

City of Trinidad, Colorado

Financial Statements
with Independent Auditor's Report

December 31, 2023



City of Trinidad, Colorado

Table of Contents December 31, 2023

Independent Auditor's Report	1
Management's Discussion and Analysis	i
Basic Financial Statements	
<i>Government-wide Financial Statements</i>	
Statement of Net Position	4
Statement of Activities	5
<i>Governmental Funds</i>	
Balance Sheet	6
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	7
Statement of Revenues, Expenditures and Changes in Fund Balance	8
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance of Governmental Funds to the Statement of Activities	9
<i>Proprietary Fund</i>	
Statement of Net Position	10
Statement of Revenues, Expenses and Changes in Net Position	11
Statement of Cash Flows.....	12
<i>Notes to Financial Statements</i>	13
Required Supplementary Information	
<i>Required Pension Disclosure</i>	
Schedule of Proportionate Share of the Net Pension (Asset) Liability and Contributions - FPPA Statewide Define Benefit Plan	52
Schedule of Proportionate Share of the Net Pension Asset Contributions - FPPA Statewide Hybrid Plan	54
Schedule of Changes in Net Pension Liability (Asset), Related Ratios (Multiyear) And Contributions - Old Hire Fire Pension Plan	56
Schedule of Changes in Net Pension Liability (Asset), Related Ratios (Multiyear) And Contributions - Old Hire Police Pension Plan.....	58
<i>Budgetary Comparison Schedules</i>	
General Fund.....	60
Capital Projects Fund	62
<i>Notes to Required Supplementary Information</i>	63

City of Trinidad, Colorado

Table of Contents December 31, 2023

(Continued)

Supplementary Information

Nonmajor Governmental Funds

Balance sheet	64
Statement of Revenues, Expenditures and Changes in Fund Balance	65

Budgetary Comparison Schedules

Economic Development Fund	66
Tourism Fund	67
Lottery Fund	68
Power & Light Fund	69
Water Fund	70
Gas Fund	71
Sewer Fund	72
Landfill Fund	73

State Compliance

Local Highway Finance Report	74
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**HINKLE &
COMPANY**
Strategic ^{PC}
Business Advisors

Independent Auditor's Report

Honorable Mayor and Members of the Board of Trustees
City of Trinidad, Colorado
Trinidad, Colorado

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the business-type activities and each major fund of the City of Trinidad, Colorado (the City) as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the basic financial statements of the City, 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 business-type activities and each major fund of the City as of December 31, 2023, and the respective changes in financial position and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

The City's 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 financial statements that are free from material misstatement, whether due to fraud or error.

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Auditor's Responsibilities for the Audit of the Financial Statements

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

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



Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the required supplementary information listed in the table 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 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The supplementary information and the local highway finance report listed in the table of contents 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 the 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 basic financial statements as a whole.

Hick & Company, PC

Englewood, Colorado
July 31, 2024



City of Trinidad, Colorado
Management's Discussion and Analysis
December 31, 2023

The following discussion and analysis of the City of Trinidad's (the City) financial performance provides an annual overview of the City's financial activities for the fiscal year ended December 31, 2023.

Financial Highlights

- The assets and deferred outflows of the City exceeded its liabilities and deferred inflows at December 31, 2023 by \$118,681,357 (Net Position). Of this amount, \$30,393,793 is the Unrestricted Net Position that may be used to meet the government's ongoing obligations to citizens and creditors.
- At December 31, 2023, the City's Governmental Funds reported combined ending fund balances of \$25,472,969. Approximately 26% of this total amount or \$6,435,390 is unassigned.
- The General Fund, presented on a current financial resources basis, reports a Fund Balance of \$15,489,235 at the end of the current fiscal year, or 44% of total General Fund expenditures.
- The City's total bond and lease financing debt was \$4,204,416 at the close of 2023.
- The City implemented GASB 68 in 2015 which reports the employer/employee net pension asset and net pension liability in the City's financial statements. Under GASB 68, the City's net pension position of its police and fire employee plans is held by both a Cost Sharing Multiple-Employer Defined Benefit Pension Plan and an Agent Multiple-Employer Defined Benefit Plan. For 2023 the City reported a net pension asset of \$9,205 and a net pension liability of \$983,951.

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 are comprised of three components: 1) Government-wide financial statements, 2) Fund financial statements, and 3) Notes to the financial statements. This report also contains certain other supplementary information.

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 private-sector business.

City of Trinidad, Colorado
Management's Discussion and Analysis
December 31, 2023

The *statement of net position* presents information on all of the City's assets, liabilities and deferred flows, with the difference between them reported as *Net Position*. Over time, 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 2023. 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 *governmental activities* that are functions of the City principally supported by taxes and intergovernmental revenues and payments in-lieu of taxes, from *business-type activities* which are other functions that are intended to recover all or a significant portion of their costs through user fees and charges.

Expenditures for *governmental activities* of the City are categorized generally as general government, public safety, public works, culture and recreation, economic development, tourism and capital projects. Taxes, intergovernmental revenues, and payments-in-lieu of taxes finance most of these activities.

Expenditures for *business-type activities* of the City support the City's water, sewer, gas, electricity and solid waste (landfill) systems. User fees and charges finance most of these activities.

Component Units - The Trinidad Urban Renewal Authority (TURA) is a component unit of the City of Trinidad. Since re-establishment in 2015, 2023 reflects the collection of \$22,332 in property taxes and an increase in Net Position of \$170,491. In addition, the City Council approved establishment of the La Puerta Business Improvement District in 2018. There has been very little financial activity with the collection of \$14,918 in property taxes and an expenditure of \$11,977. Upon the recognition of significant financial activity, an annual audit will be scheduled.

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, like other state and local governments, used fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

City of Trinidad, Colorado
Management's Discussion and Analysis
December 31, 2023

Governmental funds – *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on balances of *spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. 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 several 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 and the capital projects fund which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

The City adopts an annual appropriated budget for its funds and a budgetary comparison has been provided to demonstrate compliance with the budget.

Proprietary funds – The City maintains one type of proprietary fund: *Enterprise funds* used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses five enterprise funds to account for its Electric, Gas, Water, Wastewater and Solid Waste (Landfill) Utility operations. The enterprise funds, all of which are considered to be major funds of the City, are reported separately as proprietary fund financial statements in the basic financial statements. Proprietary fund financial statements provide the same type of information as the government-wide financial statements, but with more detail.

Notes to the financial statements – The notes provide additional information that is essential to the full understanding of the data provided in the government-

City of Trinidad, Colorado
Management's Discussion and Analysis
December 31, 2023

wide and fund financial statements. The notes to the financial statements can be found later in this report.

Other information – In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information and other information concerning the City's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found later in this report. In addition, combining and individual fund statements and schedules as well as statistical and other information can be found later in this report.

Government-wide Financial Analysis

As noted earlier, Net Position may serve over time as a useful indicator of the government's financial position. In the case of the City, assets and deferred outflows exceeded liabilities and deferred inflows by \$118,681,357 at the close of 2023 as compared to \$114,694,419 at the close of 2022.

The largest portion of the City's Net Position (70%) reflects its investment in capital assets, less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens. Consequently, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since capital assets themselves cannot be used to liquidate these liabilities.

City of Trinidad, Colorado
Management's Discussion and Analysis
December 31, 2023

The following table reflects a condensed Statement of Net Position.

Net Position

	Governmental Activities		Business-type Activities		Total	
	2022	2023	2022	2023	2022	2023
Current & Other Assets	\$35,764,072	\$29,643,892	\$16,048,037	\$17,264,545	\$ 51,812,109	\$ 46,908,437
Capital Assets	44,769,966	51,074,501	33,081,471	34,202,501	77,851,437	85,277,002
Total Assets	<u>80,534,038</u>	<u>80,718,393</u>	<u>49,129,508</u>	<u>51,467,046</u>	<u>129,663,546</u>	<u>132,185,439</u>
Deferred Outflows	643,193	628,399	1,669,631	2,753,719	2,312,824	3,382,118
Long-term Liabilities	1,744,201	1,865,264	7,064,622	6,897,665	8,808,823	8,762,929
Other Liabilities	4,316,509	2,880,361	2,142,848	3,277,783	6,459,357	6,158,144
Total Liabilities	<u>6,060,710</u>	<u>4,745,625</u>	<u>9,207,470</u>	<u>10,175,448</u>	<u>15,268,180</u>	<u>14,921,073</u>
Deferred Inflows	2,013,771	1,965,127	-	-	2,013,771	1,965,127
Net Position:						
Invested in Capital Assets, net of related debt	44,769,966	51,074,501	28,773,981	28,804,165	73,543,947	79,878,666
Restricted	11,977,330	8,408,898	-	-	11,977,330	8,408,898
Unrestricted	16,355,454	15,152,641	12,817,688	15,241,152	29,173,142	30,393,793
Total Net Position	<u>\$73,102,750</u>	<u>\$74,636,040</u>	<u>\$41,591,669</u>	<u>\$44,045,317</u>	<u>\$114,694,419</u>	<u>\$118,681,357</u>

The City's combined Net Position was \$118,681,357 at December 31, 2023 of which \$30,393,793 was unrestricted. However, a certain amount of these unrestricted funds are designated for specific, future purposes. All such designations are disclosed in the notes to the financial statements.

The Net Position of our business-type activities was \$44,045,317 at December 31, 2023. The Net Position is used to finance the continuing operations of the utilities.

City of Trinidad, Colorado
Management's Discussion and Analysis
December 31, 2023

The following table shows revenues and expenses (Changes in Net Position) for both governmental and business-type activities.

	Changes in Net Position					
	Governmental Activities		Business-type Activities		Total	
	2022	2023	2022	2023	2022	2023
Revenues:						
Program Revenues:						
Charges for Services	\$ 388,550	\$ 1,672,366	\$17,163,453	\$16,913,840	\$ 17,552,003	\$ 18,586,206
Operating Capital Grants & Contributions	6,006,680	2,583,444	346,171	1,687,625	6,352,851	4,271,069
General Revenues:						
Property Taxes	1,312,184	1,385,082	-	-	1,312,184	1,385,082
Other Taxes	14,478,173	12,475,088	-	-	14,478,173	12,475,088
Intergovernmental Restricted	439,083	-	-	-	439,083	-
Intergovernmental not Restrict	279,301	-	-	-	279,301	-
Other Revenues	697,356	1,325,037	-	1,352,850	697,356	2,677,887
Investment Earnings	259,077	896,097	129,064	347,844	388,141	1,243,941
Total Revenues	23,860,404	20,337,114	17,638,688	20,302,159	41,499,092	40,639,273
Expenses:						
General Government	5,314,695	5,298,434	-	-	5,314,695	5,298,434
Public Safety	5,913,343	7,806,880	-	-	5,913,343	7,806,880
Public Works	3,675,480	4,985,235	-	-	3,675,480	4,985,235
Parks, Culture and Recreation	1,464,565	1,591,963	-	-	1,464,565	1,591,963
Community Projects	56,966	-	-	-	56,966	-
Interest on Long-term Debt	-	493,849	-	-	-	493,849
Pension Cost	(21,231)	-	-	-	(21,231)	-
Business-type	-	-	15,989,759	16,475,974	15,989,759	16,475,974
Total Expenses	16,403,818	20,176,361	15,989,759	16,475,974	32,393,577	36,652,335
Increase in Net Position before Transfers	7,456,586	160,753	1,648,929	3,826,185	9,105,515	3,986,938
Transfers	446,733	1,372,537	(446,733)	(1,372,537)	-	-
Increase in Net Position	7,903,319	1,533,290	1,202,196	2,453,648	9,105,515	3,986,938
Prior Period Adjustment	(44,447)	-	44,447	-	-	-
Net Position - January 1	65,243,878	73,102,750	40,345,026	41,591,669	105,588,904	114,694,419
Net Position - December 31	\$73,102,750	\$74,636,040	\$41,591,669	\$44,045,317	\$114,694,419	\$ 118,681,357

Total City revenue was \$40.6 million and the total cost of all programs and services was \$36.6 million.

Governmental Activities. Revenues for governmental activities decreased in 2023 to \$20.3 million, a decrease of \$3.5 million from 2022 and expenses increased to \$20.1 million or \$3.7 million more than 2022.

City of Trinidad, Colorado
Management's Discussion and Analysis
December 31, 2023

Business-type Activities. Operating revenues for business-type activities increased in 2023 to \$20.3 million, an increase of \$2.7 million from 2022 and expenses increased to \$16.5 million or \$486,000 more than 2022.

The following table shows the total and net cost of services by function of the governmental activities of the City.

	Cost of Services			
	2022		2023	
	Total Cost of Service	Net Cost of Service	Total Cost of Service	Net Cost of Service
General Government	\$ 5,314,695	\$ 4,459,202	\$ 5,298,434	\$ 3,583,775
Public Safety	5,913,343	5,675,133	7,806,880	7,734,218
Public Works	3,675,480	3,653,671	4,985,235	4,775,133
Parks, Culture and Rec	1,464,565	1,279,170	1,591,963	(666,424)
Community Projects	56,966	(5,037,357)	-	-
Economic Development	-	-	493,849	493,849
Pension Cost	(21,231)	(21,231)	-	-
Total	\$ 16,403,818	\$ 10,008,588	\$ 20,176,361	\$ 15,920,551

Financial Analysis of the Government Funds

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

Governmental Funds - The focus of the *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 a government's net resources available for spending at the end of the fiscal year.

As of the end of 2023, the City's Governmental Funds reported total combined fund balances of \$25,472,969 of which approximately 33% (\$8,408,898) is restricted for TABOR Emergency Reserve, Parks & Recreation, and Capital Projects. Of the reserve fund balance, 32.7% (\$8,346,770) is committed to city projects, compensated absences, economic development land acquisition, fleet and the Library. 9% is assigned to Economic Development and Tourism Promotion (Lodging Tax).

The General Fund is the chief operating fund of the City. At the end of 2023, the unassigned fund balance of the General Fund was \$6,435,390 while total fund

City of Trinidad, Colorado
Management's Discussion and Analysis
December 31, 2023

balance was \$15,489,235. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents approximately 42% of total General Fund expenditures, while total fund balance represents 106% of that same amount.

The fund balance of the City's General Fund increased by \$350,387 in 2023.

Proprietary Funds - The City's Proprietary Funds provide the same type of information found in the Government-wide financial statements, but in more detail. Unrestricted Net Position as of December 31, 2023 for the Proprietary Funds was as follows:

	Unrestricted Net Position		
	2022	2023	Variance
Gas Utilities	\$ 6,994,274	\$ 7,662,563	\$ 668,289
Electric Utilities	1,157,467	1,721,601	564,134
Water Utilities	4,272,043	4,735,796	463,753
Sewer Utilities	1,341,342	2,062,670	721,328
Landfill Utilities	(947,438)	(941,478)	5,960
Total	\$ 12,817,688	\$ 15,241,152	\$ 2,423,464

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

Budgetary Highlights

The original 2023 appropriation ordinance totaled \$66,624,498, an increase of \$9,680,583 over 2022. During the year the budget was amended by \$791,268 increasing the appropriation to \$67,415,766. General Fund Revenue totals were \$208,707 more than the amended and approved 2023 budget. General Fund Expenditure totals were \$1,473,455 under the amended and approved 2023 budget.

Capital Assets and Debt Administration

At the end of 2023, the City had \$85,277,000 (net of accumulated depreciation) in a broad range of capital assets and infrastructure. This amount represents a net increase (including additions and deletions) of \$7.4 million from 2022. \$798,421 or 0.9% of the total amount of the net capital assets represents the retroactive recording of infrastructure assets capitalized from 1980 to 2002.

City of Trinidad, Colorado
Management's Discussion and Analysis
December 31, 2023

Capital Assets
Net of Accumulated Depreciation

	Governmental Activities		Business-type Activities		Total	
	2022	2023	2022	2023	2022	2023
Land, Equity, Water Rights	\$ 1,270,305	\$ 1,593,247	\$ 2,243,028	\$ 2,214,456	\$ 3,513,333	\$ 3,807,703
Infrastructure	17,695,075	18,963,503	-	-	17,695,075	18,963,503
Buildings & Systems	9,985,861	18,455,467	27,867,583	28,951,932	37,853,444	47,407,399
Construction in Progress	13,389,293	9,715,562	1,594,685	1,294,880	14,983,978	11,010,442
Equipment & Vehicles	2,429,432	2,346,721	1,376,176	1,741,233	3,805,608	4,087,954
Total Net Capital Assets	\$44,769,966	\$51,074,500	\$33,081,472	\$34,202,501	\$77,851,438	\$85,277,001

Additional information on the City's capital assets can be found in the notes to the financial statements of this report.

The following schedule reflects the debt and long-term liabilities outstanding at the end of the 2023 year.

Outstanding Debt at Year End

	Governmental Activities		Business-type Activities		Total	
	2022	2023	2022	2023	2022	2023
Landfill Closure/Postclosure	\$ -	\$ -	\$ 2,203,769	\$ 2,331,576	\$ 2,203,769	\$ 2,331,576
Compensated Absences	933,301	979,237	807,094	832,247	1,740,395	1,811,484
Revenue Bonds	-	-	4,348,623	4,204,416	4,348,623	4,204,416
Total Debt	\$ 933,301	\$ 979,237	\$ 7,359,486	\$ 7,368,239	\$ 8,292,787	\$ 8,347,476

Net increase in debt for 2023 was \$54,689. Debt due within the next year is \$568,498. Additional information on the City's debt can be found in the notes to the financial statements of this report.

City of Trinidad, Colorado
Management's Discussion and Analysis
December 31, 2023

Economic Factors and Next Year's Budget and Rates

Local Economy – The City of Trinidad is the major southern gateway into Colorado on Interstate 25. Trinidad is the primary city and shopping destination for western Las Animas County residents for services such as health care, education, arts and entertainment and retail. Trinidad State College has facilities located within the City providing excellent higher education opportunities.

Retail sales tax revenue, a key indicator of the consumer spending, is the primary source of income for the City. Trinidad's sales tax is generated from a variety of business categories including auto sales, tourism, grocery stores, repair shops and other various retail outlets. The City recorded a 11.8% decrease in general sales tax and marijuana sales tax revenue for 2023 as compared to 2022 and a 24.7% decrease as compared to 2021 as a result of a significant decline in economic activity centered primarily on retail marijuana sales. At the time the 2023 Budget was adopted, it was expected both taxes would decrease by 15% in 2023.

