

City of Evans, Colorado

Annual Financial Statements and Independent Auditors' Report

**For the year ended
December 31, 2024**

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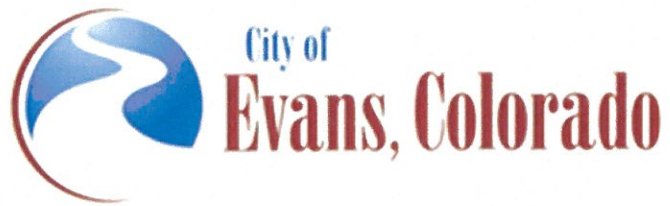
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June 3, 2025

To the Honorable Mayor, Evans City Council, and Citizens of the City of Evans:

State Law requires that all general-purpose local governments publish, within 240 days of the close of each fiscal year, a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the annual financial report of the City of Evans for the fiscal year ended December 31, 2024.

This report consists of management's representations concerning the finances of the City of Evans. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City of Evans financial statements have been audited by Haynie & Company, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Evans for the fiscal year ended December 31, 2024, are free of material misstatement. The independent auditor concluded based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of Evans' financial statements for the fiscal year ended December 31, 2024, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report. GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). The City of Evans MD&A can be found immediately following the report of the independent auditors.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Cody R. Sims".

Cody R. Sims, ICMA-CM, MPA, CPM
City Manager

A handwritten signature in black ink, appearing to read "Jacque Troudt".

Jacque Troudt, CPA, CPFO
Assistant City Manager/ CFO



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Independent Auditors' Report

Honorable Mayor and the City Council
City of Evans, Colorado

Report on the Audit of the Financial Statements

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 City of Evans, Colorado (the "City") as of and for the year ended December 31, 2024 and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Evans, 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 audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of City of Evans, Colorado and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. 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 City of Evans, 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.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' report that includes our opinion. 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 and *Government 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 and *Government 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 City'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 City's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison schedules, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Evans, Colorado's basic financial statements. The accompanying combining and individual nonmajor fund financial statements, budgetary comparison schedules, schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and Local Highway Finance Report, 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 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 combining and individual nonmajor fund financial statements, budgetary comparison schedules, schedule of expenditures of federal awards, and Local Highway Finance Report are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

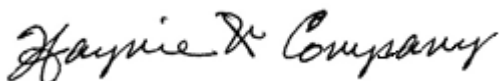
Other Information

Management is responsible for the other information included in the report. The other information comprises the introductory section. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 3, 2025, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.



Littleton, Colorado
June 3, 2025

**City of Evans, Colorado
Management's Discussion and Analysis
December 31, 2024**

June 3, 2025

MANAGEMENT'S DISCUSSION AND ANALYSIS

To serve the citizens of the City of Evans (the "City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2024. Please read the information presented here in conjunction with the City's financial statements beginning on page 1.

FINANCIAL HIGHLIGHTS

- The assets of the City exceeded its liabilities at the close of 2024 by \$238.4 million (net position). Of this amount, \$75.5 million (unrestricted net position) may be used to meet the City's ongoing obligations to citizens and creditors. Of the remaining balance, \$144.8 million is investment in capital assets and \$18.1 million is restricted for other purposes.
- The City's total net position increased by \$22.8 million. The governmental and business-type activities drove this change with an increase in revenue.
- Sales and use tax collections increased by \$880 thousand, a 4.5 percent increase from the prior year. Strong collections from industrial and online sales contributed to this increase.
- At the end of 2024, the City's governmental funds reported combined ending fund balances of \$51.8 million, an increase of \$8.5 million in comparison to the ending balances of 2023. Of this total amount, \$12.9 million, or 25 percent, is available for spending at the City's discretion (unassigned fund balance).
- At the end of 2024, the unassigned fund balance for the General Fund was \$12.9 million, which was 47 percent of total General Fund 2024 expenditures. Evans City Charter requires the Emergency Contingency Fund to maintain a balance of 25 percent of the preceding fiscal year's (2024) audited General Fund expenditures, not to exceed \$1 million. The resulting 2024 fund balance related to the Emergency Contingency Fund (shown as combined with the General Fund) amounts to \$1 million in reserve for emergencies. Fund balances at 2024 year-end for the General Fund, including the Emergency Contingency Fund, amount to \$24.9 million.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The basic financial statements comprise three components: 1) the government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also contains required and other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements – Reporting the City of Evans as a Whole

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

The **statement of net position** presents information on all the City of Evans' assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the difference between these categories 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 City is improving or deteriorating.

The ***statement of activities*** presents information showing how the City'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 related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave).

Both government-wide financial statements distinguish functions of the City 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 City include general government administration, City Council support and elections, public safety, maintenance and new construction of highways and streets, planning and zoning, maintenance of City facilities, buildings and land improvements, debt service, community development, engineering, and culture, parks and recreation activities. The business-type activities of the City include the City's water, wastewater, and storm drainage utility enterprise functions.

The government-wide financial statements include solely the operations of the City itself. The activity for the Evans Redevelopment Agency ("ERA") is reported as a blended component unit of the City. Separate financial statements are not issued for the ERA. The government-wide financial statements can be found on pages 1-2 of this report.

Fund Financial Statements – Reporting the City of Evans' Most Significant Funds

A fund is a grouping of related accounts used to maintain control over resources segregated for specific activities or objectives, or as required by legal enabling legislation. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. All the funds of the City can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds - Governmental funds are used to account for the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on upcoming inflows and outflows of resources, as well as on balances of resources available at the end of the fiscal year. Such information may be useful in evaluating a government's upcoming financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between the different statements.

The City maintains 15 individual governmental funds, including the blended component unit of the Evans Redevelopment Agency. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, street construction fund, road tax fund, and the Evans Redevelopment Agency, which are major funds. Data from the remaining 11 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements included in other supplementary information.

The City adopts an annual budget for all funds. To demonstrate compliance, a budgetary comparison is provided for each fund. The basic governmental fund financial statements are found on pages 3-6 of this report.

Proprietary funds - The City maintains one type of proprietary fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water, wastewater and storm drainage utility functions.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information on the City's water, wastewater and storm drainage funds. The basic proprietary fund financial statements can be found on pages 7-9 of this report.

Fiduciary funds - Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of these funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on pages 10-11 of this report.

Notes to the financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are found on pages 12-42 of this report.

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City. Required and other supplementary information can be found on pages 43-63 of this report.

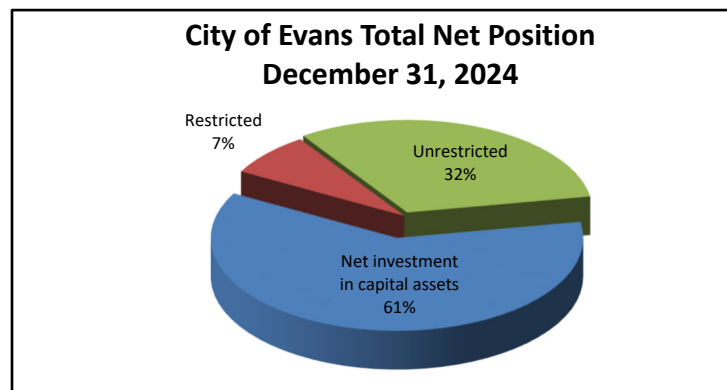
GOVERNMENT-WIDE FINANCIAL ANALYSIS – City of Evans as a Whole

As noted earlier, net position may serve as a useful indicator of a government's financial position. In the case of the City, assets exceeded liabilities by \$238.4 million at the close of 2024.

By far the largest portion (61 percent) of the City's net position reflects its investment in capital assets (e.g., land, buildings, machinery and equipment and infrastructure) less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City's net position (7.6 percent) represents resources that are subject to external and internal restrictions on how they may be used. The remaining balance of unrestricted net position (\$75.5 million) may be used to meet the City's ongoing obligations to citizens and creditors. Table 1 provides a summary of the City's net position for 2024 as compared to 2023.

Table 1						
City of Evans						
Net Position (\$000's)						
	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Assets:						
Current and other assets	\$56,196	\$49,008	\$33,180	\$26,422	\$89,377	\$75,430
Capital assets	78,657	71,113	111,850	112,123	190,507	183,237
Net pension asset	-	168	-	-	-	168
Total assets	134,853	120,289	145,031	138,546	279,883	258,834
Deferred outflows of resources						
Deferred outflows of resources relating to pensions	1,699	2,186	-	-	1,699	2,186
Liabilities:						
Current liabilities	3,851	2,718	3,396	735	7,247	3,454
Long-term liabilities	364	536	34,226	38,739	34,589	39,275
Total liabilities	4,214	3,254	37,622	39,474	41,836	42,728
Deferred inflows of resources						
Deferred revenue	1,347	2,610	-	-	1,347	2,610
Deferred inflows of resources relating to pensions	27	74	-	-	27	74
Total Deferred inflows of resources	1,374	2,684	-	-	1,374	2,684
Net Position:						
Net investment in capital assets	77,149	70,578	67,665	65,690	144,814	136,268
Restricted	18,056	14,262	-	799	18,056	15,062
Unrestricted	35,758	31,697	39,744	32,582	75,502	64,278
Total net position	\$130,964	\$116,537	\$107,409	\$99,071	\$238,373	\$215,608

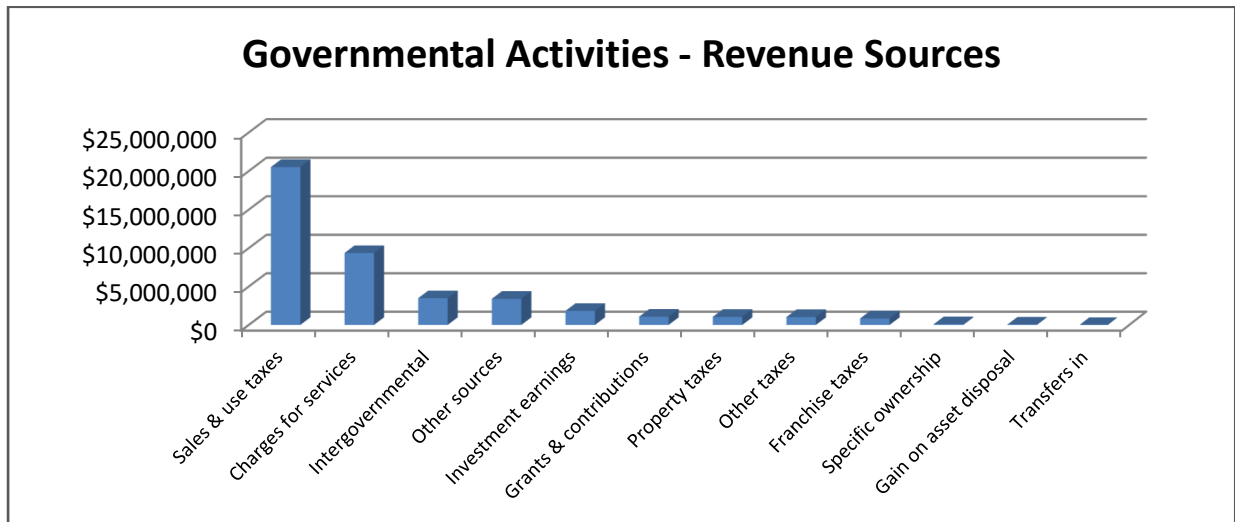


At the end of the current fiscal year and previous fiscal year, the City is able to report positive balances in all three categories of net position, for the City as a whole, as well as for its separate governmental and business-type activities.

Table 2 shows the changes in net position for the fiscal year 2024 compared to the fiscal year 2023.

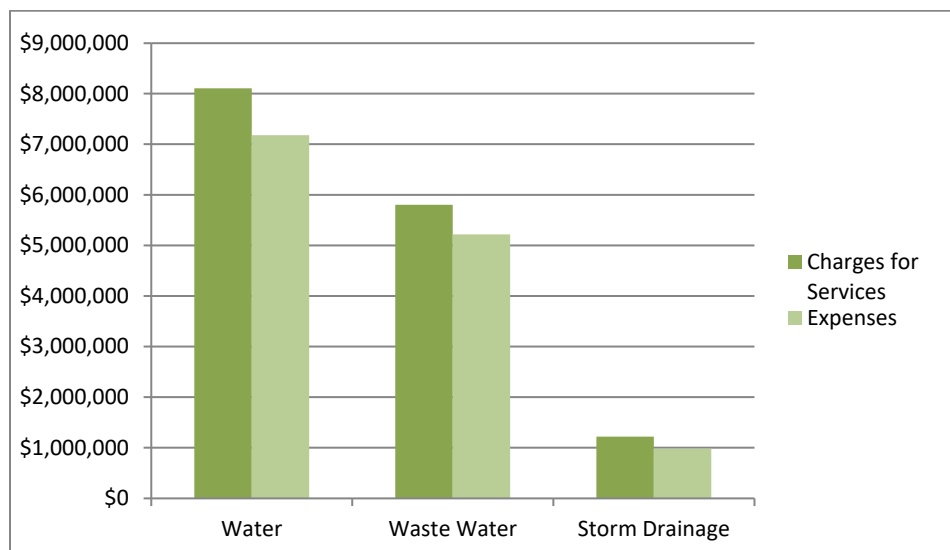
Table 2						
City of Evans						
Condensed Statement of Activities (\$000's)						
	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Revenues:						
<i>Program revenues:</i>						
Charges for services	\$9,365	\$3,675	\$15,127	\$13,494	\$24,492	\$17,169
Operating grants and contributions	16	139	-	-	16	139
Capital grants and contributions	1,058	1,119	5,840	1,801	6,898	2,920
<i>General revenues:</i>						
Sales and use taxes	20,515	19,635	-	-	20,515	19,635
Property taxes	1,052	854	-	-	1,052	854
Specific Ownership taxes	102	101	-	-	102	101
Franchise taxes	838	939	-	-	838	939
Other taxes	1,029	1,901	-	-	1,029	1,901
Intergovernmental	3,480	3,838	-	-	3,480	3,838
Unrestricted Investment Earnings/ (Loss)	1,834	1,609	545	388	2,379	1,997
Other general revenue	3,405	1,048	-	-	3,405	1,048
Gain (Loss) on disposition of capital assets	53	73	-	-	53	73
Total revenues	42,748	34,931	21,512	15,683	64,261	50,615
Expenses:						
General government	6,922	6,468	-	-	6,922	6,468
Public safety	8,928	9,315	-	-	8,928	9,315
Public works	7,240	4,895	-	-	7,240	4,895
Culture, parks and recreation	3,121	2,720	-	-	3,121	2,720
Community development	1,909	1,226	-	-	1,909	1,226
Water enterprise	-	-	7,178	6,151	7,178	6,151
Waste Water enterprise	-	-	5,218	4,679	5,218	4,679
Storm Drainage enterprise	-	-	983	931	983	931
Interest on Long Term Debt	1	-	-	-	1	-
Total expenses	28,121	24,624	13,378	11,761	41,499	36,385
Excess before transfers	14,629	10,307	8,134	3,923	22,763	14,230
Transfers in (out)	-200	1,231	204	-1,229	3	3
Increase (decrease) in net position	14,427	11,539	8,337	2,694	22,765	14,233
Net position – Beginning	116,537	104,998	99,071	96,377	215,608	201,375
Net position – Ending	\$130,964	\$116,537	\$107,409	\$99,071	\$238,373	\$215,608

Governmental Activities - Governmental activities increased the City's net position by \$14.4 million, thereby accounting for a portion of the total growth in the net position of the City. Contributing to this growth was the City's increase in revenues driven primarily by sales tax collections, unanticipated oil and gas distributions and decreases in expenditures due to staffing challenges and operational savings.

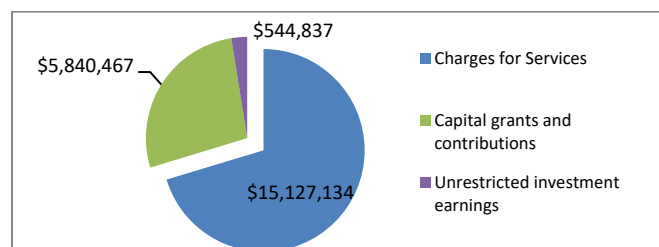


Business-type Activities - Business-type activities increased the City's net position by \$8.3 million.

Business-type Activities - Charges for Services and Expenses



Business-type Activities - Revenues by Source



FINANCIAL ANALYSIS OF THE CITY'S FUNDS

The City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds - The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. The unassigned fund balance in particular may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of December 31, 2024, the City's governmental funds reported ending fund balances of \$51.8 million, an increase of \$8.5 million from the prior year. Approximately 25 percent of this total amount (\$12.9 million) constitutes unassigned fund balance, which is available for spending at the City's discretion. The remainder of fund balance (\$38.9 million) is restricted, committed, or assigned to indicate it is not available for new spending because it has been restricted, committed or assigned to 1) provide a reserve fund for the benefit of the holders of certain City debt instruments, 2) provide an emergency reserve as required by the City Charter and the State Constitution (amendment to Article X, Section 20) and 3) fund balance which was accumulated due to revenues which were assigned to a specific function (for example, impact fee revenues).

