

**CITY OF
FLORENCE, COLORADO**

BASIC FINANCIAL STATEMENTS

December 31, 2024

TABLE OF CONTENTS

FINANCIAL SECTION	PAGE
Independent Auditor's Report	
Management's Discussion and Analysis	i – v
Basic Financial Statements	
Statement of Net Position	1
Statement of Activities	2
Balance Sheet – Governmental Funds	3
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	4
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	5
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	6
Statement of Net Position – Proprietary Fund	7
Statement of Revenues, Expenses, and Change in Net Position – Proprietary Fund	8
Statement of Cash Flows – Proprietary Fund	9
Notes to the Financial Statements	10 – 35
Required Supplementary Information	
Budgetary Comparison Schedule – General Fund	36
Budgetary Comparison Schedule – Street Improvement Fund	37
Schedule of the City's Proportionate Share of the Net Pension Liability – FPPA Statewide Defined Benefit Pension Plan	38
Schedule of the City's Contributions – FPPA Statewide Defined Benefit Pension Plan	39

TABLE OF CONTENTS
(Continued)

Combining and Individual Fund Statements and Schedules	PAGE
Combining Balance Sheet – Nonmajor Governmental Funds	40
Combining Statement of Revenues, Expenditures and Changes In Fund Balances – Nonmajor Governmental Funds	41
Budgetary Comparison Schedule – Conservation Trust Fund	42
Budgetary Comparison Schedule – Pool, Park and Recreation Fund	43
Budgetary Comparison Schedule – Capital Projects Fund	44
Budgetary Comparison Schedule – Perpetual Care Reserve Fund	45
Budgetary Comparison Schedule – Water Fund	46
Compliance	
Local Highway Finance Report	47-48

FINANCIAL SECTION



**PROSPECTIVE
BUSINESS
SOLUTIONS, LLC**
Certified Public Accountants

Auditing, Accounting, and Consulting Services for
Governments and Nonprofit Organizations

Honorable Mayor and Members of the City Council
City of Florence
Florence, Colorado

INDEPENDENT AUDITOR'S REPORT

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 Florence (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 as of December 31, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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, the budgetary comparison information, the schedule of the City's proportionate share of its net pension liability, and the schedule of the City's contributions to the defined benefit pension plan on pages 36-39 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual fund statements and schedules and the local highway finance report listed in the table of contents are presented for purposes of additional analysis and are not a required part of the 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 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 financial statements or to the 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 fund statements and schedules and the local highway finance report are fairly stated in all material respects in relation to the financial statements as a whole.

PB Solutions LLC

Littleton, Colorado
June 3, 2025

City of Florence

Management's Discussion and Analysis

The Management Discussion and Analysis (MD&A) is designed to provide an easy-to-read overview of the City of Florence's (City) financial condition and operating results and to disclose to the reader important financial activities and issues related to the City's basic operations and mission.

The City has two separate financial categories or activities - government-type activities and those relating to business-type activities. Within the government-type activities, the City Council has designated eleven separate budgets in the following funds: General Fund, Police Equipment/Supplies Fund, Equipment Replacement Fund, Conservation Trust Fund, Capital Improvements Fund, Community Projects Fund, Cemetery Construction Fund, Pool, Park and Recreation Fund, Capital Projects Fund, Recreation Fund, and Perpetual Care Trust Fund. The government-type activities are funded through the City's ad-valorem property tax, sales and use taxes, Highway Users Tax and fees for services. All business-type activities are included in one enterprise fund known as the Water Fund. The Water Fund receives revenue through water sales, water tap fees, and other water-related fees.

DESCRIPTION OF FINANCIAL STATEMENTS

This annual report consists of four parts - management's *discussion and analysis* (this section), the *basic financial statements*, *required supplementary information*, and *other supplemental schedules*. The basic financial statements include two kinds of statements that present different views of the City:

- The first two statements are *government-wide financial statements* that provide both *long-term* and *short-term* information about the City's overall financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the City government, reporting the City's operations *in more detail* than the government-wide statements.

The financial statements also include *notes* that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of *required supplementary information* that further explains and supports the information in the financial statements.

Government-wide Statements

The government-wide statements consist of the Statement of Net Position and the Statement of Activities. These Statement of Net Position reports information about the City as a whole and includes *all* assets, deferred outflows of resources, liabilities, and deferred inflows of resources using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies.

The Statement of Activities reports all the current year's revenues and expenses are considered regardless of when cash is received or paid, with the difference reported as the change in net position. Over time, increases or decreases in the City's net position are one indicator of whether its financial health is improving or deteriorating.

However, other non-financial factors, such as changes in the City's property tax base, are needed to assess the overall health of the City.

In the Statement of Net Position and the Statement of Activities, the City's funding is divided into two kinds of activities:

- **Governmental Activities** - The activity of the City for its General Fund (which includes the Police Equipment/Supplies Fund, Equipment Replacement Fund, and the Capital Improvement Fund), Conservation Trust, Capital Projects Fund (which includes the Community Projects Fund and the Cemetery Construction Fund), the Pool, Park and Recreation Fund (which includes the Recreation Fund) are reported here. Property taxes, specific ownership taxes, Highway Users Tax, sales tax, fees for services and interest income are the sources that fund most of these activities.
- **Business-Type Activities** - The City manages one enterprise fund, the Water Fund. The Water Fund develops and operates the City's water supply and assets and the water supply and assets of the Regional Water System.

Financial Fund Statements

The fund financial statements provide more detailed information about the City's funds, focusing on its most significant funds - not the City as a whole. The City's two kinds of funds, *governmental and proprietary* - use different accounting principles.

Governmental funds. The City's activity with regard to its General and special revenue funds are reported as governmental funds, which focus on how money flows into and out of the funds and the balances left at year end. Governmental funds report using an accounting principle called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statement provides a detailed short-term view of the City's general governmental operations and the basic services it provides. Governmental fund information helps to determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs.

Proprietary (Enterprise) funds. The activity of the City's Enterprise fund is reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. In fact, the City's Enterprise fund is the same as the business-type activities reported in the governmental-wide statements but provides more detail and additional information, such as cash flows.

HIGHLIGHTS

Governmental Activities

- Total assets and deferred outflows for governmental activities on December 31, 2024, were \$10,037,503.
- Total liabilities and deferred inflows for governmental activities on December 31, 2024, were \$1,678,659.
- Total net position was increased by \$694,926 to \$8,358,844.

Business-type Activities

- In 2024, total assets and deferred outflows of resources were \$29,282,006 compared to \$29,549,315 at the end of fiscal year 2024.
- Total liabilities decreased were \$10,762,657 at the end of fiscal year 2024.
- Total net position increased by \$800,232 to \$18,519,349

STATEMENT OF NET POSITION

The perspective of the statement of net position is that of the City. The following is a summary of the City's net position for 2024 and 2023:

	Governmental Activities		Business Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Current and other assets	\$ 7,647,107	\$ 6,664,512	\$ 11,277,068	\$ 10,370,449	\$ 18,924,175	\$ 17,034,961
Capital assets	1,962,951	2,273,897	17,790,908	18,941,055	19,753,859	\$ 21,214,952
Total assets	9,610,058	8,938,409	29,067,976	29,311,504	38,678,034	38,249,913
Deferred outflows of resource	427,445	505,325	214,030	237,811	427,445	505,325
Long-term debt outstanding	109,348	87,324	10,665,494	11,758,004	10,774,842	11,845,328
Other liabilities	650,901	789,849	97,163	72,194	748,064	862,043
Total liabilities	760,249	877,173	10,762,657	11,830,198	11,522,906	12,707,371
Deferred Inflow of Resources						
Related to pensions	107,574	118,336			107,574	118,336
Deferred Property Tax Reven	810,836	784,307	-	-	810,836	784,307
Net Position						
Net Investment in Capital Ass	1,962,951	2,273,897	7,125,414	7,183,051	9,088,365	9,456,948
Restricted	2,329,393	2,114,832	-	-	2,329,393	2,114,832
Unrestricted	4,066,500	3,275,189	11,393,935	10,536,066	15,460,435	13,811,255
Total Net Position	\$ 8,358,844	\$ 7,663,918	\$ 18,519,349	\$ 17,719,117	\$ 26,878,193	\$ 25,383,035

The change in net position for the Governmental Activities was an increase of \$694,926. The change in net position for the Business-Type Activities was also an increase of \$800,232 for an overall increase of \$1,495,158.

STATEMENT OF ACTIVITIES

The perspective of the statement of activities is that of the City as a whole. The following table reflects the change in net position for fiscal year 2024 and 2023.

