

CITY OF DELTA, COLORADO

FINANCIAL STATEMENTS
WITH
INDEPENDENT AUDITORS' REPORT

DECEMBER 31, 2023

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FINANCIAL SECTION

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**Management's Discussion and Analysis
(Required Supplementary Information)**

Management's Discussion and Analysis

As management of the City of Delta, we offer readers of the City of Delta's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2023.

Financial Highlights

As of the close of the year, the City had \$27,947,281 in combined ending cash and investment balances compared to \$22,743,903 in combined ending cash and investment balances for the previous year.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the City's assets and liabilities, with the difference between the two reported as net position. Increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The statement of activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

Both of the government-wide financial statements distinguish functions of the City of Delta that are principally supported by taxes and intergovernmental revenues from other functions that are intended to recover all or a significant portion of their costs through user fees and charges. The governmental activities of the City include general government, public safety, public works, health and safety and parks & recreation. The business-type activities of the City include the Electric, Sewer, Water, Golf and Refuse operations.

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

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, parks & recreation center fund, and the city-wide capital improvement fund, which are considered to be major funds. Data from four other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in the report.

The City adopts an annual appropriated budget for all funds. A budgetary comparison statement has been provided for the general fund, parks & recreation center fund, citywide capital improvement fund and the D.U.R.A. fund to demonstrate compliance with the budget.

The basic governmental fund financial statements can be found on pages 6 through 9 of this report.

Proprietary funds. The City maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its utility funds and the golf course fund operation. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its fleet of vehicles and employees' dental insurance benefits. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the funds. Conversely, the internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 10 through 12 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 13 through 31 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's budgetary comparisons for the general fund, parks & recreation center fund and the city-wide capital improvement fund. Required supplementary information can be found on pages 32 through 35 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds, internal service funds and budgetary comparison schedules are presented immediately following the required supplementary information on budgetary comparisons. Combining and individual fund statements and schedules can be found on pages 37 through 53 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of the City's financial position. The City's assets exceeded liabilities by \$61,404,079 at the close of the year 2023.

The largest portion of the City's net position reflects its investment in the capital assets (e.g. land, buildings, infrastructure and equipment); less any related debt used to acquire those assets that are still outstanding. The resources needed to repay this

debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

City of Delta's Net Position

	Governmental		Business-type		Total	
	Activities		Activities			
	2022	2023	2022	2023	2022	2023
Current & other assets	\$12,595,572	\$17,494,254	\$15,073,678	\$14,229,522	\$27,669,250	\$31,723,776
Capital assets	\$37,187,994	\$37,946,138	\$20,592,546	\$20,569,588	\$57,780,540	\$58,515,726
Total assets	<u>\$49,783,566</u>	<u>\$55,440,392</u>	<u>\$35,666,224</u>	<u>\$34,799,110</u>	<u>\$85,449,790</u>	<u>\$90,239,502</u>
Deferred outflows of resources	\$ 563,599	\$ 504,807	\$ -	\$ -	\$ 563,599	\$ 504,807
Long-term liabilities	\$15,159,598	\$20,035,995	\$5,962,325	\$5,448,369	\$21,121,923	\$25,484,364
Other liabilities	<u>\$2,365,424</u>	<u>\$1,198,114</u>	<u>\$1,733,012</u>	<u>\$896,024</u>	<u>\$4,098,436</u>	<u>\$2,094,138</u>
Total liabilities	<u>\$17,525,022</u>	<u>\$21,234,109</u>	<u>\$7,695,337</u>	<u>\$6,344,393</u>	<u>\$25,220,359</u>	<u>\$27,578,502</u>
Deferred inflows of resources	<u>\$ 1,964,673</u>	<u>\$ 1,759,728</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,964,673</u>	<u>\$ 1,759,728</u>
Net position:						
Net investment in capital assets	\$22,527,994	\$18,512,986	\$14,773,690	\$15,325,937	\$37,301,684	\$33,838,923
Restricted	\$6,739,701	\$14,024,495	\$0	\$0	\$6,739,701	\$14,024,495
Unrestricted	<u>\$1,589,775</u>	<u>\$413,881</u>	<u>\$13,197,197</u>	<u>\$13,128,780</u>	<u>\$14,786,972</u>	<u>\$13,542,661</u>
Total net position	<u>\$30,857,470</u>	<u>\$32,951,362</u>	<u>\$27,970,887</u>	<u>\$28,454,717</u>	<u>\$58,828,357</u>	<u>\$61,406,079</u>

The restricted portion the City's net position represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position may be used to meet the City's ongoing obligations to citizens and creditors.

City of Delta's Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	2022	2023	2022	2023	2022	2023
Revenues:						
Program revenues:						
Charges for						
services	\$ 1,943,861	\$ 1,985,191	\$ 12,454,731	\$ 13,502,599	\$ 14,398,592	\$ 15,487,790
Operating Grants	909,774	1,656,961	2,025	3,780	911,799	1,660,741
Capital Grants	1,833,126	2,060,220	318,900	551,540	2,152,026	2,611,760
General revenues:						
Taxes:						
Sales tax	10,373,981	10,335,919	-	-	10,373,981	10,335,919
Property tax	21,996	23,638	-	-	21,996	23,638
Franchise and						
Occupational tax	720,313	760,969	-	-	720,313	760,969
Cigarette	13,561	19,950	-	-	13,561	19,950
Investment	146,786	626,650	193,922	600,215	340,708	1,226,865
Miscellaneous	1,664,488	(266,333)	498,967	360,658	2,163,455	94,325
Total revenue	<u>17,627,886</u>	<u>17,203,165</u>	<u>13,468,545</u>	<u>15,018,792</u>	<u>31,096,431</u>	<u>32,221,957</u>
Expenses:						
General government	2,826,897	3,576,842	-	-	2,826,897	3,576,842
Public safety	3,107,629	3,638,392	-	-	3,107,629	3,638,392
Public works	4,517,097	4,316,232	-	-	4,517,097	4,316,232
Parks and recreation	3,738,398	4,122,406	-	-	3,738,398	4,122,406
Interest on Debt	523,175	630,783	-	-	523,175	630,783
Municipal Light & Power	-	-	6,304,771	6,456,331	6,304,771	6,456,331
Sewer	-	-	1,929,348	2,022,098	1,929,348	2,022,098
Water	-	-	2,292,618	2,709,179	2,292,618	2,709,179
Refuse	-	-	817,450	954,681	817,450	954,681
Golf	-	-	1,177,077	1,217,291	1,177,077	1,217,291
Total expenses	<u>14,713,196</u>	<u>16,284,655</u>	<u>12,521,264</u>	<u>13,359,580</u>	<u>27,234,460</u>	<u>29,644,235</u>
Increase in net assets						
before transfers	2,914,690	918,510	947,281	1,659,212	3,861,971	2,577,722
Transfers	166,950	1,175,382	(166,950)	(1,175,382)	-	-
Increase (decrease) in net position	3,081,640	2,093,892	780,331	483,830	3,861,971	2,577,722
Net position - January 1st	<u>27,775,830</u>	<u>30,857,470</u>	<u>27,190,556</u>	<u>27,970,887</u>	<u>54,966,386</u>	<u>58,828,357</u>
Net position - December 31st	<u>\$ 30,857,470</u>	<u>\$ 32,951,362</u>	<u>\$ 27,970,887</u>	<u>\$ 28,454,717</u>	<u>\$ 58,828,357</u>	<u>\$ 61,406,079</u>

General Fund Budgetary Highlights

A positive item to note on page 32 regarding the General Fund variance column is a 2.87% increase in sales and uses taxes received over the amount budgeted.

Financial Analysis of the City's Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

Proprietary funds. The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Capital Asset and Debt Administration

Capital assets. The City's investment in capital assets for its governmental and business type activities as of December 31, 2023, amounts to \$58,704,366 (net of accumulated depreciation). This investment in capital assets includes land, buildings and system improvements, machinery and equipment, and roads and bridges.

City of Delta Capital Assets

(net of depreciation)

	Governmental		Business-type		Total	
	Activities		Activities			
	2022	2023	2022	2023	2022	2023
Land	\$ 3,534,250	\$ 3,926,043	\$ 952,610	\$ 952,610	\$ 4,486,860	\$ 4,878,653
Construction in Progress	3,086,893	2,615,718	2,618,600	816,565	5,705,493	3,432,283
Improvements other						
than buildings	2,690,968	2,532,810	-	-	2,690,968	2,532,810
Infrastructures	23,402,670	20,898,616	-	-	23,402,670	20,898,616
Buildings	2,490,256	6,158,766	198,399	168,749	2,688,655	6,327,515
Water rights and storage	-	-	456,403	450,686	456,403	450,686
Treatment and generation						
facilities	-	-	2,224,642	1,978,061	2,224,642	1,978,061
Collection, transmission						
and distribution systems	-	-	13,511,553	15,594,151	13,511,553	15,594,151
Street lighting system	-	-	488,608	465,006	488,608	465,006
Vehicles and equipment	1,982,957	2,002,824	141,731	143,761	2,124,688	2,146,585
Total	<u>\$ 37,187,994</u>	<u>\$ 38,134,777</u>	<u>\$ 20,592,546</u>	<u>\$ 20,569,589</u>	<u>\$ 57,780,540</u>	<u>\$ 58,704,366</u>

Additional information on the City of Delta's capital assets can be found in note 3 on pages 22 through 24 of this report.

Long-term debt. At the end of the current fiscal year, the City of Delta had total bonded debt and note payable outstanding of \$24,676,802. Of this amount, \$19,433,152 is backed by Sales and Use Tax Revenue collections and the remaining \$5,243,660 debt is secured by specified revenue sources.

City of Delta's Outstanding Debt

	Governmental		Business-type		Total	
	Activities		Activities			
	2022	2023	2022	2023	2022	2023
Sales & use tax revenue bonds	\$ 14,660,000	\$ 19,433,152	\$ -	\$ -	\$ 14,660,000	\$ 19,433,152
Notes payable	-	-	5,818,856	5,243,650	5,818,856	5,243,650
Total	\$ 14,660,000	\$ 19,433,152	\$ 5,818,856	\$ 5,243,650	\$ 20,478,856	\$ 24,676,802

Additional information on the City's long-term debt can be found in note 6 on pages 26 through 28 of this report.

Economic Factors and Future Year's Budgets

The economic condition and outlook for the City in the upcoming year should be stable. The 2024 budget projects a 2% increase for sales tax. The City's 3% sales tax revenue is designated to three funds; 1% General Fund, 1% City Wide Capital Improvement Fund and 1% Parks & Recreation Center Fund. The City Wide Capital Improvement Fund has bond requirements and specific restrictions on how the Sales Tax Revenue can be spent. The Parks & Recreation Center Fund has specific restrictions on how the Sales Tax Revenue can be spent. In 2020 the County of Delta passed a sales tax increase titled Back the Badge which brought in \$1,261,665 for the year ended 12/31/2023. The City is entitled to a percentage of this new tax for its police endeavors. These plus other factors were considered in preparing the City of Delta's budget for the 2024 fiscal year.

Requests for Information

This financial report is designed to provide a general overview of the City of Delta's finances for all those with an interest in the City's finances. Questions concerning any of the information provided in the report or requests for additional financial information should be addressed to the City of Delta, Office of the Finance Director, 360 Main Street, Delta, CO 81416.

Mayberry & Company, LLC

Certified Public Accountants

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

City Council
City of Delta
Delta, 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 City of Delta, as of and for the year ended December 31, 2023, and the related notes to the financial statements which collectively comprise City of Delta'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 City of Delta 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 City of Delta 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 City of Delta's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' 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 City of Delta'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 City of Delta'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 City of Delta's 2022 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated June 16, 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 and budgetary comparison 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.

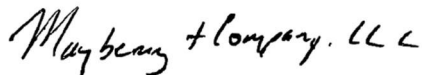
Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Delta's basic financial statements. The individual and combining 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.



Englewood, Colorado
September 11, 2024

BASIC FINANCIAL STATEMENTS

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CITY OF DELTA, 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	\$ 1,794,267	\$ (1,053,734)	\$ 740,533
Investments	13,905,484	12,910,440	26,815,924
Restricted Cash and Investments	94,424	300,000	394,424
Receivables			
Accounts Receivable	1,519,593	1,256,029	2,775,622
Other Receivables	24,940	34,853	59,793
Inventory	152,019	781,682	933,701
Prepaid Expenses	3,527	252	3,779
Total Current Assets	<u>17,494,254</u>	<u>14,229,522</u>	<u>31,723,776</u>
Noncurrent Assets			
Capital Assets not being Depreciated	6,541,761	1,769,175	8,310,936
Capital Assets being Depreciated	109,752,481	50,266,176	160,018,657
Accumulated Depreciation	<u>(78,348,104)</u>	<u>(31,465,763)</u>	<u>(109,813,867)</u>
Total Noncurrent Assets	<u>37,946,138</u>	<u>20,569,588</u>	<u>58,515,726</u>
TOTAL ASSETS	<u>55,440,392</u>	<u>34,799,110</u>	<u>90,239,502</u>
DEFERRED OUTFLOWS OF FINANCIAL RESOURCES			
Deferred Charge on Refunding	504,807	-	504,807
TOTAL ASSETS AND DEFERRED OUTFLOWS	<u>\$ 55,945,199</u>	<u>\$ 34,799,110</u>	<u>\$ 90,744,309</u>
LIABILITIES, DEFERRED INFLOWS AND NET POSITION			
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 637,779	\$ 827,362	\$ 1,465,141
Accrued Liabilities	473	-	473
Accrued Salaries and Benefits	157,057	50,397	207,454
Deposits and Escrow	287,970	-	287,970
Accrued Interest Payable	66,860	12,279	79,139
Unearned Revenue	47,975	5,986	53,961
Total Current Liabilities	<u>1,198,114</u>	<u>896,024</u>	<u>2,094,138</u>
Noncurrent Liabilities			
Due within one year	1,204,232	296,925	1,501,157
Due in more than one year	<u>18,831,763</u>	<u>5,151,444</u>	<u>23,983,207</u>
Total Noncurrent Liabilities	<u>20,035,995</u>	<u>5,448,369</u>	<u>25,484,364</u>
TOTAL LIABILITIES	<u>21,234,109</u>	<u>6,344,393</u>	<u>27,578,502</u>
DEFERRED INFLOWS OF FINANCIAL RESOURCES			
Bond Premiums	1,759,728	-	1,759,728
NET POSITION			
Net Investment in Capital Assets	18,512,986	15,325,937	33,838,923
Restricted Net Position	14,024,495	-	14,024,495
Unrestricted Net Position	413,881	13,128,780	13,542,661
TOTAL NET POSITION	<u>32,951,362</u>	<u>28,454,717</u>	<u>61,406,079</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION	<u>\$ 55,945,199</u>	<u>\$ 34,799,110</u>	<u>\$ 90,744,309</u>

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

CITY OF DELTA

**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	\$ 3,576,842	\$ 950,246	\$ 659,122	\$ 137,273
Public Safety	3,638,392	48,952	464,642	74,910
Public Works	4,316,232	212,665	392,087	527,141
Culture and Recreation	4,122,406	773,328	141,110	1,320,896
Interest on Debt	<u>630,783</u>	-	-	-
TOTAL GOVERNMENT ACTIVITIES	<u>16,284,655</u>	<u>1,985,191</u>	<u>1,656,961</u>	<u>2,060,220</u>
BUSINESS-TYPE ACTIVITIES				
Current:				
Municipal Light & Power	6,456,331	6,955,978	3,780	-
Sewer	2,022,098	2,063,755	-	435,900
Water	2,709,179	2,382,559	-	115,640
Refuse	954,681	1,237,947	-	-
Golf Course	<u>1,217,291</u>	<u>862,360</u>	-	-
TOTAL BUSINESS-TYPE ACTIVITIES	<u>13,359,580</u>	<u>13,502,599</u>	<u>3,780</u>	<u>551,540</u>
TOTAL GOVERNMENT	<u>\$ 29,644,235</u>	<u>\$ 15,487,790</u>	<u>\$ 1,660,741</u>	<u>\$ 2,611,760</u>
GENERAL REVENUES				
Property Taxes				
Sales and Use Taxes				
Franchise and In Lieu of Taxes				
Other Taxes				
Interest Income				
Gain (Loss) on Disposal of Capital Assets				
Insurance Proceeds				
Other Revenues				
TOTAL GENERAL REVENUES				
TRANSFERS				
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**

GOVERNMENT ACTIVITIES	BUSINESS - TYPE ACTIVITIES	TOTAL
\$ (1,830,201)	\$ -	\$ (1,830,201)
(3,049,888)	-	(3,049,888)
(3,184,339)	-	(3,184,339)
(1,887,072)	-	(1,887,072)
<u>(630,783)</u>	<u>-</u>	<u>(630,783)</u>
<u>(10,582,283)</u>	<u>-</u>	<u>(10,582,283)</u>
-	503,427	503,427
-	477,557	477,557
-	(210,980)	(210,980)
-	283,266	283,266
<u>-</u>	<u>(354,931)</u>	<u>(354,931)</u>
<u>-</u>	<u>698,339</u>	<u>698,339</u>
<u>(10,582,283)</u>	<u>698,339</u>	<u>(9,883,944)</u>
23,638	-	23,638
10,335,919	-	10,335,919
760,902	-	760,902
20,017	-	20,017
626,650	600,215	1,226,865
(413,541)	-	(413,541)
12,297	360,658	372,955
<u>134,911</u>	<u>-</u>	<u>134,911</u>
11,500,793	960,873	12,461,666
<u>1,175,382</u>	<u>(1,175,382)</u>	<u>-</u>
<u>12,676,175</u>	<u>(214,509)</u>	<u>12,461,666</u>
2,093,892	483,830	2,577,722
<u>30,857,470</u>	<u>27,970,887</u>	<u>58,828,357</u>
<u>\$ 32,951,362</u>	<u>\$ 28,454,717</u>	<u>\$ 61,406,079</u>

CITY OF DELTA, COLORADO

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2023

With Comparative Totals for December 31, 2022

	<u>SPECIAL REVENUE FUNDS</u>		
	General	Parks and Recreation Center	Delta Urban Renewal Authority
	Fund	Fund	Fund
ASSETS AND DEFERRED OUTFLOWS			
ASSETS			
Current Assets			
Cash and Investments			
Cash	\$ 558,151	\$ 116,167	\$ 47,736
Investments	1,370,383	507,233	-
Restricted Cash and Investments	16,649	-	-
Receivables			
Accounts Receivable	476,258	275,012	-
Inventory	21,082	4,479	-
Prepaid Expenses	1,097	2,430	-
TOTAL ASSETS AND DEFERRED OUTFLOWS	<u>\$ 2,443,620</u>	<u>\$ 905,321</u>	<u>\$ 47,736</u>
LIABILITIES, DEFERRED INFLOWS AND NET POSITION			
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 112,202	\$ 34,489	\$ -
Accrued Liabilities	473	-	-
Accrued Salaries and Benefits	110,689	40,400	-
Deposits and Escrow	243,022	29,392	-
Unearned Revenue	25,290	22,685	-
TOTAL LIABILITIES	<u>491,676</u>	<u>126,966</u>	<u>-</u>
DEFERRED INFLOWS OF FINANCIAL RESOURCES			
FUND BALANCE			
Nonspendable Fund Balance	32,783	12,954	-
Restricted Fund Balance	569,412	765,401	47,736
Assigned Fund Balance	532,267	-	-
Unassigned Fund Balance	817,482	-	-
TOTAL FUND BALANCE	<u>1,951,944</u>	<u>778,355</u>	<u>47,736</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE	<u>\$ 2,443,620</u>	<u>\$ 905,321</u>	<u>\$ 47,736</u>

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

**SPECIAL
REVENUE
FUNDS**

City-Wide Capital Improvement Fund	Other Funds	Total	
		2023	2022
\$ 823,194	\$ (71,449)	\$ 1,473,799	\$ 191,691
10,933,799	686,641	13,498,056	6,574,152
-	77,775	94,424	2,298,135
555,814	212,509	1,519,593	2,922,249
-	-	25,561	3,378
-	-	3,527	2,717
<u>\$ 12,312,807</u>	<u>\$ 905,476</u>	<u>\$ 16,614,960</u>	<u>\$ 11,992,322</u>
\$ 450,087	\$ -	\$ 596,778	\$ 1,167,095
-	-	473	-
-	-	151,089	148,854
15,556	-	287,970	269,896
-	-	47,975	674,008
<u>465,643</u>	<u>-</u>	<u>1,084,285</u>	<u>2,259,853</u>
-	77,775	123,512	96,541
11,847,164	794,782	14,024,495	8,087,735
-	-	532,267	104,498
-	-	817,482	1,443,695
<u>11,847,164</u>	<u>905,476</u>	<u>15,530,675</u>	<u>9,732,469</u>
<u>\$ 12,312,807</u>	<u>\$ 905,476</u>	<u>\$ 16,614,960</u>	<u>\$ 11,992,322</u>

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CITY OF DELTA, COLORADO

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

Fund Balance - Governmental Funds		\$ 15,530,675
Capital assets used in governmental activities are not financial resources and are therefore not reported in the funds		
Capital assets, not being depreciated	\$ 6,541,761	
Capital assets, being depreciated	102,769,734	
Accumulated depreciation	<u>(72,625,657)</u>	36,685,838
Deferred charges related to the issuance of debt that are amortized over the life of the issue, but are not reported in the funds		
Deferred charge (gain) on refunding	504,807	
Bond premiums	<u>(1,759,728)</u>	(1,254,921)
Internal Service operations primarily benefit Governmental Activities		
Internal Service Fund Net Position		2,063,882
Long-term liabilities are not due and payable in the current year and, therefore, are not reported in the funds.		
Bonds payable	(14,085,000)	
Capital leases payable	(5,348,152)	
Accrued interest payable	(66,860)	
Accrued compensated absences	<u>(574,100)</u>	<u>(20,074,112)</u>
Total Net Position - Governmental Activities		<u>\$ 32,951,362</u>

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

CITY OF DELTA, 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

	SPECIAL REVENUE FUNDS		
	General Fund	Parks and Recreation Center Fund	Delta Urban Renewal Authority Fund
REVENUES			
Taxes	\$ 3,446,504	\$ 2,665,601	\$ 23,638
Intergovernmental Revenues	1,157,493	-	-
Licenses and Permits	255,041	-	-
Fines and Forfeits	47,277	-	-
Internal Charges	810,925	-	-
Charges for Services	101,000	767,158	-
Investment Earnings	70,373	30,753	-
Other Revenues	135,720	84,037	-
TOTAL REVENUES	<u>6,024,333</u>	<u>3,547,549</u>	<u>23,638</u>
EXPENDITURES			
Current:			
General Government	2,731,373	-	-
Public Safety	3,595,972	-	-
Public Works	932,634	-	12,285
Parks, Recreation and Other	330,783	3,274,305	-
Internal Charges	395,936	319,471	-
Capital Outlay	264,491	94,188	-
Debt Service	-	-	-
TOTAL EXPENDITURES	<u>8,251,189</u>	<u>3,687,964</u>	<u>12,285</u>
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	<u>(2,226,856)</u>	<u>(140,415)</u>	<u>11,353</u>
OTHER FINANCING SOURCES (USES)			
Debt Proceeds	-	-	-
Transfers In	2,157,715	-	-
Transfers (Out)	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>2,157,715</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE - GAAP BASIS	<u>(69,141)</u>	<u>(140,415)</u>	<u>11,353</u>
FUND BALANCE, BEGINNING	<u>2,021,085</u>	<u>918,770</u>	<u>36,383</u>
FUND BALANCE, ENDING	<u>\$ 1,951,944</u>	<u>\$ 778,355</u>	<u>\$ 47,736</u>

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

SPECIAL REVENUE FUNDS

	City-Wide Capital Improvement Fund	American Rescue Plan Act Fund	Other Funds	Total	
				2023	2022
\$	3,743,067	\$ -	\$ 1,261,665	\$ 11,140,475	\$ 11,129,851
	1,709,984	654,852	129,643	3,651,972	4,288,835
	-	-	-	255,041	319,252
	-	-	-	47,277	45,556
	-	-	-	810,925	810,925
	-	-	3,790	871,948	768,128
	462,362	31,720	31,443	626,651	146,785
	-	-	-	219,757	120,233
	<u>5,915,413</u>	<u>686,572</u>	<u>1,426,541</u>	<u>17,624,046</u>	<u>17,629,565</u>
	-	-	-	2,731,373	1,974,435
	-	-	-	3,595,972	3,072,261
	-	-	-	944,919	995,743
	-	-	6,183	3,611,271	3,149,585
	81,399	-	-	796,806	780,332
	4,836,437	-	134,649	5,329,765	4,972,694
	<u>2,000,300</u>	-	-	<u>2,000,300</u>	<u>1,227,800</u>
	<u>6,918,136</u>	-	<u>140,832</u>	<u>19,010,406</u>	<u>16,172,850</u>
	<u>(1,002,723)</u>	<u>686,572</u>	<u>1,285,709</u>	<u>(1,386,360)</u>	<u>1,456,715</u>
	6,009,184	-	-	6,009,184	-
	2,420,800	-	-	4,578,515	4,445,894
	<u>(1,440,027)</u>	<u>(713,756)</u>	<u>(1,249,350)</u>	<u>(3,403,133)</u>	<u>(4,278,944)</u>
	<u>6,989,957</u>	<u>(713,756)</u>	<u>(1,249,350)</u>	<u>7,184,566</u>	<u>166,950</u>
	5,987,234	(27,184)	36,359	5,798,206	1,623,665
	<u>5,859,930</u>	<u>27,184</u>	<u>869,117</u>	<u>9,732,469</u>	<u>8,108,804</u>
\$	<u>11,847,164</u>	\$ -	\$ 905,476	\$ 15,530,675	\$ 9,732,469

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CITY OF DELTA, 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			\$ 5,798,206
Capital assets used in governmental activities are expensed when purchased in the funds and depreciated at the activity level			
Capitalized Asset Purchases	\$ 5,508,117		
Depreciation Expense	(3,961,354)		
Gain (Loss) on Asset Disposals	<u>(420,881)</u>	1,125,882	
Internal Service operations primarily benefit Governmental Activities			
Change in net position - Internal Service Funds		(91,566)	
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			
Proceeds from debt issuances	(6,009,184)		
Principal payments on bonds payable	575,000		
Principal payments on capital leases	661,032		
Change in accrued interest payable	(12,668)		
Deferred gain on refunding	(58,792)		
Amortization of premiums and discounts	204,945		
Change in accrued compensated absences	<u>(98,963)</u>	<u>(4,738,630)</u>	
Change in Net Position - Governmental Activities			<u>\$ 2,093,892</u>

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

CITY OF DELTA, COLORADO

STATEMENT OF NET POSITION

PROPRIETARY FUNDS

DECEMBER 31, 2023

With Comparative Totals for December 31, 2022

	Business-type Activities			
	Municipal			
	Light & Power	Sewer	Water	Golf Course
	Fund	Fund	Fund	Fund
ASSETS AND DEFERRED OUTFLOWS				
ASSETS				
Current Assets				
Cash and Investments				
Cash	\$ (905,640)	\$ 80,996	\$ (231,535)	\$ 20,067
Investments	6,258,764	3,177,258	2,354,741	-
Restricted Cash and Investments	-	300,000	-	-
Receivables				
Accounts Receivable	768,249	200,555	155,656	-
Other Receivables	19,569	3,122	5,637	6,525
Inventory	355,509	125,890	286,567	13,716
Prepaid Expenses	-	-	-	252
Total Current Assets	<u>6,496,451</u>	<u>3,887,821</u>	<u>2,571,066</u>	<u>40,560</u>
Noncurrent Assets				
Capital Assets not being depreciated	416,925	717,292	491,018	143,940
Capital Assets being depreciated	12,704,310	22,120,480	10,716,560	4,724,826
Accumulated Depreciation	<u>(6,390,226)</u>	<u>(13,321,047)</u>	<u>(7,227,840)</u>	<u>(4,526,650)</u>
Total Noncurrent Assets	<u>6,731,009</u>	<u>9,516,725</u>	<u>3,979,738</u>	<u>342,116</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ 13,227,460	\$ 13,404,546	\$ 6,550,804	\$ 382,676
LIABILITIES, DEFERRED INFLOWS AND NET POSITION				
LIABILITIES				
Current Liabilities				
Accounts Payable	\$ 575,572	\$ 129,983	\$ 66,516	\$ 9,113
Accrued Salaries and Benefits	15,921	12,232	10,641	9,035
Accrued Interest Payable	2,353	8,659	-	1,267
Unearned Revenue	-	-	-	5,986
Total Current Liabilities	<u>593,846</u>	<u>150,874</u>	<u>77,157</u>	<u>25,401</u>
Noncurrent Liabilities				
Due within one year	-	296,925	-	-
Due in more than one year	<u>1,178,656</u>	<u>3,316,100</u>	<u>35,012</u>	<u>617,914</u>
Total Noncurrent Liabilities	<u>1,178,656</u>	<u>3,613,025</u>	<u>35,012</u>	<u>617,914</u>
TOTAL LIABILITIES	<u>1,772,502</u>	<u>3,763,899</u>	<u>112,169</u>	<u>643,315</u>
DEFERRED INFLOWS OF FINANCIAL RESOURCES				
NET POSITION				
Net Investment in Capital Assets	5,637,920	5,955,249	3,979,738	(246,970)
Unrestricted Net Position	<u>5,817,038</u>	<u>3,685,398</u>	<u>2,458,897</u>	<u>(13,669)</u>
TOTAL NET POSITION	<u>11,454,958</u>	<u>9,640,647</u>	<u>6,438,635</u>	<u>(260,639)</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION	\$ 13,227,460	\$ 13,404,546	\$ 6,550,804	\$ 382,676

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

Govt Activities

Other Funds	Total Enterprise Funds	Internal Service Fund	Total	
			2023	2022
\$ (17,622)	\$ (1,053,734)	\$ 320,468	\$ (733,266)	\$ 674,520
1,119,677	12,910,440	407,428	13,317,868	10,705,739
-	300,000	-	300,000	2,299,666
-	-	-	-	-
131,569	1,256,029	-	1,256,029	1,110,205
-	34,853	24,940	59,793	53,371
-	781,682	126,458	908,140	830,387
-	252	-	252	3,040
<u>1,233,624</u>	<u>14,229,522</u>	<u>879,294</u>	<u>15,108,816</u>	<u>15,676,928</u>
-	1,769,175	-	1,769,175	3,580,014
-	50,266,176	6,982,747	57,248,923	55,483,089
-	(31,465,763)	(5,722,447)	(37,188,210)	(36,842,519)
-	20,569,588	1,260,300	21,829,888	22,220,584
<u>\$ 1,233,624</u>	<u>\$ 34,799,110</u>	<u>\$ 2,139,594</u>	<u>\$ 36,938,704</u>	<u>\$ 37,897,512</u>
\$ 46,178	\$ 827,362	\$ 41,001	\$ 868,363	\$ 1,706,551
2,568	50,397	5,968	56,365	60,439
-	12,279	-	12,279	12,206
-	5,986	-	5,986	5,195
<u>48,746</u>	<u>896,024</u>	<u>46,969</u>	<u>942,993</u>	<u>1,784,391</u>
-	296,925	-	296,925	574,717
<u>3,762</u>	<u>5,151,444</u>	<u>28,743</u>	<u>5,180,187</u>	<u>5,412,069</u>
<u>3,762</u>	<u>5,448,369</u>	<u>28,743</u>	<u>5,477,112</u>	<u>5,986,786</u>
<u>52,508</u>	<u>6,344,393</u>	<u>75,712</u>	<u>6,420,105</u>	<u>7,771,177</u>
-	15,325,937	1,260,300	16,586,237	16,401,728
<u>1,181,116</u>	<u>13,128,780</u>	<u>803,582</u>	<u>13,932,362</u>	<u>13,724,607</u>
<u>1,181,116</u>	<u>28,454,717</u>	<u>2,063,882</u>	<u>30,518,599</u>	<u>30,126,335</u>
<u>\$ 1,233,624</u>	<u>\$ 34,799,110</u>	<u>\$ 2,139,594</u>	<u>\$ 36,938,704</u>	<u>\$ 37,897,512</u>

CITY OF DELTA, 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			
	Municipal Light & Power	Sewer	Water	Golf Course
	Fund	Fund	Fund	Fund
Operating Revenues				
Utility Charges	\$ 6,899,280	\$ 2,047,831	\$ 2,375,614	\$ -
Golf Course Charges	-	-	-	862,360
Internal Charges	-	-	-	-
Other Charges for Services	56,698	15,924	6,945	-
Total Revenues	<u>6,955,978</u>	<u>2,063,755</u>	<u>2,382,559</u>	<u>862,360</u>
Operating Expenses				
Commodity Charges	4,341,286	-	842,630	-
Golf Course Pro and Concessions	-	-	-	443,262
Golf Course Maintenance	-	-	-	503,008
Management Fees/Internal Charges	550,578	317,619	359,293	210,329
Collection, Transmission and Distributor	911,011	389,820	1,236,194	-
Production and Treatment	-	50,809	-	-
Claims and Premiums	-	-	-	-
Maintenance	-	579,895	-	-
Administration	169,177	39,892	70,057	-
Depreciation Expense	383,682	523,210	294,706	34,266
Other Capital Outlay	48,179	(49,097)	(93,701)	(1,799)
Total Expenditures	<u>6,403,913</u>	<u>1,852,148</u>	<u>2,709,179</u>	<u>1,189,066</u>
Operating Income (Loss)	<u>552,065</u>	<u>211,607</u>	<u>(326,620)</u>	<u>(326,706)</u>
Other Income (Expense)				
Intergovernmental Revenue	3,780	-	-	-
Investment Earnings	297,541	128,179	119,504	-
Other Revenue	241,893	54,364	32,880	12,714
Interest Expense	(52,418)	(169,950)	-	(28,225)
Gain (Loss) on Sale of Assets	-	-	-	-
Total Other Income (Expense)	<u>490,796</u>	<u>12,593</u>	<u>152,384</u>	<u>(15,511)</u>
Net Income (Loss) before Transfers	1,042,861	224,200	(174,236)	(342,217)
Transfers				
Transfers In	-	124,618	-	428,250
Transfers (Out)	(812,000)	(300,000)	(416,250)	-
Net Income (Loss)	230,861	48,818	(590,486)	86,033
Contributed Capital				
Plant Investment Fees	-	135,900	115,640	-
Intergovernmental Revenue	-	300,000	-	-
Total Contributed Capital	-	<u>435,900</u>	<u>115,640</u>	-
Change in Net Position	230,861	484,718	(474,846)	86,033
Net Position, Beginning	<u>11,224,097</u>	<u>9,155,929</u>	<u>6,913,481</u>	<u>(346,672)</u>
Net Position, Ending	<u>\$ 11,454,958</u>	<u>\$ 9,640,647</u>	<u>\$ 6,438,635</u>	<u>\$ (260,639)</u>

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

			Govt Activities	
Other Funds	Total Enterprise Funds	Internal Service Fund	Total	
			2023	2022
\$ 1,237,947	\$ 12,560,672	\$ -	\$ 12,560,672	\$ 11,631,996
-	862,360	-	862,360	786,282
-	-	1,386,634	1,386,634	1,349,998
-	79,567	-	79,567	36,453
<u>1,237,947</u>	<u>13,502,599</u>	<u>1,386,634</u>	<u>14,889,233</u>	<u>13,804,729</u>
-	5,183,916	-	5,183,916	5,301,985
-	443,262	-	443,262	486,045
-	503,008	-	503,008	421,951
441,143	1,878,962	144,722	2,023,684	1,958,659
513,538	3,050,563	-	3,050,563	2,451,074
-	50,809	-	50,809	38,375
-	-	39,602	39,602	42,782
-	579,895	879,637	1,459,532	1,427,446
-	279,126	-	279,126	249,529
-	1,235,864	493,615	1,729,479	1,663,370
-	(96,418)	-	(96,418)	(137,411)
<u>954,681</u>	<u>13,108,987</u>	<u>1,557,576</u>	<u>14,666,563</u>	<u>13,903,805</u>
<u>283,266</u>	<u>393,612</u>	<u>(170,942)</u>	<u>222,670</u>	<u>(99,076)</u>
-	3,780	-	3,780	2,025
54,991	600,215	20,654	620,869	200,666
18,807	360,658	50,529	411,187	647,926
-	(250,593)	-	(250,593)	(147,420)
-	-	8,193	8,193	57,350
<u>73,798</u>	<u>714,060</u>	<u>79,376</u>	<u>793,436</u>	<u>760,547</u>
357,064	1,107,672	(91,566)	1,016,106	661,471
-	552,868	-	552,868	1,514,000
<u>(200,000)</u>	<u>(1,728,250)</u>	<u>-</u>	<u>(1,728,250)</u>	<u>(1,680,950)</u>
157,064	(67,710)	(91,566)	(159,276)	494,521
-	251,540	-	251,540	318,900
-	300,000	-	300,000	-
-	551,540	-	551,540	318,900
157,064	483,830	(91,566)	392,264	813,421
<u>1,024,052</u>	<u>27,970,887</u>	<u>2,155,448</u>	<u>30,126,335</u>	<u>29,312,914</u>
<u>\$ 1,181,116</u>	<u>\$ 28,454,717</u>	<u>\$ 2,063,882</u>	<u>\$ 30,518,599</u>	<u>\$ 30,126,335</u>

CITY OF DELTA

**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 Activities			
	Municipal Light & Power Fund	Sewer Fund	Water Fund	Golf Course Fund
Cash Flows From Operating Activities:				
Cash Received from Customers	\$ 6,910,242	\$ 2,042,510	\$ 2,368,383	\$ 858,103
Cash Received from Interfund Services Provided	-	-	-	-
Cash Paid to Suppliers	(5,261,788)	(930,340)	(1,775,588)	(458,518)
Cash Paid for Interfund Services	(550,578)	(317,619)	(359,293)	(210,329)
Cash Paid to Employees	(589,960)	(478,552)	(344,375)	(479,857)
Net Cash Provided by Operating Activities	<u>507,916</u>	<u>315,999</u>	<u>(110,873)</u>	<u>(290,601)</u>
Cash Flows From Capital and Related Financing Activities:				
Tap Fees Received	-	135,900	115,640	-
Debt Principal Payments	(188,640)	15,009	-	(101,575)
Grant Proceeds	3,780	-	-	-
Interest Payments	(52,324)	(170,023)	-	(28,175)
Proceeds of Capital Asset Sales	(1,275,246)	-	-	-
Acquisition of Capital Assets	<u>1,101,562</u>	<u>(815,337)</u>	<u>(199,810)</u>	<u>(24,074)</u>
Net Cash Flows Used by Capital and Related Financing Activities	<u>(410,868)</u>	<u>(834,451)</u>	<u>(84,170)</u>	<u>(153,824)</u>
Cash Flows (Uses) From Noncapital Financing Activities:				
Cash from Other Funds	(812,000)	(175,382)	(416,250)	428,250
Other Revenues (Expense)	<u>241,893</u>	<u>54,364</u>	<u>32,880</u>	<u>12,714</u>
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(570,107)</u>	<u>(121,018)</u>	<u>(383,370)</u>	<u>440,964</u>
Cash Flows (Uses) From Investing Activities:				
Interest Received	<u>297,541</u>	<u>128,179</u>	<u>119,504</u>	<u>-</u>
Net Increase (Decrease) in Cash	(175,518)	(511,291)	(458,909)	(3,461)
Cash - Beginning	<u>5,528,642</u>	<u>4,069,545</u>	<u>2,582,115</u>	<u>23,528</u>
Cash - Ending	<u>\$ 5,353,124</u>	<u>\$ 3,558,254</u>	<u>\$ 2,123,206</u>	<u>\$ 20,067</u>
Cash	\$ (905,640)	\$ 80,996	\$ (231,535)	\$ 20,067
Investments	6,258,764	3,177,258	2,354,741	-
Restricted Cash and Investments	-	300,000	-	-
Total	<u>\$ 5,353,124</u>	<u>\$ 3,558,254</u>	<u>\$ 2,123,206</u>	<u>\$ 20,067</u>
Reconciliation of Operating Income (Loss) to Net Cash Used for Operating Activities:				
Operating Income (Loss)	\$ 552,065	\$ 211,607	\$ (326,620)	\$ (326,706)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:				
Depreciation Expense	383,682	523,210	294,706	34,266
Changes in Assets and Liabilities Related to Operations:				
(Increase) Decrease in:				
Accounts Receivable	(47,568)	(26,917)	(21,623)	-
Other Receivables	1,832	5,672	7,447	(5,048)
Inventory	(19,474)	19,078	(46,450)	(2,099)
Prepaid Expenses	-	-	370	2,218
(Increase) Decrease in:				
Accounts Payable	(390,967)	(428,842)	(34,934)	4,466
Accrued Salaries and Benefits	1,129	(1,153)	2,025	(5,625)
Unearned Revenue	-	-	-	791
Accrued Compensated Absences	<u>27,217</u>	<u>13,344</u>	<u>14,206</u>	<u>7,136</u>
Total Adjustments	<u>(44,149)</u>	<u>104,392</u>	<u>215,747</u>	<u>36,105</u>
Net Cash Used for Operating Activities	<u>\$ 507,916</u>	<u>\$ 315,999</u>	<u>\$ (110,873)</u>	<u>\$ (290,601)</u>

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

Govt Activities				
Other Funds	Total Enterprise Funds	Internal Service Fund	Total	
			2023	2022
\$ 1,188,232	\$ 13,367,470	\$ (16,324)	\$ 13,351,146	\$ 12,355,301
-	-	1,386,634	1,386,634	1,349,998
(415,020)	(8,841,254)	(729,247)	(9,570,501)	(7,467,297)
(441,143)	(1,878,962)	(144,722)	(2,023,684)	(1,958,659)
(83,123)	(1,975,867)	(218,729)	(2,194,596)	(2,023,946)
<u>248,946</u>	<u>671,387</u>	<u>277,612</u>	<u>948,999</u>	<u>2,255,397</u>
-	251,540	-	251,540	318,900
-	(275,206)	-	(275,206)	2,034,782
-	3,780	-	3,780	2,025
-	(250,522)	-	(250,522)	(138,328)
-	(1,275,246)	43,668	(1,231,578)	326,498
-	62,341	(161,351)	(99,010)	(3,856,939)
-	(1,483,313)	(117,683)	(1,600,996)	(1,313,062)
(200,000)	(1,175,382)	-	(1,175,382)	(166,950)
18,807	360,658	50,529	411,187	647,926
<u>(181,193)</u>	<u>(814,724)</u>	<u>50,529</u>	<u>(764,195)</u>	<u>480,976</u>
54,991	600,215	20,654	620,869	200,666
122,744	(1,026,435)	231,112	(795,323)	1,623,977
979,311	13,183,141	496,784	13,679,925	12,055,948
<u>\$ 1,102,055</u>	<u>\$ 12,156,706</u>	<u>\$ 727,896</u>	<u>\$ 12,884,602</u>	<u>\$ 13,679,925</u>
\$ (17,622)	\$ (1,053,734)	\$ 320,468	\$ (733,266)	\$ 674,520
1,119,677	12,910,440	407,428	13,317,868	10,705,739
-	300,000	-	300,000	2,299,666
<u>\$ 1,102,055</u>	<u>\$ 12,156,706</u>	<u>\$ 727,896</u>	<u>\$ 12,884,602</u>	<u>\$ 13,679,925</u>
\$ 283,266	\$ 393,612	\$ (170,942)	\$ 222,670	\$ (99,076)
-	1,235,864	493,615	1,729,479	1,663,370
(49,715)	(145,823)	-	(145,823)	(75,999)
-	9,903	(16,324)	(6,421)	(15,502)
-	(48,945)	(28,808)	(77,753)	(161,704)
-	2,588	200	2,788	2,010
16,612	(833,665)	(4,523)	(838,188)	982,639
(562)	(4,186)	112	(4,074)	11,376
-	791	-	791	(7,929)
(655)	61,248	4,282	65,530	(43,788)
<u>(34,320)</u>	<u>277,775</u>	<u>448,554</u>	<u>726,329</u>	<u>2,354,473</u>
<u>\$ 248,946</u>	<u>\$ 671,387</u>	<u>\$ 277,612</u>	<u>\$ 948,999</u>	<u>\$ 2,255,397</u>

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. THE FINANCIAL REPORTING ENTITY

The City of Delta, Colorado (referred to hereafter as the City) is incorporated as a home-rule City under the laws of the State of Colorado with a Council-Manager form of government. The financial statements of the City have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

Blended Component Unit – The Delta Urban Renewal Authority is responsible for downtown beautification projects and is governed by a board comprised of the City’s elected council.

B. BASIS OF PRESENTATION, BASIS OF ACCOUNTING

Government-wide Statements: The statement of net position and the statement of activities display information about the primary government (the City). These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the *governmental* and *business-type* activities of the City. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the City and for each function of the City’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. Indirect expense allocations that have been made in the funds have been reversed for the statement of activities. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs and (b) 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, including all taxes, are presented as general revenues.

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. The principal operating revenues of the Municipal Light & Power, Sewer, Water, Golf Course, Refuse and the City’s internal service funds are charges to customers for sales and services. The Utility Fund also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. BASIS OF PRESENTATION, BASIS OF ACCOUNTING (continued)

Fund Financial Statements: The fund financial statements provide information about the City's funds. Separate statements for each fund category – *governmental and proprietary* – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. The City does not have *fiduciary* fund types.

The City reports the following major governmental funds:

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

Parks & Rec. Center Fund. This fund accounts for the revenues and expenditures associated with recreational activities and to account for sales tax revenues collected.

City-Wide Capital Improvement Fund. This fund accounts for sales tax revenues used to improve streets and sidewalks, capital improvements, and to reduce debt incurred for city-wide improvements.

Back the Badge Fund. This fund accounts for sales tax revenues used for law enforcement operations and capital improvements.

American Rescue Plan Act Fund. The fund accounts for Coronavirus relief revenues and expenditures related to the U.S. Department of the Treasury relief guidelines.

The City reports the following major enterprise funds:

Municipal Light & Power Fund. This fund accounts for revenues and expenses associated with providing electric services to City residents.

Sewer Fund. This fund accounts for revenues and expenses associated with the collection and treatment of sewage within the City.

Water Fund. This fund accounts for revenues and expenses associated with providing water services to City residents.

Golf Course Fund. This fund accounts for revenues and expenses associated with the public golf course operated by the City.

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. BASIS OF PRESENTATION, BASIS OF ACCOUNTING (continued)

The City reports the following fund type:

Internal Service Fund. This fund accounts for equipment purchases provided to other departments on a cost-reimbursement basis.

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING

Government-wide and Proprietary Fund Financial Statements. The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchanges, include sales taxes, grants, entitlements, and donations. On an accrual basis, revenue from sales taxes are recognized in the period for which the taxes are collected by vendors. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements. Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The City considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Sales taxes, franchise taxes, licenses, and interest are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

D. ASSETS, LIABILITIES, AND EQUITY

Deposits and investments. The cash balances of substantially all funds are pooled for the purpose of increasing earnings through investment activities. The pool's investments are reported at fair value at December 31, 2023 based on market prices. The individual funds' portions of the pool's fair value are presented as cash and cash equivalents or short-term investments. Earnings on the pooled funds are apportioned and paid or credited to the funds monthly based on the average monthly balance of each participating fund.

Cash and cash equivalents. The City considers all cash on hand, demand deposits and short-term highly liquid investments with an original maturity of three months or less to be cash equivalents.

Property taxes. Property taxes are levied on December 22 and attach as a lien on property the following January 1. They are payable in full by April 30 or in two equal installments due February 28 and June 15. Property taxes levied in the current year and collected in the following year are reported as a receivable at December 31, net of an estimated uncollectible portion.

For the fiscal year 2023, the City did not levy property taxes.

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. ASSETS, LIABILITIES, AND EQUITY (continued)

Inventories. Inventories of supplies in the proprietary fund types are stated at cost using the first-in/first-out (FIFO) method.

Capital assets. Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at their estimated fair value at the date of donation. General infrastructure assets are reported at estimated historical cost. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Assets with a useful life of a year or greater with an acquisition value of at least \$1,000 are capitalized.

Enterprise Fund construction costs are increased by interest incurred on bonds during the construction period and reduced by earnings from investment of the unexpended bond proceeds.

Depreciation is calculated using the straight-line method over the estimated useful lives, and no depreciation is recorded in the year of acquisition or construction of such assets. Capital assets acquired by capital lease are depreciated over the estimated useful lives and are included in depreciation expense in the appropriate fund. The estimated useful lives are as follows:

Infrastructure	15 years
Equipment	5-15 years
Transmission and distribution lines and meters	20-40 years
Treatment and filtration plants	20-50 years
Buildings	35 years

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

In the fund financial statements, governmental fund types the face amount of debt issued is reported as other financing sources.

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. ASSETS, LIABILITIES, AND EQUITY (continued)

Compensated absences. The liability for compensated absences reported in the government-wide and proprietary fund statements consists of unpaid, accumulated vacation and sick leave balances. The liability has been calculated using the vesting method, in which leave amounts for both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included. The City has a policy to award a one-time cash payment between \$250 and \$1,000 to employees who retire with fifteen or more continuous years of service with the City. For 2018, no employee would be eligible based on this criteria, so no liability has been accrued.

Deferred Inflows of Resources. In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has only one type of item, which arises both under the full accrual and modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported in both the governmental activities statement of net position and in the governmental funds balance sheet. The governmental funds report unavailable revenues from recreation center fund prepaid funds plus the city wide capital fund deposits on account. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Net Position/Fund Balances. In the government-wide financial statements and for the proprietary fund statements, net position are 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 balance 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 formal action of the government's highest level of decision-making authority, the City Council, 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.

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. ASSETS, LIABILITIES, AND EQUITY (continued)

Amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed, should be 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.

Net Position/Fund Equity 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.

E. BUDGETS AND BUDGETARY ACCOUNTING

The City follows these procedures in establishing budgets:

1. Budgets are required by state law for all governmental and proprietary funds.
2. During September the proposed budget is submitted to the City Council for the fiscal year commencing the following January 1.
3. Prior to December 31, the budget is adopted and appropriations are authorized by ordinance at the fund level for all funds. The legal level of budgetary control is at the individual fund level for all funds.
4. Budgets are adopted on a basis consistent with the accounting basis of all funds except for proprietary-type funds. In the proprietary funds, the City budgets for capital outlays, and bond principal and interest payments and does not budget for depreciation.
5. Each fund's appropriated budget is prepared on a detailed line item basis. Revenues are budgeted by source. Expenditures are budgeted by department and class and in total by each fund. The total fund level constitutes the legal level of control. Expenditures may not exceed appropriations at this level. Budget revisions at this level are subject to approval by ordinance from the City Council. Within the fund level control basis, management may transfer appropriations without Council approval. Budget amounts included in the budgetary comparison schedules are based on the final legally amended budget.

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. BUDGETS AND BUDGETARY ACCOUNTING (continued)

6. Appropriations lapse at the end of each year, and the City Council may adopt supplemental appropriations during the year. The City Council may add to, subtract from or change appropriations, but may not change the form of the budget. Any changes in the budget must be within the revenues and reserves estimated as available by the City Manager or the revenue estimates must be changed by the City Council when adopting supplemental appropriations.

Originally adopted budgeted and appropriated expenditures for the year ended December 31, 2023 are as follows:

	Original Budget	Supplemental Budget	Final Budget
General Fund	7,462,528	442,307	7,904,835
Parks & Rec. Center Fund	3,420,512		3,420,512
City-Wide Capital Improvement Fund	13,802,894	135,000	13,937,894
Debt Service Fund	1,656,925		1,656,925
Nonmajor Governmental Funds	136,500		136,500
Municipal Light & Power Fund	9,011,443		9,011,443
Sewer Fund	8,178,244		8,178,244
Water Fund	3,149,463		3,149,463
Golf Course Fund	1,151,335		1,151,335
Nonmajor Enterprise Fund	1,176,919		1,176,919
D.U.R.A.	13,000		13,000
Back the Badge	1,277,954		1,277,954
American Rescue Plan Act Fund	661,054		661,054
Internal Service Funds	1,272,883		1,272,883
Total Appropriations	<u>52,371,654</u>	<u>577,307</u>	<u>52,948,961</u>

For the year ended December 31, 2023, the City expended amounts in excess of the amounts budgeted for the General Fund, Conservation Trust Fund, Parks & Rec. Fund, Golf Course Fund, Debt Service Fund and A.R.P.A. Fund. Such over expenditures may be a violation of Colorado State Law and the City's charter.

F. COMPARATIVE DATA

Comparative total data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the City's financial position and operations. However, comparative (i.e., presentation of prior year totals by fund type) data has not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

2 - DEPOSITS AND INVESTMENTS

DEPOSITS

The Colorado Public Deposit Protection Act (PDPA), requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. PDPA allows the institution to create a single collateral pool for all public funds. The pool 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 at least be equal to 102% of the aggregate uninsured deposits.

CUSTODIAL CREDIT RISK - DEPOSITS

Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City does not have a deposit policy for custodial credit risk. As of December 31, 2023, none of the City's bank balances of \$28,043,527 were exposed to custodial credit risk as \$500,000 was insured and \$27,543,527 was collateralized by securities pledged by financial institutions. Book balances of the City's deposits were \$27,647,281. The City also has \$3,600 of cash on hand included as cash and cash equivalents for financial statement presentation.

INVESTMENTS

The following are the major categories of assets measured at fair value on a recurring basis during the year ended December 31, 2023 using quoted market prices in active markets (Level 1), significant observable inputs for similar assets (Level 2) and significant unobservable inputs (Level 3). The City's local government pool investments are not subject to categorization:

<u>Description</u>	<u>Weighted Maturity</u>	<u>Fair Value</u>	<u>Rating</u>
Colotrust Plus +	N/A	18,085,662	AAAm
Csafe	N/A	8,740,867	AAAm
Total Investments		<u>26,826,529</u>	

During the year ended December 31, 2023, the City invested funds in CSAFE & Colotrust. As investments pools, they operate under the Colorado Revised Statutes (24-75-701) and are overseen by the Colorado Securities Commissioner. The pools invest 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 pools operate 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. The pools are rated AAAm by the Standard and Poor's Corporation. The City values these assets using Amortized Cost Basis.

Interest rate risk. The City does not have an investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

2 - DEPOSITS AND INVESTMENTS (continued)

Credit risk. Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local government entities may invest including obligations of the United States and certain U.S. government 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; and guaranteed investment contracts.

The City's general investment policy is to apply the prudent-person rule: Prudence and protection of City funds are the primary criteria. All investments and bid requests for investments are predicated on liquidity, yield, safety and interest of the local economy. As of December 31, 2023, the City's investment in Colotrust Plus and Csafe were rated AAAM by Standard & Poor's.

Concentration of credit risk. Investments must be in accordance with Colorado statutes and no more than 80% of the total portfolio may be invested in any single type of investment. Investments in any one financial institution may not exceed 30% of the City's portfolio unless the investments are obligations of the United States Government.

A reconciliation of cash and investment balances is as follows:

Cash & cash equivalents	740,533
Investments	26,815,924
Temporarily restricted investments	310,604
Permanently restricted cash	83,820
Total	<u><u>27,950,881</u></u>
Petty Cash	3,600
Cash Deposits	820,753
Money Market Account	2,299,666
Government Pools	24,826,862
	<u><u>27,950,881</u></u>
Description	Fair Value
<hr/>	
Cash & cash equivalents	740,533
Investments	26,815,924
Restricted governmental pools(police seizure)	310,604
Permanently restricted deposit (perpetual care deposits)	83,820
Total	<u><u>27,950,881</u></u>

These balances are allocated in the financial statements as follows:

Government-wide cash	740,533
Government-wide investments	26,815,924
Government-wide restricted investments	310,604
Government-wide permanently restricted cash	83,820
	<u><u>27,950,881</u></u>

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

3. - CAPITAL ASSETS

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

	<u>Governmental Activities</u>			
	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balances</u>
Capital assets not being depreciated:				
Land	\$ 3,534,250	\$ 391,793	\$ -	\$ 3,926,043
Construction in Progress	3,086,893	-	471,175	2,615,718
Total Capital assets not being depreciated	<u>6,621,143</u>	<u>391,793</u>	<u>-</u>	<u>6,541,761</u>
Capital assets being depreciated:				
Land improvements	9,433,866	180,929	13,148	9,601,647
Infrastructure - road network	79,294,297	867,260	-	80,161,557
Buildings	8,187,140	4,236,235	802,448	11,620,927
Vehicles	3,246,083	27,121	108,542	3,164,662
Equipment	4,809,565	582,760	-	5,392,325
Total capital assets being depreciated	<u>104,970,951</u>	<u>5,894,305</u>	<u>924,138</u>	<u>109,941,118</u>
Less accumulated depreciation for:				
Land improvements	6,742,898	332,078	6,139	7,068,837
Infrastructure - road network	55,891,627	3,371,314	-	59,262,941
Buildings	5,696,884	158,477	393,200	5,462,161
Vehicles	2,459,095	236,994	108,542	2,587,547
Equipment	3,613,596	356,103	3,083	3,966,616
Total accumulated depreciation	<u>74,404,100</u>	<u>4,454,966</u>	<u>510,964</u>	<u>78,348,102</u>
Total capital assets being depreciated, net	<u>30,566,851</u>	<u>1,439,339</u>	<u>413,174</u>	<u>31,593,016</u>
Governmental activity capital assets, net	<u>\$ 37,187,994</u>	<u>\$ 1,831,132</u>	<u>\$ 413,174</u>	<u>\$ 38,134,777</u>

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

3. – CAPITAL ASSETS (continued)

	<u>Business-Type Activities</u>			Ending Balances
	Beginning Balance	Increases	Decreases	
Capital assets not being depreciated:				
Land and Easements	\$ 952,610	\$ -	\$ -	\$ 952,610
Construction in Progress	2,618,600	-	1,802,035	816,565
Total Capital assets not being depreciated	3,571,210	-	1,802,035	1,769,175
Capital assets being depreciated:				
Land improvements	3,625,777	-	-	3,625,777
Water rights and storage reservoirs	607,491	-	-	607,491
Treatment and generation facilities	9,793,435	-	1,275,246	8,518,189
Collection, transmission and distribution system	31,911,176	2,965,012	-	34,876,188
Buildings and improvements	1,174,448	2,705	-	1,177,153
Street lighting & Fiber Optic system	711,773	8,919	-	720,692
Equipment	702,380	38,305	-	740,685
Total capital assets being depreciated	48,526,480	3,014,941	1,275,246	50,266,175
Less accumulated depreciation for:				
Land improvements	3,625,778	-	-	3,625,778
Water rights and storage reservoirs	151,088	5,717	-	156,805
Treatment and generation facilities	7,568,793	246,578	1,275,243	6,540,128
Collection, transmission and distribution system	18,399,623	882,414	-	19,282,037
Buildings and improvements	976,049	32,355	-	1,008,404
Street lighting system & Fiber Optic	223,165	32,521	-	255,686
Equipment	560,648	36,276	-	596,924
Total accumulated depreciation	31,505,144	1,235,861	1,275,243	31,465,762
Total capital assets being depreciated, net	17,021,336	1,779,080	3	18,800,413
Business-Type activity capital assets, net	\$ 20,592,546	\$ 1,779,080	\$ 1,802,038	\$ 20,569,588

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

3 - CAPITAL ASSETS (continued)

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

Governmental Activities	
General government	\$ 36,485
Public safety	42,419
Public works, including depreciation of general infrastructure assets	3,371,313
Parks and recreation	511,134
Capital assets held by the City's internal service fund are charged to various functions based on their usage of the assets	493,615
Total Depreciation expense Governmental activities	4,454,966
Business-Type Activities	
Municipal Light and Power	383,682
Golf Course	34,266
Sewer	523,210
Water	294,706
Total Depreciation expense Business-Type activities	\$ 1,235,864

4 - EMPLOYEE RETIREMENT PLANS

The City provides pension benefits for all of its full time employees in two separate defined contribution plans. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings.

All non-police employees are eligible to participate in the plan that is administered by the City six months from the date of employment, police officers participate from the date of hire. City ordinance requires that the City contribute 5% of the non-police employee's base salary and 10% of the police officer's base salary. Non-police employees are required to contribute 3% of their base salary and may elect to contribute up to 10%. Police officers are required to contribute 8% of their base salary. City contributions for all employees become 20% vested after the first year, increasing an additional 20% each year until the employee becomes fully vested after 5 years. Any nonvested City contributions forfeited by an employee who leaves the City's employment are remitted to the City. The City's policy is to use these forfeited contributions to pay the expenses of administering the plan or reduce future contributions to the plan.

The City's total payroll for fiscal year 2023 was \$7,894,005. The City's contributions were calculated using the base salary of \$6,303,270. The City made the required contributions of \$399,845 and the employees made required and elective contribution of \$273,139 for a total amount of \$672,984.

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

5 - COMMITMENTS

Raw Water Purchase

The City has entered into a contract with the Tri-County Conservancy District to purchase water from the Dallas Creek Project as follows:

<u>Annual Purchase and Operation and Maintenance Commitment</u>	<u>Calendar Years</u>	<u>Annual Payments</u>
Block One, Two and Three 3,700 acre feet annually	2023-2049	\$ 318,620

The purchase price per acre foot shall not exceed the average cost of all municipal and industrial water for which the Tri-County Water Conservancy District is obligated to pay the United States for such water which is limited to \$38,000,000. The purchase price is currently \$77.61 per acre foot; with potential cost adjustments at no longer than five year intervals. Such annual payments are subject to adjustment as a result of rate adjustments. In addition, the City pays the District a proportionate amount of the operations, maintenance and replacement costs of the project attributable to municipal and industrial uses which were set at \$8.50 per acre foot subject to annual adjustment.

Electricity Purchase

The City has entered into a contract with the Western Area Power Administration (WAPA) through the year 2024 to purchase electrical energy at quantities and rates mutually agreed upon on an annual basis between WAPA and the City.

The City has a contract with the Municipal Energy Agency of Nebraska (MEAN) which shall continue in effect for a period of 25 years to purchase electrical energy needed in excess of the amounts contracted with WAPA as follows:

	<u>Rate</u>
Energy Charge	0.0407

During 2023, the City purchased 59,283,729 kilowatt hours for \$4,188,763.

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

6 - LONG-TERM DEBT

A. CITY OF DELTA SALES AND USE TAX REVENUE BONDS PAYABLE FROM GOVERNMENTAL ACTIVITIES:

In November 2019, the City issued 16,230,000 Sales & Use Tax Revenue Refunding Bonds Series 2019. The bonds were issued by the City to fully refund the Series 2020 Sales & Use Tax Revenue Bonds. These Bonds yield interest at 1.26% to 3.215% payable on June 1 and December 1 through 2039. This refunding created a net present value savings of \$2,460,912 for the City. The City purchased a surety bond in lieu of a cash bond reserve.

Total Outstanding Sales and Use Tax Revenue Refunding Bonds as of December 31st, 2023 = \$14,085,000

B. CITY OF DELTA SEWER REVENUE REFUNDING BANK LOANS, GOLF COURSE AND MUNICIPAL LIGHT AND POWER NOTE PAYABLE FROM BUSINESS-TYPE ACTIVITIES:

\$2,509,154 Sewer Revenue Refunding Bank Loan of May 18, 2012 bearing interest of 3.43% until May 18th, 2032 due in monthly principal and interest installments of \$14,526.

Total Outstanding Sewer Revenue Refunding Bank Loan as of December 31st, 2023 = \$1,270,023.

\$2,500,000 Sewer Revenue Bank Loan of August 11, 2022 bearing interest of 5.14% until August 11, 2034 due in monthly principal and interest installments of \$23,394.

Total Outstanding Sewer Revenue Bank Loan as of December 31st, 2023 = \$2,291,452.

\$7,000,000 Golf Course and Municipal Light and Power Note Payable of August 15, 2005 payable in variable monthly installments, including interest at a variable rate currently at 3.85%; matures August 15, 2025, with a balloon payment of approximately \$1,101,748.

Total Outstanding Golf Course and M.L&P. Note Payable as of December 31st, 2023 = \$1,682,175.

Total payable from business-type activities: \$ 5,243,650

C. CITY OF DELTA COMMUNITY SAFETY CENTER SITE LEASE PAYABLE FROM GOVERNMENTAL ACTIVITIES:

In May 2023, the City entered into a site lease agreement in the amount of \$6,009,184 with an interest rate of 3.38% with payments from December 2023 through December 2032. The interest component is payable June 1 and December 1 with the principal component payable December 1.

Total Outstanding Safety Center Site Lease as of December 31, 2023 = \$5,348,152.

Total payable from governmental activities: \$19,433,152

D. CITY OF DELTA SEWER NOTE PAYABLE FROM BUSINESS-TYPE ACTIVITIES:

In 2023, the City entered into a \$300,000 loan agreement with the Colorado Water Resources Power Development Authority for sewer plant improvements that was immediately forgiven. The forgiveness has been recorded as an intergovernmental revenue in the financial statements. As the proceeds had not been drawn as of the year end, they are reflected as restricted cash in escrow in the Sewer Fund as of December 31, 2023.

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

6 - LONG-TERM DEBT (continued)E. PRINCIPAL AND INTEREST PAYMENT REQUIREMENTS

Principal and interest payment requirements on the City's General Obligation, Revenue Bonds and Notes payable from governmental and business-type activities are as follows :

Year	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2024	\$ 1,204,232	\$ 802,318	\$ 587,139	\$ 204,589
2025	1,254,317	751,732	1,702,811	181,957
2026	1,310,081	698,968	324,971	130,067
2027	1,361,547	643,752	339,760	115,278
2028	1,418,738	586,312	354,951	100,087
2029-2033	6,449,237	2,027,260	1,751,880	247,182
2034-2038	5,255,000	883,000	182,138	3,595
2039	1,180,000	47,200	-	-
	<u>\$ 19,433,152</u>	<u>\$ 6,440,542</u>	<u>\$ 5,243,650</u>	<u>\$ 982,755</u>

F. CHANGES IN LONG-TERM LIABILITIES

Long-term liability activity for the year ended December 31, 2023 was as follows:

	<u>Governmental Activities</u>					
	Balance			Balance	Due within	Interest
	12-31-2022	Additions	Reductions	12-31-2023	one year	Expense
2019 Sales & Use Tax Revenue Bonds	\$ 14,660,000	\$ -	\$ 575,000	\$14,085,000	\$ 610,000	\$ 621,550
Bond Premiums	1,964,673	-	204,945	1,759,728	-	-
2023 Site Lease	-	6,009,184	661,032	5,348,152	594,232	180,768
Compensated Absences	499,598	103,245	-	602,843	-	-
Total	<u>\$ 17,124,271</u>	<u>\$ 6,112,429</u>	<u>\$ 1,440,977</u>	<u>\$21,795,723</u>	<u>\$1,204,232</u>	<u>\$ 802,318</u>
	<u>Business-Type Activities</u>					
	Balance			Balance	Due within	Interest
	12-31-2022	Additions	Reductions	12-31-2023	one year	Expense
2012 Sewer Revenue Bank Loan	\$ 1,397,906	\$ -	\$ 127,883	\$ 1,270,023	\$ 132,113	\$ 42,203
2022 Sewer Revenue Bank Loan	2,448,560	-	157,108	2,291,452	164,812	115,911
Golf Course & M.L.&P. Note Payable	1,972,390	-	290,215	1,682,175	290,215	46,474
Compensated Absences	143,469	61,249	-	204,718	-	-
Total	<u>\$ 5,962,325</u>	<u>\$ 61,249</u>	<u>\$ 575,206</u>	<u>\$ 5,448,368</u>	<u>\$ 587,140</u>	<u>\$ 204,588</u>

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for those funds are included as part of the above totals for governmental activities. At year end, \$28,743 of accrued costs of compensated absences are included in the above amounts. Also, for the governmental activities, accrued costs of employees' future compensated absences are generally liquidated by the general fund and the parks and recreation center fund.

CITY OF DELTA, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

6 - LONG-TERM DEBT (continued)

G. INTEREST EXPENSE

Interest incurred and expensed in the major enterprise funds was as follows:

	Municipal <u>Light & Power</u>	Golf <u>Course</u>	<u>Sewer</u>
Interest Expense	\$ 52,418	\$ 28,225	\$ 169,950

H. RATE MAINTENANCE

The loan agreement dated August 15, 2005 and Ordinance No. 5, 2005, dated July 5, 2005, for the Municipal Light & Power Fund (MLP) requires the City to establish, maintain, enforce, and collect rates, fees, and charges for services furnished by, or the use of, the MLP system to create Net Revenue (Gross Revenue after deducting Operation and Maintenance expenses) in an amount equal to not less than 100% of the amount necessary to pay when due the principal of and interest on the loan coming due during such calendar year. In the event that the Net Revenue at any time is not sufficient to make such payments, the City shall promptly increase such rates, fees, and charges to an extent which will ensure the payments and accumulations required by Ordinance No. 5, 2005.

I. INTEREST RATE SWAP

The interest rate swap agreement for the above loan ended on August 15, 2020. The loan is on a variable interest rate for the term of the loan.

7 - INTERFUND TRANSFERS

Interfund Transfers

Interfund transfers to supplement the expenditures/expenses of other funds were as follows:

<u>Transfers Out</u>	<u>Transfers In</u>				<u>Total</u>
	<u>Debt Service Fund</u>	<u>General Fund</u>	<u>Golf Fund</u>	<u>Sewer Fund</u>	
City-Wide Capital Improvement Fund	\$ 1,225,300	\$ 214,727	\$ -	\$ -	\$ 1,440,027
ML&P Fund	-	500,000	312,000	-	812,000
Sewer Fund	-	300,000	-	-	300,000
Water Fund	-	300,000	116,250	-	416,250
Refuse Fund	-	200,000	-	-	200,000
American Rescue Plan Act Fund	420,500	168,638	-	124,618	713,756
Back the Badge Fund	775,000	474,350	-	-	1,249,350
	<u>\$ 2,420,800</u>	<u>\$ 2,157,715</u>	<u>\$ 428,250</u>	<u>\$ 124,618</u>	<u>\$ 5,131,383</u>

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

7 – INTERFUND TRANSFERS (Continued)

Interfund Charges

The following amounts represent internal charges for service rendered to the other funds:

Revenue/(Expense)	Franchise Fee Equivalent	Administrative Management Fees	Internal Service Fund Charges	Net Charges
General Fund	\$ 622,931	\$ 810,925	\$ (395,936)	\$ 1,037,920
Parks & Rec Fund	-	(157,168)	(162,303)	(319,471)
C.W.C.I. Fund	-	(81,399)	-	(81,399)
M.L.&P. Fund	(344,490)	(109,549)	(96,540)	(550,579)
Sewer Fund	(100,416)	(114,894)	(102,308)	(317,618)
Water Fund	(118,013)	(96,611)	(144,669)	(359,293)
Refuse Fund	(60,012)	(98,176)	(282,954)	(441,142)
Golf Course Fund	-	(81,741)	(128,588)	(210,329)
Internal Service Fund	-	(71,387)	1,313,298	1,241,911
Net Charges	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

8 – JOINTLY GOVERNED ORGANIZATION

Project 7 Water Authority

In 1977, the City along with the City of Montrose, the Town of Olathe, the Tri-County Water Conservancy District and the Menoken Water District entered into a contract to create a separate governmental entity, the Project 7 Water Authority, which owns and operates a water treatment facility. The Authority is governed by a board consisting of appointed representatives from each of the contracting entities. The Authority produces treated water that is purchased by the 5 contracting parties and one other water district that operate water distribution systems. The City is obligated by contract to purchase the treatment of 500 million gallons of water annually from the Authority so long as the Authority has any unpaid debt, other than from operating expenses. The rate for 2023 was \$1.45 per thousand gallons which results in a minimum annual purchase commitment of \$500,000, but the rate charged may be changed by action of the Authority. During 2023 the City was allowed to purchase treatment of 518 million gallons for \$751,797 since the other entities in the joint venture purchased amounts less of their commitments. At December 31, 2023, the City owed the Authority \$33,320. Separate financial statements of Project 7 Water Authority are available from the Authority.

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

9 – RISK MANAGEMENT

Participation in Public Entity Risk Pool

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City is a participant in the Colorado Intergovernmental Risk Sharing Agency (CIRSA). CIRSA operates as a common risk management and insurance program for 238 members participating in the Property & Casualty Pool . The City pays an annual premium to CIRSA for its general insurance coverage. The agreement for formation of CIRSA provides that CIRSA will be financed by member premiums and will reinsure through commercial companies for claims in excess of \$1,000,000 for each insured event. The City continues to carry commercial insurance for worker’s compensation, employee health and accident insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Unemployment Benefit Plan

The City does not purchase unemployment insurance and self-insures for unemployment benefits payable to former employees. The City records incurred but not reported unemployment claims liability in the funds based on actual experience of outstanding unemployment claims. Changes in the reported unemployment claims liability since January 1, 2022 resulted from the following:

Year	<u>Unemployment Claims</u>			
	<u>Beginning Balance</u>	<u>Claims & Changes in Estimates</u>	<u>Claim Balance Payments</u>	<u>Ending Balance</u>
2022	\$ -	\$ 21,149	\$ 21,149	\$ -
2023	\$ -	\$ 26,201	\$ 26,201	\$ -

10 - TAX, SPENDING AND DEBT LIMITATIONS

The State Constitution, Article X, Section 20, has several limitations regarding revenue raising, spending abilities, and other specific requirements of state and local governments. The Section is complex and subject to judicial interpretation. The City believes it is in compliance with the requirements of the Section. However, the City has made certain interpretations of the Section's language in order to determine its compliance. The emergency reserves required under the Section have been funded in the General Fund.

11 - CONTINGENT LIABILITIES

Under the terms of federal and state grants, costs may be questioned as not being appropriate expenses that could lead to reimbursement to the grantor agencies. City management is not aware of any such expenses that would not be allowed. The City has received notices of claims for damages from one party. The City attorney is not able to make any conclusions as to material loss contingencies not covered by insurance resulting from any potential litigation. No adjustments to the financial statements have been made for such contingencies.

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

12 – FUND BALANCE DETAIL

	General Fund	Parks & Recreation Center Fund	DURA	City-wide Capital Improvement Fund	Back the Badge Fund	Other Governmental Fund
Fund Balances:						
Nonspendable:						
PD Hold Account	\$ 10,604	\$ -	\$ -	\$ -	\$ -	\$ -
Swim Trust	-	6,045	-	-	-	-
Prepays & Inventory	22,178	6,909	-	-	-	-
Perpetual Care	-	-	-	-	-	77,775
Restricted for:						
Emergency	494,143	-	-	-	-	-
Conservation Trust Fund	-	-	-	-	-	269,777
Parks & Recreation Center	38,458	562,325	-	-	-	-
C.W.C.I. Fund	-	-	-	5,889,385	-	-
Debt Service	-	-	-	11,224	-	-
DURA	-	-	47,736	-	-	-
American Rescue Plan Act	-	-	-	-	-	-
Back the Badge	-	-	-	-	484,996	-
Police Seizure	36,811	-	-	-	-	-
Assigned for:						
Subsequent year's expenditures	532,267	203,076	-	5,935,331	72,928	-
Unassigned:						
General Fund	817,483	-	-	-	-	-
	<u>\$1,951,944</u>	<u>\$ 778,355</u>	<u>\$47,736</u>	<u>\$ 11,835,940</u>	<u>\$ 557,924</u>	<u>\$ 347,552</u>

13 – DEFICIT NET POSITION

The Golf Course Fund has an overall net position deficit of \$(260,639), a deficit net investment in capital assets of \$(247,970) and an unrestricted net position deficit of \$(13,669) as of December 31, 2023. This deficit is expected to be recovered through repayment of long-term debt obligations and changes in operations.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF DELTA, COLORADO

BUDGETARY COMPARISON SCHEDULE

General Fund

FOR THE YEAR ENDED DECEMBER 31, 2023

With Comparative Totals for the Year Ended December 31, 2022

	2023				
	Original Budget	Final Budget	Actual	Variance With Final Budget	2022 Actual
REVENUES					
Taxes					
Sales and Use Taxes	\$ 2,591,322	\$ 2,591,322	\$ 2,665,586	\$ 74,264	\$ 2,677,240
Franchise and In Lieu of Taxes	661,000	661,000	760,902	99,902	715,251
Other Taxes	<u>18,000</u>	<u>18,000</u>	<u>20,016</u>	<u>2,016</u>	<u>18,623</u>
Total Tax Revenue	<u>3,270,322</u>	<u>3,270,322</u>	<u>3,446,504</u>	<u>176,182</u>	<u>3,411,114</u>
Intergovernmental Revenues					
Cigarette Taxes	21,000	21,000	19,950	(1,050)	13,561
Highway Users	340,975	340,975	352,599	11,624	354,571
Road and Bridge	40,000	40,000	39,489	(511)	39,575
Clerk/Motor Vehicle Fees	37,000	37,000	36,562	(438)	41,210
Mineral Lease	-	-	108,970	108,970	71,598
Severance Tax	-	-	45,579	45,579	32,974
Federal Grants	29,790	29,790	36,548	6,758	26,092
State Grants	41,141	41,141	432,796	391,655	70,416
Other Intergovernmental	<u>120,000</u>	<u>120,000</u>	<u>85,000</u>	<u>(35,000)</u>	<u>-</u>
Total Intergovernmental Revenue	<u>629,906</u>	<u>629,906</u>	<u>1,157,493</u>	<u>527,587</u>	<u>649,997</u>
Licenses and Permits					
Liquor Licenses	4,500	4,500	4,971	471	4,113
Building Permits	250,000	250,000	140,323	(109,677)	167,694
Annexation/Other P&Z Fees	58,000	58,000	72,341	14,341	94,705
Animal Licenses	1,400	1,400	1,675	275	4,350
Other Licenses	<u>32,000</u>	<u>32,000</u>	<u>35,731</u>	<u>3,731</u>	<u>48,390</u>
Total Licenses and Permits	<u>345,900</u>	<u>345,900</u>	<u>255,041</u>	<u>(90,859)</u>	<u>319,252</u>
Fines and Forfeits					
	<u>25,000</u>	<u>25,000</u>	<u>47,277</u>	<u>22,277</u>	<u>45,556</u>
Internal Charges					
Administrative/Management Fees	<u>823,608</u>	<u>823,608</u>	<u>810,925</u>	<u>(12,683)</u>	<u>810,925</u>
Charges for Services					
Recreation/Comm Ctr Charges	-	-	10,938	10,938	445
Sales of Goods	8,500	8,500	5,935	(2,565)	15,845
Other Charges for Services	<u>80,100</u>	<u>80,100</u>	<u>84,127</u>	<u>4,027</u>	<u>21,280</u>
Total Charges for Services	<u>88,600</u>	<u>88,600</u>	<u>101,000</u>	<u>12,400</u>	<u>37,570</u>
Investment Earnings					
	<u>16,000</u>	<u>16,000</u>	<u>70,373</u>	<u>54,373</u>	<u>21,868</u>
Other Revenues					
Donations	-	-	36,467	36,467	1,800
Insurance Proceeds/Recoveries	-	-	441	441	5,000
Sale of Capital Assets	-	-	6,918	6,918	-
Other Miscellaneous Revenue	<u>29,000</u>	<u>29,000</u>	<u>91,894</u>	<u>62,894</u>	<u>72,138</u>
Total Other Revenue	<u>29,000</u>	<u>29,000</u>	<u>135,720</u>	<u>106,720</u>	<u>78,938</u>
TOTAL REVENUES	<u>5,228,336</u>	<u>5,228,336</u>	<u>6,024,333</u>	<u>795,997</u>	<u>5,375,220</u>

See accompanying Independent Auditors' Report.

(Continued)

CITY OF DELTA, 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					
Mayor and Council/Board	116,054	116,054	96,158	19,896	192,902
Administrator/Manager	563,161	563,161	445,682	117,479	493,815
Clerk	163,446	163,446	151,066	12,380	141,253
Treasurer/Finance	607,080	607,080	616,325	(9,245)	560,148
Attorney	20,000	20,000	38,083	(18,083)	59,316
Economic Development	251,494	251,494	264,270	(12,776)	107,069
Information Technology	115,235	115,235	113,048	2,187	91,471
Other General Government	201,198	201,198	1,006,741	(805,543)	328,461
Total General Government	<u>2,037,668</u>	<u>2,037,668</u>	<u>2,731,373</u>	<u>(693,705)</u>	<u>1,974,435</u>
Public Safety					
Police	3,337,575	3,337,575	3,453,585	(116,010)	2,810,628
Animal Control	-	-	-	-	70,382
Municipal Court	183,579	183,579	142,387	41,192	141,003
Code Enforcement	-	-	-	-	50,248
Total Public Safety	<u>3,521,154</u>	<u>3,521,154</u>	<u>3,595,972</u>	<u>(74,818)</u>	<u>3,072,261</u>
Public Works					
Community Development	508,322	508,322	436,148	72,174	281,688
Planning and Zoning	216,466	216,466	122,031	94,435	186,400
Engineering	-	-	14,321	(14,321)	111,962
Streets	367,823	367,823	360,134	7,689	400,046
Total Public Works/Comm Devel	<u>1,092,611</u>	<u>1,092,611</u>	<u>932,634</u>	<u>159,977</u>	<u>980,096</u>
Parks, Recreation and Other					
Culture	100,470	100,470	77,433	23,037	33,183
Cemetery	254,535	254,535	253,350	1,185	190,027
Total Parks, Recreation & Other	<u>355,005</u>	<u>355,005</u>	<u>330,783</u>	<u>24,222</u>	<u>223,210</u>
Internal Charges					
Internal Service Activity	398,030	398,030	395,936	2,094	393,751
Capital Outlay					
General Government Capital Outlay	5,000	5,000	22,002	(17,002)	10,936
Public Safety Capital Outlay	53,059	53,059	233,146	(180,087)	46,793
Public Works Capital Outlay	-	-	9,343	(9,343)	2,860
Total Capital Outlay	<u>58,059</u>	<u>58,059</u>	<u>264,491</u>	<u>(206,432)</u>	<u>60,589</u>
Contingency Reserve					
TOTAL EXPENDITURES	<u>7,462,527</u>	<u>7,462,527</u>	<u>8,251,189</u>		<u>6,704,342</u>
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	(2,234,191)	(2,234,191)	(2,226,856)	7,335	(1,329,122)
OTHER FINANCING SOURCES (USES)					
Transfers In	<u>2,129,694</u>	<u>2,129,694</u>	<u>2,157,715</u>	<u>(28,021)</u>	<u>1,737,233</u>
NET CHANGE IN FUND BALANCE - BUDGET BASIS	<u>\$ (104,497)</u>	<u>\$ (104,497)</u>	<u>(69,141)</u>	<u>\$ (20,686)</u>	<u>408,111</u>
FUND BALANCE, BEGINNING			<u>2,021,085</u>		<u>1,612,974</u>
FUND BALANCE, ENDING			<u>\$ 1,951,944</u>		<u>\$ 2,021,085</u>

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

BUDGETARY COMPARISON SCHEDULE

Parks and Recreation Center Fund

FOR THE YEAR ENDED DECEMBER 31, 2023

With Comparative Totals for the Year Ended December 31, 2022

	2023				2022 Actual
	Original Budget	Final Budget	Actual	Variance With Final Budget	
REVENUES					
Taxes					
Sales and Use Taxes	\$ 2,591,322	\$ 2,591,322	\$ 2,665,601	\$ 74,279	\$ 2,677,260
Intergovernmental Revenues					
State Grants	-	-	-	-	2,516
Charges for Services					
Recreation/Comm Ctr Charges	729,700	729,700	762,390	32,690	719,041
Rents	1,800	1,800	4,768	2,968	2,387
Total Charges for Services	731,500	731,500	767,158	35,658	721,428
Investment Earnings					
	5,950	5,950	30,753	24,803	12,489
Other Revenues					
Donations	-	-	28,742	28,742	-
Insurance Proceeds/Recoveries	-	-	11,857	11,857	-
Sale of Capital Assets	-	-	422	422	3,775
Other Miscellaneous Revenue	12,000	12,000	43,016	31,016	31,695
Total Other Revenue	12,000	12,000	84,037	72,037	35,470
TOTAL REVENUES	3,340,772	3,340,772	3,547,549	206,777	3,449,163
EXPENDITURES					
Parks, Recreation and Other					
Parks	986,687	986,687	946,599	40,088	809,634
Recreation	1,375,398	1,375,398	1,573,794	(198,396)	1,448,426
Parks and Recreation Administration	673,082	673,082	731,459	(58,377)	645,479
Other Parks and Recreation	17,276	17,276	22,453	(5,177)	17,349
Total Parks, Recreation & Other	3,052,443	3,052,443	3,274,305	(221,862)	2,920,888
Internal Charges					
Administrative/Management Fees	157,168	157,168	157,168	-	157,168
Internal Service Activity	168,601	168,601	162,303	6,298	148,014
Total Internal Charges	325,769	325,769	319,471	6,298	305,182
Capital Outlay					
Parks, Recreation and Other Capital Outlay	42,300	42,300	94,188	(51,888)	20,525
TOTAL EXPENDITURES	3,420,512	3,420,512	3,687,964	(267,452)	3,246,595
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	<u>(79,740)</u>	<u>(79,740)</u>	<u>(140,415)</u>	<u>(60,675)</u>	<u>202,568</u>
FUND BALANCE, BEGINNING			918,770		716,202
FUND BALANCE, ENDING			\$ 778,355		\$ 918,770

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

BUDGETARY COMPARISON SCHEDULE

City-Wide Capital Improvement Fund

FOR THE YEAR ENDED DECEMBER 31, 2023

With Comparative Totals for the Year Ended December 31, 2022

	2023				
	Original Budget	Final Budget	Actual	Variance With Final Budget	2022 Actual
REVENUES					
Taxes					
Sales and Use Taxes	\$ 3,563,043	\$ 3,563,043	\$ 3,743,067	\$ 180,024	\$ 3,753,406
Intergovernmental Revenues					
State Grants	2,265,000	2,265,000	282,446	(1,982,554)	285,960
Other Intergovernmental	1,450,000	1,450,000	1,427,538	(22,462)	1,621,809
Total Intergovernmental Revenue	<u>3,715,000</u>	<u>3,715,000</u>	<u>1,709,984</u>	<u>(2,005,016)</u>	<u>1,907,769</u>
Investment Earnings					
	<u>140,000</u>	<u>140,000</u>	<u>462,362</u>	<u>322,362</u>	<u>75,291</u>
Other Revenues					
Donations	-	-	-	-	100
Other Miscellaneous Revenue	-	-	-	-	5,725
Total Other Revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,825</u>
TOTAL REVENUES	<u>7,418,043</u>	<u>7,418,043</u>	<u>5,915,413</u>	<u>(1,502,630)</u>	<u>5,742,291</u>
EXPENDITURES					
Public Works					
Internal Charges					
Administrative/Management Fees	81,399	81,399	81,399	-	81,399
Capital Outlay					
Public Works Capital Outlay	3,273,500	3,273,500	876,352	2,397,148	989,811
Parks, Recreation and Other Capital Outlay	7,996,000	7,996,000	3,762,459	4,233,541	3,078,088
Other Capital Outlay	1,011,968	1,011,968	197,626	814,342	719,453
Total Capital Outlay	<u>12,281,468</u>	<u>12,281,468</u>	<u>4,836,437</u>	<u>7,445,031</u>	<u>4,787,352</u>
Debt Service					
Principal	845,000	845,000	1,236,032	(391,032)	550,000
Interest	811,925	811,925	764,268	47,657	677,800
Total Debt Service	<u>1,656,925</u>	<u>1,656,925</u>	<u>2,000,300</u>	<u>(343,375)</u>	<u>1,227,800</u>
TOTAL EXPENDITURES	<u>14,019,792</u>	<u>14,019,792</u>	<u>6,918,136</u>	<u>7,101,656</u>	<u>6,096,551</u>
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	(6,601,749)	(6,601,749)	(1,002,723)	5,599,026	(354,260)
OTHER FINANCING SOURCES (USES)					
Debt Proceeds	(5,500,000)	(5,500,000)	-	(5,500,000)	-
Transfers In	2,477,425	2,477,425	2,420,800	(56,625)	2,708,661
Transfers (Out)	(1,440,027)	(1,440,027)	(1,440,027)	-	(1,227,800)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(4,462,602)</u>	<u>(4,462,602)</u>	<u>980,773</u>	<u>(5,556,625)</u>	<u>1,480,861</u>
NET CHANGE IN FUND BALANCE - BUDGET BASIS	<u>\$ (11,064,351)</u>	<u>\$ (11,064,351)</u>	<u>(21,950)</u>	<u>\$ 42,401</u>	<u>1,126,601</u>
Budget to GAAP Basis Reconciliation					
Debt Proceeds			6,009,184		-
NET CHANGE IN FUND BALANCE - GAAP BASIS			5,987,234		1,126,601
FUND BALANCE, BEGINNING			5,859,930		4,733,329
FUND BALANCE, ENDING			<u>\$ 11,847,164</u>		<u>\$ 5,859,930</u>

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

BUDGETARY COMPARISON SCHEDULE

Delta Urban Renewal Authority Fund

FOR THE YEAR ENDED DECEMBER 31, 2023

With Comparative Totals for the Year Ended December 31, 2022

	2023				
	Original Budget	Final Budget	Actual	Variance With Final Budget	2022 Actual
REVENUES					
Taxes					
Property Taxes	\$ 8,025	\$ 8,025	\$ 23,638	\$ 15,613	\$ 21,996
Intergovernmental Revenues					
State Grants	-	-	-	-	6,973
TOTAL REVENUES	<u>8,025</u>	<u>8,025</u>	<u>23,638</u>	<u>15,613</u>	<u>28,969</u>
EXPENDITURES					
Public Works					
Community Development	<u>13,000</u>	<u>13,000</u>	<u>12,285</u>	<u>715</u>	<u>15,647</u>
TOTAL EXPENDITURES	<u>13,000</u>	<u>13,000</u>	<u>12,285</u>	<u>715</u>	<u>15,647</u>
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	<u>\$ (4,975)</u>	<u>\$ (4,975)</u>	<u>11,353</u>	<u>\$ 16,328</u>	<u>13,322</u>
FUND BALANCE, BEGINNING			<u>36,383</u>		<u>23,061</u>
FUND BALANCE, ENDING			<u>\$ 47,736</u>		<u>\$ 36,383</u>

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

BUDGETARY COMPARISON SCHEDULE

American Rescue Plan Act Fund

FOR THE YEAR ENDED DECEMBER 31, 2023

With Comparative Totals for the Year Ended December 31, 2022

	2023			<u>2022</u> Actual
	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>	
REVENUES				
Intergovernmental Revenues				
Federal Grants	\$ -	\$ 654,852	\$ 654,852	\$ 1,606,039
Investment Earnings	-	<u>31,720</u>	<u>31,720</u>	<u>27,162</u>
TOTAL REVENUES	-	686,572	686,572	1,633,201
OTHER FINANCING SOURCES (USES)				
Transfers (Out)	<u>(661,054)</u>	<u>(713,756)</u>	<u>52,702</u>	<u>(1,606,039)</u>
NET CHANGE IN FUND BALANCE - BUDGET BASIS	\$ <u>(661,054)</u>	<u>(27,184)</u>	\$ <u>739,274</u>	<u>27,162</u>
FUND BALANCE, BEGINNING		<u>27,184</u>		<u>22</u>
FUND BALANCE, ENDING		\$ -		\$ <u>27,184</u>

See accompanying Independent Auditors' Report.

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OTHER SUPPLEMENTARY INFORMATION

CITY OF DELTA, COLORADO

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2023**

With Comparative Totals for December 31, 2022

	<u>SPECIAL REVENUE FUNDS</u>		<u>PERMANENT</u>	<u>Total</u>	
	<u>Conservation Trust</u>	<u>Back The Badge</u>	<u>Perpetual Care</u>		
	<u>Fund</u>	<u>Fund</u>	<u>Fund</u>	<u>2023</u>	<u>2022</u>
ASSETS AND DEFERRED OUTFLOWS					
ASSETS					
Current Assets					
Cash and Investments					
Cash	\$ 951	\$ (72,400)	\$ -	\$ (71,449)	\$ 406,593
Investments	268,826	417,815	-	686,641	255,197
Restricted Cash and Investments	-	-	77,775	77,775	-
Receivables					
Accounts Receivable	-	212,509	-	212,509	207,327
TOTAL ASSETS	<u>269,777</u>	<u>557,924</u>	<u>77,775</u>	<u>905,476</u>	<u>869,117</u>
LIABILITIES, DEFERRED INFLOWS AND NET POSITION					
LIABILITIES					
Current Liabilities					
FUND BALANCE					
Nonspendable Fund Balance	-	-	77,775	77,775	74,335
Restricted Fund Balance	269,777	557,924	-	827,701	794,782
TOTAL FUND BALANCE	<u>269,777</u>	<u>557,924</u>	<u>77,775</u>	<u>905,476</u>	<u>869,117</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE	<u>\$ 269,777</u>	<u>\$ 557,924</u>	<u>\$ 77,775</u>	<u>\$ 905,476</u>	<u>\$ 869,117</u>

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

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

	SPECIAL REVENUE FUNDS			PERMANENT	Total	
	Conservation Trust Fund	Back The Badge Fund	Perpetual Care Fund		2023	2022
REVENUES						
Taxes	\$ -	\$ 1,261,665	\$ -	\$ -	\$ 1,261,665	\$ 1,266,075
Intergovernmental Revenues	129,643	-	-	-	129,643	115,541
Charges for Services	-	-	3,790	-	3,790	9,130
Investment Earnings	13,628	17,815	-	-	31,443	9,975
TOTAL REVENUES	143,271	1,279,480	3,790		1,426,541	1,400,721
EXPENDITURES						
Current:						
Parks, Recreation and Other	5,833	-	350	-	6,183	5,487
Capital Outlay	134,649	-	-	-	134,649	104,228
TOTAL EXPENDITURES	140,482	-	350		140,832	109,715
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	2,789	1,279,480	3,440		1,285,709	1,291,006
OTHER FINANCING SOURCES (USES)						
Transfers (Out)	-	(1,249,350)	-	-	(1,249,350)	(1,445,105)
NET CHANGE IN FUND BALANCE - GAAP BASIS	2,789	30,130	3,440		36,359	(154,099)
FUND BALANCE, BEGINNING	266,988	527,794	74,335		869,117	1,023,216
FUND BALANCE, ENDING	\$ 269,777	\$ 557,924	\$ 77,775		\$ 905,476	\$ 869,117

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

BUDGETARY COMPARISON SCHEDULE

Conservation Trust Fund

FOR THE YEAR ENDED DECEMBER 31, 2023

With Comparative Totals for the Year Ended December 31, 2022

	2023			2022
	Original & Final Budget	Actual	Variance With Final Budget	
REVENUES				
Intergovernmental Revenues				
Conservation Trust Fund	\$ 91,000	\$ 129,643	\$ 38,643	\$ 115,541
Investment Earnings	<u>2,725</u>	<u>13,628</u>	<u>10,903</u>	<u>4,449</u>
TOTAL REVENUES	<u>93,725</u>	<u>143,271</u>	<u>49,546</u>	<u>119,990</u>
EXPENDITURES				
Parks, Recreation and Other				
Parks	6,500	5,833	667	5,487
Capital Outlay				
Parks, Recreation and Other Capital Outlay	<u>129,000</u>	<u>134,649</u>	<u>(5,649)</u>	<u>104,228</u>
TOTAL EXPENDITURES	<u>135,500</u>	<u>140,482</u>	<u>(4,982)</u>	<u>109,715</u>
NET CHANGE IN FUND BALANCE - BUDGET BASIS	<u>\$ (41,775)</u>	2,789	<u>\$ 44,564</u>	10,275
FUND BALANCE, BEGINNING		<u>266,988</u>		<u>256,713</u>
FUND BALANCE, ENDING		<u>\$ 269,777</u>		<u>\$ 266,988</u>

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

BUDGETARY COMPARISON SCHEDULE

Back The Badge Fund

FOR THE YEAR ENDED DECEMBER 31, 2023

	2023			Variance With Final Budget	2022 Actual
	Original Budget	Final Budget	Actual		
REVENUES					
Taxes					
Sales and Use Taxes	\$ 1,147,500	\$ 1,147,500	\$ 1,261,665	\$ 114,165	\$ 1,266,075
Investment Earnings	4,000	4,000	17,815	13,815	5,526
TOTAL REVENUES	<u>1,151,500</u>	<u>1,151,500</u>	<u>1,279,480</u>	<u>127,980</u>	<u>1,271,601</u>
OTHER FINANCING SOURCES (USES)					
Transfers (Out)	<u>(1,277,954)</u>	<u>(1,277,954)</u>	<u>(1,249,350)</u>	<u>28,604</u>	<u>(1,445,105)</u>
NET CHANGE IN FUND BALANCE - BUDGET BASIS	\$ (126,454)	\$ (126,454)	30,130	\$ 156,584	(173,504)
FUND BALANCE, BEGINNING			<u>527,794</u>		<u>701,298</u>
FUND BALANCE, ENDING			<u>\$ 557,924</u>		<u>\$ 527,794</u>

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

BUDGETARY COMPARISON SCHEDULE

Perpetual Care Fund

FOR THE YEAR ENDED DECEMBER 31, 2023

With Comparative Totals for the Year Ended December 31, 2022

	2023			2022 Actual
	Original & Final Budget	Actual	Variance With Final Budget	
REVENUES				
Charges for Services				
Sales of Goods	\$ 3,500	\$ 3,790	\$ 290	\$ 9,130
EXPENDITURES				
Parks, Recreation and Other				
Cemetery	<u>1,000</u>	<u>350</u>	<u>650</u>	<u>-</u>
NET CHANGE IN FUND BALANCE - BUDGET BASIS	<u>\$ 2,500</u>	<u>3,440</u>	<u>\$ 940</u>	<u>9,130</u>
FUND BALANCE, BEGINNING		<u>74,335</u>		<u>65,205</u>
FUND BALANCE, ENDING		<u>\$ 77,775</u>		<u>\$ 74,335</u>

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

COMBINING SCHEDULE OF NET POSITION

NONMAJOR ENTERPRISE FUNDS

DECEMBER 31, 2023

With Comparative Totals for December 31, 2022

	<u>Refuse</u>	<u>Total</u>	
	<u>Fund</u>	<u>2023</u>	<u>2022</u>
ASSETS AND DEFERRED OUTFLOWS			
ASSETS			
Current Assets			
Cash and Investments			
Cash	\$ (17,622)	\$ (17,622)	\$ 14,624
Investments	1,119,677	1,119,677	964,687
Receivables			
Accounts Receivable	<u>131,569</u>	<u>131,569</u>	<u>81,853</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS	<u>\$ 1,233,624</u>	<u>\$ 1,233,624</u>	<u>\$ 1,061,164</u>
LIABILITIES, DEFERRED INFLOWS AND NET POSITION			
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 46,178	\$ 46,178	\$ 29,564
Accrued Salaries and Benefits	<u>2,568</u>	<u>2,568</u>	<u>3,130</u>
Total Current Liabilities	48,746	48,746	32,694
Noncurrent Liabilities			
Due in more than one year	<u>3,762</u>	<u>3,762</u>	<u>4,418</u>
TOTAL LIABILITIES	52,508	52,508	37,112
NET POSITION			
Unrestricted Net Position	<u>1,181,116</u>	<u>1,181,116</u>	<u>1,024,052</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION	<u>\$ 1,233,624</u>	<u>\$ 1,233,624</u>	<u>\$ 1,061,164</u>

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

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

	Refuse	Total	
	Fund	2023	2022
Operating Revenues			
Utility Charges	\$ 1,237,947	\$ 1,237,947	\$ 803,360
Operating Expenses			
Management Fees/Internal Charges	441,143	441,143	370,510
Collection, Transmission and Distribution	513,538	513,538	441,940
Claims and Premiums	-	-	5,000
Total Expenditures	<u>954,681</u>	<u>954,681</u>	<u>817,450</u>
Operating Income (Loss)	<u>283,266</u>	<u>283,266</u>	<u>(14,090)</u>
Other Income (Expense)			
Investment Earnings	54,991	54,991	16,545
Other Revenue	<u>18,807</u>	<u>18,807</u>	<u>13,840</u>
Total Other Income (Expense)	<u>73,798</u>	<u>73,798</u>	<u>30,385</u>
Net Income (Loss) before Transfers	357,064	357,064	16,295
Transfers			
Transfers (Out)	<u>(200,000)</u>	<u>(200,000)</u>	<u>-</u>
Change in Net Position	157,064	157,064	16,295
Net Position, Beginning	<u>1,024,052</u>	<u>1,024,052</u>	<u>1,007,757</u>
Net Position, Ending	<u>\$ 1,181,116</u>	<u>\$ 1,181,116</u>	<u>\$ 1,024,052</u>

See accompanying Independent Auditors' Report.

CITY OF DELTA

**COMBINING SCHEDULE OF CASH FLOWS -
NONMAJOR ENTERPRISE FUNDS**

FOR THE YEAR ENDED DECEMBER 31, 2023

With Comparative Totals for the Year Ended December 31, 2022

	Refuse	Total	
	Fund	2023	2022
Cash Flows From Operating Activities:			
Cash Received from Customers	\$ 1,188,232	\$ 1,188,232	\$ 801,348
Cash Paid to Suppliers	(415,020)	(415,020)	(334,927)
Cash Paid for Interfund Services	(441,143)	(441,143)	(370,510)
Cash Paid to Employees	(83,123)	(83,123)	(101,431)
Net Cash Provided by Operating Activities	<u>248,946</u>	<u>248,946</u>	<u>(5,520)</u>
Cash Flows (Uses) From Noncapital Financing Activities:			
Cash from Other Funds	(200,000)	(200,000)	-
Other Revenues (Expense)	18,807	18,807	13,840
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(181,193)</u>	<u>(181,193)</u>	<u>13,840</u>
Cash Flows (Uses) From Investing Activities:			
Interest Received	54,991	54,991	16,545
Net Increase (Decrease) in Cash	122,744	122,744	24,865
Cash - Beginning	979,311	979,311	954,446
Cash - Ending	<u>\$ 1,102,055</u>	<u>\$ 1,102,055</u>	<u>\$ 979,311</u>
Cash	\$ (17,622)	\$ (17,622)	\$ 14,624
Investments	1,119,677	1,119,677	964,687
Total	<u>\$ 1,102,055</u>	<u>\$ 1,102,055</u>	<u>\$ 979,311</u>
Reconciliation of Operating Income (Loss) to Net Cash Used for			
Operating Activities:			
Operating Income (Loss)	\$ 283,266	\$ 283,266	\$ (14,090)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:			
Changes in Assets and Liabilities Related to Operations:			
(Increase) Decrease in:			
Accounts Receivable	(49,715)	(49,715)	(2,012)
(Increase) Decrease in:			
Accounts Payable	16,612	16,612	8,869
Accrued Salaries and Benefits	(562)	(562)	924
Accrued Compensated Absences	(655)	(655)	789
Total Adjustments	<u>(34,320)</u>	<u>(34,320)</u>	<u>8,570</u>
Net Cash Used for Operating Activities	<u>\$ 248,946</u>	<u>\$ 248,946</u>	<u>\$ (5,520)</u>

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

BUDGET AND ACTUAL

Municipal Light & Power Fund

FOR THE YEAR ENDED DECEMBER 31, 2023

With Comparative Totals for the Year Ended December 31, 2022

	2023		Variance with Final Budget	2022	
	Final Budget	Actual		Budget	Actual
Operating Revenues					
Utility Charges	\$ 6,888,050	\$ 6,899,280	\$ 11,230	\$ 6,859,850	
Other Charges for Services	34,000	56,698	22,698	18,273	
Total Revenues	<u>6,922,050</u>	<u>6,955,978</u>	<u>33,928</u>	<u>6,878,123</u>	
Operating Expenses					
Commodity Charges	4,625,000	4,341,286	283,714	4,489,021	
Management Fees/Internal Charges	544,405	550,578	(6,173)	547,721	
Collection, Transmission and Distribution	836,921	911,011	(74,090)	660,643	
Administration	184,430	169,177	15,253	166,341	
Other Capital Outlay	<u>1,796,189</u>	<u>(1,053,383)</u>	<u>2,849,572</u>	<u>409,076</u>	
Total Expenditures	<u>7,986,945</u>	<u>4,918,669</u>	<u>3,068,276</u>	<u>6,272,802</u>	
Operating Income (Loss)	<u>(1,064,895)</u>	<u>2,037,309</u>	<u>3,102,204</u>	<u>605,321</u>	
Other Income (Expense)					
Intergovernmental Revenue	-	3,780	3,780	2,025	
Investment Earnings	58,700	297,541	238,841	92,313	
Other Revenue	119,500	241,893	122,393	370,214	
Debt Service	<u>(224,498)</u>	<u>(241,058)</u>	<u>(16,560)</u>	<u>(219,541)</u>	
Total Other Income (Expense)	<u>(46,298)</u>	<u>302,156</u>	<u>348,454</u>	<u>245,011</u>	
Net Income (Loss) before Transfers	<u>(1,111,193)</u>	<u>2,339,465</u>	<u>3,450,658</u>	<u>850,332</u>	
Transfers					
Transfers Out	<u>(800,000)</u>	<u>(812,000)</u>	<u>(12,000)</u>	<u>(790,000)</u>	
Change in Net Position (Budget Basis)	<u>\$ (1,911,193)</u>	<u>1,527,465</u>	<u>\$ 3,438,658</u>	<u>60,332</u>	
Budget to GAAP Reconciliation					
Principal Paid		188,640		188,639	
Depreciation Expense		(383,682)		(377,292)	
Capital Outlay		<u>(1,101,562)</u>		<u>376,225</u>	
Change in Net Position - GAAP Basis		230,861		247,904	
Net Position, Beginning		<u>11,224,097</u>		<u>10,976,193</u>	
Net Position, Ending		<u>\$ 11,454,958</u>		<u>\$ 11,224,097</u>	

See accompanying Independent Auditors' Report.

CITY OF DELTA, 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		Variance with Final Budget	2022
	Final Budget	Actual		Actual
Operating Revenues				
Utility Charges	\$ 1,977,080	\$ 2,047,831	\$ 70,751	\$ 1,771,622
Other Charges for Services	13,962	15,924	1,962	12,503
Total Revenues	<u>1,991,042</u>	<u>2,063,755</u>	<u>72,713</u>	<u>1,784,125</u>
Operating Expenses				
Management Fees/Internal Charges	309,153	317,619	(8,466)	324,570
Collection, Transmission and Distribution	426,715	389,820	36,895	385,335
Production and Treatment	656,000	50,809	605,191	34,125
Maintenance	756,706	579,895	176,811	548,709
Administration	58,933	39,892	19,041	58,948
Other Capital Outlay	5,036,698	766,240	4,270,458	2,462,777
Total Expenditures	<u>7,244,205</u>	<u>2,144,275</u>	<u>5,099,930</u>	<u>3,814,464</u>
Operating Income (Loss)	<u>(5,253,163)</u>	<u>(80,520)</u>	<u>5,172,643</u>	<u>(2,030,339)</u>
Other Income (Expense)				
Intergovernmental Revenue	1,991,249	-	(1,991,249)	-
Investment Earnings	24,000	128,179	104,179	39,146
Other Revenue	41,673	54,364	12,691	54,766
Debt Service	(634,039)	(454,940)	179,099	2,225,117
Total Other Income (Expense)	<u>1,422,883</u>	<u>(272,397)</u>	<u>(1,695,280)</u>	<u>2,319,029</u>
Net Income (Loss) before Transfers	<u>(3,830,280)</u>	<u>(352,917)</u>	<u>3,477,363</u>	<u>288,690</u>
Transfers				
Transfers In/(Out)	71,916	124,618	52,702	1,000,000
Transfers Out	(300,000)	(300,000)	-	(464,650)
Net Income (Loss), Budget Basis	<u>(4,058,364)</u>	<u>(528,299)</u>	<u>3,530,065</u>	<u>824,040</u>
Contributed Capital				
Plant Investment Fees	146,000	135,900	(10,100)	204,800
Intergovernmental Revenue	1,991,249	300,000	(1,691,249)	-
Total Contributed Capital	<u>2,137,249</u>	<u>435,900</u>	<u>(1,701,349)</u>	<u>204,800</u>
Change in Net Position (Budget Basis)	<u>\$ (1,921,115)</u>	<u>(92,399)</u>	<u>\$ 1,828,716</u>	<u>1,028,840</u>
Budget to GAAP Reconciliation				
Principal Paid		284,990		(2,324,996)
Depreciation Expense		(523,210)		(510,261)
Capital Outlay		815,337		2,495,256
Change in Net Position - GAAP Basis		484,718		688,839
Net Position, Beginning		<u>9,155,929</u>		<u>8,467,090</u>
Net Position, Ending		<u>\$ 9,640,647</u>		<u>\$ 9,155,929</u>

See accompanying Independent Auditors' Report.

CITY OF DELTA, 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			
	Final Budget	Actual	Variance with Final Budget	2022 Actual
Operating Revenues				
Utility Charges	\$ 2,296,400	\$ 2,375,614	\$ 79,214	\$ 2,197,164
Other Charges for Services	5,000	6,945	1,945	5,677
Total Revenues	<u>2,301,400</u>	<u>2,382,559</u>	<u>81,159</u>	<u>2,202,841</u>
Operating Expenses				
Commodity Charges	783,200	842,630	(59,430)	812,964
Management Fees/Internal Charges	354,738	359,293	(4,555)	333,999
Collection, Transmission and Distribution	1,131,562	1,236,194	(104,632)	963,156
Production and Treatment	-	-	-	4,250
Administration	44,963	70,057	(25,094)	24,240
Other Capital Outlay	<u>480,000</u>	<u>106,109</u>	<u>373,891</u>	<u>36,056</u>
Total Expenditures	<u>2,794,463</u>	<u>2,614,283</u>	<u>180,180</u>	<u>2,174,665</u>
Operating Income (Loss)	<u>(493,063)</u>	<u>(231,724)</u>	<u>261,339</u>	<u>28,176</u>
Other Income (Expense)				
Investment Earnings	25,000	119,504	94,504	45,918
Other Revenue	<u>31,950</u>	<u>32,880</u>	<u>930</u>	<u>42,703</u>
Total Other Income (Expense)	<u>56,950</u>	<u>152,384</u>	<u>95,434</u>	<u>88,621</u>
Net Income (Loss) before Transfers	(436,113)	(79,340)	356,773	116,797
Transfers				
Transfers Out	<u>(355,000)</u>	<u>(416,250)</u>	<u>(61,250)</u>	<u>(426,300)</u>
Net Income (Loss), Budget Basis	(791,113)	(495,590)	295,523	(309,503)
Contributed Capital				
Plant Investment Fees	<u>87,000</u>	<u>115,640</u>	<u>28,640</u>	<u>114,100</u>
Change in Net Position (Budget Basis)	<u>\$ (704,113)</u>	<u>(379,950)</u>	<u>\$ 324,163</u>	<u>(195,403)</u>
Budget to GAAP Reconciliation				
Depreciation Expense		(294,706)		(291,792)
Capital Outlay		<u>199,810</u>		<u>173,839</u>
Change in Net Position - GAAP Basis		(474,846)		(313,356)
Net Position, Beginning		<u>6,913,481</u>		<u>7,226,837</u>
Net Position, Ending		<u>\$ 6,438,635</u>		<u>\$ 6,913,481</u>

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
BUDGET AND ACTUAL

Refuse 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	
Operating Revenues				
Utility Charges	\$ 1,091,282	\$ 1,237,947	\$ 146,665	\$ 803,360
Operating Expenses				
Management Fees/Internal Charges	448,930	441,143	7,787	370,510
Collection, Transmission and Distribution	527,989	513,538	14,451	441,940
Claims and Premiums	-	-	-	5,000
Total Expenditures	<u>976,919</u>	<u>954,681</u>	<u>22,238</u>	<u>817,450</u>
Operating Income (Loss)	<u>114,363</u>	<u>283,266</u>	<u>168,903</u>	<u>(14,090)</u>
Other Income (Expense)				
Investment Earnings	16,500	54,991	38,491	16,545
Other Revenue	12,500	18,807	6,307	13,840
Total Other Income (Expense)	<u>29,000</u>	<u>73,798</u>	<u>44,798</u>	<u>30,385</u>
Net Income (Loss) before Transfers	143,363	357,064	213,701	16,295
Transfers				
Transfers Out	<u>(200,000)</u>	<u>(200,000)</u>	<u>-</u>	<u>-</u>
Change in Net Position (Budget Basis)	<u>\$ (56,637)</u>	157,064	<u>\$ 213,701</u>	16,295
Net Position, Beginning		<u>1,024,052</u>		<u>1,007,757</u>
Net Position, Ending		<u>\$ 1,181,116</u>		<u>\$ 1,024,052</u>

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

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

	2023		Variance with Final Budget	2022 Actual
	Final Budget	Actual		
Operating Revenues				
Golf Course Charges	\$ 792,800	\$ 862,360	\$ 69,560	\$ 786,282
Operating Expenses				
Golf Course Pro and Concessions	370,615	443,262	(72,647)	486,045
Golf Course Maintenance	419,767	503,008	(83,241)	421,951
Management Fees/Internal Charges	210,055	210,329	(274)	218,526
Other Capital Outlay	30,000	22,275	7,725	4,745
Total Expenditures	<u>1,030,437</u>	<u>1,178,874</u>	<u>(148,437)</u>	<u>1,131,267</u>
Operating Income (Loss)	<u>(237,637)</u>	<u>(316,514)</u>	<u>(78,877)</u>	<u>(344,985)</u>
Other Income (Expense)				
Other Revenue	2,600	12,714	10,114	17,444
Debt Service	<u>(120,898)</u>	<u>(129,800)</u>	<u>(8,902)</u>	<u>(118,215)</u>
Total Other Income (Expense)	<u>(118,298)</u>	<u>(117,086)</u>	<u>1,212</u>	<u>(100,771)</u>
Net Income (Loss) before Transfers	(355,935)	(433,600)	(77,665)	(445,756)
Transfers				
Transfers In/(Out)	<u>355,000</u>	<u>428,250</u>	<u>73,250</u>	<u>514,000</u>
Change in Net Position (Budget Basis)	<u>\$ (935)</u>	<u>(5,350)</u>	<u>\$ (4,415)</u>	<u>68,244</u>
Budget to GAAP Reconciliation				
Principal Paid		101,575		101,576
Depreciation Expense		(34,266)		(33,916)
Capital Outlay		<u>24,074</u>		<u>4,745</u>
Change in Net Position - GAAP Basis		86,033		140,649
Net Position, Beginning		<u>(346,672)</u>		<u>(487,321)</u>
Net Position, Ending		<u>\$ (260,639)</u>		<u>\$ (346,672)</u>

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

STATEMENT OF NET POSITION

INTERNAL SERVICE FUNDS

DECEMBER 31, 2023

With Comparative Totals for December 31, 2022

	Internal Service Fund	
	2023	2022
ASSETS AND DEFERRED OUTFLOWS		
ASSETS		
Current Assets		
Cash and Investments		
Cash	\$ 320,468	\$ 110,010
Investments	407,428	386,774
Receivables		
Other Receivables	24,940	8,616
Inventory	126,458	97,650
Prepaid Expenses	-	200
Total Current Assets	<u>879,294</u>	<u>603,250</u>
Noncurrent Assets		
Capital Assets not being depreciated	-	8,805
Capital Assets being depreciated	6,982,747	6,956,607
Accumulated Depreciation	<u>(5,722,447)</u>	<u>(5,337,374)</u>
Total Noncurrent Assets	<u>1,260,300</u>	<u>1,628,038</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS	<u>\$ 2,139,594</u>	<u>\$ 2,231,288</u>
LIABILITIES, DEFERRED INFLOWS AND NET POSITION		
LIABILITIES		
Current Liabilities		
Accounts Payable	\$ 41,001	\$ 45,523
Accrued Salaries and Benefits	<u>5,968</u>	<u>5,856</u>
Total Current Liabilities	46,969	51,379
Noncurrent Liabilities		
Due in more than one year	<u>28,743</u>	<u>24,461</u>
TOTAL LIABILITIES	<u>75,712</u>	<u>75,840</u>
NET POSITION		
Net Investment in Capital Assets	1,260,300	1,628,038
Unrestricted Net Position	<u>803,582</u>	<u>527,410</u>
TOTAL NET POSITION	<u>2,063,882</u>	<u>2,155,448</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION	<u>\$ 2,139,594</u>	<u>\$ 2,231,288</u>

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

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

	Internal Service Fund	
	<u>2023</u>	<u>2022</u>
Operating Revenues		
Internal Charges	\$ 1,386,634	\$ 1,349,998
Operating Expenses		
Management Fees/Internal Charges	144,722	163,333
Claims and Premiums	39,602	37,782
Maintenance	879,637	878,737
Depreciation Expense	<u>493,615</u>	<u>450,109</u>
Total Expenditures	<u>1,557,576</u>	<u>1,529,961</u>
Operating Income (Loss)	<u>(170,942)</u>	<u>(179,963)</u>
Other Income (Expense)		
Investment Earnings	20,654	6,744
Other Revenue	50,529	148,959
Gain (Loss) on Sale of Assets	<u>8,193</u>	<u>57,350</u>
Total Other Income (Expense)	<u>79,376</u>	<u>213,053</u>
Change in Net Position	(91,566)	33,090
Net Position, Beginning	<u>2,155,448</u>	<u>2,122,358</u>
Net Position, Ending	<u>\$ 2,063,882</u>	<u>\$ 2,155,448</u>

See accompanying Independent Auditors' Report.

CITY OF DELTA

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

	Internal Service Fund	
	2023	2022
Cash Flows From Operating Activities:		
Cash Received from Customers	\$ (16,324)	\$ (4,216)
Cash Received from Interfund Services Provided	1,386,634	1,349,998
Cash Paid to Suppliers	(729,247)	(719,303)
Cash Paid for Interfund Services	(144,722)	(163,333)
Cash Paid to Employees	(218,729)	(194,587)
Net Cash Provided by Operating Activities	<u>277,612</u>	<u>268,559</u>
Cash Flows From Capital and Related Financing Activities:		
Proceeds of Capital Asset Sales	43,668	326,499
Acquisition of Capital Assets	(161,351)	(806,875)
Cash Flows Used by Capital and Related Financing Activities	<u>(117,683)</u>	<u>(480,376)</u>
Cash Flows (Uses) From Noncapital Financing Activities:		
Other Revenues (Expense)	50,529	148,959
Net Cash Provided (Used) by Noncapital Financing Activities	<u>50,529</u>	<u>148,959</u>
Cash Flows (Uses) From Investing Activities:		
Interest Received	20,654	6,744
Net Increase (Decrease) in Cash		
Cash - Beginning	231,112	(56,114)
Cash - Ending	<u>496,784</u>	<u>552,898</u>
	<u>\$ 727,896</u>	<u>\$ 496,784</u>
Cash	\$ 320,468	\$ 110,010
Investments	407,428	386,774
Total	<u>\$ 727,896</u>	<u>\$ 496,784</u>
Reconciliation of Operating Income (Loss) to Net Cash Used for		
Operating Activities:		
Operating Income (Loss)	\$ (170,942)	\$ (179,963)
Adjustments to Reconcile Operating Income (Loss)		
to Net Cash Provided by Operating Activities:		
Depreciation Expense	493,615	450,109
Changes in Assets and Liabilities Related to Operations:		
(Increase) Decrease in:		
Accounts Receivable	-	-
Other Receivables	(16,324)	(4,216)
Inventory	(28,808)	(9,373)
Prepaid Expenses	200	250
(Increase) Decrease in:		
Accounts Payable	(4,523)	9,251
Accrued Salaries and Benefits	112	745
Accrued Compensated Absences	4,282	1,756
Total Adjustments	<u>448,554</u>	<u>448,522</u>
Net Cash Used for Operating Activities	<u>\$ 277,612</u>	<u>\$ 268,559</u>

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
BUDGET AND ACTUAL
Internal Service 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	
Operating Revenues				
Internal Charges	\$ 1,411,801	\$ 1,386,634	\$ (25,167)	\$ 1,349,998
Operating Expenses				
Management Fees/Internal Charges	143,581	144,722	(1,141)	163,333
Claims and Premiums	39,913	39,602	311	37,782
Maintenance	842,389	879,637	(37,248)	878,737
Other Capital Outlay	247,000	17,335	229,665	537,725
Total Expenditures	<u>1,272,883</u>	<u>1,081,296</u>	<u>191,587</u>	<u>1,617,577</u>
Operating Income (Loss)	<u>138,918</u>	<u>305,338</u>	<u>166,420</u>	<u>(267,579)</u>
Other Income (Expense)				
Investment Earnings	14,000	20,654	6,654	6,744
Other Revenue	-	50,529	50,529	148,959
Gain (Loss) on Sale of Assets	-	8,193	8,193	57,350
Total Other Income (Expense)	<u>14,000</u>	<u>79,376</u>	<u>65,376</u>	<u>213,053</u>
Transfers				
Change in Net Position (Budget Basis)	<u>\$ 152,918</u>	384,714	<u>\$ 231,796</u>	(54,526)
Budget to GAAP Reconciliation				
Depreciation Expense		(493,615)		(450,109)
Capital Outlay		17,335		537,725
Change in Net Position - GAAP Basis		(91,566)		33,090
Net Position, Beginning		<u>2,155,448</u>		<u>2,122,358</u>
Net Position, Ending		<u>\$ 2,063,882</u>		<u>\$ 2,155,448</u>

See accompanying Independent Auditors' Report.

STATE COMPLIANCE

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

LOCAL HIGHWAY FINANCE REPORT		City or County: City of Delta
		YEAR ENDING : December 2023
This Information From The Records of the City of Delta, CO	Prepared By: Phone:	Tod DeZeeuw, CPA 970-874-7908

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

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	715,431
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	474,690
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	186,924
2. General fund appropriations		b. Snow and ice removal	21,097
3. Other local imposts (from page 2)	3,140,370	c. Other	1,582
4. Miscellaneous local receipts (from page 2)	46,054	d. Total (a. through c.)	209,603
5. Transfers from toll facilities		4. General administration & miscellaneous	30,064
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	1,495,497
a. Bonds - Original Issues		6. Total (1 through 5)	2,925,285
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	650,300
7. Total (1 through 6)	3,186,424	b. Redemption	0
B. Private Contributions		c. Total (a. + b.)	650,300
C. Receipts from State government (from page 2)	389,161	2. Notes:	
D. Receipts from Federal Government (from page 2)	0	a. Interest	
E. Total receipts (A.7 + B + C + D)	3,575,585	b. Redemption	
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	650,300
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	3,575,585

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)	14,660,000	0	575,000	14,085,000
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
	0	3,575,585	3,575,585		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	486
b. Other local imposts:		b. Traffic Fines & Penalties	45,568
1. Sales Taxes	3,100,881	c. Parking Garage Fees	
2. Infrastructure & Impact Fees	39,489	d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other		g. Other Misc. Receipts	
6. Total (1. through 5.)	3,140,370	h. Other	
c. Total (a. + b.)	3,140,370	i. Total (a. through h.)	46,054
	(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	352,599	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	36,562	d. Federal Transit Admin	
d. Other (Specify)	0	e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	
f. Total (a. through e.)	36,562	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	389,161	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	0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements		0	0
(3). System Preservation			0
(4). System Enhancement & Operation		715,431	715,431
(5). Total Construction (1) + (2) + (3) + (4)	0	715,431	715,431
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	715,431	715,431
			(Carry forward to page 1)

Notes and Comments:

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**SUPPLEMENTAL SCHEDULES REQUIRED
PURSUANT TO BOND AGREEMENTS**

CITY OF DELTA, COLORADO

SUPPLEMENTAL SCHEDULES REQUIRED

PURSUANT TO BOND AGREEMENTS

(Continuing Disclosure Undertaking)

December 31, 2022

TABLE 1

Debt Service Coverage

	2019	2020	2021	2022	2023
City CIF Tax	2,076,118	2,267,082	2,633,621	2,591,034	2,598,433
County CIF Tax	751,499	880,295	893,599	1,076,167	1,077,482
Interest Earnings	33,862	12,967	1,241	71,256	461,876
Total Pledged Revenues	2,861,479	3,160,344	3,528,461	3,738,457	4,137,791
Maximum Annual Debt Service	1,769,368	1,219,678	1,229,050	1,227,800	1,227,800
BAB's Payment	(382,873)	-	-	-	-
Net Debt Service	1,386,495	1,219,678	1,229,050	1,227,800	1,227,800
Coverage	206.38%	259.11%	287.09%	304.48%	337.01%

TABLE 2

History of City CIF Tax

Year	City CIF Sales Tax Collections	City CIF Use Tax Collections	Total City CIF Tax Collections	% Change
2019	2,010,759	65,359	2,076,118	6.98%
2020	2,207,474	59,608	2,267,082	9.20%
2021	2,485,459	148,162	2,633,621	16.17%
2022	2,591,034	86,205	2,677,239	1.66%
2023	2,598,433	67,152	2,665,585	-0.44%

TABLE 3

History of County CIF Tax

Year	Total County CIF Sales Tax	% Change
2019	751,499	15.12%
2020	880,295	17.14%
2021	983,599	11.74%
2022	1,076,167	9.41%
2023	1,077,482	0.12%

CITY OF DELTA, COLORADO

SUPPLEMENTAL SCHEDULES REQUIRED

PURSUANT TO BOND AGREEMENTS

(Continuing Disclosure Undertaking)

December 31, 2022

TABLE 4
Monthly Comparison of Collections of City CIF Tax

Month	2022	2022	2023	2023	Percent Change
	Current Month	Period To Date	Current Month	Period To Date	
January	256,400	256,400	259,241	259,241	1.1%
February	185,599	441,999	182,610	441,851	0.0%
March	183,041	625,040	170,617	612,468	-2.0%
April	232,404	857,444	234,721	847,189	-1.2%
May	206,158	1,063,602	205,894	1,053,083	-1.0%
June	217,003	1,280,605	220,938	1,274,021	-0.5%
July	246,300	1,526,905	245,578	1,519,599	-0.5%
August	212,489	1,739,394	211,868	1,731,467	-0.5%
September	208,418	1,947,812	219,757	1,951,224	0.2%
October	240,940	2,188,752	231,951	2,183,175	-0.3%
November	204,844	2,393,596	209,568	2,392,743	0.0%
December	197,438	2,591,034	205,690	2,598,433	0.3%

TABLE 5
Monthly Comparison of Collections of County CIF Tax

Month	2022	2022	2023	2023	Percent Change
	Current Month	Period To Date	Current Month	Period To Date	
January	-	-	-	-	0.0%
February	-	-	-	-	0.0%
March	78,732	78,732	80,644	80,644	2.4%
April	74,686	153,418	74,969	155,613	1.4%
May	90,435	243,853	87,496	243,109	-0.3%
June	86,682	330,535	85,727	328,836	-0.5%
July	88,868	419,403	94,616	423,452	1.0%
August	95,122	514,525	95,590	519,042	0.9%
September	92,087	606,612	92,067	611,109	0.7%
October	99,164	705,776	100,160	711,269	0.8%
November	101,239	807,015	96,374	807,643	0.1%
December	269,152	1,076,167	269,839	1,077,482	0.1%

CITY OF DELTA, COLORADO

SUPPLEMENTAL SCHEDULES REQUIRED

PURSUANT TO BOND AGREEMENTS

(Continuing Disclosure Undertaking)

December 31, 2022

Table 6
Top 10 Generators of City 3% Sales & Use Tax

<u>Business Type</u>	<u>3% Sales & Use Tax Receipts</u>	<u>% of Total Collections</u>
Retail	2,106,174	26.3%
Grocery	615,850	7.7%
Government	543,180	6.8%
Grocery	372,377	4.7%
Retail	212,058	2.7%
Retail	197,801	2.5%
Government	171,620	2.1%
Utility	146,803	1.8%
Restaurant	118,152	1.5%
Retail	113,044	1.4%
Total =	4,597,059	57.49%

Table 7
City-Wide Capital Improvement Fund
Budget Summary & Comparison

	<u>2022 Budget</u>	<u>2022 Actual</u>	<u>2023 Budget</u>	<u>2023 Actual</u>
Revenues				
Sales Tax	2,476,786	2,591,034	2,526,322	2,598,433
Use Tax	50,000	86,205	65,000	67,152
County Sales Tax	962,100	1,076,167	971,721	1,077,482
Income From Investments	1,000	71,256	140,000	461,876
Grant	125,000	359,934	2,265,000	389,087
Miscellaneous	-	5,826	-	-
Lease Proceeds	-	-	5,500,000	6,009,184
Contributions for Construction	-	1,547,834	1,450,000	1,320,896
Transfers in	550,000	1,480,861	820,500	420,500
Total Revenues	4,164,886	7,219,117	13,738,543	12,344,610
Expenditures				
Miscellaneous Engineering	-	1,458	-	4,212
Sidewalk Projects	85,000	20,357	85,000	-
Murals/Public Art	-	-	10,000	-
ADA Compliance	15,000	-	15,000	2,408
Public Facilities	500,000	3,090,610	8,211,000	3,774,075
Street Improvement Projects	1,677,500	1,041,621	3,553,500	1,010,708
Storm Water System Improvements	200,000	627,903	400,000	37,985
Non-Departmental	87,252	86,802	88,367	88,448
Transfers to Other Funds	1,227,800	1,227,800	1,440,027	1,440,027
Total Expenditures	3,792,552	6,096,551	13,802,894	6,357,863
Fund Balance - Beginning	3,037,918	4,726,536	5,128,958	5,849,192
Fund Balance - Ending	3,410,252	5,849,102	5,064,607	11,835,939

CITY OF DELTA, COLORADO

SUPPLEMENTAL SCHEDULES REQUIRED

PURSUANT TO BOND AGREEMENTS

(Continuing Disclosure Undertaking)

December 31, 2022

Table 8
Capital Improvements Plan Summary

Project Categories	2024	2025	2026	2027	2028
General Government	204,090	36,030	36,060		
Parks	152,350				
Recreation Center	191,400	93,000			
City-Wide Improvements	13,723,233	15,024,333	2,065,000	65,000	65,000
Electrical	844,000	359,000	250,000		
Sewer	6,867,740	390,000	50,000		
Water	1,725,000	880,000	880,000		
Golf	36,000	36,000	36,000		
Total	23,743,813	16,818,363	3,317,060	65,000	65,000

Table 9
History of General Fund Revenues
Expenditures & Changes in Fund Balances

Revenues	2019	2020	2021	2022	2023
Taxes	2,112,737	2,307,278	2,671,688	2,709,424	2,705,553
Franchise Tax Equivalents	675,483	679,030	678,233	715,252	760,902
Licenses & Permits	129,696	147,659	321,987	224,547	182,699
Intergovernmental	754,040	567,888	900,484	636,435	1,137,544
Charges for Services	61,925	67,565	135,462	121,221	173,340
Fines & Forfeitures	25,824	15,828	26,818	45,556	47,277
Miscellaneous	91,571	336,280	97,745	89,991	135,720
Accounting & Adm. Charges	818,560	810,925	810,925	810,925	810,925
Investment Earnings	29,159	7,655	508	21,868	70,373
Other Financing Sources	500,000	250,000	1,144,511	1,737,233	2,157,715
Total Revenues	5,198,995	5,190,108	6,788,361	7,112,452	8,182,048
Expenditures					
General Government	1,239,454	1,626,081	2,158,004	1,889,929	2,914,282
Public Safety	2,282,129	2,474,890	2,903,312	3,054,726	3,886,787
Community Development	380,242	416,948	518,795	587,841	436,148
Public Works	601,987	579,042	615,035	557,373	527,433
Animal & Code Enforcement	115,112	123,498	108,141	126,252	0
Cemetery	142,833	183,380	216,110	213,099	274,966
IT	27,913	28,244	34,635	131,595	169,783
Non-Departmental	77,413	126,982	43,188	143,526	41,789
	4,867,083	5,559,065	6,597,220	6,704,341	8,251,188
Revenues Over (Under)					
Expenditures	331,912	-368,957	191,141	408,111	-69,140
Fund Balance - Beginning	1,458,878	1,790,790	1,421,833	1,612,974	2,021,085
Fund Balance - Ending	1,790,790	1,421,833	1,612,974	2,021,085	1,951,945

CITY OF DELTA, COLORADO

SUPPLEMENTAL SCHEDULES REQUIRED

PURSUANT TO BOND AGREEMENTS

(Continuing Disclosure Undertaking)

December 31, 2022

Table 10
General Fund Budget Summary & Comparison

	2022	2022	2023	2023
	<u>Budget</u>	<u>Actual</u>	<u>Budget</u>	<u>Actual</u>
Revenues				
Taxes	2,565,786	2,709,424	2,630,322	2,705,553
Franchise Tax Equivalents	661,000	715,252	661,000	760,902
Licenses & Permits	162,900	224,547	287,900	182,699
Intergovernmental	463,723	636,435	608,906	1,137,544
Charges for Services	63,500	121,221	146,600	173,340
Fines & Forfeitures	25,000	45,556	25,000	47,277
Miscellaneous	34,600	111,859	45,000	206,093
Accounting & Adm. Charges	823,608	810,925	823,608	810,925
Other Financing Sources	<u>1,658,021</u>	<u>1,737,233</u>	<u>2,129,694</u>	<u>2,157,715</u>
Total Revenues	6,458,138	7,112,452	7,358,030	8,182,048
Expenditures				
Personnel	4,847,287	4,859,363	4,847,287	5,610,361
Charges & Services	2,008,124	1,768,357	2,008,124	1,930,196
Capital Outlay	<u>81,264</u>	<u>76,621</u>	<u>81,264</u>	<u>710,631</u>
Total Expenditures	6,936,675	6,704,341	6,936,675	8,251,188
Fund Balance - Beginning	1,679,402	1,612,974	1,679,402	2,021,085
Fund Balance - Ending	1,200,865	2,021,085	2,100,757	1,951,945

Table 11
Revenue Obligations of the City

Revenue Obligation	Principal Amount Outstanding
Municipal Light & Power Revenue Notes, Series 2000	1,682,175
Sewer Note, Series 2012	1,270,023
Sewer Note, Series 2022	2,291,452
Sales & Use Tax Revenue Bonds, Series 2019	14,085,000
2023 Site Lease	<u>5,348,152</u>
Total Revenue Obligations Outstanding	<u>24,676,802</u>

CITY OF DELTA, COLORADO

SUPPLEMENTAL SCHEDULES REQUIRED

PURSUANT TO BOND AGREEMENTS

(Continuing Disclosure Undertaking)

December 31, 2022

Table 12
History of City -Wide Capital Improvement Fund & Debt Service Fund
Revenues, Expenditures & Changes in Fund Balances

Revenues	2019	2020	2021	2022	2023
Sales & Use Tax	2,827,617	3,147,377	3,617,220	3,753,406	3,743,067
Intergovernmental	384,013	7,122	181,189	1,907,769	389,087
Charges for Services					
Investment Earnings	73,032	13,580	1,252	75,742	462,362
Miscellaneous	185,586	51,678	29,433	5,825	-
Other Financing Sources	-	-	-	1,480,861	2,516,397
Total Revenues	3,470,248	3,219,757	3,829,094	7,223,603	7,110,913
Expenditures					
General Government					
Public Works	221,037	111,058	6,277	21,815	4,212
Accounting & Administration	73,972	85,881	96,060	87,252	88,448
Capital Outlay	685,882	649,418	1,109,977	4,760,135	4,825,176
Debt Service	1,769,442	1,219,679	1,229,050	1,227,800	2,000,300
Other Financing Uses	-	117,000	28,050	-	214,727
Total Expenditures	2,750,333	2,183,036	2,469,414	6,097,002	7,132,863
Revenues Over (Under)					
Expenditures	719,915	1,036,721	1,359,680	1,126,601	-21,950
Other Financing Sources (Uses)					
Debt Proceeds	18,858,578	-	-	-	6,009,184
Escrow Payments	-20,419,372	-	-	-	-
Total Under Financing Source	-1,560,794	-	-	-	6,009,184
Fund Balance - Beginning	3,177,807	2,336,928	3,373,649	4,733,329	5,859,930
Fund Balance - Ending	2,336,928	3,373,649	4,733,329	5,859,930	11,847,164