Annual Financial Report

Town of Nunn

Nunn, Colorado

For the Year Ended December 31, 2024

Tim Chavies & Associates, Inc.

Certified Public Accountants
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December 31, 2024

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INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees
Town of Nunn
Nunn, Colorado

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

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

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

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

Auditor's Responsibility for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town of Nunn, State of Colorado'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 of Nunn, State of Colorado'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 on pages 4-8 and budgetary comparison information on pages 38-43, and the Schedule of Proportionate Share of Pension Liability and Schedule of Contributions on page 44 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 inquires, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Nunn, State of Colorado's basic financial statements. The budgetary comparisons on pages 45-47 and the local highway finance report on pages 48-49 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the budgetary comparisons on pages 45-47 and the local highway finance report on pages 48-49 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Tim Chavies & Associates, Inc.

Greeley, Colorado
July 3, 2025

Tim Chavies & Associates, Inc.
Certified Public Accountants

P.O. Box 171
Nunn, Colorado 80648
(970) 897-2385

Management's Discussion and Analysis
December 31, 2024

This section of Town of Nunn, State of Colorado's (the "Town") 2024 annual financial report presents management's discussion and analysis of the Town's financial performance for the year ended December 31, 2024. The Management Discussion and Analysis ("MD&A") should be read in conjunction with the Town's financial statements, including the notes to financial statements and supplemental information that immediately follow this section. When available, the Town has included comparative analysis of such data.

Financial Highlights

- The Town's assets plus deferred outflows exceeded its liabilities plus deferred inflows by $8,600,484 in 2024 compared to $8,531,689 in 2023 (net position), an increase of $68,795 or 0.81%.

- Total revenues for the governmental funds were $1,316,981 in 2024 compared to $1,295,075 in 2023, an increase of $21,906 or 1.69%. Total expenditures were $1,054,289 in 2024 compared to $936,137 in 2023, an increase of $118,152 or 12.62%.

- Total operating revenues for the proprietary funds were $240,267 in 2024 compared to $223,716 in 2023, an increase of $16,551 or 7.40%. Total operating expenditures were $325,455 in 2024 compared to $286,095 in 2023, an increase of $39,360 or 13.76%.

- The Nunn Town Board submitted numerous Grant applications during 2024 to assist with Town of Nunn projects and the Nunn Police Department.

- The North Weld Water Moratorium has been discontinued The Town of Nunn will concentrate on Water resources along with plant investments for future growth.

Overview of the Financial Statements

The Town's financial statements are comprised of three components, government-wide financial statements, fund financial statements, and notes to the financial statements. This report also contains other supplementary information in addition to the financial statements themselves.

Government-Wide Financial Statements are comprised of the Statement of Net Position and the Statement of Activities. These two statements are designed to provide readers with a broad overview of the Town's finances utilizing the full accrual method of accounting.

The Statement of Net Position presents information on all of the Town's assets, deferred outflows of resources and liabilities and deferred inflows of resources, including capital assets and long-term liabilities with the difference being reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

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

Both government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The Governmental activities of the Town include the General Fund and Conservation Trust Fund. The Business-Type activities of the Town include the Water Fund. The Town does not have any component units.

Fund Financial Statements focus on current available resources and are organized and operated on the basis of funds. 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. All of the funds of the Town can be divided into three categories: governmental funds, proprietary funds and fiduciary 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, the governmental funds financial statements utilize the modified accrual basis of accounting, which focuses on near-term inflow and outflow of spendable resources, as well as on balances on spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financial requirements. The Town maintains two governmental funds (General and Conservation Trust).

Proprietary Funds provide the same type of information as the government-wide financial statements, only in more detail. These funds are used to account for services in which the Town charges customers a fee. The Town maintains one proprietary fund (Water).

The Town does not have any **Fiduciary Funds.**

Notes to the Financial Statements provide additional information that is essential to a full understanding of the data provided in the government-wide, business-type activities and fund financial statements.

Other Information includes certain required supplementary information containing budgetary comparison schedules of revenues, expenditures and changes in fund balances for all funds.

Government-Wide Financial Analysis

Condensed financial information from the **Statement of Net Position** at December 31, 2024:

Assets	Governmental Activities	Business-Type Activities	Total
Current assets	$ 3,009,290	$ (173,377)	$ 2,835,913
Noncurrent assets	598,770	5,859,169	6,457,939
Total Assets	3,608,060	5,685,792	9,293,852
Deferred Outflows	86,785	-	86,785
Liabilities			
Current liabilities	56,497	24,997	81,494
Noncurrent liabilities	179,749	251,810	431,559
Total Liabilities	236,246	276,807	513,053
Deferred Inflows	267,100	-	267,100
Net Position			
Net investment in capital assets	412,484	5,488,840	5,901,324
Restricted	64,172	104,113	168,285
Unrestricted	2,714,843	(183,968)	2,530,875
Total Net Position	$ 3,191,499	$ 5,408,985	$ 8,600,484

Net position increased by $68,795 in 2024. The increase was affected by the Town receiving an increase in earnings on investment, taxes, tap fees and building permits.

Condensed financial information from the **Statement of Activities** at December 31, 2024:

Revenues	Governmental Activities	Business-Type Activities	Total
Program Revenues:			
Charges for services	$ 55,052	$ 240,267	$ 295,319
General Revenues:			
Taxes	985,452	-	985,452
Intergovernmental	95,380	-	95,380
Other	179,962	5,975	185,937
Contributions	10	-	10
Total Revenues	1,315,856	246,242	1,562,098
Expenses			
General government	(278,033)	-	(278,033)
Public safety	(478,401)	-	(478,401)
Public works	(327,765)	-	(327,765)
Health and welfare	(16,118)	-	(16,118)
Culture - recreation	(53,311)	-	(53,311)
Water	-	(325,445)	(325,445)
Interest on long-term debt	(11,491)	(2,739)	(14,230)
Total Expenses	(1,165,119)	(328,184)	(1,493,303)
Changes in net position	150,737	(81,942)	68,795
Net Position - beginning	3,040,762	5,490,927	8,531,689
Net Position - ending	$ 3,191,499	$ 5,408,985	$ 8,600,484

The change in net position of the Town increased $68,795 during 2024.

Financial Analysis of the Governmental Funds

Governmental funds: The Town's functions are reported in the General Fund and Conservation Trust Fund. The focus of these 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. In particular, unrestricted fund balance may serve as a useful measure of the Town's net resources available for spending at the end of its fiscal year.

As of December 31, 2024, the Town's governmental funds reported combined ending fund balances of $2,711,708, an increase of $238,451 in comparison with 2023. Approximately 95.97% of this total amount ($2,602,465) constitutes *unrestricted* fund balance, which is available for spending at the government's discretion. The reminder of the fund balance is *restricted* to indicate that it is not available for new spending because it has already been committed for encumbrances or Tabor.

Proprietary funds: The Town's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Fiduciary funds: As mentioned earlier, the Town does not have any of these types of funds.

Budgetary Highlights

The budgets are prepared in accordance with accounting principles generally accepted in the United States of America. Budget and actual comparison schedules are provided in the other supplementary information section of this report. The budget and actual comparison schedules show the original adopted budget, the final revised budget, actual results, and variance between the final budget and actual results for all funds.

Capital Assets and Debt Administration

Capital Assets (Net of Depreciation and Amortization)

	Governmental Activities	Business-Type Activities	Total
Land	$ 3,929	$ 29,656	$ 33,585
Water rights	-	3,037,500	3,037,500
Construction in progress	-	-	-
Water system	-	4,045,863	4,045,863
Buildings and improvements	393,096	-	393,096
Land improvements	374,746	-	374,746
Machinery and equipment	580,223	77,506	657,729
Leased assets	320,907	-	320,907
Total Capital Assets	1,672,901	7,190,525	8,863,426
Less: accumulated depreciation and amortization	(1,074,131)	(1,435,469)	(2,509,600)
Net Capital Assets	$ 598,770	$ 5,755,056	$ 6,353,826

Net Capital assets decreased $164,179 or 2.44% during 2024 due to capital outlay of $63,610 (assets acquired) less depreciation of $223,239 and sales of $4,550 (See Note 5 for further discussion).

Debt Administration

The Town has one outstanding debt obligation with the Colorado Water Resources and Power Development Authority. As of December 31, 2024, the debt was $265,780 compared to $279,611 in 2023, a decrease of $13,831. (See Note 7 for further discussion)

The Town has a lease-purchase agreement expiring on December 21, 2026. As of December 31, 2024, the lease obligations were $186,286 compared to $209,521 in 2023, a decrease of $23,235. (See Note 7 for further discussion).

Economic Factors

The Nunn Community Center continues to provide space for the Neighbor-to-Neighbor Share House which is the local outreach program for food and clothing. The Nunn Community Center also provides facilities for basketball and volleyball leagues of the Highland Recreational Association. Senior Lunches continue on a weekly basis at the Nunn Senior Center.

Financial Contact

This financial report is designed to provide a general overview of the Town's finances for those who have an interest in the Town. If you have any questions about the report or need additional financial information, please contact Town Clerk at 185 Lincoln Avenue, Nunn, Colorado 80648. Phone (970) 897-2385.

BASIC FINANCIAL STATEMENTS

TOWN OF NUNN, COLORADO

Statement of Net Position

Government-Wide

December 31, 2024

ASSETS	Governmental Activities	Business-Type Activities	Total
Current Assets:			
Cash and cash equivalents	$ 794,937	$ -	**$ 794,937**
Cash on deposit - Weld County Treasurer	2,334	-	**2,334**
Cash in savings	53,666	-	**53,666**
Local government investment pools	1,519,816	14,361	**1,534,177**
Property taxes receivable	265,719	-	**265,719**
Accounts receivable	153,183	28,785	**181,968**
Prepaid items	-	3,112	**3,112**
Internal balances	219,635	(219,635)	**-**
Total Current Assets	3,009,290	(173,377)	**2,835,913**
Noncurrent Assets:			
Net pension asset	-	-	**-**
Restricted assets:			
Cash and cash equivalents	-	-	**-**
Local government investment pools	-	104,113	**104,113**
Total Restricted Assets	-	104,113	**104,113**
Capital Assets:			
Capital assets, not being depreciated	3,929	3,067,156	**3,071,085**
Capital assets, being depreciated - net	394,275	2,687,900	**3,082,175**
Right-to-use assets, being amortized - net	200,566	-	**200,566**
Net Capital Assets	598,770	5,755,056	**6,353,826**
Total Noncurrent Assets	598,770	5,859,169	**6,457,939**
Total Assets	3,608,060	5,685,792	**9,293,852**
DEFERRED OUTFLOWS			
Deferred outflows related to pensions	86,785	-	**86,785**
LIABILITIES			
Current Liabilities:			
Accounts payable	10,969	10,591	**21,560**
Payroll taxes payable	20,894	-	**20,894**
Accrued interest payable	-	436	**436**
Current portion of long-term obligations	24,634	13,970	**38,604**
Total Current Liabilities	56,497	24,997	**81,494**
Noncurrent Liabilities:			
Compensated absences	18,097	-	**18,097**
Lease liability	186,286	-	**186,286**
Note payable - CWRPDA loan	-	265,780	**265,780**
Less: portion due within one year	(24,634)	(13,970)	**(38,604)**
Net pension liability	-	-	**-**
Total Noncurrent Liabilities	179,749	251,810	**431,559**
Total Liabilities	236,246	276,807	**513,053**
DEFERRED INFLOWS			
Unearned revenue - property taxes	265,719	-	**265,719**
Deferred inflows related to pensions	1,381	-	**1,381**
Total Deferred Inflows	267,100	-	**267,100**
NET POSITION			
Net investment in capital assets	412,484	5,488,840	**5,901,324**
Restricted	64,172	104,113	**168,285**
Unrestricted	2,714,843	(183,968)	**2,530,875**
Total Net Position	$ 3,191,499	$ 5,408,985	**$ 8,600,484**

