TOWN OF OAK CREEK
OAK CREEK, COLORADO

FINANCIAL STATEMENTS
WITH
INDEPENDENT AUDITORS' REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2023

TOWN OF OAK CREEK, COLORADO
BOARD OF TRUSTEES
December 31, 2023

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FINANCIAL SECTION

Town of Oak Creek
Management Discussion and Analysis
December 31, 2023

The discussion and analysis of the Town of Oak Creek's financial performance provides an overall review of the Town's financial activities for the year ended December 31, 2023. The intent of this discussion and analysis is to look at the Town's financial performance as a whole. Readers should also review the financial statements and the notes to the financial statements to broaden their understanding of the Town's financial performance.

Financial Highlights

The Town of Oak Creek's governmental net position increased by $291,959 and business-type net position increased by $459,545 for the year.

- The assets of the Town exceeded its liabilities at the close of fiscal year 2023 by $15,082,935 *(net position).* Of this amount, $4,379,687 *(unrestricted net position)* may be used to meet the Town's ongoing obligations or unforeseen expenses.
- As of the close of fiscal year 2023, the Town's General Fund reported an ending fund balance of $1,156,323 compared to the fiscal year 2022 balance of $898,162.
- At the end of 2023 unrestricted net position for the proprietary funds (business-type activities) was $3,246,138 or 104% of total 2023 operating expenses.
- General Fund 2023 revenues increased by $91,531 to $1,364,155.
- General Fund expenditures increased in 2023 by $116,267 to $1,105,994.

Using the Basic Financial Statements

The Basic Financial Statements consists of the Management's Discussion and Analysis (this section) and a series of financial statements and notes to those statements. These statements are organized so that the reader can understand the Town of Oak Creek as an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The first two statements are government-wide financial statements - the Statement of Net Position and the Statement of Activities. Both provide long 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's operations in more detail. The governmental fund statements tell how general Town services were financed in the short term as well as what remains for future spending. The Town's one governmental fund is the General Fund.

Proprietary fund statements offer short and long-term financial information about the activities that the Town operates as a business. The Town operates four proprietary funds as follows:

- Electric Fund
- Water Fund
- Sewer Fund
- Trash Fund

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data.

Financial Analysis of the Town as a Whole

The Town's total net position was $15,082,935 as of December 31, 2023 and $14,331,431 as of December 31, 2022. This represents an increase of $751,504 or 4.9%.

Government-Wide Financial Statements

The government-wide statements report information about the Town as a whole using accounting methods similar to those used by private businesses. The statements include 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 it has changed. The change in net position is important because it tells the reader that for the Town as a whole, the financial position of the Town has improved or diminished. The causes of this change may be the result of various factors, some financial, some not. Non-financial factors include facility conditions, and state or federal government required programs.

Both of the government-wide financial statements distinguish functions of the Town that are principally supported by taxes, intergovernmental revenues and taxes *(Governmental Activities)* from other functions that are intended to recover all or a significant portion of their costs through user fees and charges *(Business-type Activities).* The Governmental Activities of the Town include: general government, public safety (police), public works, and parks and recreation. The Business-type Activities of the Town of Oak Creek consist of electric, water, sewer, and trash services.

Net Position

Net position might serve over time as a useful indicator of a government's financial position. In the case of the Town of Oak Creek, assets exceeded liabilities by approximately $15.0 million at the close of 2023.

Net position of the Town at December 31, 2023 was as follows:

CONDENSED STATEMENT OF NET POSITION

	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
ASSETS						
Current Assets	$ 1,348,038	$ 1,057,397	$ 3,504,921	$ 3,472,216	$ 4,852,959	$ 4,529,613
Noncurrent Assets	1,553,251	1,591,352	10,322,542	9,857,605	11,875,793	11,448,957
Total Assets	2,901,289	2,648,749	13,827,463	13,329,821	16,728,752	15,978,570
DEFERRED OUTFLOWS	152,815	83,430	-	-	152,815	83,430
LIABILITIES						
Current Liabilities	73,333	42,608	235,783	274,886	309,116	317,494
Noncurrent Liabilities	141,451	134,241	1,169,586	1,092,386	1,311,037	1,226,627
Total Liabilities	214,784	176,849	1,405,369	1,367,272	1,620,153	1,544,121
DEFERRED INFOWS	178,479	186,448	-	-	178,479	186,448
NET POSITION						
Net Investment in Capital Assets	1,449,722	1,396,826	9,152,956	8,765,219	10,602,678	10,162,045
Restricted	77,570	142,800	23,000	69,636	100,570	212,436
Unrestricted	1,133,549	829,256	3,246,138	3,127,694	4,379,687	3,956,950
Total Net Position	$ 2,660,841	$ 2,368,882	$ 12,422,094	$ 11,962,549	$ 15,082,935	$ 14,331,431

The statement of net position reflects a cash position totaling $4,852,959 or 29% of total assets. The bulk of the Town's resources, $11.8 million or 70.3% of total assets, are invested in capital assets. These assets consist of land and improvements, buildings, equipment, and utility system assets. The remaining 4.2% of total assets are receivables or prepaid expenses.

The Town of Oak Creek uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town of Oak Creek's investment in its capital assets is reported net of related debt, it should be noted that the funds needed to repay this debt must be provided from other sources since; in general, the capital assets themselves cannot be used to liquidate these liabilities. Unrestricted net assets may be used to meet the Town's ongoing obligations to citizens and creditors.

Changes in Net Position

Governmental activities increased the Town of Oak Creek's net position by $291,959. This was mostly due to an increases in sales tax revenue and interest income.

Business activities increased the Town's net position by $459,545. This can be mostly attributed to grant funds received in the water fund related to the Sheriff Reservoir Dam work.

A summary of the changes in net position is as follows:

CONDENSED STATEMENT OF ACTIVITIES

	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
PROGRAM REVENUES						
Charges for Services	$ 250,959	$ 285,265	$ 2,271,074	$ 2,236,615	$ 2,522,033	$ 2,521,880
Operating Grants	133,097	255,840	-	-	133,097	255,840
Capital Grants	103,489	-	450,392	250,421	553,881	250,421
Total Program Revenues	487,545	541,105	2,721,466	2,487,036	3,209,011	3,028,141
GENERAL REVENUES						
Property Taxes	118,120	114,866	-	-	118,120	114,866
Specific Ownership Taxes	8,152	7,910	-	-	8,152	7,910
Sales and Use Taxes	547,649	539,601	-	-	547,649	539,601
Other Taxes	1,032	1,214	-	-	1,032	1,214
Interest Income	191,612	59,171	351	296	191,963	59,467
Insurance Proceeds	-	-	-	155	-	155
Other Revenues	10,045	8,757	-	-	10,045	8,757
Total General Revenues	876,610	731,519	351	451	876,961	731,970
Total Revenues & Transfers	1,364,155	1,272,624	2,721,817	2,487,487	3,747,314	3,760,111
PROGRAM EXPENSES						
General Government	256,648	270,265	-	-	256,648	270,265
Public Safety	368,499	355,087	-	-	368,499	355,087
Public Works	100,495	106,974	-	-	100,495	106,974
Culture and Recreation	346,554	301,854	-	-	346,554	301,854
Electric Operations	-	-	1,216,692	1,168,203	1,216,692	1,168,203
Water Operations	-	-	450,324	439,190	450,324	439,190
Sewer Operations	-	-	431,441	439,011	431,441	439,011
Trash Operations	-	-	163,815	135,639	163,815	135,639
Interest	-	2	-	-	-	2
Total Program Expenses	1,072,196	1,034,182	2,262,272	2,182,043	3,334,468	3,216,225
CHANGE IN NET POSITION	291,959	238,442	459,545	305,444	751,504	543,886
Net Position, Beginning	2,368,882	2,130,440	11,962,549	11,657,105	14,331,431	13,787,545
NET POSITION, ENDING	$ 2,660,841	$ 2,368,882	$ 12,422,094	$ 11,962,549	$ 15,082,935	14,331,431

Financial Analysis of the Town's Funds

The Town uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds - The focus of the Town's governmental fund is to provide information on near-term inflows, outflows, and balance of spendable resources. Such information is useful in assessing the Town's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the year.

General Fund – The General Fund went from a balance of $898,162 to $1,156,323. This increase is principally the result of cash and investment increases. Total General Fund revenues increased by $91,531, while expenditures increased by $116,267.

Proprietary Funds - Proprietary funds have historically operated as enterprise funds using the same basis of accounting as business-type activities; therefore, these statements will essentially match the information provided in the statements for the business-type activities of the Town as a whole. The proprietary fund statements, however, will provide a greater level of detail than the information found in the government-wide statements.

Electric Fund – Electric Fund net position increased by $74,505, following an increase of $119,696 in 2022. Expenditures increased by $232,478.

Water Fund – Water Fund net position increased by $422,026 after a 2022 increase of $217,111.

Sewer Fund – Sewer Fund net position decreased by $48,072 compared to a decrease of $58,693 in 2022.

Trash Fund – Trash Fund net position increased by $11,086 for the current year, up from a 2022 increase of $27,330. The Trash Fund is a tightly run enterprise to benefit the citizens of Oak Creek and includes an annual Clean-Up Day.

Capital Assets

Approximately 12.6% of the Town's capital assets support governmental activities. The majority of the value is invested in land, buildings and improvements.

	Balance 12/31/22	Additions	Deletions/ Reclassifications	Balance 12/31/23
Governmental Activities:				
Capital Assets not being Depreciated:				
Land	$ 665,605	$ 12,564	$ -	$ 678,169
Capital Assets being Depreciated:				
Buildings & Improvements	1,613,209	120,489	-	1,733,698
Vehicles & Equipment	757,492	-	17,355	774,847
Leased Vehicles & Equipment	56,231	-	(17,355)	38,876
Total Capital Assets being Depreciated	2,426,932	120,489	-	2,547,421
Less Accumulated Depreciation:				
Buildings & Improvements	(1,070,712)	(57,612)	-	(1,128,324)
Vehicles & Equipment	(478,179)	(41,010)	(15,620)	(534,809)
Leased Vehicles & Equipment	(31,960)	(2,971)	15,620	(19,311)
Total Accumulated Depreciation	(1,580,851)	(101,593)	-	(1,682,444)
Net Capital Assets	**$ 1,511,686**	**$ 31,460**	**$ -**	**$ 1,543,146**

The Town's business-type activities capital assets consist of its investments in its utility systems and related equipment.

	Balance 12/31/22	Additions	Deletions	Balance 12/31/23
Business-Type Activities:				
Capital Assets not being Depreciated:				
Construction in Progress	$ 435,816	$ 582,436	$ -	$ 1,018,252
Capital Assets being Depreciated:				
Utility Systems	16,236,243	27,839	-	16,264,082
Leased Property	-	191,156	-	191,156
Leased Equipment	116,628	-	-	116,628
Total Capital Assets being depreciated	16,352,871	218,995	-	16,571,866
Total Capital Assets	16,788,687	801,431	-	17,590,118
Less Accumulated Depreciation:				
Utility Systems	(6,882,061)	(321,208)	-	(7,203,269)
Leased Property	-	(6,372)	-	(6,372)
Leased Equipment	(49,020)	(8,913)	-	(57,933)
Total Accumulated Depreciation	(6,931,081)	(336,493)	-	(7,267,574)
Net Capital Assets	**$ 9,857,606**	**$ 464,938**	**$ -**	**$ 10,322,544**

Long-Term Debt

The Town's governmental long-term debt consists of capital leases and accrued compensated absences payable. Governmental activities debt transactions for the year were as follows:

	Balance 12/31/22	Advances	Payments	Balance 12/31/23	Current Portion	Interest Paid
2017 Equipment Lease	$ 12,953	$ -	$ 2,905	$ 10,048	$ 3,007	$ 401
2018 Equipment Lease	3,943	-	3,943	-	-	298
2019 Equipment Lease	97,964	-	14,588	83,376	15,240	4,377
Accrued Compensated Absences	19,381	15,868	-	35,249	-	-
Totals	**$ 134,241**	**$ 15,868**	**$ 21,436**	**$ 128,673**	**$ 18,247**	**$ 5,076**

The Town's business-type activities long-term debt consists of various bonds and notes payable that were used for system improvements. Business-type activities debt transactions for the year were as follows:

	Balance 12/31/22	Advances	Payments	Balance 12/31/23	Current Portion	Interest Expense
2003 CWRPDA Water Note	$ 63,509	$ -	$ 63,509	$ -	$ -	$ 1,911
2017 Equipment Lease	38,858	-	8,718	30,140	9,020	801
2021 Sewer Revenue Bonds	990,019	-	29,812	960,207	30,625	26,363
2023 Water RTU Asset Permit (Lease)	-	191,156	11,917	179,239	2,848	9,069
Totals	**$ 1,092,386**	**$ -**	**$ 102,039**	**$ 990,347**	**$ 9,020**	**$ 2,712**

General Fund Budget

The General Fund accounts for all of the general government services provided by the Town of Oak Creek including: public safety (police), public works, parks and recreation and general government services. The Town's General Fund revenues were $214,318 more than planned, having sales and use taxes and investment income coming in $70,787 and $143,612, respectively, more than budgeted, and offset by less grant revenues than expected. The Town's expenditures were $9,294 less than budgeted, with capital expenditures and general government expenses totaling $55,000 and $57,666, respectively, less than planned.