	Governmental Activities		Business Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Revenues:						
Charges for services	\$ 333,391	\$ 214,921	\$ 4,193,459	\$ 4,010,399	\$ 4,526,850	\$ 4,225,320
Operating grants and contributions	218,865	213,236	-	-	218,865	213,236
Capital grants and contributions	80,049	480,000	213,802	376,914	293,851	856,914
Total Program Revenues	632,305	908,157	4,407,261	4,387,313	5,039,566	5,295,470
General Revenues:						
Property taxes	944,037	725,112	-	-	944,037	735,522
Sales and use taxes	1,865,648	1,891,054	-	-	1,865,648	1,784,171
Other general revenues	812,411	924,101	512,981	487,261	1,325,392	940,181
Total General Revenues	3,622,096	3,540,267	512,981	487,261	4,135,077	3,459,874
Total Revenue	4,254,401	4,448,424	4,920,242	4,874,574	9,174,643	8,368,721
Program Expenses:						
General government	1,605,322	1,460,756	-	-	1,605,322	1,184,127
Public Safety	1,264,978	1,433,217	-	-	1,264,978	1,253,893
Public works	810,470	1,092,211	-	-	810,470	1,279,762
Planning and building	109,311	135,034	-	-	109,311	135,034
Parks and recreation	374,130	366,764	-	-	374,130	366,764
Water	-	-	3,235,402	3,239,968	3,235,402	3,239,968
Interest on long-term debt	-	-	279,872	362,336	279,872	362,336
Total Expenses	4,164,211	4,487,982	3,515,274	3,602,304	7,679,485	7,821,884
Transfers	604,736	354,474	(604,736)	(354,474)	-	-
Increase (Decrease) in Net Position	694,926	314,916	800,232	917,796	1,232,712	887,827
Beginning Net Position	7,663,918	7,349,002	17,719,117	16,801,321	25,383,035	24,150,323
Ending Net Position	\$ 8,358,844	\$ 7,663,918	\$ 18,519,349	\$ 17,719,117	\$ 26,615,747	\$ 25,038,150

Budgetary Analysis of the General Fund

CAPITAL ASSETS AND DEBT ADMINISTRATION - CITY WIDE

At year end the City's governmental activities and business-type activities had \$1,962,951 and \$17,790,908, respectively, invested in a broad range of capital assets including buildings, vehicles and other equipment, and water treatment facilities.

See Note 4 in the financial statements for more information.

DEBT OUTSTANDING

The City's business-type activities long-term debt consists of water revenue bonds and a loan. During 2013, the City refunded the 2003A series bond and issued Series 2013A and 2013B. In 2021 the City refinanced 2013A and 2013B Bonds and issued Series 2021A and 2021B. As of December 31, 2024, the outstanding balance of both bonds and loans is \$10,665,494. See Note 5 in the financial statements for more information.

ECONOMICS AND OTHER FACTORS

The economy of the City of Florence, and the surrounding region, continues to grow at a rapid rate; sales tax and property values have been enjoying good economic times.

In November 2005, the voters approved an additional 1/2% sales tax to fund pool operations and construction of a new pool. This tax started January 1, 2006. The tax was approved with a 10-year clause that sunset December 2015. This 1/2% sales tax was then extended by the voters to be used for street repairs starting January 1, 2016.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide the public with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have any questions regarding this report or need additional financial information, please contact:

Finance Director
City of Florence
600 West Third Street
Florence, CO 81226
Tel: (719) 748-4848 ext. 223
Fax: (719) 784-0228

BASIC FINANCIAL STATEMENTS

CITY OF FLORENCE, COLORADO

STATEMENT OF NET POSITION

December 31, 2024

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
ASSETS			
Cash and Investments	\$ 6,447,473	\$ 10,891,981	\$ 17,339,454
Receivables			
Property Taxes	810,836	-	810,836
Sales and Other	388,798	-	388,798
Accounts	-	245,235	245,235
Prepaid Expenses	-	421	421
Inventory	-	139,431	139,431
Capital Assets, Not Depreciated	131,628	1,220,727	1,352,355
Capital Assets, Depreciated, Net of Accumulated Depreciation	1,831,323	16,570,181	18,401,504
TOTAL ASSETS	9,610,058	29,067,976	38,678,034
DEFERRED OUTFLOWS OF RESOURCES			
Related to Pensions	427,445	-	427,445
Deferred Charges	-	214,030	214,030
TOTAL DEFERRED OUTFLOWS OF RESOURCES	427,445	214,030	641,475
LIABILITIES			
Accounts Payable	75,775	12,494	88,269
Accrued Expenses	67,140	14,522	81,662
Unearned Revenue	469,401	-	469,401
Accrued Interest Payable	-	19,295	19,295
Noncurrent Liabilities			
Due Within One Year	-	1,135,494	1,135,494
Due in More Than One Year	-	9,530,000	9,530,000
Deposits	38,585	21,708	60,293
Compensated Absences	109,348	29,144	138,492
TOTAL LIABILITIES	760,249	10,762,657	11,522,906
DEFERRED INFLOWS OF RESOURCES			
Related to Pensions	107,574	-	107,574
Deferred Property Tax Revenue	810,836	-	810,836
TOTAL DEFERRED INFLOWS OF RESOURCES	918,410	-	918,410
NET POSITION			
Net Investment in Capital Assets	1,962,951	7,125,414	9,088,365
Restricted	2,329,393	-	2,329,393
Unrestricted	4,066,500	11,393,935	15,460,435
TOTAL NET POSITION	\$ 8,358,844	\$ 18,519,349	\$ 26,878,193

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

CITY OF FLORENCE, COLORADO

STATEMENT OF ACTIVITIES
Year Ended December 31, 2024

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS
PRIMARY GOVERNMENT				
Governmental Activities				
General Government	\$ 1,605,322	\$ 166,900	\$ -	\$ -
Public Safety	1,264,978	81,278	-	-
Public Works	810,470	-	171,773	80,049
Planning	109,311	-	-	-
Parks and Recreation	374,130	85,213	47,092	-
Total Governmental Activities	4,164,211	333,391	218,865	80,049
Business-Type Activities				
Water	3,235,402	4,193,459	-	213,802
Interest and Fiscal Charges	279,872	-	-	-
Total Business-Type Activities	3,515,274	4,193,459	-	213,802
GENERAL REVENUES				
Local Property Taxes				
Specific Ownership Taxes				
Sales and Use Tax				
Other Taxes				
Other Revenues				
Earnings on Investments				
Transfers				
TOTAL GENERAL REVENUES				
CHANGE IN NET POSITION				
NET POSITION, Beginning				
NET POSITION, Ending				

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

NET (EXPENSE) REVENUE AND
CHANGE IN NET POSITION

GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTALS
\$ (1,438,422)	\$ -	\$ (1,438,422)
(1,183,700)	-	(1,183,700)
(558,648)	-	(558,648)
(109,311)	-	(109,311)
(241,825)	-	(241,825)
(3,531,906)	-	(3,531,906)
-	1,171,859	1,171,859
-	(279,872)	(279,872)
-	891,987	891,987
944,037	-	944,037
103,588	-	103,588
1,865,648	-	1,865,648
14,933	-	14,933
372,181	28,831	401,012
321,709	484,150	805,859
604,736	(604,736)	-
4,226,832	(91,755)	4,135,077
694,926	800,232	1,495,158
7,663,918	17,719,117	25,383,035
\$ 8,358,844	\$ 18,519,349	\$ 26,878,193

CITY OF FLORENCE, COLORADO

BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2024

	GENERAL FUND	STREET IMPROVEMENT FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS				
Cash and Investments	\$ 4,045,547	\$ 1,324,175	\$ 1,077,751	\$ 6,447,473
Taxes Receivable	810,836	-	-	810,836
Accounts Receivable	328,084	60,714	-	388,798
TOTAL ASSETS	<u>\$ 5,184,467</u>	<u>\$ 1,384,889</u>	<u>\$ 1,077,751</u>	<u>\$ 7,647,107</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES				
LIABILITIES				
Accounts Payable	\$ 66,300	\$ 9,317	\$ 158	\$ 75,775
Accrued Expenses	67,140	-	-	67,140
Unearned Revenues	469,401	-	-	469,401
Deposits	38,585	-	-	38,585
TOTAL LIABILITIES	<u>641,426</u>	<u>9,317</u>	<u>158</u>	<u>650,901</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Property Tax Revenues	<u>810,836</u>	<u>-</u>	<u>-</u>	<u>810,836</u>
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	119,000	1,375,572	834,821	2,329,393
Committed	-	-	242,772	242,772
Unassigned	3,613,205	-	-	3,613,205
TOTAL FUND BALANCES	<u>3,732,205</u>	<u>1,375,572</u>	<u>1,077,593</u>	<u>6,185,370</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u>\$ 5,184,467</u>	<u>\$ 1,384,889</u>	<u>\$ 1,077,751</u>	<u>\$ 7,647,107</u>

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

CITY OF FLORENCE, COLORADO

RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET POSITION
Year Ended December 31, 2024

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

Total fund balances of governmental funds		\$ 6,185,370
---	--	--------------

Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds.

Capital Assets, Not Depreciated	131,628	
Capital Assets, Depreciated	8,103,596	
Accumulated Depreciation	<u>(6,272,273)</u>	1,962,951

Long-term liabilities and related assets are not due and payable in the current period and, therefore, are not reported in the funds.

Compensated Absences	(109,348)
----------------------	-----------

Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds.

