

CITY OF LAS ANIMAS, COLORADO

FINANCIAL STATEMENTS

DECEMBER 31, 2024

CITY OF LAS ANIMAS, COLORADO

TABLE OF CONTENTS

	PAGE
INDEPENDENT AUDITORS' REPORT	1 - 2
MANAGEMENT'S DISCUSSION AND ANALYSIS	3 - 8
BASIC FINANCIAL STATEMENTS	
GOVERNMENT-WIDE FINANCIAL STATEMENTS	
STATEMENT OF NET POSITION	9
STATEMENT OF ACTIVITIES	10
FUND FINANCIAL STATEMENTS	
BALANCE SHEET – GOVERNMENTAL FUNDS	11
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION	12
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – GOVERNMENTAL FUNDS	13
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES	14
STATEMENT OF NET POSITION – PROPRIETARY FUNDS	15 - 16
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION – PROPRIETARY FUNDS	17
STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS	18 - 19
NOTES TO FINANCIAL STATEMENTS	20 - 53
REQUIRED SUPPLEMENTARY INFORMATION	
SCHEDULE OF CHANGES IN THE PLAN'S NET PENSION LIABILITY AND RELATED RATIOS – OLD HIRE POLICE PENSION FUND	54
SCHEDULE OF PLAN CONTRIBUTIONS – OLD HIRE POLICE PENSION FUND	55
SCHEDULE OF THE CITY'S PROPORTIONATE SHARE – LOCAL GOVERNMENT DIVISION TRUST FUND	56
SCHEDULE OF CITY CONTRIBUTIONS – LOCAL GOVERNMENT DIVISION TRUST FUND	57
SCHEDULE OF THE CITY'S PROPORTIONATE SHARE – HEALTH CARE TRUST FUND	58
SCHEDULE OF CITY CONTRIBUTIONS – HEALTH CARE TRUST FUND	59
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL – GENERAL FUND	60
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION	61
SUPPLEMENTARY INFORMATION	
INDIVIDUAL FINANCIAL STATEMENTS - MAJOR GOVERNMENTAL FUNDS	62 - 63
COMBINING AND INDIVIDUAL FINANCIAL STATEMENTS - NONMAJOR FUNDS	64 - 70
INDIVIDUAL FINANCIAL STATEMENTS AND BUDGET SCHEDULES – ENTERPRISE FUNDS	71 - 86
LOCAL HIGHWAY FINANCE REPORT	

# HANCOCK FROESE & COMPANY LLC

CERTIFIED PUBLIC ACCOUNTANTS  
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## INDEPENDENT AUDITORS' REPORT

To the City Council  
City of Las Animas, Colorado

### Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Las Animas, Colorado, as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the City of Las Animas, Colorado's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Las Animas, Colorado, as of December 31, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### Basis for Opinions

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

### Responsibilities of Management for the Financial Statements

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

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

### Auditor's 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 generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Las Animas, Colorado's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Las Animas, Colorado's ability to continue as a going concern for a reasonable period of time.

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

### **Required Supplementary Information**

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

### **Supplementary Information**

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

### **Other Information**

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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



HANCOCK FROESE & COMPANY LLC

Rocky Ford, Colorado  
March 25, 2025

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

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## MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the City of Las Animas's (the "City") Annual Financial Report provides readers with a narrative overview and analysis of the City's financial performance during the fiscal year that ended on December 31, 2024. We encourage readers to consider the information presented here in conjunction with the letter of transmittal at the front of this report, the City of Las Animas's basic financial statements and notes to the financial statements to enhance their understanding of the activities and financial health of the City of Las Animas.

### FINANCIAL HIGHLIGHTS

The City's total net position increased from \$18,548,534 to \$19,888,911 over the course of the City's operations in 2024.

During the year, the City's governmental revenues generated in taxes and other revenues for governmental programs (after other financing sources) were \$538,848 more than the \$2,118,108 of expenditures and transfers out for general government and governmental services.

The City's business-type funds had an increase in total net position of \$801,529 over the year, up from \$14,300,274 in 2023 to \$15,101,803 in 2024.

### Overview of the Financial Statements

The discussion and analysis is intended to serve as an introduction to the City's *Basic Financial Statements*. The Basic Financial Statements contain three components: (1), government-wide financial statements; (2), fund financial statements (including component unit statements, if applicable); and (3), notes to the financial statements. In addition, this report contains other *Required Supplementary Information*, and a *Supplementary Information* section that presents *combining and individual statements* for non-major governmental funds (along with actual and budget comparison schedules).

The basic financial statements include two kinds of statements that present different views of the City: *government-wide financial statements* and *fund financial statements*.

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.

*Governmental Fund* statements tell how *general government* services like public safety, highways and streets, welfare, cultural and recreation, and economic development were financed in the short-term as well as what remains for future spending.

*Proprietary Fund* statements offer *short-term* and *long-term* financial information about the activities the City government operates in, similar to a private business.

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 explain and support the information in the financial statements. In addition to these required components, a section is included with combining statements that provide further detail about the City's non-major governmental funds, each of which are added together and presented in single columns in each of the basic financial statements.

### Government-wide Statements

The government-wide statements report information about the City as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the City's net position and how they have changed. Net position, the difference between the City's assets and liabilities, is one way to measure the City's financial health or current position.

Over time, increases or decreases in the City's net position is an indicator of whether its financial health is improving or deteriorating, respectively.

To assess the overall health of the City, consideration should be given to additional non-financial factors such as changes in the City's property tax base and the condition of the City's streets, sewer mains, water treatment and distribution systems and electric distribution systems.

The government-wide financial statements of the City are divided into two categories.

1. *Governmental Activities.* Most of the City's basic services are included in governmental activities such as public safety, streets, recreation, and general administration. Property and sales taxes and state and federal grants finance most of these activities.
2. *Business-type Activities.* The City charges fees to customers to help cover the costs of certain services it provides. The City's water, sewer, sanitation, and electric enterprise funds are included here.

### **Fund Financial Statements**

The fund financial statements provide more detailed information about the City's most significant funds, the City as a whole. Funds are accounting devices that the City uses to keep track of specific sources of funding and spending for particular purposes.

The City Council establishes other funds to control and manage resources for particular purposes, that are legally restricted to that expenditure, or show that certain taxes and grants are used appropriately (i.e. Special Revenue Funds).

The City has two kinds of funds:

1. *Governmental Funds.* Most of the City's basic services are included in governmental funds, which focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. Because this information does not encompass the additional long-term focus of the government-wide funds statement that explains the relationship (or differences) between the two types of statements.
2. *Proprietary Funds.* Services for which the City charges customers a fee are generally reported in proprietary funds. Proprietary funds, like the government-wide statements, provide both long-term and short-term financial information.

The City's Enterprise Funds are classified as business-type activities on the government-wide statements, but more detailed information is provided in the Proprietary Fund Statements, such as its cash flows.

### **Financial Analysis of the City as a Whole**

**Net Position:** As discussed earlier, net position may serve as a useful indicator of a government's financial position. As of December 31, 2024, total City's net position was \$19,888,911 governmental activity net position was \$4,787,108 and business-type activities net position was \$15,101,803. The table below provides a comparative summary of the City's Governmental and Business-type net position for 2024 and 2023:

The 2024 MD&A presentation includes comparative changes in net position for the past two years below:

Statement of Net Position						
	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Assets						
Current and other	\$ 3,801,876	\$ 3,438,157	\$ 7,279,486	\$ 6,424,364	\$ 11,081,362	\$ 9,862,521
Capital Assets	\$ 1,691,354	\$ 1,575,063	\$ 12,015,877	\$ 12,470,654	\$ 13,707,231	\$ 14,045,717
Total Assets	\$ 5,493,230	\$ 5,013,220	\$ 19,295,363	\$ 18,895,018	\$ 24,788,593	\$ 23,908,238
Deferred Outflows of Resources	\$ 249,831	\$ 338,652	\$ 584,941	\$ 823,979	\$ 834,772	\$ 1,162,631
Total Assets and Deferred Outflows	\$ 5,743,061	\$ 5,351,872	\$ 19,880,304	\$ 19,718,997	\$ 25,623,365	\$ 25,070,869
Liabilities						
Current Liab.	\$ 11,249	\$ 14,153	\$ 478,540	\$ 402,333	\$ 489,789	\$ 416,486
Long-term and other Liab.	\$ 639,203	\$ 805,701	\$ 3,976,720	\$ 4,789,090	\$ 4,615,923	\$ 5,594,791
Total Liabilities	\$ 650,452	\$ 819,854	\$ 4,455,260	\$ 5,191,423	\$ 5,105,712	\$ 6,011,277
Deferred Inflows of Resources	\$ 305,501	\$ 283,758	\$ 323,241	\$ 227,300	\$ 628,742	\$ 511,058
Net Position						
Net Investment in Capital Assets	\$ 1,691,354	\$ 1,575,063	\$ 9,502,566	\$ 9,798,627	\$ 11,193,920	\$ 11,373,690
Restricted	\$ 1,539,615	\$ 1,350,578	\$ 460,683	\$ 477,634	\$ 2,000,298	\$ 1,828,212
Unrestricted	\$ 1,556,139	\$ 1,322,619	\$ 5,138,554	\$ 4,024,013	\$ 6,694,693	\$ 5,346,632
Total Net Position	\$ 4,787,108	\$ 4,248,260	\$ 15,101,803	\$ 14,300,274	\$ 19,888,911	\$ 18,548,534
Total Liabilities, Deferred Inflows & Net Position	\$ 5,743,061	\$ 5,351,872	\$ 19,880,304	\$ 19,718,997	\$ 25,623,365	\$ 25,070,869

A significant portion (56%) of the net position represents the *net investment in capital asset*. This includes land, buildings, systems, machinery and equipment, and infrastructure assets, offset with associated long-term and short-term debt liabilities. Capital assets are restricted for the purpose of providing services to the citizens of Las Animas; consequently, they are not available for future spending. Although the investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

Other *restricted net position* represents resources that are subject to external restrictions on how they may be used. Included in this category are unspent proceeds for customer deposits, operations and maintenance, asset retirements, capital improvements, parks and recreation, economic development, and TABOR emergency funds. This portion makes up 10% of the total.

The remaining 34% of net position represent the *unrestricted* portion available for the City’s ongoing obligations to its citizens.

At the end of 2024, the City of Las Animas had positive balances in all three categories of net position.

**Changes in Revenues and Expenditures**

The table below presents the City’s 2024 revenues and expenditures for Governmental and Business-type activities as they are reported in the Statement of Activities compared to 2023. The revenues and expenditures include the Governmental Funds (General Fund and Special Revenue Funds) and the Enterprise Funds (Light & Power Fund, Water Fund, Sewer Fund and Sanitation Fund).

The 2024 MD&A presentation includes changes in revenues and expenditures for the past two years below:

	Changes in Revenues and Expenditures					
	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
<b>REVENUES</b>						
<b>Governmental Revenues:</b>						
Charges for Services	\$ 159,821	\$ 176,599			\$ 159,821	\$ 176,599
Operating Grants & Contributions	\$ 130,511	\$ 124,612			\$ 130,511	\$ 124,612
Capital Grants & Contributions	\$ 25,000	\$ 50,000			\$ 25,000	\$ 50,000
Property Taxes	\$ 366,068	\$ 258,593			\$ 366,068	\$ 258,593
Other taxes, Licenses & Fines	\$1,872,579	\$ 1,917,104			\$1,872,579	\$ 1,917,104
Intergovernmental Not Restricted	\$ 11,283	\$ 29,916			\$ 11,283	\$ 29,916
Interest & Other	\$ 91,694	\$ 76,145			\$ 91,694	\$ 76,145
Total Government Revenues	\$2,656,956	\$ 2,632,969			\$ 2,656,956	\$ 2,632,969
<b>Business-type Revenues</b>						
Charges for Services			\$ 7,113,658	\$7,073,208	\$ 7,113,658	\$ 7,073,208
Other & Interest			\$ 150,387	\$ 96,105	\$ 150,387	\$ 96,105
Grants & Contributions			\$ 159,602	\$ 113,569	\$ 159,602	\$ 113,569
Pension Revenue			\$ 128,666	\$ 21,264	\$ 128,666	\$ 21,264
Total Business-type Revenues			\$ 7,552,313	\$ 7,304,146	\$ 7,552,313	\$ 7,304,146
<b>TOTAL REVENUES</b>	\$2,656,956	\$ 2,632,969	\$ 7,552,313	\$7,304,146	\$10,209,269	\$ 9,937,115
<b>EXPENDITURES</b>						
<b>Government Expenditures</b>						
General Government	\$ 570,232	\$ 507,140			\$ 570,232	\$ 507,140
Public Safety	\$ 474,223	\$ 474,203			\$ 474,223	\$ 474,203
Public Works	\$ 521,185	\$ 617,192			\$ 521,185	\$ 617,192
Culture & Recreation	\$ 263,216	\$ 284,787			\$ 263,216	\$ 284,787
Community Services	\$ 128,167	\$ 107,267			\$ 128,167	\$ 107,267
Pension Amort Expense	\$ -	\$ -			\$ -	\$ -
Total Government Expenditures	\$ 1,957,023	\$ 1,990,589			\$1,957,023	\$ 1,990,589
<b>Business-type Expenditures</b>						
Personal Services,						
Materials, Supplies			\$ 6,309,290	\$6,230,553	\$6,309,290	\$ 6,230,553
Depreciation Expense			\$ 602,579	\$ 598,663	\$ 602,579	\$ 598,663
Total Business-type Expenditures			\$ 6,911,869	\$6,829,216	\$6,911,869	\$ 6,829,216
<b>TOTAL EXPENDITURES</b>	\$ 1,957,023	\$ 1,990,589	\$ 6,911,869	\$6,829,216	\$8,868,892	\$ 8,819,805
<b>EXCESS (DEFICIENCY) BEFORE TRANSFERS</b>	\$ 699,933	\$ 642,380	\$ 640,444	\$ 474,930	\$ 1,340,377	\$ 1,117,310
Transfers In (Out)	\$ (161,085)	\$ (155,300)	\$ 161,085	\$ 155,300	\$ -	\$ -
<b>CHANGE IN NET POSITION</b>	\$ 538,848	\$ 487,080	\$ 801,529	\$ 630,230	\$ 1,340,377	\$ 1,117,310
<b>NET POSITION – BEGINNING</b>	\$ 4,248,260	\$ 3,761,180	\$14,300,274	\$13,670,044	\$18,548,534	\$17,431,224
<b>NET POSITION – ENDING</b>	\$ 4,787,108	\$ 4,248,260	\$15,101,803	\$14,300,274	\$19,888,911	\$18,548,534

**Governmental Activities:** Governmental activities accounted for \$538,848 of revenues over expenses for 2024. Total revenues, including operating and capital grants from governmental activities including the general fund and other governmental funds amounted to \$2,656,956.

Total expenses for governmental activities in 2024 including transfers from the general fund and other governmental funds amounted to \$2,118,108.

**Business-type Activities:** The business activities had revenues in excess of expenditures totaling \$801,529 in 2024.

The Light and Power Fund had revenues in excess of expenses of \$551,554 due to an increase in rates for charges for services.

The Water Fund had revenues in excess of expenses of \$145,352. This was due to a decrease in operating expenses and a increase in operating revenues in fiscal year 2024.

The Sewer Fund had revenues in excess of expenses of \$8,422. This was due to an increase in operating revenues compared to the prior year.

The Sanitation Fund had revenues in excess of expenses of \$96,201. This was due to a decrease in operating expenses compared to the prior year.

### **Financial Analysis of the City's Funds**

**Governmental Funds Overview:** The City of Las Animas uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. As described earlier, the City's governmental funds provide information on short-term inflows and outflows, as well as what remains for future spending. Such information is useful in assessing the City's financial requirements. For example, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. The following information is supplemental to the information presented in the previous section.

At the end of 2024, the City of Las Animas reported a fund balance for total governmental funds of \$3,514,952 compared to \$3,146,836 in 2023. Of the total fund balance, unassigned fund balance was \$1,637,510, the portion of fund balance which serves as a measure of current available financial resources. The fund balance is further divided into restricted, committed and assigned. The committed portion reflects the City's reserves for employee health insurance. The assigned portion reflects the amount assigned for parks and recreation and revolving loan (sidewalk improvements). The unassigned portion is not set aside by management for any other purpose and is therefore an available financial resource, when available.

The restricted fund balance represents resources not available for spending or those on which legal restrictions have been placed. The City's restricted fund balance includes the following: restricted for emergencies- Tabor \$43,900; restricted for parks and recreation \$108,046; restricted for capital improvements \$1,170,128; and restricted for economic development \$217,541.

**General Fund:** The General Fund of the City accounts for all transactions not accounted for in other funds. As the City's major operating fund, the General Fund accounts for ordinary operating expenditures financed primarily by property and sales taxes and charges for services. The General Fund completed the year with a fund balance of \$2,019,237. This was an increase of \$185,779 from the previous year's fund balance of 1,833,458. The General Fund had total budgeted revenues of \$1,397,458 and actual revenues of \$1,434,549 and total budgeted expenditures of \$1,420,117 and actual expenditures of \$1,263,770.

**Proprietary Funds Overview:** The proprietary funds are used to account for activities similar to those found in the private sector where determination of net income is necessary or useful to sound financial administration. The City has one type of proprietary fund, consisting of Enterprise Funds. The City's proprietary fund statements provide the same type of information found in the government-wide statements, but in more detail.

**Enterprise Funds:** The Enterprise Funds account for operations that are financed and operated in a manner similar to private business enterprises where the costs (expenses, including depreciation) of providing goods or services to the general public are being financed or recovered primarily through users' charges on a continuing basis. The City of Las Animas has four enterprise funds: the Light & Power Fund with unrestricted net position of \$3,725,660 in 2024 up from \$3,141,945 in 2023, the Water Fund with unrestricted net position of \$615,589 in 2024 up from \$394,398 in 2023, the Sewer Fund with unrestricted net position of \$640,699 in 2024 up from \$483,156 in 2023 and the Sanitation Fund with unrestricted net position of \$156,606 in 2024 up from \$4,514 in 2023.

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### Capital Asset and Debt Administration

**Capital Assets:** At the end of 2024, the City had acquired \$13,707,231 (net of accumulated depreciation) in a broad range of capital assets for its governmental and business-type activities, including land, buildings, park facilities, roads, bridges, heavy machinery, vehicle and equipment, and infrastructure.

1. All infrastructure assets acquired to date are included in capital assets in accordance with GASB 34 requirements.
2. The total decrease in net capital assets for 2024 was \$338,486 or 3%.
3. Additional information on the City's net position can be found in Notes 1 and 4 of the Notes to Financial Statements.

**Debt Administration:** At December 31, 2024, the City of Las Animas had the following outstanding long-term debt:

1. \$147,715 in compensated absences payable;
2. \$339,200 in estimated closure and post closure care costs for the landfill.
3. \$469,527 in water revenue bonds:
4. \$2,043,784 in loans payable to Colorado Water Resources and Power Development Authority with all but one note (0.50%) having a 0% interest rate for system upgrades in the Water and Sewer Funds.
5. \$1,761,698 in net pension liability for the PERA, OPEB, and Old Hire Police Pension Fund.

### Economic Factors and Next Year's Budgets and Rates

The City's elected officials considered many factors when setting the fiscal year 2025 budget, tax rates, and fees that will be charged for business-type activities. Factors that have a potential to significantly impact the City's 2025 budget include the ongoing rising cost of health insurance, the fluctuation in fuel and energy costs, increase in Colorado's minimum wage and pay increases for employees.

Assessed valuation used for the 2025 budget preparation is \$5,158,820. The City's mill levy will remain at 39 mills for the 2025 budget.

### Contacting the City's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the City's Budget Officer at 532 Carson Ave, Las Animas, Colorado 81054, or by calling (719) 456-0422.

## **BASIC FINANCIAL STATEMENTS**

CITY OF LAS ANIMAS, COLORADO

STATEMENT OF NET POSITION

DECEMBER 31, 2024

	PRIMARY GOVERNMENT		
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
<b>ASSETS</b>			
CASH AND CASH EQUIVALENTS	\$ 3,311,785	\$ 6,144,341	\$ 9,456,126
RECEIVABLES - NET:			
ACCOUNTS / OTHER	219,308	539,367	758,675
PROPERTY TAXES	201,200	-	201,200
DUE FROM (TO) OTHER FUNDS	32,500	(32,500)	-
PREPAIDS	37,083	2,089	39,172
INVENTORIES	-	626,189	626,189
CAPITAL ASSETS (NET)	1,691,354	12,015,877	13,707,231
<b>TOTAL ASSETS</b>	<b>5,493,230</b>	<b>19,295,363</b>	<b>24,788,593</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
PENSIONS PERA	179,310	544,063	723,373
OTHER POST EMPLOYMENT BENEFITS	13,185	40,878	54,063
OLD HIRE POLICE	57,336	-	57,336
	249,831	584,941	834,772
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS</b>	<b>\$ 5,743,061</b>	<b>\$ 19,880,304</b>	<b>\$ 25,623,365</b>
<b>LIABILITIES</b>			
ACCOUNTS PAYABLE AND ACCRUED EXPENSES	\$ 11,249	\$ 272,224	\$ 283,473
NON CURRENT LIABILITIES:			
CUSTOMERS DEPOSITS	-	44,315	44,315
DUE WITHIN ONE YEAR	-	162,001	162,001
DUE IN MORE THAN ONE YEAR	16,000	2,351,310	2,367,310
COMPENSATED ABSENCES PAYABLE	3,300	144,415	147,715
LANDFILL CLOSURE AND POST CLOSURE COST	-	339,200	339,200
NET PENSION LIABILITY (ASSET)	358,794	1,059,366	1,418,160
NET OPEB LIABILITY	26,994	82,429	109,423
NET LIABILITY OLD HIRE POLICE	234,115	-	234,115
<b>TOTAL LIABILITIES</b>	<b>650,452</b>	<b>4,455,260</b>	<b>5,105,712</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
PENSIONS PERA	48,555	156,747	205,302
OTHER POST EMPLOYMENT BENEFITS	50,299	166,494	216,793
OLD HIRE POLICE	5,447	-	5,447
DEFERRED REVENUES - PROPERTY TAXES	201,200	-	201,200
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<b>305,501</b>	<b>323,241</b>	<b>628,742</b>
<b>NET POSITION</b>			
NET INVESTMENT IN CAPITAL ASSETS	1,691,354	9,502,566	11,193,920
RESTRICTED FOR:			
CUSTOMER DEPOSITS	-	44,315	44,315
OPERATIONS AND MAINTENANCE	-	370,000	370,000
ASSET RETIREMENT	-	46,368	46,368
CAPITAL IMPROVEMENTS	1,170,128	-	1,170,128
PARKS AND RECREATION	108,046	-	108,046
ECONOMIC DEVELOPMENT	217,541	-	217,541
EMERGENCIES - TABOR	43,900	-	43,900
UNRESTRICTED	1,556,139	5,138,554	6,694,693
<b>TOTAL NET POSITION</b>	<b>4,787,108</b>	<b>15,101,803</b>	<b>19,888,911</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION</b>	<b>\$ 5,743,061</b>	<b>\$ 19,880,304</b>	<b>\$ 25,623,365</b>

