# TOWN OF MANZANOLA, COLORADO

## Financial Statements

## December 31, 2023

# TOWN OF MANZANOLA, COLORADO

# ANNUAL FINANCIAL REPORT

## Town Council

| | |
|---|---|
| Shirley Adams | Mayor |
| Amy Holland | Mayor Pro-Tem |
| Jay Alexander | Trustee |
| Danny Chavez | Trustee |
| Beverly Jimenez | Trustee |

## Town Officials

| | |
|---|---|
| Kris Baylor | Town Clerk |

# TOWN OF MANZANOLA, COLORADO

## TABLE OF CONTENTS


Page

**Independent Auditor's Report** .......... I

**Management's Discussion and Analysis** .......... V

**Basic Financial Statements**

**Government-Wide Financial Statements**

Statement of Net Position .......... 1

Statement of Activities .......... 2

**Fund Financial Statements**

**Governmental Funds**

Balance Sheet .......... 3

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position .......... 4

Statement of Revenues, Expenditures and Changes in Fund Balances .......... 5

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities .......... 6

**Proprietary Funds**

Statement of Net Position .......... 7

Statement of Revenues, Expenses and Changes in Net Position .......... 8

Statement of Cash Flows .......... 9

**Notes to the Financial Statements** .......... 10

**Required Supplementary Information**

**Schedule of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds – Budget and Actual**


Page

General Fund ........ 27

Conservation Trust Fund ........ 30

Notes to Required Supplementary Information ........ 31


**Supplementary Information**

**Schedule of Revenues, Expenditures and Changes in Funds Available – Enterprise Funds – Budget and Actual (Budgetary Basis)**


Water Fund ........ 32

Sewer Fund ........ 33

Wastewater Fund ........ 34

**Local Highway Finance Report** ........ 35


**Other Information**


Schedules of Future Debt Service Requirements ........ 37

Summary of Assessed Valuation, Mill Levy and Property Taxes Collected ........ 38

# INDEPENDENT AUDITOR'S REPORT

Dazzio & Associates, PC

Certified Public Accountants

**INDEPENDENT AUDITOR'S REPORT**

Honorable Mayor and Members of the Town Council
Town of Manzanola, Colorado
Otero County, Colorado

***Opinions***

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities and each major fund, 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 Auditor's 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.

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303-905-0809 • info@dazziocpa.com
• Member American Institute of Certified Public Accountants • Member Colorado Society of Certified Public Accountants •

***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.

***Auditor's Responsibilities for the Audit of the Financial Statements***

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town'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 and budgetary comparison information on pages V–XVIII and 27–31, respectively, 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 Supplementary Information, as listed in the table of contents, is presented for purposes of additional analysis and is 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 Supplementary Information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

***Other Information***

Management is responsible for the other information included in the annual report. The Other Information, as listed in the table of contents, does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the Other Information, and we do not express an opinion or any form of assurance thereon.

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

Dazzio & Associates, P.C.

June 14, 2024

# MANAGEMENT'S DISCUSSION AND ANALYSIS

**TOWN OF MANZANOLA, COLORADO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**
**December 31, 2023**

---

This section of the Town of Manzanola, Colorado's annual financial report presents the discussion and analysis of the Town's financial performance during the fiscal year that ended on December 31, 2023. Please read it in conjunction with the Town's financial statements, which follow this section.

## Financial Highlights

- The Town's total net position increased $320,959 over the course of this year's operations.
- During the year, the Town's expenses for governmental programs exceeded revenue by $39,792. Revenues decreased $174,084 and expenses decreased $246,813 from the prior year.
- In the Town's business-type activities, total charges for services were $236,772, which is an increase of $16,369 from last year. Operating and capital grants and contributions increased $308,414. Expenses increased $45,586. Revenues exceeded expenses by $360,751.
- The Town continued work on a project to replace the wastewater treatment facility and construct a non-discharging lagoon system.
- The General Fund reported an ending fund balance of $297,027, an increase of $22,820 from the prior year.

## Overview of Financial Statements

This annual report consists of five parts – *management's discussion and analysis* (this section), the *basic financial statements, required supplementary information*, *supplementary information* and *other information*. The basic financial statements include two kinds of statements that present different views of the Town:

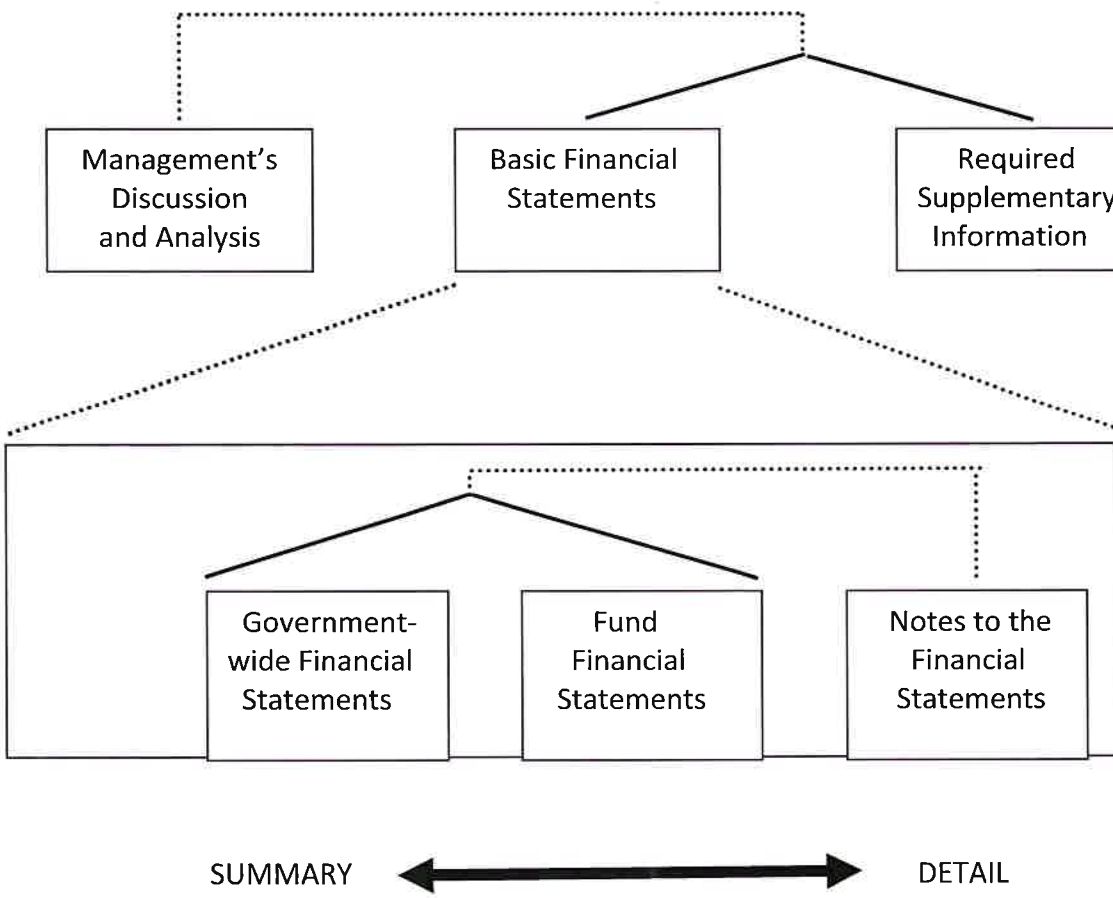
The first two statements are *government-wide financial statements* that provide both *long-term* and *short-term* information about the Town's *overall* financial status.

The remaining statements are *fund financial statements* that focus on *individual parts* of the Town government, reporting the Town's operations in *more detail* than the government-wide statements.

The *governmental funds* statements tell how *general government* services like public works were financed in the *short term* as well as what remains for future spending.
*Proprietary fund* statements offer *short* and *long-term* financial information about the activities the government operates *like* businesses, such as water and sewer systems.

**Figure 1**

**Organization of the Town of Manzanola's Annual Financial Reports**




The financial statements also include *notes* that explain some of the information in the financial statements and provide data that are more detailed. The statements are followed by a section of *required supplementary information* that further explains and supports the information in the financial statements. Figure 1 shows how the required parts of this annual report are arranged and related to one another. In addition to these required elements, there are sections that provide information related to how the Town's enterprise funds performed in comparison to budget and other information on the Town's debt service requirements.

Figure 2 summarizes the major features of the Town's financial statements, including the portion of the Town government they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis explains the structure and contents of each statement.

## Figure 2

| | | ------------------Fund Statements------------------ | |
|---|---|---|---|
| | **Government-wide Statements** | **Governmental Funds** | **Proprietary Funds** |
| **Scope** | Entire Town Government | The activities of the Town that are not proprietary, such as police, public works, and parks and recreation | Activities the Town operates similar to private business: The water and sewer system |
| **Required financial statements** | • Statement of net position<br>• Statement of activities | • Balance sheet<br>• Statement of revenues, expenditures, and changes in fund balances | • Statement of net position<br>• Statement of revenues, expenses, and changes in net position<br>• Statements of cash flows |
| **Accounting basis and measurement focus** | Accrual accounting and economic resources focus | Modified accrual accounting and current financial resources focus | Accrual accounting and economic resources focus |
| **Type of asset/ liability information** | All assets and liabilities, both financial and capital and short-term and long-term | Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included | All assets and liabilities, both financial and capital, and short-term and long-term |
| **Type of inflow/outflow information** | All revenues and expenses during the year, regardless of when cash is received or paid | Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter | All revenues and expenses during the year, regardless of when cash is received or paid |

## Government-wide 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 includes *all* of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the Town's *net position* and how they have changed.

Net position – the difference between the Town's assets and liabilities is one way to measure the Town's financial health, or *position*.

- Over time, increases or decreases in the Town's net position are an indicator of whether its financial health is improving or deteriorating, respectively.

- To assess the overall health of the Town, additional non-financial factors need to be considered, such as changes in the Town's property tax base and the condition of the Town's roads.

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

*Governmental activities* – Most of the Town's basic services are included here, such as the police, public works and parks and recreation departments, and the general administration. Sales and use taxes, property taxes, and charges for services finance most of these activities.

*Business–type activities* – The Town charges fees to customers to recover most of the cost of certain services provided. The Town's water and sewer system are included here.

## Fund Financial Statements

The fund financial statements provide more detailed information about the Town's most significant *funds* – not the Town as a whole. Funds are accounting devices that the Town used to keep track of specific sources of funding and spending for particular purposes.

- Some funds are required by State law.

- The Board of Trustees establishes other funds to control and manage money for particular purposes or to show that it is properly using certain taxes and grants (like the Conservation Trust Fund).

The Town has two kinds of funds:

• *Governmental funds* – Most of the Town's basic services are included in governmental funds, which focus on (1) how *cash and other financial assets* that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed *short-term* view that 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.

• *Proprietary funds* – Services for which the Town charges customers a fee are generally reported in proprietary funds. Proprietary funds, like government-wide statements, provide both long and short-term financial information.

The *Town's enterprise funds* (one type of proprietary fund) are the same as its business-type activities, but provide more detail and additional information, such as cash flows.

## Government-wide Financial Analysis

### Analysis of Net Position

Table 1 presents an analysis of the Town's net position as of December 31. The Town's assets exceeded liabilities by $5,015,296 at the close of 2023. Governmental activities make up $1,958,969 (39%) of these assets, with business-type activities making up the remaining $3,056,327 (61%). Total net position increased by $320,959 in 2023. The increase is comprised of the following:

- Total governmental activities assets decreased $53,341 to $1,997,425. This was mainly due to depreciation on the capital assets of $73,074. Business-type activities assets increased $409,754 to $3,139,342. This was due to costs associated with the design and construction of the evaporative lagoons amounting to approximately $251,000, $58,200 of costs for a new control panel at the water plant and $56,615 for the partial payment for installing solar panels at the water plant. Depreciation on capital assets was $81,108 for 2023.
- Total Government-wide liabilities and deferred inflows of resources increased $35,454 to $121,471. The Town entered into a draw-down loan for the solar panels mentioned above. $56,570 of the loan was drawn during 2023. The Town made all scheduled payments on its existing long-term debt.

