# TOWN OF NATURITA, COLORADO

# FINANCIAL STATEMENTS

# DECEMBER 31, 2023

# TOWN OF NATURITA, COLORADO
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# Hamblin and Associates, LLC

**Certified Public Accountants**

**Member of the American Institute of Certified Public Accountants**

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To the Mayor and Board of Trustees
Town of Naturita, Colorado

## Opinions

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Naturita, 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 of Naturita, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

## Responsibilities of Management for the Financial Statements

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

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

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

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

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

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

Management has elected to omit the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

**Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Naturita's financial statements. The Utility Enterprise Fund Budgetary Comparison Schedule is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

**Other Information**

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.

*Hamblin and Associates, LLC*

Golden, Colorado
September 29, 2024

## FINANCIAL STATEMENTS

**TOWN OF NATURITA, COLORADO**

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



| | Governmental Activities | Business - Type Activities | Total |
|---|---|---|---|
| ASSETS | | | |
| Cash and Investments | $ 1,512,072 | $ 1,322,820 | $ 2,834,892 |
| Receivables: | | | |
| Accounts | 11,438 | 12,607 | 24,045 |
| Property taxes | 52,636 | - | 52,636 |
| Intergovernmental | 21,250 | - | 21,250 |
| Internal balances | 34,129 | (34,129) | - |
| Total Current Assets | 1,631,525 | 1,301,298 | 2,932,823 |
| Capital assets (net of accumulated depreciation): | | | |
| Total Noncurrent Assets | 2,443,891 | 1,232,615 | 3,676,506 |
| Total Assets | 4,075,416 | 2,533,913 | 6,609,329 |
| LIABILITIES | | | |
| Current Liabilities | | | |
| Accounts payable | 4,356 | 46,487 | 50,843 |
| Customer deposits | - | 55,359 | 55,359 |
| Total current liabilities | 4,356 | 101,846 | 106,202 |
| Long-term liabilities: | | | |
| Note payable due within one year | - | 6,635 | 6,635 |
| Note payable due after one year | - | 22,751 | 22,751 |
| Total long-term liabilities | - | 29,386 | 29,386 |
| Total Liabilities | 4,356 | 131,232 | 135,588 |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Unavailable revenue - property taxes | 52,636 | - | 52,636 |
| Total deferred inflows of resources | 52,636 | - | 52,636 |
| NET POSITION | | | |
| Net investment in capital assets | 2,443,891 | 1,203,229 | 3,647,120 |
| Restricted for marketing and promotion | 36,735 | - | 36,735 |
| Restricted for emergency reserves | 57,120 | - | 57,120 |
| Unrestricted | 1,480,678 | 1,199,452 | 2,680,130 |
| Total Net Position | $ 4,018,424 | $ 2,402,681 | $ 6,421,105 |

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

**TOWN OF NATURITA, COLORADO**

**STATEMENT OF ACTIVITIES**
**For the Year Ended December 31, 2023**

| | | PROGRAM REVENUES | | | NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION | | |
|---|---|---|---|---|---|---|---|
| | EXPENSES | CHARGES FOR SERVICES | OPERATING GRANTS AND CONTRIBUTIONS | CAPITAL GRANTS AND CONTRIBUTIONS | GOVERNMENTAL ACTIVITIES | BUSINESS - TYPE ACTIVITES | TOTAL |
| Functions/Programs | | | | | | | |
| Governmental activities | | | | | | | |
| General government | $ 103,085 | $ 21,904 | $ - | $ - | $ (81,181) | $ - | $ (81,181) |
| Public safety | 41,039 | 6,965 | - | - | (34,074) | - | (34,074) |
| Public works | 104,048 | - | - | - | (104,048) | - | (104,048) |
| Culture and recreation | 76,910 | 14,575 | 6,791 | 373,683 | 318,139 | - | 318,139 |
| Capital outlay | 70,723 | - | - | - | (70,723) | - | (70,723) |
| Total governmental activities | 395,805 | 43,444 | 6,791 | 373,683 | 28,113 | - | 28,113 |
| Business-type activities | | | | | | | |
| Utility fund | 892,217 | 485,140 | 519,785 | - | - | 112,708 | 112,708 |
| Total government | $ 1,288,022 | $ 528,584 | $ 526,576 | $ 373,683 | $ 28,113 | 112,708 | $ 140,821 |
| | | | | | | | |
| GENERAL REVENUES: | | | | | | | |
| Property taxes | | | | | 47,492 | - | 47,492 |
| Other taxes | | | | | 637,227 | - | 637,227 |
| Investment earnings | | | | | 20,884 | 22,700 | 43,584 |
| Total general revenues | | | | | 705,603 | 22,700 | 728,303 |
| Change in net position | | | | | 733,716 | 135,408 | 869,124 |
| Net position - Beginning of Year | | | | | 3,284,777 | 1,905,361 | 5,190,138 |
| Change in Estimate (Note K) | | | | | - | 361,912 | 361,912 |
| Net position - End of Year | | | | | $ 4,018,424 | $ 2,402,681 | $ 6,421,105 |

