Town of Johnstown, Colorado

Financial Statements
with Independent Auditor's Report

December 31, 2024

HINKLE & COMPANY PC
Strategic Business Advisors

Town of Johnstown, Colorado

Table of Contents

December 31, 2024

(Continued)

Town of Johnstown, Colorado

Table of Contents
December 31, 2024
(Continued)

Supplementary Information (Continued)

HINKLE & COMPANY PC
Strategic Business Advisors

Independent Auditor's Report

Honorable Mayor and Members of the Town Council
Town of Johnstown, Colorado
Johnstown, Colorado

Report on the Audit of the Financial Statements

Opinions
We have audited the financial statements of the governmental activities, the business-type activities, and each major fund of the Town of Johnstown, Colorado (the Town), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, and each major fund of the Town, 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) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements
The Town's 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 Town's ability to continue as a going concern for one year after the date that the financial statements are issued.

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Auditor's Responsibilities for the Audit of the Financial Statements
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS 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 the Town's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

Other Information

Management is responsible for the other information included in the Supplementary Information and the local highway finance report, as listed in the table of contents. The other information comprises the Supplementary Information and the local highway finance report but does not include the financial statements and our auditor's report thereon. Our opinions on the 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 financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the 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.

Hinkle & Company, PC

Englewood, Colorado
July 17, 2025

Management’s Discussion and Analysis

This section of the Town of Johnstown’s annual financial report offers readers a discussion and analysis of the Town’s financial performance during the year ended December 31, 2024. We encourage readers to consider the information presented here in conjunction with additional information furnished in the Town’s financial statements, which immediately follow this section.

Financial Highlights

- Assets and deferred outflow of resources for the Town exceeded liabilities and deferred inflow of resources by $535.3 million, an increase of $90.1 million, or 20.2 percent.

- As of December 31, 2024, net position for governmental activities was $232.1 million, up $51.2 million or 28.3 percent from December 31, 2023. Business type activities reported a net position of $303.2 million, up $38.9 million or 14.7 percent in the same time frame.

- General revenues account for $64.1 million or 51.3 percent of all revenues. The Town had $60.8 million in program specific revenues in the form of charges for services, operating grants and contributions, and capital contributions.

- The Town had $24.3 million in expenses related to governmental activities, of which $14.9 million was offset by program specific charges for services and operating grants, contributions. Taxes of $50.4 million and other general revenues of $7.5 million as shown in the Statement of Activities offset the costs.

- The Town had water, sewer, and drainage charges for service income totaling $19.4 million. Grants and capital contributions revenues for these funds totaled $26.5 million. The cost of providing water, sewer, and drainage services totaled $12.1. million.

- The Town’s unassigned fund balance for the General Fund is $87,897,719, the committed fund balance is $500,000, and the restricted fund balance is $1,525,000. The committed fund balance is intended to fund the operation of the Recreation Center through a contractual Facility Management Agreement. The unassigned portion of the Town’s fund balance is available to meet the Town’s reserve requirements and future spending at the Town’s discretion.

- Outlays for capital assets were primarily related to infrastructure, land, and equipment, but also included water rights and buildings. See the Capital Assets Section of the Financial Statements for detail.

- The Town’s governmental funds outstanding liabilities are normal accounts payable and accrued liabilities totaling $3,517,627, accrued compensated absences totaling $289,022, and developer escrows totaling $3,286,587 at December 31, 2024.

- The Town’s business-type funds include outstanding liabilities of normal accounts payable and accrued liabilities totaling $12,425,366, accrued interest totaling $428,804, deposits and payables to other funds totaling $264,932, leases payable totaling $2,908, and accrued compensated absences totaling $107,215 at December 31, 2024. Liabilities also include the current and long-term portions of bond issuance debt totaling $2,355,000 and $122,918,815, respectively, at December 31, 2024.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Town's basic financial statements. The basic statements are comprised of three components: 1) government-wide financial statements, 2) specific fund financial statements, and 3) notes to the financial statements.

Government-Wide Financial Statements

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

There are two government-wide financial statements:

> **Statement of net position** – This statement presents information on all the Town's assets, liabilities, deferred inflows and deferred outflows, with the difference between them being reported as net position. Over time, the increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.
>
> **Statement of activities** – This statement presents information showing how the Town of Johnstown's net position changed during 2024. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses reported in this statement for some items will result in cash flows in future periods (e.g., uncollected taxes and earned but unused personal time).

The government-wide financial statements reflect three distinct activities:

> **Governmental Activities** – These activities are primarily supported by taxes and intergovernmental revenues. The Governmental Activities of the Town of Johnstown include general government, public safety (police), public works, community development, cemetery, and parks and recreation.
>
> **Business-type Activities** - These activities are supported by user fees and service charges which are intended to fully recover all costs. The Business-type Activities of the Town of Johnstown include Water, Wastewater, and Drainage. Governmental activities and business-type activities combined comprise the primary government.
>
> **Component Units** – The Town currently does not have any organizations that are legally separate and are reported separately from the primary government.

Governmental activities and business-type activities combine to comprise the primary government. The government wide financial statements begin on page 1 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. Some funds are required to be established by State law and bond covenants; however, the Town Board establishes other funds to help control and manage money for specific purposes. All of the Town's funds can be divided into three categories: Governmental Funds, Proprietary Funds and Fiduciary Funds.

Governmental Funds – *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *short-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 short-term financing requirements. The accounting method used is *modified accrual* accounting.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental activities in the *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 short-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.*

Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund and other major funds. The minor funds are combined in the *Other Governmental Funds* into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Governmental fund financial statements begin on page 3 of this report.

Proprietary Funds – The Town of Johnstown maintains one type of proprietary fund. *Enterprise Funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The Town uses an enterprise fund to account for its Water, Wastewater, and Drainage Funds. These funds are considered major funds of the Town of Johnstown.

Proprietary fund statements begin on page 6 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 Town and fund financial statements. The notes can be found on pages 13 to 34 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain other supplementary information. This includes the required supplemental data required for non-major fund information and budgetary comparison schedules. The budgetary comparisons are included on pages 35 to 47 of this report.

Financial Analysis of the Town as a Whole

As noted above, net position may serve over time as a useful indicator of the Town's financial position. For the year ending December 31, 2024, the Town's combined assets exceeded liabilities and deferred inflows of resources by $535,298,290.

TOWN OF JOHNSTOWN, COLORADO
CONDENSED STATEMENT OF NET POSITION
2024/2023

	Governmental Activities		Business-Type Activities		Total	
	2023	**2024**	**2023**	**2024**	**2023**	**2024**
Assets						
Current Assets	137,476,555	174,995,952	95,316,826	152,900,948	232,793,381	327,896,900
Capital Assets - Net	67,156,303	78,957,499	232,358,128	288,621,966	299,514,431	367,579,465
Total Assets	204,632,858	253,953,451	327,674,954	441,522,914	532,307,812	695,476,365
Deferred Outflow of Resources						
Related to Pensions	724,694	476,792	-	-	724,694	476,792
Liabilities						
Current Liabilities	5,816,486	7,020,729	8,261,856	15,313,296	14,078,342	22,334,025
Long-Term Liabilities	357,858	289,022	55,143,432	123,028,938	55,501,290	123,317,960
Total Liabilities	6,174,344	7,309,751	63,405,288	138,342,234	69,579,632	145,651,985
Deferred Inflows of Resources						
Related to Pensions	65,149	321,774	-	-	65,149	321,774
Deferred Revenues	558,404	-	-	-	558,404	-
Deferred Property Tax Revenue	17,647,812	14,681,108	-	-	17,647,812	14,681,108
Net Position						
Net Investment in Capital Assets	67,156,303	78,957,499	232,358,128	163,345,243	299,514,434	242,302,742
Restricted	1,525,000	1,525,000	-	-	1,525,000	1,525,000
Unrestricted	112,230,540	151,617,811	31,911,538	139,835,437	144,142,078	291,453,248
Total Net Position at December 31	180,911,843	232,117,610	264,269,666	303,180,680	445,181,509	535,298,290

A portion of the Town of Johnstown's net position (68.7%) reflects its investment in capital assets (e.g., land, buildings, etc.), less any related debt still outstanding (current and long-term), that was used to acquire those assets. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town'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.

The restricted portion of net position (.28%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of net position ($291,470,548) is unrestricted and may be used to meet the Town's ongoing obligations to citizens and creditors.

The Town reports positive balances in all three categories of net position, for the government as a whole, as well as for its separate Governmental and Business-type Activities.