CITY OF LAS ANIMAS, COLORADO  
STATEMENT OF ACTIVITIES  
YEAR ENDED DECEMBER 31, 2024

FUNCTIONS/PROGRAMS	PROGRAM REVENUES				NET (EXPENSES) REVENUE AND CHANGES IN NET POSITION		
	EXPENSES	CHARGES FOR SERVICES	OPERATING	CAPITAL	PRIMARY GOVERNMENT		
			GRANTS AND CONTRIBUTIONS	GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
<b>GOVERNMENTAL ACTIVITIES:</b>							
GENERAL GOVERNMENT	\$ 570,232	\$ 115,807	\$ 103,241	\$ -	\$ (351,184)	\$ -	\$ (351,184)
PUBLIC SAFETY	474,223	15,488	-	-	(458,735)	-	(458,735)
PUBLIC WORKS	521,185	9,160	-	-	(512,025)	-	(512,025)
CULTURE AND RECREATION	263,216	19,366	27,270	25,000	(191,580)	-	(191,580)
COMMUNITY SERVICES	128,167	-	-	-	(128,167)	-	(128,167)
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<b>1,957,023</b>	<b>159,821</b>	<b>130,511</b>	<b>25,000</b>	<b>(1,641,691)</b>	<b>-</b>	<b>(1,641,691)</b>
<b>BUSINESS-TYPE ACTIVITIES:</b>							
WATER	1,182,053	1,026,702	99,990	1,486	-	(53,875)	(53,875)
SEWER	775,272	659,362	55,354	2,772	-	(57,784)	(57,784)
SANITATION	778,195	823,555	-	-	-	45,360	45,360
POWER AND LIGHT	4,176,349	4,604,039	-	-	-	427,690	427,690
<b>TOTAL BUSINESS-TYPE ACTIVITIES</b>	<b>6,911,869</b>	<b>7,113,658</b>	<b>155,344</b>	<b>4,258</b>	<b>-</b>	<b>361,391</b>	<b>361,391</b>
<b>TOTAL PRIMARY GOVERNMENT</b>	<b>\$ 8,868,892</b>	<b>\$ 7,273,479</b>	<b>\$ 285,855</b>	<b>\$ 29,258</b>	<b>(1,641,691)</b>	<b>361,391</b>	<b>(1,280,300)</b>
<b>GENERAL REVENUES</b>							
LOCAL PROPERTY TAXES					366,068	-	366,068
SPECIFIC OWNERSHIP TAXES					33,472	-	33,472
SALES AND USE TAXES					1,699,895	-	1,699,895
FRANCHISE TAXES					139,212	-	139,212
INTERGOVERNMENTAL NOT SPECIFICALLY RESTRICTED					11,283	-	11,283
EXCESS HEALTH INSURANCE CONTRIBUTIONS					4,515	-	4,515
PENSION REVENUE (EXPENSE)					47,734	128,666	176,400
INTEREST REVENUE AND OTHER REVENUE					39,445	150,387	189,832
TRANSFERS IN (OUT)					(161,085)	161,085	-
<b>TOTAL GENERAL REVENUES AND TRANSFERS</b>					<b>2,180,539</b>	<b>440,138</b>	<b>2,620,677</b>
CHANGE IN NET POSITION					538,848	801,529	1,340,377
NET POSITION JANUARY 1					4,248,260	14,300,274	18,548,534
NET POSITION DECEMBER 31					<b>\$ 4,787,108</b>	<b>\$ 15,101,803</b>	<b>\$ 19,888,911</b>

CITY OF LAS ANIMAS, COLORADO

GOVERNMENTAL FUNDS

BALANCE SHEET

DECEMBER 31, 2024

	GENERAL	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
<b>ASSETS</b>			
CASH AND CASH EQUIVALENTS	\$ 1,924,845	\$ 1,386,940	\$ 3,311,785
RECEIVABLES (NET):			
ACCOUNTS	68,558	76,275	144,833
PROPERTY TAXES	201,200	-	201,200
DEPOSITS	37,083	-	37,083
DUE FROM (TO) OTHER FUNDS	-	32,500	32,500
<b>TOTAL ASSETS</b>	<b>\$ 2,231,686</b>	<b>\$ 1,495,715</b>	<b>\$ 3,727,401</b>
<b>LIABILITIES</b>			
ACCOUNTS PAYABLE	\$ 1,496	\$ -	\$ 1,496
ACCRUED EXPENSES	9,753	-	9,753
<b>TOTAL LIABILITIES</b>	<b>11,249</b>	<b>-</b>	<b>11,249</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
DEFERRED REVENUES - PROPERTY TAXES	201,200	-	201,200
<b>FUND BALANCE</b>			
RESTRICTED FOR			
EMERGENCIES - TABOR	43,900	-	43,900
PARKS AND RECREATION	-	108,046	108,046
CAPITAL IMPROVEMENT	-	1,170,128	1,170,128
ECONOMIC DEVELOPMENT	-	217,541	217,541
COMMITTED			
EMPLOYEE HEALTH INSURANCE	193,989	-	193,989
ASSIGNED			
REVOLVING LOAN	143,838	-	143,838
UNASSIGNED	1,637,510	-	1,637,510
<b>TOTAL FUND BALANCE</b>	<b>2,019,237</b>	<b>1,495,715</b>	<b>3,514,952</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE</b>	<b>\$ 2,231,686</b>	<b>\$ 1,495,715</b>	<b>\$ 3,727,401</b>

CITY OF LAS ANIMAS, COLORADO

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE STATEMENT OF NET POSITION

DECEMBER 31, 2024

AMOUNTS REPORTED FOR GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION  
ARE DIFFERENT BECAUSE:

TOTAL FUND BALANCES - GOVERNMENTAL FUNDS	\$	3,514,952
REVOLVING LOAN RECEIVABLES WHICH DO NOT PROVIDE CURRENT FINANCIAL RESOURCES ARE NOT REPORTED ON THE GOVERNMENTAL FUND FINANCIAL STATEMENTS BUT RECOGNIZED ON THE GOVERNMENT-WIDE FINANCIAL STATEMENTS, NET OF APPLICABLE ALLOWANCE FOR UNCOLLECTIBLES.		74,475
CAPITAL ASSETS USED IN GOVERNMENTAL ACTIVITIES ARE NOT FINANCIAL RESOURCES AND THEREFORE ARE NOT REPORTED IN FUNDS.		
THE COST OF CAPITAL ASSETS IS	\$	5,140,100
ACCUMULATED DEPRECIATION IS		<u>(3,448,746)</u>
		1,691,354
LONG-TERM LIABILITIES ARE NOT DUE AND PAYABLE IN THE CURRENT PERIOD AND THEREFORE ARE NOT REPORTED IN THE FUNDS.		
COMPENSATED ABSENCES		(3,300)
RECLAMATION PAYABLE		<u>(16,000)</u>
		(19,300)
NET PENSION / OPEB LIABILITIES, DEFERRED OUTFLOWS, AND DEFERRED INFLOWS RELATED TO PENSIONS / OPEB ARE NOT CURRENT FINANCIAL RESOURCES AND THEREFORE ARE NOT REPORTED AS ASSETS OR LIABILITIES IN THE GOVERNMENTAL FUNDS.		<u>(474,373)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	\$	<u><u>4,787,108</u></u>

CITY OF LAS ANIMAS, COLORADO

GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

YEAR ENDED DECEMBER 31, 2024

	GENERAL	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES			
TAXES	\$ 1,019,995	\$ 1,081,185	\$ 2,101,180
FRANCHISE FEES	139,212	-	139,212
LICENSES AND PERMITS	15,488	-	15,488
INTERGOVERNMENTAL	112,778	27,270	140,048
CHARGES FOR SERVICES	122,967	19,366	142,333
INTEREST	9,697	18,425	28,122
FINES	2,000	-	2,000
EXCESS HEALTH INSURANCE CONTRIBUTIONS	4,515	-	4,515
GRANTS	-	25,000	25,000
MARIJUANA REVENUES	5,000	-	5,000
OTHER	2,897	3,427	6,324
TOTAL REVENUES	<u>1,434,549</u>	<u>1,174,673</u>	<u>2,609,222</u>
EXPENDITURES			
GENERAL GOVERNMENT	562,409	-	562,409
PUBLIC SAFETY	474,223	-	474,223
PUBLIC WORKS	226,988	185,460	412,448
CULTURE AND RECREATION	-	502,624	502,624
COMMUNITY SERVICES	-	128,167	128,167
REVOLVING LOAN	150	-	150
TOTAL EXPENDITURES	<u>1,263,770</u>	<u>816,251</u>	<u>2,080,021</u>
REVENUES OVER (UNDER) EXPENDITURES	170,779	358,422	529,201
OTHER FINANCING SOURCES (USES)			
TRANSFERS IN (OUT)	15,000	(176,085)	(161,085)
REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	185,779	182,337	368,116
FUND BALANCE JANUARY 1	<u>1,833,458</u>	<u>1,313,378</u>	<u>3,146,836</u>
FUND BALANCE DECEMBER 31	<u>\$ 2,019,237</u>	<u>\$ 1,495,715</u>	<u>\$ 3,514,952</u>

CITY OF LAS ANIMAS, COLORADO

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE 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 BALANCE	\$	368,116
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REVOLVING LOAN REVENUES THAT DO NOT PROVIDE CURRENT FINANCIAL RESOURCES ARE NOT REPORTED ON THE GOVERNMENTAL FUND FINANCIAL STATEMENTS BUT RECOGNIZED ON THE GOVERNMENT-WIDE FINANCIAL STATEMENTS.	6,707
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GOVERNMENTAL FUNDS REPORT CAPITAL OUTLAYS AS EXPENDITURES. HOWEVER, IN  
THE STATEMENT OF ACTIVITIES THE COST OF THOSE ASSETS IS ALLOCATED OVER THEIR  
ESTIMATED USEFUL LIVES AND REPORTED AS DEPRECIATION EXPENSE. THIS IS THE  
AMOUNT BY WHICH CAPITAL OUTLAY EXCEEDED DEPRECIATION IN THE CURRENT PERIOD.

CAPITAL OUTLAY	\$ 280,257	
DEPRECIATION EXPENSE AND GAIN ON DISPOSITION OF ASSET	<u>(163,966)</u>	116,291

COMPENSATED ABSENCES ARE REPORTED AS AN EXPENSE IN THE STATEMENT OF  
ACTIVITIES. HOWEVER, GOVERNMENTAL FUNDS DO NOT REPORT COMPENSATED  
ABSENCES AS AN EXPENDITURE UNTIL THEY ARE PAID.

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PAYMENT FOR PENSION BENEFITS ARE RECORDED AS AN EXPENDITURE IN THE  
GOVERNMENTAL FUNDS BUT ARE RECORDED AS EXPENSES ON AN ACCRUAL BASIS  
IN THE ENTITY-WIDE STATEMENTS BASED ON THE CHANGES IN THE NET PENSION  
ASSET/LIABILITY.

PENSION REVENUE	81,506	
PENSION EXPENSE	<u>(33,772)</u>	<u>47,734</u>

CHANGES IN NET POSITION OF GOVERNMENTAL ACTIVITIES	\$	<u><u>538,848</u></u>
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CITY OF LAS ANIMAS, COLORADO  
 PROPRIETARY FUNDS  
 STATEMENT OF NET POSITION  
 DECEMBER 31, 2024

	LIGHT AND POWER	WATER	SEWER	SANITATION	TOTAL
CURRENT ASSETS					
CASH AND CASH EQUIVALENTS	\$ 3,842,119	\$ 868,280	\$ 839,977	\$ 593,965	\$ 6,144,341
ACCOUNTS RECEIVABLE (NET)	338,468	81,436	59,992	58,672	538,568
GRANTS RECEIVABLE	-	-	-	-	-
NOTES RECEIVABLE	-	-	799	-	799
PREPAIDS	2,089	-	-	-	2,089
INVENTORIES	378,901	219,364	27,924	-	626,189
<b>TOTAL CURRENT ASSETS</b>	<b>4,561,577</b>	<b>1,169,080</b>	<b>928,692</b>	<b>652,637</b>	<b>7,311,986</b>
PROPERTY PLANT AND EQUIPMENT					
LAND AND WATER RIGHTS	17,055	130,911	2,150	20,705	170,821
PRELIMINARY SURVEY	-	181,901	-	-	181,901
SYSTEMS, BUILDINGS, IMPROVEMENTS AND EQUIPMENT - AT COST	5,900,118	10,873,267	9,989,291	1,502,928	28,265,604
ACCUMULATED DEPRECIATION	(5,253,863)	(6,815,621)	(3,295,892)	(1,237,073)	(16,602,449)
<b>NET PROPERTY PLANT AND EQUIPMENT</b>	<b>663,310</b>	<b>4,370,458</b>	<b>6,695,549</b>	<b>286,560</b>	<b>12,015,877</b>
<b>TOTAL ASSETS</b>	<b>5,224,887</b>	<b>5,539,538</b>	<b>7,624,241</b>	<b>939,197</b>	<b>19,327,863</b>
DEFERRED OUTFLOW OF RESOURCES					
PENSION	285,810	125,889	70,954	61,410	544,063
OTHER POST EMPLOYMENT BENEFITS	21,745	9,323	5,177	4,633	40,878
<b>TOTAL DEFERRED OUTFLOW OF RESOURCES</b>	<b>307,555</b>	<b>135,212</b>	<b>76,131</b>	<b>66,043</b>	<b>584,941</b>
<b>TOTAL ASSETS AND DEFERRED OUTFLOW OF RESOURCES</b>	<b>\$ 5,532,442</b>	<b>\$ 5,674,750</b>	<b>\$ 7,700,372</b>	<b>\$ 1,005,240</b>	<b>\$ 19,912,804</b>

CITY OF LAS ANIMAS, COLORADO  
 PROPRIETARY FUNDS  
 STATEMENT OF NET POSITION  
 DECEMBER 31, 2024

	LIGHT AND POWER	WATER	SEWER	SANITATION	TOTAL
<b>CURRENT LIABILITIES</b>					
ACCOUNTS PAYABLE AND ACCRUED EXPENSES DUE TO OTHER FUNDS	\$ 232,828	\$ 12,859	\$ 11,190	\$ 15,347	\$ 272,224
DEBT PAYABLE - CURRENT	-	11,539	(11,539)	32,500	32,500
	-	72,067	89,934	-	162,001
<b>TOTAL CURRENT LIABILITIES</b>	<b>232,828</b>	<b>96,465</b>	<b>89,585</b>	<b>47,847</b>	<b>466,725</b>
<b>TERM LIABILITIES</b>					
ACCRUED VACATION PAYABLE	55,879	58,073	27,040	3,423	144,415
METER DEPOSITS PAYABLE	20,238	16,196	4,698	3,183	44,315
DEBT PAYABLE - NONCURRENT	-	776,394	1,574,916	-	2,351,310
NET PENSION LIABILITY (ASSET)	547,404	249,676	143,391	118,895	1,059,366
NET OPEB LIABILITY	43,461	18,994	10,658	9,316	82,429
LANDFILL POSTCLOSURE PAYABLE	-	-	-	339,200	339,200
<b>TOTAL TERM LIABILITIES</b>	<b>666,982</b>	<b>1,119,333</b>	<b>1,760,703</b>	<b>474,017</b>	<b>4,021,035</b>
<b>TOTAL LIABILITIES</b>	<b>899,810</b>	<b>1,215,798</b>	<b>1,850,288</b>	<b>521,864</b>	<b>4,487,760</b>
<b>DEFERRED INFLOW OF RESOURCES</b>					
PENSION	85,275	34,804	18,756	17,912	156,747
OTHER POST EMPLOYMENT BENEFITS	91,781	36,366	19,232	19,115	166,494
<b>TOTAL DEFERRED INFLOW OF RESOURCES</b>	<b>177,056</b>	<b>71,170</b>	<b>37,988</b>	<b>37,027</b>	<b>323,241</b>
<b>NET POSITION</b>					
NET INVESTMENT IN CAPITAL ASSETS	663,310	3,521,997	5,030,699	286,560	9,502,566
RESTRICTED FOR CUSTOMER DEPOSITS	20,238	16,196	4,698	3,183	44,315
RESTRICTED FOR OPERATIONS AND MAINTENANCE	-	234,000	136,000	-	370,000
RESTRICTED FOR ASSET RETIREMENT	46,368	-	-	-	46,368
UNRESTRICTED	3,725,660	615,589	640,699	156,606	5,138,554
<b>TOTAL NET POSITION</b>	<b>4,455,576</b>	<b>4,387,782</b>	<b>5,812,096</b>	<b>446,349</b>	<b>15,101,803</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOW OF RESOURCES AND NET POSITION</b>	<b>\$ 5,532,442</b>	<b>\$ 5,674,750</b>	<b>\$ 7,700,372</b>	<b>\$ 1,005,240</b>	<b>\$ 19,912,804</b>

CITY OF LAS ANIMAS, COLORADO  
 PROPRIETARY FUNDS  
 STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION  
 YEAR ENDED DECEMBER 31, 2024

	LIGHT AND POWER	WATER	SEWER	SANITATION	TOTAL
OPERATING REVENUES					
CHARGES FOR SERVICES	\$ 4,497,562	\$ 998,199	\$ 652,495	\$ 801,590	\$ 6,949,846
OTHER	106,477	28,503	6,867	21,965	163,812
TOTAL OPERATING REVENUES	<u>4,604,039</u>	<u>1,026,702</u>	<u>659,362</u>	<u>823,555</u>	<u>7,113,658</u>
OPERATING EXPENSES					
PERSONAL SERVICES	897,132	396,514	193,369	196,758	1,683,773
PURCHASED SERVICES	238,682	94,312	112,634	331,085	776,713
SUPPLIES AND MATERIALS	142,251	94,451	28,451	51,435	316,588
POWER AND UTILITIES	2,764,024	143,279	105,867	-	3,013,170
MAINTENANCE AND REPAIRS	5,532	195,542	94,861	117,111	413,046
DEPRECIATION	86,393	232,769	227,701	55,716	602,579
BAD DEBTS	-	6,279	4,092	2,899	13,270
OTHER	42,335	4,675	1,047	23,191	71,248
TOTAL OPERATING EXPENSES	<u>4,176,349</u>	<u>1,167,821</u>	<u>768,022</u>	<u>778,195</u>	<u>6,890,387</u>
OPERATING INCOME (LOSS)	<u>427,690</u>	<u>(141,119)</u>	<u>(108,660)</u>	<u>45,360</u>	<u>223,271</u>
NONOPERATING REVENUES (EXPENSES)					
INTEREST REVENUE	62,092	14,181	13,591	8,631	98,495
GRANT FUNDS	-	99,990	56,126	-	156,116
OTHER REVENUE	-	31,280	11,492	9,120	51,892
INTEREST EXPENSE	-	(14,232)	(7,250)	-	(21,482)
PENSION AND OPEB REVENUE (EXPENSE)	61,772	32,681	20,123	14,090	128,666
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>123,864</u>	<u>163,900</u>	<u>94,082</u>	<u>31,841</u>	<u>413,687</u>
INCOME (LOSS) BEFORE TRANSFERS AND CAPITAL CONTRIBUTIONS	551,554	22,781	(14,578)	77,201	636,958
TRANSFERS IN	-	121,085	21,000	19,000	161,085
CAPITAL CONTRIBUTIONS	-	1,486	2,000	-	3,486
CHANGE IN NET POSITION	551,554	145,352	8,422	96,201	801,529
NET POSITION JANUARY 1	<u>3,904,022</u>	<u>4,242,430</u>	<u>5,803,674</u>	<u>350,148</u>	<u>14,300,274</u>
NET POSITION DECEMBER 31	<u>\$ 4,455,576</u>	<u>\$ 4,387,782</u>	<u>\$ 5,812,096</u>	<u>\$ 446,349</u>	<u>\$ 15,101,803</u>

CITY OF LAS ANIMAS, COLORADO  
 PROPRIETARY FUNDS  
 STATEMENT OF CASH FLOWS  
 YEAR ENDED DECEMBER 31, 2024

	LIGHT AND POWER	WATER	SEWER	SANITATION	TOTAL
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
CASH RECEIVED FROM CUSTOMERS AND USERS	\$ 4,700,100	\$ 1,028,007	\$ 659,665	\$ 823,551	\$ 7,211,323
CASH PAYMENTS TO EMPLOYEES AND BENEFIT PROVIDERS	(890,649)	(392,779)	(200,880)	(198,003)	(1,682,311)
CASH PAYMENTS TO VENDORS - SUPPLIES AND SERVICES	(3,280,240)	(611,443)	(390,256)	(506,270)	(4,788,209)
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	<u>529,211</u>	<u>23,785</u>	<u>68,529</u>	<u>119,278</u>	<u>740,803</u>
<b>CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES</b>					
CUSTOMER DEPOSITS	1,232	(867)	(141)	(175)	49
TRANSFERS - OTHER FUNDS	-	129,949	6,219	48,750	184,918
OTHER	-	31,280	11,492	9,120	51,892
NET CASH PROVIDED BY (USED FOR) NONCAPITAL AND RELATED FINANCING ACTIVITIES	<u>1,232</u>	<u>160,362</u>	<u>17,570</u>	<u>57,695</u>	<u>236,859</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
ACQUISITION OF CAPITAL ASSETS	(53,000)	(57,902)	(36,900)	-	(147,802)
GRANT PROCEEDS	-	99,990	68,006	-	167,996
CAPITAL CONTRIBUTED	-	2,498	2,000	-	4,498
DEBT PROCEEDS	-	-	45,870	-	45,870
INTEREST PAID ON DEBT	-	(14,316)	(7,291)	-	(21,607)
PRINCIPAL PAID ON DEBT	-	(114,895)	(89,691)	-	(204,586)
NET CASH PROVIDED BY (USED FOR) CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(53,000)</u>	<u>(84,625)</u>	<u>(18,006)</u>	<u>-</u>	<u>(155,631)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
INTEREST RECEIVED	<u>62,092</u>	<u>14,181</u>	<u>13,591</u>	<u>8,631</u>	<u>98,495</u>
NET CASH PROVIDED BY (USED FOR) INVESTING ACTIVITIES	<u>62,092</u>	<u>14,181</u>	<u>13,591</u>	<u>8,631</u>	<u>98,495</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	539,535	113,703	81,684	185,604	920,526
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>3,302,584</u>	<u>754,577</u>	<u>758,293</u>	<u>408,361</u>	<u>5,223,815</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 3,842,119</u>	<u>\$ 868,280</u>	<u>\$ 839,977</u>	<u>\$ 593,965</u>	<u>\$ 6,144,341</u>

CITY OF LAS ANIMAS, COLORADO  
 PROPRIETARY FUNDS  
 STATEMENT OF CASH FLOWS  
 YEAR ENDED DECEMBER 31, 2024

	<u>LIGHT AND POWER</u>	<u>WATER</u>	<u>SEWER</u>	<u>SANITATION</u>	<u>TOTAL</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES					
OPERATING INCOME (LOSS)	\$ 427,690	\$ (141,119)	\$ (108,660)	\$ 45,360	223,271
ADJUSTMENTS TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:					
DEPRECIATION	86,393	232,769	227,701	55,716	602,579
CHANGE IN ASSETS AND LIABILITIES					
RECEIVABLES AND ACCRUALS	96,061	1,305	303	(4)	97,665
INVENTORIES	(50,328)	(67,106)	2,578	-	(114,856)
PAYABLES AND ACCRUALS	(30,605)	(2,064)	(53,393)	18,206	(67,856)
TOTAL ADJUSTMENTS	<u>101,521</u>	<u>164,904</u>	<u>177,189</u>	<u>73,918</u>	<u>517,532</u>
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	<u>\$ 529,211</u>	<u>\$ 23,785</u>	<u>\$ 68,529</u>	<u>\$ 119,278</u>	<u>\$ 740,803</u>

**NOTES TO FINANCIAL STATEMENTS**

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Las Animas, Colorado (the "City") was incorporated under provisions of the State of Colorado, Council Bill No. 98. The City operates under a Council-Mayor form of government and provides the following services as authorized by its charter: public safety, highways and streets, sanitation, health and social services, culture-recreation, public improvements, planning and zoning and general administrative services.

Reporting Entity:

Governmental Accounting Standards Board (GASB) Statement No. 14 (as amended by Statement No. 34, No. 39, and No. 61), "*The Financial Reporting Entity*" (GASB No. 14) describes the financial reporting entity as it relates to governmental accounting. According to this Statement, the financial reporting entity consists of a) the primary government, b) organizations for which the primary government is financially accountable, and c) other organizations whose exclusion from the reporting entity's financial statements would cause these statements to be misleading or incomplete. Any organizations that can be described by these two items are included with the primary government in the financial statements as component units.

The City is not included in any other governmental "reporting entity", as required by accounting principles generally accepted in the United States of America; these basic financial statements present the City (the primary government) and its component units, if applicable. The City includes the component unit "Las Animas Municipal Light & Power Company" as part of its "reporting entity".

Related Organizations

The City's officials are responsible for appointing the members of the boards of other organizations, but the City's accountability for these organizations does not extend beyond making the appointments. The City Council and Mayor appoint board members of the Las Animas Urban Renewal Authority and the Las Animas Housing Authority. In 2024 the City did not appropriate operating grants to the Urban Renewal Authority or the Housing Authority.