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

**TOWN OF NATURITA, COLORADO**

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

| | General Fund | Lodging Tax Fund | Conservation Trust Fund | Total |
|---|---|---|---|---|
| Revenues | | | | |
| Taxes | | | | |
| General property | $ 47,492 | $ - | $ - | $ 47,492 |
| Specific ownwership | 7,298 | - | - | 7,298 |
| Sales and use | 571,456 | 13,205 | - | 584,661 |
| Severance | 12,738 | - | - | 12,738 |
| Licenses and permits | 10,863 | - | - | 10,863 |
| Intergovernmental | 25,739 | - | 6,791 | 32,530 |
| Grants | 391,481 | - | - | 391,481 |
| Fines and forfeitures | 6,965 | - | - | 6,965 |
| Interest | 20,277 | - | 607 | 20,884 |
| Miscellaneous | 14,055 | 520 | - | 14,575 |
| Total revenues | 1,108,364 | 13,725 | 7,398 | 1,129,487 |
| Expenditures | | | | |
| Current | | | | |
| General government | 169,122 | 21,807 | - | 190,929 |
| Public safety | 74,863 | - | - | 74,863 |
| Public works | 78,305 | - | - | 78,305 |
| Culture and recreation | 61,087 | - | - | 61,087 |
| Capital outlay | 70,723 | - | - | 70,723 |
| Total expenditures | 454,100 | 21,807 | - | 475,907 |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | 654,264 | (8,082) | 7,398 | 653,580 |
| Other financing sources (uses) | | | | |
| Transfers in (Out) | (11,540) | 1,540 | 10,000 | - |
| EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES | 642,724 | (6,542) | 17,398 | 653,580 |
| FUND BALANCES - Beginning | 837,954 | 43,277 | 39,722 | 920,953 |
| FUND BALANCES - Ending | 1,480,678 | $ 36,735 | $ 57,120 | $ 1,574,533 |

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

| | |
|---|---|
| Net change in fund balances per above | 653,580 |
| Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense | |
| Capitalized assets | 186,419 |
| Depreciation expense | (106,317) |
| Change in net position of governmental activities | 733,716 |

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

**TOWN OF NATURITA, COLORADO**

**BALANCE SHEET - GOVERNMENTAL FUNDS**
**December 31, 2023**

| | General Fund | Lodging Tax Fund | Conservation Trust Fund | Total |
|---|---|---|---|---|
| ASSETS | | | | |
| Cash and investments | $ 1,418,217 | $ 36,735 | $ 57,120 | $ 1,512,072 |
| Due from other funds | 34,129 | - | - | 34,129 |
| Property taxes receivable | 52,636 | - | - | 52,636 |
| Accounts receivable | 11,438 | - | - | 11,438 |
| Intergovernmental receivable | 21,250 | - | - | 21,250 |
| TOTAL ASSETS | 1,537,670 | 36,735 | 57,120 | 1,631,525 |
| LIABILITIES | | | | |
| Accounts payable | 4,356 | - | - | 4,356 |
| TOTAL LIABILITIES | 4,356 | - | - | 4,356 |
| DEFERRED INFLOWS OF RESOURCES | | | | |
| Unavailable revenue - property taxes | 52,636 | - | - | 52,636 |
| FUND BALANCES | | | | |
| Restricted for marketing and promotion | - | 36,735 | - | 36,735 |
| Restricted for conservation | - | - | 57,120 | 57,120 |
| Restricted for emergencies | 14,300 | - | - | 14,300 |
| Unassigned | 1,466,378 | - | - | 1,466,378 |
| TOTAL FUND BALANCE | 1,480,678 | 36,735 | 57,120 | 1,574,533 |
| TOTAL LIABILITIES, and DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE | $ 1,537,670 | $ 36,735 | $ 57,120 | $ 1,631,525 |

| | |
|---|---|
| Total fund balance per above | $ 1,574,533 |
| Amounts reported for governmental activies in the statement of net position are different because: | |
| Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds: | |
| Capital Assets | 3,187,851 |
| Accumulated Depreciation | (743,960) |
| TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES | $ 4,018,424 |



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

TOWN OF NATURITA, COLORADO

## STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
## GENERAL FUND - BUDGET AND ACTUAL

**For the Year Ended December 31, 2023**

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE POSITIVE (NEGATIVE) |
|---|---|---|---|---|
| Revenues | | | | |
| Taxes | | | | |
| General property | 56,030 | 56,030 | 47,492 | $ (8,538) |
| Specific ownership | 6,900 | 6,900 | 7,298 | 398 |
| Sales and use | 507,000 | 507,000 | 571,456 | 64,456 |
| Severance, Mineral lease | 11,507 | 11,507 | 12,738 | 1,231 |
| Licenses and permits | 10,700 | 10,700 | 10,863 | 163 |
| Intergovernmental | 23,750 | 23,750 | 25,739 | 1,989 |
| Grants | 186,546 | 186,546 | 391,481 | 204,935 |
| Fines and forfeitures | 5,800 | 5,800 | 6,965 | 1,165 |
| Interest | 24,141 | 24,141 | 20,277 | (3,864) |
| Miscellaneous | 5,729 | 5,729 | 14,055 | 8,326 |
| Total revenues | 838,103 | 838,103 | 1,108,364 | 270,261 |
| Expenditures | | | | |
| Current | | | | |
| General government | 312,042 | 312,042 | 169,122 | 142,920 |
| Public safety | 63,218 | 63,218 | 74,863 | (11,645) |
| Public works | 108,499 | 108,499 | 78,305 | 30,194 |
| Culture and recreation | 162,931 | 162,931 | 61,087 | 101,844 |
| Grants | 156,000 | 156,000 | 70,723 | 85,277 |
| Total expenditures | 802,690 | 802,690 | 454,100 | 348,590 |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | 35,413 | 35,413 | 654,264 | (78,329) |
| Other financing sources/uses | | | | |
| Transfers in (out) | - | - | (11,540) | (11,540) |
| EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES | 35,413 | 35,413 | 642,724 | (89,869) |
| Fund Balances - Beginning of Year | 719,776 | 719,776 | 837,954 | 118,178 |
| Fund Balances - End of Year | $ 755,189 | $ 755,189 | $ 1,480,678 | $ 28,309 |



See the accompanying Independent Auditor's Report.