In 2021, the New Elk Coal Mine became operational again after a decade-plus closure. Unfortunately, the mine ceased operations in May 2023 and is seeking investors to continue its viability under Chapter 11 bankruptcy. Evergreen Natural Resources continues to produce natural gas as dictated by the market. Blue Star Helium Ltd. Made some progress with its helium well drilling program in Las Animas County with four permits having been secured from the Colorado Oil and Gas Conservation Commission in early 2023.

The City continues to expect a surge in tourism from the opening of Fishers Peak State Park. As additional trails develop at the park so too will its visitation and resulting regional tourism. A new hotel also adorned the historic downtown, opening in Summer 2023 to accommodate the anticipated added patronage to our community.

Also undertaken by the Trinidad City Council in 2022 was a program to increase affordable workforce housing, called the Housing Now Incentive Program. The City, through this program, infused \$2 million through incentives to provide for needed housing. It focuses on downtown and vacant housing but also supports the creation of new ground-up housing. It is anticipated that this investment will result in over 100 additional affordable housing units.

City of Trinidad, Colorado
Management's Discussion and Analysis
December 31, 2023

Fiscal Year 2024 Budget

In December of 2023, the City adopted the 2024 annual operating budget, which provided \$82,987,365 in appropriations. This budget anticipated similar revenue receipts as budgeted in FY 2023. 2024 General Fund operating expenditures were budgeted \$1,632,835 more than the amended and approved 2023 budgeted amounts with \$1 million of anticipated marijuana sales tax revenues budgeted in expenditures for projects, economic development incentives and one-time expenses to be approved as presented to Council in 2024. Capital expenditures include \$1.5 million budgeted for ADA compliance projects throughout the City and \$1.75 million budgeted for citywide paving projects. Also \$2.25 million has been budgeted for the CDOT Santa Fe Trail Pedestrian Path Grant Project. Finally, \$23.4 million has been budgeted for the US Department of Transportation Southwest Chief Restoration Grant Project. Major capital expenditures planned for utilities include \$4.1 million for the Water Department water tank rehabilitation and water main replacement projects, \$185,000 for a Gas Department mini-excavator and trailer, \$592,000 for new gate station at Industrial Park and \$92,000 for the Nona Alley Pipeline Project. The Sewer Fund has budgeted \$500,000 for major Sewer Department infrastructure upgrades as well.

Request for Information

This financial report is designed to provide our citizens, taxpayers, customers, and other interested parties with a general overview of the City's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the City of Trinidad, Finance Director, PO Box 880, Trinidad, CO 81082.

Basic Financial Statements

City of Trinidad, Colorado
Statement of Net Position
December 31, 2023

	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
Assets				
Cash and cash equivalents	\$ 18,029,421	\$ 10,463,169	\$ 28,492,590	\$ 525,668
Cash and cash equivalents - restricted	7,673,604	4,063,408	11,737,012	
Investments	-	-	-	
Funds held by others	-	-	-	
Grants receivable	-	-	-	
Accounts Receivable	576,258	1,423,014	1,999,272	3,282
Taxes Receivable	1,929,048	-	1,929,048	
Property Taxes Receivable	1,379,281	-	1,379,281	
Prepaid Expenses	-	-	-	
Net Pension Asset	9,205	-	9,205	
Inventories, net	47,075	1,314,954	1,362,029	
Capital Assets, <i>not being depreciated</i>	11,308,809	3,509,336	14,818,145	
Capital Assets, <i>net of accumulated depreciation</i>	39,765,692	30,693,165	70,458,857	
Total Assets	80,718,393	51,467,046	132,185,439	528,950
Deferred Outflows of Resources				
Deferred Gas Charges	-	2,753,719	2,753,719	
Deferred Outflows Due to Pensions	628,399	-	628,399	
Total Deferred Outflows of Resources	628,399	2,753,719	3,382,118	-
Liabilities				
Accounts Payable	1,111,049	944,011	2,055,060	
Retainage Payable	302,805	130,134	432,939	
Accrued Interest Payable	-	49,979	49,979	
Accrued Expenses	281	52,722	53,003	
Accrued Salaries	252,199	82,052	334,251	
Unearned Revenue	1,116,103	1,266,675	2,382,778	
Deposits	-	281,636	281,636	
Net Pension Liability	983,951	-	983,951	
Long-term Liabilities				
Due within one year	97,924	470,574	568,498	
Due in more than one year	881,313	6,897,665	7,778,978	
Total Liabilities	4,745,625	10,175,448	14,921,073	-
Deferred Inflows of Resources				
Deferred Inflows Due to Pensions	585,846	-	585,846	
Unavailable Revenue - Property Taxes	1,379,281	-	1,379,281	
Total Deferred inflows of Resources	1,965,127	-	1,965,127	-
Net Position				
Net Investment in Capital Assets	51,074,501	28,804,165	79,878,666	
Restricted for:				
Emergencies (TABOR)	660,000	-	660,000	
Capital Improvements	7,574,213	-	7,574,213	
Streets Improvements	174,685	-	174,685	
Unrestricted, unreserved	15,152,641	15,241,152	30,393,793	528,950
Total Net Position	\$ 74,636,040	\$ 44,045,317	\$ 118,681,357	\$ 528,950

See Notes to the Financial Statements.

City of Trinidad, Colorado
Statement of Activities
For the Year Ended December 31, 2023

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Change in Net Position			Component Units
		Charges for Services	Operating Grants and Contributions	Primary Government			
				Governmental Activities	Business-Type Activities	Total	
Primary Government							
Governmental Activities							
General Government	\$ 5,298,434	\$ 1,272,066	\$ 442,593	\$ (3,583,775)	\$ -	\$ (3,583,775)	\$
Public Safety	7,806,880	72,662	-	(7,734,218)	-	(7,734,218)	
Public Works	4,985,235	210,102	-	(4,775,133)	-	(4,775,133)	
Culture and Recreation	1,591,963	117,536	2,140,851	666,424	-	666,424	
Economic Development	493,849	-	-	(493,849)	-	(493,849)	
Total Governmental Activities	20,176,361	1,672,366	2,583,444	(15,920,551)	-	(15,920,551)	
Business-Type Activities							
Power & Light	7,708,802	8,137,944	159,170	-	588,312	588,312	
Water	3,421,944	2,985,689	566,496	-	130,241	130,241	
Gas	2,763,664	3,464,541	69,123	-	770,000	770,000	
Sewer	1,887,150	2,325,666	62,344	-	500,860	500,860	
Landfill	694,414	-	830,492	-	136,078	136,078	
Total Business-Type Activities	16,475,974	16,913,840	1,687,625	-	2,125,491	2,125,491	
Total Primary Government	\$ 36,652,335	\$ 18,586,206	\$ 4,271,069	\$ (15,920,551)	\$ 2,125,491	\$ (13,795,060)	
Total Component Units	\$ 1,385,402	\$ -	\$ -				\$ (1,385,402)
General Revenues							
Taxes							
Property				1,385,082	-	1,385,082	37,250
Specific ownership				258,958	-	258,958	
General sales				12,130,893	-	12,130,893	
Franchise				85,237	-	85,237	
Other				382,182	-	382,182	
Intergovernmental							1,188,632
Investment gain(loss)				896,097	347,844	1,243,941	
Misc.				942,855	1,352,850	2,295,705	332,952
Transfers				1,372,537	(1,372,537)	-	
Total General Revenues and Transfers				17,453,841	328,157	17,781,998	1,558,834
Change in Net Position				1,533,290	2,453,648	3,986,938	173,432
Net Position, Beginning of year				73,102,750	41,591,669	114,694,419	355,518
Net Position, End of year				\$ 74,636,040	\$ 44,045,317	\$ 118,681,357	\$ 528,950

City of Trinidad, Colorado
 Balance Sheet
 Governmental Funds
 December 31, 2023

	Major Funds			Total
	General	Capital Projects	Non-Major Funds	
Assets				
Cash and cash equivalents				
Unrestricted	\$ 7,072,876	\$ 8,580,079	\$ 2,376,466	\$ 18,029,421
Restricted	7,673,604	-	-	7,673,604
Property Taxes Receivable	1,379,281	-		1,379,281
Other Taxes Receivable	1,443,658	416,903	68,487	1,929,048
Accounts receivable	110,369	465,044	845	576,258
Inventories	47,075	-	-	47,075
Total Assets	\$ 17,726,863	\$ 9,462,026	\$ 2,445,798	\$ 29,634,687
Liabilities				
Accounts Payable	\$ 452,384	\$ 624,986	\$ 33,679	\$ 1,111,049
Retainage Payable	-	302,805	-	302,805
Accrued Expenses	-	-	281	281
Accrued Salaries	249,882	-	2,317	252,199
Unearned Revenue	156,081	960,022	-	1,116,103
Total Liabilities	858,347	1,887,813	36,277	2,782,437
Deferred Inflows of Resources				
Property Taxes	1,379,281	-	-	1,379,281
Fund Balance				
Nonspendable				
Inventories	47,075	-		47,075
Restricted for:				
Emergencies (TABOR)	660,000	-	-	660,000
Capital Improvement	-	7,574,213	-	7,574,213
Parks and Recreation	-	-	174,685	174,685
Committed				
Library	46,770	-		46,770
Specific Projects and Uses	8,300,000	-		8,300,000
Assigned				
Tourism Promotion	-	-	392,020	392,020
Economic Development	-	-	1,842,816	1,842,816
Unassigned	6,435,390	-	-	6,435,390
Total Fund Balance	15,489,235	7,574,213	2,409,521	25,472,969
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 17,726,863	\$ 9,462,026	\$ 2,445,798	\$ 29,634,687

City of Trinidad, Colorado
 Reconciliation of Balance Sheet of the Governmental Funds
 to the Statement of Net Position
 December 31, 2023

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

Total Fund Balance of Governmental Funds	\$ 25,472,969
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in governmental funds.	51,074,501
Pension assets and deferred outflows are not current, therefore, are not reported in governmental funds:	
Net Pension Asset	9,205
Net Pension Liability	(983,951)
Deferred Outflows, Pensions	628,399
Deferred Inflows, Pensions	(585,846)
Long-term liabilities and related items are not due and payable in the current year and, therefore, are not reported in governmental funds.	
Accrued compensated absences	(979,237)
Total Net Position of Governmental Activities	<u>\$ 74,636,040</u>

City of Trinidad, Colorado
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Year Ended December 31, 2023

	Major Funds			Total
	General	Capital Projects	Non-Major Funds	
Revenues				
Taxes	\$ 11,361,933	\$ 2,498,237	\$ 382,182	\$ 14,242,352
Licenses and Permits	233,729	-	-	233,729
Intergovernmental	1,131,922	2,334,088	117,536	3,583,546
Charges for Services	380,631	-	-	380,631
Fines and Forfeitures	57,904	-	-	57,904
Investment Income	498,498	356,166	41,433	896,097
Miscellaneous	561,584	363,221	18,050	942,855
Total Revenues	<u>14,226,201</u>	<u>5,551,712</u>	<u>559,201</u>	<u>20,337,114</u>
Expenditures				
Current				
General Government	4,788,791	1,532,581	168,211	6,489,583
Public Safety	5,884,556	-	-	5,884,556
Public Works	2,360,926	6,954,881	-	9,315,807
Culture and Recreation	1,032,656	1,144,318	104,030	2,281,004
Economic Development	257,436	-	236,413	493,849
Tourism	-	-	430,576	430,576
Capital Outlay	333,345	-	-	333,345
Total Expenditures	<u>14,657,710</u>	<u>9,631,780</u>	<u>939,230</u>	<u>25,228,720</u>
Excess Revenues Over (Under) Expenditures	<u>(431,509)</u>	<u>(4,080,068)</u>	<u>(380,029)</u>	<u>(4,891,606)</u>
Other Financing Sources (Uses)				
Transfers In	1,485,841	498,000	99,927	2,083,768
Transfers Out	(703,945)	-	(7,286)	(711,231)
Other Financing Sources (Uses)	<u>781,896</u>	<u>498,000</u>	<u>92,641</u>	<u>1,372,537</u>
Net Change in Fund Balance	350,387	(3,582,068)	(287,388)	(3,519,069)
Fund Balance, Beginning of year	<u>15,138,848</u>	<u>11,156,281</u>	<u>2,696,909</u>	<u>28,992,038</u>
Fund Balance, End of year	<u>\$ 15,489,235</u>	<u>\$ 7,574,213</u>	<u>\$ 2,409,521</u>	<u>\$ 25,472,969</u>

City of Trinidad, Colorado
 Reconciliation of the Statement of Revenues, Expenditures and Changes in
 Fund Balance of Governmental Funds to the Statement of Activities
 For the Year Ended December 31, 2023

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

Net Change in Fund Balance of Governmental Funds	\$	(3,519,069)
<p>Capital outlays to purchase or construct capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are capitalized in the statement of net position and are allocated over their estimated useful lives as annual depreciation expense in the statement of activities.</p>		
Capital outlays		8,947,946
Depreciation expense		(2,585,620)
Disposal of assets		(57,791)
<p>FPPA Pension liabilities reported in governmental funds as expenditures when contributions are made. However, for governmental activities those costs are reflected as liabilities when incurred.</p>		
Net Pension Asset		(1,089,351)
Net Pension Liability		(173,051)
Deferred Outflows of Resources		(14,794)
Deferred Inflows of Resources		70,956
<p>Repayments of long-term liabilities are expenditures in governmental funds, but they reduce long-term liabilities in the statement of net position and do not affect the statement of activities.</p>		
Change in accrued compensated absences		<u>(45,936)</u>
Change in Net Position of Governmental Activities	\$	<u><u>1,533,290</u></u>

City of Trinidad, Colorado
Statement of Net Position
Proprietary Fund
December 31, 2023

Assets	Power & Light	Water	Gas	Sewer	Non-Major Landfill	Total
<i>Current Assets</i>						
Cash and Investments	\$ 792,413	\$ 2,942,418	\$ 4,261,130	\$ 1,900,699	\$ 566,509	\$ 10,463,169
Restricted Cash and investments	518,490	2,406,609	323,823	-	814,486	4,063,408
Accounts Receivable	642,244	221,003	346,855	167,834	45,078	1,423,014
Inventory	584,607	334,495	395,852	-	-	1,314,954
Total Current Assets	<u>2,537,754</u>	<u>5,904,525</u>	<u>5,327,660</u>	<u>2,068,533</u>	<u>1,426,073</u>	<u>17,264,545</u>
<i>Noncurrent Assets</i>						
Capital Assets, <i>Not being depreciated</i>	1,077,225	1,686,358	482,990	146,770	115,993	3,509,336
Capital Assets, <i>Net of accumulated depreciation</i>	3,362,595	17,155,877	2,476,364	7,107,700	590,629	30,693,165
Total Noncurrent Assets	<u>4,439,820</u>	<u>18,842,235</u>	<u>2,959,354</u>	<u>7,254,470</u>	<u>706,622</u>	<u>34,202,501</u>
Total Assets	<u>6,977,574</u>	<u>24,746,760</u>	<u>8,287,014</u>	<u>9,323,003</u>	<u>2,132,695</u>	<u>51,467,046</u>
Deferred Inflow of Resources	-	-	2,753,719	-	-	2,753,719
Liabilities						
<i>Current Liabilities</i>						
Accounts Payable	575,482	38,344	321,835	535	7,815	944,011
Retainage Payable	39,199	56,929	34,006	-	-	130,134
Accrued Interest Payable	22,983	15,444	7,571	-	3,981	49,979
Accrued Expenses	33,584	-	19,138	-	-	52,722
Accrued Salaries	31,079	23,887	17,139	5,328	4,619	82,052
Unearned Revenue	163,296	1,094,829	8,550	-	-	1,266,675
Current Portion of Noncurrent Liabilities	189,075	151,551	85,098	-	44,850	470,574
Total Current Liabilities	<u>1,054,698</u>	<u>1,380,984</u>	<u>493,337</u>	<u>5,863</u>	<u>61,265</u>	<u>2,996,147</u>
<i>Noncurrent Liabilities</i>						
Deposits	114,832	19,627	147,177	-	-	281,636
Long-term Liabilities	1,794,702	1,689,037	925,260	-	2,488,666	6,897,665
Total Noncurrent Liabilities	<u>1,909,534</u>	<u>1,708,664</u>	<u>1,072,437</u>	<u>-</u>	<u>2,488,666</u>	<u>7,179,301</u>
Total Liabilities	<u>2,964,232</u>	<u>3,089,648</u>	<u>1,565,774</u>	<u>5,863</u>	<u>2,549,931</u>	<u>10,175,448</u>
Net Position						
Net Investment in Capital Assets	2,291,741	16,921,316	1,812,396	7,254,470	524,242	28,804,165
Restricted for Debt Service	-	-	-	-	-	-
Unrestricted	1,721,601	4,735,796	7,662,563	2,062,670	(941,478)	15,241,152
Total Net Position	<u>\$ 4,013,342</u>	<u>\$ 21,657,112</u>	<u>\$ 9,474,959</u>	<u>\$ 9,317,140</u>	<u>(417,236)</u>	<u>\$ 44,045,317</u>

City of Trinidad, Colorado
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Fund
For the Year Ended December 31, 2023