See accompanying notes to the basic financial statements

TOWN OF NUNN, COLORADO

Statement of Activities

Government-Wide

Year Ended December 31, 2024

Functions / Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Capital Contributions	Net (Expense) Revenue and Changes in Net Position — Primary Government: Governmental Activities	Business-Type Activities	**Total**
Primary Government						
Governmental Activities:						
General government	$ (278,033)	$ -	$ -	$ (278,033)	$ -	**$ (278,033)**
Public safety	(478,401)	-	-	(478,401)	-	**(478,401)**
Public works	(327,765)	55,052	-	(272,713)	-	**(272,713)**
Health and welfare	(16,118)	-	-	(16,118)	-	**(16,118)**
Culture and recreation	(53,311)	-	-	(53,311)	-	**(53,311)**
Interest on long-term debt	(11,491)	-	-	(11,491)	-	**(11,491)**
Total Governmental Activities	(1,165,119)	55,052	-	(1,110,067)	-	**(1,110,067)**
Business-Type Activities:						
Water fund	(328,184)	240,267	-	-	(87,917)	**(87,917)**
Total Business-Type Activities	(328,184)	240,267	-	-	(87,917)	**(87,917)**
Total Primary Government	$ (1,493,303)	$ 295,319	$ -	(1,110,067)	(87,917)	**(1,197,984)**
	General Revenues:					
	Taxes			985,452	-	**985,452**
	Licenses and permits			45,599	-	**45,599**
	Intergovernmental revenue			95,380	-	**95,380**
	Fines and forfeitures			29,509	-	**29,509**
	Miscellaneous income			27,455	-	**27,455**
	Sale of assets			1,450	-	**1,450**
	Grants			4,475	-	**4,475**
	Insurance proceeds			-	-	**-**
	Earnings on investments			78,534	5,975	**84,509**
	Transfers			-	-	**-**
	Contributions			10	-	**10**
	Pension net increase (decrease)			(7,060)	-	**(7,060)**
	Total General Revenues			1,260,804	5,975	**1,266,779**
	Change in Net Position			150,737	(81,942)	**68,795**
	Net Position-Beginning of Year			3,040,762	5,490,927	**8,531,689**
	Net Position-End of Year			$ 3,191,499	$ 5,408,985	**$ 8,600,484**

TOWN OF NUNN, COLORADO

Balance Sheet

Governmental Funds

December 31, 2024

	General	Conservation Trust	Total
ASSETS			
Current Assets:			
Cash and cash equivalents	$ 794,937	$ -	**$ 794,937**
Cash on deposit - Weld County Treasurer	2,334	-	**2,334**
Cash in savings	53,666	-	**53,666**
Local government investment pools	1,451,387	68,429	**1,519,816**
Property taxes receivable	265,719	-	**265,719**
Accounts receivable	153,183	-	**153,183**
Prepaid items	-	-	**-**
Due from other funds	219,635	-	**219,635**
Total Current Assets	2,940,861	68,429	**3,009,290**
Noncurrent Assets:			
Restricted cash on hand and in checking	-	-	**-**
Total Noncurrent Assets	-	-	**-**
Total Assets	$ 2,940,861	$ 68,429	**$ 3,009,290**
LIABILITIES			
Current Liabilities:			
Accounts payable	$ 10,969	$ -	**$ 10,969**
Payroll taxes payable	20,894	-	**20,894**
Total Current Liabilities	31,863	-	**31,863**
Total Liabilities	31,863	-	**31,863**
DEFERRED INFLOWS			
Unearned revenue - property taxes	265,719	-	**265,719**
Total Liabilities & Deferred Inflows	297,582	-	**297,582**
FUND BALANCE			
Nonspendable - Prepaid	-	-	**-**
Restricted:			
Tabor	40,814	-	**40,814**
Parks and recreation	-	23,358	**23,358**
Committed - subsequent year's expenditures	-	45,071	**45,071**
Assigned	-	-	**-**
Unassigned	2,602,465	-	**2,602,465**
Total Fund Balance	2,643,279	68,429	**2,711,708**
Total Fund Balance, Liabilities and Deferred Inflows	$ 2,940,861	$ 68,429	**$ 3,009,290**

Reconciliation of the Balance Sheet to the Statement of Net Position	
Total Governmental Fund Balance	**$ 2,711,708**
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds:	
Capital assets, net of depreciation and amortization	**598,770**
Long-term liabilities, including capital leases, are not due and payable in the current period, therefore, they are not reported in the funds:	
Compensated absences	**(18,097)**
Lease obligations	**(186,286)**
Net pension liability and deferred outflows/inflows of resources related to pension plan is not recorded in the governmental funds but is recorded in the statement of net position	**85,404**
Net Position of Governmental Activities	**$ 3,191,499**

See accompanying notes to the basic financial statements

TOWN OF NUNN, COLORADO

Statement of Revenues, Expenditures, and Changes in Fund Balances

Governmental Funds

Year Ended December 31, 2024

	General	Conservation Trust	Total
Revenues:			
Taxes	$ 985,452	$ -	**$ 985,452**
Licenses and permits	45,599	-	**45,599**
Intergovernmental revenue	88,905	6,475	**95,380**
Charges for services	55,052	-	**55,052**
Fines and forfeitures	29,509	-	**29,509**
Miscellaneous revenues	27,455	-	**27,455**
Earnings on investments	75,201	3,333	**78,534**
Total Revenues	1,307,173	9,808	**1,316,981**
Expenditures:			
General government	258,297	-	**258,297**
Public safety	434,710	-	**434,710**
Public works	263,456	-	**263,456**
Health and welfare	16,118	-	**16,118**
Culture and recreation	46,532	-	**46,532**
Capital outlay	35,176	-	**35,176**
Total Expenditures	1,054,289	-	**1,054,289**
Excess (Deficiency) of Revenues over Expenditures	252,884	9,808	**262,692**
Other Financing Sources (Uses):			
Sale of assets	6,000	-	**6,000**
Contributions	10	-	**10**
Debt service	(34,726)	-	**(34,726)**
Insurance proceeds	-	-	**-**
Grants	4,475	-	**4,475**
Transfers in (out)	-	-	**-**
Total Other Financing Sources (Uses)	(24,241)	-	**(24,241)**
Net Change in Fund Balance	228,643	9,808	**238,451**
Fund Balance - Beginning of Year	2,414,636	58,621	**2,473,257**
Fund Balance - End of Year	$ 2,643,279	$ 68,429	**$ 2,711,708**

<u>Reconciliation of Statement of Revenues, Expenditures and Changes in Fund Balance to the Statement of Activities:</u>

Net Change in Fund Balance - Total Governmental Funds	**$ 238,451**
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate to those expenditures over the life of the assets:	
Capital assets sold	**(4,550)**
Capital asset purchases capitalized	**35,176**
Depreciation expense	**(93,179)**
Amortization expense	**(32,091)**
Loan proceeds provide current financial resources to the governmental fund and repayment of debt principal is an expenditure in the governmental funds, but the proceeds increase and repayment reduces long-term liabilities in the statement of net position:	
Lease obligations	**23,235**
Net pension asset and deferred outflows/inflows of resources related to pension plan is not recorded in the governmental funds but is recorded in the statement of net position	**(7,060)**
Some expenses reported in statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds:	
Change in compensated absences	**(9,245)**
Change in Net Position of Governmental Activities	**$ 150,737**

TOWN OF NUNN, COLORADO

Statement of Net Position

Proprietary Funds

Year Ended December 31, 2024

	Business-Type Activities	
	Water	**Total**
ASSETS		
Current Assets:		
Local government investment pools	$ 14,361	**$ 14,361**
Accounts receivable	28,785	**28,785**
Other receivables	-	**-**
Prepaid items	3,112	**3,112**
Total Current Assets	46,258	**46,258**
Noncurrent Assets:		
Restricted assets:		
Local government investment pools	104,113	**104,113**
Total Noncurrent Assets	104,113	**104,113**
Capital Assets:		
Capital assets, not being depreciated	3,067,156	**3,067,156**
Capital assets, being depreciated - net	2,687,900	**2,687,900**
Right-to-use assets, being amortized - net	-	**-**
Net Capital Assets	5,755,056	**5,755,056**
Total Assets	5,905,427	**5,905,427**
LIABILITIES		
Current Liabilities:		
Accounts payable	10,591	**10,591**
Accrued interest payable	436	**436**
Due to other funds	219,635	**219,635**
Current portion of long-term debt	13,970	**13,970**
Total Current Liabilities	244,632	**244,632**
Long Term Liabilities:		
Note payable - CWRPDA loan	265,780	**265,780**
Less: portion due within one year	(13,970)	**(13,970)**
Total Long Term Liabilities	251,810	**251,810**
Total Liabilities	496,442	**496,442**
NET POSITION		
Net investment in capital assets	5,488,840	**5,488,840**
Restricted for revenue bond operations and maintenance	104,113	**104,113**
Unrestricted:		
Designated for subsequent year's expenditures	-	**-**
Undesignated	(183,968)	**(183,968)**
Total Net Position	$ 5,408,985	**$ 5,408,985**

TOWN OF NUNN, COLORADO

Statement of Revenues, Expenses, and Changes in Net Position

Proprietary Funds

Year Ended December 31, 2024

	Business-Type Activities	
	Water	Total
Operating Revenues:		
Charges for services	$ 230,531	**$ 230,531**
Other operating revenues	9,736	**9,736**
Total Operating Revenues	240,267	**240,267**
Operating Expenses:		
Administrative	61,169	**61,169**
System operations and maintenance	166,307	**166,307**
Depreciation	97,969	**97,969**
Total Operating Expenses	325,445	**325,445**
Operating Income (Loss)	(85,178)	**(85,178)**
Non-operating Revenues (Expenses)		
Earnings on investments	5,975	**5,975**
Interest expense	(2,739)	**(2,739)**
Sale of assets	-	**-**
Insurance proceeds	-	**-**
Grants	-	**-**
Total Non-operating Revenues (Expenses)	3,236	**3,236**
Income (Loss) before contributions	(81,942)	**(81,942)**
Contributions	-	**-**
Change in Net Position	(81,942)	**(81,942)**
Total Net Position - Beginning of Year	5,490,927	**5,490,927**
Total Net Position - End of Year	$ 5,408,985	**$ 5,408,985**

See accompanying notes to the basic financial statements

TOWN OF NUNN, COLORADO

Statement of Cash Flows

Proprietary Funds

Year Ended December 31, 2024

	Business-Type Activities	
	Water	Total
Cash Flows From Operating Activities:		
Cash received from customers	$ 237,879	**$ 237,879**
Cash payments to employees	(36,695)	**(36,695)**
Cash payments to suppliers	(187,168)	**(187,168)**
Internal activity - payments to other funds	30,988	**30,988**
Net Cash flows From Operating Activities	45,004	**45,004**
Cash Flows From Non-capital Financing Activities:		
Operating transfers in	-	**-**
Operating transfers out	-	**-**
Insurance proceeds	-	**-**
Other non-operating revenue	-	**-**
Net Cash Flows from Non-capital Financing Activities	-	**-**
Cash Flows From Capital and Related Financing Activities:		
Acquisition of capital assets	(28,434)	**(28,434)**
Disposition of capital assets	-	**-**
Contributions	-	**-**
Principal payments on long-term debt	(13,831)	**(13,831)**
Interest payments on long-term debt	(2,739)	**(2,739)**
Net Cash Flows from Capital and Related Financing Activities	(45,004)	**(45,004)**
Cash Flows From Investing Activities:		
Interest on investments	5,975	**5,975**
Net Cash Flows from Investing Activities	5,975	**5,975**
Net Increase (Decrease) in Cash and Cash Equivalents	5,975	**5,975**
Cash and Cash Equivalents - January 1	112,499	**112,499**
Cash and Cash Equivalents - December 31	$ 118,474	**$ 118,474**
Reconciliation of Operating Loss to Net Cash Used for Operating Activities:		
Operating loss	$ (85,178)	**$ (85,178)**
Adjustments to reconcile operating loss to net cash used for operating activities:		
Depreciation	97,969	**97,969**
Changes in assets and liabilities:		
Receivables	(2,388)	**(2,388)**
Prepaid expenses	(3)	**(3)**
Payables and other accrued expenses	3,616	**3,616**
Due to other funds	30,988	**30,988**
Net Cash Flows from Operating Activities	$ 45,004	**$ 45,004**

See accompanying notes to the basic financial statements

NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Town of Nunn, Colorado, was incorporated in 1908, as a statutory town as defined by Colorado Revised Statutes. The statutes provide that the mayor is the chief administrative officer and that the Board of Trustees shall be the policy-making authority. The following services are currently offered by the Town: General government, public safety, public works, health, recreation and water.

The financial statements of the Town have been prepared in conformity with accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the acknowledged standard setting body for establishing governmental accounting and financial reporting standards followed by governmental entities.

Reporting Entity

The reporting entity consists of only the Town, a primary government that is a general-purpose local government. This primary government has a separately elected governing body and it is legally separate, as well as financially independent of other state and local governments. A component unit may be a financial benefit or burden to the primary government and is a legally separate organization of which the elected officials of the primary government are financially accountable. The Town does not have any component units.

New Accounting Pronouncements

GASB Statement No 100, *Accounting Changes and Error Corrections – an amendment of GASB Statement No. 62*. This statement establishes accounting and financial reporting requirements for accounting changes and error corrections in previously issued financial statements. Implementation had no impact to the Town's financial statements.

GASB Statement No 101, *Compensated Absences*. This statement establishes standards of accounting and financial reporting compensated absences and associated salary-related payments, including certain defined contributions pensions and defined contribution other post-employment benefits. Implementation was applied retroactively, but the adoption of this standard resulted in no change or restatement to the Town's Net Position for Governmental activities or Business-type activities.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basic Financial Statements

Government-Wide Financial Statements consist of Statement of Net Position and Statement of Activities, these statements report information about the reporting entity as a whole. These statements are presented on an "*economic resources*" measurement focus and the accrual basis of accounting. Accordingly, the assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including capital assets, infrastructure assets, and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period earned while expenses are recognized in the period the liability is incurred, regardless of the timing of the related cash flows.

Governmental Fund Financial Statements consist of Balance Sheet and Statement of Revenue, Expenditures and Changes in Fund Balance for all major governmental funds and non-major funds aggregated. These statements are presented on the "*current financial resources*" measurement focus and the modified accrual basis of accounting. Accordingly, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Revenues are recognized when received in cash, except for revenues subject to accrual (generally 60 days after year-end) are recognized when due.

The Town reports the following major **Governmental Funds**:

- The **General Fund** is the general operating fund of the Town. It is used to account for all financial resources except those required to be accounted for in another fund. When both committed and unassigned resources are available for use, it is the Town's policy to use the committed resources first, then the unassigned resources as they are needed.

- The **Conservation Trust Fund** is a special revenue fund used to account for revenues derived primarily from intergovernmental revenues (Colorado Lottery) and earnings on investments. The use of these funds is legally restricted to the following activities: acquisition, development and maintenance of new conservation sites or for capital improvements or maintenance for recreation purposes on any public site (parks, trails, sports facilities, arenas or community centers).

The Town reports the following major **Proprietary Fund**:

- **Water Fund** is used to account for the water use fees and the expenses associated with providing water services to Town residents.

The Town does not report any **Fiduciary Funds.**

Required supplementary information includes Management's Discussion and Analysis which includes an analytical overview of the Town's financial activities and budgetary comparison schedules are presented for all funds that compare the adopted and modified budget with actual results.

Deferred Outflows/Inflows of Resources

In addition to assets and liabilities, the statement of net position will sometimes report a separate section for deferred outflows of resources and deferred inflows of resources. These separate financial statement elements represent a consumption or acquisition of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expense) or an inflow of resources (revenue) until that time.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Deferred Outflows/Inflows of Resources (continued)

Lease-related amounts are recognized at the inception of the lease. The right of use asset is initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payments made prior to the lease term, less incentives, and ancillary charges necessary to place the lease into service. The right-to-use assets are amortized on a straight-line basis over the lease term.

Leases

The Town recognizes and measures its leases in accordance with GASB Statement No 87, *Leases*. The Town is a lessee of multiple pieces of equipment subject to mutual covenants and conditions. The Town determines if an arrangement is a lease, or contains a lease, at inception of a contract and when the terms of an existing contract are changed. The Town recognizes a right-to-use asset and lease liability at the commencement date of the lease.

The Town has elected, for all underlying classes of assets, to not recognize right-to-use assets and lease liabilities for short-term leases that have a lease term of 12 months or less at lease commencement, and do not include an option to purchase the underlying asset that the Town is reasonably certain to exercise. The Town recognize lease cost association with short-term leases on a straight-line basis over the lease term.

Beginning January 1, 2022, right-of-use asset and lease liability have been presented.

Budgets and Budgetary Accounting

An annual budget and appropriation resolutions is adopted by the Town in accordance with the Colorado State Statutes. The budget for all funds is prepared on a basis consistent with GAAP, except that for proprietary fund, bond and loan proceeds are treated as other financing sources and debt service principal payments and capital outlays are treated as expenditures.

Budgeted amounts are as originally adopted or as increased by supplemental appropriations. Budget appropriations lapse at year-end. Budgetary comparisons with actual revenues and expenditures are included as required supplemental information for the General and Conservation Trust funds and as other supplemental information for the Water Fund. The following is a summary of the original, total revisions and revised budgets for those funds with amended budgets in year 2024:

Governmental Funds	Original Budget	Total Revisions	Revised Budget
General Fund	$ 2,540,807	$ -	$ 2,540,807
Conservation Trust Fund	55,000	-	55,000
Business-Type:			
Water Fund	323,085	-	323,085
Total	**$ 2,918,892**	**$ -**	**$ 2,918,892**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Budgets and Budgetary Accounting (continued)

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

- On or before August 25, the Weld County Assessor submits to the Town the new assessed valuation and other amounts needed to compute the statutory property tax revenue limit.
- On or before October 15, the Budget Committee submits to the Town Board of Trustees a proposed operating budget for the following fiscal year commencing January 1. The budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted to obtain taxpayer comments.
- On or before December 15, the Town certifies the mill levy to the Board of County Commissioners.
- On or before December 22, the Board of County Commissioners certifies the levy against the assessed valuation on all taxable properties.
- Prior to December 31, the Town legally adopts the budget.

Designated for Subsequent Year's Expenditures

Designated fund balance/net position is the portion of the fund balance/net position that is appropriated in the succeeding year's budget.

Compensated Absences

The Town reports compensated absences in accordance with the provisions of GASB Statement No. 101, *Compensated Absences*. The Town allows employees to accumulate unused vacation and sick benefits up to certain maximum hours. A liability is accrued for compensated absences as the benefits are earned if the leave is more likely than not be used for time off or settled in cash. Accrued compensated absences are recognized as expenses when earned by the employees for the government-wide financial statements and the proprietary fund financial statements. Compensated absences are recognized as expenditures when paid in the governmental fund financial statements. Upon termination of employment from the Town, an employee will be compensated for all accrued vacation time at their current rate of pay, there is no payment for sick leave upon termination.

Compensated absences liabilities are computed using the regular pay and termination pay rates, as applicable, in effect at year end plus an additional amount for salary-related payments such as Social Security and Medicare taxes and Statewide Retirement Plan contributions computed using rates in effect at that date. The Town has recorded a liability of $18,097 at December 31, 2024.

Cash and Cash Equivalents

The Town considers all highly liquid financial instruments with maturities of three months or less to be cash equivalents.

The Town pools cash resources of its various funds to facilitate the management of cash. Cash applicable to a particular fund is readily identifiable. The balance in the pooled cash accounts is available to meet current operating requirements. Cash in excess of current requirements is invested in various interest-bearing securities and disclosed as part of the Town's investments.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Restricted Cash and Investments

The Town is required to set aside certain resources for the repayment of the Water Fund bonded debt. (See Note 9 for further discussion)

Investments

Investments are carried at fair value plus accrued interest with net appreciation or depreciation on investments included in earnings on investments. (See Note 3 for further discussion)

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Capital Assets

Capital assets, which include land, buildings and improvements, equipment, and infrastructure assets, are reported in the governmental-wide financial statements. The Town records its property and equipment at historical cost. Contributed capital assets are valued at their estimated fair value on the date donated. Maintenance and repairs are charged to current period operating expenses, whereas additions and improvements are capitalized. Upon retirement or other disposition of property and equipment, the costs and related accumulated depreciation are removed from the respective accounts and any gains or losses are included in operations. Interest costs relating to construction are capitalized. During year ended December 31, 2024, no interest was capitalized. The Town's capitalization level is $2,500 for capital assets with a useful life greater than one year.

Depreciation is computed using the straight-line method over the following estimated useful lives:

	Years
Buildings and improvements	20 to 40
Furniture and equipment	5 to 10
Utility systems	15 to 50
Land improvements	20 to 40

Use of Estimates

The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

Receivables

Receivables are considered fully collectible and therefore are reported at their gross value.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Equity - Net Position

For government-wide presentation purposes, 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.

Equity - Fund Balance

In the governmental funds, fund balances should be reported in classifications that comprise a hierarchy based on the extent to which the government is bound to honor constraints on the specific purposes for which spending can occur. Governmental funds report up to five classifications of fund balance: nonspendable, restricted, committed, assigned, or unassigned. The following classifications describe the relative strength of spending constraints:

(1) ***Nonspendable Fund Balance*** – the portion of fund balance that cannot be spent because it is either not in spendable form (such as prepaid amounts or inventory) or legally or contractually required to be maintained intact.

(2) ***Restricted Fund Balance*** – the portion of fund balance that is constrained to be used for a specific purpose by external parties (creditors, grantors, or contributors), enabling legislation or constitutional provisions.

(3) ***Committed Fund Balance*** – the portion of fund balance that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making, the Town Board. The constraint may be removed or changed only through formal action of the Town's Board through approval of resolutions.

(4) ***Assigned Fund Balance*** – the portion of fund balance that is constrained by the government's intent to be used for specific purposes, but is neither restricted nor committed. Intent is expressed by the Town Board to be used for a specific purpose. Constraints imposed on the use of assigned amounts are more easily removed or modified than those imposed on amounts that are classified as committed.

(5) ***Unassigned Fund Balance*** – the residual portion of fund balance that does not meet any of the criteria described above. Negative unassigned fund balance in other governmental funds represents excess expenditures incurred over the amounts restricted, committed, or assigned to those purposes.

If more than one classification of fund balances is available for use when an expenditure is incurred, it is the Town's practice to use the most restrictive classification first.

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Article X, Section 20, of the Colorado Constitution Amendment contains several limitations, including revenue raising, spending abilities and other specific requirements of state and local governments. The Amendment is complex and subject to judicial interpretation. The Town believes that it is in compliance with the requirements of the Amendment. However, the Town has made certain interpretations of the Amendment's language in order to determine its compliance.

The Amendment excludes from its provision enterprises. Enterprises, defined as government-owned businesses authorized to issue revenue bonds and receiving less than ten percent of their annual revenue in grants from all state and local governments combined, are excluded from the provisions of the Amendment.

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (CONTINUED)

Fiscal year spending and revenue limits are determined based on the prior years' spending adjusted for inflation and local growth. Revenue in excess of the limit must be refunded unless the voters approve retention of such revenue. On April 5, 1994, voters approved a referendum regarding the Town's retention of revenues collected in excess of the fiscal spending limits for 1993, also to be effective for all years thereafter.

On November 4, 2008, voters approved to allow the Town to maintain its operating mill levy at 13.810 mills in 2008 (for 2009 collection) and all years thereafter, qualifying as a TABOR voter approved revenue change and, if applicable, an authorized exception to the statutory 5.5% tax revenue growth limitation. Considering the above interpretation of TABOR, the governing board believes that it is in compliance with its fiscal requirements for the years December 31, 2024.

The Amendment requires that emergency reserves be established. The reserves must be at least three percent of the fiscal year spending (excluding bonded debt service). The Town is not allowed to use the emergency reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases. The Town has restricted $40,814 for this purpose.

NOTE 3 - CASH DEPOSITS AND INVESTMENTS

Cash deposits and investments are reported in the financial statements as follows:

	Governmental Activities	Business-Type Activities	Total
Cash and cash equivalents	$ 794,937	$ -	$ 794,937
Cash with county treasurer	2,334	-	2,334
Cash in savings	53,666	-	53,666
Investments:			
Local government investment pools	1,519,816	14,361	1,534,177
Restricted:			
Cash and cash equivalents	-	-	-
Local government investment pools	-	104,113	104,113
Total	**$ 2,370,753**	**$ 118,474**	**$ 2,489,227**

Cash deposits and investments consist of the following:

	Governmental Activities	Business-Type Activities	Total
Cash on hand and deposit	$ 2,334	$ -	$ 2,334
Bank accounts	848,603	-	848,603
Investments	1,519,816	118,474	1,638,290
Total	**$ 2,370,753**	**$ 118,474**	**$ 2,489,227**

Cash Deposits

As of December 31, 2024, the carrying amount of the Town's deposits was $848,603 and the corresponding bank balance was $810,160.

NOTE 3 - CASH DEPOSITS AND INVESTMENTS (CONTINUED)

Custodial Credit Risk is the risk that, in the event of the failure of a bank failure, the government's deposits may not be returned to it. Town bank accounts at year-end were entirely covered by federal depository insurance or by eligible collateral maintained by another financial institution or held by the Town's custodial banks in its name under provisions of the Colorado Public Deposit Protection Act (CPDPA). The CPDPA requires financial institutions to pledge collateral having a market value of at least 102% of the aggregate uninsured deposits.

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

Investments

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which a political subdivision may invest, which include:

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

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

	S&P	Investment Maturities in Years				
	Rating	Less than 1	1 to 5	6 to 10	More than 10	Total
Local govt investment pools	AAAm	$ 1,638,290	$ -	$ -	$ -	$ 1,638,290
Total		**$ 1,638,290**	**$ -**	**$ -**	**$ -**	**$ 1,638,290**

The Town's policy is to hold investments until maturity and to invest its funds in a manner which will provide for the highest investment return consistent with the preservation of principal and provision of the liquidity necessary for daily cash flow demands.

Interest Rate Risk is the risk that changes in interest rate will adversely affect the fair value of an investment. The Town investment portfolio does not contain investments that exceed the five-year limitation imposed by Colorado Statutes.

Credit Risk is the risk that an issuer or other counterparts to an investment in debt securities will not fulfill its obligations to the Town. The Town's investment policy follows Colorado Revised Statues.

Concentration of Credit Risk is the risk of loss attributed to the magnitude of a Town's investment in a single issuer. The Town has no such policy limiting how much can be with one financial institution.

NOTE 3 - CASH DEPOSITS AND INVESTMENTS (CONTINUED)
Investments (continued)
Custodial Credit Risk is the risk that, in the event of the failure of the issuer or counterparty, the Town will not be able to recover the value of its investment or related collateral securities that are in the possession of an outside party. The Town had custodial credit risk for its investments at December 31, 2024.

Local Governmental Investment Pools, the Town had investments in the Colorado Local Government Liquid Asset Trust (COLOTRUST), a local government investment pool, comprised of two funds: COLOTRUST PRIME and COLOTRUST PLUS+. Prime invests only in U.S. Treasury and government agencies, while Plus invests in U.S. Treasury, government agencies and in the highest-rated commercial paper. Both investment pools are rated AAAm by S&P Global Ratings and operate similar to a money market fund with a share value equal to $1.00 and a maximum weighted average maturity of 60 days. As an investment pool, COLOTRUST operates under the Colorado Revised Statutes (24-75-701) and is overseen by the Colorado Securities Commissioner. The Trust is exempt from registration with the Securities and Exchange Commission. For more information on COLOTRUST call (303) 864-7474 or go to www.colotrust.com.

Fair Value of Investments, the Town categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value measurements must maximize the use of observable inputs and minimize the use of unobservable inputs. There are three levels of inputs that may be used to measure fair value, as follows:

> *Level 1*: Observable inputs that reflect quoted prices (unadjusted) for identical assets or liabilities in active markets.
>
> *Level 2*: Inputs other than quoted prices in Level 1 that are observable for the asset or liability either directly or indirectly.
>
> *Level 3*: Unobservable inputs that cannot be corroborated by observable market data.

The Town's investment in COLOTRUST is measured at net asset value, equal to $1.00 per share. There are no unfunded commitments, the redemption frequency is daily, and there is no redemption notice period. There is not an investment component to be valued under GASB Statement 72, *Fair Value Measurement and Application*.

NOTE 3 - CASH DEPOSITS AND INVESTMENTS (CONTINUED)

Investment Income

Investment income, is reported in the financial statements as follows:

	Governmental Activities	Business-Type Activities	Total
Interest income	$ 78,534	$ 5,975	$ 84,509
Net increase (decrease) in the fair value of investments	-	-	-
Total	**$ 78,534**	**$ 5,975**	**$ 84,509**

The net increase (decrease) in the fair value of investments represents the difference in fair value from one year to the next.

NOTE 4 - PROPERTY TAXES RECEIVABLE

Under Colorado law, all property taxes become due and payable in the calendar year following that in which they are levied. Property taxes levied by the General Fund in the current year, 2024, to be collected in the subsequent year, 2025, are accrued as a receivable as of December 31, 2024 and offset by deferred revenue account.

The Town's property tax calendar is as follows:

Lien Date	January 1, 2024
Levy Date	November 1, 2024
Tax bills mailed	January 1, 2025
First installment due	February 28, 2025
Second installment due	June 15, 2025
If paid in full, due	April 30, 2025
Tax sale – 2023 delinquent property tax	November 15, 2025

NOTE 5 – CAPITAL ASSETS

The following is a summary of capital assets for the Governmental Activities as of December 31, 2024:

Governmental Activities	Beg Balance	Additions	Retirements	End Balance
Capital Assets, not being depreciated:				
Land	$ 3,929	$ -	$ -	$ 3,929
Construction in progress	-	-	-	-
Total Capital Assets, not being depreciated	**3,929**	**-**	**-**	**3,929**
Capital Assets, being depreciated:				
Buildings and improvements	393,096	-	-	393,096
Land improvements	374,746	-	-	374,746
Machinery and equipment	552,047	35,176	(7,000)	580,223
Total Capital Assets, being depreciated	**1,319,889**	**35,176**	**(7,000)**	**1,348,065**
Less: Accumulated Depreciation for:				
Buildings and improvements	(232,525)	(17,101)	-	(249,626)
Land improvements	(236,254)	(21,992)	-	(258,246)
Machinery and equipment	(394,282)	(54,086)	2,450	(445,918)
Total Accumulated Depreciation	(863,061)	(93,179)	2,450	(953,790)
Total Capital Assets, being depreciated - Net	**456,828**	**(58,003)**	**(4,550)**	**394,275**
Right-to-Use Assets, being amortized				
Machinery and equipment	320,907	-	-	320,907
Total Right-to-Use Assets, being amortized	**320,907**	**-**	**-**	**320,907**
Less: Accumulated Amortizationfor:				
Machinery and equipment	(88,250)	(32,091)	-	(120,341)
Total Accumulated Amortization	(88,250)	(32,091)	-	(120,341)
Total Right-to-Use Assets, being amortized - Net	**232,657**	**(32,091)**	**-**	**200,566**
Capital Assets - Net	**$ 693,414**	**$ (90,094)**	**$ (4,550)**	**$ 598,770**

Depreciation expense was charged to governmental activities as follows:	
General government	$ 10,491
Public safety	43,691
Public works	32,218
Health and welfare	-
Culture and recreation	6,779
Total Depreciation Expense	**$ 93,179**
Amortization expense was charged to governmental activities as follows:	
General government	$ -
Public safety	-
Public works	32,091
Health and welfare	-
Culture and recreation	-
Total Amortization Expense	**$ 32,091**

NOTE 5 – CAPITAL ASSETS (CONTINUED)

The following is a summary of capital assets for the Business-Type Activities as of December 31, 2024:

Business-Type Activities	Beg Balance	Additions	Retirements	End Balance
Capital Assets, not being depreciated:				
Land	$ 29,656	$ -	$ -	$ 29,656
Water rights	3,037,500	-	-	3,037,500
Construction in progress	-	-	-	-
Total Capital Assets, not being depreciated	**3,067,156**	**-**	**-**	**3,067,156**
Capital Assets, being depreciated:				
Water system	4,017,429	28,434	-	4,045,863
Machinery and equipment	77,506	-	-	77,506
Total Capital Assets, being depreciated	**4,094,935**	**28,434**	**-**	**4,123,369**
Less: Accumulated Depreciation for:				
Water system	(1,287,680)	(90,171)	-	(1,377,851)
Machinery and equipment	(49,820)	(7,798)	-	(57,618)
Total Accumulated Depreciation	(1,337,500)	(97,969)	-	(1,435,469)
Total Capital Assets, being depreciated - Net	**2,757,435**	**(69,535)**	**-**	**2,687,900**
Right-to-Use Assets, being amortized				
Machinery and equipment	-	-	-	-
Total Right-to-Use Assets, being amortized	**-**	**-**	**-**	**-**
Less: Accumulated Amortization for:				
Machinery and equipment	-	-	-	-
Total Accumulated Amortization	-	-	-	-
Total Right-to-Use Assets, being amortized - Net	**-**	**-**	**-**	**-**
Capital Assets - Net	**$ 5,824,591**	**$ (69,535)**	**$ -**	**$ 5,755,056**

Depreciation expense was charged to Business-Type Activities as follows:	
Water fund	$ 97,969
Total Depreciation Expense	**$ 97,969**
Amortization expense was charged to Business-Type Activities as follows:	
Water fund	$ -
Total Amortization Expense	**$ -**

NOTE 6 - INTERFUND RECEIVABLES AND PAYABLES AND INTERFUND TRANSFERS

A summary of inter-fund activities at December 31, 2024 and for the year end ended is as follows:

	Interfund Receivable	Interfund Payable	Transfers In	Transfers Out
Governmental Activities				
General Fund	$ 219,635	$ -	$ -	$ -
Conservation Trust Fund	-	-	-	-
Total Governmental Activities	219,635	-	-	-
Business-Type Activities				
Water Fund	-	219,635	-	-
Total Business-Type Activities	-	219,635	-	-
Total	**$ 219,635**	**$ 219,635**	**$ -**	**$ -**

NOTE 7 – LONG-TERM OBLIGATIONS

Direct Borrowings - Note Payable – CWRPDA

On December 9, 2011, the Town executed a loan through the Drinking Water Revolving Fund Disadvantaged Communities Program with the Colorado Water Resources and Power Development Authority (CWRPDA) in the amount of $2,424,000 with $2,000,000 being in the form of Principal Forgiveness. The loan proceeds will be used for upgrades to the water system. The terms of the loan require a payment of $1,366 on November 1, 2012, which include interest from December 9, 2011. Beginning May 1, 2013, bi-annual payments of $8,296 are required, including interest at a 1.00% annual rate, with final payment due May 1, 2042. Both the principal and interest thereon are payable solely from net revenues (gross revenues less operations and maintenance expenses) of the water distribution system.

The Town irrevocably pledged and granted a lien upon the source of repayment of this loan; Net Revenue, meaning the Gross Revenue after deducting the Operation and Maintenance expenses for the punctual payment of the principal and the interest on the loan, and all other amounts due under this Loan Agreement and the Governmental Agency Bond according to their respective terms. The loan may be prepaid in whole or in part without penalty upon prior written notice of not less than thirty (30) days to the Authority. Prepayments shall be applied to principal on the loan. The Authority will amend loan repayment schedule to reflect any prepayment of principal amount of the loan.

The Note shall be in default under this agreement upon certain events or conditions. Upon such default, the outstanding principal and interest, at the option of CWRPDA and the Governmental Agency Bond, may at once, become due and payable and said collateral be sold in the same manner and with the same effect as if said indebtedness had matured.

The balance due on direct borrowings from Colorado Water Resources and Power Development Authority as of December 31, 2024 is $265,780.

Lease Obligations

The Town leases machinery and equipment under non-cancelable leases expiring at various dates that meet the criteria for capitalization. These lease obligations are financed with General Fund resources.

NOTE 7 – LONG-TERM OBLIGATIONS (CONTINUED)

Lease Obligations (continued)

- **John Deere Motor Grader -** On April 14, 2021, the Town entered into a lease-purchase agreement for a 2021 John Deere 672GP Motor Grader and V plow. The agreement provides for a five-year lease in the principal amount of $177,334 at an annual effective interest rate of 5.86%, with a purchase option of $150,955 at the end of the lease term. The first payment of $2,956 is due on January 21, 2022, with monthly lease payment thereafter until December 21, 2026.

- **Ford Police Interceptor -** On April 30, 2021, the Town entered into a lease-purchase agreement for a 2020 Ford Police Interceptor Utility with equipment. The agreement provides for a five-year lease in the principal amount of $52,872 at an annual effective interest rate of 5.99%, with a bargain purchase option of $1 at the end of the lease term. The first payment of $11,839 was due on April 30, 2021, with annual lease payment thereafter until April 30, 2025. During 2023, the Town made additional payments and exercised the purchase option.

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2024 are as follows:

Year Ending	Principal	Interest	Total
2025	$ 24,634	$ 10,092	$ 34,726
2026	161,652	3,772	165,424
2027	-	-	-
2028	-	-	-
2029	-	-	-
Thereafter	-	-	-
Total	**$ 186,286**	**$ 13,864**	**$ 200,150**

Other Debt and Line of Credit

The Town has no other debt or unused lines of credit.

Changes in Long-Term Obligations

	Beg Balance	Additions	Reductions	End Balance	Due Within One Year
Governmental Activities:					
Compensated absences	$ 8,852	$ 9,245 *	$ -	$ 18,097	$ -
Lease liability	209,521	-	(23,235)	186,286	24,634
Total Governmental Activities	218,373	9,245	(23,235)	204,383	24,634
Business-Type Activities:					
DWRF 2011 loan payable	279,611	-	(13,831)	265,780	13,970
Total Business-Type Activities	279,611	-	(13,831)	265,780	13,970
Total	**$ 497,984**	**$ 9,245**	**$ (37,066)**	**$ 470,163**	**$ 38,604**

*The change in the compensated absences is presented as a net change. The Town believes that the current portion of compensated absences is negligible and is therefore not reported.

NOTE 8 – DEBT SERVICE REQUIREMENTS

Summary of debt service requirements with principal and interest to maturity:

Payment Dates	CWRPDA Loan 2011 Principal	CWRPDA Loan 2011 Interest	Annual Principal & Interest
2025	$ 13,970	$ 2,623	$ 16,593
2026	14,110	2,483	16,593
2027	14,251	2,342	16,593
2028	14,394	2,199	16,593
2029	14,539	2,054	16,593
2030-2034	74,909	8,056	82,965
2035-2039	78,740	4,225	82,965
2040-2042	40,867	656	41,523
Total	**$ 265,780**	**$ 24,638**	**$ 290,418**

NOTE 9 – DEBT SERVICE COMPLIANCE AND ACCOUNTABILITY

Restricted Assets and Net Position

Certain resources set aside for the repayment of Water Fund bonded debt are classified as "restricted" on the Statement of Net Position because their use is limited by applicable bond covenants. The "revenue bond operations and maintenance" account is used to report resources set aside to subsidize potential deficiencies from the Town's operation that could adversely affect debt service payments. The "revenue bond payment" account is used to segregate resources accumulated for debt service payments as they come due.

The Town's bond covenants require certain restrictions of the Water Fund net position. The restricted portions as of December 31, 2024:

Restricted for revenue bond operations and maintenance	$ 43,503
Restricted for revenue bond payment	60,610
Total Restricted Net Position	**$ 104,113**

The balance of the Town's restricted asset accounts as of December 31, 2024:

Restricted for revenue bond operations and maintenance	$ 43,503
Restricted for revenue bond payment	60,610
Total Restricted Assets	**$ 104,113**

Rate Maintenance

The Town is required to establish, maintain and enforce rates and charges for services rendered by the water distribution system to create revenue sufficient to pay maintenance and operations expenses of the system and to cover 1.10 times the annual debt service of the existing Water Fund revenue debt. The calculation for system payment requirements due in 2024 is computed as follows:

NOTE 9 – DEBT SERVICE COMPLIANCE AND ACCOUNTABILITY (CONTINUED)
Rate Maintenance (continued)

Net Revenues:			
Operating revenue		$	240,267
Earnings on investments			5,975
Total Revenues			246,242
Less: Operating expenses (excluding depreciation)			(227,476)
Net Revenues			18,766
Debt Service Requirements:			
Colorado Water Resources and Power Development Authority			16,593
Debt service requirements times 1.10	x		1.10
Total Debt Service Requirements			18,252
Net Revenues over Requirements		**$**	**514**

The Town was in compliance with the debt service requirements in 2024.

NOTE 10 - RISK MANAGEMENT
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 subcontractors; and natural disasters.

For risks related to property and liability and worker's compensation, the Town is a member of the Colorado Intergovernmental Risk Sharing Agency (CIRSA), a separate and independent governmental and legal entity form by intergovernmental agreement by member municipalities pursuant to the provision of 24-10-115.5, Colorado Revised Statutes (1982 Replacement Volume) and Colorado Constitution, Article XIV, Section 18(2). The purposes of CIRSA are to provide members defined liability and property coverage and to assist members to prevent and reduce losses and injuries to municipal property and to persons or property which might result in claims being made against members of CIRSA, their employees or 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 losses, 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 coverage at reasonable costs.

All income and assets of CIRSA shall be at all time 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 ability to significantly affect the operations of the unit. The Town has not significantly changed its insurance coverage over the past three years, nor have any settlements exceeded coverage during the same period.

The Town purchases commercial insurance for all items not covered by CIRSA. Settled claims for these risks have not exceeded insurance coverage the past three years.

NOTE 11 – CONTINGENCIES
In the opinion of the Town's management and counsel, there is no material pending or threatened litigation, claims, and assessments. Furthermore, the Town's management and counsel are unaware of any unasserted possible claims or assessments that are probable of assertion and must be disclosed as of December 31, 2024.

NOTE 12 – STATEWIDE RETIREMENT PLAN

Plan Description

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

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

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

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

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

The Plan is administered by the Fire and Police Pension Association of Colorado (FPPA). FPPA issues a publicly available annual comprehensive financial report that can be obtained on FPPA's website at: http:/www.fppaco.org. The Town enrolls all full-time police officers in the Plan.

Benefits

The FPPA Board of Directors may change the retirement age on an annual basis, depending upon the results of the actuarial valuation and other circumstances. The Normal Retirement Age should not be less than age 55 or more than age 60. Any member with at least 25 years of service may retire at any time after age 55 and shall be eligible for a normal retirement pension. Members with a combined age and years of service totaling 80 or more, with a minimum age of 50 also qualify for a normal retirement pension.

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

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

NOTE 12 – STATEWIDE RETIREMENT PLAN (CONTINUED)

Benefits (continued)

The annual normal retirement benefit for the Defined benefit Component is 2 percent of the average of the member's highest 3 years' base salary for each year of credited service up to ten years, plus 2.5 percent of the average of the members' highest 3 years' base salary for each year of service thereafter.

Beginning January 1, 2007, the annual normal retirement benefit for the Social Security Component is 1.0 percent of the average of the members' highest 3 years base salary for each year of credited service up to 10 years plus 1.25 percent of the average of the member's highest 3 years' base salary for each year thereafter. Prior to 2007, the benefit for members of the Social Security Component will be reduced by the amount of social security income the member receives annually, calculated as if the social security benefit started as of age 62.

The annual retirement benefit of the Hybrid Defined Benefit Component is 1.9 percent of the average of the member's highest 3 years' base salary for each year of credited service through December 31, 2022 and 1.5 percent of the average of the member's highest 3 years of base salary for each year of credited service after January 1, 2023.

Benefits paid to retired members and beneficiaries may be increased annually on October 1 via cost-of-living adjustment (COLA). COLAs may be compounding or non-compounding. The increase in benefits, if any, is bases on the FPPA Board of Director's discretion. Compounding COLAs can range from 0 percent to the higher of 3 percent or the Consumer Price Index for Urban Wage Earners and Clerical Workers. Non-compounding COLAs take into consideration the investment returns, compounding COLAs and other economic factors. COLAs may begin once the retired member has been receiving retirement benefits for at least 12 calendar months prior to October 1.

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

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

Plan Contributions

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

Contribution rates at December 31, 2023 are as follows:

	Member	Employer	Total
Defined Benefit Component	12.00%	9.50%	21.50%
Statewide Death and Disability Plan (SWD&D)	1.80%	1.80%	3.60%
	13.80%	11.30%	25.10%

Member contributions will increase 0.5% annually through 2022 to a total of 12.0% of base salary.
Employer contributions will increase 0.5% annually beginning in 2021 through 2030 to a total of 13.0% of base salary.

NOTE 12 – STATEWIDE RETIREMENT PLAN (CONTINUED)

Plan Contributions (continued)

Contribution rates for members and employers of affiliated social security employers:

	Member	Employer	Total
Statewide Defined Benefit Plan (SWBD)	6.00%	4.75%	10.75%
Statewide Death and Disability Plan (SWD&D)	1.80%	1.80%	3.60%
	7.80%	6.55%	14.35%

Member contributions to SWBD will increase 0.25% annually through 2022 to a total of 6.0% of base salary. Employer contributions to SWBD will increase 0.25% annually beginning in 2021 through 2030 to a total of 6.5% of base salary.

The Hybrid Defined Benefit Component and Money Purchase Component members and their employers are currently each contributing at the rate determined by the individual employer. Effective January 1, 2023, the employers and member minimum contribution rates will increase by 0.125 percent annually until they reach a minimum rate of 9 percent each and at least a combined rate of 18 percent by 2030. In 2023, the total minimum combined member and employer contribution rate was 16.25 percent.

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

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

Pension Liability (Asset)

At December 31, 2024, the Town reported $0 for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of December 31, 2023, and the total net pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Town's proportion of the net pension liability was based on the Town's share of contributions relative to the contributions of all participants.

Deferred Outflows/Inflows of Resources by Source

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows/ (Inflows) of Resources
Pension contributions subsequent to measurement date	$ 20,751	$ -	$ 20,751
Difference between expected and actual experiences	28,736	1,381	27,355
Assumption changes	16,668	-	16,668
Net difference between projected and actual earnings on pension plan investments	20,630	-	20,630
Total	**$ 86,785**	**$ 1,381**	**$ 85,404**

The $20,751 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2023.

NOTE 12 – STATEWIDE RETIREMENT PLAN (CONTINUED)

Deferred Outflows/Inflows of Resources by Year to be recognized in Future

Year Ending December 31	Net Deferred Outflows/ (Inflows) of Resources
2024	$ 11,157
2025	16,481
2026	23,563
2027	3,201
2028	3,950
Thereafter	6,301
Total	**$ 64,653**

Actuarial Assumptions

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

	Total Pension Liability	Actuarial Determined Contributions
Actuarial Valuation Date	January 1, 2024	January 1, 2023
Actuarial method	Entry Age Normal	Entry Age Normal
Amortization method	N/A	N/A
Amortization period	N/A	N/A
Long-term investment rate of return *	7.00%	7.00%
Projected salary increases *	4.25% - 11.25%	4.25% - 11.25%
Cost of living adjustments (COLA)	0.00%	0.00%
* Includes inflation at	2.50%	2.50%

For determining the total pension liability, the post-retirement mortality tables for non-disabled retires 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.

Investments

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, 2018 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, 2019. The actuarial assumptions impact actuarial factors for benefit purposes such as purchases of service credit and other benefits where actuarial factors are used.

The FPPA Board Members serve as the fiduciaries for the Funds and are responsible for the investment of the Funds, or the selection of investment options available to defined contribution, deferred compensation and self-directed DROP plan members. As fiduciaries, the FPPA Board Members are required to discharge their duties solely in the interest of fund participants and beneficiaries. The Board has established investment policies and allocates assets, or selects investment options, based upon member characteristics, plan provisions, and the financial requirements of the Funds, in addition to considering the risk/reward trade-offs of various investments.

NOTE 12 – STATEWIDE RETIREMENT PLAN (CONTINUED)

Investments (continued)

The Association has established long range statements of investment objectives and policies for managing and monitoring the Funds. The investment policies establish investment objectives and define the responsibilities of the fiduciaries with respect to the Funds, their investment authority under Colorado law, the level of acceptable risk for investments, investment allocation targets, investment performance objectives, and guidelines within which outside investment managers must operate.

The assets in the Fire & Police Members' Benefit Investment Fund are managed primarily by professional investment management firms. Similarly, investment options offered to defined contribution and deferred compensation plan members are typically pooled investment vehicles managed by professional money managers.

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 plans target asset allocation as of December 31, 2023 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	35.0%	8.33%
Equity Long/Short	6.0%	7.27%
Private Markets	34.0%	10.31%
Fixed Income - Rates	10.0%	5.35%
Fixed Income - Credit	5.0%	5.89%
Absolute Return	9.0%	6.39%
Cash	1.0%	4.32%
Total	**100.0%**	

Discount Rate

Projected benefit payments are required to be discounted to their actuarial present values using a single discount rate that reflects 1) a long-term expected rate of return on pension plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits) and 2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the plan's projected fiduciary net position is not sufficient to pay benefits). The long-term expected rate of return on pension plan investments is 7.00%; the municipal bond rate is 3.77% (based on the weekly rate closest to but not later than the measurement date of the "state & local bonds" rate from Federal Reserve statistical release (H.15)); and the resulting Single Discount Rate is 7.00%.

NOTE 12 – STATEWIDE RETIREMENT PLAN (CONTINUED)

Sensitivity to Single Discount Rate Assumption

The following presents the Town's proportionate share of the net pension liability / (asset), calculated using a Single Discount Rate of 7.00%, as well as what the Town's plan's net pension liability / (asset) would be if it were calculated using a Single Discount Rate that is 1 percent lower or 1 percent higher:

	1% Decrease **6.00%**	Current Rate **7.00%**	1% Increase **8.00%**
Pension Plan's Net Pension Liability / (Asset)	**$ 84,611**	**$ -**	**$ -**

Pension Plan Fiduciary Net Position

Detailed information about FPPA's plan fiduciary net position is available in the separately issued comprehensive annual financial report of the FPPA plan.

NOTE 13 – SHORT-TERM DEBT

The Town had no short-term debt obligations and had no borrowing during the year ending December 31, 2024.

	Beg Balance	Additions	Reductions	End Balance
Short-Term Debt	$ -	$ -	$ -	$ -
Total	**$ -**	**$ -**	**$ -**	**$ -**

Other Debt and Line of Credit

The Town has no other debt or unused lines of credit.

NOTE 14 – SUBSEQUENT EVENTS

The Town has evaluated events and transactions occurring subsequent to the end of the fiscal year for potential recognition or disclosure through July 3, 2025, the date on which the financial statements were issued, and did not identify any events or transactions that would have a material impact on the financial statements.

REQUIRED SUPPLEMENTAL INFORMATION

TOWN OF NUNN, COLORADO

Schedule of Revenues

*Budget to Actual - **General Fund***

Year Ended December 31, 2024

With Comparative Actual Amounts For the Year Ended December 31, 2023

	2024				
	Original Budget	Final Budget	**Actual**	Variance - Favorable (Unfavorable)	**2023** Actual
Taxes:					
General property taxes	$ 253,599	$ 253,599	**$ 281,034**	$ 27,435	$ 226,533
Senior/veterans property taxes	2,124	2,124	**1,976**	(148)	2,062
General sales taxes	335,372	335,372	**387,673**	52,301	576,332
Specific ownership taxes	13,000	13,000	**9,181**	(3,819)	9,722
General Use taxes	46,500	46,500	**64,203**	17,703	54,752
Other building use taxes	29,000	29,000	**65,399**	36,399	19,354
Franchise taxes	42,250	42,250	**30,474**	(11,776)	35,665
Interest on delinquent taxes	2,500	2,500	**932**	(1,568)	2,054
Cultivation excise tax	66,347	66,347	**144,580**	78,233	76,844
Total Taxes	790,692	790,692	**985,452**	194,760	1,003,318
Licenses and Permits:					
Business	1,800	1,800	**1,325**	(475)	1,480
Building permits	30,000	30,000	**38,879**	8,879	13,141
Dog licenses and other permits	675	675	**895**	220	800
Cultivation license	3,200	3,200	**4,500**	1,300	3,200
Manufacturing license	1,000	1,000	**-**	(1,000)	500
Liquor license	-	-	**-**	-	-
Total Licenses and Permits	36,675	36,675	**45,599**	8,924	19,121
Intergovernmental Revenues:					
Highway user's tax	37,823	37,823	**44,575**	6,752	38,280
Motor vehicle registration fees	4,150	4,150	**3,926**	(224)	3,751
Cigarette taxes	700	700	**979**	279	1,220
Severance tax	44,250	44,250	**33,696**	(10,554)	43,014
Weld county road and bridge apportionment	11,250	11,250	**5,729**	(5,521)	6,852
Total Intergovernmental Revenues	98,173	98,173	**88,905**	(9,268)	93,117
Charges for Services:					
Cemetery opening/closing fees	250	250	**1,900**	1,650	675
Cemetery lot sales	-	-	**3,000**	3,000	-
Zoning fees	-	-	**-**	-	-
Trash removal charges	52,000	52,000	**50,152**	(1,848)	47,910
Mowing and property cleaning	-	-	**-**	-	-
Park impact fee	800	800	**-**	(800)	200
Total Charges for Services	53,050	53,050	**55,052**	2,002	48,785
Fines and Forfeitures:					
Court fines	90,000	90,000	**22,349**	(67,651)	46,053
Citation surcharge	9,300	9,300	**5,602**	(3,698)	6,128
VIN inspections	350	350	**1,150**	800	450
Certified VIN inspections	175	175	**408**	233	-
Total Fines and Forfeitures	99,825	99,825	**29,509**	(70,316)	52,631
Miscellaneous Revenues:					
Earnings on investments	67,000	67,000	**75,201**	8,201	70,295
Other income	5,550	5,550	**27,455**	21,905	7,808
Contributions	-	-	**10**	10	48
Insurance proceeds	-	-	**-**	-	-
Debt service	-	-	**-**	-	-
Grants	1,335,220	1,335,220	**4,475**	(1,330,745)	17,409
Sale of assets	-	-	**6,000**	6,000	13,499
Total Miscellaneous Revenues	1,407,770	1,407,770	**113,141**	(1,294,629)	109,059
Total Revenues	$ 2,486,185	$ 2,486,185	**$ 1,317,658**	$(1,168,527)	$ 1,326,031

Schedule of Expenditures
Budget to Actual - ***General Fund***
Year Ended December 31, 2024
With Comparative Actual Amounts For the Year Ended December 31, 2023

	2024				
	Original Budget	Final Budget	**Actual**	Variance - Favorable (Unfavorable)	**2023** Actual
General Government:					
Legislative:					
Legal	$ 12,500	$ 12,500	**$ 13,758**	$ (1,258)	$ 12,435
Publishing	1,000	1,000	**54**	946	454
Total Legislative	13,500	13,500	**13,812**	(312)	12,889
Judicial:					
Legal	5,000	5,000	**3,500**	1,500	3,000
Municipal judge	4,500	4,500	**3,008**	1,492	2,037
Miscellaneous	500	500	**172**	328	-
Total Judicial	10,000	10,000	**6,680**	3,320	5,037
Elections:					
Elections	-	-	**-**	-	-
Election supplies	3,000	3,000	**1,455**	1,545	-
Total Elections	3,000	3,000	**1,455**	1,545	-
Administration:					
Salaries	112,060	112,060	**99,726**	12,334	96,126
Health insurance	15,300	15,300	**10,368**	4,932	6,480
Payroll taxes	28,350	28,350	**26,438**	1,912	8,777
Workers' compensation	247	247	**614**	(367)	882
Conferences and training	3,000	3,000	**1,760**	1,240	531
Audit	9,350	9,350	**9,725**	(375)	9,250
Insurance and bonds	11,362	11,362	**11,765**	(403)	14,482
Telephone	2,500	2,500	**2,278**	222	2,283
Vehicle expense	-	-	**-**	-	-
Supplies	7,500	7,500	**8,350**	(850)	8,145
Board pay	9,900	9,900	**5,350**	4,550	5,400
Postage	700	700	**730**	(30)	659
Office equipment	700	700	**1,309**	(609)	996
Computer support/maintenance	1,750	1,750	**1,555**	195	974
Bank service charges	10,000	10,000	**9,857**	143	7,558
Dues and subscriptions	2,750	2,750	**1,396**	1,354	2,821
Treasurer's fees	3,400	3,400	**2,839**	561	2,300
Capital outlay	-	-	**-**	-	-
Total Administration	218,869	218,869	**194,060**	24,809	167,664
Planning and Zoning:					
Ordinance codification	1,500	1,500	**1,206**	294	-
Planning	-	-	**-**	-	-
Engineering services	107,300	107,300	**311**	106,989	6,084
Total Planning and Zoning	108,800	108,800	**1,517**	107,283	6,084
Building:					
Salaries	16,224	16,224	**14,048**	2,176	14,631
Health insurance	1,500	1,500	**960**	540	960
Payroll taxes	-	-	**-**	-	1,160
Workers' compensation	1,015	1,015	**-**	1,015	-
Repairs and maintenance	10,000	10,000	**8,880**	1,120	12,263
Insurance and bonds	11,362	11,362	**10,619**	743	7,851
Utilities	18,500	18,500	**6,266**	12,234	9,402
Professional services	-	-	**-**	-	308
Capital outlay	-	-	**5,176**	(5,176)	16,701
Total Building	58,601	58,601	**45,949**	12,652	63,276
Total General Government	412,770	412,770	**263,473**	149,297	254,950

(continued on next page)

Schedule of Expenditures

Budget to Actual - ***General Fund (continued)***

Year Ended December 31, 2024

With Comparative Actual Amounts For the Year Ended December 31, 2023

	2024				
	Original Budget	Final Budget	Actual	Variance - Favorable (Unfavorable)	2023 Actual
Public Safety:					
Police:					
Salaries	$ 292,360	$ 292,360	**$ 245,141**	$ 47,219	$ 190,226
Health insurance	34,890	34,890	**36,038**	(1,148)	25,368
Payroll taxes	-	-	**-**	-	2,978
Workers' compensation	8,943	8,943	**3,374**	5,569	4,505
Retirement	23,000	23,000	**24,485**	(1,485)	16,216
Police protection fees	3,500	3,500	**12,619**	(9,119)	18,100
Conferences and training	6,165	6,165	**2,979**	3,186	1,576
Court fees	-	-	**-**	-	-
Jail costs	2,000	2,000	**-**	2,000	-
Insurance and bonds	20,000	20,000	**27,987**	(7,987)	18,182
Telephone	44,255	44,255	**27,920**	16,335	39,862
Gas, oil and service	19,000	19,000	**13,775**	5,225	10,838
Supplies	14,250	14,250	**11,806**	2,444	22,752
Miscellaneous	800	800	**112**	688	6,174
Capital outlay	293,000	293,000	**30,000**	263,000	-
Total Police	762,163	762,163	**436,236**	325,927	356,777
Building Inspections:					
Professional services	25,000	25,000	**28,474**	(3,474)	18,807
Total Building Inspections	25,000	25,000	**28,474**	(3,474)	18,807
Total Public Safety	787,163	787,163	**464,710**	322,453	375,584
Public Works:					
Highways and Streets:					
Salaries	85,000	85,000	**85,555**	(555)	83,201
Health insurance	10,300	10,300	**9,333**	967	9,427
Payroll taxes	-	-	**-**	-	6,598
Workers' compensation	9,500	9,500	**1,843**	7,657	7,350
Equipment maintenance	3,200	3,200	**2,976**	224	2,090
Insurance and bonds	11,362	11,362	**6,224**	5,138	6,058
Gas, oil and service	7,500	7,500	**4,075**	3,425	6,594
Tools	2,000	2,000	**661**	1,339	409
Supplies	7,500	7,500	**8,409**	(909)	7,913
Street lighting	12,500	12,500	**12,131**	369	11,132
Dust suppressant	20,500	20,500	**51,117**	(30,617)	17,371
Road base	20,000	20,000	**18,024**	1,976	-
Capital outlay	-	-	**-**	-	39,900
Total Highways and Streets	189,362	189,362	**200,348**	(10,986)	198,043
Sanitation:					
Trash removal	56,000	56,000	**63,108**	(7,108)	52,608
Total Sanitation	56,000	56,000	**63,108**	(7,108)	52,608
Total Public Works	245,362	245,362	**263,456**	(18,094)	250,651
Health and Welfare:					
Cemetery:					
Salaries	16,224	16,224	**14,037**	2,187	14,631
Health insurance	-	-	**-**	-	-
Payroll taxes	-	-	**-**	-	1,160
Workers' compensation	-	-	**-**	-	87
Insurance and bonds	-	-	**-**	-	-
Supplies	5,000	5,000	**2,081**	2,919	1,211
Capital outlay	-	-	**-**	-	-
Total Cemetery	21,224	21,224	**16,118**	5,106	17,089
Total Health and Welfare	21,224	21,224	**16,118**	5,106	17,089

(continued on next page)

TOWN OF NUNN, COLORADO

Schedule of Expenditures

Budget to Actual - ***General Fund (continued)***

Year Ended December 31, 2024

With Comparative Actual Amounts For the Year Ended December 31, 2023

	2024				
	Original Budget	Final Budget	**Actual**	Variance - Favorable (Unfavorable)	**2023** Actual
Culture and Recreation:					
Parks:					
Salaries	$ 14,400	$ 14,400	**$ 14,032**	$ 368	$ 14,631
Health insurance	1,500	1,500	**-**	1,500	-
Payroll taxes	-	-	**-**	-	1,160
Workers' compensation	-	-	**-**	-	-
Repairs and maintenance	2,500	2,500	**7,424**	(4,924)	4,924
Insurance and bonds	11,362	11,362	**-**	11,362	-
Gas, oil and service	2,500	2,500	**-**	2,500	-
Supplies	8,000	8,000	**6,593**	1,407	5,675
Lighting	500	500	**510**	(10)	257
Miscellaneous	3,300	3,300	**4,093**	(793)	3,952
Capital outlay	985,000	985,000	**-**	985,000	-
Total Parks	1,029,062	1,029,062	**32,652**	996,410	30,599
Recreation:					
Nunn harvest festival	10,000	10,000	**13,880**	(3,880)	7,264
Supplies	-	-	**-**	-	-
Total Recreation	10,000	10,000	**13,880**	(3,880)	7,264
Total Culture and Recreation	1,039,062	1,039,062	**46,532**	992,530	37,863
Debt Service:					
Lease payments	34,726	34,726	**23,235**	11,491	54,917
Interest expense	-	-	**11,491**	(11,491)	14,078
Total Debt Service	34,726	34,726	**34,726**	-	68,995
Total Expenditures	$ 2,540,307	$ 2,540,307	**$ 1,089,015**	$ 1,451,292	$ 1,005,132

TOWN OF NUNN, COLORADO

Reconciliation of Budgetary Basis to GAAP Basis

*Budget to Actual - **General Fund***

Year Ended December 31, 2024

With Comparative Actual Amounts For the Year Ended December 31, 2023

	2024				
	Original Budget	Final Budget	**Actual**	Variance - Favorable (Unfavorable)	**2023** Actual
Revenues:					
Taxes	$ 790,692	$ 790,692	**$ 985,452**	$ 194,760	$ 1,003,318
Licenses and permits	36,675	36,675	**45,599**	8,924	19,121
Intergovernmental revenues	98,173	98,173	**88,905**	(9,268)	93,117
Charges for services	53,050	53,050	**55,052**	2,002	48,785
Fines and forfeitures	99,825	99,825	**29,509**	(70,316)	52,631
Miscellaneous revenues	1,407,770	1,407,770	**113,141**	(1,294,629)	109,059
Total Revenues	2,486,185	2,486,185	**1,317,658**	(1,168,527)	1,326,031
Transfers In:					
Conservation Trust Fund	55,000	55,000	**-**	(55,000)	-
Total Transfers In	55,000	55,000	**-**	(55,000)	-
Total Revenues and Transfers	2,541,185	2,541,185	**1,317,658**	(1,223,527)	1,326,031
Expenditures:					
General government	412,770	412,770	**263,473**	149,297	254,950
Public safety	787,163	787,163	**464,710**	322,453	375,584
Public works	245,362	245,362	**263,456**	(18,094)	250,651
Health and welfare	21,224	21,224	**16,118**	5,106	17,089
Culture and recreation	1,039,062	1,039,062	**46,532**	992,530	37,863
Debt service	34,726	34,726	**34,726**	-	68,995
Total Expenditures	2,540,307	2,540,307	**1,089,015**	1,451,292	1,005,132
Excess (Deficit) of Revenues over Expenditures	$ 878	$ 878	**228,643**	$ (2,674,819)	$ 320,899
Reconciliation of Budgetary Basis to GAAP Basis:					
Capital asset purchases capitalized			**35,176**		
Capital assets sold			**(4,550)**		
Depreciation on capital assets			**(93,179)**		
Amortization on capital assets			**(32,091)**		
Lease obligations			**23,235**		
Compensated absences			**(9,245)**		
Net pension asset (liability)			**(7,060)**		
Net Change in Net Position			**$ 140,929**		

TOWN OF NUNN, COLORADO

Budgetary Comparison Schedule

*Budget to Actual - **Conservation Trust Fund***

Year Ended December 31, 2024

With Comparative Actual Amounts For the Year Ended December 31, 2023

	2024				
	Original Budget	Final Budget	**Actual**	Variance - Favorable (Unfavorable)	**2023** Actual
Revenues:					
Intergovernmental Revenue:					
State Grants:					
Conservation Trust Fund Apportionment	$ 7,600	$ 7,600	**$ 6,475**	$ (1,125)	$ 7,298
Total Intergovernmental Revenue	7,600	7,600	**6,475**	(1,125)	7,298
Miscellaneous Revenues:					
Earnings on investments	3,000	3,000	**3,333**	333	2,767
Other revenue	-	-	**-**	-	-
Total Revenues	10,600	10,600	**9,808**	(792)	10,065
Expenditures:					
General Government:					
Culture and recreation	-	-	**-**	-	-
Total Expenditures	-	-	**-**	-	-
Transfers Out:					
General Fund	55,000	55,000	**-**	55,000	-
Total Transfers Out	55,000	55,000	**-**	55,000	-
Total Expenditures and Transfers	55,000	55,000	**-**	55,000	-
Excess (Deficit) of Revenues Over Expenditures and Transfers	$ (44,400)	$ (44,400)	**9,808**	$ 54,208	$ 10,065
Reconciliation of Budgetary Basis to GAAP Basis:					
Capital asset purchases capitalized			-		
Depreciation expense			-		
Change in Net Position			**$ 9,808**		

TOWN OF NUNN, COLORADO

Schedule of Proportionate Share of the Net Pension Liability and Schedule of Contributions

Fire and Police Pension Association of Colorado (FPPA)

For The Last 10 Years (to be built prospectively)

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Fiscal Year Ending December 31	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Town's proportion of the net pension liability (asset)	0.0150900%	0.0187300%	0.0001666%	0.0001762%	0.0001300%	0.0001186%	0.0000783%	0.0000807%	N/A	N/A
Town's proportionate share of the net pension liability (asset)	$ -	$ 16,626	$ (90,303)	$ (38,243)	$ (7,352)	$ 15,000	$ (11,262)	$ 2,916	N/A	N/A
Town's covered payroll	$ 148,888	$ 162,967	$ 134,141	$ 141,491	$ 99,889	$ 79,472	$ 45,787	$ 41,300	N/A	N/A
Town's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	0.00%	10.20%	-67.32%	-27.03%	-7.36%	18.87%	-24.60%	7.06%	N/A	N/A
Plan fiduciary net position as a percentage of total pension liability (asset)	100.00%	97.60%	116.20%	106.70%	101.90%	95.20%	106.30%	98.21%	N/A	N/A

SCHEDULE OF CONTRIBUTIONS

Fiscal Year Ending December 31	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Contractually required contribution	14,083	14,667	11,402	11,319	7,991	6,358	3,663	3,304	N/A	N/A
Contribution in relation to the contractually required contribution	(14,083)	(14,667)	(11,402)	(11,319)	(7,991)	(6,358)	(3,663)	(3,304)	N/A	N/A
Contribution deficiency (excess)	-	-	-	-	-	-	-	-	-	-
Town's covered payroll	$ 148,888	$ 162,967	$ 134,141	$ 141,491	$ 99,889	$ 79,472	$ 45,787	$ 41,300	N/A	N/A
Contributions as a percentage of covered payroll	9.50%	9.00%	8.50%	8.00%	8.00%	8.00%	8.00%	8.00%	N/A	N/A

SUPPLEMENTAL INFORMATION

TOWN OF NUNN, COLORADO

Schedule of Revenues

Budget to Actual - ***Water Fund***

Year Ended December 31, 2024

With Comparative Actual Amounts For the Year Ended December 31, 2023

	2024				
	Original Budget	Final Budget	**Actual**	Variance - Favorable (Unfavorable)	**2023** Actual
Operating Revenues:					
Water sales	$ 205,000	$ 205,000	**$ 230,531**	$ 25,531	$ 210,558
Tap fees	75,550	75,550	**-**	(75,550)	9,500
Penalty on utility billings	4,500	4,500	**5,476**	976	3,014
Return check charge	750	750	**646**	(104)	480
Miscellaneous income	-	-	**3,614**	3,614	164
Total Operating Revenues	285,800	285,800	**240,267**	(45,533)	223,716
Non-Operating Revenues:					
Earnings on investments	5,500	5,500	**5,975**	475	5,521
Sale of assets	-	-	**-**	-	-
Contributions from customers	-	-	**-**	-	-
Grants	32,000	32,000	**-**	(32,000)	-
Transfer from other funds	-	-	**-**	-	-
Total Non-Operating Revenues	37,500	37,500	**5,975**	(31,525)	5,521
Total Revenues	$ 323,300	$ 323,300	**$ 246,242**	$ (77,058)	$ 229,237

TOWN OF NUNN, COLORADO

Schedule of Expenditures

*Budget to Actual - **Water Fund***

Year Ended December 31, 2024

With Comparative Actual Amounts For the Year Ended December 31, 2023

	2024				
Non-GAAP Budgetary Basis	Original Budget	Final Budget	**Actual**	Variance - Favorable (Unfavorable)	**2023** Actual
Operating Expenditures:					
Administrative					
Salaries	$ 40,300	$ 40,300	**$ 22,662**	$ 17,638	$ 21,241
Health insurance	9,600	9,600	**9,168**	432	9,235
Payroll taxes	1,000	1,000	**1,011**	(11)	1,663
Conferences and training	300	300	**125**	175	-
Audit	9,350	9,350	**9,725**	(375)	9,250
Legal	2,500	2,500	**1,839**	661	2,783
Insurance and bonds	8,000	8,000	**-**	8,000	-
Telephone	4,700	4,700	**4,056**	644	4,526
Publishing	-	-	**-**	-	-
Vehicle expense	1,100	1,100	**1,808**	(708)	822
Supplies	750	750	**49**	701	33
Postage	3,600	3,600	**2,817**	783	2,838
Office equipment	1,500	1,500	**530**	970	553
Computer support/maintenance	2,500	2,500	**2,230**	270	1,082
Bank service charges	750	750	**2,913**	(2,163)	932
Dues and subscriptions	300	300	**699**	(399)	270
Utilities	2,500	2,500	**1,537**	963	2,093
Total Administrative	88,750	88,750	**61,169**	27,581	57,321
System Operation & Maintenance:					
Salaries	23,992	23,992	**14,033**	9,959	14,634
Health insurance	11,200	11,200	**9,171**	2,029	9,235
Payroll taxes	-	-	**-**	-	1,146
Workers' compensation	6,000	6,000	**-**	6,000	103
Conferences and training	3,500	3,500	**-**	3,500	740
Water sampling and testing	2,000	2,000	**1,809**	191	1,566
Drinking water program fee	250	250	**114**	136	100
Water treatment and distribution	75,000	75,000	**80,904**	(5,904)	64,670
Repairs and maintenance	25,000	25,000	**16,747**	8,253	12,526
Insurance and bonds	2,500	2,500	**541**	1,959	-
Gas, oil and service	2,500	2,500	**-**	2,500	-
Repairs and maintenance - equip	2,500	2,500	**302**	2,198	2,095
Supplies	9,500	9,500	**4,197**	5,303	5,400
Utilities	15,000	15,000	**13,118**	1,882	11,053
Water share assessments	12,000	12,000	**10,978**	1,022	7,662
Professional services	1,800	1,800	**14,393**	(12,593)	1,937
Total System Operation & Maintenance	192,742	192,742	**166,307**	26,435	132,867
Total Operating Expenditures	281,492	281,492	**227,476**	54,016	190,188
Non-Operating Expenditures:					
Capital Outlay	25,000	25,000	**28,434**	(3,434)	2,375
Debt Service:					
Principal	13,558	13,558	**13,831**	(273)	13,694
Interest	3,035	3,035	**2,739**	296	2,876
Total Non-Operating Expenditures	41,593	41,593	**45,004**	(3,411)	18,945
Total Expenditures	$ 323,085	$ 323,085	**$ 272,480**	$ 50,605	$ 209,133

TOWN OF NUNN, COLORADO

Reconciliation of Budgetary Basis to GAAP Basis

*Budget to Actual - **Water Fund***

Year Ended December 31, 2024

With Comparative Actual Amounts For the Year Ended December 31, 2023

	2024				
Non-GAAP Budgetary Basis	Original Budget	Final Budget	**Actual**	Variance - Favorable (Unfavorable)	**2023** Actual
Revenues:					
Operating revenues	$ 285,800	$ 285,800	**$ 240,267**	$ (45,533)	$ 223,716
Non-operating revenues	37,500	37,500	**5,975**	(31,525)	5,521
Total Revenues	323,300	323,300	**246,242**	(77,058)	229,237
Expenditures:					
Administrative	88,750	88,750	**61,169**	27,581	57,321
System operation & maintenance	192,742	192,742	**166,307**	26,435	132,867
Non-operating expenditures	41,593	41,593	**45,004**	(3,411)	18,945
Total Expenditures	323,085	323,085	**272,480**	50,605	209,133
Excess (Deficiency) of Revenues over Expenditures	$ 215	$ 215	**(26,238)**	$ (26,453)	$ 20,104
Reconciliation of Budgetary Basis to GAAP Basis:					
Capital assets purchases capitalized			**28,434**		
Depreciation on capital assets			**(97,969)**		
Amortization on capital assets			**-**		
Long-term debt payments			**13,831**		
Net Change in Net Position			**$ (81,942)**		

The public report burden for this information collection is estimated to average 380 hours annually.

Form Approved
OMB No. 2125-0032

LOCAL HIGHWAY FINANCE REPORT	STATE: COLORADO YEAR ENDING (mm/yy): 12/2024
This Information From The Records Of: Town of Nunn	Prepared By: Cathy Payne townofnunn.clerk@ezlink.com

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	$ 108,304.14
3. Other local imposts (from page 2)	$ 79,283.22
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)	$ 187,587.36
B. Private Contributions	
C. Receipts from State government (from page 2)	$ 48,005.55
D. Receipts from Federal Government (from page 2)	$ -
E. Total receipts (A.7 + B + C + D)	$ 235,592.91

III. EXPENDITURES FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Local highway expenditures:	
1. Capital outlay (from page 2)	$ 103,433.89
2. Maintenance:	$ 131,659.02
3. Road and street services:	
a. Traffic control operations	
b. Snow and ice removal	
c. Other	$ 500.00
d. Total (a. through c.)	$ 500.00
4. General administration & miscellaneous	
5. Highway law enforcement and safety	
6. Total (1 through 5)	$ 235,592.91
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)	$ 235,592.91

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
	$ 235,592.91	$ 235,592.91		$ -

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT	STATE: COLORADO YEAR ENDING (mm/yy): 12/2024

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 Assesments		a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	$ 64,429.27	c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other	$ 14,853.95	g. Other Misc. Receipts	
6. Total (1. through 5.)	$ 79,283.22	h. Other	
c. Total (a. + b.)	$ 79,283.22	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.)	$ 44,098.48	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	$ 3,907.07	d. Federal Transit Administration	
d. DOLA Grant		e. U.S. Corps of Engineers	
e. Other		f. Other Federal ARPA	
f. Total (a. through e.)	$ 3,907.07	g. Total (a. through f.)	$ -
4. Total (1. + 2. + 3.f)	$ 48,005.55	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		$ 103,433.89	$ 103,433.89
(4). System Enhancement And Operation			$ -
(5). Total Construction (1)+(2)+(3)+(4)	$ -	$ 103,433.89	$ 103,433.89
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.4)	$ -	$ 103,433.89	$ 103,433.89
(Carry forward to page 1)			

Notes and Comments:

Specific Ownership 9,124.54, County Road and Bridge 5,729.41 = 14,853.95

Dust Suppressant 51,116.57, Road Base, 17,524.38, Road Grader Lease 34,792.94=103,433.89 System Preservation