ECONOMIC FACTORS AND FUTURE BUDGETS AND RATES

The Town of Oak Creek's main economic drivers are regional recreation and tourism, agriculture and energy. Both Stagecoach Reservoir and the Steamboat Ski Area provide area employment opportunities. Agricultural products such as hay, grain, sheep, horses and cattle from the region are local exports. The downtown area remains a vital commercial hub for the whole of South Routt County as well.

The estimated 2023 population for Oak Creek is 859 (State of Colorado Demography Office) and has remained relatively stable over the last several years with the expectation that increases and decreases in the permanent population will continue to follow the dynamics of regional employment and housing changes and challenges.

These include those related to the transitions evident in the oil, gas and mining industries, primary in coal-based and related railroad operations, and the local impacts of unavailability of affordable and attainable workforce housing in Steamboat Springs on housing growth in Oak Creek and the surrounding areas. The potential for near-term significant development in the Stagecoach area is also a factor that must be considered for Oak Creek's future economy.

The Town's water, sewer and electric infrastructure must be diligently maintained and upgraded, and the costs associated with such always relate back to rates for these services. Careful planning for significant capital projects is critical to avoid unexpected rate increases and associated financial system impacts.

Unknowns that may impact Town operations or revenues that bear watching include the regulatory environment concerning air, water and energy resources and the uncertain politic environments.

Request for Information

The financial statements are designed to provide information for regulatory reporting to federal and state agencies and those with an interest in the Town's finances. Questions concerning this or any additional information should be addressed to Town Clerk, Town of Oak Creek, PO Box 128, Oak Creek, CO 80467.

Mayberry & Company, LLC
Certified Public Accountants

Member of the American Institute of Certified Public Accountants
Governmental Audit Quality Center
and Private Company Practice Section

Board of Trustees
Town of Oak Creek
Oak Creek, Colorado

Independent Auditors' Report

Opinion
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 Town of Oak Creek, as of and for the year ended December 31, 2023, and the related notes to the financial statements which collectively comprise Town of Oak Creek'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 Oak Creek 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 Opinion
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 Financial Statements section of our report. We are required to be independent of the Town of Oak Creek and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Town of Oak Creek'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.

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Auditors’ Responsibility 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 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 Town of Oak Creek’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 Town of Oak Creek’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.

Report on Summarized Comparative Information

We have previously audited the Town of Oak Creek’s 2022 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated July 17, 2023. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2022 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that a management's discussion and analysis, budgetary comparison information, historical pension information and other post -employment benefit plan information listed in the tables of contents be presented to supplement the basic financial statements. Such 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. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

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

Report on Other Legal and Regulatory Requirements

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Local Highway Finance Report is presented for purposes of legal compliance and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 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 information is fairly stated in all material respects in relation to the financial statements as a whole.

Mayberry + Company. LLC

Englewood, CO
November 5, 2024

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BASIC FINANCIAL STATEMENTS

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TOWN OF OAK CREEK, COLORADO

STATEMENT OF NET POSITION
DECEMBER 31, 2023

	GOVERNMENTAL ACTIVITIES	BUSINESS TYPE ACTIVITIES	TOTAL
ASSETS AND DEFERRED OUTFLOWS			
ASSETS			
Current Assets			
Cash and Investments			
Cash and Investments	$ 1,105,693	$ 3,121,704	$ 4,227,397
Restricted Cash and Investments	12,235	-	12,235
Receivables			
Property Tax Receivable	118,382	-	118,382
Utility Receivable	-	383,217	383,217
Cash with Fiscal Agent	947	-	947
Accounts Receivable	110,781	-	110,781
Total Current Assets	1,348,038	3,504,921	4,852,959
Noncurrent Assets			
Long-Term Receivables	10,105	-	10,105
Capital Assets not being Depreciated	678,169	1,018,252	1,696,421
Capital Assets being Depreciated	2,547,421	16,571,866	19,119,287
Accumulated Depreciation	(1,682,444)	(7,267,576)	(8,950,020)
Total Noncurrent Assets	1,553,251	10,322,542	11,875,793
TOTAL ASSETS	2,901,289	13,827,463	16,728,752
DEFERRED OUTFLOWS OF FINANCIAL RESOURCES			
Deferred Pension Outflows	152,815	-	152,815
TOTAL ASSETS AND DEFERRED OUTFLOWS	$ 3,054,104	$ 13,827,463	$ 16,881,567
LIABILITIES, DEFERRED INFLOWS AND NET POSITION			
LIABILITIES			
Current Liabilities			
Accounts Payable	$ 21,389	$ 157,410	$ 178,799
Accrued Liabilities	2,690	-	2,690
Accrued Salaries and Benefits	22,094	-	22,094
Deposits and Escrow	1,160	54,125	55,285
Accrued Interest Payable	-	24,248	24,248
Unearned Revenue	26,000	-	26,000
Total Current Liabilities	73,333	235,783	309,116
Noncurrent Liabilities			
Due within one year	21,437	42,491	63,928
Due in more than one year	120,014	1,127,095	1,247,109
Total Noncurrent Liabilities	141,451	1,169,586	1,311,037
TOTAL LIABILITIES	214,784	1,405,369	1,620,153
DEFERRED INFLOWS OF FINANCIAL RESOURCES			
Deferred Property Taxes	118,382	-	118,382
Deferred Pension Inflows	49,992	-	49,992
Other Deferred Inflows	10,105	-	10,105
TOTAL DEFERRED INFLOWS	178,479	-	178,479
NET POSITION			
Net Investment in Capital Assets	1,449,722	9,152,956	10,602,678
Restricted Net Position	77,570	23,000	100,570
Unrestricted Net Position	1,133,549	3,246,138	4,379,687
TOTAL NET POSITION	2,660,841	12,422,094	15,082,935
TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION	$ 3,054,104	$ 13,827,463	$ 16,881,567

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

TOWN OF OAK CREEK

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2023

		PROGRAM REVENUES		
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS
FUNCTIONS/PROGRAMS				
Governmental Activities				
Current:				
General Government	$ 256,648	$ 195,609	$ 24,917	$ -
Public Safety	368,499	521	1,770	-
Public Works	100,495	-	35,283	-
Culture and Recreation	346,554	54,829	71,127	103,489
TOTAL GOVERNMENT ACTIVITIES	1,072,196	250,959	133,097	103,489
Business-type Activities				
Current:				
Electric	1,216,692	1,291,197	-	-
Water	450,324	427,438	-	444,912
Sewer	431,441	377,538	-	5,480
Trash	163,815	174,901	-	-
TOTAL BUSINESS-TYPE ACTIVITIES	2,262,272	2,271,074	-	450,392
TOTAL GOVERNMENT	$ 3,334,468	$ 2,522,033	$ 133,097	$ 553,881

GENERAL REVENUES
Property Taxes
Specific Ownership Taxes
Sales, Use and Excise Taxes
Other Taxes
Interest Income
Other Revenues
TOTAL GENERAL REVENUES AND TRANSFERS
CHANGE IN NET POSITION
NET POSITION - BEGINNING
NET POSITION - ENDING

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

NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
GOVERNMENTAL ACTIVITIES	BUSINESS - TYPE ACTIVITES	TOTAL
$ (36,122)	$ -	$ (36,122)
(366,208)	-	(366,208)
(65,212)	-	(65,212)
(117,109)	-	(117,109)
(584,651)	-	(584,651)
-	74,505	74,505
-	422,026	422,026
-	(48,423)	(48,423)
-	11,086	11,086
-	459,194	459,194
(584,651)	459,194	(125,457)
118,120	-	118,120
8,152	-	8,152
547,649	-	547,649
1,032	-	1,032
191,612	351	191,963
10,045	-	10,045
876,610	351	876,961
291,959	459,545	751,504
2,368,882	11,962,549	14,331,431
$ 2,660,841	$ 12,422,094	$ 15,082,935

TOWN OF OAK CREEK, COLORADO

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2023
With Comparative Totals for December 31, 2022

	GENERAL FUND	TOTAL 2023	TOTAL 2022
ASSETS AND DEFERRED OUTFLOWS			
ASSETS			
Current Assets			
Cash and Investments			
Cash and Investments	$ 1,105,693	$ 1,105,693	$ 843,140
Restricted Cash and Investments	12,235	12,235	100
Receivables			
Property Tax Receivable	118,382	118,382	116,627
Cash with Fiscal Agent	947	947	638
Accounts Receivable	110,781	110,781	96,892
Long-Term Receivables	10,105	10,105	-
TOTAL ASSETS AND DEFERRED OUTFLOWS	$ 1,358,143	$ 1,358,143	$ 1,057,397
LIABILITIES, DEFERRED INFLOWS AND NET POSITION			
LIABILITIES			
Current Liabilities			
Accounts Payable	$ 21,389	$ 21,389	$ 17,510
Accrued Liabilities	2,690	2,690	(4,879)
Accrued Salaries and Benefits	22,094	22,094	18,817
Deposits and Escrow	1,160	1,160	1,160
Unearned Revenue	26,000	26,000	10,000
TOTAL LIABILITIES	73,333	73,333	42,608
DEFERRED INFLOWS OF FINANCIAL RESOURCES			
Deferred Property Taxes	118,382	118,382	116,627
Other Deferred Inflows	10,105	10,105	-
FUND BALANCE			
Restricted Fund Balance	77,570	77,570	63,134
Committed Fund Balance	211,381	211,381	211,381
Unassigned Fund Balance	867,372	867,372	623,647
TOTAL FUND BALANCE	1,156,323	1,156,323	898,162
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE	$ 1,358,143	$ 1,358,143	$ 1,057,397

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

TOWN OF OAK CREEK, COLORADO

RECONCILIATION OF GOVERNMENTAL FUND BALANCE
TO GOVERNMENTAL ACTIVITIES NET POSITION
DECEMBER 31, 2023

Fund Balance - Governmental Funds		$ 1,156,323
Capital assets used in governmental activities are not financial resources and are therefore not reported in the funds		
Capital assets, not being depreciated	$ 678,169	
Capital assets, being depreciated	2,547,421	
Accumulated depreciation	(1,682,444)	1,543,146
Certain long-term pension related costs and adjustments are not available to pay or are payable currently and are therefore not reported in the funds		
FPPA Statewide Defined Benefit Plan		
Deferred outflows - pensions (net)	152,815	
Net pension liability	(12,778)	
Deferred inflows - pensions (net)	(49,992)	90,045
Internal Service operations primarily benefit Governmental Activities		
Long-term liabilities are not due and payable in the current year and, therefore, are not reported in the funds.		
Capital leases payable	(93,424)	
Accrued compensated absences	(35,249)	(128,673)
Total Net Position - Governmental Activities		$ 2,660,841

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

TOWN OF OAK CREEK, COLORADO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2023
With Comparative Totals for the Year Ended December 31, 2022

