307	$ 26,328	$ 25,965	$ 25,612
$ 158,209	$ 161,635	$ 222,358	$ 228,600	$ 225,518	$ 218,808
16.50%	15.84%	11.29%	10.33%	10.32%	10.48%
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A

TOWN OF JULESBURG, COLORADO
Schedule of Town Contributions
Town of Julesburg Volunteer Fire Pension Plan
Last 10 Fiscal Years

Fiscal Year Ending December 31,	Actuarially Determined Contribution	Actual Contribution *	Contribution Deficiency (Excess)	Covered Payroll	Actuarial Contribution as a % of Covered Payroll
(a)	(b)	(c)	(d) = (b) - (c)	(e)	(f)
2023	$ 9,838	$ 11,725	$ (1,887)	N/A	N/A
2022	$ 10,845	$ 11,725	$ (880)	N/A	N/A
2021	$ 12,925	$ 11,725	$ 1,200	N/A	N/A
2020	$ 12,579	$ 11,725	$ 854	N/A	N/A
2019	$ 12,995	$ 11,725	$ 1,270	N/A	N/A
2018	$ 18,450	$ 10,150	$ 8,300	N/A	N/A
2017	$ 19,020	$ 11,725	$ 7,295	N/A	N/A
2016	$ 19,020	$ 10,150	$ 8,870	N/A	N/A
2015	$ 19,020	$ 10,150	$ 8,870	N/A	N/A
2014	$ 19,020	$ 10,150	$ 8,870	N/A	N/A

* Includes employer, district and State of Colorado matching funds.

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TOWN OF JULESBURG, COLORADO
Schedule of Investment Returns
Town of Julesburg Volunteer Fire Pension Plan
Last 10 Fiscal Years

	2023	2022	2021	2020
Annual money-weighted rate of return, net of investment expense	0.36%	0.36%	1.11%	-4.49%

2019	2018	2017	2016	2015	2014
0.84%	0.63%	-1.63%	0.42%	0.42%	0.41%

TOWN OF JULESBURG, COLORADO
General Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2023

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Revenues				
Taxes	$ 462,035	$ 462,035	$ 426,669	$ (35,366)
Licenses and permits	9,946	9,946	6,917	(3,029)
Intergovernmental revenue	178,400	178,400	93,522	(84,878)
Charges for services	38,000	38,000	27,530	(10,470)
Fines and forfeitures	500	500	190	(310)
Miscellaneous revenue	55,110	55,110	70,299	15,189
Total revenues	743,991	743,991	625,127	(118,864)
Expenditures				
Current				
General government	204,828	204,828	157,420	47,408
Public safety	86,959	86,959	63,755	23,204
Public works	370,118	370,118	208,109	162,009
Culture and recreation	309,873	309,873	229,121	80,752
Total expenditures	971,778	971,778	658,405	313,373
Excess of revenues over (under) expenditures	(227,787)	(227,787)	(33,278)	194,509
Other financing sources				
Transfers in	50,000	50,000		(50,000)
Net change in fund balance	$ (177,787)	$ (177,787)	(33,278)	$ 144,509
Fund balance at beginning of year			251,970	
Fund balance at end of year			$ 218,692	

TOWN OF JULESBURG, COLORADO
Capital Improvement Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2023

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Revenues				
Taxes				
Sales taxes	$ 200,000	$ 200,000	$ 209,517	$ 9,517
Miscellaneous				
Interest on investments	1,500	1,500	8,320	6,820
Total revenues	201,500	201,500	217,837	16,337
Expenditures				
Capital outlay	260,000	260,000	325,864	(65,864)
Total expenditures	260,000	260,000	325,864	(65,864)
Excess of revenues over (under) expenditures	$ (58,500)	$ (58,500)	(108,027)	$ (49,527)
Fund balance at beginning of year			169,707	
Fund balance at end of year			$ 61,680	

TOWN OF JULESBURG, COLORADO
Swimming Pool Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2023

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Revenues				
Taxes				
Sales taxes	$ 200,000	$ 200,000	$ 269,989	$ 69,989
Miscellaneous				
Interest on investments	1,000	1,000	7,967	6,967
Donations			620	620
Total revenues	201,000	201,000	278,576	77,576
Expenditures				
Capital outlay			1,754,096	(1,754,096)
Debt service				
Principal retirement			105,000	(105,000)
Interest and fiscal charges			53,888	(53,888)
Total expenditures	-	-	1,912,984	(1,912,984)
Net change in fund balance	$ 201,000	$ 201,000	(1,634,408)	$ (1,835,408)
Fund balance at beginning of year			3,525,152	
Fund balance at end of year			$ 1,890,744	

Note A – Budgetary data

Annual budgets are established for all funds of the Town as required by state budget laws. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles except for the enterprise and internal service funds in which capital and principal retirement expenses are treated as operating expenses and depreciation expense is not budgeted.

An appropriated budget for the entity as a whole is prepared on a detailed basis. Revenues are budgeted by source. Expenditures are budgeted by department and the major divisions thereof and by each independent office and agency and by the principal objects of expenditure. The legal level of control is considered to be the entity as a whole and expenditures may not exceed appropriations at this level. All budget revisions at this level are subject to final review and approval by Town council. Within these control levels, management may transfer appropriations without Town council approval. Revisions to the budget were made during the year.

The Town follows these procedures in establishing the budgetary data reflected in the financial statements:

- On or before September 20th of each year, or in conformity with the general state law, the Town clerk submits to the Town council a budget which shall be a complete financial plan for the ensuing fiscal year.
- At the same time the budget is submitted, the Town manager shall also prepare an appropriation ordinance making a levy in mills upon all taxable property within the Town for the ensuing fiscal year.
- A public hearing on the budget shall be held by Town council two weeks after its submission. Notice of the time and place of said hearing shall be published within three days after the submission of the budget.
- Prior to December 15th, or in conformity with the general state law, the Town council shall adopt the budget and the tax levy ordinance.
- Any portion of any annual appropriation remaining unexpended and unencumbered at the close of the budget year shall be declared surplus and included in the budget for the ensuing year as those appropriations lapse at year-end.

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Other Supplementary Information

Other supplementary information includes financial statements and schedules not required by the Governmental Accounting Standards Board, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedules – General Fund Revenues and Expenditures
- Budgetary Comparison Schedule – Nonmajor Governmental Fund
- Budgetary Comparison Schedules – Proprietary Funds
- Budgetary Comparison Schedule – Internal Service Fund
- Budgetary Comparison Schedule – Fiduciary Fund

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Budgetary Comparison Schedules – General Fund

The General Fund accounts for all transactions of the Town not required to be accounted for in other funds. This fund represents an accounting of the Town's ordinary operations financed primarily from tax dollars and intergovernmental aid. It is the most significant fund in relation to the Town's overall operations. The budgetary comparison schedules of revenues and expenditures are included to provide a greater level of detail to the reader of the financial statements.

TOWN OF JULESBURG, COLORADO
General Fund
Budgetary Comparison Schedule - Revenues
For the Year Ended December 31, 2023

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Taxes				
Local property taxes	$ 382,985	$ 382,985	$ 362,523	$ (20,462)
Delinquent taxes and interest	1,000	1,000	917	(83)
Specific ownership taxes	43,000	43,000	43,797	797
Franchise taxes	15,000	15,000	14,450	(550)
Severance taxes	50	50	17	(33)
Lodging taxes	20,000	20,000	4,965	(15,035)
Total taxes	462,035	462,035	426,669	(35,366)
Licenses and permits	9,946	9,946	6,917	(3,029)
Intergovernmental				
Highway users tax	135,000	135,000	56,361	(78,639)
Motor vehicle assessment	6,000	6,000	5,184	(816)
Road and bridge tax	36,000	36,000	30,671	(5,329)
Cigarette tax	1,400	1,400	1,306	(94)
Total intergovernmental	178,400	178,400	93,522	(84,878)
Charges for services				
General government			540	540
Airport	24,000	24,000	19,665	(4,335)
Recreation	14,000	14,000	7,325	(6,675)
Total charges for services	38,000	38,000	27,530	(10,470)
Fines and forfeitures	500	500	190	(310)
Miscellaneous revenues				
Interest on investments	8,000	8,000	19,832	11,832
Donations	100	100	1,000	900
Tower leases	6,010	6,010	6,120	110
Grants	20,000	20,000	14,820	(5,180)
Other	21,000	21,000	28,527	7,527
Total miscellaneous revenues	55,110	55,110	70,299	15,189
Total revenues	$ 743,991	$ 743,991	$ 625,127	$ (118,864)

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TOWN OF JULESBURG, COLORADO
General Fund
Budgetary Comparison Schedule - Expenditures
For the Year Ended December 31, 2023

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
General government				
Administrative salaries	$ 46,128	$ 46,128	$ 32,816	$ 13,312
Legislative - town council	7,500	7,500	(50)	7,550
Employee benefits	13,666	13,666	9,120	4,546
Supplies	12,184	12,184	9,117	3,067
Professional services	33,710	33,710	20,274	13,436
Insurance and bonds	24,000	24,000	25,646	(1,646)
County treasurer's fees	7,400	7,400	7,876	(476)
Advertising and legal notices	4,000	4,000	5,266	(1,266)
Dues and subscriptions	1,900	1,900	1,963	(63)
Office cleaning	540	540	448	92
Repairs and maintenance	9,000	9,000	2,355	6,645
Public utilities	3,400	3,400	3,009	391
Economic development	8,500	8,500	2,160	6,340
Miscellaneous	18,900	18,900	8,447	10,453
Capital outlay	14,000	14,000	28,973	(14,973)
Total general government	204,828	204,828	157,420	47,408
Public safety				
Police				
Salaries	3,600	3,600	5,787	(2,187)
Employee benefits	275	275	443	(168)
Miscellaneous	500	500	2,076	(1,576)
Law enforcement	16,500	16,500	4,350	12,150
Total police	20,875	20,875	12,656	8,219
Fire				
Salaries	2,400	2,400	2,800	(400)
Employee benefits	3,684	3,684	3,714	(30)
Supplies	5,400	5,400	3,989	1,411
Repairs and maintenance	6,500	6,500	6,241	259
Professional services	4,000	4,000	4,000	-
Public utilities	9,000	9,000	8,970	30
Fuel and oil	2,500	2,500	1,306	1,194
Miscellaneous	18,600	18,600	11,053	7,547
Capital outlay	14,000	14,000	9,026	4,974
Total fire	66,084	66,084	51,099	14,985
Total public safety	86,959	86,959	63,755	23,204

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Public works				
Streets and highways				
Salaries	49,600	49,600	40,968	8,632
Employee benefits	29,518	29,518	21,614	7,904
Supplies	7,800	7,800	8,057	(257)
Street maintenance	30,500	30,500	5,285	25,215
Crack filler	15,000	15,000	8,870	6,130
Public utilities	5,000	5,000	3,470	1,530
Equipment maintenance	14,000	14,000	39,333	(25,333)
Curb and gutter	30,000	30,000		30,000
Fuel and oil	9,800	9,800	11,922	(2,122)
Street lighting	32,000	32,000	32,714	(714)
Miscellaneous	7,900	7,900	10,725	(2,825)
Capital outlay	120,000	120,000	4,858	115,142
Total streets and highways	351,118	351,118	187,816	163,302
Sanitation				
Weed and pest control	5,000	5,000	8,725	(3,725)
Airport				
Repairs and maintenance	5,000	5,000	3,246	1,754
Insurance and bonds	5,000	5,000	3,950	1,050
Public utilities	4,000	4,000	4,372	(372)
Total airport	14,000	14,000	11,568	2,432
Total public works	370,118	370,118	208,109	162,009
Culture and recreation				
Library				
Salaries	41,600	41,600	42,304	(704)
Employee benefits	24,758	24,758	22,905	1,853
Supplies	6,000	6,000	12,130	(6,130)
Repairs and maintenance	15,000	15,000	1,436	13,564
Public utilities	7,180	7,180	8,541	(1,361)
Office cleaning	1,320	1,320	1,440	(120)
Insurance and bonds	500	500	500	-
Miscellaneous	5,000	5,000	5,081	(81)
Total library	101,358	101,358	94,337	7,021

(continued)

TOWN OF JULESBURG, COLORADO
General Fund
Budgetary Comparison Schedule - Expenditures
For the Year Ended December 31, 2023

(continued)

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Parks				
Salaries	47,700	47,700	49,589	(1,889)
Employee benefits	29,667	29,667	27,702	1,965
Supplies	12,300	12,300	6,110	6,190
Public utilities	2,700	2,700	2,402	298
Repairs and maintenance	24,500	24,500	8,465	16,035
Fuel and oil	4,000	4,000	2,742	1,258
Miscellaneous	6,500	6,500	107	6,393
Total parks	127,367	127,367	97,117	30,250
Recreation				
Salaries	15,000	15,000	12,913	2,087
Employee benefits	1,148	1,148	859	289
Supplies	18,600	18,600	4,936	13,664
Insurance	6,500	6,500	3,692	2,808
Public utilities	900	900	145	755
Repairs and maintenance	6,000	6,000	574	5,426
Miscellaneous	8,000	8,000	100	7,900
Total recreation	56,148	56,148	23,219	32,929
Swimming pool				
Supplies	4,000	4,000	200	3,800
Public utilities	8,000	8,000	572	7,428
Repairs and maintenance	10,000	10,000	11,277	(1,277)
Insurance and bonds	3,000	3,000	2,399	601
Total swimming pool	25,000	25,000	14,448	10,552
Total culture and recreation	309,873	309,873	229,121	80,752
Total expenditures	$ 971,778	$ 971,778	$ 658,405	$ 313,373

Budgetary Comparison Schedule – Nonmajor Governmental Fund

The Town reports the following nonmajor governmental fund:

Special Revenue Funds – These funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

- Conservation Trust Fund – This fund was established to account for the state lottery proceeds and allowable expenditures.

TOWN OF JULESBURG, COLORADO
Conservation Trust Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2023

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Revenues				
Intergovernmental revenue				
State lottery revenues	$ 13,000	$ 13,000	$ 17,829	$ 4,829
Miscellaneous				
Interest on investments	500	500	619	119
Total revenues	13,500	13,500	18,448	4,948
Expenditures				
Culture and recreation	12,000	12,000		12,000
Total expenditures	12,000	12,000	-	12,000
Excess of revenues over (under) expenditures	$ 1,500	$ 1,500	18,448	$ 16,948
Fund balance at beginning of year			13,305	
Fund balance at end of year			$ 31,753	

Budgetary Comparison Schedules – Proprietary Funds

The Town reports the following major proprietary funds:

Enterprise Funds – These funds are used to account for operations that provide services that are financed primarily by user charges, or activities where periodic measurement of income is appropriate for capital maintenance, public policy, management control or other purposes.

- Electric Fund – This fund was established to account for all operations of the electric utility services provided by the Town.
- Water Fund – This fund was established to account for all operations of the water utility services provided by the Town.
- Sewer Fund – This fund was established to account for all operations of the sewer utility services provided by the Town.
- Sanitation Fund – This fund was established to account for all operations of the sanitation utility services provided by the Town.

TOWN OF JULESBURG COLORADO
Electric Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2023

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Operating revenues				
Charges for services	$ 1,286,000	$ 1,286,000	$ 1,271,854	$ (14,146)
Operating expenses				
Systems operation				
Salaries	88,380	88,380	78,250	10,130
Employee benefits	41,089	41,089	34,516	6,573
Power purchases	840,000	840,000	825,390	14,610
Professional fees	2,400	2,400		2,400
Repairs and maintenance	103,000	103,000	34,989	68,011
Public utilities	14,803	14,803	15,662	(859)
Fuel and oil	7,000	7,000	2,244	4,756
Supplies	60,578	60,578	61,540	(962)
Other	9,500	9,500	1,604	7,896
Equipment replacement	40,000	40,000	40,000	-
Capital purchases			11,792	(11,792)
Total systems operation	1,206,750	1,206,750	1,105,987	100,763
Administrative and general				
Salaries	52,416	52,416	53,153	(737)
Employee benefits	22,326	22,326	18,770	3,556
Professional fees	6,500	6,500	6,765	(265)
Office expense	864	864	720	144
Insurance and bonds	36,329	36,329	38,261	(1,932)
Repairs and maintenance	4,020	4,020		4,020
Public utilities	2,800	2,800	3,510	(710)
Fuel and oil	5,000	5,000	3,793	1,207
Supplies	9,045	9,045	9,319	(274)
Other	9,200	9,200	8,352	848
Total administrative and general	148,500	148,500	142,643	5,857
Total operating expenses	1,355,250	1,355,250	1,248,630	106,620
Operating income (loss)	(69,250)	(69,250)	23,224	92,474

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Nonoperating revenues				
Interest on investments	2,600	2,600	10,107	7,507
Miscellaneous revenue	12,800	12,800	39,341	26,541
Total nonoperating revenues	15,400	15,400	49,448	34,048
Change in net position	$ (53,850)	$ (53,850)	72,672	$ 126,522
Adjustments to GAAP Basis				
Add capital purchases			11,792	
Deduct depreciation			(35,780)	
Change in net position - GAAP Basis			48,684	
Net position at beginning of year			1,254,037	
Net position at end of year			$ 1,302,721	

TOWN OF JULESBURG COLORADO
Water Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2023

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Operating revenues				
Charges for services	$ 423,920	$ 423,920	$ 418,805	$ (5,115)
Operating expenses				
Systems operation				
Salaries	48,900	48,900	51,984	(3,084)
Employee benefits	13,320	13,320	5,559	7,761
Professional services	10,000	10,000	49,056	(39,056)
Supplies	28,000	28,000	51,782	(23,782)
Repairs and maintenance	50,000	50,000	28,307	21,693
Public utilities	62,000	62,000	53,473	8,527
Fuel and oil	2,500	2,500	1,407	1,093
Lab analysis	3,500	3,500	1,375	2,125
Other	9,030	9,030	(382)	9,412
Equipment replacement	5,000	5,000	5,000	-
Capital purchases	110,000	110,000	200,035	(90,035)
Total systems operation	342,250	342,250	447,596	(105,346)
Administrative and general				
Salaries	54,416	54,416	53,153	1,263
Employee benefits	22,326	22,326	18,766	3,560
Professional fees	3,200	3,200	3,290	(90)
Office expense	4,920	4,920	351	4,569
Insurance and bonds	18,000	18,000	18,678	(678)
Public utilities	2,500	2,500	2,559	(59)
Supplies			4,682	(4,682)
Other	500	500	229	271
Total administrative and general	105,862	105,862	101,708	4,154
Total operating expenses	448,112	448,112	549,304	(101,192)
Operating income (loss)	(24,192)	(24,192)	(130,499)	(106,307)

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Nonoperating revenues (expenses)				
Interest on investments	4,000	4,000	21,086	17,086
Grants and loans			64,643	64,643
Water tower lease	68,600	68,600	71,925	3,325
Miscellaneous revenue	4,000	4,000	6,193	2,193
Principal paid on notes	(16,540)	(16,540)	(17,000)	(460)
Interest and fiscal charges	(21,083)	(21,083)	(20,010)	1,073
Total nonoperating revenues (expenses)	38,977	38,977	126,837	87,860
Change in net position	$ 14,785	$ 14,785	(3,662)	$ (18,447)
Adjustments to GAAP Basis				
Add principal paid on notes			17,000	
Add capital purchases			200,035	
Deduct depreciation			(74,006)	
Change in net position - GAAP Basis			139,367	
Net position at beginning of year			2,599,111	
Net position at end of year			$ 2,738,478	

TOWN OF JULESBURG, COLORADO
Sewer Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2023

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Operating revenues				
Charges for services	$ 351,500	$ 351,500	$ 357,175	$ 5,675
Operating expenses				
Systems operation				
Salaries	44,220	44,220	46,998	(2,778)
Employee benefits	25,091	25,091	23,489	1,602
Professional services	24,000	24,000	10,461	13,539
Supplies	20,000	20,000	9,246	10,754
Repairs and maintenance	40,000	40,000	19,431	20,569
Public utilities	23,000	23,000	25,331	(2,331)
Fuel and oil	9,000	9,000	5,128	3,872
Lab analysis	25,089	25,089	21,950	3,139
Other	3,100	3,100	3,477	(377)
Equipment replacement	5,000	5,000	5,000	-
Capital purchases	60,000	60,000		60,000
Total systems operation	278,500	278,500	170,511	107,989
Administrative and general				
Salaries	26,208	26,208	26,576	(368)
Employee benefits	11,133	11,133	11,730	(597)
Supplies	600	600	718	(118)
Professional fees	411	411	370	41
Insurance and bonds	2,000	2,000	2,144	(144)
Public utilities	250	250	236	14
Other	398	398	190	208
Total administrative and general	41,000	41,000	41,964	(964)
Total operating expenses	319,500	319,500	212,475	107,025
Operating income	32,000	32,000	144,700	112,700

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Nonoperating revenues (expenses)				
Interest on investments	1,200	1,200	7,487	6,287
Miscellaneous revenue			1,000	1,000
Total nonoperating revenues (expenses)	1,200	1,200	8,487	7,287
Net income before transfers	33,200	33,200	153,187	119,987
Transfers out	(50,000)	(50,000)		50,000
Change in net position	$ (16,800)	$ (16,800)	153,187	$ 169,987
Adjustments to GAAP Basis				
Deduct professional services write-off			(404,103)	
Deduct depreciation			(67,240)	
Change in net position - GAAP Basis			(318,156)	
Net position at beginning of year			2,723,866	
Net position at end of year			$ 2,405,710	

TOWN OF JULESBURG, COLORADO
Sanitation Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2023

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Operating revenues				
Charges for services	$ 216,000	$ 216,000	$ 230,352	$ 14,352
Operating expenses				
Systems operation				
Salaries	51,660	51,660	58,774	(7,114)
Employee benefits	16,326	16,326	14,695	1,631
Supplies	4,814	4,814	1,259	3,555
Repairs and maintenance	42,000	42,000	21,262	20,738
Fuel and oil	20,000	20,000	19,506	494
Landfill charges	45,000	45,000	41,400	3,600
Dumpster expense	6,000	6,000	8,792	(2,792)
Other	1,000	1,000	185	815
Equipment replacement	10,000	10,000	10,000	-
Total systems operation	196,800	196,800	175,873	20,927
Administrative and general				
Salaries	17,472	17,472	17,718	(246)
Employee benefits	8,923	8,923	9,387	(464)
Office expense	855	855	784	71
Professional fees	350	350	370	(20)
Public utilities	200	200	245	(45)
Insurance and bonds	2,400	2,400	2,143	257
Total administrative and general	30,200	30,200	30,647	(447)
Total operating expenses	227,000	227,000	206,520	20,480
Change in net position	$ (11,000)	$ (11,000)	23,832	$ 34,832
Adjustments to GAAP Basis				
Deduct depreciation			(19,740)	
Change in net position - GAAP Basis			4,092	
Net position at beginning of year			550,534	
Net position at end of year			$ 554,626	

Budgetary Comparison Schedule – Internal Service Fund

Internal Service Funds – These funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the Town on a cost reimbursement basis.

The Town reports the following internal service fund:

- Capital Replacement Fund – This fund accounts for equipment management services provided to other departments of the Town on a cost reimbursement basis.

TOWN OF JULESBURG, COLORADO
Capital Replacement Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2023

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Revenues				
Charges for services	$ 60,000	$ 60,000	$ 60,000	$ -
Total revenues	60,000	60,000	60,000	-
Expenses				
Capital outlay	40,000	200,000	195,111	4,889
Total expenses	40,000	200,000	195,111	4,889
Operating income	20,000	(140,000)	(135,111)	4,889
Nonoperating revenues				
Earnings on investments	1,000	1,000	1,832	832
Total nonoperating revenues	1,000	1,000	1,832	832
Change in net position	$ 21,000	$ (139,000)	(133,279)	$ 5,721
Adjustments to GAAP Basis				
Add capital purchases			168,111	
Add prepaid items			27,000	
Deduct depreciation			(44,829)	
Change in net position - GAAP Basis			17,003	
Net position at beginning of year			351,501	
Net position at end of year			$ 368,504	

Budgetary Comparison Schedule – Fiduciary Fund

These funds focus on net position and changes in net position. The fiduciary fund category is split into four classifications: pension (and other employee benefit) trust funds, investment trust funds, private-purpose trust funds and custodial funds.

The Town reports the following fiduciary fund:

Pension (and other employee benefit) trust funds – These funds are used to report trust arrangements under which principal and income benefit individuals, private organizations or other governments.

- Firemen's Pension Fund – This fund was established to account for contributions made to a single-employer defined benefit plan on behalf of the Town's volunteer fire fighters.

TOWN OF JULESBURG, COLORADO

Firemen's Pension Fund

Budgetary Comparison Schedule

For the Year Ended December 31, 2023

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Additions				
Contributions				
Rural	$ 5,075	$ 5,075	$ 5,075	$ -
Town	3,500	3,500	3,500	-
State	3,150	3,150	3,150	-
Total contributions	11,725	11,725	11,725	-
Investment income				
Interest on investments	200	200	793	593
Total investment income	200	200	793	593
Total additions	11,925	11,925	12,518	593
Deductions				
Pension benefits	10,584	10,584	9,708	876
Total deductions	10,584	10,584	9,708	876
Change in net position	$ 1,341	$ 1,341	2,810	$ 1,469
Net position restricted for pensions				
Beginning of year			37,864	
End of year			$ 40,674	

Colorado Department of Highways
Local Highway Finance Report

This calendar-year report of receipts and expenditures is required by the Colorado Department of Highways to maintain Statewide accountability for moneys used for highway and street purposes. To ensure data accuracy, House Bill 1008 mandates that this report be included in the Town's financial statements.

Form Approved
OMB No. 2125-0032

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

LOCAL HIGHWAY FINANCE REPORT	STATE: COLORADO
	YEAR ENDING (mm/yy): 12/23
This Information From The Records Of: Town of Julesburg	Prepared By: Carrie Hartwell, Town Clerk / Treasurer

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

ITEM	AMOUNT
A. Receipts from local sources:	
1. Local highway-user taxes	
a. Motor Fuel (from Item I.A.5.)	
b. Motor Vehicle (from Item I.B.5.)	
c. Total (a.+b.)	
2. General fund appropriations	
3. Other local imposts (from page 2)	$ 562,392.28
4. Miscellaneous local receipts (from page 2)	$ 190.00
5. Transfers from toll facilities	
6. Proceeds of sale of bonds and notes:	
a. Bonds - Original Issues	
b. Bonds - Refunding Issues	
c. Notes	
d. Total (a. + b. + c.)	$ -
7. Total (1 through 6)	$ 562,582.28
B. Private Contributions	
C. Receipts from State government (from page 2)	$ 57,067.72
D. Receipts from Federal Government (from page 2)	$ -
E. Total receipts (A.7 + B + C + D)	$ 619,650.00

III. EXPENDITURES FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Local highway expenditures:	
1. Capital outlay (from page 2)	$ 446,185.88
2. Maintenance:	$ 140,750.55
3. Road and street services:	
a. Traffic control operations	
b. Snow and ice removal	
c. Other	$ 32,713.57
d. Total (a. through c.)	$ 32,713.57
4. General administration & miscellaneous	
5. Highway law enforcement and safety	
6. Total (1 through 5)	$ 619,650.00
B. Debt service on local obligations:	
1. Bonds:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	$ -
2. Notes:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	$ -
3. Total (1.c + 2.c)	$ -
C. Payments to State for highways	
D. Payments to toll facilities	
E. Total expenditures (A.6 + B.3 + C + D)	$ 619,650.00

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

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

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

A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
$ -	$ 619,650.00	$ 619,650.00	$ -	$ -

Notes and Comments:

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		**A.4. Miscellaneous local receipts:**	
a. Property Taxes and Assesments	$ 30,671.79	a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	$ 190.00
1. Sales Taxes	$ 487,723.99	c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other	$ 43,996.50	g. Other Misc. Receipts	
6. Total (1. through 5.)	$ 531,720.49	h. Other	
c. Total (a. + b.)	$ 562,392.28	i. Total (a. through h.)	$ 190.00
(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 (from Item I.C.5.)	$ 51,850.95	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	$ 5,216.77	d. Federal Transit Administration	
d. DOLA Grant		e. U.S. Corps of Engineers	
e. Other		f. Other Federal	
f. Total (a. through e.)	$ 5,216.77	g. Total (a. through f.)	$ -
4. Total (1. + 2. + 3.f)	$ 57,067.72	3. Total (1. + 2.g)	$ -
(Carry forward to page 1)		*(Carry forward to page 1)*	

III. EXPENDITURES FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			$ -
b. Engineering Costs			$ -
c. Construction:			
(1). New Facilities		$ 330,000.00	$ 330,000.00
(2). Capacity Improvements			$ -
(3). System Preservation		$ 116,185.88	$ 116,185.88
(4). System Enhancement And Operation			$ -
(5). Total Construction (1)+(2)+(3)+(4)	$ -	$ 446,185.88	$ 446,185.88
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.4)	$ -	$ 446,185.88	$ 446,185.88
(Carry forward to page 1)			

Notes and Comments:

Added streets around new K-12 school facility (Cottonwood Street and extended West 5th Street) in Campbell Subdivision.