The General Fund is the chief operating fund of the City. As of December 31, 2024, the unassigned fund balance of the general fund was \$12.9 million. As a measure of the General Fund's liquidity, it may be useful to compare total unassigned fund balance to total fund expenditures. Total unassigned fund balance represents 50 percent of total General Fund expenditures. The increase in the fund balance of the General Fund was \$861 thousand during 2024.

Council priorities in 2024 focused on furthering city-wide beautification and economic development opportunities, investing in the community with replacement of aging infrastructure and equipment needs to provide high-quality service to the Evans community.

In 2024, taxes were the General Fund's largest source of revenue at 57 percent, or \$15.3 million.

The Emergency Contingency Fund ended the 2024 fiscal year with a total fund balance of \$1.0 million, all of which is reserved for emergencies and not available for spending, except at the City Council's discretion in accordance with City Charter direction. For financial reporting purposes, this fund is reported within the General Fund.

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

Net position of the Water, Wastewater and Storm Drainage funds as of December 31, 2024, amounted to \$64.1 million, \$31.5 million, and \$11.9 million, respectively. The total change in net position for the three funds during 2024 was \$2.4 million of growth, \$4.3 million of growth, and \$1.6 million of growth, respectively. Other factors concerning the finances of these funds have already been addressed in the discussion of the City's business-type activities.

GENERAL FUND BUDGETARY HIGHLIGHTS

The difference between the 2024 original budget and the final revised expenditure budget was \$11 million. The major appropriations approved during the year were:

- \$3.3 million to appropriate funds to design a new police station
- \$500 thousand of revenue and expenditure to participate in a Brownfields EPA grant
- \$300 thousand to bring building inspection services in-house rather than outsourcing
- Approximately \$6 million of project budgets carried forward to the 2024 budget, to include items such as: land acquisition for the new police station, construction of infrastructure improvements and roadway at Highway 85 and 31st Street, replacement of heavy equipment and police vehicles, and construction of traffic calming improvements

During the year, actual revenues and other financing sources were \$28.8 million, which exceeded final budgetary estimates by \$6.3 million. General fund sales and use tax collections, severance taxes, unanticipated oil and gas royalties, development related revenue and improving interest income all contributed to this increase.

Actual expenditures and other financing uses totaled \$28 million which was \$4.9 million under budgeted expenditures and other financing uses. The fund balance as of December 31, 2024, was \$24.9 million. Of this amount, \$1 million is restricted for emergencies, \$223 thousand is committed for functions related to designated revenue, \$10.8 million is assigned for intended projects, and \$12.9 million is unassigned and available for appropriations as the City Council sees fit.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets - The City's investment in capital assets for its governmental and business-type activities as of December 31, 2024, amounted to \$144.8 million (net of accumulated depreciation). This includes land; buildings and system; improvements; machinery and equipment; park facilities; sidewalks; roads; highways and bridges; and water, wastewater and storm drainage installations and systems. The City's investment in capital assets increased for both governmental activities and for business-type activities).

Major capital asset additions during the year included the following:

- Construction in progress activity for a multitude of road design and construction projects, water supply projects, storm drainage improvements, and design of a new police station.
- New major assets included police vehicle replacements, site acquisition for the new police station, heavy equipment replacements, installation of streetlights, and traffic control improvements.

City of Evans Capital Assets (net of depreciation)						
	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land and water shares	\$11,089	\$9,258	\$36,466	\$36,599	\$47,555	\$45,857
Landscaping	2,637	2,637	-	-	2,637	2,637
Construction in progress	11,362	7,301	9,648	7,490	21,010	14,791
Intangible assets	120	136	19	21	139	157
Intangible right-to-use SBITA	706	13	-	-	706	13
Land improvements	6,941	6,979	-	-	6,941	6,979
Building & improvements	7,709	7,988	-	-	7,709	7,988
System improvements	-	-	60,930	63,047	60,930	63,047
Machinery & equipment	1,503	336	3,729	3,866	5,232	4,202
Transportation equipment	722	277	-	-	722	277
Infrastructure	35,869	36,188	1,058	1,100	36,928	37,288
Total	\$78,657	\$71,113	\$111,850	\$112,123	\$190,508	\$183,237

Additional information on the City's capital assets can be found in the notes to the financial statements on pages 25-27 of this report.

Debt - As of December 31, 2024, the City had no finance lease obligations outstanding. In addition, the City has \$38 million in Colorado Water Resources and Power Development Authority ("CWRPDA") notes payable.

City of Evans Outstanding Debt						
	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
SBITA obligations	\$636	\$13	\$ -	\$ -	\$636	\$13
Water loans	-	-	-	-	-	-
Wastewater loans	-	-	29,118	30,987	29,118	30,987
Storm Drainage loans	-	-	7,266	7,644	7,266	7,644
Net pension liability	-	38	-	-	-	38
Compensated Absences	872	484	166	108	1,037	592
Total	\$1,507	\$536	\$36,549	\$38,739	\$38,056	\$39,275

The City's general obligation indebtedness may not, by Charter, exceed in aggregate dollars, 15% of the City's prior year's total assessed property valuation. A requirement exists to have an affirmative vote of the citizens to authorize general obligation debt issuance. Business-type funds do not have any limitations on the amount of debt that may be issued, nor do they require an elector vote provided the debt is supported by revenues of the utility enterprise. Issuance of business-type fund debt must be approved by an affirmative vote of the Council by ordinance. Advanced refunding of all debt must be approved by ordinance by the Council.

Additional information on the City's long-term debt can be found in the notes to the financial statements on pages 28-29 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- Population has increased slightly over the past several years with a current estimate of 23,923.
- The City's sales and use tax revenue increased by 4.5 percent in 2024, attributed to increases in economic activity and inflationary impacts on pricing. Collections in almost all sales tax categories were up over 2023 collections, with notable growth from convenience stores and online sales into Evans.
- Significant attention was placed on critical infrastructure investments, priority capital improvements, beautification efforts and economic development activities for the 2025 budget.
- The Evans City Council plans to review the property tax mill levy in 2025 to ensure long-term financial stability is achieved in future years.
- Future plans to continue widening the 37th Street corridor, construct a new police station, and complete public improvements at 31st Street and Highway 85 will achieve high-priority projects for the Evans community.

All of these factors were considered in preparing the City's budget for the 2025 fiscal year.

Requests for Information

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Evans Finance Department, 1100 37th Street, Evans, Colorado 80620, (970) 475-1127.

Basic Financial Statements

City of Evans
Statement of Net Position
December 31, 2024

	PRIMARY GOVERNMENT		
	GOVERNMENTAL	BUSINESS-TYPE	
	ACTIVITIES	ACTIVITIES	TOTAL
ASSETS			
Cash, cash equivalents and investments	\$ 50,651,896	\$ 26,234,250	\$ 76,886,146
Receivables	4,543,995	5,930,929	10,474,924
Prepaid items	317	-	317
Restricted cash, cash equivalents and investments	1,000,000	1,015,224	2,015,224
Investment in Greeley water	-	7,802,013	7,802,013
Capital assets, not being depreciated	25,087,667	38,311,894	63,399,561
Capital assets, net of accumulated depreciation	<u>53,568,853</u>	<u>65,736,416</u>	<u>119,305,269</u>
TOTAL ASSETS	<u>134,852,728</u>	<u>145,030,726</u>	<u>279,883,454</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows of resources relating to pensions	<u>1,699,313</u>	<u>-</u>	<u>1,699,313</u>
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>1,699,313</u>	<u>-</u>	<u>1,699,313</u>
LIABILITIES			
Accounts payable	1,480,043	708,921	2,188,964
Accrued payroll	499,639	64,144	563,783
Deposits and escrows	159,236	195,111	354,347
Unearned revenue	307,042	-	307,042
Other liabilities	260,987	-	260,987
Accrued interest payable	-	104,802	104,802
Noncurrent liabilities:			
Due within one year	1,143,773	2,323,456	3,467,229
Due in more than one year	<u>363,707</u>	<u>34,225,527</u>	<u>34,589,234</u>
TOTAL LIABILITIES	<u>4,214,427</u>	<u>37,621,961</u>	<u>41,836,388</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred revenue	1,347,166	-	1,347,166
Deferred inflows of resources relating to pensions	<u>26,572</u>	<u>-</u>	<u>26,572</u>
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>1,373,738</u>	<u>-</u>	<u>1,373,738</u>
NET POSITION			
Net investment in capital assets	77,149,040	67,664,966	144,814,006
Restricted for:			
Emergencies	1,000,000	-	1,000,000
Street construction	15,821,673	-	15,821,673
Parks and recreation	1,234,691	-	1,234,691
Unrestricted	<u>35,758,472</u>	<u>39,743,799</u>	<u>75,502,271</u>
TOTAL NET POSITION	<u>\$ 130,963,876</u>	<u>\$ 107,408,765</u>	<u>\$ 238,372,641</u>

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

City of Evans
Statement of Activities
For the Year Ended December 31, 2024

FUNCTIONS / PROGRAMS	EXPENSES	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	Primary Government		
					GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Primary Government							
Governmental activities:							
General government	\$ 6,921,681	\$ 4,987,589	\$ -	\$ -	\$ (1,934,092)	\$ -	\$ (1,934,092)
Public safety	8,928,016	1,145,055	16,283	-	(7,766,678)	-	(7,766,678)
Public works	7,239,655	1,128,667	-	731,216	(5,379,772)	-	(5,379,772)
Culture, parks and recreation	3,120,575	2,103,956	-	326,735	(689,884)	-	(689,884)
Community development	1,909,476	-	-	-	(1,909,476)	-	(1,909,476)
Interest on long-term debt	1,293	-	-	-	(1,293)	-	(1,293)
Total Governmental Activities	<u>28,120,696</u>	<u>9,365,267</u>	<u>16,283</u>	<u>1,057,951</u>	<u>(17,681,195)</u>	<u>-</u>	<u>(17,681,195)</u>
Business-Type Activities:							
Water	7,177,980	8,105,906	-	1,763,382	-	2,691,308	2,691,308
Wastewater	5,217,845	5,802,563	-	3,884,079	-	4,468,797	4,468,797
Storm drainage	<u>982,643</u>	<u>1,218,665</u>	<u>-</u>	<u>193,006</u>	<u>-</u>	<u>429,028</u>	<u>429,028</u>
Total Business-Type Activities	<u>13,378,468</u>	<u>15,127,134</u>	<u>-</u>	<u>5,840,467</u>	<u>-</u>	<u>7,589,133</u>	<u>7,589,133</u>
Total Primary Government	<u>\$ 41,499,164</u>	<u>\$ 24,492,401</u>	<u>\$ 16,283</u>	<u>\$ 6,898,418</u>	<u>\$ (17,681,195)</u>	<u>\$ 7,589,133</u>	<u>\$ (10,092,062)</u>
General revenues							
Taxes:							
Property taxes					\$ 1,051,904	\$ -	\$ 1,051,904
Specific ownership taxes					101,763	-	101,763
Sales and use taxes					20,515,120	-	20,515,120
Franchise fees					838,435	-	838,435
Other taxes					1,029,247	-	1,029,247
Intergovernmental					3,480,224	-	3,480,224
Earnings on investments					1,834,396	544,837	2,379,233
Other revenues					3,404,623	-	3,404,623
Gain on disposal of capital assets					53,170	-	53,170
Subtotal general revenues					32,308,882	544,837	32,853,719
Transfers in (out)					(200,499)	203,516	3,017
Total general revenues and transfers					<u>32,108,383</u>	<u>748,353</u>	<u>32,856,736</u>
Changes in net position					14,427,188	8,337,486	22,764,674
NET POSITION, BEGINNING					<u>116,536,688</u>	<u>99,071,279</u>	<u>215,607,967</u>
NET POSITION, ENDING					<u>\$ 130,963,876</u>	<u>\$ 107,408,765</u>	<u>\$ 238,372,641</u>

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

City of Evans
Balance Sheet
Governmental Funds
December 31, 2024

	GENERAL	STREET CONSTRUCTION	ROAD TAX	EVANS REDEVELOPMENT AGENCY	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS						
Equity in pooled cash, cash equivalents and investments	\$ 23,015,741	\$3,262,456	\$7,949,770	\$ 612,056	\$ 15,811,873	\$ 50,651,896
Restricted cash, cash equivalents and investments	1,000,000	-	-	-	-	1,000,000
Receivables	3,545,477	160,776	534,303	369	303,070	4,543,995
Prepaid items	317	-	-	-	-	317
TOTAL ASSETS	<u>\$ 27,561,535</u>	<u>\$ 3,423,232</u>	<u>\$ 8,484,073</u>	<u>\$ 612,425</u>	<u>\$ 16,114,943</u>	<u>\$ 56,196,208</u>
LIABILITIES, DEFERRED INFLOW OF RESOURCES AND FUND BALANCES						
LIABILITIES						
Accounts payable	\$ 689,859	\$ 310,467	\$ -	\$ 149,065	\$ 330,652	\$ 1,480,043
Unearned revenue	20,605	-	-	-	586,453	607,058
Accrued payroll	499,639	-	-	-	-	499,639
Deposits and escrows	159,236	-	-	-	-	159,236
Other liabilities	10,213	144,774	-	-	106,000	260,987
TOTAL LIABILITIES	<u>1,379,552</u>	<u>455,241</u>	<u>-</u>	<u>149,065</u>	<u>1,023,105</u>	<u>3,006,963</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue	1,249,816	97,350	-	-	-	1,347,166
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>1,249,816</u>	<u>97,350</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,347,166</u>
FUND BALANCES						
Nonspendable	317	-	-	-	-	317
Restricted	1,000,000	2,870,641	8,484,073	-	5,701,650	18,056,364
Committed	251,544	-	-	-	-	251,544
Assigned	10,809,709	-	-	463,360	9,390,188	20,663,257
Unassigned	12,870,597	-	-	-	-	12,870,597
TOTAL FUND BALANCES	<u>24,932,167</u>	<u>2,870,641</u>	<u>8,484,073</u>	<u>463,360</u>	<u>15,091,838</u>	<u>51,842,079</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 27,561,535</u>	<u>\$ 3,423,232</u>	<u>\$ 8,484,073</u>	<u>\$ 612,425</u>	<u>\$ 16,114,943</u>	<u>\$ 56,196,208</u>

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

City of Evans

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position

For the Year Ended December 31, 2024

Amounts reported for governmental activities in the statement of net position
are different because:

Total fund balance - governmental funds	\$ 51,842,079
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Capital assets used in governmental activities are not current financial resources and
therefore are not reported as assets in governmental funds:

Capital assets	112,863,775
Accumulated depreciation and amortization	(34,207,255)
Net capital assets	78,656,520

Revenues earned and not received within 60 days of year-end are classified as deferred inflows of resources in the governmental funds - unavailable revenue	300,016
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The net pension asset and related deferred inflows and deferred outflows of resources
are not current financial resources and, therefore, are not reported in the fund financial
statements.