	GENERAL	TOTAL	
	FUND	2023	2022
REVENUES			
Taxes	$ 674,954	$ 674,954	$ 663,591
Intergovernmental Revenues	229,597	229,597	255,649
Licenses and Permits	52,638	52,638	75,472
Fines and Forfeits	338	338	484
Internal Charges	116,370	116,370	116,360
Charges for Services	81,613	81,613	92,950
Investment Earnings	191,612	191,612	59,171
Other Revenues	17,033	17,033	8,947
TOTAL REVENUES	1,364,155	1,364,155	1,272,624
EXPENDITURES			
Current:			
General Government	228,474	228,474	250,607
Public Safety	351,515	351,515	345,828
Public Works	74,138	74,138	75,663
Parks, Recreation and Other	292,301	292,301	252,258
Capital Outlay	133,053	133,053	36,274
Debt Service	26,513	26,513	29,097
TOTAL EXPENDITURES	1,105,994	1,105,994	989,727
NET CHANGE IN FUND BALANCE - GAAP BASIS	258,161	258,161	282,897
FUND BALANCE, BEGINNING	898,162	898,162	615,265
FUND BALANCE, ENDING	$ 1,156,323	$ 1,156,323	$ 898,162

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

TOWN OF OAK CREEK, COLORADO

RECONCILIATION OF GOVERNMENTAL FUNDS CHANGE IN FUND BALANCE TO GOVERNMENTAL ACTIVITIES CHANGE IN NET POSITION FOR THE YEAR ENDED DECEMBER 31, 2023

Change in Fund Balance - Governmental Funds		$ 258,161
Capital assets used in governmental activities are expensed when purchased in the funds and depreciated at the activity level		
Capitalized Asset Purchases	133,053	
Depreciation Expense	(101,593)	31,460
Pension expense at the fund level represents cash contributions to the defined benefit plan. For the activity level presentation, the amount represents the actuarial cost of the benefits for the fiscal year.		
Change in deferred outflows - pensions (net)	69,385	
Change in net pension asset/liability	(92,444)	
Change in deferred inflows - pensions (net)	19,829	(3,230)
Repayments of long-term liabilities are expensed in the fund and reduce outstanding liabilities at the activity level. In addition, proceeds from long-term debt issuances are reported as revenues in the funds and increase liabilities at the activity level		
Principal payments on capital leases	21,436	
Change in accrued compensated absences	(15,868)	5,568
Change in Net Position - Governmental Activities		$ 291,959

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

TOWN OF OAK CREEK, COLORADO

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2023
With Comparative Totals for December 31, 2022

	BUSINESS - TYPE ACTIVITIES		
	ELECTRIC FUND	WATER FUND	SEWER FUND
ASSETS AND DEFERRED OUTFLOWS			
ASSETS			
Current Assets			
Cash and Investments			
Cash and Investments	$ 1,847,179	$ 658,360	$ 578,981
Restricted Cash and Investments	-	-	-
Receivables			
Utility Receivable	237,544	64,043	57,729
Internal Balances	-	(288,750)	288,750
Total Current Assets	2,084,723	433,653	925,460
Noncurrent Assets			
Capital Assets not being depreciated	-	1,018,252	-
Capital Assets being depreciated	2,496,584	8,116,024	5,959,258
Accumulated Depreciation	(1,950,310)	(2,996,037)	(2,321,229)
Total Noncurrent Assets	546,274	6,138,239	3,638,029
TOTAL ASSETS AND DEFERRED OUTFLOWS	$ 2,630,997	$ 6,571,892	$ 4,563,489
LIABILITIES, DEFERRED INFLOWS AND NET POSITION			
LIABILITIES			
Current Liabilities			
Accounts Payable	$ 78,948	$ 24,092	$ 19,073
Deposits and Escrow	54,125	-	-
Accrued Interest Payable	-	9,069	15,179
Unearned Revenue	-	-	-
Total Current Liabilities	133,073	33,161	34,252
Noncurrent Liabilities			
Due within one year	3,007	5,852	33,632
Due in more than one year	7,040	183,433	936,622
Total Noncurrent Liabilities	10,047	189,285	970,254
TOTAL LIABILITIES	143,120	222,446	1,004,506
NET POSITION			
Net Investment in Capital Assets	536,227	5,948,954	2,667,775
Restricted Net Position	-	23,000	-
Unrestricted Net Position	1,951,650	377,492	891,208
TOTAL NET POSITION	2,487,877	6,349,446	3,558,983
TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION	$ 2,630,997	$ 6,571,892	$ 4,563,489

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

Trash Fund	TOTAL 2023	2022
$ 37,184	$ 3,121,704	$ 3,076,612
-	-	69,636
23,901	383,217	325,968
-	-	-
61,085	3,504,921	3,472,216
-	1,018,252	435,816
-	16,571,866	16,352,871
-	(7,267,576)	(6,931,082)
-	10,322,542	9,857,605
$ 61,085	$ 13,827,463	$ 13,329,821
$ 35,297	$ 157,410	$ 89,336
-	54,125	54,300
-	24,248	15,650
-	-	115,600
35,297	235,783	274,886
-	42,491	98,612
-	1,127,095	993,774
-	1,169,586	1,092,386
35,297	1,405,369	1,367,272
-	9,152,956	8,765,219
-	23,000	69,636
25,788	3,246,138	3,127,694
25,788	12,422,094	11,962,549
$ 61,085	$ 13,827,463	$ 13,329,821

TOWN OF OAK CREEK, COLORADO

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2023
With Comparative Totals for the Year Ended December 31, 2022

	Business-type Activities			
	Electric Fund	Water Fund	Sewer Fund	Trash Fund
Operating Revenues				
Utility Charges	$ 1,210,953	$ 425,866	$ 375,966	$ 174,901
Other Charges for Services	80,244	1,572	1,572	-
Total Revenues	1,291,197	427,438	377,538	174,901
Operating Expenses				
Management Fees	128,100	30,748	49,766	3,092
Personnel Services	233,942	132,520	131,205	5,084
Commodity Charges	734,190	-	-	-
Administrative/Office Expenses	173	320	-	-
Insurance	18,736	12,224	9,895	-
Operating Supplies	15,156	6,206	6,136	33
Professional Fees	16,472	14,965	5,476	155,606
Repairs and Maintenance	18,432	22,320	1,221	-
Travel and Training	-	14	-	-
Treatment	-	30,701	33,121	-
Telephone and Utilities	6,544	28,379	32,954	-
Other Operating Expenses	1,028	2,427	47	-
Depreciation Expense	43,518	158,119	134,856	-
Other Capital Outlay	-	-	-	-
Total Expenditures	1,216,291	438,943	404,677	163,815
Operating Income (Loss)	74,906	(11,505)	(27,139)	11,086
Other Income (Expense)				
Investment Earnings	-	-	351	-
Other Revenue	-	-	-	-
Interest Expense	(401)	(11,381)	(26,764)	-
Total Other Income (Expense)	(401)	(11,381)	(26,413)	-
Net Income (Loss)	74,505	(22,886)	(53,552)	11,086
Contributed Capital				
Plant Investment Fees	-	5,820	5,480	-
Intergovernmental Revenue	-	439,092	-	-
Total Contributed Capital	-	444,912	5,480	-
Change in Net Position	74,505	422,026	(48,072)	11,086
Net Position, Beginning	2,413,372	5,927,420	3,607,055	14,702
Net Position, Ending	$ 2,487,877	$ 6,349,446	$ 3,558,983	$ 25,788

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

Total	
2023	2022
$ 2,187,686	$ 2,169,727
83,388	66,888
2,271,074	2,236,615
211,706	243,027
502,751	479,464
734,190	689,923
493	473
40,855	41,690
27,531	19,508
192,519	171,567
41,973	22,642
14	22
63,822	39,730
67,877	75,720
3,502	11,975
336,493	345,444
-	8,123
2,223,726	2,149,308
47,348	87,307
351	296
-	155
(38,546)	(32,735)
(38,195)	(32,284)
9,153	55,023
11,300	960
439,092	249,461
450,392	250,421
459,545	305,444
11,962,549	11,657,105
$ 12,422,094	$ 11,962,549

TOWN OF OAK CREEK

STATEMENT OF CASH FLOWS -
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2023
With Comparative Totals for the Year Ended December 31, 2022

	BUSINESS - TYPE ACTIVITES			
	ELECTRIC FUND	WATER FUND	SEWER FUND	Trash Fund
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash Received from Customers	$ 1,259,149	$ 303,332	$ 367,335	$ 168,234
Cash Paid to Suppliers	(868,521)	(128,989)	(108,723)	(121,279)
Cash Paid for Interfund Services	(128,100)	(30,748)	(49,766)	(3,092)
Cash Paid to Employees	(176,158)	(100,119)	(99,518)	(4,147)
Net Cash Provided by Operating Activities	86,370	43,476	109,328	39,716
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Tap Fees Received	-	5,820	5,480	-
Debt Principal Payments	(2,906)	112,825	(32,718)	-
Grant Proceeds	-	439,092	-	-
Interest Payments	(401)	(2,312)	(27,235)	-
Acquisition of Capital Assets	(15,000)	(778,631)	(7,799)	-
Cash Flows Used by Capital and Related Financing Activities	(18,307)	(223,206)	(62,272)	-
CASH FLOWS (USES) FROM NONCAPITAL FINANCING ACTIVITIES:				
Cash from Other Funds	-	(8,750)	8,750	-
Other Revenues (Expense)	-	-	-	-
Net Cash Provided (Used) by Noncapital Financing Activities	-	(8,750)	8,750	-
CASH FLOWS (USES) FROM INVESTING ACTIVITIES:				
Interest Received	-	-	351	-
NET INCREASE (DECREASE) IN CASH	68,063	(188,480)	56,157	39,716
CASH - BEGINNING	1,779,116	846,840	522,824	(2,532)
CASH - ENDING	$ 1,847,179	$ 658,360	$ 578,981	$ 37,184
Cash and Investments	$ 1,847,179	$ 658,360	$ 578,981	$ 37,184
Restricted Cash and Investments	-	-	-	-
TOTAL	$ 1,847,179	$ 658,360	$ 578,981	$ 37,184
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH USED FOR OPERATING ACTIVITIES:				
Operating Income (Loss)	$ 74,906	$ (11,505)	$ (27,139)	$ 11,086
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:				
Depreciation Expense	43,518	158,119	134,856	-
Changes in Assets and Liabilities Related to Operations:				
(Increase) Decrease in:				
Utility Receivable	(31,873)	(8,506)	(10,203)	(6,667)
Prepaid Expenses	-	-	-	-
(Increase) Decrease in:				
Accounts Payable	(6)	20,968	11,814	35,297
Deposits and Escrow	(175)	-	-	-
Unearned Revenue	-	(115,600)	-	-
TOTAL ADJUSTMENTS	11,464	54,981	136,467	28,630
NET CASH USED FOR OPERATING ACTIVITIES	$ 86,370	$ 43,476	$ 109,328	$ 39,716

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

TOTAL	
2023	2022
$ 2,098,050	$ 2,284,299
(1,227,512)	(1,247,502)
(211,706)	(243,027)
(379,942)	(366,156)
278,890	427,614
11,300	960
77,201	(101,103)
439,092	249,461
(29,948)	(32,758)
(801,430)	(232,461)
(303,785)	(115,901)
-	-
-	155
-	155
351	296
(24,544)	312,164
3,146,248	2,834,084
$ 3,121,704	$ 3,146,248
$ 3,121,704	$ 3,076,612
-	69,636
$ 3,121,704	$ 3,146,248
$ 47,348	$ 87,307
336,493	345,444
(57,249)	(20,350)
-	5,770
68,073	(58,591)
(175)	4,550
(115,600)	63,484
231,542	340,307
$ 278,890	$ 427,614

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

HISTORY AND FUNCTION OF ORGANIZATION

The Town of Oak Creek, Colorado is a political subdivision of the State of Colorado governed by a seven member board of trustees. The Town was incorporated in 1907 in Routt County, Colorado. The Town is a full service entity providing public safety, public works, and parks and recreation services as well as providing electric, water, sewer and trash services.

REPORTING ENTITY

In accordance with Governmental Accounting Standards, the Town has considered the possibility of inclusion of additional entities in its basic financial statements.

The definition of the reporting entity is based primarily on financial accountability. The Town is financially accountable for organizations that make up its legal entity. It is also financially accountable for legally separate organizations if Town officials appoint a voting majority of the organization’s governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the Town. The Town may also be financially accountable for governmental organizations that are fiscally dependent upon it. Based on the application of these criteria, the Town has not included any other organizations within its reporting entity.

GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The government-wide financial statements (i.e., the statement of net position and the statement of activities) present financial information of the Town as a whole. The reporting information includes all of the non-fiduciary activities of the Town. These statements are to distinguish between the governmental and business-type activities of the Town. Governmental activities normally are supported by taxes and intergovernmental revenues, and are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the Town and for each function of the Town’s governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include fees and charges paid by the recipients of goods or services offered by the programs, and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program.

Revenues that are not classified as program revenues are presented as general revenues. Internal activity has been eliminated within the function for the statement of activities presentation.

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. Revenues are recorded when earned and expenses are recorded when the 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.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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 collected 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 of the end of the current fiscal period.

Property taxes, specific ownership taxes, sales and use taxes, franchise fees, state shared revenues, grants and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the Town.

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

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 the fund's principal ongoing operations. Operating expenses 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 non-operating revenues and expenses.

In the fund financial statements, the Town reports the following major governmental fund:

General Fund
The general fund uses the modified accrual basis of accounting. Revenues are recognized when they become measurable and available as net current assets. Certain service fees and non-tax revenues are recognized when received or billed. Grants from other governments are recognized when qualifying expenditures are incurred. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Principal sources of revenues are property and sales taxes. Principal expenditures are for police protection, public works, parks and recreations and Town administration.

NOTE 1: <u>SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES</u> (Continued)

<u>Measurement Focus, Basis of Accounting, and Financial Statement Presentation</u> (Continued)

Proprietary Funds
The Town also reports the following major proprietary funds

Electric, Water, Sewer and Trash Funds
These funds account for the activities related to the offering of the respective services to the Town's residents.

BUDGETS AND BUDGETARY ACCOUNTING

Budgets were adopted for all funds. Budgets are prepared on the same basis of accounting as that used for accounting purposes. In the budget versus actual statements, the actual results of operations are presented on the budgetary basis of accounting for proper comparison to the budget.

Budgets are adopted based on the requirements of state statutes. The following timetable is used:

- Submission of the proposed budget to the Board of Trustees by October 15 of each year.

- Certification of mill levies to the County Commissioners by December 15 of each year.

- Final adoption of the budget and appropriations by December 31 of each year.

The Town does not utilize encumbrance accounting and all appropriations lapse at year end. The budgets presented are as originally adopted or supplemented during the year.

CASH AND EQUIVALENTS

Cash equivalents include investments with original maturities of three months or less. Investments are recorded at fair value.

PROPERTY TAXES

Property taxes are levied on November 1 and attach as an enforceable lien on property on January 1. Taxes are payable in full on April 30 or in two installments on February 28 and June 15. The County Treasurer's office collects property taxes and remits to the Town on a monthly basis.

Since property tax revenues are collected in arrears during the succeeding year, receivable and corresponding deferred revenue are recorded at December 31. As the tax is collected in the succeeding year, the deferred revenue is recognized as revenue, and the receivable is reduced. The deferred revenue is shown as a deferred inflow of financial resources in the financial statements.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

ACCOUNTS RECEIVABLE

Based upon a review of the existing accounts receivable and the fact that any uncollectible water and sewer receivables can be certified to the County Treasurer as such and attached to the tax rolls, no allowance for doubtful accounts is provided.

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. Capital assets are defined by the Town as assets with an initial, individual cost of more than $5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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.

The Town has elected to not retroactively report infrastructure and had no additions to its infrastructure for the year. Property and equipment of the Town is depreciated using the straight line method over the following estimated useful lives.

Buildings	20 - 40 years
Vehicles and Equipment	10 - 20 years
Utility Systems	5 - 50 years

ACCUMULATED UNPAID LEAVE (COMPENSATED ABSENCES)

The Town permits an employee to carry over up to 80 hours of unused vacation pay to the next calendar year upon approval by the town administrator with amounts above that requiring board approval. The Town assumes that the employee will use all carryover vacation as well as any current vacation earned in the same year. Sick leave accumulates up to 12 days annually with no limitation on the maximum amount that can be accumulated. An employee will not be paid upon termination for sick leave. The Town has accrued $35,248 in the governmental activities presentation for accrued compensated absences at December 31, 2023.

DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES

Deferred outflows/inflows of resources - In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then. The government only has pension related items as further described in Note 6.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES (Continued)

In addition to liabilities, the statement of financial position reports a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Town is reporting three items, the two are at the governmental activity and governmental fund level related to property taxes that were milled in 2023 for collection in 2024 and a long-term lease receivable further described in Note 11. In addition, the governmental activities reports deferred inflows related to pension obligations as further described in Note 6.

NET POSITION/FUND BALANCES

In the government-wide financial statements and for the proprietary fund statements, net position is either shown as net investment in capital assets, with these assets essentially being nonexpendable; restricted when constraints placed on the net position are externally imposed; or unrestricted.

For the governmental fund presentation, fund balances that are classified as "nonspendable" include amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example, inventories and prepaid amounts.

Fund balances are reported as "restricted" when constraints placed on the use of resources are either (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation. Amounts that can only be used for specific purposes pursuant to constraints imposed by the highest formal action, the adoption of an Ordinance, of the government's highest level of decision-making authority, the Town Board, are reported as "committed" fund balance. Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action (for example, legislation, resolution, ordinance) it employed to previously commit those amounts.

Amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed, are reported as "assigned" fund balance. Intent should be expressed by (a) the governing body itself or (b) a body (a budget or finance committee, for example) or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes.

All remaining fund balance in the General Fund or deficits in the other governmental funds are presented as unassigned.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

NET POSITION/FUND BALANCE FLOW ASSUMPTIONS

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance, if allowed under the terms of the restriction. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

COMPARATIVE DATA

Comparative total data for the prior year has been presented in the accompanying basic financial statements in order to provide an understanding of changes in the Town's financial position and operations. However, comparative data has not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to understand.

NOTE 2: CASH AND INVESTMENTS

DEPOSITS

The Town's cash and investment balances as of December 31, 2023 are comprised of and allocated in the financial statements as follows:

Cash	$ 471,594
Investments	3,768,039
Total Cash and Investments	**$ 4,239,633**
Cash and Investments	$ 4,239,533
Restricted Cash and Investments	100
Total Cash and Investments	**$ 4,239,633**

NOTE 2: <u>CASH AND INVESTMENTS</u> (Continued)

DEPOSITS (Continued)

<u>Custodial Credit Risk - Deposits</u>
In the case of deposits, this is the risk that in the event of bank failure, the government's deposits may not be returned to it. The Town's deposit policy is in accordance with CRS 11-10.5-101, The Colorado Public Deposit Protection Act (PDPA), which governs the investment of public funds. PDPA requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulations. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. The financial institution is allowed to create a single collateral pool for all public funds held. The pool is to be maintained by another institution, or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. The institution's internal records identify collateral by depositor and as such, these deposits are considered 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, all of the Town's deposits as shown below were either insured by federal depository insurance or collateralized under PDPA and are therefore not deemed to be exposed to custodial credit risk.

	Bank Balance	Book Balance
FDIC Insured	$ 250,000	$ 250,000
PDPA Secured (Not in Entity's Name)	222,695	221,093
Cash on Hand	-	500
Total Cash	**$ 472,695**	**$ 471,593**

INVESTMENTS

<u>Credit Risk</u>
Colorado statutes specify which instruments units of local government may invest, which include:

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

The Town does not have an investment policy that would further limit its investment choices.

During the year ended December 31, 2023, the Town invested funds in Colotrust. As an investment pool, it operates under the Colorado Revised Statutes (24-75-701) and is overseen by the Colorado Securities Commissioner.

NOTE 2: <u>CASH AND INVESTMENTS</u> (Continued)

INVESTMENTS (Continued)

It invests in securities that are specified by Colorado Revised Statutes (24-75-601). Authorized securities include U.S. Treasuries, U.S. Agencies, commercial paper (rated A1 or better) and bank deposits (collateralized through PDPA). The pool operates similar to a 2a-7-like money market fund with a share value equal to $1.00 and a maximum weighted average maturity of 60 days. This fund is rated AAAm by the Standard and Poor's Corporation. The balance of this investment at December 31, 2023 was $3,768,038.

<u>Concentration of Credit Risk</u>
The Town places no limit on the amount that may be invested in any one issuer.

<u>Interest Rate Risk</u>
Colorado Statutes require that no investment may have a maturity in excess of five years from the date of purchase. The Town does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates, other than those contained in the statutes.

<u>Custodial Credit Risk – Investments</u>
For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of December 31, 2023, the Town did not hold any securities that required safekeeping.

RESTRICTED CASH

Restricted cash represents those amounts collected for a particular purpose but unspent as of the end of the fiscal year.

The Town's restricted cash balances at December 31, 2023 are comprised of the following:

<u>General Fund</u>		
Conservation Trust Funds	$	100

NOTE 3: CAPITAL ASSETS

Changes in governmental capital assets for the year were as follows:

	Balance 12/31/22	Additions	Deletions/ Reclassifications	Balance 12/31/23
Governmental Activities:				
Capital Assets not being Depreciated:				
Land	$ 665,605	$ 12,564	$ -	$ 678,169
Capital Assets being Depreciated:				
Buildings & Improvements	1,613,209	120,489	-	1,733,698
Vehicles & Equipment	757,492	-	17,355	774,847
Leased Vehicles & Equipment	56,231	-	(17,355)	38,876
Total Capital Assets being Depreciated	2,426,932	120,489	-	2,547,421
Less Accumulated Depreciation:				
Buildings & Improvements	(1,070,712)	(57,612)	-	(1,128,324)
Vehicles & Equipment	(478,179)	(41,010)	(15,620)	(534,809)
Leased Vehicles & Equipment	(31,960)	(2,971)	15,620	(19,311)
Total Accumulated Depreciation	(1,580,851)	(101,593)	-	(1,682,444)
Net Capital Assets	**$ 1,511,686**	**$ 31,460**	**$ -**	**$ 1,543,146**

Depreciation has been allocated across governmental activity functions as follows:

Depreciation by Function:	
General Government	$ 11,745
Public Safety	15,265
Public Works	21,331
Parks and Recreation	53,252
Total Depreciation	**$ 101,593**

A summary of changes in business-type activity capital assets for the year is as follows:

	Balance 12/31/22	Additions	Deletions	Balance 12/31/23
Business-Type Activities:				
Capital Assets not being Depreciated:				
Construction in Progress	$ 435,816	$ 582,436	$ -	$ 1,018,252
Capital Assets being Depreciated:				
Utility Systems	16,236,243	27,839	-	16,264,082
Leased Property	-	191,156	-	191,156
Leased Equipment	116,628	-	-	116,628
Total Capital Assets being depreciated	16,352,871	218,995	-	16,571,866
Total Capital Assets	16,788,687	801,431	-	17,590,118
Less Accumulated Depreciation:				
Utility Systems	(6,882,061)	(321,208)	-	(7,203,269)
Leased Property	-	(6,372)	-	(6,372)
Leased Equipment	(49,020)	(8,913)	-	(57,933)
Total Accumulated Depreciation	(6,931,081)	(336,493)	-	(7,267,574)
Net Capital Assets	**$ 9,857,606**	**$ 464,938**	**$ -**	**$ 10,322,544**

NOTE 3: CAPITAL ASSETS (Continued)

Depreciation has been allocated across business-type activity functions as follows:

Depreciation by Function:		
Electric	$	43,518
Water		158,119
Sewer		134,856
Total Depreciation	**$**	**336,493**

NOTE 4: LONG TERM DEBT – GOVERNMENTAL ACTIVITIES

At December 31, 2023, the Town had the following governmental long term debt obligations:

	Balance 12/31/22	Advances	Payments	Balance 12/31/23	Current Portion	Interest Paid
2017 Equipment Lease	$ 12,953	$ -	$ 2,905	$ 10,048	$ 3,007	$ 401
2018 Equipment Lease	3,943	-	3,943	-	-	298
2019 Equipment Lease	97,964	-	14,588	83,376	15,240	4,377
Accrued Compensated Absences	19,381	15,868	-	35,249	-	-
Totals	**$ 134,241**	**$ 15,868**	**$ 21,436**	**$ 128,673**	**$ 18,247**	**$ 5,076**

Leases

In 2017, the Town entered into a lease agreement for the purchase of a 2015 Ford Van, 2016 Ford Explorer Police Interceptor, Caterpillar Backhoe Loader, and a 2017 Dodge Ram 3500 Pickup. As part of this agreement the Town agreed to trade in the 2002 Cat Loader that the Town owned, which had no remaining basis. The lease requires monthly payments of $3,318. The lease bears interest at 3.46%. Payments related to this lease will be paid by the General, Water, Sewer and Electric Funds. The allocation of the assets and lease liability are 46.75% General, 17.75% Electric, 17.75 % Water and 17.75% Sewer. The Town has capitalized assets with a remaining basis of $101,777 related to this lease, the General Fund will be responsible for their proportionate share of $43,082. In the event of a default the lessor may terminate the affected lease and any other lease or lessee's rights thereunder and in any such event repossess the equipment at the lessor's expense. The equipment shall be repossessed free and clear of all liens and security interests. Upon repossession, if the equipment is damaged or otherwise made less suitable for the purposes for which it was manufactured then the lessee has the option to repair and restore to the same condition in which it was received or pay the lessor the reasonable costs of such a repair and restoration. In the event the lessor liquidates the equipment following an event of default and realizes net proceeds in excess of total rental payments under the lease, the lessor shall immediately pay the amount of any such excess to the lessee. If the lessee continues to use the equipment leased and refuses to pay rental payments the lessor may declare the rental payments due and owing for the fiscal period for which such appropriations have been made to be immediately due and payable and shall be entitled to bring such action at law or in equity to recover money and other damages attributable to such holdover period under the lease. The lessor shall also be entitled to exercise any and all remedies available under the applicable Uniform Commercial Code and all other rights and remedies that the lessor may have at law or in equity. The lessee is liable for any expense reasonably incurred with respect to the enforcement of any remedy available to the lessor, but only from legally available funds.

NOTE 4: LONG TERM DEBT – GOVERNMENTAL ACTIVITIES (Continued)

Leases (Continued)

The following is a schedule of the future minimum lease payments required under the lease for the General Fund proportionate share:

Year	Principal	Interest	Total
2024	$ 3,007	$ 300	$ 3,307
2025	3,111	196	3,307
2026	3,219	88	3,307
2027	711	117	828
Total	**$ 10,048**	**$ 701**	**$ 10,749**

In 2018, the Town entered into a lease agreement for the purchase of four portable police radios. The lease requires annual payments of $4,241. The lease bears interest at 7.08%. Payments related to this lease will be paid by the General Fund. The Town made the final lease payment during the current fiscal year.

In 2019, the Town entered into a lease agreement for the purchase of one Caterpillar Loader. The lease requires annual payments of $18,965. The lease bears interest at 4.47%. Payments related to this lease will be paid by the General Fund. The Town has capitalized assets with a remaining basis of $120,046 related to this lease. In the event of a default the lessor may terminate the affected lease and any other lease or lessee's rights thereunder and in any such event repossess the equipment at the lessor's expense. The equipment shall be repossessed free and clear of all liens and security interests. Upon repossession, if the equipment is damages or otherwise made less suitable for the purposes for which it was manufactured then the lessee has the option to repair and restore to the same condition in which it was received or pay the lessor the reasonable costs of such a repair and restoration. In the event the lessor liquidates the equipment following an event of default and realizes net proceeds in excess of total rental payments under the lease, the lessor shall immediately pay the amount of any such excess to the lessee. If the lessee continues to use the equipment leased and refuses to pay rental payments the lessor may declare the rental payments due and owing for the fiscal period for which such appropriations have been made to be immediately due and payable and shall be entitled to bring such action at law or in equity to recover money and other damages attributable to such holdover period under the lease. The lessor shall also be entitled to exercise any and all remedies available under the applicable Uniform Commercial Code and all other rights and remedies that the lessor may have at law or in equity. The lessee is liable for any expense reasonably incurred with respect to the enforcement of any remedy available to the lessor, but only from legally available funds.

NOTE 4: LONG TERM DEBT – GOVERNMENTAL ACTIVITIES (Continued)

Leases (Continued)

The following is a schedule of the future minimum lease payments required under the lease:

Year	Principal	Interest	Total
2024	$ 15,240	$ 3,725	$ 18,965
2025	15,921	3,044	18,965
2026	16,632	2,333	18,965
2027	17,375	1,590	18,965
2028	18,208	757	18,965
Total	**$ 83,376**	**$ 11,449**	**$ 94,825**

NOTE 5: LONG-TERM DEBT – BUSINESS-TYPE ACTIVITIES

Changes in long-term debt for the year ended December 31, 2023 are as follows:

	Balance 12/31/22	Advances	Payments	Balance 12/31/23	Current Portion	Interest Expense
2003 CWRPDA Water Note	$ 63,509	$ -	$ 63,509	$ -	$ -	$ 1,911
2017 Equipment Lease	38,858	-	8,718	30,140	9,020	801
2021 Sewer Revenue Bonds	990,019	-	29,812	960,207	30,625	26,363
2023 Water RTU Asset Permit (Lease)	-	191,156	11,917	179,239	2,848	9,069
Totals	**$ 1,092,386**	**$ -**	**$ 102,039**	**$ 990,347**	**$ 9,020**	**$ 2,712**

Details of the Town's outstanding business-type activity debt are as follows:

WATER FUND

In November 2003, the Town entered into a loan agreement with the Colorado Water Resource and Power Development Authority ("CWRPDA") for the purpose of constructing water system improvements. CWRPDA has committed funding up to $981,198. The loan has a 20 year term and bears interest at 4% per annum. Payments of $32,710 principal and interest are due semiannually on May 1 and November 1 of each year through November 1, 2023. The first payment was due May 1, 2004. The Town made the final loan payment during the current fiscal year.

In January 2023, the Town entered into a Right to Use agreement for the Sheriff's Reservoir site with the U.S. Forest Service. The agreement requires an January 1 annual payment of $11,197 for a period of thirty years which may be adjusted annually based on an Implicit Price Deflator factor. The presented schedule is amortized based on the initial payment $11,197 amount utilizing a 5.06% estimated interest rate. Accrued interest at year end was $9,069.

NOTE 5: LONG-TERM DEBT – BUSINESS-TYPE ACTIVITIES (Continued)

WATER FUND (Continued)

The following is a schedule of the future minimum lease payments required under the lease:

Year	Principal	Interest	Total
2024	$ 2,848	$ 9,069	$ 11,917
2025	2,992	8,925	11,917
2026	3,143	8,774	11,917
2027	3,302	8,615	11,917
2028	3,469	8,448	11,917
2029-2033	20,164	39,422	59,586
2034-2038	25,808	33,777	59,585
2039-2043	33,033	26,553	59,586
2044-2048	42,279	17,306	59,585
2049-2052	42,199	5,469	47,668
Totals	**$ 179,237**	**$ 166,358**	**$ 345,595**

SEWER FUND

In 2010, the Town issued Sewer Revenue Bonds in the amount of $1,208,000 through the USDA Department of Rural Development. The bonds bear interest at 4% with semi-annual payments of $30,406 due on February 1st and August 1st beginning February 1, 2011. In 2021, the Town refunded $1,019,787 bearing an interest rate at 2.71% with annual payments of $56,647 due June 1st beginning June 1, 2022, and ending June 1, 2046. The loan contains rate maintenance provisions.

Future payments on long-term debt are scheduled as follows:

Year	Principal	Interest	Total
2024	$ 30,625	$ 26,021	$ 56,646
2025	31,455	25,191	56,646
2026	32,308	24,339	56,647
2027	33,183	23,463	56,646
2028	34,082	22,564	56,646
2029-2033	184,778	98,455	283,233
2034-2038	211,211	72,024	283,235
2039-2043	241,421	41,811	283,232
2044-2046	161,188	8,812	170,000
Totals	**$ 960,251**	**$ 342,680**	**$ 1,302,931**

NOTE 5: LONG-TERM DEBT – BUSINESS-TYPE ACTIVITIES (Continued)

In addition, the Enterprise Funds will be responsible for their proportionate share of the 2017 equipment lease with a remaining balance of $58,695 as described in the Governmental Activities Long-Term Debt shown above (Note 4).

The following is a schedule of the future minimum lease payments required under the lease for the Electric, Water and Sewer Funds proportionate share:

Year	Principal	Interest	Total
2024	$ 9,021	$ 900	$ 9,921
2025	9,333	588	9,921
2026	9,657	264	9,921
2027	2,129	351	2,480
Total	**$ 30,140**	**$ 2,103**	**$ 32,243**

Coverage for the rate maintenance agreement requirement is as follows:

	Wastewater
Gross Charges for Services	$ 377,538
Operating Expenses (excluding depreciation)	269,821
Net Operating Revenues	107,717
Debt Service	
2021 Sewer Revenue Bonds	56,647
Debt Coverage Ratio 110%	62,312
Excess (Shortfall)	**$ 45,405**

NOTE 6: <u>EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS</u>

STATEWIDE DEFINED BENEFIT PLAN (FPPA)

Summary of Significant Accounting Policies

Pensions. The Town participates in the Statewide Defined Benefit Plan (SWDB), a cost-sharing multiple-employer defined benefit pension fund administered by the Fire & Police Pension Association of Colorado ("FPPA"). The net pension asset or liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position of the SWDB have been determined using the accrual basis of accounting as required by the accounting principles and reporting guidelines as set forth by the Governmental Accounting Standards Board. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

General Information about the Pension Plan

Plan description. Eligible employees of the Town are provided with pensions through the Statewide Defined Benefit Plan (SWDB) - a cost-sharing multiple-employer defined benefit pension plan administered by FPPA. Plan benefits are specified in Title 31, Articles 30, 30.5 and 31 of the Colorado Revised Statutes (C.R.S.), rules and regulations codified by the Fire and Police Pension Association, and applicable provisions of the federal Internal Revenue Code. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. FPPA issues a publicly available comprehensive annual financial report, that can be obtained at <u>htttp://www.FPPAco.org.</u>

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

The annual normal retirement benefit is 2 percent of the average of the member's highest three years' pensionable earnings · for each year of credited service up to ten years, plus 2.5 percent for each year of service thereafter. The benefit earned prior to January 1, 2007 for members of affiliated Social Security employers will be reduced by the amount of Social Security income payable to the member annually. Effective January 1, 2007, members covered under Statewide Defined Benefit Social Security Component will receive half the benefit when compared to the Statewide Defined Benefit Plan. Benefit adjustments paid to retired members are evaluated annually and may be re-determined every October 1.

NOTE 6: EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (Continued)

STATEWIDE DEFINED BENEFIT PLAN (FPPA) (Continued)

General Information about the Pension Plan (Continued)

The amount of any increase is based on the Board's discretion and can range from 0 to the higher of 3 percent or the Consumer Price Index for Urban Wage Earners and Clerical Workers (CPI-W).

A member is eligible for an early retirement after completion of 30 years of service or attainment of age 50 with at least five years of credited service. The early retirement benefit equals the normal retirement benefit reduced on an actuarially equivalent basis. Upon termination, an employee may elect to have member contributions, along with 5 percent as interest, retuned as a lump sum distribution. Alternatively, a member with at least five years of accredited service may leave contributions with the Plan and remain eligible for a retirement pension at age 55 equal to 2 percent of the member's average highest three years' pensionable earnings for each year of credited service up to ten years; plus 2.5 percent for each year of service thereafter.

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

In 2014, the members elected to increase the member contribution rate to the SWDB plan beginning in 2015. Member contribution rates will increase 0.5 percent annually through 2022 to a total of 12 percent of pensionable earnings. Employer contributions will increase 0.5 percent annually beginning in 2021 through 2030 to a total of 13 percent of pensionable earnings. In 2022, members of the SWDB plan and their employers are contributing at the rate of 12.0 percent and 9.0 percent, respectively, of pensionable earnings for a total contribution rate of 21.0 percent.

Contributions from members and employers of departments reentering the system are established by resolution and approved by the FPPA Board of Directors. The member and employer contribution rates will increase through 2030 as described above for non-reentering departments. Effective January 1, 2021, reentry departments may submit a resolution to the FPPA Board of Directors to reduce the additional 4 percent contribution, to reflect the actual cost of reentry by department, to the plan for reentry contributions. Each reentry department is responsible to remit contributions to the plan in accordance with their most recent FPPA Board of Directors approved resolutions.

The contribution rate for members and employers of affiliated social security employers is 6.0 percent and 4.25 percent, respectively, of pensionable earnings for a total contribution rate of 10.5 percent in 2021. Per the 2014 member election, members of the affiliate social security group had their required contribution rate increase 0.25 percent annually beginning in 2015 through 2022 to a total of 6 percent of pensionable earnings. Employer contributions will increase 0.25 percent annually beginning in 2021 through 2030 to a total of 6.5 percent of pensionable earnings.

NOTE 6: EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (Continued)

STATEWIDE DEFINED BENEFIT PLAN (FPPA) (Continued)

General Information about the Pension Plan (Continued)

Employer contributions are recognized by FPPA in the period in which the compensation becomes payable to the member and the Town is statutorily committed to pay the contributions to FPPA. Employer contributions recognized by the FPPA from the Town were $11,272 for the plan year ended December 31, 2022 and $12,475 for the fiscal year ended December 31, 2023. The current year contributions will be expensed in 2024 for FPPA purposes, December 31, 2023 employer contributions for reporting as of December 31, 2024, and are a timing difference at year end.

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

At December 31, 2023, the Town reported a liability of $12,778 for its proportionate share of the SWDB's net pension liability. The net pension asset or liability was measured as of December 31, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2023. The Town's proportion of the net pension liability was based on Town's contributions to the SWDB for the calendar year 2022 relative to the total contributions of participating employers to the SWDB.

At December 31, 2023, the Town's proportion was 0.01440%, which was an increase of 0.00030% from its proportion measured as of December 31, 2022.

For the year ended December 31, 2023, the Town recognized pension expense of $15,705. At December 31, 2023, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows	Deferred Inflows
Difference between expected and actual experience	$ 29,371	$ (1,602)
Changes of assumptions or other inputs	$ 27,835	$ -
Net difference between projected and actual earnings on pension plan investments	$ 31,352	$ -
Changes in proportion and differences between contributions recognized and proportionate share of contributions - Plan Basis	$ 15,132	$ (11,740)
Contributions subsequent to the measurement date	$ 12,475	$ -
Total	**$ 116,165**	**$ (13,342)**

NOTE 6: EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (Continued)

STATEWIDE DEFINED BENEFIT PLAN (FPPA) (Continued)

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

$12,475 reported as deferred outflows of resources related to pensions, resulting from contributions subsequent to the measurement date, will be recognized as an adjustment of the net pension asset in the year ended December 31, 2024.

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

Year Ended December 31:	Fiscal year Total
2024	$ 11,312
2025	17,013
2026	20,149
2027	27,145
2028	7,664
2029-2031	7,065
Total	**$ 90,348**

Actuarial assumptions. The actuarial valuations for the Statewide Defined Benefit Plan were used to determine the total pension liability and actuarially determined contributions for the fiscal year ending December 31, 2022. The valuations used the following actuarial assumption and other inputs:

Actuarial method	**Entry Age Normal**
Amortization method	Level % of Payroll, Open
Amortization period	30 Years
Long-term investment rate of return, net of	7.00%
Salary increase, including wage inflation	4.25%-11.25%
Cost of Living Adjustments (COLA)	0.00%
* Includes inflation at	2.50%

For determining the total pension liability, the post-retirement mortality tables for non-disabled retirees uses the Pub-2010 Safety Healthy Annuitant Mortality Tables projected with the ultimate values of the MP-2020 projection scale. The pre-retirement off-duty mortality tables are adjusted to 60% of the MP-2020 mortality tables for active employees. The on-duty mortality rate is 0.00015.

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

NOTE 6: EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (Continued)

STATEWIDE DEFINED BENEFIT PLAN (FPPA) (Continued)

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

At least every five years the FPPA's Board of Directors, in accordance with best practices, reviews its economic and demographic actuarial assumptions. At its July 2022 meeting, the Board of Directors reviewed and approved recommended changes to the actuarial assumptions. The recommendations were made by the FPPA's actuaries, Gabriel, Roeder, Smith & Co., based upon their analysis of past experience and expectations of the future. The assumption changes were effective for actuarial valuations beginning January 1, 2023. The actuarial assumptions impact actuarial factors for benefit purposes such as purchases of service credit and other benefits where actuarial factors are used.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation (assumed at 2.5 percent). Best estimates of arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of December 31, 2022 are summarized in the following table:

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

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

NOTE 6: EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (Continued)

STATEWIDE DEFINED BENEFIT PLAN (FPPA) (Continued)

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

Discount rate. Projected benefit payments are required to be discounted to their actuarial present values using a single discount rate that reflects (1) a long-term expected rate of return on pension plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the plan's projected fiduciary net position is not sufficient to pay benefits).

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.00 percent; the municipal bond rate is 4.05 percent (based on the weekly rate closest to but not later than the measurement date of the "state & local bonds" rate from Federal Reserve statistical release (H.15)); and the resulting Single Discount Rate is 7.00 percent.

Sensitivity of the proportionate share of the net pension asset (liability) to changes in the discount rate. Regarding the sensitivity of the net pension li ability/(asset) to changes in the Single Discount Rate, the following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.00 percent, as well as what the plan's net pension liability/(asset) would be if it were calculated using a Single Discount Rate that is one percent lower or one percent higher.

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Proportionate share of the net pension asset (liability)	$ (88,088)	$ (12,778)	$ 49,604

Subsequent Event

Statewide Retirement Plan. During 2022, House Bill 22-1034 was signed into law. This legislation combines the assets and liabilities of the Statewide Defined Benefit Plan and Statewide Hybrid Plan to form the Statewide Retirement Plan effective January 1, 2023. The Statewide Retirement Plan became the Defined Benefit Component of the Statewide Retirement Plan.

MONEY PURCHASE COMPONENT OF THE STATEWIDE RETIREMENT PLAN (FPPA)

Participation
A Member shall become eligible for membership in the Plan on the first day of employment, provided that the Employer withholds Member contributions on behalf of the Member and the necessary forms for administration of the Plan are completed and submitted to the FPPA.

Contributions
Member Contributions: Every Member covered under the Plan for normal retirement benefits shall pay, as a contribution to the Plan, a percentage of the Member's Base Salary. The percentage shall be eight percent of the Member's Base Salary or such higher amount as approved locally pursuant to the provisions of C.R.S. §31-31-502(4), as amended.

NOTE 6: EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (Continued)

MONEY PURCHASE COMPONENT OF THE STATEWIDE RETIREMENT PLAN (FPPA) (Continued)

Employer Contributions: (a) Every Employer who employs Members covered by the Plan shall pay the eight percent of Base Salary for each Member or such higher amount as approved locally as set forth in C.R.S. §31-31-502(4)(b) as amended, as an Employer contribution to the Plan.

Allocations to Members' Accounts
Individual Accounts: The Board shall create and maintain adequate records to disclose the interest of each Member, Inactive Member and Beneficiary of the Plan. Such records shall be in the form of individual accounts, and credits and charges shall be made to such accounts in the manner herein described. A Member shall have multiple separate accounts, namely an Employer Account, a Member Account, Employer Voluntary Account, Member Voluntary Account, and Member Rollover Account(s), as necessary. The maintenance of individual accounts is only for accounting purposes, and a segregation of the assets of the Fund to each account shall not be required. Distribution and withdrawals made from an account shall be charged to the accounts as of the date payment is made.

Vesting
Member Contributions: From the first day of membership in the Plan, a Member is 100% vested in the Member Account, Member Voluntary Account, and any Member Rollover Account(s).

Employer Contributions: Normal Retirement: A Member shall be 100% vested in the Member's Employer Account and in the Employer Voluntary Account upon and after attaining Normal Retirement Age (if employed by the Employer on or after that date).

Benefits
Eligibility for Distribution: A Member's vested Aggregate Account balance will become eligible for distribution upon the Member's death, Permanent Occupational or Total Disability and subject to Section VI.11, Normal Retirement or termination of employment.

Types of Distributions: Upon becoming eligible for distribution and upon approval of the FPPA, a Member, or the beneficiary in the event of the death of the Member before distribution of the Member's Aggregate Account and subject to Section VI.11, may elect to receive the balance of the Member's Aggregate Account in one of the following methods: lump sum, periodic payments, an annuity or any combination of payments.

Current Year Contributions
The Town has one employee participating in the Money Purchase Component of the Statewide Retirement Plan (FPPA). Member contributions totaled $10,810, or 12% of compensation, and employer contributions totaled $7,207, or 8% of compensation.

NOTE 6: EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (Continued)

DEFINED CONTRIBUTION PLAN

The Town offers its employees a Deferred Compensation Plan (the Plan) created in accordance with Internal Revenue Code Section 457. The Plan, available to all full-time employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

The contribution rate for the Town is 3% for covered employees or as contractually agreed to by the board. The Town's contributions to the Benefit Plan for the year ending December 31, 2023, 2022 and 2021 were $12,475, $11,798, and $10,059, respectively, equal to their required contributions.

All amounts of compensation deferred under the Plan, all property and rights purchased with those amounts, and all income attributable to these amounts, property, or rights are held in trust for the exclusive benefits of participants and their beneficiaries. The Town has no ownership interest in the Plan nor is the Town liable for any losses under the Plan.

NOTE 7: INTERFUND ACTIVITY

In 2017, the Town's Sewer Fund advanced $350,000 to the Water Fund for capital needs. The Water Fund is repaying this advance over a period of forty years in the amount of $8,750 per year. There is no interest being assessed against this advance. The balance as of December 31, 2023 was $288,750 and is reported as an Internal Balance in the respective funds.

The General Fund allocates shared costs to the enterprise funds related to administration and maintenance (overhead) as well as a separate management fee. These costs are reported as Management Fees expense in the enterprise funds with the overhead charges netted against the related expenditures and the management fee reported as Internal Charges in the General Fund. A summary of these charges is as follows:

	Overhead Allocations	Management Fees
General Fund	$ 95,336	$ 116,370
Electric Fund	(30,748)	(97,352)
Water Fund	(30,748)	-
Sewer Fund	(30,748)	(19,018)
Trash Fund	(3,092)	-
	$ -	**$ -**

NOTE 8: COMMITMENTS AND CONTINGENCIES

The Town receives financial assistance from federal and state governmental agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of the Town, any such disallowed claims will not have a material effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the Town at December 31, 2023.

Tax Spending and Debt Limitations

On November 3, 1992, the voters of Colorado approved Amendment 1, commonly known as the TABOR Amendment, which adds a new Section 20 to Article X of the Colorado Constitution. TABOR contains tax, spending, revenue and debt limitations which apply to the State of Colorado, all local governments, and special districts.

The Town's financial activity for the year ended December 31, 2023 will provide the basis for calculation of future limitations adjusted for allowable increases tied to inflation and local growth.

Subsequent to December 31, 1992, revenue in excess of the Town's "spending limit" must be refunded unless voters approve the retaining of such excess revenue. TABOR generally requires voter approval for any new tax, tax increases and new debt.

In November 1998, the electors of the Town authorized the Town to collect, retain and expend the full amount of the revenues from all sources during 1998, as well as the full amount of all revenues generated by all sources for each subsequent year without limitation under Article X, Section 20 of the Colorado Constitution.

TABOR is extremely complex and subject to interpretation. Ultimate implementation may depend upon litigation and legislative guidance. The Town's management believes it is in compliance with the TABOR amendment.

The Article requires an emergency reserve be set aside for 2023 in the amount of 3% or more of its fiscal year spending. At December 31, 2023, the Town has reserved or restricted the following for emergencies:

General Fund	$ 41,000
Water Fund	23,000
Total Emergency Reserve	$ 64,000

NOTE 9: FUND BALANCE/NET POSITION APPROPRIATIONS AND RESTRICTIONS

Subsequent Appropriations/Other Restrictions and Commitments

The Town has restricted or committed other funds as noted below:

	Restricted Equity
Governmental Activities	
Conservation Trust Fund	$ 100
TABOR Emergency Reserve	41,000
Coal Queen Scholarship	5,500
Net Pension Asset	79,666
Total Government Activities	**$ 126,266**
Business-type Activity	
TABOR Emergency Reserve	**$ 23,000**

	Fund Equity	
General Fund	**Committed**	**Restricted**
Conservation Trust Fund	$ -	$ 100
TABOR Emergency Reserve	-	41,000
Coal Queen Scholarship	-	5,500
Operating Reserve	235,112	-
Capital Reserve - Parks	21	-
Capital Reserve - Police	11,055	-
Capital Reserve - Public Works	47,000	-
Capital Reserve - Streets	26,000	-
Total General Fund	**$ 319,188**	**$ 46,600**
Water Fund		
TABOR Emergency Reserve		**$ 23,000**

Through the adoption of the 2024 budget, the Town has committed $216,498 and $179,524 for subsequent year's expenditures in the Electric and Water Funds, respectively. This amount does not qualify for a restricted presentation on the face of the financial statements.

NOTE 10: RISK MANAGEMENT

The Town of Oak Creek, Colorado carries commercial insurance coverage for all foreseeable risks of loss. These include, but are not necessarily limited to, worker's compensation. The Town's risk of loss transfers to those carriers.

The Town has not materially changed its coverage from previous years. Based on the lack of previous loss occurrences, the Town has not recorded any liability for unpaid claims at December 31, 2023.

The Town is involved with the Colorado Intergovernmental Risk Sharing Agency (CIRSA), a separate and independent governmental and legal entity formed by intergovernmental agreement by member municipalities pursuant to the provision of 24-10-115.5, Colorado Revised Statutes (1982 Replacement Volume) and Colorado Constitution, Article XIV, Section 18(2).

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NOTE 10: RISK MANAGEMENT (Continued)

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

It is the intent of the members of CIRSA to create an entity in perpetuity which will administer and use funds contributed by the members to defend and indemnify, in accordance with the bylaws, any member of CIRSA against stated liability of loss, to the limit of the financial resources of CIRSA. It is also the intent of the members to have CIRSA provide continuing stability and availability of needed coverages at reasonable costs. All income and assets of CIRSA shall be at all times dedicated to the exclusive benefit of its members.

CIRSA is a separate legal entity and the Town does not approve budgets nor does it have ability to significantly affect the operations of the unit.

The Town has not materially changed its coverage from previous years. Based on the lack of previous loss occurrences, the Town has not recorded any liability for unpaid claims at December 31, 2023.

NOTE 11: LONG-TERM RECEIVABLE

In November 2005, the Town entered into a long-term lease agreement for antenna space to with a third party. The Town entered into a revised lease agreement in November 2020 for a period of five years through October 2025. The lease requires a monthly tower lease payment of $450 per month plus other concessions. With the adoption of GASB Statement No. 87 – Leases, the Town has recorded a long-term receivable and related deferred inflow in the General Fund representing the remaining balance at year end of $10,105. The lease is discounted using an estimated interest rate of 2.41%. The Town did not report this lease receivable at December 31, 2022 which carried a balance of $14,775. This had no effect on General Fund or Governmental Activity equity as of December 31, 2022.

NOTE 12: CONSERVATION TRUST FUNDS

A summary of the Town's Conservation Trust activity for the year ended December 31, 2023 is as follows:

Beginning balance	$	100
Cons. Trust receipts		12,135
Expenditures		(12,135)
Ending Balance	**$**	**100**

Under intergovernmental agreements, the Town allocates and disburses at least 50 percent of lottery receipts to other local governments for conservation projects.

REQUIRED SUPPLEMENTARY INFORMATION
(Pension Schedules – Unaudited)

TOWN OF OAK CREEK

SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET PENSION ASSET (LIABILITY)
FPPA SWDB Pension Plan

Fiscal Year Ended	Town's proportion of the net pension asset (liability)	Town's proportionate share of the net pension asset (liability)	Town's covered payroll	Town's proportionate share of the net pension asset (liability) as a proportion of covered payroll	Plan fiduciary net position as a percentage of the total pension liability
December 31, 2014	0.021324%	$ 19,067	$ 142,663	13.37%	105.83%
December 31, 2015	0.014438%	$ 16,294	$ 123,650	13.18%	106.83%
December 31, 2016	0.014525%	$ 256	$ 141,225	0.18%	100.10%
December 31, 2017	0.019547%	$ (7,063)	$ 148,575	4.75%	98.21%
December 31, 2018	0.017643%	$ 25,382	$ 105,675	24.02%	106.34%
December 31, 2019	0.015901%	$ (20,103)	$ 106,513	-18.87%	95.20%
December 31, 2020	0.015734%	$ 8,898	$ 115,963	7.67%	101.94%
December 31, 2021	0.010004%	$ 21,718	$ 80,350	27.03%	106.72%
December 31, 2022	0.014700%	$ 79,666	$ 125,738	63.36%	116.16%
December 31, 2023	0.014396%	$ (12,778)	$ 140,900	-9.07%	97.63%

Note: All amounts are as of plan calculation dates which are one fiscal year prior to the date shown.

See the accompanying Independent Auditors' Report.

TOWN OF OAK CREEK

SCHEDULE OF TOWN CONTRIBUTIONS
FPPA SWDB Pension Plan
Last 10 Fiscal Years

Fiscal Year Ended	Contractually required contributions	Actual contributions	Contribution deficiency (excess)	Town's covered payroll	Contributions as a percentage of covered payroll
December 31, 2014	$ 7,409	(7,409)	$ -	$ 142,663	8.00%
December 31, 2015	$ 5,194	(5,194)	$ -	$ 123,650	8.00%
December 31, 2016	$ 5,633	(5,633)	$ -	$ 141,225	8.00%
December 31, 2017	$ 8,003	(8,003)	$ -	$ 148,575	8.00%
December 31, 2018	$ 8,256	(8,256)	$ -	$ 105,675	8.00%
December 31, 2019	$ 8,521	$ (8,521)	$ -	$ 76,550	8.00%
December 31, 2020	$ 9,277	$ (9,277)	$ -	$ 115,963	8.00%
December 31, 2021	$ 6,428	$ (6,428)	$ -	$ 80,350	8.00%
December 31, 2022	$ 10,059	$ (10,059)	$ -	$ 125,738	8.00%
December 31, 2023	$ 11,272	$ (11,272)	$ -	$ 140,900	8.00%

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Note: All amounts are as of plan calculation dates which are one fiscal year prior to the date shown.

See the accompanying Independent Auditors' Report.

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REQUIRED SUPPLEMENTARY INFORMATION

TOWN OF OAK CREEK, COLORADO

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2023
With Comparative Totals for the Year Ended December 31, 2022

	2023				2022
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
REVENUES					
Taxes					
Property Taxes	$ 116,627	$ 116,627	$ 118,120	$ 1,493	$ 114,866
Specific Ownership Taxes	6,760	6,760	8,152	1,392	7,910
Sales, Use and Excise Taxes	480,000	480,000	547,649	67,649	539,601
Other Taxes	780	780	1,033	253	1,214
Total Tax Revenue	604,167	604,167	674,954	70,787	663,591
Intergovernmental Revenues					
Cigarette Taxes	810	810	1,261	451	935
Cons Trust Fund Revenue	9,750	9,750	12,135	2,385	11,357
Highway Users	30,100	30,100	31,347	1,247	31,155
Road and Bridge	3,135	3,135	3,207	72	3,203
Clerk/Motor Vehicle Fees	4,335	4,335	4,445	110	4,766
Mineral Lease	1,425	1,425	2,888	1,463	1,201
Severance Tax	10,000	10,000	16,230	6,230	13,455
State Grants	166,200	166,200	158,084	(8,116)	189,577
Total Intergovernmental Revenue	225,755	225,755	229,597	3,842	255,649
Licenses and Permits					
Liquor Licenses	1,800	1,800	1,381	(419)	2,803
Marijuana Licenses	64,000	64,000	51,074	(12,926)	71,943
Annexation/Other P&Z Fees	-	-	-	-	450
Animal Licenses	275	275	183	(92)	276
Total Licenses and Permits	66,075	66,075	52,638	(13,437)	75,472
Fines and Forfeits	920	920	338	(582)	484
Internal Charges					
Administrative/Management Fees	116,330	116,330	116,370	40	116,360
Charges for Services					
Recreation/Comm Ctr Charges	66,000	66,000	54,829	(11,171)	71,245
Other Charges for Services	20,000	20,000	26,784	6,784	21,705
Total Charges for Services	86,000	86,000	81,613	(4,387)	92,950
Investment Earnings	48,000	48,000	191,612	143,612	59,171
Other Revenues					
Donations	190	190	6,989	6,799	190
Other Miscellaneous Revenue	2,400	2,400	10,044	7,644	8,757
Total Other Revenue	2,590	2,590	17,033	14,443	8,947
TOTAL REVENUES	1,149,837	1,149,837	1,364,155	214,318	1,272,624

See accompanying Independent Auditors' Report.

TOWN OF OAK CREEK, COLORADO

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2023
With Comparative Totals for the Year Ended December 31, 2022

	2023				2022
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
(Continued)					
EXPENDITURES					
General Government					
Personnel Services	123,436	123,436	118,274	5,162	116,397
Contract labor	1,000	1,000	605	395	7,726
Equipment Rentals	600	600	786	(186)	770
Insurance	22,340	22,340	22,812	(472)	20,490
Professional Fees	38,000	45,000	52,612	(7,612)	34,026
Repairs and Maintenance	19,300	19,300	19,799	(499)	23,354
Supplies	11,500	11,500	11,006	494	10,754
Telephone and Utilities	14,760	14,760	9,709	5,051	10,209
Travel and Training	5,200	5,200	1,490	3,710	2,543
Overhead	(63,108)	(63,108)	(37,101)	(26,007)	(48,048)
Other Expenses	89,450	89,450	28,482	60,968	72,386
Total General Government	262,478	269,478	228,474	41,004	250,607
Public Safety					
Personnel Services	328,829	328,829	327,088	1,741	306,531
Fuel and Automotive	5,000	5,000	4,493	507	4,985
Insurance	-	-	-	-	386
Professional Fees	4,770	4,770	2,632	2,138	2,299
Repairs and Maintenance	7,500	7,500	3,941	3,559	21,343
Supplies	3,500	3,500	2,590	910	1,585
Telephone and Utilities	2,200	2,200	2,790	(590)	2,312
Travel and Training	9,700	9,700	3,943	5,757	6,266
Other Expenses	1,400	1,400	4,038	(2,638)	121
Total Public Safety	362,899	362,899	351,515	11,384	345,828
Public Works					
Personnel Services	74,798	74,798	59,494	15,304	52,707
Contract Labor	1,000	1,000	-	1,000	-
Fuel and Automotive	15,000	15,000	22,856	(7,856)	14,586
Insurance	2,355	2,355	2,412	(57)	2,643
Professional Fees	2,000	2,000	1,378	622	209
Repairs and Mainenance	49,900	49,900	12,115	37,785	37,220
Supplies	13,200	13,200	8,053	5,147	8,937
Telephone and Utilities	28,400	28,400	24,043	4,357	37,396
Travel and Training	1,000	1,000	231	769	52
Other Expenses	(56,638)	(56,638)	(56,444)	(194)	(78,087)
Total Public Works	131,015	131,015	74,138	56,877	75,663

See accompanying Independent Auditors' Report.

TOWN OF OAK CREEK, COLORADO

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2023
With Comparative Totals for the Year Ended December 31, 2022

	2023				2022
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
(Continued)					
Parks, Recreation and Other					
Personnel Services	169,210	169,210	197,540	(28,330)	162,102
Contract labor	1,200	1,200	1,610	(410)	975
Equipment Rentals	16,980	16,980	16,981	(1)	15,162
Fuel and Automotive	1,700	1,700	1,122	578	1,805
Insurance	-	-	516	516	-
Professional Fees	500	500	-	500	429
Repairs and Maintenance	10,100	10,100	3,378	6,722	9,551
Supplies	11,500	11,500	13,060	(1,560)	16,872
Telephone and Utilities	13,720	13,720	17,340	(3,620)	13,642
Travel and Training	600	600	1,634	(1,034)	35
Vehicle Lease	13,500	13,500	13,500	-	11,699
Other Expenses	15,900	19,900	25,620	(5,720)	19,986
Total Parks, Recreation & Other	254,910	258,910	292,301	(32,359)	252,258
Capital Outlay					
General Government Capital Outlay	5,700	5,700	133,053	(127,353)	30,774
Public Works Capital Outlay	5,000	5,000	-	5,000	5,500
Parks, Recreation and Other Capital Outlay	50,000	50,000	-	50,000	-
Total Capital Outlay	60,700	60,700	133,053	(72,353)	36,274
Debt Service					
Principal	31,254	31,254	26,513	4,741	29,097
TOTAL EXPENDITURES	1,103,256	1,114,256	1,105,994	9,294	989,727
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	46,581	35,581	258,161	223,612	282,897
OTHER FINANCING SOURCES (USES)					
Debt Proceeds	14,224	14,224	-	14,224	-
NET CHANGE IN FUND BALANCE - BUDGET BASIS	$ 60,805	$ 49,805	258,161	$ 237,836	282,897
FUND BALANCE, BEGINNING			898,162		615,265
FUND BALANCE, ENDING			$ 1,156,323		$ 898,162

See accompanying Independent Auditors' Report.

OTHER SUPPLEMENTARY INFORMATION

TOWN OF OAK CREEK, COLORADO

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
BUDGET AND ACTUAL
ELECTRIC FUND
FOR THE YEAR ENDED DECEMBER 31, 2023
With Comparative Totals for the Year Ended December 31, 2022

	2023			2022
	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
OPERATING REVENUES				
Utility Charges	$ 1,385,619	$ 1,210,953	$ (174,666)	$ 1,202,521
Other Charges for Services	102,280	80,244	(22,036)	62,400
TOTAL REVENUES	1,487,899	1,291,197	(196,702)	1,264,921
OPERATING EXPENSES				
Management Fees	117,194	128,100	(10,906)	138,229
Personnel Services	276,325	233,942	42,383	221,548
Commodity Charges	730,000	734,190	(4,190)	689,923
Administrative/Office Expenses	1,000	173	827	173
Insurance	18,305	18,736	(431)	21,813
Operating Supplies	29,000	15,156	13,844	5,359
Professional Fees	10,000	16,472	(6,472)	37,555
Repairs and Maintenance	23,300	18,432	4,868	2,563
Travel and Training	2,000	-	2,000	-
Telephone and Utilities	6,105	6,544	(439)	6,483
Other Operating Expenses	10,000	1,028	8,972	679
Other Capital Outlay	286,800	15,000	271,800	295,926
TOTAL EXPENDITURES	1,510,029	1,187,773	322,256	1,420,251
Operating Income (Loss)	(22,130)	103,424	125,554	(155,330)
OTHER INCOME (EXPENSE)				
Other Revenue	500	-	(500)	-
Debt Service	(8,048)	(3,307)	4,741	(3,931)
Net Income (Loss) before Transfers	(29,678)	100,117	129,795	(159,261)
CONTRIBUTED CAPITAL				
Intergovernmental Revenue	-	-	-	22,978
Change in Net Position (Budget Basis)	$ (29,678)	100,117	$ 129,795	(136,283)
BUDGET TO GAAP RECONCILIATION				
Principal Paid		2,906		3,430
Depreciation Expense		(43,518)		(39,458)
Capital Outlay		15,000		292,007
CHANGE IN NET POSITION - GAAP BASIS		74,505		119,696
NET POSITION - BEGINNING		2,413,372		2,293,676
NET POSITION - ENDING		$ 2,487,877		$ 2,413,372

See accompanying Independent Auditors' Report.

TOWN OF OAK CREEK, COLORADO

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
BUDGET AND ACTUAL
WATER FUND
FOR THE YEAR ENDED DECEMBER 31, 2023
With Comparative Totals for the Year Ended December 31, 2022

	2023			2022
	Final Budget	Actual	Variance with Final Budget	Actual
OPERATING REVENUES				
Utility Charges	$ 441,824	$ 425,866	$ (15,958)	$ 427,586
Other Charges for Services	600	1,572	972	1,597
TOTAL REVENUES	442,424	427,438	(14,986)	429,183
OPERATING EXPENSES				
Management Fees	19,883	30,748	(10,865)	40,888
Personnel Services	154,492	132,520	21,972	129,050
Administrative/Office Expenses	325	320	5	300
Insurance	11,945	12,224	(279)	10,981
Operating Supplies	21,700	6,206	15,494	11,502
Professional Fees	6,000	14,965	(8,965)	3,125
Repairs and Maintenance	15,000	22,320	(7,320)	17,049
Travel and Training	2,000	14	1,986	22
Treatment	29,800	30,701	(901)	12,366
Telephone and Utilities	29,800	28,379	1,421	26,234
Other Operating Expenses	4,600	2,427	2,173	6,718
Other Capital Outlay	590,000	778,632	(188,632)	205,095
TOTAL EXPENDITURES	885,545	1,059,456	(173,911)	463,330
Operating Income (Loss)	(443,121)	(632,018)	(188,897)	(34,147)
OTHER INCOME (EXPENSE)				
Other Revenue	250	-	(250)	155
Debt Service	(82,239)	101,443	183,682	(69,350)
TOTAL OTHER INCOME (EXPENSE)	(81,989)	101,443	183,432	(69,195)
Net Income (Loss) before Transfers	(525,110)	(530,575)	(5,465)	(103,342)
CONTRIBUTED CAPITAL				
Plant Investment Fees	12,750	5,820	(6,930)	480
Intergovernmental Revenue	362,082	439,092	77,010	226,483
Total Contributed Capital	374,832	444,912	70,080	226,963
CHANGE IN NET POSITION (BUDGET BASIS)	$ (150,278)	(85,663)	$ 64,615	123,621
BUDGET TO GAAP RECONCILATION				
Principal Paid		(112,824)		64,472
Depreciation Expense		(158,119)		(171,873)
Capital Outlay		778,632		200,891
CHANGE IN NET POSITION - GAAP BASIS		422,026		217,111
NET POSITON - BEGINNING		5,927,420		5,710,309
NET POSITION - ENDING		$ 6,349,446		$ 5,927,420

See accompanying Independent Auditors' Report.

TOWN OF OAK CREEK, COLORADO

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
BUDGET AND ACTUAL
SEWER FUND
FOR THE YEAR ENDED DECEMBER 31, 2023
With Comparative Totals for the Year Ended December 31, 2022

	2023			2022
	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
OPERATING REVENUES				
Utility Charges	$ 368,947	$ 375,966	$ 7,019	$ 376,651
Other Charges for Services	850	1,572	722	2,891
TOTAL REVENUES	369,797	377,538	7,741	379,542
OPERATING EXPENSES				
Management Fees	38,901	49,766	(10,865)	59,906
Personnel Services	154,101	131,205	22,896	124,081
Insurance	9,670	9,895	(225)	8,896
Operating Supplies	9,000	6,136	2,864	2,647
Professional Fees	10,000	5,476	4,524	4,037
Repairs and Maintenance	5,500	1,221	4,279	3,030
Travel and Training	500	-	500	-
Treatment	26,950	33,121	(6,171)	27,364
Telephone and Utilities	32,000	32,954	(954)	43,003
Other Operating Expenses	500	47	453	4,578
Other Capital Outlay	25,000	7,799	17,201	25,341
TOTAL EXPENDITURES	312,122	277,620	34,502	302,883
Operating Income (Loss)	57,675	99,918	42,243	76,659
OTHER INCOME (EXPENSE)				
Investment Earnings	50	351	301	296
Other Revenue	8,750	-	(8,750)	-
Debt Service	(64,695)	(59,483)	5,212	(60,554)
TOTAL OTHER INCOME (EXPENSE)	(55,895)	(59,132)	(3,237)	(60,258)
Net Income (Loss) before Transfers	1,780	40,786	39,006	16,401
CONTRIBUTED CAPITAL				
Plant Investment Fees	12,750	5,480	(7,270)	480
CHANGE IN NET POSITION (BUDGET BASIS)	$ 14,530	46,266	$ 31,736	16,881
BUDGET TO GAAP RECONCILATION				
Principal Paid		32,719		33,198
Depreciation Expense		(134,856)		(134,113)
Capital Outlay		7,799		25,341
CHANGE IN NET POSITION - GAAP BASIS		(48,072)		(58,693)
NET POSITION - BEGINNING		3,607,055		3,665,748
NET POSITION - ENDING		$ 3,558,983		$ 3,607,055

See accompanying Independent Auditors' Report.

TOWN OF OAK CREEK, COLORADO

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
BUDGET AND ACTUAL
TRASH FUND
FOR THE YEAR ENDED DECEMBER 31, 2023
With Comparative Totals for the Year Ended December 31, 2022

	2023			
	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	2022 ACTUAL
OPERATING REVENUES				
Utility Charges	$ 161,454	$ 174,901	$ 13,447	$ 162,969
OPERATING EXPENSES				
Management Fees	5,260	3,092	2,168	4,004
Personnel Services	6,893	5,084	1,809	4,785
Operating Supplies	-	33	(33)	-
Professional Fees	154,726	155,606	(880)	126,850
TOTAL EXPENDITURES	166,879	163,815	3,064	135,639
CHANGE IN NET POSITION (BUDGET BASIS)	$ (5,425)	11,086	$ 16,511	27,330
NET POSITION - BEGINNING		14,702		(12,628)
NET POSITION - ENDING		$ 25,788		$ 14,702

See accompanying Independent Auditors' Report.

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STATE COMPLIANCE

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

Form Approved
OMB No. 2125-0032

LOCAL HIGHWAY FINANCE REPORT	STATE: COLORADO YEAR ENDING (mm/yy): 12/23
This Information From The Records Of: Town of Oak Creek	Prepared By: Jennifer Hewes

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	$ 1,342.61
3. Other local imposts (from page 2)	$ 184,803.41
4. Miscellaneous local receipts (from page 2)	$ -
5. Transfers from toll facilities	
6. Proceeds of sale of bonds and notes:	
a. Bonds - Original Issues	
b. Bonds - Refunding Issues	
c. Notes	
d. Total (a. + b. + c.)	$ -
7. Total (1 through 6)	$ 186,146.02
B. Private Contributions	
C. Receipts from State government (from page 2)	$ 35,547.49
D. Receipts from Federal Government (from page 2)	$ -
E. Total receipts (A.7 + B + C + D)	$ 221,693.51

III. EXPENDITURES FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Local highway expenditures:	
1. Capital outlay (from page 2)	$ -
2. Maintenance:	$ 45,559.80
3. Road and street services:	
a. Traffic control operations	$ -
b. Snow and ice removal	$ 45,559.80
c. Other	
d. Total (a. through c.)	$ 45,559.80
4. General administration & miscellaneous	$ 14,670.88
5. Highway law enforcement and safety	$ 115,903.03
6. Total (1 through 5)	$ 221,693.51
B. Debt service on local obligations:	
1. Bonds:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	$ -
2. Notes:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	$ -
3. Total (1.c + 2.c)	$ -
C. Payments to State for highways	
D. Payments to toll facilities	
E. Total expenditures (A.6 + B.3 + C + D)	$ 221,693.51

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

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

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

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
		$ 221,693.51	$ 221,693.51		$ -

Notes and Comments:

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		**A.4. Miscellaneous local receipts:**	
a. Property Taxes and Assesments		a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	$ 177,141.24	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	$ 7,662.17	g. Other Misc. Receipts	
6. Total (1. through 5.)	$ 184,803.41	h. Other	
c. Total (a. + b.)	$ 184,803.41	i. Total (a. through h.)	$ -
(Carry forward to page 1)		***(Carry forward to page 1)***	

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		**D. Receipts from Federal Government**	
1. Highway-user taxes (from Item I.C.5.)	$ 31,300.36	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	$ 4,247.13	d. Federal Transit Administration	
d. DOLA Grant		e. U.S. Corps of Engineers	
e. Other		f. Other Federal ARPA	
f. Total (a. through e.)	$ 4,247.13	g. Total (a. through f.)	$ -
4. Total (1. + 2. + 3.f)	$ 35,547.49	3. Total (1. + 2.g)	$ -
(Carry forward to page 1)		***(Carry forward to page 1)***	

III. EXPENDITURES FOR ROAD AND STREET PURPOSES - DETAIL

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

Notes and Comments:

FORM FHWA-536