	Power & Light	Water	Gas	Sewer	Non-Major Landfill	Total
Operating Revenues						
Charges for Services	\$ 8,137,944	\$ 2,985,689	\$ 3,464,541	\$ 2,325,666	\$ -	\$ 16,913,840
Miscellaneous	<u>159,170</u>	<u>566,496</u>	<u>69,123</u>	<u>62,344</u>	<u>830,492</u>	<u>1,687,625</u>
Total Operating Revenues	<u>8,297,114</u>	<u>3,552,185</u>	<u>3,533,664</u>	<u>2,388,010</u>	<u>830,492</u>	<u>18,601,465</u>
Operating Expenses						
General and Administrative	1,724,591	1,790,035	1,011,002	235,571	595,664	5,356,863
Purchased Services	5,536,348	599	1,361,405			6,898,352
Operations	36,225	218,635		1,339,095	-	1,593,955
Distribution / Collection	139,242	567,378	185,090	1,157	-	892,867
Depreciation	<u>205,570</u>	<u>779,919</u>	<u>174,116</u>	<u>311,327</u>	<u>93,477</u>	<u>1,564,409</u>
Total Operating Expenses	<u>7,641,976</u>	<u>3,356,566</u>	<u>2,731,613</u>	<u>1,887,150</u>	<u>689,141</u>	<u>16,306,446</u>
Net Operating Income	655,138	195,619	802,051	500,860	141,351	2,295,019
Non-Operating Revenues (Expenses)						
Grant Revenue	-	76,764	-	-	-	76,764
Capital Contributions	970,756	80,480	2,883	221,967	-	1,276,086
Interest Income	26,149	108,613	169,184	5,328	38,570	347,844
Interest Expense	<u>(66,826)</u>	<u>(65,378)</u>	<u>(32,051)</u>	<u>-</u>	<u>(5,273)</u>	<u>(169,528)</u>
Net Income (Loss) Before Contributed Cap	<u>1,585,217</u>	<u>396,098</u>	<u>942,067</u>	<u>728,155</u>	<u>174,648</u>	<u>3,826,185</u>
Contributed Capital and Transfers						
Transfers In	185,000	8,668	-	-	47,350	241,018
Transfers Out	<u>(540,962)</u>	<u>(471,021)</u>	<u>(363,546)</u>	<u>(137,320)</u>	<u>(100,706)</u>	<u>(1,613,555)</u>
Total Capital Contributions and Transfers	<u>(355,962)</u>	<u>(462,353)</u>	<u>(363,546)</u>	<u>(137,320)</u>	<u>(53,356)</u>	<u>(1,372,537)</u>
Change in Net Position	1,229,255	(66,255)	578,521	590,835	121,292	2,453,648
Net Position, Beginning of year	<u>2,784,087</u>	<u>21,723,367</u>	<u>8,896,438</u>	<u>8,726,305</u>	<u>(538,528)</u>	<u>41,591,669</u>
Net Position, End of year	<u>\$ 4,013,342</u>	<u>\$ 21,657,112</u>	<u>\$ 9,474,959</u>	<u>\$ 9,317,140</u>	<u>\$ (417,236)</u>	<u>\$ 44,045,317</u>

City of Trinidad, Colorado
Statement of Cash Flows
Proprietary Fund
For the Year Ended December 31, 2023

	Power & Light	Water	Gas	Sewer	Non-Major Landfill	Total
Cash Flows From Operating Activities						
Cash Received from Customers	\$ 8,254,816	\$ 3,924,855	\$ 2,412,732	\$ 2,273,301	\$ 152,455	\$ 17,018,159
Cash Received from Others	159,170	566,496	69,123	62,344	830,492	1,687,625
Cash Paid to Suppliers	(6,317,242)	(1,706,881)	(1,928,137)	(1,472,014)	(376,891)	(11,801,165)
Cash Paid to Employees	(1,156,620)	(979,632)	(682,370)	(100,968)	(219,148)	(3,138,738)
Net Cash Provided by Operating Activities	<u>940,124</u>	<u>1,804,838</u>	<u>(128,652)</u>	<u>762,663</u>	<u>386,908</u>	<u>3,765,881</u>
Cash Flows From NonCapital Financing Activities						
Donations Received	970,756	80,480	2,883	221,967	-	1,276,086
Grants Received	-	76,764	-	-	-	76,764
Transfer to Other Funds	(817,353)	(462,353)	(363,546)	(137,320)	(53,356)	(1,833,928)
Net Cash Provided by Noncapital Financing Activities	<u>153,403</u>	<u>(305,109)</u>	<u>(360,663)</u>	<u>84,647</u>	<u>(53,356)</u>	<u>(481,078)</u>
Cash Flows From Capital and Related Financing Activities						
Acquisition and Construction of Capital Assets	(1,471,777)	(437,001)	(381,305)	(221,967)	(173,389)	(2,685,439)
Debt Principal Payments	83,407	(125,123)	(61,341)	-	(41,150)	(144,207)
Debt Interest Payments	(59,429)	(66,579)	(32,640)	-	(6,200)	(164,848)
Net Cash Used by Capital and Related Financing Activities	<u>(1,447,799)</u>	<u>(628,703)</u>	<u>(475,286)</u>	<u>(221,967)</u>	<u>(220,739)</u>	<u>(2,994,494)</u>
Cash Flows From Investing Activities						
Interest received	26,149	108,613	169,184	5,328	38,570	347,844
Net Cash Used by Capital and Related Financing Activities	<u>26,149</u>	<u>108,613</u>	<u>169,184</u>	<u>5,328</u>	<u>38,570</u>	<u>347,844</u>
Net Change in Cash and Cash Equivalents	(328,123)	979,639	(795,417)	630,671	151,383	638,153
Cash and Cash Equivalents, Beginning of year	<u>1,639,026</u>	<u>4,369,388</u>	<u>5,380,370</u>	<u>1,270,028</u>	<u>1,229,612</u>	<u>13,888,424</u>
Cash and Cash Equivalents, End of year	<u>\$ 1,310,903</u>	<u>\$ 5,349,027</u>	<u>\$ 4,584,953</u>	<u>\$ 1,900,699</u>	<u>\$ 1,380,995</u>	<u>\$ 14,526,577</u>
Reconciliation of Net Operating Income to Net Cash Provided by Operating Activities:						
Net Operating Income	\$ 655,138	\$ 195,619	\$ 802,051	\$ 500,860	\$ 141,351	\$ 2,295,019
Adjustments to Reconcile Net Operating Income to Net Cash Provided by Operating Activities						
Depreciation Expense	205,570	779,919	174,116	311,327	93,477	1,564,409
Changes in:						
Accounts Receivable	(13,119)	(72,377)	36,624	(52,365)	24,648	(76,589)
Inventory	(61,289)	(18,192)	39,106	-	-	(40,375)
Accounts Payable	(38,953)	(82,291)	(124,939)	(655)	90	(246,748)
Accrued Expenses	33,584	-	19,138	-	-	52,722
Accrued Interest	-	-	-	-	-	-
Accrued Salaries	8,473	(4,243)	3,646	3,496	10	11,382
Accrued Compensated Absences	20,729	(5,140)	10,039	-	(475)	25,153
Purchased Gas	-	-	(1,084,088)	-	-	(1,084,088)
Unearned Revenue	142,567	1,017,896	8,550	-	-	1,169,013
Deposits	(12,576)	(6,353)	(12,895)	-	127,807	95,983
Net Cash Provided by Operating Activities	<u>\$ 940,124</u>	<u>\$ 1,804,838</u>	<u>\$ (128,652)</u>	<u>\$ 762,663</u>	<u>\$ 386,908</u>	<u>\$ 3,765,881</u>
Total Cash and Cash Equivalents						
Unrestricted	\$ 792,413	\$ 2,942,418	\$ 4,261,130	\$ 1,900,699	\$ 566,509	\$ 10,463,169
Restricted	<u>518,490</u>	<u>2,406,609</u>	<u>323,823</u>	<u>-</u>	<u>814,486</u>	<u>4,063,408</u>
	<u>\$ 1,310,903</u>	<u>\$ 5,349,027</u>	<u>\$ 4,584,953</u>	<u>\$ 1,900,699</u>	<u>\$ 1,380,995</u>	<u>\$ 14,526,577</u>

See Notes to the Financial Statements.

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 1: Summary of Significant Accounting Policies

The City of Trinidad (the City) was incorporated under Colorado statutes in 1876 and provides services related to public safety, highways and streets, airport, water, recreation, planning and zoning, and general administration. The City is the lowest level of government having oversight responsibility and control over all activities within the geographical area organized as the City of Trinidad, Colorado. The City operates under a Council-Manager form of government and provides the following services as authorized by its charter: public safety (police and fire), highways and streets, sanitation, health and social services, culture and recreation, public improvements, planning and zoning, and general administrative services.

The City's financial statements are 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. The more significant of the City's accounting policies are described below.

Reporting Entity

In accordance with governmental accounting standards, the City has considered the possibility of inclusion of additional entities in its basic financial statements.

The definition of the reporting entity is based primarily on financial accountability. The City is financially accountable for organizations that make up its legal entity. It is also financially accountable for legally separate organizations if the City officials appoint a voting majority of the organization's governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the City. The City may also be financially accountable for governmental organizations that are fiscally dependent upon it.

Trinidad Urban Renewal Authority (TURA)

TURA was created as a separate legal entity by the City pursuant to the State Urban Renewal Law to acquire, clear, rehabilitate, conserve, develop or redevelop identified blighted areas existing within the City and to prevent future blight from developing. The Council appoints the TURA board of directors. Any project undertaken by TURA or amounts contributed by the City to TURA must receive prior approval by the City Council.

La Puerta Business Improvement District (BID)

The BID was created as a separate legal entity by the City pursuant to state statutes. It was created for the purpose of making and maintaining public improvements and planning development activities within the geographic boundaries of the BID. The BID is governed by an appointed board and must have annual approval of the City for its operating plan and budget.

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 1: Summary of Significant Accounting Policies (Continued)

Government-wide and Fund Financial Statements

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

The statement of net position reports all financial, capital and debt resources of the City. The difference between assets, liabilities and deferred inflows of the City is net position.

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

Fund Financial Statements

Following the government-wide financial statements are separate financial statements for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements. The total fund balances for all governmental funds is reconciled to total net position for governmental activities as shown on the statement of net position. The net change in fund balance for all governmental funds is reconciled to the total change in net position as shown on the statement of activities in the government-wide financial statements.

Fund Accounting

The City uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with self-balancing accounts. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The City has all three categories of funds: governmental, proprietary, and fiduciary.

City of Trinidad, Colorado

Notes to Financial Statements

December 31, 2023

Note 1: Summary of Significant Accounting Policies (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when the liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

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

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

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

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

The City reports the following major Governmental funds:

General Fund - The General Fund is used to account for all financial resources except those required to be accounted for in another fund and is the general operating fund of the City.

Capital Projects Fund - The Capital Projects Fund is a special revenue fund that accounts for the use of revenues from a 1% sales tax earmarked for capital improvement projects.

City of Trinidad, Colorado

Notes to Financial Statements

December 31, 2023

Note 1: Summary of Significant Accounting Policies (Continued)

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

The City also reports the following major enterprise funds:

Power & Light Fund - The Power and Light Fund accounts for all activities necessary for the provision of electrical generation and distribution to the City residents.

Water Fund - The Water Fund accounts for all activities necessary for the provision of water services to the City residents.

Gas - The Gas Fund accounts for all activities necessary for the provision of natural gas services to the City residents.

Sewer Fund - The Sewer Fund accounts for all activities necessary for the provision of sewer services to the City residents.

Natural Gas Cost

The City applies the provisions of standards originally issued under Financial Accounting Standards No. 71, *Accounting for the Effects of Certain Types of Regulation* in the Gas Fund. In accordance with those standards, regulatory assets and liabilities are recorded in the balance sheet. Regulatory assets are the deferral of costs expected to be recovered in future customer rates and regulatory liabilities represent current recovery of expected future costs. If the City was required to terminate the application of this standard, it would have to record the amounts of all regulatory assets and liabilities in the statements of revenues, expenses, and changes in net position.

City Ordinances require the City to adjust customer's gas bills for charges between estimated and actual costs of gas purchased. An under-recovery of \$2,753,719 for the purchased natural gas adjustment was recorded at December 31, 2023.

Cash and Investments

The City considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents. State statutes and City policy authorize the City to invest in obligations of the United States or any agency thereof, time deposit certificates, and repurchase agreements. The Pension Trust Funds are also authorized to invest in corporate common or preferred stocks, bonds and mortgages, real or personal property, and other evidence of indebtedness or ownership (excluding any debt of the City itself), and individual insurance policies.

City of Trinidad, Colorado

Notes to Financial Statements

December 31, 2023

Note 1: Summary of Significant Accounting Policies (Continued)

Receivables

The City uses the allowance method for recognizing the uncollectable delinquent accounts receivable. At December 31, 2023, no allowance has been established, as all amounts are considered collectible. Each October, any utility bills more than 60 days old are certified to the County Treasurer for collection with the property taxes to be collected the following year.

Property Taxes

Property taxes are assessed in one year as a lien on the property, but not collected by governmental units until the subsequent year. In accordance with GAAP, the assessed, but uncollected, property taxes for calendar year 2023 have been recorded as receivable and as deferred revenue. Property taxes are billed and collected by Chaffee County, Colorado and distributed to the municipalities and special districts within the county the month after collection.

Inventories

Water parts are valued at market values based on current pricing. Airport fuel inventories are valued at average cost.

Interfund Receivables and Payables

Transfers of resources from a fund receiving revenue to the fund through which the resources are to be expended are recorded as transfers. Such transfers are reported as other financing sources (uses) in the governmental funds and transfers in (out) in the proprietary funds.

Transactions between the City's various funds are accounted for as revenues and expenditures or expenses in the funds involved if they are similar to transactions with organizations external to the City government.

Activity between funds that is representative of borrowing/lending arrangements outstanding at the end of the fiscal year is referred to as either "due to/due from other funds.". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

In the process of aggregating data for the statement of net position and the statement of activities some amounts reported on interfund activity and balances in the funds have been eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the "grossing up" effect on assets and liabilities within the governmental activity's column.

City of Trinidad, Colorado

Notes to Financial Statements

December 31, 2023

Note 1: Summary of Significant Accounting Policies (Continued)

Deferred Outflows and Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has one item qualifying for this category: the collective deferred outflows related to the City's net pension obligation. Pension contributions made after the measurement date, and the net difference between projected and actual earnings will be recognized as a change of the net pension liability or asset in future periods.

In addition to liabilities, the statement of financial 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 future periods and so will not be recognized as an inflow of resources (revenue) until that time. The City has two types of items that qualify for reporting in this category. Unavailable revenue from property taxes, reported in the governmental balance sheet are deferred and recognized as an inflow from resources in the period that the amounts become available. Collective deferred inflows related to the City's net pension obligation are reported on the Statement of Net Position and are amortized over the average service lives of participants.

Capital Assets

Capital assets, which include property, equipment, and infrastructure (e.g., roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial cost of more than \$5,000 and an estimated useful life in excess of one year. Purchased or constructed assets are recorded at historical cost where historical records are available or estimated historical costs where no historical records exist. Donated capital assets are recorded at estimated fair value at the date of donation.

The cost of normal maintenance and repairs that does not add to the value of the asset or materially extend the asset's life is not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable.

Capital assets (excluding land, water rights, construction in progress and capital assets held for other government) are depreciated using the straight-line method over the following estimated useful lives:

Buildings and Improvements	20 - 30 years
Parks, Recreational and Other	20 - 30 years
Streets and Improvements	25 - 40 years
Vehicles	5 - 20 years
Equipment	3 - 10 years

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 1: Summary of Significant Accounting Policies (Continued)

Capital Assets (Continued)

Capital assets held for other government represents a sewer line constructed in 2004 and 2005 from several funding sources, including Federal grants. This sewer line will ultimately be conveyed to the City Sanitation District, the government responsible for providing sanitation services within City boundaries. No depreciation is reported by the City for the sewer line as a separate government is the operator of this system and the City does not recognize any associated revenue.

Compensated Absences

Vacation, sick leave, and compensatory time are accrued as earned. Accumulated unpaid vacation, compensatory time, and vested sick leave amounts are recorded in the government-wide financial statements by fund. The City's personnel policy imposes limits on the maximum accrual of accumulated vacation time and sick leave. Upon termination, accrued unpaid vacation and compensatory time will be paid to the employee. Accrued sick leave has a cash value upon termination only if the employee has at least five years of full-time service with the City at termination. Accrued compensated absences are liquidated by the fund that incurred the liability during the employee's employment.

A liability for vested, accrued leave time is reported in the governmental funds only if the amounts due at year end have matured.

Pensions

For purposes of measuring the net pension liability or asset, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position of the City's defined benefit pension plan and additions to/deductions from the fiduciary net position of the City's defined benefit pension plans have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt is reported as a liability in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount.

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 1: Summary of Significant Accounting Policies (Continued)

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Fund Balance Classification

In the government-wide and proprietary fund financial statements, net position is displayed in three components as follows:

Net Investment in Capital Assets - This consists of capital assets, net of accumulated depreciation, less the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.

Nonspendable - This consists of inventories, prepaid expenses, and other similar assets that cannot be used to meet current obligations.

Restricted - This consists of net position legally restricted by outside parties or by law through constitutional provisions or enabling legislation.

Committed - This consists of net position that can be used only for the specific purpose determined by a formal action of the City Council.

Assigned - This consists of net position legally restricted by outside parties or by law through constitutional provisions or enabling legislation.

Unrestricted - This consists of net position intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed.

When an expense is incurred for purposes for which restricted and unrestricted net position is available, the City's policy is to apply restricted net position first.

The City Board of Trustees establishes (and modifies or rescinds) fund balance commitments by passage of a resolution or ordinance. Each December the budget is adopted by resolution for the coming year. A fund balance commitment is indicated in the budget by the use of reserves. The budget document will also identify the budgeted use of any restricted funds planned in the budget.

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 1: Summary of Significant Accounting Policies (Continued)

Fund Balance Classification (Continued)

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless City Council has provided otherwise in its commitment or assignment actions.

Use of Estimates

The preparation of basic financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the basic financial statements and the accompanying notes. Actual results could differ from those estimates.

Subsequent Events

The City has evaluated subsequent events through July 31, 2024, the date the financial statements were available to be issued.

Note 2: Cash Deposits and Investments

At year end, the City had the following deposits and investments as reported in the financial statements:

Petty Cash	\$	6,004
Cash Deposits		17,200,467
Investments		22,843,874
Cash held by Others		<u>179,257</u>
 Total	 \$	 <u><u>40,229,602</u></u>

Deposits

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible depositories. The statutes specify eligible depositories for public cash deposits, which must be Colorado institutions and must maintain federal insurance (FDIC) on deposits held. Each eligible depository with deposits in excess of the insured levels must pledge a collateral pool of defined eligible assets maintained by another institution or held in trust for all of its local government depositors as a group with a market value of at least 102% of the uninsured deposits. The State Regulatory Commission for banks and savings and loan associations are required by statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools.

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 2: Cash Deposits and Investments

Deposits (Continued)

As of December 31, 2023, the City had deposits of \$17,200,467. Depositor's insurance (FDIC) covers \$250,000 of this amount; the remaining balance of \$16,200,467 is covered by PDPA.

Investments

The City's investment policy lists the authorized investment types as defined by Colorado statutes. Authorized investments include direct obligations of the United States, obligations of U.S. government agencies, general or revenue obligations of any state of the United States, any territory, or political subdivision of any state, qualified bankers' acceptances, commercial paper, certificates of participation, repurchase agreements, qualified local government investment pool, money market funds, qualified corporate or bank debt, and certain guaranteed investment contracts. The City held no such investments at December 31, 2023.

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

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

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

Local Government Investment Pool - At December 31, 2023, the City had \$11,019,190 (fair value) invested in Colorado Local Government Liquid Asset Trust (COLOTRUST) and \$11,824,684 invested in Colorado Surplus Asset Fund Trust (CSAFE), an investment vehicle established by State statute for local government entities in Colorado to pool surplus funds. The pools are investment vehicles established for local government entities in Colorado to pool surplus funds. The Colorado Division of Securities administers and enforces the requirements of creating and operating the pools. The pools operate in conformity with the Securities and Exchange Commission's Rule 2a-7. The pools are measured at the net asset value per share, with each share valued at \$1. The pools are rated AAAM by Standard and Poor's. Investments of the pools are limited to those allowed by State statutes. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodian's internal records identify the investments owned by the participating governments.

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 2: Cash Deposits and Investments

Investments (Continued)

Credit Risk - Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. To minimize credit risk the City requires that U.S. Agency Securities have the highest possible rating. Colorado statutes establish standards for local government investment pools and the City requires the investment pool to maintain the highest possible rating.

Interest Rate Risk - Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods are subject to increased risk of adverse interest rate changes. State statute limits investments in U.S. Agency Securities to a maximum five-year maturity. The City seeks to minimize interest rate risk by:

- Structuring investments to meet ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity, and
- Structuring investments to have staggered maturities of less than five years.

Note 3: Capital Assets

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

	Balance 12/31/22	Additions	Transfers	Deletions	Balance 12/31/23
Governmental Activities					
<i>Capital Assets, Not Being Depreciated</i>					
Land	\$ 1,144,835	\$ 312,265	\$ -	\$ -	\$ 1,457,100
Art	125,470	10,677	-	-	136,147
Construction in Progress	13,389,293	6,895,648	(10,569,379)	-	9,715,562
Total Capital Assets, Not Being Depreciated	14,659,598	7,218,590	(10,569,379)	-	11,308,809
<i>Capital Assets, Being Depreciated</i>					
Buildings	19,042,890	479,305	8,667,830	(133,609)	28,056,416
Infrastructure	40,708,995	696,956	1,829,336	-	43,235,287
Equipment	4,620,065	153,536	72,213	(11,584)	4,834,230
Vehicles	4,557,362	399,559	(1,424)	(153,255)	4,802,242
Total Capital Assets, Being Depreciated	68,929,312	1,729,356	10,567,955	(298,448)	80,928,175
<i>Less Accumulated Depreciation</i>					
Buildings	(9,057,029)	(619,738)	-	75,818	(9,600,949)
Infrastructure	(23,013,920)	(1,257,863)	-	-	(24,271,783)
Equipment	(3,687,078)	(252,221)	-	11,584	(3,927,715)
Vehicles	(3,060,917)	(455,798)	1,424	153,255	(3,362,036)
Total Accumulated Depreciation	(38,818,944)	(2,585,620)	1,424	240,657	(41,162,483)
Total Capital Assets, Being Depreciated, net	30,110,368	(856,264)	10,569,379	(57,791)	39,765,692
Governmental Activities Capital Assets, net	\$ 44,769,966	\$ 6,362,326	\$ -	\$ (57,791)	\$ 51,074,501

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 3: Capital Assets (Continued)

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

Governmental Activities

General Government	\$ 445,690
Public Safety	429,551
Public Works	1,213,486
Parks and Recreation	<u>496,893</u>
 Total	 <u>\$ 2,585,620</u>

Capital assets Business-Type activity for the year ended December 31, 2023 is summarized below:

	Balance 12/31/22	Additions	Transfers	Deletions	Balance 12/31/23
Business-Type Activities					
<i>Capital Assets, Not Being Depreciated</i>					
Land and Water Rights	\$ 2,243,028	\$ -	\$ -	\$ (28,572)	\$ 2,214,456
Construction in Progress	<u>1,594,684</u>	<u>1,457,472</u>	<u>(1,757,276)</u>	<u>-</u>	<u>1,294,880</u>
Total Capital Assets, Not Being Depreciated	<u>3,837,712</u>	<u>1,457,472</u>	<u>(1,757,276)</u>	<u>(28,572)</u>	<u>3,509,336</u>
<i>Capital Assets, Being Depreciated</i>					
Building and Improvements	20,178,355	98,083	138,921	(288,900)	20,126,459
Utility Distribution System	37,128,973	322,538	1,618,355	-	39,069,866
Machinery & Equipment	1,248,937	68,892	-	(2,495)	1,315,334
Heavy Equipment	2,082,041	173,388	-	-	2,255,429
Vehicles	<u>2,056,503</u>	<u>593,638</u>	<u>1,424</u>	<u>(246,111)</u>	<u>2,405,454</u>
Total Capital Assets, Being Depreciated	<u>62,694,809</u>	<u>1,256,539</u>	<u>1,758,700</u>	<u>(537,506)</u>	<u>65,172,542</u>
<i>Less: Accumulated depreciation</i>					
Building and Improvements	(11,464,351)	(451,853)	-	288,907	(11,627,297)
Utility Distribution System	(17,798,652)	(818,444)	-	-	(18,617,096)
Machinery & Equipment	(1,128,866)	(22,807)	-	2,495	(1,149,178)
Heavy Equipment	(1,464,318)	(113,861)	-	-	(1,578,179)
Vehicles	<u>(1,594,870)</u>	<u>(157,444)</u>	<u>(1,424)</u>	<u>246,111</u>	<u>(1,507,627)</u>
	<u>(33,451,057)</u>	<u>(1,564,409)</u>	<u>(1,424)</u>	<u>537,513</u>	<u>(34,479,377)</u>
Total Capital Assets, Being Depreciated, net	<u>29,243,752</u>	<u>(307,870)</u>	<u>1,757,276</u>	<u>7</u>	<u>30,693,165</u>
Business-Type Activities Capital Assets, net	<u>\$ 33,081,464</u>	<u>\$ 1,149,602</u>	<u>\$ -</u>	<u>\$ (28,565)</u>	<u>\$ 34,202,501</u>

Note 4: Long-Term Debt

Governmental Activities

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

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 4: Long-Term Debt

Governmental Activities

Governmental Activities	Balance 12/31/2022	Additions	Deletions	Balance 12/31/2023	Due Within One Year
Compensated Absences	\$ 933,301	\$ 45,936	\$ -	\$ 979,237	\$ 97,924

Accrued Compensated Absences are being paid from resources generated by the General Fund.

Business-Type Activities

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

Business-Type Activities	Balance 12/31/22	Additions	Deletions	Balance 12/31/23	Due Within One Year
Lease Financing	\$ 4,348,623	\$ 236,697	\$ (380,904)	\$ 4,204,416	\$ 387,349
Landfill Closure/Post Closure	2,203,769	127,807	-	2,331,576	-
Compensated Absences	807,094	105,863	(80,710)	832,247	83,225
Total	\$ 7,359,486	\$ 470,367	\$ (461,614)	\$ 7,368,239	\$ 470,574

Accrued Compensated Absences are being paid from resources generated by the Business-Type activities.

Lease Financing Payable

The City has multiple lease financing agreements as of December 31, 2023, including the following.

Meter Project - A project to replace utility meters in the City was funded in late 2018 under a lease financing agreement. \$4,750,000 was placed in a construction fund to complete the project and will be repaid by annual payments over 15 years ranging from \$222,157 to \$515,144. The payments began on October 1, 2019 and include interest at a rate of 3.84%.

Bucket Truck - The City entered into a lease financing agreement for the acquisition of a bucket truck in February 2019. The required payments are in four annual payments of \$46,638 beginning in May 2020. The interest was at a rate of 3.9%. This financing agreement was satisfied in full during 2023.

Wheel Loader - The City entered into a lease financing agreement for the acquisition of a wheel loader. The required payments began in 2023 with five equal installments of \$47,350. Interest is at a rate of 2.85%.

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 4: Long-Term Debt (Continued)

Lease Financing Payable

The future minimum payments under these lease financing agreements are as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 387,349	\$ 162,738	\$ 550,087
2025	419,423	147,346	566,769
2026	432,375	131,184	563,559
2027	456,042	114,512	570,554
2028	280,800	96,919	377,719
2029-2033	<u>2,228,427</u>	<u>266,169</u>	<u>2,494,596</u>
	<u>\$ 4,204,416</u>	<u>\$ 918,868</u>	<u>\$ 5,123,284</u>

Note 5: Employee Retirement Plans

The City has four separate retirement plans covering members of the Fire and Police Department. The plans are:

Fire and Police Pension Plan – Statewide Hybrid Defined Benefit Plan (FPPA SWH)

Fire and Police Pension Plan – Statewide Defined Benefit Plan (FPPA SWDB)

Trinidad Old Hire Fire Pension Fund (Old Hire Fire)

Trinidad Old Hire Police Pension Fund (Old Hire Police)

A summary of the pension liability and related items as of December 31, 2023, is as follows:

<u>Pension Plan</u>	<u>Net Pension Asset</u>	<u>Deferred Outflow</u>	<u>Net Pension Liability</u>	<u>Deferred Inflow</u>
FPPA Statewide Hybrid Plan	\$ 9,205	\$ 110,385	\$ -	\$ 191,776
FPPA Statewide Defined Benefit Plan	-	368,872	99,937	380,305
Trinidad Old Hire Fire	-	132,748	816,972	13,174
Trinidad Old Hire Police	-	16,394	67,042	591
	<u>\$ 9,205</u>	<u>\$ 628,399</u>	<u>\$ 983,951</u>	<u>\$ 585,846</u>

FPPA Statewide Hybrid Plan

Plan Description: The Statewide Hybrid Plan (SWH) is a cost-sharing multiple-employer defined benefit pension plan. The plan is administered by the Fire & Police Pension Association of Colorado (FPPA). FPPA issues a publicly available comprehensive annual financial report that can be obtained on FPPA's website at <http://www.fppaco.org>.

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 5: Employee Retirement Plans (Continued)

FPPA Statewide Hybrid Plan (Continued)

Description of Benefits: A member is eligible for a normal retirement pension once the member has completed twenty-five years of credited service and has attained the age of 55.

The annual normal retirement benefit is 2 percent of the average of the member's highest three years' base salary for each year of credited service up to ten years, plus 2.5 percent for each year of service thereafter. The benefit earned prior to January 1, 2007 for members of affiliated Social Security employers will be reduced by the amount of Social Security income payable to the member annually. Effective January 1, 2007, members currently covered under Social Security will receive half the benefit when compared to the Statewide Defined Benefit Plan. Benefits paid to retired members are evaluated and may be re-determined every October 1. The amount of any increase is based on the Board's discretion and can range from 0 to the higher of 3 percent or the Consumer Price Index.

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

Contributions: The Plan sets contribution rates at a level that enables all benefits to be fully funded at the retirement date of all members. Contribution rates for the SWDB plan are set by state statute. Employer contribution rates can only be amended by state statute. Member contribution rates can be amended by state statute or election of the membership.

Members of the SWDB plan and their employers are contributing at the rate of 8 percent of base salary for a total contribution rate of 16 percent through 2014. In 2014, the members elected to increase the member contribution rate to the SWDB plan beginning in 2015. Member contribution rates will increase 0.5 percent annually through 2022 to a total of 12 percent of base salary. Employer contributions will remain at 8 percent resulting in a combined contribution rate of 20 percent in 2022.

Contributions from members and employers of departments re-entering the system are established by resolution and approved by the FPPA Board of Directors. The re-entry group has a combined contribution rate of 20 percent of base salary through 2014. It is a local decision as to whether the member or employer pays the additional 4 percent contribution. Per the 2014-member election, the re-entry group will also have their required member contribution rate increase 0.5 percent annually beginning in 2015 through 2022 for a total combined member and employer contribution rate of 24 percent in 2022.

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 5: Employee Retirement Plans (Continued)

FPPA Statewide Hybrid Plan (Continued)

The contribution rate for members and employers of affiliated social security employers is 4 percent of base salary for a total contribution rate of 8 percent through 2014. Per the 2014 member election, members of the affiliate social security group will have their required contribution rate increase 0.25 percent annually beginning in 2015 through 2022 to a total of 6 percent of base salary. Employer contributions will remain at 4 percent resulting in a combined contribution rate of 10 percent in 2022.

The City's contributions to the SWH Plan for the year ended December 31, 2023, were \$29,215, equal to the required contributions.

The City and eligible employees are required to contribute to the SWH Plan at rates established by the City Council. However, the amount allocated to the defined benefit component is set annually by the FPPA Board of Directors, which currently must be at least 8% of base salary for the employee and the employer.

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

At December 31, 2023, the City reported a net pension liability (asset) of \$(9,205) representing its proportionate share of the net pension asset of the SWH.

The net pension liability was measured at December 31, 2022, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation at January 1, 2023. The City's proportion of the net pension asset was based on a projection of the City's contributions to the plans for the calendar year ended December 31, 2023, relative to the projected contributions of all participating employers.

At December 31, 2022, the City's proportion of the SWDB Plan was 0.63117033%, which was a decrease of 0.74894085% from its proportion measured at December 31, 2021.

For the year ended December 31, 2023, the City recognized pension expense for the SWDB plan of \$138,299.

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 5: Employee Retirement Plans (Continued)

FPPA Statewide Hybrid Plan (Continued)

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

At December 31, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Statewide Hybrid Plan		
Differences between expected and actual experience	\$ 22,954	\$ -
Net difference between projected and actual earnings on plan investments	66,268	-
Changes in assumptions and other inputs	-	9,996
Changes in proportion	-	181,780
Contributions subsequent to the measurement date	21,163	-
Total	\$ 110,385	\$ 191,776

City contributions to the SWDB plan subsequent to the measurement date were \$21,163 and will be recognized as an increase or decrease to the net pension (asset) liability in the subsequent fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows.

<u>Year Ended December 31,</u>	<u>SWH</u>
2024	\$ (15,611)
2025	(9,217)
2026	(3,834)
2027	(26,596)
2028	(30,139)
Thereafter	(17,157)
Total	\$ (102,554)

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 5: Employee Retirement Plans (Continued)

FPPA Statewide Hybrid Plan (Continued)

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

Actuarial Assumptions - The actuarial valuation at January 1, 2023, determined the total pension liability using the following actuarial assumptions and other inputs, applied to all periods included in the measurement:

Actuarial Method	Entry Age Normal
Amortization Method	Level % of Payroll, Open
Amortization Period	30 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Long-term Investment Rate of Return	7.5%
Projected Salary Increases	4.25% - 11.25%
Cost of Living Adjustments (COLA)	0.0%
Includes Inflation at	2.5%

Mortality rates were based on the RP-2014 Mortality Table for Blue Collar Employees projected with Scale BB, using a 55% multiplier for off-duty mortality. The RP-2014 Mortality Table for Blue Collar Employees was used in the projection of post-retirement benefits for members under age 55. For post-retirement members ages 65 and older, the RP-2014 Mortality Tables for Blue Collar Healthy Annuitants were used. For post-retirement members ages 55 through 64, a blend of the previous tables was used.

The current actuarial methods and assumptions were adopted by the FPPA Board of Directors for first use in the actuarial valuation as of January 1, 2016, based upon the actuary's unchanged analysis and recommendations from the 2015 Experience Study.

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 5: Employee Retirement Plans (Continued)

FPPA Statewide Hybrid Plan (Continued)

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

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Rate of Return</u>
Global Equity	35%	8.93%
Equity Long/Short	6%	7.47%
Private Markets	34%	10.31%
Fixed Income Rates	10%	5.45%
Fixed Income Credit	5%	6.90%
Absolute Return	9%	6.49%
Cash	1%	3.92%
	<u>100%</u>	

Discount Rate - The discount rate used to measure the total pension liability was 7.0%. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates in the FPPA Board of Director's funding policy, which establishes the contractually required rates under State statutes. Based on this assumption, the Plans' fiduciary net position was projected to be available to make all projected future benefit payments to current members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The discount rate at the prior measurement date was 7.5%.

Sensitivity of the Net Pension (Asset) Liability to Changes in the Discount Rate - The following presents the City's proportionate share of the net pension (asset) liability calculated using the discount rate of 7.0%, as well as the City's proportionate share of the net pension (asset) liability if it were calculated using a discount that is one percentage point lower (6.0%) or one percentage point higher (8.0%) than the current rate, as follows:

	<u>1% Decrease (6.0%)</u>	<u>Current Discount Rate (7.0%)</u>	<u>1% Increase (8.0%)</u>
City's proportionate share of the SWDB net pension (asset) liability	\$ 69,510	\$ (9,205)	\$ (75,239)

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 5: Employee Retirement Plans (Continued)

FPPA Statewide Hybrid Plan (Continued)

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

Pension Plan Fiduciary Net Position - Detailed information about the Plans' fiduciary net position is available in FPPA's separately issued financial report, which may be obtained at www.fppaco.org.

FPPA Statewide Defined Benefit Plan

Plan Description: The Statewide Defined Benefit Plan (SWDB) is a cost-sharing multiple-employer defined benefit pension plan. The plan is administered by the Fire & Police Pension Association of Colorado (FPPA). FPPA issues a publicly available comprehensive annual financial report that can be obtained on FPPA's website at <http://www.fppaco.org>.

Description of Benefits: A member is eligible for a normal retirement pension once the member has completed twenty-five years of credited service and has attained the age of 55.

The annual normal retirement benefit is 2 percent of the average of the member's highest three years' base salary for each year of credited service up to ten years, plus 2.5 percent for each year of service thereafter. The benefit earned prior to January 1, 2007 for members of affiliated Social Security employers will be reduced by the amount of Social Security income payable to the member annually. Effective January 1, 2007, members currently covered under Social Security will receive half the benefit when compared to the Statewide Defined Benefit Plan. Benefits paid to retired members are evaluated and may be re-determined every October 1. The amount of any increase is based on the Board's discretion and can range from 0 to the higher of 3 percent or the Consumer Price Index.

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

Contributions: The Plan sets contribution rates at a level that enables all benefits to be fully funded at the retirement date of all members. Contribution rates for the SWDB plan are set by state statute. Employer contribution rates can only be amended by state statute. Member contribution rates can be amended by state statute or election of the membership.

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 5: Employee Retirement Plans (Continued)

FPPA Statewide Defined Benefit Plan (Continued)

Members of the SWDB plan and their employers are contributing at the rate of 8 percent of base salary for a total contribution rate of 16 percent through 2014. In 2014, the members elected to increase the member contribution rate to the SWDB plan beginning in 2015. Member contribution rates will increase 0.5 percent annually through 2022 to a total of 12 percent of base salary. Employer contributions will remain at 8 percent resulting in a combined contribution rate of 20 percent in 2022.

Contributions from members and employers of departments re-entering the system are established by resolution and approved by the FPPA Board of Directors. The re-entry group has a combined contribution rate of 20 percent of base salary through 2014. It is a local decision as to whether the member or employer pays the additional 4 percent contribution. Per the 2014-member election, the re-entry group will also have their required member contribution rate increase 0.5 percent annually beginning in 2015 through 2022 for a total combined member and employer contribution rate of 24 percent in 2022.

The contribution rate for members and employers of affiliated social security employers is 4 percent of base salary for a total contribution rate of 8 percent through 2014. Per the 2014 member election, members of the affiliate social security group will have their required contribution rate increase 0.25 percent annually beginning in 2015 through 2022 to a total of 6 percent of base salary. Employer contributions will remain at 4 percent resulting in a combined contribution rate of 10 percent in 2022.

The City's contributions to the SWDB Plan for the year ended December 31, 2023, were \$63,266, equal to the required contributions.

The City and eligible employees are required to contribute to the SWH Plan at rates established by the City Council. However, the amount allocated to the defined benefit component is set annually by the FPPA Board of Directors, which currently must be at least 8% of base salary for the employee and the employer.

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

At December 31, 2023, the City reported a net pension liability (asset) of \$99,937 representing its proportionate share of the net pension asset of the SWDB.

The net pension liability was measured at December 31, 2022, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation at January 1, 2023. The City's proportion of the net pension asset was based on a projection of the City's contributions to the plans for the calendar year ended December 31, 2023, relative to the projected contributions of all participating employers.

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 5: Employee Retirement Plans (Continued)

FPPA Statewide Defined Benefit Plan (Continued)

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

At December 31, 2022, the City's proportion of the SWDB Plan was 0.11259081%, which was a increase of 0.06619327% from its proportion measured at December 31, 2021.

For the year ended December 31, 2023, the City recognized pension expense (Benefit) for the SWDB plan of \$79,144.

At December 31, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Statewide Defined Benefit Plan		
Differences between expected and actual experience	\$ 184,503	\$ -
Net difference between projected and actual earnings on plan investments	-	238,677
Changes in assumptions and other inputs	103,624	-
Changes in proportion	-	141,628
Contributions subsequent to the measurement date	<u>80,745</u>	<u>-</u>
Total	<u>\$ 368,872</u>	<u>\$ 380,305</u>

City contributions to the SWDB plan subsequent to the measurement date were \$80,745 and will be recognized as an increase or decrease to the net pension (asset) liability in the subsequent fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows.

<u>Year Ended December 31,</u>	<u>SWDB</u>
2024	\$ 15,611
2025	(31,806)
2026	(97,091)
2027	68,787
2028	(12,221)
Thereafter	<u>(35,458)</u>
Total	<u>\$ (92,178)</u>

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 5: Employee Retirement Plans (Continued)

FPPA Statewide Defined Benefit Plan (Continued)

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

Actuarial Assumptions - The actuarial valuation at January 1, 2023, determined the total pension liability using the following actuarial assumptions and other inputs, applied to all periods included in the measurement:

Actuarial Method	Entry Age Normal
Amortization Method	Level % of Payroll, Open
Amortization Period	30 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Long-term Investment Rate of Return*	7.5%
Projected Salary Increases	4.25% - 11.25%
Cost of Living Adjustments (COLA)	0.0%
Includes Inflation at	2.5%

Mortality rates were based on the RP-2014 Mortality Table for Blue Collar Employees projected with Scale BB, using a 55% multiplier for off-duty mortality. The RP-2014 Mortality Table for Blue Collar Employees was used in the projection of post-retirement benefits for members under age 55. For post-retirement members ages 65 and older, the RP-2014 Mortality Tables for Blue Collar Healthy Annuitants were used. For post-retirement members ages 55 through 64, a blend of the previous tables was used.

The current actuarial methods and assumptions were adopted by the FPPA Board of Directors for first use in the actuarial valuation as of January 1, 2016, based upon the actuary's unchanged analysis and recommendations from the 2015 Experience Study.

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 5: Employee Retirement Plans (Continued)

FPPA Statewide Defined Benefit Plan (Continued)

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

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Rate of Return</u>
Global Equity	35%	8.93%
Equity Long/Short	6%	7.47%
Private Markets	34%	10.31%
Fixed Income Rates	10%	5.45%
Fixed Income Credit	5%	6.90%
Absolute Return	9%	6.49%
Cash	1%	3.92%
	<u>100%</u>	

Discount Rate - The discount rate used to measure the total pension liability was 7.0%. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates in the FPPA Board of Director's funding policy, which establishes the contractually required rates under State statutes. Based on this assumption, the Plans' fiduciary net position was projected to be available to make all projected future benefit payments to current members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The discount rate at the prior measurement date was 7.5%.

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 5: Employee Retirement Plans (Continued)

FPPA Statewide Defined Benefit Plan (Continued)

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

Sensitivity of the Net Pension (Asset) Liability to Changes in the Discount Rate - The following presents the City's proportionate share of the net pension (asset) liability calculated using the discount rate of 7.0%, as well as the City's proportionate share of the net pension (asset) liability if it were calculated using a discount that is one percentage point lower (6.0%) or one percentage point higher (8.0%) than the current rate, as follows:

	1% Decrease (6.0%)	Current Discount Rate (7.0%)	1% Increase (8.0%)
City's proportionate share of the SWDB net pension (asset) liability	\$ <u>638,951</u>	\$ <u>99,937</u>	\$ <u>(387,957)</u>

Pension Plan Fiduciary Net Position - Detailed information about the Plans' fiduciary net position is available in FPPA's separately issued financial report, which may be obtained at www.fppaco.org.

Trinidad Old Hire Fire Pension Plan

Plan Description: The Old Hire plans are agent multiple-employer defined benefit pension plans that are administered by the Fire and Police Pension Association (FPPA). Authority for the plans, including benefit and contribution provisions, is derived from Title 31, Articles 30, 30.5, and 31 of the Colorado Revised Statutes. The plan is amended by statute. The plan provides normal, early, vested, or deferred retirement benefits to plan participants. The Old Hire pension plan is for fire employees hired before April 8, 1978. The plan is accounted for using the economic resources measurement focus and the accrual basis of accounting and are closed to new entrants. FPPA issues a publicly available comprehensive annual financial report that includes the old hire plan and can be obtained at fppaco.org/toc_frames.html.

Funding Policy: The City is required to contribute to the Old Hire plan at an actuarially determined rate. Modification of the Old Hire plan is regulated by state law and by FPPA Rules and Regulations as authorized by state law. Changes to contributions requirements require an affirmative vote of 65% of the active members and City Council ordinance. The City's contributions to the FPPA Old Hire Fire plan for the year ended December 31, 2023 was \$48,033.

Plan Membership: The plan member of the Old Hire plan as of December 31, 2022 was 4 retirees and beneficiaries.

City of Trinidad, Colorado

Notes to Financial Statements

December 31, 2023

Note 5: Employee Retirement Plans (Continued)

Trinidad Old Hire Fire Pension Plan (Continued)

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

At December 31, 2023, the City reported a net pension liability (asset) of \$816,972 representing its proportionate share of the net pension liability. The components of the net pension liability of

	2022
Total Pension Liability	\$ 1,230,766
Plan Fiduciary Net Position	(413,794)
Net Pension Liability (Asset)	\$ 816,972

the City as of December 31, 2023, is as follows:

The net pension liability was measured at December 31, 2022, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation at January 1, 2023. The City's proportion of the net pension asset was based on a projection of the City's contributions to the plans for the calendar year ended December 31, 2022, relative to the projected contributions of all participating employers.

For the year ended December 31, 2023, the City recognized pension expense (Benefit) for the Volunteer Plan of \$(31,707).

At December 31, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Volunteer		
Differences between expected and actual experience	\$ -	\$ -
Net difference between projected and actual earnings on plan investments	84,715	13,174
Changes in assumptions and other inputs	-	-
Changes in proportion	-	-
Contributions subsequent to measurement date	48,033	-
Total	\$ 132,748	\$ 13,174

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 5: Employee Retirement Plans (Continued)

Trinidad Old Hire Fire Pension Plan (Continued)

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

City contributions to the Volunteer Plan subsequent to the measurement date of \$0 will be recognized as an increase or decrease to the net pension (asset) liability in the subsequent fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows.

<u>Year Ended December 31,</u>	<u>Volunteer Plan</u>
2024	\$ 12,966
2025	18,528
2026	22,335
2027	17,712
2028	-
Thereafter	-
	<hr/>
Total	\$ <u>71,541</u>

The changes in net pension liability is as follows:

	<u>Measurement Period Ended December 31 2022</u>
Service cost	\$ -
Interest on the total pension liability	55,439
Benefit changes	-
Difference between expected and actual experience of the Total Pension Liability	-
Changes of assumptions	-
Benefit payments	<u>(112,054)</u>
Net change in total pension liability	(56,615)
Total pension liability - beginning	<u>1,287,381</u>
Total pension liability - ending	<u>\$ 1,230,766</u>

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 5: Employee Retirement Plans (Continued)

Trinidad Old Hire Fire Pension Plan (Continued)

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

Actuarial Assumptions - The actuarial valuation at January 1, 2023, determined the total pension liability using the following actuarial assumptions and other inputs, applied to all periods included in the measurement:

Actuarial Method	Normal Entry Age
Amortization Method	N/A
Remaining Amortization Period	N/A
Asset Valuation Method	5-Year Smoothed Fair Value
Long-term Investment Rate of Return*	4.5%
Projected Salary Increases	N/A
Cost of Living Adjustments (COLA)	None
*Includes Inflation at	2.5%

Mortality rates were based on the RP-2014 Mortality Table for Blue Collar Employees projected with Scale BB, using a 55% multiplier for off-duty mortality. The RP-2014 Mortality Table for Blue Collar Employees was used in the projection of post-retirement benefits for members under age 55. For post-retirement members ages 65 and older, the RP-2014 Mortality Tables for Blue Collar Healthy Annuitants were used. For post-retirement members ages 55 through 64, a blend of the previous tables was used.

The current actuarial methods and assumptions were adopted by the FPPA Board of Directors for first use in the actuarial valuation as of January 1, 2016, based upon the actuary's unchanged analysis and recommendations from the 2015 Experience Study.

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

For the purpose of this valuation, the long-term expected rate of return on pension plan investments is 7.50%; the municipal bond rate is 3.65% {based on the weekly rate closest to but not later than the measurement date of the "state & local bonds" rate from Federal Reserve statistical release (H.15)}; and the resulting Single Discount Rate is 7.50%.

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 5: Employee Retirement Plans (Continued)

Trinidad Old Hire Fire Pension Plan (Continued)

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

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

<u>Asset Class</u>	Target Allocation	Long-Term Expected Rate of Return
Cash	10%	4.40%
Fixed Indome - Rates	70%	4.90%
Fixed Indome - Credit	10%	6.60%
Absolute Return	0%	6.90%
Long Short	0%	6.70%
Global Public Equity	10%	8.70%
Private Capital	0%	10.20%
	<u>100%</u>	

Discount Rate - The discount rate used to measure the total pension liability was 7.0%. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates in the FPPA Board of Director's funding policy, which establishes the contractually required rates under State statutes. Based on this assumption, the plans' fiduciary net position was projected to be available to make all projected future benefit payments to current members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The discount rate at the prior measurement date was 7.5%.

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 5: Employee Retirement Plans (Continued)

Trinidad Old Hire Fire Pension Plan (Continued)

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

Sensitivity of the Net Pension (Asset) Liability to Changes in the Discount Rate - The following presents the City's proportionate share of the net pension (asset) liability calculated using the discount rate of 7.0%, as well as the City's proportionate share of the net pension (asset) liability if it were calculated using a discount that is one percentage point lower (6.0%) or one percentage point higher (8.0%) than the current rate, as follows:

	1% Decrease (3.5%)	Current Discount Rate (4.5%)	1% Increase (5.5%)
City's proportionate share of the net pension (asset)	\$ <u>915,860</u>	\$ <u>816,972</u>	\$ <u>730,128</u>

The plan issues a publicly available financial report that includes financial statements and required supplementary information of that plan. Reports are available by contacting Fire and Police Pension Association, 5290 DTC Parkway, Suite 100, Greenwood Village, Colorado 80111, www.fppaco.org.

Trinidad Old Hire Police Pension Plan

Plan Description: The Old Hire plans are agent multiple-employer defined benefit pension plans that are administered by the Fire and Police Pension Association (FPPA). Authority for the plans, including benefit and contribution provisions, is derived from Title 31, Articles 30, 30.5, and 31 of the Colorado Revised Statutes. The plan is amended by statute. The plan provides normal, early, vested, or deferred retirement benefits to plan participants. The Old Hire pension plan is for fire employees hired before April 8, 1978. The plan is accounted for using the economic resources measurement focus and the accrual basis of accounting and are closed to new entrants. FPPA issues a publicly available comprehensive annual financial report that includes the old hire plan and can be obtained at fppaco.org/toc_frames.html.

Funding Policy: The City is required to contribute to the Old Hire plan at an actuarially determined rate. Modification of the Old Hire plan is regulated by state law and by FPPA Rules and Regulations as authorized by state law. Changes to contributions requirements require an affirmative vote of 65% of the active members and City Council ordinance. The City's contributions to the FPPA Old Hire Fire plan for the year ended December 31, 2023 was \$12,966.

Plan Membership - The plan member of the Old Hire plan as of December 31, 2022 was 4 retirees and beneficiaries.

City of Trinidad, Colorado

Notes to Financial Statements

December 31, 2023

Note 5: Employee Retirement Plans (Continued)

Trinidad Old Hire Police Pension Plan (Continued)

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

At December 31, 2023, the City reported a net pension liability (asset) of \$67,042 representing its proportionate share of the net pension liability. The components of the net pension liability of the City as of December 31, 2023, is as follows:

	2022
Total Pension Liability	\$ 87,446
Plan Fiduciary Net Position	(20,404)
Net Pension Liability (Asset)	\$ 67,042

The net pension liability was measured at December 31, 2022, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation at January 1, 2023. The City's proportion of the net pension asset was based on a projection of the City's contributions to the plans for the calendar year ended December 31, 2022, relative to the projected contributions of all participating employers.

For the year ended December 31, 2023, the City recognized pension expense (Benefit) for the Volunteer Plan of \$(31,707).

At December 31, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Volunteer		
Differences between expected and actual experience	\$ -	\$ -
Net difference between projected and actual earnings on plan investments	3,428	591
Changes in assumptions and other inputs	-	-
Changes in proportion	-	-
Contributions subsequent to measurement date	12,966	-
Total	\$ 16,394	\$ 591

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 5: Employee Retirement Plans (Continued)

Trinidad Old Hire Police Pension Plan (Continued)

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

City contributions to the Volunteer Plan subsequent to the measurement date of \$0 will be recognized as an increase or decrease to the net pension (asset) liability in the subsequent fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows.

<u>Year Ended December 31,</u>	<u>Volunteer Plan</u>
2024	\$ 470
2025	743
2026	900
2027	724
2028	-
Thereafter	-
	<hr/>
Total	\$ 2,837

The change in net pension liability is as follows:

	Measurement Period Ended December 31 2022
Service cost	\$ -
Interest on the total pension liability	3,928
Benefit changes	-
Difference between expected and actual experience of the Total Pension Liability	-
Changes of assumptions	-
Benefit payments	(7,480)
Net change in total pension liability	(3,552)
Total pension liability - beginning	90,998
Total pension liability - ending	<u>\$ 87,446</u>

City of Trinidad, Colorado

Notes to Financial Statements

December 31, 2023

Note 5: Employee Retirement Plans (Continued)

Trinidad Old Hire Police Pension Plan (Continued)

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

Actuarial Assumptions - The actuarial valuation at January 1, 2023, determined the total pension liability using the following actuarial assumptions and other inputs, applied to all periods included in the measurement:

Actuarial Method	Normal Entry Age
Amortization Method	N/A
Remaining Amortization Period	N/A
Asset Valuation Method	5-Year Smoothed Fair Value
Long-term Investment Rate of Return*	4.5%
Projected Salary Increases	N/A
Cost of Living Adjustments (COLA)	None
*Includes Inflation at	2.5%

Mortality rates were based on the RP-2014 Mortality Table for Blue Collar Employees projected with Scale BB, using a 55% multiplier for off-duty mortality. The RP-2014 Mortality Table for Blue Collar Employees was used in the projection of post-retirement benefits for members under age 55. For post-retirement members ages 65 and older, the RP-2014 Mortality Tables for Blue Collar Healthy Annuitants were used. For post-retirement members ages 55 through 64, a blend of the previous tables was used.

The current actuarial methods and assumptions were adopted by the FPPA Board of Directors for first use in the actuarial valuation as of January 1, 2016, based upon the actuary's unchanged analysis and recommendations from the 2015 Experience Study.

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

For the purpose of this valuation, the long-term expected rate of return on pension plan investments is 7.50%; the municipal bond rate is 3.65% (based on the weekly rate closest to but not later than the measurement date of the "state & local bonds" rate from Federal Reserve statistical release (H.15)); and the resulting Single Discount Rate is 7.50%.

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 5: Employee Retirement Plans (Continued)

Trinidad Old Hire Police Pension Plan (Continued)

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

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

<u>Asset Class</u>	Target Allocation	Long-Term Expected Rate of Return
Cash	10%	4.40%
Fixed Income - Rates	70%	4.90%
Fixed Income - Credit	10%	6.60%
Absolute Return	0%	6.90%
Long Short	0%	6.70%
Global Public Equity	10%	8.70%
Private Capital	0%	10.20%
	<u>100%</u>	

Discount Rate - The discount rate used to measure the total pension liability was 7.0%. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates in the FPPA Board of Director's funding policy, which establishes the contractually required rates under State statutes. Based on this assumption, the plans' fiduciary net position was projected to be available to make all projected future benefit payments to current members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The discount rate at the prior measurement date was 7.5%.

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 5: Employee Retirement Plans (Continued)

Trinidad Old Hire Police Pension Plan (Continued)

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

Sensitivity of the Net Pension (Asset) Liability to Changes in the Discount Rate - The following presents the City's proportionate share of the net pension (asset) liability calculated using the discount rate of 7.0%, as well as the City's proportionate share of the net pension (asset) liability if it were calculated using a discount that is one percentage point lower (6.0%) or one percentage point higher (8.0%) than the current rate, as follows:

	1% Decrease (3.5%)	Current Discount Rate (4.5%)	1% Increase (5.5%)
City's proportionate share of the net pension (asset)	\$ <u>73,667</u>	\$ <u>67,042</u>	\$ <u>61,138</u>

The plan issues a publicly available financial report that includes financial statements and required supplementary information of that plan. Reports are available by contacting Fire and Police Pension Association, 5290 DTC Parkway, Suite 100, Greenwood Village, Colorado 80111, www.fppaco.org.

Death and Disability Benefit Plan

Death and disability coverage is provided to full-time police officers through the Statewide Death and Disability Plan, which is administered by the FPPA. During the past year, the City's required contribution rate was 2.6% of base salary for members. City contributions to this plan totaled \$26,013 during 2023, with State supplemental contribution of \$12,000. Employees are not required to contribute to this plan.

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 5: Employee Retirement Plans (Continued)

General Employees Retirement Plan - Section 401(a) Plan

For all regular full-time employees, other than fire and police officers, the City contributes to a cost-sharing multiple-employer defined contribution pension plan (the Retirement Plan). The Retirement Plan, which is administered by Colorado County Officials and Employees Retirement Association (CCOERA), offers employees who have been with the City for six months and that work at least 32 hours per week every month of the year, the opportunity to build retirement savings by pre-tax contributions of 3% of salary, which are matched with City contributions. Employee contributions to the Pension Plan become immediately vested. City contributions are vested at an annual rate of 25%. City contributions become fully vested after four years. The contribution requirements of Retirement Plan participants and the City are established, and may be amended, by the Board of Trustees. Unvested employer contributions are returned to the City when an employee terminates employment and cashes out of the Retirement Plan. The amounts returned are recognized on the financial statements as revenue in the year received.

For the year ended December 31, 2023, the City contributed \$47,964 to the Retirement Plan on behalf of participating employees. Participants of the Retirement Plan made equal matching contributions in 2023. No unvested contributions were returned to the City in 2023.

CCOERA is also the Trustee of the Retirement Plan and, accordingly, the City has no liability for losses under the plan. Consequently, the Retirement Plan is not part of the City's financial statements.

Note 6: 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. For these risks of loss, the City is involved with the Colorado Intergovernmental Risk Sharing Agency (CIRSA), a separate and independent governmental and legal entity formed by intergovernmental agreement by member municipalities pursuant to the provision of 24-10-115.5, Colorado Revised Statutes (1982 Replacement Volume) and Colorado Constitution, Article XIV, Section 18(2).

The purposes of CIRSA are to provide members defined liability, property, and workers compensation coverages and to assist members in preventing and reducing losses and injuries to municipal property and to persons or property which might result in claims being made against members of CIRSA, their employees and officers.

It is the intent of the members of CIRSA to create an entity in perpetuity which will administer and use funds contributed by the members to defend and indemnify, in accordance with the bylaws, any member of CIRSA against stated liability of loss, to the limit of the financial resources of CIRSA.

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 6: Public Entity Risk Pool (Continued)

It is also the intent of the members to have CIRSA provide continuing stability and availability of needed coverages at reasonable costs. All income and assets of CIRSA shall be at all times dedicated to the exclusive benefit of its members. CIRSA is a separate legal entity, and the City does not approve budgets, nor does it have the ability to significantly affect the operations of the entity.

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

Surpluses or deficits realized by CIRSA for any given year are subject to change for such reasons as interest earnings on invested amounts for those years and funds, re-estimation of losses for those years and funds, and credits or distributions from surplus for those years and funds. All income and assets of CIRSA shall be at all times dedicated to the exclusive benefit of its members. The board of directors may credit member municipalities' future contributions in the event of a surplus. Although it has never occurred, CIRSA member municipalities are subject to a supplemental assessment in the event of a deficiency.

For 2023, the City's deductible for property and liability claims per occurrence is \$1,000 for each. The auto liability deductible and the auto physical damage deductible are both \$1,000 per occurrence.

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

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

Note 7: Litigation/Legal Claims

The City may be a defendant in lawsuits pertaining to matters which are incidental to performing routine governmental and other functions. Based on the current status of any legal proceedings, it is the opinion of management that they will not have a material effect on the City's financial position.

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 7: **Litigation/Legal Claims (Continued)**

Federal and State Grants and Financial Sources

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Such audits could lead to reimbursements to the grantor agencies. It is the opinion of management that such reimbursements, if any, will not have a material effect on the City's financial position.

Note 8: **Intergovernmental Agreement**

The City is one of five member cities of the Arkansas River Power Authority (ARPA). ARPA exists to provide wholesale power to its members who provide electrical utilities in their communities. ARPA is an independent governmental entity with a governing board appointed by the member cities. The governing board is responsible for hiring management.

The City is amortizing a generation agreement with ARPA over 35 years. The original amount was \$1,000,000. The remaining amount as December 31, 2023 is \$285,712.

Note 9: **Commitments and Contingencies**

TABOR Amendment

In November 1992, Colorado voters amended Article X of the Colorado Constitution by adding Section 20; commonly known as the Taxpayer's Bill of Rights (TABOR). TABOR contains revenue, spending, tax and debt limitations that apply to the State of Colorado and local governments. TABOR requires, with certain exceptions, advance voter approval for any new tax, tax rate increase, mill levy above that for the prior year, extension of any expiring tax, or tax policy change directly causing a net tax revenue gain to any local government. Any revenues earned in excess of the fiscal year spending limit must be refunded in the next fiscal year, unless voters approve retention of such excess revenue.

Except for refinancing bonded debt at a lower interest rate or adding new employees to existing pension plans, TABOR requires advance voter approval for the creation of any multiple-fiscal year debt or other financial obligation unless adequate present cash reserves are pledged irrevocably and held for payments in all future fiscal years.

TABOR also requires local governments to establish an emergency reserve to be used to declare emergencies only. Emergencies, as defined by TABOR, exclude economic conditions, revenue shortfalls, or salary or fringe benefit increases. The reserve is calculated at 3% of fiscal year spending. Fiscal year spending excludes bonded debt service and enterprise spending. The City has reserved \$150,000, which is the approximate required reserve at December 31, 2023.

City of Trinidad, Colorado
Notes to Financial Statements
December 31, 2023

Note 9: Commitments and Contingencies (Continued)

TABOR Amendment (Continued)

The City's voters approved the following ballot issue on November 6, 2001.

Excluding ad valorem property taxes and rates, and without creating any new taxes, increasing any tax rate, or adding any new taxes of any kind, shall the City, be permitted to collect, retain, and spend, for the fiscal year of 2001 and for each and every year thereafter, the full proceeds of the City's taxes, grants and other revenues for expenditure on lawful municipal purposes, notwithstanding any State of Colorado restrictions on spending including the restrictions of Article X, Section 20 of the Constitution of the State of Colorado, and that these shall each constitute a voter approval revenue change.

The City's management believes it is in compliance with the financial provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of its provisions, including the interpretation of how to calculate fiscal year spending limits, will require judicial interpretation.

Required Supplementary Information

City of Trinidad, Colorado
Schedule of Proportionate Share of the Net Pension (Asset) Liability and Contributions
Fire and Police Pension Association of Colorado Statewide Defined Benefit Plan
December 31, 2023

	<u>12/31/2022</u>	<u>12/31/2021</u>	<u>12/31/2020</u>	<u>12/31/2019</u>	<u>12/31/2018</u>
Proportionate Share of the Net Pension Asset (Liability)					
City's Proportion of the Net Pension Liability (Asset)	0.11259100%	0.10614000%	0.11514000%	0.12084000%	0.11160000%
City's Proportionate Share of the Net Pension Liability (Asset)	\$ 99,937	\$ (575,222)	\$ (249,965)	\$ (68,345)	\$ 141,093
City's Covered-employee Payroll	\$ 895,609	\$ 895,609	\$ 786,793	\$ 765,029	\$ 735,157
City's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Covered-employee Payroll	11.2%	-64.2%	-31.8%	-8.9%	19.2%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	116.2%	116.2%	106.7%	101.9%	95.2%
	<u>12/31/2023</u>	<u>12/31/2022</u>	<u>12/31/2021</u>	<u>12/31/2020</u>	<u>12/31/2019</u>
City Contributions					
Statutorily Required Contribution	\$ 80,745	\$ 86,447	\$ 73,810	\$ 67,990	\$ 65,313
Contributions in Relation to the Statutorily Required Contribution	<u>(80,745)</u>	<u>(86,447)</u>	<u>(73,810)</u>	<u>(67,990)</u>	<u>(65,313)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's Covered-employee Payroll	\$ 858,492	\$ 895,609	\$ 895,609	\$ 786,793	\$ 765,029
Contributions as a Percentage of Covered-employee Payroll	9.41%	9.65%	8.24%	8.64%	8.54%

This schedule is presented to show information for 10 years. Until information for the full 10-year period is available, information will be presented for the years it is available.

(Continued)

City of Trinidad, Colorado
Schedule of Proportionate Share of the Net Pension (Asset) Liability and Contributions
Fire and Police Pension Association of Colorado Statewide Defined Benefit Plan
December 31, 2023
(Continued)

	<u>12/31/2017</u>	<u>12/31/2016</u>	<u>12/31/2015</u>	<u>12/31/2014</u>	<u>12/31/2013</u>
Proportionate Share of the Net Pension Asset (Liability)					
City's Proportion of the Net Pension Liability (Asset)	0.11951000%	0.15260000%	0.14680000%	0.14380000%	0.13950000%
City's Proportionate Share of the Net Pension Liability (Asset)	\$ (171,940)	\$ 55,142	\$ (2,589)	\$ (162,242)	\$ (124,772)
City's Covered-employee Payroll	\$ 609,801	\$ 568,978	\$ 621,778	\$ 568,414	\$ 514,585
City's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Covered-employee Payroll	-28.2%	9.7%	-0.4%	-28.5%	-24.2%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	106.3%	98.2%	100.1%	106.8%	105.8%
	<u>12/31/2018</u>	<u>12/31/2017</u>	<u>12/31/2016</u>	<u>12/31/2015</u>	<u>12/31/2014</u>
City Contributions					
Statutorily Required Contribution	\$ 54,397	\$ 50,868	\$ 56,950	\$ 51,718	\$ 48,485
Contributions in Relation to the Statutorily Required Contribution	<u>(54,397)</u>	<u>(50,868)</u>	<u>(56,950)</u>	<u>(51,718)</u>	<u>(48,485)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's Covered-employee Payroll	\$ 735,157	\$ 609,801	\$ 568,978	\$ 621,778	\$ 568,414
Contributions as a Percentage of Covered-employee Payroll	7.40%	8.34%	10.01%	8.32%	8.53%

This schedule is presented to show information for 10 years. Until information for the full 10-year period is available, information will be presented for the years it is available.

City of Trinidad, Colorado

Schedule of Proportionate Share of the Net Pension (Asset) Liability and Contributions Fire and Police Pension Association of Colorado Statewide Hybrid Plan December 31, 2023

	<u>12/31/2022</u>	<u>12/31/2021</u>	<u>12/31/2020</u>	<u>12/31/2019</u>	<u>12/31/2018</u>
Proportionate Share of the Net Pension Asset (Liability)					
City's Proportion of the Net Pension Liability (Asset)	0.63117000%	0.13800000%	0.12560000%	0.13040000%	0.11710000%
City's Proportionate Share of the Net Pension Liability (Asset)	\$ (9,205)	\$ (523,334)	\$ (345,550)	\$ (253,970)	\$ (161,646)
City's Covered-employee Payroll	\$ 112,271	\$ 112,271	\$ 222,533	\$ 203,218	\$ 198,207
City's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Covered-employee Payroll	-8.2%	-466.1%	-155.3%	-125.0%	-81.6%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	116.2%	149.0%	138.0%	130.1%	123.5%
	<u>12/31/2023</u>	<u>12/31/2022</u>	<u>12/31/2021</u>	<u>12/31/2020</u>	<u>12/31/2019</u>
City Contributions					
Statutorily Required Contribution	\$ 21,163	\$ 11,619	\$ 23,366	\$ 21,338	\$ 20,812
Contributions in Relation to the Statutorily Required Contribution	<u>(21,163)</u>	<u>(11,619)</u>	<u>(23,366)</u>	<u>(21,338)</u>	<u>(20,812)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's Covered-employee Payroll	\$ 176,634	\$ 112,271	\$ 112,271	\$ 222,533	\$ 203,218
Contributions as a Percentage of Covered-employee Payroll	11.98%	10.35%	20.81%	9.59%	10.24%

This schedule is presented to show information for 10 years. Until information for the full 10-year period is available, information will be presented for the years it is available.

(Continued)

City of Trinidad, Colorado

Schedule of Proportionate Share of the Net Pension (Asset) Liability and Contributions Fire and Police Pension Association of Colorado Statewide Hybrid Plan December 31, 2023 (Continued)

	<u>12/31/2017</u>	<u>12/31/2016</u>	<u>12/31/2015</u>	<u>12/31/2014</u>	<u>12/31/2013</u>
Proportionate Share of the Net Pension Asset (Liability)					
City's Proportion of the Net Pension Liability (Asset)	0.11290000%	0.13955000%	0.13724000%	0.13705000%	0.11041000%
City's Proportionate Share of the Net Pension Liability (Asset)	\$ (220,754)	\$ (151,899)	\$ (139,809)	\$ (162,540)	\$ (115,618)
City's Covered-employee Payroll	\$ 177,757	\$ 164,407	\$ 166,476	\$ 161,572	\$ 136,034
City's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Covered-employee Payroll	-124.2%	-92.4%	-84.0%	-100.6%	-85.0%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	138.9%	125.8%	129.4%	140.6%	139.0%
	<u>12/31/2018</u>	<u>12/31/2017</u>	<u>12/31/2016</u>	<u>12/31/2015</u>	<u>12/31/2014</u>
City Contributions					
Statutorily Required Contribution	\$ 18,664	\$ 17,263	\$ 17,480	\$ 16,965	\$ 14,248
Contributions in Relation to the Statutorily Required Contribution	<u>(18,664)</u>	<u>(17,263)</u>	<u>(17,480)</u>	<u>(16,965)</u>	<u>(14,248)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's Covered-employee Payroll	\$ 735,157	\$ 177,757	\$ 164,407	\$ 166,476	\$ 161,572
Contributions as a Percentage of Covered-employee Payroll	2.54%	9.71%	10.63%	10.19%	8.82%

This schedule is presented to show information for 10 years. Until information for the full 10-year period is available, information will be presented for the years it is available.

City of Trinidad, Colorado
Schedule of Changes in Net Pension Liability (Asset),
Related Ratios (Multiyear) and Contributions
Old Hire Fire Pension Fund
December 31, 2023

Measurement Period Ending December 31,	12/31/2022	12/31/2021	12/31/2020	12/31/2019	12/31/2018
Total Pension Liability					
Service Cost	\$ -	\$ -	\$ -	\$ -	\$ -
Interest on the Total Pension Liability	55,439	49,535	51,762	66,020	68,458
Benefit Changes	-	-	-	-	-
Difference between Expected and Actual Experience	-	191,011	-	65,140	-
Assumption Changes	-	-	-	237,654	-
Benefit Payments	<u>(112,054)</u>	<u>(106,716)</u>	<u>(95,912)</u>	<u>(100,941)</u>	<u>(100,986)</u>
Net Change in Total Pension Liability	(56,615)	133,830	(44,150)	267,873	(32,528)
Total Pension Liability - Beginning of year	<u>1,287,381</u>	<u>1,153,551</u>	<u>1,197,701</u>	<u>929,828</u>	<u>962,356</u>
Total Pension Liability - End of year	<u>\$ 1,230,766</u>	<u>\$ 1,287,381</u>	<u>\$ 1,153,551</u>	<u>\$ 1,197,701</u>	<u>\$ 929,828</u>
Plan Fiduciary Net Pension					
Employer Contributions	\$ 48,033	\$ 48,033	\$ 35,720	\$ 35,720	\$ 72,529
Employee Contributions	-	-	-	-	-
Pension Plan Net Investment Income	(65,448)	2,737	45,624	71,657	512
Benefit Payments	(112,054)	(106,716)	(95,912)	(100,941)	(100,986)
Pension Plan Administrative Expense	<u>(3,594)</u>	<u>(1,679)</u>	<u>(3,186)</u>	<u>(2,002)</u>	<u>(4,081)</u>
Net Change in Plan Fiduciary Net Position	(133,063)	(57,625)	(17,754)	4,434	(32,026)
Plan Fiduciary Net Position - Beginning of year	<u>546,857</u>	<u>604,482</u>	<u>622,236</u>	<u>617,802</u>	<u>649,828</u>
Plan Fiduciary Net Position - End of year	<u>\$ 413,794</u>	<u>\$ 546,857</u>	<u>\$ 604,482</u>	<u>\$ 622,236</u>	<u>\$ 617,802</u>
Net Pension Liability (Asset)	\$ 816,972	\$ 740,524	\$ 549,069	\$ 575,465	\$ 312,026
Plan Fiduciary Net Pension as a Percentage of Total Pension Liability	33.6%	42.5%	52.4%	52.0%	66.4%
Covered Payroll	N/A	N/A	N/A	N/A	N/A
Net Pension Liability as a Percentage of Covered Payroll	N/A	N/A	N/A	N/A	N/A
City Contributions					
Actuarially Determined Contribution	\$ 48,033	\$ 48,033	\$ 35,720	\$ 35,720	\$ 72,529
Actual Contributions	<u>(48,033)</u>	<u>(48,033)</u>	<u>(35,720)</u>	<u>(35,720)</u>	<u>(72,529)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	N/A	N/A	N/A	N/A	N/A
Contribution as a Percentage of Covered Payroll	N/A	N/A	N/A	N/A	N/A

This schedule is presented to show information for 10 years. Until information for the full 10-year period is available, information will be presented for the years it is available.