Deferred outflows related to pension	1,699,313
Deferred inflows related to pension	(26,572)

Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the governmental funds balance sheet.	(1,507,480)
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Total net position - governmental activities	<u>\$ 130,963,876</u>
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City of Evans
Governmental Funds
Statement of Revenues, Expenditures
and Changes in Fund Balances
For the Year Ended December 31, 2024

	GENERAL	STREET CONSTRUCTION	ROAD TAX	EVANS REDEVELOPMENT AGENCY	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES:						
Taxes	\$ 15,333,079	\$ -	\$ 4,349,097	\$ -	\$ 2,125,121	\$ 21,807,297
Licenses and Permits	2,003,104	-	-	-	1,600	2,004,704
Intergovernmental	3,198,581	862,729	-	-	281,643	4,342,953
Grants and contributions	774,218	341,736	-	-	-	1,115,954
Charges for services	374,517	-	-	-	1,127,067	1,501,584
Fines and forfeitures	353,294	-	-	-	-	353,294
Earnings on investments	1,248,040	88,444	184,960	-	312,952	1,834,396
Assessments	-	-	-	-	6,344,120	6,344,120
Miscellaneous	<u>3,270,771</u>	<u>-</u>	<u>-</u>	<u>79,905</u>	<u>81,954</u>	<u>3,432,630</u>
TOTAL REVENUES	<u>26,555,604</u>	<u>1,292,909</u>	<u>4,534,057</u>	<u>79,905</u>	<u>10,274,457</u>	<u>42,736,932</u>
EXPENDITURES:						
Current:						
General Government	5,872,913	-	-	-	487,782	6,360,695
Public Safety	7,577,096	-	-	-	437,268	8,014,364
Public Works	2,236,694	87,343	50,000	-	1,148,890	3,522,927
Culture, Parks and Recreation	1,912,695	-	-	-	40,546	1,953,241
Community Development	1,709,333	-	-	183,816	-	1,893,149
Capital outlay	6,315,877	2,395,357	2,388,145	-	1,862,684	12,962,063
Debt Service:						
Principal	150,439	-	-	-	-	150,439
Interest	<u>1,293</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,293</u>
TOTAL EXPENDITURES	<u>25,776,341</u>	<u>2,482,700</u>	<u>2,438,145</u>	<u>183,816</u>	<u>3,977,170</u>	<u>34,858,172</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	779,263	(1,189,791)	2,095,912	(103,911)	6,297,287	7,878,760
OTHER FINANCING SOURCES (USES)						
Subscription agreement proceeds	773,056	-	-	-	-	773,056
Proceeds from the sale of capital assets	53,170	-	-	-	-	53,170
Transfers in	1,442,901	600,000	-	-	-	2,042,901
Transfers out	<u>(2,187,250)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(56,150)</u>	<u>(2,243,400)</u>
NET CHANGE IN FUND BALANCES	861,140	(589,791)	2,095,912	(103,911)	6,241,137	8,504,487
FUND BALANCES, BEGINNING OF YEAR	<u>24,071,027</u>	<u>3,460,432</u>	<u>6,388,161</u>	<u>567,271</u>	<u>8,850,701</u>	<u>43,337,592</u>
FUND BALANCES, END OF YEAR	<u>\$ 24,932,167</u>	<u>\$ 2,870,641</u>	<u>\$ 8,484,073</u>	<u>\$ 463,360</u>	<u>\$ 15,091,838</u>	<u>\$ 51,842,079</u>

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

City of Evans

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities

For the Year Ended December 31, 2024

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds		\$ 8,504,487
Capital outlays are reported in the governmental funds as expenditures; however, for governmental activities, these costs are shown in the statement of net position and allocated over their estimated useful lives as depreciation expense.		
Capital outlay	11,650,809	
Depreciation and amortization expense	<u>(4,107,653)</u>	7,543,156
Proceeds from origination of subscription agreements and repayment of software subscription liabilities are shown as proceeds and expenditures in the governmental funds. These payments are reflected as additions and reductions of long-term liabilities in the statement of net position.		
Subscription agreements proceeds		(773,056)
Repayment of software subscription agreements		150,439
Some revenues/expenses reported in the statement of activities do not require the receipt/use of current financial resources and, therefore, are not reported as revenues and expenditures in the governmental funds.		
Revenue not received within 60 days	(41,719)	
Change in accrued compensated absences	<u>(387,337)</u>	(429,056)
Changes in pension assets, deferred inflows and deferred outflows related to defined benefit retirement plans do not require the use of current financial resources, and therefore, are not reported as expenditures in the governmental fund financial statements.		
		<u>(568,782)</u>
Change in net position - governmental activities		<u><u>\$ 14,427,188</u></u>

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

City of Evans
Proprietary Funds
Statement of Net Position
December 31, 2024

ASSETS

Current Assets:

	Water	Wastewater	Storm Drainage	Total
Equity in pooled cash, cash equivalents and investments	\$ 9,176,886	\$ 16,371,403	\$ 685,962	\$ 26,234,250
Accounts receivable, net	643,680	531,223	102,119	1,277,022
Loan proceeds receivable, net	<u>-</u>	<u>-</u>	<u>4,653,907</u>	<u>4,653,907</u>
Total Current Assets	<u>9,820,566</u>	<u>16,902,626</u>	<u>5,441,988</u>	<u>32,165,179</u>

Non-Current Assets:

Restricted cash, cash equivalents and investments	-	819,679	195,546	1,015,224
Investment in Greeley water	7,802,013	-	-	7,802,013
Capital assets, not being depreciated	34,118,772	1,533,239	2,659,883	38,311,894
Capital assets, net of accumulated depreciation	<u>12,792,303</u>	<u>41,792,379</u>	<u>11,151,734</u>	<u>65,736,416</u>
Total Non-Current Assets	<u>54,713,088</u>	<u>44,145,297</u>	<u>14,007,163</u>	<u>112,865,547</u>

TOTAL ASSETS	<u>64,533,654</u>	<u>61,047,922</u>	<u>19,449,150</u>	<u>145,030,726</u>
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LIABILITIES

Current Liabilities:

Accounts payable	317,313	242,141	149,467	708,921
Accrued expenses	22,984	28,746	12,414	64,144
Deposits and escrows	33,603	36,205	125,303	195,111
Accrued interest payable	-	82,771	22,031	104,802
Notes payable, current portion	<u>-</u>	<u>1,901,333</u>	<u>385,682</u>	<u>2,287,015</u>
Total Current Liabilities	<u>373,900</u>	<u>2,291,196</u>	<u>694,897</u>	<u>3,359,993</u>

Non-Current Liabilities:

Accrued compensated absences	61,600	87,248	16,791	165,639
Notes payable	<u>-</u>	<u>27,216,231</u>	<u>6,880,098</u>	<u>34,096,329</u>
Total Non-Current Liabilities	<u>61,600</u>	<u>27,303,479</u>	<u>6,896,889</u>	<u>34,261,968</u>

TOTAL LIABILITIES	<u>435,500</u>	<u>29,594,675</u>	<u>7,591,786</u>	<u>37,621,961</u>
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NET POSITION

Net investment in capital assets	46,911,075	14,208,054	6,545,837	67,664,966
Unrestricted	<u>17,187,079</u>	<u>17,245,193</u>	<u>5,311,527</u>	<u>39,743,799</u>
TOTAL NET POSITION	<u>\$ 64,098,154</u>	<u>\$ 31,453,247</u>	<u>\$ 11,857,364</u>	<u>\$ 107,408,765</u>

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

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

OPERATING REVENUES	Water	Wastewater	Storm Drainage	Total
Water/sewer/storm drainage sales	\$ 6,942,644	\$ 5,802,563	\$ 1,218,665	\$ 13,963,872
Non-potable water sales	991,980	-	-	991,980
Water meters	137,891	-	-	137,891
Other sales	<u>33,391</u>	<u>-</u>	<u>-</u>	<u>33,391</u>
TOTAL OPERATING REVENUES	8,105,906	5,802,563	1,218,665	15,127,134
OPERATING EXPENSES				
Water supply and administrative	6,396,064	-	-	6,396,064
Wastewater and administrative	-	2,750,952	-	2,750,952
Storm drainage and administrative	-	-	425,120	425,120
Depreciation expense	<u>781,916</u>	<u>2,112,229</u>	<u>449,348</u>	<u>3,343,493</u>
TOTAL OPERATING EXPENSES	<u>7,177,980</u>	<u>4,863,181</u>	<u>874,468</u>	<u>12,915,629</u>
OPERATING INCOME	<u>927,926</u>	<u>939,382</u>	<u>344,197</u>	<u>2,211,505</u>
NON-OPERATING REVENUES (EXPENSES)				
Earnings (losses) on investments	185,551	370,707	(11,421)	544,837
Interest expense	<u>-</u>	<u>(354,664)</u>	<u>(108,175)</u>	<u>(462,839)</u>
TOTAL NON-OPERATING REVENUES (EXPENSES)	<u>185,551</u>	<u>16,043</u>	<u>(119,596)</u>	<u>81,998</u>
INCOME BEFORE CONTRIBUTIONS AND TRANSFERS	1,113,477	955,425	224,601	2,293,503
Transfers in	-	-	1,587,250	1,587,250
Transfers out	(498,910)	(527,762)	(357,062)	(1,383,734)
Plant investment fees and cash in lieu of fees	<u>1,763,382</u>	<u>3,884,079</u>	<u>193,006</u>	<u>5,840,467</u>
CHANGE IN NET POSITION	2,377,949	4,311,742	1,647,795	8,337,486
NET POSITION, BEGINNING OF YEAR	<u>61,720,205</u>	<u>27,141,505</u>	<u>10,209,569</u>	<u>99,071,279</u>
NET POSITION, END OF YEAR	<u>\$ 64,098,154</u>	<u>\$ 31,453,247</u>	<u>\$ 11,857,364</u>	<u>\$ 107,408,765</u>

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

City of Evans
Proprietary Funds
Statement of Cash Flows
For the Year Ended December 31, 2024

	<u>Water</u>	<u>Wastewater</u>	<u>Storm Drainage</u>	<u>Total</u>
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received from customers	\$ 8,119,312	\$ 5,778,544	\$ 1,200,839	\$ 15,098,695
Cash paid for goods and services	(5,851,277)	(1,699,431)	4,997	(7,545,711)
Cash paid to employees	<u>(458,772)</u>	<u>(883,756)</u>	<u>(274,309)</u>	<u>(1,616,837)</u>
NET CASH FROM OPERATING ACTIVITIES	<u>1,809,263</u>	<u>3,195,357</u>	<u>931,527</u>	<u>5,936,147</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES				
Transfers to other funds	<u>(498,910)</u>	<u>(527,762)</u>	<u>(1,078,298)</u>	<u>(2,104,970)</u>
NET CASH FROM NON-CAPITAL FINANCING ACTIVITIES	<u>(498,910)</u>	<u>(527,762)</u>	<u>(1,078,298)</u>	<u>(2,104,970)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Plant investment fees and cash in lieu of fees	1,763,382	3,884,079	193,006	5,840,467
Principal paid on debt	-	(1,869,290)	(378,576)	(2,247,866)
Interest paid on debt	-	(366,433)	(110,509)	(476,942)
Proceeds from debt	-	-	2,499,648	2,499,648
Proceeds from sale of capital assets	168,750	-	-	168,750
Acquisition of capital assets	<u>(1,258,191)</u>	<u>(621,933)</u>	<u>(1,359,136)</u>	<u>(3,239,260)</u>
NET CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES	<u>673,941</u>	<u>1,026,423</u>	<u>844,433</u>	<u>2,544,797</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Proceeds from sale of investments	-	-	-	-
Purchases of investments	-	-	-	-
Earnings (loss) on investments	<u>185,551</u>	<u>370,707</u>	<u>(11,421)</u>	<u>544,837</u>
NET CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES	<u>185,551</u>	<u>370,707</u>	<u>(11,421)</u>	<u>544,837</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	<u>2,169,845</u>	<u>4,064,725</u>	<u>686,241</u>	<u>6,920,811</u>
CASH, CASH EQUIVALENTS, AND INVESTMENTS				
Beginning of Year	<u>7,007,041</u>	<u>13,126,357</u>	<u>195,266</u>	<u>20,328,664</u>
Cash, cash equivalents, and investments at end of year	<u><u>\$ 9,176,886</u></u>	<u><u>\$ 17,191,082</u></u>	<u><u>\$ 881,507</u></u>	<u><u>\$ 27,249,475</u></u>
Cash, cash equivalents and investments at end of year consist of:				
Equity in pooled cash, cash equivalents and investments	\$ 9,176,886	\$ 16,371,403	\$ 685,962	\$ 26,234,250
Restricted cash, cash equivalents, and investments	-	819,679	195,546	1,015,224
Total cash, cash equivalents and investments at end of year	<u><u>\$ 9,176,886</u></u>	<u><u>\$ 17,191,081</u></u>	<u><u>\$ 881,507</u></u>	<u><u>\$ 27,249,474</u></u>
RECONCILIATION OF OPERATING INCOME TO NET CASH FROM OPERATING ACTIVITIES				
Operating income	\$ 927,926	\$ 939,382	\$ 344,197	\$ 2,211,505
Adjustments to reconcile operating income to net cash flows from operating activities				
Depreciation	781,916	2,112,229	449,348	3,343,493
Change in operating assets:				
Receivables	13,406	(24,019)	(17,824)	(28,437)
Change in operating liabilities:				
Accounts payable and accrued expenses	<u>86,015</u>	<u>167,765</u>	<u>155,806</u>	<u>409,586</u>
NET CASH FROM OPERATING ACTIVITIES	<u><u>\$ 1,809,263</u></u>	<u><u>\$ 3,195,357</u></u>	<u><u>\$ 931,527</u></u>	<u><u>\$ 5,936,147</u></u>

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

City of Evans
Cemetery Endowment Fund
Statement of Fiduciary Net Position
December 31, 2024

ASSETS

Restricted cash and investments	\$ <u>49,470</u>
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TOTAL ASSETS	\$ <u><u>49,470</u></u>
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NET POSITION

Restricted	\$ <u>49,470</u>
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TOTAL NET POSITION	\$ <u><u>49,470</u></u>
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The accompanying notes are an integral part of these financial statements.

City of Evans
Cemetery Endowment Fund
Statement of Changes in Fiduciary Net Position
For the Year Ended December 31, 2024

Additions

Earnings on investments	\$ <u>3,017</u>
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TOTAL ADDITIONS	<u>3,017</u>
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Transfers

Transfers out	<u>(3,017)</u>
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TOTAL TRANSFERS	<u>(3,017)</u>
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CHANGE IN NET POSITION	<u>-</u>
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NET POSITION, BEGINNING OF YEAR	<u>49,470</u>
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NET POSITION, END OF YEAR	<u><u>\$ 49,470</u></u>
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City of Evans, Colorado

Notes to Financial Statements

December 31, 2024

1. Summary of Significant Accounting Policies

Reporting Entity

The City of Evans, Colorado (the "City") was founded on November 22, 1869, as a statutory city. On April 30, 1973, the City adopted a home rule charter which provided for adoption of a Council-Manager Government. The City's major operations include general government; public safety; public works; culture, parks and recreation; and community development. The accompanying financial statements conform to accounting principles generally accepted in the United States of America ("GAAP") as applied to government units. The Governmental Accounting Standards Board ("GASB") is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant policies.

As defined by GAAP and established by the GASB, the financial reporting entity consists of the primary government, as well as component units, which are legally separate organizations for which elected officials of the primary government are financially accountable. Financial accountability is defined as:

- 1) Appointment of a voting majority of the component unit's governing board, and either, a) the ability to impose its will by the primary government, or b) there is a potential for the component unit to provide specific financial benefits to, or impose specific financial burdens on, the primary government; or
- 2) Fiscal dependency on the primary government and there is a potential for the organization to provide specific benefits to or impose specific financial burdens on the primary government regardless of whether the organization has (1) a separately elected governing board, (2) a governing board appointed by a higher level of government or (3) a jointly appointed board.

Based on the application of these criteria, the following component unit is included in the City's reporting entity.

Blended Component Unit

The Evans Urban Renewal Authority, known as the Evans Redevelopment Agency ("ERA") was created by the City of Evans in 2009 to assist in the redevelopment of blighted and run-down neighborhoods and districts that were attracting little or no private investment and stimulate the transformation into attractive, thriving areas. The City Council serves as the Urban Renewal Authority and is governed by Colorado State Statutes. The activity for the ERA is reported as a blended component unit of the City, a major fund shown as the Evans Redevelopment Agency. Separate financial statements are not issued for the ERA.

Government-wide and Fund Financial Statements

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

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

1. Summary of Significant Accounting Policies (continued)

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

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the enterprise funds and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include: 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues, rather than as program revenues. Likewise, general revenues include all taxes.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, claims and judgments and pollution remediation costs, are recorded only when payment is due.

Property taxes, when levied for; intergovernmental revenues, when eligibility requirements are met; charges for services; and interest associated with the current fiscal period, are all considered to be susceptible to accrual (measurable) and so have been recognized as revenues of the current fiscal period, if available. All others, primarily licenses, fees and permits, are measurable and available only when cash is received.

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

1. Summary of Significant Accounting Policies (continued)

The City reports the following major governmental funds:

General Fund - The General Fund is the general operating fund of the City. It is used to account for all financial resources, except those required to be accounted for in another fund. In addition, the Emergency Contingency Reserve Fund, used for funds accumulated for emergency contingencies established by the City Charter, is also reported in this fund.

Street Construction Fund - The Street Construction Fund is a capital projects fund. It is used to manage the City's major assets, such as roadways, alleys, and public rights-of-way, through the on-going maintenance and repair of existing assets and the construction of new assets.

Road Tax Fund - The Road Tax Fund is a capital projects fund. It is used to maintain, operate, and improve the safety of the streets of the City, including resurfacing, reconstruction, paving dirt roads, arterial capacity expansion, and related concrete work in the public rights of way.

Evans Redevelopment Agency - The Evans Redevelopment Agency is a blended component unit and reported as a special revenue fund. It reports the activities of the Evans Urban Renewal Authority.

Proprietary Funds - Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary funds are charges to customers for services. Operating expenses for enterprise and internal service funds include the cost of operations and maintenance and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Enterprise Funds - Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the primary intent is that costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The City's major enterprise funds include the Water, Waste Water, and Storm Drainage Funds.