Jointly Governed Organization

Arkansas River Power Authority ("ARPA") - ARPA was created by an intergovernmental agreement between the cities of La Junta, Lamar, Las Animas (Las Animas Municipal Light and Power Company), Trinidad, Springfield, and Holly to supply their wholesale electric power and energy requirements. Each of the participating municipalities has a residual interest in ARPA's assets upon dissolution that is proportional to total revenue received from each since ARPA was organized. The governing Board of ARPA consists of two members from each municipality. Because it is felt that the City cannot significantly influence the operations of ARPA it is considered a jointly governed organization and not part of the City's reporting entity.

Blended Component Unit

The Las Animas Municipal Light and Power Company (the "Light and Power Fund") is reported as an enterprise fund and is included as a blended component unit because the City has operational responsibility for it.

The Company was created as part of the Charter of the City of Las Animas, Colorado (the City) with a nonpolitical power board of five members who have complete charge and control of the Company and such other electric public utilities as may be acquired by the City. Four of the five members of the power board are elected members with the fifth member being the mayor of the City. The power board has the ability to fix the rates subject to approval by the City Council Resolution.

GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the City and its component units, if applicable. 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 a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Separate financial statements are provided for governmental funds and proprietary funds. The major individual governmental fund (General Fund) and the individual enterprise funds (Water, Sewer, Sanitation, Light and Power Funds) are reported as separate columns in the fund financial statements.

**MEASUREMENT FOCUS, BASIS OF ACCOUNTING AND FINANCIAL STATEMENT PRESENTATION**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the 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 collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgements, are recorded only when payment is due.

Property and specific ownership taxes, sales taxes, interest revenues, and charges for services are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Grants and entitlement awards are recorded as revenue when earned. Expenditure driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met. Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. All other revenue items are considered to be measurable and available only when cash is received.

The City reports the following major governmental fund:

*General Fund* – The General Fund is the government's primary operating fund. It accounts for all financial resources of the general government, except those which are required to be accounted for in another fund. Major revenue sources include sales taxes, property taxes, franchise and other taxes, charges for services, and intergovernmental revenue. Primary expenditures include general government, public safety (fire and police), public works, health and welfare, culture and recreation, and general expenditures.

The City reports the following major proprietary funds:

*Water Fund* - Accounts for the operations of the City's water utility. Activities of the fund include administration, operation and maintenance, treatment, and distribution of the water system, along with accumulation of resources for the payment of principal and interest on long-term debt. All costs are financed through charges to utility customers with rates reviewed regularly and adjusted if necessary.

*Sewer Fund* - Accounts for the operations of the City's sewer utility. Activities of the fund include administration, operation and maintenance, treatment, and collection of the waste water system, along with accumulation of resources for the payment of principal and interest on long-term debt. All costs are financed through charges to utility customers with rates reviewed regularly and adjusted if necessary.

*Sanitation Fund* - Accounts for the operations of the City's solid waste disposal utility. Activities of the fund include administration, operation and maintenance, and collection of trash related to the solid waste disposal system. All costs are financed through charges to utility customers with rates reviewed regularly and adjusted if necessary.

*Light and Power Fund* – Accounts for the activities of the City's electric generation and distribution system. Activities of the fund include administration, operation and maintenance, and distribution of the electric utility system. All costs are financed through charges to utility customers with rates reviewed regularly and adjusted if necessary.

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Additionally, the government reports the following fund types:

*Special Revenue Funds* - Accounts for the proceeds of specific revenue sources (other than special assessment, expendable trusts, or major capital projects) that are legally restricted to expenditures for specified purposes.

*Capital Projects Funds* – Accounts for the specific revenues received that are legally restricted for expenditures related to capital projects.

The proprietary funds account for transactions that are financed and operated in a manner similar to a private business enterprise where the intent of the governing body is that the costs and expenses of providing goods or services to the general public on a continuing basis, be financed or recovered primarily through charges. The 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 funds principal ongoing operations. The principal operating revenues of the funds are charges to customers for sales and service. Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses.

#### STEWARDSHIP

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

Prior to October 15, the City Finance Officer submits to the City Council a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.

Public hearings are conducted to obtain taxpayer comments. Prior to December 15, the budget is legally enacted through passage of an ordinance.

Revisions that alter total expenditures of any kind generally must be approved by City Council. Budget amounts in the accompanying financial statements include revisions to the original approval. Appropriations lapse at year end and any open purchase item must be reappropriated in the following year.

All budget amounts presented in the accompanying supplemental information reflect the final budgets.

Expenditures may not legally exceed appropriations at the fund level. For the year ended December 31, 2024, expenditures exceeded appropriations in the Parks and Recreation Fund.

#### ENCUMBRANCES

Outstanding encumbrances represent a commitment for the estimated amount of expenditures, which could ultimately result from the fulfillment of uncompleted purchase orders and contracts. Encumbrances lapse at the end of each fiscal year (December 31). Lapsed encumbrances are then reviewed by department heads to determine those which will remain canceled and those, which will be reinstated and paid from appropriations for the following year. Encumbrances are, therefore, not considered expenditures until an actual liability is incurred.

#### CASH AND CASH EQUIVALENTS

The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and highly liquid investments held in banks. For purposes of the statement of cash flows, the City considers all highly liquid investments (including restricted assets) with a maturity of six months or less when purchased to be cash equivalents.

#### ACCOUNTS RECEIVABLE

The City grants credit terms in the normal course of business to its utility customers. Concentrations of credit risk with respect to accounts receivables which are uncollectible is limited due to customer deposits and account monitoring procedures which are utilized to minimize risk of loss. The City recognized amounts due from utility customers as of year-end but not billed due to cycle billings. Recognition is based upon a direct ratio of days in the current period to the total days in each individual billing cycle.

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**INVENTORIES**

The inventories of the General Fund are accounted for as expenditures at the time they are purchased. Consumable supplies on hand are not recognized. The inventories of the Proprietary Funds are valued at cost using the first-in, first-out method.

**WATER INVENTORY**

The water inventory is carried at the lower of cost or market, with cost determined using the expenses involved in acquiring water held in storage.

**CAPITAL ASSETS**

Capital assets which include property, plant, equipment, and current infrastructure (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

Infrastructure assets have been capitalized on a prospective basis, from 2004. The City defines capital assets as assets with an initial life in excess of two years and an individual cost of \$5,000 or more. Such assets are recorded as historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value on the date of donation.

Expenditures for maintenance and repairs are charged to expenses as incurred; expenditures for renewals and betterments are generally capitalized. Gains or losses due to disposal are charged or credited to income.

Depreciation is determined using the straight-line method based on the estimated useful lives of the assets as follows:

Buildings & Improvements	7 - 30	Years
Streets and Improvements	4 - 15	Years
Vehicles	7	Years
Equipment	7 - 20	Years

**DEFERRED OUTFLOWS / INFLOWS OF RESOURCES**

In addition to assets, the statement of financial position 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 that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has one item that qualifies for reporting in this category which is for pension related amounts.

*Pension and OPEB Related* - Amounts reported as deferred outflows of resources include the following:

	Pension-PERA	OPEB	Old Hire Police
Difference Between Expected and Actual Experience	\$ 76,746	\$ -	\$ -
Changes of Assumptions or Other Inputs	-	1,287	-
Net Difference Between Projected and Actual Investment			
Earnings on Pension Plan Investments	417,515	35,705	28,133
Contributions Made Subsequent to the Measurement Date	229,112	17,071	29,203
Total Pension Related Deferred Outflows	\$ 723,373	\$ 54,063	\$ 57,336

More information on pension related items is included in Note 6 and on OPEB related items in Note 8.

In addition to liabilities, the statement of financial position 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 that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has two types of items that qualify for reporting in this category.

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)  
DEFERRED OUTFLOWS / INFLOWS OF RESOURCES (Continued)

*Property Taxes* - The item, property taxes levied for subsequent years, arises only under a modified accrual basis of accounting. The governmental funds report unavailable revenues from property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. Property tax revenue is considered a deferred inflow of resources in the year the taxes are levied and measurable, and are recognized as an inflow of resources in the period they are collected.

*Pension and OPEB Related* - Amounts reported as deferred inflows of resources include the following:

	<u>Pension-PERA</u>	<u>OPEB</u>	<u>Old Hire Police</u>
Difference Between Expected and Actual Experience	\$ 1,457	\$ 22,427	\$ -
Changes of Assumptions or Other Inputs	-	11,602	-
Net Difference Between Projected and Actual Investment			
Earnings on Pension Plan Investments	203,845	182,764	5,447
Contributions Made Subsequent to the Measurement Date	<u>-</u>	<u>-</u>	<u>-</u>
Total Pension Related Deferred Inflows	<u>\$ 205,302</u>	<u>\$ 216,793</u>	<u>\$ 5,447</u>

More information on pension related items is included in Note 6 and on OPEB related items in Note 8.

NET POSITION / FUND BALANCE

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

Net investment in capital assets – This amount consists of capital assets, net of accumulated depreciation, reduced by outstanding debt, if applicable, attributed to the acquisition, construction, or improvement of those assets.

Restricted net position – This amount is restricted by external creditors, grantors, contributors, laws, or regulations of other governments.

Unrestricted net position – This amount is all net position that do not meet the definition of “net investment in capital assets” or “restricted net position”

GASB Statement No. 54 “Fund Balance Reporting and Governmental Fund Type Definitions” provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government’s fund balance more transparent. The following classifications describe the relative strength of the spending constraints placed on the purposes for which the resources can be used:

Nonspendable fund balance – amounts that are not in spendable form (such as inventory) or required to be maintained intact;

Restricted fund balance – amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation;

Committed fund balance – amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint;

Assigned fund balance – amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority;

Unassigned fund balance – amounts that are available for any purpose; positive amounts are reported only in the general fund.

The Council establishes (and modifies or rescinds) fund balance commitments by passage of a resolution. This is typically done through adoption and amendment of the budget. Assigned fund balance is established through the adoption or amendment of the budget as intended for specific purposes.

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

NET POSITION / FUND BALANCE

When both restricted and unrestricted resources are available in governmental funds, the City applies expenditures against restricted fund balance first, followed by committed fund balance, assigned fund balance and unassigned fund balance.

COMPENSATED ABSENCES

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. All vacation and sick pay are accrued when incurred in the government-wide and proprietary fund financial statements. A liability is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements, and will be liquidated with resources of the general fund.

LONG-TERM OBLIGATIONS

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

Bond premiums and discounts, as well as issuance costs, except any portion related to prepaid insurance costs, are recognized as an expense in the period incurred.

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 is reported as other financing sources while discounts on issuances are reported as other financing uses. Issuance costs are recorded as debt service expenditures.

Net pension liability associated with the Old Hire Police Pension Fund administered by FPPA, represent the City's total pension liabilities less the fiduciary net position. Amounts have been determined using the economic resources measurement focus and the accrual basis of accounting.

PENSION PLANS

The employees of the City are covered by a variety of pension plans. Police personnel who were hired prior to April 1978, and elected to do so, are covered by a defined benefit plan (Old Hire Police Fund). All other employees are covered by defined benefit plans (Local Government Division Trust Fund and Health Care Trust Fund).

More information on pension plans is included in Notes 6, 7 and 8.

INTERFUND TRANSACTIONS

Interfund transactions are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as a reduction of expenditures/expenses in the fund that is reimbursed. All other interfund transactions are reported as transfers.

ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

ACCOUNTING PRINCIPLES

The accompanying financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations).

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -2 DEPOSITS

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City does not have a deposit policy for custodial credit risk. As of December 31, 2024, the carrying value of cash deposits was \$9,456,126 and the bank balances were \$9,617,833 of which \$500,000 was covered by federal deposit insurance and the remaining balance was exposed to custodial credit risk. Deposits exposed to credit risk are collateralized with securities held by the pledging financial institution through PDPA.

The Colorado Public Deposit Protection Act, (PDPA) requires that all units of local government deposit cash in eligible public depositories, state regulators determine eligibility. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by PDPA. PDPA allows the institution to create a single pool for all public funds. 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.

NOTE -3 CAPITAL ASSETS

A summary of the various fund types' property and equipment follows:

GOVERNMENTAL ACTIVITIES:

	Balances January 1, 2024	Additions	Deletions	Balances December 31, 2024
Capital assets not being depreciated:				
Land	\$ 285,734	\$ 1,000	\$ -	\$ 285,734
Construction in Process	-	191,250	-	191,250
Total	<u>285,734</u>	<u>192,250</u>	<u>-</u>	<u>477,984</u>
Capital assets being depreciated:				
Buildings & Improvements	1,427,022	-	-	1,427,022
Vehicles	247,708	-	-	247,708
Equipment	764,099	88,007	-	852,106
Infrastructure	<u>2,135,280</u>	<u>-</u>	<u>-</u>	<u>2,135,280</u>
Total	<u>4,574,109</u>	<u>88,007</u>	<u>-</u>	<u>4,662,116</u>
Less Accumulated Depreciation:				
Buildings & Improvements	(1,063,205)	(40,849)	-	(1,104,054)
Vehicles	(207,224)	(7,823)	-	(215,047)
Equipment	(656,507)	(14,735)	-	(671,242)
Infrastructure	<u>(1,357,844)</u>	<u>(100,559)</u>	<u>-</u>	<u>(1,458,403)</u>
	<u>(3,284,780)</u>	<u>(163,966)</u>	<u>-</u>	<u>(3,448,746)</u>
Governmental Activities Net Capital Assets	<u>\$ 1,575,063</u>	<u>\$ 116,291</u>	<u>\$ -</u>	<u>\$ 1,691,354</u>

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -3 CAPITAL ASSETS (Continued)

BUSINESS-TYPE ACTIVITIES:

	Balances January 1, <u>2024</u>	<u>Additions</u>	<u>Deletions</u>	Balances December 31, <u>2024</u>
Capital assets not being depreciated:				
Land, Equity, Water Rights	\$ 170,821	\$ -	\$ -	\$ 170,821
Preliminary Survey	181,901	-	-	181,901
Construction in Progress	<u>3,068,343</u>	<u>15,401</u>	<u>(3,083,744)</u>	<u>-</u>
Total	<u>3,421,065</u>	<u>15,401</u>	<u>(3,083,744)</u>	<u>352,722</u>
Capital assets being depreciated:				
Buildings & Systems	22,071,481	3,105,243	(1,269,392)	23,907,332
Equipment	<u>4,247,371</u>	<u>110,902</u>	<u>-</u>	<u>4,358,273</u>
Total	<u>26,318,852</u>	<u>3,216,145</u>	<u>(1,269,392)</u>	<u>28,265,605</u>
Less Accumulated Depreciation	<u>(17,269,263)</u>	<u>(602,579)</u>	<u>1,269,392</u>	<u>(16,602,450)</u>
Business-Type Activities Net Capital Assets	<u>\$12,470,654</u>	<u>\$ 2,628,967</u>	<u>\$(3,083,744)</u>	<u>\$12,015,877</u>

Depreciation expense was charged to functions as follows:

Governmental Activities	
General Government	\$ 7,823
Public Works	115,294
Culture and Recreation	<u>40,849</u>
Total Governmental Activities Depreciation	<u>\$ 163,966</u>
Business-Type Activities	
Light & Power	\$ 86,393
Water	232,769
Sewer	227,701
Sanitation	<u>55,716</u>
Total Business-Type Activities Depreciation	<u>\$ 602,579</u>

NOTE -4 PROPERTY TAXES AND DEFERRED REVENUES

Property taxes are levied on November 15 and attached as a lien on property the following January 1. They are payable in full by April 30 or in two equal installments due February 28 and June 15. The County bills and collects property taxes for all taxing districts in the County. The City's share of property tax receipts collected by the County are remitted to the City in the subsequent month. Property taxes are reported as a receivable and a deferred revenue when levied and as a revenue when due for collection in the following year.

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -5 CHANGES IN LONG-TERM OBLIGATIONS

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

	<u>BEGINNING BALANCE</u>	<u>INCREASES</u>	<u>DECREASES</u>	<u>ENDING BALANCE</u>	<u>CURRENT PORTION</u>
<u>Governmental Activities:</u>					
Land Reclamation Costs	\$ 16,000	\$ -	\$ -	\$ 16,000	\$ -
Compensated Absences	<u>3,300</u>	<u>-</u>	<u>-</u>	<u>3,300</u>	<u>-</u>
Totals	<u>\$ 19,300</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,300</u>	<u>\$ -</u>
<u>Business-Type Activities:</u>					
Bonds Payable	\$ 557,356	\$ -	\$ (87,829)	\$ 469,527	\$ 45,000
Notes Payable	2,160,541	-	(116,757)	2,043,784	117,001
Compensated Absences	142,953	1,462	-	144,415	-
Estimated Closure & Post-Closure Costs	<u>322,800</u>	<u>16,400</u>	<u>-</u>	<u>339,200</u>	<u>-</u>
Totals	<u>\$3,183,650</u>	<u>\$ 17,862</u>	<u>\$ (204,586)</u>	<u>\$2,996,926</u>	<u>\$ 162,001</u>

All outstanding notes from direct borrowings contain an event of default that changes the timing of repayment of outstanding amounts to become immediately due if the City is unable to make payment. The City's outstanding notes from direct borrowings, as applicable, contains a subjective acceleration clause that allows the lender to accelerate payment of the entire principal amount to become immediately due if the lender determines that a material adverse change occurs.

REFUNDING BONDS - WATER

Water Refunding Bonds dated April 29, 2022, principal paid annually and matures serially on December 1, 2022, through December 1, 2027 and bears an interest rate at 2.25% paid semi-annually. The loan is collateralized by a first lien (but not necessarily an exclusive lien) on the Water Fund revenues. Following is a bond schedule:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 45,000	\$ 3,262	\$ 48,262
2026	50,000	2,250	52,250
2027	<u>49,527</u>	<u>1,125</u>	<u>50,652</u>
Total	<u>\$ 144,527</u>	<u>\$ 6,637</u>	<u>\$ 151,164</u>

REFUNDING BONDS - WATER

Water Refunding Bonds dated April 29, 2022, principal paid annually and matures serially on December 1, 2028, through December 1, 2033 and bears an interest rate at 2.75% paid semi-annually. The loan is collateralized by a first lien (but not necessarily an exclusive lien) on the Water Fund revenues. Following is a bond schedule:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	-	8,938	8,938
2026	-	8,938	8,938
2027	-	8,937	8,937
2028	50,000	8,937	58,937
2029	50,000	7,562	57,562
2030-2033	<u>225,000</u>	<u>15,675</u>	<u>240,675</u>
Total	<u>\$ 325,000</u>	<u>\$ 58,987</u>	<u>\$ 383,987</u>

Total Bonds Payable \$ 469,527

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -5 CHANGES IN LONG-TERM OBLIGATIONS (Continued)

NOTE PAYABLE – WATER FUND

Water Pollution Control Fund payable to Colorado Water Resources and Power Development Authority, dated March 26, 2008, maturing serially on May 1, 2009 through November 1, 2038, and bearing interest at a rate of 0%. The loan is collateralized by a first lien (but not necessarily an exclusive lien) on the Water Fund revenues. The following is a loan schedule:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 27,067	-	\$ 27,067
2026	27,067	-	27,067
2027	27,067	-	27,067
2028	27,067	-	27,067
2029	27,067	-	27,067
2030-2034	135,333	-	135,333
2035-2038	<u>108,267</u>	<u>-</u>	<u>108,267</u>
Total	<u>\$ 378,935</u>	<u>\$ -</u>	<u>\$ 378,935</u>

NOTE PAYABLE – SEWER FUND

Water Pollution Control Revolving Fund payable to Colorado Water Resources and Power Development Authority, dated November 4, 2011, maturing serially on November 1, 2012 through May 1, 2032, and bearing interest at a rate of 0%. The loan is collateralized by a first lien (but not necessarily an exclusive lien) on the Sewer Fund revenues. The following is a loan schedule:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 15,780	-	\$ 15,780
2026	15,780	-	15,780
2027	15,780	-	15,780
2028	15,780	-	15,780
2029	15,780	-	15,780
2030-2032	<u>39,450</u>	<u>-</u>	<u>39,450</u>
Total	<u>\$ 118,350</u>	<u>\$ -</u>	<u>\$ 118,350</u>

NOTE PAYABLE – SEWER FUND

Water Pollution Control Revolving Fund payable to Colorado Water Resources and Power Development Authority, dated March 26, 2009, maturing serially on May 1, 2009 through November 1, 2028, and bearing interest at a rate of 0%. The loan is collateralized by a first lien (but not necessarily an exclusive lien) on the Sewer Fund revenues. The following is a loan schedule:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 18,850	-	\$ 18,850
2026	18,850	-	18,850
2027	18,850	-	18,850
2028	<u>18,850</u>	<u>-</u>	<u>18,850</u>
Total	<u>\$ 75,400</u>	<u>\$ -</u>	<u>\$ 75,400</u>

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -5 CHANGES IN LONG-TERM OBLIGATIONS (Continued)

NOTE PAYABLE – SEWER FUND

Water Pollution Control Revolving Fund payable to Colorado Water Resources and Power Development Authority, dated December 19, 2013, maturing serially on November 1, 2014 through May 1, 2034, and bearing interest at a rate of 0%. The loan is collateralized by a first lien (but not necessarily an exclusive lien) on the Sewer Fund revenues. The following is a loan schedule:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	6,387	-	6,387
2026	6,387	-	6,387
2027	6,387	-	6,387
2028	6,387	-	6,387
2029	6,387	-	6,387
2030-2034	<u>28,739</u>	<u>-</u>	<u>28,739</u>
Total	<u>\$ 60,674</u>	<u>\$ -</u>	<u>\$ 60,674</u>

NOTE PAYABLE – SEWER FUND

Water Pollution Control Revolving Fund payable to Colorado Water Resources and Power Development Authority, dated February 26, 2021, maturing serially on May 1, 2022 through November 1, 2051, and bearing interest at a rate of 0.50%. The loan is collateralized by a first lien (but not necessarily an exclusive lien) on the Sewer Fund revenues. The following is a loan schedule:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	48,917	6,992	55,909
2026	49,162	6,747	55,909
2027	49,409	6,500	55,909
2028	49,656	6,253	55,909
2029	49,905	6,004	55,909
2030-2034	253,295	26,248	279,543
2035-2039	259,699	19,844	279,543
2040-2044	266,265	13,278	279,543
2045-2049	272,997	6,546	279,543
2050-2051	<u>111,120</u>	<u>694</u>	<u>111,814</u>
Total	<u>\$1,410,425</u>	<u>\$ 99,106</u>	<u>\$1,509,531</u>

COMPLIANCE WITH LOAN AGREEMENTS

Colorado Water Resources Power Development Authority Water require that the City maintain an operations and maintenance reserve in an amount equal to three months of operation and maintenance expenses, excluding depreciation, of the system as set forth in the annual budget for the current fiscal year and a rate covenant which shall have operating revenues to pay the system operation and maintenance expenses and 110% of its debt requirements. The following is an analysis of these requirements.

	<u>Water Fund</u>	<u>Sewer Fund</u>
Operation and Maintenance Reserve	<u>\$ 234,000</u>	<u>\$ 136,000</u>
Rate Covenant - amount in excess (deficit) requirement	<u>\$ 217,540</u>	<u>\$ 116,570</u>

As of December 31, 2024, the City was in compliance with the rate covenants.

CASH WITH TRUSTEE

As of December 31, 2024, the City had cash held with trustees of \$0 in the Sewer Fund for the use according to debt agreements entered into by the City. The trust cash balance is recorded in the balance due to the Colorado Water Resources and Power Development Authority (note payable); therefore, the net position is not restricted for the balance.

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -5 CHANGES IN LONG-TERM OBLIGATIONS (Continued)

LAND RECLAMATION COSTS

The State of Colorado required the reclamation of a parcel of land used to provide sand for city purposes. The Estimated costs for this reclamation is \$16,000.

ESTIMATED CLOSURE AND POSTCLOSURE CARE COSTS

State and Federal laws and regulations require the City to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance functions at the site for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date the landfill stops accepting waste, the City reports a portion of these closure and postclosure costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. The \$339,200 reported in the Long-Term Debt as landfill closure and postclosure care liability at December 31, 2024, represents the cumulative expense incurred to date based on the use of the existing facility and the requirements to close and monitor as the facility currently exists. This amount is based upon what it would cost to perform all postclosure care in 2024. Actual cost may be higher due to inflation, changes in technology or changes in regulations. Current consumption rates indicate that the new landfill will last 38 years.