Deferred outflows of resources - Related to Pension Plan	427,445	
Deferred inflows of resources - Related to Pension Plan	<u>(107,574)</u>	<u>319,871</u>

Net position of governmental activities		<u><u>\$ 8,358,844</u></u>
---	--	----------------------------

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

CITY OF FLORENCE, COLORADO

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

	GENERAL FUND	STREET IMPROVEMENT FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES				
Property Taxes	\$ 944,037	\$ -	\$ -	\$ 944,037
Specific Ownership Taxes	103,588	-	-	103,588
Sales and Use Taxes	1,489,672	375,976	-	1,865,648
Franchise Fees	196,127	-	-	196,127
Intergovernmental Revenue	266,755	-	47,092	313,847
Licenses and Permits	137,918	-	-	137,918
Charges for Services	111,371	-	55,120	166,491
Fines and Forfeitures	28,982	-	-	28,982
Sale of Assets	34,976	-	-	34,976
Earnings on Investments	220,019	40,685	61,005	321,709
Miscellaneous	126,392	-	14,686	141,078
TOTAL REVENUES	<u>3,659,837</u>	<u>416,661</u>	<u>177,903</u>	<u>4,254,401</u>
EXPENDITURES				
Current				
General Government	1,185,875	-	-	1,185,875
Public Safety	1,095,925	-	-	1,095,925
Public Works	613,043	-	-	613,043
Planning	109,311	-	-	109,311
Parks and Recreation	162,336	-	178,867	341,203
Capital Outlay	317,265	137,413	12,741	467,419
TOTAL EXPENDITURES	<u>3,483,755</u>	<u>137,413</u>	<u>191,608</u>	<u>3,812,776</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>176,082</u>	<u>279,248</u>	<u>(13,705)</u>	<u>441,625</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	674,736	-	15,826	690,562
Transfers Out	(15,826)	-	(70,000)	(85,826)
TOTAL OTHER FINANCING SOURCES (USES)	<u>658,910</u>	<u>-</u>	<u>(54,174)</u>	<u>604,736</u>
NET CHANGE IN FUND BALANCES	834,992	279,248	(67,879)	1,046,361
FUND BALANCES, Beginning, as previously reported	2,897,213	-	2,241,796	5,139,009
Change within the financial reporting entity - nonmajor to major fund	<u>-</u>	<u>1,096,324</u>	<u>(1,096,324)</u>	<u>-</u>
FUND BALANCES, Ending, adjusted	<u>\$ 3,732,205</u>	<u>\$ 1,375,572</u>	<u>\$ 1,077,593</u>	<u>\$ 6,185,370</u>

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

CITY OF FLORENCE, COLORADO

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

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

Net change in fund balances - total governmental funds			\$ 1,046,361
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expense in the statement of activities.			
	Capital Outlay	108,159	
	Depreciation	(408,705)	
	Loss on Disposal of Assets	<u>(10,400)</u>	(310,946)
Some expenses reported in the statement of activities do not require current financial resources and are not reported in the funds.			
	Changes in Compensated Absences		(22,024)
Deferred Charges related to pensions are not recognized in the governmental funds. However, for the government-wide funds those amounts are capitalized and amortized.			
	Deferred charges related to Pension Plan		<u>(18,465)</u>
Change in net position of governmental activities			<u>\$ 694,926</u>

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

CITY OF FLORENCE, COLORADO

STATEMENT OF NET POSITION
PROPRIETARY FUND
December 31, 2024

	<u>WATER</u>
ASSETS	
Current Assets	
Cash and Investments	\$ 10,891,981
Accounts Receivable	245,235
Prepaid Expenses	421
Inventory	<u>139,431</u>
Total Current Assets	<u>11,277,068</u>
Noncurrent Assets	
Capital Assets, Not Being Depreciated	1,220,727
Capital Assets, Net of Accumulated Depreciation	<u>16,570,181</u>
Total Noncurrent Assets	<u>17,790,908</u>
TOTAL ASSETS	<u>29,067,976</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Charges	<u>214,030</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	12,494
Accrued Expenses	14,522
Accrued Interest Payable	19,295
Bonds Payable, Current Portion	545,000
Notes Payable, Current Portion	<u>590,494</u>
Total Current Liabilities	<u>1,181,805</u>
Noncurrent Liabilities	
Deposits	21,708
Accrued Compensated Absences	29,144
Bonds Payable	9,130,000
Notes Payable	<u>400,000</u>
Total Noncurrent Liabilities	<u>9,580,852</u>
NET POSITION	
Net Investment in Capital Assets	7,125,414
Unrestricted	<u>11,393,935</u>
TOTAL NET POSITION	<u><u>\$ 18,519,349</u></u>

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

CITY OF FLORENCE, COLORADO

STATEMENT OF REVENUES, EXPENSES
AND CHANGE IN NET POSITION
PROPRIETARY FUND
Year Ended December 31, 2024

	<u>WATER</u>
OPERATING REVENUES	
Charges for Services	\$ 2,919,150
Debt Retirement	1,274,309
Other Revenues	<u>28,831</u>
TOTAL OPERATING REVENUES	<u>4,222,290</u>
OPERATING EXPENSES	
Administration	133,702
Personnel Services	867,298
Water System	739,224
Water Distribution	269,970
Depreciation	<u>1,225,208</u>
TOTAL OPERATING EXPENSES	<u>3,235,402</u>
NET OPERATING INCOME	<u>986,888</u>
NON-OPERATING REVENUES (EXPENSES)	
Interest Income	484,150
Interest Expense	<u>(279,872)</u>
TOTAL NON-OPERATING REVENUES (EXPENSES)	<u>204,278</u>
INCOME BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS	<u>1,191,166</u>
Tap Fees	213,802
Transfers Out	<u>(604,736)</u>
CHANGE IN NET POSITION	800,232
NET POSITION, Beginning	<u>17,719,117</u>
NET POSITION, Ending	<u><u>\$18,519,349</u></u>

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

CITY OF FLORENCE, COLORADO

STATEMENT OF CASH FLOWS
 PROPRIETARY FUND
 Year Ended December 31, 2024
 Increase (Decrease) in Cash and Cash Equivalents

	<u>WATER</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash Received from Customers	\$ 4,235,854
Cash Paid to Suppliers and Employees	<u>(2,011,413)</u>
Net Cash Provided by Operating Activities	<u>2,224,441</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Cash Payments to/from Other Funds	<u>(604,736)</u>
Net Cash Used by Noncapital Financing Activities	<u>(604,736)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Purchase of Capital Assets	(75,061)
Principal Payments on Long Term Debt	(1,092,510)
Interest Payments	(264,834)
Tap Fees and Capital Contributions	213,802
Net Cash Used by Capital Financing Activities	<u>(1,218,603)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest Received	<u>484,150</u>
NET INCREASE(DECREASE) IN CASH AND CASH EQUIVALENTS	885,252
CASH AND CASH EQUIVALENTS, Beginning	<u>10,006,729</u>
CASH AND CASH EQUIVALENTS, Ending	<u><u>\$ 10,891,981</u></u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating Income	\$ 986,888
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities	
Depreciation Expense	1,225,208
Loss on Disposal of Assets	-
Changes in Assets and Liabilities	
Accounts Receivable	13,564
Inventory	(34,931)
Prepaid Expenses	-
Accounts Payable	(1,638)
Accrued Expenses	5,666
Deposits	17,500
Accrued Compensated Absences	12,184
Total Adjustments	<u>1,237,553</u>
Net Cash Provided by Operating Activities	<u><u>\$ 2,224,441</u></u>

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

CITY OF FLORENCE
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Florence, Colorado (the “City”) was incorporated in 1887. The City is governed by a city manager and a seven-member council (including the mayor) elected by the residents.

The accounting policies of the City conform to generally accepted accounting principles (GAAP) as applicable to governmental units. Following is a summary of the more significant policies:

Reporting Entity

The financial reporting entity consists of the City and organizations for which the City is financially accountable. All funds, organizations, institutions, agencies, departments, and offices that are not legally separate are part of the City. In addition, any legally separate organizations for which the City is financially accountable are considered part of the reporting entity. Financial accountability exists if the City appoints a voting majority of the organization’s governing board and is able to impose its will on the organization, or if the organization provides benefits to, or imposes financial burdens on the City.

Based upon the application of these criteria, the City does not include any additional organizations in its reporting entity.

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

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

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

CITY OF FLORENCE
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

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

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

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

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

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

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

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

CITY OF FLORENCE
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

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

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

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

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

The *Street Improvement Fund* accounts for the voter approved ½% sales tax revenue to provide funding for major street improvements.

The City reports the following major proprietary fund:

The *Water Fund* accounts for the financial activities associated with the provision of water to residents and businesses within the City limits.

Additionally, the City reports the following fund type:

Permanent Fund – The *Perpetual Care Fund* accounts for activities of the City's cemetery, including the sale of plots and maintenance.

Assets, Liabilities, and Fund Balance/Net Position

Cash and Cash Equivalents – For purposes of the statement of cash flows, the City considers cash and cash equivalents to be all demand deposits as well as short-term investments with a maturity date of three months or less. Investments are stated at fair value.

Receivables – All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

Prepaid Items – On the government-wide and governmental fund financial statements, prepaid expenses are presented using the consumption method.

Inventory – Inventories are valued at cost. Inventory in the proprietary fund consists of expendable supplies held for future consumption. The cost is recorded as an expense as the inventory items are consumed.