Fiduciary Funds - Private-purpose trust funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. The City's trust fund is the Cemetery Endowment Fund.

Budgets

The City follows these procedures in establishing the budgetary data reflected in the supplementary information:

- By October 15, the City Manager submits to the City Council a proposed operating budget for the fiscal year beginning the following January 1. The operating budget includes proposed expenditures and the means of financing them.
- A public hearing is conducted to obtain taxpayer comments.
- In most years, prior to December 31, the budget is legally enacted through passage of a resolution.

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

1. Summary of Significant Accounting Policies (continued)

- Any budget revisions that alter the total expenditures of any fund must be approved by the City Council through passage of an ordinance.
- The City legally adopts budgets for all of the funds. Budgets for the general, special revenue, capital projects and fiduciary funds are adopted on a basis consistent with GAAP. Budgetary comparisons presented for the enterprise funds are presented on a non-GAAP budgetary basis.
- Budgeted amounts in the financial statements are as originally adopted or as amended by the City Council. All appropriations lapse at year end.

Expenditures exceeded appropriations in the School Impact Fund and the Fire Impact Fund for the year ended December 31, 2024. These funds are passed through based on revenues collected per intergovernmental agreements. The City will evaluate the cause of the overage and consider modifications to its budget monitoring procedures to ensure compliance with Colorado Revised Statutes Section 29-1-110.

The following table summarizes the individual fund budgeted expenditures, as originally adopted, as revised:

	Original Budget	Total Revisions	Revised Budget
Governmental funds:			
General	\$ 21,672,036	\$ 11,236,586	\$ 32,908,622
Special revenue funds:			
Park Impact	2,692,388	1,084,765	3,777,153
Conservation Trust	728,000	121,000	849,000
Refuse Collection	1,175,514	30,000	1,205,514
Street Impact	1,000,000	105,101	1,105,101
Fire Impact	300,000	-	300,000
Police Impact	-	-	-
School Impact	348,270	-	348,270
Cemetery Perpetual Care	-	-	-
Evans Redevelopment	260,100	-	260,100
Capital projects funds:			
Street Construction	3,565,000	1,888,973	5,453,973
Parks Construction	-	160,000	160,000
Road Tax	3,109,000	315,468	3,424,468
Food Tax	20,000,000	214,854	20,214,854
Business-type funds:			
Water	8,715,830	374,895	9,090,725
Waste Water	8,838,477	8,353,450	17,191,927
Storm Drainage	5,622,038	1,587,250	7,209,288
Fiduciary fund:			
Cemetery Endowment	6,000	-	6,000
Total funds	<u>\$ 78,032,653</u>	<u>\$ 25,472,342</u>	<u>\$103,504,995</u>

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

1. Summary of Significant Accounting Policies (continued)

Cash and Investments

Cash balances of the City's funds are pooled and invested in investments maturing within five years, in order to provide improved cash management. Individual fund integrity is maintained through City records. Each fund's interest in the pooled bank account is presented on the financial statements as "equity in pooled cash, cash equivalents and investments." Overdrawn balances in the pooled cash accounts, if any, are treated by the City as interfund liabilities, payable to the fund deemed to have made the loan.

During 2024, the City had investments in commercial paper, U.S. treasury obligations, U.S. instrumentality obligations, and local government investment pools.

Investments are stated at fair value in accordance with GASB Statement No. 72, *Fair Value Measurement and Application*, based on quoted market values, with the exception of certain external investment pools. These are stated at net asset value or amortized cost.

For purpose of presentation in the financial statements, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the City are considered to be cash equivalents. Investments with an initial maturity of more than three months are reported as investments.

An analysis of the City's cash and investment accounts at December 31, 2024, is provided in Note 2.

Restricted Cash

The Emergency Contingency restricted cash, totaling \$1,000,000, as reported within the General Fund, is due to a reserve for unanticipated expenditures. The City, by Home Rule Charter, maintains a fund balance equal to 25% of the prior year's General Fund expenditures. The designation is to provide a fiscal cushion to absorb fluctuations in City operations due to economic downturns or emergencies. This designation encompasses the "emergency" reserve as defined in the TABOR amendment of the Colorado State Constitution. In the November 2012 election, the citizens of Evans approved a ballot initiative to provide for a ceiling of \$1 million in the Emergency Contingency Fund, allowing any amount exceeding this amount to be transferred to the General Fund. This ceiling was effective starting January 1, 2013.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. Because these assets do not represent current financial resources, these amounts are shown as nonspendable fund balance in governmental funds.

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

1. Summary of Significant Accounting Policies (continued)

Bond Premiums, Discounts and Issuance Costs

In the governmental fund statements, bond premiums, discounts, and issuance costs are recognized as current period revenues and/or expenditures. Bond premiums and discounts in the government-wide and proprietary fund statements are deferred and amortized over the life of the bonds using the straight-line method, which approximates the effective-interest method. Issuance costs are expensed as incurred, while bond premiums and discounts are netted against the related debt.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (i.e., streets and roads, bridges, traffic signals, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are recorded at acquisition value.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

Assets are depreciated or amortized using the straight-line method. Depreciation and amortization expense is included in program expense in the government-wide statement of activities.

Estimated useful lives for asset types are as follows:

Intangible assets	10 years
Land improvements	5 - 50 years
Infrastructure	10 - 30 years
Buildings & improvements	5 - 50 years
Machinery & equipment	5 - 20 years
Transportation equipment	6 - 15 years
System improvements	5 - 40 years
Subscription based technology arrangements ("SBITAs")	Life of contract

Compensated Absences

Employees of the City are allowed to accumulate unused vacation, sick and compensatory time depending on length of employment. Upon termination of employment from the City, an employee will be compensated for all accrued vacation and compensatory time at their current rate of pay; there is no payment for sick leave upon termination.

Accumulated unpaid vacation and compensatory time is accrued when earned. In the governmental fund statements, accumulated compensated absences not expected to be paid with current available resources are reported as governmental activities liabilities, but not reported in the funds.

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

1. Summary of Significant Accounting Policies (continued)

These balances are generally liquidated by the General Fund. Compensated absences relating to the Enterprise Funds are recorded as a liability of those funds.

Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund statement of net position. Bonds payable are reported net of the applicable bond premium or discount.

SBITA Obligations

The City's subscription-based information technology arrangements (SBITAs) that are long term in nature are recorded at the present value of future payments required under the arrangements. Right-to-use SBITA assets are recorded at the present value and amortized over the term of the arrangement. For individual SBITA contracts, where information about the discount rate implicit in the arrangement is not included, the City has elected to use the incremental borrowing rate to calculate the present value of expected payments.

Property Taxes

Property taxes are levied prior to December 31 and attach as an enforceable lien on property on January 1. Taxes are payable in full on April 30 or in two installments on the last day of February and June 15. The County Treasurer's office collects property taxes and remits to the City on a monthly basis. Since property tax revenues are collected in arrears during the succeeding year, a receivable and corresponding deferred inflows of resources is recorded at December 31. As the tax is collected in the succeeding year, the deferred inflows of resources is recognized as revenue and the receivable is reduced.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expense/expenditure) until then. The City reports deferred outflows of resources for pension-related amounts. See Note 8 for additional information.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time. The City reports a deferred inflow of resource relating to property taxes. In addition, the City reports deferred inflows of resources for pension-related amounts. See Note 8 for additional information.

Fund Balance and Net Position

In the government-wide and proprietary fund financial statements, net position is classified in the following categories:

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

1. Summary of Significant Accounting Policies (continued)

Net Investment in Capital Assets - This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and amortization and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce this category.

Restricted Net Position - This category presents external restrictions imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.

Unrestricted Net Position - This category represents the net position of the City, which is not restricted for any project or other purpose. A deficit will require future funding.

In the fund financial statements, fund balances of governmental funds are categorized as follows:

Nonspendable - amounts that cannot be spent either because they are not in spendable form or because they are legally or contractually required to be maintained intact.

Restricted - amounts that can be spent only for specific purposes because of constitutional provisions, charter requirements or enabling legislation or because of constraints that are externally imposed by creditors, grantors, or the laws or regulations of other governments.

Committed - amounts that can be used only for specific purposes determined by a formal action of the City Council (the "Council"). The Council is the highest level of decision-making authority for the City. Commitments may be established, modified, or rescinded only through resolutions approved by the Council.

Assigned - amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Under the Council's adopted policy, the Council has granted the City Manager, or the City Manager's designee, the authority to assign the designated fund balance for each governmental fund based on the intended use of resources by the City Council in the most recently adopted Budget and Long Range Financial Plans.

Unassigned - all other spendable amounts. Only the General Fund reports a positive unassigned fund balance. In other governmental funds other than the General Fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to other purposes, the funds would report a negative unassigned fund balance; however, any amount reported as assigned fund balance would have to be eliminated before a negative unassigned fund balance could be reported.

When an expenditure is incurred for purposes for which both restricted and unrestricted resources are available, it is the City's policy to use restricted resources first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the City has provided otherwise in its commitment or assignment actions.

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

1. Summary of Significant Accounting Policies (continued)

As of December 31, 2024, fund balances are composed of the following:

	General Fund	Street Construction Fund	Road Tax	Evans Redevelopment Agency	Nonmajor Funds	Total Governmental Funds
Nonspendable:						
Prepaid items	\$ 317	\$ -	\$ -	\$ -	\$ -	\$ 317
Restricted:						
Emergency reserve	1,000,000	-	-	-	-	1,000,000
Parks and recreation	-	-	-	-	1,234,691	1,234,691
Street construction	-	2,870,641	8,484,073	-	4,466,959	15,821,673
Committed:						
Surcharge fees	251,544	-	-	-	-	251,544
Highway 85	-	-	-	-	-	-
Street construction	-	-	-	-	-	-
Assigned:						
Special revenue funds	-	-	-	463,360	1,090,741	1,554,101
Street construction	-	-	-	-	2,309,993	2,309,993
Park construction	-	-	-	-	5,989,454	5,989,454
Police Station	3,329,872	-	-	-	-	3,329,872
Fund balance policy	7,479,847	-	-	-	-	7,479,847
Unassigned:	12,870,587	-	-	-	-	12,870,587
Total	<u>\$ 24,932,167</u>	<u>\$ 2,870,641</u>	<u>\$ 8,484,073</u>	<u>\$ 463,360</u>	<u>\$ 15,091,838</u>	<u>\$ 51,842,079</u>

Pensions

The City contributes to the Statewide Retirement Plan ("SRP"). The plan is a cost-sharing multiple-employer defined benefit pension plans administered by the Fire and Police Pension Association of Colorado ("FPPA"). For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the SWDB and SWH plans and additions to/ deductions from the SRP plan fiduciary net position have been determined on the same basis as they are reported by the FPPA. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Accounting Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, and deferred inflows of resources and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

1. Summary of Significant Accounting Policies (continued)

New Accounting Pronouncements

For 2024, the City implemented Governmental Accounting Standards Board (GASB) Statement No. 101, Compensated Absences. GASB Statement No. 101 provides guidance for recognizing and measuring liabilities for compensated absences, such as vacation and sick leave. The Statement establishes a unified recognition and measurement model that defines when a liability should be recorded and clarifies that only leave that has been earned and is more likely than not to be used or paid should be recognized. As a result of implementing this Statement, the City recorded a liability for certain compensated absences that had not previously been accrued. The adoption of GASB Statement No. 101 did not result in a restatement of beginning net position.

2. Cash and Investments

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

Petty Cash	\$ 1,961
Cash deposits	31,733,452
Investments	<u>47,215,427</u>
Total	<u>\$ 78,950,840</u>

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

Restricted cash and investments

Governmental activities	\$ 1,000,000
Business-type activities	1,015,224
Fiduciary funds	49,470

Unrestricted cash and investments

Governmental activities	50,651,896
Business-type activities	<u>26,234,250</u>
Total cash and investments	<u>\$ 78,950,840</u>

Cash Deposits

Custodial Credit Risk

This is the risk that, in the event of failure of a depository financial institution, a government will not be able to recover its deposits. The City's deposit policy is in accordance with CRS 11 -1 0.5-101, the Colorado Public Deposit Protection Act ("PDPA"), which governs the investment of public funds. PDPA requires that all units of local governments deposit cash in eligible public depositories. Eligibility is determined by state regulations. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. The financial institution is allowed to create a single collateral pool for all public funds held. The pool is maintained by another institution or held in trust for all of the uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. The institution's internal records identify collateral by depositor and as such, these deposits are considered uninsured but collateralized.

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

2. Cash and Investments (continued)

The State Regulatory Commissions for banks and financial services are required by statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools. At December 31, 2024, the City had deposits with financial institutions with a carrying amount of \$31,733,452. The bank balances with the financial institutions were \$32,479,682, of which \$1,000,000 was covered by federal depository insurance. The remaining balance of \$31,479,682 was collateralized with securities held by the financial institutions' agents but not in the City's name.

Cash Deposits

Credit Risk

The City is required to comply with State statutes which specify investments meeting defined rating, maturity, and concentration risk criteria in which local governments may invest, which include the following:

1. Repurchase agreements in obligations of the United States;
2. Obligations of the United States or obligations unconditionally guaranteed by the United States;
3. General obligation or revenue bonds of any state, District of Columbia, US territory or any of their subdivisions, with certain limitations;
4. Bankers acceptance issued by a state or national bank, with certain limitations;
5. Commercial paper, with certain limitations;
6. Any obligation, certificate of participation or lease/purchase of the investing public entity;
7. Money market funds, with certain limitations, which invest in the types of securities listed above;
8. Guaranteed investment contracts, with other certain limitations;
9. Participation with other local governments in pooled investment funds (trusts). These trusts are supervised by participating governments and must comply with the same restrictions on cash deposits and investments. These trusts are "Colotrust" and "CSAFE".

The City manages its credit risk by limiting its investments to the types of securities listed above, by pre-qualifying the financial institutions, brokers/dealers, intermediaries and advisors, and by diversifying the investment portfolio so that the impact of potential losses from any one type of security or from any one individual issuer will be minimized.

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

2. Cash and Investments (continued)

At December 31, 2024, the City had the following investments:

Investments	S&P Rating	Moody Rating	Fair Value	Weighted Avg Maturity Date (in days)	Concentration of Credit Risk
COLOTRUST	AAAm	NR	\$22,993,850	N/A	48.70%
CSAFE	AAAm	NR	2,576	N/A	0.01%
Money market funds	NR	NR	1,406,370	N/A	2.98%
US Treasury	AA+	AAA	1,967,734	248	4.17%
US Instrumentality	AA+	AAA	16,741,555	994	35.46%
Certificates of Deposit	NR	NR	4,103,342	290	8.69%
<u>Total Investments</u>			<u>\$47,215,427</u>		

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

The City's investment balances at fair value hierarchy are as follows:

Investments	Level 1	Level 2	Level 3	Total
Money Market Funds	\$ 1,406,370	\$ -	\$ -	\$ 1,406,370
U.S. Treasury	-	1,967,734	-	1,967,734
U.S. Instrumentality	-	16,741,555	-	16,741,555
Certificates of deposit	-	4,103,342	-	4,103,342
Investments measured at amortized cost - CSAFE	-	-	-	2,576
Investments measured at net asset value - COLOTRUST	-	-	-	22,993,850
Total	<u>\$ 1,406,370</u>	<u>\$ 22,812,631</u>	<u>\$ -</u>	<u>\$ 47,215,427</u>

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

2. Cash and Investments (continued)

At December 31, 2024, the City had invested \$22,993,850 in the Colorado Local Government Liquid Asset Trust (the "Trust"), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commission administers and enforces all State statutes governing the Trust. The Trust operates similarly to a money market fund and each share is equal in value to \$1. The Trust offers shares in three portfolios, COLOTRUST PRIME and COLOTRUST PLUS+ and EDGE. COLOTRUST PRIME invests only in U.S. Treasury and government agencies. COLOTRUST PLUS+ can invest in U.S. Treasury, government agencies, and in the highest-rate commercial paper. A designated custodial bank serves as custodian for the Trust's portfolios pursuant to a custodian agreement.

The custodian acts as a safekeeping agent for the Trust's investment portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by the Trust. The Trust is rated AAAm by Standard and Poor's and is measured at net asset value.

As of December 31, 2024, the City had invested balances of \$2,576 in CSAFE, an investment vehicle established for local government entities in Colorado to pool surplus funds for investment purposes. CSAFE is a highly liquid fund operating similarly to a money market-like fund and each share is equal in value to \$1.00. CSAFE measures all of its investment at amortized cost in accordance with GASB Statement No. 79, Certain External Investment Pools and Pool Participants. CSAFE invests primarily in United States Treasuries, United States Agencies, Primary Dealer Repurchase Agreements, highly rated commercial paper, AAAm rated money market funds, highly rated corporate bonds and Colorado Depositories. The weighted average maturity of the portfolio shall not exceed 60 days and the weighted average life of the portfolio shall not exceed 120 days. CSAFE is rated AAAm by Standard & Poor's and is measured at amortized cost. There are no unfunded commitments, the redemption frequency is daily or weekly, and there is no redemption notice period.