**TOWN OF NATURITA, COLORADO**

**LODGING TAX SPECIAL REVENUE FUND**
**STATEMENT OF REVENUES, EXPENDITURES**
**BUDGET AND ACTUAL**
**For the Year Ended December 31, 2023**

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE POSITIVE (NEGATIVE) |
|---|---|---|---|---|
| Revenues | | | | |
| Taxes | | | | |
| Lodging tax | $ 9,500 | $ 9,500 | $ 13,205 | $ 3,705 |
| Interest | 1,200 | 1,200 | 520 | -680 |
| Total revenues | 10,700 | 10,700 | 13,725 | 3,025 |
| EXPENDITURES | | | | |
| Current - general government | 22,500 | 22,500 | 21,807 | 693 |
| Total expenditures | 22,500 | 22,500 | 21,807 | 693 |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | (11,800) | (11,800) | (8,082) | 3,718 |
| Other financing sources (uses) | | | | |
| Transfers in (out) | - | - | 1,540 | |
| EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES | (11,800) | (11,800) | (6,542) | 5,258 |
| Fund balance beginning of year | 41,475 | 43,277 | 43,277 | - |
| Fund balance end of year | 29,675 | 31,477 | 36,735 | 5,258 |



See the accompanying Independent Auditor's Report.

TOWN OF NATURITA, COLORADO

**CONSERVATION TRUST SPECIAL REVENUE FUND**
**STATEMENT OF REVENUES, EXPENDITURES**
**BUDGET AND ACTUAL**
**For the Year Ended December 31, 2023**

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE POSITIVE (NEGATIVE) |
|---|---|---|---|---|
| Revenues | | | | |
| Intergovernmental | $ 6,000 | $ 6,000 | $ 6,791 | $ 791 |
| Interest | 1,200 | 1,200 | 607 | (593) |
| Total revenues | 7,200 | 7,200 | 7,398 | 198 |
| Expenditures | | | | |
| Current | | | | |
| Culture and recreation | 3,000 | 3,000 | - | 3,000 |
| Total expenditures | 3,000 | 3,000 | - | 3,000 |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | 4,200 | 4,200 | 7,398 | 3,198 |
| Other financing sources (uses) | | | | |
| Transfers in (out) | - | - | 10,000 | 10,000 |
| EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES | 4,200 | 4,200 | 17,398 | 13,198 |
| Fund balance beginning of year | 39,454 | 39,454 | 39,722 | 268 |
| Fund balance end of year | 43,654 | 43,654 | 57,120 | 3,466 |



See the accompanying Independent Auditor's Report.

**TOWN OF NATURITA, COLORADO**

**STATEMENT OF NET POSITION-**
**PROPRIETARY FUND**
**December 31, 2023**

| | Utility Enterprise Fund |
|---|---|
| ASSETS | |
| Current Assets | |
| Cash and investments | $ 1,322,820 |
| Accounts receivable, net | 12,607 |
| Total Current Assets | 1,335,427 |
| | |
| Non-current Assets | |
| Capital assets: | |
| Property, plant and equipment | 3,765,032 |
| Accumulated depreciation | (2,532,417) |
| Total Non-current Assets | 1,232,615 |
| | |
| Total assets | 2,568,042 |
| | |
| LIABILITIES AND NET POSITION | |
| Liabilities | |
| Current Liabilities | |
| Accounts payable | 46,487 |
| Due to other funds | 34,129 |
| Customer deposits | 55,359 |
| Current portion of long-term debt | 6,635 |
| Total Current Liabilities | 142,610 |
| | |
| Long-term note payable, less current portion | 22,751 |
| | |
| Total liabilities | 165,361 |
| | |
| Net position | |
| Net investment in capital assets | 1,203,229 |
| Unrestricted | 1,199,452 |
| Total net position | $ 2,402,681 |

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

## TOWN OF NATURITA, COLORADO

## STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION - PROPRIETARY FUND

**For the Year Ended December 31, 2023**

| | Utility Enterprise Fund |
|---|---|
| Operating revenues | |
| Charges for services | $ 485,140 |
| Operating expenses | |
| Personnel | 177,534 |
| Operating expenses | 167,363 |
| Purchased services | 212,990 |
| Other services | 11,385 |
| Depreciation | 59,156 |
| Total operating expenses | 892,054 |
| Operating income (loss) | (406,914) |
| Nonoperating revenues (expenses) | |
| Interest income | 22,700 |
| Grants | 519,785 |
| Interest expense | (163) |
| Total nonoperating revenues (expenses) | 542,322 |
| Change in net position | 135,408 |
| Net position at beginning of year | 1,905,361 |
| Change in estimate (Note K) | 361,912 |
| Net position at end of year | $ 2,402,681 |



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

## TOWN OF NATURITA, COLORADO

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

| | Utility Enterprise Fund |
|---|---|
| Cash flows from operating activities: | |
| Cash received from customers | $ 521,614 |
| Cash paid to suppliers | (744,271) |
| Cash paid to employees | (177,534) |
| Net cash provided (used) by operating activities | (400,191) |
| Cash flows from non-capital financing activities: | |
| Grants and contributions received | 519,785 |
| Net cash provided by non-capital financing activities | 519,785 |
| Cash flows from capital and related financing activities: | |
| Additions to capital assets | (65,887) |
| Loan Principal Payments | (6,421) |
| Loan interest payments and fiscal charges | (163) |
| Net cash (used) by noncapital financing activities | (72,471) |
| Cash flows from investing activities: | |
| Interest received | 22,700 |
| Net increase in cash | 69,823 |
| Cash - Beginning of year | 1,252,997 |
| Cash - End of year | $ 1,322,820 |
| Reconciliation of net operating income (Loss) to net cash provided (used) by operating activities: | |
| Net operating income (loss) | $ (406,914) |
| Adjustments to reconcile operating income (loss) to net cash provided by operating activities: | |
| Depreciation | 59,156 |
| (Increase) Decrease in: | |
| Accounts receivable | 33,474 |
| Increase (decrease) in: | |
| Accounts payable | 15,054 |
| Interfund | (205,021) |
| Unearned revenue | (500,000) |
| Customer deposits | 3,000 |
| Total adjustments | (594,337) |
| Net cash provided (used) by operating activities | $ (400,191) |



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

**NOTES TO THE**
**FINANCIAL STATEMENTS**

## NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### 1. Reporting Entity

The Town of Naturita, Colorado was formed in September 1950. The governing body of the Town is an elected seven-member Board of Trustees, headed by a Mayor.

The Town's financial statements include the accounts and operations of all Town functions including, but not limited to, public safety, street construction and maintenance, water and sanitation, culture and general administration as provided by the Town charter.

The accounting policies of the Town of Naturita conform to generally accepted accounting principles (GAAP) as applicable to governments and have been consistently applied in the preparation of the financial statements. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principals.

### 2. Government-Wide and Fund Financial Statements

The government-wide financial statements include the Statement of Net Position and the Statement of Activities. These statements summarize information of the governmental and business-type activities of the Town. Governmental activities, which are generally financed by taxes, intergovernmental revenues, and other non-exchange transactions, are reported separately from Business-type activities, which are financed in whole or in part by fees and charges made to external parties.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meet the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among the program revenues are reported 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 as separate columns in the fund financial statements.

## NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

### 3. Measurement Focus. Basis of Accounting and Financial Statement Presentation

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement focus applied.

Government-Wide and Proprietary Statements:

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. All assets, liabilities, deferred inflows, including capital assets, as well as infrastructure assets, and long-term liabilities, are included in the Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental Fund Financial Statements:

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. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the Town considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Major revenues that are determined to be susceptible to accrual include sales and use taxes, property taxes, utility franchise fees, grants-in-aid earned, interest, rentals and charges for services. Major revenues that are determined to not be susceptible to accrual, because they are either not available soon enough to pay liabilities of the current period or are not objectively measurable, include licenses, permits, fines and forfeitures.

Expenditures generally are recorded when the liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

The Town reports the following major governmental funds:

The General Fund is the general operating fund of the Town. It accounts for all activities of the general government except those required to be accounted for in another fund.

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

The Lodging Tax Fund is a special revenue fund that accounts for lodging tax revenues, which must be expended on advertising and marketing local tourism, as required by C.R.S. 30-11-107.5.

The Conservation Trust Fund is a special revenue fund that accounts for the proceeds of lottery funds received from the State of Colorado.

The Town reports the following major proprietary fund:

The Utility Fund accounts for all activities associated with providing water and sewer services to customers within the water and sewer service area.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Interfund activity has not been eliminated in the fund financial statements, if any.

Amounts reported as program revenues include:

1. Charges to customers for goods and services

2. Operating grants and contributions

3. Capital grants and contributions

Internally dedicated resources are reported as general revenues rather than program revenues. Likewise, general revenues include all taxes.

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

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

4. Fund Equity and Fund Balances

GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions" provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balances more transparent. In the fund financial statements the following classifications describe the relative strength of the spending constraints. Note that not all of these classifications may be used in a given year.

• Non-spendable fund balance - The portion of fund balance that cannot be spent because it is either not in spendable form (such as inventory) or is legally or contractually required to be maintained intact.

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

• Committed fund balance - The portion of fund balance constrained for specific purposes according to limitations imposed by the Town's highest level of decision making authority, the Board, prior to the end of the current fiscal year. The constraint may be removed or changed only through formal action of the Board.

• Assigned fund balance - The portion of fund balance set aside for planned or intended purposes. The intended use may be expressed by the Board to assign funds to be used for a specific purpose. Assigned fund balances in special revenue funds will also include any remaining fund balance that is not restricted or committed. This classification is necessary to indicate that those funds are, at a minimum intended to be used for the purpose of that particular fund.

• Unassigned fund balance - The residual portion of fund balance that does not meet any of the above criteria. The Town will only report a positive unassigned fund balance in the General Fund.

When both restricted and unrestricted resources are available for use, it is the Town's policy to use restricted assets first. Unrestricted fund balance will be used in the following order: committed, assigned, and unassigned.

5. Assets. Liabilities. and Net Position

Cash and Investments

Cash includes amounts in demand deposits.

For purposes of the statement of cash flows, the proprietary fund considers all highly liquid investments with original maturities of three months or less from the date of acquisition to be cash equivalents.

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued

Colorado State Statutes limit the local governments to the following types of investments:

- Obligations of the United States or obligations unconditionally guaranteed by the United States
- Bonds of the State of Colorado and its political subdivisions
- Certain obligations secured by mortgages
- Bankers acceptances
- Commercial paper
- State investment pools
- Repurchase agreements
- Money market funds
- Guaranteed investment contracts

Interfund Receivables and Payables

Receivables and payables classified as "due from other funds" or "·due to other funds" on the balance sheet arise from negative equity in pooled cash and investments. Any residual balances outstanding between governmental activities and business-type activities are reported in the governmental-wide financial statement as "internal balances".

Property Taxes

Property taxes as set by the Board of Trustees are collected by the County Treasurer. The County Treasurer remits property taxes collected to the Town by the 10th day of the month following collection. Property taxes receivable represent 2023 taxes collectible in 2023 and are also shown as deferred inflows. Following are details of the property tax calendar:

| | |
|---|---|
| Levy date: | December 22 (prior year) |
| Lien date | January 1 (current year) |
| First 1/2 installment due: | February 28 |
| Second 1/2 installment due: | June 15 |
| If paid in full: | April 30 |

Accounts Receivable

The Town considers accounts receivable for the Utility fund to be fully collectible because the Town can place liens on individual properties. Therefore, the associated allowance for doubtful accounts is zero.

## NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued

Capital Assets

Capital assets, which include property, plant, and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The Town has elected to apply the standards related to infrastructure assets prospectively. Capital assets are defined by the Town as assets with an initial, individual cost of $5,000 or more and an estimated life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated fixed assets are valued at their estimated fair value on the date donated.

Maintenance, repairs and renewals that neither materially add to the value of the property nor appreciably prolong its life are charged to expense as incurred. Gains or losses on dispositions of property and equipment are included in income.

Improvements are capitalized and depreciated over the remaining useful lives of the capital asset, as applicable.

Capital assets are depreciated using the straight-line method. Depreciation expense is reflected as an operating expense in the government-wide statement of activities. Estimated useful lives for asset types are as follows:

| | Estimated lives |
|---|---|
| Building and improvements | 40 years |
| Utility plant and system | 15 to 50 years |
| Equipment | 3 to 10 years |
| Infrastructure | 40 years |

Long-Term Liabilities

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 assets.

Contraband Seizures

The Town received no seizure funds in 2023.

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued

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, liabilities, deferred inflows, and disclosure of contingent 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.

**NOTE B – <u>STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY</u>**

<u>Budgetary Information</u>

Annual appropriated expenditure budgets are adopted for all governmental funds on the modified accrual basis of accounting. An annual appropriation budget is also adopted for the proprietary fund on the accrual basis modified to include capital expenditures and debt service principal payments and to exclude depreciation. The budget is prepared by the Town Clerk. The appropriations are adopted, and may not be exceeded, on a total fund basis. The details of the budget calendar follow:

October 15 Statutory deadline for submission of proposed budget to Board of Trustees

December 15 Statutory deadline for certification of all mill levies to the Board of County Commissioners

December 22 Statutory deadline for Board of County Commissioners to levy all taxes and certify the levies

On or before December 31, the Board of Trustees enacts an ordinance appropriating the budgets for the ensuing fiscal year. The Board of Trustees may amend the appropriation at any time during the year, as a result of any casualty, accident, or unforeseen contingency.

The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the individual fund level. Even though the budget enacted by the Board of Trustees is at the fund level, the Town prepares a line item budget by department and cost center for control at the line item level. Budget reallocation between funds requires the Board of Trustees approval through a supplemental appropriation.

<u>Excess of Expenditures Over Appropriations</u>

Colorado statutes prohibit expenditures on a total fund basis in excess of amounts appropriated. The Town’s Enterprise Fund expenditures exceeded the board approved appropriations for 2022.

## NOTE C: – CASH AND INVESTMENTS

Colorado State Statutes require that all deposits be secured by federal deposit insurance or secured by collateral. Statutes require a financial institution to deposit collateral with another financial institution securing 102% of the aggregate amount of public funds held which exceed the amount insured by federal deposit insurance. Deposits must be made in financial institutions in the State of Colorado.

The composition of all cash and investments held by the Town at December 31, 2023 is as follows:

| | |
|---|---|
| Cash on hand | $ 132 |
| Insured by FDIC | 250,000 |
| Collateralized as noted above | 2,530,421 |
| Total | 2,780,553 |
| Plus reconciling items | 54,339 |
| Total cash and investments | $ 2,834,893 |



## NOTE D: – CAPITAL ASSETS

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

| Governmental Activities | Beginning Balance | Increase | Decrease | Ending Balance |
|---|---|---|---|---|
| Capital assets, not depreciated: | | | | |
| Land | $ 149,253 | $ - | $ - | $ 149,253 |
| Construction in Progress | 101,385 | - | - | 101,385 |
| Total capital assets, not depreciated | 250,638 | - | - | 250,638 |
| Capital assets, being depreciated: | | | | |
| Buildings | 238,481 | - | - | 238,481 |
| Equipment | 241,281 | 518,952 | - | 760,233 |
| Infrastructure | 1,151,021 | 601,060 | - | 1,752,081 |
| Total capital assets depreciated | 1,630,783 | 1,120,012 | - | 2,750,795 |
| Less, accumlated depreciation: | | | | |
| Buildings | 180,063 | 4,248 | - | 184,311 |
| Equipment | 154,574 | 53,968 | - | 208,541 |
| Infrastructure | 209,350 | 35,441 | - | 244,791 |
| Total Accumulated Depreciation | 543,986 | 93,657 | - | 637,643 |
| Total capital assets depreciated, net | 1,086,797 | 1,026,355 | - | 2,113,152 |
| Govt activities captial assets, net | $ 1,337,435 | $ 1,026,355 | $ - | $ 2,363,790 |

## NOTE D: – CAPITAL ASSETS (Continued)

Depreciation expense was charged to functions of the Town as follows:

| | |
|---|---|
| Governmental Activities | |
| Public safety | $ 619 |
| Public works | 61,770 |
| Culture and recreation | 43,928 |
| Total depreciation expense - governmental activities | $ 106,317 |

| Business-type Activities | Beginning Balance | Increase | Decrease | Ending Balance |
|---|---|---|---|---|
| Capital assets, not being depreciated | | | | |
| Land | $ 67,870 | $ - | $ - | $ 67,870 |
| Water Shares | 10,000 | - | - | 10,000 |
| Construction in Progress | - | 36,620 | - | 36,620 |
| Total capital assets, not being depreciated | 77,870 | 36,620 | - | 114,490 |
| Capital assets, being depreciated | | | | |
| Buildings and Systems | 3,541,270 | - | - | 3,541,270 |
| Equipment | 60,480 | 19,525 | - | 80,005 |
| Total assets, being depreciated | 3,601,750 | 19,525 | - | 3,621,275 |
| Less, accumulated depreciation | | | | |
| Buildings and Systems | 2,400,884 | 49,588 | - | 2,450,472 |
| Equipment | 13,710 | 9,080 | - | 22,789 |
| Total accumulated depreciation | 2,414,594 | 58,668 | - | 2,473,261 |
| Total capital assets being depreciated | 1,187,156 | (39,143) | - | 1,148,014 |
| Business activities captial assets, net | $ 1,265,026 | $ (2,523) | $ - | $ 1,262,503 |

## NOTE E: - LONG-TERM LIABILITIES

**Business-type Activities -** The following summarizes the changes in the Town's business-type long-term debt activities for the year ended December 31, 2023:

| | Balance 12/31/2022 | Additions | Reduction | Balance 12/31/2023 | Due Within One Year |
|---|---|---|---|---|---|
| Business-type Activities | | | | | |
| CWRPDA Sewer Loan | $ 35,807 | $ - | $ 6,421 | $ 29,386 | $ 6,635 |

### Sewer Plant Loan

Colorado Water Resources & Power Development Authority (CWRPDA) loan, in the original issue amount of $700,000 with $500,000 forgiven at loan closing, was issued at the loan closing on June 4, 2012. The remaining loan was $200,000 with interest there on at the rate of 1.0% per annum. The full amount of the loan of $200,000 was required to be recorded at closing, with the undistributed funds recorded as a grant receivable. Not all of the available loan was needed and an adjustment of $69,936 was made to the loan during 2014. Principal and interest are payable May 1 and November 1, with the final payment due May 1, 2028. The loan matures as follows:

| | Principal | Interest | Total | Balance 31-Dec |
|---|---|---|---|---|
| 2024 | $ 6,635 | $ 276 | $ 6,911 | $ 22,751 |
| 2025 | 6,702 | 209 | 6,911 | 16,049 |
| 2026 | 6,769 | 142 | 6,911 | 9,280 |
| 2027 | 6,837 | 74 | 6,911 | 2,443 |
| 2028 | 2,444 | 11 | 2,455 | (0) |
| | $ 29,386 | $ 713 | $ 30,099 | |

The Town has the option to prepay the loan, in whole or in part, upon prior written notice. The Town has pledged the net revenues of the wastewater treatment system. The loan agreement requires the Town to maintain an operations and maintenance reserve in an amount equal to three months of operation and maintenance expenses and to meet a rate covenant. The calculations to verify these requirements have been defined by CWRPDA.

**NOTE E: LONG-TERM DEBT (**Continued)

The operation and maintenance reserve calculation is: current assets minus current liabilities needs to be greater than the result of operating expenses less depreciation times 0.25. For 2023:

| | |
|---|---|
| Current assets | $1,335,426 |
| Current liabilities | 135,974 |
| | $1,199,452 |
| Operating exp - depreciation | 569,272 |
| times .25 | $142,318 |

$1,199,452 is greater than $142,318. Therefore, the operation and maintenance reserve requirement is met.

The rate covenant calculation is that total system revenues less operating expenses (without depreciation) divided by annual debt service needs to be greater than or equal to 1.10. For 2023 the calculation is:

| | |
|---|---|
| 2023 Debt Service (principal & interest) | 6,911 |
| Multiply by 1.1 | 7,602 |
| Total revenue | 507,840 |
| Total operating expense | 167,363 |
| Less depreciation | (59,156) |
| | 108,207 |
| Net revenues (Total revenue less total expense) (not including depreciation) | 399,633 |

$399,633 is greater than $7,602. Therefore, the rate covenant requirement is met.

The Town passed an ordinance during 2014 to increase rates over the next five years to allow continued compliance with this requirement. Rates were raised in 2015 and again in 2019.

**NOTE F - TAX, SPENDING AND DEBT LIMITATIONS**

In November of 1992, the voters of Colorado approved Amendment 1, commonly known as the Taxpayer's Bill of Rights (TABOR), which added a new Section 20 to Article X of the Colorado Constitution. TABOR contains tax, spending, revenue and debt limitations, and certain election requirements, which apply to the State of Colorado and all local governments. TABOR is complex and subject to interpretation. The Town believes it is in compliance with the provisions of TABOR as it is understood from judicial interpretations, legal opinions and commonly accepted practices. The amendment also requires 3% emergency reserve to be set up on all Town expenditures covered by the amendment. The Town has set this required emergency reserve for all amendment expenditures in the General Fund Balance under Restricted for emergencies.

## NOTE G - RISK MANAGEMENT

The Town is one of several local governments which are members of the Colorado Intergovernmental Risk Sharing Agency (CIRSA). CIRSA is an organization created by intergovernmental agreement in 1982 solely to provide property and casualty coverage to its members. Coverage is provided through pooling of self-insured losses and the purchase of stop-loss insurance coverage. CIRSA is governed by a seven-member board elected by and from its members. The governing board is autonomous as to budgeting and fiscal matters.

CIRSA has a legal obligation for claims against its members to the extent that funds are available in its annually established loss fund and amounts are available from insurance providers under excess specific and aggregate insurance contracts. Losses incurred in excess of loss funds and amounts recoverable from excess insurance are direct liabilities of the participating members. CIRSA has indicated that the amount of any excess losses would be billed to members in proportion to their contributions in the year such excess occurs, although it is not legally required to do so.

The Town is exposed to various risks of loss related to workers compensation and general liability. The Town has acquired commercial coverage for these risks and any settled claims are not expected to exceed the commercial insurance coverage.

The Town is also exposed to the risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions. To address such risks, the Town is a participant in the public entity risk pool administered by Colorado Intergovernmental Risk Sharing Agency (CIRSA).

CIRSA's operations are funded by contributions from member governments. Coverage is provided in the amount of $500,000 per claim or occurrence for property damage, $600,000 per claim or occurrence for liability, and $150,000 per claim or occurrence for crime. CIRSA has also acquired additional excess coverage from outside sources. While the Town may be liable for any losses in excess of this coverage, the Town does not anticipate losses at December 31, 2023. No settlements of claims against the Town in the last three years have exceeded the Town's coverage.

Surpluses or deficits realized by CIRSA for any given year are subject to change for such reasons as interest earnings on invested amounts for those years and funds, re-estimation of losses for those years and funds, and credits or distributions from surplus for those years and funds. All income and assets of CIRSA shall be at all times dedicated to the exclusive benefit of its members. The board of directors may credit member municipalities' future contributions in the event of a surplus. Although it has never occurred, CIRSA member municipalities are subject to a supplemental assessment in the event of a deficiency. For 2023, the Town's deductible for property and liability claims per occurrence is $1,000 for each. The auto liability deductible and the auto physical damage deductible are both $1,000 per occurrence.

The Town carries no deductible for workers Compensation coverage. CIRSA's coverage for workers' compensation claims are the Colorado statutory limits of $500,000 per occurrence and $1,000,000 for employer liability.

**NOTE G - RISK MANAGEMENT** (continued)

The Town also carries accident medical insurance coverage through CIRSA. This provides a medical coverage for a minor injury a volunteer receives when serving the Town in a volunteer capacity such as a community service worker, volunteer trail work, or volunteer coaching for recreation. Coverage is $15,000 per occurrence with a $25 deductible.

The Town's 2023 contributions to CIRSA were $12,068.

**NOTE H - INTERFUND BALANCES AND TRANSFERS**

Interfund transfers of $11,540 were made in 2023. Interfund balances of $34,129 at December 31, 2023 are due to General Fund from Utility Enterprise Fund. The amount is due for Payroll reimbursement.

**NOTE I - DEFINED CONTRIBUTION PLAN**

In October 2018 the Town started providing retirement benefits for all full-time employees through a defined contribution plan administered by the Colorado Retirement Association (CRA). In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Under the defined contribution plan, the Town has agreed to pay $150 per month into the plan for qualifying employees. Employees are eligible to participate in the plan following one year of employment. The plan provides retirement benefits based upon the employee's vested account. A participant becomes 100% vested upon completion of five years of covered service. Amounts forfeited by employees who leave employment before they become fully vested are divided up among the remaining participants in the plan. Under the plan, employees direct the investment of the contributions among several investment options available through an outside plan administrator.

For the year ended December 31, 2023, the Town contributed $- to the plan.

**NOTE J - SUBSEQUENT EVENTS**

Management has evaluated potential subsequent event disclosures through the date of availability of financial statements for issuance.

**NOTE K – CHANGE IN ESTIMATE**

The Town made an accounting software change during 2023. In the process, management evaluated and changed useful lives and timing of items capitalized. The change in estimate resulted in an increase of net position for the Utility Enterprise Fund of $361,912.

## SUPPLEMENTARY INFORMATION

**TOWN OF NATURITA, COLORADO**

**UTILITY ENTERPRISE FUND**
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND NET POSITION - BUDGET AND ACTUAL**
**For the Year Ended December 31, 2023**

| | 2023 | | | |
|---|---|---|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE POSITIVE (NEGATIVE) |
| Revenues | | | | |
| Charges for services | $ 308,200 | $ 308,200 | $ 485,115 | $ 176,915 |
| Grant proceeds | 586,399 | 586,399 | 519,785 | (66,614) |
| Interest | 49,900 | 49,900 | 22,725 | (27,175) |
| Total revenues | 944,499 | 944,499 | 1,027,625 | 83,126 |
| Expenditures | | | | |
| Personal services | 188,401 | 188,401 | 177,534 | 10,867 |
| Operating expenses | 209,533 | 209,533 | 167,363 | 42,170 |
| Purchased services | 152,888 | 152,888 | 212,990 | (60,102) |
| Other charges | 3,800 | 3,800 | 11,385 | (7,585) |
| Interest and principal | 6,200 | 6,200 | 6,584 | (384) |
| Capital outlay | 616,587 | 616,587 | 329,513 | 287,074 |
| Total expenditures | 1,177,409 | 1,177,409 | 905,369 | 272,040 |
| EXCESS OF REVENUES OVER (UNDER) EXPENSES | $ (232,910) | $ (232,910) | $ 122,256 | $ 188,914 |
| RECONCILIATION TO GAAP BASIS: | | | | |
| Add: Loan principal payments | | | 6,421 | |
| Add: Capital assets | | | 65,887 | |
| Deduct: Depreciation | | | (59,156) | |
| CHANGE IN NET POSITION - GAAP BASIS | | | $ 135,408 | |



See the accompanying Independent Auditor's Report.

## STATE REQUIRED REPORT SECTION

Financial Planning 02/01

The public report burden for this information collection is estimated to average 380 hours annually. Form # 350-050-36

| | |
|---|---|
| **LOCAL HIGHWAY FINANCE REPORT** | City or County: Town of Naturita<br>YEAR ENDING :<br>December 31, 2023 |
| This Information From The Records Of (example - City of _ or County of _<br>TOWN OF NATURITA | Prepared By:<br>970-865-2286 |

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

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

## II. RECEIPTS FOR ROAD AND STREET PURPOSES

| ITEM | AMOUNT |
|---|---|
| **A. Receipts from local sources:** | |
| 1. Local highway-user taxes | |
| a. Motor Fuel (from Item I.A.5.) | |
| b. Motor Vehicle (from Item I.B.5.) | |
| c. Total (a.+b.) | |
| 2. General fund appropriations | |
| 3. Other local imposts (from page 2) | 537,574 |
| 4. Miscellaneous local receipts (from page 2) | 4,599 |
| 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) | 542,173 |
| **B. Private Contributions** | |
| **C. Receipts from State government** (from page 2) | 23,588 |
| **D. Receipts from Federal Government** (from page 2) | 0 |
| **E. Total receipts (A.7 + B + C + D)** | 565,761 |

## III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

| ITEM | AMOUNT |
|---|---|
| **A. Local highway disbursements:** | |
| 1. Capital outlay (from page 2) | 0 |
| 2. Maintenance: | 4,630 |
| 3. Road and street services: | |
| a. Traffic control operations | |
| b. Snow and ice removal | 170 |
| c. Other | |
| d. Total (a. through c.) | 170 |
| 4. General administration & miscellaneous | |
| 5. Highway law enforcement and safety | 52,968 |
| 6. Total (1 through 5) | 57,768 |
| **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)** | 57,768 |

## 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 |
|---|---|---|---|---|
| | 565,761 | 57,768 | | 507,993 |

**Notes and Comments:**

| LOCAL HIGHWAY FINANCE REPORT | STATE: Colorado |
|---|---|
| | YEAR ENDING (mm/yy): Year ENDING 12-31-2023 |

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

| ITEM | AMOUNT | ITEM | AMOUNT |
|---|---|---|---|
| **A.3. Other local imposts:** | | **A.4. Miscellaneous local receipts:** | |
| a. Property Taxes and Assessments | 47,493 | a. Interest on investments | |
| b. Other local imposts: | | b. Traffic Fines & Penalities | 4,599 |
| 1. Sales Taxes | 482,783 | 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 | 7,298 | g. Other Misc. Receipts | |
| 6. Total (1. through 5.) | 490,081 | h. Other | |
| c. Total (a. + b.) | 537,574 | i. Total (a. through h.) | 4,599 |
| | (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 | 21,343 | 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 | 2,245 | d. Federal Transit Admin | |
| d. Other (Specify) - DOLA Grant | | e. U.S. Corps of Engineers | |
| e. Other (Specify) | + | f. Other Federal | |
| f. Total (a. through e.) | 2,245 | g. Total (a. through f.) | 0 |
| 4. Total (1. + 2. + 3.f) | 23,588 | 3. Total (1. + 2.g) | |
| | | | (Carry forward to page 1) |

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

| | ON NATIONAL HIGHWAY SYSTEM (a) | OFF NATIONAL HIGHWAY SYSTEM (b) | TOTAL (c) |
|---|---|---|---|
| **A.1. Capital outlay:** | | | |
| a. Right-Of-Way Costs | | | 0 |
| b. Engineering Costs | | | 0 |
| c. Construction: | | | |
| (1). New Facilities | | | 0 |
| (2). Capacity Improvements | | | 0 |
| (3). System Preservation | | | 0 |
| (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:**