The Town's combined net position was $5,015,296 as follows.

**Table 1**
**Net Position**

| | Governmental Activities | | Business-type Activities | | Total | |
|---|---|---|---|---|---|---|
| | 2023 | 2022 | 2023 | 2022 | 2023 | 2022 |
| **Assets** | | | | | | |
| Current Assets | $ 322,049 | $ 307,016 | $ 457,284 | $ 332,337 | $ 779,333 | $ 639,353 |
| Capital Assets | 1,675,376 | 1,743,750 | 2,682,058 | 2,397,251 | 4,357,434 | 4,141,001 |
| Total Assets | 1,997,425 | 2,050,766 | 3,139,342 | 2,729,588 | 5,136,767 | 4,780,354 |
| **Liabilities** | | | | | | |
| Long-term Liabilities | 14,129 | 22,396 | 59,337 | 29,212 | 73,466 | 51,608 |
| Other Liabilities | 1,000 | - | 23,678 | 4,800 | 24,678 | 4,800 |
| Total Liabilities | 15,129 | 22,396 | 83,015 | 34,012 | 98,144 | 56,408 |
| **Deferred Inflows of Resources** | 23,327 | 29,609 | - | - | 23,327 | 29,609 |
| **Net Position** | | | | | | |
| Net Investment in Capital Assets | 1,675,376 | 1,743,750 | 2,599,043 | 2,366,051 | 4,274,419 | 4,109,801 |
| Restricted | 7,195 | 7,700 | 16,167 | 12,454 | 23,362 | 20,154 |
| Unrestricted | 276,398 | 247,311 | 441,117 | 317,071 | 717,515 | 564,382 |
| Total Net Position | $ 1,958,969 | $ 1,998,761 | $ 3,056,327 | $ 2,695,576 | $ 5,015,296 | $ 4,694,337 |

The largest portion of the Town's net position (85%) reflects its investment of $4,274,419 in capital assets. Net capital assets are reported less any related debt used to acquire those assets that is still outstanding. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay the debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the Town's net position, $23,362 (1%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position of $717,515 (14%) may be used to meet the Town's ongoing obligations to citizens and creditors.

## Changes in Net Position

### Table 2
### Changes in Net Position

As presented in Table 2 the Town's overall net position increased $320,959 during 2023. This decrease is explained in the governmental and business-type activities discussion below.

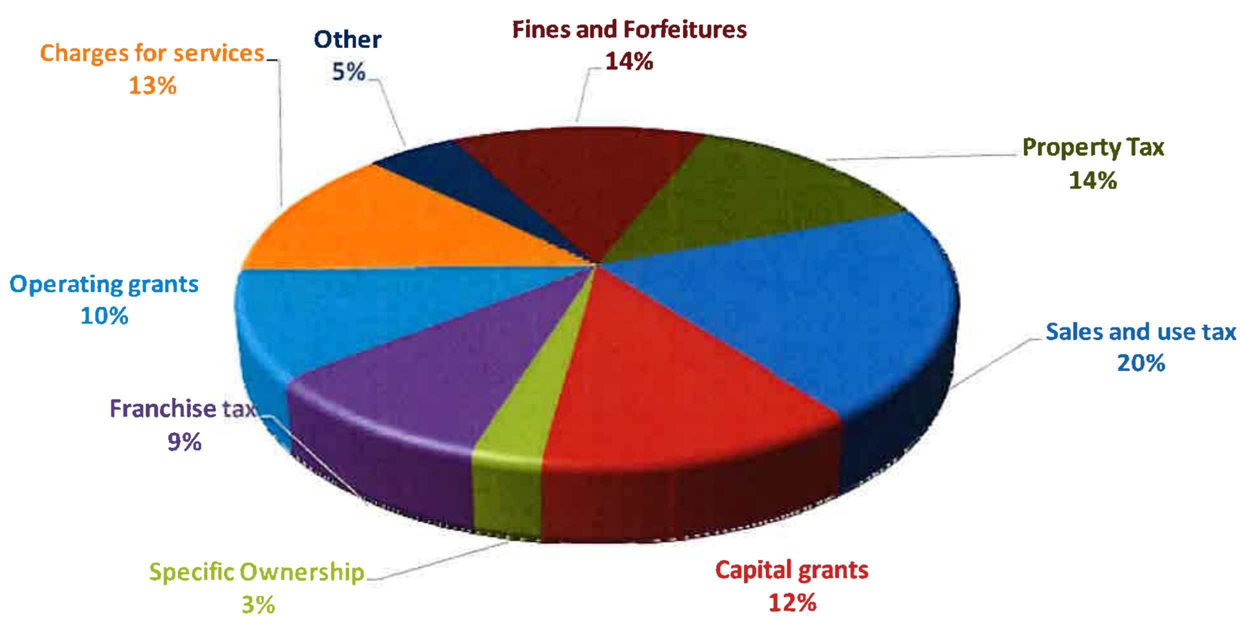
**Table 2**
**Town of Manzanola, Colorado**
**Summary of Changes in Net Position**
**For Years as Stated**

| | Governmental Activities | | Business-type Activities | | Total | |
|---|---|---|---|---|---|---|
| **Revenues** | **2023** | **2022** | **2023** | **2022** | **2023** | **2022** |
| Program Revenues | | | | | | |
| Permits, Fees, Fines and Charges For Services | $ 58,561 | $ 18,902 | $ 236,772 | $ 220,403 | $ 295,333 | $ 239,305 |
| Operating Grants and Contributions | 22,729 | 20,712 | 5,999 | 9,442 | 28,728 | 30,154 |
| Capital Grants and Contributions | 27,025 | 245,581 | 397,231 | 85,374 | 424,256 | 330,955 |
| General Revenues | | | | | | |
| Taxes | 101,337 | 102,120 | - | - | 101,337 | 102,120 |
| Interest Income | 6,089 | 1,770 | - | - | 6,089 | 1,770 |
| Other | 4,499 | 5,239 | - | - | 4,499 | 5,239 |
| Total Revenues | 220,240 | 394,324 | 640,002 | 315,219 | 860,242 | 709,543 |
| **Expenses** | | | | | | |
| General Government | 49,178 | 315,121 | - | - | 49,178 | 315,121 |
| Public Safety | 81,126 | 61,329 | - | - | 81,126 | 61,329 |
| Public Works | 27,653 | 28,492 | - | - | 27,653 | 28,492 |
| Health and Welfare | 143 | 1,400 | - | - | 143 | 1,400 |
| Parks and Recreation | 3,887 | 1,857 | - | - | 3,887 | 1,857 |
| Sanitation | 4,971 | 6,512 | - | - | 4,971 | 6,512 |
| Depreciation | 73,074 | 72,134 | - | - | 73,074 | 72,134 |
| Water | - | - | 208,640 | 172,117 | 208,640 | 172,117 |
| Sewer | - | - | 83,050 | 68,238 | 83,050 | 68,238 |
| Wastewater | - | - | 7,561 | 13,310 | 7,561 | 13,310 |
| Total Expenses | 240,032 | 486,845 | 299,251 | 253,665 | 539,283 | 740,510 |
| **Income (Loss) Before Transfers** | (19,792) | (92,521) | 340,751 | 61,554 | 320,959 | (30,967) |
| Transfers | (20,000) | (20,000) | 20,000 | 20,000 | - | - |
| **Change In Net Position** | (39,792) | (112,521) | 360,751 | 81,554 | 320,959 | (30,967) |
| **Net Position - Beginning** | 1,998,761 | 2,111,282 | 2,695,576 | 2,614,022 | 4,694,337 | 4,725,304 |
| **Net Position - Ending** | $ 1,958,969 | $ 1,998,761 | $ 3,056,327 | $ 2,695,576 | $ 5,015,296 | $ 4,694,337 |

**Governmental Activities.**

Net position of governmental activities decreased $39,792 in 2023. Governmental revenues decreased $174,084 compared to 2022. The main decrease in revenues was due to $245,581 received in 2022 from insurance for various losses and a fire that damaged part of the Railroad Depot Town Hall in November. The repairs to the damage were completed in 2022.

## REVENUES BY SOURCE - GOVERNMENTAL ACTIVITIES



Governmental expenses decreased $246,813 compared to 2022 mainly due to costs associated with repairing the Railroad Depot Town Hall in 2022.

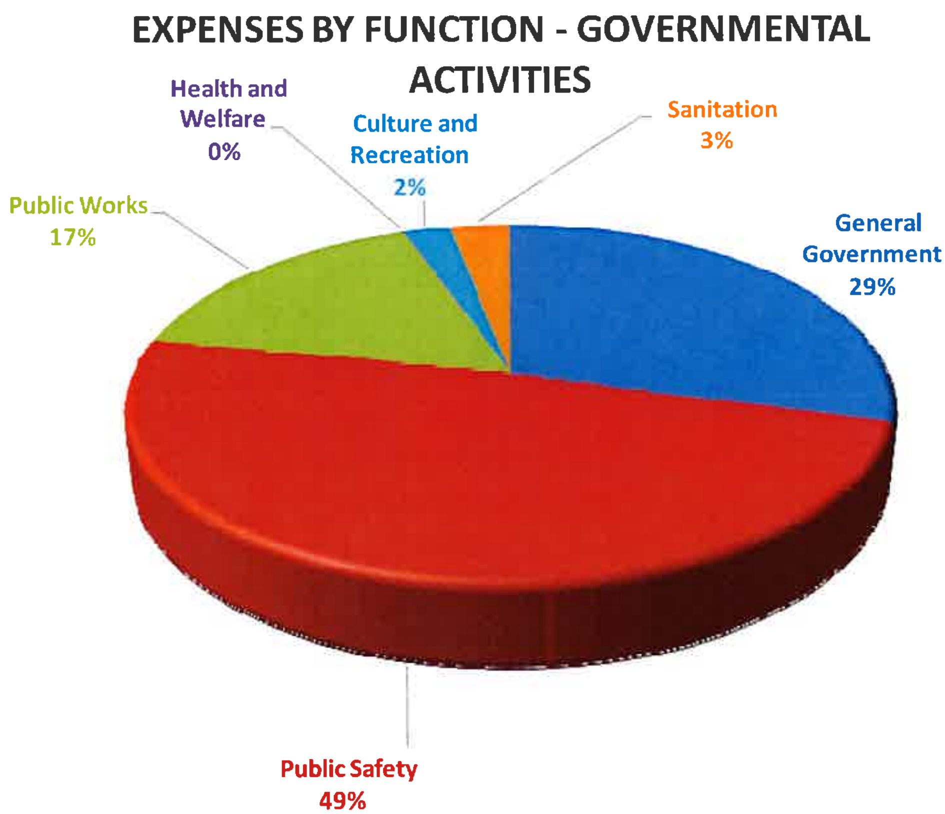



Table 3 presents the cost of each of the Town's programs – General Government, Public Safety, Public Works, Health & Welfare and Culture & Recreation – as well as each program's *net cost* (total cost less fees generated by the activities). The net cost shows the financial burden that was placed on the Town's taxpayers by each of these functions.