Interest Rate Risk

Colorado state statutes require that no investment may have a maturity in excess of five years from the date of purchase, unless an available active market exists. The City has a formal investment policy, consistent with statutory requirements, that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The City's investment portfolio does not contain investments that exceed that limitation of five years.

Custodial Credit Risk - Investments

For an investment, custodial credit risk is the risk that, in the event of the failure of the counter party, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City Council approves a list of financial institutions and depositories authorized to provide investment services. Security broker/dealers must have a minimum capital requirement of \$10,000,000 and at least five years of operation.

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

3. Receivables

Receivables at December 31, 2024 consist of the following:

Receivables	General	Special Revenue	Capital Projects	Enterprise	Total
Taxes	\$ 885,235	\$ -	\$ -	\$ -	\$ 885,235
Accounts	346,462	101,457	830,834	1,239,957	2,518,710
Intergovernmental	1,667,888	2,801	63,426	34,720	1,768,835
Other	<u>645,892</u>	<u>-</u>	<u>-</u>	<u>4,656,252</u>	<u>5,302,144</u>
Total	<u>\$ 3,545,477</u>	<u>\$ 104,258</u>	<u>\$ 894,260</u>	<u>\$ 5,930,929</u>	<u>\$ 10,474,924</u>

4. Capital Assets

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

	Balance December 31, 2023	Transfers/ Additions	Transfers/ Retirements	Balance December 31, 2024
Governmental Activities				
Capital assets, not being depreciated:				
Land	\$ 9,258,150	\$ 1,830,857	\$ -	\$ 11,089,007
Landscaping	2,637,078	-	-	2,637,078
Construction in progress	<u>7,301,145</u>	<u>4,110,930</u>	<u>(50,493)</u>	<u>11,361,582</u>
Total capital assets, not being depreciated	<u>19,196,373</u>	<u>5,941,787</u>	<u>(50,493)</u>	<u>25,087,667</u>
Capital assets, being depreciated / amortized:				
Intangible assets	403,317	-	-	403,317
Intangible right-to-use SBITA*	35,726	793,006	(35,726)	793,006
Land improvements	12,926,432	783,333	-	13,709,765
Infrastructure	50,165,926	2,169,620	-	52,335,546
Buildings and improvements	13,350,682	62,989	-	13,413,671
Machinery and equipment	2,918,698	1,333,254	(95,312)	4,156,640
Transportation equipment	<u>2,385,383</u>	<u>617,313</u>	<u>(38,533)</u>	<u>2,964,163</u>
Total capital assets, being depreciated / amortized:	<u>82,186,164</u>	<u>5,759,515</u>	<u>(169,571)</u>	<u>87,776,108</u>

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

4. Capital Assets (continued)

	Balance December 31, 2023	Transfers/ Additions	Transfers/ Retirements	Balance December 31, 2024
Governmental Activities				
Less accumulated depreciation and amortization for:				
Intangible assets	(267,516)	(15,681)	-	(283,197)
Land improvements	(5,947,915)	(821,190)	-	(6,769,105)
Infrastructure	(13,977,696)	(2,489,273)	-	(16,466,969)
Buildings and improvements	(5,362,246)	(342,227)	-	(5,704,473)
Machinery and equipment	(2,582,518)	(166,686)	95,312	(2,653,891)
Transportation equipment	(2,108,599)	(172,072)	38,533	(2,242,138)
Intangible right-to-use SBITA*	<u>(22,684)</u>	<u>(100,525)</u>	<u>35,726</u>	<u>(87,483)</u>
Total accumulated depreciation and amortization:	<u>(30,269,173)</u>	<u>(4,107,653)</u>	<u>169,571</u>	<u>(34,207,255)</u>
Depreciable assets, net	<u>51,916,991</u>	<u>1,651,862</u>	<u>-</u>	<u>53,568,853</u>
Capital assets, net	<u>\$ 71,113,364</u>	<u>\$ 7,593,649</u>	<u>\$ (50,493)</u>	<u>\$ 78,656,520</u>

* *Subscription based information technology arrangements*

The City implemented Governmental Accounting Standards Board Statement No. 96, *Subscription-Based Information Technology Arrangements*, during the year ended December 31, 2023. The City has multiple software arrangements that require recognition under GASB No. 96. The City recognizes a subscription-based information technology arrangements (SBITA) liability and an intangible right-to-use asset for software agreements. The assets will be amortized over the term of the agreements.

Depreciation for governmental activity capital assets has been allocated to the various activities as follows:

Governmental Activities	
General government	\$ 465,667
Public safety	148,834
Public works	2,404,224
Culture parks and recreation	1,086,294
Community development	<u>2,634</u>
Total depreciation expense - governmental activities	<u>\$ 4,107,653</u>

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

4. Capital Assets (continued)

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

	Balance December 31, 2023	Transfers/ Additions	Transfers/ Retirements	Balance December 31, 2024
Business-Type Activities				
Capital assets, not being depreciated:				
Investment in Greeley water	\$ 7,802,013	\$ -	\$ -	\$ 7,802,013
Water rights	28,465,955	35,400	(168,750)	28,332,605
Land	331,189	-	-	331,189
Construction in progress	<u>7,489,763</u>	<u>2,158,337</u>	<u>-</u>	<u>9,648,100</u>
Total capital assets, not being depreciated	<u>44,088,920</u>	<u>2,193,737</u>	<u>(168,750)</u>	<u>46,113,907</u>
Capital assets, being depreciated:				
System improvements	99,605,565	679,258	-	100,284,823
Machinery and Equipment	7,956,713	363,763	(34,529)	8,285,947
Intangible assets	197,877	2,500	-	200,377
Infrastructure	<u>1,335,430</u>	<u>-</u>	<u>-</u>	<u>1,335,430</u>
Total capital assets, being depreciated	<u>109,095,585</u>	<u>1,045,521</u>	<u>(34,529)</u>	<u>110,106,577</u>
Less accumulated depreciation:				
System improvements	(36,558,170)	(2,796,872)	-	(39,355,042)
Machinery and Equipment	(4,090,910)	(500,157)	34,529	(4,556,538)
Intangible assets	(176,767)	(4,524)	-	(181,291)
Infrastructure	<u>(235,350)</u>	<u>(41,940)</u>	<u>-</u>	<u>(277,290)</u>
Total accumulated depreciation	<u>(41,061,197)</u>	<u>(3,343,493)</u>	<u>34,529</u>	<u>(44,370,161)</u>
Total capital assets, being depreciated, net	<u>68,034,388</u>	<u>(2,297,972)</u>	<u>-</u>	<u>65,736,416</u>
Capital assets, net	<u>\$ 112,123,308</u>	<u>\$ (104,235)</u>	<u>\$ (168,750)</u>	<u>\$ 111,850,323</u>

Depreciation for business-type activity capital assets has been allocated to the various activities as follows:

Business-Type Activities

Water enterprise	\$ 781,916
Waste water enterprise	2,112,229
Drainage enterprise	<u>449,348</u>
Total depreciation expense - business-type activities	<u>\$ 3,343,493</u>

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

5. Long-Term Debt

Governmental Activities

Following is a summary of governmental activity debt transactions for the year ended December 31, 2024:

	Balance at December 31, 2023	Additions	Payments	Balance at December 31, 2024	Due Within One Year
Other Obligations					
SBITA obligations	\$ 13,042	\$ 773,056	\$ (150,440)	\$ 635,658	\$ 171,906
Compensated absences (net change)	484,485	387,337	-	871,822	191,801
Net pension liability	38,151	-	(38,151)	-	-
Total	<u>\$ 535,678</u>	<u>\$ 1,160,393</u>	<u>\$ (188,591)</u>	<u>\$ 1,507,480</u>	<u>\$ 363,707</u>

SBITA Obligations

In 2024, the City entered into three new subscription-based information technology arrangements (SBITAs) for meeting management, police worn cameras and tasers, and procurement management. Each arrangement provides the City with the right to use software over a specified subscription term in exchange for periodic payments. The agreements vary in non-cancellable terms from three to five years. There are no stated interest rates in the agreements; therefore, the City applied an estimated incremental borrowing rate to calculate the present value of future payments.

The subscription assets related to these three agreements total \$793,006, with accumulated amortization of \$87,483 as of December 31, 2024. These amounts are reported separately from other capital assets.

No variable payments, termination penalties, or impairment losses were recognized in the current period that were not already included in the subscription liability measurement.

Principal and interest requirements to maturity for these SBITAs are presented below by fiscal year:

5-Year Maturity Schedule	
<u>Year</u>	<u>Principal</u>
2025	\$ 171,906
2026	195,502
2027	180,897
2028	188,762
Less Imputed Interest	(101,408)
	<u>635,658</u>

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

5. Long-Term Debt (continued)

Business-Type Activities

Following is a summary of business-type activity debt transactions for the year ended December 31, 2024:

	Balance at December 31, 2023	Additions	Payments	Balance at December 31, 2024	Due Within One Year
Notes Payable					
Waste Water - CWRPDA note payable (2016)	\$30,986,854	\$ -	\$ (1,869,290)	\$ 29,117,564	\$ 1,901,333
Storm Drainage - CWRPDA note payable (2020)	<u>7,644,356</u>	<u>-</u>	<u>(378,576)</u>	<u>7,265,780</u>	<u>385,682</u>
	38,631,210	-	(2,247,866)	36,383,344	2,287,015
Other Obligations					
Compensated Absences (net change)	<u>107,683</u>	<u>57,956</u>	<u>-</u>	<u>165,639</u>	<u>36,441</u>
Total	<u>\$ 38,738,893</u>	<u>\$ 57,956</u>	<u>\$ (2,247,866)</u>	<u>\$ 36,548,983</u>	<u>\$ 2,323,456</u>

During 2016, the City entered into a loan agreement with the CWRPDA for a principal amount of approximately \$39.9 million and is payable in semi-annual payments ranging from \$850,262 to \$1,161,851 with a maturity date of August 1, 2038. The loan is secured by Pledged Property as defined within the agreement. Proceeds from the loan are providing financing for the construction and maintenance of the new wastewater treatment facility. The loan bears interest of 1.7%.

During 2020, the City entered into a loan agreement with the CWRPDA for a principal amount of approximately \$8.4 million and is payable in semi-annual payments ranging from \$2,500 to \$482,801 with a maturity date of August 1, 2041. The loan is secured by Pledged Property as defined within the agreement. Proceeds from the loan are providing financing for the construction and maintenance of the new wastewater treatment facility. The loan bears interest of 0%.

The following are considered to be events of default under the loan agreement:

- (a) failure by the City to pay or cause to be paid any amounts required to be paid when due, which failure shall continue for a period of ten days;
- (b) failure by the City to make or cause to be made any required payments of principal of redemption premium if any and interest on any bonds notes or other obligations for borrowed money, after giving effect to the applicable grace period, the payments of which are secured by pledged property;
- (c) failure by the City to pay or cause to be paid the Administrative Fee or any portion thereof when due or to observe and perform any duty covenant obligation or agreement on its part to be observed or performed under the loan agreement and other than a failure to comply with the provisions of the loan agreement, which failure shall continue for a period of thirty days after written notice specifying such failure and requesting that it be remedied is given to the City by the Trustee;

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

5. Long-Term Debt (continued)

(d) a petition is filed by or against the City under any federal or state bankruptcy or insolvency law or other similar law in effect on the date of the loan agreement or thereafter enacted unless in the case of any such petition filed against the City such petition shall be dismissed within thirty days after such filing and such dismissal shall be final and not subject to appeal or the City shall become insolvent or bankrupt or make an assignment for the benefit of its creditors or a custodian including without limitation a receiver liquidator or trustee of the City or any of its property shall be appointed by court order to take possession of the City or its property or assets if such order remains in effect or such possession continues for more than thirty days.

In the event of default, the lender may initiate legal proceedings to enforce their rights under the loan agreement.

Following is a summary of the future debt service requirements for the City's business-type activity notes payable for the year ended December 31, 2024:

<u>Year ending December 31,</u>	<u>Principal</u>	<u>Interest and Servicing Fees</u>	<u>Total</u>
2025	\$ 2,287,015	\$ 622,471	\$ 2,909,486
2026	2,321,009	588,071	2,909,080
2027	2,351,016	555,621	2,906,637
2028	2,368,902	538,246	2,907,148
2029	2,382,035	525,171	2,907,206
2030-2033	9,787,621	1,851,994	11,639,615
2034-2037	10,679,909	955,911	11,635,820
2038-2041	4,205,837	127,980	4,333,817
Total	<u>\$ 36,383,344</u>	<u>\$ 5,765,465</u>	<u>\$ 42,148,809</u>

6. Interfund Transfers

The following table summarizes interfund transfers for the year ended December 31, 2024

	<u>Transfers Out</u>						<u>Total</u>
	<u>General Fund</u>	<u>Nonmajor Funds</u>	<u>Water Fund</u>	<u>Wastewater Fund</u>	<u>Storm Drainage Fund</u>	<u>Fiduciary Fund</u>	
Transfers in:							
General Fund	\$ -	\$ 56,150	\$ 498,910	\$ 527,762	\$ 357,062	\$ 3,017	\$ 1,442,901
Street Construction Fund	600,000	-	-	-	-	-	600,000
Storm Drainage Fund	1,587,250	-	-	-	-	-	1,587,250
Total	<u>\$ 2,187,250</u>	<u>\$ 56,150</u>	<u>\$ 498,910</u>	<u>\$ 527,762</u>	<u>\$ 357,062</u>	<u>\$ 3,017</u>	<u>\$ 3,630,151</u>

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

6. Interfund Transfers (continued)

Transfers are used to reimburse the General Fund for indirect costs associated with administrative and operational support related to providing water, wastewater, storm drainage, and refuse services to citizens. In addition, the General Fund transferred amounts to the Street Construction Fund for costs associated with capital projects.

7. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors or omissions; injuries to employees, or acts of God. The City maintains commercial insurance to address these risks of loss. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

8. Retirement Commitments

General Employees Defined Contribution Plan

Effective January 1, 1985, the City and its employees elected to adopt a defined contribution pension plan called the City of Evans Saving Plan (the "Plan"). In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. All regular, full-time employees who have been employed at least one year are eligible to participate in the Plan.

<u>Employee Contribution</u>	<u>Employer Contribution</u>
0%	3%
1%	4%
2%	5%
3%	6%
4% or More	7%

Employee contributions vest immediately. Employees will be vested in employer contributions according to the following schedule:

1 year on plan	30% vested
2 years on plan	60% vested
3 years on plan	100% vested

The City's total payroll for the year ended December 31, 2024 was \$11,489,086. The City's contributions to the Plan for the years ending December 31, 2024, 2023 and 2022 were \$683,336, \$574,352, and \$521,887 respectively.

Empower Retirement is the plan administrator and the City Council has the authority to establish and amend benefit provisions of the plan.

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

8. Retirement Commitments (continued)

State of Colorado Fire and Police Pension Association - Defined Benefit Plan

Plan description. The City participates in the Statewide Retirement Plan (SRP), 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.

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

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

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

The Plan is administered by the Fire & 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>.

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

A member is eligible for retirement after attainment of age 55 with at least five years of credited service. A member is eligible for an early retirement after completion of 30 years of service or attainment of age 50 with at least five years of credited service. The early retirement benefit equals the normal retirement benefit reduced on an actuarially equivalent basis.

The annual retirement benefit for the Defined Benefit Component is 2.0 percent of the average of the member's highest three years' base salary for each year of credited service up to ten years, plus 2.5 percent of the average of the member's highest three years' base salary for each year of service thereafter.

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

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

8. Retirement Commitments (continued)

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

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

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

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

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

Members of the Defined Benefit Component contribute 12.0 percent of base salary. In 2020, legislation was enacted to increase the employer contributions rate to the Plan beginning in 2021. Employer contribution rates will increase 0.5 percent annually through 2030 to a total of 13.0 percent of base salary. These increases result in a combined contribution rate of 25.0 percent of base salary in 2030. In 2023, the total combined member and employer contribution rate was 21.5 percent.

Contributions from Defined Benefit Component members and employers of plans reentering the Defined Benefit Component are established by resolution and approved by the FPPA Board of Directors. The continuing rate of contribution for reentry groups is determined for each reentry group. The additional contribution amount is determined locally and may be paid by the member, the employer or split 50/50. Per the 2020 legislation, the required employer contribution rate for reentry departments also increases 0.5 percent annually. These increases result in a minimum combined contribution rate of 25.2 percent in 2030. In 2023, the total minimum required member and employer contribution rate was 21.7 percent.

