

New Elmwood Cemetery District

Financial Statements and  
Report of Independent Auditors  
For the Year Ended December 31, 2024

New Elmwood Cemetery District

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December 31, 2024

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
New Elmwood Cemetery District  
Fruita, Colorado

**Opinions**

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the New Elmwood Cemetery District as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the New Elmwood Cemetery District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the New Elmwood Cemetery District as of December 31, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

**Basis for Opinions**

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

**Responsibilities of Management for the Financial Statements**

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

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

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

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the district'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 District's ability to continue as a going concern for a reasonable period of time.

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

#### **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

*Blair and Associates, P.C.*

Cedaredge, CO

June 18, 2025

Management's Discussion and Analysis  
 New Elmwood Cemetery District  
 Fiscal Year 2024

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The discussion and analysis is designed to provide an analysis of the District's financial condition and operating results and to inform the reader on District financial issues and activities. Please read it in conjunction with the District's financial statements that follow the Management's Discussion and Analysis.

**USING THIS ANNUAL REPORT**

The financial statements included in this annual report are those of a special-purpose government engaged only in a business-type activity. The following statements and schedules are included:

- Statement of net assets and governmental fund balance sheet – reports the District's current financial resources (short-term spendable resources with capital assets and short and long-term obligations).
- 
- Statement of revenue, expenditures, and changes in fund balances – governmental and statement of activities – reports the District operating and non-operating revenues by major source along with operating and non-operating expenditures.
- 
- Statement of revenues, expenditures, and change in fund balance actual and budget – compares the District's budgeted and actual revenues and expenditures for the year ended December 31, 2024
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**STATEMENT OF NET POSITION**

The following table shows the condensed statement of net assets for the past two years. Year 2023 was not audited; an exemption from audit was performed.

|                                      |                   |                   |
|--------------------------------------|-------------------|-------------------|
| Current assets                       | \$ 405,976        | \$ 374,148        |
| Capital assets (net of depreciation) | <u>397,757</u>    | <u>394,794</u>    |
| Total assets                         | <u>803,733</u>    | <u>768,942</u>    |
| Current liabilities                  | <u>8,196</u>      | <u>4,260</u>      |
| Total liabilities                    | <u>8,196</u>      | <u>4,260</u>      |
| Deferred Inflow of Resources         |                   |                   |
| Property Taxes                       | <u>96,987</u>     | <u>100,924</u>    |
| Net Position                         |                   |                   |
| Invested in capital assets           | 397,757           | 394,794           |
| Restricted for Tabor emergency       | 6,706             | 6,706             |
| Nonspendable                         | 3,249             | 5,620             |
| Unrestricted                         | <u>290,838</u>    | <u>256,638</u>    |
| Total Net Position                   | <u>\$ 698,550</u> | <u>\$ 663,758</u> |

Management's Discussion and Analysis  
New Elmwood Cemetery District  
Fiscal Year 2024

The net position of the District increased \$34,792 from \$663,758 in 2023 to \$698,550 in 2024. The District's total assets increased from \$768,942 in 2023 to \$803,733 in 2024, for a difference of \$34,791. The District's total liabilities increased in 2024 by \$3,936

**REVIEW OF REVENUES**

| Years ended December 31, | <u>2024</u>       | <u>Unaudited<br/>2023</u> |
|--------------------------|-------------------|---------------------------|
| Operating revenue        |                   |                           |
| Charges for services     | \$ 96,379         | \$ 95,212                 |
| Total                    | <u>96,379</u>     | <u>95,212</u>             |
| Non-operating revenue    |                   |                           |
| Specific ownership tax   | 11,228            | 12,308                    |
| General property tax     | 102,551           | 94,882                    |
| Interest income          | 2,626             | 1,786                     |
| Other revenue            | 12,238            | 8,930                     |
| Total                    | <u>128,643</u>    | <u>117,906</u>            |
| Total revenue            | <u>\$ 225,022</u> | <u>\$ 213,118</u>         |

The District's total revenues increased in 2024 by \$11,904 from 2023. The increase in revenue was due to increase property taxes and charges for services received the District.

**REVIEW OF EXPENDITURES**

| Years ended December 31,   | <u>2024</u>       | <u>Unaudited<br/>2023</u> |
|----------------------------|-------------------|---------------------------|
| Operating expenditures     |                   |                           |
| Cemetery operating expense | \$ 194,621        | \$ 211,584                |
| Capital Outlays            | (14,678)          | -                         |
| Depreciation               | 11,715            | 11,961                    |
| Total Expenditures         | <u>\$ 191,658</u> | <u>\$ 223,545</u>         |

The District's total expenditures decreased in 2024 by \$31,887. This was the result of lower operating expenses.

**ECONOMIC AND OTHER FACTORS**

New Elmwood Cemetery District was set up as an independent District and began operations on January 1, 1950. The District began receiving property tax revenues during 1950. During the ensuing years, the District has used those tax receipts for operating costs as well as capital equipment expenses.

The economy of the District's area has grown continually over the years. There has been a considerable drop in activities in the area due to the drop in oil and gas production and the general decline of the local economy. While the local economy has somewhat stabilized, it has not rebounded as it has in other parts of the state.

Management's Discussion and Analysis  
New Elmwood Cemetery District  
Fiscal Year 2024

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**FINANCIAL CONTACT**

The District's financial statements are designed to present users (service users and taxpayers) with a general overview of the District's finances and to demonstrate the District's accountability. If you have any questions concerning this report or need additional financial information, please contact the, New Elmwood Cemetery District, P.O. Box 244, Fruita Colorado 81521, or 970-858-7900.

New Elmwood Cemetery District  
Statement of Net Position and Governmental Fund Balance Sheet  
December 31, 2024

|   | General<br>Fund   | Adjustments       | Statement of<br>Net Position |
|---|-------------------|-------------------|------------------------------|
| <b>ASSETS</b>                                     |                   |                   |                              |
| Cash and cash equivalents                         | \$ 137,712        | \$ -              | \$ 137,712                   |
| Cash with County Treasurer                        | 850               | -                 | 850                          |
| Investments                                       | 167,178           | -                 | 167,178                      |
| Taxes receivable                                  | 96,987            | -                 | 96,987                       |
| Prepaid Expenses                                  | 3,249             | -                 | 3,249                        |
| Capital Assets (net of accumulated depreciation): |                   | 397,757           | 397,757                      |
| <b>TOTAL ASSETS</b>                               | <b>\$ 405,976</b> | <b>397,757</b>    | <b>803,733</b>               |
| <b>LIABILITIES</b>                                |                   |                   |                              |
| Accounts payable                                  | \$ 457            | -                 | 457                          |
| Other current liabilities                         | 4,021             | -                 | 4,021                        |
| Accrued wages                                     | 3,718             | -                 | 3,718                        |
| <b>Total Liabilities</b>                          | <b>8,196</b>      | <b>-</b>          | <b>8,196</b>                 |
| <b>Deferred Inflows of Resources</b>              |                   |                   |                              |
| Property taxes                                    | 96,987            | -                 | 96,987                       |
| <b>TOTAL LIABILITIES AND DEFERRED INFLOW</b>      | <b>105,183</b>    | <b>-</b>          | <b>105,183</b>               |
| <b>FUND BALANCE</b>                               |                   |                   |                              |
| Emergency reserve - TABOR                         | 6,706             | (6,706)           | -                            |
| Nonspendable                                      | 3,249             | (3,249)           | -                            |
| Unreserved  | 290,838           | (290,838)         | -                            |
| <b>TOTAL FUND BALANCE</b>                         | <b>300,793</b>    | <b>(300,793)</b>  | <b>-</b>                     |
| <b>TOTAL LIABILITIES AND FUND BALANCE</b>         | <b>\$ 405,976</b> |                   |                              |
| <b>NET POSITION</b>                               |                   |                   |                              |
| Invested in capital assets, net of related debt   | \$ -              | 397,757           | 397,757                      |
| Restricted for:                                   |                   |                   |                              |
| TABOR emergency                                   | -                 | 6,706             | 6,706                        |
| Unrestricted                                      | -                 | 294,087           | 294,087                      |
| <b>TOTAL NET POSITION</b>                         | <b>\$ -</b>       | <b>\$ 698,550</b> | <b>\$ 698,550</b>            |

Adjustments to reconcile the governmental fund balance sheet to the statement of net assets are as follows:

|  |                   |
|--|-------------------|
| Fund balance per general fund balance sheet  | \$ 300,793        |
| Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds   | 397,757           |
| Long-term liabilities, including leases payable used to fund capital assets are not due and payable in the current period are therefore not reported in the fund | -                 |
| <b>Net Position</b>  | <b>\$ 698,550</b> |

The notes to the financial statement are an integral part of this statement.

New Elmwood Cemetery District  
Statement of Revenue, Expenditures, and Change in Net Position-Governmental  
and Statement of Activities  
For the Year Ended December 31, 2024

|                                     | General<br>Fund   | Adjustments<br>(See Page 4) | Statement of<br>Activities |
|-------------------------------------|-------------------|-----------------------------|----------------------------|
| <b>EXPENDITURES/EXPENSES</b>        |                   |                             |                            |
| Cemetery Operating Expense          | \$ 179,943        | \$ -                        | \$ 179,943                 |
| Capital outlay                      | 14,678            | (14,678)                    | -                          |
| Depreciation                        | -                 | 11,715                      | 11,715                     |
| Total expenditures/expenses         | <u>194,621</u>    | <u>(2,963)</u>              | <u>191,658</u>             |
| <b>PROGRAM REVENUES</b>             |                   |                             |                            |
| Charges for services                | 96,379            | -                           | 96,379                     |
| Net program (expenses) revenue      | <u>(98,242)</u>   | <u>2,963</u>                | <u>(95,279)</u>            |
| <b>GENERAL REVENUES</b>             |                   |                             |                            |
| Property taxes                      | 102,551           | -                           | 102,551                    |
| Specific ownership                  | 11,228            | -                           | 11,228                     |
| Interest income                     | 2,626             | -                           | 2,626                      |
| Miscellaneous income                | 12,238            | -                           | 12,238                     |
| Total general revenues              | <u>128,643</u>    | <u>-</u>                    | <u>128,643</u>             |
| Excess of revenue over expenditures | 30,401            | 2,963                       |                            |
| Change in net position              |                   |                             | 33,364                     |
| <b>NET POSITION</b>                 |                   |                             |                            |
| Beginning of the year               | 270,392           | 394,794                     | 665,186                    |
| End of the year                     | <u>\$ 300,793</u> | <u>\$ 397,757</u>           | <u>\$ 698,550</u>          |

The notes to the financial statement are an integral part of this statement.

New Elmwood Cemetery District  
Statement of Revenue, Expenditures, and Change in Net Position-Governmental  
and Statement of Activities  
For the Year Ended December 31, 2024

Amounts reported for the governmental activities in the statement of activities (page 7) are different because:

|   |        |            |
|---|--------|------------|
| Excess of expenditures over revenues - general funds (page 7)   | \$     | 30,401     |
| Governmental funds report capital outlay as expenditures. However, in the Statement of Activity the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense: |        |            |
| Capital outlay  |        | 14,678     |
| Depreciation  |        | (11,715)   |
|   |        | 2,963      |
| <br>Change in net position of governmental activities (page 7)  | <br>\$ | <br>33,364 |

The notes to the financial statement are an integral part of this statement.

New Elmwood Cemetery District  
Summary of Significant Accounting Policies  
December 31, 2024

The New Elmwood Cemetery District is a special service District governed pursuant to provisions of the Colorado Special District Act. The District was established to provide those services for interment.

The District operates under the Board of Directors appointed by Mesa County Commissioners, for a six-year term. The District's financial statements include the accounts and operations of all the District's functions.

The more significant of the District's accounting policies are described below:

A. Financial Reporting Entity

The New Elmwood Cemetery District is a Special District as defined by Colorado Statutes and is governed by an elected board of directors. The Board of Directors has oversight responsibility and control over all activities within its boundaries.

The basic financial statements include only the District, as there is no component units required to be included in accordance with GASB Statement No. 14, as amended by GASB Statement No. 39, based on their operational or financial relationships with the District.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and statement of activities) report information on all the non-fiduciary activities of the District.

*Governmental activities* are supported by taxes, and charges for services. The District has no *business-type activities*, which rely to a significant extent on user charges for support.

The statement of governmental activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with the 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 as *general revenues*.

C. Risk of Loss

The District 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 which the District carries commercial insurance coverage for vehicles, commercial property, commercial umbrella, commercial general liability, and management liability through Fireman's Insurance.

D. Subsequent Events

The District's management has reviewed subsequent events through the date of the audit report.

E. Fund Financial Statements

The accounts of the District are organized based on funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures. Government resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled.

New Elmwood Cemetery District  
Summary of Significant Accounting Policies  
December 31, 2024

E. Fund Financial Statements-Continued

All governmental funds are accounted for on a flow of current financial resources basis. Balance sheets for these funds generally include only current assets and current liabilities. Reported fund balances are considered a measure of available, spendable resources. Operating statements for these funds present a summary of available, spendable resources and expenditures for the period. The District has only one governmental fund, the *General Fund*, which is the general operating fund of the District. The District has no financial resources required to be accounted for in a separate fund.

F. Capital Assets and Long-Term Liabilities

The accounting and reporting treatment applied to the capital assets associated with a fund are determined by its measurement focus. Capital assets are long-lived assets of the District as a whole. When purchased, such assets are recorded as expenditures in the governmental fund type.

All capital assets are valued at historical cost or estimated historical costs if actual historical cost is not available. The assets have a useful life of 5 to 40 years and are depreciated on the straight-line method. It is the District's policy to capitalize individual items costing \$1,000 or more.

G. 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*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as eligibility requirements imposed by the provider have been met.

The modified accrual basis of accounting is used by all governmental funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both determined and "available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the District considers revenues available within 60 days of the end of the current fiscal period. Those revenues associated with the current period susceptible to accrual are property taxes, interest revenue, and charges for services. All other revenues are reported when cash is received. Expenditures are recorded when the related fund liability is incurred.

H. Net Position

Net Position represents the difference between assets and liabilities. Net assets invested in capital assets net of related debt consists of capital assets net of accumulated depreciation and related debt. Net assets are reported as restricted when there are constraints placed on their use either by law through constitutional provisions or enabling legislation or through restrictions externally imposed by creditors, grantors, laws, or regulations of other governments.

I. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

J. Disaggregation of Receivables and Payables

Significant components of receivables and payables are disaggregated in the financial statements. All receivables are expected to be collected within one year. All material payables are expected to be paid within one year with the exception of the amounts for the accrual of compensated absences and capital leases.

New Elmwood Cemetery District  
Summary of Significant Accounting Policies  
December 31, 2024

K. Budgets and Budgetary Accounting

In accordance with the State Budget Law, the District's Board of Directors holds public hearings in the fall each year to approve the budget and appropriate the funds for the ensuing year. The appropriation is at the total fund expenditures level and lapses at year-end. The District's Board of Directors can modify the budget by line item within the total appropriation without notification. The appropriation can only be modified upon completion of notification and publication requirements. The budget includes each fund on its basis of accounting unless otherwise indicated.

The budget is prepared on the same basis as that of the fund financial statements.

The details of the budget calendar are outlined below:

|                             |   |  |
|-----------------------------|---|--|
| October 15                  | – | Deadline for Budget Officer to submit proposed budget to the government board. Governing body must publish a "Notice of Budget" upon receiving proposed budget.                  |
| December 15                 | – | Deadline for certification of mil to the Board of County Commissioners.  |
| December 22                 | – | Deadline for Board of County Commissioners to levy taxes and to certify the levies to the Assessor.  |
| December 31                 | – | Statutory deadline for local governing body to adopt budget. A certified copy of the adopted budget must be sent to the Division of Local Government within 30 days of adoption. |
| On or before<br>December 31 | – | The District shall enact an ordinance appropriating the budget for the ensuing year.   |

L. Property Taxes - Receivable

Annual property taxes are levied on December 22 of each year and attached as an enforceable lien as of January 1. They are payable in full April 30, or in two equal installments due February 28 and June 30. The county bills and collects property taxes for the District. Property taxes collected by the county are remitted to the District in the subsequent month. Property taxes are reported as receivable and deferred revenue when levied and as revenue when collected in the following year.

M. Fund Equity

In the fund financial statements governmental funds report reservations of fund balance amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose.

New Elmwood Cemetery District  
Notes to Financial Statements  
December 31, 2024

Note 1 - Change in Capital Asset

|                               | Balance<br>12/31/2023 | Additions       | Deletions   | Balance<br>12/31/2024 |
|-------------------------------|-----------------------|-----------------|-------------|-----------------------|
| Buildings                     | \$ 103,256            | \$ -            | \$ -        | \$ 103,256            |
| Land Improvements             | 268,785               | -               | -           | 268,785               |
| Equipment                     | 124,454               | 14,678          | -           | 139,132               |
| Office Equipment              | 4,350                 | -               | -           | 4,350                 |
|                               | <u>500,845</u>        | <u>14,678</u>   | <u>-</u>    | <u>515,523</u>        |
| Less Accumulated Depreciation | <u>(401,765)</u>      | <u>(11,715)</u> | <u>-</u>    | <u>(413,480)</u>      |
|                               | 99,080                | 2,963           | -           | 102,043               |
| Land                          | 286,131               | -               | -           | 286,131               |
| Water Shares                  | 9,583                 | -               | -           | 9,583                 |
| Net fixed Assets              | <u>\$ 394,794</u>     | <u>\$ 2,963</u> | <u>\$ -</u> | <u>\$ 397,757</u>     |

In 2024, the Districts depreciation was \$ 11,715. This was allocated as follows:

|                   |                  |
|-------------------|------------------|
| Buildings         | \$ 1,813         |
| Land improvements | 5,200            |
| Equipment         | <u>4,702</u>     |
| Total             | <u>\$ 11,715</u> |

Note 2 - Tax, Spending, and Debt Limitation

In November 1992, the voters of Colorado approved Amendment 1, commonly known as the Taxpayer’s Bill of Rights (TABOR), which adds a new Section 20 to Article X of the Colorado Constitution. TABOR contains tax, spending, revenue, and debt limitations that apply to the State of Colorado and all local governments.

The initial base for local government spending and revenue limits is 1992 Fiscal Year Spending. Future spending and revenue limits are determined based on the prior year’s Fiscal Year Spending adjusted for allowable increases based upon inflation and local growth. Fiscal Year Spending is generally defined as expenditures and reserve increases with certain exceptions. Revenue in excess of the Fiscal Year Spending limit must be refunded unless the voters approve retention of such revenue.

TABOR requires local governments to establish Emergency Reserves. These reserves must be at least 1% of Fiscal Year Spending (excluding bonded debt service) in 1993, 2% in 1994 and 3% thereafter. Local governments are not allowed to use the emergency reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

TABOR requires, with certain exceptions, voter approval prior to imposing new taxes, increasing a tax rate, increasing a mill levy above that for the prior year, extending an expiring tax, or implementing a tax policy change directly causing a net tax revenue gain to any local government.

The District believes it is compliance with this amendment.

New Elmwood Cemetery District  
Notes to Financial Statements  
December 31, 2024

Note 3 – Deposits and Investments

Deposits

The District adopted GASB Statement No. 40, *Deposit and Investment Risk Disclosures*, effective December 31, 2004. This Statement establishes and modifies disclosure requirements related to investment credit risk, including custodial credit risk and concentration of credit risk, interest rate risk and foreign currency risk, as well as deposit custodial credit risk and foreign currency risk.

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulators. Amounts on deposits in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. PDPA allows the institution to create a single collateral pool for all public funds. The pool is to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to 100% of the uninsured deposits. Collateral in the pool is considered equal to depository insurance pursuant to definitions listed in GASB Statement No. 40. On December 31, 2024, the District’s cash deposits were \$ 304,890 of which 100% is covered by F.D.I.C. insurance.

On December 31, 2024, the reconciled balance of the District consisted of the following:

|                         |                   |
|-------------------------|-------------------|
| Cash in bank            | \$ 137,712        |
| Certificates of deposit | <u>167,178</u>    |
| Total                   | <u>\$ 304,890</u> |

Note 4 – Fund Balance Classification Policies and Procedures

During 2011, the District implemented GASB 54, Fund Balance Classification. With this new GASB, the fund balance is broken into five classifications. (1) Non-spendable – not in spendable form, (2) Restricted-fund constrained by external parties, (3) Committed – constraints on use of funds imposed by the highest level of decision-making authority, in the Districts case that is the Board of Directors. The funds must be established, modified, or rescinded by the use of resolution by the Board. (4) Assigned – funds intended to be used for a specific purpose, where the intent is expressed by an official authorized by the governing board, in the Districts case that is the Fire Chief and (5) Unassigned – which are funds available for any purpose. The District does not have Committed or Assigned fund classification in 2024.