**Table 3**

| | Total Cost of Services | | Net Cost of Services | |
|---|---|---|---|---|
| | **2023** | **2022** | **2023** | **2022** |
| General Government | $ 49,178 | $ 315,121 | $ (13,660) | $ (62,960) |
| Public Safety | 81,126 | 61,329 | (50,701) | (59,259) |
| Public Works | 27,653 | 28,492 | (3,707) | (12,391) |
| Health and Welfare | 143 | 1,400 | 3,482 | 2,166 |
| Culture and Recreation | 3,887 | 1,857 | 866 | 2,754 |
| Sanitation | 4,971 | 6,512 | 5,077 | 174 |
| Total | $ 166,958 | $ 414,711 | $ (58,643) | $ (129,516) |

## Business-type Activities

Net position of business-type activities increased $360,751 in 2023. In 2023, revenues increased $324,783 and expenses increased $45,586 (18.0%) compared to 2022. Service fees increased $16,369 in 2023 while capital grants increased $311,857.

The Water Fund experienced an increase in net position of $42,145 compared to an increase in 2022 of $14,452. This increase was caused by the sale of water shares amounting to $86,100 and a transfer from the General Fund of $20,000, which was offset by depreciation on capital assets of $55,215. Operating revenues increased $14,527 and operating expenses increased $36,223. Water rates were increased approximately 14% on August 1, 2023.

The Sewer Fund experienced an increase in net position of $310,573 compared to an increase in 2022 of $68,702. The increase was due to a $300,000 loan from the Colorado Water Resources and Power Development Authority that was 100% forgiven when the loan closed. The funds were used for design and engineering costs associated with the wastewater treatment project. Operating revenues decreased $2,042 and operating expenses increased $14,812.

The Wastewater Fund experienced an increase in net position of $8,033 compared to a decrease in 2022 of $1,600. Revenue to the fund consists of a portion of the sewer usage fee amounting to $6.50 per account per month billed. This amount was increased in 2023 from $5.00 per account in 2022.

## Financial Analysis of the Town's Funds

## Governmental funds

The focus of the Town's governmental funds is to provide information on near-term inflows, outflows and balances of *spendable resources*. This information is necessary to assess the Town's financing requirements. The governmental funds reported by the Town include the General Fund and the Conservation Trust Fund. *Unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the year.

As the Town completed the year, the governmental funds reported a combined fund balance of $298,722, an increase of $21,315 over last year. $223,868 constitutes unassigned fund balance, which is available for spending at the Town's discretion. $67,659 of the fund balance is assigned for spending in 2024.

The remainder of fund balance is restricted to indicate that it is not available for new spending as follows:

| | |
|---|---|
| Restricted for Parks and Recreation | $1,695 |
| Restricted for TABOR Emergencies | $5,500 |

The General Fund is the primary operating fund of the Town. At the end of 2023, unassigned fund balance of the General Fund was $223,868, while total fund balance was $297,027. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 135% of total General Fund expenditures (compared to 40% in 2022). Excluding capital outlay, the percentage is 135% (compared to 123% in 2022).

The fund balance of the Town's General Fund increased $22,820 during 2023. Key factors are as follows:

- A decrease in revenues of $186,247. The decrease was due to the following:
    - Fines and forfeitures increased $28,355 from 2022.
    - Insurance reimbursements in 2022 amounted to $245,581 for the Railroad Depot Town Hall fire and other losses. In 2023, the Town received $27,025 in insurance claim reimbursements for hail damage.
- Expenditures decreased $248,857 to $165,326. The decrease is attributed to $280,000 in costs to repair the damage to the Railroad Depot Town Hall in 2022.

**<u>Proprietary funds.</u>**

The Town's proprietary funds provide the same type of information in the government-wide financial statements, but in more detail. Net position of the enterprise operations at December 31, 2023 follow:

| | Net Position | Change in Net Position |
|---|---|---|
| Water | $1,631,650 | $ 42,145 |
| Sewer | 1,211,126 | 310,573 |
| Wastewater | 213,551 | 8,033 |
| | $3,056,327 | $ 360,751 |

Other factors concerning the finances of the enterprise funds have already been addressed in the discussion of the Town's business-type activities.

## Capital Asset and Debt Administration

### Capital Assets

The following table provides comparative information on the Town's capital assets for 2023 and 2022:

**Table 4**
**Capital Assets**

| | Governmental Activities | | Business-type Activities | | Total | |
|---|---|---|---|---|---|---|
| | 2023 | 2022 | 2023 | 2022 | 2023 | 2022 |
| Land | $ 16,221 | $ 16,221 | $ 56,000 | $ 56,000 | $ 72,221 | $ 72,221 |
| Construction in Process | - | - | 793,276 | 485,575 | 793,276 | 485,575 |
| Land Improvements | 971,651 | 1,010,212 | - | - | 971,651 | 1,010,212 |
| Roads and Bridges | 583,091 | 598,850 | - | - | 583,091 | 598,850 |
| Buildings and Improvements | 35,474 | 37,461 | - | - | 35,474 | 37,461 |
| Vehicles and Equipment | 68,939 | 81,006 | - | - | 68,939 | 81,006 |
| Water System | - | - | 1,468,758 | 1,465,759 | 1,468,758 | 1,465,759 |
| Sewer and Wastewater Systems | - | - | 364,024 | 389,917 | 364,024 | 389,917 |
| | $ 1,675,376 | $ 1,743,750 | $ 2,682,058 | $ 2,397,251 | $ 4,357,434 | $ 4,141,001 |

Additional information on capital assets can be found in the notes to the financial statements (Note 4).

### Long-term Debt

The following table provides comparative information on the Town's long-term debt for 2023 and 2022:

**Table 5**
**Outstanding Debt**

| | Governmental Activities | | Business-type Activities | | Total | |
|---|---|---|---|---|---|---|
| | 2023 | 2022 | 2023 | 2022 | 2023 | 2022 |
| Estimated Closure and Postclosure Costs | $ 12,615 | $ 19,906 | $ - | $ - | $ 12,615 | $ 19,906 |
| Water Notes Payable | - | - | 56,615 | - | 56,615 | - |
| Sewer Notes Payable | - | - | 26,400 | 31,200 | 26,400 | 31,200 |
| Compensated Absences | 2,514 | 2,490 | - | 2,812 | 2,514 | 5,302 |
| | $ 15,129 | $ 22,396 | $ 83,015 | $ 34,012 | $ 98,144 | $ 56,408 |

Additional information on long-term debt can be found in the notes to the financial statements (Note 5).

## Next Year's Budgets and Rates

The Town budgeted for 2024 property tax revenue of $23,327, based on an assessed valuation for the Town of $864,267 and a mill levy of 26.990 mills for the General Fund.

The Town's budget for 2024 is as follows:

| | Budgeted Revenue | Budgeted Expenditures | Net Increase (Decrease) |
|---|---|---|---|
| General Fund | $ 171,900 | $ 226,944 | $ (55,044) |
| Conservation Trust Fund | 4,000 | 4,000 | - |
| Water Fund | 254,122 | 261,172 | (7,050) |
| Sewer Fund | 445,000 | 433,486 | 11,514 |
| Wastewater Fund | 15,500 | 35,850 | (20,350) |
| Total | $ 890,522 | $ 961,452 | $ (70,930) |

The Town of Manzanola has several major projects:

The Wastewater Plant project started in 2015 and has received all available grants which were and are being used for design and engineering for the plant improvements. As such, the Town must rely on a loan to complete the project. It is expected the Town will enter into a loan with the Colorado Water Resources and Power Development Company (CWR&PDA). The terms currently being discussed are a 30-year, 1.75% interest loan for $2,728,225. It is expected the CWR&PDA will forgive $1,000,000 of the amount, leaving $1,728,225 as the final expected loan amount. The Town will be compelled to increase sewer rates from $37.00 per month for in-Town limits to $57.00 and outside Town from 41.00 to $61.00 per month. The last rate increase was in 2008. The project is scheduled to be completed by June 2025.

Solar Power at the water plant facility is installed and waiting electrical inspection. The Town entered into a loan for these improvements. The Town will start proceeding with reports to achieve a direct pay request thru the "Inflation Reduction Act" to receive $57,000 in tax credits. Tax credit money, when received, will be used to pay down the loan to install the solar power.

Finalized the goal of a new water plant control board installation with Five Star Inc.

The Arkansas Valley Conduit (ARC) project is moving forward with the Colorado Department of Health and Environment (CDPHE) enforcement order. ARC should reach the Town by 2026. The ARC will blend Town well water with conduit water to meet radium 226 & 228 and uranium regulated levels.

A Town goal to clean up an abandoned house has been a 4-year ongoing project. The Town is still in the process of acquiring this house to improve the appearance and health well-being of our community.

## Requests for Information

This financial report is designed to provide the citizens, taxpayers, customers and investors and creditors of the Town of Manzanola a general overview of the Town's finances and to demonstrate the Town's accountability for the money it receives. If you have questions about this report or need additional financial information, contact:

Town of Manzanola Clerk/Treasurer
P.O. Box 187
Manzanola, CO. 81058

# BASIC FINANCIAL STATEMENTS

**TOWN OF MANZANOLA, COLORADO**

**STATEMENT OF NET POSITION**
**December 31, 2023**

| | Governmental Activities | Business-Type Activities | Total |
|---|---|---|---|
| **Assets** | | | |
| Cash and Investments | $ 288,340 | $ 373,541 | $ 661,881 |
| Cash and Investments - Restricted | 1,695 | - | 1,695 |
| Receivable from County Treasurer | 723 | - | 723 |
| Property Taxes Receivable | 23,327 | - | 23,327 |
| Accounts Receivable | 7,964 | 23,743 | 31,707 |
| Loan Receivable | - | 60,000 | 60,000 |
| Capital Assets Not Being Depreciated | 16,221 | 849,276 | 865,497 |
| Capital Assets, Net of Accumulated Depreciation | 1,659,155 | 1,832,782 | 3,491,937 |
| **Total Assets** | 1,997,425 | 3,139,342 | 5,136,767 |
| **Liabilities** | | | |
| Noncurrent Liabilities: | | | |
| Due Within One Year | 1,000 | 23,678 | 24,678 |
| Due In More Than One Year | 14,129 | 59,337 | 73,466 |
| **Total Liabilities** | 15,129 | 83,015 | 98,144 |
| **Deferred Inflows of Resources** | | | |
| Unavailable Property Taxes | 23,327 | - | 23,327 |
| **Net Position** | | | |
| Net Investment in Capital Assets | 1,675,376 | 2,599,043 | 4,274,419 |
| Restricted | | | |
| Operations and Maintenance | - | 16,167 | 16,167 |
| Parks and Recreation | 1,695 | - | 1,695 |
| Tabor Emergencies | 5,500 | - | 5,500 |
| Unrestricted | 276,398 | 441,117 | 717,515 |
| **Total Net Position** | $ 1,958,969 | $ 3,056,327 | $ 5,015,296 |

The notes to the financial statements are an integral part of this statement.