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

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

8. Retirement Commitments (continued)

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

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

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

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. At December 31, 2024, the City reported a liability of \$0 for its proportionate share of the net pension liability. The net pension liability as of December 31, 2023, is based upon the January 1, 2024, actuarial valuation. The actuarially determined contributions as of December 31, 2023, are based upon the January 1, 2023, actuarial valuation.

The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At December 31, 2023, the City's proportion was approximately 0.29039 percent, a decrease of 0.01570 percent from the prior year.

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

8. Retirement Commitments (continued)

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

	Total Pension Liability	Actuarial Determined Contributions
Actuarial Valuation Date	January 1, 2024	January 1, 2023
Actuarial Method	Entry Age Normal	Entry Age Normal
Amortization Method	N/A	Level % of Payroll, Open
Amortization Period	N/A	30 Years
Long-term Investment Rate of Return, net*	7.0%	7.0%
Projected Salary Increases*	4.25% - 11.25%	4.25% - 11.25%
Cost of Living Adjustments (COLA)	0%	0%
*Includes Inflation at	2.5%	2.5%

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

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

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

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

8. Retirement Commitments (continued)

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation (assumed at 2.5 percent). Best estimates of arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of December 31, 2023 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	35%	8.33%
Equity Long/Short	6%	7.27%
Private Markets	34%	10.31%
Fixed Income - Rates	10%	5.35%
Fixed Income - Credit	5%	5.89%
Absolute Return	9%	6.39%
Cash	1%	4.32%
Total	100%	

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

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

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

8. Retirement Commitments (continued)

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

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

Sensitivity Analysis. Regarding the sensitivity of the net pension liability/(asset) to changes in the single discount rate, the following presents the plan's net pension liability/(asset), calculated using a single discount rate of 7.00 percent, as well as what the plan's net pension liability/(asset) would be if it were calculated using a single discount rate that is one percent lower or one percent higher:

Discount Rate	Projected Net Pension (Asset) Liability
1% Decrease to 6%	\$1,628,337
Single Discount Rate (7%)	-
1% Increase to 8%	\$ -

The net pension liability of \$0 reflects a reserve for cost of living adjustments and to manage adverse experience of each stated discount rate above

Other Information. For the year ended December 31, 2024, the City recognized pension expense related to this plan of \$871,730. At December 31, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 553,034	\$ 26,572
Changes of assumptions or other inputs	320,781	-
Net difference between projected and actual earnings on pension plan investments	397,028	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	125,522	-
Contributions subsequent to the measurement date	302,948	-
Total	<u>\$ 1,699,313</u>	<u>\$ 26,572</u>

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

8. Retirement Commitments (continued)

The \$302,948 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2024.

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

<u>Year ending December 31,</u>	<u>Amortization</u>
2025	\$ 242,217
2026	337,421
2027	473,723
2028	81,849
2029	93,667
Thereafter	<u>140,916</u>
	<u><u>\$ 1,369,794</u></u>

The average of the expected remaining service lives of all members in the plan, including active and inactive members, is 8.4106 years determined as of the beginning of the December 31, 2023 measurement period.

9. Rate Maintenance

The 2016 and 2020 Colorado Water Resources and Power Development Authority loan agreements (Waste Water Fund and Storm Drainage) require that net revenues, as defined, shall represent a sum equal to 110% of the amount necessary to pay, when due, the principal and interest on the loan. The following table shows these calculations.

Waste Water Fund (2016)

2024 Operating Revenue	\$ 5,802,563
2024 Non Operating Miscellaneous revenue	<u>4,254,786</u>
Total 2024 Gross revenues	10,057,349
2024 Operating and maintenance expenses	<u>(3,278,714)</u>
Net revenues as defined in CWRPDA loan agreement	6,778,635
 2024 Loan Principal	 1,869,290
2024 Loan Interest	<u>366,433</u>
Total Debt Service	2,235,723
 Rate Covenant Calculation (must exceed 110%)	 303%

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

9. Rate Maintenance (continued)

Storm Drainage Fund (2020)

2024 Operating Revenue	\$ 1,218,665
2024 Non Operating Miscellaneous revenue	<u>181,585</u>
Total 2024 Gross revenues	1,400,250
2024 Operating and maintenance expenses	<u>(782,182)</u>
Net revenues as defined in CWRPDA loan agreement	618,068
2024 Loan Principal	378,576
2024 Loan Interest	<u>110,509</u>
Total Debt Service	489,085
Rate Covenant Calculation (must exceed 110%)	126%

10. Commitments and Contingencies

TABOR Reserves

In November 1992, Colorado voters passed the TABOR Amendment (the "Amendment") to the State Constitution which limits state and local government tax powers and imposes spending limitations. Fiscal year 1993 provides the basis for limits in future years to which may be applied allowable increases for inflation and local growth. Revenue received in excess of the limitations may be required to be refunded unless the City's electorates vote to retain the revenue.

On April 5, 1994, the voting citizens of the City of Evans authorized the City (retroactive to January 1, 1993) to collect, retain, and expend all revenues, notwithstanding any state restrictions of fiscal year spending. This effectively removed all revenue and spending limits imposed by the Amendment. The City did not increase or incur any new tax or bonded debt in December 31, 2024.

The City's Home Rule Charter provision requires an Emergency Contingency Reserve Fund, reported in the General Fund in 2014, that shall maintain a balance equal to 5% of the budgeted General Fund revenues, until such fund is equal in amount to 25% of the prior year's General Fund expenditures. In 2019, 5% of budgeted revenues were \$2.5 million less than 25% of the prior year's General Fund expenditures. In the November 2012 election, the citizens of Evans approved a ballot initiative to provide for a ceiling of \$1 million in the Emergency Contingency Fund, allowing any amount exceeding this amount to be transferred to the General Fund. This ceiling was effective starting January 1, 2013.

Litigation

At times, the City may be subject to various claims and legal proceedings covering a wide range of matters that arise in the ordinary course of business. Management believes that any liability that may ultimately result from the resolution of these matters will not have a material adverse effect on the financial condition or results of operations of the City.

City of Evans, Colorado
Notes to Financial Statements (continued)
December 31, 2024

10. Commitments and Contingencies (continued)

Grants

The City participated in numerous State and Federal grant programs, which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent the City has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at December 31, 2024, may be impaired. In the opinion of the City, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying financial statements for such contingencies.

11. Related Party Transactions

The City has entered into an intergovernmental agreement ("IGA") with the Evans Fire Protection District (the "District") to provide financial support to the District until the District receives sufficient revenue to support its operations. In order to provide for the funding of District operations as required in the IGA, the City paid the District \$200,000 in 2024.

12. Northern Integrated Supply Project

The City has entered into an agreement with the Northern Colorado Water Conservancy District ("NCWCD"), acting by and through its Northern Integrated Supply Project ("NISP") Water Activity Enterprise. NISP is a collaborative effort between NCWCD and 15 northern Front Range municipalities and water districts to increase the water quantity and reliability of their water supplies. As of December 31, 2024, In 2024, the City paid \$819,000 toward this project, with total expenditures of \$5,437,454 which has been classified as construction in progress.

13. Riverside Library and Cultural Center

The City has entered into an IGA with the High Plains Public Library District ("HPLD") for the acquisition of property and construction of shared facilities for public, municipal and/or commercial purposes. This project is known as the Riverside Library and Cultural Center. In accordance with this IGA, the City will provide real property on which the project is to be constructed and the City and HPLD will share the construction costs based on the number of square feet of the project to be owned by each party. An ownership agreement was also entered into relating to the Center; under the agreement the City will own 40% of the Center and the HPLD will own the remaining 60%. The Center was completed in 2015.

14. Evans Redevelopment Agency

A 2018 cooperation agreement between the City and the ERA states that the ERA will use incremental sales tax revenue to repay the City for outstanding loans made to the ERA. During 2024, \$125,008 was applied to the loan, and as of December 31, 2024, the loan balance was paid in full. The fund components of this intragovernmental agreement have been eliminated from the fund financial statements.

CITY OF EVANS

Required Supplementary Information

City of Evans
General Fund
Schedule of Revenues, Expenditures
and Changes in Fund Balances—Budget and Actual
For the Year Ended December 31, 2024

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Taxes	\$ 13,953,847	\$ 14,019,791	\$ 15,333,079	\$ 1,313,288
Licenses and permits	1,359,328	1,659,328	2,003,104	343,776
Intergovernmental	1,503,760	2,881,260	3,198,581	317,321
Grants and contributions		-		
Other	405,000	405,000	774,218	369,218
Charges for services	384,000	384,000	374,517	(9,483)
Fines and forfeitures	534,480	566,125	353,294	(212,831)
Earnings on investments	100,000	100,000	1,248,040	1,148,040
Miscellaneous	371,000	791,758	3,270,771	2,479,013
TOTAL REVENUES	<u>18,611,415</u>	<u>20,807,262</u>	<u>26,555,604</u>	<u>5,748,342</u>
EXPENDITURES				
General Government	6,062,773	7,041,531	5,872,913	1,168,618
Public Safety	7,592,096	7,717,096	7,577,096	140,000
Public Works	2,529,819	2,704,610	2,236,694	467,916
Culture, Parks and Recreation	1,846,568	1,846,568	1,912,695	(66,127)
Community Development	1,590,780	1,590,780	1,709,333	(118,553)
Capital outlay	1,450,000	11,408,037	6,315,877	5,092,160
Debt Service:				
Principal	-	-	150,439	(150,439)
Interest	-	-	1,293	(1,293)
TOTAL EXPENDITURES	<u>21,072,036</u>	<u>32,308,622</u>	<u>25,776,341</u>	<u>6,532,281</u>
Excess (deficiency) of revenues over expenditures	<u>(2,460,621)</u>	<u>(11,501,360)</u>	<u>779,263</u>	<u>12,280,623</u>
OTHER FINANCING SOURCES AND (USES)				
Proceeds from sale of capital assets	-	-	53,170	53,170
Subscription agreement proceeds	-	-	773,056	773,056
Transfers out	(600,000)	(600,000)	(2,187,250)	(1,587,250)
Transfers in	1,628,729	1,628,729	1,442,901	(185,828)
TOTAL OTHER FINANCING SOURCES AND (USES)	<u>1,028,729</u>	<u>1,028,729</u>	<u>81,877</u>	<u>(946,852)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (1,431,892)</u>	<u>\$ (10,472,631)</u>	<u>861,140</u>	<u>\$ 11,333,771</u>
FUND BALANCES, BEGINNING OF YEAR			<u>24,071,027</u>	
FUND BALANCES, END OF YEAR			<u>\$ 24,932,167</u>	

City of Evans
Evans Redevelopment Agency
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2024

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Property tax revenue	\$ 31,992	\$ 31,992	\$ -	\$ (31,992)
Miscellaneous revenue	-	-	79,905	79,905
TOTAL REVENUES	<u>31,992</u>	<u>31,992</u>	<u>79,905</u>	<u>47,913</u>
EXPENDITURES				
Community development	<u>260,100</u>	<u>260,100</u>	<u>183,816</u>	<u>76,284</u>
TOTAL EXPENDITURES	<u>260,100</u>	<u>260,100</u>	<u>183,816</u>	<u>76,284</u>
NET CHANGE IN FUND BALANCE	<u>\$ (228,108)</u>	<u>\$ (228,108)</u>	(103,911)	<u>\$ 124,197</u>
FUND BALANCE, BEGINNING OF YEAR			<u>567,271</u>	
FUND BALANCE, END OF YEAR			<u>\$ 463,360</u>	

City of Evans
Retirement Plan Supplementary Information
For the Year Ended December 31, 2024

Schedule of Proportionate Share of the Net Pension Liability (Asset) and Related Ratios

FPPA - Statewide Retirement Plan

Year Ending*	Proportion of the Net Pension Liability (Asset)	Proportionate Share of the Net Pension Liability (Asset)	Actual Covered Member Payroll	Net Pension Liability (Asset) as a Percentage of Member Payroll	Fiduciary Net Position as a Percentage of Total Pension Liability (Asset)
12/31/2015	0.106%	\$ (119,765)	\$ 477,223	25.10%	106.80%
12/31/2016	0.102%	\$ (1,802)	\$ 495,725	0.36%	100.10%
12/31/2017	0.104%	\$ 37,554	\$ 531,901	7.06%	98.21%
12/31/2018	0.098%	\$ (141,055)	\$ 573,503	24.60%	106.30%
12/31/2019	0.875%	\$ 110,655	\$ 586,294	18.87%	95.20%
12/31/2020	0.640%	\$ (36,193)	\$ 471,668	7.67%	101.90%
12/31/2021	0.041%	\$ (88,085)	\$ 325,887	27.03%	106.70%
12/31/2022	0.043%	\$ (234,373)	\$ 348,146	67.32%	116.20%
12/31/2023	0.043%	\$ 38,151	\$ 373,943	10.20%	97.60%
12/31/2024	0.000%	\$ -	\$ 397,725	0.00%	100.00%

FPPA - Statewide Hybrid Plan

Year Ending*	Proportion of the Net Pension Liability (Asset)	Proportionate Share of the Net Pension Liability (Asset)	Actual Covered Member Payroll	Net Pension Liability (Asset) as a Percentage of Member Payroll	Fiduciary Net Position as a Percentage of Total Pension Liability (Asset)
12/31/2015	9.310%	\$ (1,104,158)	\$ 1,440,309	76.66%	140.60%
12/31/2016	8.839%	\$ (930,991)	\$ 1,460,325	63.75%	129.44%
12/31/2017	11.264%	\$ (1,226,115)	\$ 1,820,819	67.34%	127.50%
12/31/2018	10.493%	\$ (2,051,567)	\$ 2,005,423	102.30%	138.86%
12/31/2019	10.589%	\$ (1,461,670)	\$ 2,109,605	69.29%	123.46%
12/31/2020	11.237%	\$ (2,188,366)	\$ 2,325,777	94.09%	130.06%
12/31/2021	11.259%	\$ (3,096,837)	\$ 2,474,566	125.15%	137.99%
12/31/2022	11.317%	\$ (4,219,489)	\$ 2,485,693	169.75%	149.01%
12/31/2023	11.497%	\$ (167,690)	\$ 2,663,745	6.30%	101.38%
12/31/2024		The Statewide Hybrid plan merged with the Statewide Retirement Plan in 2024			

Note: This schedule is intended to show information for ten years

* The data provided in this schedule is based as of the measurement date of the City's net pension liability, which is as of the beginning of the year.

Schedule of Employer Contributions

FPPA - Statewide Retirement Plan

Year Ending	Statutorily Required Contributions	Actual Employer Contributions	Contribution Excess/(Deficiency)	Actual Covered Member Payroll	Contributions as a Percentage of Covered Payroll
12/31/2015	\$ 39,658	\$ 39,658	-	\$ 495,725	8.0%
12/31/2016	\$ 42,552	\$ 42,552	-	\$ 531,901	8.0%
12/31/2017	\$ 45,880	\$ 45,880	-	\$ 573,503	8.0%
12/31/2018	\$ 46,903	\$ 46,903	-	\$ 586,294	8.0%
12/31/2019	\$ 37,706	\$ 37,706	-	\$ 471,668	8.0%
12/31/2020	\$ 26,071	\$ 26,071	-	\$ 325,887	8.0%
12/31/2021	\$ 29,593	\$ 29,593	-	\$ 348,146	8.5%
12/31/2022	\$ 33,655	\$ 33,655	-	\$ 373,943	9.0%
12/31/2023	\$ 37,784	\$ 37,784	-	\$ 397,725	9.5%
12/31/2024	\$ 41,425	\$ 41,425	-	\$ 415,047	10.0%

FPPA -Statewide Hybrid Plan

Year Ending	Statutorily Required Contributions	Actual Employer Contributions	Contribution Excess/(Deficiency)	Actual Covered Member Payroll	Contributions as a Percentage of Covered Payroll
12/31/2015	\$ 116,826	\$ 116,826	-	\$ 1,460,325	8.0%
12/31/2016	\$ 145,665	\$ 145,665	-	\$ 1,820,819	8.0%
12/31/2017	\$ 160,443	\$ 160,443	-	\$ 2,005,423	8.0%
12/31/2018	\$ 168,768	\$ 168,768	-	\$ 2,109,605	8.0%
12/31/2019	\$ 186,062	\$ 186,062	-	\$ 2,325,777	8.0%
12/31/2020	\$ 197,965	\$ 197,965	-	\$ 2,474,566	8.0%
12/31/2021	\$ 198,855	\$ 198,855	-	\$ 2,485,693	8.0%
12/31/2022	\$ 213,100	\$ 213,100	-	\$ 2,663,745	8.0%
12/31/2023	\$ 233,244	\$ 233,244	-	\$ 2,870,677	8.1%
12/31/2024	\$ 261,523	\$ 261,523	-	\$ 3,171,753	8.2%

Note: This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

CITY OF EVANS

Other Supplementary Information

City of Evans
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2024

	<u>PARK IMPACT</u>	<u>CONSERVATION TRUST</u>	<u>FIRE IMPACT</u>	<u>REFUSE COLLECTION</u>	<u>STREET IMPACT</u>	<u>CEMETARY PERPETUAL CARE</u>	<u>PARKS CONSTRUCTION</u>	<u>POLICE IMPACT</u>	<u>SCHOOL IMPACT</u>	<u>FOOD TAX</u>	<u>TOTAL NONMAJOR GOVERNMENTAL FUNDS</u>
ASSETS											
Equity in pooled cash, cash equivalents, and investments	\$ 6,073,171	\$ 1,262,987	\$ 169,359	\$ 255,869	\$ 2,895,246	\$ 100,534	\$ 22,283	\$ 632,057	\$ 132,589	\$ 4,267,778	\$ 15,811,873
Receivables	-	-	-	103,889	-	-	-	-	-	199,181	303,070
TOTAL ASSETS	<u>\$ 6,073,171</u>	<u>\$ 1,262,987</u>	<u>\$ 169,359</u>	<u>\$ 359,758</u>	<u>\$ 2,895,246</u>	<u>\$ 100,534</u>	<u>\$ 22,283</u>	<u>\$ 632,057</u>	<u>\$ 132,589</u>	<u>\$ 4,466,959</u>	<u>\$ 16,114,943</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES											
LIABILITIES											
Accounts payable	\$ -	\$ 28,296	\$ 169,359	\$ 408	\$ -	\$ -	\$ -	\$ -	\$ 132,589	\$ -	\$ 330,652
Other liabilities	106,000	-	-	-	-	-	-	-	-	-	106,000
Unearned revenue	-	-	-	1,200	585,253	-	-	-	-	-	586,453
TOTAL LIABILITIES	<u>106,000</u>	<u>28,296</u>	<u>169,359</u>	<u>1,608</u>	<u>585,253</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>132,589</u>	<u>-</u>	<u>1,023,105</u>
FUND BALANCES											
Restricted	-	1,234,691	-	-	-	-	-	-	-	4,466,959	5,701,650
Committed	-	-	-	-	-	-	-	-	-	-	-
Assigned	5,967,171	-	-	358,150	2,309,993	100,534	22,283	632,057	-	-	9,390,188
TOTAL FUND BALANCES	<u>5,967,171</u>	<u>1,234,691</u>	<u>-</u>	<u>358,150</u>	<u>2,309,993</u>	<u>100,534</u>	<u>22,283</u>	<u>632,057</u>	<u>-</u>	<u>4,466,959</u>	<u>15,091,838</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 6,073,171</u>	<u>\$ 1,262,987</u>	<u>\$ 169,359</u>	<u>\$ 359,758</u>	<u>\$ 2,895,246</u>	<u>\$ 100,534</u>	<u>\$ 22,283</u>	<u>\$ 632,057</u>	<u>\$ 132,589</u>	<u>\$ 4,466,959</u>	<u>\$ 16,114,943</u>

City of Evans
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures
And Changes in Fund Balance
For the Year Ended December 31, 2024

	PARK IMPACT	CONSERVATION TRUST	FIRE IMPACT	REFUSE COLLECTION	STREET IMPACT	CEMETARY PERPETUAL CARE	PARKS CONSTRUCTION	POLICE IMPACT	SCHOOL IMPACT	FOOD TAX	TOTAL
REVENUES											
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,125,121	\$ 2,125,121
Intergovernmental	-	281,643	-	-	-	-	-	-	-	-	281,643
Licenses and permits	-	-	-	1,600	-	-	-	-	-	-	1,600
Charges for services	-	-	-	1,127,067	-	-	-	-	-	-	1,127,067
Investment income	130,162	28,533	1,701	7,745	44,946	2,432	2,941	10,904	1,909	81,679	312,952
Assessments	2,095,219	-	435,567	-	2,962,530	8,737	-	356,194	485,873	-	6,344,120
Miscellaneous	-	-	-	31,440	50,514	-	-	-	-	-	81,954
TOTAL REVENUES	<u>2,225,381</u>	<u>310,176</u>	<u>437,268</u>	<u>1,167,852</u>	<u>3,057,990</u>	<u>11,169</u>	<u>2,941</u>	<u>367,098</u>	<u>487,782</u>	<u>2,206,800</u>	<u>10,274,457</u>
EXPENDITURES											
General government	-	-	-	-	-	-	-	-	487,782	-	487,782
Public works	-	-	-	1,148,890	-	-	-	-	-	-	1,148,890
Public safety	-	-	437,268	-	-	-	-	-	-	-	437,268
Culture, parks and recreation	-	31,986	-	-	-	-	8,560	-	-	-	40,546
Capital outlay	706,860	29,462	-	-	977,354	-	149,008	-	-	-	1,862,684
TOTAL EXPENDITURES	<u>706,860</u>	<u>61,448</u>	<u>437,268</u>	<u>1,148,890</u>	<u>977,354</u>	<u>-</u>	<u>157,568</u>	<u>-</u>	<u>487,782</u>	<u>-</u>	<u>3,977,170</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>1,518,521</u>	<u>248,728</u>	<u>-</u>	<u>18,962</u>	<u>2,080,636</u>	<u>11,169</u>	<u>(154,627)</u>	<u>367,098</u>	<u>-</u>	<u>2,206,800</u>	<u>6,297,287</u>
OTHER FINANCING USES											
Transfers in (out)	-	-	-	(56,150)	-	-	-	-	-	-	(56,150)
TOTAL OTHER FINANCING USES	<u>-</u>	<u>-</u>	<u>-</u>	<u>(56,150)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(56,150)</u>
NET CHANGES IN FUND BALANCE	<u>1,518,521</u>	<u>248,728</u>	<u>-</u>	<u>(37,188)</u>	<u>2,080,636</u>	<u>11,169</u>	<u>(154,627)</u>	<u>367,098</u>	<u>-</u>	<u>2,206,800</u>	<u>6,241,137</u>
FUND BALANCE, BEGINNING OF YEAR	<u>4,448,650</u>	<u>985,963</u>	<u>-</u>	<u>395,338</u>	<u>229,357</u>	<u>89,365</u>	<u>176,910</u>	<u>264,959</u>	<u>-</u>	<u>2,260,159</u>	<u>8,850,701</u>
FUND BALANCE, END OF YEAR	<u>\$ 5,967,171</u>	<u>\$ 1,234,691</u>	<u>\$ -</u>	<u>\$ 358,150</u>	<u>\$ 2,309,993</u>	<u>\$ 100,534</u>	<u>\$ 22,283</u>	<u>\$ 632,057</u>	<u>\$ -</u>	<u>\$ 4,466,959</u>	<u>\$ 15,091,838</u>

City of Evans
Parks Impact Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2024

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Assessments - impact fees	\$ 1,228,049	\$ 1,228,049	\$ 2,095,219	\$ 867,170
Earnings on investments	<u>76,048</u>	<u>76,048</u>	<u>130,162</u>	<u>54,114</u>
TOTAL REVENUES	<u>1,304,097</u>	<u>1,304,097</u>	<u>2,225,381</u>	<u>921,284</u>
EXPENDITURES				
Capital outlay	<u>2,692,388</u>	<u>3,777,153</u>	<u>706,860</u>	<u>3,070,293</u>
TOTAL EXPENDITURES	<u>2,692,388</u>	<u>3,777,153</u>	<u>706,860</u>	<u>3,070,293</u>
NET CHANGE IN FUND BALANCE	<u>\$ (1,388,291)</u>	<u>\$ (2,473,056)</u>	1,518,521	<u>\$ 3,991,577</u>
FUND BALANCE, BEGINNING OF YEAR			<u>4,448,650</u>	
FUND BALANCE, END OF YEAR			<u>\$ 5,967,171</u>	

City of Evans
Conservation Trust Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2024

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Intergovernmental				
State shared revenue	\$ 301,910	\$ 301,910	\$ 281,643	\$ (20,267)
Investment Income	<u>15,075</u>	<u>15,075</u>	<u>28,533</u>	<u>13,458</u>
TOTAL REVENUES	<u>316,985</u>	<u>316,985</u>	<u>310,176</u>	<u>(6,809)</u>
EXPENDITURES				
Culture and recreation	-	-	31,986	(31,986)
Capital outlay	<u>728,000</u>	<u>849,000</u>	<u>29,462</u>	<u>819,538</u>
TOTAL EXPENDITURES	<u>728,000</u>	<u>849,000</u>	<u>61,448</u>	<u>787,552</u>
NET CHANGE IN FUND BALANCE	<u>\$ (411,015)</u>	<u>\$ (532,015)</u>	248,728	<u>\$ 780,743</u>
FUND BALANCE, BEGINNING OF YEAR			<u>985,963</u>	
FUND BALANCE, END OF YEAR			<u>\$ 1,234,691</u>	

City of Evans
Fire Impact Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2024

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Assessments - Impact fees	\$ 300,000	\$ 300,000	\$ 435,567	\$ 135,567
Earnings on investments	-	-	1,701	1,701
TOTAL REVENUES	<u>300,000</u>	<u>300,000</u>	<u>437,268</u>	<u>137,268</u>
EXPENDITURES				
Public safety	<u>300,000</u>	<u>300,000</u>	<u>437,268</u>	<u>(137,268)</u>
TOTAL EXPENDITURES	<u>300,000</u>	<u>300,000</u>	<u>437,268</u>	<u>(137,268)</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
FUND BALANCE, BEGINNING OF YEAR			-	
FUND BALANCE, END OF YEAR			<u>\$ -</u>	

City of Evans
Refuse Collection Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Licenses and permits	\$ 800	\$ 800	\$ 1,600	\$ 800
Charges for services				
Refuse collection charges	1,113,531	1,143,531	1,127,067	(16,464)
Earnings on investments	8,662	8,662	7,745	(917)
Miscellaneous	-	-	31,440	31,440
TOTAL REVENUES	<u>1,122,993</u>	<u>1,152,993</u>	<u>1,167,852</u>	<u>14,859</u>
EXPENDITURES				
Public works				
Sanitation	<u>1,119,364</u>	<u>1,149,364</u>	<u>1,148,890</u>	<u>474</u>
TOTAL EXPENDITURES	<u>1,119,364</u>	<u>1,149,364</u>	<u>1,148,890</u>	<u>474</u>
EXCESS OF REVENUES OVER EXPENDITURES	3,629	3,629	18,962	15,333
OTHER FINANCING SOURCES AND (USES)				
Transfers out	<u>(56,150)</u>	<u>(56,150)</u>	<u>(56,150)</u>	<u>-</u>
TOTAL OTHER FINANCING USES	<u>(56,150)</u>	<u>(56,150)</u>	<u>(56,150)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ (52,521)</u>	<u>\$ (52,521)</u>	(37,188)	<u>\$ 15,333</u>
FUND BALANCE, BEGINNING OF YEAR			<u>395,338</u>	
FUND BALANCE, END OF YEAR			<u>\$ 358,150</u>	

City of Evans
Street Impact Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2024

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Assessments				
Impact fees	\$ 1,191,083	\$ 1,191,083	\$ 2,962,530	\$ 1,771,447
Earnings on investments	19,490	19,490	44,946	25,456
Miscellaneous	-	-	50,514	50,514
TOTAL REVENUES	<u>1,210,573</u>	<u>1,210,573</u>	<u>3,057,990</u>	<u>1,847,417</u>
EXPENDITURES				
Capital outlay	<u>1,000,000</u>	<u>1,105,101</u>	<u>977,354</u>	<u>127,747</u>
TOTAL EXPENDITURES	<u>1,000,000</u>	<u>1,105,101</u>	<u>977,354</u>	<u>127,747</u>
NET CHANGE IN FUND BALANCE	<u>\$ 210,573</u>	<u>\$ 105,472</u>	2,080,636	<u>\$ 1,975,164</u>
FUND BALANCE, BEGINNING OF YEAR			<u>229,357</u>	
FUND BALANCE, END OF YEAR			<u>\$ 2,309,993</u>	

City of Evans
Police Impact Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2024

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Earnings on investments	\$ 7,725	\$ 7,725	\$ 10,904	\$ 3,179
Assessments - Impact fees	<u>201,312</u>	<u>201,312</u>	<u>356,194</u>	<u>154,882</u>
TOTAL REVENUES	<u>209,037</u>	<u>209,037</u>	<u>367,098</u>	<u>158,061</u>
EXPENDITURES				
Public safety	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 209,037</u>	<u>\$ 209,037</u>	<u>\$ 367,098</u>	<u>\$ 158,061</u>
FUND BALANCE, BEGINNING OF YEAR			<u>264,959</u>	
FUND BALANCE, END OF YEAR			<u>\$ 632,057</u>	

City of Evans
Cemetery Perpetual Care Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2024

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Assessments - perpetual care fees	\$ 2,700	\$ 2,700	\$ 8,737	\$ 6,037
Earnings on investments	<u>1,671</u>	<u>1,671</u>	<u>2,432</u>	<u>761</u>
TOTAL REVENUES	<u>4,371</u>	<u>4,371</u>	<u>11,169</u>	<u>6,798</u>
EXPENDITURES				
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 4,371</u>	<u>\$ 4,371</u>	11,169	<u>\$ 6,798</u>
FUND BALANCE, BEGINNING OF YEAR			<u>89,365</u>	
FUND BALANCE, END OF YEAR			<u>\$ 100,534</u>	

City of Evans
Street Construction Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Intergovernmental	\$ 813,976	\$ 813,976	\$ 862,729	\$ 48,753
Grants and contributions	-	971,500	341,736	(629,764)
Earnings on investments	-	-	88,444	88,444
TOTAL REVENUES	<u>813,976</u>	<u>1,785,476</u>	<u>1,292,909</u>	<u>(492,567)</u>
EXPENDITURES				
Public works	350,000	350,000	87,343	262,657
Capital outlay	<u>3,215,000</u>	<u>5,103,973</u>	<u>2,395,357</u>	<u>2,708,616</u>
TOTAL EXPENDITURES	<u>3,565,000</u>	<u>5,453,973</u>	<u>2,482,700</u>	<u>2,971,273</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>(2,751,024)</u>	<u>(3,668,497)</u>	<u>(1,189,791)</u>	<u>2,478,706</u>
OTHER FINANCING SOURCES AND (USES)				
Transfers in	<u>600,000</u>	<u>600,000</u>	<u>600,000</u>	<u>-</u>
TOTAL OTHER FINANCING USES	<u>600,000</u>	<u>600,000</u>	<u>600,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ (2,151,024)</u>	<u>\$ (3,068,497)</u>	<u>(589,791)</u>	<u>\$ 2,478,706</u>
FUND BALANCE, BEGINNING OF YEAR			<u>3,460,432</u>	
FUND BALANCE, END OF YEAR			<u>\$ 2,870,641</u>	

City of Evans
Parks Construction Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2024

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Earnings on investments	\$ 2,668	\$ 2,668	\$ 2,941	\$ 273
TOTAL REVENUES	<u>2,668</u>	<u>2,668</u>	<u>2,941</u>	<u>273</u>
EXPENDITURES				
Culture, parks and recreation		8,560	8,560	-
Capital outlay	-	<u>151,440</u>	<u>149,008</u>	<u>2,432</u>
TOTAL EXPENDITURES	<u>-</u>	<u>160,000</u>	<u>157,568</u>	<u>2,432</u>
NET CHANGE IN FUND BALANCE	<u>\$ 2,668</u>	<u>\$ (157,332)</u>	(154,627)	<u>\$ 2,705</u>
FUND BALANCE, BEGINNING OF YEAR			<u>176,910</u>	
FUND BALANCE, END OF YEAR			<u>\$ 22,283</u>	

City of Evans
Food Tax Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2024

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Taxes	\$ 2,154,712	\$ 2,154,712	\$ 2,125,121	\$ (29,591)
Bond Proceeds	20,000,000	20,000,000	-	(20,000,000)
Earnings on investments	32,291	32,291	81,679	49,388
Miscellaneous	-	-	-	-
TOTAL REVENUES	<u>22,187,003</u>	<u>22,187,003</u>	<u>2,206,800</u>	<u>(19,980,203)</u>
EXPENDITURES				
Capital outlay	<u>20,000,000</u>	<u>20,214,854</u>	-	<u>20,214,854</u>
TOTAL EXPENDITURES	<u>20,000,000</u>	<u>20,214,854</u>	-	<u>20,214,854</u>
NET CHANGE IN FUND BALANCE	<u>\$ 2,187,003</u>	<u>\$ 1,972,149</u>	2,206,800	<u>\$ 234,651</u>
FUND BALANCE, BEGINNING OF YEAR			<u>2,260,159</u>	
FUND BALANCE, END OF YEAR			<u>\$ 4,466,959</u>	

City of Evans
Road Tax Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2024

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Taxes	\$ 3,819,613	\$ 3,819,613	\$ 4,349,097	\$ 529,484
Earnings on investments	<u>107,104</u>	<u>107,104</u>	<u>184,960</u>	<u>77,856</u>
TOTAL REVENUES	<u>3,926,717</u>	<u>3,926,717</u>	<u>4,534,057</u>	<u>607,340</u>
EXPENDITURES				
Project Management	110,000	110,000	50,000	60,000
Capital outlay	<u>2,999,000</u>	<u>3,314,468</u>	<u>2,388,145</u>	<u>926,323</u>
TOTAL EXPENDITURES	<u>3,109,000</u>	<u>3,424,468</u>	<u>2,438,145</u>	<u>986,323</u>
NET CHANGE IN FUND BALANCE	<u>\$ 817,717</u>	<u>\$ 502,249</u>	2,095,912	<u>\$ 1,593,663</u>
FUND BALANCE, BEGINNING OF YEAR			<u>6,388,161</u>	
FUND BALANCE, END OF YEAR			<u>\$ 8,484,073</u>	

City of Evans
School Impact Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2024

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Assessments	\$ 348,270	\$ 348,270	\$ 485,873	\$ 137,603
Investment income	-	-	1,909	1,909
TOTAL REVENUES	<u>348,270</u>	<u>348,270</u>	<u>487,782</u>	<u>139,512</u>
EXPENDITURES				
General government	<u>348,270</u>	<u>348,270</u>	<u>487,782</u>	<u>(139,512)</u>
TOTAL EXPENDITURES	<u>348,270</u>	<u>348,270</u>	<u>487,782</u>	<u>(139,512)</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
FUND BALANCE, BEGINNING OF YEAR			-	
FUND BALANCE, END OF YEAR			<u>\$ -</u>	

City of Evans
Water Fund
Schedule of Revenues, Expenses
And Changes in Fund Balance—Budgetary Basis
For the Year Ended December 31, 2024

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
OPERATING REVENUES				
Water sales	\$ 7,054,200	\$ 7,054,200	\$ 6,942,644	\$ (111,556)
Non-potable water sales	860,360	860,360	991,980	131,620
Other sales	8,851	8,851	33,391	24,540
Water meters	<u>192,841</u>	<u>192,841</u>	<u>137,891</u>	<u>(54,950)</u>
TOTAL OPERATING REVENUES	<u>8,116,252</u>	<u>8,116,252</u>	<u>8,105,906</u>	<u>(10,346)</u>
OPERATING EXPENSES				
Water supply and administrative	6,570,280	6,649,973	6,396,064	253,909
Capital outlay	<u>1,539,000</u>	<u>1,834,202</u>	<u>1,133,994</u>	<u>700,208</u>
TOTAL OPERATING EXPENSES	<u>8,109,280</u>	<u>8,484,175</u>	<u>7,530,058</u>	<u>954,117</u>
OPERATING INCOME	6,972	(367,923)	575,848	943,771
OTHER REVENUES (EXPENSES)				
Earnings on investments	116,000	116,000	185,551	69,551
Plant investment fees and cash in lieu of fees	1,321,649	1,321,649	1,763,382	441,733
Transfers to other funds	<u>(606,550)</u>	<u>(606,550)</u>	<u>(498,910)</u>	<u>107,640</u>
TOTAL OTHER REVENUES (EXPENSES)	<u>831,099</u>	<u>831,099</u>	<u>1,450,023</u>	<u>618,924</u>
CHANGE IN FUND BALANCE, BUDGETARY BASIS	<u>\$ 838,071</u>	<u>\$ 463,176</u>	<u>\$ 2,025,871</u>	<u>\$ 1,562,695</u>
ADJUSTMENTS FROM BUDGETARY BASIS TO GAAP BASIS				
Depreciation expense			(781,916)	
Capital outlay			<u>1,133,994</u>	
CHANGE IN NET POSITION - GAAP BASIS			2,377,949	
NET POSITION, BEGINNING OF YEAR			<u>61,720,205</u>	
NET POSITION, END OF YEAR			<u>\$ 64,098,154</u>	

City of Evans
Waste Water Fund
Schedule of Revenues, Expenses
And Changes in Fund Balance—Budgetary Basis
For the Year Ended December 31, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
OPERATING REVENUES				
Sewer sales	\$ 6,874,997	\$ 6,874,997	\$ 5,802,563	\$ (1,072,434)
TOTAL OPERATING REVENUES	<u>6,874,997</u>	<u>6,874,997</u>	<u>5,802,563</u>	<u>(1,072,434)</u>
OPERATING EXPENSES				
Wastewater and administration	1,561,768	1,790,752	2,750,952	(960,200)
Principal paid	1,837,545	1,837,545	1,869,290	(31,745)
Capital outlay	<u>4,260,000</u>	<u>12,384,466</u>	<u>570,958</u>	<u>11,813,508</u>
TOTAL OPERATING EXPENSES	<u>7,659,313</u>	<u>16,012,763</u>	<u>5,191,200</u>	<u>10,821,563</u>
OPERATING INCOME	<u>(784,316)</u>	<u>(9,137,766)</u>	<u>611,363</u>	<u>9,749,129</u>
OTHER REVENUES (EXPENSES)				
Earnings on investments	73,549	73,549	370,707	297,158
Plant investment fees and cash in lieu of fees	2,247,780	2,247,780	3,884,079	1,636,299
Transfers to other funds	(599,356)	(599,356)	(527,762)	71,594
Interest expense	<u>(579,808)</u>	<u>(579,808)</u>	<u>(354,664)</u>	<u>225,144</u>
TOTAL OTHER REVENUES (EXPENSES)	<u>1,142,165</u>	<u>1,142,165</u>	<u>3,372,360</u>	<u>2,230,195</u>
CHANGE IN FUND BALANCE, BUDGETARY BASIS	<u>\$ 357,849</u>	<u>\$ (7,995,601)</u>	<u>\$ 3,983,723</u>	<u>\$ 11,979,324</u>
ADJUSTMENTS FROM BUDGETARY BASIS TO GAAP BASIS				
Depreciation expense			(2,112,229)	
Principal paid			1,869,290	
Capital outlay			<u>570,958</u>	
CHANGE IN NET POSITION - GAAP BASIS			4,311,742	
NET POSITION, BEGINNING OF YEAR			<u>27,141,505</u>	
NET POSITION, END OF YEAR			<u>\$ 31,453,247</u>	

City of Evans
Storm Drainage Fund
Schedule of Revenues, Expenses
And Changes in Fund Balance—Budgetary Basis
For the Year Ended December 31, 2024

	BUDGETED AMOUNTS			FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
OPERATING REVENUES				
Storm drainage sales	\$ 1,176,270	\$ 1,176,270	\$ 1,218,665	\$ 42,395
Grant revenue	-	1,587,250	-	(1,587,250)
Debt proceeds	4,000,000	4,000,000	-	(4,000,000)
TOTAL OPERATING REVENUES	<u>5,176,270</u>	<u>6,763,520</u>	<u>1,218,665</u>	<u>(5,544,855)</u>
OPERATING EXPENSES				
Storm drainage and administration	591,281	591,281	425,120	166,161
Capital outlay	4,175,000	5,762,250	1,359,135	4,403,115
TOTAL OPERATING EXPENSES	<u>4,766,281</u>	<u>6,353,531</u>	<u>1,784,255</u>	<u>4,569,276</u>
OPERATING INCOME	<u>409,989</u>	<u>409,989</u>	<u>(565,590)</u>	<u>(975,579)</u>
OTHER REVENUES (EXPENSES)				
Earnings on investments	50,000	50,000	(11,421)	(61,421)
Plant investment fees	82,375	82,375	193,006	110,631
Debt payment	(372,776)	(372,776)	(378,576)	(5,800)
Transfers to other funds	(366,673)	(366,673)	(357,062)	9,611
Transfers in from other funds	-	-	1,587,250	1,587,250
Interest expense	(116,308)	(116,308)	(110,508)	5,800
TOTAL OTHER REVENUES (EXPENSES)	<u>(723,382)</u>	<u>(723,382)</u>	<u>922,689</u>	<u>1,646,071</u>
CHANGE IN FUND BALANCE, BUDGETARY BASIS	<u>\$ (313,393)</u>	<u>\$ (313,393)</u>	<u>\$ 357,099</u>	<u>\$ 670,492</u>
ADJUSTMENTS FROM BUDGETARY BASIS TO GAAP BASIS				
Depreciation and amortization			(449,348)	
Accrued Interest			2,333	
Principal Payments			378,576	
Capital outlay			1,359,135	
CHANGE IN NET POSITION - GAAP BASIS			1,647,795	
NET POSITION, BEGINNING OF YEAR			<u>10,209,569</u>	
NET POSITION, END OF YEAR			<u>\$ 11,857,364</u>	

City of Evans
Cemetery Endowment Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2024

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Earnings on investments	\$ 6,000	\$ 6,000	\$ 3,017	\$ (2,983)
TOTAL REVENUES	<u>6,000</u>	<u>6,000</u>	<u>3,017</u>	<u>(2,983)</u>
EXPENDITURES				
Transfers out	(6,000)	(6,000)	3,017	(9,017)
TOTAL EXPENDITURES	<u>(6,000)</u>	<u>(6,000)</u>	<u>3,017</u>	<u>(9,017)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 12,000</u>	<u>\$ 12,000</u>	<u>\$ -</u>	<u>\$ (12,000)</u>
FUND BALANCE, BEGINNING OF YEAR			<u>49,470</u>	
FUND BALANCE, END OF YEAR			<u>\$ 49,470</u>	

CITY OF EVANS

Compliance Section

LOCAL HIGHWAY FINANCE REPORT

STATE:
COLORADO
YEAR ENDING (mm/yy):
12/2024

This Information From The Records Of:

CITY OF EVANS

Prepared By:

JACQUE TROUDT jtroudt@evanscolorado.gov

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

III. EXPENDITURES FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway expenditures:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	\$ 6,326,123.78
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	\$ 715,709.09
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	\$ 46,291.65
2. General fund appropriations	\$ 600,000.00	b. Snow and ice removal	\$ 41,051.09
3. Other local imposts (from page 2)	\$ 7,346,248.31	c. Other	
4. Miscellaneous local receipts (from page 2)	\$ 650,939.75	d. Total (a. through c.)	\$ 87,342.74
5. Transfers from toll facilities		4. General administration & miscellaneous	\$ 71,634.40
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	\$ 542,232.58
a. Bonds - Original Issues		6. Total (1 through 5)	\$ 7,743,042.59
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	\$ -	a. Interest	
7. Total (1 through 6)	\$ 8,597,188.06	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	\$ -
C. Receipts from State government (from page 2)	\$ 778,349.11	2. Notes:	
D. Receipts from Federal Government (from page 2)	\$ 341,735.62	a. Interest	
E. Total receipts (A.7 + B + C + D)	\$ 9,717,272.79	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)	\$ 7,743,042.59

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

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

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

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
		\$ 9,717,272.79	\$ 7,743,042.59	\$ 1,974,230.20	\$ -

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 Assessments		a. Interest on investments	\$ 318,350.35
b. Other local imposts:		b. Traffic Fines & Penalties	\$ 248,209.49
1. Sales Taxes	\$ 4,349,097.41	c. Parking Garage Fees	
2. Infrastructure & Impact Fees	\$ 2,962,530.38	d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other	\$ 34,620.52	g. Other Misc. Receipts	\$ 84,379.91
6. Total (1. through 5.)	\$ 7,346,248.31	h. Other	
c. Total (a. + b.)	\$ 7,346,248.31	i. Total (a. through h.)	\$ 650,939.75
(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.)	\$ 711,207.37	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	\$ 67,141.74	d. Federal Transit Administration	\$ 341,735.62
d. DOLA Grant		e. U.S. Corps of Engineers	
e. Other		f. Other Federal ARPA	
f. Total (a. through e.)	\$ 67,141.74	g. Total (a. through f.)	\$ 341,735.62
4. Total (1. + 2. + 3.f)	\$ 778,349.11	3. Total (1. + 2.g)	\$ 341,735.62
(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		\$ 565,265.70	\$ 565,265.70
c. Construction:			
(1). New Facilities			\$ -
(2). Capacity Improvements		\$ 5,760,858.08	\$ 5,760,858.08
(3). System Preservation			\$ -
(4). System Enhancement And Operation			\$ -
(5). Total Construction (1)+(2)+(3)+(4)	\$ -	\$ 5,760,858.08	\$ 5,760,858.08
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.4)	\$ -	\$ 6,326,123.78	\$ 6,326,123.78
(Carry forward to page 1)			
Notes and Comments:			

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT
AUDITING STANDARDS***

To the City Council
City of Evans, Colorado

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Evans, Colorado, as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise City of Evans, Colorado's basic financial statements, and have issued our report thereon dated June 3, 2025

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered City of Evans, Colorado's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of City of Evans, Colorado's internal control. Accordingly, we do not express an opinion on the effectiveness of City of Evans, Colorado's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

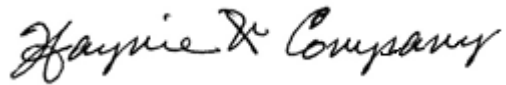
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of Evans, Colorado's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Haynie & Company".

Littleton, Colorado

June 3, 2025

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON
INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

To the City Council
City of Evans, Colorado

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Evans, Colorado's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of City of Evans, Colorado's major federal programs for the year ended December 31, 2024. City of Evans, Colorado's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, City of Evans, Colorado, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of City of Evans, Colorado and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of City of Evans, Colorado's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to City of Evans, Colorado's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on City of Evans, Colorado's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of

internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about City of Evans, Colorado's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 City of Evans, Colorado's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of City of Evans, Colorado's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of City of Evans, Colorado's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

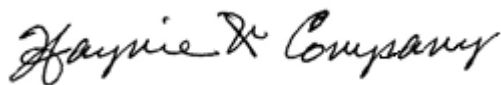
Report on Internal Control over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



Littleton, Colorado
June 3, 2025

City of Evans, Colorado

Supplemental Information

Schedule of Findings and Questioned Costs for the Year Ended December 31, 2024

1. Summary of Auditors' Results

Type of report issued on the financial statements:	Unmodified
Material weaknesses in financial reporting internal control noted:	None
Significant deficiency(s) identified that are not considered to be material weaknesses in financial reporting:	None identified
Material noncompliance noted:	None
Material weaknesses in internal control over major programs:	None
Significant deficiency(s) identified that are not considered to be material weaknesses over major programs:	None identified
Type of report issued on compliance for major programs:	Unmodified
Audit findings required to be reported:	None
The following program is considered to be major:	
Coronavirus Relief Fund — ALN 21.027	
Dollar threshold used to distinguish Type A and Type B programs:	\$750,000
Risk type qualification:	Low-risk

2. Findings relating to the financial statements which are required to be reported in accordance with *Government Auditing Standards*.

None

3. Findings and questioned costs for Federal Awards

None

4. Summary Schedule of Prior Audit Findings

None

CITY OF EVANS
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2024

Federal Agency/Pass-through Entity/Program	Federal Assistance Listing Number	Grant or Identifying Number	Amount
United States Department of Justice			
<i>United States Department of Justice</i>			
Equitable Sharing Program	16.922		\$ 24,638
<i>Total United States Department of Justice</i>			<u>24,638</u>
United States Environmental Protection Agency			
<i>United States Environmental Protection Agency</i>			
Brownfields Multipurpose, Assessment, Revolving Loan Fund, and Cleanup Cooperative Agreements	66.818	BF-95815260	\$ 147,983
<i>Total United States Environmental Protection Agency</i>			<u>147,983</u>
Department of Treasury			
<i>Department of the Treasury</i>			
Coronavirus State and Local Fiscal Recovery Funds	21.027	NEU-CO0138	\$ 1,587,250
<i>Pass Through: Colorado Department of Transportation (CDOT)</i>			
Coronavirus State and Local Fiscal Recovery Funds - Revitalizing Main Streets	21.027	21.027	\$ 87,615
<i>Total Department of the Treasury</i>			<u>1,674,865</u>
Total Expenditures of Federal Awards			<u><u>\$ 1,847,486</u></u>

CITY OF EVANS

Schedule of Expenditures of Federal Awards

For the Year Ended December 31, 2024

Notes to the Schedule

1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of the City of Evans under programs of the federal government for the year ended December 31, 2024. The information in this Schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City of Evans, it is not intended to and does not present the financial position, changes in net assets, or cash flows of

2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

3. Indirect Cost Rate

City of Evans, Colorado has elected not to use the 10% de minimus indirect cost rate allowed under the Uniform Guidance.

4. Related Parties

Evans Fire Protection District (EFPD) is a related party to the City of Evans due to shared operational relationships and service arrangements. During the year ended December 31, 2024, federal funds were used to pay EFPD for services rendered. These payments were made in the normal course of business and in accordance with applicable federal grant requirements.