(Continued)

City of Trinidad, Colorado
Schedule of Changes in Net Pension Liability (Asset),
Related Ratios (Multiyear) and Contributions
Old Hire Fire Pension Fund
December 31, 2023
(Continued)

	<u>12/31/2017</u>	<u>12/31/2016</u>	<u>12/31/2015</u>	<u>12/31/2014</u>
Measurement Period Ending December 31,				
Total Pension Liability				
Service Cost	\$ -	\$ -	\$ -	\$ -
Interest on the Total Pension Liability	88,397	89,671	89,327	91,715
Benefit Changes	-	-	-	-
Difference between Expected and Actual Experience	(251,600)	-	(57,783)	-
Assumption Changes	-	-	89,102	-
Benefit Payments	<u>(104,242)</u>	<u>(108,992)</u>	<u>(122,872)</u>	<u>(124,229)</u>
Net Change in Total Pension Liability	(267,445)	(19,321)	(2,226)	(32,514)
Total Pension Liability - Beginning of year	<u>1,229,801</u>	<u>1,249,122</u>	<u>1,251,348</u>	<u>1,283,862</u>
Total Pension Liability - End of year	<u>\$ 962,356</u>	<u>\$ 1,229,801</u>	<u>\$ 1,249,122</u>	<u>\$ 1,251,348</u>
Plan Fiduciary Net Pension				
Employer Contributions	\$ 72,529	\$ 72,428	\$ 78,695	\$ 75,199
Employee Contributions	-	-	-	-
Pension Plan Net Investment Income	85,284	31,425	11,624	42,816
Benefit Payments	(104,242)	(108,992)	(122,872)	(124,229)
Pension Plan Administrative Expense	<u>(1,628)</u>	<u>(3,062)</u>	<u>(1,255)</u>	<u>(4,362)</u>
Net Change in Plan Fiduciary Net Position	51,943	(8,201)	(33,808)	(10,576)
Plan Fiduciary Net Position - Beginning of year	<u>597,885</u>	<u>606,086</u>	<u>639,894</u>	<u>650,470</u>
Plan Fiduciary Net Position - End of year	<u>\$ 649,828</u>	<u>\$ 597,885</u>	<u>\$ 606,086</u>	<u>\$ 639,894</u>
Net Pension Liability (Asset)	\$ 312,528	\$ 631,916	\$ 643,036	\$ 611,454
Plan Fiduciary Net Pension as a Percentage of Total Pension Liability	67.5%	48.6%	48.5%	51.1%
Covered Payroll	N/A	N/A	N/A	N/A
Net Pension Liability as a Percentage of Covered Payroll	N/A	N/A	N/A	N/A
City Contributions				
Actuarially Determined Contribution	\$ 72,529	\$ 72,529	\$ 72,428	\$ 75,199
Actual Contributions	<u>(72,529)</u>	<u>(72,529)</u>	<u>(72,428)</u>	<u>(75,199)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	N/A	N/A	N/A	N/A
Contribution as a Percentage of Covered Payroll	N/A	N/A	N/A	N/A

This schedule is presented to show information for 10 years. Until information for the full 10-year period is available, information will be presented for the years it is available.

(Continued)

City of Trinidad, Colorado
Schedule of Changes in Net Pension Liability (Asset),
Related Ratios (Multiyear) and Contributions
Old Hire Police Pension Fund
December 31, 2023

Measurement Period Ending December 31,	12/31/2022	12/31/2021	12/31/2020	12/31/2019	12/31/2018
Total Pension Liability					
Service Cost	\$ -	\$ -	\$ -	\$ -	\$ -
Interest on the Total Pension Liability	3,928	4,083	4,541	6,095	6,711
Benefit Changes	-	-	-	-	-
Difference between Expected and Actual Experience	-	3,525	-	11,168	-
Assumption Changes	-	-	-	17,347	-
Benefit Payments	<u>(7,480)</u>	<u>(14,517)</u>	<u>(14,919)</u>	<u>(14,919)</u>	<u>(14,919)</u>
Net Change in Total Pension Liability	(3,552)	(6,909)	(10,378)	19,691	(8,208)
Total Pension Liability - Beginning of year	<u>90,998</u>	<u>97,907</u>	<u>108,285</u>	<u>88,594</u>	<u>96,802</u>
Total Pension Liability - End of year	<u>\$ 87,446</u>	<u>\$ 90,998</u>	<u>\$ 97,907</u>	<u>\$ 108,285</u>	<u>\$ 88,594</u>
Plan Fiduciary Net Pension					
Employer Contributions	\$ 12,966	\$ 12,966	\$ 10,986	\$ 10,986	\$ 13,070
Employee Contributions	-	-	-	-	-
Pension Plan Net Investment Income	(2,630)	99	1,933	3,475	99
Benefit Payments	(7,480)	(14,517)	(14,919)	(14,919)	(14,919)
Pension Plan Administrative Expense	<u>(3,074)</u>	<u>(1,679)</u>	<u>(2,935)</u>	<u>(1,794)</u>	<u>(3,616)</u>
Net Change in Plan Fiduciary Net Position	(218)	(3,131)	(4,935)	(2,252)	(5,366)
Plan Fiduciary Net Position - Beginning of year	<u>20,622</u>	<u>23,753</u>	<u>28,688</u>	<u>30,940</u>	<u>36,306</u>
Plan Fiduciary Net Position - End of year	<u>\$ 20,404</u>	<u>\$ 20,622</u>	<u>\$ 23,753</u>	<u>\$ 28,688</u>	<u>\$ 30,940</u>
Net Pension Liability (Asset)	\$ 67,042	\$ 70,376	\$ 74,154	\$ 79,597	\$ 57,654
Plan Fiduciary Net Pension as a Percentage of Total Pension Liability	23.3%	22.7%	24.3%	26.5%	34.9%
Covered Payroll	N/A	N/A	N/A	N/A	N/A
Net Pension Liability as a Percentage of Covered Payroll	N/A	N/A	N/A	N/A	N/A
City Contributions					
Actuarially Determined Contribution	\$ 12,966	\$ 12,966	\$ 10,986	\$ 10,986	\$ 13,070
Actual Contributions	<u>(12,966)</u>	<u>(12,966)</u>	<u>(10,986)</u>	<u>(10,986)</u>	<u>(13,070)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	N/A	N/A	N/A	N/A	N/A
Contribution as a Percentage of Covered Payroll	N/A	N/A	N/A	N/A	N/A

This schedule is presented to show information for 10 years. Until information for the full 10-year period is available, information will be presented for the years it is available.

(Continued)

City of Trinidad, Colorado
Schedule of Changes in Net Pension Liability (Asset),
Related Ratios (Multiyear) and Contributions
Old Hire Police Pension Fund
December 31, 2023
(Continued)

	<u>12/31/2017</u>	<u>12/31/2016</u>	<u>12/31/2015</u>	<u>12/31/2014</u>
Measurement Period Ending December 31,				
Total Pension Liability				
Service Cost	\$ -	\$ -	\$ -	\$ -
Interest on the Total Pension Liability	7,783	8,501	7,877	8,620
Benefit Changes	-	-	-	-
Difference between Expected and Actual Experience	(5,778)	-	13,012	-
Assumption Changes	-	-	5,956	-
Benefit Payments	<u>(17,624)</u>	<u>(18,525)</u>	<u>(18,525)</u>	<u>(18,525)</u>
Net Change in Total Pension Liability	(15,619)	(10,024)	8,320	(9,905)
Total Pension Liability - Beginning of year	<u>112,421</u>	<u>122,445</u>	<u>114,125</u>	<u>124,030</u>
Total Pension Liability - End of year	<u>\$ 96,802</u>	<u>\$ 112,421</u>	<u>\$ 122,445</u>	<u>\$ 114,125</u>
Plan Fiduciary Net Pension				
Employer Contributions	\$ 13,070	\$ 8,031	\$ 8,566	\$ 6,424
Employee Contributions	-	-	-	-
Pension Plan Net Investment Income	4,984	2,079	1,049	4,176
Benefit Payments	(17,624)	(18,525)	(18,525)	(18,525)
Pension Plan Administrative Expense	<u>(1,440)</u>	<u>(1,941)</u>	<u>(443)</u>	<u>(3,232)</u>
Net Change in Plan Fiduciary Net Position	(1,010)	(10,356)	(9,353)	(11,157)
Plan Fiduciary Net Position - Beginning of year	<u>37,316</u>	<u>47,672</u>	<u>57,025</u>	<u>68,182</u>
Plan Fiduciary Net Position - End of year	<u>\$ 36,306</u>	<u>\$ 37,316</u>	<u>\$ 47,672</u>	<u>\$ 57,025</u>
Net Pension Liability (Asset)	\$ 60,496	\$ 75,105	\$ 74,773	\$ 57,100
Plan Fiduciary Net Pension as a Percentage of Total Pension Liability	37.5%	33.2%	38.9%	50.0%
Covered Payroll	N/A	N/A	N/A	N/A
Net Pension Liability as a Percentage of Covered Payroll	N/A	N/A	N/A	N/A
City Contributions				
Actuarially Determined Contribution	\$ 13,070	\$ 13,070	\$ 8,031	\$ 6,424
Actual Contributions	<u>(13,070)</u>	<u>(13,070)</u>	<u>(8,566)</u>	<u>(6,424)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (535)</u>	<u>\$ -</u>
Covered Payroll	N/A	N/A	N/A	N/A
Contribution as a Percentage of Covered Payroll	N/A	N/A	N/A	N/A

This schedule is presented to show information for 10 years. Until information for the full 10-year period is available, information will be presented for the years it is available.

(Continued)

City of Trinidad, Colorado
Budgetary Comparison Schedule
General Fund
For the Year Ended December 31, 2023

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes				
Property	\$ 1,321,000	\$ 1,321,000	\$ 1,385,082	\$ 64,082
Specific Ownership	275,000	275,000	258,958	(16,042)
General Sales and Use	7,800,500	7,800,500	7,494,712	(305,788)
Specific Sales and Use	2,175,000	2,175,000	2,137,944	(37,056)
Franchise	100,000	100,000	85,237	(14,763)
	<u>11,671,500</u>	<u>11,671,500</u>	<u>11,361,933</u>	<u>(309,567)</u>
Licenses and Permits				
Business	113,800	113,800	122,669	8,869
Building, Zoning and Paving Permits	100,000	100,000	111,060	11,060
	<u>213,800</u>	<u>213,800</u>	<u>233,729</u>	<u>19,929</u>
Intergovernmental				
State Shared Revenues	751,580	751,580	940,470	188,890
Grants	443,000	443,000	191,452	(251,548)
	<u>1,194,580</u>	<u>1,194,580</u>	<u>1,131,922</u>	<u>(62,658)</u>
Charges for Services				
Delinquent Assessments	50,000	50,000	62,855	12,855
Culture and Recreation	82,000	82,000	72,662	(9,338)
Security	230,000	230,000	210,102	(19,898)
Other	70,050	70,050	35,012	(35,038)
	<u>432,050</u>	<u>432,050</u>	<u>380,631</u>	<u>-51,419</u>
Fines & Forfeits				
Court	27,500	27,500	57,904	30,404
Miscellaneous/Other				
Earnings and Investments	75,000	75,000	498,498	423,498
Other	403,064	403,064	561,584	158,520
	<u>478,064</u>	<u>478,064</u>	<u>1,060,082</u>	<u>582,018</u>
Total Revenues	<u>\$ 14,017,494</u>	<u>\$ 14,017,494</u>	<u>\$ 14,226,201</u>	<u>\$ 208,707</u>

(Continued)

City of Trinidad, Colorado
 Budgetary Comparison Schedule
 General Fund
 For the Year Ended December 31, 2023
 (Continued)

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Expenditures				
Current				
General Government				
City Council	\$ 96,932	\$ 96,932	\$ 101,587	\$ (4,655)
City Attorney	83,791	83,791	92,976	(9,185)
Municipal Court	94,521	94,521	100,457	(5,936)
City Manager	557,028	557,028	557,000	28
Information Technology	613,547	613,547	658,565	(45,018)
Elections	-	-	7,540	(7,540)
Finance	320,346	320,346	333,414	(13,068)
5% Tax Revenue Projects	1,652,650	1,919,318	730,468	1,188,850
Development Services	807,598	807,598	515,825	291,773
Other General and Administrative	702,750	110,350	763,699	(653,349)
Local Agencies Support	180,900	180,900	448,292	(267,392)
Facilities Services	360,000	360,000	478,968	(118,968)
Economic Development				
	<u>5,470,063</u>	<u>5,144,331</u>	<u>4,788,791</u>	<u>355,540</u>
Public Safety				
Police	3,258,484	3,258,484	3,457,782	(199,298)
Dispatch	544,623	544,623	390,580	154,043
Fire	1,956,417	1,956,417	2,035,875	(79,458)
Animal Shelter	-	-	319	(319)
	<u>5,759,524</u>	<u>5,759,524</u>	<u>5,884,556</u>	<u>(125,032)</u>
Public Works				
Engineering	455,068	455,068	342,447	112,621
Fleet Maintenance	442,499	442,499	469,865	(27,366)
Public Works	1,524,219	1,524,219	1,548,614	(24,395)
	<u>2,421,786</u>	<u>2,421,786</u>	<u>2,360,926</u>	<u>60,860</u>
Culture and Recreation				
Parks, Sports and Recreation	629,569	629,569	644,149	(14,580)
Public Library	385,506	385,506	388,507	(3,001)
	<u>1,015,075</u>	<u>1,015,075</u>	<u>1,032,656</u>	<u>(17,581)</u>
Economic Development	431,456	431,456	257,436	174,020
Capital Outlays	1,258,199	1,258,199	333,345	924,854
Contingency	100,794	100,794	-	100,794
Total Expenditures	<u>16,456,897</u>	<u>16,131,165</u>	<u>14,657,710</u>	<u>1,473,455</u>
Excess Revenues Over (Under) Expenditures	<u>(2,439,403)</u>	<u>(2,113,671)</u>	<u>(431,509)</u>	<u>(1,264,748)</u>
Other Financing Sources (Uses)				
Transfers In	1,478,555	1,478,555	1,485,841	7,286
Transfers Out	(1,054,750)	(1,054,750)	(703,945)	350,805
Net Change in Fund Balance	(2,015,598)	(1,689,866)	350,387	(906,657)
Fund Balance, Beginning of year	<u>14,516,300</u>	<u>14,516,300</u>	<u>15,138,848</u>	<u>622,548</u>
Fund Balance, End of year	<u>\$ 12,500,702</u>	<u>\$ 12,826,434</u>	<u>\$ 15,489,235</u>	<u>\$ (284,109)</u>

See Accompanying Independent Auditor's Report.

City of Trinidad, Colorado
Budgetary Comparison Schedule
Capital Projects Fund
For the Year Ended December 31, 2023

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes	\$ 2,600,000	\$ 2,600,000	\$ 2,498,237	\$ (101,763)
Intergovernmental	11,612,748	11,612,748	2,334,088	(9,278,660)
Interest	15,000	15,000	356,166	341,166
Local Contributions	10,000	10,000	-	(10,000)
Other	-	-	363,221	363,221
	<u>14,237,748</u>	<u>14,237,748</u>	<u>5,551,712</u>	<u>(8,686,036)</u>
Total Revenues				
Expenditures				
Capital Outlay	<u>25,466,862</u>	<u>25,466,862</u>	<u>9,631,780</u>	<u>15,835,082</u>
Total Expenditures	<u>25,466,862</u>	<u>25,466,862</u>	<u>9,631,780</u>	<u>15,835,082</u>
Excess Revenues Over (Under) Expenditures	(11,229,114)	(11,229,114)	(4,080,068)	7,149,046
Other Financing Sources (Uses)				
Transfers In	<u>957,400</u>	<u>498,000</u>	<u>498,000</u>	<u>-</u>
Net Change in Fund Balance	(10,271,714)	(10,731,114)	(3,582,068)	7,149,046
Fund Balance, Beginning of year	<u>11,257,396</u>	<u>11,257,396</u>	<u>11,156,281</u>	<u>(101,115)</u>
Fund Balance, End of year	<u>\$ 985,682</u>	<u>\$ 526,282</u>	<u>\$ 7,574,213</u>	<u>\$ 7,047,931</u>

City of Trinidad, Colorado
Notes to Required Supplementary Information
December 31, 2023

Note 1: Stewardship, Compliance, and Accountability

Budgets

Budgets are legally adopted for all funds of the City. Budgets for the governmental funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgetary comparisons for the proprietary fund are presented on a non-GAAP budgetary basis, whereby capital outlay and debt principal are budgeted as expenditures.

The City follows these procedures to establish the budgetary information reflected in the financial statements:

- Management submits to the City Board a proposed budget for the fiscal year commencing the following January 1. The budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted to obtain taxpayer comments.
- Prior to December 31, the budget is legally enacted through passage of a resolution.
- Management is authorized to transfer budgeted amounts between departments within any fund. However, any revisions that alter the total expenditures of any fund must be approved by the City Board.
- All appropriations lapse at year end.