It is the District’s policy to spend restricted funds first then unrestricted funds for the purpose for which both funds are available and committed and assigned funds are spent when expenditure is incurred for purposes for which amount in any of those unrestricted fund balance classification could be used.

The District does have fund classification as follows:

- Restricted which is dictated by Colorado State Law
- Non-spendable, which is its prepaid expenses,
- Unassigned.

Note 5 – Retirement Plan

New Elmwood Cemetery district is a member employer of the Colorado Retirement Association (formerly Colorado County Officials and /employees Retirement Association; CCOERA). This association was formed by Colorado State Statute to provide retirement benefits to employees of Colorado local governments. Colorado Retirement Association (CRA) administers two different retirement plans, a 401(a) Defined Contribution Plan and a 457 Deferred Compensation Plan.

New Elmwood Cemetery provides pension benefits to its full-time employees. In a defined contribution plan, benefits depend solely on the amounts contributed to the plan plus investment earnings. Employees are eligible to participate one year from their date of employment. The District and employee both contribute 3% of the employees’ salary. The covered payroll for 2024 was \$84,993. The retirement expense for the District in 2024 \$2,550.

One employee contributes to the Deferred Compensation Plan. The District does not contribute to this plan.

New Elmwood Cemetery District  
Notes to Financial Statements  
December 31, 2024

Note 6 – Restatement of Prior Year

In 2024, an adjustment was necessary to correct fund balance to actual. The District qualifies for an exemption from audit under the State of Colorado governmental audit laws. Every four or five years, the District elects to have an audit performed. The prior period adjustment is a result of the four-year lag since the last audit that was performed in 2020. The Net Position changed from \$663,758 at the end of 2023, to \$698,550 at the end of 2024. The adjustment is as follows:

|                                       |                 |
|---------------------------------------|-----------------|
| Increase in is expenses               | <u>\$ 1,498</u> |
| Decrease in Unrestricted Fund balance | <u>\$ 1,498</u> |

REQUIRED SUPPLEMENTAL INFORMATION

New Elmwood Cemetery District  
Statement of Revenues, Expenditures  
Actual and Budget  
For the Year Ended December 31, 2024

|                                     | General Fund       |                  | Variance<br>Favorable<br>(Unfavorable) |
|-------------------------------------|--------------------|------------------|--|
|                                     | Budget<br>Original | Actual           |  |
| Revenue:                            |                    |                  |  |
| General property taxes              | \$ 105,324         | \$ 102,551       | \$ (2,773)                             |
| Specific ownership tax              | 11,000             | 11,228           | 228                                    |
| Grave Openings,Closings             | 30,000             | 31,302           | 1,302                                  |
| Sale of Spaces                      | 40,000             | 65,077           | 25,077                                 |
| Interest income                     | 1,500              | 2,626            | 1,126                                  |
| Miscellaneous                       | 3,500              | 12,238           | 8,738                                  |
| Total Revenues                      | <u>191,324</u>     | <u>225,022</u>   | <u>33,698</u>                          |
| Expenditures:                       |                    |                  |  |
| Salaries                            | 94,000             | 99,336           | (5,336)                                |
| Employee benefits                   | 13,500             | 10,033           | 3,467                                  |
| Insurance                           | 12,000             | 9,068            | 2,932                                  |
| Office expense                      | 18,163             | 12,722           | 5,441                                  |
| Professional                        | 1,500              | 1,100            | 400                                    |
| Director's fees                     | 3,000              | 2,000            | 1,000                                  |
| Equipment repairs                   | 31,800             | 29,207           | 2,593                                  |
| Utilities                           | 15,500             | 16,477           | (977)                                  |
| Capital outlay                      | 14,500             | 14,678           | (178)                                  |
| Total Expenditures                  | <u>203,963</u>     | <u>194,621</u>   | <u>9,342</u>                           |
| Revenue Over (Under) Expenditures   | (12,639)           | 30,401           | 24,356                                 |
| Reconciliation of Budget to Actual: |                    |                  |  |
| Capital Outlays                     | -                  | 14,678           | 14,678                                 |
| Depreciation                        | -                  | (11,715)         | (11,715)                               |
| Net Change in Net Position          | <u>\$ (12,639)</u> | <u>\$ 33,364</u> | <u>\$ 27,319</u>                       |