The City will recognize the remaining estimated cost of closure and postclosure care of \$252,900 as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and postclosure care in 2024. The City expects to close the landfill in the year 2053. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

The City is required by state and federal laws and regulations to provide assurance that it can meet the cost of closure and postclosure care. The City has provided assurance by meeting the test requirements of the Colorado Department of Public Health and Environment. The City expects that future inflation costs may need to be covered by charges to future landfill users or other future revenues.

	LABC #1	LABC #2	
		CELL #1	CELL #2
Percent of capacity	100%	100%	44%
Estimated closure date	Closed	Closed	2053

The estimated closure and post closure costs had a minimal change from 2023 to 2024; therefore, no amount was reported as a special item on the statement of activities and statement of revenues, expenses, and changes in net position in the Sanitation Fund.

NOTE -6 DEFINED BENEFIT PENSION PLANS

The following plans cover members of the Fire and Police Department and City employees. The plans are:

- Old Hire Police Pension Fund (Note -6)
- Local Government Division Trust Fund (PERA) (Note -6)
- Health Care Trust Fund (PERA) (Note -8)

OLD HIRE POLICE PENSION FUND

Summary of Significant Accounting Policies

*Pensions* – The City of Las Animas participates in the Old Hire Police Pension Fund, an agent multiple-employer defined benefit pension fund administered by the Colorado Fire and Police Pension Association (“FPPA”).

The net pension liability, 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 Old Hire Police Pension Fund has been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms.

*Investments* - Investments are reported at fair value.

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -6 DEFINED BENEFIT PENSION PLANS (Continued)

Plan Information

*Plan Description* - The City, on behalf of certain full-time paid Police Officers, contributes to the Old Hire Police Pension Fund which is affiliated with the Colorado Fire and Police Pension Association (FPPA). FPPA administers the agent multiple-employer Public Employee Retirement System (“PERS”). The PERS represents the assets of numerous separate plans that have been pooled for investment purposes. The pension plans have elected to affiliate with FPPA for plan administration and investment only. FPPA issues a publicly available comprehensive annual financial report that can be obtained at FPPAco.org. The plan provides retirement benefits for members and beneficiaries according to the plan provisions as enacted and governed by the City Council of the City of Las Animas.

*Plan Membership* – Plan membership consists of active employees hired prior to April 8, 1978, electing to remain covered under the provisions of the City’s current plan.

The following is a summary of the participants:

	<u>Old Hire Police</u>
Active Members	0
Retirees and Beneficiaries	2
Inactive, Nonretired Members	0

*Benefits Provided* - The plan provides retirement benefits for members and beneficiaries according to the plan provisions and is as follows:

All City police officers hired prior to April 8, 1978, could remain in the plan or transfer and become a participant in a defined contribution plan (new hire plan). Police officers’ benefits become vested after 20 years of service and age 55 or after 25 years of service. Vested employees who retire are entitled to receive an annual retirement benefit, payable monthly for life, in an amount equal to one half of one month’s salary at the time of retirement. Benefits vested after 1979 are limited to increases of 3% per year of inflation, as determined by the state. The system also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute and City ordinance.

Title 31, Article 30 of the Colorado Revised Statutes (“CRS”), as amended, establishes basic benefit provisions under the plan. FPPA issues a publicly available annual financial report that includes the assets of the City of Las Animas Old Hire Police Pension Fund. That report may be obtained by writing to: FPPA of Colorado, 5290 DTC Parkway, Suite 100, Greenwood Village, Colorado 80111 or by calling FPPA at (303) 770-3772 in the Denver Metro area, or 1-800-770-FPPA (3772) from outside the metro area.

Contributions

The Plan sets contribution rates at a level that enables all benefits to be fully funded at the retirement date of all members. Plan members and the City of Las Animas are required to contribute at a rate set by state statute. Employer contribution rates can only be amended by state statute. Member contribution rates can be amended by state statute or by election of the membership. The contributions are based on an actuarially determined amount recommended by an independent actuary.

The contribution rate for members and the City for the Old Hire Police Pension Fund is 0% of covered salaries. Contribution was determined as part of the January 1, 2022 actuarial valuation. Total contribution for the year ended December 31, 2024 was \$29,203 and the actuarially determined contribution was \$29,203.

*Actuarial Assumptions* – Actuarially determined contribution rates are calculated as of January 1 of even numbered years. The contribution rates have a one-year lag, so the actuarial valuation as of January 1, 2022, determines the contribution amounts for 2023 and 2024.

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -6 DEFINED BENEFIT PENSION PLANS (Continued)

Methods and Assumptions Used to Determine Contribution Rates for the Fiscal Year Ending December 31, 2023:

- Actuarial Cost Method – Entry Age Normal
- Amortization Method – N/A
- Remaining Amortization Period – N/A
- Asset Valuation Method – 5-Year smoothed fair value
- Inflation – 2.50%
- Salary Increases – N/A
- Investment Rate of Return – 4.50%
- Retirement Age – Any remaining actives are assumed to retire immediately
- Mortality Rates – Post-retirement: 2006 central rates from the RP-2014 Annuitant Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years.  
Disabled (pre-1980): Post-retirement rates set forward three years.

Long-Term Expected Rate of Return on Pension Plan Investments

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

Asset Class	Target Allocation	Long-Term Expected Nominal Rate of Return
Cash	10.0%	5.5%
Fixed Income - Rates	70.0%	5.4%
Fixed Income - Credit	10.0%	5.9%
Diversifiers	0.0%	7.4%
Long Short	0.0%	7.0%
Global Public Equity	10.0%	8.3%
Private Markets	0.0%	10.2%
Total	100.0%	

Single Discount Rate

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

For the purpose of this valuation, the long-term expected rate of return on pension plan investments is 4.50%; the municipal bond rate is 3.77% (based on the weekly rate closet to but no later than the measurement date of the "state & local bonds" rate from Federal Reserve statically release (H.15)); and the resulting Single Discount Rate is 4.50%.

Projected cash flows used in determining the Single Discount Rate are available upon request to FPPA.

Net Pension Liability

The net pension liability was measured at December 31, 2023, the total pension liability used to calculate the net pension liability was determined by an actuarial valuation dated January 1, 2022, and the City's fiscal year ending date, or reporting date, is December 31, 2024.

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -6 DEFINED BENEFIT PENSION PLANS (Continued)

*Changes in Net Pension Liability*

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a) – (b)
Balances at December 31, 2023	\$ 446,177	\$ 202,407	\$ 243,770
Change for the year:			
Interest	19,129	-	19,129
Difference between Expected & Actual Experience of the Total Pension Liability	15,952	-	15,952
Changes in Assumptions	(3,298)	-	(3,298)
Contributions – Employer	-	29,203	(29,203)
Contributions – Member	-	-	-
Net Investment Income	-	13,703	(13,703)
Benefit Payments	(42,651)	(42,651)	-
Administrative Expense	-	(1,468)	1,468
Net Changes	(10,868)	(1,213)	(9,655)
Balances at December 31, 2024	\$ 435,309	\$ 201,194	\$ 234,115

*Timing of the Valuation* - An actuarial valuation to determine the total pension liability is required to be performed at least every two years. For the employer's financial reporting purposes, the net pension liability/(asset) and pension expense/(income) should be measured as of the employer's "measurement date" which may not be earlier than the employer's prior fiscal year-end date. If the actuarial valuation used to determine the total pension liability is not calculated as of the measurement date, the total pension liability is required to be rolled forward from the actuarial valuation date to the measurement date.

The total pension liability shown in this report is based on an actuarial valuation performed as of January 1, 2024 and a measurement date of December 31, 2023. This measurement date is within one year of the plan sponsor's fiscal year end of December 31, 2024 and may be used for December 31, 2024 reporting purposes.

Expense and deferred outflow calculations are shown starting with the year ending December 31, 2023, but can be used for the plan sponsor's December 31, 2024 financial reporting. Each reported amount will have a one-year lag so that year end December 31, 2023 can be used for December 31, 2024 plan sponsor reporting.

Paragraph 34 of GASB Statement No. 68 indicates that contributions to the pension plan subsequent to the measurement date of the Net Pension Liability/(Asset) and prior to the end of the employer's reporting period should be reported by the employer as a deferred outflow of resources related to pensions. The information contained in this report does not incorporate any contributions made to the Las Animas Old Hire Police Pension Fund subsequent to December 31, 2023; the employer will need to add 2024 contributions into the Deferred Outflows

*Sensitivity of the Net Pension Liability / (Asset) to the Single Discount Rate Assumption* – The following table presents the net pension liability of the City at December 31, 2024, for the measurement period ending December 31, 2023, calculated using a Single Discount Rate of 4.50%, as well as what the plan's net pension liability / (asset) would be if it were calculated using a Single Discount Rate that is one percent lower or one percent higher:

	1% Decrease (3.50%)	Current Single Discount Rate Assumption (4.50%)	1% Increase (5.50%)
Net Pension Liability	\$ 266,318	\$ 234,115	\$ 205,566

*Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions* – For the year ended December 31, 2024; the City recognized pension expense of \$30,046. At December 31, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -6 DEFINED BENEFIT PENSION PLAN (Continued)

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ -	\$ -
Assumption Changes	-	-
Net difference between projected and actual earnings on pension plan investments	28,133	(5,447)
Contributions subsequent to the measurement date	29,203	-
Total	\$ 57,336	\$ (5,447)

\$29,203 reported as deferred outflows of resources related to pensions, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended December 31, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended December 31, 2024:	
2025	\$ 7,573
2026	9,077
2027	7,023
2028	(987)
2029	-
Thereafter	-
Total	\$ 22,686

LOCAL GOVERNMENT DIVISION TRUST FUND (PERA)

Summary of Significant Accounting Policies

*Pensions.* City of Las Animas, Colorado participates in the Local Government Division Trust Fund (LGDTF), a cost-sharing multiple-employer defined benefit pension plan administered by the Public Employees' Retirement Association of Colorado (PERA). The net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position (FNP) and additions to/deductions from the FNP of the LGDTF 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.

General Information about the Pension Plan

*Plan description.* Eligible employees of the City of Las Animas, Colorado are provided with pensions through the LGDTF—a cost-sharing multiple-employer defined benefit pension plan administered by PERA. Plan benefits are specified in Title 24, Article 51 of the Colorado Revised Statutes (C.R.S.), administrative rules set forth at 8 C.C.R. 1502-1, and applicable provisions of the federal Internal Revenue Code. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. PERA issues a publicly available annual comprehensive financial report (ACFR) that can be obtained at [www.copera.org/investments/pera-financial-reports](http://www.copera.org/investments/pera-financial-reports).

*Benefits provided as of December 31, 2023.* PERA provides retirement, disability, and survivor benefits. Retirement benefits are determined by the amount of service credit earned and/or purchased, highest average salary, the benefit structure(s) under which the member retires, the benefit option selected at retirement, and age at retirement. Retirement eligibility is specified in tables set forth at C.R.S. § 24-51-602, 604, 1713, and 1714.

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -6 DEFINED BENEFIT PENSION PLAN (Continued)

The lifetime retirement benefit for all eligible retiring employees under the PERA benefit structure is the greater of the:

- Highest average salary multiplied by 2.5% and then multiplied by years of service credit.
- The value of the retiring employee's member contribution account plus a 100% match on eligible amounts as of the retirement date. This amount is then annuitized into a monthly benefit based on life expectancy and other actuarial factors.

The lifetime retirement benefit for all eligible retiring employees under the Denver Public Schools (DPS) benefit structure is the greater of the:

- Highest average salary multiplied by 2.5% and then multiplied by years of service credit.
- \$15 times the first 10 years of service credit plus \$20 times the service credit over 10 years plus a monthly amount equal to the annuitized member contribution account balance based on life expectancy and other actuarial factors.

In all cases the service retirement benefit is limited to 100% of highest average salary and cannot exceed the maximum benefit allowed by federal Internal Revenue Code.

Members may elect to withdraw their member contribution accounts upon termination of employment with all PERA employers; waiving rights to any lifetime retirement benefits earned. If eligible, the member may receive a match of either 50% or 100% on eligible amounts depending on when contributions were remitted to PERA, the date employment was terminated, whether 5 years of service credit has been obtained and the benefit structure under which contributions were made.

Upon meeting certain criteria, benefit recipients who elect to receive a lifetime retirement benefit generally receive post-retirement cost-of-living adjustments, referred to as annual increases in the C.R.S. Subject to the automatic adjustment provision (AAP) under C.R.S. § 24-51-413, eligible benefit recipients under the PERA benefit structure who began membership before January 1, 2007, and all eligible benefit recipients of the DPS benefit structure will receive the maximum annual increase (AI) or AI cap of 1.00% unless adjusted by the AAP. Eligible benefit recipients under the PERA benefit structure who began membership on or after January 1, 2007, will receive the lesser of an annual increase of the 1.00% AI cap or the average increase of the Consumer Price Index for Urban Wage Earners and Clerical Workers for the prior calendar year, not to exceed a determined increase that would exhaust 10% of PERA's Annual Increase Reserve (AIR) for the LGDTF. The AAP may raise or lower the aforementioned AI cap by up to 0.25% based on the parameters specified in C.R.S. § 24-51-413.

Disability benefits are available for eligible employees once they reach five years of earned service credit and are determined to meet the definition of disability. For Safety Officers whose disability is caused by an on- the-job injury, the five-year service requirement is waived and they are immediately eligible to apply for disability benefits. The disability benefit amount is based on the lifetime retirement benefit formula(s) shown above considering a minimum 20 years of service credit, if deemed disabled.

Survivor benefits are determined by several factors, which include the amount of earned service credit, highest average salary of the deceased, the benefit structure(s) under which service credit was obtained, and the qualified survivor(s) who will receive the benefits.

*Contributions provisions as of December 31, 2024:* Eligible employees of, City of Las Animas, Colorado and the State are required to contribute to the LGDTF at a rate set by Colorado statute. The contribution requirements for the LGDTF are established under C.R.S. § 24-51-401, *et seq.* and § 24-51-413. Employee contribution rates for the period of January 1, 2024 through December 31, 2024 are summarized in the table below:

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -6 DEFINED BENEFIT PENSION PLAN (Continued)

	January 1, 2024 Through December 31, 2024
Employee contribution (all employees other than Safety Officers)	9.00%
Safety Officers	13.00%

\*Contribution rates for the LGDTF are expressed as a percentage of salary as defined in C.R.S. § 24-51-101(42). The employer contribution requirements for all employees other than Safety Officers are summarized in the table below:

	January 1, 2024 Through December 31, 2024
Employer contribution rate	11.00%
Amount of employer contribution apportioned to the Health Care Trust Fund as specified in C.R.S. § 24-51-208(1)(f)	(1.02%)
Amount apportioned to the LGDTF	9.98%
Amortization Equalization Disbursement (AED) as specified in C.R.S. § 24-51-411	2.20%
Supplemental Amortization Equalization Disbursement (SAED) as specified in C.R.S. § 24-51-411	1.50%
Defined Contribution Supplement as specified in C.R.S. § 24-51-415	0.08%
Total employer contribution rate to the LGDTF	13.76%

\*Contribution rates for the LGDTF are expressed as a percentage of salary as defined in C.R.S. § 24-51-101(42). The employer contribution requirements for Safety Officers are summarized in the table below:

	January 1, 2024 Through December 31, 2024
Employer contribution rate	14.10%
Amount of employer contribution apportioned to the Health Care Trust Fund as specified in C.R.S. § 24-51-208(1)(f)	(1.02%)
Amount apportioned to the LGDTF	13.08%
Amortization Equalization Disbursement (AED) as specified in C.R.S. § 24-51-411	2.20%
Supplemental Amortization Equalization Disbursement (SAED) as specified in C.R.S. § 24-51-411	1.50%
Defined Contribution Supplement as specified in C.R.S. § 24-51-415	0.08%
Total employer contribution rate to the LGDTF	16.86%

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -6 DEFINED BENEFIT PENSION PLAN (Continued)

\*Contribution rates for the LGDTF are expressed as a percentage of salary as defined in C.R.S. § 24-51-101(42).

Employer contributions are recognized by the LGDTF in the period in which the compensation becomes payable to the member and the City of Las Animas, Colorado is statutorily committed to pay the contributions to the LGDTF. Employer contributions recognized by the LGDTF from City of Las Animas, Colorado were \$229,112 for the year ended December 31, 2024.

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

The net pension liability for the LGDTF was measured as of December 31, 2023, and the total pension liability (TPL) used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2022. Standard update procedures were used to roll-forward the TPL to December 31, 2023. The City of Las Animas, Colorado proportion of the net pension liability was based on City of Las Animas, Colorado contributions to the LGDTF for the calendar year 2023 relative to the total contributions of participating employers.

At December 31, 2024, the City of Las Animas, Colorado reported a liability of \$1,418,160 for its proportionate share of the net pension liability.

At December 31, 2023, the City of Las Animas, Colorado proportion was 0.1932%, which was a decrease of 0.0079% from its proportion measured as of December 31, 2022.

For the year ended December 31, 2024, the City of Las Animas, Colorado recognized pension revenue of \$194,555. At December 31, 2024, the City of Las Animas, Colorado 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	\$ 76,746	\$ (1,457)
Changes of assumptions or other inputs	-	-
Net difference between projected and actual earnings on pension plan investments	417,515	(203,845)
Changes in proportion and differences between contributions recognized and proportionate share of contributions	-	-
Contributions subsequent to the measurement date	229,112	N/A
Total	\$ 723,373	\$ (205,302)

\$229,112 reported as deferred outflows of resources related to pensions, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended 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:

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -6 DEFINED BENEFIT PENSION PLAN (Continued)

Year ended December 31, 2024	
2025	\$144,479
2026	144,480
2027	-
2028	-
2029	-
Thereafter	-

*Actuarial assumptions.* The TPL in the December 31, 2022, actuarial valuation was determined using the following actuarial cost method, actuarial assumptions, and other inputs:

Actuarial cost method	Entry age
Price inflation	2.30%
Real wage growth	0.70%
Wage inflation	3.00%
Salary increases, including wage inflation:	
Members other than Safety Officers	3.20%- 11.30%
Safety Officers	3.20%- 12.40%
Long-term investment rate of return, net of pension plan investment expenses, including price inflation	7.25%
Discount rate	7.25%
Post-retirement benefit increases:	
PERA benefit structure hired prior to 1/1/07 and DPS benefit structure (compounded annually)	1.00%
PERA benefit structure hired after 12/31/06 <sup>1</sup>	Financed by the AIR

<sup>1</sup> Post-retirement benefit increases are provided by the AIR, accounted separately within each Division Trust Fund, and subject to moneys being available; therefore, liabilities related to increases for members of these benefit tiers can never exceed available assets.

The mortality tables described below are generational mortality tables developed on a benefit-weighted basis.

Pre-retirement mortality assumptions for members other than Safety Officers were based upon the PubG-2010 Employee Table with generational projection using scale MP-2019.

Pre-retirement mortality assumptions for Safety Officers were based upon the PubS-2010 Employee Table with generational projection using scale MP-2019.

Post-retirement non-disabled mortality assumptions for members other than Safety Officers were based upon the PubG-2010 Healthy Retiree Table, adjusted as follows:

- Males: 94% of the rates prior to age 80 and 90% of the rates for ages 80 and older, with generational projection using scale MP-2019.
- Females: 87% of the rates prior to age 80 and 107% of the rates for ages 80 and older, with generational projection using scale MP-2019.

Post-retirement non-disabled mortality assumptions for Safety Officers were based upon the unadjusted PubS-2010 Healthy Retiree Table, with generational projection using scale MP-2019.

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -6 DEFINED BENEFIT PENSION PLAN (Continued)

Post-retirement non-disabled beneficiary mortality assumptions were based upon the Pub-2010 Contingent Survivor Table, adjusted as follows:

- Males: 97% of the rates for all ages, with generational projection using scale MP-2019.
- Females: 105% of the rates for all ages, with generational projection using scale MP-2019.

Disabled mortality assumptions for members other than Safety Officers were based upon the PubNS-2010 Disabled Retiree Table using 99% of the rates for all ages with generational projection using scale MP-2019.

Disabled mortality assumptions for Safety Officers were based upon the unadjusted PubS-2010 Disabled Retiree Table with generational projection using scale MP-2019.

The actuarial assumptions used in the December 31, 2022, valuations were based on the 2020 experience analysis, dated October 28, 2020, for the period January 1, 2016, through December 31, 2019. Revised economic and demographic assumptions were adopted by the PERA Board on November 20, 2020.

The long-term expected return on plan assets is reviewed as part of regularly scheduled experience studies performed at least every five years and asset/liability studies performed every three to five years for PERA. The most recent analyses were outlined in the Experience Study report dated October 28, 2020.

Several factors are considered in evaluating the long-term rate of return assumption, including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis 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 percentages and then adding expected inflation.

The PERA Board first adopted the 7.25% long-term expected rate of return as of November 18, 2016. Following an asset/liability study, the Board reaffirmed the assumed rate of return at the Board's November 15, 2019, meeting, to be effective January 1, 2020. As of the most recent reaffirmation of the long-term rate of return, the target asset allocation, and best estimates of geometric real rates of return for each major asset class are summarized in the table as follows:

Asset Class	Target Allocation	30 Year Expected Geometric Real Rate of Return
Global Equity	54.00%	5.60%
Fixed Income	23.00%	1.30%
Private Equity	8.50%	7.10%
Real Estate	8.50%	4.40%
Alternatives	6.00%	4.70%
Total	100.00%	

Note: In setting the long-term expected rate of return, projections employed to model future returns provide a range of expected long-term returns that, including expected inflation, ultimately support a long-term expected nominal rate of return assumption of 7.25%.

*Discount rate.* The discount rate used to measure the TPL was 7.25%. The projection of cash flows used to determine the discount rate applied the actuarial cost method and assumptions shown above. In addition, the following methods and assumptions were used in the projection of cash flows:

- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00%.

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -6 DEFINED BENEFIT PENSION PLAN (Continued)

- Employee contributions were assumed to be made at the member contribution rates in effect for each year, including the required adjustments resulting from the 2018 and 2020 AAP assessments. Employee contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law for each year, including the required adjustments resulting from the 2018 and 2020 AAP assessments. Employer contributions also include current and estimated future AED and SAED, until the actuarial value funding ratio reaches 103%, at which point the AED and SAED will each drop 0.50% every year until they are zero. Additionally, estimated employer contributions reflect reductions for the funding of the AIR and retiree health care benefits. For future plan members, employer contributions were further reduced by the estimated amount of total service costs for future plan members not financed by their member contributions.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- The AIR balance was excluded from the initial FNP, as, per statute, AIR amounts cannot be used to pay benefits until transferred to either the retirement benefits reserve or the survivor benefits reserve, as appropriate. AIR transfers to the FNP and the subsequent AIR benefit payments were estimated and included in the projections.
- Benefit payments and contributions were assumed to be made at the middle of the year.
- Beginning with the December 31, 2023, measurement date and thereafter, the FNP as of the current measurement date is used as a starting point for the GASB 67 projection test.
- As of the December 31, 2023, measurement date, the FNP and related disclosure components for the Local Government Division reflect payments related to the disaffiliation of Tri-County Health Department as a PERA-affiliated employer, effective December 31, 2022. As of the December 31, 2023, year-end, PERA recognized two additions for accounting and financial reporting purposes: a \$24 million payment received on December 4, 2023 and a \$2 million receivable. The employer disaffiliation payment and receivable allocations to the Local Government Division Trust Fund and HCTF were \$24.967 million and \$1.033 million, respectively.

Based on the above assumptions and methods, the LGDTF's FNP was projected to be available to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25% on pension plan investments was applied to all periods of projected benefit payments to determine the TPL. The discount rate determination does not use the municipal bond index rate, and therefore, the discount rate is 7.25%. There was no change in the discount rate from the prior measurement date.

*Sensitivity of the City of Las Animas, Colorado proportionate share of the net pension liability to changes in the discount rate.* The following presents the proportionate share of the net pension liability calculated using the discount rate of 7.25%, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (6.25%) or 1-percentage point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net pension	\$2,779,752	\$1,418,160	\$277,606

*Pension plan fiduciary net position.* Detailed information about the LGDTF's FNP is available in PERA's ACFR which can be obtained at [www.copera.org/investments/pera-financial-reports](http://www.copera.org/investments/pera-financial-reports).

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -7 DEFINED CONTRIBUTION PENSION PLAN

*Plan Description* - Employees of the City of Las Animas, Colorado that are also members of the LGDTF may voluntarily contribute to the Voluntary Investment Program (PERAPlus 401(k) Plan), an Internal Revenue Code Section 401(k) defined contribution plan administered by PERA. Title 24, Article 51, Part 14 of the C.R.S., as amended, assigns the authority to establish the Plan provisions to the PERA Board of Trustees. PERA issues a publicly available ACFR which includes additional information on the PERAPlus 401(k) Plan. That report can be obtained at [www.copera.org/investments/pera-financial-reports](http://www.copera.org/investments/pera-financial-reports).

*Funding Policy* - The PERAPlus 401(k) Plan is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Title 24, Article 51, Section 1402 of the C.R.S., as amended. In addition, the City of Las Animas, Colorado has agreed to match employee contributions up to 0% of covered salary as determined by the Internal Revenue Service. Employees are immediately vested in their own contributions, employer contributions and investment earnings. For the year ended December 31, 2024, program members contributed \$5,803 and City of Las Animas, Colorado recognized pension expense and a liability of \$0 and \$0, respectively, for the PERAPlus 401(k) Plan.

NOTE - 8 DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN

HEALTH CARE TRUST FUND (PERA)

Summary of Significant Accounting Policies

*OPEB*. City of Las Animas, Colorado participates in the Health Care Trust Fund (HCTF), a cost-sharing multiple-employer defined benefit OPEB fund administered by the Public Employees' Retirement Association of Colorado ("PERA"). The net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, OPEB expense, information about the fiduciary net position (FNP) and additions to/deductions from the FNP of the HCTF have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefits paid on behalf of health care participants are recognized when due and/or payable in accordance with the benefit terms. Investments are reported at fair value.

General Information about the OPEB Plan

*Plan description*. Eligible employees of the City of Las Animas, Colorado are provided with OPEB through the HCTF—a cost-sharing multiple-employer defined benefit OPEB plan administered by PERA. The HCTF is established under Title 24, Article 51, Part 12 of the Colorado Revised Statutes (C.R.S.), as amended, and sets forth a framework that grants authority to the PERA Board to contract, self-insure, and authorize disbursements necessary in order to carry out the purposes of the PERACare program, including the administration of the premium subsidies. Colorado State law provisions may be amended by the Colorado General Assembly. PERA issues a publicly available annual comprehensive financial report (ACFR) that can be obtained at [www.copera.org/investments/pera-financial-reports](http://www.copera.org/investments/pera-financial-reports).

*Benefits provided*. The HCTF provides a health care premium subsidy to eligible participating PERA benefit recipients and retirees who choose to enroll in one of the PERA health care plans, however, the subsidy is not available if only enrolled in the dental and/or vision plan(s). The health care premium subsidy is based upon the benefit structure under which the member retires and the member's years of service credit. For members who retire having service credit with employers in the Denver Public Schools (DPS) Division and one or more of the other four Divisions (State, School, Local Government and Judicial), the premium subsidy is allocated between the HCTF and the Denver Public Schools Health Care Trust Fund (DPS HCTF). The basis for the amount of the premium subsidy funded by each trust fund is the percentage of the member contribution account balance from each division as it relates to the total member contribution account balance from which the retirement benefit is paid.

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -8 DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN (Continued)

C.R.S. § 24-51-1202 *et seq.* specifies the eligibility for enrollment in the health care plans offered by PERA and the amount of the premium subsidy. The law governing a benefit recipient's eligibility for the subsidy and the amount of the subsidy differs slightly depending under which benefit structure the benefits are calculated. All benefit recipients under the PERA benefit structure and all retirees under the DPS benefit structure are eligible for a premium subsidy, if enrolled in a health care plan under PERACare. Upon the death of a DPS benefit structure retiree, no further subsidy is paid.

Enrollment in the PERACare health benefits program is voluntary and is available to benefit recipients and their eligible dependents, certain surviving spouses, and divorced spouses and guardians, among others. Eligible benefit recipients may enroll into the program upon retirement, upon the occurrence of certain life events, or on an annual basis during an open enrollment period.

*PERA Benefit Structure*

The maximum service-based premium subsidy is \$230 per month for benefit recipients who are under 65 years of age and who are not entitled to Medicare; the maximum service-based subsidy is \$115 per month for benefit recipients who are 65 years of age or older or who are under 65 years of age and entitled to Medicare. The maximum service-based subsidy, in each case, is for benefit recipients with retirement benefits based on 20 or more years of service credit. There is a 5% reduction in the subsidy for each year less than 20. The benefit recipient pays the remaining portion of the premium to the extent the subsidy does not cover the entire amount.

For benefit recipients who have not participated in Social Security and who are not otherwise eligible for premium-free Medicare Part A for hospital-related services, C.R.S. § 24-51-1206(4) provides an additional subsidy. According to the statute, PERA cannot charge premiums to benefit recipients without Medicare Part A that are greater than premiums charged to benefit recipients with Part A for the same plan option, coverage level, and service credit. Currently, for each individual PERACare enrollee, the total premium for Medicare coverage is determined assuming plan participants have both Medicare Part A and Part B and the difference in premium cost is paid by the HCTF or the DPS HCTF on behalf of benefit recipients not covered by Medicare Part A.

*DPS Benefit Structure*

The maximum service-based premium subsidy is \$230 per month for retirees who are under 65 years of age and who are not entitled to Medicare; the maximum service-based subsidy is \$115 per month for retirees who are 65 years of age or older or who are under 65 years of age and entitled to Medicare. The maximum service-based subsidy, in each case, is for retirees with retirement benefits based on 20 or more years of service credit. There is a 5% reduction in the subsidy for each year less than 20. The retiree pays the remaining portion of the premium to the extent the subsidy does not cover the entire amount.

For retirees who have not participated in Social Security and who are not otherwise eligible for premium-free Medicare Part A for hospital-related services, the HCTF or the DPS HCTF pays an alternate service-based premium subsidy. Each individual retiree meeting these conditions receives the maximum \$230 per month subsidy reduced appropriately for service less than 20 years, as described above. Retirees who do not have Medicare Part A pay the difference between the total premium and the monthly subsidy.

*Contributions.* Pursuant to Title 24, Article 51, Section 208(1) (f) of the C.R.S., as amended, certain contributions are apportioned to the HCTF. PERA-affiliated employers of the State, School, Local Government, and Judicial Divisions are required to contribute at a rate of 1.02% of PERA-includable salary into the HCTF.

Employer contributions are recognized by the HCTF in the period in which the compensation becomes payable to the member and the City of Las Animas, Colorado is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from City of Las Animas, Colorado were \$17,071 for the year ended December 31, 2024.

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -8 DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN (Continued)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At December 31, 2024, the City of Las Animas, Colorado reported a liability of \$109,423 for its proportionate share of the net OPEB liability. The net OPEB liability for the HCTF was measured as of December 31, 2023, and the total OPEB liability (TOL) used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2022. Standard update procedures were used to roll-forward the TOL to December 31, 2023. The City of Las Animas, Colorado proportion of the net OPEB liability was based on City of Las Animas, Colorado contributions to the HCTF for the calendar year 2023 relative to the total contributions of participating employers to the HCTF.

At December 31, 2023, the City of Las Animas, Colorado proportion was .0153%, which was a decrease of 0.0008% from its proportion measured as of December 31, 2022.

For the year ended December 31, 2024, City of Las Animas, Colorado recognized OPEB expense of \$34,375. At December 31, 2024, the City of Las Animas, Colorado reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual	\$ -	\$ (22,427)
Changes of assumptions or other inputs	1,287	(11,602)
Net difference between projected and actual earnings on OPEB plan investments	35,705	(182,764)
Changes in proportion and differences between contributions recognized and proportionate share of contributions	-	-
Contributions subsequent to the measurement	17,071	N/A
Total	\$ 54,063	\$ (216,793)

\$17,071 reported as deferred outflows of resources related to OPEB, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the year ended December 31, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

December 31, 2024	
2025	\$ (27,414)
2026	(27,473)
2027	(27,476)
2028	(27,790)
2029	(27,860)
Thereafter	(41,788)

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -8 DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN (Continued)

*Actuarial assumptions.* The TOL in the December 31, 2022 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

	State Division	School Division	Local Government Division	Judicial Division
Actuarial cost method			Entry age	
Price inflation			2.30%	
Real wage growth			0.70%	
Wage inflation			3.00%	
Salary increases, including wage inflation				
Members other than Safety Officers	3.30%-10.90%	3.40%-11.00%	3.20%-11.30%	2.80%-5.30%
Safety Officers	3.20%-12.40%	N/A	3.20%-12.40%	N/A
Long-term investment rate of return, net of OPEB plan investment expenses, including price inflation			7.25%	
Discount rate			7.25%	
Health care cost trend rates				
PERA benefit structure:				
Service-based premium subsidy			0.00%	
PERACare Medicare plans <sup>1</sup>			7.00% in 2023, gradually decreasing to 4.50% in 2033	
Medicare Part A premiums			3.50% in 2023, gradually increasing to 4.50% in 2035	
DPS benefit structure:				
Service-based premium subsidy			0.00%	
PERACare Medicare plans			N/A	
Medicare Part A premiums			N/A	

<sup>1</sup> UnitedHealthcare MAPD PPO plans are 0% for 2023.

Each year the per capita health care costs are developed by plan option; currently based on 2023 premium rates for the UnitedHealthcare Medicare Advantage Prescription Drug (MAPD) PPO plan #1, the UnitedHealthcare MAPD PPO plan #2, and the Kaiser Permanente MAPD HMO plan. Actuarial morbidity factors are then applied to estimate individual retiree and spouse costs by age, gender, and health care cost trend. This approach applies for all members and is adjusted accordingly for those not eligible for premium-free Medicare Part A for the PERA benefit structure.

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -8 DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN (Continued)

Age-Related Morbidity Assumptions

Participant Age	Annual Increase (Male)	Annual Increase (Female)
65-68	2.2%	2.3%
69	2.8%	2.2%
70	2.7%	1.6%
71	3.1%	0.5%
72	2.3%	0.7%
73	1.2%	0.8%
74	0.9%	1.5%
75-85	0.9%	1.3%
86 and older	0.0%	0.0%

Sample Age	MAPD PPO #1 with Medicare Part A		MAPD PPO #2 with Medicare Part A		MAPD HMO (Kaiser) with Medicare Part A	
	Retiree/Spouse		Retiree/Spouse		Retiree/Spouse	
	Male	Female	Male	Female	Male	Female
65	\$1,692	\$1,406	\$579	\$481	\$1,913	\$1,589
70	\$1,901	\$1,573	\$650	\$538	\$2,149	\$1,778
75	\$2,100	\$1,653	\$718	\$566	\$2,374	\$1,869
Sample Age	MAPD PPO #1 without Medicare Part A		MAPD PPO #2 without Medicare Part A		MAPD HMO (Kaiser) without Medicare Part A	
	Retiree/Spouse		Retiree/Spouse		Retiree/Spouse	
	Male	Female	Male	Female	Male	Female
65	\$6,469	\$5,373	\$4,198	\$3,487	\$6,719	\$5,581
70	\$7,266	\$6,011	\$4,715	\$3,900	\$7,546	\$6,243
75	\$8,026	\$6,319	\$5,208	\$4,101	\$8,336	\$6,563

The 2023 Medicare Part A premium is \$506 per month.

All costs are subject to the health care cost trend rates, as discussed below.

Health care cost trend rates reflect the change in per capita health costs over time due to factors such as medical inflation, utilization, plan design, and technology improvements. For the PERA benefit structure, health care cost trend rates are needed to project the future costs associated with providing benefits to those PERACare enrollees not eligible for premium-free Medicare Part A.

Health care cost trend rates for the PERA benefit structure are based on published annual health care inflation surveys in conjunction with actual plan experience (if credible), building block models and industry methods developed by health plan actuaries and administrators. In addition, projected trends for the Federal Hospital Insurance Trust Fund (Medicare Part A premiums) provided by the Centers for Medicare & Medicaid Services are referenced in the development of these rates. Effective December 31, 2022, the health care cost trend rates for Medicare Part A premiums were revised to reflect the current expectation of future increases in rates of inflation applicable to Medicare Part A premiums.

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -8 DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN (Continued)

The PERA benefit structure health care cost trend rates used to measure the TOL are summarized in the table below:

Year	PERACare Medicare Plans	Medicare Part A Premiums
2023	7.00%	3.50%
2024	6.75%	3.50%
2025	6.50%	3.75%
2026	6.25%	3.75%
2027	6.00%	4.00%
2028	5.75%	4.00%
2029	5.50%	4.00%
2030	5.25%	4.25%
2031	5.00%	4.25%
2032	4.75%	4.25%
2033	4.50%	4.25%
2034	4.50%	4.25%
2035+	4.50%	4.50%

Mortality assumptions used in the December 31, 2022, valuation for the determination of the total pension liability for each of the Division Trust Funds as shown below, reflect generational mortality and were applied, as applicable, in the determination of the TOL for the HCTF, but developed on a headcount-weighted basis. Affiliated employers of the State, School, Local Government and Judicial Divisions participate in the HCTF.

Pre-retirement mortality assumptions for the State and Local Government Divisions (members other than Safety Officers) were based upon the PubG-2010 Employee Table with generational projection using scale MP-2019.

Pre-retirement mortality assumptions for Safety Officers were based upon the PubS-2010 Employee Table with generational projection using scale MP-2019.

Pre-retirement mortality assumptions for the School Division were based upon the PubT-2010 Employee Table with generational projection using scale MP-2019.

Pre-retirement mortality assumptions for the Judicial Division were based upon the PubG-2010(A) Above-Median Employee Table with generational projection using scale MP-2019.

Post-retirement non-disabled mortality assumptions for the State and Local Government Divisions (members other than Safety Officers) were based upon the PubG-2010 Healthy Retiree Table, adjusted as follows:

- Males: 94% of the rates prior to age 80 and 90% of the rates for ages 80 and older, with generational projection using scale MP-2019.
- Females: 87% of the rates prior to age 80 and 107% of the rates for ages 80 and older, with generational projection using scale MP-2019.

Post-retirement non-disabled mortality assumptions for Safety Officers were based upon the unadjusted PubS-2010 Healthy Retiree Table, with generational projection using scale MP-2019.

Post-retirement non-disabled mortality assumptions for the School Division were based upon the PubT-2010 Healthy Retiree Table, adjusted as follows:

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -8 DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN (Continued)

- Males: 112% of the rates prior to age 80 and 94% of the rates for ages 80 and older, with generational projection using scale MP-2019.
- Females: 83% of the rates prior to age 80 and 106% of the rates for ages 80 and older, with generational projection using scale MP-2019.

Post-retirement non-disabled mortality assumptions for the Judicial Division were based upon the unadjusted PubG-2010(A) Above-Median Healthy Retiree Table with generational projection using scale MP-2019.

Post-retirement non-disabled beneficiary mortality assumptions were based upon the Pub-2010 Contingent Survivor Table, adjusted as follows:

- Males: 97% of the rates for all ages, with generational projection using scale MP-2019.
- Females: 105% of the rates for all ages, with generational projection using scale MP-2019.

Disabled mortality assumptions for members other than Safety Officers were based upon the PubNS-2010 Disabled Retiree Table using 99% of the rates for all ages with generational projection using scale MP-2019.

Disabled mortality assumptions for Safety Officers were based upon the unadjusted PubS-2010 Disabled Retiree Table with generational projection using scale MP-2019.

The following health care costs assumptions were updated and used in the roll-forward calculation for the HCTF:

- Per capita health care costs in effect as of the December 31, 2022, valuation date for those PERACare enrollees under the PERA benefit structure who are expected to be age 65 and older and are not eligible for premium-free Medicare Part A benefits have been updated to reflect costs for the 2023 plan year.
- The morbidity rates used to estimate individual retiree and spouse costs by age and by gender were updated effective for the December 31, 2022, actuarial valuation. The revised morbidity rate factors are based on a review of historical claims experience by age, gender, and status (active versus retired) from actuary's claims data warehouse.
- The health care cost trend rates applicable to health care premiums were revised to reflect the then current expectation of future increases in those premiums.

Actuarial assumptions pertaining to per capita health care costs and their related trend rates are analyzed and updated annually by PERA Board's actuary, as discussed above.

The actuarial assumptions used in the December 31, 2022, valuations were based on the 2020 experience analysis, dated October 28, 2020, and November 4, 2020, for the period January 1, 2016, through December 31, 2019. Revised economic and demographic assumptions were adopted by PERA's Board on November 20, 2020.

The long-term expected return on plan assets is reviewed as part of regularly scheduled experience studies performed at least every five years, and asset/liability studies, performed every three to five years for PERA. The most recent analyses were outlined in the Experience Study report dated October 28, 2020.

Several factors are considered in evaluating the long-term rate of return assumption, including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis 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 percentages and then adding expected inflation.

The PERA Board first adopted the 7.25% long-term expected rate of return as of November 18, 2016. Following an asset/liability study, the Board reaffirmed the assumed rate of return at the Board's November 15, 2019, meeting, to be effective January 1, 2020. As of the most recent reaffirmation of the long-term rate of return, the target asset allocation and best estimates of geometric real rates of return for each major asset class are summarized in the table as follows:

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -8 DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN (Continued)

Asset Class	Target Allocation	30 Year Expected Geometric Real Rate of Return
Global Equity	54.00%	5.60%
Fixed Income	23.00%	1.30%
Private Equity	8.50%	7.10%
Real Estate	8.50%	4.40%
Alternatives	6.00%	4.70%
Total	100.00%	

Note: In setting the long-term expected rate of return, projections employed to model future returns provide a range of expected long-term returns that, including expected inflation, ultimately support a long-term expected nominal rate of return assumption of 7.25%.

*Sensitivity of the City of Las Animas, Colorado proportionate share of the net OPEB liability to changes in the Health Care Cost Trend Rates.* The following presents the net OPEB liability using the current health care cost trend rates applicable to the PERA benefit structure, as well as if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current rates:

	1% Decrease in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
Initial PERACare Medicare trend rate <sup>1</sup>	5.75%	6.75%	7.75%
Ultimate PERACare Medicare trend rate	3.50%	4.50%	5.50%
Initial Medicare Part A trend rate	2.50%	3.50%	4.50%
Ultimate Medicare Part A trend rate	3.50%	4.50%	5.50%
Net OPEB Liability	\$106,282	\$109,423	\$112,839

<sup>1</sup>For the January 1, 2024, plan year.

*Discount rate.* The discount rate used to measure the TOL was 7.25%. The projection of cash flows used to determine the discount rate applied the actuarial cost method and assumptions shown above. In addition, the following methods and assumptions were used in the projection of cash flows:

- Updated health care cost trend rates for Medicare Part A premiums as of the December 31, 2023, measurement date.
- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00%.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law and effective as of the measurement date.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- Estimated transfers of dollars into the HCTF representing a portion of purchase service agreements intended to cover the costs associated with OPEB benefits.
- Benefit payments and contributions were assumed to be made at the middle of the year.
- Beginning with the December 31, 2023, measurement date and thereafter, the FNP as of the current measurement date is used as a starting point for the GASB 74 projection test.

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -8 DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN (Continued)

- As of the December 31, 2023, measurement date, the FNP and related disclosure components for the HCTF reflect payments related to the disaffiliation of Tri-County Health Department as a PERA-affiliated employer, effective December 31, 2022. As of the December 31, 2023, year-end, PERA recognized two additions for accounting and financial reporting purposes: a \$24 million payment received on December 4, 2023, and a \$2 million receivable. The employer disaffiliation payment and receivable allocations to the HCTF and Local Government Division Trust Fund were \$1.033 million and \$24.967 million, respectively.

Based on the above assumptions and methods, the FNP for the HCTF was projected to be available to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25% on OPEB plan investments was applied to all periods of projected benefit payments to determine the TOL. The discount rate determination does not use the municipal bond index rate, and therefore, the discount rate is 7.25%. There was no change in the discount rate from the prior measurement date.

*Sensitivity of the City of Las Animas, Colorado proportionate share of the net OPEB liability to changes in the discount rate.* The following presents the proportionate share of the net OPEB liability calculated using the discount rate of 7.25%, as well as what the proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net OPEB liability	\$129,242	\$109,423	\$92,467

*OPEB plan fiduciary net position.* Detailed information about the HCTF's FNP is available in PERA's ACFR which can be obtained at [www.copera.org/investments/pera-financial-reports](http://www.copera.org/investments/pera-financial-reports).

NOTE -9 NET POSITION

Restricted net position represents net position whose users are subject to constraints that are either 1.) legally imposed by creditors (such as debt covenants), grantors, or laws or regulations of other governments, or 2.) imposed by law through constitutional provisions or enabling legislation. Restricted net position at December 31, 2024 is as follows:

	Governmental Activities	Business-Type Activities	Total
Operations and Maintenance	\$ -	\$ 370,000	\$ 370,000
Customer Deposits	-	44,315	44,315
Asset Retirement	-	46,368	46,368
Capital Improvements	1,170,128	-	1,170,128
Parks and Recreation	108,046	-	108,046
Economic Development	217,541	-	217,541
Emergencies - TABOR	43,900	-	43,900
	<u>\$ 1,539,615</u>	<u>\$ 460,683</u>	<u>\$ 2,000,298</u>

*Restricted for Operations and Maintenance* – The City is required to maintain an operation and maintenance reserve as set forth by the creditors. As of December 31, 2024, the City reported \$234,000 in the Water Fund and \$136,000 in the Sewer Fund which is for the CWRPDA Reserves.

*Restricted for Customer Deposits* – This represents money received from customers that is restricted for specific purposes.

*Restricted for Asset Retirement* – This represents the City's obligation associated with the future retirement of tangible long-lived assets.

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -9 NET POSITION (Continued)

*Restricted for Capital Improvements* – This represents revenues that are legally restricted to expenditures for capital purposes.

*Restricted for Parks and Recreation* – This represents money received from the State of Colorado for parks and open space related projects.

*Restricted for Economic Development* – This represents proceeds of specific revenue sources that are to be used to promote community services.

*Restricted for Emergencies - TABOR* – This represents approximately 3% of the City’s 2024 fiscal year spending as that term is defined in the Colorado constitution. Under these provisions of the constitution, this portion of the City’s net position can be used for declared emergencies only and the City must maintain 3% or more of its spending in this restricted account. The City does not believe this restriction meets the definition of a stabilization arrangement under generally accepted accounting principles.

NOTE -10 FUND BALANCES

At December 31, 2024, fund balances for governmental funds consist of the following:

	Restricted Fund Balance				Total
	Emergencies TABOR	Parks and Recreation	Capital Projects	Economic Development	
General Fund	\$ 43,900	\$ -	\$ -	\$ -	\$ 43,900
Conservation Trust	-	54,021	-	-	54,021
Parks and Recreation	-	54,025	-	-	54,025
Infrastructure and Improvement	-	-	689,530	-	689,530
1% Street Improvement	-	-	480,598	-	480,598
Sales Tax Development	-	-	-	217,541	217,541
Total	<u>\$ 43,900</u>	<u>\$ 108,046</u>	<u>\$ 1,170,128</u>	<u>\$ 217,541</u>	<u>\$ 1,539,615</u>

	Committed Fund Balance	
	Employee Health Ins	Total
General Fund	<u>\$ 193,989</u>	<u>\$ 193,989</u>

	Assigned Fund Balance		
	Revolving Loan	Parks and Recreation	Total
General Fund	\$ 143,838	\$ -	\$ 143,838
Parks and Recreation	-	-	-
Total	<u>\$ 143,838</u>	<u>\$ -</u>	<u>\$ 143,838</u>

NOTE -11 INTERFUND ACTIVITY

Interfund Transfers:

Transfers are for the use of unrestricted revenues collected in the enterprise funds to finance various programs accounted for in other funds in accordance with council authorizations.

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -11 INTERFUND ACTIVITY (Continued)

The composition of interfund transfers as of December 31, 2024 is as follows:

Transfer To	Transfer From	Amount Transferred
Water Fund	Infrastructure and Improvement Fund	\$ 121,085
Sewer Fund	Infrastructure and Improvement Fund	21,000
Sanitation Fund	Infrastructure and Improvement Fund	19,000
General Fund	Infrastructure and Improvement Fund	15,000
		\$ 176,085

Interfund Receivables and Payables:

During the course of operations, numerous transactions occur between the City’s funds for the reimbursement of expenditures. Related interfund receivables and payables are classified as “due from other funds” and “due to other funds” on the balance sheet and statement of net position and will be settled within a reasonable time period.

The composition of due to / from other funds as of December 31, 2024 is as follows:

Receivable Fund	Payable Fund	Amount
Infrastructure and Improvement	Sanitation Fund	32,500
Sewer Fund	Water Fund	11,539
		\$ 44,039

NOTE -12 RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

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

It is the intent of the members of CIRSA to create an entity in perpetuity which will administer and use funds contributed by the members to defend and indemnify, in accordance with the bylaws, any member of CIRSA against stated liability of loss, to the limit of the financial resources of CIRSA. It is also the intent of the members to have CIRSA provide continuing stability and availability of needed coverage at reasonable costs.

All income and assets of CIRSA shall be at all times dedicated to the exclusive benefit of its members. CIRSA is a separate legal entity and the City does not approve budgets nor does it have ability to significantly affect the operations of the unit. The City has not significantly changed its insurance coverage over the past three years, nor have settlements exceeded coverage during the same period.

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

NOTE -13 TAX SPENDING AND DEBT LIMITATIONS

Article X, Section 20 of the Colorado Constitution, commonly known as the Taxpayer’s Bill of Rights (TABOR), contains tax, spending, revenue and debt limitations, which apply to the State of Colorado and all local governments.

CITY OF LAS ANIMAS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE -13 TAX SPENDING AND DEBT LIMITATIONS (Continued)

Enterprises, defined as government-owned businesses authorized to issue revenue bonds and receiving less than 10% of annual revenue in grants from all state and local governments combined, are excluded from the provisions of TABOR. The City's management believes a significant portion of its operations qualify for this exclusion.

Spending and revenue limits are determined based on the prior year's Fiscal Year Spending adjusted for allowable increases based upon inflation and local growth. Fiscal Year Spending is generally defined as expenditures plus reserve increases with certain exceptions. Revenue in excess of the Fiscal Year Spending limit must be refunded unless the voters approve retention on such revenue.

TABOR requires local governments to establish Emergency Reserves. These reserves must be at least 3% of Fiscal Year Spending (excluding bonded debt service). A portion of the fund balance has been restricted in compliance with this requirement. At December 31, 2024, \$43,900 of the fund balance has been restricted.

Local governments are not allowed to use the emergency reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

During 1999, the authorized voters of the City of Las Animas, Colorado, voted to authorize the City, without creating any new tax or creating an increase in any current tax to collect, retain, and expend the full proceeds of all of the City's sales tax and use tax, non-federal grants and other revenue from any other source, notwithstanding any state restriction on Fiscal Year spending, including without limitation the restrictions of Article X, Section 20 of the Colorado Constitution, effective January 1, 2000 for the use for expenditures for any Lawful Municipal purposes.

The City's management believes it is in compliance with the provisions of TABOR. However, TABOR is complex and subject to interpretation.

NOTE -14 SUBSEQUENT EVENTS

Subsequent events have been evaluated through the report date, which represents the date the financial statements were available to be issued. Subsequent events after that date have not been evaluated.

**REQUIRED SUPPLEMENTARY INFORMATION**

CITY OF LAS ANIMAS, COLORADO

OLD HIRE POLICE PENSION FUND

SCHEDULE OF CHANGES IN THE PLAN'S NET PENSION LIABILITY AND RELATED RATIOS

YEAR ENDED DECEMBER 31, 2024

MEASUREMENT PERIOD ENDING DECEMBER 31,	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
TOTAL PENSION LIABILITY										
INTEREST	\$ 19,129	\$ 20,142	\$ 20,504	\$ 21,458	\$ 32,127	\$ 32,989	\$ 39,848	\$ 40,851	\$ 38,887	\$ 40,548
DIFFERENCE BETWEEN EXPECTED AND ACTUAL EXPERIENCE	15,952	-	14,101	-	(38,409)	-	(81,395)	-	20,981	-
ASSUMPTION CHANGES	(3,298)	-	-	-	97,558	-	-	-	25,232	-
BENEFIT PAYMENTS, INCLUDING LUMP SUMS	(42,651)	(42,651)	(42,651)	(42,651)	(42,651)	(46,247)	(53,439)	(54,982)	(62,700)	(62,700)
NET CHANGE IN TOTAL PENSION LIABILITY	(10,868)	(22,509)	(8,046)	(21,193)	48,625	(13,258)	(94,986)	(14,131)	22,400	(22,152)
TOTAL PENSION LIABILITY - BEGINNING	446,177	468,686	476,732	497,925	449,300	462,558	557,544	571,675	549,275	571,427
TOTAL PENSION LIABILITY - ENDING (a)	435,309	446,177	468,686	476,732	497,925	449,300	462,558	557,544	571,675	549,275
PLAN FIDUCIARY NET POSITION										
CONTRIBUTIONS - EMPLOYER	29,203	29,203	29,203	29,203	29,203	67,924	-	26,510	50,206	-
CONTRIBUTIONS - EMPLOYEE	-	-	-	-	-	-	-	-	-	-
NET INVESTMENT INCOME	13,703	(29,246)	1,163	18,801	27,885	340	32,542	12,495	4,715	19,932
BENEFIT PAYMENTS, INCLUDING LUMP SUMS	(42,651)	(42,651)	(42,651)	(42,651)	(42,651)	(46,247)	(53,439)	(54,982)	(62,700)	(62,700)
ADMINISTRATIVE EXPENSES	(1,468)	(2,803)	(1,210)	(2,511)	(1,377)	(4,701)	(1,065)	(3,558)	(748)	(3,336)
NET CHANGE IN PLAN FIDUCIARY NET POSITION	(1,213)	(45,497)	(13,495)	2,842	13,060	17,316	(21,962)	(19,535)	(8,527)	(46,104)
PLAN FIDUCIARY NET POSITION - BEGINNING	202,407	247,904	261,399	258,557	245,497	228,181	250,143	269,678	278,205	324,309
PLAN FIDUCIARY NET POSITION - ENDING (b)	201,194	202,407	247,904	261,399	258,557	245,497	228,181	250,143	269,678	278,205
NET PENSION LIABILITY - ENDING	\$ 234,115	\$ 243,770	\$ 220,782	\$ 215,333	\$ 239,368	\$ 203,803	\$ 234,377	\$ 307,401	\$ 301,997	\$ 271,070
PLAN FIDUCIARY NET POSITION AS A PERCENTAGE OF THE TOTAL PENSION LIABILITY (b) / (a)	46.22%	45.36%	52.89%	54.83%	51.93%	54.64%	49.33%	44.87%	47.17%	48.46%
COVERED PAYROLL	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
PLAN'S NET PENSION LIABILITY (ASSET) AS A PERCENTAGE OF COVERED PAYROLL	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

CITY OF LAS ANIMAS, COLORADO  
 OLD HIRE POLICE PENSION FUND  
 SCHEDULE OF PLAN CONTRIBUTIONS  
 YEAR ENDED DECEMBER 31, 2024

FY ENDING DECEMBER 31,	ACTUARIALLY DETERMINED CONTRIBUTION	ACTUAL CONTRIBUTION*	CONTRIBUTION DEFICIENCY (EXCESS)	COVERED PAYROLL	ACTUAL CONTRIBUTION AS A % OF COVERED PAYROLL
(a)	(b)	(c)	(d) = (b) - (c)	(e)	(f)
2023	\$ 29,203	\$ 29,203	\$ -	N/A	N/A
2022	\$ 29,203	\$ 29,203	\$ -	N/A	N/A
2021	\$ 29,203	\$ 29,203	\$ -	N/A	N/A
2020	\$ 29,203	\$ 29,203	\$ -	N/A	N/A
2019	\$ 29,203	\$ 29,203	\$ -	N/A	N/A
2018	\$ 33,962	\$ 67,924	\$ (33,962)	N/A	N/A
2017	\$ 33,962	\$ 33,962	\$ -	N/A	N/A
2016	\$ 26,510	\$ 26,510	\$ -	N/A	N/A
2015	\$ 26,510	\$ 50,206	\$ (23,696)	N/A	N/A
2014	\$ 23,696	\$ -	\$ 23,696	N/A	N/A

\* Actuarially Determined Contribution is net of employee contributions. Actual contribution is from the employer only and does not include employee amounts.

CITY OF LAS ANIMAS, COLORADO

SCHEDULE OF THE CITY'S PROPORTIONATE SHARE - LOCAL GOVERNMENT DIVISION TRUST FUND

DEFINED BENEFIT PENSION PLAN

FOR THE LAST 10 FISCAL YEARS (AS AVAILABLE)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Plan measurement date	12/31/2023	12/31/2022	12/31/2021	12/31/2020	12/31/2019	12/31/2018	12/31/2017	12/31/2016	12/31/2015	12/31/2014
City's proportion of the net pension liability (asset)	0.1932%	0.2011%	0.1755%	0.1828%	0.1773%	0.1823%	0.1831%	0.1837%	0.1835%	0.1814%
City's proportionate share of the net pension liability (asset)	\$ 1,418,160	\$ 2,016,000	\$ (150,470)	\$ 952,798	\$ 1,296,613	\$ 2,291,663	\$ 2,038,576	\$ 2,480,707	\$ 2,021,142	\$ 1,625,892
City's covered payroll	\$ 1,673,641	\$ 1,705,770	\$ 1,310,209	\$ 1,290,709	\$ 1,289,909	\$ 1,220,838	\$ 1,195,570	\$ 1,155,006	\$ 1,113,514	\$ 1,042,003
City's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	84.74%	118.19%	-11.48%	73.82%	100.52%	187.71%	170.51%	214.78%	181.51%	156.04%
Plan fiduciary net position as a percentage of the total pension liability (asset)	88.03%	82.99%	101.49%	90.88%	86.26%	75.96%	79.37%	73.60%	76.90%	80.72%

The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year.

CITY OF LAS ANIMAS, COLORADO

SCHEDULE OF CITY CONTRIBUTIONS - LOCAL GOVERNMENT DIVISION TRUST FUND

DEFINED BENEFIT PENSION PLAN

FOR THE LAST 10 FISCAL YEARS (AS AVAILABLE)

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Plan measurement date	12/31/2023	12/31/2022	12/31/2021	12/31/2020	12/31/2019	12/31/2018	12/31/2017	12/31/2016	12/31/2015	12/31/2014
Contractually required contribution	\$ 229,112	\$ 233,002	\$ 172,316	\$ 166,887	\$ 166,860	\$ 154,802	\$ 151,598	\$ 146,455	\$ 141,194	\$ 132,126
Contributions in relation to the contractually required contribution	<u>(229,112)</u>	<u>(233,002)</u>	<u>(172,316)</u>	<u>(166,887)</u>	<u>(166,860)</u>	<u>(154,802)</u>	<u>(151,598)</u>	<u>(146,455)</u>	<u>(141,194)</u>	<u>(132,126)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 1,673,641	\$ 1,705,770	\$ 1,310,209	\$ 1,290,709	\$ 1,289,909	\$ 1,220,838	\$ 1,195,570	\$ 1,155,006	\$ 1,113,514	\$ 1,042,003
Contributions as a percentage of covered payroll	13.69%	13.66%	13.15%	12.93%	12.94%	12.68%	12.68%	12.68%	12.68%	12.68%

CITY OF LAS ANIMAS, COLORADO

SCHEDULE OF THE CITY'S PROPORTIONATE SHARE - HEALTH CARE TRUST FUND

DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN

FOR THE LAST 10 FISCAL YEARS (AS AVAILABLE)

	2024	2023	2022	2021	2020	2019	2018	2017
Plan measurement date	12/31/2023	12/31/2022	12/31/2021	12/31/2020	12/31/2019	12/31/2018	12/31/2017	12/31/2016
City's proportion of the net OPEB liability	0.0153%	0.0162%	0.0136%	0.0140%	0.0136%	0.0141%	0.0142%	0.0141%
City's proportionate share of the net OPEB liability	109,423	132,078	117,493	132,545	152,612	192,325	184,893	182,841
City's covered payroll	\$ 1,673,641	\$ 1,705,770	\$ 1,310,209	1,290,709	1,289,909	1,220,838	1,195,570	1,155,006
City's proportionate share of the net OPEB liability as a percentage of its covered payroll	6.54%	7.74%	8.97%	10.27%	11.83%	15.75%	15.46%	15.83%
Plan fiduciary net position as a percentage of the total OPEB liability	46.16%	38.57%	39.40%	32.78%	24.49%	17.03%	17.53%	16.71%

The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year.

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

CITY OF LAS ANIMAS, COLORADO

SCHEDULE OF CITY CONTRIBUTIONS - HEALTH CARE TRUST FUND

DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN

FOR THE LAST 10 FISCAL YEARS (AS AVAILABLE)

	2024	2023	2022	2021	2020	2019	2018	2017
Plan measurement date	12/31/2023	12/31/2022	12/31/2021	12/31/2020	12/31/2019	12/31/2018	12/31/2017	12/31/2016
Statutorily required contribution	\$ 17,071	\$ 17,399	\$ 13,364	\$ 13,165	\$ 13,157	\$ 12,453	\$ 12,195	\$ 11,781
Contributions in relation to the statutorily required contribution	(17,071)	(17,399)	(13,364)	(13,165)	(13,157)	(12,453)	(12,195)	(11,781)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
City's covered payroll	\$ 1,673,641	\$ 1,705,770	\$ 1,310,209	\$ 1,290,709	\$ 1,289,909	\$ 1,220,838	\$ 1,195,570	\$ 1,155,006
Contributions as a percentage of covered payroll	1.02%	1.02%	1.02%	1.02%	1.02%	1.02%	1.02%	1.02%

The amounts presented for each fiscal year were determined as of December 31.

The schedule is presented to show information for ten years. Until information for the full ten year period is available, information will be presented for the year it is available.

CITY OF LAS ANIMAS, COLORADO

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED DECEMBER 31, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		FAVORABLE (UNFAVORABLE)
REVENUES				
TAXES	\$ 917,180	\$ 917,180	\$ 1,019,995	\$ 102,815
FRANCHISE FEES	147,977	147,977	139,212	(8,765)
LICENSES AND PERMITS	12,000	12,000	15,488	3,488
INTERGOVERNMENTAL	111,301	111,301	112,778	1,477
CHARGES FOR SERVICES	155,000	155,000	122,967	(32,033)
INTEREST	3,000	3,000	9,697	6,697
FINES	1,000	1,000	2,000	1,000
EXCESS HEALTH INSURANCE CONTRIBUTIONS	15,000	15,000	4,515	(10,485)
MARIJUANA APPLICATION FEE	20,000	20,000	5,000	(15,000)
OTHER	15,000	15,000	2,897	(12,103)
TOTAL REVENUES	1,397,458	1,397,458	1,434,549	37,091
EXPENDITURES				
GENERAL GOVERNMENT	487,559	487,559	562,409	(74,850)
PUBLIC SAFETY	589,473	589,473	474,223	115,250
PUBLIC WORKS	285,085	285,085	226,988	58,097
REVOLVING LOAN	58,000	58,000	150	57,850
TOTAL EXPENDITURES	1,420,117	1,420,117	1,263,770	156,347
REVENUES OVER (UNDER) EXPENDITURES	(22,659)	(22,659)	170,779	193,438
OTHER FINANCING SOURCES				
TRANSFERS IN	70,000	70,000	15,000	(55,000)
REVENUES OVER (UNDER) EXPENDITURES AND OTHER SOURCES (USES)	47,341	47,341	185,779	138,438
FUND BALANCE JANUARY 1	1,833,458	1,833,458	1,833,458	-
FUND BALANCE DECEMBER 31	\$ 1,880,799	\$ 1,880,799	\$ 2,019,237	\$ 138,438

CITY OF LAS ANIMAS, COLORADO

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

NOTE -1 SCHEDULE OF CHANGES IN THE PLAN'S NET PENSION LIABILITY AND RELATED RATIOS – OLD HIRE POLICE PENSION FUND

Measurement Period: January 1, 2023 - December 31, 2023 for the Fiscal Year Ending December 31, 2024 (December 31, 2023 measurement date). The City elected the one-year lookback for measurement date and measurement period purposes.

NOTE -2 SCHEDULES OF PLAN CONTRIBUTIONS – OLD HIRE POLICE PENSION FUND

Actuarial Assumptions

Valuation Date: January 1, 2022

Actuarially determined contribution rates are calculated as of January 1 of even numbered years. The contribution rates have a one-year lag, so the actuarial valuation as of January 1, 2022, determines the contribution amounts for 2023 and 2024.

Significant actuarial methods and assumptions used to determine the contribution rates for the Old Hire Police Pension Fund is as follows:

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	- Entry Age Normal
Amortization Method	- N/A
Remaining Amortization Period	- N/A
Asset Valuation Method	- 5-Year smoothed fair value
Inflation	- 2.50%
Salary Increase	- N/A
Investment Rate of Return	- 4.50%
Retirement Age	- Any remaining actives are assumed to retire immediately
Mortality (Annuities)	- <u>Post-retirement</u> : Post-retirement: 2006 central rates from the RP-2014 Annuitant Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years. <u>Disabled (pre-1980)</u> : Post-retirement rates set forward three years

NOTE -3 DEFINED BENEFIT PENSION & DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLANS

Significant Changes in Plan Provisions Affecting Trends in Actuarial Information 2023 Changes in Plan Provisions Since 2022

As of the December 31, 2023, measurement date, the fiduciary net position (FNP) and related disclosure components for the Local Government Division reflect payments related to the disaffiliation of Tri-County Health Department (Tri-County Health) as a PERA-affiliated employer, effective December 31, 2022. As of the December 31, 2023, year-end, PERA recognized two additions for accounting and financial reporting purposes: a \$24 million payment received on December 4, 2023 and a \$2 million receivable. The employer disaffiliation payment and receivable allocations to the Local Government Division Trust Fund and Health Care Trust Fund (HCTF) were \$24.967 million and \$1.033 million, respectively.

As of the December 31, 2023, measurement date, the total pension liability (TPL) recognizes the change in the default method applied for granting service accruals for certain members, from a "12-pay" method to a "non-12-pay" method. The default service accrual method for positions with an employment pattern of at least eight months but fewer than 12 months (including, but not limited to positions in the School and DPS Divisions) receive a higher ratio of service credit for each month worked, up to a maximum of 12 months of service credit per year.

Significant Changes in Assumptions or Other Inputs Affecting Trends in Actuarial Information 2023 Changes in Assumptions or Other Inputs Since 2022

There were no changes made to the actuarial methods or assumptions

**SUPPLEMENTARY INFORMATION**

## MAJOR GOVERNMENTAL FUNDS

### MAJOR GOVERNMENTAL FUNDS

*General Fund* – It accounts for all financial resources of the general government, except those which are required to be accounted for in another fund.

CITY OF LAS ANIMAS, COLORADO

GENERAL FUND

BALANCE SHEET

DECEMBER 31, 2024 AND 2023

	<u>2024</u>	<u>2023</u>
ASSETS		
CASH OR EQUIVALENTS	\$ 1,924,845	\$ 1,778,493
RECEIVABLES:		
ACCOUNTS	68,558	105,451
PROPERTY TAXES	201,200	209,400
DEPOSITS	37,083	-
DUE FROM OTHER FUNDS	-	13,667
	<u>          </u>	<u>          </u>
TOTAL ASSETS	<u>\$ 2,231,686</u>	<u>\$ 2,107,011</u>
LIABILITIES		
ACCOUNTS PAYABLE	\$ 1,496	\$ 3,000
ACCRUED EXPENSES	9,753	11,153
DUE TO OTHER FUNDS	-	50,000
	<u>          </u>	<u>          </u>
TOTAL LIABILITIES	<u>11,249</u>	<u>64,153</u>
DEFERRED INFLOWS OF RESOURCES		
DEFERRED REVENUES - PROPERTY TAXES	<u>201,200</u>	<u>209,400</u>
FUND BALANCE		
RESTRICTED FOR		
EMERGENCIES - TABOR	43,900	37,200
COMMITTED FOR		
EMPLOYEE HEALTH INSURANCE	193,989	157,524
ASSIGNED FOR		
REVOLVING LOAN	143,838	248,580
UNASSIGNED	<u>1,637,510</u>	<u>1,390,154</u>
TOTAL FUND BALANCE	<u>2,019,237</u>	<u>1,833,458</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE	<u>\$ 2,231,686</u>	<u>\$ 2,107,011</u>

CITY OF LAS ANIMAS, COLORADO

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

YEARS ENDED DECEMBER 31, 2024 AND 2023

	2024	2023
REVENUES		
TAXES	\$ 1,019,995	\$ 971,602
FRANCHISE FEES	139,212	141,775
LICENSES AND PERMITS	15,488	17,397
INTERGOVERNMENTAL	112,778	114,767
CHARGES FOR SERVICES	122,967	145,466
INTEREST	9,697	8,242
FINES	2,000	865
EXCESS HEALTH INSURANCE CONTRIBUTIONS	4,515	5,160
MARIJUANA REVENUE	5,000	17,500
OTHER	2,897	26,811
TOTAL REVENUES	<u>1,434,549</u>	<u>1,449,585</u>
EXPENDITURES		
GENERAL GOVERNMENT	562,409	563,976
PUBLIC SAFETY	474,223	474,203
PUBLIC WORKS	226,988	205,654
REVOLVING LOAN	150	750
TOTAL EXPENDITURES	<u>1,263,770</u>	<u>1,244,583</u>
REVENUES OVER (UNDER) EXPENDITURES	170,779	205,002
OTHER FINANCING SOURCES		
TRANSFERS IN	<u>15,000</u>	<u>-</u>
REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES	185,779	205,002
FUND BALANCE JANUARY 1	<u>1,833,458</u>	<u>1,628,456</u>
FUND BALANCE DECEMBER 31	<u>\$ 2,019,237</u>	<u>\$ 1,833,458</u>

## NONMAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

*Conservation Trust Fund* – This fund is used to account for the collection and disbursement of revenues received from the Colorado state lottery and are restricted for parks and open space related projects.

*Parks and Recreation Fund* – This fund is used to account for the collection and disbursement of revenues received for the operation of the Parks and Recreation facilities of the City.

*Sales Tax Development Fund* – This fund is used to account for the collection and disbursement of revenues received from specified revenue sources that are to be used to promote community services.

### CAPITAL PROJECTS FUNDS

*Infrastructure and Improvement Fund* – This fund is used to account for the collection and disbursement of sales tax receipts that are for the construction and improvement of infrastructure assets.

*1% Street Improvement Fund* – This fund is used to account for the collection and disbursement of revenues received from specified revenue sources that are legally restricted for street improvements.

CITY OF LAS ANIMAS, COLORADO

NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET

DECEMBER 31, 2024

	CONSERVATION TRUST	PARKS AND RECREATION	SALES TAX DEVELOPMENT	INFRASTRUCTURE AND IMPROVEMENT CAPITAL PROJECTS	1% STREET IMPROVEMENT CAPITAL PROJECTS	TOTAL
<b>ASSETS</b>						
CASH OR EQUIVALENTS	\$ 54,021	\$ 32,042	\$ 207,215	\$ 635,047	\$ 458,615	\$ 1,386,940
ACCOUNTS RECEIVABLE		21,983	10,326	21,983	21,983	76,275
DUE FROM OTHER FUND	-	-	-	32,500	-	32,500
<b>TOTAL ASSETS</b>	<b>\$ 54,021</b>	<b>\$ 54,025</b>	<b>\$ 217,541</b>	<b>\$ 689,530</b>	<b>\$ 480,598</b>	<b>\$ 1,495,715</b>
<b>LIABILITIES</b>						
ACCOUNTS PAYABLE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
DUE TO OTHER FUNDS	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE</b>						
<b>RESTRICTED</b>						
PARKS AND RECREATION	54,021	54,025	-	-	-	108,046
CAPITAL IMPROVEMENTS	-	-	-	689,530	480,598	1,170,128
ECONOMIC DEVELOPMENT	-	-	217,541	-	-	217,541
<b>TOTAL FUND BALANCE</b>	<b>54,021</b>	<b>54,025</b>	<b>217,541</b>	<b>689,530</b>	<b>480,598</b>	<b>1,495,715</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 54,021</b>	<b>\$ 54,025</b>	<b>\$ 217,541</b>	<b>\$ 689,530</b>	<b>\$ 480,598</b>	<b>\$ 1,495,715</b>

CITY OF LAS ANIMAS, COLORADO

NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

YEAR ENDED DECEMBER 31, 2024

	CONSERVATION TRUST	PARKS AND RECREATION	SALES TAX DEVELOPMENT	INFRASTRUCTURE AND IMPROVEMENT CAPITAL PROJECTS	1% STREET IMPROVEMENT CAPITAL PROJECTS	TOTAL
REVENUES						
TAXES	\$ -	\$ 313,862	\$ 139,599	\$ 313,862	\$ 313,862	\$ 1,081,185
INTERGOVERNMENTAL CHARGES FOR SERVICES	27,270	-	-	-	-	27,270
INTEREST	736	19,366	2,822	8,826	5,991	18,425
GRANTS	-	25,000	-	-	-	25,000
OTHER	-	2,992	247	-	188	3,427
TOTAL REVENUES	28,006	361,270	142,668	322,688	320,041	1,174,673
EXPENDITURES						
HIGHWAYS AND STREETS	-	-	-	-	185,460	185,460
CULTURE AND RECREATION	21,492	481,132	-	-	-	502,624
COMMUNITY SERVICES	-	-	128,167	-	-	128,167
TOTAL EXPENDITURES	21,492	481,132	128,167	-	185,460	816,251
REVENUES OVER (UNDER) EXPENDITURES	6,514	(119,862)	14,501	322,688	134,581	358,422
OTHER FINANCING SOURCES TRANSFERS IN (OUT)	-	-	-	(176,085)	-	(176,085)
REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES	6,514	(119,862)	14,501	146,603	134,581	182,337
FUND BALANCE JANUARY 1	47,507	173,887	203,040	542,927	346,017	1,313,378
FUND BALANCE DECEMBER 31	\$ 54,021	\$ 54,025	\$ 217,541	\$ 689,530	\$ 480,598	\$ 1,495,715

CITY OF LAS ANIMAS, COLORADO

CONSERVATION TRUST FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

YEARS ENDED DECEMBER 31, 2024 AND 2023

	2024		VARIANCE FAVORABLE (UNFAVORABLE)	2023 ACTUAL
	ACTUAL	BUDGET		
REVENUES				
INTERGOVERNMENTAL	\$ 27,270	\$ 24,500	\$ 2,770	\$ 34,156
INTEREST	736	500	236	628
TOTAL REVENUES	28,006	25,000	3,006	34,784
EXPENDITURES				
CULTURE AND RECREATION	21,492	24,950	3,458	23,501
REVENUES OVER (UNDER) EXPENDITURES	6,514	50	6,464	11,283
FUND BALANCE JANUARY 1	47,507	47,507	-	36,224
FUND BALANCE DECEMBER 31	\$ 54,021	\$ 47,557	\$ 6,464	\$ 47,507

CITY OF LAS ANIMAS, COLORADO

PARKS AND RECREATION FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

YEARS ENDED DECEMBER 31, 2024 AND 2023

	2024		VARIANCE	2023
	ACTUAL	BUDGET	FAVORABLE (UNFAVORABLE)	ACTUAL
REVENUES				
SALES TAX	\$ 313,862	\$ 312,500	\$ 1,362	\$ 311,004
CHARGES FOR SERVICES	19,366	10,000	9,366	12,869
INTEREST	50	50	-	29
GRANTS	25,000	80,000	(55,000)	50,000
OTHER	2,992	500	2,492	23,653
TOTAL REVENUES	361,270	403,050	(41,780)	397,555
EXPENDITURES				
CULTURE AND RECREATION	481,132	402,783	(78,349)	341,644
REVENUES OVER (UNDER) EXPENDITURES	(119,862)	267	(120,129)	55,911
OTHER FINANCING SOURCES				
TRANSFERS IN (OUT)	-	-	-	-
REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES	(119,862)	267	(120,129)	55,911
FUND BALANCE JANUARY 1	173,887	173,887	-	117,976
FUND BALANCE DECEMBER 31	\$ 54,025	\$ 174,154	\$ (120,129)	\$ 173,887

CITY OF LAS ANIMAS, COLORADO

SALES TAX DEVELOPMENT FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

YEARS ENDED DECEMBER 31, 2024 AND 2023

	2024		VARIANCE FAVORABLE (UNFAVORABLE)	2023 ACTUAL
	ACTUAL	BUDGET		
REVENUES				
SALES TAX	\$ 139,599	\$ 170,000	\$ (30,401)	\$ 134,909
INTEREST	2,822	300	2,522	2,096
OTHER	247	1,000	(753)	897
TOTAL REVENUES	142,668	171,300	(28,632)	137,902
EXPENDITURES				
COMMUNITY SERVICES	128,167	209,000	80,833	98,945
REVENUES OVER (UNDER) EXPENDITURES	14,501	(37,700)	52,201	38,957
OTHER FINANCING SOURCES				
TRANSFERS IN (OUT)	-	-	-	-
REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES	14,501	(37,700)	52,201	38,957
FUND BALANCE JANUARY 1	203,040	203,040	-	164,083
FUND BALANCE DECEMBER 31	\$ 217,541	\$ 165,340	\$ 52,201	\$ 203,040

CITY OF LAS ANIMAS, COLORADO

INFRASTRUCTURE AND IMPROVEMENT FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

YEARS ENDED DECEMBER 31, 2024 AND 2023

	2024		VARIANCE	2023
	ACTUAL	BUDGET	FAVORABLE (UNFAVORABLE)	ACTUAL
REVENUES				
SALES TAX	\$ 313,862	\$ 312,500	\$ 1,362	\$ 311,005
INTEREST	8,826	3,000	5,826	7,055
TOTAL REVENUES	<u>322,688</u>	<u>315,500</u>	<u>7,188</u>	<u>318,060</u>
EXPENDITURES				
CAPITAL PROJECTS	-	152,500	152,500	8,322
TOTAL EXPENDITURES	<u>-</u>	<u>152,500</u>	<u>152,500</u>	<u>8,322</u>
REVENUES OVER (UNDER) EXPENDITURES	322,688	163,000	159,688	309,738
OTHER FINANCING SOURCES				
TRANSFERS IN (OUT)	<u>(176,085)</u>	<u>(163,000)</u>	<u>(13,085)</u>	<u>(155,300)</u>
REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES	146,603	-	146,603	154,438
FUND BALANCE JANUARY 1	<u>542,927</u>	<u>542,927</u>	<u>-</u>	<u>388,489</u>
FUND BALANCE DECEMBER 31	<u>\$ 689,530</u>	<u>\$ 542,927</u>	<u>\$ 146,603</u>	<u>\$ 542,927</u>

CITY OF LAS ANIMAS, COLORADO

1% STREET IMPROVEMENT FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

YEARS ENDED DECEMBER 31, 2024 AND 2023

	2024		VARIANCE	2023
	ACTUAL	BUDGET	FAVORABLE (UNFAVORABLE)	ACTUAL
REVENUES				
SALES TAX	\$ 313,862	\$ 312,500	\$ 1,362	\$ 311,005
INTEREST	5,991	4,500	1,491	4,912
OTHER	188	2,000	(1,812)	192
TOTAL REVENUES	320,041	319,000	1,041	316,109
EXPENDITURES				
HIGHWAYS AND STREETS	185,460	318,500	133,040	287,617
TOTAL EXPENDITURES	185,460	318,500	133,040	287,617
REVENUES OVER (UNDER) EXPENDITURES	134,581	500	134,081	28,492
FUND BALANCE JANUARY 1	346,017	346,017	-	317,525
FUND BALANCE DECEMBER 31	\$ 480,598	\$ 346,517	\$ 134,081	\$ 346,017

## PROPRIETARY FUNDS

### ENTERPRISE FUNDS

*Light and Power Fund* - Accounts for the operations of the City's electric utility. Activities of the fund include administration, operation and maintenance, and distribution of the electric utility system. All costs are financed through charges to utility customers with rates reviewed regularly and adjusted if necessary.

*Water Fund* - Accounts for the operations of the City's water utility. Activities of the fund include administration, operation and maintenance, treatment, and distribution of the water system, along with accumulation of resources for the payment of principal and interest on long-term debt.

*Sewer Fund* - Accounts for the operations of the City's sewer utility. Activities of the fund include administration, operation and maintenance, treatment, and collection of the waste water system, along with accumulation of resources for the payment of principal and interest on long-term debt.

*Sanitation Fund* - Accounts for the operations of the City's solid waste disposal utility. Activities of the fund include administration, operation and maintenance, and collection of trash related to the solid waste disposal system.

CITY OF LAS ANIMAS, COLORADO  
LIGHT AND POWER FUND  
BALANCE SHEET  
DECEMBER 31, 2024 AND 2023

	2024	2023
CURRENT ASSETS		
CASH AND CASH EQUIVALENTS	\$ 3,842,119	\$ 3,302,584
ACCOUNTS RECEIVABLE (NET)	338,468	434,529
PREPAIDS	2,089	2,089
INVENTORIES	378,901	328,573
TOTAL CURRENT ASSETS	4,561,577	4,067,775
PROPERTY PLANT AND EQUIPMENT		
LAND	17,055	17,055
POWER PLANT SYSTEM, BUILDINGS, IMPROVEMENTS AND EQUIPMENT - AT COST	5,900,118	5,847,118
ACCUMULATED DEPRECIATION	(5,253,863)	(5,167,470)
NET PROPERTY PLANT AND EQUIPMENT	663,310	696,703
TOTAL ASSETS	5,224,887	4,764,478
DEFERRED OUTFLOW OF RESOURCES		
PENSION	285,810	409,877
OTHER POST EMPLOYMENT BENEFITS	21,745	23,269
TOTAL DEFERRED OUTFLOW OF RESOURCES	307,555	433,146
TOTAL ASSETS AND DEFERRED OUTFLOW OF RESOURCES	\$ 5,532,442	\$ 5,197,624
CURRENT LIABILITIES		
ACCOUNTS PAYABLE	\$ 232,828	\$ 269,916
TOTAL CURRENT LIABILITIES	232,828	269,916
TERM LIABILITIES		
ACCRUED VACATION PAYABLE	55,879	49,396
METER DEPOSITS PAYABLE	20,238	19,006
NET PENSION LIABILITY (ASSET)	547,404	778,166
NET OPEB LIABILITY	43,461	52,458
TOTAL TERM LIABILITIES	666,982	899,026
TOTAL LIABILITIES	899,810	1,168,942
DEFERRED INFLOW OF RESOURCES		
PENSION	85,275	48,192
OTHER POST EMPLOYMENT BENEFITS	91,781	76,468
TOTAL DEFERRED INFLOW OF RESOURCES	177,056	124,660
NET POSITION		
NET INVESTMENT IN CAPITAL ASSETS	663,310	696,703
RESTRICTED FOR CUSTOMER DEPOSITS	20,238	19,006
RESTRICTED FOR ASSET RETIREMENT	46,368	46,368
UNRESTRICTED	3,725,660	3,141,945
TOTAL NET POSITION	4,455,576	3,904,022
TOTAL LIABILITIES, DEFERRED INFLOW OF RESOURCES AND NET POSITION	\$ 5,532,442	\$ 5,197,624

CITY OF LAS ANIMAS, COLORADO  
 LIGHT AND POWER FUND  
 STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION  
 YEARS ENDED DECEMBER 31, 2024 AND 2023

	2024	2023
OPERATING REVENUES		
CHARGES FOR SERVICES	\$ 4,497,562	\$ 4,393,297
OTHER	106,477	139,472
	4,604,039	4,532,769
OPERATING EXPENSES		
PERSONAL SERVICES	897,132	890,937
PURCHASED SERVICES	238,682	213,779
SUPPLIES AND MATERIALS	142,251	166,912
POWER AND UTILITIES	2,764,024	2,663,747
MAINTENANCE AND REPAIRS	5,532	78,664
DEPRECIATION	86,393	85,370
OTHER	42,335	35,416
	4,176,349	4,134,825
OPERATING INCOME (LOSS)	427,690	397,944
NONOPERATING REVENUES (EXPENSES)		
INTEREST REVENUE	62,092	41,540
PENSION AND OPEB EXPENSE	61,772	44,236
	123,864	85,776
CHANGE IN NET POSITION	551,554	483,720
NET POSITION JANUARY 1	3,904,022	3,420,302
NET POSITION DECEMBER 31	\$ 4,455,576	\$ 3,904,022

CITY OF LAS ANIMAS, COLORADO  
LIGHT AND POWER FUND  
STATEMENT OF CASH FLOWS  
YEARS ENDED DECEMBER 31, 2024 AND 2023

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
CASH RECEIVED FROM CUSTOMERS AND USERS	\$ 4,700,100	\$ 4,452,392
CASH PAYMENTS TO EMPLOYEES AND BENEFIT PROVIDERS	(890,649)	(883,919)
CASH PAYMENTS TO VENDORS - SUPPLIES AND SERVICES	(3,280,240)	(3,169,920)
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	529,211	398,553
CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES		
CUSTOMER DEPOSITS	1,232	(4,934)
NET CASH PROVIDED BY (USED FOR) NONCAPITAL AND RELATED FINANCING ACTIVITIES	1,232	(4,934)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
ACQUISITION OF CAPITAL ASSETS	(53,000)	(21,261)
NET CASH PROVIDED BY (USED FOR) CAPITAL AND RELATED FINANCING ACTIVITIES	(53,000)	(21,261)
CASH FLOWS FROM INVESTING ACTIVITIES		
INTEREST RECEIVED	62,092	41,540
NET CASH PROVIDED BY (USED FOR) INVESTING ACTIVITIES	62,092	41,540
NET CHANGE IN CASH, CASH EQUIVALENTS AND RESTRICTED CASH	539,535	413,898
CASH, CASH EQUIVALENTS AND RESTRICTED CASH - BEGINNING OF YEAR	3,302,584	2,888,686
CASH, CASH EQUIVALENTS AND RESTRICTED CASH - END OF YEAR	\$ 3,842,119	\$ 3,302,584
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES		
OPERATING INCOME (LOSS)	\$ 427,690	\$ 397,944
ADJUSTMENTS TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:		
DEPRECIATION	86,393	85,370
CHANGE IN ASSETS AND LIABILITIES		
RECEIVABLES AND ACCRUALS	96,061	(80,377)
INVENTORIES	(50,328)	(34,213)
PAYABLES AND ACCRUALS	(30,605)	29,829
TOTAL ADJUSTMENTS	101,521	609
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	\$ 529,211	\$ 398,553

## CITY OF LAS ANIMAS, COLORADO

## WATER FUND

## BALANCE SHEET

DECEMBER 31, 2024 AND 2023

	2024	2023
CURRENT ASSETS		
CASH AND CASH EQUIVALENTS	\$ 868,280	\$ 754,577
ACCOUNTS RECEIVABLE (NET)	81,436	82,741
NOTE RECEIVABLE	-	1,012
INVENTORIES	219,364	152,258
TOTAL CURRENT ASSETS	<u>1,169,080</u>	<u>990,588</u>
PROPERTY PLANT AND EQUIPMENT		
LAND AND WATER RIGHTS	130,911	130,911
PRELIMINARY SURVEY	181,901	181,901
WATER SYSTEM, BUILDINGS, IMPROVEMENTS AND EQUIPMENT - AT COST	10,873,267	10,815,365
ACCUMULATED DEPRECIATION	<u>(6,815,621)</u>	<u>(6,582,852)</u>
NET PROPERTY PLANT AND EQUIPMENT	<u>4,370,458</u>	<u>4,545,325</u>
TOTAL ASSETS	<u>5,539,538</u>	<u>5,535,913</u>
DEFERRED OUTFLOW OF RESOURCES		
PENSION	125,889	180,536
OTHER POST EMPLOYMENT BENEFITS	<u>9,323</u>	<u>9,976</u>
TOTAL DEFERRED OUTFLOW OF RESOURCES	<u>135,212</u>	<u>190,512</u>
TOTAL ASSETS AND DEFERRED OUTFLOW OF RESOURCES	<u>\$ 5,674,750</u>	<u>\$ 5,726,425</u>
CURRENT LIABILITIES		
ACCOUNTS PAYABLE	\$ 11,842	\$ 17,641
ACCRUED INTEREST PAYABLE	1,017	1,101
DUE TO OTHER FUNDS	11,539	2,675
DEBT PAYABLE - CURRENT	<u>72,067</u>	<u>114,423</u>
TOTAL CURRENT LIABILITIES	<u>96,465</u>	<u>135,840</u>
TERM LIABILITIES		
ACCRUED VACATION PAYABLE	58,073	54,338
METER DEPOSITS PAYABLE	16,196	17,063
DEBT PAYABLE - NONCURRENT	776,394	848,933
NET PENSION LIABILITY (ASSET)	249,676	354,927
NET OPEB LIABILITY	<u>18,994</u>	<u>22,926</u>
TOTAL TERM LIABILITIES	<u>1,119,333</u>	<u>1,298,187</u>
TOTAL LIABILITIES	<u>1,215,798</u>	<u>1,434,027</u>
DEFERRED INFLOW OF RESOURCES		
PENSION	34,804	19,669
OTHER POST EMPLOYMENT BENEFITS	<u>36,366</u>	<u>30,299</u>
TOTAL DEFERRED INFLOW OF RESOURCES	<u>71,170</u>	<u>49,968</u>
NET POSITION		
NET INVESTMENT IN CAPITAL ASSETS	3,521,997	3,581,969
RESTRICTED FOR CUSTOMER DEPOSITS	16,196	17,063
RESTRICTED FOR OPERATIONS AND MAINTENANCE	234,000	249,000
UNRESTRICTED	<u>615,589</u>	<u>394,398</u>
TOTAL NET POSITION	<u>4,387,782</u>	<u>4,242,430</u>
TOTAL LIABILITIES, DEFERRED INFLOW OF RESOURCES AND NET POSITION	<u>\$ 5,674,750</u>	<u>\$ 5,726,425</u>

CITY OF LAS ANIMAS, COLORADO

WATER FUND

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

YEARS ENDED DECEMBER 31, 2024 AND 2023

	2024	2023
OPERATING REVENUES		
CHARGES FOR SERVICES	\$ 998,199	\$ 961,089
OTHER	28,503	31,747
TOTAL OPERATING REVENUES	<u>1,026,702</u>	<u>992,836</u>
OPERATING EXPENSES		
PERSONAL SERVICES	396,514	366,374
PURCHASED SERVICES	94,312	81,236
SUPPLIES AND MATERIALS	94,451	90,676
POWER AND UTILITIES	143,279	139,227
MAINTENANCE AND REPAIRS	195,542	97,441
DEPRECIATION	232,769	239,152
BAD DEBTS	6,279	4,750
OTHER	4,675	4,297
TOTAL OPERATING EXPENSES	<u>1,167,821</u>	<u>1,023,153</u>
OPERATING INCOME (LOSS)	<u>(141,119)</u>	<u>(30,317)</u>
NONOPERATING REVENUES (EXPENSES)		
INTEREST REVENUE	14,181	7,649
GRANT FUNDS	99,990	-
OTHER REVENUE	31,280	22,209
INTEREST EXPENSE	(14,232)	(14,304)
PENSION AND OPEB REVENUE (EXPENSE)	32,681	(11,608)
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>163,900</u>	<u>3,946</u>
INCOME (LOSS) BEFORE TRANSFERS AND CAPITAL CONTRIBUTIONS	22,781	(26,371)
TRANSFERS IN	121,085	112,600
CAPITAL CONTRIBUTIONS	1,486	5,256
CHANGE IN NET POSITION	145,352	91,485
NET POSITION JANUARY 1	<u>4,242,430</u>	<u>4,150,945</u>
NET POSITION DECEMBER 31	<u>\$ 4,387,782</u>	<u>\$ 4,242,430</u>

CITY OF LAS ANIMAS, COLORADO  
WATER FUND  
STATEMENT OF CASH FLOWS  
YEARS ENDED DECEMBER 31, 2024 AND 2023

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
CASH RECEIVED FROM CUSTOMERS AND USERS	\$ 1,028,007	\$ 998,058
CASH PAYMENTS TO EMPLOYEES AND BENEFIT PROVIDERS	(392,779)	(371,064)
CASH PAYMENTS TO VENDORS - SUPPLIES AND SERVICES	(611,443)	(462,245)
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	23,785	164,749
CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES		
CUSTOMER DEPOSITS	(867)	(1,661)
TRANSFERS - OTHER FUNDS	129,949	112,600
OTHER	31,280	22,209
NET CASH PROVIDED BY (USED FOR) NONCAPITAL AND RELATED FINANCING ACTIVITIES	160,362	133,148
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
GRANT PROCEEDS	99,990	-
CAPITAL CONTRIBUTED	2,498	5,256
ACQUISITION OF CAPITAL ASSETS	(57,902)	-
INTEREST PAID ON DEBT	(14,316)	(14,389)
PRINCIPAL PAID ON DEBT	(114,895)	(29,710)
NET CASH PROVIDED BY (USED FOR) CAPITAL AND RELATED FINANCING ACTIVITIES	(84,625)	(38,843)
CASH FLOWS FROM INVESTING ACTIVITIES		
INTEREST RECEIVED	14,181	7,649
NET CASH PROVIDED BY (USED FOR) INVESTING ACTIVITIES	14,181	7,649
NET CHANGE IN CASH, CASH EQUIVALENTS AND RESTRICTED CASH	113,703	266,703
CASH, CASH EQUIVALENTS AND RESTRICTED CASH - BEGINNING OF YEAR	754,577	487,874
CASH, CASH EQUIVALENTS AND RESTRICTED CASH - END OF YEAR	\$ 868,280	\$ 754,577
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES		
OPERATING INCOME (LOSS)	\$ (141,119)	\$ (30,317)
ADJUSTMENTS TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:		
DEPRECIATION	232,769	239,152
CHANGE IN ASSETS AND LIABILITIES		
RECEIVABLES AND ACCRUALS	1,305	5,222
INVENTORIES	(67,106)	(58,541)
PAYABLES AND ACCRUALS	(2,064)	9,233
TOTAL ADJUSTMENTS	164,904	195,066
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	\$ 23,785	\$ 164,749

CITY OF LAS ANIMAS, COLORADO  
SEWER FUND  
BALANCE SHEET  
DECEMBER 31, 2024 AND 2023

	2024	2023
CURRENT ASSETS		
CASH AND CASH EQUIVALENTS	\$ 839,977	\$ 758,293
CASH WITH TRUSTEE	-	45,870
RECEIVABLES:		
ACCOUNTS (NET)	59,992	60,295
GRANTS	-	11,880
NOTE	799	799
INVENTORIES	27,924	30,502
DUE FROM OTHER FUND	11,539	-
TOTAL CURRENT ASSETS	940,231	907,639
PROPERTY PLANT AND EQUIPMENT		
LAND	2,150	2,150
CONSTRUCTION IN PROGRESS	-	3,068,343
SEWER SYSTEM, BUILDINGS, IMPROVEMENTS AND EQUIPMENT - AT COST	9,989,291	8,153,441
ACCUMULATED DEPRECIATION	(3,295,892)	(4,337,584)
NET PROPERTY PLANT AND EQUIPMENT	6,695,549	6,886,350
TOTAL ASSETS	7,635,780	7,793,989
DEFERRED OUTFLOW OF RESOURCES		
PENSION	70,954	101,756
OTHER POST EMPLOYMENT BENEFITS	5,177	5,540
TOTAL DEFERRED OUTFLOW OF RESOURCES	76,131	107,296
TOTAL ASSETS AND DEFERRED OUTFLOW OF RESOURCES	\$ 7,711,911	\$ 7,901,285
CURRENT LIABILITIES		
ACCOUNTS PAYABLE	\$ 10,025	\$ 55,907
ACCRUED INTEREST PAYABLE	1,165	1,206
DUE TO OTHER FUNDS	-	3,242
DEBT PAYABLE - CURRENT	89,934	89,691
TOTAL CURRENT LIABILITIES	101,124	150,046
TERM LIABILITIES		
ACCRUED VACATION PAYABLE	27,040	34,551
METER DEPOSITS PAYABLE	4,698	4,839
DEBT PAYABLE - NONCURRENT	1,574,916	1,664,850
NET PENSION LIABILITY (ASSET)	143,391	203,837
NET OPEB LIABILITY	10,658	12,865
TOTAL TERM LIABILITIES	1,760,703	1,920,942
TOTAL LIABILITIES	1,861,827	2,070,988
DEFERRED INFLOW OF RESOURCES		
PENSION	18,756	10,600
OTHER POST EMPLOYMENT BENEFITS	19,232	16,023
TOTAL DEFERRED INFLOW OF RESOURCES	37,988	26,623
NET POSITION		
NET INVESTMENT IN CAPITAL ASSETS	5,030,699	5,177,679
RESTRICTED FOR CUSTOMER DEPOSITS	4,698	4,839
RESTRICTED FOR OPERATIONS AND MAINTENANCE	136,000	138,000
UNRESTRICTED	640,699	483,156
TOTAL NET POSITION	5,812,096	5,803,674
TOTAL LIABILITIES, DEFERRED INFLOW OF RESOURCES AND NET POSITION	\$ 7,711,911	\$ 7,901,285

CITY OF LAS ANIMAS, COLORADO

SEWER FUND

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

YEARS ENDED DECEMBER 31, 2024 AND 2023

	2024	2023
OPERATING REVENUES		
CHARGES FOR SERVICES	\$ 652,495	\$ 603,308
OTHER	6,867	7,974
TOTAL OPERATING REVENUES	<u>659,362</u>	<u>611,282</u>
OPERATING EXPENSES		
PERSONAL SERVICES	193,369	204,170
PURCHASED SERVICES	112,634	106,749
SUPPLIES AND MATERIALS	28,451	71,710
POWER AND UTILITIES	105,867	98,926
MAINTENANCE AND REPAIRS	94,861	58,953
DEPRECIATION	227,701	194,623
BAD DEBTS	4,092	2,971
OTHER	1,047	5,647
TOTAL OPERATING EXPENSES	<u>768,022</u>	<u>743,749</u>
OPERATING INCOME (LOSS)	<u>(108,660)</u>	<u>(132,467)</u>
NONOPERATING REVENUES (EXPENSES)		
CAPITAL GRANTS / LOAN FORGIVENESS	772	105,613
INTEREST REVENUE	13,591	10,535
GRANT FUNDS	55,354	-
OTHER REVENUE	11,492	1,902
INTEREST EXPENSE	(7,250)	(7,458)
PENSION AND OPEB REVENUE (EXPENSE)	20,123	(16,234)
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>94,082</u>	<u>94,358</u>
INCOME (LOSS) BEFORE TRANSFERS AND CAPITAL CONTRIBUTIONS	<u>(14,578)</u>	<u>(38,109)</u>
TRANSFERS	21,000	42,700
CAPITAL CONTRIBUTIONS	2,000	2,700
CHANGE IN NET POSITION	<u>8,422</u>	<u>7,291</u>
NET POSITION JANUARY 1	<u>5,803,674</u>	<u>5,796,383</u>
NET POSITION DECEMBER 31	<u>\$ 5,812,096</u>	<u>\$ 5,803,674</u>

CITY OF LAS ANIMAS, COLORADO  
SEWER FUND  
STATEMENT OF CASH FLOWS  
YEARS ENDED DECEMBER 31, 2024 AND 2023

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
CASH RECEIVED FROM CUSTOMERS AND USERS	\$ 659,665	\$ 609,376
CASH PAYMENTS TO EMPLOYEES AND BENEFIT PROVIDERS	(200,880)	(193,893)
CASH PAYMENTS TO VENDORS - SUPPLIES AND SERVICES	(390,256)	(295,027)
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	68,529	120,456
CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES		
CUSTOMER DEPOSITS	(141)	(414)
TRANSFERS - OTHER FUNDS	6,219	42,700
OTHER	11,492	1,902
NET CASH PROVIDED BY (USED FOR) NONCAPITAL AND RELATED FINANCING ACTIVITIES	17,570	44,188
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
ACQUISITION OF CAPITAL ASSETS	(36,900)	(715,693)
GRANT PROCEEDS	68,006	129,236
CAPITAL CONTRIBUTED	2,000	3,400
DEBT PROCEEDS	45,870	522,303
INTEREST PAID ON DEBT	(7,291)	(7,508)
PRINCIPAL PAID ON DEBT	(89,691)	(89,448)
NET CASH PROVIDED BY (USED FOR) CAPITAL AND RELATED FINANCING ACTIVITIES	(18,006)	(157,710)
CASH FLOWS FROM INVESTING ACTIVITIES		
INTEREST RECEIVED	13,591	10,535
NET CASH PROVIDED BY (USED FOR) INVESTING ACTIVITIES	13,591	10,535
NET CHANGE IN CASH, CASH EQUIVALENTS AND RESTRICTED CASH	81,684	17,469
CASH, CASH EQUIVALENTS AND RESTRICTED CASH - BEGINNING OF YEAR	758,293	740,824
CASH, CASH EQUIVALENTS AND RESTRICTED CASH - END OF YEAR	\$ 839,977	\$ 758,293
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES		
OPERATING INCOME (LOSS)	\$ (108,660)	\$ (132,467)
ADJUSTMENTS TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:		
DEPRECIATION	227,701	194,623
CHANGE IN ASSETS AND LIABILITIES		
RECEIVABLES AND ACCRUALS	303	(1,906)
INVENTORIES	2,578	1,350
PAYABLES AND ACCRUALS	(53,393)	58,856
TOTAL ADJUSTMENTS	177,189	252,923
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	\$ 68,529	\$ 120,456

CITY OF LAS ANIMAS, COLORADO  
SANITATION FUND  
BALANCE SHEET  
DECEMBER 31, 2024 AND 2023

	2024	2023
CURRENT ASSETS		
CASH AND CASH EQUIVALENTS	\$ 593,965	\$ 408,361
ACCOUNTS RECEIVABLE (NET)	58,672	58,668
TOTAL CURRENT ASSETS	652,637	467,029
PROPERTY PLANT AND EQUIPMENT		
LAND	20,705	20,705
SANITATION SYSTEM, BUILDINGS, IMPROVEMENTS AND EQUIPMENT - AT COST	1,502,928	1,502,928
ACCUMULATED DEPRECIATION	(1,237,073)	(1,181,357)
NET PROPERTY PLANT AND EQUIPMENT	286,560	342,276
TOTAL ASSETS	939,197	809,305
DEFERRED OUTFLOW OF RESOURCES		
PENSION	61,410	88,067
OTHER POST EMPLOYMENT BENEFITS	4,633	4,958
TOTAL DEFERRED OUTFLOW OF RESOURCES	66,043	93,025
TOTAL ASSETS AND DEFERRED OUTFLOW OF RESOURCES	\$ 1,005,240	\$ 902,330
CURRENT LIABILITIES		
ACCOUNTS PAYABLE	\$ 15,347	\$ 12,296
DUE TO OTHER FUNDS	32,500	2,750
TOTAL CURRENT LIABILITIES	47,847	15,046
TERM LIABILITIES		
ACCRUED VACATION PAYABLE	3,423	4,668
METER DEPOSITS PAYABLE	3,183	3,358
NET PENSION LIABILITY (ASSET)	118,895	169,016
NET OPEB LIABILITY	9,316	11,245
LANDFILL POSTCLOSURE PAYABLE	339,200	322,800
TOTAL TERM LIABILITIES	474,017	511,087
TOTAL LIABILITIES	521,864	526,133
DEFERRED INFLOW OF RESOURCES		
PENSION	17,912	10,123
OTHER POST EMPLOYMENT BENEFITS	19,115	15,926
TOTAL DEFERRED INFLOW OF RESOURCES	37,027	26,049
NET POSITION		
NET INVESTMENT IN CAPITAL ASSETS	286,560	342,276
RESTRICTED FOR CUSTOMER DEPOSITS	3,183	3,358
UNRESTRICTED (DEFICIT)	156,606	4,514
TOTAL NET POSITION	446,349	350,148
TOTAL LIABILITIES, DEFERRED INFLOW OF RESOURCES AND NET POSITION	\$ 1,005,240	\$ 902,330

CITY OF LAS ANIMAS, COLORADO

SANITATION FUND

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

YEARS ENDED DECEMBER 31, 2024 AND 2023

	2024	2023
OPERATING REVENUES		
CHARGES FOR SERVICES	\$ 801,590	\$ 910,813
OTHER	21,965	25,508
TOTAL OPERATING REVENUES	<u>823,555</u>	<u>936,321</u>
OPERATING EXPENSES		
PERSONAL SERVICES	196,758	210,509
PURCHASED SERVICES	331,085	398,455
SUPPLIES AND MATERIALS	51,435	72,267
MAINTENANCE AND REPAIRS	117,111	106,838
DEPRECIATION	55,716	79,518
BAD DEBTS	2,899	1,285
LANDFILL POST CLOSURE COSTS	19,567	28,762
OTHER	3,624	8,093
TOTAL OPERATING EXPENSES	<u>778,195</u>	<u>905,727</u>
OPERATING INCOME (LOSS)	<u>45,360</u>	<u>30,594</u>
NONOPERATING REVENUES (EXPENSES)		
INTEREST REVENUE	8,631	5,916
OTHER REVENUE	9,120	6,354
PENSION AND OPEB REVENUE (EXPENSE)	14,090	4,870
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>31,841</u>	<u>17,140</u>
INCOME (LOSS) BEFORE TRANSFERS	77,201	47,734
TRANSFERS	19,000	-
CHANGE IN NET POSITION	96,201	47,734
NET POSITION JANUARY 1	<u>350,148</u>	<u>302,414</u>
NET POSITION DECEMBER 31	<u>\$ 446,349</u>	<u>\$ 350,148</u>

CITY OF LAS ANIMAS, COLORADO  
SANITATION FUND  
STATEMENT OF CASH FLOWS  
YEARS ENDED DECEMBER 31, 2024 AND 2023

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
CASH RECEIVED FROM CUSTOMERS AND USERS	\$ 823,551	\$ 941,674
CASH PAYMENTS TO EMPLOYEES AND BENEFIT PROVIDERS	(198,003)	(219,806)
CASH PAYMENTS TO VENDORS - SUPPLIES AND SERVICES	(506,270)	(589,008)
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	119,278	132,860
CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES		
CUSTOMER DEPOSITS	(175)	(67)
TRANSFERS - OTHER FUNDS	48,750	-
OTHER	9,120	6,354
NET CASH PROVIDED BY (USED FOR) NONCAPITAL AND RELATED FINANCING ACTIVITIES	57,695	6,287
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
ACQUISITION OF CAPITAL ASSETS	-	(44,999)
NET CASH PROVIDED BY (USED FOR) CAPITAL AND RELATED FINANCING ACTIVITIES	-	(44,999)
CASH FLOWS FROM INVESTING ACTIVITIES		
INTEREST RECEIVED	8,631	5,916
NET CASH PROVIDED BY (USED FOR) INVESTING ACTIVITIES	8,631	5,916
NET CHANGE IN CASH, CASH EQUIVALENTS AND RESTRICTED CASH	185,604	100,064
CASH, CASH EQUIVALENTS AND RESTRICTED CASH - BEGINNING OF YEAR	408,361	308,297
CASH, CASH EQUIVALENTS AND RESTRICTED CASH - END OF YEAR	\$ 593,965	\$ 408,361
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES		
OPERATING INCOME (LOSS)	\$ 45,360	\$ 30,594
ADJUSTMENTS TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:		
DEPRECIATION	55,716	79,518
CHANGE IN ASSETS AND LIABILITIES		
RECEIVABLES AND ACCRUALS	(4)	5,353
PAYABLES AND ACCRUALS	18,206	17,395
TOTAL ADJUSTMENTS	73,918	102,266
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	\$ 119,278	\$ 132,860

CITY OF LAS ANIMAS, COLORADO

LIGHT AND POWER FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION BUDGET AND ACTUAL

YEAR ENDED DECEMBER 31, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		FAVORABLE (UNFAVORABLE)
REVENUES				
CHARGES FOR SERVICES	\$ 4,275,723	\$ 4,275,723	\$ 4,497,562	\$ 221,839
INTEREST REVENUE	5,550	5,550	62,092	56,542
OTHER	104,800	404,800	106,477	(298,323)
TOTAL REVENUES	4,386,073	4,686,073	4,666,131	(19,942)
EXPENDITURES				
PERSONAL SERVICES	724,196	724,196	897,132	(172,936)
PURCHASED SERVICES	280,632	280,632	238,682	41,950
SUPPLIES AND MATERIALS	363,383	363,383	142,251	221,132
POWER AND UTILITIES	2,644,430	2,644,430	2,764,024	(119,594)
MAINTENANCE AND REPAIRS	114,701	114,701	5,532	109,169
DEPRECIATION	130,250	130,250	86,393	43,857
OTHER	63,447	63,447	42,335	21,112
PENSION AND OPEB EXPENSE (REVENUE)	-	-	(61,772)	61,772
CAPITAL OUTLAY	-	300,000	53,000	247,000
CONTINGENCY RESERVES	65,034	65,034	-	65,034
TOTAL EXPENDITURES	4,386,073	4,686,073	4,167,577	518,496
CHANGE IN NET POSITION	-	-	498,554	\$ 498,554
ADJUSTMENTS TO RECONCILE BUDGETARY BASIS TO GAAP BASIS				
CAPITALIZATION OF FIXED ASSETS			53,000	
CHANGE IN NET POSITION			551,554	
NET POSITION JANUARY 1			3,904,022	
NET POSITION DECEMBER 31			\$ 4,455,576	

CITY OF LAS ANIMAS, COLORADO

WATER FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION BUDGET AND ACTUAL

YEAR ENDED DECEMBER 31, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		FAVORABLE (UNFAVORABLE)
<b>REVENUES</b>				
CHARGES FOR SERVICES	\$ 1,083,000	\$ 1,083,000	\$ 1,026,702	\$ (56,298)
INTEREST REVENUE	5,000	5,000	14,181	9,181
GRANT REVENUE	3,600,010	3,600,010	99,990	(3,500,020)
OTHER	20,000	20,000	31,280	11,280
<b>TOTAL REVENUES</b>	<b>4,708,010</b>	<b>4,708,010</b>	<b>1,172,153</b>	<b>(3,535,857)</b>
<b>EXPENDITURES</b>				
PERSONAL SERVICES	403,476	403,476	396,514	6,962
PURCHASED SERVICES	116,600	116,600	94,312	22,288
SUPPLIES AND MATERIALS	88,000	88,000	94,451	(6,451)
POWER AND UTILITIES	140,000	140,000	143,279	(3,279)
MAINTENANCE AND REPAIRS	99,700	99,700	195,542	(95,842)
DEPRECIATION	244,000	244,000	232,769	11,231
BAD DEBTS	-	-	6,279	(6,279)
OTHER	6,000	6,000	4,675	1,325
PENSION AND OPEB EXPENSE (REVENUE)	-	-	(32,681)	32,681
INTEREST	200	200	14,232	(14,032)
CAPITAL OUTLAY	3,689,000	3,689,000	57,902	3,631,098
DEBT RETIREMENT	46,000	46,000	114,895	(68,895)
<b>TOTAL EXPENDITURES</b>	<b>4,832,976</b>	<b>4,832,976</b>	<b>1,322,169</b>	<b>3,510,807</b>
REVENUES OVER (UNDER) EXPENDITURES BEFORE OTHER FINANCING SOURCES	(124,966)	(124,966)	(150,016)	(25,050)
<b>OTHER FINANCING SOURCES</b>				
TRANSFERS	122,500	122,500	121,085	(1,415)
CAPITAL CONTRIBUTIONS	3,000	3,000	1,486	(1,514)
	<u>\$ 534</u>	<u>\$ 534</u>	(27,445)	<u>\$ (27,979)</u>
<b>ADJUSTMENTS TO RECONCILE BUDGETARY BASIS TO GAAP BASIS</b>				
DEBT RETIREMENT			114,895	
CAPITALIZATION OF FIXED ASSETS			57,902	
<b>CHANGE IN NET POSITION</b>			<b>145,352</b>	
NET POSITION JANUARY 1			<u>4,242,430</u>	
NET POSITION DECEMBER 31			<u>\$ 4,387,782</u>	

CITY OF LAS ANIMAS, COLORADO

SEWER FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET ASSETS BUDGET AND ACTUAL

YEAR ENDED DECEMBER 31, 2024

	BUDGET AMOUNTS		ACTUAL	VARIANCE
	ORIGINAL	FINAL		FAVORABLE (UNFAVORABLE)
<b>REVENUES</b>				
CHARGES FOR SERVICES	\$ 695,500	\$ 695,500	\$ 659,362	\$ (36,138)
INTEREST	9,500	9,500	13,591	4,091
GRANTS	2,600,000	2,600,000	56,126	(2,543,874)
OTHER	2,000	2,000	11,492	9,492
<b>TOTAL REVENUES</b>	<b>3,307,000</b>	<b>3,307,000</b>	<b>740,571</b>	<b>(2,566,429)</b>
<b>EXPENDITURES</b>				
PERSONAL SERVICES	205,176	205,176	193,369	11,807
PURCHASED SERVICES	122,400	122,400	112,634	9,766
SUPPLIES AND MATERIALS	29,500	29,500	28,451	1,049
POWER AND UTILITIES	66,000	66,000	105,867	(39,867)
MAINTENANCE AND REPAIRS	99,000	99,000	94,861	4,139
DEPRECIATION	195,000	195,000	227,701	(32,701)
BAD DEBTS	-	-	4,092	(4,092)
OTHER	6,000	6,000	1,047	4,953
PENSION AND OPEB EXPENSE (REVENUE)	-	-	(20,123)	20,123
INTEREST	1,000	1,000	7,250	(6,250)
CAPITAL OUTLAY	2,552,000	2,552,000	36,900	2,515,100
DEBT RETIREMENT	96,880	96,880	89,691	7,189
<b>TOTAL EXPENDITURES</b>	<b>3,372,956</b>	<b>3,372,956</b>	<b>881,740</b>	<b>2,491,216</b>
<b>REVENUES OVER (UNDER) EXPENDITURES BEFORE OTHER FINANCING SOURCES</b>	<b>(65,956)</b>	<b>(65,956)</b>	<b>(141,169)</b>	<b>(75,213)</b>
<b>OTHER FINANCING SOURCES</b>				
TRANSFERS	63,000	63,000	21,000	(42,000)
CAPITAL CONTRIBUTIONS	3,000	3,000	2,000	(1,000)
	<u>\$ 44</u>	<u>\$ 44</u>	<u>(118,169)</u>	<u>\$ (118,213)</u>
<b>ADJUSTMENTS TO RECONCILE BUDGETARY BASIS TO GAAP BASIS</b>				
CAPITALIZATION OF FIXED ASSETS			36,900	
DEBT RETIREMENT			89,691	
<b>CHANGE IN NET POSITION</b>			<b>8,422</b>	
<b>NET POSITION JANUARY 1</b>			<b>5,803,674</b>	
<b>NET POSITION DECEMBER 31</b>			<b>\$ 5,812,096</b>	

CITY OF LAS ANIMAS, COLORADO

SANITATION FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION BUDGET AND ACTUAL

YEAR ENDED DECEMBER 31, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		FAVORABLE (UNFAVORABLE)
REVENUES				
CHARGES FOR SERVICES	\$ 796,800	\$ 796,800	\$ 823,555	\$ 26,755
INTEREST	5,000	5,000	8,631	3,631
OTHER	9,000	9,000	9,120	120
TOTAL REVENUES	<u>810,800</u>	<u>810,800</u>	<u>841,306</u>	<u>30,506</u>
EXPENDITURES				
PERSONAL SERVICES	227,671	227,671	196,758	30,913
PURCHASED SERVICES	314,700	314,700	331,085	(16,385)
SUPPLIES AND MATERIALS	78,500	78,500	51,435	27,065
MAINTENANCE AND REPAIRS	88,000	88,000	117,111	(29,111)
DEPRECIATION	80,000	80,000	55,716	24,284
BAD DEBTS	-	-	2,899	(2,899)
LANDFILL POST CLOSURE COSTS	-	-	19,567	(19,567)
OTHER	8,000	8,000	3,624	4,376
PENSION AND OPEB EXPENSE (REVENUE)	-	-	(14,090)	14,090
INTEREST	100	100	-	100
CAPITAL OUTLAY	73,000	73,000	-	73,000
TOTAL EXPENDITURES	<u>869,971</u>	<u>869,971</u>	<u>764,105</u>	<u>105,866</u>
REVENUES OVER (UNDER) EXPENDITURES BEFORE OTHER FINANCING SOURCES	(59,171)	(59,171)	77,201	136,372
TRANSFERS IN	<u>60,000</u>	<u>60,000</u>	<u>19,000</u>	<u>(41,000)</u>
	<u>\$ 829</u>	<u>\$ 829</u>	<u>96,201</u>	<u>\$ 95,372</u>
ADJUSTMENTS TO RECONCILE BUDGETARY BASIS TO GAAP BASIS				
CAPITALIZATION OF FIXED ASSETS			-	
CHANGE IN NET POSITION			96,201	
NET POSITION JANUARY 1			<u>350,148</u>	
NET POSITION DECEMBER 31			<u>\$ 446,349</u>	

## LOCAL HIGHWAY FINANCE REPORT

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

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

This Information From The Records Of: City of Las Animas, Colorado	Prepared By: Frank Schmeiser
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**I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE**

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

**II. RECEIPTS FOR ROAD AND STREET PURPOSES**

**III. EXPENDITURES FOR ROAD AND STREET PURPOSES**

ITEM	AMOUNT	ITEM	AMOUNT
<b>A. Receipts from local sources:</b>		<b>A. Local highway expenditures:</b>	
1. Local highway-user taxes		1. Capital outlay (from page 2)	\$ 412,448.00
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	
2. General fund appropriations		b. Snow and ice removal	
3. Other local imposts (from page 2)	\$ 313,862.00	c. Other	
4. Miscellaneous local receipts (from page 2)	\$ -	d. Total (a. through c.)	\$ -
5. Transfers from toll facilities		4. General administration & miscellaneous	
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	\$ 412,448.00
b. Bonds - Refunding Issues		<b>B. Debt service on local obligations:</b>	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	\$ -	a. Interest	
7. Total (1 through 6)	\$ 313,862.00	b. Redemption	
<b>B. Private Contributions</b>		c. Total (a. + b.)	\$ -
<b>C. Receipts from State government</b> (from page 2)	\$ 103,241.00	2. Notes:	
<b>D. Receipts from Federal Government</b> (from page 2)	\$ -	a. Interest	
<b>E. Total receipts (A.7 + B + C + D)</b>	\$ 417,103.00	b. Redemption	
		c. Total (a. + b.)	\$ -
		3. Total (1.c + 2.c)	\$ -
		<b>C. Payments to State for highways</b>	
		<b>D. Payments to toll facilities</b>	
		<b>E. Total expenditures (A.6 + B.3 + C + D)</b>	\$ 412,448.00

**IV. LOCAL HIGHWAY DEBT STATUS**

*(Show all entries at par)*

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

**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
	\$ 251,772.00	\$ 417,103.00	\$ 412,448.00	\$ 256,427.00	\$ -

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

STATE:  
COLORADO  
YEAR ENDING (mm/yy):  
12/24

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
<b>A.3. Other local imposts:</b>		<b>A.4. Miscellaneous local receipts:</b>	
a. Property Taxes and Assessments		a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	\$ 313,862.00	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		g. Other Misc. Receipts	
6. Total (1. through 5.)	\$ 313,862.00	h. Other	
c. Total (a. + b.)	\$ 313,862.00	i. Total (a. through h.)	\$ -
<i>(Carry forward to page 1)</i>		<i>(Carry forward to page 1)</i>	

ITEM	AMOUNT	ITEM	AMOUNT
<b>C. Receipts from State Government</b>		<b>D. Receipts from Federal Government</b>	
1. Highway-user taxes (from Item I.C.5.)	\$ 103,241.00	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		d. Federal Transit Administration	
d. DOLA Grant		e. U.S. Corps of Engineers	
e. Other		f. Other Federal	
f. Total (a. through e.)	\$ -	g. Total (a. through f.)	\$ -
4. Total (1. + 2. + 3.f)	\$ 103,241.00	3. Total (1. + 2.g)	\$ -
<i>(Carry forward to page 1)</i>		<i>(Carry forward to page 1)</i>	

III. EXPENDITURES FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
<b>A.1. Capital outlay:</b>			
a. Right-Of-Way Costs			\$ -
b. Engineering Costs			\$ -
c. Construction:			
(1). New Facilities			\$ -
(2). Capacity Improvements			\$ -
(3). System Preservation	\$ -	\$ 412,448.00	\$ 412,448.00
(4). System Enhancement And Operation			\$ -
(5). Total Construction (1)+(2)+(3)+(4)	\$ -	\$ 412,448.00	\$ 412,448.00
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.4)	\$ -	\$ 412,448.00	\$ 412,448.00
<i>(Carry forward to page 1)</i>			

Notes and Comments: