

**FOUR MILE FIRE PROTECTION DISTRICT**

**BASIC FINANCIAL STATEMENTS**

**December 31, 2024**

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## **FINANCIAL SECTION**



## JOHN CUTLER & ASSOCIATES

Board of Directors  
Four Mile Fire Protection District  
Boulder, Colorado

### INDEPENDENT AUDITORS' REPORT

#### Report on the Financial Statements

##### *Opinions*

We have audited the financial statements of the governmental activities and each major fund of the Four Mile 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 accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund, and the aggregate remaining fund information of the Four Mile Fire Protection District as of December 31, 2024, and the respective changes in financial position and, where applicable, cash flows, thereof for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

##### *Basis for Opinions*

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

##### *Responsibilities of Management for the Financial Statements*

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

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

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

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

In performing an audit in accordance with GAAS, we:

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

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

***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the required budgetary and pension information on pages 26-29- 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 (GASB) who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has not presented the management's discussion and analysis that governmental accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion is not affected by this missing information.

*John Luther & Associates, LLC*

July 31, 2025

## **BASIC FINANCIAL STATEMENTS**

FOUR MILE FIRE PROTECTION DISTRICT

STATEMENT OF NET POSITION

As of December 31, 2024

	Governmental Activities	
	2024	2023
<b>ASSETS</b>		
Cash and Investments	\$ 431,538	\$ 379,589
Accounts Receivable	388,463	344,310
Receivables		
Property Taxes	577,856	646,701
Capital Assets, Not Depreciated	59,196	59,196
Capital Assets, Depreciated		
Net of Accumulated Depreciation	3,035,215	2,688,976
<b>TOTAL ASSETS</b>	<b>4,492,268</b>	<b>4,118,772</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Related to SRP Pension	272,008	-
<b>LIABILITIES</b>		
Accounts Payable	86,321	83,952
Capital Leases		
Due in One Year	144,533	106,136
Due in More Than One Year	631,110	489,302
<b>TOTAL LIABILITIES</b>	<b>861,964</b>	<b>679,390</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Deferred Revenues - Property Taxes	577,856	646,701
Related to SRP Pension	1,233	-
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<b>579,089</b>	<b>646,701</b>
<b>NET POSITION</b>		
Net Investment in Capital Assets	2,404,105	2,199,674
Restricted for Emergencies	47,000	48,000
Restricted for Watershed Project	167,943	35,353
Unrestricted	704,175	509,654
<b>TOTAL NET POSITION</b>	<b>\$ 3,323,223</b>	<b>\$ 2,792,681</b>

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

FOUR MILE FIRE PROTECTION DISTRICT

STATEMENT OF ACTIVITIES  
Year Ended December 31, 2024

FUNCTIONS/PROGRAMS	Program Revenues			Net (Expense) Revenues and Changes in Net Position	
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	
				2024	2023
<b>PRIMARY GOVERNMENT</b>					
<b>Governmental Activities</b>					
General Government	\$ 1,831,569	\$ 846,540	\$ 216,759	\$ (768,270)	\$ (788,149)
Interest on Long-Term Debt	22,024	-	-	(22,024)	82,188
Total Governmental Activities	1,853,593	846,540	216,759	(790,294)	(705,961)
<b>GENERAL REVENUES</b>					
Property Taxes				658,416	484,698
Specific Ownership Taxes				-	17,881
Donations				17,428	6,716
Other				59,839	96,220
Proceeds from Leases				442,036	-
TOTAL GENERAL REVENUES				1,177,719	605,515
CHANGE IN NET POSITION				387,425	(100,446)
NET POSITION, Beginning, Restated				2,935,798	2,893,127
NET POSITION, Ending				\$ 3,323,223	\$ 2,792,681

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

FOUR MILE FIRE PROTECTION DISTRICT

BALANCE SHEET  
GOVERNMENTAL FUNDS  
As of December 31, 2024

	GENERAL FUND	WATER COALITION FUND	TOTAL GOVERNMENTAL FUNDS	
			2024	2023
<b>ASSETS</b>				
Cash and Investments	\$ 408,506	\$ 23,032	\$ 431,538	\$ 379,589
Property Taxes Receivable	577,856	-	577,856	646,701
Accounts Receivable	243,552	144,911	388,463	344,310
<b>TOTAL ASSETS</b>	<b>\$ 1,229,914</b>	<b>\$ 167,943</b>	<b>\$ 1,397,857</b>	<b>\$ 1,370,600</b>
<b>LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE</b>				
<b>LIABILITIES</b>				
Accounts Payable	\$ 86,321	\$ -	\$ 86,321	\$ 83,952
<b>TOTAL LIABILITIES</b>	<b>86,321</b>	<b>-</b>	<b>86,321</b>	<b>83,952</b>
<b>DEFERRED INFLOWS</b>				
Deferred Revenues - Property Taxes	577,856	-	577,856	646,701
<b>FUND BALANCE</b>				
Fund Balance				
Restricted for Emergencies	47,000	-	47,000	48,000
Restricted for Watershed Projects	-	167,943	167,943	35,353
Unassigned	518,737	-	518,737	556,594
<b>TOTAL FUND BALANCE</b>	<b>565,737</b>	<b>167,943</b>	<b>733,680</b>	<b>639,947</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE</b>	<b>\$ 1,229,914</b>	<b>\$ 167,943</b>	<b>\$ 1,397,857</b>	<b>\$ 1,370,600</b>
Amounts reported for governmental activities in the statement of net position are different because:				
Fund Balance, Governmental Funds			733,680	639,947
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.			3,094,411	2,748,172
Long-term liabilities and related assets are not due and payable in the current period and are not reported in the funds. This includes capital leases payable (\$775,643) deferred outflows related to pension \$272,008, and deferred inflows related to pensions (\$1,233).			(504,868)	(595,438)
Net position of governmental activities			<b>\$ 3,323,223</b>	<b>\$ 2,792,681</b>

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

FOUR MILE FIRE PROTECTION DISTRICT

STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS  
Year Ended December 31, 2024

	GENERAL FUND	WATER COALITION FUND	TOTAL GOVERNMENTAL FUNDS	
			2024	2023
REVENUES				
Property Taxes	\$ 658,416	\$ -	\$ 658,416	\$ 484,698
Specific Ownership Taxes	-	-	-	17,881
Firefighting Revenue	796,617	-	796,617	982,505
Mitigation Revenue	49,923	-	49,923	14,605
Grants	36,155	180,604	216,759	26,354
Donations	17,428	-	17,428	6,716
Miscellaneous	25,651	34,188	59,839	96,220
TOTAL REVENUES	1,584,190	214,792	1,798,982	1,628,979
EXPENDITURES				
Salaries and Benefits	958,803	-	958,803	1,013,998
Firefighting and Prevention	191,773	-	191,773	266,333
General and Administrative	334,311	-	334,311	183,165
Project Planning and Implementation	-	17,137	17,137	-
Miscellaneous	-	65,065	65,065	58,650
Debt Service				
Principal	106,136	-	106,136	102,953
Interest and Fiscal Charges	32,024	-	32,024	20,765
TOTAL EXPENDITURES	1,623,047	82,202	1,705,249	1,645,864
NET CHANGE IN FUND BALANCES	(38,857)	132,590	93,733	(16,885)
FUND BALANCES, Beginning	604,594	35,353	639,947	656,832
FUND BALANCES, Ending	\$ 565,737	\$ 167,943	\$ 733,680	\$ 639,947

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

FOUR MILE FIRE PROTECTION DISTRICT

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
Year Ended December 31, 2024

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

Net Changes in Fund Balances - Total Governmental Funds	\$ 93,733
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount of depreciation expense for the year.	203,122
Lease proceeds are reported as revenues in the governmental funds, but increase long-term liabilities in the statement of net position.	(296,341)
Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. These are the capital lease payments.	116,136
Deferred Charges related to pension are not recognized in the governmental funds. However, for the government-wide funds that amount is capitalized and amortized.	<u>270,775</u>
Change in Net Position of Governmental Activities	<u><u>\$ 387,425</u></u>

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

# FOUR MILE FIRE PROTECTION DISTRICT

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

### NOTE 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Four Mile Fire Protection District (the “District”) was formed in 1962 to provide fire, medical response, search and rescue and fire mitigation services to the mountain communities and historic townships in their district. They serve an area consisting of approximately 900 residents, covering over 13 square miles, including a portion of Boulder and extending west. The District provides emergency services for fires, medical emergencies, rescues, hazardous materials releases, and man-made disasters within the District. The District is governed by a five-member Board of Directors elected by the residents.

The accounting policies of the District conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies:

#### **Reporting Entity**

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

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

Based on the application of these criteria, the District does not include additional organizations in its reporting entity.

#### **Government-Wide and Fund Financial Statements**

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

The statement of activities demonstrates the degree to which the direct expenses of the given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

FOUR MILE FIRE PROTECTION DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

**Government-Wide and Fund Financial Statements** (Continued)

Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Major individual governmental funds are reported as separate columns in the fund financial statements.

**Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

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

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

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

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

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

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

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

The *Watershed Coalition Fund* accounts for grant revenue related to watershed related disaster recovery work.

FOUR MILE FIRE PROTECTION DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

**Investments**

Investments are recorded at fair value.

**Capital Assets**

Capital assets, which include property and equipment, are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Property and equipment of the District is depreciated using the straight line method over the following estimated useful lives:

Buildings	15 - 40 years
Machinery and Equipment	5 - 20 years
Vehicles	5 - 15 years

**Long-Term Obligations**

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities in the governmental activities fund type statement of net positions.

The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of financial position and balance sheets will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position and fund balance that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

FOUR MILE FIRE PROTECTION DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

NOTE 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

**Deferred Outflows/Inflows of Resources** (Continued)

In addition to the liabilities, the statement of financial position and balance sheets will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position and fund balance that applies to a futures period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

**Property Taxes**

The District certifies its property taxes expressed as a mill levy, on or before December 15. Property taxes attach as an enforceable lien on property on January 1. Taxes are payable in full on April 30 or in two installments on February 28 and June 15. The County Treasurer's office collects property taxes and remits to the District on a monthly basis.

Since property tax revenues are collected in arrears during the succeeding year, a receivable and corresponding deferred revenue are recorded at December 31. As the tax is collected in the succeeding year, the deferred revenue is recognized as revenue and the receivable is reduced.

**Net Position**

The government-wide and business-type fund financial statements utilize a net position presentation. Net position is categorized as investment in capital assets, restricted, and unrestricted.

Investment in Capital Assets is intended to reflect the portion of net position which are associated with non-liquid, capital assets less outstanding capital asset related debt. The net related debt is the debt less the outstanding liquid assets and any associated unamortized cost.

Restricted Net Position are liquid assets, which have third party limitations on their use.

Unrestricted Net Position represent assets that do not have any third-party limitation on their use. While District management may have categorized and segmented portions for various purposes, the Board of Directors has the unrestricted authority to revisit or alter these managerial decisions

**Fund Balance Classification**

In the government-wide financial statements, net positions are restricted when constraints placed on the net positions are externally imposed.

FOUR MILE FIRE PROTECTION DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

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

- Nonspendable – This classification includes amounts that cannot be spent either because they are not in a spendable form or because they are legally or contractually required to be maintained intact. At December 31, 2024, the District does not report any amounts as nonspendable.
- Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. The District has classified Emergency Reserves as being restricted because their use is restricted by the State Constitution for declared emergencies. Unspent Watershed grant funds are also restricted for grant programs.
- Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Directors. These 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 action (motion or resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The District did not report any Fund Balance as committed as of December 31, 2024.
- Unassigned – This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

The District would typically use restricted fund balances first, followed by committed resources, and then Assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend Unassigned.

FOUR MILE FIRE PROTECTION DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

**NOTE 2: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**Budgets and Budgetary Accounting**

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

- Before October 15, the Board of Directors appoints District Management as the District's Budget Officer.
- On or before October 15, District Management, acting as the Budget Officer submits to the Board of Directors a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
- At least one public hearing is conducted to obtain taxpayer comments.
- Prior to December 15, the budget is legally enacted through passage of a resolution.
- District Management is authorized to transfer budgeted amounts between one or more line items within any fund. However, any revisions that alter the total expenditures of any fund must be approved by the Board of Directors.
- Budgets are legally adopted for all funds of the District on a basis consistent with generally accepted accounting principles (GAAP).
- Budgeted amounts in the financial statements are as originally adopted or as amended by the Board of Directors. All appropriations lapse at year end.

**NOTE 3: CASH AND INVESTMENTS**

A summary of cash and investments as of December 31, 2024 follows:

Cash Deposits	\$ 149,567
Investments	<u>281,971</u>
Total	<u><u>\$ 431,538</u></u>

FOUR MILE FIRE PROTECTION DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

**NOTE 3: CASH AND INVESTMENTS** (Continued)

**Deposits**

Custodial Credit Risk -Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. 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 regulations.

At December 31, 2024, State regulatory commissioners have indicated that all financial institutions holding deposits for the District are eligible public depositories. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution, or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits.

The District has no policy regarding custodial credit risk for deposits.

At December 31, 2024, the District had deposits with financial institutions with a carrying amount of \$149,567. The bank balances with the financial institutions were \$160,842, all of these balances were covered by federal depository insurance.

**Investments**

Interest Rate Risk

The District has a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk

Colorado statutes specify in which instruments the units of local government may invest which includes:

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

FOUR MILE FIRE PROTECTION DISTRICT

NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2024

**NOTE 3: CASH AND INVESTMENTS** (Continued)

The above investments are authorized for all funds and fund types used by Colorado local governments.

Local Government Investment Pool

The District had invested \$281,971 in the Colorado Surplus Asset Fund Trust CORE Fund (“Colorado Core”) an investment vehicle established for local government entities in Colorado pursuant to Title 24, Article 75, Part 7 of the Colorado Revised Statutes, to pool surplus funds for investment purposes. The State Securities Commissioner administers and enforces the requirements of creating and operating the Pools. Colorado Core is an ultra-short duration enhanced cash fund seeking to maintain a constant share price of \$2.00 with an emphasis placed on limiting the risk of negative fair market valuations while maintaining high credit quality and adequate liquidity. The fund operates under GASB Statements 31 and 72 methodology for calculating fair market values and maintains a weighted average maturity of 180 days or less and a weighted average life of 365 days or less.

Colorado Core is rated AAf/S1 by Fitch Ratings. The designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. Colorado Core investments primary included, highly rated commercial paper, Colorado depositories in which the deposits are collateralized at 102% of market value under the provisions of the Public Depository Protection Act, and other Colorado LGIP funds inclusive of other funds offered by the Trust as allowed for by C.R.S 24-75-601.1(1)(i). Redemption requests must be made at least one day in advance and are limited to three per month.

**NOTE 4: CAPITAL ASSETS**

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

	Balances <u>12/31/2023</u>	<u>Additions</u>	<u>Deletions</u>	Balances <u>12/31/2024</u>
<b>Governmental Activities</b>				
Capital Assets, not depreciated				
Land	\$ 14,816	\$ -	\$ -	\$ 14,816
Water Rights	<u>44,380</u>	-	-	<u>44,380</u>
Total Capital Assets, not depreciated	<u>59,196</u>	-	-	<u>59,196</u>
Capital Assets, depreciated				
Buildings and Improvements	2,256,882	-	-	2,256,882
Machinery and Equipment	597,885	29,620	-	627,505
Vehicles	<u>2,416,898</u>	<u>442,036</u>	-	<u>2,858,934</u>
Total Capital Assets, depreciated	<u>5,271,665</u>	<u>471,656</u>	-	<u>5,743,321</u>

FOUR MILE FIRE PROTECTION DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

**NOTE 4: CAPITAL ASSETS**

	<u>Balances</u> <u>12/31/2023</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balances</u> <u>12/31/2024</u>
Less Accumulated Depreciation				
Buildings and Improvements	719,597	76,313	-	795,910
Machinery and Equipment	582,466	11,517	-	593,983
Vehicles	<u>1,137,509</u>	<u>180,704</u>	<u>-</u>	<u>1,318,213</u>
Total Accumulated Depreciation	<u>2,439,572</u>	<u>268,534</u>	<u>-</u>	<u>2,708,106</u>
Total Capital Assets, depreciated, Net	<u>2,832,093</u>	<u>203,122</u>	<u>-</u>	<u>3,035,215</u>
Governmental Activities, Capital Assets, Net	<u>\$ 2,891,289</u>	<u>\$ 203,122</u>	<u>\$ -</u>	<u>\$ 3,094,411</u>

Depreciation expense was charged to firefighting and prevention program of the District.

**NOTE 5: LONG-TERM DEBT**

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

	<u>Balance</u> <u>12/31/23</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance</u> <u>12/31/24</u>	<u>Due In</u> <u>One Year</u>
Capital Leases	<u>\$ 585,438</u>	<u>\$ 296,341</u>	<u>\$ 106,136</u>	<u>\$ 775,643</u>	<u>\$ 144,533</u>

Assets with a gross value of \$3,125,060 were acquired and capitalized with these leases. These assets are categorized as Building and Improvements and Vehicles.

**Capital Leases**

On February 1, 2015, the District entered into a capital lease agreement to finance the Poorman Station. The lease requires monthly payments of principal and interest, accruing at a rate of 3.61% through February 2030.

On May 11, 2021, the District entered into a capital lease agreement to finance of a new fire truck. The lease requires monthly payments of principal and interest, accruing at a rate of 2.82% through May 2028.

On January 15, 2024, the District entered into a capital lease agreement to finance of a new fire truck. The lease requires yearly payments of principal and interest, accruing at a rate of 6.09% through January 2031.

FOUR MILE FIRE PROTECTION DISTRICT

NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2024

**NOTE 5: LONG-TERM DEBT** (Continued)

**Future Debt Service Requirements**

Annual debt service requirements for the capital leases at December 31, 2020, are as follows.

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 144,533	\$ 32,509	\$ 177,042
2026	149,963	27,079	177,042
2027	155,623	21,419	177,042
2028	151,364	15,516	166,880
2029	71,985	9,362	81,347
2030-2031	<u>102,175</u>	<u>9,017</u>	<u>111,192</u>
Total Debt Service Requirements	<u>\$ 775,643</u>	<u>\$ 114,902</u>	<u>\$ 890,545</u>

**NOTE 6: 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 maintains insurance through a commercial carrier for these risks of loss. Settled claims have not exceeded insurance coverage in the last three years.

**NOTE 7: COMMITMENTS AND CONTINGENCIES**

TABOR Amendment - Colorado voters passed the Taxpayer’s Bill of Rights (TABOR), which amended the State Constitution to add Article X, Section 20, which imposes several limitations and requirements, including revenue raising, spending abilities, and other specific requirements of state and local government. In 2010 the District's voters authorized a mill levy increase in excess of that which would have been permitted by the TABOR amendment, authorized all revenue from the taxes generate buy that mill levy increase, and the investment income therefrom, to constitute voter-approved revenue changes, and further authorized the

District to collect and spend those taxes and that income without regard to any spending or revenue restrictions or other limitations contained within the TABOR Amendment or any other law, and without limiting, in any year, the amount of other revenue that may be collected and spent by the District.

In 2017 the District's voters authorized an additional mill levy increase in excess of that which would have been permitted by the TABOR Amendment and the annual limits imposed by statute in language identical to that which was approved in 2010.

FOUR MILE FIRE PROTECTION DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

**NOTE 7: COMMITMENTS AND CONTINGENCIES** (Continued)

The District has established an emergency reserve, representing 3% of fiscal year spending (excluding debt service), as required by TABOR. At December 31, 2023, the emergency reserve of \$47,000 was recorded in the General Fund. TABOR is complex and subject to judicial interpretation. The District believes it is in compliance with the requirements of TABOR.

**NOTE 8: WATER LEASE AGREEMENT**

In July 24, 2017, the District entered into a water lease agreement with Pine Brook Water District to lease up to 2.5 acre feet of Augmentation Water with an option to purchase up to the same amount. Under this agreement, the District was to pay \$6,000 per year for a period of 3 years up to 10 years. In April 2019, the District obtained a decree for water storage rights and approval for the augmentation plan and paid \$38,380 in 2019 to Pine Brook Water District in order to exercise the purchase option available under this lease agreement for these water rights. The annual lease payments are no longer required and water rights in the amount of \$44,280 have been capitalized by the District.

**NOTE 9: DEFINED BENEFIT PENSION PLANS** (Continued)

**Statewide Retirement Plan**

**Plan Description**

The Statewide Retirement Plan is a cost-sharing multiple-employer defined benefit pension plan. The Plan consists of four components: Defined Benefit Component, Hybrid Defined Benefit Component, Social Security Component and Money Purchase Component. The Plan currently has 230 participating employer fire and police departments.

The Defined Benefit Component and Social Security Component cover substantially all full-time employees of participating fire or police departments in Colorado hired on or after April 8, 1978, provided that they are not already covered by a statutorily exempt plan. Employers once had the option to withdraw from the Plan, but a change in state statutes eliminated this option effective January 1, 1988, unless the employer elects and is determined to be eligible to participate in the Statewide Money Purchase Plan.

In 2003, legislation was enacted that allows departments who cover their firefighters and police officers in money purchase plans to elect coverage under the Plan. As of August 5, 2003, clerical and other personnel from fire districts whose services are auxiliary to fire protection may also participate in the Plan. As of January 1, 2020, Colorado police and sheriff departments who participate in Social Security have the option of affiliating for coverage under the Plan.

FOUR MILE FIRE PROTECTION DISTRICT

NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2024

**NOTE 9: DEFINED BENEFIT PENSION PLANS** (Continued)

**Statewide Retirement Plan** (Continued)

**Plan Description**

The Plan assets are in the Fire & Police Members' Benefit Investment Fund Long-Term Pool and the Fire & Police Members' Self-Directed Investment Fund (for Deferred Retirement Option Plan (DROP) assets and Money Purchase Component assets). The Long-Term Pool is designed primarily for open plans with a longer time horizon, appropriate risk tolerance, and lower liquidity needs. The investment return assumption is 7.00 percent.

Members participating in DROP or in the Money Purchase Component choose among various investment options offered by an outside investment manager

**Description of Benefits**

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. The Normal Retirement Age should not be less than age 55 or more than age 60. Any member with at least 25 years of service may retire at any time after age 55 and shall be eligible for a normal retirement pension. Members with combined age and years of service totaling 80 or more, with a minimum age of 50 also qualify for a normal retirement pension.

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 retirement benefit for the Defined Benefit Component is 2.0 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 of the 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.

FOUR MILE FIRE PROTECTION DISTRICT

NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2024

**NOTE 9: DEFINED BENEFIT PENSION PLANS** (Continued)

**Statewide Retirement Plan** (Continued)

**Description of Benefits (Continued)**

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.

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 Plan 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 2023, the total combined member and employer contribution rate was 21.5 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.

FOUR MILE FIRE PROTECTION DISTRICT

NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2024

**NOTE 9: DEFINED BENEFIT PENSION PLANS** (Continued)

**Statewide Retirement Plan** (Continued)

**Contributions** (Continued)

These increases result in a minimum combined contribution rate of 25.2 percent in 2030. In 2023, the total minimum required member and employer contribution rate was 21.7 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 2023, the total combined member and employer contribution rate was 10.75 percent.

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 2023, the total minimum combined member and employer contribution rate was 16.25 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. Additional voluntary contributions from the employer are made on a pre-tax basis.

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.

FOUR MILE FIRE PROTECTION DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

**NOTE 9: DEFINED BENEFIT PENSION PLANS** (Continued)

**Statewide Retirement Plan** (Continued)

**Contributions** (Continued)

A member of the Plan may elect to make voluntary after-tax contributions to the Money Purchase Component of the Plan. Additional voluntary contributions from the employer are made on a pre-tax basis

**Pension Liabilities, 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 asset in the amount of \$0 for its proportionate share of the SRP Plan net pension asset. The SRP Plan net pension asset was measured as of December 31, 2023, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of January 1, 2023. Standard update procedures were used to roll forward the total pension liability to December 31, 2024. The District's proportion of the SRP Plan net pension asset was based on the District's contributions to the SRP Plan for the calendar year 2023 relative to the total contributions of participating employers to the SRP Plan.

At December 31, 2024, the District's proportion was 0.0135%, which was an increase of 0.0135% from its proportion measured as of December 31, 2023.

For the year ended December 31, 2024 the District recognized SRP pension income of \$215,480. At December 31, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to SRP pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$25,657	\$1,233
Net difference between projected and actual earnings on pension plan investments	\$18,420	N/A
Changes in proportion and differences between contributions recognized and proportionate share of contributions	\$157,754	N/A
Change in assumptions and other inputs	\$14,882	N/A
Contributions subsequent to the measurement date	\$55,295	N/A
Total	\$272,008	\$1,233

FOUR MILE FIRE PROTECTION DISTRICT

NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2024

**NOTE 9: DEFINED BENEFIT PENSION PLANS** (Continued)

**Statewide Retirement Plan** (Continued)

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

\$55,295 reported as deferred outflows of resources related to SRP pensions, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year December 31, 2025.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to SRP pensions will be recognized in pension expense as follows:

<b>Year ended December 31</b>	
2025	\$28,331
2026	\$33,084
2027	\$39,408
2028	\$21,227
2029	\$21,896
Thereafter	\$71,534

*Actuarial assumptions.* The actuarial valuations for the SWBP Plan 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 assumptions and other inputs:

Total Pension Liability:

Actuarial Valuation Date	January 1, 2023
Actuarial Method	Entry Age Normal
Amortization Method	N/A
Amortization Period	N/A
Long-term investment Rate of Return*	7.00 percent
Projected salary increases*	4.25 – 11.25 percent
Cost of Living Adjustments (COLA)	0.00 percent
*Includes Inflation at 2.5%	

FOUR MILE FIRE PROTECTION DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

**NOTE 9: DEFINED BENEFIT PENSION PLANS** (Continued)

**Statewide Retirement Plan** (Continued)

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

Actuarially Determined Contributions:

Actuarial Valuation Date	January 1, 2023
Actuarial Method	Entry Age Normal
Amortization Method	Level % of Payroll, Open
Amortization Period	30 Years
Long-term investment Rate of Return*	7.00 percent
Projected salary increases*	4.25 – 11,25 percent
Cost of Living Adjustments (COLA)	0.00 percent

\*Includes Inflation at 2.5%

For determining the total pension liability, the post-retirement mortality tables for non-disabled retirees uses the 2006 central rates from the RP-2014 Annuitant Mortality Tables projected to 2018 using the MP-2017 projection scales, and the projected prospectively using the ultimate rates of the scale for all years. The pre-retirement off-duty mortality tables are adjusted to 50% of the RP-2014 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.

The long-term expected rate of return on SRP 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).

FOUR MILE FIRE PROTECTION DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

**NOTE 9: DEFINED BENEFIT PENSION PLANS** (Continued)

**Statewide Retirement Plan** (Continued)

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

Best estimates of arithmetic real rates of return for each major asset class included in the SRP Plan's target asset allocation as of December 31, 2023 are summarized in the following table:

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

The discount rate used to measure the total SRP 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 FPPA Board of Director's funding policy, which establishes the contractually required rates under Colorado statutes. Based on those assumptions, the SRP Plan 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 payment) to determine the total pension liability.

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

FOUR MILE FIRE PROTECTION DISTRICT

NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2024

**NOTE 9: DEFINED BENEFIT PENSION PLANS** (Continued)

**Statewide Retirement Plan** (Continued)

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

For the purpose of this valuation, the expected rate of return on SRP pension plan investments is 7.00%; the municipal bond rate is 3.77% (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%.

*Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate.* Regarding the sensitivity of the net asset liability/(asset) to changes in the Single Discount Rate, the following presents the SRP Plan's net pension liability, calculated using a Single Discount Rate of 7.00%, as well as what the plan's net pension liability/(asset) would be if it were calculated using a Single Discount Rate that is one percent lower or one percent higher:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Proportionate share of the net pension liability (asset)	\$75,545	-	-

*Pension plan fiduciary net position.* Detailed information about the SRP Plan's fiduciary net position is available in FPPA's comprehensive annual financial report which can be obtained at <http://www.fppaco.org>.

**NOTE 10: PAID FIREFIGHTER PENSION PLAN**

**Statewide Money Purchase Pension Plan**

Plan Description - Beginning in 2020, the District contributes to the Statewide Money Purchase Pension Plan (Plan), a cost-sharing multiple-employer defined contribution pension plan administered by the Colorado Fire and Police Pension Association (FPPA). The Plan provides retirement benefits for members and beneficiaries. Death and disability coverage is provided for members through the Statewide Death and Disability Plan, which is also administered by FPPA. This is a non-contributory plan. All full time, paid firefighters of the District are members of the Plan and the Statewide Death and Disability Plan. The Plan was established by the State Legislature under Title 31, Article 30 of the Colorado Revised Statutes (CRS), as amended.

FOUR MILE FIRE PROTECTION DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

**NOTE 10: PAID FIREFIGHTER PENSION PLAN**

**Statewide Money Purchase Pension Plan**

Plan Description - Beginning in 2020, the District contributes to the Statewide Money Purchase Pension Plan (Plan), a cost-sharing multiple-employer defined contribution pension plan administered by the Colorado Fire and Police Pension Association (FPPA). The Plan provides retirement benefits for members and beneficiaries. Death and disability coverage is provided for members through the Statewide Death and Disability Plan, which is also administered by FPPA. This is a non-contributory plan. All full time, paid firefighters of the District are members of the Plan and the Statewide Death and Disability Plan. The Plan was established by the State Legislature under Title 31, Article 30 of the Colorado Revised Statutes (CRS), as amended.

FPPA issues a publicly available annual financial report that includes financial statements and required supplementary information for both the Plan and the Statewide Death and Disability Plan. That report may be obtained by contacting FPPA.

Funding Policy - The contribution requirements of plan members and the District are established and may be amended by the State legislature. Both the District and the employee contribute 8.0% of the employee's covered salary. The District contributions to the Plan for the year ending December 31, 2024, were \$59,011 equal to the required contribution as well as catch-up contributions from prior years.

**NOTE 11: SUBSEQUENT EVENTS**

Subsequent Events have been evaluated through July 31, 2025, which is the date the financial statements were available to be issued. No events were found that required disclosure.

**REQUIRED SUPPLEMENTAL INFORMATION**

FOUR MILE FIRE PROTECTION DISTRICT

GENERAL FUND  
 BUDGETARY COMPARISON SCHEDULE  
 Year Ended December 31, 2024

	2024		VARIANCE Positive (Negative)	2023 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
REVENUES				
Property Taxes	\$ 646,701	\$ 658,416	\$ 11,715	\$ 484,698
Specific Ownership Taxes	-	-	-	17,881
Firefighting Revenue	750,000	796,617	46,617	982,505
Mitigation Revenue	90,000	49,923	(40,077)	14,605
Grants	400,000	36,155	(363,845)	15,343
Donations	5,000	17,428	12,428	6,716
Miscellaneous	-	25,651	25,651	38,228
TOTAL REVENUES	<u>1,891,701</u>	<u>1,584,190</u>	<u>(307,511)</u>	<u>1,559,976</u>
EXPENDITURES				
Current				
Salaries and Benefits	900,000	958,803	(58,803)	1,013,998
Operations	127,000	191,773	(64,773)	266,333
Training	10,000	6,469	3,531	5,275
Administration	152,000	155,400	(3,400)	92,963
Equipment Maintenance	75,000	55,791	19,209	50,669
Capital Outlay	570,000	111,800	458,200	34,258
Debt Service	145,018	138,160	6,858	123,718
Other	-	4,851	(4,851)	-
TOTAL EXPENDITURES	<u>1,979,018</u>	<u>1,623,047</u>	<u>355,971</u>	<u>1,587,214</u>
NET CHANGE IN FUND BALANCE	(87,317)	(38,857)	48,460	(27,238)
FUND BALANCE, Beginning	<u>331,487</u>	<u>604,594</u>	<u>273,107</u>	<u>631,832</u>
FUND BALANCE, Ending	<u>\$ 244,170</u>	<u>\$ 565,737</u>	<u>\$ 321,567</u>	<u>\$ 604,594</u>

See the accompanying independent auditors' report.

FOUR MILE FIRE PROTECTION DISTRICT

WATER COALITION FUND  
 BUDGETARY COMPARISON SCHEDULE  
 Year Ended December 31, 2024

	2024		VARIANCE Positive (Negative)	2023 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
REVENUES				
Grants	\$ 518,592	\$ 180,604	\$ (337,988)	\$ 11,011
Other	-	34,188	34,188	57,992
TOTAL REVENUES	<u>518,592</u>	<u>214,792</u>	<u>(303,800)</u>	<u>69,003</u>
EXPENDITURES				
Current				
Project Implementation	518,592	17,137	501,455	-
Miscellaneous	-	65,065	(65,065)	58,650
TOTAL EXPENDITURES	<u>518,592</u>	<u>82,202</u>	<u>436,390</u>	<u>58,650</u>
CHANGE IN FUND BALANCE	-	132,590	132,590	10,353
FUND BALANCE, Beginning	-	35,353	35,353	25,000
FUND BALANCE, Ending	<u>\$ -</u>	<u>\$ 167,943</u>	<u>\$ 167,943</u>	<u>\$ 35,353</u>

See the accompanying independent auditors' report.

FOUR MILE FIRE PROTECTION DISTRICT  
 SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE  
 STATEWIDE RETIREMENT PLAN

Years Ended December 31,

	2023
District's proportionate share of the Net Pension Liability (Asset)	1.350%
District's proportionate share of the Net Pension Liability (Asset)	\$ -
District's covered payroll	\$ 552,950
District's proportionate share of the Net Pension Liability (Asset) as a percentage of its covered payroll	0.0%
Plan fiduciary net position as a percentage of the total pension liability	100.0%

See the accompanying independent auditors' report.

FOUR MILE FIRE PROTECTION DISTRICT  
 SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS  
 STATEWIDE RETIREMENT PLAN

Years Ended December 31,

	2024
Statutorily required contributions	\$ 55,295
Contributions in relation to the statutorily required contributions	55,295
Contribution deficiency (excess)	\$ -
District's covered payroll	\$ 552,950
Contributions as a percentage of covered payroll	10.00%

See the accompanying independent auditors' report.