Supplementary Information

City of Trinidad, Colorado
Balance Sheet
Nonmajor Governmental Funds
December 31, 2023

	Economic Development	Tourism	Lottery	Total
Assets				
Cash and Cash Equivalents	\$ 1,843,878	\$ 354,374	\$ 178,214	\$ 2,376,466
Other Taxes Receivables	-	68,487	-	68,487
Accounts Receivables	-	845	-	845
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 1,843,878</u>	<u>\$ 423,706</u>	<u>\$ 178,214</u>	<u>\$ 2,445,798</u>
Liabilities				
Accounts Payable	\$ 1,062	\$ 29,088	\$ 3,529	\$ 33,679
Accrued Expenses	-	281	-	281
Accrued Payroll	-	2,317	-	2,317
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>1,062</u>	<u>31,686</u>	<u>3,529</u>	<u>36,277</u>
Fund Balance				
Restricted				
Parks and Recreation			174,685	174,685
Assigned				
Tourism Promotion		392,020		392,020
Economic Development	1,842,816			1,842,816
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Fund Balance	<u>1,842,816</u>	<u>392,020</u>	<u>174,685</u>	<u>2,409,521</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ 1,843,878</u>	<u>\$ 423,706</u>	<u>\$ 178,214</u>	<u>\$ 2,445,798</u>

City of Trinidad, Colorado
Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2023

	Economic Development	Tourism	Lottery	Total
Revenues				
Taxes	\$ -	\$ 382,182	\$ -	\$ 382,182
Intergovernmental	-	-	117,536	117,536
Investment Income	29,302	12,001	130	41,433
Other Revenue	-	18,050	-	18,050
Total Revenues	<u>29,302</u>	<u>412,233</u>	<u>117,666</u>	<u>559,201</u>
Expenditures				
General Government	-	168,211	-	168,211
Culture and Recreation	-	-	104,030	104,030
Economic Development	236,413	-	-	236,413
Tourism	-	430,576	-	430,576
Total Expenditures	<u>236,413</u>	<u>598,787</u>	<u>104,030</u>	<u>939,230</u>
Excess Revenues Over (Under) Expenditures	<u>(207,111)</u>	<u>(186,554)</u>	<u>13,636</u>	<u>(380,029)</u>
Other Financing Sources (Uses)				
Transfers In	49,927	50,000	-	99,927
Transfers Out	-	(7,286)	-	(7,286)
Other Financing Sources (Uses)	<u>49,927</u>	<u>42,714</u>	<u>-</u>	<u>92,641</u>
Net Change in Fund Balance	(157,184)	(143,840)	13,636	(287,388)
Fund Balance, Beginning of year	<u>2,000,000</u>	<u>535,860</u>	<u>161,049</u>	<u>2,696,909</u>
Fund Balance, End of year	<u>\$ 1,842,816</u>	<u>\$ 392,020</u>	<u>\$ 174,685</u>	<u>\$ 2,409,521</u>

City of Trinidad, Colorado
Budgetary Comparison Schedule
Economic Development Fund
For the Year Ended December 31, 2023

	Original and Final Budget	Actual	Variance <i>Positive</i> <i>(Negative)</i>
Revenues			
Interest	\$ 10,000	\$ 29,302	\$ 19,302
Total Revenues	10,000	29,302	19,302
Expenditures			
Economic Development	1,000,000	236,413	763,587
Total Expenditures	1,000,000	236,413	763,587
Excess Revenues Over (Under) Expenditures	(990,000)	(207,111)	782,889
Other Financing Sources (Uses)			
Transfer In	75,000	49,927	(25,073)
Net Change in Fund Balance	(915,000)	(157,184)	757,816
Fund Balance, Beginning of year	2,000,000	2,000,000	-
Fund Balance, End of year	\$ 1,085,000	\$ 1,842,816	\$ 757,816

City of Trinidad, Colorado
Budgetary Comparison Schedule
Tourism Fund
For the Year Ended December 31, 2023

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes	\$ 445,000	\$ 445,000	\$ 382,182	\$ (62,818)
Interest	1,500	1,500	12,001	10,501
Misc	8,025	8,025	18,050	10,025
	<u>454,525</u>	<u>454,525</u>	<u>412,233</u>	<u>(42,292)</u>
Total Revenues				
	<u>454,525</u>	<u>454,525</u>	<u>412,233</u>	<u>(42,292)</u>
Expenditures				
General Government				
Visitor Welcome Center	155,033	155,033	168,211	(13,178)
Tourism				
General	468,550	468,550	421,524	47,026
Trolley	33,757	33,757	9,052	24,705
	<u>657,340</u>	<u>657,340</u>	<u>598,787</u>	<u>58,553</u>
Total Expenditures				
	<u>657,340</u>	<u>657,340</u>	<u>598,787</u>	<u>58,553</u>
Excess Revenues Over (Under) Expenditures	(202,815)	(202,815)	(186,554)	16,261
Other Financing Source (Uses)				
Transfers In	50,000	50,000	50,000	-
Transfers Out	-	(5,000)	(7,286)	(2,286)
	<u>(152,815)</u>	<u>(157,815)</u>	<u>(143,840)</u>	<u>13,975</u>
Net Change in Fund Balance	(152,815)	(157,815)	(143,840)	13,975
Fund Balance, Beginning of year	<u>474,387</u>	<u>474,387</u>	<u>535,860</u>	<u>61,473</u>
Fund Balance, End of year	<u>\$ 321,572</u>	<u>\$ 316,572</u>	<u>\$ 392,020</u>	<u>\$ 75,448</u>

City of Trinidad, Colorado
 Budgetary Comparison Schedule
 Lottery Fund
 For the Year Ended December 31, 2023

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Intergovernmental	\$ 100,000	\$ 100,000	\$ 117,536	\$ 17,536
Interest	100	100	130	30
	<u>100,100</u>	<u>100,100</u>	<u>117,666</u>	<u>17,566</u>
Total Revenues	<u>100,100</u>	<u>100,100</u>	<u>117,666</u>	<u>17,566</u>
Expenditures				
Culture and Recreation	<u>106,000</u>	<u>138,000</u>	<u>104,030</u>	<u>33,970</u>
Total Expenditures	<u>106,000</u>	<u>138,000</u>	<u>104,030</u>	<u>33,970</u>
Excess Revenues Over Net Change in Fund Balance	(5,900)	(37,900)	13,636	(16,404)
Fund Balance, Beginning of year	<u>113,722</u>	<u>113,722</u>	<u>161,049</u>	<u>47,327</u>
Fund Balance, End of year	<u>\$ 107,822</u>	<u>\$ 75,822</u>	<u>\$ 174,685</u>	<u>\$ 30,923</u>

City of Trinidad, Colorado
Budgetary Comparison Schedule
Power and Light Fund
For the Year Ended December 31, 2023

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services				
Commercial Sales	\$ 3,850,000	\$ 3,850,000	\$ 3,842,922	\$ (7,078)
Residential Sales	4,050,000	4,050,000	4,004,594	(45,406)
Dusk to Dawn Security Lites	127,500	127,500	129,581	2,081
Street Lighting	134,430	134,430	127,931	(6,499)
Water Heaters	25,150	25,150	22,186	(2,964)
Meter Connect Fees	12,000	12,000	10,730	(1,270)
Interest Income	10,000	10,000	26,149	16,149
Other	83,000	83,000	159,170	76,170
	<u>8,292,080</u>	<u>8,292,080</u>	<u>8,323,263</u>	<u>31,183</u>
Expenditures				
Operating Expenses	1,690,871	1,760,871	1,724,591	36,280
Power Purchases	5,706,500	5,706,500	5,536,348	170,152
Plant Operations	29,750	29,750	36,225	(6,475)
Distribution Operations	209,400	284,400	139,242	145,158
Capital Outlay	501,700	1,101,700	1,500,348	(398,648)
Debt Service				
Principal	153,295	153,295	153,290	5
Interest	59,430	59,430	66,826	(7,396)
	<u>8,350,946</u>	<u>9,095,946</u>	<u>9,156,870</u>	<u>(60,924)</u>
Excess Revenues Over (Under) Expenditures	(58,866)	(803,866)	(833,607)	(29,741)
Other Financing Sources (Uses)				
Loan Proceeds	236,697	236,697	-	236,697
Capital Contributions	-	600,000	970,756	(370,756)
Transfers In	185,000	185,000	185,000	-
Transfers Out	(540,962)	(540,962)	(540,962)	-
	<u>(178,131)</u>	<u>(323,131)</u>	<u>(218,813)</u>	<u>(163,800)</u>
Change in Net Position, Budgetary Basis	<u>\$ (178,131)</u>	<u>\$ (323,131)</u>	<u>(218,813)</u>	<u>\$ (163,800)</u>
Reconciliation to GAAP Basis				
Proceeds from Lease Liability			-	
Principal Payments			153,290	
Capital Outlay			1,500,348	
Depreciation			(205,570)	
Change in Net Position, GAAP Basis			<u>\$ 1,229,255</u>	

City of Trinidad, Colorado
Budgetary Comparison Schedule
Water Fund
For the Year Ended December 31, 2023

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services				
Commercial Sales	\$ 1,480,000	\$ 1,480,000	\$ 1,543,639	\$ 63,639
Residential Sales	1,447,000	1,447,000	1,436,050	(10,950)
Meter Connect Fees	7,000	7,000	6,000	(1,000)
Intergovernmental	860,000	860,000	76,764	(783,236)
Interest Income	27,500	27,500	108,613	81,113
Other	388,750	388,750	566,496	177,746
	<u>4,210,250</u>	<u>4,210,250</u>	<u>3,737,562</u>	<u>(472,688)</u>
Expenditures				
Operating Expenses	1,777,578	1,777,578	1,790,035	(12,457)
Water Transmission	46,750	46,750	52,030	(5,280)
Water Distribution	462,300	462,300	567,378	(105,078)
Madrid Chlorination	650	650	599	51
Water Filtration	150,500	150,500	146,369	4,131
North Lake	12,000	12,000	7,732	4,268
Monument Lake	20,500	20,500	12,504	7,996
Capital Outlay	1,667,100	1,667,100	437,001	1,230,099
Debt Service				
Principal	125,123	125,123	125,123	-
Interest	66,580	66,580	65,378	1,202
	<u>4,329,081</u>	<u>4,329,081</u>	<u>3,204,149</u>	<u>1,124,932</u>
Excess Revenues Over (Under) Expenditures	(118,831)	(118,831)	533,413	652,244
Other Financing Sources (Uses)				
Loan Proceeds				
Capital Contributions	-	-	80,480	80,480
Transfers In	-	8,668	8,668	-
Transfers Out	(336,021)	(471,021)	(471,021)	-
	<u>(336,021)</u>	<u>(471,021)</u>	<u>(471,021)</u>	<u>-</u>
Change in Net Position, Budgetary Basis	<u>\$ (454,852)</u>	<u>\$ (581,184)</u>	<u>151,540</u>	<u>\$ 732,724</u>
Reconciliation to GAAP Basis				
Proceeds from Lease Liability			-	
Principal Payments			125,123	
Capital Outlay			437,001	
Depreciation			(779,919)	
			<u>(217,795)</u>	
Change in Net Position, GAAP Basis			<u>\$ (66,255)</u>	

See Accompanying Independent Auditor's Report.

City of Trinidad, Colorado
Budgetary Comparison Schedule
Gas Fund
For the Year Ended December 31, 2023

	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Charges for Services			
Commercial Sales	\$ 1,385,000	\$ 1,336,078	\$ (48,922)
Residential Sales	2,083,000	2,119,103	36,103
Meter Connect Fees	10,500	9,360	(1,140)
Interest Income	35,000	169,184	134,184
Other	39,500	69,123	29,623
	<u>3,553,000</u>	<u>3,702,848</u>	<u>149,848</u>
Expenditures			
Operating Expenses	993,333	1,011,002	(17,669)
Regulating Station	6,000	-	6,000
Gas Distribution	164,775	185,090	(20,315)
Gas Purchase	1,800,000	1,361,405	438,595
Capital Outlay	1,035,000	381,307	653,693
Debt Service			
Principal	61,341	61,341	-
Interest	32,640	32,051	589
	<u>4,093,089</u>	<u>3,032,196</u>	<u>1,060,893</u>
Excess Revenues Over (Under) Expenditures	(540,089)	670,652	1,210,741
Other Financing Sources (Uses)			
Capital Contributions	-	2,883	2,883
Transfers Out	(363,546)	(363,546)	-
	<u>(363,546)</u>	<u>(363,546)</u>	<u>-</u>
Change in Net Position, Budgetary Basis	<u>\$ (903,635)</u>	<u>309,989</u>	<u>\$ 1,213,624</u>
Reconciliation to GAAP Basis			
Principal Payments		61,341	
Capital Outlay		381,307	
Depreciation		(174,116)	
		<u>578,521</u>	
Change in Net Position, GAAP Basis		<u>\$ 578,521</u>	

City of Trinidad, Colorado
Budgetary Comparison Schedule
Sewer Fund
For the Year Ended December 31, 2023

	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Charges for Services			
Commercial Sales	\$ 568,000	\$ 627,383	\$ 59,383
Residential Sales	1,800,000	1,698,283	(101,717)
Grants	328,165	-	(328,165)
Interest Income	5,000	5,328	328
Other	39,000	62,344	23,344
	<u>2,740,165</u>	<u>2,393,338</u>	<u>(346,827)</u>
Expenditures			
Operating Expenses	236,274	235,571	703
Sewage Treatment Plant	1,344,971	1,339,095	5,876
Sewage Collection	-	1,157	(1,157)
Capital Outlay	328,165	221,967	106,198
	<u>1,909,410</u>	<u>1,797,790</u>	<u>111,620</u>
Excess Revenues Over (Under) Expenditures	830,755	595,548	(235,207)
Other Financing Sources (Uses)			
Capital Contributions	-	221,967	221,967
Transfers Out	(137,320)	(137,320)	-
	<u>(137,320)</u>	<u>(137,320)</u>	<u>-</u>
Change in Net Position, Budgetary Basis	<u>\$ 693,435</u>	<u>680,195</u>	<u>\$ (13,240)</u>
Reconciliation to GAAP Basis			
Capital Outlay		221,967	
Depreciation		(311,327)	
		<u>221,967</u>	
Change in Net Position, GAAP Basis		<u>\$ 590,835</u>	

City of Trinidad, Colorado
 Budgetary Comparison Schedule
 Landfill Fund
 For the Year Ended December 31, 2023

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Other Revenue				
Refuse Disposal	\$ 765,000	\$ 765,000	\$ 805,588	\$ 40,588
E Recycle	5,000	5,000	3,174	(1,826)
Miscellaneous	1,000	1,000	19,325	18,325
Penalties	1,200	1,200	2,237	1,037
Bad Debt Arrears	-	-	168	168
Interest Income	6,000	6,000	38,570	32,570
	<u>778,200</u>	<u>778,200</u>	<u>869,062</u>	<u>90,862</u>
Expenditures				
Operating Expenses	519,219	604,219	595,664	8,555
Capital Outlay	100,000	155,000	173,388	(18,388)
Debt Service				
Principal	41,150	41,150	41,150	-
Interest	6,200	6,200	5,273	927
	<u>666,569</u>	<u>806,569</u>	<u>815,475</u>	<u>(8,906)</u>
Excess Revenues Over (Under) Expenditures	111,631	(28,369)	53,587	81,956
Other Financing Sources (Uses)				
Transfers In	47,350	47,350	47,350	
Transfers Out	(100,706)	(100,706)	(100,706)	-
	<u>(53,356)</u>	<u>(53,356)</u>	<u>(53,356)</u>	<u>(53,356)</u>
Change in Net Position, Budgetary Basis	\$ <u>58,275</u>	\$ <u>(81,725)</u>	<u>231</u>	\$ <u>81,956</u>
Reconciliation to GAAP Basis				
Principal Payments			41,150	
Capital Outlay			173,388	
Depreciation			(93,477)	(93,477)
			<u>121,061</u>	
Change in Net Position, GAAP Basis			\$ <u>121,292</u>	

State Compliance

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

This Information From The Records Of: CITY OF TRINIDAD	Prepared By: CHERYL NAVARETTE
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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. EXPENDITURES FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway expenditures:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	\$ 4,848,089.00
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	\$ 921,954.00
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	\$ 184,391.00
2. General fund appropriations	\$ 1,587,971.00	b. Snow and ice removal	\$ 368,782.00
3. Other local imposts (from page 2)	\$ 5,199,756.00	c. Other	
4. Miscellaneous local receipts (from page 2)	\$ 58,068.00	d. Total (a. through c.)	\$ 553,173.00
5. Transfers from toll facilities		4. General administration & miscellaneous	\$ 25,920.00
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	\$ 864,446.00
a. Bonds - Original Issues		6. Total (1 through 5)	\$ 7,213,582.00
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	\$ -	a. Interest	
7. Total (1 through 6)	\$ 6,845,795.00	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	\$ -
C. Receipts from State government (from page 2)	\$ 367,787.00	2. Notes:	
D. Receipts from Federal Government (from page 2)	\$ -	a. Interest	
E. Total receipts (A.7 + B + C + D)	\$ 7,213,582.00	b. Redemption	
		c. Total (a. + b.)	\$ -
		3. Total (1.c + 2.c)	\$ -
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total expenditures (A.6 + B.3 + C + D)	\$ 7,213,582.00

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

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

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

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
		\$ 7,213,582.00	\$ 7,213,582.00		\$ -

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

STATE:
COLORADO
 YEAR ENDING (mm/yy):
12/23

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments		a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	\$ 23,056.00
1. Sales Taxes	\$ 4,786,516.00	c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	\$ 35,012.00
5. Specific Ownership &/or Other	\$ 413,240.00	g. Other Misc. Receipts	
6. Total (1. through 5.)	\$ 5,199,756.00	h. Other	
c. Total (a. + b.)	\$ 5,199,756.00	i. Total (a. through h.)	\$ 58,068.00
<i>(Carry forward to page 1)</i>		<i>(Carry forward to page 1)</i>	

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes (from Item I.C.5.)	\$ 335,327.00	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	\$ 32,460.00	d. Federal Transit Administration	
d. DOLA Grant		e. U.S. Corps of Engineers	
e. Other		f. Other Federal	
f. Total (a. through e.)	\$ 32,460.00	g. Total (a. through f.)	\$ -
4. Total (1. + 2. + 3.f)	\$ 367,787.00	3. Total (1. + 2.g)	\$ -
<i>(Carry forward to page 1)</i>		<i>(Carry forward to page 1)</i>	

III. EXPENDITURES FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			\$ -
b. Engineering Costs		\$ 14,001.00	\$ 14,001.00
c. Construction:			
(1). New Facilities			\$ -
(2). Capacity Improvements			\$ -
(3). System Preservation		\$ 4,834,088.00	\$ 4,834,088.00
(4). System Enhancement And Operation			\$ -
(5). Total Construction (1)+(2)+(3)+(4)	\$ -	\$ 4,834,088.00	\$ 4,834,088.00
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.4)	\$ -	\$ 4,848,089.00	\$ 4,848,089.00
<i>(Carry forward to page 1)</i>			

Notes and Comments: