

TOWN OF SIMLA, COLORADO

FINANCIAL STATEMENTS

December 31, 2023



Logan and Associates, LLC
CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members of
the Board of Trustees
Town of Simla
Simla, Colorado

Report on the Financial Statements

Opinions

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

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Simla as of December 31, 2023, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town of Simla, and to meet our ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS 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 judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures of 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 of the effectiveness of the Town's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, and budgetary comparison schedule on pages i – vii and on pages 25 – 26 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the GASB 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 and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements as a whole. The accompanying supplementary information on pages 27 – 28, and local highway finance report on pages 29 – 30, 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 supplementary information and other information have 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, the schedule of expenditures of federal awards and the local highway finance report are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Logan and Associates, LLC

Aurora, Colorado
January 14, 2025

TOWN OF SIMLA, COLORADO
Management Discussion and Analysis
Year Ended December 31, 2023

Management of the Town of Simla offers the readers the basic financial statement this narrative overview and analysis of the financial activities of the Town for the fiscal year ended December 31, 2023. The focus of the information is on the primary government.

The Town of Simla has adopted the financial reporting model promulgated by the Government Accounting Standards Board (GASB). This is in accordance with the GASB Statement of No. 34, Basic Financial Statement and Management Discussion and Analysis for State and Local Governments.

Financial Highlights

The Town's Governmental Activities assets exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by **\$545,797** (net position). Of this amount, **\$102,110** (unrestricted net position) may be used to meet the Town's ongoing obligations.

The Town's Business-type Activities' assets exceeded its liabilities by **\$3,181,029** (net position) at the close of the fiscal year.

At the close of the current fiscal year, the Town's governmental funds reported combined ending fund balances of **\$278,375**, a **decrease** of **\$25,070** from the prior year.

On **December 31, 2023**, the restricted cemetery improvements portion of fund balance consists of a remaining balance of **\$115,507** of funds left to the Town by an estate to maintain family graves and make improvements to the cemetery.

Overview of Financial Statements:

The discussion is intended as an introduction to the Town's basic financial statement. The basic financial statements comprise of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. In addition to the basic financial statements there is other supplementary information.

Government-Wide Financial Statements:

The government-wide financial statement uses an accounting method similar to those used by private sectors companies. The focus of the Statement of Net Position (the Unrestricted Net Position) is designed to report all the Town's current financial resources (short-term spendable resources) with capital assets and long-term obligations. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating. Thus, revenue and expenses are reported in this statement for times that will only result in cash flows in future fiscal periods (e.g. uncollected taxes).

The government-wide statements are divided into two categories: Governmental and Business Type Activities. Most of the Town's basic services are reported in the governmental activities, which focus on cash flow. The Town's basic services include administrative, public safety, public works, judicial, buildings, cemetery, parks, and recreation. Property tax, sales tax, and intergovernmental taxes finance the majority of these activities.

TOWN OF SIMLA, COLORADO
Management Discussion and Analysis
Year Ended December 31, 2023
(continued)

Business-type activities are funds that reflect private sector type operations. This includes the Water and Sanitation Fund, which includes the water, sewer, and trash segments. Fees for services should cover the majority of the cost of these operations, including depreciation.

Fund Financial Statements

A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. The Town uses fund accounting to ensure compliance with finance-related legal activities requirements. All the funds can be divided into two categories: governmental funds and proprietary funds.

Governmental funds are used to account for the same functions reported as governmental activities in the government-wide financial statements. Governmental funds focus on the financial position and changes in financial position, not on income determinations using the flow of current financial resources focus and the modified accrual basis of accounting. The modified accrual accounting measures cash and all other financial assets that can be readily converted into cash. Governmental statements focus on near term inflows and outflows of spendable resources as well as the balances left at year-end that are available for spending. Consequently, the governmental fund financial statements provide a detailed short-term view that helps the reader determine whether there are more or fewer financial resources that can be spent to finance the Town's programs. The primary operating fund is the General Fund, which accounts for the financial resources of the general government, except for those required to be accounted for in the other funds.

Proprietary funds are used to account for the Town's activities that are similar to business operations in the private sector or where the reporting is on determining net income, financial position, and a significant portion of the funding is through user charges. The Town uses enterprise funds for Water Sewer and Trash operations. The Town has a trash-collection contract with a vendor for collection of the Town residents' trash.

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide fund financial statements. Other information, in addition to the basic financial statements and accompanying notes, is presented in the form of certain required supplementary information.

Government-wide Financial Analysis:

As noted, net position may serve over time as a useful indicator of a government's financial position. In the case of the Town of Simla the assets exceeded liabilities and inflows of resources by **\$3,726,826**. Of the Town's net position **\$949,733** is unrestricted and may be used to meet the Town's ongoing financial obligations. This relates to the portion of Net Position that is not restricted by external requirements nor invested in capital assets.

TOWN OF SIMLA, COLORADO
Management Discussion and Analysis
Year Ended December 31, 2023
(continued)

Of the Town's **\$3,726,826 total** net position, **\$2,550,081** reflects investment in capital assets (e.g. land, buildings, infrastructure, machinery, and equipment) less any related debt used to acquire those assets that are still outstanding. Capital assets are used to provide services to the citizens. Consequently, these assets are not available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since capital assets themselves cannot be used to liquidate these liabilities.

Following is the Town's Statement of Net Position:

	Government Activities		Business -type Activities		Total	
	12/31/2023	12/31/2022	12/31/2023	12/31/2022	12/31/2023	12/31/2022
ASSETS						
Current Assets	390,823	443,582	925,154	1,174,354	1,315,977	1,617,936
Capital Assets, Net	<u>280,528</u>	<u>261,959</u>	<u>3,115,633</u>	<u>2,974,254</u>	<u>3,396,161</u>	<u>3,236,213</u>
Total Assets	<u>671,351</u>	<u>705,541</u>	<u>4,040,787</u>	<u>4,148,608</u>	<u>4,712,138</u>	<u>4,854,149</u>
LIABILITIES						
Current Liabilities	66,199	101,049	35,419	176,920	101,618	277,969
Long-Term Liabilities	<u>-</u>	<u>-</u>	<u>824,339</u>	<u>856,366</u>	<u>824,339</u>	<u>856,366</u>
Total Liabilities	<u>66,199</u>	<u>101,049</u>	<u>859,758</u>	<u>1,033,286</u>	<u>925,957</u>	<u>1,134,335</u>
Deferred Inflows of Resources	<u>59,355</u>	<u>63,210</u>	<u>-</u>	<u>-</u>	<u>59,355</u>	<u>63,210</u>
NET POSITION						
Net Investment - Capital Assets	291,544	261,959	2,259,267	2,085,922	2,550,811	2,347,881
Restricted	152,143	117,155	74,139	-	226,282	117,155
Unrestricted	<u>102,110</u>	<u>162,168</u>	<u>847,623</u>	<u>1,029,330</u>	<u>949,733</u>	<u>1,191,498</u>
Total Net Position	<u>\$545,797</u>	<u>\$541,282</u>	<u>\$3,181,029</u>	<u>\$3,115,322</u>	<u>\$3,726,826</u>	<u>\$3,656,604</u>

TOWN OF SIMLA, COLORADO
Management Discussion and Analysis
Year Ended December 31, 2023
(continued)

The following reflects the Town's change in Net Position:

	Government Activities		Business -type Activities		Total	
	<u>12/31/2023</u>	<u>12/31/2022</u>	<u>12/31/2023</u>	<u>12/31/2022</u>	<u>12/31/2023</u>	<u>12/31/2022</u>
REVENUES						
PROGRAM REVENUES						
Charge for Services	98,473	140,973	437,664	437,822	536,137	578,795
Operating Grants & Contributions	-	-	-	-	-	-
Capitol Grants & Contributions	53,981	42,687	94,518	1,220,078	148,499	1,262,765
GENERAL REVENUES						
Property Taxes	74,035	77,406	-	-	74,035	77,406
Sales Taxes	141,999	148,876	-	-	141,999	148,876
Other Taxes	73,054	73,827	-	-	73,054	73,827
Grants not Program Specific	21,413	1,000	-	-	21,413	1,000
Interest	18,695	6,946	12,555	4,622	31,250	11,568
Insurance Proceeds	36,736	-	-	-	36,736	-
Miscellaneous	6,402	18,416	-	-	6,402	18,416
TOTAL REVENUES	<u>524,788</u>	<u>510,131</u>	<u>544,737</u>	<u>1,662,522</u>	<u>1,069,525</u>	<u>2,172,653</u>
EXPENSES						
General Government	71,169	81,761	-	-	71,169	81,761
Judicial	33,447	31,091	-	-	33,447	31,091
Public Safety	261,268	230,645	-	-	261,268	230,645
Public Works	125,762	83,871	-	-	125,762	83,871
Health and Welfare	3,732	1,606	-	-	3,732	1,606
Parks and Recreation	24,895	44,534	-	-	24,895	44,534
Interest on Long-term Debt	-	-	4,105	-	4,105	-
Water, Sewer and Trash	-	-	474,925	418,214	474,925	418,214
TOTAL EXPENSES	<u>520,273</u>	<u>473,508</u>	<u>479,030</u>	<u>418,214</u>	<u>\$999,303</u>	<u>891,722</u>
 CHANGE IN NET POSITION	 4,515	 36,623	 65,707	 1,244,308	 70,222	 1,280,931
NET POSITION, Beginning	<u>541,282</u>	<u>504,659</u>	<u>\$3,115,322</u>	<u>1,871,014</u>	<u>3,656,604</u>	<u>2,375,673</u>
NET POSITION, Ending	<u>\$545,797</u>	<u>\$541,282</u>	<u>\$3,181,029</u>	<u>\$3,115,322</u>	<u>\$3,726,826</u>	<u>\$3,656,604</u>

TOWN OF SIMLA, COLORADO
Management Discussion and Analysis
Year Ended December 31, 2023
(continued)

Governmental Activities for the Town's net position for the year ending December 31, 2023, showed an **increase of \$4,515. Business-type activities increased** the Town's net position by **\$65,707**.

Key elements are as follows:

- Total Revenues came in over budget for the year ended December 31, 2023, mainly due to the increase in intergovernmental revenues, interest, contributions and insurance proceeds. Property taxes are based on assessed valuations.
- Total Revenues for Fines and Forfeitures missed budget expectations by \$62,276.

Financial Analysis of the Government's Funds

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

Governmental funds

The focus of the Town's governmental funds is to provide information on the current year's revenues, expenditures and balances of spendable resources. Such information is useful in assessing the Town's financial requirements. Unreserved fund balance may serve as a useful measure of government's net resources available for spending at the end of the fiscal year.

Revenues for the General Fund **increased** by **\$13,809** compared to the prior year. There were increases in intergovernmental revenues, contributions, licenses and permits. There was also an insurance payout in the amount of \$36,736. There were decreases in taxes, fines and forfeitures. Expenditure increased by **\$104,925**. Increases primarily were under Public Works and Public Safety.

The Conservation Trust fund revenue **increased** by **\$848** compared to the prior year. Increases were from lottery revenues. There were no expenditures for 2023.

Proprietary Funds

The proprietary funds provide the same type of information found in the government-wide financial statements with more detail. The only proprietary fund is the Water and Sanitation Fund that includes water, sewer and trash segments. Total net position of the Water segment is **\$2,488,014** the Sewer segment **\$665,004**; and the Trash segment **\$28,011** for a total **\$3,181,029** Total increase in the net position separated for each segment is: Water **increase of \$50,896**; Sewer **increases of 10,330**; and Trash **increase of \$4,481** for a total **increase of \$65,707**.

TOWN OF SIMLA, COLORADO
Management Discussion and Analysis
Year Ended December 31, 2023
(continued)

Key elements of the water and sanitation fund:

- Water, Sewer and Trash revenue charges of services **increased** by **\$699** compared to **2022**.
- Water segment expenditures **decreased** **\$4,719**, Sewer expenditures **increased** **\$16,825** and Trash segment expenditures **increased** **\$7,714**.

General Fund Budgetary Highlights

Tax revenues are comprised of property taxes, franchise fees, sales tax, and intergovernmental taxes. Seventy-five percent (75%) of sales tax goes to the Police Department with the remaining twenty-five per cent (25%) goes to Public Works. Tax revenue was **\$8,770 greater** than budgeted. Specific Ownership Tax, Highway Users Tax Fund, Elbert County Road and Bridge Fund and Franchise Taxes came in **lower** than budgeted. The 2023 budget was amended from **\$417,948 to \$410,557**. The actual revenue was **higher** than budgeted by **\$98,785**. Actual expenditures of **\$549,858 exceeded** budgeted expenditures of **\$410,557** by **\$139,301**.

Capital Assets

On **December 31, 2023**, the Town had a total capital assets of **\$3,236,213** which are summarized below:

	Government Activities		Business -type Activities		Total	
	12/31/2023	12/31/2022	12/31/2023	12/31/2022	12/31/2023	12/31/2022
Land	15,946	15,946	7,250	7,250	23,196	23,196
Construction in Progress	-	-	-	2,076,336	-	2,076,336
Infrastructure	102,562	72,002	-	-	102,562	72,002
Water & Sewer Systems	-	-	4,032,957	1,736,021	4,032,957	1,736,021
Buildings	124,635	124,635	42,127	42,127	166,762	166,762
Vehicles	94,814	94,814	-	-	94,814	94,814
Equipment	195,128	177,955	148,934	142,550	344,062	320,505
Parks	118,158	118,158	-	-	118,158	118,158
Less Accumulated Depreciation	<u>(370,715)</u>	<u>(341,551)</u>	<u>(1,115,635)</u>	<u>(1,030,030)</u>	<u>(1,486,350)</u>	<u>(1,371,581)</u>
TOTALS	<u>\$280,528</u>	<u>\$261,959</u>	<u>\$3,115,633</u>	<u>\$2,974,254</u>	<u>\$3,396,161</u>	<u>\$3,236,213</u>

TOWN OF SIMLA, COLORADO
Management Discussion and Analysis
Year Ended December 31, 2023
(continued)

Debt

At **December 31, 2023**, the Town had a total indebtedness of **\$869,472** which is outlined below:

	Government Activities		Business -type Activities		Total	
	12/31/2023	12/31/2022	12/31/2023	12/31/2022	12/31/2023	12/31/2022
Sewer Loan	-	-	55,100	60,900	55,100	60,900
Water Loans	-	-	801,266	827,362	801,266	827,362
Compensated Absences	13,106	24,122	-	-	13,106	24,122
TOTALS	\$13,106	\$24,122	\$856,366	\$888,262	\$869,472	\$912,384

Economic Factors and Next Year's Budget and Rates:

The Board of Trustees has made the following items their priority; maintaining services, planning for future improvements and making sure the Town has adequate fund balances to cover all costs of operations. The economy is still a factor when budgeting as revenues have stayed flat for the last three to four years. The costs of maintaining and replacing infrastructure of our water and sewer systems continue to increase as both systems age. There were increases to both water and sewer rates in **2023**.

Request for information

The financial report is designed to provide a general overview of the Town's finances for all those interested in the government's finances. Questions concerning the information provided in the report or requests for additional financial information should be addressed to:

Town of Simla
Town Treasurer
P. O. Box 237
Simla, Colorado 80835

BASIC FINANCIAL STATEMENTS

TOWN OF SIMLA, COLORADO

STATEMENT OF NET POSITION
December 31, 2023

	GOVERNMENTAL ACTIVITIES	BUSINESS TYPE ACTIVITIES	TOTAL
ASSETS			
Cash and Investments	\$ 150,267	\$ 811,787	\$ 962,054
Cash and Investments - Restricted	138,443	-	138,443
Receivables			
Property Taxes	59,355	-	59,355
Other Governments	5,344	64,661	70,005
Accounts	37,414	48,706	86,120
Capital Assets, Not Depreciated	15,946	7,250	23,196
Capital Assets, Depreciated Net of Accumulated Depreciation	264,582	3,108,383	3,372,965
TOTAL ASSETS	671,351	4,040,787	4,712,138
LIABILITIES			
Accounts Payable	32,210	-	32,210
Accrued Salaries and Benefits	20,883	3,392	24,275
Noncurrent Liabilities			
Due in One Year	13,106	32,027	45,133
Due in More Than One Year	-	824,339	824,339
TOTAL LIABILITIES	66,199	859,758	925,957
DEFERRED INFLOW OF RESOURCES			
Deferred Property Tax Revenue	59,355	-	59,355
NET POSITION			
Net Investment in Capital Assets	291,544	2,259,267	2,550,811
Restricted for Emergencies	13,700	-	13,700
Restricted for Parks and Recreation	22,936	-	22,936
Restricted for Cemetery Improvements	115,507	-	115,507
Restricted for Debt Service	-	74,139	74,139
Unrestricted, Unreserved	102,110	847,623	949,733
TOTAL NET POSITION	\$ 545,797	\$ 3,181,029	\$ 3,726,826

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

TOWN OF SIMLA, COLORADO

STATEMENT OF ACTIVITIES
Year Ended December 31, 2023

FUNCTIONS/PROGRAMS	EXPENSES	CHARGES FOR SERVICES	PROGRAM REVENUES	
			OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS
PRIMARY GOVERNMENT				
Governmental Activities				
General Government	\$ 71,169	\$ 2,078	\$ -	\$ -
Judicial	33,447	-	-	-
Public Safety	261,268	72,624	-	45,432
Public Works	125,762	16,436	-	-
Health and Welfare	3,732	5,050	-	-
Parks and Recreation	24,895	2,285	-	8,549
Total Governmental Activities	520,273	98,473	-	53,981
Business-Type Activities				
Water, Sewer and Trash	474,925	437,664	-	94,518
Interest Expense	4,105	-	-	-
Total Business-Type Activities	479,030	437,664	-	94,518
Total Primary Government	\$ 999,303	\$ 536,137	\$ -	\$ 148,499

GENERAL REVENUES
Property Taxes
Sales Taxes
Franchise Taxes
Other Taxes
Grants not related to a
Specific Program
Interest
Insurance Proceeds
Miscellaneous

TOTAL GENERAL REVENUES

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
CHANGE IN NET POSITION

GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTALS
\$ (69,091)	\$ -	\$ (69,091)
(33,447)	-	(33,447)
(143,212)	-	(143,212)
(109,326)	-	(109,326)
1,318	-	1,318
(14,061)	-	(14,061)
(367,819)	-	(367,819)
-	57,257	57,257
-	(4,105)	(4,105)
-	53,152	53,152
(367,819)	53,152	(314,667)
74,035	-	74,035
141,999	-	141,999
27,090	-	27,090
45,964	-	45,964
21,413	-	21,413
18,695	12,555	31,250
36,736	-	36,736
6,402	-	6,402
372,334	12,555	384,889
4,515	65,707	70,222
541,282	3,115,322	3,656,604
\$ 545,797	\$ 3,181,029	\$ 3,726,826

TOWN OF SIMLA, COLORADO

BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2023

	GENERAL FUND	NONMAJOR GOVERNMENTAL CONSERVATION TRUST FUND	TOTALS
ASSETS			
Cash and Investments	\$ 150,267	\$ -	\$ 150,267
Cash and Investments - Restricted	115,507	22,936	138,443
Property Taxes Receivable	59,355	-	59,355
Due from Other Governments	5,344	-	5,344
Accounts Receivable	37,414	-	37,414
TOTAL ASSETS	367,887	22,936	390,823
LIABILITIES, DEFERRED INFLOWS AND FUND EQUITY			
LIABILITIES			
Accounts Payable	32,210	-	32,210
Accrued Salaries and Benefits	20,883	-	20,883
TOTAL LIABILITIES	53,093	-	53,093
DEFERRED INFLOW OF RESOURCES			
Deferred Property Tax Revenue	59,355	-	59,355
FUND EQUITY			
Fund Balance (Deficit)			
Restricted for Emergencies	13,700	-	13,700
Restricted for Parks and Recreation	-	22,936	22,936
Restricted for Cemetery Improvements	115,507	-	115,507
Unassigned	126,232	-	126,232
TOTAL FUND EQUITY	255,439	22,936	278,375
TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND EQUITY	\$ 367,887	\$ 22,936	\$ 390,823

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

Total Fund Balances of Governmental Funds	278,375
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.	280,528
Long-term liabilities and related items are not due and payable in the current period and are not reported in the funds. This includes accrued compensated absences.	(13,106)
Net position of governmental activities	\$ 545,797

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

TOWN OF SIMLA, COLORADO

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

	GENERAL FUND	NONMAJOR GOVERNMENTAL CONSERVATION TRUST FUND	TOTALS
REVENUES			
Taxes	\$ 243,124	\$ -	\$ 243,124
Licenses and Permits	18,514	-	18,514
Fines and Forfeitures	72,624	-	72,624
Charges for Services	7,335	-	7,335
Intergovernmental	91,396	8,549	99,945
Interest	18,661	34	18,695
Contributions	21,413	-	21,413
Insurance Proceeds	36,736	-	36,736
Miscellaneous	6,402	-	6,402
TOTAL REVENUES	516,205	8,583	524,788
EXPENDITURES			
Current			
General Government	73,512	-	73,512
Judicial	33,447	-	33,447
Public Safety	261,314	-	261,314
Public Works	155,499	-	155,499
Health and Welfare	4,692	-	4,692
Parks and Recreation	21,394	-	21,394
Capital Outlay	-	-	-
TOTAL EXPENDITURES	549,858	-	549,858
NET CHANGE IN FUND BALANCES	(33,653)	8,583	(25,070)
FUND BALANCES, Beginning	289,092	14,353	303,445
FUND BALANCES, Ending	\$ 255,439	\$ 22,936	\$ 278,375

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

TOWN OF SIMLA, COLORADO

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

Amounts Reported for Governmental Activities in the Statement of Activities are Different Because:

Net Changes in Fund Balances - Total Governmental Funds	\$ (25,070)
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount of capital outlay \$47,733 that exceeded depreciation expense (\$29,164) in the current period.	18,569
Some expense reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds. This includes the change in accrued compensated absences.	<u>11,016</u>
Change in Net Position of Governmental Activities	<u>\$ 4,515</u>

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

TOWN OF SIMLA, COLORADO

STATEMENT OF NET POSITION
 PROPRIETARY FUND TYPE
 December 31, 2023

	WATER AND SANITATION FUND
ASSETS	
Current Assets	
Cash and Investments	\$ 811,787
Accounts Receivable, Net	48,706
Accounts Receivable - CDBG	30,000
Accounts Receivable - CWRPDA	34,661
Total Current Assets	925,154
Noncurrent Assets	
Capital Assets, Not Being Depreciated	7,250
Capital Assets, Net of Accumulated Depreciation	3,108,383
Total Noncurrent Assets	3,115,633
TOTAL ASSETS	4,040,787
LIABILITIES	
Current Liabilities	
Accrued Salaries and Benefits	3,392
Loan Payable - Current Portion	32,027
Total Current Liabilities	35,419
Noncurrent Liabilities	
Loans Payable	824,339
Total Noncurrent Liabilities	824,339
TOTAL LIABILITIES	859,758
NET POSITION	
Net Investment in Capital Assets	2,259,267
Restricted for Debt Service	74,139
Unreserved	847,623
TOTAL NET POSITION	\$ 3,181,029

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

TOWN OF SIMLA, COLORADO
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
PROPRIETARY FUND TYPE
Year Ended December 31, 2023

	WATER AND SANITATION FUND
OPERATING REVENUES	
Charges for Services	
Water	\$ 162,750
Sewer	165,797
Trash	97,477
Late Fees and Other	11,640
TOTAL OPERATING REVENUES	437,664
OPERATING EXPENSES	
Operations and Maintenance	
Water	150,969
Sewer	145,591
Trash	92,760
Depreciation	85,605
TOTAL OPERATING EXPENSES	474,925
OPERATING INCOME (LOSS)	(37,261)
NON-OPERATING REVENUES (EXPENSES)	
Interest Income	12,555
Interest Expense	(4,105)
TOTAL NON-OPERATING REVENUES (EXPENSES)	8,450
INCOME BEFORE CAPITAL CONTRIBUTIONS	(28,811)
CAPITAL CONTRIBUTIONS	
Tap Fees - Water	7,000
Tap Fees - Sewer	3,500
Capital Grants	84,018
TOTAL CAPITAL CONTRIBUTIONS	94,518
CHANGE IN NET POSITION	65,707
NET POSITION, Beginning	3,115,322
NET POSITION, Ending	\$ 3,181,029

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

TOWN OF SIMLA, COLORADO
STATEMENT OF CASH FLOWS
PROPRIETARY FUND TYPE
Year Ended December 31, 2023
Increase (Decrease) in Cash and Cash Equivalents

	WATER, SANITATION AND TRASH FUND
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash Received from Customers	\$ 433,025
Cash Paid to Suppliers	(297,866)
Cash Paid to Employees	(179,068)
Net Cash Provided (Used) by Operating Activities	<u>(43,909)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Purchase of Capital Assets	(226,984)
Capital Grants	84,018
Unearned Grant Revenue - CWRPDA	(54,018)
Accounts Receivable CDBG	(30,000)
Accounts Receivable CWRPDA	216,557
Tap Fees - Water	7,000
Tap Fees - Sewer	3,500
Loan Payments - Principal	(31,896)
Loan Payments - Interest	(4,105)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(35,928)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest Received	<u>12,555</u>
Net Cash Provided by Investing Activities	<u>12,555</u>
Net Increase in Cash and Cash Equivalents	(67,282)
CASH AND CASH EQUIVALENTS, Beginning	<u>879,069</u>
CASH AND CASH EQUIVALENTS, Ending	<u>\$ 811,787</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating Income (Loss)	\$ (37,261)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities	
Depreciation and Amortization	85,605
Changes in Assets and Liabilities	
Accounts Receivable	(4,639)
Accounts Payable	(87,614)
Total Adjustments	<u>(6,648)</u>
Net Cash Provided by Operating Activities	<u>\$ (43,909)</u>

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

TOWN OF SIMLA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

The Town of Simla (the "Town") is a political subdivision of the State of Colorado and is governed by a Mayor and six-member Board of Trustees elected by the residents. The Town provides public safety, public works and parks and recreation services as well as water, sewer, and trash services.

Reporting Entity

In accordance with governmental accounting standards, the Town has considered the possibility of including additional entities in its 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 the 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 organizations that are fiscally dependent upon it. Based on the application of the criteria, the Town does not include additional organizations in its report entity.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all nonfiduciary activities of the Town. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

The statement of activities demonstrates the degree to which the direct expenses and allocated indirect expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

TOWN OF SIMLA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Government-Wide and Fund Financial Statements (Continued)

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

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and 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 granting agency have been met.

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 year or soon enough thereafter to pay liabilities of the current year. For this purpose, the Town considers revenues to be available if they are collected within 60 days of the end of the current year, except for expenditure driven grants as defined in the following paragraph.

Taxes, intergovernmental revenue and interest associated with the current fiscal year are considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal year. Grant and similar revenues are recorded as revenues when all eligibility requirements are met, including any time requirements. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met. All other revenues 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 nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets.

TOWN OF SIMLA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting and Financial Statement Presentation
(Continued)

All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses or capital contributions.

When both restricted and unrestricted resources are available for use, it is the Town's practice to use restricted resources first, then unrestricted resources as they are needed.

The Town reports the following major governmental fund in the fund financial statements:

General Fund – The General Fund is used to account for the general operations and specific programs of the Town.

The Town reports the following major proprietary fund:

Water and Sanitation Fund – The Water and Sanitation Fund accounts for the financial activities associated with providing water, sewer and trash services to the Town's residents.

In addition, the Town reports the following nonmajor governmental fund:

Conservation Trust Fund – The Conservation Trust Fund is a special revenue fund used to account for lottery revenues used for recreational programs.

Assets, Liabilities, Fund Balance/Net Position

Cash and Investments – For the purposes of reporting in the statement of cash flows, cash equivalents include certificates of deposit and investments with original maturities of three months or less. Investments are reported at fair value. The Town pools cash from several funds for the purpose of increasing interest income. Interest is allocated to individual funds based on the average cash of the funds.

Receivables – Due from other governments and accounts receivable are reported at their gross value, and where appropriate, are reduced by the estimated portion that is expected to be uncollectible. Accounts receivable are recorded on the statement of net position, net of allowance for uncollectible accounts.

Capital Assets – Capital assets, which include property, buildings, equipment and all infrastructure owned by the Town, are reported in the applicable government-wide or business-type activities columns of the government-wide financial statements and the proprietary funds in the fund financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more

TOWN OF SIMLA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities, Fund Balance/Net Position (Continued)

than \$1,500 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 asset lives are not capitalized.

Capital assets of the Town are depreciated using the straight-line method over the following estimated useful lives.

Infrastructure	40 years
Buildings	14-50 years
Equipment	5-14 years
Vehicles	7 years

General infrastructure assets acquired prior to January 1, 2003 are not being reported in the basic financial statements. General infrastructure assets include all roads, bridges, and other infrastructure assets acquired subsequent to January 1, 2003.

Compensated Absences – Town employees are allowed to accumulate unused paid-time-off and sick leave. Employees with one full year of service receive 56 hours per year; from two to five years of employment, 96 hours; and for each year from 6 to 15 years an additional 8 hours each year of service up to a maximum of 176 hours. No carryover of hours is allowed, unless approved. Unused PTO is paid upon termination of employment. Full time or appointed employees accrue eight hours of sick leave per month. Part time employees working at least 20 hours a week, accrue sick leave at a rate proportionate to time worked in relationship to full time employees. Unused sick leave is not paid upon termination of employment.

Long-Term Debt - In the government-wide financial statements, and the proprietary funds financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net position.

In the governmental fund financial statements, the face amount of debt issued is reported as other financing sources. Debt premiums and discounts are reported as other financing sources and uses, respectively. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures. In the government-wide and proprietary funds, debt premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method.

TOWN OF SIMLA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities, Fund Balance/Net Position (Continued)

Net Position – In the government-wide and proprietary fund financial statements, net position is restricted when constraints placed on the net position are externally imposed.

- Net Investment in Capital Assets – this classification is intended to report the portion of net position which is associated with non-liquid, capital assets less outstanding debt related to those capital assets.
- Restricted Net Position – this classification includes liquid assets which have third party limitations on their use.
- Unrestricted Net Position – this classification includes assets that do not have any third party limitation on their use.

Fund Balance Classification – The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the Town is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- Nonspendable – This classification includes amounts that cannot be spent because they are either (a) not in spendable form (such as prepaid items) or (b) are legally or contractually required to be maintained intact.
- Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.
- Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Town's highest level of decision-making authority, the Town Board of Trustees. The constraint may be removed or changed only through formal action of the Town Board of Trustees.
- Assigned – This classification includes amounts that are constrained by the Town's intent to be used for specific purposes, but is neither restricted nor committed. Intent is expressed by the Town Board of Trustees to be used for a specific purpose. Constraints imposed on the use of assigned amounts are more easily removed or changed than those imposed on committed amounts.

TOWN OF SIMLA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities and Net Position/Fund Balances (Continued)

- Unassigned – This classification includes the residual fund balance for the General Fund. The unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of assigned fund balance amounts.

The Town has not established a formal policy for its use of restricted and unrestricted fund balance. However, if both the restricted and unrestricted fund balances are available the Town uses restricted fund balance first, followed by committed, assigned and unassigned.

Property Taxes

Property taxes are levied by December 15, tax bills are mailed January 1 of the following year, and attach as an enforceable lien on the property. Taxes are payable in full on April 30 or in two installments on February 28 and June 15. Taxes are delinquent if not paid by those dates. Notices of delinquencies are mailed in September, and tax sales are scheduled for November. 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, a receivable and corresponding deferred inflow of resources are reported at December 31.

Use of Estimates

The preparation of the basic financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Subsequent Events

The Town has evaluated events subsequent to the year ended December 31, 2023 through January 14, 2025, the date these financial statements were issued, and has incorporated any required recognition into these financial statements.

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TOWN OF SIMLA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

NOTE 2: CASH AND INVESTMENTS

A summary of cash and investments at December 31, 2023, follows:

Cash Deposits	\$ 521,349
Investments	<u>579,148</u>
Total	<u>\$ 1,100,497</u>

Cash is reported in the financial statements as follows:

Cash and Investments	\$ 962,054
Cash and Investments - Restricted	<u>138,443</u>
Total	<u>\$ 1,100,497</u>

Deposits

The Colorado Public Deposit Protection Act (PDPA) requires that all local government entities deposit cash in eligible public depositories. Eligibility is determined by State regulations. Amounts on deposit in excess of Federal Deposit Insurance Corporation (FDIC) levels must be collateralized by eligible collateral as determined by the PDPA. The FDIC insures depositors up to \$250,000 for each financial institution. The PDPA allows the financial institution 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 uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. At December 31, 2023, the Town had bank deposits totaling \$518,665 of which \$250,000 were insured by FDIC and \$268,665 were collateralized with securities held by the financial institution's agent but not in their name.

Investments

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

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

TOWN OF SIMLA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

NOTE 2: CASH AND INVESTMENTS (Continued)

Investments (Continued)

State statutes specify investment instruments meeting defined rating, maturity and concentration risk criteria in which local governments may invest which include the following.

- Obligations of the United States and certain U.S. Agency securities
- Certain international agency securities
- General obligation and revenue bonds of 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

At December 31, 2023, the Town had the following investments:

	<u>Maturity</u>	
Colorado Liquid Asset Trust (COLOTRUST)	Weighted Average under 60 days	<u>\$ 579,148</u>

The Town invested in the Colorado Government Liquid Asset Trust (COLOTRUST) (the "Trust"), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces all State statutes governing the Trust. The Trust operates similarly to a money market fund and each share is equal in value to \$1.00. The Trust offers share in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+. Both portfolios may invest in U.S. Treasury and repurchase agreements collateralized by U.S. Treasury securities. COLOTRUST PLUS+ may also invest in certain obligations of U.S. government agencies, highest rated commercial paper and any security allowed under CRS 24-75-601. A designated custodial bank serves as custodian for the Trust's portfolios pursuant to a custodian agreement. The custodian acts as the safekeeping agent for the Trust's investment portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by the Trust. COLOTRUST is rated AAA by Standard and Poor's. COLOTRUST records its investments at fair value and the Town records its investments in COLOTRUST using the net asset value method. There are no unfunded commitments, the redemption frequency is daily and there is no redemption notice period.

Restricted Cash and Investments

Restricted cash and Investments consists of \$115,507 for future cemetery improvements, and \$22,936 for future parks and recreation expenditures.

TOWN OF SIMLA, COLORADO

NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE 3: CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2023, is summarized below:

	Balances 12/31/2022	Additions	Deletions	Balances 12/31/2023
Governmental Activities:				
Capital Assets, not being depreciated				
Land	\$ 15,946	\$ -	\$ -	\$ 15,946
Total Capital Assets, not being depreciated	<u>15,946</u>	<u>-</u>	<u>-</u>	<u>15,946</u>
Capital Assets, being depreciated				
Infrastructure	72,002	30,560	-	102,562
Buildings	124,635	-	-	124,635
Vehicles	94,814	-	-	94,814
Equipment	177,955	17,173	-	195,128
Parks	118,158	-	-	118,158
Total Capital Assets, being depreciated	<u>587,564</u>	<u>47,733</u>	<u>-</u>	<u>635,297</u>
Less accumulated depreciation				
Infrastructure	(13,776)	(3,816)	-	(17,592)
Buildings	(61,457)	(2,356)	-	(63,813)
Vehicles	(65,676)	(5,253)	-	(70,929)
Equipment	(112,586)	(13,778)	-	(126,364)
Parks	(88,056)	(3,961)	-	(92,017)
Total accumulated depreciation	<u>(341,551)</u>	<u>(29,164)</u>	<u>-</u>	<u>(370,715)</u>
Total Capital Assets, being depreciated, net	<u>246,013</u>	<u>18,569</u>	<u>-</u>	<u>264,582</u>
Governmental Activities Capital Assets, net	<u><u>\$ 261,959</u></u>	<u><u>\$ 18,569</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 280,528</u></u>

Depreciation expense was charged to the functions/programs as follows:

General Government	\$ 1,430
Public Safety	5,253
Public Works	18,020
Parks and Recreation	<u>4,461</u>
Total	<u><u>\$ 29,164</u></u>

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TOWN OF SIMLA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

NOTE 3: CAPITAL ASSETS (Continued)

	Balances 12/31/2022	Additions	Deletions	Balances 12/31/2023
Business-type Activities:				
Capital Assets, not being depreciated				
Land	\$ 7,250	\$ -	\$ -	\$ 7,250
Construction In Progress	2,076,336	-	2,076,336	-
Total Capital Assets, not being depreciated	<u>2,083,586</u>	<u>-</u>	<u>2,076,336</u>	<u>7,250</u>
Capital Assets, being depreciated				
Buildings	42,127	-	-	42,127
Equipment	142,550	6,384	-	148,934
System	1,736,021	2,296,936	-	4,032,957
Total Capital Assets, being depreciated	<u>1,920,698</u>	<u>2,303,320</u>	<u>-</u>	<u>4,224,018</u>
Less accumulated depreciation				
Buildings	(28,764)	(1,041)	-	(29,805)
Equipment	(132,197)	(3,592)	-	(135,789)
System	(869,069)	(80,972)	-	(950,041)
Total accumulated depreciation	<u>(1,030,030)</u>	<u>(85,605)</u>	<u>-</u>	<u>(1,115,635)</u>
Total Capital Assets, being depreciated, net	<u>890,668</u>	<u>2,217,715</u>	<u>-</u>	<u>3,108,383</u>
Business-type Activities Capital Assets, net	<u><u>\$ 2,974,254</u></u>	<u><u>\$ 2,217,715</u></u>	<u><u>\$ 2,076,336</u></u>	<u><u>\$ 3,115,633</u></u>

Depreciation expense was charged to the functions/programs as follows:

Water	\$ 64,927
Sewer	20,442
Trash	<u>236</u>
Total	<u><u>\$ 85,605</u></u>

NOTE 4: LONG-TERM DEBT

Governmental Activities

Following is a summary of long-term debt transactions for the governmental activities for the year ended December 31, 2023.

	Balance 12/31/2022	Additions	Deletions	Balance 12/31/2023	Due Within One Year
Governmental Activities					
Accrued Compensated Absences	<u><u>\$ 24,122</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 11,016</u></u>	<u><u>\$ 13,106</u></u>	<u><u>\$ 13,106</u></u>

Compensated absences are expected to be liquidated primarily with revenues of the General Fund.

TOWN OF SIMLA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

NOTE 4: LONG-TERM DEBT (Continued)

Business-type Activities

Following is a summary of long-term debt transactions for the business-type activities for the year ended December 31, 2023.

	Balance 12/31/2022	Additions	Deletions	Balance 12/31/2023	Due Within One Year
Business-type Activities					
2013 Sewer Loan	\$ 60,900	\$ -	\$ 5,800	\$ 55,100	\$ 5,800
2021 Water Loan	630,670	-	19,892	610,778	19,992
2022 Water Loan	196,692	-	6,204	190,488	6,235
2013 Sewer Loan	<u>\$ 888,262</u>	<u>\$ -</u>	<u>\$ 31,896</u>	<u>\$ 856,366</u>	<u>\$ 32,027</u>

Sewer Loan

During 2013, the Town entered into an interest-free 20 year loan agreement in the amount of \$116,000 with the Colorado Water Resources and Power Development Authority for improvements to the Town's sewer system. Principal only payments of \$2,900 are due semi-annually on May 1, and November 1 through May 1, 2033.

Following is a summary of the sewer loan future debt service requirements for the business-type activities for the year ended December 31, 2023.

<u>Year Ended December 31</u>	<u>Principal</u>
2024	\$ 5,800
2025	5,800
2026	5,800
2027	5,800
2028	5,800
2029 – 2033	<u>26,100</u>
Total	<u>\$ 55,100</u>

Water Loans

On August 12, 2022, the Town entered into a loan agreement with Colorado Water Resources and Power Development Authority (CWRPDA) through the Drinking Water Revolving Fund Disadvantaged Communities Loan Program for the purpose of constructing upgrades to the water distribution system, improvements to the well house, water treatment system and storage tank. The loan principal amount was \$493,000, of which the Up-Front Principal Forgiveness applied at closing was \$295,800, leaving a remaining amount of \$197,200. Commencing on November 1, 2022, an initial payment of principal and interest of \$591 is due. On May 1, 2023, principal and interest payments of \$3,590 are due semi-annually on May 1 and November 1 through May 1, 2052. The loan bears interest at 0.5% per annum.

TOWN OF SIMLA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

NOTE 4: LONG-TERM DEBT (Continued)

Business-type Activities

On April 9, 2021, the Town entered into a loan agreement with Colorado Water Resources and Power Development Authority (CWRPDA) through the Drinking Water Revolving Fund Disadvantaged Communities Loan Program for the purpose of constructing upgrades to the water distribution system, improvements to the well house, water treatment system and storage tank. The loan principal amount was \$1,032,300, of which the Up-Front Principal Forgiveness applied at closing was \$400,000, leaving a remaining amount of \$632,300. Commencing on November 1, 2022, an initial payment of principal and interest of \$1,894 is due. On May 1, 2023, principal and interest payments of \$11,510 are due semi-annually on May 1 and November 1 through May 1, 2052. The loan bears interest at 0.5% per annum.

The sewer and water loans are payable solely from revenues of the Town's water and sanitation system, after deducting operation and maintenance costs. During the year ended December 31, 2023, net revenues of \$67,916 were available to pay annual debt service of \$36,001. Remaining debt service at December 31, 2023 was \$915,814.

A provision of all three (3) loans requires the net revenues (total revenues less operating and maintenance expenses) be at least 110% of the annual debt service due in any one year. During the year ended December 31, 2023, the Town complied with this covenant.

Additionally, the loans require the Town to maintain an operations and maintenance reserve fund in an amount equal to three months of operations and maintenance expenses, excluding debt service and depreciation expense, as set forth in the annual budget for the current fiscal year. Accordingly, the Town has restricted \$73,833 of the Water and Sanitation Fund's net position, calculated as follows:

	<u>2023 Budget</u>	<u>2023 Actual</u>
Total Water & Sanitation Expenditures	\$ 416,844	\$ 332,557
Less Debt Service	<u>(36,001)</u>	<u>(36,001)</u>
Operations and Maintenance Expenditures	\$ <u>380,843</u>	\$ <u>296,556</u>
3 Months of Operations and Maintenance	\$ <u>95,211</u>	\$ <u>74,139</u>

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TOWN OF SIMLA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

NOTE 4: LONG-TERM DEBT (Continued)

Business-type Activities

Following is a summary of the water loan future debt service requirements for the business-type activities for the year ended December 31, 2023.

<u>Year Ended December 31</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 26,227	\$ 3,974	\$ 30,201
2025	26,358	3,843	30,201
2026	26,490	3,711	30,201
2027	26,623	3,578	30,201
2028	26,756	3,445	30,201
2029 - 2033	135,803	15,199	151,002
2034 - 2038	139,236	11,766	151,002
2039 - 2043	142,756	8,246	151,002
2044 - 2048	146,365	4,637	151,002
2049 - 2052	<u>104,652</u>	<u>1,049</u>	<u>105,701</u>
Total	<u>\$ 801,266</u>	<u>\$ 59,448</u>	<u>\$ 860,714</u>

NOTE 5: PUBLIC ENTITY RISK POOL

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. For these risks of loss, 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).

The purposes of CIRSA are to provide members defined liability, property, and workers compensation coverages and to assist members in preventing and reducing losses and injuries to municipal property and to persons or 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 the ability to significantly affect the operations of entity.

TOWN OF SIMLA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

NOTE 6: PENSION PLANS

In 1994 the Town established a defined contribution SEP plan for eligible employees. The Town contributes 5.5% of eligible employees' compensation each quarter of the year. The Town recognized pension expense of \$11,231 for the year ended December 31, 2023.

NOTE 7: COMMITMENTS AND CONTINGENCIES

Tabor Amendment

Colorado voters passed an amendment to the State Constitution, Article X, Section 20 (the "Amendment"), which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local government. The Amendment requires, with certain exceptions, advance voter approval for any new tax, tax rate increase, mill levy above that for the prior year, extension of an expiring tax, or tax policy change directly causing a net tax revenue gain to the Town. Revenue in excess of the fiscal spending limit must be refunded in the next fiscal year unless voters approve retention of such revenue.

In November 1995, voters within the Town approved a ballot proposal to allow the Town to retain excess revenues.

The Town's management believes it is in compliance with the provisions of the Amendment. However, the Amendment is complex and subject to interpretation. Many of its provisions may require judicial interpretation.

The Town has established an emergency reserve, representing 3% of qualifying expenditures, as required by the Amendment. At December 31, 2023, the emergency reserve of \$13,700 was reported as restricted net position and fund balance in the Governmental Activities and General Fund, respectively.

Claims and Judgments

The Town participates in a number of federal, state, and local programs that are fully or partially funded by grants received from other governmental entities. Expenses financed by grants are subject to audit by the appropriate grantor government. If expenses are disallowed due to noncompliance with grant program regulations, the Town may be required to reimburse the grantor government. At December 31, 2023, significant amounts of grant expenses have not been audited but management believes that subsequent audits will not have a material effect on the overall financial position of the Town.

TOWN OF SIMLA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

NOTE 7: COMMITMENTS AND CONTINGENCIES (Continued)

Related Party Transactions

During the year ended December 31, 2023, the Town entered into a contract for services with a company owned by a member of the Board of Trustees in the amount of \$42,655. The company provided boring and installation of a water line extension to the Towns water system.

Subsequent Event

Subsequent to the year ended December 31, 2023, the Town entered into a twenty (20) year lease purchase agreement with Farmers State Bank of Calhan in the principal amount of \$224,333, for the purpose of purchasing the property at 320 Pueblo Avenue. Principal and Interest lease payments of \$19,599 are due annually beginning on August 8, 2025 through August 8, 2044, with interest at 5.850% per annum.

NOTE 8: SEGMENT INFORMATION

The Water and Sanitation Fund is intended to be self-supporting through charges for services for water, sewer and trash operations. The sewer department and water department have loans for system improvements made in 2013, 2021 and 2022 which are required to be paid from sewer system revenues and water system revenues. Condensed summary financial information for each department is presented on the following page.

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TOWN OF SIMLA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

**CONDENSED STATEMENT OF
NET POSITION**

	WATER DEPARTMENT	SEWER DEPARTMENT	TRASH DEPARTMENT
Assets			
Current Assets	\$ 564,496	\$ 336,455	\$ 24,203
Capital Assets	2,726,480	385,345	3,808
TOTAL ASSETS	<u>3,290,976</u>	<u>721,800</u>	<u>28,011</u>
Liabilities			
Current Liabilities	27,923	7,496	-
Noncurrent Liabilities	775,039	49,300	-
TOTAL LIABILITIES	<u>802,962</u>	<u>56,796</u>	<u>-</u>
Net Position			
Net Investment in Capital Assets	1,925,214	330,245	3,808
Reserved and Unreserved	562,800	334,759	24,203
TOTAL NET POSITION	<u>\$ 2,488,014</u>	<u>\$ 665,004</u>	<u>\$ 28,011</u>

**CONDENSED STATEMENT OF
REVENUES, EXPENSES AND
CHANGES IN NET POSITION**

	WATER DEPARTMENT	SEWER DEPARTMENT	TRASH DEPARTMENT
Operating Revenues and Expenses			
Operating Revenues	\$ 174,390	\$ 165,797	\$ 97,477
Operating Expenses, net of Depreciation	(150,969)	(145,591)	(92,760)
Depreciation	(64,927)	(20,442)	(236)
Operating Income	<u>(41,506)</u>	<u>(236)</u>	<u>4,481</u>
Nonoperating Revenues and Expenses			
Investment Income	5,489	7,066	-
Interest Expense	(4,105)	-	-
Capital Grants	91,018	3,500	-
Change in Net Position	<u>50,896</u>	<u>10,330</u>	<u>4,481</u>
Beginning Net Position	2,437,118	654,674	23,530
Ending Net Position	<u>\$ 2,488,014</u>	<u>\$ 665,004</u>	<u>\$ 28,011</u>

**CONDENSED STATEMENT OF
CASH FLOWS**

	WATER DEPARTMENT	SEWER DEPARTMENT	TRASH DEPARTMENT
Net Cash Provided (Used) by:			
Operating Activities	\$ (63,288)	\$ 17,900	\$ 1,479
Capital and Related Financing Activities	(33,628)	(2,300)	-
Investment Activities	5,489	7,066	-
Net Increase (Decrease)	<u>(91,427)</u>	<u>22,666</u>	<u>1,479</u>
Beginning Cash and Cash Equivalents	567,816	299,833	11,420
Ending Cash and Cash Equivalents	<u>\$ 476,389</u>	<u>\$ 322,499</u>	<u>\$ 12,899</u>

REQUIRED SUPPLEMENTARY INFORMATION

TOWN OF SIMLA, COLORADO
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
Year Ended December 31, 2023
(With Comparative Actual Totals for the Year Ended December 31, 2022)

	2023				2022
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)	ACTUAL
REVENUES					
Taxes	\$ 234,354	\$ 234,354	\$ 243,124	\$ 8,770	\$ 253,320
Licenses and Permits	5,225	5,225	18,514	13,289	5,669
Fines and Forfeitures	134,900	134,900	72,624	(62,276)	128,579
Charges for Services	7,300	7,300	7,335	35	6,725
Intergovernmental	35,641	35,641	91,396	55,755	81,789
Interest	-	-	18,661	18,661	6,898
Contributions	-	-	21,413	21,413	1,000
Insurance Proceeds	-	-	36,736	36,736	1,000
Miscellaneous	-	-	6,402	6,402	18,416
TOTAL REVENUES	417,420	417,420	516,205	98,785	502,396
EXPENDITURES					
Current					
General Government	42,980	42,925	73,512	(30,587)	72,817
Judicial	29,463	29,421	33,447	(4,026)	31,091
Public Safety	237,322	236,696	261,314	(24,618)	220,876
Public Works	89,802	83,147	155,499	(72,352)	66,169
Health and Welfare	5,124	5,124	4,692	432	39,082
Parks and Recreation	13,257	13,244	21,394	(8,150)	14,898
Capital Outlay	-	-	-	-	-
TOTAL EXPENDITURES	417,948	410,557	549,858	(139,301)	444,933
NET CHANGE IN FUND BALANCE	(528)	6,863	(33,653)	(40,516)	57,463
FUND BALANCE, Beginning	366,158	366,158	289,092	(77,066)	231,629
FUND BALANCE, Ending	\$ 365,630	\$ 373,021	\$ 255,439	\$ (117,582)	\$ 289,092

See the accompanying Independent Auditor's Report.

TOWN OF SIMLA, COLORADO

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

December 31, 2023

NOTE 1: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgets

Budgets are legally adopted for all funds of the Town. Budgets for governmental funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgetary comparisons for the enterprise funds are presented on a non-GAAP budgetary basis. Capital outlay and long-term debt principal are budgeted as expenditures and depreciation is not budgeted.

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

- In September, Management submits to the Town Board of Trustees a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted to obtain taxpayer and public comments.
- Prior to December 31, the budget is legally enacted through passage of an ordinance.
- Management is authorized to transfer budgeted amounts between departments within any fund. However, any revisions that alter the total expenditures must be approved by the Town Board of Trustees.
- All budget appropriations lapse at year end. Colorado governments may not exceed budgeted appropriations at the fund level.

Legal Compliance

For the year ended December 31, 2023, the General Fund's and Utility Fund's actual expenditures exceeded budgeted expenditures by \$139,301 and \$156,879, respectively. This may be a violation of State statutes.

SUPPLEMENTARY INFORMATION

TOWN OF SIMLA, COLORADO
BUDGETARY COMPARISON SCHEDULE
CONSERVATION TRUST FUND
Year Ended December 31, 2023
(With Comparative Actual Totals for the Year Ended December 31, 2022)

	2023			2022
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)	ACTUAL
REVENUES				
Lottery Revenues	\$ 41,082	\$ 8,549	\$ (32,533)	\$ 7,687
Interest	-	34	34	48
TOTAL REVENUES	41,082	8,583	(32,499)	7,735
EXPENDITURES				
Parks and Recreation	11,000	-	11,000	25,175
TOTAL EXPENDITURES	11,000	-	11,000	25,175
NET CHANGE IN FUND BALANCE	30,082	8,583	(21,499)	(17,440)
FUND BALANCE, Beginning	4,000	14,353	10,353	31,793
FUND BALANCE, Ending	<u>\$ 34,082</u>	<u>\$ 22,936</u>	<u>\$ (11,146)</u>	<u>\$ 14,353</u>

See the accompanying Independent Auditor's Report.

TOWN OF SIMLA, COLORADO

BUDGETARY COMPARISON SCHEDULE

WATER AND SANITATION FUND

Year Ended December 31, 2023

(With Comparative Actual Totals for the Year Ended December 31, 2022)

	2023				2022
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)	ACTUAL
REVENUES					
Charges for Services					
Water	\$ 159,576	\$ 159,576	\$ 155,350	\$ (4,226)	\$ 160,598
Sewer	158,508	158,508	165,797	7,289	162,979
Trash	89,000	89,000	97,477	8,477	89,309
Bulk Water	11,700	11,700	7,400	(4,300)	12,621
Late Fees and Other	2,205	2,205	11,640	9,435	12,315
Tap Fees - Water	7,000	7,000	7,000	-	-
Tap Fees - Sewer	7,000	7,000	3,500	(3,500)	-
Capital Grants	-	-	84,018	84,018	1,220,078
Investment Income	825	825	12,555	11,730	4,622
TOTAL REVENUES	<u>435,814</u>	<u>435,814</u>	<u>544,737</u>	<u>108,923</u>	<u>1,662,522</u>
EXPENDITURES					
Operations and Maintenance					
Water	231,196	231,196	150,969	80,227	155,688
Sewer	185,648	185,648	145,591	40,057	128,766
Trash	78,582	78,582	92,760	(14,178)	85,046
Capital Outlay	-	-	226,984	(226,984)	1,930,487
Debt Service					
Principal	-	-	31,896	(31,896)	7,938
Interest	-	-	4,105	(4,105)	7,938
TOTAL EXPENDITURES	<u>495,426</u>	<u>495,426</u>	<u>652,305</u>	<u>(156,879)</u>	<u>2,307,925</u>
NET INCOME, Budget Basis	<u>\$ (59,612)</u>	<u>\$ (59,612)</u>	(107,568)	<u>\$ (47,956)</u>	(645,403)
GAAP BASIS ADJUSTMENTS					
Capital Outlay			226,984		1,930,487
Depreciation			(85,605)		(48,714)
Principal Paid on Long-Term Debt			31,896		7,938
NET INCOME, GAAP Basis			65,707		1,244,308
NET POSITION, Beginning			<u>3,115,322</u>		<u>1,871,014</u>
NET POSITION, Ending			<u>\$ 3,181,029</u>		<u>\$ 3,115,322</u>

See the accompanying Independent Auditor's Report.

OTHER INFORMATION

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

LOCAL HIGHWAY FINANCE REPORT	City or County: Simla
	YEAR ENDING : December 2023
This Information From The Records Of (example - City of _ or County of Jackie L Zion 719-541-2468	

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

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Receipts from local sources:	
1. Local highway-user taxes	
a. Motor Fuel (from Item I.A.5.)	
b. Motor Vehicle (from Item I.B.5.)	
c. Total (a.+b.)	
2. General fund appropriations	
3. Other local imposts (from page 2)	
4. Miscellaneous local receipts (from page 2)	44,645
5. Transfers from toll facilities	
6. Proceeds of sale of bonds and notes:	
a. Bonds - Original Issues	
b. Bonds - Refunding Issues	
c. Notes	
d. Total (a. + b. + c.)	0
7. Total (1 through 6)	44,645
B. Private Contributions	
C. Receipts from State government (from page 2)	26,073
D. Receipts from Federal Government (from page 2)	0
E. Total receipts (A.7 + B + C + D)	70,718

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Local highway disbursements:	
1. Capital outlay (from page 2)	34,034
2. Maintenance:	
3. Road and street services:	
a. Traffic control operations	
b. Snow and ice removal	
c. Other Lighting	11,149
d. Total (a. through c.)	11,149
4. General administration & miscellaneous	
5. Highway law enforcement and safety	25,535
6. Total (1 through 5)	70,718
B. Debt service on local obligations:	
1. Bonds:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
2. Notes:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
3. Total (1.c + 2.c)	0
C. Payments to State for highway:	
D. Payments to toll facilities	
E. Total disbursements (A.6 + B.3 + C + D)	70,718

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

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

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
		70,718	70,718		0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT		STATE:	
		Colorado	
		YEAR ENDING (mm/yy)	
		December 2023	
II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL			
ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments		a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	34,450	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	10,195	g. Other Misc. Receipts	
6. Total (1. through 5.)	44,645	h. Other	
c. Total (a. + b.)	44,645	i. Total (a. through h.)	0
	(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	26,073	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	2,379	d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant		e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	
f. Total (a. through e.)	2,379	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	28,452	3. Total (1. + 2.g)	
			(Carry forward to page 1)
III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL			
	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation			0
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	0	0	0
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	0	0
			(Carry forward to page 1)
Notes and Comments:			

FORM FHWA-536

See the accompanying Independent Auditor's Report.