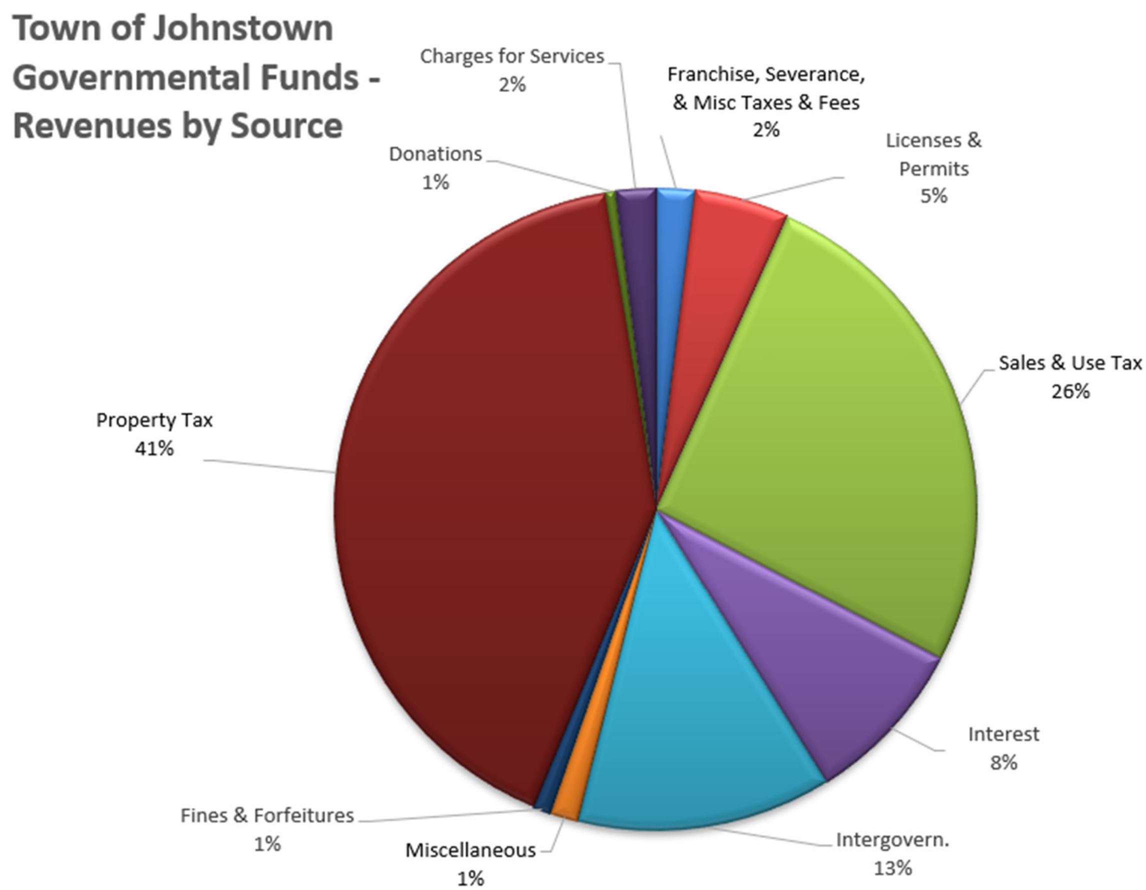
TOWN OF JOHNSTOWN, COLORADO
CONDENSED STATEMENT OF ACTIVITIES
2024/2023

Revenues	**Governmental Activities**		**Business-Type Activities**		**Total**	
Program Revenues	**2023**	**2024**	**2023**	**2024**	**2023**	**2024**
Charges for Services	9,917,976	5,615,544	11,533,825	19,383,453	21,451,801	24,998,997
Operating Grants and Contributions	1,905,986	8,427,375	-	568,456	1,905,986	8,995,831
Capital Grants and Contributions	2,165,624	901,722	36,684,667	25,912,951	38,850,291	26,814,673
General Revenues						
Property Taxes	9,544,634	30,083,454	-	-	9,544,634	30,083,454
Sales and Use Taxes	23,192,073	18,902,829	-	-	23,192,073	18,902,829
Franchise Taxes	643,539	839,587	-	-	643,539	839,587
Other Taxes	913,719	581,089	-	-	913,719	581,089
Interest	5,257,688	6,144,282	4,750,948	5,786,571	10,008,636	11,930,853
Other Revenues	1,046,135	1,385,721	-	404,542	1,046,135	1,790,263
Loss on Disposal of Assets	-	-	-	-	-	-
Total Revenues	54,587,374	72,881,603	52,969,440	52,055,973	107,556,814	124,937,576
Expenses						
General Government	3,089,890	7,276,921	-	-	3,089,890	7,276,921
Public Safety	3,669,342	5,416,815	-	-	3,669,342	5,416,815
Public Works	9,473,458	8,585,779	-	-	9,473,458	8,585,779
Health and Welfare	-	-	-	-	-	-
Culture and Recreation	2,499,719	3,053,429	-	-	2,499,719	3,053,429
Water	-	-	4,544,672	6,145,653	4,544,672	6,145,653
Sewer	-	-	2,641,616	3,210,345	2,641,616	3,210,345
Drainage	-	-	374,457	399,423	374,457	399,423
Interest on Long-Term Debt	-	-	1,953,150	2,326,592	1,953,150	2,326,592
Total Expenses	18,732,409	24,332,944	9,513,895	12,082,013	28,246,304	36,414,957
Excess (deficiency) before transfers						
Transfers	(48,550,000)	2,639,808	48,550,000	(2,639,808)	$ -	$ -
Prior Period Adjustment	17,300	-	1,576,862	-	1,594,162	-
Change in Net Position	(12,695,035)	51,188,467	92,005,545	37,334,152	79,310,510	88,522,619
NET POSITION, Beginning	193,606,878	180,929,143	172,264,121	265,846,528	365,870,999	446,775,671
NET POSITION, Ending	180,929,143	232,117,610	265,846,528	303,180,680	446,775,671	535,298,290

Financial Analysis of the Town's Funds

Governmental Activities. The focus of the Town of Johnstown's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Town's financing requirements.

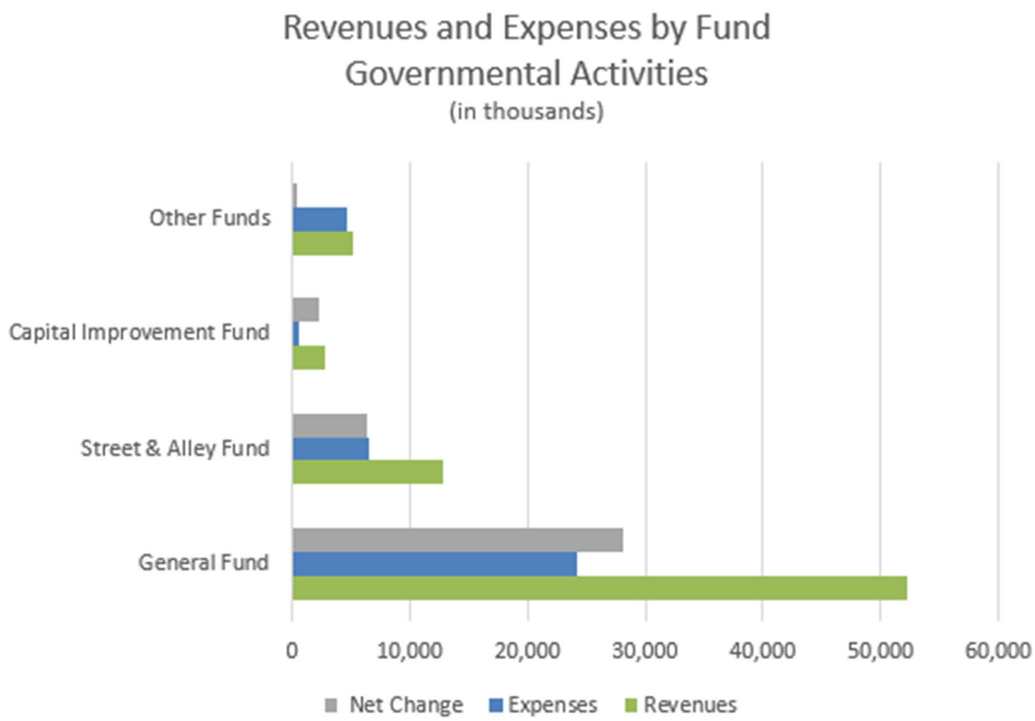
As of the end of the current fiscal year, the Town's governmental funds reported a combined ending fund balance of $153,294,115, an increase of $39,713,284. Overall revenue increased $18.3 million or 33.5%. Areas of substantial change included an increase in program revenues of $955 thousand, an increase in taxes and fees of $16.1 million, and an increase in interest income of $886.5 thousand. The General Fund revenue increases are primarily the result of an economy that continued to grow and the resulting sales tax collections and interest rates.



Expenditures for the governmental funds for the current year increased by $5,600,535 or 29.9%. Expenses for general government activities increased $4,187,031, while expenditures for public works decreased $887,679. In 2024, the General Fund recognized capital outlay expenditures of $10,389,282 in land purchases and completion of the police building expansion, and the Street and Alley Fund recognized capital outlay expenditures of $6,473,305 in road and paving projects.

The statement of net position reports a combined net position for governmental activities of $232,117,610, an increase of $51,205,767. The increase is primarily attributed to an increase in cash resulting from an increase in property tax revenues.

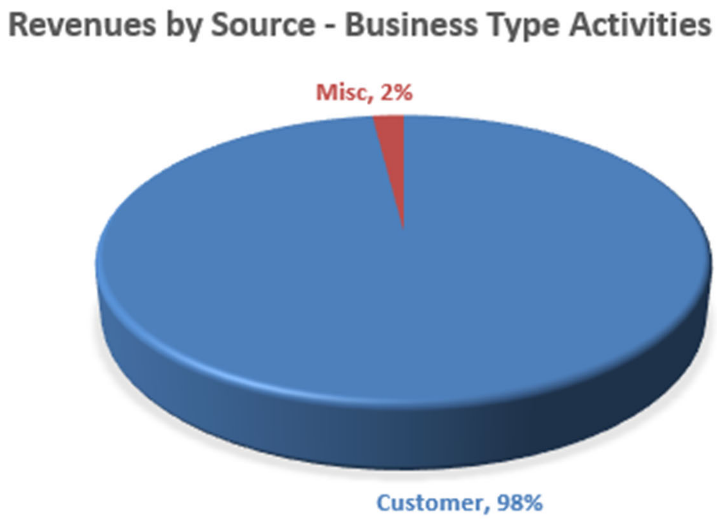
The graph below provides the program revenue and expenses (excluding transfers) for each governmental activity as well as providing net change.



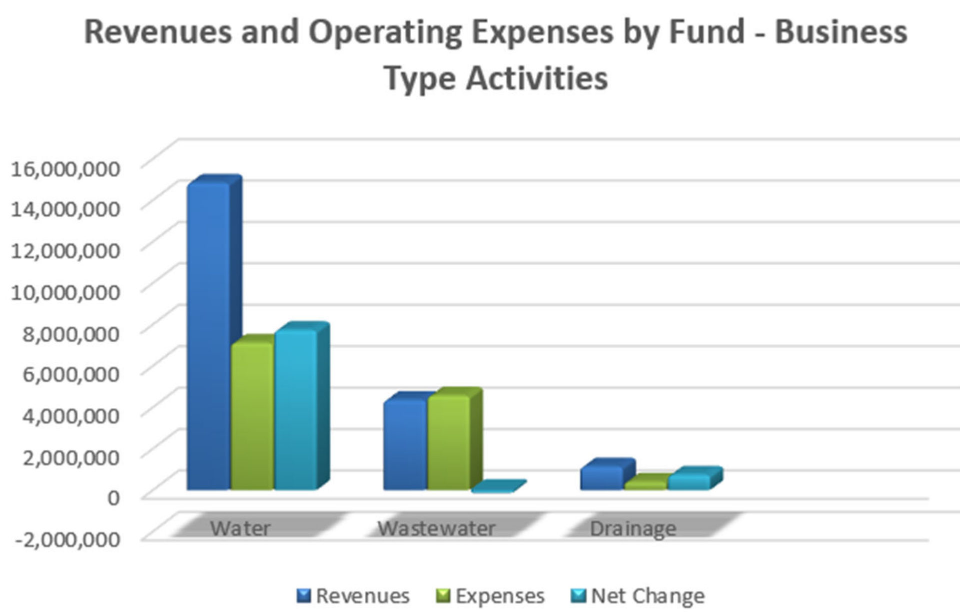
Business-type Activities. Net position of business-type activities increased by $38,911,014, primarily due to an increase in cash and capital assets in all business-type funds. The Water Fund increased $27,319,937, the Wastewater Fund increased $10,534,112, and the Drainage Fund increased $1,056,965. This net position is dedicated solely to finance the continuing operations of the water, wastewater, and drainage operations.

Revenues for the Town's business-type activities, were $52,055,973, a 1.7 percent decrease compared to the previous year. The decrease in revenues is attributed to a decrease in capital grants. Charges for services for business-type activities increased $7,849,628. Operating expenses increased $4,894,710 across all business-type funds. Water operation costs increased $2,570,780 in 2024 primarily due to increases in materials costs and the costs associated with the GAC system. Wastewater operations increased $1,925,522 due to increased utility and chemical costs as well as increased depreciation costs. Drainage Fund operating expenses increased $24,966 primarily due to depreciation costs.

As displayed in the following graph, the primary source of revenue for business-type activities is customer charges.



The following graph provides program revenue and expenses (excluding transfers and capital contributions) for each of the Business-Type activities operated by the Town.



General Fund Budgetary Highlights

The General Fund is the chief operating fund of the Town. It accounts for all of the general services provided by the Town. In 2024, total fund balance increased by $27,535,537. The increase was primarily due to increased property tax revenues and investment earnings. The unassigned fund balance of the General Fund at the end of 2024 totaled $88,147,719 while the total fund balance totaled $90,013,997. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to General Fund expenditures. For 2024, unassigned fund balance represents approximately 3.64 times the total General Fund expenditures, while total fund balance represents 3.72 times that same amount. While the General Fund has a healthy fund balance, the Town has several large capital projects that are currently in the design and/or construction phase, which will decrease the fund balance significantly in 2025. Preliminary estimates of the design and construction projects are estimated to move the unassigned fund balance from 3.64 times to 1.00 times the total General Fund expenditures by 2025.

The Town budgeted for General Fund expenditures of $22,814,863 for the year ended December 31, 2024 and actual expenditures were $24,190,159. Expenditures were $1,375,296 higher than budgeted as a result of a budget amendment to include several purchases of land. Revenues, excluding transfers, for 2024 were budgeted at $35,135,710 and actual revenues were $52,261,038. Revenues from property taxes, sales taxes, use taxes, permitting for new construction, and grants were much stronger than anticipated.

Capital Assets and Debt Administration

Capital Assets

By the end of 2024, the Town had invested $242,302,742 (net of accumulated depreciation), in a broad range of capital assets, including land, buildings, site improvements, infrastructure, vehicles and other equipment. This amount represents a net decrease of $57,211,692 or -19.1 percent from 2023. Additional information on the Town's capital assets can be found in Note 4 of the financial statements. Total accumulated depreciation was $14,152,854 in the governmental activities and $14,176,957 in the business-type activities. There have been no significant changes in the condition level of the Town's capital assets.

Long-Term Debt

The Town's governmental funds have accrued compensated absences totaling $289,022 at December 31, 2024.

The Town's business-type funds have long term debt totaling $125,383,938 consisting of Series 2021 Sewer Revenue Bonds and Series 2024 Water Revenue Bonds, with premiums totaling $53,157,143 and $72,116,672, respectively, lease liability of $2,908, and accrued compensated absences of $107,215 at December 31, 2024.

Additional information on the Town's long-term debt can be found in Note 5 of the financial statements.

Fiduciary Fund Activities

Cemetery Perpetual Fund

The fund received $21,560 in lot sales and investment revenues and recognized no expenditures. The fund balance at December 31, 2024, is $207,772.

Economic Factors and Next Year's Budgets and Rates

The annual budget ensures the efficient and effective use of all Town Funds, as well as highlights the priority
objectives. Direction for the upcoming year is established by the Town Council when the budget is adopted, funds are appropriated, and resources are allocated.

The following factors were considered when adopting the budget for 2025:

- The Town has forecast most revenues as relatively steady from 2024 through 2025. Revenues from property taxes are expected to remain relatively the same in 2025 as in 2024 due to 2025 being a non-valuation year. Revenues from sales taxes are projected to increase as a result of consistent residential and commercial growth. Building permit revenues are expected to increase as there are several new residential and commercial developments in the planning stages.

- The Town has conservatively forecast new growth and the mill levy for property tax revenues has been set at 23.947 for 2025, which includes 1.8 mills levied on behalf of the Library Fund and an additional 1.5 mills which the Town has contractually committed to the Library Fund.

- Expenditures in the General Fund are expected to be $85,001,114, which includes $58,368,124 in transfers out to Special Revenue Funds and Proprietary Funds.

- Capital projects planned for 2025 include Sandra Drive drainage improvements, replacement police vehicles, Senior Center design, final design and construction of the Development Services building, network boring, and Public Works equipment.

- The Town's business-type activities are expected to have revenues that increase in 2025. A water and sewer rate study was completed by a third-party contractor in 2023, which facilitated the approval of new rates by the Town Council, with annual increases, to begin in 2024. This will provide assurance for stable funding for both operations and capital projects.

Contacting the Town's Financial Management

This financial report is designed to provide the Town of Johnstown's citizens, taxpayers, investors, and creditors with a general overview of the Town's finances and to demonstrate the Town's accountability for the money it receives. If you have questions about this report or need additional financial information, please contact:

Town of Johnstown Finance Department
450 S. Parish Ave.
Johnstown, Colorado 80534
(970) 587-4664

Basic Financial Statements

Town of Johnstown, Colorado
Statement of Net Position
December 31, 2024

	Primary Government			
	Governmental Activities	Business-Type Activities	Totals 2024	Totals 2023
Assets				
Cash and Cash Equivalents	$ 151,967,050	$ 151,952,561	$ 303,919,611	$ 206,914,992
Restricted Cash and Cash Equivalents	2,296,006	-	2,296,006	2,623,544
Accounts Receivable*, Net*	5,500,524	1,095,983	6,596,507	4,874,059
Note Receivable	296,104	-	296,104	308,080
Property Tax Receivable	14,681,108	-	14,681,108	17,647,812
Due from Other Funds	160,804	(160,804)	-	160,804
Prepaid Expenses	94,356	13,208	107,564	269,091
Net Pension Asset	-	-	-	-
Capital Assets,				
Not Being Depreciated	27,789,140	238,100,771	265,889,911	216,158,925
Being Depreciated, Net	50,888,926	50,521,195	101,410,121	83,350,504
Total Assets	253,674,018	441,522,914	695,196,932	532,307,811
Deferred Outflow of Resources				
Pensions	476,792	-	476,792	724,694
Liabilities				
Accounts Payable	3,403,993	12,357,335	15,761,328	9,831,208
Accrued Salaries and Benefits	330,149	68,031	398,180	446,156
Accrued Interest Payable	-	428,804	428,804	162,763
Developer Escrow	3,286,587	-	3,286,587	3,399,495
Deposits	-	2,104	2,104	-
Customer Deposits	-	102,022	102,022	91,587
Net Pension Liability	-	-	-	109,678
Noncurrent Liabilities				
Due Within One Year	-	2,355,000	2,355,000	465,292
Due in More Than One Year	289,022	123,028,938	123,317,960	55,073,452
Total Liabilities	7,309,751	138,342,234	145,651,985	69,579,631
Deferred Inflows of Resources				
Deferred Property Taxes	14,681,108	-	14,681,108	18,206,216
Pensions	321,774	-	321,774	65,149
Total Deferred Inflows of Resources	15,002,882	-	15,002,882	18,271,365
Net Position				
Net Investment in Capital Assets	78,678,066	163,345,243	242,023,309	299,514,430
Restricted for Emergencies	1,525,000	-	1,525,000	1,525,000
Unrestricted	151,635,111	139,835,437	291,470,548	144,142,079
Total Net Position	$ 231,838,177	$ 303,180,680	$ 535,018,857	$ 445,181,509

See Notes to the Financial Statements.

Town of Johnstown, Colorado
Statement of Activities
For the Year Ended December 31, 2024

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Change in Net Position: Governmental Activities	Net (Expense) Revenue and Change in Net Position: Business-Type Activities	Primary Government 2024	Primary Government 2023
Primary Government								
Governmental Activities								
General Government	$ 7,287,194	$ 3,566,342	$ 1,775,324	$ 452,141	$ (1,493,387)	$ -	$ (1,493,387)	$ 729,062
Public Safety	5,416,815	425,257	596,502	-	(4,395,056)	-	(4,395,056)	(2,776,884)
Public Works	8,592,372	1,159,271	2,341,259	339,308	(4,752,534)	-	(4,752,534)	(4,094,353)
Culture and Recreation	3,053,429	464,674	3,714,290	110,273	1,235,808	-	1,235,808	1,399,352
Total Governmental Activities	24,349,810	5,615,544	8,427,375	901,722	(9,405,169)	-	(9,405,169)	(4,742,823)
Business-Type Activities								
Water	7,115,452	14,455,953	-	16,350,303	-	23,690,804	23,690,804	34,232,246
Wastewater	4,567,138	4,349,163	-	9,398,441	-	9,180,466	9,180,466	6,111,390
Drainage	399,423	578,337	568,456	164,207	-	911,577	911,577	314,111
								(1,953,150)
Total Business-Type Activities	12,082,013	19,383,453	568,456	25,912,951	-	33,782,847	33,782,847	38,704,597
Total Primary Government	$ 36,431,823	$ 24,998,997	$ 8,995,831	$ 26,814,673	(9,405,169)	33,782,847	24,377,678	33,961,774
General Revenues								
Taxes								
Sales and Use Taxes					18,902,829	-	18,902,829	23,192,073
Property Taxes					30,083,454	-	30,083,454	9,544,634
Franchise Taxes					839,587	-	839,587	643,539
Other Taxes					587,682	-	587,682	913,719
Investment Income					6,144,282	5,786,571	11,930,853	10,008,636
Contributions not restricted					385,687	-	385,687	4,012
Miscellaneous					730,874	404,542	1,135,416	1,042,123
Transfers					2,639,808	(2,639,808)	-	-
Total General Revenues and Transfers					60,314,203	3,551,305	63,865,508	45,348,736
Change in Net Position					50,909,034	37,334,152	88,243,186	79,310,510
Net Position, *Beginning of Year*					180,911,843	##########	445,181,509	365,870,999
Restatement					17,300	1,576,862	1,594,162	-
Net Position, *Beginning of Year*					180,929,143	265,846,528	446,775,671	365,870,999
Net Position, *End of Year*					$ 231,838,177	$ ##########	$ 535,018,857	$ 445,181,509

Town of Johnstown, Colorado
Balance Sheet
Governmental Funds
December 31, 2024

	General	Street and Alley	Capital Improvement	Nonmajor Funds	Totals 2024	Totals 2023
Assets						
Cash and Cash Equivalents	$ 87,819,224	$ 27,365,803	$ 13,549,008	$ 23,207,475	$ 151,941,510	$ 112,265,563
Restricted Cash and Cash Equivalents	2,296,006	-	-	25,540	2,321,546	2,623,544
Accounts Receivable, *Net*	3,656,290	1,019,924	657,829	166,481	5,500,524	4,209,554
Due from Other Funds	153,860	-	3,789	3,155	160,804	160,804
Notes Receivable	296,104	-	-	-	296,104	308,080
Property Tax Receivable	14,681,108	-	-	-	14,681,108	17,647,812
Prepaid Expenses	91,278	2,052	-	1,026	94,356	261,198
Total Assets	$ 108,993,870	$ 28,387,779	$ 14,210,626	$ 23,403,677	$ 174,995,952	$ 137,476,555
Liabilities						
Accounts Payable	$ 1,984,438	$ 852,064	$ 351,680	$ 189,066	$ 3,377,248	$ 1,917,295
Accrued Liabilities	105,455	3,763	26,745	4,416	140,379	264,498
Accrued Salaries	172,448	16,635	-	27,432	216,515	125,520
Developer Escrows	2,036,424	554,955	695,208	-	3,286,587	3,399,495
Total Liabilities	4,298,765	1,427,417	1,073,633	220,914	7,020,729	5,706,808
Deferred Inflows of Resources						
Property Taxes	14,681,108	-	-	-	14,681,108	18,206,216
Fund Balance						
Unspendable	91,278	2,052	-	1,026	94,356	261,198
Restricted for:						
Emergencies	1,525,000	-	-	-	1,525,000	1,525,000
Culture and Recreation	-	-	-	13,997,553	13,997,553	10,610,421
Parks & Recreation	-	-	-	8,976,412	8,976,412	8,518,399
Capital Improvements	-	26,958,310	13,121,404	-	40,079,714	31,552,045
Cemetery Maintenance	-	-	-	207,772	207,772	186,210
Committed:						
Recreation Center	500,000	-	-	-	500,000	250,000
Unrestricted, Unassigned	87,897,719	-	15,589	-	87,913,308	60,660,258
Total Fund Balance	90,013,997	26,960,362	13,136,993	23,182,763	153,294,115	113,563,531
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	$ 108,993,870	$ 28,387,779	$ 14,210,626	$ 23,403,677	$ 174,995,952	$ 137,476,555

See Notes to the Financial Statements.

Town of Johnstown, Colorado
Reconciliation of the Balance Sheet of the Governmental Funds
to the Statement of Net Position
December 31, 2024

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

Total Fund Balance of Governmental Funds	$ 153,294,115
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in governmental funds.	78,678,066
Long-term liabilities and related items are not due and payable in the current year and, therefore, are not reported in governmental funds.	
Pension Liability (Asset)	-
Deferred Outflows - Pensions	476,792
Deferred Inflows - Pensions	(321,774)
Accrued Compensated Absences	(289,022)
Total Net Position of Governmental Activities	$ 231,838,177

Town of Johnstown, Colorado

Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Year Ended December 31, 2024

	General	Street and Alley	Capital Improvements	Nonmajor Funds	Totals 2024	Totals 2023
Revenues						
Taxes	$ 40,368,536	$ 8,129,650	$ 1,915,366	$ -	$ 50,413,552	$ 41,187,027
Licenses and Permits	2,919,275	185,143	-	382,737	3,487,155	1,968,577
Intergovernmental	2,803,512	2,680,567	-	3,845,018	9,329,097	4,071,610
Charges for Services	272,177	1,093,053	-	83,202	1,448,432	1,085,914
Fines and Forfeitures	679,957	-	-	-	679,957	280,799
Investment Income	3,848,341	660,982	863,044	771,915	6,144,282	5,257,688
Donations	378,487	120		7,200	385,807	4,012
Miscellaneous	990,753	-	-	15,615	1,006,368	731,747
Total Revenues	52,261,038	12,749,515	2,778,410	5,105,687	72,894,650	54,587,374
Expenditures						
Current						
General Government	5,880,174	-	-	-	5,880,174	2,747,956
Public Safety	5,055,473	-	-	-	5,055,473	4,283,764
Public Works	2,502,589	1,470,169	6,593	-	3,979,351	3,978,324
Culture and Recreation	362,641	-	-	2,425,470	2,788,111	2,486,198
Capital Outlay	10,389,282	5,003,136	537,026	2,188,621	18,118,065	14,271,263
Total Expenditures	24,190,159	6,473,305	543,619	4,614,091	35,821,174	27,767,505
Excess Revenues Over (Under) Expenditures	28,070,879	6,276,210	2,234,791	491,596	37,073,476	26,819,869
Other Financing Sources (Uses)						
Transfers (In)	2,499,808	-	-	3,375,150	5,874,958	2,797,080
Transfers (Out)	(3,035,150)	-	(200,000)	-	(3,235,150)	(51,347,080)
Other Financing Sources (Uses)	(535,342)	-	(200,000)	3,375,150	2,639,808	(48,550,000)
Net Change in Fund Balance	27,535,537	6,276,210	2,034,791	3,866,746	39,713,284	(21,730,131)
Net Position, *Beginning of Year As Previously Stated*	62,476,749	20,684,152	11,086,613	19,316,017	113,563,531	135,293,662
Restatement	(1,711)	-	(15,589)	-	(17,300)	-
Fund Balance, *Beginning of Year*	62,478,460	20,684,152	11,102,202	19,316,017	113,580,831	135,293,662
Fund Balance, *End of Year*	$ 90,013,997	$ 26,960,362	$ 13,136,993	$ 23,182,763	$ 153,294,115	$ 113,563,531

Town of Johnstown, Colorado

Reconciliation of the Statement of Revenues, Expenditures and Changes in
Fund Balance of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2024

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

Net Change in Fund Balance of Governmental Funds	$ 39,713,284
Capital outlays to purchase or construct capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are capitalized in the statement of net position and are allocated over their estimated useful lives as annual depreciation expense in the statement of activities.	
Capital Outlays	13,802,637
Depreciation Expense	(2,005,260)
Disposals	(275,614)
Repayments of long-term liabilities are expenditures in governmental funds, but they reduce long-term liabilities in the statement of net position and do not affect the statement of activities.	
Change in Pension Liability	109,678
Change in Deferred Outflows - Pensions	(247,903)
Change in Deferred Inflows - Pensions	(256,624)
Change in Accrued Compensated Absences	68,836
Change in Net Position of Governmental Activities	$ 50,909,034

Town of Johnstown, Colorado
Statement of Net Position
Proprietary Funds
December 31, 2024

	Water Fund	Wastewater Fund	Drainage Fund	Totals 2024	Totals 2023
Assets					
Current Assets					
Cash and Cash Equivalents	$ 98,930,708	$ 48,113,505	$ 4,908,348	$ 151,952,561	$ 94,649,429
Accounts Receivable, Net	593,134	414,292	88,559	1,095,985	659,504
Prepaid Expenses	3,078	8,078	2,052	13,208	7,893
Total Current Assets	99,526,920	48,535,875	4,998,959	153,061,754	95,316,826
Noncurrent Assets					
Capital Assets, *Not Being Depreciated*	156,483,605	80,957,786	659,380	238,100,771	197,009,111
Capital Assets, *Net of Accumulated Depreciation*	25,802,635	23,450,864	1,267,696	50,521,195	35,349,016
Total Noncurrent Assets	182,286,240	104,408,650	1,927,076	288,621,966	232,358,127
Total Assets	281,813,160	152,944,525	6,926,035	441,683,720	327,674,953
Liabilities					
Current Liabilities					
Accounts Payable	7,493,264	4,782,008	82,063	12,357,335	7,753,107
Accrued Liabilities	32,272	29,366	6,393	68,031	56,138
Accrued Interest	269,417	159,387	-	428,804	162,763
Due to Other Funds	23,125	108,674	29,007	160,806	160,806
Deposits	89,221	14,905	-	104,126	91,587
Current Portion of Long-term Debt	1,455,000	900,000	-	2,355,000	855,000
Total Current Liabilities	9,362,299	5,994,340	117,463	15,474,102	9,079,401
Noncurrent Liabilities					
Accrued Compensated Absences	46,539	41,296	19,380	107,215	69,980
Bonds Payable	70,661,672	52,257,143	-	122,918,815	54,218,452
Leases Payable	1,454	1,454	-	2,908	37,454
Total Noncurrent Liabilities	70,709,665	52,299,893	19,380	123,028,938	54,325,886
Total Liabilities	80,071,964	58,294,233	136,843	138,503,040	63,405,287
Net Position					
Net Investment in Capital Assets	110,168,114	51,250,053	1,927,076	163,345,243	232,358,127
Unrestricted	91,573,082	43,400,239	4,862,116	139,835,437	31,911,539
Total Net Position	$ 201,741,196	$ 94,650,292	$ 6,789,192	$ 303,180,680	$ 264,269,666

Town of Johnstown, Colorado

Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2024

	Water Fund	Wastewater Fund	Drainage Fund	Totals 2024	Totals 2023
Operating Revenues					
Charges for Services	$ 14,455,953	$ 4,349,163	$ 578,337	$ 19,383,453	$ 13,338,575
Miscellaneous	392,312	12,230	-	404,542	828,969
Total Operating Revenues	14,848,265	4,361,393	578,337	19,787,995	14,167,544
Operating Expenses					
Administrative and General	212,099	206,003	145,330	563,432	604,337
Operations and Maintenance	3,318,825	1,748,291	211,104	5,278,220	4,899,468
Collection and Distribution	1,196,554	505,329	-	1,701,883	1,165,278
Depreciation	806,010	750,722	42,989	1,599,721	1,223,755
Total Operating Expenses	5,533,488	3,210,345	399,423	9,143,256	7,892,838
Net Operating Income	9,314,777	1,151,048	178,914	10,644,739	6,274,706
Non-Operating Revenues (Expenses)					
Intergovernmental Revenues	-	3,287,200	164,207	3,451,407	2,564,500
Impact Fees	-	-	568,456	568,456	157,540
Interest Income	2,254,811	3,376,653	155,107	5,786,571	4,750,953
Tap Fees	4,372,587	6,111,241	-	10,483,828	5,978,908
Cost of Debt Issuance	(612,165)	-	-	(612,165)	-
Interest Expense	(969,799)	(1,356,793)	-	(2,326,592)	(1,621,062)
Total Nonoperating Revenues (Expenses)	5,045,434	11,418,301	887,770	17,351,505	11,830,839
Net Income (Loss) Before Contributed Capital	14,360,211	12,569,349	1,066,684	27,996,244	18,105,545
Contributed Capital and Transfers					
Developer Contributions	11,977,716	-	-	11,977,716	25,350,000
Transfers Out	(70,000)	(2,559,808)	(10,000)	(2,639,808)	48,550,000
Total Capital Contributions and Transfers	11,907,716	(2,559,808)	(10,000)	9,337,908	73,900,000
Change in Net Position	26,267,927	10,009,541	1,056,684	37,334,152	92,005,545
Net Position, *Beginning of Year*					
As Previously Stated	174,421,259	84,116,180	5,732,227	264,269,666	172,264,121
Restatement	1,052,010	524,571	281	1,576,862	-
Net Position, *Beginning of Year*					
As Restated	175,473,269	84,640,751	5,732,508	265,846,528	172,264,121
Net Position, *End of Year*	$ 201,741,196	$ 94,650,292	$ 6,789,192	$ 303,180,680	$ 264,269,666

Town of Johnstown, Colorado
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2024

	Water Fund	Sewer Fund	Nonmajor Funds	Totals 2024	Totals 2023
Cash Flows From Operating Activities					
Cash Received from Customers	$ 14,168,712	$ 4,241,788	$ 536,472	$ 18,946,972	$ 11,802,550
Cash Received from Others	392,312	12,230	-	404,542	-
Cash Paid to Suppliers	2,161,717	(3,284,903)	(98,068)	(1,221,254)	(6,376,835)
Cash Paid to Employees	(903,720)	(756,359)	(174,967)	(1,835,046)	-
Net Cash Provided by Operating Activities	15,819,021	212,756	263,437	16,295,214	5,425,715
Cash Flows From Capital and Related Financing Activities					
Acquisition and Construction of Capital Assets	(29,714,464)	(26,485,904)	(646,323)	(56,846,691)	(62,342,373)
Capital Contributions and Grants	11,977,716	3,287,200	164,207	15,429,123	34,120,167
Proceeds from New Debt	72,000,000	-	-	72,000,000	-
Tap Fees Received	4,372,587	6,111,241	-	10,483,828	2,564,500
Impact Fees Received	-	-	568,456	568,456	-
Debt Principal Payments	(365,000)	(855,000)	-	(1,220,000)	(1,175,968)
Debt Interest Payments	(830,875)	(1,912,652)	-	(2,743,527)	(1,953,150)
Deposits Received from Customers	12,539	-	-	12,539	2,000
Payments to/from Other Funds	(46,875)	(2,451,134)	19,007	(2,479,002)	48,550,000
Net Cash Provided by Noncapital Financing Activities	57,405,628	(22,306,249)	105,347	35,204,726	19,765,176
Cash Flows From Investing Activities					
Interest Received	2,254,811	3,376,653	155,107	5,786,571	4,750,948
Net Cash Provided by Investing Activities	2,254,811	3,376,653	155,107	5,786,571	4,750,948
Net Change in Cash and Cash Equivalents	75,479,460	(18,716,840)	523,891	57,286,511	29,941,839
Cash and Cash Equivalents, *Beginning of Year*	23,451,248	66,830,345	4,384,457	94,666,050	64,707,590
Cash and Cash Equivalents, *End of Year*	$ 98,930,708	$ 48,113,505	$ 4,908,348	$ 151,952,561	$ 94,649,429
Reconciliation of Net Operating Income to Net Cash Provided by Operating Activities:					
Net Operating Income	$ 9,314,777	$ 1,151,048	$ 178,914	$ 10,644,739	$ 3,973,080
Adjustments to Reconcile Net Operating Income to Net Cash Provided by Operating Activities					
Depreciation Expense	806,010	750,722	42,989	1,599,721	1,223,755
Changes in Assets and Liabilities Related to Operations					
Accounts Receivable	(287,241)	(107,375)	(41,865)	(436,481)	268,725
Prepaid Expenses	(118)	(5,118)	(79)	(5,315)	22,414
Accounts Payable	5,964,134	(1,595,271)	74,559	4,443,422	(74,700)
Accrued Expenses	7,436	2,276	2,181	11,893	(1,799)
Accrued Compensated Absences	14,023	16,474	6,738	37,235	14,240
Net Cash Provided by Operating Activities	$ 15,819,021	$ 212,756	$ 263,437	$ 16,295,214	$ 5,425,715

Note 1: Summary of Significant Accounting Policies

The Town of Johnstown, Colorado (the Town) is incorporated as a home-rule Town under the laws of the State of Colorado with a Council-Manager form of government. The Town provides the following services to the residents and businesses: public safety, highways and streets, sanitation, water, culture and recreation, public improvements, planning and zoning, judicial, and general administrative services.

The financial statements of the Town of Johnstown, Colorado have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Town's accounting policies are described below.

Reporting Entity

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

The definition of the reporting entity is based primarily on financial accountability. The Town is financially accountable for organizations that make up its legal entity. It is also financially accountable for legally separate organizations if Town 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 Town. The Town may also be financially accountable for governmental organizations that are fiscally dependent upon it.

Based upon the application of these criteria, the Town 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 Town. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

Note 1: Summary of Significant Accounting Policies (Continued)

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

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

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

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

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

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

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

Note 1: Summary of Significant Accounting Policies (Continued)

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

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

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

Street and Alley Fund - This is a special revenue fund that was established to account for all taxes and impact fee revenue specifically earmarked for street maintenance and improvements.

Use Tax Capital Improvement Fund - This is a special revenue fund account that was created to account for various maintenance and capital projects throughout the Town.

The Town also reports the following major proprietary funds:

Water Fund - This fund accounts for the financial activities associated with the provision of water services.

Wastewater Fund - This fund accounts for the financial activities associated with the sanitation services.

Drainage Fund - This fund accounts for the financial activities associated with the Town's drainage system.

The Town reports the following fund types:

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

Note 1: Summary of Significant Accounting Policies (Continued)

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

Governmental Fund Financial Statements - Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The Town considers all revenues reported in the governmental funds to be available if the revenues are collected within 120 days after year-end, with the exception of sales taxes, which must be within 90 days. Sales taxes, franchise taxes, licenses, and interest are considered to be susceptible to accrual.

Cash and Investments

Cash equivalents include investments with original maturities of three months or less. Investments are recorded at fair value.

Capital Assets

Capital assets, which include property and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Town 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 Town is depreciated using the straight-line method over the following estimated useful lives:

Building and Improvements	10 – 50 years
Infrastructure	10 – 50 years
Machinery and Equipment	3 – 30 years

Compensated Absences

These compensated absences are recognized as current salary costs when earned in the proprietary fund types and when due in the governmental fund types. A liability has been recorded in the government-wide financial statements for the accrued compensated absences. Employees of the Town are allowed to accumulate unused paid time off up to a maximum of 80 hours. Upon termination of employment from the Town, an employee will be compensated for all accrued paid time off at their current pay rate up to a maximum of 80 hours for the first year. The maximum increases an additional 8 hours after each anniversary.

Note 1: Summary of Significant Accounting Policies (Continued)

Long-Term Obligations

In the government-wide financial statements, and proprietary fund type in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method.

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

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 or resources. This separate financial statement element, deferred outflow 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.

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

Fund Balance Classification

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 Town 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 are not in spendable form (such as inventory or prepaid expenses) or are required to be maintained intact.

Note 1: Summary of Significant Accounting Policies (Continued)

Fund Balance Classification *(Continued)*

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 Town has classified Emergency Reserves as being restricted because their use is restricted by State Statute for declared emergencies. The Town has also classified the fund balances for Street and Alley, Capital Improvement, the Cemetery, and the Parks and Open Space Funds as restricted because their revenues are restricted by the municipal code or taxpayer initiative; the Library Fund is classified as restricted as the revenues are restricted through taxpayer initiatives and other governments, and the Conservation Trust Fund is classified as restricted because its revenues are restricted by State Statute.

Committed - This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Town Council. These amounts cannot be used for any other purpose unless the Town Council removes or changes the specified use by taking the same type of action (ordinance 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 Town's committed resources are presented in the governmental fund balance sheet 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 Town 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.

Net Position

The government-wide and business-type fund financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted, and unrestricted. Net investment in capital assets is intended to reflect the portion of net position, which is 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 is liquid assets, which have third party limitations on their use. Unrestricted net position represents assets that do not have any third-party limitations on their use.

Note 1: Summary of Significant Accounting Policies (Continued)

Subsequent Events

The Town has evaluated subsequent events through July 17, 2025, the date the financial statements were available to be issued.

Note 2: Stewardship, Compliance, and Accountability

Budgets

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

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

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

Note 3: Cash and Investments

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

Petty Cash	$	996
Cash Deposits		8,484,047
Investments		297,696,653
Total	$	306,181,696

The cash and investments are classified in the statement of position as follows:

Cash and Investments	$	303,885,690
Restricted Cash and Investments		2,296,006
Total	$	306,181,696

Note 3: Cash and Investments (Continued)

Deposits

The Town's bank accounts and certificates of deposit as of December 31, 2024 were entirely covered by federal depository insurance or collateral held by the Town's custodial banks under provisions of the Colorado Public Deposit Protection Act (the PDPA). The PDPA requires all local government entities to deposit cash in eligible public depositories. Eligibility is determined by State regulations. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. The 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 uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. As of December 31, 2024, $15,845,562 was uninsured and collateralized with securities held by the financial institution and covered by eligible collateral as determined by the PDPA.

Investments

As of December 31, 2024, the Town had the following investments and maturities:

	Fair Value	0 -1 Years	1 - 5 Years
U.S. Government Securities	$ 19,148,987	$ 5,620,224	$ 13,528,763
U.S. Government Agencies	12,315,409	5,738,776	6,576,633
Money Market Funds	174,985	174,985	-
Colorado Liquid Government			
Asset Trust (CSAFE)	155,313,836	155,313,836	-
Asset Trust (COLOTRUST PLUS+)	110,743,436	110,743,436	-
	$ 297,696,653	$ 277,591,257	$ 20,105,396

The Town is required to comply with State statutes which specify investment instruments meeting defined rating, maturity, and concentration risk criteria in which local governments may invest, which include the following. State statutes do not address custodial risk.

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

Concentration of Credit Risk - State statutes do not limit the amount the Town may invest in one issuer, except for corporate securities.

Note 3: Cash and Investments (Continued)

Investments *(Continued)*

Credit Risk - State statutes limit certain investments to those with specified ratings from nationally recognized statistical rating organizations, depending on the type of investment. State statutes and the Town's investment policies authorize the Town to invest in obligations of the U.S. Treasury and U.S. agencies, obligations of the State of Colorado or of any county, school, authority, and certain towns and cities therein, notes or bonds secured by insured mortgages or trust deeds, obligations of national mortgage associations, and certain repurchase agreements.

Ratings on the Town's investments consisted of the following as of December 31, 2024:

	S&P Rating	Moody Rating
U.S. Treasury Notes	NR	NR to Aaa
Other U.S. Instrumentalities	NR to AA+	NR to Aaa
COLOTRUST	AAAm	N/A
CSAFE	AAAm	N/A

Interest Rate Risk - State statutes generally limit investments to an original maturity of five years unless the governing board authorizes the investment for a period in excess of five years.

Fair Value Measurements - The Town categorizes its fair value measurement within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The Town's investment balances at fair value hierarchy as of December 31, 2024 are as follows:

	Level 1	Level 2	Total
Money Market Funds	$ -	$ 174,985	$ 174,985
U.S. Treasury Notes	-	19,148,987	19,148,987
Other U.S. Instrumentalities	-	12,315,409	12,315,409
Total	$ -	$ 31,639,381	31,639,381
Investments at Net Asset Value - Colotrust			110,743,436
Investments at Amortized Cost - CSAFE			155,313,836
Total Investments			$ 297,696,653

Debt securities classified in Level 1 and 2 are valued using the following approaches:

- U. S. Treasury notes, FHLMC, FNMA, other U.S. instrumentalities: quoted prices for identical securities in markets that are not active;
- Corporate securities: quoted prices for identical securities in active markets;

Note 3: Cash and Investments (Continued)

Investments *(Continued)*

- Municipal bond: quoted prices for similar securities in active markets;
- Negotiable Certificates of Deposits: matrix pricing based on securities' relationship to benchmark quoted prices.

Local Government Investment Pool - At December 31, 2024, the Town had $99,966,163 invested in the Colorado Local Government Liquid Asset Trust (COLOTRUST), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commission 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. The Trust offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+. COLOTRUST PRIME invests only in U.S. Treasury and government agencies. COLOTRUST PLUS+ can invest in U.S. Treasury, government agencies, and in the highest-rate commercial paper. A designated custodial bank serves as custodian for the Trust's portfolios pursuant to a custodian agreement. The custodian acts as a 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. The Trust is rated AAAm by Standard and Poor's and is measured at net asset value. There are no unfunded commitments, the redemption frequency is daily and there is no redemption notice period.

In addition, the Town had $155,313,836 invested in the Colorado Surplus Asset Fund Trust (CSAFE) at December 31, 2024. The pool is an investment vehicle established for local government entities in Colorado to pool surplus funds for investment purposes. CSAFE is a highly liquid fund operating similarly to a money market-like fund and each share is equal in value to $1.00. CSAFE measures all of its investment at amortized cost in accordance with GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*. CSAFE invests primarily in United States Treasuries, United States Agencies, Primary Dealer Repurchase Agreements, highly rated commercial paper, AAAm rated money market funds, highly rated corporate bonds and Colorado Depositories. The weighted average maturity of the portfolio shall not exceed 60 days and the weighted average life of the portfolio shall not exceed 120 days. CSAFE is rated AAAm by Standard & Poor's.

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

Note 4: Capital Assets

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

Governmental Activities	Balance 12/31/23	Additions	Deletions	Balance 12/31/24
Capital Assets, *Not Being Depreciated*				
Land	$ 3,302,325	$ 2,133,217	$ -	$ 5,435,542
Water Shares	962,500	-	-	962,500
Construction in Progress	14,920,519	6,470,579	-	21,391,098
Total Capital Assets, *Not Being Depreciated*	19,185,344	8,603,796	-	27,789,140
Capital Assets, *Being Depreciated*				
Buildings	40,448,831	2,978,849	(269,160)	43,158,520
Improvements	3,706,428	-	-	3,706,428
Infrastructure	8,144,631	23,572	-	8,168,203
Equipment	7,899,583	2,196,420	(77,101)	10,018,902
Total Capital Assets, *Being Depreciated*	60,199,473	5,198,841	(346,261)	65,052,053
Less Accumulated Depreciation				
Buildings	(5,411,612)	(825,651)	-	(6,237,263)
Improvements	(1,192,048)	(83,147)	-	(1,275,195)
Infrastructure	(583,807)	(178,715)	-	(762,522)
Equipment	(5,041,047)	(917,747)	70,647	(5,888,147)
Total Accumulated Depreciation	(12,228,514)	(2,005,260)	70,647	(14,163,127)
Total Capital Assets, *Being Depreciated, net*	47,970,959	3,193,581	(275,614)	50,888,926
Governmental Activities Capital Assets, *net*	$ 67,156,303	$ 11,797,377	$ (275,614)	$ 78,678,066

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

Governmental Activities	
General Government	$ 970,439
Public Safety	361,342
Public Works	408,161
Culture and Recreation	265,318
Total	$ 2,005,260

Note 4: Capital Assets (Continued)

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

Business-Type Activities	*(Restated)* Balance 12/31/23	Additions	Transfers	Deletions	Balance 12/31/24
Capital Assets, *Not Being Depreciated*					
Land	$ 433,327	$ 40,930	$ -	$ -	$ 474,257
Water Rights	122,504,425	11,540,000	-	-	134,044,425
Construction in Progress	75,085,319	44,484,410	(15,987,640)	-	103,582,089
Total Capital Assets, *Not Being Depreciated*	198,023,071	56,065,340	(15,987,640)	-	238,100,771
Capital Assets, *Being Depreciated*					
Utility Systems	46,146,298	407,821	15,987,640	-	62,541,759
Equipment	1,747,295	124,965	-	-	1,872,260
Vehicles	25,733	255,491	-	-	281,224
Right to Use Assets	37,455	-	-	(34,546)	2,909
Total Capital Assets, *Being Depreciated*	47,956,781	788,277	15,987,640	(34,546)	64,698,152
Less: Accumulated depreciation					
Utility Systems	(11,998,220)	(1,401,193)	-	-	(13,399,413)
Equipment	(576,014)	(169,874)	-	-	(745,888)
Vehicles	(3,002)	(28,654)	-	-	(31,656)
Right to Use Assets	-	-	-	-	-
Total Accumulated Depreciation	(12,577,236)	(1,599,721)	-	-	(14,176,957)
Total Capital Assets, *Being Depreciated, net*	35,379,545	(811,444)	15,987,640	(34,546)	50,521,195
Business-Type Activities Capital Assets, *net*	$ 233,402,616	$ 55,253,896	$ -	$ (34,546)	$ 288,621,966

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

Business-Type Activities	
Water	$ 806,010
Sewer	750,722
Refuse	42,989
Total	$ 1,599,721

The Town will be continuing its process of determining the acquisition value of any additional water rights and shares owned during the year ended December 31, 2024.

Note 5: Long-Term Debt

Governmental Activities

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

Governmental Activities	Balance 12/31/23	Additions	Deletions	Balance 12/31/24	Due Within One Year
Compensated Absences	$ 357,858	$ 38,521	$ (107,357)	$ 289,022	$ -
Total	$ 357,858	$ 38,521	$ (107,357)	$ 289,022	$ -

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

Business-Type Activities

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

Business-Type Activities	Balance 12/31/23	Additions	Deletions	Balance 12/31/24	Due Within One Year
Water Revenue Bonds, Series 2024	$ -	$ 65,025,000	$ (365,000)	$ 64,660,000	$ 1,455,000
Premium	-	7,587,165	(130,493)	7,456,672	-
Wastewater Revenue Bonds, Series 2021	45,775,000	-	(855,000)	44,920,000	900,000
Premium	8,789,625	-	(552,482)	8,237,143	-
Lease Liability	37,454	-	(34,546)	2,908	-
Compensated Absences	69,980	44,233	(6,998)	107,215	-
Total	$ 54,672,059	$ 72,656,398	$ (1,944,519)	$ 125,383,938	$ 2,355,000

Water Revenue Bonds, Series 2024
Water Revenue Bonds in the amount of $65,025,000 were issued on August 20, 2024 for the purpose of upgrading the Town's water treatment plant. This note is paid from the net revenue derived from the operation and use of the Town's water enterprise system. Interest rate for this note is 5.0% payable semi-annually with a final payment due on December 1, 2048.

Note 5: Long-Term Debt (Continued)

Following is a schedule of the future minimum bond payments required under the outstanding Water Revenue Bond, Series 2024:

Year Ended December 31,	Principal	Interest	Total
2025	$ 1,455,000	$ 3,233,000	$ 4,688,000
2026	1,525,000	3,160,250	4,685,250
2027	1,600,000	3,084,000	4,684,000
2028	1,685,000	3,004,000	4,689,000
2029	1,765,000	2,919,750	4,684,750
2030-2034	10,250,000	13,182,250	23,432,250
2035-2039	13,075,000	10,351,250	23,426,250
2040-2044	16,685,000	6,739,000	23,424,000
2045-2048	16,620,000	2,128,250	18,748,250
Total	$ 64,660,000	$ 47,801,750	$ 112,461,750

Wastewater Revenue Bonds, Series 2021
Wastewater Revenue Bonds in the amount of $46,0585,000 were issued on August 18, 2021 for the purpose of upgrading the Town's wastewater treatment plants and infrastructure. This note is paid from the net revenue derived from the operation and use of the Town's wastewater enterprise system. Interest rate for this note is 4.2% payable semi-annually with a final payment due on December 1, 2051.

Following is a schedule of the future minimum bond payments required under the outstanding Wastewater Revenue Bond, Series 2021:

Year Ended December 31,	Principal	Interest	Total
2025	$ 900,000	$ 1,869,900	$ 2,769,900
2026	940,000	1,824,900	2,764,900
2027	990,000	1,777,900	2,767,900
2028	1,040,000	1,728,400	2,768,400
2029	1,090,000	1,676,400	2,766,400
2030-2034	6,295,000	7,545,950	13,840,950
2035-2039	7,690,000	6,142,000	13,832,000
2040-2044	9,365,000	4,474,800	
2045-2049	11,390,000	2,446,400	13,836,400
2050-2051	5,220,000	315,200	5,535,200
Total	$ 44,920,000	$ 29,801,850	$ 60,882,050

Note 6: Retirement Commitments

Deferred Compensation Plan

The Town offers its employees a deferred compensation (IRC Section 457) plan, which is a defined contribution plan. The plan is available to all full-time Town employees. Eligible employees can participate upon hire and are immediately vested. The Town will match employee contributions of up to 6% of qualifying wages. The plan incorporates a 401a plan which requires the Town to contribute 6% of qualifying wages of eligible wages. The 457 portions of the plan allows for employees to make elective deferrals. The maximum amount the Town will contribute to the 401a plan is 12%; the 6% based on mandatory participation and up to 6% in matching contributions based upon the employee's election to the 457b plan. Full-time Library employees will receive 4.2% from the Library regardless of the amount they contribute.

The Town contributed $625,701 to the plan for the year ended December 31, 2024 equal to the required contribution.

Defined Benefit Police Pension Plan (SWDB)

General Information - FPPA

Plan Description - The Town contributes to the Supplemental Social Security Employers portion of the Statewide Defined Benefit Plan (SWDB), cost-sharing multiple-employer defined benefit pension plan administered by the Fire & Police Pension Association of Colorado (FPPA). The plan provides retirement benefits for substantially all full-time employees of participating in fire or police departments in Colorado hired on or after April 8, 1978 (New Hires), provided that they are not already covered by a statutorily exempt plan. As of August 5, 2003, the Plan may include clerical and other personnel from fire districts whose services are auxiliary to fire protection. The Plan became effective January 1, 1980. The Plan 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).

FPPA issues a publicly available annual comprehensive financial report that can be obtained on FPPA's website at http://www.fppaco.org.

Benefits Provided - A plan member is eligible for a normal retirement pension once the member has completed twenty-five years of credited service and has attained the age of 55. Effective January 1, 2021, 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).

Note 6: Employees' Retirement Plans (Continued)

Defined Benefit Police Pension Plan (SWDB) *(Continued)*

General Information - FPPA *(Continued)*

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

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. Upon termination, an employee may elect to have member contributions, along with 5% interest, returned as a lump sum distribution. Alternatively, a member with at least five years of accredited service may leave contributions with the Plan and remain eligible for a retirement pension at age 55 equal to 2% of the member's average highest three years' pensionable earnings for each year of credited service up to ten years, plus 2.5% for each year of service thereafter.

Contributions - Contribution rates for employers and members may be increased equally by the FPPA Board of Directors upon approval through an election by both the employers and members.

In 2014, the members elected to increase the member contribution rate to the SWDB plan beginning in 2015. Member contribution rates increased 0.5 percent annually through 2022 to a total of 12 percent of pensionable earnings. Employer contributions increase 0.5 percent annually beginning in 2021 through 2030 to a total of 13.0 percent of pensionable earnings. In 2022, members of the SWDB plan and their employers are contributing at the rate of 12 percent and 9.0 percent, respectively, of pensionable earnings for a total contribution rate of 21.0 percent.

The contribution rate for members and employers of affiliated social security employers is 6.00 percent and 4.25 percent, respectively, of pensionable earnings for a total contribution rate of 10.5 percent in 2022. Per the 2014 member election, members of the affiliate social security group had their required contribution rate increase 0.25 percent annually beginning in 2015 through 2022 to a total of 6 percent of pensionable earnings. Employer contributions will increase 0.25 percent annually beginning in 2021 through 2030 to a total of 6.5 percent of pensionable earnings.

The Town's contributions to the plan for the year ended December 31, 2024, were $456,524, equal to the required contributions.

Note 6: Employees' Retirement Plans (Continued)

Defined Benefit Police Pension Plan (SWDB) *(Continued)*

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

For the year ended December 31, 2024, the Town reported pension liability of $0. 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 January 1, 2024. The Town's proportion of the net pension asset was based on the Town's contributions to the plan for the calendar year ended December 31, 2023, relative to the projected contributions of all participating employers. At December 31, 2024, the Town's proportion was 0.10146891% which was an increase of 0.01240000% from its proportion measured at December 31, 2022.

For the year ended December 31, 2024, the Town recognized pension liability of $88,537. At December 31, 2024, the Town 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	$ 147,262	$ 7,627
Changes in assumptions and other inputs	86,564	-
Net difference between projected and actual Earnings on plan investments	124,694	-
Changes in proportion	-	314,147
Contributions subsequent to the measurement date	118,272	-
Total	$ 476,792	$ 321,774

Town contributions subsequent to the measurement date of $456,524 will be recognized as a decrease to the net pension liability in the subsequent fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ended December 31,	
2024	$ 58,128
2025	73,615
2026	2,059
2027	(22,556)
2028	(28,852)
Thereafter	(45,648)
Total	$ 36,746

Note 6: Employees' Retirement Plans (Continued)

Defined Benefit Police Pension Plan (SWDB) *(Continued)*

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

Actuarial Assumptions - The actuarial valuations for the plan were used to determine the total pension liability and actuarially determined contributions for the fiscal year ending December 31, 2022. The valuations used the following actuarial assumption and other inputs:

	Total Pension Liability	Actuarial Determined Contributions
Actuarial Method	01/01/24	01/01/23
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, net of plan investment expenses, including price inflation	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 post-retirement mortality tables for non-disables 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.

For determining the actuarially determined contributions, 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.

Note 6: Employees' Retirement Plans (Continued)

Defined Benefit Police Pension Plan (SWDB) *(Continued)*

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - FPPA *(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:

Asset Class	Target Allocation	Long-Term Expected Rate of Return
Global Equity	35%	8.9%
Equity Long/Short	6%	7.5%
Private Markets	34%	10.3%
Fixed Income - Rates	10%	5.5%
Fixed Income - Credit	5%	6.9%
Absolute Return	9%	6.5%
Cash	1%	3.9%
Total	100%	

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 SWDB 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 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 4.05 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.

Note 6: Employees' Retirement Plans (Continued)

Defined Benefit Police Pension Plan (SWDB) *(Continued)*

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

Sensitivity of the Town's proportionate share of the net pension liability/ (asset) to changes in the discount rate - The following presents the Town's proportionate share of the net pension liability calculated using the discount rate of 7.00%, as well as the Town's proportionate share of the net pension asset (liability) if it were calculated using a discount rate that is one percentage point lower (6%) or one percentage point higher (8.00%) than the current rate, as follows:

	1% Decrease (6.5%)	Current Discount Rate (7.5%)	1% Increase (8.5%)
Town's Proportionate share of the Net pension liability (asset)	$ 568,976	$ -	$ -

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

Note 7: Transfers

The Town made the following transfers between funds during the ended December 31, 2024:

Transfers In	Transfers Out	Amount
General Fund	Library Fund	$ 3,035,150
Library Fund	General Fund	2,499,808
Capital Improvement Fund	Parks and Open Space Fund	200,000
Capital Improvement Fund	General Fund	1,000,000
Wastewater Fund	General Fund	2,499,808
Water Fund	Parks and Open Space Fund	70,000
Wastewater Fund	Parks and Open Space Fund	60,000
Drainage Fund	Parks and Open Space Fund	10,000
Total		$ 9,374,766

Note 8: Tax Abatements

The Town enters into agreements for the development of commercial properties in accordance with its economic development program. Agreements included in this program provide sales and use tax incentives to retail establishments in exchange for negotiated benefits to the Town. In 2024, the Town reimbursed sales and use taxes to the owners of 2534 Development, Mary's Mountain Cookies, and Buc-ee's in the amount of $1,525,894 at December 31, 2024.

Note 9: Public Entity Risk Pool

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. For these risks of loss, the Town is involved with the Colorado Intergovernmental Risk Sharing Agency (CIRSA), a separate and independent governmental and legal entity formed by intergovernmental agreement by member municipalities pursuant to the provision of 24-10-115.5, Colorado Revised Statutes (1982 Replacement Volume) and Colorado Constitution, Article XIV, Section 18(2).

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

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

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

Note 10: Commitments and Contingencies

Public Entity Risk Pool

The Town 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 Town is a participant in the Colorado Intergovernmental Risk Sharing Agency (CIRSA).

CIRSA operates as a common risk management and insurance program for 281 members participating in the Property & Casualty Pool and 128 members in the Workers' Compensation Pool. The Town pays an annual premium to CIRSA for its general insurance coverage and workers' compensation insurance coverage. The agreement for formation of CIRSA provides that CIRSA will be financed by member premiums and will reinsure through commercial companies for claims in excess of $1,000,000 for each insured event. The Town has other commercial insurance for other risks including employee health and accident insurance.

The Town is not involved in any pending and threatened litigation as of December 31, 2024.

Note 10: Commitments and Contingencies (Continued)

Facility Management Agreement

In April 2018, the Town entered into a Facility Management Agreement with the YMCA of Boulder Valley. Per the agreement, the YMCA has agreed to manage and operate the Recreation Facility owned by the Town. The YMCA will use Facility Revenue to cover normal and routine operating costs of the Facility and the Town has agreed to provide an operating subsidy in an amount not to exceed $500,000 annually, to cover any shortfall from operations.

This agreement is effective through December 31, 2031, and unless one party gives written notice to the other, the Agreement shall automatically renew for additional ten-year terms. During the year ended December 31, 2024, the Town paid an operating subsidy to the YMCA in the amount of $277,333, equal to the required amount per the terms of the agreement.

TABOR Amendment

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local government. On November 5, 2000, voters within the Town approved the collection, retention and expenditure the full amount of the town taxes, grants and all other revenue collected from all sources including property taxes, received in 2012 and each subsequent year, without regard to any revenue or expenditure limitations including those contained in Article X, Section 20 of the Colorado constitution or any other law.

The Town has established an emergency reserve, representing 3% of qualifying expenditures, as required by the Amendment. At December 31, 2024, the emergency reserve of $1,525,000 was recorded in the General Fund.

Note 11: Restatement

The financial statements of the year ended December 31, 2023 have been restated for the correction of various errors in accounting. The effect on the beginning Net Position and Fund Balances are as follows:

	Water Fund	Wastewater Fund	Drainage Fund	Total
Business-Type Activities				
Amortization of Bond Premium	$ -	$ 508,826	$ -	$ 508,826
Interest income not correct reflected	595	15,745	281	16,621
Construction in Progress previously not reflected in Capital Assets	1,051,415	-	-	1,051,415
	$ 1,052,010	$ 524,571	$ 281	$ 1,576,862

Required Supplementary Information

Town of Johnstown, Colorado

Schedule of Proportionate Share of
the Net Pension Asset (Liability) and Contributions - Fire &
Police Pension Association of Colorado Statewide Defined Benefit Plan
For the Year Ended December 31, 2024

Measurement Date	12/31/2023	12/31/2022	12/32/2021	12/31/2020	12/31/2019
Proportionate Share of the Net Pension Liability					
Town's Proportion of the Net Pension Liability	0.101468910%	0.124000000%	0.115000000%	0.105000000%	0.098000000%
Town's Proportionate Share of the Net Pension Liability (Asset)	$ -	$ 109,678	$ (624,381)	$ (228,187)	$ (55,237)
Town's Covered Payroll	$ 2,464,275	$ 2,327,325	$ 1,873,246	$ 1,756,468	$ 1,439,700
Town's Proportionate Share of the Net Pension Liability as a Percentage of Covered-Employee Payroll	0.00%	4.71%	(33.33%)	(12.99%)	(3.84%)
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	97.60%	97.60%	106.70%	116.20%	106.70%

Reporting Date	12/31/2024	12/31/2023	12/31/2022	12/31/2021	12/31/2020
Town Contributions					
Statutorily Required Contribution	$ 118,272	$ 98,571	$ 93,093	$ 78,837	$ 70,259
Contributions in Relation to the Statutorily Required Contribution	(118,272)	(98,571)	(93,093)	(78,837)	(70,259)
Contribution Deficiency (Excess)	$ -	$ -	$ -	$ -	$ -
Town's Covered-Employee Payroll	$ 2,369,345	$ 2,464,275	$ 2,327,325	$ 1,873,246	$ 1,756,485
Contributions as a Percentage of Covered Payroll	4.99%	4.00%	4.00%	4.21%	4.00%

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

(Continued)

Town of Johnstown, Colorado

Schedule of Proportionate Share of
the Net Pension Asset (Liability) and Contributions - Fire &
Police Pension Association of Colorado Statewide Defined Benefit Plan
For the Year Ended December 31, 2024
(Continued)

Measurement Date	12/31/2018	12/31/2017	12/30/2016	12/31/2015	12/31/2014
Proportionate Share of the Net Pension Liability					
Town's Proportion of the Net Pension Liability	0.095000000%	0.092000000%	0.098000000%	0.092000000%	0.095000000%
Town's Proportionate Share of the Net Pension Liability	$ 120,358	$ (132,637)	35,231	$ (1,619)	$ (107,336)
Town's Covered Payroll	$ 1,277,103	$ 1,040,266	$ 997,981	$ 911,068	$ 868,643
Town's Proportionate Share of the Net Pension Liability as a Percentage of Covered-Employee Payroll	9.42%	(12.75%)	3.53%	(0.18%)	(12.36%)
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	95.20%	106.30%	98.20%	100.10%	105.80%

Reporting Date	12/31/2019	12/31/2018	12/31/2017	12/31/2016	12/31/2015
Town Contributions					
Statutorily Required Contribution	$ 57,587	$ 51,016	$ 41,450	$ 39,919	$ 36,443
Contributions in Relation to the Statutorily Required Contribution	(57,587)	(51,016)	(41,450)	(39,919)	(36,443)
Contribution Deficiency (Excess)	$ -	$ -	$ -	$ -	$ -
Town's Covered-Employee Payroll	$ 1,439,700	$ 1,277,103	$ 1,040,266	$ 997,981	$ 911,068
Contributions as a Percentage of Covered Payroll	4.00%	3.99%	3.98%	4.00%	4.00%

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

Town of Johnstown, Colorado
Budgetary Comparison Schedule
General Fund
For the Year Ended December 31, 2024

	2024				
	Original Budget	Final Budget	Actual	Variance *Positive (Negative)*	2023 Actual
Revenues					
Taxes and Fees	$ 32,472,410	$ 32,472,410	$ 40,368,536	$ 7,896,126	$ 25,959,576
Licenses and Permits	1,370,500	1,370,500	2,919,275	1,548,775	2,273,576
Intergovernmental	1,037,800	1,037,800	2,803,512	1,765,712	2,953,817
Charges for Services	50,000	50,000	272,177	222,177	216,374
Fines and Forfeitures	575,000	575,000	679,957	104,957	643,540
Investment Earnings	500,000	500,000	3,848,341	3,348,341	3,250,399
Donations	20,000	20,000	378,487	358,487	507
Miscellaneous	360,000	360,000	990,753	630,753	1,179,127
Total Revenues	36,385,710	36,385,710	52,261,038	15,875,328	36,476,916
Expenditures					
Current					
General Government	7,110,950	7,110,950	5,880,174	1,230,776	4,362,234
Public Safety	5,770,820	5,770,820	5,055,473	715,347	4,287,718
Public Works	1,789,400	1,789,400	2,502,589	(713,189)	1,649,129
Culture and Recreations	503,000	503,000	362,641	140,359	698,114
Capital Outlay	6,371,000	12,779,990	10,389,282	2,390,708	1,592,116
Total Expenditures	21,545,170	27,954,160	24,190,159	3,764,001	12,589,311
Excess Revenues Over (Under) Expenditures	14,840,540	8,431,550	28,070,879	19,639,329	23,887,605
Other Financing Sources (Uses)					
Transfers In	702,580	702,580	2,499,808	1,797,228	104,156
Transfers Out	(55,356,967)	(55,356,967)	(3,035,150)	52,321,817	(51,242,924)
Net Change in Fund Balance	(39,813,847)	(46,222,837)	27,535,537	73,758,374	(27,251,163)
Fund Balance, *Beginning of Year*	54,413,633	54,472,590	62,478,460	8,005,870	89,727,911
Fund Balance, *End of Year*	$ 14,599,786	$ 8,249,753	$ 90,013,997	$ 81,764,244	$ 62,476,748

See Accompanying Independent Auditor's Report.

Town of Johnstown, Colorado

Budgetary Comparison Schedule
Street and Alley Fund
For the Year Ended December 31, 2024

	2024				
	Original Budget	Final Budget	Actual	Variance *Positive (Negative)*	2023 Actual
Revenues					
Taxes	$ 5,035,000	$ 5,035,000	$ 8,129,650	$ 3,094,650	$ 6,484,044
Licenses and Permits	75,000	75,000	185,143	110,143	78,568
Intergovernmental Revenue	1,361,375	1,361,375	2,680,567	1,319,192	3,698,555
Charges for Services	985,000	985,000	1,093,053	108,053	1,048,697
Investment Income	100,000	100,000	660,982	560,982	439,496
Donations	1,000	1,000	120	(880)	5,675
Total Revenues	7,557,375	7,557,375	12,749,515	5,192,140	11,755,035
Expenditures					
Public Works	1,927,250	1,927,250	1,470,169	457,081	1,239,606
Capital Outlay	9,958,000	9,958,000	5,003,136	4,954,864	9,144,904
Total Expenditures	11,885,250	11,885,250	6,473,305	5,411,945	10,384,510
Excess Revenues Over (Under) Expenditures	(4,327,875)	(4,327,875)	6,276,210	10,604,085	1,370,525
Other Financing Sources (Uses)					
Transfers Out	-	-	-	-	1,450,000
Net Change in Fund Balance	(4,327,875)	(4,327,875)	6,276,210	10,604,085	2,820,525
Fund Balance, *Beginning of Year*	18,208,907	1,208,907	20,684,152	2,475,245	17,863,627
Fund Balance, *End of Year*	$ 13,881,032	$ (3,118,968)	$ 26,960,362	$ 13,079,330	$ 20,684,152

Town of Johnstown, Colorado
Budgetary Comparison Schedule
Capital Improvement Fund
For the Year Ended December 31, 2024

	2024				
	Original Budget	Final Budget	Actual	Variance *Positive (Negative)*	2023 Actual
Revenues					
Taxes and Fees	$ 800,000	$ 800,000	$ 1,915,366	$ 1,115,366	$ 1,845,969
Investment Income	100,000	100,000	863,044	763,044	945,189
Total Revenues	900,000	900,000	2,778,410	1,878,410	2,791,158
Expenditures					
Pubic Works	-	-	6,593	(6,593)	8,860
Capital Outlay	2,979,000	2,979,000	537,026	2,441,974	2,538,533
Total Expenditures	2,979,000	2,979,000	543,619	2,435,381	2,547,393
Excess Revenues Over (Under) Expenditures	(2,079,000)	(2,079,000)	2,234,791	4,313,791	243,765
Other Financing Sources (Uses)					
Transfers Out	(50,000)	(50,000)	(200,000)	(150,000)	(25,958)
Net Change in Fund Balance	(2,129,000)	(2,129,000)	2,034,791	4,163,791	217,807
Fund Balance, *Beginning of Year*	10,732,306	10,732,306	11,102,202	369,896	10,868,806
Fund Balance, *End of Year*	$ 8,603,306	$ 8,603,306	$ 13,136,993	$ 4,533,687	$ 11,086,613

Supplementary Information

Town of Johnstown, Colorado
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2024

	Library Fund	Cemetery Fund	Parks and Open Space Fund	Total
Assets				
Cash and Cash Equivalents	$ 13,951,000	$ 182,332	$ 9,074,143	$ 23,207,475
Restricted Cash and Cash Equivalents	-	-	25,540	25,540
Accounts Receivable, *Net*	62,666	22,285	81,530	166,481
Due from Other Funds	-	3,155	-	3,155
Prepaid Expenses	-	-	1,026	1,026
Total Assets	$ 14,013,666	$ 207,772	$ 9,182,239	$ 23,403,677
Liabilities				
Accounts Payable	$ -	$ -	$ 189,066	$ 189,066
Accrued Liabilities	1,752	-	2,664	4,416
Accrued Salaries	14,361	-	13,071	27,432
Total Liabilities	16,113	-	204,801	220,914
Fund Balance				
Unspendable	-	-	1,026	1,026
Restricted for:				
Culture and Recreation	13,997,553	-	-	13,997,553
Parks and Recreation	-	-	8,976,412	8,976,412
Cemetery Maintenance	-	207,772	-	207,772
Unrestricted, Unassigned	-	-	-	-
Total Fund Balance	13,997,553	207,772	8,977,438	23,182,763
Total Liabilities and Fund Balance	$ 14,013,666	$ 207,772	$ 9,182,239	$ 23,403,677

Town of Johnstown, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
December 31, 2024

	Library Fund	Cemetery Fund	Parks and Open Space Fund	Total
Revenues				
Licenses and Permits	$ -	$ -	$ 382,737	$ 382,737
Intergovernmental	2,201,244	-	1,643,774	3,845,018
Charges for Services	-	-	83,202	83,202
Investment Income	533,398	6,689	231,828	771,915
Donations	7,200	-	-	7,200
Miscellaneous	2,261	14,873	(1,519)	15,615
Total Revenues	2,744,103	21,562	2,340,022	5,105,687
Expenditures				
Current				
Culture and Recreation	1,379,121	-	1,046,349	2,425,470
Capital Outlay	13,000	-	2,175,621	2,188,621
Total Expenditures	1,392,121	-	3,221,970	4,614,091
Excess Revenues Over (Under) Expenditures	1,351,982	21,562	(881,948)	491,596
Other Financing Sources (Uses)				
Transfers (In)	2,035,150	-	1,340,000	3,375,150
Other Financing Sources (Uses)	2,035,150	-	1,340,000	3,375,150
Net Change in Fund Balance	3,387,132	21,562	458,052	3,866,746
Fund Balance, *Beginning of Year*	10,610,421	186,210	8,519,386	19,316,017
Fund Balance, *End of Year*	$ 13,997,553	$ 207,772	$ 8,977,438	$ 23,182,763

Town of Johnstown, Colorado
Budgetary Comparison Schedule
Library Fund
For the Year Ended December 31, 2024

	2024				
	Original Budget	Final Budget	Actual	Variance *Positive (Negative)*	2023 Actual
Revenues					
Library Facilities Fee	$ 373,950	$ 373,950	$ 918,921	$ 544,971	$ 811,820
Intergovernmental Revenue	-	-	1,282,323	1,282,323	827,941
Investment Income	500,000	500,000	533,398	33,398	368,723
Donations	3,500	3,500	7,200	3,700	3,505
Miscellaneous	1,302,842	1,302,842	2,261	(1,300,581)	10,500
Total Revenues	2,180,292	2,180,292	2,744,103	563,811	2,022,489
Expenditures					
Culture and Recreation	2,161,500	2,161,500	1,379,121	782,379	989,409
Capital Outlay	-	-	13,000	(13,000)	127,324
Total Expenditures	2,161,500	2,161,500	1,392,121	769,379	1,116,733
Excess Revenues Over (Under) Expenditures	18,792	18,792	1,351,982	1,333,190	905,756
Other Financing Sources (Uses)					
Transfers In	2,304,387	2,304,387	2,035,150	(269,237)	1,164,726
Net Change in Fund Balance	2,323,179	2,323,179	3,387,132	1,063,953	2,070,482
Fund Balance, *Beginning of Year*	10,349,738	10,349,738	10,610,421	260,683	8,539,939
Fund Balance, *End of Year*	$ 12,672,917	$ 12,672,917	$ 13,997,553	$ 1,324,636	$ 10,610,421

Town of Johnstown, Colorado
Budgetary Comparison Schedule
Cemetery fund
For the Year Ended December 31, 2024

	2024				
	Original Budget	Final Budget	Actual	Variance *Positive (Negative)*	2023 Actual
Revenues					
Investment Income	$ 3,600	$ 3,600	$ 6,689	$ 3,089	$ 6,250
Miscellaneous (Sales of Lots)	12,560	12,560	14,873	2,313	11,272
Total Revenues	16,160	16,160	21,562	5,402	17,522
Net Change in Fund Balance	16,160	16,160	21,562	5,402	17,522
Fund Balance, *Beginning of Year*	187,098	187,098	186,210	(888)	168,688
Fund Balance, *End of Year*	$ 203,258	$ 203,258	$ 207,772	$ 4,514	$ 186,210

Town of Johnstown, Colorado
Budgetary Comparison Schedule
Parks and Open Space Fund
For the Year Ended December 31, 2024

	2024				
	Original Budget	Final Budget	Actual	Variance *Positive (Negative)*	2023 Actual
Revenues					
Licenses and Permits	$ 89,600	$ 89,600	$ 382,737	$ 293,137	$ 238,026
Intergovernmental Revenue	1,035,850	1,035,850	1,643,774	607,924	1,445,037
Charges for Services	40,000	40,000	83,202	43,202	64,377
Investment Income	54,000	54,000	231,828	177,828	247,635
Miscellaneous	1,000	1,000	(1,519)	(2,519)	6,168
Total Revenues	1,220,450	1,220,450	2,340,022	1,119,572	2,001,243
Expenditures					
Culture and Recreation	1,621,450	1,621,450	1,046,349	575,101	798,678
Capital Outlay	*2,426,000*	3,206,547	2,175,621	1,030,926	857,870
Total Expenditures	4,047,450	4,827,997	3,221,970	1,606,027	1,656,548
Excess Revenues Over (Under) Expenditures	(2,827,000)	(3,607,547)	(881,948)	2,725,599	344,695
Other Financing Sources (Uses)					
Transfers In	1,140,000	1,140,000	1,340,000	200,000	50,000
Net Change in Fund Balance	(1,687,000)	(2,467,547)	458,052	2,925,599	394,695
Fund Balance, *Beginning of Year*	6,247,479	6,247,479	8,519,386	2,271,907	8,124,691
Fund Balance, *End of Year*	$ 4,560,479	$ 3,779,932	$ 8,977,438	$ 5,197,506	$ 8,519,386

Town of Johnstown, Colorado
Budgetary Comparison Schedule
Water Fund
For the Year Ended December 31, 2024

	2024				
	Original Budget	Final Budget	Actual	Variance *Positive (Negative)*	2023 Actual
Revenues					
Charges for Services	$ 8,746,925	$ 8,746,925	$ 14,455,953	$ 5,709,028	$ 9,409,882
Contributions	-	-	11,977,716	11,977,716	25,350,000
Investment Income	250,000	250,000	2,254,811	2,004,811	1,172,402
Miscellaneous Revenue	72,125,000	72,125,000	392,312	(71,732,688)	781,271
Total Revenues	81,121,925	81,121,925	29,080,792	(52,041,133)	36,713,555
Expenses					
Administration	304,100	304,100	212,099	92,001	243,555
Operations and Maintenance	3,221,050	3,221,050	3,318,825	(97,775)	2,980,539
Collection and Distribution	7,041,900	7,041,900	1,196,554	5,845,346	768,220
Capital Outlay	31,200,000	31,200,000	30,765,878	434,122	41,619,139
Debt Services					
Principal	187,000	187,000	1,220,000	(1,033,000)	855,000
Interest	-	-	969,799	(969,799)	-
Cost of Debt Issuance	1,800,000	1,800,000	612,165	1,187,835	-
Total Expenses	43,754,050	43,754,050	38,295,320	5,458,730	46,466,453
Net Operating Income	37,367,875	37,367,875	(9,214,528)	(46,582,403)	(9,752,898)
Nonoperating Revenues (Expenses)					
Tap Fees	1,397,933	1,397,933	4,372,587	2,974,654	3,235,764
Transfers Out	50,700,000	50,700,000	(70,000)	(50,770,000)	(600,000)
Total Nonoperating Revenues (Expenses)	52,097,933	52,097,933	4,302,587	(47,795,346)	2,635,764
Change in Net Position, *Budgetary Basis*	$ 89,465,808	$ 89,465,808	(4,911,941)	$ (94,377,749)	(7,117,134)
Reconciliation to GAAP Basis					
Capital Outlay Capitalized			30,765,878		41,619,139
Debt Service Principal			365,000		855,000
Depreciation			(806,010)		(552,358)
Change in Net Position, *GAAP Basis*			$ 25,412,927		$ 34,804,647

Town of Johnstown, Colorado
Budgetary Comparison Schedule
Wastewater Fund
For the Year Ended December 31, 2024

	2024				
	Original Budget	Final Budget	Actual	Variance *Positive (Negative)*	2023 Actual
Revenues					
Charges for Services	$ 3,795,000	$ 3,795,000	$ 4,349,163	$ 554,163	$ 3,397,665
Investment Income	500,000	500,000	3,376,653	2,876,653	3,412,112
Miscellaneous Revenue	25,000	25,000	12,230	(12,770)	47,697
Transfers In	-	-	-	-	49,400,000
Total Revenues	4,320,000	4,320,000	7,738,046	3,418,046	56,257,474
Expenses					
Administration	292,100	292,100	206,003	86,097	226,678
Operations and Maintenance	2,400,700	2,400,700	1,748,291	652,409	1,720,253
Collection and Distribution	13,763,240	13,763,240	505,329	13,257,911	397,057
Capital Outlay	28,585,000	28,585,000	26,490,906	2,094,094	32,769,676
Debt Services					
Principal	-	-	153,000	(153,000)	332,088
Interest	1,912,650	1,912,650	1,356,793	555,857	1,621,062
Total Expenses	46,953,690	46,953,690	30,460,322	16,493,368	37,066,814
Net Operating Income	(42,633,690)	(42,633,690)	(22,722,276)	19,911,414	19,190,660
Nonoperating Revenues (Expenses)					
Tap Fees	2,793,775	2,793,775	6,111,241	3,317,466	2,743,144
Intergovernmental	1,345,000	1,345,000	3,287,200	1,942,200	2,564,500
Transfers Out	-	-	(2,559,808)	(2,559,808)	-
Total Nonoperating Revenues (Expenses)	4,138,775	4,138,775	6,838,633	2,699,858	5,307,644
Change in Net Position, *Budgetary Basis*	$ (38,494,915)	$ (38,494,915)	(15,883,643)	$ 22,611,272	24,498,304
Reconciliation to GAAP Basis					
Capital Outlay Capitalized			26,490,906		32,769,676
Debt Service Principal			855,000		332,088
Depreciation			(750,722)		(629,721)
Change in Net Position, *GAAP Basis*			$ 10,711,541		$ 56,970,347

Town of Johnstown, Colorado
Budgetary Comparison Schedule
Drainage Fund
For the Year Ended December 31, 2024

	2024				
	Original Budget	Final Budget	Actual	Variance *Positive (Negative)*	2023 Actual
Revenues					
Charges for Services	$ 525,000	$ 525,000	$ 578,337	$ 53,337	$ 531,028
Investment Income	40,000	40,000	155,107	115,107	166,439
Miscellaneous	457,560	457,560	-	(457,560)	-
Total Revenues	1,022,560	1,022,560	733,444	(289,116)	697,467
Expenses					
Administration	23,730	164,390	145,330	19,060	134,104
Operations and Maintenance	230,000	1,160,100	211,104	948,996	198,676
Capital Outlay	1,038,400	1,038,400	646,323	392,077	39,307
Total Expenses	1,292,130	2,362,890	1,002,757	1,360,133	372,087
Net Operating Income	(269,570)	(1,340,330)	(269,313)	1,071,017	325,380
Nonoperating Revenues (Expenses)					
Intergovernmental	-	-	164,207	164,207	-
Impact Fees	220,000	220,000	568,456	348,456	157,540
Transfers Out	-	-	(10,000)	(10,000)	(250,000)
Total Nonoperating Revenues (Expenses)	220,000	220,000	722,663	502,663	(92,460)
Change in Net Position, *Budgetary Basis*	$ (269,570)	$ (1,340,330)	453,350	$ 1,573,680	232,920
Reconciliation to GAAP Basis					
Capital Outlay Capitalized			646,323		39,307
Depreciation			(42,989)		(41,676)
Change in Net Position, *GAAP Basis*			$ 1,056,684		$ 230,551

Compliance Section

State Compliance

Form Approved
The public report burden for this information collection is estimated to average 380 hours annually. OMB No. 2125-0032

LOCAL HIGHWAY FINANCE REPORT	STATE: COLORADO YEAR ENDING (mm/yy): 12/24
This Information From The Records Of: Johnstown	Prepared By: Devon McCarty

I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE

ITEM	A. Local Motor-Fuel Taxes	B. Local Motor-Vehicle Taxes	C. Receipts from State Highway-User Taxes	D. Receipts from Federal Highway Administration
1. Total receipts available				
2. Minus amount used for collection expenses				
3. Minus amount used for nonhighway purposes				
4. Minus amount used for mass transit				
5. Remainder used for highway purposes				

II. RECEIPTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Receipts from local sources:	
1. Local highway-user taxes	
a. Motor Fuel (from Item I.A.5.)	
b. Motor Vehicle (from Item I.B.5.)	
c. Total (a.+b.)	
2. General fund appropriations	
3. Other local imposts (from page 2)	$ 9,632,323.00
4. Miscellaneous local receipts (from page 2)	$ -
5. Transfers from toll facilities	
6. Proceeds of sale of bonds and notes:	
a. Bonds - Original Issues	
b. Bonds - Refunding Issues	
c. Notes	
d. Total (a. + b. + c.)	$ -
7. Total (1 through 6)	$ 9,632,323.00
B. Private Contributions	
C. Receipts from State government (from page 2)	$ 881,196.06
D. Receipts from Federal Government (from page 2)	$ -
E. Total receipts (A.7 + B + C + D)	$ 10,513,519.06

III. EXPENDITURES FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Local highway expenditures:	
1. Capital outlay (from page 2)	$ 848,381.68
2. Maintenance:	$ 4,509,230.19
3. Road and street services:	
a. Traffic control operations	$ -
b. Snow and ice removal	$ 64,379.56
c. Other	
d. Total (a. through c.)	$ 64,379.56
4. General administration & miscellaneous	$ 8,447.82
5. Highway law enforcement and safety	
6. Total (1 through 5)	$ 5,430,439.25
B. Debt service on local obligations:	
1. Bonds:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	$ -
2. Notes:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	$ -
3. Total (1.c + 2.c)	$ -
C. Payments to State for highways	
D. Payments to toll facilities	
E. Total expenditures (A.6 + B.3 + C + D)	$ 5,430,439.25

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

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

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

A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
$ 9,441,494.41	$ 10,513,519.06	$ 5,430,439.25	$ 14,524,574.22	$ -

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT	STATE: COLORADO
	YEAR ENDING (mm/yy): 12/24

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		**A.4. Miscellaneous local receipts:**	
a. Property Taxes and Assessments		a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	$ 2,963,812.25	c. Parking Garage Fees	
2. Infrastructure & Impact Fees	$ 2,341,258.94	d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other	$ 4,327,251.81	g. Other Misc. Receipts	
6. Total (1. through 5.)	$ 9,632,323.00	h. Other	
c. Total (a. + b.)	$ 9,632,323.00	i. Total (a. through h.)	$ -
(Carry forward to page 1)		*(Carry forward to page 1)*	

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		**D. Receipts from Federal Government**	
1. Highway-user taxes (from Item I.C.5.)	$ 680,892.25	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	$ 66,218.41	d. Federal Transit Administration	
d. DOLA Grant	$ 134,085.40	e. U.S. Corps of Engineers	
e. Other		f. Other Federal ARPA	
f. Total (a. through e.)	$ 200,303.81	g. Total (a. through f.)	$ -
4. Total (1. + 2. + 3.f)	$ 881,196.06	3. Total (1. + 2.g)	$ -
(Carry forward to page 1)		*(Carry forward to page 1)*	

III. EXPENDITURES FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			$ -
b. Engineering Costs			$ -
c. Construction:			
(1). New Facilities			$ -
(2). Capacity Improvements			$ -
(3). System Preservation			$ -
(4). System Enhancement And Operation		$ 848,381.68	$ 848,381.68
(5). Total Construction (1)+(2)+(3)+(4)	$ -	$ 848,381.68	$ 848,381.68
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.4)	$ -	$ 848,381.68	$ 848,381.68
(Carry forward to page 1)			

Notes and Comments:

FORM FHWA-536