

**ARVADA FIRE PROTECTION DISTRICT
ARVADA, COLORADO**

ANNUAL COMPREHENSIVE FINANCIAL REPORT

YEAR ENDED DECEMBER 31, 2024



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INTRODUCTORY SECTION

ARVADA FIRE PROTECTION DISTRICT
CERTIFICATE OF ACHIEVEMENT
DECEMBER 31, 2024



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Arvada Fire Protection District
Colorado**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2023

Christopher P. Morill

Executive Director/CEO

**ARVADA FIRE PROTECTION DISTRICT
PRINCIPAL ELECTED OFFICIALS AND ADMINISTRATIVE STAFF
DECEMBER 31, 2024**

District Board

Jim Whitfield
Dr. Leah Martin
Joel Kingham
Ted Terranova
Bob Loveridge

President
Vice President
Treasurer
Secretary
Director At Large

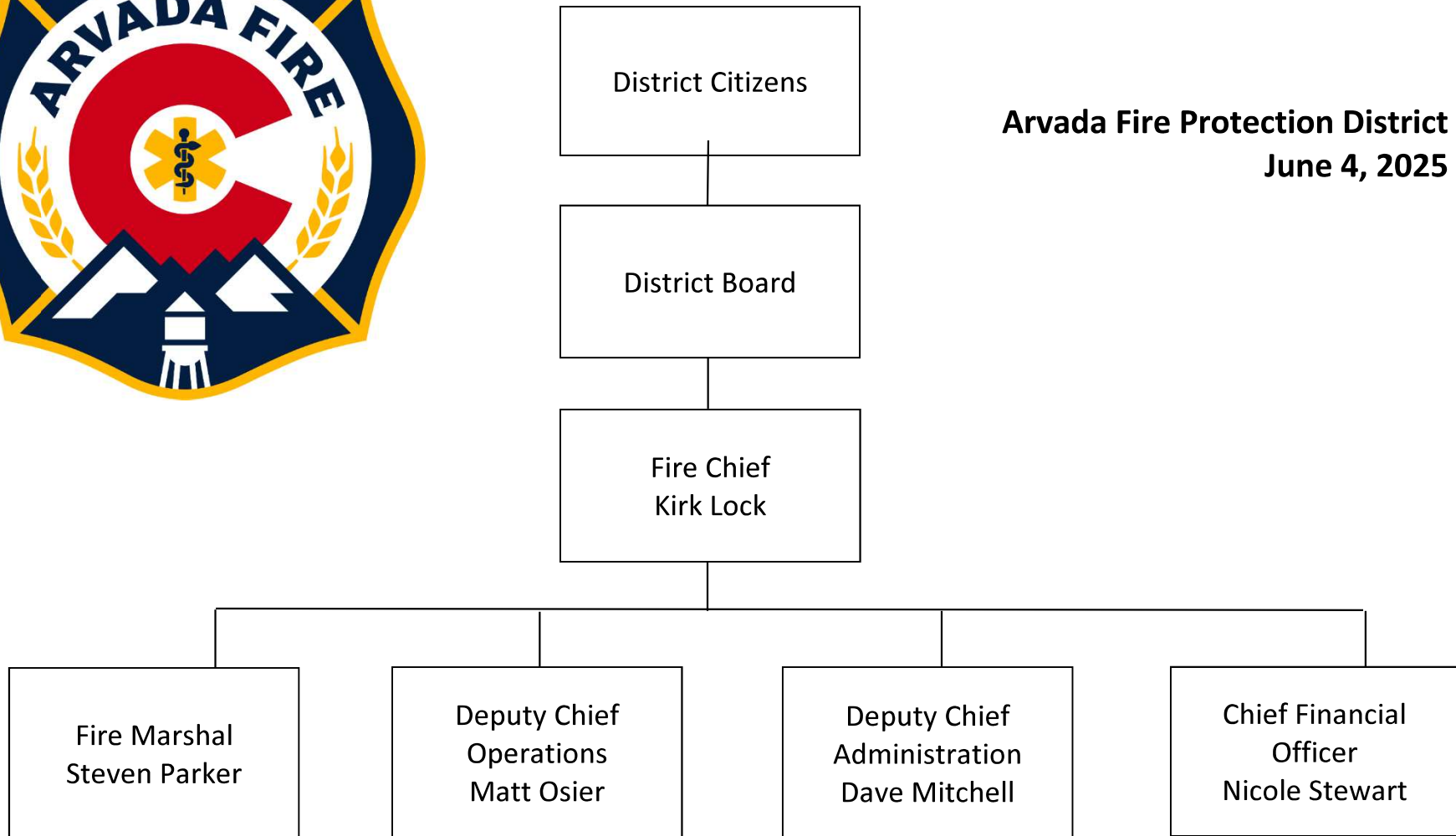
Administrative Staff

Kirk Lock
Matt Osier
Dave Mitchell
Nicole Stewart
Steven Parker

Fire Chief
Deputy Chief of Operations
Deputy Chief of Administration
Chief Financial Officer
Fire Marshal



**Arvada Fire Protection District
June 4, 2025**





Letter of Transmittal

May 27, 2025

To: Board of Directors, Arvada Fire Protection District
Citizens of Arvada Fire Protection District
Fire Chief Kirk Lock

Colorado state law requires an annual audit of financial records of Arvada Fire Protection District (the district). An audit has been performed for the fiscal year ended December 31, 2024. The following Comprehensive Annual Financial Report is being published as a follow-up to that audit.

The district and its management are held fully responsible for the contents of this Comprehensive Annual Financial Report. These contents are fairly represented, reliable, and complete. An independent audit has been performed by CliftonLarsonAllen, LLP. An unmodified (“clean”) opinion has been issued on the district’s financial statements for the fiscal year ended December 31, 2024. The independent auditor’s report is included in this report, followed by Management’s Discussion & Analysis (MD&A) and basic financial statements. Readers are encouraged to read the MD&A for more information on the financial operations of the district.

GOVERNMENT BACKGROUND

In 1949, local citizens went to the polls and approved the formation of the district. The formation transferred control and financing of the department from the Arvada City Council to a Board of Directors consisting of five elected officials. The district is a special district form of government, and as such is not affiliated with any city or county government.

Located northwest of Denver, Colorado, the District covers 43 square miles encompassing 34.9 square miles in the City of Arvada, 2.6 square miles in the City of Wheat Ridge, and 5.2 square miles in unincorporated Jefferson County. In 2024, the population of the district was approximately 131,975 citizens. The median household income was approximately \$72,010.

Board members are elected by citizens of the district and serve staggered four-year terms with a limit of three consecutive terms. The most challenging and significant venture the Board of Directors undertook was augmenting the district's volunteer fire department with paid fire suppression personnel. With the support of taxpayers, on November 9, 1999, the Board of Directors ensured that all six of the district's fire stations were staffed with career firefighters at all times. Since 1999, two additional fire stations have been constructed.

The district is committed to providing prompt, professional, and compassionate service in a fiscally responsible manner. The district’s mission statement is “to provide the highest level of professional services while preserving life, property, and the environment.” Our organizational values, as identified by our committed workforce, are “dedication, integrity, compassion, courage, and respect.” The district also values transparent government. Citizens are encouraged to attend the monthly District Board meetings and contact the Fire Chief with questions or concerns.

At the end of 2024 the district had nine fire stations and employed 177 paid line personnel, and 30 civilian and/or administrative personnel. There were six engines, two aerials, one rescue, six ambulances, three wildland firefighting vehicles, one hazardous materials response vehicle, and a technical rescue response vehicle and trailer, that were used for EMS, fire suppression, hazmat, and rescue response.

In 2012, the district started the process towards accreditation. Accreditation is a self-assessment model that enables the district to understand and improve service delivery, including associated costs. The district became accredited by the Center for Public Safety Excellence in 2014 and was re-accredited in the third quarter of 2024.

Financial planning and control for the district begins with the annual budget. The budget calendar is as follows:

Date	Action
July 3rd	Budget Instructions and Templates to Division Heads
July 23rd	Preliminary Budget Submittals to Division Heads (from Section Heads or other contributors) Updated templates including June actual data provided to Division Heads
Week of July 23 rd	Division Heads meet to review crossover items and strategic objective investments
July 31 st	Division Heads Submit Prelim Budgets to Chief Financial Officer
Week of August 4 th	Review with Deputy Chief’s and Fire Chief
Week of August 7 th	Group Meeting of Division Heads to Review Prelim Budget
August 25 th	Final Budget Submittals Due
October 4 th	Proposed Budget to District Board of Directors
December 14 th	Adoption of Budget by Board of Directors
On or before December 14 th	Certification of Mill Levy Filed with Jefferson County

The district's annual budget is prepared by fund, division, section, and object account. Appropriation transfers within and between divisions require Fire Chief approval. The District Board of Directors must pass a supplemental appropriation resolution if there is to be any alteration of a fund's total appropriation. There is budget to actual comparisons of the general fund and the pension fund included in this report.

ECONOMIC CONDITIONS

Local Economy. The district relies heavily on property tax as its primary revenue source, with EMS fees accounting for the largest portion of the district's secondary revenue sources. In 2024, approximately 73% of the district's revenue was from property tax. The property tax received by the district is calculated based on the mill levy and the assessed value of property. Ambulance transport was started in March 2013 within the City of Arvada and unincorporated Jefferson County. In 2016, the district started transport in the portion of the City of Wheat Ridge that is located in the district. In 2024, EMS fees accounted for 14% of the district's revenue.

The median detached home price was \$625,000 during 2024. The average household income remains higher in the City of Arvada when compared to Denver, the State of Colorado, and the United States. Types of major employers within the district include retail, environmental, construction, software, medical devices, and manufacturing. The unemployment rate in Jefferson County decreased slightly in 2024 compared to 2023 ending the year at a rate of 3.1% which is slightly below the rate of 3.4% for the State of Colorado. Along with the U.S. economy Colorado avoided an economic downturn in 2024. The labor market softened, unemployment rates remained healthy, whole household income saw growth over the last year according to the Colorado General Assembly. The most cited indication of total economic activity in the U.S. is real gross domestic product (GDP). GDP grew in 2024 despite the increased interest rates. This gain offset the softening of the housing market, and although Colorado economy continued to expand, it was at a slightly lower rate than the U.S. While Colorado historically has tracked better than the nation, experts project Colorado to stay on track with the nation, with slower consumer spending, similarly unemployment rates, lower inflation, and higher income growth.

Long-term Financial Planning. The community-driven development of the 2024-2028 Strategic Plan provides a management roadmap built on a shared vision and is structured for measurable results over the next five years to ensure the district is taking a proactive approach to risk reduction and emergency mitigation while ensuring the health and wellness of employees, planning a successful inclusion with the Fairmount Fire Protection District, and recruiting and retaining qualified members while sustaining organizational continuity.

The financial goals included in the plan were to effectively and responsibly manage the district's financial and capital resources while maintaining transparency and accountability to stakeholders. As of the end of 2024, the district's long-term debt totaled \$4,568,570 which includes lease revenue bond, compensated absences,

subscription liability and lease liability.

In 2013, the district worked with Wells Fargo to obtain a construction loan which allowed the district to remodel one station, expand/remodel one station, remodel the Training Center, complete a new burn building, and build a new maintenance building as well as refinancing an earlier loan for construction of two stations. The district will continue to operate under the current savings mechanism to ensure the appropriate replacement of apparatus and equipment, as well as maintain capital improvements. A minimum forecast of five years will continue to be observed to ensure fund levels can meet the needs of the district.

Relevant Financial Policies. The board of directors has a primary responsibility to ensure the district manages funds wisely and in accordance with both public policy and public law. The board has retained a fire chief who is charged with the day-to-day administration of Arvada Fire and with carrying out the policies of the board. The board adopted financial policies, effective in January 2023. The purpose of these finance policies is to delineate the board policies necessary to guide Arvada Fire's banking, purchasing, and contract activities and is intended to ensure adequate and uniform control of Arvada Fire's fund management. Prior to, the State of Colorado Financial Management Manual have been used to guide the finance department.

FINANCIAL MANAGEMENT AND INTERNAL CONTROLS

The objective of the district's internal control framework is to provide reasonable assurance to management and the District Board of the accuracy and completeness of District financial statements. Reasonable assurance does not require implementation of controls for which the cost of the control exceeds the benefits, and the evaluation of these controls requires managerial judgment. The district's system of internal control includes preventive and detective control procedures, the annual budget process, and the accounting system.

Preventive controls include the use of a purchase order system for all material purchases which requires separation of the initiation, authorization, and recording of each transaction as well as Board and management approval of all outgoing checks processed. Detective controls include detailed review of monthly financial statements by management, the Board, and a third-party reviewer.

The annual budget is a key component of the district's financial management and control procedures. Through the budget process, the district ensures compliance with legal budgetary controls and the District Board and management receive monthly reporting comparing budgeted amounts to actual expenditures. The District Board may make additional appropriations during the fiscal year for unanticipated revenues or projects that were not completed in the prior year.

The district ensures compliance with all Colorado statutes relating to investment policy through the use of a pooled assets investment fund that adheres to State guidelines. The majority of investments in the fund are in government agencies and securities.

CERTIFICATE OF ACHIEVEMENT

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Arvada Fire Protection District for its comprehensive annual financial report for the fiscal year ended December 31, 2023. This was the eleventh consecutive year the district has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

ACKNOWLEDGEMENTS

This report could not have been prepared without the assistance of finance and administrative staff. I would like to express my appreciation to the Board of Directors and members of the Chief staff, including Fire Chief Kirk Lock, Deputy Chief of Operations Matt Osier, and Deputy Chief of Administration Dave Mitchell for their dedication to the district and their assistance in the budget and financial planning processes to ensure the financial success of the district.

Respectfully submitted,

Nicole Stewart
Chief Financial
Officer

FINANCIAL SECTION



INDEPENDENT AUDITORS' REPORT

Board of Directors
Arvada Fire Protection District
Arvada, Colorado

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the Arvada Fire Protection District (the District), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the 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 major fund, and the aggregate remaining fund information of the Arvada Fire Protection District, as of December 31, 2024, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Arvada Fire Protection 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.

Emphasis of Matter

As discussed in Note 1 to the financial statements, the District adopted GASB Statement No. 101, *Compensated Absences*. The implementation of this statement resulted in a restatement to beginning net position as described in Note 9 to the financial statements. Our opinion is not modified with respect to this matter.

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 Arvada Fire Protection 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.

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

In performing an audit in accordance with GAAS, 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 Arvada Fire Protection 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 Arvada Fire Protection 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, General Fund budgetary comparison schedule, and the GASB required pension schedules as listed in the table of contents 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 GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Arvada Fire Protection District's basic financial statements. The Pension Trust Fund budgetary comparison schedule is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the Pension Trust Fund budgetary comparison schedule is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical information but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.



CliftonLarsonAllen LLP

Denver, Colorado
June 4, 2025

**ARVADA FIRE PROTECTION DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2024**

As management of the Arvada Fire Protection District (the District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended December 31, 2024. We encourage readers to consider the information presented here in conjunction with the District's basic financial statements.

FINANCIAL HIGHLIGHTS

- Assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$81,902,634 at the close of the fiscal year. Of this amount, \$43,743,927 is unrestricted and available to meet ongoing and future obligations of the District.
- As of the close of the current fiscal year, the District's governmental fund reported an ending fund balance of \$37,303,472. Of this, \$32,438,779 is unassigned.
- Net position of government-type activities increased by \$13,944,686 as compared to the fiscal year end 2023 net position. The increase was largely due to an increase in property taxes.
- Total cash and investments increased by \$9,337,897 as compared to the fiscal year end 2023 cash balance. Cash and investments increased due primarily to revenues exceeding expenditures.
- Property tax revenues collected increased by \$12,471,006 due to a change in assessed property values.
- Governmental fund expenditures increased by \$3,146,996 as compared to the governmental fund expenditures for fiscal year 2023 due to increased fire protection and emergency services costs.
- Capital outlay decreased by \$2,058,230 compared to 2023.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the District's basic financial statements. This District'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 other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

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

The Statement of Net Position presents information on the District's assets, deferred outflows of resources, liabilities, and deferred inflow of resources with the difference 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 District is improving or deteriorating.

**ARVADA FIRE PROTECTION DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2024**

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

Government-Wide Financial Statements (Continued)

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

Both of the government-wide financial statements distinguish functions of the District that will be principally supported by tax revenues. The governmental activities of the District include operations, administration, support services, fire prevention and community education.

The government-wide financial statements can be found on pages 23-24 of this report.

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 District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related requirements. The District has two kinds of funds, governmental and fiduciary.

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 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 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.

As required by law, the District adopts an annual appropriated budget for its funds. A budgetary comparison statement has been provided for the General Fund and the Fiduciary Fund to demonstrate compliance with the budgets.

The basic governmental fund financial statements can be found on pages 26-28 of this report.

NOTES TO THE FINANCIAL STATEMENTS

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 31-62 of this report.

**ARVADA FIRE PROTECTION DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2024**

OTHER INFORMATION

In addition to the basic financial statements and accompanying notes, the annual comprehensive financial report also presents certain required supplementary information and other supplementary information concerning all of the District's funds and the District's pension plans. This supplementary information can be found on pages 64-71 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$81,902,934 at the close of the most recent fiscal year, and thus indicates an improvement in overall financial position.

A large portion of the District's net position reflects its investment in capital assets (i.e., land, buildings, vehicles, and equipment). These assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the District's net position represents resources that are subject to external restrictions on how they may be used, to include amounts restricted for emergencies, capital projects and a net pension asset. The remaining balance of unrestricted net position may be used to meet the government's ongoing obligations to citizens and creditors.

**ARVADA FIRE PROTECTION DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2024**

FINANCIAL EFFORTS IN 2024

District's Net Position as of December 31:

	<u>2024</u>	<u>2023</u>
Assets		
Current and Other Assets	\$ 84,141,745	\$ 74,506,579
Capital Assets	36,823,785	36,154,098
Total Assets	<u>120,965,530</u>	<u>110,660,677</u>
Deferred Outflows of Resources		
Related to Pension	11,275,809	12,572,404
Total Deferred Outflows of Resources	<u>11,275,809</u>	<u>12,572,404</u>
Liabilities		
Other Liabilities	1,639,210	1,606,693
Long-Term Liabilities:		
Due Within One Year	4,538,222	3,060,346
Due Greater Than a Year	30,348	3,106,652
Total Liabilities	<u>6,207,780</u>	<u>7,773,691</u>
Deferred Inflows of Resources		
Related to Pension	638,098	416,688
Property Tax Revenue	43,492,827	46,177,323
Total Deferred Inflows of Resources	<u>44,130,925</u>	<u>46,594,011</u>
Net Position		
Net Investment In Capital Assets	35,686,287	33,890,187
Restricted	2,472,420	1,393,194
Unrestricted	43,743,927	33,581,998
Total Net Position	<u>\$ 81,902,634</u>	<u>\$ 68,865,379</u>

At the end of the current fiscal year, the District is able to report a positive balance in both the restricted and unrestricted net position for governmental activities. Net investment in capital assets increased by \$1,796,100 due to the purchases of vehicles, equipment and construction in process related to the training center renovation.

The amount restricted for TABOR reported in governmental activities increased by \$420,607 from the fiscal year 2023 balance. The District's net position restricted related to revenues exceeding expenses in 2024.

The remaining net position, totaling \$43,743,927, represents the unrestricted portion available for the District's ongoing obligations to its citizens. This amount increased by \$10,161,929, which was related to revenues exceeding expenses in 2024.

**ARVADA FIRE PROTECTION DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2024**

FINANCIAL EFFORTS IN 2024 (CONTINUED)

Governmental Activities

Governmental activities increased net position by \$13,944,686 during the most recent fiscal year. Key elements of this increase are as follows.

Changes in net position for the years ended December 31:

	<u>2024</u>	<u>2023</u>
Revenue		
Program Revenues:		
Charges for Services	\$ 7,480,568	\$ 7,504,528
Operating Grants and Contributions	1,554,903	299,866
General Revenues:		
Property Tax	46,880,099	34,409,093
Specific Ownership Tax	2,891,275	2,533,889
Investment Earnings	1,964,005	1,444,289
Other Revenue	430,089	385,894
Gain on Capital Asset Disposal	32,785	687,333
Total Revenue	<u>61,233,724</u>	<u>47,264,892</u>
Expenses		
Fire Protection and Emergency Services	47,268,462	41,356,627
Interest on Long-Term Debt	20,576	51,964
Total Expenses	<u>47,289,038</u>	<u>41,408,591</u>
Change In Net Position	13,944,686	5,856,301
Net Position - Beginning of Year	68,865,379	63,009,078
Restatement	(907,431)	-
Net Position - Beginning of Year, As Restated	<u>67,957,948</u>	<u>63,009,078</u>
Net Position - End of Year	<u>\$ 81,902,634</u>	<u>\$ 68,865,379</u>

Property taxes increased by \$12,471,006 when compared to 2023. Specific ownership taxes increased by \$357,386 compared with 2023. Charges for services decreased \$23,960 due to a slight decrease in EMS transports occurring in 2024 and 2023. Operating grants and contributions increased \$1,255,037 from the prior year due to an increase in wildland fires in 2024.

Expenses increased \$5,911,835 when compared with fiscal year 2023 primarily due increased FTEs and wage rate increases.

**ARVADA FIRE PROTECTION DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2024**

FINANCIAL EFFORTS IN 2024 (CONTINUED)

General Fund Budgetary Highlights

The General Fund was established and continually funded to provide for the daily activities, salaries, expenditures, and operating costs of the District. This fund provides functional areas of the organization: Administration, Support Services, Fire Marshal's Office, and Operations. The General Fund also provides for such other items as insurance, utilities, and other costs the District incurs. The primary funding source for the General Fund is taxation of real property. The main secondary funding source for the General Fund is through the billing for EMS services. Other sources of income for the General Fund include specific ownership taxes, intergovernmental agreements, and interest income on reserve funds. The primary projects or program efforts for establishing funding during 2024 were:

- 1) Support and improve the firefighting programs to enhance our capabilities of providing quality emergency services to the community we serve.
- 2) Salaries and benefits for all existing full and part-time personnel of the district.
- 3) Normal operational costs of the district.
- 4) Remodel of the District's training center that will allow the District to host Academies for incoming fire personnel along with many other hosted programs supported by the training staff of the District.
- 5) Continued supports to meet the apparatus replacement plan, while continuing to address other capital improvement deficiencies as identified by the Facilities Condition Index.

2024 actual performance varied slightly from planned. Although the District was able to catch up on equipment and supply purchases from prior year shortfalls, receipt of apparatus continues to be an issue. At the end of 2024, the District waits for three major apparatus purchases, resulting in an underspend. Additionally, the timing of the training center project was slowed due to delays out of the District's control. Work officially began in December of 2024 and is expected to be completed in July of 2025. The underspend related to both apparatus purchases and the training center remodel will remain in the reserves for the time being, and both have been appropriated in the 2025 Adopted Budget. Revenue finished better than plan. Primarily due to favorable interest rates and property tax.

CAPITAL ASSETS AND LONG-TERM DEBT ACTIVITY

Capital Assets

The District's capital assets at December 31, 2024 amounted to \$36,826,785, which included land, buildings, building improvements, equipment (including radio replacement), firefighting apparatus, SBITAs, and staff vehicles.

**ARVADA FIRE PROTECTION DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2024**

CAPITAL ASSETS AND LONG-TERM DEBT ACTIVITY (CONTINUED)

Capital Assets (Continued)

The total increase in the district's capital assets for the current year was approximately 2% due primarily to vehicle purchases and training center renovation costs.

- 1) Ford 250, in service in May
- 2) Ford Explorer UT40, 41,42,43,44,and 45 in service in September
- 3) Ford Explorer UT46 and 47, in service in October
- 4) Re-boxed Medic unit, in service in September
- 5) Rechassied Braun F450 Ambulance, in service in December
- 6) Freightliner technical rescue box truck, In service in December
- 7) Cardiac Monitors, in service in November
- 8) Remainder of Motorola portable radios, in service in December
- 9) Training Center Remodel, expected to be in service in July 2025

Capital assets (net of accumulated depreciation and amortization) are classified as below:

	<u>2024</u>	<u>2023</u>
Land	\$ 2,211,809	\$ 2,211,809
Construction in Progress	656,866	-
Buildings and Improvements	23,856,417	24,575,122
Fire Vehicles and Equipment	9,157,483	8,394,511
Right-to-Use Equipment	31,018	65,748
Subscription-Based Information Technology Arrangements	105,928	163,638
Office and Computer Equipment	804,264	743,270
Total	<u>\$ 36,823,785</u>	<u>\$ 36,154,098</u>

For more detailed information on capital asset activity, refer to Note 3 in the Notes to Financial Statements.

Long-Term Debt

The District's long-term debt as of December 31, 2024 totaled \$4,568,570, which includes lease revenue bonds, compensated absences, and the lease liability.

Significant long-term debt activity for the year 2024 is summarized as follows:

	<u>2024</u>	<u>2023</u>
Revenue Bonds	\$ 1,063,000	\$ 2,101,000
Compensated Absences	3,431,072	2,841,363
Subscription Liability	48,511	115,278
Lease Liability	25,987	47,634
Total	<u>\$ 4,568,570</u>	<u>\$ 5,105,275</u>

For more detailed information on long-term debt and lease activity, refer to Note 4 in the Notes to the Financial Statements.

**ARVADA FIRE PROTECTION DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2024**

NET PENSION ASSET AND LIABILITY

The District's net pension asset as of December 31, 2024 totaled (\$658,537). The net pension asset is related to the District's proportional share of the statewide defined benefit plan administered by the Fire and Police Pension Association (FPPA) and the District's volunteer pension fund.

The net liability (asset) of the pension plans is summarized below:

	<u>2024</u>	<u>2023</u>
Statewide Defined Benefit Plan	\$ -	\$ 1,700,185
Volunteer Pension Plan	(658,537)	268,969
Total	<u>\$ (658,537)</u>	<u>\$ 1,969,154</u>

See Notes 6 and 7 in the Notes to the Financial Statements for additional information.

GENERAL FUND

General fund balances as of December 31:

	<u>2024</u>	<u>2023</u>
Assets		
Current and Other Assets	\$ 83,483,208	\$ 74,506,579
Total Assets	<u>\$ 83,483,208</u>	<u>\$ 74,506,579</u>
Liabilities		
Other Liabilities	\$ 1,639,210	\$ 1,421,833
Due to Pension Trust Fund	-	184,860
Total Liabilities	<u>1,639,210</u>	<u>1,606,693</u>
Deferred Inflows of Resources		
Property Tax Revenue	43,492,827	46,177,323
Ems Revenue	304,763	743,316
Unavailable Revenue	742,936	10,244
Total Deferred Inflows of Resources	<u>44,540,526</u>	<u>46,930,883</u>
Fund Balances		
Nonspendable	1,165,714	29,238
Restricted:		
Tabor	1,794,588	1,373,981
Employee Assistance	19,295	19,213
Committed	1,885,096	1,885,096
Unassigned	32,438,779	22,661,475
Total Fund Balances	<u>\$ 37,303,472</u>	<u>\$ 25,969,003</u>

**ARVADA FIRE PROTECTION DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2024**

GENERAL FUND (CONTINUED)

At the end of the current fiscal year, the District reports a positive balance for all fund balance categories (nonspendable, restricted, committed, and unassigned) for the general fund.

The amount of fund balance restricted for TABOR increased by \$420,607 from the fiscal year 2023 balance due to higher revenues 2024. The District's committed fund balance was unchanged and relate to a contractual commitment to purchase two emergency response vehicles.

Unassigned fund balance, totaling \$32,438,779, represents fund balance available for the District's ongoing service obligations to its citizens. This amount increased by \$11,334,469 during 2024 as a result of increased revenues.

Changes in fund balance for the years ended December 31:

	<u>2024</u>	<u>2023</u>
Revenues		
General Property Tax	\$ 46,880,099	\$ 34,721,502
Specific Ownership Tax	2,891,275	2,533,889
Investment Earnings	1,964,005	1,444,289
Other Revenue	9,171,421	8,162,330
Total Revenue	<u>60,906,800</u>	<u>46,862,010</u>
Expenditures		
Fire Protection and Emergency Services	45,794,463	40,536,080
Capital Outlay	2,663,663	4,721,893
Debt Service	1,146,990	1,200,147
Total Expenditures	<u>49,605,116</u>	<u>46,458,120</u>
Excess of Revenues Over Expenditures	11,301,684	403,890
Other Financing Sources	<u>32,785</u>	<u>1,560,523</u>
Net Change In Fund Balance	11,334,469	1,964,413
Fund Balance - Beginning of Year	<u>25,969,003</u>	<u>24,004,590</u>
Fund Balance - End of Year	<u>\$ 37,303,472</u>	<u>\$ 25,969,003</u>

General property taxes increased by \$12,159,597 when compared to 2023. Specific ownership taxes increased by \$357,386 compared with 2023. Other revenues increased by \$1,009,091 primarily due to an increase in operational grants due to a heavy wildfire season. Investment earnings increased by \$519,716 due to rising interest rates.

Expenses increased \$5,258,383 when compared with fiscal year 2023 primarily due to rising fire protection and emergency services costs.

**ARVADA FIRE PROTECTION DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2024**

FIDUCIARY FUND ACTIVITIES

Pension Fund

The Pension Fund was established and continually funded to provide for the provision of retirement pension benefits for the retired volunteer firefighters of the District. The fund provides for the payment of benefits and the expenses of providing those benefits. The primary funding source for the Pension Fund is the transfer of amounts of monies from the General Fund as designated by the Fire Protection Board of Directors. Additional funding is derived from the interest from previously invested assets of the fund and from the State of Colorado matching program.

Economic Factors and Next Year's Budgets and Rates

The District monitors key financial indicators, forecasts, and issues that have a major impact on District finances to ensure the long-term financial health of the district, while continuing to take steps to improve services to the community. The budget serves as the financial roadmap necessary to ensure the district accomplishes the strategic priorities outlined in the Strategic Plan.

The board adopted a \$70,592,583 million budget, which represents a 21% increase in revenue and expenditure from the prior year. This increase includes an increase in revenue due to the merger with the Fairmount Fire Protection District and intentional spending on district reserves. Senior leadership prioritized requests to ensure the district maintains the current level of service and continues to meet the objectives included in the Strategic Plan. The main priorities included prioritizing compensation and benefit increases, aligning with the Collective Bargaining Agreement, an increase of 29 new full-time equivalent positions which includes 27 Fairmount Fire Protection personnel because of the merger, inflation of 3-5 percent, a remodel of the training center, and aligning resources with the 5-year Apparatus Replacement Plan.

In alignment with the Collective Bargaining Agreement (CBA) negotiated in 2023 and effective through 2025, the adopted budget has a 5% pay increase for all employees and continues to pay longevity pay, an additional 2% on start of their 5th, 10th, 15th, 20th, 24th, and 29th years of service. The District added 29 new full-time equivalents (FTE); 6 Firefighter/Paramedic positions, 3 District Chiefs, 2 Captains, 6 Engineers, 5 Lieutenants, 1 Facility Technician, 1 Deputy Fire Marshal, 1 Wildfire Mitigation Specialist, 1 Director of People & Culture, 1 Division Chief of Emergency Management, 1 Receptionist, 1 Finance Position, bringing the total number of FTEs from 223 to 252.

The District continues to experience delays in apparatus, adding pressure to the five-year apparatus plan. It is important to the board and District staff that placeholders are still in place for apparatus replacement, capital improvements, and the remodel of the district's training center.

The District's budget for 2025 shows property tax revenue of \$40,956,359 (less an allowance for uncollectible levies) for the General Fund based on as assessed valuation for the District of \$2,613,847,901 and a mill levy of 15.669 mills. Additionally, through a transfer, the District will receive \$,516,186 (less an allowance for uncollectible levies) for the General Fund based on assessed valuation for the Fairmount District of \$414,735,449 and a mill levy of 15.712.

REQUEST FOR INFORMATION

This report is designed to provide a general overview of the District's finances. Questions concerning any of the information provided in this report or request for additional information should be addressed to: Arvada Fire Protection District Attn: Nicole Stewart 7903 Allison Way Arvada, CO 80005

**ARVADA FIRE PROTECTION DISTRICT
STATEMENT OF NET POSITION
DECEMBER 31, 2024**

	<u>Governmental Activities</u>
ASSETS	
Cash and Investments	\$ 36,020,663
Restricted Cash	19,295
Accounts Receivable:	
Property Taxes	43,492,827
Specific Ownership Tax	245,771
EMS Receivable, Net of Allowance (\$218,273)	1,202,071
Other	7,536
Prepaid Items	1,165,714
Due from Other Governments	1,329,331
Net Pension Asset	658,537
Nondepreciable Assets	2,868,675
Depreciable Assets, Net of Accumulated Depreciation and Amortization	33,955,110
Total Assets	<u>120,965,530</u>
DEFERRED OUTFLOWS OF RESOURCES	
Related to Pension	<u>11,275,809</u>
Total Deferred Outflows of Resources	<u>11,275,809</u>
LIABILITIES	
Accounts Payable	588,052
Accrued Liabilities	1,051,158
Long-Term Liabilities Due Within a Year:	
Compensated Absences	3,431,072
Bonds Payable	1,063,000
Subscription Liability	33,565
Lease Liability	10,585
Long-Term Liabilities Greater than a Year:	
Subscription Liability	14,946
Lease Liability	15,402
Total Liabilities	<u>6,207,780</u>
DEFERRED INFLOWS OF RESOURCES	
Related to Pension	638,098
Property Tax Levied for Subsequent Year	<u>43,492,827</u>
Total Deferred Inflows of Resources	<u>44,130,925</u>
NET POSITION	
Net Investment in Capital Assets	35,686,287
Restricted for:	
Tabor	1,794,588
Employee Assistance	19,295
Net Pension Asset	658,537
Unrestricted	<u>43,743,927</u>
Total Net Position	<u>\$ 81,902,634</u>

See accompanying Notes to Financial Statements.

**ARVADA FIRE PROTECTION DISTRICT
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2024**

Functions/Programs	Expenses	Program Revenues		Net (Expenses) Revenues and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	
Governmental Activities:				
Fire Protection and Emergency Services	\$ 47,268,462	\$ 7,480,568	\$ 1,554,903	\$ (38,232,991)
Interest on Long-Term Debt	20,576	-	-	(20,576)
Total Governmental Activities	<u>\$ 47,289,038</u>	<u>\$ 7,480,568</u>	<u>\$ 1,554,903</u>	<u>(38,253,567)</u>
GENERAL REVENUES				
Property Tax				46,880,099
Specific Ownership Tax				2,891,275
Investment Earnings				1,964,005
Other Income				430,089
Gain on Sale of Capital Assets				32,785
Total General Revenues				<u>52,198,253</u>
CHANGE IN NET POSITION				13,944,686
Net Position - Beginning of Year, as Originally Reported				68,865,379
Restatement				(907,431)
Net Position - Beginning of Year, as Restated				<u>67,957,948</u>
NET POSITION - END OF YEAR				<u>\$ 81,902,634</u>

See accompanying Notes to Financial Statements.

**ARVADA FIRE PROTECTION DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2024**

	<u>General Fund</u>
ASSETS	
Cash	\$ 1,765,041
Restricted Cash	19,295
Investments	34,255,622
Accounts Receivable:	
Property Taxes	43,492,827
Specific Ownership Tax	245,771
EMS Receivable, Net of Allowance (\$218,273)	1,202,071
Other	7,536
Prepaid Items	1,165,714
Due from Other Governments	1,329,331
	<u>1,329,331</u>
Total Assets	<u>\$ 83,483,208</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	
LIABILITIES	
Accounts Payable	\$ 588,052
Accrued Liabilities	1,051,158
Total Liabilities	<u>1,639,210</u>
DEFERRED INFLOWS OF RESOURCES	
Property Tax Levied for Subsequent Year	43,492,827
Unavailable Revenue - EMS Revenue	304,763
Unavailable Revenue - Other	742,936
Total Deferred Inflows of Resources	<u>44,540,526</u>
Total Liabilities and Deferred Inflows of Resources	46,179,736
FUND BALANCE	
Nonspendable - Prepaid Items	1,165,714
Restricted for:	
Tabor	1,794,588
Employee Assistance	19,295
Committed - Contractual Obligation	1,885,096
Unassigned	32,438,779
Total Fund Balance	<u>37,303,472</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ 83,483,208</u>

See accompanying Notes to Financial Statements.

**ARVADA FIRE PROTECTION DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUND
BALANCE SHEET TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2024**

Fund Balance per Governmental Fund Balance Sheet	\$ 37,303,472
Capital assets used in governmental activities are not financial resources and therefore are not reported in the fund balance sheet:	36,823,785
Certain revenues not available to pay liabilities of the current period are deferred in the governmental funds:	
Emergency Medical Service Fees	304,763
Other - Wildland and USAR Reimbursement	742,936
Deferred outflows of resources used in governmental activities are not financial resources and, therefore, are not reported in the governmental fund:	
Contributions Subsequent to the Measurement Date	2,159,687
Change in Investment	2,530,447
Change in Proportionate Share	1,016,433
Change in Experience	3,524,748
Change in Actuarial Assumptions	2,044,494
Deferred inflows of resources used in governmental activities are not financial resources and, therefore, are not reported in the government fund:	
Change in Investment Earnings	(312,375)
Change in Experience	(169,353)
Change in Proportionate Share	(156,370)
Some liabilities, including net pension liability and compensated absences, are not due and payable in the current period and therefore are not reported in the balance sheet:	
Net Pension Asset (Volunteer Plan)	658,537
Bonds Payable	(1,063,000)
Subscription Liability	(48,511)
Lease Liability	(25,987)
Compensated Absences	(3,431,072)
	(3,431,072)
Net Position per Statement of Net Position	\$ 81,902,634

See accompanying Notes to Financial Statements.

**ARVADA FIRE PROTECTION DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2024**

	<u>General Fund</u>
REVENUES	
General Property Taxes	\$ 46,880,099
Specific Ownership Taxes	2,891,275
Investment Earnings	1,964,005
EMS Services	7,919,121
Grant Revenue	87,554
Other Revenue	1,164,746
Total Revenues	60,906,800
EXPENDITURES	
Fire Protection and Emergency Services	45,794,463
Capital Outlay	2,663,663
Debt Service:	
Principal	1,126,414
Interest	20,576
Total Expenditures	49,605,116
EXCESS OF REVENUES OVER EXPENDITURES	11,301,684
OTHER FINANCING SOURCES	
Proceeds from Sale of Capital Assets	32,785
Total Other Financing Sources	32,785
NET CHANGE IN FUND BALANCE	11,334,469
Fund Balance - Beginning of Year	25,969,003
FUND BALANCE - END OF YEAR	\$ 37,303,472

See accompanying Notes to Financial Statements.

**ARVADA FIRE PROTECTION DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUND STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2024**

Net Change in Governmental Fund Balance	\$ 11,334,469
<p>Governmental funds report capital outlay as expenditures; however, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:</p>	
Capital Outlay	2,663,663
Depreciation and Amortization	(1,993,976)
<p>The issuance of long-term debt (e.g., bonds, notes and leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. This is the amount by which repayments exceeded proceeds:</p>	
Principal Payments on Subscriptions	66,767
Principal Payments on Leases	21,647
Principal Payments on Revenue Bonds	1,038,000
<p>Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds:</p>	
Compensated Absences	(589,709)
<p>Some items reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the government fund. The (increases) decreases in these activities consist of:</p>	
Pension Expense	(1,255,401)
Employer Pension Contributions	2,365,087
<p>Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the governmental fund:</p>	
Other - Wildland Reimbursement	732,692
Emergency Medical Services	(438,553)
Change in Net Position	\$ 13,944,686

See accompanying Notes to Financial Statements.

**ARVADA FIRE PROTECTION DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
PENSION TRUST FUND
DECEMBER 31, 2024**

	<u>Pension Trust Fund</u>
ASSETS	
Investments:	
Domestic Equities	\$ 5,473,641
Domestic Fixed Income Securities	3,480,309
Mutual Funds	1,577,383
Money Market Mutual Funds	535,632
Total investments	<u>11,066,965</u>
Accrued Interest Receivable	<u>36,199</u>
Total Assets	<u>11,103,164</u>
NET POSITION RESTRICTED FOR PENSIONS	<u><u>\$ 11,103,164</u></u>

See accompanying Notes to Financial Statements.

**ARVADA FIRE PROTECTION DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUND
YEAR ENDED DECEMBER 31, 2024**

	Pension Trust Fund
ADDITIONS	
Contributions from District	\$ 205,400
Contributions from the State of Colorado	184,860
Investment Income:	
Earnings on investments	247,043
Net Appreciation in Fair Value of Investments	1,000,835
Less: Investment Related Expenses	(28,892)
Net Investment Income	1,218,986
Total Additions	1,609,246
DEDUCTIONS	
Benefits Paid to Retirees	1,072,236
Administration of Plan	1,137
Total Deductions	1,073,373
CHANGES IN PLAN NET POSITION	535,873
Net Position - Beginning of Year	10,567,291
NET POSITION - END OF YEAR	\$ 11,103,164

See accompanying Notes to Financial Statements.

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The Arvada Fire Protection District (the District) is a governmental entity formed under the laws of the State of Colorado to provide fire protection services within Jefferson County. The District is governed by a five-member Board of Directors.

The District follows the Governmental Accounting Standards Board (GASB) accounting pronouncements, which provide guidance for determining which governmental activities, organizations, and functions should be included within the financial reporting entity. The financial reporting entity consists of the primary government and its component unit.

A primary government is any state, general-purpose local or special-purpose government, which meets the following criteria: a) it has a separately elected governing body; b) it is legally separate; and c) it is fiscally independent of other state and local governments. The financial reporting entity consists of the primary government and organizations for which the primary government is financially accountable. All funds, organizations, institutions, agencies, departments, and offices that are not legally separate are, for financial reporting purposes, part of the primary government.

Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and 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 impose specific financial burdens on, the primary government. Additionally, the primary government may choose to include an organization in the reporting entity that does not meet either of these criteria because the nature and significance of the component unit's relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

As required by accounting principles generally accepted in the United States of America (U.S. GAAP), these financial statements present the District (the primary government) and its component units. The component units included in the District's reporting entity are reported using the blended method. The blended method reports the financial data of the component unit as part of the primary government. The blended method is used when any of the following circumstances is present: 1) the component unit's governing body is substantively the same as the governing body of the primary government; and there is a financial benefit or burden relationship between the component unit and the primary government or management of the primary government has operational responsibility for the component unit; or 2) the component unit provides services entirely or almost entirely to the primary government, or 3) the component unit's total debt outstanding is expected to be repaid entirely or almost entirely with resources of the primary government.

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Reporting Entity (Continued)

The following component units are presented in the accompanying financial statements:

Arvada Fire Protection District Building Corporation (the Corporation) – The Corporation was formed to hold title to the property of the District and facilitate the operations of the District and support projects and initiatives that are organized and operated for similar purposes. The Corporation is controlled by the same elected Board of Directors as that of the District. Separate audited financial statements of the Corporation are not issued. There was no financial activity for the Corporation for the fiscal year ended December 31, 2024.

Arvada Fire Protection District Pension Trust Fund (the Pension Trust Fund) – The Pension Trust Fund is a single employer defined benefit pension plan established by the District to provide pension benefits for its volunteer firefighters. The Pension Trust Fund is administered by a Board of seven Trustees composed of five District Board members and two volunteer firefighters selected in accordance with Colorado State Statutes. The Pension Trust Fund is reported as a Fiduciary Fund. Separate audited financial statements of the Pension Trust Fund are not issued.

Government–Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all nonfiduciary activities of the District. Governmental activities, which normally are supported by taxes and intergovernmental revenues consist of fire protection and emergency services and interest on long-term debt for the District.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is 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 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 the governmental funds and the fiduciary funds, even though the latter are excluded from the District's government-wide financial statements.

Measurement Focus, Basis of Accounting, and Basis of Presentation

The government-wide financial statements and the pension trust fund 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 related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grant and similar revenues are recognized as soon as all eligibility requirements have been met.

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collected within the current year or soon enough thereafter to pay liabilities of the current year. For this purpose, the District considers all revenues, other than property tax, to be available if they are collected within 90 days of the end of the current year.

Property taxes are considered available if collected within 60 days of year-end. The major sources of revenue subject to accrual are property taxes and EMS revenue.

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.

All pension trust funds are accounted for using the accrual basis of accounting. Revenues are recognized when earned, and expenses are recognized when incurred.

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

Program revenues include fees for firefighting, EMS services, permits and inspections, other services provided by the District and operating grants received by the District during the fiscal year.

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

The *General Fund* is the District's primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.

The District reports the following fiduciary fund:

The *Pension Trust Fund* is used to account for the activities of the volunteer firefighter's retirement plan.

Adoption of New Accounting Standards

In June 2022, the Government Accounting Standards Board (GASB) issued GASB Statement No. 101, *Compensated Absences*. The primary objective of this Statement is to better meet the information needs of the financial statement users by updating the recognition and measurement guidance for compensated absences. This Statement requires that liabilities for compensated absences be recognized for leave that has not been used and leave that has been used, but not yet paid. The District adopted the requirements of the guidance effective January 1, 2024, and restated beginning net position as listed in Note 9.

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Adoption of New Accounting Standards (Continued)

In June 2022, the Government Accounting Standards Board (GASB) issued GASB Statement No. 100, *Accounting Changes and Error Corrections*. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The District adopted the requirements of the guidance effective January 1, 2024, related to the accounting principle change listed in Note 9.

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Fund Balances/Net Position

Investments

All investments are reported at fair value, amortized cost, or net asset value.

Accounts Receivable

All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. Property taxes levied in the current year but not received at year-end are identified as taxes receivable.

Prepaid Items

Prepaid items are paid in advance for services and are expensed as the services are rendered. Prepayments are recorded using the consumption method where services are allocated over appropriate service periods.

Capital Assets

Capital assets, which include land, vehicles and equipment, buildings, other improvements, office equipment, and construction in process are reported in the government-wide financial statements. The District defines capital assets as assets with an initial cost of more than \$5,000 and an estimated useful life in excess of one year. Donated assets are recorded at their acquisition value at the date of donation. Capital outlay from the statement of revenues, expenditures, and changes in fund balance in excess of what is capitalized on the statement of net position is charged to support services of the governmental activities.

Replacements or betterments (which improve or extend the lives of property) are capitalized. Maintenance and repairs of a routine nature are charged to expenditures as incurred and are not capitalized. Capital assets are depreciated using the straight-line method over the following estimated useful lives.

Buildings – Stations	40 years
Other Improvements	7-40 years
Office and Computer Equipment	5-10 years
Vehicles and Equipment	5-20 years

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Fund Balances/Net Position (Continued)

Leases

The District is a lessee for a noncancellable leases of equipment. The District recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the applicable governmental activities in the government-wide financial statements. The District recognizes lease liabilities with an initial, individual value of \$5,000.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

SBITAs

SBITA assets are initially measured as the sum of the present value of payments expected to be made during the subscription term, payments associated with the SBITA contract made to the SBITA vendor at the commencement of the subscription term, when applicable, and capitalizable implementation costs, less any SBITA vendor incentives received from the SBITA vendor at the commencement of the SBITA term.

The District recognizes SBITA assets with an initial value of \$5,000. SBITA assets are amortized in a systematic and rational manner over the shorter of the subscription term or the useful life of the underlying IT assets.

Deferred Outflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. A deferred outflow of resources is a consumption of net assets that applies to future periods. The District has five items that qualify as a deferred outflow of resources related to GASB Statement No. 68: 1) contributions subsequent to the measurement date; 2) change in proportionate share; 3) change in experience; and 4) change in actuarial assumptions. See Note 6 and 7 for additional information.

Property Taxes

Under Colorado law, all property taxes become due and payable in the calendar year following that in which they are levied. The District's property tax calendar is as follows:

Tax Year

Beginning of fiscal year for taxes

- January 1

Assessed valuation initially certified by County Assessor

- August 25

Property tax levy by Board of Directors for ensuing calendar year

- December 11

Tax levy certified by Controller to County Treasurer

- December 12

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Fund Balances/Net Position (Continued)

Property Taxes (Continued)

Collection Year

Mailing of tax bills (lien date)

- January 1

First installment due

- February 28

Taxes due in full (unless installments elected by taxpayer)

- April 30

Second installment due

- June 15

Property taxes are recorded initially as deferred inflow of resources in the year they are levied and measurable. The deferred inflows of resources relating to property taxes are recorded as revenue in the year they are available or collected. Property taxes are remitted to the District by the Jefferson County Treasurer by the 10th of the month following collections by the county.

Compensated Absences

The liability for compensated absences reported in the government-wide statements consists of vacation, sick and compensatory time leave that has not been used that is attributable to services already rendered, accumulates and is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. The liability also includes amounts for leave that has been used for time off but has not yet been paid in cash or settled through noncash means and certain other types of leave.

Long-Term Debt

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities.

In the fund financial statements, governmental funds recognize the face amount of debt issued 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 current expenditures.

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Fund Balances/Net Position (Continued)

Deferred Inflow of Resources

In addition to liabilities, the statement of net position and balance sheet will sometimes report separate sections for deferred inflows of resources. A deferred inflow of resources is an acquisition of net assets that applies to future periods. The District has several items that qualify for reporting as deferred inflows of resources. Property tax revenue is considered a deferred inflow of resources in the year the taxes are levied and measurable and are recognized as an inflow of resources in the period they are collected. EMS revenue is recognized as a deferred inflow of resources in the period in which services are performed. Deferred inflows related to GASB Statement No. 68 have been recorded as of December 31, 2024: 1) change in experience; 2) change in proportionate share; 3) change in assumptions; and 4) change in investment earnings. See Notes 6 and 7 for additional information.

Net Position/Fund Balances

In the government-wide and fund financial statements, net position and fund balances are restricted when constraints placed on the use of resources are externally imposed.

In the government-wide financials statements, net position includes net investment in the capital assets of the entity, and also shows restricted amounts related to TABOR and employee assistance. The District had net investment in capital assets of \$35,686,287 as of December 31, 2024. The District held net position of \$1,794,588 and \$19,295 as of December 31, 2024 as restricted for TABOR and for employee assistance, respectively.

In the fund financial statement, governmental funds report committed fund balances when the Board of Directors formally commits resources for a specific purpose through passage of a resolution. The Board of Directors has delegated to the Fire Chief the authority to assign fund balances to be used for specific purposes. When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, District policy requires restricted fund balance to be used first, followed by committed, assigned, and unassigned balances.

Nonspendable fund balance includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact, including items that are not expected to be converted to cash. The District had \$1,165,714 in nonspendable fund balance as of December 31, 2024.

Restricted fund balance includes amounts where constraints have been placed on the use of resources by either (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation. The District had \$1,813,883 restricted as of December 31, 2024.

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Fund Balances/Net Position (Continued)

Net Position/Fund Balances (Continued)

Committed fund balance includes amounts that can only be used for specific purposes pursuant to constraints imposed by the Board of Directors. Committed amounts cannot be used for any other purpose unless the Board of Directors removes or changes the specified use by taking the same type of formal action (for example, resolution) it employed to previously commit those amounts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements. The District had \$1,885,096 committed as of December 31, 2024.

Assigned fund balance includes amounts that are constrained by the District's intent to be used for specific purposes but are neither restricted nor committed. The Board of Directors adopted a fund balance policy and as part of the policy delegated the authority to the Fire Chief to assign amounts to be used for specific purposes. The District had no assigned fund balance as of December 31, 2024.

Unassigned fund balance represents residual fund balance that has not been restricted, committed, or assigned.

Budget Information

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

Prior to October 15, the Finance Director of the District presents the proposed balanced budget for the fiscal year commencing the following January 1 to the Board of Directors. The operating budget includes proposed expenditures and the means of financing them for each fund of the District.

Public hearings are conducted to obtain taxpayer comments.

Prior to December 15, the Board of Directors legally adopts the budget through the passage of a resolution. This resolution authorizes a lump-sum expenditure budget for each fund and this aggregate expenditure budget then becomes the level of control upon which expenditures cannot legally exceed appropriations. An appropriation resolution is also adopted for each individual fund.

The budgets for all governmental funds are adopted on a modified accrual basis consistent with generally accepted accounting principles (GAAP).

The budget for the Pension Trust Fund is adopted to fulfill statutory requirements and is prepared on a GAAP basis.

All appropriations lapse at year-end per State statutes.

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Fund Balances/Net Position (Continued)

Estimates

The preparation of financial statements in conformity with U.S. GAAP 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 financial statements, and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2 CASH AND INVESTMENTS

The following is the reconciliation between the cash and investments recorded in the financial statements and the amounts reported in this footnote:

Deposits With Financial Institutions	\$ 1,784,336
Investments	45,322,587
Total Cash and Investments	\$ 47,106,923
Governmental Funds:	
Cash	\$ 1,765,041
Restricted Cash	19,295
Investments	34,255,622
Total Governmental Funds	36,039,958
Fiduciary Fund *:	
Investments	11,066,965
Total Fiduciary Funds	11,066,965
Total Cash and Investments	\$ 47,106,923

*See Note 6 for cash and investment information of the fiduciary fund.

Cash Deposits

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

The State Commissioners for banks and financial services are required by statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools.

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 2 CASH AND INVESTMENT (CONTINUED)

Cash Deposits (Continued)

At December 31, 2024, the District's cash deposits had a bank balance of \$2,127,858. None of this balance was exposed to custodial credit risk.

The District has not adopted a formal investment policy; however, it follows state statutes regarding investments.

Credit Risk

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local governments may invest, which include:

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

Interest Rate Risk

Interest rate risk is the risk that market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The District has not adopted a formal interest rate risk policy; however, it follows state statutes regarding investments.

As of December 31, 2024, the District had the following investments:

<u>Investment</u>	<u>Rating - Moody's</u>	<u>Fair Value</u>	<u>Maturity Less Than 1 Year</u>	<u>Percentage of Investment</u>
Colostrust	AAAm	<u>\$ 34,255,622</u>	<u>\$ 34,255,622</u>	<u>100%</u>

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 2 CASH AND INVESTMENT (CONTINUED)

Fair Value

As of December 31, 2024, the District had invested \$34,255,622 in the Colorado Local Government Liquid Asset Trust (COLOTRUST) (the Trust), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces all State statutes governing the Trust. The Trust operates similarly to a money market fund and each share is equal in value to \$1.00. The Trust offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+. Both portfolios may invest in U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities. COLOTRUST PLUS+ may also invest in certain obligations of U.S. government agencies, highest rated commercial paper and any security allowed under CRS 24-75-601.

A designated custodial bank serves as custodian for the Trust's portfolios pursuant to a custodian agreement. The custodian acts as safekeeping agent for the Trust's investment portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by the Trust. COLOTRUST is rated AAAM by Standard & Poor's and measured at net asset value (NAV). There are no unfunded commitments, the redemption frequency is daily and there is no redemption notice period.

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2024, is summarized below:

	Beginning Balance	Additions	Deletions	Transfers	Ending Balance
Capital Assets Not Being Depreciated:					
Land	\$ 2,211,809	\$ -	\$ -	\$ -	\$ 2,211,809
Construction in Progress	-	656,866	-	-	656,866
Total Capital Assets Not Being Depreciated	2,211,809	656,866	-	-	2,868,675
Capital Asset Being Depreciated:					
Vehicles and Equipment	23,800,918	1,408,401	(670,641)	-	24,538,678
Fire Stations	25,384,794	7,979	-	-	25,392,773
Improvements	10,770,040	466,001	-	-	11,236,041
Right-to-Use Lease Equipment	144,004	-	(55,780)	-	88,224
SBITA Asset	199,814	21,385	-	-	221,199
Office and Computer Equipment	1,461,273	103,031	-	-	1,564,304
Total Capital Assets Being Depreciated	61,760,843	2,006,797	(726,421)	-	63,041,219
Less: Accumulated Depreciation/Amortization:					
Vehicles and Equipment	(15,406,407)	(645,429)	670,641	-	(15,381,195)
Fire Stations	(7,321,257)	(848,314)	-	-	(8,169,571)
Improvements	(4,258,455)	(344,371)	-	-	(4,602,826)
SBITA Asset	(36,176)	(79,095)	-	-	(115,271)
Right-to-Use Lease Equipment	(78,256)	(34,730)	55,780	-	(57,206)
Office and Computer Equipment	(718,003)	(42,037)	-	-	(760,040)
Total Accumulated Depreciation/Amortization	(27,818,554)	(1,993,976)	726,421	-	(29,086,109)
Total Capital Assets, Net	<u>\$ 36,154,098</u>	<u>\$ 669,687</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 36,823,785</u>

Depreciation/amortization expense of \$1,993,976 for December 31, 2024, is allocated to the fire protection and emergency services function.

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 4 LONG-TERM DEBT

Following is a summary of long-term debt transactions for the year ended December 31, 2024:

	Beginning Balance, Restated*	Additions	Deletions	Ending Balance	Due in One Year
2013 Series Lease					
Revenue Bonds (Direct Borrowing)	\$ 2,101,000	\$ -	\$ (1,038,000)	\$ 1,063,000	\$ 1,063,000
Compensated Absences*	2,841,363	589,709	-	3,431,072	3,431,072
Subscription Liability	115,278	-	(66,767)	48,511	33,565
Lease Liability	47,634	-	(21,647)	25,987	10,585
Total Long-Term Liabilities	<u>\$ 5,105,275</u>	<u>\$ 589,709</u>	<u>\$ (1,126,414)</u>	<u>\$ 4,568,570</u>	<u>\$ 4,538,222</u>

* The beginning balance was restated due to the implementation of GASB Statement No. 101, see Note 9 related to the restatement. The change in compensated absence liability is presented as a net change.

Tax-Exempt Direct Purchase Lease Revenue Bonds, Series 2013A, 2013B, and 2013C

On August 5, 2013, the District entered into a Lease Agreement with the Arvada FPD Building Corporation (Corporation). The Corporation was created to facilitate the issuance of tax-exempt direct purchase lease revenue bonds Series 2013A, Series 2013B, and Series 2013C. The facilities financed with the bonds were leased to the District from the Corporation. The Corporation, as a component unit to the District, will issue up to \$9,500,000 in tax-exempt direct purchase lease revenue bonds, of which Series 2013B qualified under the provisions of sections 141-150 of the Internal Revenue Code as a "Build America Bond", for the interest credit of 35% percent. The bonds were issued under a Mortgage and Loan Agreement between the District and Wells Fargo Bank, NA, as Trustee. The interest is payable annually at a rate of 1.17% on January 1 and July 1 of each year, commencing on January 1, 2014 through July 1, 2025. The net proceeds of \$9,500,000 are restricted to be used to finance the acquisition and remodeling of fire stations and equipment. In the event of default, the interest rate on the bonds would increase to the default rate of prime rate plus 4.00% per annum.

Bond payments to maturity are as follows:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 1,063,000	\$ 12,437	\$ 1,075,437
Total	<u>\$ 1,063,000</u>	<u>\$ 12,437</u>	<u>\$ 1,075,437</u>

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 4 LONG-TERM DEBT (CONTINUED)

Lease Liability

The District leases equipment under noncancellable agreements that expire between 2024 and 2027. The total future minimum lease payments for these leases are as follows:

<u>Year Ending December 31,</u>	Principal	Interest	Total Minimum Lease Payments
2025	\$ 10,585	\$ 448	\$ 11,033
2026	10,822	211	11,033
2027	4,580	17	4,597
Total	<u>\$ 25,987</u>	<u>\$ 676</u>	<u>\$ 26,663</u>

Subscription Liability

The District subscribes to various software under a noncancelable agreements for which the right to use the software expires between November 2025 and June 2028. The total future minimum subscription payments for the subscriptions are as follows:

<u>Year Ending December 31,</u>	Principal	Interest	Total Minimum Subscription Payments
2025	\$ 33,565	\$ 519	\$ 34,084
2026	7,368	316	7,684
2027	7,578	107	7,685
Total	<u>\$ 48,511</u>	<u>\$ 942</u>	<u>\$ 49,453</u>

NOTE 5 RISK MANAGEMENT

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. The District utilizes commercial insurance for property and liability coverage. Claims have not exceeded coverage in the last three years. Legal counsel and management report that there are no legal actions in process that would have a material effect on these financial statements.

The District is a member of the Colorado Special Districts Property and Liability Pool (Pool) as of December 31, 2024. The Pool is an organization created by intergovernmental agreement to provide property, liability, public officials' liability, boiler and machinery and workers compensation coverage to its members. In 2024, the District is covered by the Pool for workers compensation and property and casualty coverage. Settled claims have not exceeded coverage.

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 5 RISK MANAGEMENT (CONTINUED)

The District pays annual premiums to the Pool for workers compensation and property and casualty coverage. In the event aggregate losses incurred by the Pool exceed amounts recoverable from reinsurance contracts and funds accumulated by the Pool, the Pool may require additional contributions from Pool members. Any excess funds which the pool determines are not needed for purposes of the Pool may be returned to the members pursuant to a distribution formula.

NOTE 6 VOLUNTEER FIREFIGHTERS PENSION FUND

Plan Descriptions and Provisions

The District, on behalf of its volunteer firefighters, contributes to a single employer defined benefit pension plan (the Plan). The Plan is administered by a Board of seven Trustees composed of five District Board members and two volunteer firefighters selected in accordance with Colorado State.

Statutes - The plan provides retirement benefits for members and beneficiaries according to the plan provisions as enacted and governed by the Pension Fund Board of Trustees. Colorado Revised Statutes (CRS), as amended, establishes basic benefit provisions for such plans. The Plan is included as a Pension Trust fund of the District and the Pension Trust does not issue separate statements.

The Plan provides retirement, survivor, death and funeral benefits. Retirement benefit for a member is \$750 a month for 20 or more years of service. Those members with a minimum of 10 years of service receive \$37.50 per month for every year of service. Survivor's death benefits range from a \$150 to \$375 monthly benefit payment depending on different variables. Funeral benefit to the family members is a one-time payment equal to two monthly payments (maximum of \$1,500).

Participant's credited service is the sum of their years of service within the District. There are no contributions by the volunteer firefighters. The District contributes such amounts as are deemed necessary under the entry age actuarial cost method to provide the retirement plan with sufficient assets to meet the benefits to be paid to plan participants. For the year ended December 31, 2024, the District contributed \$205,400 to the plan and the State of Colorado contributed a total of \$184,860.

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 6 VOLUNTEER FIREFIGHTERS PENSION FUND (CONTINUED)

Plan Descriptions and Provisions (Continued)

Employees Covered by Benefit Terms

At December 31, 2024, the following employees were covered by the benefit terms:

Inactive Plan Members or Beneficiaries	
Currently Receiving Benefits	185
Inactive Plan Members Entitled to But	
Not Yet Receiving Benefits	-
Active Employees	-
Total	185

Actuarial Assumptions

The actuarial assumptions that determined the total pension liability as of December 31, 2024, were based on the actuarial valuation as of January 1, 2025.

Actuarial Cost Method	Entry Age Normal
Amortization Method	The actuarially determined contribution is based on a 15 year closed amortization schedule, effective January 1, 2017
Remaining Amortization Period	9 Years Remaining as of January 1, 2023
Asset Valuation Methods	Market Value
Inflation	Implicit
Salary Increases	N/A
Investment Rate of Return	6.00%
Retirement Age	50% rate assumed until 65 at which 100% retirement is assumed

Mortality Rate

Mortality rate is assumed according to Pub-2010 Public Safety Healthy Annuitant Mortality Tables for males and females, amount-weighted, projected with the ultimate values of the MP-2020 projection scale.

Single Discount Rate

A single discount rate of 6.00% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 6.00% and municipal bond rate of 4.08%. The projection of cash flows used to determine this Single Discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position and future contributions were sufficient to finance all future benefit payments.

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 6 VOLUNTEER FIREFIGHTERS PENSION FUND (CONTINUED)

Investments

The Plan is a noninsured trust retirement plan, with a bank or trust company authorized to exercise trust powers in Colorado as trustee. As such, the Plan's assets are invested using the "Colorado Uniform Prudent Investor Act" found in the provisions of Part 3 of Article 1 of Title 15, C.R.S.

The Plan assets are invested and managed as a prudent investor would, by considering the purposes, terms, distribution requirements, and other circumstances. In satisfying this standard, all fiduciaries shall exercise reasonable care, skill, and caution. Investment decisions should be evaluated within the context of the entire portfolio (rather than on an individual investment basis) and as part of an overall investment strategy having risk and return objectives reasonably suited to the Plan's purpose.

Separate accounts, mutual funds, and other investment vehicles may be used based upon the most favorable approach for the Plan's circumstances, assuming the vehicle meets the fiduciary standard and specific guidelines for the manager. It is recognized that if a pooled fund is used, the fund's investment manager, rather than the Plan, sets the fund's investment policies, strategies, objectives, guidelines, and restrictions.

The investments of the Trust are reported at fair value. Securities are valued at the last reported sales price at current exchange rates or the quoted market price as of December 31, 2024.

The Plan's investment portfolio consists of the following types of investments:

Investment	Fair Value	Maturity			Percentage of Investment	
		Less Than One Year	1-5 Yrs	6-10 Yrs		More Than 10 Years
Corporate Bonds	\$ 2,055,109	\$ 422,513	\$ 1,077,493	\$ 555,103	\$ -	59.05 %
U.S. Treasury Notes	1,214,791	263,100	585,678	366,013	-	34.90
U.S. Agency Bonds	210,409	-	157,964	52,445	-	6.05
Total	<u>\$ 3,480,309</u>	<u>\$ 685,613</u>	<u>\$ 1,821,135</u>	<u>\$ 973,561</u>	<u>\$ -</u>	<u>100.00 %</u>

In addition, the Pension Plan had \$5,473,641 invested in equities, \$1,577,383 invested in mutual funds, and \$535,632 invested in money market mutual funds, to which the concept of maturity does not apply, as of December 31, 2024.

The calculation of realized gains (loss) is independent of the calculation of the net change in the fair value of investments. Realized gains and losses on investments that had been held in more than one fiscal year and sold in the current year may have been recognized as an increase or decrease in the fair value of investments reported in the prior year.

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 6 VOLUNTEER FIREFIGHTERS PENSION FUND (CONTINUED)

Investment Policy

The Plan has an investment policy that regulates investments by hiring a qualified investment consultant to oversee qualified investment management firms who manage the assets of the Plan. The investment policy establishes an investment strategy, investment objectives, and investment guidelines for all assets.

The investment strategy is designed to be consistent with the safety and return objectives of the Plan and meets the requirements of C.R.S 31-30-113.

The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the Pension Trust board by a majority vote of its members.

Rate of Return

For the year ended December 31, 2024, the Plan's annual money-weighted rate of return on plan investments, net of investment expense, was 11.49%. The money-weight rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Investment Risk Factors

There are many factors that can affect the value of investments. Some, such as custodial risk, concentration risk, and foreign currency risk, may affect both equity and fixed income securities. Equity securities respond to such factors as economic conditions, individual company earnings, performance, and market liquidity, while fixed income securities are particularly sensitive to credit risks and changes in interest rates. The Plan has established investment policies to provide the basis for the management of a prudent investment program appropriate to the particular needs of the Plan.

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 6 VOLUNTEER FIREFIGHTERS PENSION FUND (CONTINUED)

Credit Risk

Credit risk is the risk that an issuer or other party to an investment will not fulfill its obligation to the Plan. Credit risk exposure is managed in accordance with investment guidelines as stated in the formal investment policy adopted by the Board. The Plan assets will be invested in accordance with the “Colorado Uniform Prudent Investor Act” found in the provisions of Part 3 of Article 1 of Title 15, C.R.S. The Plan assets shall be invested and managed as a prudent investor would, by considering the purposes, terms, distribution requirements and other circumstances. In satisfying this standard, all fiduciaries shall exercise reasonable care, skill, and caution. Investment decisions should be evaluated within the context of the entire portfolio, rather than on an individual investment basis, and as part of an overall investment strategy having risk and return objectives reasonably suited to the Plan’s purpose. The Plan does not own any derivative investments.

Investment	Credit Rating (S&P)					
	Fair Value	N/A	AAA	AA/AA-	A+/A/A-	BBB
Equities	\$ 5,473,641	\$ 5,473,641	\$ -	\$ -	\$ -	\$ -
Corporate Bonds	2,055,109	-	72,374	213,023	1,019,948	749,764
Mutual Funds	1,577,383	1,577,383	-	-	-	-
U.S. Treasury Obligations	1,214,791	-	1,214,791	-	-	-
U.S. Agency Bonds	210,409	-	210,409	-	-	-
Money Market Mutual Funds	535,632	535,632	-	-	-	-
Total	<u>\$ 11,066,965</u>	<u>\$ 7,586,656</u>	<u>\$ 1,497,574</u>	<u>\$ 213,023</u>	<u>\$ 1,019,948</u>	<u>\$ 749,764</u>

Custodial Risk

The Plan has no custodial credit risk. All securities are registered in the name of the Pension Trust as the Trustee for the Plan and held by third-party safekeeping agents. Investments in money market mutual funds are not exposed to custodial risk because their existence is not evidenced by securities that exist in physical or book entry form.

Concentration of Credit Risk

The Pension Fund’s investment policy does not limit investments in any one issuer, nor does it limit the concentration. The investment in JP Morgan Hedged Equity Mutual Fund exceeded 5% of the total investments and makes up 5.2% of the Pension Trust Fund’s net position, respectively.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Plan’s investment policy manages its exposure to fair value losses arising from rising interest rates by providing specific guidelines for fixed income managers.

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 6 VOLUNTEER FIREFIGHTERS PENSION FUND (CONTINUED)

Fair Value

As of December 31, 2024, the Pension Plan had the following fair value measurements including investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>
Equities	\$ 5,473,641	\$ 5,473,641	\$ -
Corporate Bonds	2,055,109	-	2,055,109
U.S. Treasury Securities	1,214,791	1,214,791	-
U.S. Agency Bonds	210,409	210,409	-
Mutual Funds	1,577,383	1,577,383	-
Investments by Fair Value Level	<u>\$ 10,531,333</u>	<u>\$ 8,476,224</u>	<u>\$ 2,055,109</u>

In addition, the Pension Plan had \$535,632 invested in money market mutual funds, which are not leveled within the GASB Statement No. 72 hierarchy and are measured at net asset value as of December 31, 2024.

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. Fair value is the price that would be achieved to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value measurements must maximize the use of observable inputs and minimize the use of unobservable inputs.

There is a hierarchy of three levels of inputs that may be used to measure fair value, as follows: Level 1: Quoted prices (unadjusted) in active markets for an identical asset or liability that a government can access at the measurement date. Level 2: Inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly or indirectly. Level 2 inputs include quoted prices for similar assets or liabilities, quoted prices for identical or similar assets or liabilities in markets that are not active, or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities. Level 3: Unobservable inputs for an asset or liability.

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 6 VOLUNTEER FIREFIGHTERS PENSION FUND (CONTINUED)

Fair Value (Continued)

Changes in the Net Pension Liability/(Asset)

	Increase/(Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Balance - Beginning of Year	\$ 10,836,260	\$ 10,567,291	\$ 268,969
Changes for the Year			
Interest	618,572	-	618,572
Difference in Expected and Actual Experience	58,828	-	58,828
Changes in Assumptions	-	-	-
Changes in Benefit Terms	-	-	-
Contributions - Employer	-	205,400	(205,400)
Contributions - State	-	184,860	(184,860)
Net Investment Income	-	1,215,783	(1,215,783)
Benefit Payments, Including Refunds of Employee Contributions	(1,069,033)	(1,069,033)	-
Administrative Expenses	-	(1,137)	1,137
Net Changes	<u>(391,633)</u>	<u>535,873</u>	<u>(927,506)</u>
Balance - End of Year	<u>\$ 10,444,627</u>	<u>\$ 11,103,164</u>	<u>\$ (658,537)</u>

The Plan's fiduciary net position as a percentage of total pension asset is 106.3% for the fiscal year ended December 31, 2024.

Sensitivity of the Net Pension Liability (Asset) to the Changes in the Discount Rate - The following table presents the net pension liability of the District, calculated using the discount rate of 6.00%, as well as what the District's net pension liability would be if it were calculated using a discount rate that is one percentage point lower (5.00%) or one percentage point higher (7.00%) than the current rate.

	1% Decrease (5.00%)	Current Discount Rate (6.00%)	1% Increase (7.00%)
	Net Pension Liability (Asset)	<u>\$ 230,967</u>	<u>\$ (658,537)</u>

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 6 VOLUNTEER FIREFIGHTERS PENSION FUND (CONTINUED)

Fair Value (Continued)

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

For the year ended December 31, 2024, the District recognized pension expense of \$248,198. At December 31, 2024, the District reported deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	\$ -	\$ 312,375

Amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended December 31,	Deferred Amounts
2025	\$ (24,561)
2026	132,726
2027	(300,173)
2028	(120,367)
Total	\$ (312,375)

NOTE 7 STATE FIRE AND POLICE PENSION PLAN

State Fire and Police Pension Plan (FPPA)

The District contributes to the Statewide Retirement Plan (SRP), a cost-sharing multiple-employer defined benefit pension plan administered by the Fire & Police Pension Association of Colorado (FPPA) for firefighters hired on or after April 8, 1978 (New Hires), provided that they are not already covered by a statutorily exempt plan. The SRP became effective January 1, 1980. As of August 5, 2003, the SRP may include clerical and other personnel from fire districts whose services are auxiliary to fire protection. Most full-time, paid firefighters of the District are members of the SRP, and all newly hired firefighters have to be enrolled in the SRP. Effective January 1, 2023, the assets and liabilities of the Statewide Defined Benefit Plan and Statewide Hybrid Plan were combined to form the Statewide Retirement Plan based on House Bill 22-1034. The Statewide Defined Benefit Plan became the Defined Benefit Component of the Statewide Retirement Plan and the Statewide Hybrid Plan became the Hybrid Component of the Statewide Retirement Plan.

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 7 STATE FIRE AND POLICE PENSION PLAN (CONTINUED)

State Fire and Police Pension Plan (FPPA) (Continued)

The SRP assets are included in the Fire & Police Members' Benefit Investment Fund and the Fire & Police Members' Self-Directed Investment Fund (for Deferred Retirement Option Plan ("DROP") assets and Separate Retirement Account assets from eligible retired members). The SRP is administered by FPPA. FPPA issues a publicly available annual comprehensive financial report that can be obtained on FPPA's website at <http://www.FPPAco.org>.

Description of Benefits

SRP provides retirement and disability, annual increases and death benefits for members or their beneficiaries. A member is eligible for a normal retirement pension once the member has completed 25 years of credited service and has attained the Normal Retirement Age. The FPPA Board of Directors may change the retirement age on an annual basis, depending upon the results of the actuarial valuation and other circumstances, with the Normal Retirement Age being not less than age 55 and not more than age 60. A member may also qualify for a normal retirement pension if the member's combined years of service and age equals at least 80, with a minimum age of 50 (Rule of 80).

A member is eligible for retirement after attainment of age 55 with at least five years of credited service.

A member is eligible for an early retirement after completion of 30 years of service or attainment of age 50 with at least five years of credited service. The early retirement benefit equals the normal retirement benefit reduced on an actuarially equivalent basis.

The annual normal retirement benefit for the Defined Benefit Component 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 of the average member's highest three years' base salary for each year of service thereafter.

Beginning January 1, 2007, the annual normal retirement benefit for the Social Security Component is 1.0 percent of the average of the member's highest three years base salary for each year of credited service up to then years plus 1.25 percent of the average of the member's highest three years' base salary for each year thereafter. Prior to 2007, the benefit for members of the Social Security Component will be reduced by the amount of social security income the member receives annually, calculated as if the social security benefit started as of age 62.

The annual retirement benefit of the Hybrid Defined Benefit Component is 1.9 percent of the average of the member's highest three years' base salary for each year of credited service through December 31, 2022 and 1.5 percent of the average of the member's highest three years' base salary for each year of credited service after January 1, 2023.

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 7 STATE FIRE AND POLICE PENSION PLAN (CONTINUED)

Description of Benefits (Continued)

Benefits paid to retired members and beneficiaries may be increased annually on October 1 via cost of living adjustment (COLA). COLAs may be compounding or non-compounding. The increase in benefits, if any, is based on the FPPA Board of Director's discretion. Compounding COLAs can range from 0 percent to the higher of 3 percent or the Consumer Price Index for Urban Wage Earners and Clerical Workers.

Non-compounding COLAs take into consideration the investment returns, compounding COLAs and other economic factors. COLAs may begin once the retired member has been receiving retirement benefits for at least 12 calendar months prior to October 1.

Upon termination, the vested account balance within the Money Purchase Component becomes available to the member.

Upon termination, a member may elect to have their member contributions, along with 5.0 percent as interest, returned as a lump sum distribution in lieu of a retirement benefit.

Contributions

Contribution rates for the SRP are set by state statute. The FPPA Board of Directors may further increase the required contributions, equally between employer and member, upon approval through an election of both employers and members.

Members of the Defined Benefit Component contribute 12.0 percent of base salary. In 2020, legislation was enacted to increase the employer contributions rate to the Plan beginning in 2021. Employer contribution rates will increase 0.5 percent annually through 2030 to a total of 13.0 percent of base salary. These increases result in a combined contribution rate of 25.0 percent of base salary in 2030. In 2024, the total combined member and employer contribution rate was 22 percent.

Contributions from Defined Benefit Component members and employers of plans reentering the Defined Benefit Component are established by resolution and approved by the FPPA Board of Directors. The continuing rate of contribution for reentry groups is determined for each reentry group. The additional contribution amount is determined locally and may be paid by the member, the employer or split 50/50. Per the 2020 legislation, the required employer contribution rate for reentry departments also increases 0.5 percent annually. These increases result in a minimum combined contribution rate of 25.2 percent in 2030. In 2024, the total minimum required member and employer contribution rate was 22.2 percent.

Members of the Social Security Component contribute 6.0 percent of base salary. Per the 2020 legislation, employer contribution rates will increase 0.25 percent annually through 2030 to a total of 6.5 percent of base salary. These increases result in a combined contribution rate of 12.5 percent of base salary in 2030. In 2024, the total combined member and employer contribution rate was 11 percent.

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 7 STATE FIRE AND POLICE PENSION PLAN (CONTINUED)

Contributions (Continued)

The Hybrid Defined Benefit Component and Money Purchase Component members and their employers are currently each contributing at the rate determined by the individual employer. Effective January 1, 2023, the employer and member minimum contribution rates will increase by 0.125 percent annually until they reach a minimum rate of 9 percent each and at least a combined rate of 18 percent in 2030. In 2024, the total minimum combined member and employer contribution rate was 16.5 percent.

The Hybrid Defined Benefit Component sets contribution rates at a level that enables the defined benefits to be fully funded at the member's retirement date. The amount allocated to the Hybrid Defined Benefit Component is set annually by the FPPA Board of Directors. The Hybrid Defined Benefit Component contribution rate from July 1, 2023 through June 30, 2024 is 14.24 percent. The Hybrid Defined Benefit Component contribution rate from January 1, 2023 through June 30, 2023 was 13.90 percent. Contributions in excess of those necessary to fund the defined benefit are allocated to the member's self-directed account in the Money Purchase Component. A member of the Plan may elect to make voluntary after-tax contributions to the Money Purchase Component of the Plan.

Within the Money Purchase Component, members are always fully vested in their own contributions, as well as the earnings on those contributions. Vesting in the employer's contributions within the Money Purchase Component, and earnings on those contributions occurs according to the vesting schedule set by the plan document at 20 percent per year after the first year of service and to be 100 percent vested after five years of service or the attainment of age 55. Employer and member contributions are invested in funds at the discretion of members. A member of the Plan may elect to make voluntary after-tax contributions to the Money Purchase Component of the Plan.

Employer contributions are recognized by SRP in the period in which the compensation becomes payable to the member and the District is statutorily committed to pay the contributions to SRP. Contributions to the Defined Benefit Component and Hybrid Component of the SRP from the District were \$2,159,687 for the year ended December 31, 2024.

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

At December 31, 2024, the District reported a net pension liability of \$0 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's share of contributions to the pension plan relative to the contributions of all participating entities. At December 31, 2023, the District's proportion was 1.8508 percent, which was a decrease of 0.06467 percent from its proportion measured as of December 31, 2022.

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 7 STATE FIRE AND POLICE PENSION PLAN (CONTINUED)

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

For the year ended December 31, 2024, the District recognized pension expense of (\$1,503,600). At December 31, 2024, the District 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
Differences Between Expected and Actual Experience	\$ 3,524,748	\$ 169,353
Changes of Assumptions	2,044,494	-
Net Difference Between Projected and Actual Earning of Pension Plan Investments	2,530,447	-
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	1,016,433	156,370
District Contributions Subsequent to the Measurement Date	2,159,687	-
Total	\$ 11,275,809	\$ 325,723

\$2,159,687 in total reported as deferred outflows of resources related to pension resulting from District contributions subsequent to measurement date will be recognized as an addition to the net pension asset in the year ended December 31, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended December 31,</u>	Deferred Amounts
2025	\$ 1,528,544
2026	2,183,211
2027	3,045,681
2028	515,170
2029	568,320
Thereafter	949,473
Total	\$ 8,790,399

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 7 STATE FIRE AND POLICE PENSION PLAN (CONTINUED)

Actuarial Assumptions

The actuarial valuations for the SRP were used to determine the total pension liability and actuarially determined contributions for the fiscal year ending December 31, 2023. The valuations used the following actuarial assumption and other inputs:

	<u>Total Pension Liability</u>	<u>Actuarial Determined Contributions</u>
Actuarial Valuation Date	January 1, 2024	January 1, 2023
Actuarial Method	Entry Age Normal	Entry Age Normal
Amortization Method	N/A	Level % of Payroll, Open
Amortization Period	N/A	30 Years
Long-Term Investment Rate of Return*	7.0%	7.0%
Projected Salary Increases*	4.25 - 11.25%	4.25 - 11.25%
Cost of Living Adjustments (COLA)	0.0%	0.0%
*Includes Inflation at:	2.5%	2.5%

For determining the total pension liability, the postretirement mortality tables for non-disabled retirees uses the Pub-2010 Safety Healthy Annuitant Mortality Tables for males and females, amount-weighted, and then projected using the ultimate values of the MP-2020 projection scale for all years. The pre-retirement mortality assumption uses Pub-2010 Safety Healthy Employee Mortality Tables for males and females, amount-weighted, and then projected with the MP-2020 Ultimate projection scale. The pre-retirement non-duty mortality tables are adjusted to 60% multiplier. The on-duty mortality rate is 0.00015.

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

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

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 7 STATE FIRE AND POLICE PENSION PLAN (CONTINUED)

Actuarial Assumptions (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 (assumed at 2.5 percent). Best estimates of arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of December 31, 2023 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Global Equity	35.00 %	8.33 %
Equity Long/Short	6.00	7.27
Private Markets	34.00	10.31
Fixed Income	10.00	5.35
Absolute Return	5.00	5.89
Fixed Income - Credit	9.00	6.39
Cash	1.00	4.32
Totals	<u>100.00 %</u>	

Discount Rate

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

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

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.00 percent; the municipal bond rate is 3.77 percent (based on the weekly rate closest to but not later than the measurement date of the "state & local bonds" rate from Federal Reserve statistical release (H.15)); and the resulting Single Discount Rate is 7.00 percent.

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 7 STATE FIRE AND POLICE PENSION PLAN (CONTINUED)

Sensitivity of the District’s Proportionate Share of the Net Pension Liability (Asset) to Changes in the Discount Rate

The following presents the District’s proportionate share of the net pension liability (asset) calculated using the discount rate of 7.00%, as well as what the District’s proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Proportionate Share of the Net Pension Liability	\$ 10,378,170	\$ -	\$ -

As of the measurement period ending December 31, 2023, the COLA assumption, which was previously 0.00%, was revised to reflect the true nature of FPPA Board’s Benefits Policy which includes a variable COLA and supplemental payments. Consistent with FPPA Board’s policy, the new COLA assumption will fluctuate from year to year depending on plan experience and is the long-term COLA assumption which results in no Net Pension Asset. If current assets do not support Total Pension Liabilities using a COLA assumption of greater than 0.00%, then a COLA assumption of 0.00% will be used and a Net Pension Liability will be reported.

Pension Plan Fiduciary Net Position

Detailed information about the pension plan’s fiduciary net position is available in the separately issued Fire & Police Pension Association of Colorado financial report.

Deferred Compensation Plan

The District has entered into a Code Section 457 Eligible Deferred Compensation Plan for paid firefighters who are employees. The plan is administered by FPPA. The plan is open to all eligible employees of the District. On January 3, 2017, the District’s Board of Directors approved an increase of an additional 4% in the District’s match up to 6% of the eligible members deferral amounts based on the employees’ includible compensation. The 6% match is made during the period an employee participates in the Deferred Retirement Option Plan (DROP Plan). The District contributed \$565,717 for the fiscal year ended December 31, 2024.

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 7 STATE FIRE AND POLICE PENSION PLAN (CONTINUED)

Paid Employees' Pension Fund

The District has established a Money Purchase Plan, which is a defined contribution pension plan, which is not affiliated with the Colorado Fire and Police Pension Association. The plan covers all employees who are not firefighters and maintains a separate account for each member and provides retirement benefits for that member. Plan provisions and contribution requirements are established and may be amended by the District Board of Directors. There is no liability for benefits under the plan beyond the District's matching payments.

Plan members and the District are required to contribute at a rate set by the plan. The contribution rate for members is 10% of covered salary and for the District is 10% of covered salary. The District contributed \$271,932 for fiscal year ended December 31, 2024, which was equal to the required contribution.

NOTE 8 COMMITMENTS AND CONTINGENCIES

Intergovernmental Agreements

On May 7, 2001, the District entered into an Intergovernmental Agreement (IGA) with the City of Arvada. Pursuant to the IGA, the District has agreed to provide fire and emergency services to all areas within the current and future jurisdiction and boundaries of the City.

The District, City of Arvada, Arvada Urban Renewal Authority and Jefferson Center Metropolitan District No. 1 entered into an agreement for provision of services within the Jefferson Center Metropolitan District No. 1 area, Candelas. The provision of fire protection services within the area is to be paid by that portion of the incremental property taxes attributable to the District, in order that the District may use such monies to pay for fire protection services within the area.

In May 2016, the District entered into an Intergovernmental Agreement (IGA) establishing the Jefferson County Communications Center Authority which established a separate legal entity named the Jefferson County Communications Center Authority (Jeffcom). The purpose of Jeffcom is to provide, within the Jeffcom Service Area, Emergency Services reporting, Emergency Services dispatching, Emergency Services communications, and coordination and support services between members and between Members and Service Users. Members include a) Arvada Fire Protection District; b) West Metro Fire Protection District; c) Evergreen Fire Protection District; d) City of Arvada; e) City of Wheat Ridge; f) City of Golden; g) City of Lakewood; and h) Jefferson County Sheriff's Office. Jeffcom's primary focus is to promote the safety of the public within the Jeffcom Service Area and to promote the safety of the law enforcement personnel, firefighters, and emergency medical services personnel of Members and Service Users. The term of the agreement is unlimited and shall continue until terminated. The agreement may be terminated at any time by written agreement of all Members, or all Members except one, who are a party to the agreement at the time of such termination.

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 8 COMMITMENTS AND CONTINGENCIES (CONTINUED)

Intergovernmental Agreements (Continued)

On November 4, 2024, Arvada Fire Protection District ballot question 6A and Fairmount Fire Protection District ballot questions 6B and 6C were voted in favor by eligible electors. This resulted the dissolution of the Fairmount Fire District and a merger into the District effective January 1, 2025. The District will the recognize the assets, deferred outflows of resources, liabilities, or deferred inflows of resources of the Fairmount Fire on the effective date of the merger.

TABOR

Article X, Section 20 of the Colorado Constitution, commonly known as the Taxpayer's Bill of Rights (TABOR) contains tax, spending, revenue and debt limitations, which apply to the State of Colorado and all local governments.

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 plus 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 3% of Fiscal Year Spending (excluding bonded debt service). Local governments are not allowed to use the emergency reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

The District's management believes it is in compliance with the provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of the provisions, including the interpretation of how to calculate Fiscal Year Spending limits will require judicial interpretation.

On November 5, 2002, a majority of the District's electors authorized the District to collect, retain and expend all revenues and other funds collected from its ad valorem property tax and any other revenue source, effective January 1, 2003, and every year thereafter, as a voter approved revenue change and exception to the State limits which would otherwise apply, including without limitation the revenue and spending limits Article X, Section 20 of the Colorado Constitution, the 5.5% property tax limit of section 29-1-301, Colorado Revised Statutes, or any other state law.

Commitments

On October 19, 2022, the District signed a contractual agreement to purchase two emergency response vehicles for a total purchase price of \$1,885,086. Delivery of these vehicles is expected to occur in 2025 for which payment is due upon completion. The commitment is shown on the balance sheet as committed fund balance.

**ARVADA FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 9 RESTATEMENT OF BEGINNING NET POSITION

Change in Accounting Principle

Effective January 1, 2024, the District implemented GASB Statement No. 101, *Compensated Absences*. This statement updated the recognition and measurement guidance for compensated absences and associated salary-related payments and amended certain previously required disclosures. As a result of the implementation of this standard, the compensated absences liability as of January 1, 2024 was understated by \$907,431 in the statement of net position. The effect of the implementation of this standard is shown in the table below.

	Governmental Activities
December 31, 2023, as Previously Reported	<u>\$ 68,865,379</u>
Change in Accounting Principle	<u>(907,431)</u>
December 31, 2023, as Restated	<u><u>\$ 67,957,948</u></u>

REQUIRED SUPPLEMENTARY INFORMATION

**ARVADA FIRE PROTECTION DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL – GENERAL FUND
YEAR ENDED DECEMBER 31, 2024**

	Budget		Actual	Variance
	Original*	Final*		
REVENUES				
General Property Taxes	\$ 43,512,795	\$ 43,512,795	\$ 46,880,099	\$ 3,367,304
Specific Ownership Taxes	1,800,000	1,800,000	2,891,275	1,091,275
Investment Earnings	100,000	100,000	1,964,005	1,864,005
EMS Services	6,631,328	6,631,328	7,919,121	1,287,793
Grant Revenue	-	-	87,554	87,554
Other Revenue	6,307,109	6,307,109	1,164,746	(5,142,363)
Total Revenues	<u>58,351,232</u>	<u>58,351,232</u>	<u>60,906,800</u>	<u>2,555,568</u>
EXPENDITURES				
Administration	2,373,248	2,373,248	2,031,090	342,158
External Organization	1,857,681	1,857,681	1,954,318	(96,637)
Supplemental Benefits	1,518,846	1,518,846	1,449,228	69,618
Support Services	2,912,062	2,912,062	1,639,595	1,272,467
Maintenance	2,032,491	2,032,491	2,326,062	(293,571)
Fire Marshals Office	1,239,415	1,239,415	1,211,980	27,435
Operations	36,496,606	36,496,606	35,020,700	1,475,906
Mental Health Co-Responder Program	161,571	161,571	161,490	81
Debt Service:				
Principal	1,059,910	1,059,910	1,126,414	(66,504)
Interest	25,344	25,344	20,576	4,768
Capital Outlay	8,674,058	8,674,058	2,663,663	6,010,395
Total Expenditures	<u>58,351,232</u>	<u>58,351,232</u>	<u>49,605,116</u>	<u>8,746,116</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	-	11,301,684	11,301,684
OTHER FINANCING SOURCES				
Sale of Capital Assets	-	-	32,785	32,785
Total Other Sources	<u>-</u>	<u>-</u>	<u>32,785</u>	<u>32,785</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	11,334,469	<u>\$ 11,334,469</u>
Fund Balance - Beginning of Year			<u>25,969,003</u>	
FUND BALANCE - END OF YEAR			<u>\$ 37,303,472</u>	

* The basis of budgeting used by the District is the same as GAAP.

**ARVADA FIRE PROTECTION DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)
FIRE AND POLICE PENSION ASSOCIATION STATEWIDE DEFINED BENEFIT PLAN
LAST TEN FISCAL YEARS**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Plan Measurement Date - December 31,	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Entity's Proportion of the Net Pension Liability (Asset)	1.85080176%	1.91546520%	2.05146955%	2.03566305%	1.96685456%	2.06388182%	2.26383017%	2.47139153%	2.40930043%	2.52370076%
Entity's Proportionate Share of the Net Pension Liability (Asset)	\$ -	\$ 1,700,185	\$ (11,117,606)	\$ (4,419,433)	\$ (1,112,381)	\$ 2,609,313	\$ (3,256,877)	\$ 893,009	\$ (42,472)	\$ (2,848,187)
Entity's Covered Payroll	\$ 18,441,142	\$ 16,762,699	\$ 16,553,272	\$ 16,334,914	\$ 14,508,507	\$ 13,825,058	\$ 13,496,402	\$ 12,679,926	\$ 11,693,552	\$ 10,418,508
Entity's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	0.0%	10.1%	-67.2%	-27.1%	-7.7%	18.9%	-24.1%	7.0%	-0.4%	-27.3%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	100.0%	97.6%	116.2%	106.7%	101.9%	95.2%	106.3%	98.2%	100.1%	106.8%

**ARVADA FIRE PROTECTION DISTRICT
SCHEDULE OF DISTRICT'S CONTRIBUTIONS
FIRE AND POLICE PENSION ASSOCIATION STATEWIDE DEFINED BENEFIT PLAN
LAST TEN FISCAL YEARS**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually Required Contribution	\$ 2,159,687	\$ 1,748,508	\$ 1,499,833	\$ 1,403,757	\$ 1,308,050	\$ 1,159,709	\$ 1,106,005	\$ 1,059,345	\$ 1,011,852	\$ 934,722
Contributions in Relation to the Contractually Required Contribution	2,159,687	1,748,508	1,499,833	1,403,757	1,308,050	1,159,709	1,106,005	1,059,345	1,011,852	934,722
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's Covered Payroll	\$ 21,633,651	\$ 18,441,142	\$ 16,762,699	\$ 16,553,272	\$ 16,334,914	\$ 14,508,507	\$ 13,825,058	\$ 13,496,402	\$ 12,679,926	\$ 11,693,552
Contributions as a Percentage of Covered Payroll	10.0%	9.5%	8.9%	8.5%	8.0%	8.0%	8.0%	7.8%	8.0%	8.0%

*The amounts presented for each fiscal year were determined as of December 31.

**ARVADA FIRE PROTECTION DISTRICT
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
VOLUNTEER PENSION PLAN
LAST TEN FISCAL YEARS**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service Cost	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest	618,572	643,875	668,174	691,215	692,445	715,504	695,493	718,861	742,123	764,259
Changes in Benefit Terms	-	-	-	401,706	-	-	-	-	464,773	-
Difference in Experience Levels	58,828	-	(44,590)	-	(38,480)	-	(189,955)	-	(56,500)	-
Changes in Assumptions	-	-	55,393	-	-	-	(1,224,733)	66,293	1,742,884	-
Benefit Payments	(1,069,033)	(1,062,255)	(1,105,013)	(1,061,574)	(1,090,774)	(1,108,859)	(1,132,934)	(1,138,930)	(1,153,200)	(1,113,167)
Net Change in Total Pension Liability	(391,633)	(418,380)	(426,036)	31,347	(436,809)	(393,355)	(1,852,129)	(353,776)	1,740,080	(348,908)
Total Pension Liability - Beginning (a)	10,836,260	11,254,640	11,680,676	11,649,329	12,086,138	12,479,493	14,331,622	14,685,398	12,945,318	13,294,226
Total Pension Liability - Ending (b)	10,444,627	10,836,260	11,254,640	11,680,676	11,649,329	12,086,138	12,479,493	14,331,622	14,685,398	12,945,318
Plan Fiduciary Net Position										
Contributions - District	205,400	205,400	205,400	241,571	175,000	175,000	175,000	55,000	55,000	55,000
Contributions - State	184,860	184,860	184,860	157,500	157,500	157,500	49,500	49,500	49,500	49,500
Net Investment Income	1,215,783	1,465,606	(1,468,123)	1,437,628	1,142,215	1,710,824	(246,379)	1,148,852	347,688	15,868
Benefit Payments	(1,069,033)	(1,062,255)	(1,105,013)	(1,061,574)	(1,090,774)	(1,108,859)	(1,132,934)	(1,138,930)	(1,153,200)	(1,113,167)
Administrative Expense	(1,137)	(1,152)	(1,255)	(1,182)	(1,202)	(1,211)	(32,793)	(43,001)	(35,529)	(7,000)
Net Change in Plan Fiduciary Net Position	535,873	792,459	(2,184,131)	773,943	382,739	933,254	(1,187,606)	71,421	(736,541)	(999,799)
Plan Fiduciary Net Position - Beginning (a)	10,567,291	9,774,832	11,958,963	11,185,020	10,802,281	9,869,027	11,056,633	10,985,212	11,721,753	12,721,552
Plan Fiduciary Net Position - Ending (b)	11,103,164	10,567,291	9,774,832	11,958,963	11,185,020	10,802,281	9,869,027	11,056,633	10,985,212	11,721,753
Net Pension Liability - Ending (a)-(b)	\$ (658,537)	\$ 268,969	\$ 1,479,808	\$ (278,287)	\$ 464,309	\$ 1,283,857	\$ 2,610,466	\$ 3,274,989	\$ 3,700,186	\$ 1,223,565
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	106.3%	97.5%	86.9%	102.4%	96.0%	89.4%	79.1%	77.1%	74.8%	90.5%
Covered Payroll	N/A	N/A	N/A	N/A	N/A	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	N/A	N/A	N/A	N/A	N/A

This schedule is presented to illustrate the requirement to show information for 10 years.

However, recalculations of prior years are not required, and if prior years are not reported in accordance with the current GASB standards, they should not be reported.

**ARVADA FIRE PROTECTION DISTRICT
SCHEDULE OF PENSION CONTRIBUTIONS
VOLUNTEER PENSION PLAN
LAST TEN FISCAL YEARS**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially Determined Contribution	\$ 212,539	\$ 212,536	\$ 107,859	\$ 58,388	\$ 324,309	\$ 324,309	\$ 292,236	\$ 292,236	\$ 58,965	\$ 58,965
Contributions in Relation of the Actuarially Determined Contribution	390,260	390,260	390,260	399,071	332,500	224,500	224,500	104,500	104,500	104,500
Contribution Deficiency (Excess)	<u>\$ (177,721)</u>	<u>\$ (177,724)</u>	<u>\$ (282,401)</u>	<u>\$ (340,683)</u>	<u>\$ (8,191)</u>	<u>\$ 99,809</u>	<u>\$ 67,736</u>	<u>\$ 187,736</u>	<u>\$ (45,535)</u>	<u>\$ (45,535)</u>
Covered Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Contributions as a Percentage of Covered Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Notes to Schedules:

Valuation date:

Actuarially determined contribution rates are calculated as of January 1 of odd numbered years and used for two fiscal years

Methods and assumptions used to determine the contribution rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Amount, Closed
Remaining Amortization Period	7 Years
Asset Valuation Method	Market Value
Inflation	Implicit
Salary Increases	N/A
Investment Rate of Return	6.00%
Retirement Age	50% rate assumed until age 65 at which 100% retirement is assumed
Mortality	Pub-2010 Public Safety Healthy Annuitant Mortality Tables for males and females, amount-weighted, projected with the ultimate values of the MP-2020 projection scale.

**ARVADA FIRE PROTECTION DISTRICT
SCHEDULE OF INVESTMENT RETURNS
VOLUNTEER PENSION PLAN
LAST THREE FISCAL YEARS**

	<u>2024</u>	<u>2023</u>	<u>2022</u>
Annual Money-Weighted Rate of Return, Net of Investment Expense	11.49%	14.98%	-12.29%

This schedule is presented to illustrate the requirement to show information for three years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with current GASB standards, they should not be reported.

OTHER SUPPLEMENTARY INFORMATION

**ARVADA FIRE PROTECTION DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL – PENSION TRUST FUND
YEAR ENDED DECEMBER 31, 2024**

	Original and Final Budget	Actual	Variance
ADDITIONS			
Contributions from the District	\$ 205,400	\$ 205,400	\$ -
Contributions from the State of Colorado	184,860	184,860	-
Earnings on Investments	225,599	247,043	21,444
Net Increase (Decrease) on Investments	-	1,000,835	1,000,835
Less: Investment Related Expenses	(31,188)	(28,892)	2,296
Total Additions	<u>584,671</u>	<u>1,609,246</u>	<u>1,024,575</u>
DEDUCTIONS			
Benefits Paid to Retirees	1,097,882	1,072,236	25,646
Administration of Fund	15,000	1,137	13,863
Total Deductions	<u>1,112,882</u>	<u>1,073,373</u>	<u>39,509</u>
CHANGES IN PLAN NET POSITION	<u>\$ (528,211)</u>	<u>\$ 535,873</u>	<u>\$ 985,066</u>

STATISTICAL SECTION

**ARVADA FIRE PROTECTION DISTRICT
STATISTICAL SECTION
YEAR ENDED DECEMBER 31, 2024**

The statistical section of Arvada Fire Protection District's annual comprehensive financial report shows trends and detailed information to be used to understand what the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

SCHEDULE TYPES

Financial Trends

Trends allow the reader to see the past performance of the District. The past performance is a strong predictor of future performance.

Revenue Capacity

The reader can use these schedules to interpret the District's ability to generate property taxes.

Debt Capacity

The schedules can be used to analyze the current level of debt held by the District, as well as the ability to issue new debt in the future.

Demographic and Economic Information

This section provides the reader useful information regarding the socio-economic environment of the different entities that the District covers.

Operating Information

The reader can use this information, including the size of the workforce, levels of service, and capital assets, to assess the size and nature of operations of the District.

Sources

Unless otherwise stated, the following information has been derived from the District's audit reports from the relevant year. The audit report includes the financial statements, MD&A, RSI, and Other Supplementary Information. In 2013, the District created the first annual comprehensive financial report for the fiscal year ended December 31, 2012.

Arvada Fire Protection District
Schedule 1
Net Position by Component

Fiscal Year	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental Activities										
Net Investment in capital assets	\$ 15,617,869	\$ 16,259,213	\$ 16,028,680	\$ 16,472,398	\$ 18,560,043	\$ 19,753,977	\$ 26,279,058	\$ 30,545,551	\$ 33,890,187	\$ 35,686,287
Restricted	7,443,974	8,623,655	9,100,994	9,703,446	6,779,658	8,699,178	10,414,438	12,489,816	1,393,194	2,472,420
Unrestricted	2,597,476	1,923,040	3,163,667	10,191,583	14,487,432	18,412,986	16,022,087	19,973,711	33,581,998	43,743,927
Total	<u>\$ 25,659,319</u>	<u>\$ 26,805,908</u>	<u>\$ 28,293,341</u>	<u>\$ 36,367,427</u>	<u>\$ 39,827,133</u>	<u>\$ 46,866,141</u>	<u>\$ 52,715,583</u>	<u>\$ 63,009,078</u>	<u>\$ 68,865,379</u>	<u>\$ 81,902,634</u>
Primary Government										
Net Investment in capital assets	\$ 15,617,869	\$ 16,259,213	\$ 16,028,680	\$ 16,472,398	\$ 18,560,043	\$ 19,753,977	\$ 26,279,058	\$ 30,545,551	\$ 33,890,187	\$ 35,686,287
Restricted	7,443,974	8,623,655	9,100,994	9,703,446	6,779,658	8,699,178	10,414,438	12,489,816	1,393,194	2,472,420
Unrestricted	2,597,476	1,923,040	3,163,667	10,191,583	14,487,432	18,412,986	16,022,087	19,973,711	33,581,998	43,743,927
Total	<u>\$ 25,659,319</u>	<u>\$ 26,805,908</u>	<u>\$ 28,293,341</u>	<u>\$ 36,367,427</u>	<u>\$ 39,827,133</u>	<u>\$ 46,866,141</u>	<u>\$ 52,715,583</u>	<u>\$ 63,009,078</u>	<u>\$ 68,865,379</u>	<u>\$ 81,902,634</u>

Note: The large shift in restricted was the result of debt pay-off to construct and remodel new and existing facilities.

Arvada Fire Protection District
Schedule 2
Changes in Net Position

Fiscal Year	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Expenses:										
Governmental activities										
Fire Protection	\$ 22,915,841	\$ 27,681,961	\$ 28,210,282	\$ 26,449,532	\$ 31,455,410	\$ 33,588,937	\$ 35,223,706	\$ 35,319,897	\$ 41,356,627	\$ 47,268,462
Interest on long-term debt	263,190	182,747	157,982	133,374	108,567	85,169	54,532	20,039	51,964	20,576
Amortization of bond discount	-	-	-	-	-	-	-	-	-	-
Total governmental activities expense	<u>23,179,031</u>	<u>27,864,708</u>	<u>28,368,264</u>	<u>26,582,906</u>	<u>31,563,977</u>	<u>33,674,106</u>	<u>35,278,238</u>	<u>35,339,936</u>	<u>41,408,591</u>	<u>47,289,038</u>
Total-Primary government expense	<u>23,179,031</u>	<u>27,864,708</u>	<u>28,368,264</u>	<u>26,582,906</u>	<u>31,563,977</u>	<u>33,674,106</u>	<u>35,278,238</u>	<u>35,339,936</u>	<u>41,408,591</u>	<u>47,289,038</u>
Program Revenues:										
Governmental activities										
Fire Protection	3,045,130	3,289,037	3,688,644	3,998,752	4,787,457	5,897,243	6,203,596	6,916,320	7,504,528	7,480,568
Operating Grants and Contributions	376,706	738,141	291,396	659,410	114,654	969,006	309,702	814,772	299,866	1,554,903
Total governmental activities revenue	<u>3,421,836</u>	<u>4,027,178</u>	<u>3,980,040</u>	<u>4,658,162</u>	<u>4,902,111</u>	<u>6,866,249</u>	<u>6,513,298</u>	<u>7,731,092</u>	<u>7,804,394</u>	<u>9,035,471</u>
Total-Primary government revenue	<u>3,421,836</u>	<u>4,027,178</u>	<u>3,980,040</u>	<u>4,658,162</u>	<u>4,902,111</u>	<u>6,866,249</u>	<u>6,513,298</u>	<u>7,731,092</u>	<u>7,804,394</u>	<u>9,035,471</u>
Net (expense) revenue										
Governmental activities	(19,757,195)	(23,837,530)	(24,388,224)	(21,924,744)	(26,661,866)	(26,807,857)	(28,764,940)	(27,608,844)	(33,604,197)	(38,253,567)
Total-Primary government	<u>(19,757,195)</u>	<u>(23,837,530)</u>	<u>(24,388,224)</u>	<u>(21,924,744)</u>	<u>(26,661,866)</u>	<u>(26,807,857)</u>	<u>(28,764,940)</u>	<u>(27,608,844)</u>	<u>(33,604,197)</u>	<u>(38,253,567)</u>
General revenues and other changes in net position										
Governmental activities	21,257,259	24,984,119	25,875,657	29,998,830	30,121,572	33,846,865	34,614,382	34,590,291	34,409,093	52,198,253
Total-Primary government	<u>21,257,259</u>	<u>24,984,119</u>	<u>25,875,657</u>	<u>29,998,830</u>	<u>30,121,572</u>	<u>33,846,865</u>	<u>34,614,382</u>	<u>37,902,339</u>	<u>39,460,498</u>	<u>52,198,253</u>
Total change in net position										
Governmental activities	<u>1,500,064</u>	<u>1,146,589</u>	<u>1,487,433</u>	<u>8,074,086</u>	<u>3,459,706</u>	<u>7,039,008</u>	<u>5,849,442</u>	<u>10,293,495</u>	<u>5,856,301</u>	<u>13,944,686</u>
Total-Primary government	<u>\$ 1,500,064</u>	<u>\$ 1,146,589</u>	<u>\$ 1,487,433</u>	<u>\$ 8,074,086</u>	<u>\$ 3,459,706</u>	<u>\$ 7,039,008</u>	<u>\$ 5,849,442</u>	<u>\$ 10,293,495</u>	<u>\$ 5,856,301</u>	<u>\$ 13,944,686</u>

Note: Long-term debt was not established until 2007.

Arvada Fire Protection District
Schedule 3
Fund Balances of Governmental Funds

Fiscal Year	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Fund										
Nonspendable	\$ 594,299	\$ 429,695	\$ 759,122	\$ 888,144	\$ 438,922	\$ 961,216	\$ 2,491,463	\$ 2,058,707	\$ 29,238	\$ 1,165,714
Restricted	3,631,628	4,476,340	5,234,991	6,446,569	6,779,658	7,586,797	5,716,718	1,372,210	1,393,194	1,813,883
Committed	-	-	-	-	-	-	-	1,885,096	1,885,096	1,885,096
Assigned	-	-	-	1,500,000	176,642	-	-	-	-	-
Unassigned	3,598,071	5,736,786	6,491,759	7,892,465	10,114,404	13,933,191	12,828,540	18,688,577	22,661,475	32,438,779
Total General Fund	\$ 7,823,998	\$ 10,642,821	\$ 12,485,872	\$ 16,727,178	\$ 17,509,626	\$ 22,481,204	\$ 21,036,721	\$ 24,004,590	\$ 25,969,003	\$ 37,303,472
Other Governmental Funds										
Debt Service										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-	-
Total Other Governmental Funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note: The shift in unassigned to restricted reflects the change in the Debt Service Fund since the Debt Service Fund cannot show a positive unassigned amount.

Note: The large shift in restricted was the result of debt pay-off to construct and remodel new and existing facilities.

Arvada Fire Protection District
Schedule 4
Changes in Fund Balance

Fiscal Year	2015	2016	2017	2018	2019	2020	2021	2022
Revenues								
General property taxes	\$ 18,773,217	\$ 22,279,606	\$ 22,322,218	\$ 25,839,303	\$ 26,131,959	\$ 29,675,858	\$ 30,105,606	\$ 34,277,882
Specific ownership taxes	1,611,859	1,695,956	2,275,969	2,531,504	2,359,240	2,383,584	2,479,144	2,449,168
Investment earnings	8,518	44,525	100,861	312,790	416,992	114,289	20,291	446,247
Grant Contributions	7,038	430,040	19,724	16,251	37,314	185,575	104,594	17,393
EMS fees	3,006,089	3,301,491	3,679,522	3,680,172	4,818,680	5,714,516	6,189,978	6,684,664
Candelas tax	521,073	716,679	720,852	1,014,846	1,016,558	1,382,868	1,481,164	-
Other income	699,808	563,468	435,657	844,990	272,876	1,028,888	641,177	1,248,606
Total Revenues	\$ 24,627,602	\$ 29,031,765	\$ 29,554,803	\$ 34,239,856	\$ 35,053,619	\$ 40,485,578	\$ 41,021,954	\$ 45,123,960
Expenditures								
Fire protection	21,651,129	23,368,306	25,848,267	27,638,105	30,474,123	32,464,728	34,599,390	36,613,406
Capital outlay	1,539,399	1,564,918	692,603	1,242,909	2,722,736	1,994,428	8,912,908	5,524,259
Debt Service:								
Principal	5,145,000	1,009,000	1,033,000	1,058,000	967,000	967,000	23,000	54,396
Interest	297,969	270,718	157,982	133,374	108,567	85,169	54,532	20,039
Capital lease payments	-	-	-	13,185	22,439	26,019	61,210	-
Bond Issuance Costs	17,872	-	-	-	-	-	-	-
Total Expenditures	\$ 28,651,369	\$ 26,212,942	\$ 27,731,852	\$ 30,085,573	\$ 34,294,865	\$ 35,537,344	\$ 43,651,040	\$ 42,212,100
Other financing sources (uses)								
Total other financing sources (uses)	3,746,000	-	20,100	87,023	23,694	23,344	1,184,603	56,009
Total changes in fund balances	\$ (277,767)	\$ 2,818,823	\$ 1,843,051	\$ 4,241,306	\$ 782,448	\$ 4,971,578	\$ (1,444,483)	\$ 2,967,869
Ratio of total debt service to noncapital expenditures	20.08%	5.19%	4.40%	4.13%	3.41%	3.14%	0.22%	0.20%

Note: The Candelas property tax is part of general property tax tracked separately to provide services in that area.

Note: EMS service (and fees) were not started until March 2013.

Arvada Fire Protection District
Schedule 5
Revenue Base-Taxable Assessed Value of Property Tax

Fiscal Year	2015	2016	2017	2018	2019	
<i>Class of Property</i>						<i>Taxable Rate</i>
Vacant Land	\$ 58,603,905	\$ 45,666,559	\$ 61,953,210	\$ 40,572,899	\$ 43,368,420	29.00%
Residential	1,034,820,100	1,062,355,682	1,205,151,569	1,239,208,185	1,430,132,236	7.96%
Commercial	279,233,242	362,882,099	468,120,686	469,828,006	519,221,821	29.00%
Industrial	123,467,993	37,891,437	45,923,593	45,044,466	51,395,700	29.00%
Agricultural	3,209,490	3,111,722	3,670,226	3,164,644	3,706,613	29.00%
Natural Resources	238	238	245	208	249	29.00%
State Assessed	68,152,014	68,260,705	72,309,763	71,253,449	88,935,767	29.00%
Total Assessed Value	\$ 1,567,486,982	\$ 1,580,168,442	\$ 1,857,129,292	\$ 1,869,071,857	\$ 2,136,760,806	
Total Direct Rate	15.11%	14.85%	15.35%	15.05%	14.92%	
	2020	2021	2022	2023	2024	
<i>Class of Property</i>						<i>Taxable Rate</i>
Vacant Land	\$ 42,992,092	\$ 44,733,224	\$ 44,234,283	\$ 55,883,937	\$ 47,299,398	29.00%
Residential	1,449,968,705	1,601,068,781	1,569,158,236	1,924,282,078	1,942,121,449	7.15%
Commercial	519,861,487	576,781,284	571,017,646	577,686,563	586,947,432	29.00%
Industrial	56,586,742	80,373,873	78,902,657	72,125,223	71,814,705	29.00%
Agricultural	3,748,602	3,623,185	3,079,417	3,058,529	3,032,194	29.00%
Natural Resources	249	227	227	220	220	29.00%
State Assessed	95,551,448	96,112,344	112,564,755	10,510,103	10,421,195	29.00%
Total Assessed Value	\$ 2,168,709,325	\$ 2,402,692,918	\$ 2,378,957,221	\$ 2,643,546,653	\$ 2,661,636,593	
Total Direct Rate	14.95%	14.85%	14.89%	15.73%	15.70%	

Source: Jefferson County Assessor

Arvada Fire Protection District
Schedule 6
Property Tax Actual v. Assessed

Fiscal Year	Real Property		Personal Property		Total		Total Direct Tax Rate
	Assessed Value	Actual Value	Assessed Value	Actual Value	Assessed Value	Actual Value	
2015	1,441,950,839	14,404,151,613	125,536,143	432,883,252	1,567,486,982	15,135,384,096	15.11%
2016	1,455,691,638	14,702,500,844	132,779,000	429,230,072	1,580,168,442	18,957,787,922	14.85%
2017	1,724,350,292	18,528,557,850	132,779,000	457,876,871	1,857,129,292	19,379,211,506	15.35%
2018	1,735,139,754	18,921,334,635	133,932,103	462,426,157	1,869,071,857	22,381,105,030	15.05%
2019	1,986,012,332	21,918,678,873	150,748,474	520,477,172	2,154,790,176	22,710,356,932	14.92%
2020	2,004,041,702	22,189,879,760	164,667,623	568,542,164	2,405,244,519	25,166,307,540	14.95%
2021	2,240,576,896	24,597,765,376	162,116,022	570,381,124	2,363,260,219	25,371,955,829	14.85%
2022	2,201,144,197	24,801,574,705	177,813,024	624,199,330	2,821,359,687	31,922,892,297	14.89%
2023	2,643,546,663	31,298,692,967	196,872,095	718,471,640	2,840,418,758	32,017,164,607	15.73%
2024	2,661,636,593	31,574,159,447	198,630,113	994,348,833	2,860,266,706	32,568,508,280	15.70%

Source: Jefferson County Assessor

Note: Data for 2016 and prior years differs from that reported in the 2016 Comprehensive Annual Financial Report due to correction of a formula error in the 2016 Comprehensive Annual Financial Report.

Arvada Fire Protection District
 Schedule 7
 Revenue Rates: Direct and Overlapping Property Tax Rates

Fiscal Year	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Direct										
Arvada Fire Protection District	15.11%	14.85%	15.35%	15.05%	14.92%	14.95%	14.85%	14.89%	15.73%	15.70%
Overlapping										
City of Arvada	4.31%	4.31%	4.31%	4.31%	4.31%	4.31%	4.31%	4.31%	4.31%	4.31%
Jefferson County School District	50.17%	47.49%	45.94%	42.88%	49.42%	47.07%	47.04%	45.81%	45.52%	44.49%

Source: Jefferson County Assessor, City of Arvada, Jefferson County,
 Jefferson County School District

Arvada Fire Protection District
Schedule 8
Principal Taxpayers

Taxpayers	2024			2015		
	Assessed Value	Rank	% of Total Assessed Value	Assessed Value	Rank	% of Total Assessed Value
Public Service Co of Colorado	311,531,849	1	11.70%	26,900,657	3	1.72%
Solana Olde Town Holdings Inc	122,245,200	2	4.59%			
5458 Lee Co LLC	105,494,400	3	3.96%			
Timberline LLC	102,848,855	4	3.86%			
FDG Parallel Associates	99,792,000	5	3.75%			
Seagate Panorama Assoc LLC	94,090,300	6	3.54%			
Arvada Prime 1 LLC	43,520,435	7	1.64%			
Plains End II LLC	35,825,400	8	1.35%			
Plains End LLC	34,640,900	9	1.30%			
Taylor Morrison of Colorado Inc	28,126,305	10	1.06%			
Rocky Mountain Bottle Company				9,734,926	1	0.75%
Inland Western Arvada, LLC				6,826,107	2	0.53%
Primestar Solar				4,809,642	3	0.37%
Public Service Co of Colorado				26,442,377	4	2.03%
Arvada Structures, LLC				2,347,840	5	0.18%
ADLP 80th LLC				3,494,500	6	0.27%
Cobe Cardiovascular Operating Co, Inc.				3,420,260	7	0.26%
Target Corporation				2,857,660	8	0.22%
GP Retail I LLC				2,947,792	9	0.23%
Costco Wholesale Corporation				2,731,220	10	0.21%

Source: Jefferson County Assessor

Arvada Fire Protection District
Schedule 9
Property Tax Levies and Collections

Fiscal Year	Amount of Levy	Collections within the Fiscal Year of the Levy		Collections in later periods Amount	Total Collections to Date	
		Amount	% of levy		Amount	% of levy
2015	18,784,952	18,506,875	98.52%	21,304	18,528,179	98.63%
2016	22,252,276	22,246,497	99.97%	-	22,246,497	99.97%
2017	22,363,580	22,291,268	99.68%	7,003	22,298,271	99.71%
2018	26,466,347	25,911,818	97.90%	54,261	25,966,079	98.11%
2019	26,281,428	26,079,848	99.23%	66,849	26,146,697	99.49%
2020	29,867,118	29,609,009	99.14%	-	29,609,009	99.14%
2021	30,195,635	29,925,313	99.10%	-	29,925,313	99.10%
2022	33,255,681	33,175,951	99.76%	-	33,175,951	99.76%
2023	41,007,099	40,749,983	99.37%	-	40,749,983	99.37%
2024	40,956,359	40,953,929	99.99%	-	40,953,929	99.99%

Source: Jefferson County Treasurer

Arvada Fire Protection District
Schedule 10
Ratios of Outstanding Debt by Type

Fiscal Year	Governmental Activities			Business- Type Activities	Total Debt	% of Personal	
	Lease Revenue Bonds	Capital Leases	Certificates of Participation			Income	Per Capita
2015	\$ 8,172,000		\$ -	\$ -	\$ 8,172,000	3.02%	\$ 86.55
2016	\$ 7,163,000		\$ -	\$ -	\$ 7,163,000	1.94%	\$ 64.21
2017	\$ 6,130,000		\$ -	\$ -	\$ 6,130,000	1.47%	\$ 53.13
2018	\$ (1,058,000)	\$ 64,449	\$ -	\$ -	\$ (993,551)	1.40%	\$ 52.26
2019	\$ 4,105,000	\$ 54,713	\$ -	\$ -	\$ 4,159,713	1.01%	\$ 43.42
2020	\$ 3,138,000	\$ 40,684	\$ -	\$ -	\$ 3,178,684	0.74%	\$ 30.93
2021	\$ 3,115,000	\$ 96,938	\$ -	\$ -	\$ 3,211,938	0.54%	\$ 23.42
2022	\$ 3,115,000	\$ 97,281	\$ -	\$ -	\$ 3,212,281	0.59%	\$ 0.54
2023	\$ 2,101,000	\$ 47,634	\$ -	\$ -	\$ 2,148,634	16.28%	\$ 17.70
2024	\$ 1,075,437	\$ 25,987	\$ -	\$ -	\$ 1,101,424	0.15%	\$ 0.17

Source: Arvada Fire Protection District Finance Division

Arvada Fire Protection District
 Schedule 11
 Ratios of General Bonded Debt

Fiscal Year	General Obligation Bonds	Certificates of Participation	Total	% of Actual Taxable Value of Property	Per Capita
2015	-	-	-	0%	-
2016	-	-	-	0%	-
2017	-	-	-	0%	-
2018	-	-	-	0%	-
2019	-	-	-	0%	-
2020	-	-	-	0%	-
2021	-	-	-	0%	-
2022	-	-	-	0%	-
2023	-	-	-	0%	-
2024	-	-	-	0%	-

Source: Arvada Fire Protection District Finance Division

Arvada Fire Protection District
Schedule 12
Last Fiscal Year
Direct & Overlapping Debt

<u>Jurisdiction</u>	<u>Debt Outstanding</u>	<u>% applicable to District</u>	<u>Estimated share of outstanding debt</u>
Direct			
Arvada Fire Protection District	\$ 1,075,437	100%	\$ 1,075,437
Overlapping			
City of Arvada	-	74.2%	-
Jefferson County School District R-1	800,007,897	5.2%	41,600,411
Subtotal Overlapping	<u>800,007,897</u>		<u>41,600,411</u>
Total Direct and Overlapping Debt	\$ 801,083,334		\$ 42,675,848

Source: Jefferson County School District, City of Arvada, Arvada Fire Protection District Finance Division

Note: Overlapping governments are represented in at least a portion of Arvada Fire Protection District. The percentage of the incorporated area is used to calculate the estimated share of overlapping debt.

Note: Since this information is provided by other governmental agencies and not a single reporting unit, the District can not verify the accuracy or completeness of the information presented.

Arvada Fire Protection District
Schedule 13
Margin of Legal Debt Limitations

Fiscal Year	Assessed Value of Property	Total net debt applicable to limit	Total net debt applicable to limit	Legal Debt Margin	Total net debt applicable to the limit as a
2015	1,567,486,982	-	-	-	0.00%
2016	1,580,168,442	-	-	-	0.00%
2017	1,857,129,292	-	-	-	0.00%
2018	2,136,760,806	-	-	-	0.00%
2019	2,136,760,806	-	-	-	0.00%
2020	2,168,709,325	-	-	-	0.00%
2021	2,402,692,918	-	-	-	0.00%
2022	2,378,957,221	-	-	-	0.00%
2023	2,840,418,758	-	-	-	0.00%
2024	2,860,266,706	-	-	-	0.00%

Source: Jefferson County Assessor, Colorado Revised Statutes

Note: The debt limit is \$2 million or 50% of total assessed value per Colorado Revised Statutes 32-1-1101(6). The District participates in debt that does not fit this debt limitation.

Arvada Fire Protection District
Pledged-revenue coverage

Note: Arvada Fire Protection District does not have pledged revenue.

Arvada Fire Protection District
 Schedule 14
 Demographic and Economic Indicators

Fiscal Year	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Population	111,559	115,368	117,308	118,300	134,479	135,743	120,492	124,402	121,414	131,975
Total personal income (in thousands of dollars)	3,683,566	4,158,093	4,388,610	4,720,052	5,592,444	5,906,585	5,454,673	5,844,779	6,426,686	7,477,044
Per capita personal income	33,019	36,042	37,411	39,899	41,586	43,513	45,270	46,983	52,932	56,655
Unemployment rate	3.00%	3.00%	2.60%	2.80%	2.20%	7.80%	5.90%	2.80%	5.90%	5.90%

**Note: The City of Arvada represents 73% of the District and is the most relevant information.

Sources: Arvada Economic Development Association, Colorado Department of Labor and Employment, Bureau of Labor Statistics, esri

Arvada Fire Protection District
 Schedule 15
 Principal Employers

Name	Fiscal Year	2024	
		Number of Person Employed	% of Total Employment represented
1 King Soopers (All locations)		1,109	1.61%
2 City of Arvada		755	1.10%
3 Walmart		350	0.51%
4 Sundyne Corporation		328	0.48%
5 LivaNova (formerly Sorin Group USA)		320	0.46%
6 Target (All locatons)		300	0.44%
7 Mc Donalds (all locations)		228	0.33%
8 Home Depot		221	0.32%
9 Costco		210	0.30%
10 Wanco Inc		180	0.26%

Name	Fiscal Year	2015	
		Number of Person Employed	% of Total Employment represented
1 City of Arvada		672	0.62%
2 Pridemark Ambulance		370	0.34%
3 Sundyne Corporation		353	0.32%
4 Sorin Group		294	0.27%
5 Costco		234	0.21%
6 Home Depot		200	0.18%
7 Super Target		200	0.18%
8 Sam's Club		156	0.14%
9 Target		124	0.11%
10 Mark VII Equipment		95	0.09%

Sources: City of Arvada

Arvada Fire Protection District
 Schedule 16
 Government Employees (by type)

Fiscal Year	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Career Operations (Line) Personnel	138	145	152	149	155	159	157	164	177	193
Civilian (Admin) Personnel	38	46	46	29	26	26	29	29	30	25
Volunteer Personnel	9	5	3	2	2	1	20	28	28	34
Board of Directors (elected officials)	5	5	5	5	5	5	5	5	5	5

Source: Arvada Fire Protection District Administration Division, Human Resources

Note:

All numbers reflected are headcounts at year-end.

In 2021, Dave's Locker volunteers are now accounted for in volunteer personnel.

Arvada Fire Protection District
Schedule 17
Levels of Service Provided

Fiscal Year	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Levels of service provided										
ISO (Insurance Services Organization) Rating	3	3	43,168	2/2X	2/2X	2/2X	1/1X	1/1X	1/1X	1/1X
Fire Inspections Performed	593	1,357	1,282	2,593	1,964	2,496	2,186	2,013	1,943	1,943
Fire Investigations Performed	67	77	39	59	39	46	67	82	71	71
Calls responded to:										
Fires (Residential, Structure, Other)	197	232	204	89	204	283	284	218	218	1,428
Other Incidents (Emergency Medical, False Alarms, Mutual Aid, Hazardous Response, etc.)	14,490	14,698	14,876	15,307	15,446	15,871	17,407	17,418	17,387	16,589
Total Response Calls	14,687	14,930	15,080	15,396	15,650	16,154	17,691	17,636	17,605	18,017
Total Property Damage from Fires	\$ 1,887,520	\$ 2,112,162	\$ 3,913,409	\$ 1,373,049	\$ 2,783,986	\$ 4,273,601	\$ 3,749,823	\$ 5,072,031	\$ 3,835,254	\$ 62,904,499

Source: Arvada Fire Protection District Support Services and Community Risk Reduction Divisions

Note: In 2015, we had a smaller workforce that resulted in less fire inspections performed.

We also had an unusually large number of fires that required investigation.

Note: Categorical standards per CPSE changed in how numbers are reported for 2024. As of 2024, CPSE "Calls responded to" are now classified as a "fire" if a fire response was provided, but no active structure or wildfire was found. Reporting going forward will follow the same consistency as CPSE requirements. 2024 property loss is significantly higher due to 2 large commercial fires.

Arvada Fire Protection District
Schedule 18
Capital Assets

Fiscal Year	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Capital Assets										
Fire Stations	8	8	8	8	8	8	8	9	9	9
Storage Facilities/Other Buildings	5	9	9	9	10	10	10	11	11	11
Vacant Land Parcels	2	2	4	5	5	5	2	2	2	3
Fire Engines	6	6	6	6	5	5	5	5	6	6
Aerial Trucks	1	1	1	1	2	2	2	2	2	2
Hazardous Material Truck	1	1	1	1	1	1	1	1	1	2
Technical Rescue Truck	1	1	1	1	1	1	1	1	2	2
Rescue Pumper	1	1	1	1	1	1	1	1	1	1
Brush Trucks	2	2	2	2	2	2	2	3	3	3
Other Vehicles (including reserves)	38	43	41	39	41	41	41	41	44	44
Ambulances	5	5	5	5	5	5	5	6	6	6

Source: Arvada Fire Protection District Maintenance and Administration Divisions



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