TOWN OF MANZANOLA, COLORADO

STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2023

| | | Program Revenues | | | Net (Expense) Revenues and Changes in Net Position | | |
|---|---|---|---|---|---|---|---|
| Function/Program Activities | Expenses | Permits, Fees, Fines, and Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Governmental Activities | Business-Type Activities | Total |
| **Governmental Activities** | | | | | | | |
| General Government | $ 49,178 | $ 6,443 | $ 2,050 | $ 27,025 | $ (13,660) | $ - | $ (13,660) |
| Public Safety | 81,126 | 30,425 | - | - | (50,701) | - | (50,701) |
| Public Works | 27,653 | 8,020 | 15,926 | - | (3,707) | - | (3,707) |
| Health and Welfare | 143 | 3,625 | - | - | 3,482 | - | 3,482 |
| Culture and Recreation | 3,887 | - | 4,753 | - | 866 | - | 866 |
| Sanitation | 4,971 | 10,048 | - | - | 5,077 | - | 5,077 |
| Unallocated Depreciation | 73,074 | - | - | - | (73,074) | | (73,074) |
| Total Governmental Activities | 240,032 | 58,561 | 22,729 | 27,025 | (131,717) | - | (131,717) |
| **Business-type Activities** | | | | | | | |
| Water | 208,640 | 138,686 | 5,999 | 86,100 | - | 22,145 | 22,145 |
| Sewer | 83,050 | 82,492 | - | 311,131 | - | 310,573 | 310,573 |
| Wastewater | 7,561 | 15,594 | - | - | - | 8,033 | 8,033 |
| Total Business-type Activities | 299,251 | 236,772 | 5,999 | 397,231 | - | 340,751 | 340,751 |
| Total | $ 539,283 | $ 295,333 | $ 28,728 | $ 424,256 | (131,717) | 340,751 | 209,034 |
| General Revenues: | | | | | | | |
| Property Taxes | | | | | 29,763 | - | 29,763 |
| Specific Ownership Tax | | | | | 5,976 | - | 5,976 |
| Sales and Use Taxes | | | | | 44,813 | - | 44,813 |
| Franchise Tax and Other Taxes | | | | | 20,785 | - | 20,785 |
| Interest Income | | | | | 6,089 | - | 6,089 |
| Miscellaneous | | | | | 4,499 | - | 4,499 |
| Transfers | | | | | (20,000) | 20,000 | - |
| Total General Revenues | | | | | 91,925 | 20,000 | 111,925 |
| Change In Net Position | | | | | (39,792) | 360,751 | 320,959 |
| Net Position - Beginning | | | | | 1,998,761 | 2,695,576 | 4,694,337 |
| Net Position - Ending | | | | | $ 1,958,969 | $ 3,056,327 | $ 5,015,296 |

The notes to the financial statements are an integral part of this statement.

TOWN OF MANZANOLA, COLORADO

BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2023

| | General Fund | Conservation Trust Fund | Total Governmental Funds |
|---|---|---|---|
| **Assets** | | | |
| Cash and Investments | $ 288,340 | $ - | $ 288,340 |
| Cash and Investments - Restricted | - | 1,695 | 1,695 |
| Receivable from County Treasurer | 723 | - | 723 |
| Property Taxes Receivable | 23,327 | - | 23,327 |
| Accounts Receivable | 7,964 | - | 7,964 |
| **Total Assets** | $ 320,354 | $ 1,695 | $ 322,049 |
| **Liabilities** | | | |
| Accounts Payable | $ - | $ - | $ - |
| **Deferred Inflows of Resources** | | | |
| Unavailable Property Taxes | 23,327 | - | 23,327 |
| **Fund Balances** | | | |
| Restricted | | | |
| Parks and Recreation | - | 1,695 | 1,695 |
| TABOR Emergencies | 5,500 | - | 5,500 |
| Assigned | | | |
| Subsequent Year's Budget | 55,044 | - | 55,044 |
| OCLI Closure and Postclosure Fund | 12,615 | - | 12,615 |
| Unassigned | 223,868 | - | 223,868 |
| **Total Fund Balances** | 297,027 | 1,695 | 298,722 |
| **Total Liabilities, Deferred Inflows of Resources and Fund Balances** | $ 320,354 | $ 1,695 | $ 322,049 |

The notes to the financial statements are an integral part of this statement.

**TOWN OF MANZANOLA, COLORADO**

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

| | | |
|---|---|---|
| **Total Fund Balance - Governmental Funds** | | $ 298,722 |
| Total net position reported for governmental activities in the statement of net position is different because: | | |
| Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. Those assets consist of: | | |
| Land | $ 16,221 | |
| Land Improvements, Net of $570,770 accumulated depreciation | 971,651 | |
| Roads and Bridges, Net of $47,277 accumulated depreciation | 583,091 | |
| Buildings and Improvements, Net of $47,059 accumulated depreciation | 35,474 | |
| Vehicles and Equipment, Net of $180,416 accumulated depreciation | 68,939 | 1,675,376 |
| Long-term liabilities applicable to the District's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities - both current and long-term - are reported in the statement of net position. | | |
| Balances at December 31, 2023 are: | | |
| Compensated Absences | (2,514) | |
| Estimated Closure and Postclosure Costs | (12,615) | (15,129) |
| **Net Position - Governmental Activities** | | $ 1,958,969 |

The notes to the financial statements are an integral part of this statement.

TOWN OF MANZANOLA, COLORADO

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

| | General Fund | Conservation Trust Fund | Total Governmental Funds |
|---|---|---|---|
| **Revenues** | | | |
| Taxes | $ 101,337 | $ - | $ 101,337 |
| Intergovernmental Revenue | 17,976 | 4,753 | 22,729 |
| Charges for Services | 20,702 | - | 20,702 |
| Licenses and Permits | 143 | - | 143 |
| Fines and Forfeitures | 30,425 | - | 30,425 |
| Interest Income | 6,089 | - | 6,089 |
| Insurance Recovery | 27,025 | - | 27,025 |
| Other | 4,449 | 50 | 4,499 |
| **Total Revenues** | 208,146 | 4,803 | 212,949 |
| **Expenditures** | | | |
| Current | | | |
| General Government | 49,148 | 6 | 49,154 |
| Public Safety | 81,126 | - | 81,126 |
| Public Works | 27,653 | - | 27,653 |
| Health and Welfare | 143 | - | 143 |
| Culture and Recreation | 2,285 | 1,602 | 3,887 |
| Sanitation | 4,971 | - | 4,971 |
| Capital Outlay | - | 4,700 | 4,700 |
| **Total Expenditures** | 165,326 | 6,308 | 171,634 |
| **Excess Revenues Over (Under) Expenditures** | 42,820 | (1,505) | 41,315 |
| **Other Financing Sources (Uses)** | | | |
| Transfers Out | (20,000) | - | (20,000) |
| **Net Change in Fund Balances** | 22,820 | (1,505) | 21,315 |
| **Fund Balances - Beginning** | 274,207 | 3,200 | 277,407 |
| **Fund Balances - Ending** | $ 297,027 | $ 1,695 | $ 298,722 |

The notes to the financial statements are an integral part of this statement.

## TOWN OF MANZANOLA, COLORADO

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

| | | |
|---|---|---|
| **Net Change in Fund Balance - Governmental Funds** | $ | 21,315 |
| Amounts reported for governmental activities in the statement of activities are different because: | | |
| Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense. | | |
| Capital Outlay | | 4,700 |
| Depreciation | | (73,074) |
| Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. | | |
| Adjustment to compensated absences liability | | (24) |
| Adjustment to estimated closure and postclosure costs | | 7,291 |
| **Change in Net Position - Governmental Activities** | $ | (39,792) |

The notes to the financial statements are an integral part of this statement.

**TOWN OF MANZANOLA, COLORADO**

**STATEMENT OF NET POSITION**
**PROPRIETARY FUNDS**
**December 31, 2023**

| | Water | Sewer | Wastewater | Total |
|---|---|---|---|---|
| **Assets** | | | | |
| Current assets | | | | |
| Cash and Investments | $ 149,232 | $ 170,532 | $ 53,777 | $ 373,541 |
| Accounts Receivable | 13,705 | 9,078 | 960 | 23,743 |
| Loan Receivable | - | 60,000 | - | 60,000 |
| Total Current Assets | 162,937 | 239,610 | 54,737 | 457,284 |
| Noncurrent Assets | | | | |
| Capital Assets Not Being Depreciated | 56,570 | 792,706 | - | 849,276 |
| Capital Assets, Net of Accumulated Depreciation | 1,468,758 | 178,810 | 185,214 | 1,832,782 |
| Total Assets | 1,688,265 | 1,211,126 | 239,951 | 3,139,342 |
| **Liabilities** | | | | |
| Current Liabilities | | | | |
| Notes Payable - Current | 18,878 | - | 4,800 | 23,678 |
| Noncurrent Liabilities | | | | |
| Notes Payable | 37,737 | - | 21,600 | 59,337 |
| Total Liabilities | 56,615 | - | 26,400 | 83,015 |
| **Net Position** | | | | |
| Net Investment in Capital Assets | 1,468,713 | 971,516 | 158,814 | 2,599,043 |
| Restricted: | | | | |
| Operations and Maintenance Reserve | - | - | 16,167 | 16,167 |
| Unrestricted | 162,937 | 239,610 | 38,570 | 441,117 |
| Total Net Position | $ 1,631,650 | $ 1,211,126 | $ 213,551 | $ 3,056,327 |

The notes to the financial statements are an integral part of this statement.

## TOWN OF MANZANOLA, COLORADO

## STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
## PROPRIETARY FUNDS
## For the Year Ended December 31, 2023

| | Water | Sewer | Wastewater | Total |
|---|---|---|---|---|
| **Operating Revenues** | | | | |
| Charges for Sales and Services | | | | |
| Service Fees | $ 138,686 | $ 82,492 | $ 15,594 | $ 236,772 |
| Total Operating Revenues | 138,686 | 82,492 | 15,594 | 236,772 |
| **Operating Expenses** | | | | |
| Salaries and Benefits | 52,694 | 47,069 | - | 99,763 |
| System Operations | 73,641 | 5,822 | - | 79,463 |
| Water Analysis | 3,456 | 682 | - | 4,138 |
| Commodities and Services | 12,934 | 2,708 | 50 | 15,692 |
| Insurance | 8,387 | 8,387 | - | 16,774 |
| Conduit | 2,013 | - | - | 2,013 |
| Depreciation | 55,215 | 18,382 | 7,511 | 81,108 |
| Total Operating Expenses | 208,340 | 83,050 | 7,561 | 298,951 |
| **Operating Income (Loss)** | (69,654) | (558) | 8,033 | (62,179) |
| **Nonoperating Revenues (Expenses)** | | | | |
| Interest Income | 199 | - | - | 199 |
| Sale of Water Shares | 86,100 | - | - | 86,100 |
| Loan Forgiveness | - | 300,000 | - | 300,000 |
| Interest Expense | (300) | - | - | (300) |
| Other, Net | 5,800 | - | - | 5,800 |
| Total Nonoperating Revenues (Expenses) | 91,799 | 300,000 | - | 391,799 |
| **Income (Loss) Before Capital Contributions and Transfers** | 22,145 | 299,442 | 8,033 | 329,620 |
| Capital Grant Revenue | - | 11,131 | - | 11,131 |
| Transfers In | 20,000 | - | - | 20,000 |
| **Change In Net Position** | 42,145 | 310,573 | 8,033 | 360,751 |
| **Net Position - Beginning** | 1,589,505 | 900,553 | 205,518 | 2,695,576 |
| **Net Position - Ending** | $ 1,631,650 | $ 1,211,126 | $ 213,551 | $ 3,056,327 |

The notes to the financial statements are an integral part of this statement.

## TOWN OF MANZANOLA, COLORADO

### STATEMENT OF CASH FLOWS
### PROPRIETARY FUNDS
### For the Year Ended December 31, 2023

| | Water | Sewer | Wastewater | Total |
|---|---|---|---|---|
| **Cash Flows from Operating Activities** | | | | |
| Cash Received from Customers | $ 140,525 | $ 84,139 | $ 15,594 | $ 240,258 |
| Cash Payments to Suppliers for Goods and Services | (100,431) | (17,599) | (50) | (118,080) |
| Cash Payments to Employees for Services | (54,100) | (48,475) | - | (102,575) |
| Other Cash Received | 91,900 | - | - | 91,900 |
| Net Cash Provided by Operating Activities | 77,894 | 18,065 | 15,544 | 111,503 |
| **Cash Flows from Noncapital Financing Activities** | | | | |
| Transfers (to) from Other Funds | 20,000 | - | - | 20,000 |
| **Cash Flows from Capital and Related Financing Activities** | | | | |
| Capital Grant Received | - | 11,131 | - | 11,131 |
| Note Proceeds | 56,615 | 240,000 | - | 296,615 |
| Acquisition and Construction of Capital Assets | (114,784) | (251,131) | - | (365,915) |
| Principal Paid on Long-Term Debt | - | - | (4,800) | (4,800) |
| Interest Paid on Long-Term Debt | (300) | - | - | (300) |
| Net Cash (Used) by Capital and Related Financing Activities | (58,469) | - | (4,800) | (63,269) |
| **Cash Flows from Investing Activities** | | | | |
| Interest Income | 199 | - | - | 199 |
| **Net Increase (Decrease) In Cash and Cash Equivalents** | 39,624 | 18,065 | 10,744 | 68,433 |
| **Cash and Cash Equivalents - Beginning** | 109,608 | 152,467 | 43,033 | 305,108 |
| **Cash and Cash Equivalents - Ending** | $ 149,232 | $ 170,532 | $ 53,777 | $ 373,541 |
| **Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:** | | | | |
| Operating (Loss) | $ (69,654) | $ (558) | $ 8,033 | $ (62,179) |
| Adjustments to Reconcile Operating (Loss) to Net Cash Provided by Operating Activities: | | | | |
| Depreciation | 55,215 | 18,382 | 7,511 | 81,108 |
| Miscellaneous Nonoperating Income | 91,900 | - | - | 91,900 |
| Effect of Changes In Operating Assets and Liabilities: | | | | |
| Accounts Receivable | 1,839 | 1,647 | - | 3,486 |
| Compensated Absences | (1,406) | (1,406) | - | (2,812) |
| Total Adjustments | 147,548 | 18,623 | 7,511 | 173,682 |
| **Net Cash Provided by Operating Activities** | $ 77,894 | $ 18,065 | $ 15,544 | $ 111,503 |

The notes to the financial statements are an integral part of this statement.

The financial statements of the Town of Manzanola, Colorado (the Town) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and reporting principles. The following notes to the financial statements are an integral part of the Town's financial statements.

**Note 1 – Definition of Reporting Entity**

The Town of Manzanola, Colorado was incorporated in 1900 in Otero County and is governed by a five-member elected Town Council. The Town provides police protection, public works (roads and streets), culture and recreation, sanitation, health and welfare, water, sewer and general administrative services. Fire protection is provided by the Manzanola Volunteer Fire Department.

The Town follows the Governmental Accounting Standards Board (GASB) accounting pronouncements which provide guidance for determining which governmental activities, organizations and functions should be included within the financial reporting entity. GASB pronouncements set forth the financial accountability of a governmental organization's elected governing body as the basic criterion for including a possible component governmental organization in a primary government's legal entity. Financial accountability includes, but is not limited to, appointment of a voting majority of the organization's governing body, ability to impose its will on the organization, a potential for the organization to provide specific financial benefits or burdens and fiscal dependency.

Based upon the above criteria, the Town is not financially accountable for any other organization, nor is the Town a component unit of any other primary governmental entity.

**Otero County Landfill Joint Venture**

The Town is a participant along with six other entities within the County in a joint venture known as the Otero County Landfill, Inc ("OCLI"). As a participant, the Town is responsible for a portion of closure and post closure costs of the landfill. As of December 31, 2023, the Town's share of the cost is estimated at $12,615, or approximately 0.8% of the total (see Note 5). A complete financial report may be obtained from the administrative offices of Otero County.

## Note 2 – Summary of Significant Accounting Policies

The more significant accounting policies of the Town are described as follows:

### Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all the activities of the Town. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on user fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

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

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by given function or segment; fines and forfeitures; and grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

### Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and *accrual basis of accounting*, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Town considers revenues to be available if they are collected within 60 days after year-end. Property taxes, sales taxes, franchise taxes and interest are susceptible to accrual and so have been recognized as revenues in the current period. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met. All other revenue items are considered to be measurable and available only when cash is received by the Town. Expenditures are recorded when the related fund liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences are recorded only when payment is due.

The Town reports the following major governmental funds:

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

The *Conservation Trust Fund* accounts for State of Colorado lottery funds to be used for parks and recreation services and capital investment.

The Town reports the following major proprietary funds:

The *Water Fund* accounts for revenues and expenses associated with providing water services to Town residents.

The *Sewer Fund* and the *Wastewater Fund* account for revenues and expenses associated with providing wastewater services to Town residents.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the Town's water and waste water functions and various other functions of government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

Proprietary funds distinguish between operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principle ongoing operations. The principle operating revenues of the Town's enterprise funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. The Town's water and waste water enterprise funds recognize as capital contributions the entire portion of tap fees, as they are intended to recover the cost of the capital investment in the water and waste water distribution systems.

**Pooled Cash and Investments**

The Town follows the practice of pooling cash and investments of all funds to maximize investment earnings. Except when required by trust or other agreements, all cash is deposited to and disbursed from a single bank account. Cash in excess of immediate operating requirements is pooled for deposit and investment flexibility. Investment earnings are allocated periodically to the participating funds based upon each fund's average equity balance in the total cash and investments.

Cash and investments are presented in the basic financial statements at fair value.

For purposes of the statement of cash flows, the Town considers all highly liquid investments (including restricted assets) with a maturity when purchased of three months or less and all local government investment pools to be cash equivalents.

**Property Taxes**

Property taxes are levied by December 15 of each year and are due in full the following year. The lien date is January 1 following the levy. Taxes may be paid in two equal installments, on or before February 28 and June 15; or in full, on or before April 30. Delinquent taxpayers are notified in August and generally, sales of the tax liens on delinquent properties are held in November or December. Property taxes are collected by Otero County and then remitted, net of a 1% collection fee, to the Town.

Taxes are recorded as a receivable and a deferred inflow of resources when levied, and subsequently recorded as revenue in the year they are available or collected.

**Capital Assets**

Capital assets, which include property, plant, equipment and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The Town currently capitalizes expenditures that cost more than $5,000 and have a life of one year or more. Such capital assets are recorded at historical cost or at estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

Public domain assets consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems are examples of infrastructure assets. Infrastructure assets are distinguished from other capital assets because their useful life often extends beyond most other capital assets and are stationary in nature. General infrastructure assets are those associated with or arising from governmental activities. Generally accepted accounting principles requires the Town to report general infrastructure assets obtained subsequent to January 1, 2004 but allows the Town to retroactively capitalize general infrastructure assets obtained prior to that date. The Town elected to not report general infrastructure assets retroactively.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed and depreciated over their remaining useful lives.

Capital assets of the Town are depreciated, using the straight-line method over their estimated useful lives:

| | |
|---|---|
| Buildings | 40 years |
| Land Improvements | 40 years |
| Roads and Bridges | 40 years |
| Water and Sewer Systems | 20 - 40 years |
| Vehicles and Equipment | 5 - 10 years |

### Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position/balance sheet 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 assets that applies to a future period(s) and thus, will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position/balance sheet 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 assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Town reports unavailable revenue for property taxes to be collected in the subsequent period and therefore not yet available.

### Compensated Absences

Vacation leave is based on an employee's length of employment and is earned ratably during the span of employment. Upon termination, employees are paid full value for any accrued general leave earned.

It is the Town's policy to permit employees to accumulate earned but unused vacation leave benefits. All leave is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if it is expected to be liquidated with expendable available financial resources.

### Long-term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the term of the bonds. The balance of these deferrals is combined with the corresponding long-term debt in the financial statements.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, even if withheld from the actual new proceeds received, are reported as debt service expenditures.

**Net Position and Fund Equity**

Net Position

The government-wide financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted and unrestricted.

Net investment in capital assets consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.

Restricted Net Position is subject to restrictions by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provision or enabling legislation

Unrestricted net position represents assets that do not have any third-party limitations on their use.

For government-wide presentation purposes, when both restricted and unrestricted resources are available for use, it is the Town's practice to use restricted resources first, then unrestricted resources as they are needed.

Fund Balances

Fund balance for governmental funds should be reported in classifications that comprise a hierarchy based on the extent to which the government is bound to honor constraints on the specific purposes for which spending can occur. Governmental funds report up to five classifications of fund balance: nonspendable, restricted, committed, assigned, and unassigned.

Because circumstances differ among governments, not every government or every governmental fund will present all of these components. The following classifications describe the relative strength of the spending constraints:

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

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

The Town reports the following Restricted Fund Balances:

Restricted for TABOR Emergencies – Emergency reserves have been provided for as required by Article X, Section 20 of the Constitution of the State of Colorado (see Note 10).

Restricted for Parks and Recreation – Represents the balance of funds remaining from the Conservation Trust (State Lottery) Fund proceeds.

*Committed fund balance* – The portion of fund balance that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority, the Town Council. The constraint may be removed or changed only through formal action of the Town Council.

*Assigned fund balance* – The portion of fund balance that is constrained by the government's intent to be used for specific purposes but is neither restricted nor committed. Intent is expressed by the Town Council to be used for a specific purpose. Constraints imposed on the use of assigned amounts are more easily removed or modified than those imposed on amounts that are classified as committed.

The following fund balances are assigned:

Subsequent Year's Budget – used to account for the portion of the year-end fund balance which is appropriated in the subsequent year's budget.

OCLI Closure and Postclosure Fund – used to account for the Town's estimated share of the OCLI closure and postclosure cost (see Note 5).

*Unassigned fund balance* – The residual portion of fund balance that does not meet any of the criteria described above.

If more than one classification of fund balance is available for use when an expenditure is incurred, it is the Town's practice to use the most restrictive classification first.

**Use of Estimates**

The preparation of financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. An example of such an estimate that has been made by management is depreciation expense.

### Note 3 –Cash and Investments

Cash and investments at December 31, 2023 are presented in the accompanying financial statements as follows:

| | Governmental Activities | Business-type Activities | Total |
|---|---|---|---|
| Cash and Investments | $ 288,340 | $ 373,541 | $ 661,881 |
| Cash and Investments - Restricted | 1,695 | - | 1,695 |
| Total | $ 290,035 | $ 373,541 | $ 663,576 |

Cash and investments as of December 31, 2023 consist of the following:

| | Governmental Activities | Business-type Activities | Total |
|---|---|---|---|
| Deposits with Financial Institutions | $ 112,446 | $ 355,855 | $ 468,301 |
| Certificates of Deposit | 177,589 | 17,686 | 195,275 |
| Total | $ 290,035 | $ 373,541 | $ 663,576 |

### Deposits with Financial Institutions

Custodial credit risk

Custodial risk for deposits is the risk that, in the event of a failure of a depository financial institution, the Town will not be able to recover its deposits or will not be able to recover collateral securities that are in possession of an outside party. The Colorado Public Deposit Protection Act (PDPA) governs the investment of public funds. PDPA requires that all units of local government deposit cash in eligible public depositories. State regulators determine eligibility. Amounts on deposit in excess of federal insurance levels ($250,000) must be collateralized. The eligible collateral is determined by the PDPA. PDPA allows the institution to create a single collateral pool for all public funds. The pool for all the uninsured public deposits as a group is to be maintained by another institution or held in trust. The market value of the collateral must be at least equal to 102% of the aggregate uninsured deposits. The institution's internal records identify the collateral by depositor and as such, these deposits are considered to be uninsured but collateralized. The State Regulatory Commissions for banks and financial services are required by statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools.

At December 31, 2023, the District's cash deposits had a bank balance of $673,590 and a carrying balance of $663,576.

**Investments**

The Town has not adopted a formal investment policy; however, the Town follows state statutes regarding investments. Colorado revised statutes limit investment maturities to five years or less unless formally approved by the Town Council, such actions are generally associated with a debt service reserve or sinking fund requirements.

The Town generally limits its concentration of investments to obligations of the United States, certain U.S. government agency securities and Local Government Investment Pools, which are believed to have minimal credit risk; minimal interest rate risk and no foreign currency risk. Additionally, the Town is not subject to concentration risk disclosure requirements or subject to investment custodial credit risk for investments that are in the possession of another party.

Colorado revised statutes limit investment maturities to five years or less unless formally approved by the Town Council, such actions are generally associated with a debt service reserve or sinking fund requirements.

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

- Obligations of the United States, certain U.S. government agency securities and securities of the World Bank
- General obligation and revenue bonds of US local government entities
- Certain certificates of participation
- Certain securities lending agreements
- Bankers' acceptances of certain banks
- Commercial paper
- Written repurchase agreements and certain reverse repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts
- Local government investment pools

The Town had no investments at December 31, 2023.

## Note 4 – Capital Assets

Capital asset activity for the year ended December 31, 2023 was as follows for the Town's governmental activities:

| **Governmental Activities:** | **Beginning Balance** | **Increases** | **Decreases** | **Ending Balance** |
|---|---|---|---|---|
| Capital Assets Not Being Depreciated: | | | | |
| Land | $ 16,221 | $ - | $ - | $ 16,221 |
| Total Capital Assets Not Being Depreciated | 16,221 | - | - | 16,221 |
| Capital Assets Being Depreciated: | | | | |
| Land Improvements | 1,542,421 | - | - | 1,542,421 |
| Roads and Bridges | 630,368 | - | - | 630,368 |
| Buildings and Improvements | 82,533 | - | - | 82,533 |
| Vehicles and Equipment | 266,593 | 4,700 | (21,938) | 249,355 |
| Total Capital Assets Being Depreciated | 2,521,915 | 4,700 | (21,938) | 2,504,677 |
| Less Accumulated Depreciation For: | | | | |
| Land Improvements | (532,209) | (38,561) | - | (570,770) |
| Roads and Bridges | (31,518) | (15,759) | - | (47,277) |
| Buildings and Improvements | (45,072) | (1,987) | - | (47,059) |
| Vehicles and Equipment | (185,587) | (16,767) | 21,938 | (180,416) |
| Total Accumulated Depreciation | (794,386) | (73,074) | 21,938 | (845,522) |
| Total Capital Assets Being Depreciated, Net | 1,727,529 | (68,374) | - | 1,659,155 |
| Governmental Activities Capital Assets, Net | $ 1,743,750 | $ (68,374) | $ - | $ 1,675,376 |

Depreciation expense is not allocated to specific departments or activities.

Capital asset activity for the year ended December 31, 2023 was as follows for the Town's business-type activities:

| Business-type Activities: | Beginning Balance | Increases | Decreases | Ending Balance |
|---|---|---|---|---|
| Capital Assets Not Being Depreciated: | | | | |
| Land | $ 56,000 | $ - | $ - | $ 56,000 |
| Water | - | 56,570 | - | 56,570 |
| Construction in Process | 485,575 | 251,131 | - | 736,706 |
| Total Capital Assets Not Being Depreciated | 541,575 | 307,701 | - | 849,276 |
| Capital Assets Being Depreciated: | | | | |
| Water | 2,588,852 | 58,214 | - | 2,647,066 |
| Sewer | 708,381 | - | - | 708,381 |
| Wastewater | 302,455 | - | - | 302,455 |
| Total Capital Assets Being Depreciated | 3,599,688 | 58,214 | - | 3,657,902 |
| Less Accumulated Depreciation For: | | | | |
| Water | (1,123,093) | (55,215) | - | (1,178,308) |
| Sewer | (511,189) | (18,382) | - | (529,571) |
| Wastewater | (109,730) | (7,511) | - | (117,241) |
| Total Accumulated Depreciation | (1,744,012) | (81,108) | - | (1,825,120) |
| Total Capital Assets Being Depreciated, Net | 1,855,676 | (22,894) | - | 1,832,782 |
| Business-type Activities Capital Assets, Net | $ 2,397,251 | $ 284,807 | $ - | $ 2,682,058 |

**Note 5 – Long-term Obligations**

The following is an analysis of changes in long-term debt for the year ended December 31, 2023:

| | Beginning Balance | Additions | Reductions | Ending Balance | Due Within One Year |
|---|---|---|---|---|---|
| **Governmental Activities** | | | | | |
| Estimated Closure and | | | | | |
| Postclosure Costs | $ 19,906 | $ - | $ 7,291 | $ 12,615 | $ - |
| Compensated Absences | 2,490 | 3,364 | 3,340 | 2,514 | 1,000 |
| **Total Governmental Activities** | $ 22,396 | $ 3,364 | $ 10,631 | $ 15,129 | $ 1,000 |
| **Business-type Activities** | | | | | |
| Direct Borrowings | | | | | |
| Water Fund | | | | | |
| Promissory Note | $ - | $ 56,615 | $ - | $ 56,615 | $ 18,878 |
| Sewer Fund | | | | | |
| CWR&PDA Sewer Loan, 2023 | - | 300,000 | 300,000 | - | - |
| Wastewater Fund | | | | | |
| CWR&PDA Sewer Loan, 2008 | 31,200 | - | 4,800 | 26,400 | 4,800 |
| Compensated Absences | 2,812 | 1,526 | 4,338 | - | - |
| **Total Business-type Activities** | $ 34,012 | $358,141 | $309,138 | $ 83,015 | $ 23,678 |

**Estimated Closure and Postclosure Care Costs**

In 1995, the Town entered into an intergovernmental agreement with Otero County and five other municipalities within the County to form the Otero County Landfill, Inc. ('OCLI") to operate the landfill within the County. The agreement transfers the liability for closure and postclosure costs to the new organization. The Town and all participating entities are responsible for a portion of the costs based on an average of the population and assessed valuation of each entity to the total of all entities. Based on the current allocation the Town's share is approximately 0.80% of the total estimated $1,762,000 in closure and postclosure costs amounting to $12,615. These amounts are based on estimates of what it would cost to perform all closure and post closure care in 2023. Actual costs may be higher due to inflation or deflation, changes in technology, or changes in applicable laws or regulations.

**Promissory Note**

On October 31, 2023, the Town entered into a loan agreement with Fowler State Bank in the amount of $188,613 (the 2023 Note). Proceeds of the loan are used to install solar power to the Town's water plant. The 2023 Note bears interest at 3.29%. The initial draw at issuance was $56,615. Interest-only payments began on November 30, 2023, and continue through April 30, 2024. Subsequently, monthly payments of $2,494.67 consisting of principal and interest begin on May 30, 2024, and continue to the maturity date of May 30, 2031, or until the outstanding principal is paid in full.

The 2023 Note matures as follows:

| | Principal | Interest | Total |
|---|---|---|---|
| 2024 | $ 18,878 | $ 1,710 | $ 20,588 |
| 2025 | 29,121 | 815 | 29,936 |
| 2026 | 8,616 | 54 | 8,670 |
| | $ 56,615 | $ 2,579 | $ 59,194 |

**Colorado Water Resources and Power Development Authority (CWR&PDA) – 2023 Sewer Note**

On September 7, 2023, the Town issued a note with the Colorado Water Resources and Power Development Authority, Water Pollution Control Revolving Loan Fund, in the original amount of $300,000. The proceeds of the note are being used to fund the design and engineering of a new, non-discharging treatment plant west of the current facility. The new facility will consist of two stabilization cells followed by an evaporation cell. At Loan Closing, the CWRPDA forgave 100% of the principal amount of the Loan.

**Colorado Water Resources and Power Development Authority (CWR&PDA) – 2008 Wastewater Note**

On July 24, 2008, the Town issued a note with the Colorado Water Resources and Power Development Authority, Water Pollution Control Revolving Loan Fund, in the original amount of $96,000. The proceeds of the note were used to replace wastewater collection line segments, manholes and general wastewater treatment facility improvements. The note is noninterest bearing, payable in semi-annual installments of $2,400 beginning on November 1, 2009 through May 1, 2029.

A provision of the note with the CWR&PDA requires the net revenues (total revenues less operating expenses) be at least 110% of the annual debt service due in any one year. During the year ended December 31, 2023, the Town was in compliance with the rate covenant. The

2008 Wastewater Note requires the Town to maintain an operations and reserve fund in an amount equal to three months of operations and maintenance expenses, excluding depreciation, as set forth in the annual budget for the current fiscal year. Accordingly, the District has restricted $16,167 of the Wastewater Fund's net position, calculated as follows:

| | |
|---|---|
| Total Operating Expenses | $ 83,050 |
| Less Depreciation | (18,382) |
| Operations and Maintenance Expenses | $ 64,668 |
| 3 Months of Operations and Maintenance | $ 16,167 |

The Town has pledged the revenue from the operation and use of the sewer system and other legally available revenue, after the payment of operation and maintenance expenses of the system, for the repayment of the note.

The note matures as follows:

| | Principal | Interest | Total |
|---|---|---|---|
| 2024 | $ 4,800 | $ - | $ 4,800 |
| 2025 | 4,800 | - | 4,800 |
| 2026 | 4,800 | - | 4,800 |
| 2027 | 4,800 | - | 4,800 |
| 2028 | 4,800 | - | 4,800 |
| 2029 | 2,400 | - | 2,400 |
| | $ 26,400 | $ - | $ 26,400 |

**Note 6 – Operating Transfers**

The transfer from the General Fund to the Water Fund was made to provide additional funding for Town water projects.

**Note 7 – Risk Management**

The Town of Manzanola is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; claims relating to professional liability; and natural disasters. These risks are covered by commercial insurance purchases from independent third parties. Settled claims for these risks have not exceeded commercial insurance coverage the past three years.

## Note 8 – Commitments and Contingencies

### Grant Programs

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the state government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time although the Town expects such amounts, if any, to be immaterial.

## Note 9 – Employee Retirement Plans

### Defined Contribution Plan

All employees are covered under social security. On May 15, 1991, the Town established a SEP-IRA (Simplified Employee Pension) Plan described in Section 408(k) of the Internal Revenue Code of 1986. The plan was amended on May 21, 2007. The plan is administered by Waddell & Reed and is a single-employer defined contribution plan. Benefit terms, including contribution requirements for the plan, are established and may be amended by the Town Council.

All employees are eligible to participate in the plan after 90 days of continuous employment. All contributions vest immediately. The Town contributes 6% of each employee's salary and wages to the plan. Employees are not allowed to contribute.

For the year ended December 31, 2023, the Town recognized pension expense of $6,744, equal to their required contributions.

There is no liability for benefits under the plan beyond the Town's payments.

## Note 10 – Tax Spending and Debt Limitations

Article X, Section 20 of the Colorado Constitution, commonly known as the Taxpayer's Bill of Rights (TABOR), contains tax, spending, revenue and debt limitations which apply to the State of Colorado and all local governments.

Spending and revenue limits are determined based on the prior year's Fiscal Year Spending adjusted for allowable increases based upon inflation and local growth. Fiscal Year Spending is generally defined as expenditures plus reserve increases with certain exceptions. Revenue in excess of the Fiscal Year Spending limit must be refunded unless the voters approve retention of such revenue.

TABOR requires local governments to establish Emergency Reserves. These reserves must be at least 3% of Fiscal Year Spending (excluding bonded debt service). Local governments are not allowed to use the emergency reserves to compensate for economic conditions, revenue shortfalls or salary or benefit increases.

The Town's management believes it is in compliance with the provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of the provisions, including the interpretation of how to calculate Fiscal Year Spending limits, may require judicial interpretation.

On April 2, 1996, a majority of the Town's electors authorized the Town to collect, retain and expend all revenues and other funds collected during 1995 and each subsequent year from any source, notwithstanding the limitations of Article X, Section 20 of the Colorado Constitution, effective January 1, 1995, provided that no local tax rate or mill levy shall be increased without further voter approval.

# REQUIRED SUPPLEMENTARY INFORMATION

## TOWN OF MANZANOLA, COLORADO

## GENERAL FUND
## SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
### For the Year Ended December 31, 2023
### (With Comparative Totals for the Year Ended December 31, 2022)

| | Original and Final Budget | Actual Amounts | Variance with Final Budget | 2022 Actual |
|---|---|---|---|---|
| **Revenues** | | | | |
| Taxes | | | | |
| Property Tax | $ 29,000 | $ 29,763 | $ 763 | $ 30,212 |
| Specific Ownership Tax | 6,000 | 5,976 | (24) | 6,021 |
| Sales Tax | 45,000 | 44,813 | (187) | 46,716 |
| Cigarette Tax | 150 | 185 | 35 | 162 |
| Franchise Tax | 16,900 | 18,788 | 1,888 | 17,173 |
| Other Taxes | 1,825 | 1,812 | (13) | 1,836 |
| Subtotal Taxes | 98,875 | 101,337 | 2,462 | 102,120 |
| Intergovernmental | | | | |
| County Road and Bridge | 2,500 | 2,278 | (222) | 2,319 |
| Severance Tax | 50 | 61 | 11 | 52 |
| Highway Users Tax | 13,000 | 13,587 | 587 | 13,730 |
| State Grants | - | 2,050 | 2,050 | - |
| Subtotal Intergovernmental | 15,550 | 17,976 | 2,426 | 16,101 |
| Charges for Services | | | | |
| Sanitation Fees | 10,200 | 2,757 | (7,443) | 11,116 |
| Infrastructure Fees | - | 8,020 | 8,020 | - |
| Mosquito Control | 3,500 | 3,625 | 125 | 3,566 |
| Rents | 7,205 | 6,300 | (905) | 6,380 |
| Subtotal Charges for Services | 20,905 | 20,702 | (203) | 21,062 |
| Licenses and Permits | 200 | 143 | (57) | 200 |
| Fines and Forfeitures | | | | |
| Fines and Forfeitures | 10,000 | 25,650 | 15,650 | 1,835 |
| Deferral Fees | - | 4,775 | 4,775 | 235 |
| Subtotal Fines and Forfeitures | 10,000 | 30,425 | 20,425 | 2,070 |
| Donations | - | - | - | 250 |
| Interest Income | 1,200 | 6,089 | 4,889 | 1,770 |
| Insurance Recovery | - | 27,025 | 27,025 | 245,581 |
| Miscellaneous | 3,200 | 4,449 | 1,249 | 5,239 |
| **Total Revenues** | 149,930 | 208,146 | 58,216 | 394,393 |

(Continued)

## TOWN OF MANZANOLA, COLORADO

## GENERAL FUND
## SCHEDULE OF REVENUES, EXPENDITURES
## AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
## For the Year Ended December 31, 2023
## (With Comparative Totals for the Year Ended December 31, 2022)
(Continued)

| Expenditures<br>Current: | Original and Final Budget | Actual Amounts | Variance with Final Budget | 2022 Actual |
|---|---|---|---|---|
| General Government | | | | |
| Salaries and Benefits | $ 10,542 | $ 17,196 | $ (6,654) | $ - |
| Office | 7,000 | 11,728 | (4,728) | 14,828 |
| Insurance | 9,958 | 9,814 | 144 | 9,516 |
| Training/Travel | - | 64 | (64) | - |
| County Treasurer Fees | 600 | 572 | 28 | 577 |
| Audit | 3,500 | 5,000 | (1,500) | 4,500 |
| Legal | 5,000 | 705 | 4,295 | 212 |
| Workers Comp Insurance | 1,000 | 95 | 905 | 69 |
| Donations and Contributions | 200 | 50 | 150 | 25 |
| Miscellaneous | - | 3,924 | (3,924) | 4,220 |
| Subtotal General Government | 37,800 | 49,148 | (11,348) | 33,947 |
| Public Safety | | | | |
| Wages and Benefits | 66,061 | 51,880 | 14,181 | 35,986 |
| Vehicle Expenses | 5,000 | 3,539 | 1,461 | 2,582 |
| Judge/Legal | 2,600 | 2,000 | 600 | 2,200 |
| Rocky Ford Dispatch Center | 10,000 | 10,000 | - | 10,000 |
| Uniforms/Training/Supplies | 4,000 | 780 | 3,220 | 1,558 |
| Office | 400 | 285 | 115 | 63 |
| Insurance | - | 9,813 | (9,813) | 6,598 |
| Workers Comp Insurance | 2,000 | 1,178 | 822 | 852 |
| Radio/Radar | 16,030 | 1,651 | 14,379 | 1,490 |
| Subtotal Public Safety | 106,091 | 81,126 | 24,965 | 61,329 |
| Public Works | | | | |
| Wages and Benefits | 10,770 | - | 10,770 | 425 |
| Building Expense | 2,500 | 1,373 | 1,127 | 1,414 |
| Street Lighting | 17,000 | 18,967 | (1,967) | 18,524 |
| Street Repairs | 3,000 | 768 | 2,232 | 2,770 |
| Equipment Repairs | 4,500 | 6,545 | (2,045) | 5,359 |
| Subtotal Public Works | 37,770 | 27,653 | 10,117 | 28,492 |
| Health and Welfare | | | | |
| Cemetery | 1,500 | 143 | 1,357 | 1,400 |
| Mosquito Control | 3,800 | - | 3,800 | - |
| Subtotal Health and Welfare | 5,300 | 143 | 5,157 | 1,400 |

(Continued)

**TOWN OF MANZANOLA, COLORADO**

**GENERAL FUND**
**SCHEDULE OF REVENUES, EXPENDITURES**
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**
**For the Year Ended December 31, 2023**
**(With Comparative Totals for the Year Ended December 31, 2022)**
(Continued)

| | Original and Final Budget | Actual Amounts | Variance with Final Budget | 2022 Actual |
|---|---|---|---|---|
| Culture and Recreation | | | | |
| Parks | $ 2,000 | $ 2,285 | $ (285) | $ 1,822 |
| Subtotal Culture and Recreation | 2,000 | 2,285 | (285) | 1,822 |
| Sanitation | | | | |
| Sanitation | 7,500 | 4,366 | 3,134 | 6,512 |
| OCLI Landfill Liability | 1,200 | 605 | 595 | - |
| Subtotal Sanitation | 8,700 | 4,971 | 3,729 | 6,512 |
| Capital Outlay | - | - | - | 280,681 |
| Reserves | 224,413 | - | 224,413 | - |
| **Total Expenditures** | 422,074 | 165,326 | 256,748 | 414,183 |
| **Excess Revenues Over (Under) Expenditures** | (272,144) | 42,820 | 314,964 | (19,790) |
| **Other Financing Sources (Uses)** | | | | |
| Transfers Out | (38,026) | (20,000) | 18,026 | (20,000) |
| **Net Change in Fund Balance** | (310,170) | 22,820 | 332,990 | (39,790) |
| **Fund Balance - Beginning** | 310,170 | 274,207 | (35,963) | 313,997 |
| **Fund Balance - Ending** | $ - | $ 297,027 | $ 297,027 | $ 274,207 |

The notes to the financial statements are an integral part of this statement.

## TOWN OF MANZANOLA, COLORADO

### CONSERVATION TRUST FUND
### SCHEDULE OF REVENUES, EXPENDITURES
### AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
### For the Year Ended December 31, 2023
### (With Comparative Totals for the Year Ended December 31, 2022)

| | Original and Final Budget | Actual Amounts | Variance with Final Budget | 2022 Actual |
|---|---|---|---|---|
| **Revenues** | | | | |
| Lottery | $ 4,000 | $ 4,753 | $ 753 | $ 4,361 |
| Miscellaneous | - | 50 | 50 | - |
| **Total Revenues** | 4,000 | 4,803 | 803 | 4,361 |
| **Expenditures** | | | | |
| Current | | | | |
| General Government | - | 6 | (6) | - |
| Culture and Recreation | 6,500 | 1,602 | 4,898 | 5,834 |
| Capital Outlay | - | 4,700 | (4,700) | - |
| Reserves | 484 | - | 484 | - |
| **Total Expenditures** | 6,984 | 6,308 | 676 | 5,834 |
| **Net Change in Fund Balance** | (2,984) | (1,505) | 1,479 | (1,473) |
| **Fund Balance - Beginning** | 2,984 | 3,200 | 216 | 4,673 |
| **Fund Balance - Ending** | $ - | $ 1,695 | $ 1,695 | $ 3,200 |

The notes to the financial statements are an integral part of this statement.

## Note 1: Stewardship, Compliance and Accountability

### Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all governmental funds. The Enterprise funds adopt budgets on the Non-GAAP basis wherein tap fees are recognized as revenue, principal payments on debt and capital expenditures are recognized as expenses, and depreciation expense is not budgeted. All annual appropriations lapse at fiscal year-end.

By October 15, the Budget Officer (not an elected official) of the Town submits a proposed operating budget for the fiscal year commencing the following January 1 to the Trustees (elected officials). The operating budget, for all budgeted funds, includes proposed expenditures and the means of financing.

Public hearings are held at the regular Trustee meetings to obtain taxpayer input. Prior to December 15, the budget is legally enacted through passage of a budget ordinance. Expenditures may not exceed appropriations at the fund level.

The Town Treasurer is authorized to transfer budgeted amounts within a department of any fund. The Trustees must approve revisions that change total expenditures of any fund or department within a fund.

The appropriation can only be modified upon completion of notification and publication requirements.

TOWN OF MANZANOLA, COLORADO

WATER FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUNDS AVAILABLE - BUDGET AND ACTUAL (BUDGETARY BASIS)
For the Year Ended December 31, 2023
(With Comparative Totals for the Year Ended December 31, 2022)

| | Original and Final Budget | Actual Amounts | Variance with Final Budget | 2022 Actual |
|---|---|---|---|---|
| **Revenues** | | | | |
| Water Sales | $ 117,000 | $ 131,672 | $ 14,672 | $ 117,197 |
| Interest Income | 90 | 199 | 109 | 65 |
| Late Fees | - | 7,014 | 7,014 | 6,962 |
| Water Lease - Highline | 4,000 | 5,800 | 1,800 | 4,000 |
| Catlin Water Shares (10) Sold | 81,500 | 86,100 | 4,600 | 27,968 |
| Grant Revenues - Capital | - | - | - | 5,000 |
| Note Proceeds | - | 56,615 | 56,615 | - |
| Transfers In | 38,026 | 20,000 | (18,026) | 20,000 |
| Other | - | - | - | 5,377 |
| Total Revenues | 240,616 | 307,400 | 66,784 | 186,569 |
| **Expenditures** | | | | |
| Salaries and Benefits | 52,050 | 52,694 | (644) | 65,222 |
| System Operations | 117,681 | 73,641 | 44,040 | 29,257 |
| Water Analysis | 5,000 | 3,456 | 1,544 | 4,194 |
| Commodities and Services | 4,750 | 12,934 | (8,184) | 10,472 |
| Insurance | 8,966 | 8,387 | 579 | 7,888 |
| Conduit | 16,500 | 2,013 | 14,487 | 2,780 |
| Capital Outlay | 53,345 | 114,784 | (61,439) | 52,610 |
| Debt Interest | - | 300 | (300) | - |
| Reserves | 83,128 | - | 83,128 | - |
| Total Expenditures | 341,420 | 268,209 | 73,211 | 172,423 |
| **Excess Revenues Over (Under) Expenditures** | (100,804) | 39,191 | 139,995 | 14,146 |
| **Funds Available - Beginning** | 100,804 | 123,746 | 22,942 | 109,600 |
| **Funds Available - Ending** | $ - | $ 162,937 | $ 162,937 | $ 123,746 |

| | | |
|---|---|---|
| Funds Available is Computed as Follows: | | |
| Current Assets | $ 162,937 | $ 125,152 |
| Current Liabilities | (18,878) | (1,406) |
| | $ 162,937 | $ 123,746 |

See the Independent Auditor's Report

TOWN OF MANZANOLA, COLORADO

## SEWER FUND
## SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUNDS AVAILABLE - BUDGET AND ACTUAL (BUDGETARY BASIS)
### For the Year Ended December 31, 2023
### (With Comparative Totals for the Year Ended December 31, 2022)

| | Original and Final Budget | Actual Amounts | Variance with Final Budget | 2022 Actual |
|---|---|---|---|---|
| **Revenues** | | | | |
| Service Fees | $ 82,000 | $ 82,492 | $ 492 | $ 84,534 |
| Grant Revenues | 995,644 | 11,131 | (984,513) | 52,406 |
| Loan Proceeds - Sewer Lagoon | - | 300,000 | 300,000 | - |
| Total Revenues | 1,077,644 | 393,623 | (684,021) | 136,940 |
| **Expenditures** | | | | |
| Salaries and Benefits | 46,830 | 47,069 | (239) | 30,613 |
| System Operations | 12,600 | 5,822 | 6,778 | 7,867 |
| Commodities and Services | 2,350 | 2,708 | (358) | 2,549 |
| Insurance | 8,999 | 8,387 | 612 | 7,888 |
| Sewer Analysis | 2,500 | 682 | 1,818 | 898 |
| Capital Outlay | 987,689 | 251,131 | 736,558 | 90,631 |
| Reserves | 308,112 | - | 308,112 | - |
| Total Expenditures | 1,369,080 | 315,799 | 1,053,281 | 140,446 |
| **Excess Revenues Over (Under) Expenditures** | (291,436) | 77,824 | 369,260 | (3,506) |
| **Funds Available - Beginning** | 291,436 | 161,786 | (129,650) | 165,292 |
| **Funds Available - Ending** | $ - | $ 239,610 | $ 239,610 | $ 161,786 |

Funds Available is Computed as Follows:

| | | | | |
|---|---|---|---|---|
| Current Assets | | $ 239,610 | | $ 163,192 |
| Current Liabilities | | (18,878) | | (1,406) |
| Add Current Portion of Long-Term Debt | | 18,878 | | - |
| | | $ 239,610 | | $ 161,786 |

See the Independent Auditor's Report

TOWN OF MANZANOLA, COLORADO

WASTEWATER FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUNDS AVAILABLE -
BUDGET AND ACTUAL (BUDGETARY BASIS)
For the Year Ended December 31, 2023
(With Comparative Totals for the Year Ended December 31, 2022)

| | Original and Final Budget | Actual Amounts | Variance with Final Budget | 2022 Actual |
|---|---|---|---|---|
| **Revenues** | | | | |
| Service Fees | $ 15,210 | $ 15,594 | $ 384 | $ 11,710 |
| **Expenditures** | | | | |
| Commodities and Services | 50 | 50 | - | 50 |
| Sewer Line Cleaning | 8,000 | - | 8,000 | 5,240 |
| Debt Principal | 4,800 | 4,800 | - | 4,800 |
| Reserves | 45,536 | - | 45,536 | - |
| Total Expenditures | 58,386 | 4,850 | 53,536 | 10,090 |
| **Excess Revenues Over (Under) Expenditures** | (43,176) | 10,744 | 53,920 | 1,620 |
| **Funds Available - Beginning** | 43,176 | 43,993 | 817 | 42,373 |
| **Funds Available - Ending** | $ - | $ 54,737 | $ 54,737 | $ 43,993 |

| | | |
|---|---|---|
| Funds Available is Computed as Follows: | | |
| Current Assets | $ 54,737 | $ 43,993 |
| Current Liabilities | (4,800) | (4,800) |
| Add Current Portion of Long-Term Debt | 4,800 | 4,800 |
| | $ 54,737 | $ 43,993 |

See the Independent Auditor's Report

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

Financial Planning 02/01
Form # 350-050-36

| LOCAL HIGHWAY FINANCE REPORT | City or County: |
|---|---|
| | YEAR ENDING : December 31, 2023 |
| This Information From The Records Of: Town of Manzanola, Otero County | Prepared By: Kris Baylor<br>Phone: 719-462-5544 |

## 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 | 0 |
| 3. Other local imposts (from page 2) | 5,976 |
| 4. Miscellaneous local receipts (from page 2) | 18,689 |
| 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.) | 0 |
| 7. Total (1 through 6) | 24,665 |
| **B. Private Contributions** | |
| **C. Receipts from State government** (from page 2) | 14,941 |
| **D. Receipts from Federal Government** (from page 2) | 0 |
| **E. Total receipts (A.7 + B + C + D)** | 39,606 |

## III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

| ITEM | AMOUNT |
|---|---|
| **A. Local highway disbursements:** | |
| 1. Capital outlay (from page 2) | 0 |
| 2. Maintenance: | 13,210 |
| 3. Road and street services: | |
| a. Traffic control operations | |
| b. Snow and ice removal | |
| c. Other street lights | 10,936 |
| d. Total (a. through c.) | 10,936 |
| 4. General administration & miscellaneous | 2,490 |
| 5. Highway law enforcement and safety | 12,970 |
| 6. Total (1 through 5) | 39,606 |
| **B. Debt service on local obligations:** | |
| 1. Bonds: | |
| a. Interest | |
| b. Redemption | |
| c. Total (a. + b.) | 0 |
| 2. Notes: | |
| a. Interest | |
| b. Redemption | |
| c. Total (a. + b.) | 0 |
| 3. Total (1.c + 2.c) | 0 |
| **C. Payments to State for highways** | |
| **D. Payments to toll facilities** | |
| **E. Total disbursements (A.6 + B.3 + C + D)** | 39,606 |

## IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

| | Opening Debt | Amount Issued | Redemptions | Closing Debt |
|---|---|---|---|---|
| **A. Bonds (Total)** | | | | 0 |
| 1. Bonds (Refunding Portion) | | | | |
| **B. Notes (Total)** | | | | 0 |

## V. LOCAL ROAD AND STREET FUND BALANCE

| A. Beginning Balance | B. Total Receipts | C. Total Disbursements | D. Ending Balance | E. Reconciliation |
|---|---|---|---|---|
| | 39,606 | 39,606 | | 0 |

**Notes and Comments:**

| LOCAL HIGHWAY FINANCE REPORT | STATE: Colorado<br>YEAR ENDING (mm/yy): 12/23 |
|---|---|

## II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

| ITEM | AMOUNT | ITEM | AMOUNT |
|---|---|---|---|
| **A.3. Other local imposts:** | | **A.4. Miscellaneous local receipts:** | |
| a. Property Taxes and Assessments | | a. Interest on investments | |
| b. Other local imposts: | | b. Traffic Fines & Penalities | 16,411 |
| 1. Sales Taxes | 0 | 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 | 5,976 | g. Other Misc. Receipts | |
| 6. Total (1. through 5.) | 5,976 | h. Other: Road & Bridge | 2,278 |
| c. Total (a. + b.) | 5,976 | i. Total (a. through h.) | 18,689 |
| | (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 | 13,587 | 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 | 1,354 | d. Federal Transit Admin | |
| d. Other (Specify) - DOLA Grant | 0 | e. U.S. Corps of Engineers | |
| e. Other (Specify) - CDOT Grant | 0 | f. Other Federal | |
| f. Total (a. through e.) | 1,354 | g. Total (a. through f.) | 0 |
| 4. Total (1. + 2. + 3.f) | 14,941 | 3. Total (1. + 2.g) | |
| | | | (Carry forward to page 1) |

## III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

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

**Notes and Comments:**

FORM FHWA-536 (Rev.1-05) PREVIOUS EDITIONS OBSOLETE

# OTHER INFORMATION

## TOWN OF MANZANOLA, COLORADO

## SCHEDULES OF FUTURE DEBT SERVICE REQUIREMENTS
## December 31, 2023

### $96,000 Colorado Water Resources and Power Development Authority Sewer Fund - Dated July 24, 2008

| Year | Rate | Principal | Interest | Total |
|---|---|---|---|---|
| 2024 | - | $ 4,800 | $ - | $ 4,800 |
| 2025 | - | 4,800 | - | 4,800 |
| 2026 | - | 4,800 | - | 4,800 |
| 2027 | - | 4,800 | - | 4,800 |
| 2028 | - | 4,800 | - | 4,800 |
| 2029 | - | 2,400 | - | 2,400 |
| | | $ 26,400 | $ - | $ 26,400 |

### $188,613 Fowler State Bank Promissory Note Water Fund - Dated October 31, 2023

| Year | Rate | Principal | Interest | Total |
|---|---|---|---|---|
| 2024 | 3.290 | $ 18,878 | $ 1,710 | $ 20,588 |
| 2025 | 3.290 | 29,121 | 815 | 29,936 |
| 2026 | 3.290 | 8,616 | 54 | 8,670 |
| | | $ 56,615 | $ 2,579 | $ 59,194 |

## TOWN OF MANZANOLA, COLORADO

### Summary of Assessed Valuation, Mill Levy and Property Taxes Collected
### December 31, 2023

| Levy Year | Collection Year | Assessed Valuation | Mills Levied | Total Levy | Current Collection | Collection Rate |
|---|---|---|---|---|---|---|
| 2010 | 2011 | $ 813,313 | 26.990 | $ 21,951 | $ 21,260 | 96.85% |
| 2011 | 2012 | 815,603 | 26.990 | 22,013 | 21,891 | 99.45% |
| 2012 | 2013 | 846,985 | 26.990 | 22,860 | 22,354 | 97.79% |
| 2013 | 2014 | 864,905 | 26.990 | 23,344 | 23,455 | 100.48% |
| 2014 | 2015 | 874,821 | 26.990 | 23,611 | 23,716 | 100.44% |
| 2015 | 2016 | 975,212 | 25.543 | 24,910 | 25,008 | 100.39% |
| 2016 | 2017 | 986,814 | 26.632 | 26,281 | 26,167 | 99.57% |
| 2017 | 2018 | 954,816 | 26.990 | 25,770 | 25,672 | 99.62% |
| 2018 | 2019 | 978,283 | 26.990 | 26,404 | 26,251 | 99.42% |
| 2019 | 2020 | 1,024,659 | 26.990 | 27,656 | 27,919 | 100.95% |
| 2020 | 2021 | 1,053,746 | 26.990 | 28,440 | 28,406 | 99.88% |
| 2021 | 2022 | 1,116,534 | 26.990 | 30,136 | 30,212 | 100.25% |
| 2022 | 2023 | 1,097,010 | 26.990 | 29,609 | 29,763 | 100.52% |
| Estimated for year ending December 31, 2024 | | $ 864,267 | 26.990 | $ 23,327 | | |

**Note:**
Property taxes collected in any one year include collection of delinquent property taxes levied in prior years. Information received from the Otero County Treasurer does not permit identification of specific year of levy.

**Source:** Otero County Assessor and Treasurer

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