CITY OF FLORENCE
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities, and Fund Balance/Net Position (Continued)

Capital Assets – Capital assets, which include land, water rights, infrastructure, utility plat and lines, and property and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Buildings and Improvements	10 - 30 years
Pool	5 - 30 years
Water Treatment Plant	5 - 50 years
Water Transmission and Distribution System	20 - 50 years
Regional Assets	10 - 40 years
Infrastructure	10 years
Machinery and Equipment	3 - 10 years

Unearned Revenues – The unearned revenues include amounts received but not yet available for expenditure.

Compensated Absences – City employees are entitled to certain compensated absences based on their length of employment and are allowed to accumulate unused absences. Upon termination of employment, employees are entitled to receive compensation for any unused vacation time, up to a maximum number of hours the employee has earned during the previous year of employment, at their current rate of pay. These compensated absences are expensed when paid in the governmental fund types. Compensated absences are expensed when earned in the proprietary fund type. A long-term liability has been recorded in the governmental activities and business-type activities in the statement of net position for the accrued benefits.

City employees earn 3.06 hours of sick leave per pay period, with a maximum accrual of 480 hours. Unused sick leave is not compensated upon termination of employment. Historical data indicates that accrued sick leave balances are unlikely to be used, so the City has not recognized a liability for it under Governmental Accounting Standards No. 101 - Compensated Absences.

CITY OF FLORENCE
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities, and Fund Balance/Net Position (Continued)

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

Long-Term Debt – 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 funds. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method.

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

Pensions – The City participates in the Statewide Defined Benefit Plan (SWDBP), a cost-sharing, multiple-employer defined benefit pension plan administered by the Fire & Police Pension Association of Colorado (FPPA). The net pension asset/liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position and additions to and deductions from the fiduciary net position of the SWDBP have been determined using the economic resources measurement focus and the accrual basis of accounting, the same basis of accounting used by the plan. For this purpose, benefit payments are recognized when due and payable in accordance with benefit terms. Employer contributions are recognized in the year the contributions are paid.

CITY OF FLORENCE
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

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

Assets, Liabilities, and Fund Balance/Net Position (Continued)

Property Taxes – Property taxes are levied on December 15 based on the assessed value of property as certified by the County Assessor on October 1. The property tax may be paid in total by April 30 or one-half payment by February 28 and the second half by June 15. The billings are considered due on these dates. The bill becomes delinquent, and penalties and interest may be assessed by the County Treasurer on the postmark day following these dates. The tax sale date is the first Thursday of November.

Under Colorado Law, all property taxes become due and payable on January 1, in the year following that in which they are levied. 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, receivables and corresponding deferred inflows of resources are reported at year end.

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

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

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

Unrestricted Net Position represents assets that do not have any third-party limitation on their use. While City management may have categorized and segmented portions for various purposes, the City Council has the unrestricted right to revisit or alter these managerial decisions.

CITY OF FLORENCE
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities, and Fund Balance/Net Position (Continued)

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

- Nonspendable – This classification includes amounts that cannot be spent either because they are not in a spendable form or because they are legally or contractually required to be maintained intact. The City does not report any nonspendable fund balances on December 31, 2024.
- Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. The City has classified Emergency Reserves as being restricted because their use is restricted by State Statute for declared emergencies. In addition, the City reports restricted fund balances in the Conservation Trust Fund, Pool Park and Recreation Fund, Street Improvement Fund, and Perpetual Care Reserve Fund. These balances are restricted for capital and infrastructure improvements, and parks and recreation.
- Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the City Council. These amounts cannot be used for any other purpose unless the Council removes or changes the specified use by taking the same type of action (ordinance or resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The City reports the fund balance in the Capital Projects Fund as committed resources for the fund purpose as of December 31, 2024.

CITY OF FLORENCE
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

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

Assets, Liabilities, and Fund Balance/Net Position (Continued)

- Assigned – This classification includes amounts the government intends to use for specific purposes that do not meet the criteria to be classified as restricted or committed. The City does not report any assigned fund balances as of December 31, 2023.
- Unassigned – This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

The City would typically use restricted fund balances first, followed by committed resources, and then assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend unassigned fund balance.

Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; injuries to employees; and natural disasters. The City carries commercial insurance for these risks of loss.

Subsequent Events

The City has evaluated events subsequent to the year ended December 31, 2024 through June 3, 2025, the date these financial statements were issued, and has incorporated any required recognition into these financial statements.

CITY OF FLORENCE
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

NOTE 2: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgets

Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgetary comparison for the proprietary fund is presented on a non-GAAP budgetary basis. Capital outlay is budgeted as an expenditure and depreciation is not budgeted. Annual appropriated budgets are adopted for all funds. All appropriations lapse at fiscal year-end.

The City adheres to the following procedures in establishing the budgetary data reflected in the financial statements:

- Budgets are required by state law for all funds. Management submits to the City Council a proposed operating budget for the fiscal year commencing the following January 1. The budget includes proposed expenditures and the means of financing them. All budgets lapse at year end.
- Public hearings are conducted to obtain taxpayer comments.
- Prior to December 31, the budget is adopted by formal resolution.
- Expenditures may not legally exceed appropriations at the fund level.
- Management is authorized to transfer budgeted amounts between departments within any fund. However, revisions that alter the total expenditures of any fund must be approved by the City Council.
- Budgeted amounts reported in the accompanying financial statements are as originally adopted or amended by the City Council.

CITY OF FLORENCE
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

NOTE 3: CASH AND INVESTMENTS

Cash and investments on December 31, 2024 consist of the following:

Petty Cash	\$ 400
Deposits	2,211,519
Investments	15,127,535
Total	<u>\$17,339,454</u>

The above amounts are classified in the statement of net position as follows:

Cash and Investments - Governmental Activities	\$ 6,447,473
Cash and Investments - Business-Type Activities	10,891,981
Total	<u>\$17,339,454</u>

Deposits

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulations. On December 31, 2024, State regulatory commissioners have indicated that all financial institutions holding deposits for the City are eligible public depositories. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits.

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

On December 31, 2024, the City had deposits with financial institutions with a carrying amount of \$2,211,519. The bank balances with the financial institutions were \$2,226,052. Of these balances, \$1,077,902 was covered by federal depository insurance and \$1,148,150 was covered by collateral held by authorized escrow agents in the financial institutions name (PDPA).

CITY OF FLORENCE
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

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

Investments

The City is required to comply with State statutes and the City's investment policy which specify investment instruments meeting defined rating, maturity, and concentration of credit risk criteria in which the City may invest.

Interest Rate Risk

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

Credit Risk

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

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

Concentration of Credit Risk

Except for corporate securities, State statutes do not limit the amount the City may invest in any single investment or issuer.

CITY OF FLORENCE
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

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

Investments (Continued)

Local Government Investment Pools

The City had invested \$15,127,535 in the Colorado Government Liquid Asset Trust (ColoTrust) which has a credit rating of AAAM by Standard and Poor's. ColoTrust is an investment vehicle established for local government entities in Colorado to pool surplus funds and is regulated by the State Securities Commissioner. It operates similarly to a money market fund and each share is equal in value to \$1.00 (net asset value). Investments consist of U.S. Treasury and U.S. Agency securities, and repurchase agreements collateralized by U.S. Treasury and U.S. Agency securities. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. Substantially all securities owned are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by the entities.

ColoTrust is not a 2a7-like external investment pool. The unit of account is each share held, and the value of the position would be the fair value of the pool's share price multiplied by the number of shares held. The government-investor does not "look through" the pool to report a pro rata share of the pool's investments, receivables, and payables.

THE REMAINDER OF THIS PAGE IS INTENTIONALLY LEFT BLANK

CITY OF FLORENCE
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

NOTE 4: CAPITAL ASSETS

	Balance 12/31/2023	Additions	Deletions	Balance 12/31/2024
Governmental Activities				
Capital Assets, Not Depreciated				
Land	\$ 125,693	\$ -	\$ -	\$ 125,693
Easements	5,935	-	-	5,935
Total Capital Assets, Not Depreciated	<u>131,628</u>	<u>-</u>	<u>-</u>	<u>131,628</u>
Capital Asset, Being Depreciated				
Buildings and Improvements	2,369,596	21,588	-	2,391,184
Pool	611,460	46,036	-	657,496
Infrastructure	2,315,983	13,500	-	2,329,483
Machinery and Equipment	2,724,398	27,035	26,000	2,725,433
Total Capital Assets, Being Depreciated	<u>8,021,437</u>	<u>108,159</u>	<u>26,000</u>	<u>8,103,596</u>
Accumulated Depreciation				
Buildings and Improvements	2,112,125	81,481	-	2,193,606
Pool	567,702	12,615	-	580,317
Infrastructure	1,770,480	108,636	-	1,879,116
Machinery and Equipment	1,428,861	205,973	15,600	1,619,234
Total Depreciation	<u>5,879,168</u>	<u>408,705</u>	<u>15,600</u>	<u>6,272,273</u>
Capital Assets, Depreciated Net	<u>2,142,269</u>	<u>(300,546)</u>	<u>10,400</u>	<u>1,831,323</u>
Net Capital Assets	<u>\$ 2,273,897</u>	<u>\$ (300,546)</u>	<u>\$ 10,400</u>	<u>\$ 1,962,951</u>

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

Governmental Activities	
General Government	\$ 38,163
Public Safety	140,188
Public Works	197,427
Parks and Recreation	<u>32,927</u>
Total	<u>\$ 408,705</u>

CITY OF FLORENCE
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

NOTE 4: CAPITAL ASSETS (Continued)

	Balance 12/31/2023	Additions	Deletions	Balance 12/31/2024
Business-Type Activities				
Capital Assets, Not Depreciated				
Land	\$ 83,425	\$ -	\$ -	\$ 83,425
Water Rights	1,132,302	5,000	-	1,137,302
Total Capital Assets, Not Depreciated	1,215,727	5,000	-	1,220,727
Capital Asset, Being Depreciated				
Water Treatment Plant	4,623,399	7,723	-	4,631,122
Transmission and Distribution	8,682,548	-	1,000,000	7,682,548
Regional Assets	28,138,879	-	-	28,138,879
Machinery and Equipment	2,755,908	62,338	-	2,818,246
Total Capital Assets, Being Depreciated	44,200,734	70,061	1,000,000	43,270,795
Accumulated Depreciation				
Water Treatment Plant	3,762,614	87,178	-	3,849,792
Transmission and Distribution	5,806,702	271,238	1,000,000	5,077,940
Regional Assets	14,918,268	722,491	-	15,640,759
Machinery and Equipment	1,987,822	144,301	-	2,132,123
Total Depreciation	26,475,406	1,225,208	1,000,000	26,700,614
Capital Assets, Depreciated Net	17,725,328	(1,155,147)	-	16,570,181
Net Capital Assets	\$ 18,941,055	\$ (1,150,147)	\$ -	\$ 17,790,908

NOTE 5: LONG-TERM DEBT

The following is a summary of the City's long-term debt transactions for the year ended December 31, 2024:

Governmental Activities	12/31/2023			12/31/2024	Due Within
	Balance	Increases	Decreases	Balance	One Year
Compensated Absences	\$ 87,324	\$ 22,024	\$ -	\$ 109,348	\$ -

Compensated absences are expected to be liquidated with revenues from the General

CITY OF FLORENCE
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

NOTE 5: LONG-TERM DEBT (Continued)

	12/31/2023			12/31/2024	Due Within
Business-Type Activities	Balance	Increases	Decreases	Balance	One Year
Revenue Refunding Bonds	\$9,772,000	\$ -	\$ 97,000	\$9,675,000	\$ 545,000
Notes from direct borrowings	1,986,004	-	995,510	990,494	590,494
Compensated Absences	16,960	12,184	-	29,144	-
Total	<u>\$11,774,964</u>	<u>\$ 12,184</u>	<u>\$1,092,510</u>	<u>\$10,694,638</u>	<u>\$1,135,494</u>

Water Enterprise Revenue Refunding Bonds, Series 2021A and 2021B

In January 2021, the City issued Water Enterprise Revenue Refunding Bonds, Series 2021A and 2021B in the amount of \$9,184,000 and \$789,000, respectively. Proceeds of the bonds were used to refund the City's Series 2013A and 2013B Water Revenue Refunding and Improvement Bonds. The 2021A bonds carry an interest rate of 2.97% and the 2021B bonds carry an interest rate of 2.15%. Semi-annual interest payments are due on June 1 and December 1 and principal payments are due annually on December 1. The 2021A bonds mature on December 1, 2033 and the 2021B bonds mature on December 1, 2026.

The advance refunding of the 2013 bonds reduced the present value of the future debt service payments. The City's net present value benefit of the advance refunding is \$1,427,793. The savings were available due to improved bond market conditions (i.e., lower interest rates). The reacquisition price exceeded the net carrying amount of the old debt by \$309,154. This amount has been deferred and is being amortized over the remaining life of the refunded debt. At December 31, 2024, the balance of the deferred charges is \$214,030.

The annual debt service requirements on the outstanding bonds are as follows:

Year Ended December 31,	Principal	Interest	Total
2025	\$ 545,000	\$ 223,254	\$ 768,254
2026	900,000	211,980	1,111,980
2027	1,041,000	193,404	1,234,404
2028	1,133,000	168,944	1,301,944
2029	1,164,000	142,316	1,306,316
2030-2033	4,892,000	289,709	5,181,709
Total	<u>\$ 9,675,000</u>	<u>\$ 1,229,607</u>	<u>\$ 10,904,607</u>

CITY OF FLORENCE
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

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

Notes from Direct Borrowings

2003 Colorado Water Resources and Power Development Authority (CWRPDA) Loan

In November 2003, the City entered into a loan agreement with CWRPDA in the amount of \$12,999,093. Proceeds of the loan were used to finance costs of water facilities. The loan carries an interest rate of 3.51%. Principal and interest payments in the amount of \$899,932 are due semi-annually on June 1 and December 1 through 2025. On December 31, 2024, the outstanding balance on the loan is \$436,267.

2005 Colorado Water Resources and Power Development Authority (CWRPDA) Drinking Water Revolving Fund Direct Loan

In December 2004, the City entered into an agreement with CWRPDA to obtain a Drinking Water Revolving Fund Direct Loan in the amount of \$800,000. Proceeds of the loan were used to finance improvements to the City's south water treatment plant, acquiring and constructing finished water storage facilities and finished water pipelines, and raw water conveyance and consolidation for the south water treatment plant. The loan carries an interest rate of 3.5%. Principal and interest payments in the amount of \$53,939 are due semi-annually on June 1 and December 1 through 2025. On December 31, 2024, the outstanding balance on the loan is \$54,227.

2009 Colorado Water Resources and Power Development Authority (CWRPDA) Drinking Water Revolving Fund ARRA Direct Loan

In October 2009, the City entered into an agreement with CWRPDA to obtain a Drinking Water Revolving Fund ARRA Direct Loan in the amount of \$2,000,000. Proceeds of the loan were used to provide funding for drilling, testing, and construction of two additional wells. The loan carries no interest. Principal payments in the amount of \$50,000 are due semi-annually on June 1 and December 1 through 2029. On December 31, 2024, the outstanding balance on the loan is \$500,000.

CITY OF FLORENCE
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

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

Notes from Direct Borrowings (Continued)

The annual debt service requirements on the outstanding notes are as follows:

Year Ended December 31,	Principal	Interest	Total
2025	\$ 590,494	\$ 591,760	\$ 1,182,254
2026	100,000	-	100,000
2027	100,000	-	100,000
2028	100,000	-	100,000
2029	100,000	-	100,000
Total	<u>\$ 990,494</u>	<u>\$ 591,760</u>	<u>\$ 1,582,254</u>

NOTE 6: **INTERFUND TRANSFERS**

During the year ended December 31, 2024 the Water Fund, Pool, Park, and Recreation Fund, and the Conservation Trust Fund transferred \$604,736, \$25,000, and \$45,000, respectively, to the General Fund to cover capital and administrative expenses. The General Fund transferred \$7,913 to the Capital Projects Fund, and \$7,913 to the Perpetual Care Reserve Fund to cover capital and administrative expenses.

NOTE 7: **STATEWIDE DEFINED BENEFIT PENSION PLAN**

Summary of Significant Accounting Policies

The City participates in the Statewide Defined Benefit Plan (SWDBP), a cost-sharing multiple-employer defined benefit pension fund administered by the Fire and Police Pension Association of Colorado ("FPPA"). The net pension asset, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position of the SWDBP have been determined using the economic resources measurement focus and the accrual basis of accounting.

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.

CITY OF FLORENCE
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

NOTE 7: **STATEWIDE DEFINED BENEFIT PENSION PLAN** (Continued)

General Information about the SWDBP

Plan Description

The SWDBP covers substantially all full-time firefighter and police officer employees of participating fire or police departments in Colorado hired on or after April 8, 1978, provided that they are not already covered by a statutorily exempt plan. As of August 1, 2003, the SWDBP may include fire department clerical and other personnel whose services are auxiliary to fire protection. Plan benefits are specified in Title 31, Articles 30, 30.5 and 31 of the Colorado Revised Statutes (C.R.S.), administrative rules set forth in the FPPA Rules and Regulations, and applicable provisions of the federal Internal Revenue Code. Colorado Statelaw provisions may be amended from time to time by the Colorado General Assembly. FPPA issues a publicly available comprehensive annual financial report that can be obtained at www.fppaco.org.

Benefits Provided

A member is eligible for a normal retirement pension once the member has completed twenty-five years of credited service and has attained the age of 55. Effective January 1, 2021, a member may also qualify for a normal retirement pension if the members combined years of service and age equals at least 80, with a minimum age of 50 (Rule of 80).

The annual normal retirement benefit is 2 percent of the average of the member's highest three years' pensionable earnings for each year of credited service up to ten years, plus 2.5 percent for each year of service thereafter. The benefit earned prior to January 1, 2007 for members of affiliated Social Security employers will be reduced by the amount of Social Security income payable to the member annually. Effective January 1, 2007, members covered under the Statewide Defined Benefit Social Security Component will receive half the benefit when compared to the Statewide Defined Benefit Plan.

Benefit adjustments paid to retired members are evaluated annually and may be re-determined every October 1. The amount of any increase is based on the Board's discretion and can range from 0 to the higher of 3 percent or the Consumer Price Index for Urban Wage Earners and Clerical Workers (CPI-W).

A member is eligible for early retirement after completion of 30 years of service or attainment of age 50 with at least five years of credited service. The early retirement benefit equals the normal retirement benefit reduced on an actuarially equivalent basis. Upon termination, an employee may elect to have member contributions, along with 5 percent as interest, returned as a lump sum distribution.

CITY OF FLORENCE
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

NOTE 7: **STATEWIDE DEFINED BENEFIT PENSION PLAN** (Continued)

General Information about the SWDBP (Continued)

Alternatively, a member with at least five years of accredited service may leave contributions with the Plan and remain eligible for a retirement pension at age 55 equal to 2 percent of the member's average highest three years' pensionable earnings for each year of credited service up to ten years, plus 2.5 percent for each year of service thereafter.

Contributions

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

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.

Members of the Social Security Component contribute 6.0 percent of base salary. Per the 2020 legislation, employer contribution rates will increase 0.25 percent annually through 2030 to a total of 6.5 percent of base salary. These increases result in a combined contribution rate of 12.5 percent of base salary in 2030. In 2023, the total combined member and employer contribution rate was 10.75 percent.

CITY OF FLORENCE
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

NOTE 7: STATEWIDE DEFINED BENEFIT PENSION PLAN (Continued)

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

On December 31, 2024, the City reported a net pension liability of \$0 for its proportionate share of the net pension asset. The net pension asset was measured as of December 31, 2023 and the total pension asset used to calculate the net pension asset was determined by an actuarial valuation as of January 1, 2023.

The City's proportion of the net pension liability was based on City contributions to the SWDBP for the calendar year 2023 relative to the total contributions of participating employers to the SWDBP.

On December 31, 2023, the City's proportion was 0.04753 percent, which is a decrease of 0.00728 from its proportion measured as of December 31, 2022. For the year ended December 31, 2024, the City recognized pension expense of \$64,393. On December 31, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$70,160	\$3,573
Changes of assumptions or other inputs	\$40,839	N/A
Net difference between projected and actual earnings on pension plan investments	\$61,103	N/A
Changes in proportion and differences between contributions recognized and proportionate share of contributions	\$209,415	\$104,001
Contributions subsequent to the measurement date	\$45,928	N/A
Total	\$427,445	\$107,574

CITY OF FLORENCE
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

NOTE 7: STATEWIDE DEFINED BENEFIT PENSION PLAN (Continued)

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

\$45,928 reported as deferred outflows of resources related to pensions, resulting from contributions subsequent to the measurement date, will be recognized as an increase of the net pension asset in the year ending December 31, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended December 31,	
2025	69,012
2026	89,534
2027	26,005
2028	28,815
2029	36,224
Thereafter	24,353

Actuarial Assumptions

The total pension liability in the January 1, 2024 actuarial valuation was determined using the following actuarial assumptions and other inputs:

Total Pension Liability

Actuarial Valuation Date	January 1, 2024
Actuarial Method	Entry Age Normal
Amortization Method	N/A
Amortization Period	N/A
Long-term Investment Rate of Return *	7.0%
Projected Salary Increases	4.25%-11.25%
Cost of Living Adjustments (COLA)	0.0%
* Includes Inflation at	2.5%

CITY OF FLORENCE
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

NOTE 7: **STATEWIDE DEFINED BENEFIT PENSION PLAN** (Continued)

Actuarial Assumptions (Continued)

Actuarial Determined Contributions

Actuarial Valuation Date	January 1, 2023
Actuarial Method	Entry Age Normal
Amortization Method	N/A
Amortization Period	N/A
Long-term Investment Rate of Return *	7.0%
Projected Salary Increases	4.25%-11.25%
Cost of Living Adjustments (COLA)	0.0%
* Includes Inflation at	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 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 actuarial assumption changes were effective January 1, 2023. The actuarial assumptions impact actuarial factors for benefit purposes such as purchases of service credit and other benefits where actuarial factors are used.

The SWDBP's 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 return, net of investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and then 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:

CITY OF FLORENCE
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

NOTE 7: STATEWIDE DEFINED BENEFIT PENSION PLAN (Continued)

Actuarial Assumptions (Continued)

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	35.00%	8.33%
Equity Long/Short	6.00%	7.27%
Private Markets	34.00%	10.31%
Fixed Income – Rates	10.00%	5.35%
Fixed Income – Credit	5.00%	6.90%
Absolute Return	9.00%	6.39%
Cash	1.00%	4.32%
Total	100.00%	

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.

Projected benefits 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

CITY OF FLORENCE
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

NOTE 7: STATEWIDE DEFINED BENEFIT PENSION PLAN (Continued)

Discount Rate (Continued)

of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the plan's projected fiduciary net position is not sufficient to pay benefits).

The 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; and the resulting Single Discount rate is 7.00 percent.

Sensitivity of the City's proportionate share of the net pension asset (liability) to changes in the discount rate.

The following presents the proportionate share of the net pension liability/(asset) calculated using the discount rate of 7.00 percent, as well as what the proportionate share of the net pension liability/(asset) would be if it were calculated using a discount rate that is 1-percentage- point lower (6.0 percent) or 1-percentage-point higher (8.0 percent) than the current rate:

	1% Decrease (6.00%)	Single Discount Rate Assumption (7.00%)	1% Increase (8.00%)
Proportionate share of the net pension liability/(asset)	\$266,545	\$0	\$0

Pension plan fiduciary net position. Detailed information about the SWDBP's fiduciary net position is available in FPPA's comprehensive annual financial report which can be obtained at www.fppaco.org.

CITY OF FLORENCE
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

NOTE 8: OTHER RETIREMENT COMMITMENTS

Statewide Death and Disability Plan

Plan Description – The City participates in the Statewide Death and Disability Plan, a cost-sharing multiple-employer defined benefit death and disability plan administered by the Fire & Police Pension Association of Colorado (FPPA). Contributions to the plan are used solely for the payment of death and disability benefits. Benefits are established by State statutes and generally allow for benefits upon the death or disability of a plan member prior to retirement. FPPA issues a publicly available annual financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by contacting FPPA at www.fppaco.org.

Funding Policy - The contribution requirements are established by State statutes. The City Council determines the contribution split between employees and the City. No contributions are required for employees hired prior to January 1, 1997. For employees hired on or after January 1, 1997, the employees contributed 2.8% of base salaries during the year ended December 31, 2024. Contributions to the plan for the years ended December 31, 2024, 2023, and 2022 were \$16,069, \$15,189, and \$15,165, respectively, equal to the required contributions for the year.

Deferred 457 Compensation Plan

The City's employees participate in a deferred compensation plan created in accordance with Internal Revenue Code 457. The deferred compensation plan is optional for employees. The City matches the contribution of participating employees up to 3 percent after the employee has been employed by the City for one year. During the year ended December 31, 2024, 2023 and 2022, the City contributed \$36,390, \$36,822, and \$32,100, respectively, to the plan. The plan investments are managed by One America.

NOTE 9: COMMITMENTS AND CONTINGENCIES

Claims and Judgments

The City participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the City may be required to reimburse the grantor government. As of December 31, 2024, significant amounts of grant expenditures have not been audited but the City believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on the overall financial position of the City.

CITY OF FLORENCE
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

NOTE 9: **COMMITMENTS AND CONTINGENCIES** (Continued)

Tabor Amendment

In November 1992, Colorado voters passed an amendment to the State Constitution, Article X, Section 20 (the “Tabor Amendment”), which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local government. The Tabor Amendment is complex and subject to judicial interpretations. The City believes it has complied with the Amendment.

In November 1994, voters within the City approved the collection, retention, and expenditure of state grants, all sales and use taxes and all other revenue generated by the City in 1995 and subsequent years without limitation, notwithstanding the provisions of the Amendment.

The City has established a reserve, representing 3% of qualifying expenditures, as required by the amendment. On December 31, 2024, the emergency reserve of \$119,000 was reported as a restriction of net position and fund balance in the Governmental Activities and General Fund, respectively.

NOTE 10: **CHANGE WITHIN THE FINANCIAL REPORTING ENTITY**

During the fiscal year ended December 31, 2024, the Street Improvement Fund was reclassified from nonmajor to a major fund due to significant increases in its revenues, expenditures, and assets. The effects of the change are noted in the combining statement of revenues, expenditures, and changes in fund balances – nonmajor governmental funds and in the statement of revenues, expenditures, and changes in fund balances – governmental funds on pages 41 and 5, respectively, of the financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF FLORENCE, COLORADO

BUDGETARY COMPARISON SCHEDULE

GENERAL FUND

Year Ended December 31, 2024

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)	2023 ACTUAL
REVENUES					
Property Taxes	\$ 785,862	\$ 785,862	\$ 944,037	\$ 158,175	\$ 725,112
Specific Ownership Taxes	98,000	98,000	103,588	5,588	86,760
Sales and Use Tax	1,558,000	1,558,000	1,489,672	(68,328)	1,512,892
Franchise Fees	242,100	242,100	196,127	(45,973)	234,937
Intergovernmental Revenue	167,500	167,500	266,755	99,255	660,374
Licenses and Permits	119,780	119,780	137,918	18,138	104,334
Charges for Services	26,960	26,960	111,371	84,411	17,968
Fines and Forfeitures	52,000	52,000	28,982	(23,018)	34,766
Sale of Assets	-	-	34,976	34,976	3,350
Earnings on Investments	76,100	76,100	220,019	143,919	291,952
Miscellaneous	257,054	257,054	126,392	(130,662)	164,540
TOTAL REVENUES	3,383,356	3,383,356	3,659,837	276,481	3,836,985
EXPENDITURES					
Current					
General Government	1,178,232	1,178,232	1,185,875	(7,643)	1,075,151
Public Safety	1,500,722	1,500,722	1,153,400	347,322	1,258,492
Public Works	820,015	820,015	872,833	(52,818)	1,183,433
Planning	247,550	247,550	109,311	138,239	135,034
Parks and Recreation	265,378	346,378	162,336	184,042	189,113
TOTAL EXPENDITURES	4,011,897	4,092,897	3,483,755	609,142	3,841,223
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(628,541)	(709,541)	176,082	885,623	(4,238)
OTHER FINANCING SOURCES (USES)					
Transfers In	649,736	649,736	674,736	25,000	640,830
Transfers Out	-	-	(15,826)	(15,826)	(256,880)
TOTAL OTHER FINANCING SOURCES (USES)	649,736	649,736	658,910	9,174	383,950
CHANGE IN FUND BALANCE	21,195	(59,805)	834,992	869,797	379,712
FUND BALANCES, Beginning	-	-	2,897,213	2,897,213	2,517,501
FUND BALANCES, Ending	\$ 21,195	\$ (59,805)	\$ 3,732,205	\$ 3,767,010	\$ 2,897,213

See the accompanying independent auditor's report

CITY OF FLORENCE, COLORADO

BUDGETARY COMPARISON SCHEDULE
STREET IMPROVEMENT FUND
Year Ended December 31, 2024

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)	2023 ACTUAL
REVENUES					
Sales and Use Tax	\$ 376,000	\$ 376,000	\$ 375,976	\$ (24)	\$ 378,162
Interest Income	15,000	15,000	40,685	25,685	32,096
Miscellaneous	-	-	-	-	15,107
TOTAL REVENUES	391,000	391,000	416,661	25,661	425,365
EXPENDITURES					
Capital Outlay	688,105	688,105	137,413	550,692	193,010
TOTAL EXPENDITURES	688,105	688,105	137,413	550,692	193,010
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(297,105)	(297,105)	279,248	576,353	232,355
OTHER FINANCING SOURCES (USES)					
Transfers In	297,105	297,105	-	(297,105)	-
CHANGE IN FUND BALANCE	-	-	279,248	279,248	232,355
FUND BALANCES, Beginning	-	-	1,096,324	1,096,324	863,969
FUND BALANCES, Ending	\$ -	\$ -	\$ 1,375,572	\$ 1,375,572	\$ 1,096,324

See the accompanying independent auditor's report

CITY OF FLORENCE, COLORADO

SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
FPPA STATEWIDE DEFINED BENEFIT PENSION PLAN

Years Ended December 31,

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Proportion of the Net Pension Liability (Asset)	0.04750%	0.05480%	0.07674%	0.06721%	0.08206%	0.09000%	0.0990%	9.5000%	0.0990%	0.0910%
Proportionate Share of the Net Pension Liability (Asset)	\$ -	\$ 48,653	\$ (415,889)	\$ (145,907)	\$ (46,408)	\$ 113,889	\$ (142,635)	\$ 34,380	\$ (1,742)	\$ (77,479)
Covered payroll	\$ 446,746	\$ 475,341	\$ 447,343	\$ 514,269	\$ 580,095	\$ 579,258	\$ 555,473	\$ 439,514	\$ 469,653	\$ 388,051
Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	0.00%	10.24%	-92.97%	-28.37%	-8.00%	19.66%	-25.68%	7.82%	-0.37%	-19.97%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	100.00%	97.60%	116.20%	106.70%	101.90%	95.20%	106.30%	98.20%	100.10%	105.80%

See the accompanying independent auditor's report

CITY OF FLORENCE, COLORADO

SCHEDULE OF THE CITY'S CONTRIBUTIONS
FPPA STATEWIDE DEFINED BENEFIT PENSION PLAN

Years Ended December 31,

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually Required Contributions	\$ 45,928	\$ 44,013	\$ 44,194	\$ 37,962	\$ 43,184	\$ 48,382	\$ 48,274	\$ 46,393	\$ 36,899	\$ 37,852
Contributions in Relation to the Contractually Required Contributions	45,928	44,013	44,194	37,962	43,184	48,382	48,274	46,393	36,899	37,852
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 447,331	\$ 446,746	\$ 475,341	\$ 447,343	\$ 514,269	\$ 580,095	\$ 579,258	\$ 555,473	\$ 439,514	\$ 469,653
Contributions as a Percentage of Covered Payroll	10.27%	9.85%	9.30%	8.49%	8.40%	8.34%	8.33%	8.35%	8.40%	8.06%

See the accompanying independent auditor's report

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

CITY OF FLORENCE, COLORADO

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
December 31, 2024

	SPECIAL REVENUE FUNDS			PERMANENT FUND	
	CONSERVATION TRUST FUND	POOL, PARK AND RECREATION FUND	CAPITAL PROJECTS FUND	PERPETUAL CARE RESERVE FUND	TOTALS
ASSETS					
Cash and Investments	\$ 132,953	\$ 374,320	\$ 242,772	\$ 327,706	\$ 1,077,751
TOTAL ASSETS	<u>\$ 132,953</u>	<u>\$ 374,320</u>	<u>\$ 242,772</u>	<u>\$ 327,706</u>	<u>\$ 1,077,751</u>
LIABILITIES AND FUND BALANCE					
LIABILITIES					
Accounts Payable	\$ -	\$ 158	\$ -	\$ -	\$ 158
TOTAL LIABILITIES	<u>-</u>	<u>158</u>	<u>-</u>	<u>-</u>	<u>158</u>
FUND EQUITY					
Fund Balance					
Restricted	132,953	374,162	-	327,706	834,821
Committed	<u>-</u>	<u>-</u>	<u>242,772</u>	<u>-</u>	<u>242,772</u>
TOTAL FUND EQUITY	<u>132,953</u>	<u>374,162</u>	<u>242,772</u>	<u>327,706</u>	<u>1,077,593</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 132,953</u>	<u>\$ 374,320</u>	<u>\$ 242,772</u>	<u>\$ 327,706</u>	<u>\$ 1,077,751</u>

See the accompanying independent auditor's report

CITY OF FLORENCE, COLORADO

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

	SPECIAL REVENUE FUNDS			CAPITAL PROJECTS FUND	STREET IMPROVEMENT FUND	PERMANENT FUND	TOTALS
	CONSERVATION TRUST FUND	POOL, PARK AND RECREATION FUND				PERPETUAL CARE RESERVE FUND	
REVENUES							
Sales and Use Taxes	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -
Intergovernmental Revenue	47,092	-	-	-	-	-	47,092
Charges for Services	-	55,120	-	-	-	-	55,120
Interest Income	3,430	33,164	8,636	-	-	15,775	61,005
Miscellaneous	-	14,686	-	-	-	-	14,686
TOTAL REVENUES	50,522	102,970	8,636	-	-	15,775	177,903
EXPENDITURES							
Current							
Parks and Recreation	-	178,867	-	-	-	-	178,867
Capital Outlay	-	-	12,741	-	-	-	12,741
TOTAL EXPENDITURES	-	178,867	12,741	-	-	-	191,608
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	50,522	(75,897)	(4,105)	-	-	15,775	(13,705)
OTHER FINANCING SOURCES (USES)							
Transfers In	-	-	7,913	-	-	7,913	15,826
Transfers Out	(45,000)	(25,000)	-	-	-	-	(70,000)
TOTAL OTHER FINANCING SOURCES (USES)	(45,000)	(25,000)	7,913	-	-	7,913	(54,174)
NET CHANGE IN FUND BALANCES	5,522	(100,897)	3,808	-	-	23,688	(67,879)
FUND BALANCES, Beginning, as previously reported	127,431	475,059	238,964	1,096,324		304,018	2,241,796
Change within the financial reporting entity - nonmajor to major fund	-	-	-	(1,096,324)		-	(1,096,324)
FUND BALANCES, Ending, adjusted	\$ 132,953	\$ 374,162	\$ 242,772	\$ -	-	\$ 327,706	\$ 1,077,593

See the accompanying independent auditor's report

CITY OF FLORENCE, COLORADO

BUDGETARY COMPARISON SCHEDULE
 CONSERVATION TRUST FUND
 Year Ended December 31, 2024

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)	2023 ACTUAL
REVENUES					
Intergovernmental Revenue	\$ 47,000	\$ 47,000	\$ 47,092	\$ 92	\$ 55,133
Interest Income	2,500	2,500	3,430	930	6,106
TOTAL REVENUES	49,500	49,500	50,522	1,022	61,239
EXPENDITURES					
Capital Outlay	4,500	4,500	-	4,500	-
TOTAL EXPENDITURES	4,500	4,500	-	4,500	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	45,000	45,000	50,522	5,522	61,239
OTHER FINANCING SOURCES					
Transfers Out	(45,000)	(45,000)	(45,000)	-	(45,000)
CHANGE IN FUND BALANCE	-	-	5,522	5,522	16,239
FUND BALANCES, Beginning	-	-	127,431	127,431	111,192
FUND BALANCES, Ending	\$ -	\$ -	\$ 132,953	\$ 132,953	\$ 127,431

See the accompanying independent auditor's report

CITY OF FLORENCE, COLORADO

BUDGETARY COMPARISON SCHEDULE
 POOL, PARK, AND RECREATION FUND
 Year Ended December 31, 2024

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)	2023 ACTUAL
REVENUES					
Charges for Services	\$ 71,690	\$ 71,690	\$ 55,120	\$ (16,570)	\$ 57,853
Interest Income	5,000	5,000	33,164	28,164	29,694
Miscellaneous	-	-	14,686	14,686	11,197
TOTAL REVENUES	76,690	76,690	102,970	26,280	98,744
EXPENDITURES					
Parks and Recreation	159,190	189,190	178,867	10,323	112,801
TOTAL EXPENDITURES	159,190	189,190	178,867	10,323	112,801
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(82,500)	(112,500)	(75,897)	36,603	(14,057)
OTHER FINANCING SOURCES					
Transfers In	500	500	-	(500)	-
Transfers Out	82,000	82,000	(25,000)	(107,000)	-
TOTAL OTHER FINANCING SOURCES (USES)	82,500	82,500	(25,000)	(107,500)	-
CHANGE IN FUND BALANCE	-	(30,000)	(100,897)	(70,897)	(14,057)
FUND BALANCES, Beginning	-	-	475,059	475,059	489,116
FUND BALANCES, Ending	\$ -	\$ (30,000)	\$ 374,162	\$ 404,162	\$ 475,059

See the accompanying independent auditor's report

CITY OF FLORENCE, COLORADO

BUDGETARY COMPARISON SCHEDULE
 CAPITAL PROJECTS FUND
 Year Ended December 31, 2024

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)	2023 ACTUAL
REVENUES					
Intergovernmental Revenue	\$ -	\$ -	\$ -	\$ -	\$ -
Interest Income	1,300	1,300	8,636	7,336	5,997
Miscellaneous	-	-	-	-	4,948
TOTAL REVENUES	1,300	1,300	8,636	7,336	10,945
EXPENDITURES					
Capital Outlay	60,300	60,300	12,741	47,559	-
TOTAL EXPENDITURES	60,300	60,300	12,741	47,559	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(59,000)	(59,000)	(4,105)	54,895	10,945
OTHER FINANCING SOURCES					
Transfers In	59,000	59,000	7,913	(51,087)	7,762
CHANGE IN FUND BALANCE	-	-	3,808	3,808	18,707
FUND BALANCES, Beginning	-	-	238,964	238,964	220,257
FUND BALANCES, Ending	\$ -	\$ -	\$ 242,772	\$ 242,772	\$ 238,964

See the accompanying independent auditor's report

CITY OF FLORENCE, COLORADO

BUDGETARY COMPARISON SCHEDULE
 PERPETUAL CARE RESERVE FUND
 Year Ended December 31, 2024

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)	2023 ACTUAL
REVENUES					
Interest Income	\$ 1,000	\$ 1,000	\$ 15,775	\$ 14,775	\$ 15,146
TOTAL REVENUES	1,000	1,000	15,775	14,775	15,146
EXPENDITURES					
Cemetery Care	10,000	10,000	-	10,000	-
TOTAL EXPENDITURES	10,000	10,000	-	10,000	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(9,000)	(9,000)	15,775	24,775	15,146
OTHER FINANCING SOURCES (USES)					
Transfers In	9,000	9,000	7,913	(1,087)	7,762
CHANGE IN FUND BALANCE	-	-	23,688	23,688	22,908
FUND BALANCES, Beginning	-	-	304,018	304,018	281,110
FUND BALANCES, Ending	\$ -	\$ -	\$ 327,706	\$ 327,706	\$ 304,018

See the accompanying independent auditor's report

CITY OF FLORENCE, COLORADO

BUDGETARY COMPARISON SCHEDULE

WATER FUND

Year Ended December 31, 2024

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)	2023 ACTUAL
REVENUES					
Charges for Services	\$ 2,790,000	\$ 2,790,000	\$ 2,802,565	\$ 12,565	\$ 2,679,856
Tap Fees and Contributions	60,000	60,000	213,802	153,802	216,465
Debt Retirement	1,357,344	1,357,344	1,274,309	(83,035)	1,205,743
Bulk Water Sales	120,000	120,000	116,585	(3,415)	124,800
Interest Revenue	700	700	484,150	483,450	359,500
Other Revenues	159,190	159,190	28,831	(130,359)	127,761
Capital Contribution	-	-	-	-	160,449
Transfers In	1,810,894	1,810,894	-	(1,810,894)	241,356
TOTAL REVENUES	6,298,128	6,298,128	4,920,242	(1,377,886)	5,115,930
EXPENDITURES					
Current					
Administration	201,647	201,647	133,702	67,945	140,193
Personnel Services	831,863	831,863	867,298	(35,435)	731,953
Water System	1,171,257	1,171,257	739,224	432,033	850,684
Water Distribution	273,943	273,943	269,970	3,973	254,111
Debt Service	1,357,346	1,357,346	1,372,382	(15,036)	1,377,425
Transfers Out	415,082	415,082	604,736	(189,654)	595,830
Capital Outlay	1,952,500	1,952,500	75,061	1,877,439	1,347,174
TOTAL EXPENDITURES	6,203,638	6,203,638	4,062,373	2,141,265	5,297,370
CHANGE IN NET POSITION, Budgetary Basis	\$ 94,490	\$ 94,490	857,869	\$ 763,379	(181,440)
Adjustments to GAAP Basis					
Capital Outlay			75,061		1,347,174
Loan Principal Payments			1,092,510		1,015,089
Depreciation			(1,225,208)		(1,263,027)
CHANGE IN NET POSITION, GAAP Basis			800,232		917,796
NET POSITION, Beginning			17,719,117		16,801,321
NET POSITION, Ending			\$ 18,519,349		\$ 17,719,117

See the accompanying independent auditor's report

COMPLIANCE

LOCAL HIGHWAY FINANCE REPORT

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

This Information From The Records Of:

(MUNICIPALITY OR COUNTY NAME)

Prepared By:

Lori Cobler lori.cobler@florencecolorado.org

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

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Receipts from local sources:	
1. Local highway-user taxes	
a. Motor Fuel (from Item I.A.5.)	
b. Motor Vehicle (from Item I.B.5.)	
c. Total (a.+b.)	
2. General fund appropriations	\$ 750,031.35
3. Other local imposts (from page 2)	\$ 114,270.64
4. Miscellaneous local receipts (from page 2)	\$ -
5. Transfers from toll facilities	\$ -
6. Proceeds of sale of bonds and notes:	
a. Bonds - Original Issues	\$ -
b. Bonds - Refunding Issues	\$ -
c. Notes	\$ -
d. Total (a. + b. + c.)	\$ -
7. Total (1 through 6)	\$ 864,301.99
B. Private Contributions	\$ -
C. Receipts from State government (from page 2)	\$ 166,200.69
D. Receipts from Federal Government (from page 2)	\$ -
E. Total receipts (A.7 + B + C + D)	\$ 1,030,502.68

III. EXPENDITURES FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Local highway expenditures:	
1. Capital outlay (from page 2)	\$ -
2. Maintenance:	\$ 403,612.52
3. Road and street services:	
a. Traffic control operations	
b. Snow and ice removal	\$ 73,384.10
c. Other	\$ 36,582.95
d. Total (a. through c.)	\$ 109,967.05
4. General administration & miscellaneous	
5. Highway law enforcement and safety	\$ 516,923.11
6. Total (1 through 5)	\$ 1,030,502.68
B. Debt service on local obligations:	
1. Bonds:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	\$ -
2. Notes:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	\$ -
3. Total (1.c + 2.c)	\$ -
C. Payments to State for highways	
D. Payments to toll facilities	
E. Total expenditures (A.6 + B.3 + C + D)	\$ 1,030,502.68

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
		\$ 1,030,502.68	\$ 1,030,502.68		\$ -

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	
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments	\$ 17,785.69	a. Interest on investments	0.00
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	\$ 750,031.35	c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other	\$ 96,487.95	g. Other Misc. Receipts	
6. Total (1. through 5.)	\$ 846,519.30	h. Other	
c. Total (a. + b.)	\$ 864,304.99	i. Total (a. through h.)	\$ -
(Carry forward to page 1)		(Carry forward to page 1)	

ITEM	AMOUNT	ITEM	114,274
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes (from Item I.C.5.)	\$ 151,819.07	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	\$ 14,381.62	d. Federal Transit Administration	
d. DOLA Grant	\$ -	e. U.S. Corps of Engineers	
e. Other	\$ -	f. Other Federal ARPA	
f. Total (a. through e.)	\$ 14,381.62	g. Total (a. through f.)	\$ -
4. Total (1. + 2. + 3.f)	\$ 166,200.69	3. Total (1. + 2.g)	\$ -
(Carry forward to page 1)		(Carry forward to page 1)	

III. EXPENDITURES FOR ROAD AND STREET PURPOSES - DETAIL

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

Notes and Comments: