

***City of Wray, Colorado***

**Financial Statements**

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

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## **Independent Auditors' Report**

To the Honorable Mayor and Members of City Council  
City of Wray  
Wray, 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 Wray (the City) as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

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

### **Basis for Opinions**

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

### **Responsibilities of Management for the Financial Statements**

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

## **Auditors' Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our 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 the 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's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

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

## **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and historical pension and other post-employment benefit information listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquires 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's basic financial statements. The other supplementary information and the local highway finance report listed in the table of contents are presented for purposes of additional analysis and are not a required part of the 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 other supplementary information and the local highway finance report are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

*Lauer, Szabo & Associates, P.C.*

Sterling, Colorado  
June 19, 2025

## MANAGEMENT DISCUSSION AND ANALYSIS

This section of the City of Wray, Colorado's annual financial report presents the discussion and analysis of the financial performance for the fiscal year that ended December 31, 2024.

### FINANCIAL HIGHLIGHTS

- The City of Wray remains in good financial condition.
- The assets and deferred outflows of resources of the City of Wray exceeded its liabilities and deferred inflows of resources at the close of 2024 by \$28,072,152 (net position).
- The City's total net position increased by \$125,346.
- During the year, the City's revenue from taxes and other revenues for governmental programs were more than the expenses by \$749,007.
- The General Fund ending fund balance reached \$518,291, an increase of \$218,804.

### OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City of Wray's basic financial statements. The City of Wray's basic financial statements are comprised of three components:

- Government-wide financial statements
- Fund financial statements.
- Notes to the financial statements.

This report also contains other supplementary information in addition to the basic financial statements themselves.

#### **Government-wide financial 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** presents information on all of the City of Wray's assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City of Wray is improving or deteriorating.

The **statement of activities** presents information showing how the City of Wray's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses reported in this statement for some items will result in cash flows in future fiscal periods (e.g., uncollected taxes.)

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

- **Governmental activities.** Most of the City's basic services are included here, such as the fire, public works, parks, recreation, and general administration. Property tax, franchise tax, intergovernmental revenue and charges for services finance most of these activities.
- **Business-type activities.** The City charges fees to customers to recover most of the costs of certain services provided. The City's electric, water, sewer and sanitation systems are included here.

The government-wide financial statements can be found starting on page 12 of this report.

## **Fund Financial Statements**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Some funds are required to be established by State law; however, City Council has established other funds to help control and manage money for particular purposes or to show that it is properly using certain revenue. All of the funds of the City of Wray can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

**Governmental funds.** Most of the City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end are available for spending. The funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental funds statement provides a detailed, short-term view to cash, the governmental fund operations and the basic services it provides. Governmental fund information helps you 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 statements, additional information at the bottom of the governmental funds statement is provided, or on the subsequent page, that explains the relationship (or differences) between them.

The basic governmental fund financial statements can be found starting on page 16 of this report.

**Proprietary funds.** When the City charges customers for the services it provides, whether to outside customers or to other units of the City, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. The City's enterprise funds (a component of proprietary funds) are the same as the business-type activities reported in the government-wide statements but provide more detail and additional information, such as cash flows, for proprietary funds.

The basic proprietary fund financial statements can be found starting on page 20 of this report.

**Fiduciary funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the government. These activities are excluded from the City's other financial statements because the City cannot use these assets to finance operations. The City is responsible for ensuring that the assets reported in these funds are used for their intended purpose.

The basic fiduciary fund financial statements can be found starting on page 32 of this report.

## **Notes to the Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found starting on page 34 of this report.

## **FINANCIAL ANALYSIS OF THE CITY AS A WHOLE**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Wray, assets exceed liabilities by \$28,072,152 at the close of 2024.

## Net Position

Combined net position of the City of Wray as of December 31, 2024 and 2023 are shown in Table 1 below.

**Table 1**  
**NET POSITION UPDATE 2024 AMOUNTS**

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Current and other assets	\$ 3,153,611	\$ 1,919,817	\$ 5,584,124	\$ 5,945,928	\$ 8,737,735	\$ 7,865,745
Capital assets	13,301,171	13,214,479	13,308,651	13,882,344	26,609,822	27,096,823
Total assets	16,454,782	15,134,296	18,892,775	19,828,272	35,347,557	34,962,568
Deferred outflows of resources	922,043	1,149,666	216,318	303,353	1,138,361	1,453,019
Total assets and deferred outflows of resources	<u>\$ 17,376,825</u>	<u>\$ 16,283,962</u>	<u>\$ 19,109,093</u>	<u>\$ 20,131,625</u>	<u>\$ 36,485,918</u>	<u>\$ 36,415,587</u>
Long-term liabilities	\$ 1,632,814	\$ 2,086,904	\$ 4,053,202	\$ 4,376,290	\$ 5,686,016	\$ 6,463,194
Other liabilities	1,087,447	252,804	977,804	1,022,784	2,065,251	1,275,588
Total liabilities	2,720,261	2,339,709	5,031,006	5,399,074	7,751,267	7,738,782
Deferred inflows of resources	648,302	684,999	14,197	45,000	662,499	729,999
Net position:						
Net investment in capital assets	13,301,171	13,214,479	9,525,711	9,934,260	22,826,882	23,148,739
Restricted	461,243	412,952	-	-	461,243	412,952
Unrestricted (deficit)	245,848	(368,176)	4,538,179	4,753,291	4,784,027	4,385,115
Total net position	<u>14,008,262</u>	<u>13,259,255</u>	<u>14,063,890</u>	<u>14,687,551</u>	<u>28,072,152</u>	<u>27,946,806</u>
Total liabilities and net position	<u>\$ 17,376,825</u>	<u>\$ 16,283,962</u>	<u>\$ 19,109,093</u>	<u>\$ 20,131,625</u>	<u>\$ 36,485,918</u>	<u>\$ 36,415,587</u>

The largest portion of the City of Wray's net position reflects its investment in capital assets (land, buildings and equipment). The City of Wray uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. In addition, a portion of the City of Wray's net position represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position may be used to meet the government's ongoing obligations to citizens and creditors.

### Changes in net position

The City's total revenue of \$9,206,707 was more than program expenses of \$9,081,361 for an increase in net position of \$125,346.

Table 2 shows the summarized revenues and expenses for 2024 and 2023.

**Table 2**  
**CHANGES IN NET POSITION**

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Program revenues						
Charges for services	\$ 592,684	\$ 494,032	\$ 4,012,969	\$ 3,814,453	\$ 4,605,653	\$ 4,308,464
Operating grants and contributions	784,894	970,049	74,827	50,840	859,721	1,020,889
Capital grants and contributions	282,741	277,500	-	97,875	282,741	375,375
General revenues						
Property taxes	443,349	432,422	-	-	443,349	432,422
Sales and use taxes	1,875,336	1,600,668	-	-	1,875,336	1,600,668
Specific ownership taxes	44,077	43,290	-	-	44,077	43,290
Franchise taxes	20,153	20,219	-	-	20,153	20,219
Severance taxes	26,311	76,100	-	-	26,311	76,100
Lodging taxes	62,205	49,502	-	-	62,205	49,502
Interest earnings	49,693	21,022	214,649	168,162	264,342	189,184
Miscellaneous	337,072	29,711	232,537	112,310	569,609	142,021
Sale of assets	153,210	-	-	45,000	153,210	45,000
Capital contributions	-	-	-	-	-	-
Transfers	1,325,000	975,000	(1,325,000)	(975,000)	-	-
Total revenues	5,996,725	4,989,515	3,209,982	3,313,619	9,206,707	8,303,134
Program expenses						
General government	1,096,585	719,657	-	-	1,096,585	719,657
Public safety	1,714,820	1,713,537	-	-	1,714,820	1,713,537
Public works	1,191,793	1,102,351	-	-	1,191,793	1,102,351
Culture and recreation	1,244,520	1,254,337	-	-	1,244,520	1,254,337
Interest and fiscal charges	-	-	-	-	-	-
Electric services	-	-	2,461,709	2,151,951	2,461,709	2,151,951
Water services	-	-	507,755	524,304	507,755	524,304
Sewer services	-	-	437,793	368,747	437,793	368,747
Sanitation services	-	-	426,386	412,871	426,386	412,871
Total expenses	5,247,718	3,457,873	3,833,643	3,457,873	3,833,643	8,247,755
Change in net position	749,007	199,633	(623,661)	(144,254)	125,346	55,379
Net position at beginning of year	13,259,255	13,059,622	14,687,551	14,831,805	27,946,806	27,891,427
Net position at end of year	\$ 14,008,262	\$ 13,259,255	\$ 14,063,890	\$ 14,687,551	\$ 28,072,152	\$ 27,946,806

**Governmental Activities**

Revenue for the City's governmental activities totaled \$5,996,725 for 2024. Tax revenue produced 41% of these revenues. Tax revenue includes property taxes, sales and use taxes, specific ownership taxes, franchise taxes, severance taxes and lodging taxes.

**Table 3**  
**GOVERNMENTAL ACTIVITIES**

	Total cost of services		Net cost of services	
	2024	2023	2024	2023
General government	\$ 1,096,585	\$ 719,657	\$ 609,306	\$ 566,190
Public safety	1,714,820	1,713,537	1,251,658	1,157,429
Public works	1,191,793	1,102,351	765,822	546,971
Culture and recreation	1,244,520	1,254,337	960,613	777,711

Table 3 presents the cost and revenue of each of the City’s four largest programs – general government, public safety, public works, and culture recreation – as well as each program’s *net* cost (total cost less revenues generated by activities). The net cost shows the financial burden that was placed on the City’s taxpayers by each of these functions.

**Business-type Activities**

Net position in the business-type activities decreased by \$623,661 in 2024. Business-type activities include electric, water, sewer and sanitation services.

**Table 4  
BUSINESS-TYPE ACTIVITIES**

	Total cost of services		Net cost of services	
	2024	2023	2024	2023
Electric services	\$ 2,461,709	\$ 2,151,951	\$ (292,878)	\$ (476,596)
Water services	507,755	524,304	(28,602)	(21,413)
Sewer services	437,793	368,747	2,993	(62,792)
Sanitation services	426,386	412,871	64,334	55,497

Table 4, above, presents the cost and revenue of each of the City’s business-type activities – electric, water, sewer, and sanitation – as well as the program *net* cost (total cost less revenues generated by activities). The net cost shows the financial burden that was placed on the City’s taxpayers by each of these functions.

**THE CITY’S FUNDS**

As the City completed the year, its governmental funds (as presented in the balance sheet on page 16) reported a combined fund balance of \$1,533,962. The general fund, library improvement fund, and other governmental funds reported fund balances of \$518,291, \$15,416 and \$1,000,255 respectively.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets.** The City of Wray’s investment in capital assets for its governmental and business-type activities as of December 31, 2024, amounts to \$26,609,822 (net of accumulated depreciation). This amount includes a broad range of capital assets; including public works equipment, electric, water, sewer, sanitation and other infrastructure.

The City remains committed to the upkeep and maintenance of the City’s largest assets. More detailed information about the City’s capital assets is presented in Table 5.

**Table 5  
CAPITAL ASSETS**

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land	\$ 1,581,135	\$ 1,581,135	\$ 396,161	\$ 396,161	\$ 1,977,296	\$ 1,977,296
Other non-depreciable assets	1,531,168	719,983	352,000	352,000	1,883,168	1,071,983
Infrastructure	1,281,000	1,384,933	-	-	1,281,000	1,384,933
Land Improvements	4,734,376	5,227,093	-	-	4,734,376	5,227,093
Buildings and improvements	3,506,503	3,671,524	78,028	83,860	3,584,531	3,755,384
Vehicles	179,750	176,190	80,828	104,770	260,578	280,960
Machinery and equipment	487,239	453,621	382,876	455,596	870,115	909,217
Systems	-	-	12,018,758	12,489,957	12,018,758	12,489,957
<b>Total</b>	<b>\$ 13,301,171</b>	<b>\$ 13,214,479</b>	<b>\$ 13,308,651</b>	<b>\$ 13,882,344</b>	<b>\$ 26,609,822</b>	<b>\$ 27,096,823</b>

**Long-term debt.** The City had \$3,948,084 in debt outstanding at year-end consisting of notes payable. More detailed information about the City’s long-term debt is presented in Table 6 and Note F to the financial statements.

**Table 6  
LONG-TERM DEBT**

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Notes payable	\$ -	\$ -	\$ 3,782,941	\$ 3,948,084	\$ 3,782,941	\$ 3,948,084

**ECONOMIC FACTORS AND NEXT YEAR’S BUDGET AND RATES**

The City provides products and services to the businesses, residents and visitors of Wray, Colorado: General Administrative services, Public Safety, Public Works, and Cultural and Recreational activities. General administrative functions include financial management and accounting in addition to customer billing for municipal services, along with cash investment and fiduciary responsibility. Public Safety includes ambulance and emergent care, fire protection and response, as well as police enforcement to ensure public compliance to statutes and ordinances stipulated by the State of Colorado and by City Charter and City Ordinance.

The City of Wray also maintains all of the town’s parks, ball fields, streets, and public buildings. The City provides local residents and surrounding community and its visitor’s access to the municipal airport, parks, bike and walk paths, golf course, museum, library, swimming pool, and a variety of city recreational programs. The City also works cooperatively with community service groups in sponsoring and facilitating local activities and events for the community during the year.

The cost of these “General Fund Services” has totaled between \$3.67 and \$6.83 million dollars annually since 2020. User fees are collected from the swimming pool, museum, and other cultural and recreational programs provided by the City; fines are collected from state law and city ordinance enforcement. However, user fees for cultural and recreational programs cover only a small fraction of the cost to provide these services. Therefore, primary conventional forms of revenue used to offset these General Fund expenditures come from taxes on retail sales, property, auto, highway use, severance, cigarette, lodging, and road and bridge. Franchise fees are collected from cable, phone, and natural gas providers. Fees are also collected from public safety services such as ambulance and emergent care.

The City of Wray also receives donations to the various departments (library, ambulance, police, public works, etc.), but still does not receive sufficient revenues to offset the annual cost inherent in the quality of services and programs contained in the General Fund and provided by the local government. Therefore, each year funds are transferred from the enterprise departments (specifically the light and water enterprises) to help balance the general fund budget and help deliver all the services and cultural and recreational programs that enhance the quality of living in the city.

The City of Wray is involved in four enterprises- the sale and delivery of electricity and water, wastewater collection and treatment, plus solid waste collection. Commodity sales and delivery charges are billed and collected for electricity and water and service fees are charged for providing wastewater service in addition to collection of solid waste or trash.

The City of Wray also pursues and secures grants for infrastructure enhancements from both state and federal sources. The city’s airport, parks, pool, ball fields, water and wastewater systems have all benefited from aggressive grant applications and subsequent awards leveraged with local and municipal funding matches.

**2024 Budgetary Important Features and Major Projects**

The attached 2024 Budget for the City of Wray includes these *important features*:

1. The design and engineering phase of a City Complex in the amount of \$244,000 is included in the 2024 budget. The project was total cost is \$400,000 and was awarded a DOLA Energy Impact Assistance Fund grant in the amount of \$200,000.
2. The construction of a City Complex facility with a budget of \$6.0M contingent upon securing \$5.0M in state and federal grant funding for the project.
3. An Innovative Housing Strategies (IHOP) to complete a Regional Development Handbook, Code Audits, and Senior Housing Needs Assessment. The project total is \$157,080 with \$149,600 in DOLA IHOP Grant funds and the local match of \$7,480 split per capita between participating local governments.
4. The Wray Municipal Airport Partial Parallel and Asphalt Maintenance projects in the amount of \$1,387,833 with 90% Federal funding, 5% State Funding, and 5% local funding.
5. The Wray Ambulance purchase of a new ambulance in the amount of \$300,000 contingent upon securing 50% grant funds, and a shared local match of 50% between Yuma County, Kitzmiller-Bales Trust, and the City of Wray.
6. Wray Fire replacement of a command vehicle with a F350 Ford in the amount of \$90,000 contingent upon 50% grant funding.
7. An Outdoor Library project to be constructed on the current Cedardale property is included. The project total is estimated at \$1,446,283 and includes securing \$1,246,283 of grant funding from multiple sources. The project costs include the abatement and razing of the Cedardale building and is partially complete. The 2024 budget includes \$980,000 in project expenses.
8. The Wray Museum budget includes \$340,000 of design work to complete construction documents for a new facility. The EYCHS has approved \$170,000 of endowment funds towards the project.
9. The purchase of a Police cruiser in the amount of \$75,000 is included. A grant request in the amount of \$37,500 is included to fund the capital purchase.
10. A Multi-Modal Opportunity Fund grant from CDOT is included in the 2024 budget with a total project amount of \$1.2M. The local match is 0% and includes the replacement of curb, gutter, and sidewalk along SH 34 and Yuma County Court House.
11. Park improvements in the amount of \$80,000 including Baker Field, softball, and tee ball field improvements are included in the 2024 budget. The projects are contingent on securing grant funding and utilizing conservation trust fund dollars and KBT as the City match
12. The parks department budget includes the purchase of an Arctic Cat in the amount of \$30,000.
13. The installation of an EV Charging Station pending successful grant application for a total of \$60,000.
14. The upsizing of electric distribution lines, installation of water, and sewer utilities, grading and site work, and installation of 550 feet of Street to the wind turbine property is included in the amount of \$377,400, utilizing a 50/50 Rural Economic Development Initiative Grant in the amount of \$149,998.
15. The conversion to AMI electric meters in the amount of \$600,000 contingent upon securing a 50% matching grant.
16. \$590,420 of ARPA fund expenditure is included in the Water Fund to include eligible water infrastructure included drilling well #6 and water meter upgrades and replacements.

Many of the General Fund capital projects in the \$10,000 to \$100,000 range are often presented by the City Manager to the Kitzmiller-Bales Trust (KBT). KBT is a local trust that was endowed by a wealthy teacher in the community many years ago. KBT helps fund School capital projects, City Parks and Recreation projects, ambulance replacement purchases, Fire Hall expansions, broadband/fiber and a host of other opportunities.

Including grant projects and department expenses, the proposed 2024 General fund expense totals \$16,416,120 which exceeds projected revenue and fund cash reserves without transferring funds from the Enterprise Departments. Contributions into the General, Airport, Library, Fire, Museum, Police, Street, Recreation, and Ambulance departments are anticipated and part of the budget.

### **REQUESTS FOR INFORMATION**

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and to show the City's accountability for the funds and assets it receives. If you have questions about this report, or should you need additional financial information, contact City of Wray, 245 West 4<sup>th</sup> Street, P.O. Box 35, Wray, Colorado 80758.

## **Basic Financial Statements**

The basic financial statements of the City include the following:

*Government-wide financial statements.* The government-wide statements display information about the reporting government as a whole, except for its fiduciary activities.

*Fund financial statements.* The fund financial statements display information about major funds individually and nonmajor funds in the aggregate for governmental and proprietary funds.

*Notes to the financial statements.* The notes communicate information essential for fair presentation of the financial statements that is not displayed on the face of the financial statements. As such, the notes are an integral part of the basic financial statements.

**CITY OF WRAY, COLORADO**  
**Statement of Net Position**  
**December 31, 2024**

	Governmental Activities	Business-type Activities	Total
<b>Assets</b>			
Cash	\$ 940,617	\$ 170,500	\$ 1,111,117
Cash with county treasurer	3,904		3,904
Certificates of deposit	2,043,249	3,471,131	5,514,380
Receivables	1,118,419	479,497	1,597,916
Internal balances	(952,578)	952,578	-
Due from fiduciary fund		23,439	23,439
Inventory		486,979	486,979
Capital assets, net of depreciation	13,301,171	13,308,651	26,609,822
<b>Total assets</b>	<b>16,454,782</b>	<b>18,892,775</b>	<b>35,347,557</b>
<b>Deferred outflows of resources</b>			
Pension deferrals	899,652	208,503	1,108,155
Other post-employment benefit deferrals	22,391	7,815	30,206
<b>Total deferred outflows of resources</b>	<b>922,043</b>	<b>216,318</b>	<b>1,138,361</b>
<b>Total assets and deferred outflows of resources</b>	<b>\$ 17,376,825</b>	<b>\$ 19,109,093</b>	<b>\$ 36,485,918</b>

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

	Governmental Activities	Business-type Activities	Total
<b>Liabilities</b>			
<b>Current liabilities</b>			
Accounts payable	\$ 236,726	\$ 159,624	\$ 396,350
Accrued salaries and benefits	60,775	19,892	80,667
Unearned revenues	47,318		47,318
Unearned grant revenues	742,628	466,423	1,209,051
Customer deposits		156,084	156,084
Accrued interest payable		8,557	8,557
Current portion of notes payable		167,224	167,224
<b>Total current liabilities</b>	<b>1,087,447</b>	<b>977,804</b>	<b>2,065,251</b>
<b>Long-term liabilities</b>			
Notes payable		3,615,717	3,615,717
Net pension liability	1,542,286	406,103	1,948,389
Net OPEB liability	90,528	31,382	121,910
<b>Total long-term liabilities</b>	<b>1,632,814</b>	<b>4,053,202</b>	<b>5,686,016</b>
<b>Total liabilities</b>	<b>2,720,261</b>	<b>5,031,006</b>	<b>7,751,267</b>
<b>Deferred inflows of resources</b>			
Deferred property tax revenues	453,899		453,899
Pension deferrals	166,146	3,983	170,129
Other post-employment benefit deferrals	28,257	10,214	38,471
<b>Total deferred inflows of resources</b>	<b>648,302</b>	<b>14,197</b>	<b>662,499</b>
<b>Net position</b>			
Net investment in capital assets	13,301,171	9,525,711	22,826,882
Restricted for:			
Emergencies	112,000		112,000
Culture and recreation	349,243		349,243
Unrestricted	245,848	4,538,179	4,784,027
<b>Total net position</b>	<b>14,008,262</b>	<b>14,063,890</b>	<b>28,072,152</b>
<b>Total liabilities, deferred inflows of resources and net position</b>	<b>\$ 17,376,825</b>	<b>\$ 19,109,093</b>	<b>\$ 36,485,918</b>

**CITY OF WRAY, COLORADO**  
**Statement of Activities**  
**For the Year Ended December 31, 2024**

	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities				
General government	\$ 1,096,585	\$ 134,259	\$ 353,020	
Public safety	1,714,820	283,733	119,429	\$ 60,000
Public works	1,191,793	39,145	164,085	222,741
Culture and recreation	1,244,520	135,547	148,360	
Total governmental activities	5,247,718	592,684	784,894	282,741
Business-type activities				
Electric services	2,461,709	2,752,918	1,669	
Water services	507,755	463,199	73,158	
Sewer services	437,793	434,800		
Sanitation services	426,386	362,052		
Total business-type activities	3,833,643	4,012,969	74,827	-
Total	<u>\$ 9,081,361</u>	<u>\$ 4,605,653</u>	<u>\$ 859,721</u>	<u>\$ 282,741</u>
General revenues and transfers				
Taxes				
Property taxes, levied for general purposes				
Sales and use taxes				
Specific ownership taxes				
Franchise taxes				
Severance taxes				
Lodging taxes				
Unrestricted interest on investments				
Miscellaneous				
Sale of assets				
Transfers				
Total general revenues and transfers				
Change in net position				
Net position at beginning of year				
Net position at end of year				

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

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Net (Expenses) Revenues and  
Changes in Net Position

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Governmental Activities	Business-type Activities	Total
\$ (609,306)		\$ (609,306)
(1,251,658)		(1,251,658)
(765,822)		(765,822)
(960,613)		(960,613)
(3,587,399)	\$ -	(3,587,399)
	292,878	292,878
	28,602	28,602
	(2,993)	(2,993)
	(64,334)	(64,334)
-	254,153	254,153
(3,587,399)	254,153	(3,333,246)
443,349		443,349
1,875,336		1,875,336
44,077		44,077
20,153		20,153
26,311		26,311
62,205		62,205
49,693	214,649	264,342
337,072	232,537	569,609
153,210		153,210
1,325,000	(1,325,000)	-
4,336,406	(877,814)	3,458,592
749,007	(623,661)	125,346
13,259,255	14,687,551	27,946,806
<u>\$ 14,008,262</u>	<u>\$ 14,063,890</u>	<u>\$ 28,072,152</u>

**CITY OF WRAY, COLORADO**  
**Balance Sheet**  
**Governmental Funds**  
**December 31, 2024**

	General Fund	Library Improvement Fund	Other Governmental Funds	Total
<b>Assets</b>				
Cash	\$ 777,940	\$ 107,916	\$ 54,761	\$ 940,617
Cash with county treasurer	3,904			3,904
Certificates of deposit	573,949	615,000	854,300	2,043,249
Property taxes receivable	453,899			453,899
Accounts receivable	583,445		2,772	586,217
Due from other funds			135,765	135,765
<b>Total assets</b>	<b>\$ 2,393,137</b>	<b>\$ 722,916</b>	<b>\$ 1,047,598</b>	<b>\$ 4,163,651</b>
<b>Liabilities</b>				
Accounts payable	\$ 236,726			\$ 236,726
Due to other funds	1,088,318		\$ 25	1,088,343
Accrued salaries and benefits	60,775			60,775
Unearned revenues			47,318	47,318
Unearned grant revenues	35,128	\$ 707,500		742,628
<b>Total liabilities</b>	<b>1,420,947</b>	<b>707,500</b>	<b>47,343</b>	<b>2,175,790</b>
<b>Deferred inflows of resources</b>				
Deferred property tax revenues	453,899			453,899
<b>Total deferred inflows of resources</b>	<b>453,899</b>	<b>-</b>	<b>-</b>	<b>453,899</b>
<b>Fund balance</b>				
<b>Restricted for:</b>				
Emergencies	112,000			112,000
Culture and recreation			349,243	349,243
<b>Committed for:</b>				
Library improvements		15,416		15,416
Airport services			298,790	298,790
Youth activities			69,535	69,535
Museum expenditures			282,687	282,687
<b>Assigned for:</b>				
Police special fund	1,168			1,168
Equipment reserve fund	73,949			73,949
Unassigned	331,174			331,174
<b>Total fund balance</b>	<b>518,291</b>	<b>15,416</b>	<b>1,000,255</b>	<b>1,533,962</b>
<b>Total liabilities, deferred inflows of resources and fund balance</b>	<b>\$ 2,393,137</b>	<b>\$ 722,916</b>	<b>\$ 1,047,598</b>	<b>\$ 4,163,651</b>

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

**CITY OF WRAY, COLORADO**  
**Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position**  
**December 31, 2024**

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

Total fund balance - governmental funds	\$ 1,533,962
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in the governmental funds.	13,301,171
Certain receivables will be collected in the next fiscal year, but are not available soon enough to pay for the current period's expenditures, and therefore are unearned in the funds.	78,303
Net pension and OPEB liabilities and their related deferred outflows and inflows of resources are not due and payable in the current period and therefore are not reported as assets or liabilities in the funds.	<u>(905,174)</u>
Net position of the governmental activities	<u><u>\$ 14,008,262</u></u>

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

**CITY OF WRAY, COLORADO**  
**Statement of Revenues, Expenditures and Changes in Fund Balance**  
**Governmental Funds**  
**For the Year Ended December 31, 2024**

	General Fund	(Formerly Nonmajor Fund) Library Improvement Fund	Other Governmental Funds	Total
<b>Revenues</b>				
Taxes	\$ 2,472,521			\$ 2,472,521
Licenses and permits	102,220			102,220
Intergovernmental	911,571		\$ 33,057	944,628
Fines and forfeitures	20,529			20,529
Charges for services	405,304		35,848	441,152
Miscellaneous	429,755	\$ 2,319	76,608	508,682
<b>Total revenues</b>	<b>4,341,900</b>	<b>2,319</b>	<b>145,513</b>	<b>4,489,732</b>
<b>Expenditures</b>				
<b>Current</b>				
General government	1,324,989			1,324,989
Public safety	2,024,231			2,024,231
Public works	819,933			819,933
Culture and recreation	1,438,797			1,438,797
<b>Total expenditures</b>	<b>5,607,950</b>	<b>-</b>	<b>-</b>	<b>5,607,950</b>
Excess of revenues over (under) expenditures	(1,266,050)	2,319	145,513	(1,118,218)
<b>Other financing sources (uses)</b>				
Sale of assets	153,210			153,210
Transfers in	1,331,644			1,331,644
Transfers out			(6,644)	(6,644)
<b>Total other financing sources (uses)</b>	<b>1,484,854</b>	<b>-</b>	<b>(6,644)</b>	<b>1,478,210</b>
<b>Net change in fund balance</b>	<b>218,804</b>	<b>2,319</b>	<b>138,869</b>	<b>359,992</b>
Fund balance at beginning of year, as previously reported	299,487	-	874,483	1,173,970
Adjustment - changes between major and nonmajor funds		13,097	(13,097)	-
Fund balance at beginning of year, as adjusted	299,487	13,097	861,386	1,173,970
Fund balance at end of year	\$ 518,291	\$ 15,416	\$ 1,000,255	\$ 1,533,962

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

**CITY OF WRAY, COLORADO**  
**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances**  
**of Governmental Funds to the Statement of Activities**  
**For the Year Ended December 31, 2024**

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

Net change in fund balance - governmental funds	\$ 359,992
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities, those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expense in the statement of activities. This is the amount by which capital outlays exceeded depreciation in the current period.	86,692
Because some revenues will not be collected for several months after the fiscal year ends, they are not considered "available" revenues in the governmental funds. They are, however, recorded as revenues in the statement of activities.	28,783
Pension and OPEB expense at the fund level represents cash contributions to the plan. For the activity level presentation, the amount represents the actuarial cost of the benefits for the fiscal year.	<u>273,540</u>
Change in net position of governmental activities	<u><u>\$ 749,007</u></u>

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

**CITY OF WRAY, COLORADO**  
**Statement of Net Position**  
**Proprietary Funds**  
**December 31, 2024**

	Business-type Activities - Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund
Assets				
Current assets				
Cash	\$ 120,628	\$ 18,979	\$ 15,109	\$ 15,784
Certificates of deposit	1,953,630	654,818	327,665	535,018
Due from other funds	75,000	1,116,515	961,408	
Accounts receivable	326,118	39,843	45,955	37,056
Accrued interest receivable	16,067	6,239	3,122	5,097
Inventory	335,734	141,035	7,370	2,840
Total current assets	2,827,177	1,977,429	1,360,629	595,795
Noncurrent assets				
Capital assets, net of depreciation	1,105,532	7,075,442	4,873,559	254,118
Total noncurrent assets	1,105,532	7,075,442	4,873,559	254,118
Total assets	3,932,709	9,052,871	6,234,188	849,913
Deferred outflows of resources				
Pension deferrals	148,450	15,386		44,667
Other post-employment benefit deferrals	5,034	587	202	1,992
Total deferred outflows of resources	153,484	15,973	202	46,659
Total assets and deferred outflows of resources	<u>\$ 4,086,193</u>	<u>\$ 9,068,844</u>	<u>\$ 6,234,390</u>	<u>\$ 896,572</u>

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

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	<u>Total</u>
\$	170,500
	3,471,131
	2,152,923
	448,972
	30,525
	486,979
	<u>6,761,030</u>
	 13,308,651
	<u>13,308,651</u>
	20,069,681
	 208,503
	<u>7,815</u>
	 216,318
	<u>216,318</u>
	 <u>\$ 20,285,999</u>

(continued)

**CITY OF WRAY, COLORADO**  
**Statement of Net Position**  
**Proprietary Funds**  
**December 31, 2024**

	Business-type Activities - Enterprise Funds			
(continued)	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund
<b>Liabilities</b>				
Current liabilities				
Accounts payable	\$ 144,386	\$ 4,304	\$ 8,287	\$ 2,647
Customer deposits	155,389	695		
Due to other funds	859,874		75,000	242,032
Accrued salaries and benefits	12,700	2,581	1,057	3,554
Unearned grant revenue		466,423		
Accrued interest payable		6,758	1,799	
Current portion of note payable		85,716	81,508	
Total current liabilities	1,172,349	566,477	167,651	248,233
Long-term liabilities				
Note payable		2,617,538	998,179	
Net pension liability	261,250	31,067		113,786
Net OPEB liability	20,188	2,401		8,793
Total long-term liabilities	281,438	2,651,006	998,179	122,579
Total liabilities	1,453,787	3,217,483	1,165,830	370,812
Deferred inflows of resources				
Pension deferrals	803	91	2,814	275
Other post-employment benefit deferrals	6,060	741	1,118	2,295
Total deferred inflows of resources	6,863	832	3,932	2,570
Net position				
Net investment in capital assets	1,105,532	4,372,188	3,793,873	254,118
Unrestricted	1,520,011	1,478,341	1,270,755	269,072
Total net position	2,625,543	5,850,529	5,064,628	523,190
Total liabilities, deferred inflows of resources and net position	<u>\$ 4,086,193</u>	<u>\$ 9,068,844</u>	<u>\$ 6,234,390</u>	<u>\$ 896,572</u>

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

---

	<u>Total</u>
\$	159,624
	156,084
	1,176,906
	19,892
	466,423
	8,557
	<u>167,224</u>
	2,154,710
	3,615,717
	406,103
	<u>31,382</u>
	<u>4,053,202</u>
	6,207,912
	3,983
	<u>10,214</u>
	14,197
	9,525,711
	<u>4,538,179</u>
	<u>14,063,890</u>
	<u><u>\$ 20,285,999</u></u>

**CITY OF WRAY, COLORADO**  
**Statement of Revenues, Expenses and Changes in Fund Net Position**  
**Proprietary Funds**  
**For the Year Ended December 31, 2024**

	Business-type Activities - Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund
Operating revenues				
Charges for services	\$ 2,752,918	\$ 463,199	\$ 434,800	\$ 362,052
Operating expenses				
Systems operation				
Salaries	176,997	60,191	10,945	159,446
Employee benefits	69,521	22,609	4,209	76,597
Workers compensation	2,069	2,601		13,676
Electricity purchases	1,408,536			
Power purchases		59,888	65,189	
Supplies	19,281	8,512	4,628	9,747
Chemicals		16,768	14,092	
Repairs and maintenance	168,937	37,310	100,736	4,600
System maintenance	26,875			
Vehicle expense	8,405	1,268	3,466	18,056
Professional services	98,479	23,461	34,806	4,250
Training	8,986	1,828		155
Bad debts	5,557	719	1,655	1,536
Water fees		21,124		
Landfill expense				67,094
ARPA disbursements		9,823		
Depreciation and amortization	85,462	205,680	240,468	64,401
Total systems operation	2,079,105	471,782	480,194	419,558
Administrative and general				
Salaries	250,706			
Employee benefits	117,706			
Supplies	15,907			
Repairs and maintenance	28,880			
Training	1,073			
Professional services	3,300			
Lease expense	8,017			
Publications	4,491			
Total administrative and general	430,080	-	-	-
Total operating expenses	2,509,185	471,782	480,194	419,558
Operating income (loss)	243,733	(8,583)	(45,394)	(57,506)

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

---

<u>Total</u>
\$ 4,012,969
407,579
172,936
18,346
1,408,536
125,077
42,168
30,860
311,583
26,875
31,195
160,996
10,969
9,467
21,124
67,094
9,823
<u>596,011</u>
3,450,639
250,706
117,706
15,907
28,880
1,073
3,300
8,017
<u>4,491</u>
<u>430,080</u>
<u>3,880,719</u>
132,250

(continued)

**CITY OF WRAY, COLORADO**  
**Statement of Revenues, Expenses and Changes in Fund Net Position**  
**Proprietary Funds**  
**For the Year Ended December 31, 2024**

	Business-type Activities - Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund
(continued)				
Nonoperating revenues (expenses)				
Interest on investments	112,504	44,800	20,604	36,741
Miscellaneous revenues	176,081	40,711	1,295	14,450
Grants and donations	1,669			
ARPA income		73,158		
Pension expense	47,476	5,316	53,669	(6,828)
Interest and fiscal charges		(41,289)	(11,268)	
Total nonoperating revenues (expenses)	<u>337,730</u>	<u>122,696</u>	<u>64,300</u>	<u>44,363</u>
Income (loss) before transfers	581,463	114,113	18,906	(13,143)
Transfers out	<u>(1,250,000)</u>	<u>(75,000)</u>		
Change in net position	(668,537)	39,113	18,906	(13,143)
Net position at beginning of year	<u>3,294,080</u>	<u>5,811,416</u>	<u>5,045,722</u>	<u>536,333</u>
Net position at end of year	<u>\$ 2,625,543</u>	<u>\$ 5,850,529</u>	<u>\$ 5,064,628</u>	<u>\$ 523,190</u>

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

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<u>Total</u>
214,649
232,537
1,669
73,158
99,633
<u>(52,557)</u>
<u>569,089</u>
701,339
<u>(1,325,000)</u>
(623,661)
<u>14,687,551</u>
<u><u>\$ 14,063,890</u></u>

**CITY OF WRAY, COLORADO**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended December 31, 2024**

	Business-type Activities - Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund
Cash flows from operating activities				
Receipts from customers	\$ 2,776,402	\$ 459,762	\$ 438,432	\$ 364,153
Internal activity - receipts from (payment to) other funds	(155,478)	(229,983)	(211,172)	(225,748)
Payments to suppliers	(1,998,376)	(260,393)	(227,998)	(200,359)
Payments to employees	(423,562)	(58,669)	(9,888)	(158,646)
Net cash provided (used) by operating activities	198,986	(89,283)	(10,626)	(220,600)
Cash flows from noncapital financing activities				
Miscellaneous revenues	177,750	40,711	1,295	14,450
Transfers out	(1,250,000)	(75,000)		
Net cash provided (used) by noncapital financing activities	(1,072,250)	(34,289)	1,295	14,450
Cash flows from capital and related financing activities				
Purchase of capital assets		(22,318)		
Principal paid on capital debt		(84,445)	(80,698)	
Interest and fiscal charges		(41,500)	(11,403)	
Net cash used by capital and related financing activities	-	(148,263)	(92,101)	-
Cash flows from investing activities				
Earnings on investments	2,083	917	417	750
Sale of investments and certificates	790,187	262,101	94,993	200,861
Net cash provided by investing activities	792,270	263,018	95,410	201,611

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

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<u>Total</u>
\$ 4,038,749
(822,381)
(2,687,126)
<u>(650,765)</u>
(121,523)
234,206
<u>(1,325,000)</u>
(1,090,794)
(22,318)
(165,143)
<u>(52,903)</u>
(240,364)
4,167
<u>1,348,142</u>
1,352,309

(continued)

**CITY OF WRAY, COLORADO**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended December 31, 2024**

(continued)	Business-type Activities - Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund
Net change in cash and cash equivalents	(80,994)	(8,817)	(6,022)	(4,539)
Cash and cash equivalents at beginning of year	201,622	27,796	21,131	20,323
Cash and cash equivalents at end of year	<u>\$ 120,628</u>	<u>\$ 18,979</u>	<u>\$ 15,109</u>	<u>\$ 15,784</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities				
Operating income (loss)	\$ 243,733	\$ (8,583)	\$ (45,394)	\$ (57,506)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities				
Depreciation and amortization	85,462	205,680	240,468	64,401
Change in assets and liabilities				
Due from other funds	25,000	(229,983)	(186,172)	
Receivables	1,205	(3,787)	3,632	2,101
Inventory	(9,130)	(45,405)	(1,390)	(1,071)
Accounts payable	6,774	(9,077)	2,173	(3,577)
Customer deposits	22,279	350		
Due to other funds	(180,478)		(25,000)	(225,748)
Accrued salaries and benefits	4,141	1,522	1,057	800
Net cash provided (used) by operating activities	<u>\$ 198,986</u>	<u>\$ (89,283)</u>	<u>\$ (10,626)</u>	<u>\$ (220,600)</u>

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

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Total  
  
(100,372)  
  
270,872  
  
\$ 170,500

\$ 132,250

596,011  
  
(391,155)  
3,151  
(56,996)  
(3,707)  
22,629  
(431,226)  
7,520  
  
\$ (121,523)

**CITY OF WRAY, COLORADO**  
**Statement of Fiduciary Net Position**  
**Fiduciary Funds**  
**December 31, 2024**

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	<u>Pension (and Other Employee Benefit) Trust Funds</u>
Assets	
Cash	\$ 38,798
Certificate of deposit	<u>174,017</u>
Total assets	<u><u>\$ 212,815</u></u>
Liabilities	
Due to other funds	\$ 23,439
Net position	
Restricted for pension benefits	<u>189,376</u>
Total liabilities and net position	<u><u>\$ 212,815</u></u>

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

**CITY OF WRAY, COLORADO**  
**Statement of Changes in Fiduciary Net Position**  
**Fiduciary Funds**  
**For the Year Ended December 31, 2024**

	Pension (and Other Employee Benefit) Trust Funds
Additions	
Contributions	
Employer	\$ 20,759
State	10,180
Specific ownership tax	4,417
Total contributions	35,356
Investment income	
Interest on investments	7,121
Total investment income	7,121
Total additions	42,477
Deductions	
Pension benefits	25,760
Professional services	4,000
Total deductions	29,760
Change in net position	12,717
Net position at beginning of year	176,659
Net position at end of year	\$ 189,376

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

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note A – Summary of significant accounting policies**

This summary of the City of Wray’s significant accounting policies is presented to assist the reader in interpreting the financial statements and other data in this report. The policies are considered essential and should be read in conjunction with the accompanying financial statements.

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

**A.1 – Reporting entity**

The financial reporting entity consists of (1) the primary government, (2) organizations for which the primary government is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity’s financial statements to be misleading or incomplete. The reporting entity’s financial statements should present the funds of the primary government (including its blended component units, which are, in substance, part of the primary government) and provide an overview of the discretely presented component units.

The City has examined other entities that could be included as defined in numbers 2 and 3 above. Based on these criteria, the City has no component units.

**A.2 – Fund accounting**

The City uses funds to report its financial position and results of operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts. Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate “fund types.”

Governmental funds are used to account for all or most of a government’s general activities, including the collection and disbursement of earmarked funds (special revenue funds), major capital projects (capital projects fund), and the servicing of general long-term debt (debt service fund). The following are the City’s major governmental funds:

General Fund – The General Fund is the operating fund of the City. It is used to account for most of the day-to-day operations of the City which are financed from sales and use taxes, property taxes and other general revenues. Activities financed by the general fund include those of line and staff departments within the City, except for activities of the enterprise funds.

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note A – Summary of significant accounting policies (Continued)**

Library Improvement Fund – This fund was established with donations made to the City to be used for library improvements.

The following are the City's nonmajor governmental funds:

Airport Fund – This fund accounts for financial resources of the airport, including leases, taxes and state fuel taxes.

Conservation Trust Fund – This fund is a special revenue fund established to account for state lottery proceeds and allowable expenditures.

Youth Fund – This fund was established to account for mineral royalties and oil lease revenues, as well as provide transparency of the use of the money for youth programs.

Museum Donation Fund – This fund was established with donations made to the City to be used for the museum.

Proprietary funds focus on the determination of the changes in net position, financial position and cash flows and are classified as either enterprise or internal service. Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The following are the City's major proprietary funds:

Electric Fund – This fund was established to account for all operations of the electric utility services provided by the City.

Water Fund – This fund was established to account for all operations of the water utility services provided by the City.

Sewer Fund – This fund was established to account for all operations of the sewer utility services provided by the City.

Sanitation Fund – This fund was established to account for all operations of the sanitation utility services provided by the City.

Fiduciary funds focus on net position and changes in net position. The fiduciary fund category is split into four classifications: pension (and other employee benefit) trust funds, investment trust funds, private-purpose trust funds and custodial funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations or other governments and are therefore not available to support the City's own programs. The City has one pension (and other employee benefit) trust fund.

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note A – Summary of significant accounting policies (Continued)**

**Note A.3 – Basis of presentation**

Government-wide financial statements – The statement of net position and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government except for fiduciary funds. The statements distinguish between those activities of the City that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus and the accrual basis of accounting. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include reconciliations with a brief explanation to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the City and for each function or program of the City's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore are clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the City, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the City.

Fund financial statements – Fund financial statements report detailed information about the City. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources management focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets, deferred outflows of resources, current liabilities and deferred inflows of resources, and a statement of revenues, expenditures and changes in fund balance, which reports the sources (revenues and other financing sources) and uses (expenditures and other financing uses) of current financial resources.

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note A – Summary of significant accounting policies (Continued)**

All proprietary fund types are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations of these funds are included on the statement of net position. The statement of revenues, expenses and changes in fund net position presents increases (revenues) and decreases (expenses) in net total assets. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

Fiduciary funds focus on net position and are reported using accounting principles similar to proprietary funds. The City's fiduciary funds are presented in the fiduciary fund financial statements by fund type. Since by definition these assets are being held for the benefit of a third party and cannot be used to address the activities or obligations of the City, these funds are not incorporated into the government-wide financial statements.

**A.4 – Basis of accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting.

Revenues – exchange and nonexchange transactions – Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, are recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenues are recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the City, available means expected to be received within sixty days of fiscal year-end, except for state and federal grant revenues, which are considered available if collection is expected within six months of year end.

Nonexchange transactions, in which the City receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenues from property taxes are recognized in the fiscal year for which the taxes are levied. Revenues from grants, entitlements and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note A – Summary of significant accounting policies (Continued)**

Property taxes, sales taxes, franchise taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period.

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.

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.

Unearned revenue – Unearned revenues arise when potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period. Unearned revenues also arise when resources are received by the City before it has a legal claim to them, as when grant monies are received prior to meeting eligibility requirements. In subsequent periods, when both revenue recognition criteria are met, or when the City has a legal claim to the resources, the liability for unearned revenue is removed and the revenue is recognized.

Expenses/expenditures – On the accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

**A.5 – Encumbrances**

The City does not utilize encumbrance accounting.

**A.6 – Cash and cash equivalents**

For the purposes of the statement of cash flows, the City considers all highly liquid debt instruments with an original maturity of three months or less to be cash equivalents.

**A.7 – Short-term interfund receivables/payables**

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note A – Summary of significant accounting policies (Continued)**

internal balances on the government-wide statement of net position, and are classified as due from other funds or due to other funds on the balance sheet.

**A.8 – Receivables**

Monthly charges for electric, water, sewer, sanitation and street services are included with monthly utility billings. No allowance for doubtful accounts has been provided in the accompanying financial statements since substantially all accounts are deemed by management to be collectible.

**A.9 – Inventories**

Inventories in the proprietary funds consist of supplies and are recorded at the lower of cost or market using the first-in, first-out method.

**A.10 – Capital assets**

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position, but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and in the respective fund financial statements.

All capital assets, other than equipment, with a unit cost greater than \$5,000 and an estimated useful life in excess of two years are capitalized at cost (or estimated historical cost, if actual cost is not available) and updated for additions and retirements during the year. Equipment with a unit cost greater than \$3,000 with an estimated useful life of greater than two years are capitalized by the City. Donated capital assets are recorded at their fair value on the date received. Improvements to assets are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not. Infrastructure assets, consisting of certain improvements other than buildings (such as parking facilities, sidewalks, landscaping and lighting systems) will be capitalized on a prospective basis beginning in 2004.

Interest is capitalized on proprietary fund assets acquired with tax-exempt debt. The amount of interest to be capitalized is calculated by offsetting interest expense incurred from the date of borrowing until project completion with interest earned on invested proceeds over the same period. No interest was capitalized during the year.

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note A – Summary of significant accounting policies (Continued)**

All reported capital assets are depreciated with the exception of land costs. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Land improvements	15 years	15 years
Distribution systems	10-50 years	10-50 years
Buildings & Improvements	20-40 years	20-40 years
Machinery and equipment	3-10 years	3-10 years
Vehicles	5 years	5 years
Street improvements	5 years	5 years

**A.11 – Compensated absences**

The City reports compensated absences in accordance with the provisions of GASB Statement No. 101, “Compensated Absences.” In recognition of the varying work schedules of city employees and each employee’s diverse needs for time away from work, the City provides a general leave policy for its employees. Paid time off shall be accrued by regular employees and is determined by the work period that each employee is scheduled.

Vacation leave

Full-time employees are entitled to varying hours of vacation leave depending on the number of years of eligible service, up to 160 hours per year after completing 15 years of eligible service. Upon termination of employment, employees will be paid for any unused vacation time that has not been taken through the last day of work. In the event that available vacation leave is not used by the end of the benefit year, employees will forfeit the unused time. As such, no amount is reported in the financial statements.

Sick leave

Full-time employees are entitled to 80 hours of sick leave annually, with accumulations up to 480 hours after completing 10 years of eligible service. Sick leave benefits are intended solely to provide income protection in the event of illness or injury. Upon termination of employment, employees will not be paid for any unused sick leave time. No liability is shown on the financial statements due to the immateriality of the amounts involved.

**A.12 – Accrued liabilities and long-term obligations**

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note A – Summary of significant accounting policies (Continued)**

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, the noncurrent portion of compensated absences and special termination benefits that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current, expendable, available financial resources. Bonds payable and other long-term obligations that will be paid from governmental funds are not recognized as a liability in the fund financial statements until due.

**A.13 – Net position**

Net position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are liabilities imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The City applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

**A.14 – Operating revenues and expenses**

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are service charges for electric, water, sewer and sanitation utility services. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**A.15 – Interfund transactions**

Quasi-external 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 reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. In general, the effect of interfund activity has been eliminated from the government-wide financial statements.

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note A – Summary of significant accounting policies (Continued)**

**A.16 – Extraordinary and special items**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City council and that are either unusual in nature or infrequent in occurrence. The City had no transactions that qualify as extraordinary or special items during the year.

**A.17 – Fund balance**

The Governmental Accounting Standards Board (GASB) has issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* (GASB 54). This Statement defines the different type of fund balances that a governmental entity must use for financial reporting purposes.

GASB 54 requires the fund balance amounts to be properly reported within one of the fund balance categories listed below.

- *Nonspendable*, such as fund balance associated with inventories, prepaid expenditures, long-term loans and notes receivable, and property held for resale (unless the proceeds are restricted, committed or assigned),
- *Restricted* fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation,
- *Committed* fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the City Council (the City's highest level of decision-making authority),
- *Assigned* fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed, an
- *Unassigned* fund balance is the residual classification for the City's general fund and includes all spendable amounts not contained in the other classifications.

Committed fund balance is established by a formal passage of a resolution. This is typically done through the adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund. Assigned fund balance is established by the City council through adoption or amendment of the budget as intended for specific purpose (such as purchase of fixed assets, construction, debt service or for other purposes).

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

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note B – Cash and investments**

Cash and deposits – Colorado State statutes govern the City’s deposit of cash. The Public Deposit Protection Acts (PDPA) for banks and savings and loans require state regulators to certify eligible depositories for public deposits. The PDPA require eligible depositories with public deposits in excess of federal insurance levels to create a single institution collateral pool of defined eligible assets. Eligible collateral includes obligations of the United States, obligations of the State of Colorado or Colorado local governments and obligations secured by first lien mortgages on real property located in the state. The pool is to be maintained by another institution or held in trust for all uninsured public deposits as a group and not held in any individual government’s name. The fair value of the assets in the pool must be at least equal to 102% of the aggregate uninsured 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 year-end, the City had total deposits of \$6,778,818, of which \$500,000 was insured and \$6,278,818 was collateralized with securities held by the pledging institution’s trust department or agent in the City’s name.

**Investments**

Authorized investments – Investment policies are governed by Colorado State Statutes and the City’s own investment policies and procedures. Investments of the City may include:

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

At year-end, the City did not have any investments.

**Note C – Receivables**

Receivables at year-end consist of the following:

	Governmental Activities	Business-type Activities	Total Receivables
Utility accounts	\$ -	\$ 448,972	\$ 448,972
Property taxes	453,899	-	453,899
Accounts	664,520	-	664,520
Interest	-	30,525	30,525
Total	<u>\$ 1,118,419</u>	<u>\$ 479,497</u>	<u>\$ 1,597,916</u>

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note C – Receivables (Continued)**

Property taxes are levied on December 15<sup>th</sup> and attach as a lien on property the following January 1<sup>st</sup>. They are payable in full by April 30<sup>th</sup> or are due in two equal installments on February 28<sup>th</sup> and June 15<sup>th</sup>. Yuma County bills and collects property taxes for all taxing entities within the County. The tax receipts collected by the county are remitted to the City in the subsequent month.

**Note D – Interfund transactions**

The following is a summary of interfund borrowings and transfers for the year as presented in the fund financial statements:

<u>Governmental funds</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ -	\$ 1,088,318
Electric Fund	75,000	859,874
Water Fund	1,116,515	-
Sewer Fund	961,408	75,000
Sanitation Fund	-	242,032
Other Governmental Funds	135,765	25
Fiduciary Fund	<u>-</u>	<u>23,439</u>
Total	<u>\$ 2,288,688</u>	<u>\$ 2,288,688</u>

The balance of \$75,000 advanced to the Sewer Fund from the Electric Fund resulted from a loan made to provide financing resources for the wastewater facility improvements.

All remaining balances resulted from the time lag between the dates that (1) interfund reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
General Fund	Electric Fund	\$ 1,250,000
General Fund	Water Fund	75,000
General Fund	Other Governmental Funds	<u>6,644</u>
Totals		<u>\$ 1,331,644</u>

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

**Note D – Interfund transactions (Continued)**

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them. The City annually transfers funds from certain of the Proprietary Funds (Electric and Water Funds) to provide support for various departments within the General Fund. Additionally, the City transferred \$6,644 from the Other Governmental Funds to the General Fund to support youth programs.

**Note E – Capital assets**

Capital asset activity for the year was as follows:

	Beginning Balance	Additions	Deletions/ Transfers	Ending Balance
<b>Governmental activities</b>				
Capital assets, not being depreciated:				
Land	\$ 1,581,135	\$ -	\$ -	\$ 1,581,135
Collection of library books	395,235	-	-	395,235
Construction in progress	324,748	811,185	-	1,135,933
 Total capital assets, not being depreciated	 2,301,118	 811,185	 -	 3,112,303
Capital assets, being depreciated:				
Infrastructure	3,331,422	-	-	3,331,422
Land improvements	12,313,745	-	-	12,313,745
Buildings and improvements	6,507,294	-	-	6,507,294
Vehicles	2,067,388	65,303	-	2,132,691
Machinery and equipment	2,739,586	153,313	-	2,892,899
 Total capital assets, being depreciated	 26,959,435	 218,616	 -	 27,178,051
 Total capital assets	 29,260,553	 1,029,801	 -	 30,290,354
Less accumulated depreciation for:				
Infrastructure	(1,946,489)	(103,933)	-	(2,050,422)
Land improvements	(7,086,652)	(492,717)	-	(7,579,369)
Buildings and improvements	(2,835,770)	(165,021)	-	(3,000,791)
Vehicles	(1,891,198)	(61,743)	-	(1,952,941)
Machinery and equipment	(2,285,965)	(119,695)	-	(2,405,660)
 Total accumulated depreciation	 (16,046,074)	 (943,109)	 -	 (16,989,183)
 Governmental activities capital assets, net	 \$ 13,214,479	 \$ 86,692	 \$ -	 \$ 13,301,171

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

**Note E – Capital assets (Continued)**

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions/ Transfers</u>	<u>Ending Balance</u>
<b>Business-type activities</b>				
Capital assets, not being depreciated:				
Land	\$ 396,161	\$ -	\$ -	\$ 396,161
Water rights	<u>352,000</u>	<u>-</u>	<u>-</u>	<u>352,000</u>
Total capital assets, not being depreciated	748,161	-	-	748,161
Capital assets, being depreciated				
Distribution systems	18,970,047	22,318	-	18,992,365
Buildings and improvements	358,795	-	-	358,795
Vehicles	745,738	-	-	745,738
Machinery and equipment	<u>1,209,540</u>	<u>-</u>	<u>-</u>	<u>1,209,540</u>
Total capital assets, being depreciated	<u>21,284,120</u>	<u>22,318</u>	<u>-</u>	<u>21,306,438</u>
Total capital assets	22,032,281	22,318	-	22,054,599
Less accumulated depreciation for:				
Distribution systems	(6,480,090)	(493,517)	-	(6,973,607)
Building and improvements	(274,935)	(5,832)	-	(280,767)
Vehicles	(640,968)	(23,942)	-	(664,910)
Machinery and equipment	<u>(753,944)</u>	<u>(72,720)</u>	<u>-</u>	<u>(826,664)</u>
Total accumulated depreciation	<u>(8,149,937)</u>	<u>(596,011)</u>	<u>-</u>	<u>(8,745,948)</u>
Business-type activities capital assets, net	<u>\$ 13,882,344</u>	<u>\$ (573,693)</u>	<u>\$ -</u>	<u>\$ 13,308,651</u>

Depreciation expense was charged to programs of the primary government as follows:

<b>Governmental activities</b>	
General government	\$ 49,109
Public safety	149,100
Public works	589,524
Culture and recreation	<u>155,376</u>
Total governmental activities	943,109

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note E – Capital assets (Continued)**

**Business-type activities**

Electric	85,462
Water	205,680
Sewer	240,468
Sanitation	<u>64,401</u>
Total business-type activities	<u>596,011</u>
Total depreciation expense	<u>\$ 1,539,120</u>

**Note F – Long-term debt**

The following is a summary of the changes in long-term debt for the year:

	<u>Beginning Balances</u>	<u>Additions</u>	<u>Adjustments/ Reductions</u>	<u>Ending Balances</u>	<u>Due within one year</u>
<b>Business-type activities</b>					
Notes payable	<u>\$ 3,948,084</u>	<u>\$ -</u>	<u>\$ (165,143)</u>	<u>\$ 3,782,941</u>	<u>\$ 167,224</u>

**Notes payable**

CWRPDA Note payable – Sewer Fund – The City has entered into a \$1,634,200 note agreement with the Colorado Water Resources and Power Development Authority (CWRPDA) dated September 20, 2016, due in semi-annual installments ranging from \$7,530 to \$46,051, including interest, through 2037. The interest rate for the agreement is 1.000%. The agreement was entered into in order to facilitate the modification of the City’s wastewater treatment facility.

\$ 1,079,687

CWRPDA Note payable – Water Fund – The City has entered into a \$3,000,000 note agreement with the Colorado Water Resources and Power Development Authority (CWRPDA) dated February 13, 2020, due in semi-annual installments ranging from \$10,379 to \$62,972, including interest, through 2050. The interest rate for the agreement is 1.500%. The agreement was entered into to update underground water lines, storm drainage lines and storm inlets along Main Street.

2,703,254

Total

\$ 3,782,941

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

**Note F – Long-term debt (Continued)**

The City’s outstanding notes with CWRPDA in the amount of \$3,782,941 are secured with collateral of the net revenue from operation and use of the system as defined in the loan agreement. This outstanding note contains (1) a provision that in an event of default as defined in the loan agreement, the Authority shall have the right to withhold disbursement of loan funds remaining, and take such other action at law or in equity as may appear necessary to enforce the performance and observance of any duty, covenant, obligation, or agreement including, without limitation, appointment ex parte of a receiver of the system.

The following schedule represents the City’s debt service requirements to maturity for the outstanding notes payable at year-end:

<u>Year ended December 31,</u>	<u>Principal</u>	<u>Interest</u>
2025	\$ 167,224	\$ 50,822
2026	169,332	48,715
2027	171,467	46,579
2028	173,630	44,416
2029	175,822	42,224
2030-2034	913,004	177,226
2035-2039	739,714	120,263
2040-2044	552,664	77,059
2045-2049	595,542	34,182
2050	<u>124,542</u>	<u>1,403</u>
Total	<u>\$ 3,782,941</u>	<u>\$ 642,889</u>

**Note G – 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. The City has affiliated with the Colorado Intergovernmental Risk Sharing Agency (CIRSA) to provide protection against losses incurred related to property, casualty, general liability and workers compensation claims. CIRSA is a separate legal entity established by member municipalities pursuant to the provisions of the Colorado Revised Statutes and the Colorado Constitution. The purposes of CIRSA are to provide members defined liability, property and workers compensation coverages 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. The City makes an annual contribution to CIRSA for its insurance coverage. For the year, the City’s financial contribution to CIRSA was \$230,748. Contingent liability claims for the coverage have not been recognized to date after reviewing claim history and the remoteness of potential loss in excess of actual contributions by the City. Settled claims resulting from these risks have not exceeded commercial insurance coverage or the deductible in any of the past three years. There has been no significant reduction in insurance coverage from the prior year in any of the major categories of risk.

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

**Note H – Pension Plans**

The City is covered under five separate pension plans. In addition, employees may also make voluntary contributions to the LFDTF’s voluntary investment program or FPPA’s deferred compensation plan as discussed in Notes J and K, respectively.

Below is a summary of the deferred inflows/outflows, net pension assets and liabilities, and pension expense for the defined benefit plans.

	<u>Deferred Outflows</u>	<u>Deferred Inflows</u>	<u>Net Pension Liability</u>	<u>Net Pension Asset</u>	<u>Pension Expense</u>
PERA - LGDTF	\$ 818,953	\$ 7,512	\$ 1,577,617	\$ -	\$ (15,078)
SWDB	228,501	43,115	-	-	5,277
City of Wray Volunteer Fire	<u>60,701</u>	<u>119,502</u>	<u>370,772</u>	<u>-</u>	<u>16,074</u>
Total	<u>\$ 1,108,155</u>	<u>\$ 170,129</u>	<u>\$ 1,948,389</u>	<u>\$ -</u>	<u>\$ 6,273</u>

The City’s five retirement plans and related disclosures are as follows:

**PERA – Local Government Division Trust Fund**

Summary of significant accounting policies

*Pensions.* The City 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 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).

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note H – Pension Plans (Continued)**

*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. Section 24-51-602, 604, 1713, and 1714.

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 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 also 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.

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note H – Pension Plans (Continued)**

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. Section 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. Section 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 as of December 31, 2024.* Eligible employees and the City 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. Section 24-51-401, *et seq.* and Section 24-51-413. Employee contribution rates for the year are summarized in the table below:

	January 1, 2023 Through <u>December 31, 2023</u>	January 1, 2024 Through <u>December 31, 2024</u>
Employee contribution (all employees other than Safety Officers)	9.00%	9.00%
Safety Officers	13.00%	13.00%

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

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

**Note H – Pension Plans (Continued)**

The employer contribution requirements for all employees other than Safety Officers are summarized in the table below:

	January 1, 2023 Through <u>December 31, 2023</u>	January 1, 2024 Through <u>December 31, 2024</u>
Employer contribution rate	11.00%	11.00%
Amount of employer contribution apportioned to the Health Care Trust Fund as specified in C.R.S. Section 24-51-208(1)(f)	<u>(1.02%)</u>	<u>(1.02%)</u>
Amount apportioned to the LGDTF	9.98%	9.98%
Amortization Equalization Disbursement (AED) as specified in C.R.S. Section 24-51-411	2.20%	2.20%
Supplemental Amortization Equalization Disbursement (SAED) as specified in C.R.S. Section 24-51-411	1.50%	1.50%
Defined Contribution Supplement as specified in C.R.S. Section 24-51-415	<u>0.06%</u>	<u>0.08%</u>
<b>Total employer contribution rate to the LGDTF</b>	<b><u>13.74%</u></b>	<b><u>13.76%</u></b>

\*Contribution rates for the LGDTF are expressed as a percentage of salary as defined in C.R.S. Section 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 is statutorily committed to pay the contributions to the LGDTF. Employer contributions recognized by the LGDTF from the City were \$292,137 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's proportion of the net pension liability was based on the City's contributions to the LGDTF for the calendar year 2023 relative to the total contributions of participating employers.

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

**Note H – Pension Plans (Continued)**

At year-end, the City reported a liability of \$1,577,617 for its proportionate share of the net pension liability.

At December 31, 2023, the City’s proportion was 0.2149 percent, which was an increase of .0021% from its proportion measured as of December 31, 2022.

For the year, the City recognized pension expense of \$(15,078). At year-end, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 85,376	\$ 1,604
Changes of assumptions or other inputs	-	-
Net difference between projected and actual earnings on pension plan investments	435,023	2,737
Changes in proportion and differences between contributions recognized and proportionate share of contributions	6,417	3,171
Contributions subsequent to the measurement date	<u>292,137</u>	<u>-</u>
Total	<u>\$ 818,953</u>	<u>\$ 7,512</u>

\$292,137 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 subsequent year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended December 31,</u>	<u>Amount</u>
2025	\$ 76,208
2026	186,613
2027	383,379
2028	<u>(126,896)</u>
Totals	<u>\$ 519,304</u>

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note H – Pension Plans (Continued)**

*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 State Troopers	3.20% - 11.30%
State Troopers	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:	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 on the PubG-2010 Employee Table with generational projection using scale MP-2019.

Post-retirement non-disabled mortality assumptions for members other than Safety Officers were based on 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 beneficiary mortality assumptions were based on the Pub-2010 Contingent Survivor Table, adjusted as follows:

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

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note H – Pension Plans (Continued)**

- **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 PubNS-2010 Disabled Retiree Table using 99% of the rates for all ages 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 percentage 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:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>30 Year Expected Geometric Real Rate of Return</u>
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	<u>6.00%</u>	4.70%
<b>Total</b>	<b><u>100.00%</u></b>	

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note H – Pension Plans (Continued)**

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 percent. 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 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%.
- 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.

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note H – Pension Plans (Continued)**

- 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 \$1.03 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’s 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 (7.25%)	1% Increase (8.25%)
Proportionate share of the net pension liability	\$ 3,092,305	\$ 1,577,617	\$ 308,820

*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).

Payables to the pension plan

The City did not report any payables to the pension plan at year-end.

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note H – Pension Plans (Continued)**

**Statewide Retirement Plan**

Summary of significant accounting policies

*Pensions.* For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Fire & Police Statewide Retirement Plan and additions to/deductions from Fire & Police Statewide Retirement Plan's fiduciary net position have been determined on the same basis as they are reported by the Fire & Police Pension Association of Colorado. 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.* The Plan is a cost-sharing multiple-employer defined benefit pension plan. The Plan consists of four components: Defined Benefit Component, Hybrid Defined Benefit Component, Social Security Component and Money Purchase Component. The Plan currently has 230 participating employer fire and police departments.

The Defined Benefit Component and Social Security Component cover substantially all full-time employees of participating fire or police departments in Colorado hired on or after April 8, 1978, provided that they are not already covered by a statutorily exempt plan. Employers once had the option to withdraw from the Plan, but a change in state statutes eliminated this option effective January 1, 1998, unless the employer elects and is determined to be eligible to participate in the Statewide Money Purchase Plan.

In 2003, legislation was enacted that allows department who cover their firefighters and police officers in money purchase plans to elect coverage under the Plan. As of August 5, 2023, clerical and other personnel from fire districts whose services are auxiliary to fire protection may also participate in the Plan. As of January 1, 2020, Colorado police and sheriff departments who participate in Social Security have the option of affiliating for coverage under the Plan.

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

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

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note H – Pension Plans (Continued)**

The Plan is administered by the Fire & Police Pension Association of Colorado (FPPA). FPPA issues a publicly available annual comprehensive financial report that can be obtained on FPPA's website at <http://www.FPPAco.org>.

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

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

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

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

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

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

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

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note H – Pension Plans (Continued)**

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

Upon termination, an employee may elect to have member contributions, along with 5 percent as interest, returned as a lump sum distribution in lieu of a retirement benefit.

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

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

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

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

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

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note H – Pension Plans (Continued)**

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

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

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

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

Contributions to the Plan from the City during the year ended December 31, 2024 were \$38,161.

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

At December 31, 2024 the City reported a liability of \$0 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2024. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At December 31, 2023, the City's proportion was .0345 percent, which was a decrease of .0051 percent from its proportion measured as of December 31, 2022.

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note H – Pension Plans (Continued)**

For the year ended December 31, 2024, the City recognized pension expense of \$5,277. At December 31, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Net difference between projected and actual investment earnings	\$ 62,322	\$ -
Changes in assumptions and other inputs	37,650	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	20,327	39,825
Difference between expected and actual experience	70,041	3,290
Contributions subsequent to measurement date	<u>38,161</u>	<u>-</u>
Totals	<u>\$ 228,501</u>	<u>\$ 43,115</u>

\$38,161 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as an addition to the net pension asset in the subsequent year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended December 31,</u>	<u>Amount</u>
2025	\$ 26,547
2026	37,657
2027	53,125
2028	3,165
2029	8,886
2030	7,947
2031	7,943
2032	<u>1,955</u>
Totals	<u>\$ 147,225</u>

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note H – Pension Plans (Continued)**

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

	Total Pension Liability	Actuarial Determined Contributions
Actuarial valuation date	January 1, 2024	January 1, 2023
Actuarial method	Entry age normal	Entry age normal
Amortization method	N/A	Level % of payroll, open
Amortization period	N/A	30 years
Long-term investment rate of return, net*	7.0%	7.0%
Projected salary increases*	4.25% - 11.25%	4.25% - 11.25%
Cost of living adjustments (COLA)	0%	0%
* Includes inflation at	2.5%	2.5%

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

For determining the actuarially determined contributions, the post-retirement mortality tables for non-disabled retirees uses the Pub-2010 Safety Healthy Annuitant Mortality Tables projected with the ultimate values of the MP-2020 projection scale. The pre-retirement off-duty mortality tables are adjusted to 60% of the RP-2014 mortality tables for active employees. The on-duty mortality rate is 0.00015.

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

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note H – Pension Plans (Continued)**

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

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

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

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

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note H – Pension Plans (Continued)**

*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 expected rate of return on pension plan investments is 7.00 percent; the municipal bond rate is 3.77 percent (based on the weekly rate closest to but not later than the measurement date of the “state & local bonds” rate from Federal Reserve statistical release (H.15)); and the resulting Single Discount Rate is 7.00 percent.

*Sensitivity of the City’s proportionate share of the net pension liability/(asset) to changes in the discount rate.* Regarding the sensitivity of the net pension liability/(asset) to changes in the single discount rate, the following presents the City’s proportionate share of the net pension liability/(asset), calculated using a single discount rate of 7.00 percent, as well as what the City’s proportionate share of the 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 <u>(6.00%)</u>	Current Discount <u>(7.00)</u>	1% Increase <u>(8.00)</u>
Proportionate share of the net pension liability (asset)	\$ <u>193,277</u>	\$ <u>-</u>	\$ <u>-</u>

*Pension plan fiduciary net position.* Detailed information about the pension plan’s fiduciary net position is available in the separately issued Fire & Police Pension Association of Colorado financial report.

Payables to the pension plan

The City did not report any payables to the pension plan at year-end.

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note H – Pension Plans (Continued)**

**City of Wray Volunteer Fire Pension Plan**

Summary of significant accounting policies

*Pensions.* For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the City of Wray Volunteer Fire Pension Plan and additions to/deductions from City of Wray Volunteer Fire Pension Plan’s net position have 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 are reported at fair value.

General information about the pension plan

*Plan description.* The City’s defined benefit pension plan, City of Wray Volunteer Fire Pension Plan, provides retirement and death benefits to plan members and beneficiaries for volunteer firefighters. The plan is a single-employer pension plan administered by the Pension Board. The Pension Board has the authority to establish and amend the benefit provisions of the plan.

Management of the City of Wray Volunteer Fire Pension Fund is vested in the local Pension Board, which consists of one council member, the city clerk, the fire chief, one retired volunteer and one current volunteer of the local fire department serving the City.

*Plan membership.* At year-end, pension plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefits	34
Inactive plan members entitled to but not yet receiving benefits	5
Active plan members	<u>30</u>
Total	<u>69</u>

*Benefits provided.* The City of Wray Volunteer Fire Department Pension Plan provides retirement and death benefits. Any firefighter who has both reached the age of 50 and completed 20 years of active service shall be eligible for a monthly pension (currently \$70 per month). The plan also provides for a lump-sum burial benefit of \$100 upon death of an active firefighter.

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note H – Pension Plans (Continued)**

*Contributions.* Contribution requirements of the City are established by the local Pension Board. The plan is noncontributory regarding participants. Contributions to the plan for the year ended December 31, 2024 included \$25,176 from the City (one-half mill levy and related specific ownership taxes), and \$10,180 from the State of Colorado matching funds.

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

At December 31, 2024 the City reported a net pension liability of \$370,772. The net pension liability was measured as of December 31, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2024.

For the year ended December 31, 2024, the City recognized pension expense of \$16,074. At December 31, 2024 the City reported deferred outflows 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	\$ 16,732	\$ 11,146
Changes of assumptions or other inputs	-	108,356
Net difference between projected and actual earnings on pension plan investments	18,793	-
Contributions subsequent to the measurement date	<u>25,176</u>	<u>-</u>
Total	<u>\$ 60,701</u>	<u>\$ 119,502</u>

\$25,176 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as an increase of the net pension liability in the subsequent year. Other amounts reported as deferred outflows of resources related to pensions will be recognized in pension expense as follows:

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note H – Pension Plans (Continued)**

<u>Year Ended</u> <u>December 31,</u>	<u>Amount</u>
2025	\$ (318)
2026	(1,998)
2027	(1,893)
2028	(5,825)
2029	(7,207)
Thereafter	<u>(66,736)</u>
Totals	<u>\$ (83,977)</u>

*Actuarial assumptions.* The total pension liability in the January 1, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial cost method	Entry age actuarial
Amortization method	Level dollar, open
Remaining amortization period	40 years
Asset valuation method	Market value
Inflation	2.75%
Salary increases	N/A
Investment rate of return	1.75% per annum compounded annually
Retirement age	Age 50 and 20 years of service

Mortality rates were based on the Modified 1994 Group Annuity Mortality Table for males.

The long-term expected rate of return on pension plan investments was determined using a best-estimate of expected future real rates of return (expected returns, net of pension plan investment expense). These amounts are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the asset allocation percentage. Best estimates of arithmetic real rates of return for the City's current holdings of cash and certificates of deposit included in the Plan's assets as of December 31, 2023, are summarized in the above table.

*Discount rate.* The discount rate used to measure the total pension liability was 4.50 percent. The projection of cash flows used to determine the discount rate assumed that City contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current and inactive volunteers. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

**Note H – Pension Plans (Continued)**

Changes in the net pension liability/(asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Position (b)	Net Pension Liability (a)-(b)
Balances at beginning of year	\$ 537,858	\$ 166,102	\$ 371,756
Changes for the year			
Service cost	8,687	-	8,687
Interest on total pension liability	23,980	-	23,980
Benefit changes	-	-	-
Difference between expected and actual experience	2,106	-	2,106
Changes of assumptions	-	-	-
Contributions – employer	-	24,732	(24,732)
Contributions – state of Colorado	-	10,347	(10,347)
Net investment income	-	678	(678)
Benefit payments	(25,200)	(25,200)	-
Administrative expenses	-	-	-
Net changes	<u>9,573</u>	<u>10,557</u>	<u>(984)</u>
Balances at end of year	<u>\$ 547,431</u>	<u>\$ 176,659</u>	<u>\$ 370,772</u>

*Sensitivity of the City's net pension liability to changes in the discount rate.* The following presents the City's net pension liability calculated using the discount rate of 4.50 percent, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (3.50 percent) or 1-percentage point higher (5.50 percent) than the current rate:

	1% Decrease (3.50%)	Current Discount (4.50%)	1% Increase (5.50%)
Net pension liability	<u>\$ 442,112</u>	<u>\$ 370,772</u>	<u>\$ 312,063</u>

*Pension plan fiduciary net position.* Detailed information about the pension plan's fiduciary net position is available in the separately issued City of Wray Fireman Pension Fund financial report.

Payables to the pension plan

The City did not report any payables to the pension plan at year-end.

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note I – Defined benefit other post-employment benefit (OPEB) plan**

Summary of Significant Accounting Policies

*OPEB.* The District 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 District 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.

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.

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note I – Defined benefit other post-employment benefit (OPEB) plan (Continued)**

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.

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

**Note I – Defined benefit other post-employment benefit (OPEB) plan (Continued)**

*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 District is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from the District were \$21,692 for the year ended December 31, 2024.

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

At year-end, the District reported a liability of \$121,910 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 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 total OPEB liability to December 31, 2023. The District’s proportion of the net OPEB liability was based on the District’s 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 District’s proportion was 0.0171%, which was a decrease of 0.0001% from its proportion measured as of December 31, 2022.

For the year ended December 31, 2024, the District recognized OPEB expense of \$(2,279). At year-end, the District 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 experience	\$ -	\$ 24,780
Changes of assumptions or other inputs	1,424	12,926
Net difference between projected and actual earnings on OPEB plan investments	3,852	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	3,238	765
Contributions subsequent to the measurement date	<u>21,692</u>	<u>-</u>
Total	<u>\$ 30,206</u>	<u>\$ 38,471</u>

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note I – Defined benefit other post-employment benefit (OPEB) plan (Continued)**

\$21,692 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 subsequent year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year Ended</u> <u>December 31,</u>	<u>Amount</u>
2025	\$ (13,510)
2026	(6,845)
2027	(2,351)
2028	(5,213)
2029	(1,608)
2030	<u>(430)</u>
Total	<u>\$ (29,957)</u>

*Actuarial assumptions.* The total OPEB liability in the December 31, 2022 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs for the Local Government 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	3.20%-11.30%
Safety officers	3.20%-12.40%
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	7.00% in 2023, gradually decreasing to 4.50% in 2033
Medicare Part A premiums <sup>1</sup>	3.50% in 2023, gradually increasing to 4.50% in 2035

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

**Note I – Defined benefit other post-employment benefit (OPEB) plan (Continued)**

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.

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

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

**Note I – Defined benefit other post-employment benefit (OPEB) plan (Continued)**

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.

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

<u>Year</u>	<u>PERACare Medicare Plans</u>	<u>Medicare Part A Premiums</u>
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%

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note I – Defined benefit other post-employment benefit (OPEB) plan (Continued)**

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 total OPEB liability 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.

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 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.

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note I – Defined benefit other post-employment benefit (OPEB) plan (Continued)**

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.

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

**Note I – Defined benefit other post-employment benefit (OPEB) plan (Continued)**

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:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>30 Year Expected Geometric Real Rate of Return</u>
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	<u>6.00%</u>	4.70%
Total	<u>100.00%</u>	

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 District's 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:

	<u>1% Decrease in Trend Rates</u>	<u>Current Trend Rates</u>	<u>1% Increase in Trend Rates</u>
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	<u>3.50%</u>	<u>4.50%</u>	<u>5.50%</u>
Net OPEB Liability	\$ 118,411	\$ 121,910	\$ 125,716

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

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note I – Defined benefit other post-employment benefit (OPEB) plan (Continued)**

*Discount rate.* The discount rate used to measure the total OPEB liability 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.
- 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.

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note I – Defined benefit other post-employment benefit (OPEB) plan (Continued)**

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 total OPEB liability. 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 District’s 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 one-percentage-point lower (6.25%) or one-percentage-point higher (8.25%) than the current rate:

	1% Decrease <u>(6.25%)</u>	Current Discount Rate <u>(7.25%)</u>	1% Increase <u>(8.25%)</u>
Proportionate share of the net OPEB liability	\$ <u>143,991</u>	\$ <u>121,910</u>	\$ <u>103,019</u>

*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).

Payables to the OPEB plan

The District did not report any payables to the OPEB plan at year-end.

**Note J – Defined contribution pension plan**

Voluntary Investment Program (PERAPlus 401(k) Plan)

*Plan description* - Employees of the City that are also members of the SCHDTF 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).

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note J – Defined contribution pension plan (Continued)**

*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. The City does not offer matching contributions to its employees. Employees are immediately vested in their own contributions and investment earnings. For the year ended December 31, 2024, program members contributed \$21,691 for the PERAPlus 401(k) Plan.

**Note K – Deferred compensation plan**

The City has a deferred compensation plan created in accordance with the Internal Revenue Code Section 457. The plan is administered by the Fire and Police Pension Association through an administrative service agreement. The plan is available to all police officers of the City. Employees defer a portion of their salary until future years. Deferred compensation is not available to employees until termination, retirement, death or financial hardship.

Amendments to the laws governing Section 457 deferred compensation plans substantially became effective January 1, 1997. The City approved plan amendments such that plan assets are held in trust for the exclusive benefit of the plan participants and their beneficiaries. The assets will not be diverted for any other purpose.

**Note L – Commitments and contingencies**

**Federal and state funding**

The City receives revenues from various federal and state grant programs which are subject to final review and approval by the grantor agencies. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

**TABOR Amendment**

In November 1992, Colorado voters passed an amendment, commonly known as the Taxpayer’s Bill of Rights (TABOR), to the State Constitution (Article X, Section 20) which limits the revenue raising and spending abilities of state and local governments. The limits on property taxes, revenue, and “fiscal year spending” include allowable annual increases tied to inflation and local growth. Fiscal year spending as defined by the amendment excludes spending from certain revenue and financing sources such as federal funds, gifts, property sales, fund transfers, damage awards, and fund reserves (balances). The amendment requires voter approval for any increase in mill levy or tax rates, new taxes, or creation of multi-year debt. Revenue earned in excess of the “spending limit” must be refunded or approved to be retained by the City under specified voting requirements by the entire electorate.

**CITY OF WRAY, COLORADO**  
**Notes to Financial Statements**

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**Note L – Commitments and contingencies (Continued)**

In November, 1993, the voters of the City approved a ballot initiative permitting the City to retain, appropriate, and utilize, by retention for reserve, carryover fund balance, or expenditure, the full proceeds of the City's sales and use tax, non-federal grants, fees and other revenues, without limitation, in this fiscal year and all subsequent fiscal years notwithstanding any limitation of Article X, Section 20 of the Colorado Constitution.

In November 2007, the voters of the City approved a ballot initiative permitting the City to retain, appropriate, and utilize, by retention for reserve, carryover fund balance, or expenditure the full proceeds of the City's property tax revenues generated from the mill levy for general municipal purposes, without limitation, in this fiscal year and all subsequent fiscal years notwithstanding any limitation of Article X, Section 20 of the

TABOR is complex and subject to judicial interpretation. The City believes it is in compliance with the requirements of TABOR. However, the City has made certain interpretations of TABOR's language in order to determine its compliance. The City has reserved funds in the General Fund in the amount of \$112,000 for the emergency reserve.

**CWRPDA loan covenants – Water and Sewer Funds**

Rate covenant – during the loan term, the City shall establish, impose and collect, rents, rates and other charges for the products and services provided by the system, which shall be at least sufficient, together with other amounts available therefore, and after meeting the operation and maintenance expenses of the system, to pay 110% of the debt service coming due in such calendar year. The City believes it has met this requirement for the year ended December 31, 2024.

Operations and maintenance fund – the City shall 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. Said reserve may be in the form of unobligated fund balances or other unobligated cash or securities or may be in a separate segregated fund. Unobligated fund balances in the Water and Sewer Funds exceeded the required reserve by \$1,344,427 and \$1,133,047, respectively.

**Local Government Budget Law**

Expenditures in the Youth and Fireman's Pension Funds exceeded appropriations by \$1,386 and \$260, respectively, and may be in violation of Colorado Local Government Budget Laws.

### **Required Supplementary Information**

Required supplementary information includes financial information and disclosures that are required by the Governmental Accounting Standards Board but are not considered a part of the basic financial statements. Such information includes:

- General Fund – Budgetary Comparison Schedule
- Library Improvement Fund – Budgetary Schedule
- Schedule of the City’s Proportionate Share of the Net Pension Liability – PERA’s Local Government Division Trust Fund
- Schedule of City Contributions – PERA’s Local Government Division Trust Fund
- Schedule of the City’s Proportionate Share of the Net Pension Liability (Asset) – Police Statewide Defined Benefit Plan
- Schedule of City Contributions – Police Statewide Defined Benefit Plan
- Schedule of Changes in the City’s Net Pension Liability/(Asset) and Related Ratios – City of Wray Volunteer Fire Pension Plan
- Schedule of City Contributions – City of Wray Volunteer Fire Pension Plan
- Schedule of the City’s Proportionate Share of the Net OPEB Liability – PERA’s Health Care Trust Fund
- Schedule of City Contributions – PERA’s Health Care Trust Fund
- Notes to the Required Supplementary Information

**CITY OF WRAY, COLORADO**  
**General Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended December 31, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes	\$ 2,174,532	\$ 2,174,532	\$ 2,472,521	\$ 297,989
Licenses and permits	14,959	14,959	102,220	87,261
Intergovernmental	11,029,786	11,029,786	911,571	(10,118,215)
Fines and forfeitures	15,565	15,565	20,529	4,964
Charges for services	426,765	426,765	405,304	(21,461)
Miscellaneous	773,492	773,492	429,755	(343,737)
Total revenues	14,435,099	14,435,099	4,341,900	(10,093,199)
Expenditures				
Current				
General government	7,207,291	7,207,291	1,324,989	5,882,302
Public safety	2,365,737	2,365,737	2,024,231	341,506
Public works	4,452,979	4,452,979	819,933	3,633,046
Culture and recreation	2,390,113	2,390,113	1,438,797	951,316
Total expenditures	16,416,120	16,416,120	5,607,950	10,808,170
Excess of revenues over (under) expenditures	(1,981,021)	(1,981,021)	(1,266,050)	714,971
Other financing sources				
Sale of assets	5,000	5,000	153,210	148,210
Transfers in	1,981,643	1,981,643	1,331,644	(649,999)
Total other financing sources	1,986,643	1,986,643	1,484,854	(501,789)
Net change in fund balance	\$ 5,622	\$ 5,622	218,804	\$ 213,182
Fund balance at beginning of year			299,487	
Fund balance at end of year			\$ 518,291	

**CITY OF WRAY, COLORADO**  
**Library Improvement Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended December 31, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Miscellaneous				
Interest on investments			\$ 2,319	\$ 2,319
Donations				-
Total revenues	\$ -	\$ -	2,319	2,319
Expenditures				
Culture and recreation	10,000	10,000		10,000
Net change in fund balance	<u>\$ (10,000)</u>	<u>\$ (10,000)</u>	2,319	<u>\$ 12,319</u>
Fund balance at beginning of year			<u>13,097</u>	
Fund balance at end of year			<u>\$ 15,416</u>	

**CITY OF WRAY, COLORADO**  
**Schedule of the City's Proportionate Share of the Net Pension Liability/(Asset)**  
**PERA's Local Government Division Trust Fund**  
**December 31, 2024**

	2024	2023	2022	2021
City's proportion of the net pension liability/(asset)	0.2149%	0.2128%	0.2186%	0.2220%
City's proportionate share of the net pension liability/(asset)	\$ 1,577,617	\$ 2,133,221	\$ (187,451)	\$ 1,156,699
City's covered payroll	\$ 1,889,829	\$ 1,744,556	\$ 1,628,778	\$ 1,568,327
City's proportionate share of the net pension liability/(asset) as a percentage of its employee payroll	83.48%	122.28%	-11.51%	73.75%
Plan fiduciary net position as a percentage of the total pension liability	88.03%	82.99%	101.49%	90.88%

\* The amounts presented for each fiscal year were determined as of December 31 of the prior year.

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2020	2019	2018	2017	2016	2015
0.2171%	0.2136%	0.2111%	0.2301%	0.2085%	0.2189%
\$ 1,588,126	\$ 2,685,209	\$ 2,350,739	\$ 3,106,536	\$ 2,296,570	\$ 1,962,368
\$ 1,496,590	\$ 1,402,247	\$ 1,331,871	\$ 1,394,425	\$ 1,184,001	\$ 1,199,687
106.12%	191.49%	176.50%	222.78%	193.97%	163.57%
86.26%	75.96%	79.37%	73.60%	76.90%	80.70%

**CITY OF WRAY, COLORADO**  
**Schedule of City Contributions**  
**PERA's Local Government Division Trust Fund**  
**December 31, 2024**

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	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Contractually required contribution	\$ 292,137	\$ 259,430	\$ 234,492	\$ 214,742
Contributions in relation to the contractually required contribution	<u>(292,137)</u>	<u>(259,430)</u>	<u>(234,492)</u>	<u>(214,742)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 2,126,717	\$ 1,889,829	\$ 1,744,556	\$ 1,628,778
Contributions as a percentage of covered payroll	13.74%	13.73%	13.44%	13.18%

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<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 202,611	\$ 189,606	\$ 177,632	\$ 168,881	\$ 176,813	\$ 150,131
<u>(202,611)</u>	<u>(189,606)</u>	<u>(177,632)</u>	<u>(168,881)</u>	<u>(176,813)</u>	<u>(150,131)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 1,568,327	\$ 1,496,590	\$ 1,402,247	\$ 1,331,871	\$ 1,394,425	\$ 1,184,001
12.92%	12.67%	12.67%	12.68%	12.68%	12.68%

**CITY OF WRAY, COLORADO**  
**Schedule of the City's Proportionate Share of the Net Pension Liability (Asset)**  
**Police Statewide Defined Benefit Plan**  
**December 31, 2024**

	2024	2023	2022	2021
City's proportion of the net pension liability/(asset)	0.0345%	0.0396%	0.0355%	0.0334%
City's proportionate share of the net pension liability/(asset)	\$ -	\$ 35,107	\$ (192,517)	\$ (72,435)
City's covered payroll	\$ 338,632	\$ 344,111	\$ 285,976	\$ 267,988
City's proportionate share of the net pension liability/(asset) as a percentage of its covered payroll	0.0%	10.2%	-67.3%	-27.0%
Plan fiduciary net position as a percentage of the total pension liability	100.00%	97.60%	116.20%	106.70%

\* The amounts presented for each fiscal year were determined as of December 31 of the prior year.

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<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
0.0348%	0.0271%	0.0500%	0.0593%	0.0594%	0.0650%
\$ (19,660)	\$ 34,218	\$ (71,874)	\$ 21,427	\$ (1,048)	\$ (73,401)
\$ 256,200	\$ 181,300	\$ 292,225	\$ 303,475	\$ 288,063	\$ 292,481
-7.7%	18.9%	-24.6%	7.1%	-0.4%	-25.1%
101.90%	95.20%	106.30%	98.21%	100.10%	106.80%

**CITY OF WRAY, COLORADO**  
**Schedule of City Contributions**  
**Police Statewide Defined Benefit Plan**  
**December 31, 2024**

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	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Contractually required contribution	\$ 38,161	\$ 32,170	\$ 30,970	\$ 24,308
Contributions in relation to the contractually required contribution	<u>(38,161)</u>	<u>(32,170)</u>	<u>(30,970)</u>	<u>(24,308)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 381,611	\$ 338,632	\$ 344,111	\$ 285,976
Contributions as a percentage of covered payroll	10.00%	9.50%	9.00%	8.50%

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<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 21,439	\$ 20,496	\$ 14,504	\$ 23,378	\$ 24,278	\$ 23,045
<u>(21,439)</u>	<u>(20,496)</u>	<u>(14,504)</u>	<u>(23,378)</u>	<u>(24,278)</u>	<u>(23,045)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 267,988	\$ 256,200	\$ 181,300	\$ 292,225	\$ 303,475	\$ 288,063
8.00%	8.00%	8.00%	8.00%	8.00%	8.00%

**CITY OF WRAY, COLORADO**  
**Schedule of Changes in the City's Net Pension Liability/(Asset) and Related Ratios**  
**City of Wray Volunteer Fire Pension Plan**  
**Last 10 Fiscal Years**

	2024	2023	2022
<b>Total pension liability</b>			
Service cost	\$ 8,687	\$ 8,299	\$ 8,622
Interest on the total pension liability	23,980	24,187	23,668
Benefit changes	-	-	-
Plan amendment	-	-	-
Differences between expected and actual experience	2,106	(12,384)	4,521
Assumption changes	-	-	-
Benefit payments	(25,200)	(24,950)	(25,200)
Net change in total pension liability	9,573	(4,848)	11,611
Total pension liability - beginning	537,858	542,706	530,974
Total pension liability - ending (a)	<u>\$ 547,431</u>	<u>\$ 537,858</u>	<u>\$ 542,585</u>
<b>Plan fiduciary net position</b>			
Employer contributions	\$ 24,732	\$ 25,250	\$ 33,751
Pension plan net investment income	678	(11,987)	7,232
Benefit payments	(25,200)	(24,950)	(25,200)
Pension plan administrative expenses	-	-	-
State of Colorado matching funds	10,347	9,669	9,530
Adjustment to beginning balance	-	-	-
Net change in plan fiduciary net position	10,557	(2,018)	25,313
Plan fiduciary net position - beginning	166,102	168,120	142,807
Plan fiduciary net position - ending (b)	<u>\$ 176,659</u>	<u>\$ 166,102</u>	<u>\$ 168,120</u>
<b>City's net pension liability/(asset) - ending (a) - (b)</b>	<u>\$ 370,772</u>	<u>\$ 371,756</u>	<u>\$ 374,465</u>
<b>Plan fiduciary net position as a percentage of the total pension liability</b>	32.27%	30.88%	30.99%
<b>Covered payroll</b>	N/A	N/A	N/A
<b>City's net pension liability as a percentage of covered payroll</b>	N/A	N/A	N/A

\* The amounts presented for each fiscal year were determined as of December 31 of the prior year.

2021	2020	2019	2018	2017	2016	2015
\$ 8,657	\$ 9,325	\$ 9,584	\$ 14,913	\$ 10,960	\$ 10,222	\$ 9,966
23,038	22,444	13,118	13,106	12,785	12,527	12,214
-	-	-	-	-	-	-
-	-	-	-	94,857	-	-
7,532	6,944	-	(11,626)	7,614	8,184	7,979
-	-	(154,794)	-	40,525	-	-
(25,200)	(24,430)	(25,200)	(23,520)	(22,120)	(19,120)	(18,240)
14,027	14,283	(157,292)	(7,127)	144,621	11,813	11,919
516,947	502,664	659,956	667,083	522,462	510,649	498,730
<u>\$ 530,974</u>	<u>\$ 516,947</u>	<u>\$ 502,664</u>	<u>\$ 659,956</u>	<u>\$ 667,083</u>	<u>\$ 522,462</u>	<u>\$ 510,649</u>
\$ 27,669	\$ 32,511	\$ 21,361	\$ 20,798	\$ 20,922	\$ 11,754	\$ 10,715
(2,252)	(2,658)	528	(3,324)	(3,338)	540	537
(25,200)	(24,430)	(25,200)	(23,520)	(22,120)	(19,120)	(18,240)
-	-	-	-	-	-	-
9,113	8,861	7,900	8,463	7,884	7,530	7,417
-	-	-	-	(296)	-	-
9,330	14,284	4,589	2,417	3,052	704	429
133,477	119,193	114,604	112,187	109,135	108,431	108,002
<u>\$ 142,807</u>	<u>\$ 133,477</u>	<u>\$ 119,193</u>	<u>\$ 114,604</u>	<u>\$ 112,187</u>	<u>\$ 109,135</u>	<u>\$ 108,431</u>
<u>\$ 388,167</u>	<u>\$ 383,470</u>	<u>\$ 383,471</u>	<u>\$ 545,352</u>	<u>\$ 554,896</u>	<u>\$ 413,327</u>	<u>\$ 402,218</u>
26.90%	25.82%	23.71%	17.37%	16.82%	20.89%	21.23%
N/A	N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A	N/A

**CITY OF WRAY, COLORADO**  
**Schedule of City Contributions**  
**City of Wray Volunteer Fire Pension Plan**  
**Last 10 Fiscal Years**

Year Ending December 31,	Actuarially Determined Contribution	Actual Contribution *	Contribution Deficiency (Excess)	Covered Payroll	Actuarial Contribution as a % of Covered Payroll
(a)	(b)	(c)	(d) = (b) - (c)	(e)	(f)
2024	\$ 30,230	\$ 35,356	\$ (5,126)	N/A	N/A
2023	\$ 30,527	\$ 35,079	\$ (4,552)	N/A	N/A
2022	\$ 30,305	\$ 34,919	\$ (4,614)	N/A	N/A
2021	\$ 31,433	\$ 33,231	\$ (1,798)	N/A	N/A
2020	\$ 31,192	\$ 36,783	\$ (5,591)	N/A	N/A
2019	\$ 31,859	\$ 31,372	\$ 487	N/A	N/A
2018	\$ 33,461	\$ 29,261	\$ 4,200	N/A	N/A
2017	\$ 35,208	\$ 29,261	\$ 5,947	N/A	N/A
2016	\$ 29,053	\$ 28,806	\$ 247	N/A	N/A
2015	\$ 35,395	\$ 19,284	\$ 16,111	N/A	N/A

\* Includes both employer and State of Colorado matching funds.

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**CITY OF WRAY, COLORADO**  
**Schedule of Investment Returns**  
**City of Wray Volunteer Fire Pension Plan**  
**Last 10 Fiscal Years**

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	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Annual money-weighted rate of return, net of investment expense	4.50%	0.40%	-7.03%	4.85%

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<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
-1.65%	-2.13%	0.46%	-2.95%	-3.29%	0.50%

**CITY OF WRAY, COLORADO**  
**Schedule of the City's Proportionate Share of the Net OPEB Liability <sup>1</sup>**  
**PERA's Health Care Trust Fund**  
**December 31, 2024**

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	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
City's proportion of the net OPEB liability	0.0171%	0.0172%	0.0170%	0.0169%
City's proportionate share of the net OPEB liability	\$ 121,910	\$ 140,169	\$ 146,490	\$ 160,781
City's covered payroll	\$ 1,887,504	\$ 1,742,106	\$ 1,626,078	\$ 1,564,702
City's proportionate share of the net OPEB liability as a percentage of its employee payroll	6.46%	8.05%	9.01%	10.28%
Plan fiduciary net position as a percentage of the total OPEB liability	46.16%	38.57%	39.40%	32.78%

\* The amounts presented for each fiscal year were determined as of December 31 of the prior year.

<sup>1</sup> Until a full 10-year trend is compiled, the City will present information for those years for which information is available.

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<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
0.0166%	0.0166%	0.0164%	0.0177%
\$ 186,856	\$ 225,262	\$ 213,175	\$ 228,933
\$ 1,494,790	\$ 1,400,322	\$ 1,331,871	\$ 1,394,425
12.50%	16.09%	16.01%	16.42%
24.49%	17.03%	17.53%	16.72%

**CITY OF WRAY, COLORADO**  
**Schedule of City Contributions <sup>1</sup>**  
**PERA's Health Care Trust Fund**  
**December 31, 2024**

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	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Contractually required contribution	\$ 21,692	\$ 19,253	\$ 17,769	\$ 16,586
Contributions in relation to the contractually required contribution	<u>(21,692)</u>	<u>(19,253)</u>	<u>(17,769)</u>	<u>(16,586)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 2,126,717	\$ 1,887,504	\$ 1,742,106	\$ 1,626,078
Contributions as a percentage of covered payroll	1.02%	1.02%	1.02%	1.02%

<sup>1</sup> Until a full 10-year trend is compiled, the City will present information for those years for which information is available.

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<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
\$ 15,960	\$ 15,247	\$ 14,283	\$ 13,583	\$ 14,221
<u>(15,960)</u>	<u>(15,247)</u>	<u>(14,283)</u>	<u>(13,583)</u>	<u>(14,221)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 1,564,702	\$ 1,494,790	\$ 1,400,322	\$ 1,331,871	\$ 1,394,425
1.02%	1.02%	1.02%	1.02%	1.02%

**CITY OF WRAY, COLORADO**  
**Notes to the Required Supplementary Information**

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**Note A – Budgetary data**

Annual budgets are established for all funds of the City as required by its local code. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles except for the enterprise funds (electric, water, sanitation and sewer) in which capital and principal retirement expenses are treated as operating expenses and depreciation expense is not budgeted.

An appropriated budget for the entity as a whole is prepared on a detailed basis. Revenues are budgeted by source. Expenditures are budgeted by department and the major divisions thereof and by each independent office and agency and by the principal objects of expenditure. The legal level of control is considered to be the entity as a whole and expenditures may not exceed appropriations at this level. All budget revisions at this level are subject to final review and approval by City council. Within these control levels, management may transfer appropriations without City council approval. Revisions to the budget were made throughout the year.

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

- On or before October 15<sup>th</sup> of each year, or in conformity with the general state law, the City clerk submits to the City council a budget which shall be a complete financial plan for the ensuing fiscal year.
- At the same time the budget is submitted, the City clerk shall also prepare an appropriation ordinance making a levy in mills upon all taxable property within the City for the ensuing fiscal year.
- A public hearing on the budget shall be held by City council two weeks after its submission. Notice of the time and place of said hearing shall be published within three days after the submission of the budget.
- Prior to December 15<sup>th</sup>, or in conformity with the general state law, the City council shall adopt the budget and the tax levy ordinance.
- Any portion of any annual appropriation remaining unexpended and unencumbered at the close of the budget year shall be declared surplus and included in the budget for the ensuing year as those appropriations lapse at year-end.

**CITY OF WRAY, COLORADO**  
**Notes to the Required Supplementary Information**

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**Note B – Factors affecting trends in amounts reported in the pension and OPEB schedules**

PERA – Local Government Division Trust Fund and Health Care Trust Fund

Information about factors that significantly affect trends in the amounts reported in the Schedules of the City's Proportionate Share of the Net Pension and OPEB Liabilities and the Schedules of City Contributions is available in PERA's comprehensive annual financial report which can be obtained at [www.copera.org/investments/pera-financial-reports](http://www.copera.org/investments/pera-financial-reports).

FPPA – Police Statewide Defined Benefit Plan

Information about factors that significantly affect trends in the amounts reported in the pension schedules is available in FPPA's comprehensive annual financial report which can be obtained at [www.fppaco.org/annual-reports.html](http://www.fppaco.org/annual-reports.html).

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### **Other Supplementary Information**

Other supplementary information includes financial statements and schedules not required by the Governmental Accounting Standards Board, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- General Fund – Budgetary Comparison Schedules of Revenues and Expenditures
- Combining Statements and Budgetary Comparison Schedules – Nonmajor Governmental Funds
- Budgetary Comparison Schedules – Nonmajor Governmental Funds
- Budgetary Comparison Schedules – Enterprise Funds
- Budgetary Comparison Schedule – Fiduciary Fund

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## **Budgetary Comparison Schedules – General Fund**

The General Fund accounts for all transactions of the City not required to be accounted for in other funds. This fund represents an accounting of the City's ordinary operations financed primarily from tax dollars and intergovernmental aid. It is the most significant fund in relation to the City's overall operations. The schedules of revenues and expenditures are included to provide a greater level of detail to the reader of the financial statements.

**CITY OF WRAY, COLORADO**  
**General Fund**  
**Budgetary Comparison Schedule - Revenues**  
**For the Year Ended December 31, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Taxes				
Property taxes	\$ 485,000	\$ 485,000	\$ 443,349	\$ (41,651)
Specific ownership taxes	46,650	46,650	44,077	(2,573)
Penalties and interest on taxes	1,377	1,377	1,090	(287)
Franchise taxes	24,811	24,811	20,153	(4,658)
Sales taxes	1,553,344	1,553,344	1,875,336	321,992
Severance taxes	15,000	15,000	26,311	11,311
Lodging taxes	48,350	48,350	62,205	13,855
<b>Total taxes</b>	<b>2,174,532</b>	<b>2,174,532</b>	<b>2,472,521</b>	<b>297,989</b>
Licenses and permits	14,959	14,959	102,220	87,261
Intergovernmental				
Motor vehicle assessments	9,224	9,224	8,455	(769)
Cigarette taxes	4,076	4,076	3,153	(923)
Weed & clean up	200	200		(200)
Property tax backfill			103,387	103,387
Highway users tax	90,000	90,000	101,868	11,868
Road and bridge taxes	25,980	25,980	25,860	(120)
General grants	6,295,750	6,295,750	229,678	(6,066,072)
Fire department grant	81,000	81,000		(81,000)
Ambulance grants	361,750	361,750	174,155	(187,595)
Police grants	103,567	103,567	5,274	(98,293)
Airport grants	1,387,833	1,387,833	117,405	(1,270,428)
Library grants	741,000	741,000	5,000	(736,000)
Amphitheater grant	15,000	15,000		(15,000)
Street grant	1,914,406	1,914,406	137,336	(1,777,070)
<b>Total intergovernmental</b>	<b>11,029,786</b>	<b>11,029,786</b>	<b>911,571</b>	<b>(10,118,215)</b>
Fines and forfeitures				
Animal control	700	700	1,490	790
Police fines	14,260	14,260	17,671	3,411
Library fines	605	605	1,368	763
<b>Total fines and forfeitures</b>	<b>15,565</b>	<b>15,565</b>	<b>20,529</b>	<b>4,964</b>

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Charges for services				
Ambulance fees	300,000	300,000	235,789	(64,211)
Street fees	4,045	4,045	3,297	(748)
Parks user fees	668	668	826	158
Recreation fees	29,187	29,187	41,100	11,913
Swimming pool fees	73,857	73,857	87,650	13,793
Museum fees	3,700	3,700	4,603	903
Rental income	15,308	15,308	32,039	16,731
Total charges for services	426,765	426,765	405,304	(21,461)
Miscellaneous				
Interest on investments	4,100	4,100	14,056	9,956
Donations	619,450	619,450	82,870	(536,580)
Insurance claim income			326,563	326,563
Miscellaneous	149,942	149,942	6,266	(143,676)
Total miscellaneous	773,492	773,492	429,755	(343,737)
Total revenues	<u>\$ 14,435,099</u>	<u>\$ 14,435,099</u>	<u>\$ 4,341,900</u>	<u>\$ (10,093,199)</u>

**CITY OF WRAY, COLORADO**  
**General Fund**  
**Budgetary Comparison Schedule - Expenditures**  
**For the Year Ended December 31, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
General government				
Salaries	\$ 241,362	\$ 241,362	\$ 222,207	\$ 19,155
Employee benefits	93,221	93,221	87,175	6,046
Workers compensation	65,000	65,000	39,735	25,265
Contract labor	20,008	20,008	20,008	-
Supplies	16,000	16,000	9,236	6,764
Repairs and maintenance	2,500	2,500	1,152	1,348
Housekeeping	47,000	47,000	46,600	400
Insurance	170,000	170,000	181,006	(11,006)
Insurance claim expense			121,152	(121,152)
Training	6,500	6,500	1,270	5,230
Professional services	25,000	25,000	96,223	(71,223)
Meetings and dues	10,000	10,000	9,073	927
Audit expense	21,000	21,000	18,900	2,100
Dues and donations	20,000	20,000	16,443	3,557
County treasurer fees	9,700	9,700	11,473	(1,773)
Election expense	5,000	5,000		5,000
Grant expenditures	6,420,000	6,420,000	406,724	6,013,276
Development expense	30,000	30,000	36,612	(6,612)
Capital outlay	5,000	5,000		5,000
<b>Total general government</b>	<b>7,207,291</b>	<b>7,207,291</b>	<b>1,324,989</b>	<b>5,882,302</b>
Public safety				
Police				
Salaries	531,112	531,112	473,005	58,107
Employee benefits	276,555	276,555	214,251	62,304
Contract labor	17,400	17,400	17,400	-
Professional services	4,500	4,500	12,665	(8,165)
Meetings and dues	5,500	5,500	4,353	1,147
Court expense	1,500	1,500	1,938	(438)
Vehicle expense	12,000	12,000	10,933	1,067
Repairs and maintenance	15,000	15,000	12,965	2,035
Supplies	11,000	11,000	11,982	(982)
Medical expense	3,000	3,000	179	2,821
Communications	8,000	8,000	8,046	(46)
Police operations	35,700	35,700	40,082	(4,382)
Lease expense	4,200	4,200	2,129	2,071
Grant expenditures	55,000	55,000	154,115	(99,115)
Capital outlay	75,000	75,000	68,277	6,723
<b>Total police</b>	<b>1,055,467</b>	<b>1,055,467</b>	<b>1,032,320</b>	<b>23,147</b>

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Animal Control				
Salaries	5,885	5,885	7,045	(1,160)
Employee benefits	956	956	1,143	(187)
Supplies	537	537	140	397
Capital outlay	500	500		500
Total animal control	7,878	7,878	8,328	(450)
Fire				
Supplies	10,000	10,000	7,859	2,141
Repairs and maintenance	22,000	22,000	10,126	11,874
Training	3,500	3,500		3,500
Professional services	3,000	3,000		3,000
Firemen's pension	24,870	24,870	25,176	(306)
Fireworks display	10,000	10,000	10,000	-
Grant expenditures	90,000	90,000		90,000
Capital outlay	25,000	25,000	16,835	8,165
Total fire	188,370	188,370	69,996	118,374
Ambulance				
Salaries	436,982	436,982	550,097	(113,115)
Employee benefits	206,026	206,026	177,045	28,981
Supplies	36,000	36,000	41,003	(5,003)
Repairs and maintenance	7,000	7,000	25,851	(18,851)
Vehicle expense	20,000	20,000	15,675	4,325
Training	7,000	7,000	4,404	2,596
Professional services	25,974	25,974	27,809	(1,835)
Transfer meals	4,040	4,040	4,977	(937)
Communications	5,000	5,000	5,813	(813)
Lease	1,000	1,000	913	87
Grant expenditures	365,000	365,000	60,000	305,000
Total ambulance	1,114,022	1,114,022	913,587	200,435
Total public safety	2,365,737	2,365,737	2,024,231	341,506

(continued)

**CITY OF WRAY, COLORADO**  
**General Fund**  
**Budgetary Comparison Schedule - Expenditures**  
**For the Year Ended December 31, 2024**

(continued)	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Public works				
Highways and streets				
Salaries	282,314	282,314	166,503	115,811
Employee benefits	180,908	180,908	61,963	118,945
Maintenance and repairs	30,000	30,000	37,939	(7,939)
System maintenance	150,000	150,000	192,501	(42,501)
Street repairs	250,000	250,000	9,398	240,602
Supplies	6,500	6,500	10,839	(4,339)
Shop and general	25,000	25,000	26,571	(1,571)
Vehicle expense	42,000	42,000	16,513	25,487
Training	3,000	3,000		3,000
Professional services	26,000	26,000	453	25,547
Medical expense	2,000	2,000	3,000	(1,000)
Grant expenditures	1,971,198	1,971,198	146,689	1,824,509
Total highways and streets	2,968,920	2,968,920	672,369	2,296,551
Airport				
Salaries			20,509	(20,509)
Employee benefits			3,204	(3,204)
Contract labor	24,000	24,000		24,000
Supplies	6,940	6,940	6,112	828
Repairs and maintenance	4,000	4,000	6,598	(2,598)
Professional services	11,000	11,000	15,543	(4,543)
Matching expense	7,000	7,000	3,302	3,698
Training	500	500		500
Grant expenditures	1,430,619	1,430,619	92,296	1,338,323
Total airport	1,484,059	1,484,059	147,564	1,336,495
Total public works	4,452,979	4,452,979	819,933	3,633,046

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Culture and recreation				
Pool				
Salaries	109,598	109,598	156,653	(47,055)
Employee benefits	17,799	17,799	25,738	(7,939)
Supplies	50,433	50,433	69,937	(19,504)
Repairs and maintenance	15,000	15,000	19,979	(4,979)
Training	7,000	7,000	3,035	3,965
Professional services	500	500	1,163	(663)
Capital outlay	15,000	15,000	8,315	6,685
Total pool	215,330	215,330	284,820	(69,490)
Recreation				
Salaries	54,902	54,902	50,313	4,589
Employee benefits	35,846	35,846	31,398	4,448
Activities	20,226	20,226	36,117	(15,891)
Contract labor	3,000	3,000	3,674	(674)
Supplies	5,000	5,000	5,849	(849)
Repairs and maintenance	2,500	2,500	3,021	(521)
Training	1,500	1,500	500	1,000
Vehicle expense	1,000	1,000	186	814
Professional services	500	500	40	460
Total recreation	124,474	124,474	131,098	(6,624)
Parks				
Salaries	79,550	79,550	65,451	14,099
Employee benefits	39,931	39,931	29,962	9,969
Supplies	35,000	35,000	28,743	6,257
Repairs and maintenance	8,000	8,000	4,869	3,131
Training	500	500		500
Professional services	1,500	1,500		1,500
Wray Country Club donation			60,770	(60,770)
Grant expenditures	80,000	80,000	2,026	77,974
Capital outlay	30,000	30,000	28,513	1,487
Total parks	274,481	274,481	220,334	54,147

(continued)

**CITY OF WRAY, COLORADO**  
**General Fund**  
**Budgetary Comparison Schedule - Expenditures**  
**For the Year Ended December 31, 2024**

(continued)	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Library				
Salaries	149,971	149,971	161,283	(11,312)
Employee benefits	51,367	51,367	50,092	1,275
Supplies	32,000	32,000	32,633	(633)
Repairs and maintenance	15,195	15,195	14,916	279
Training	1,700	1,700	343	1,357
Activities	9,000	9,000	10,545	(1,545)
Lease expense	2,200	2,200	2,129	71
Grant expenditures	995,000	995,000	121,275	873,725
Capital outlay	17,900	17,900	22,600	(4,700)
Total library	1,274,333	1,274,333	415,816	858,517
Museum				
Salaries	74,990	74,990	77,876	(2,886)
Employee benefits	39,190	39,190	35,717	3,473
Supplies	6,500	6,500	6,334	166
Repairs and maintenance	1,500	1,500	1,115	385
Training	1,000	1,000		1,000
Professional services	3,000	3,000	1,113	1,887
Activities	250	250	1,315	(1,065)
Gift shop inventory	1,500	1,500	2,538	(1,038)
Lease	565	565	913	(348)
Memorial expenses	10,000	10,000		10,000
Grant expenditures			195,420	(195,420)
Capital outlay	343,000	343,000	64,388	278,612
Total museum	481,495	481,495	386,729	94,766
Amphitheater				
Grant expenditures	20,000	20,000		20,000
Total culture and recreation	2,390,113	2,390,113	1,438,797	951,316
Total expenditures	\$ 16,416,120	\$ 16,416,120	\$ 5,607,950	\$ 10,808,170

**Combining Statements and Budgetary Comparison Schedules –  
Nonmajor Governmental Funds**

The City reports the following nonmajor governmental funds:

Special Revenue Funds – These funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

- Airport Fund – This fund accounts for financial resources of the airport, including leases, taxes and state fuel taxes.
- Conservation Trust Fund – This fund was established to account for state lottery proceeds and allowable expenditures.
- Youth Fund – This fund was established to account for mineral royalties and oil lease revenues, as well as provide transparency of the use of the money for youth programs.
- Museum Donation Fund – This fund was established with donations made to the City to be used for the museum.

**CITY OF WRAY, COLORADO**  
**Nonmajor Governmental Funds**  
**Combining Balance Sheet**  
**December 31, 2024**

	Airport Fund	Conservation Trust Fund	Youth Fund	Museum Donation Fund
<b>Assets</b>				
Cash	\$ 6,678	\$ 12,785	\$ 8,115	\$ 27,183
Certificates of deposit	154,160	336,458	108,178	255,504
Receivables	2,187		585	
Due from other funds	135,765			
<b>Total assets</b>	<b>\$ 298,790</b>	<b>\$ 349,243</b>	<b>\$ 116,878</b>	<b>\$ 282,687</b>
<b>Liabilities</b>				
Due to other funds			\$ 25	
Unearned revenue			47,318	
<b>Total liabilities</b>	<b>\$ -</b>	<b>\$ -</b>	<b>47,343</b>	<b>\$ -</b>
<b>Fund balance</b>				
Restricted for:				
Culture and recreation		349,243		
Committed for:				
Airport services	298,790			
Youth activities			69,535	
Museum expenditures				282,687
<b>Total fund balance</b>	<b>298,790</b>	<b>349,243</b>	<b>69,535</b>	<b>282,687</b>
<b>Total liabilities and fund balance</b>	<b>\$ 298,790</b>	<b>\$ 349,243</b>	<b>\$ 116,878</b>	<b>\$ 282,687</b>

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<u>Total</u>	
\$	54,761
	854,300
	2,772
	<u>135,765</u>
\$	<u>1,047,598</u>
\$	25
	<u>47,318</u>
	47,343
	349,243
	298,790
	69,535
	<u>282,687</u>
	1,000,255
\$	<u>1,047,598</u>

**CITY OF WRAY, COLORADO**  
**Nonmajor Governmental Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balance**  
**For the Year Ended December 31, 2024**

	Airport Fund	Conservation Trust Fund	Youth Fund	(Formerly Nonmajor Fund) Library Improvement Fund
<b>Revenues</b>				
Intergovernmental revenue	\$ 4,357	\$ 28,700		
Charges for services	35,848			
Miscellaneous	4,142	11,591	\$ 42,950	
<b>Total revenues</b>	<b>44,347</b>	<b>40,291</b>	<b>42,950</b>	<b>\$ -</b>
<b>Expenditures</b>				
Excess of revenues over expenditures	44,347	40,291	42,950	-
<b>Other financing sources (uses)</b>				
Transfers out			(6,644)	
<b>Net change in fund balances</b>	<b>44,347</b>	<b>40,291</b>	<b>36,306</b>	<b>-</b>
Fund balance at beginning of year, as previously reported	254,443	308,952	33,229	13,097
Adjustment - changes between major and non major funds				(13,097)
Fund balance at beginning of year, as adjusted	254,443	308,952	33,229	-
Fund balance at end of year	<b>\$ 298,790</b>	<b>\$ 349,243</b>	<b>\$ 69,535</b>	<b>\$ -</b>

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Museum Donation Fund	Total
	\$ 33,057
	35,848
\$ 17,925	<u>76,608</u>
17,925	145,513
	-
17,925	145,513
	<u>(6,644)</u>
17,925	138,869
264,762	874,483
	<u>(13,097)</u>
264,762	<u>861,386</u>
<u>\$ 282,687</u>	<u>\$ 1,000,255</u>

**CITY OF WRAY, COLORADO**  
**Airport Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended December 31, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue				
State fuel taxes	\$ 5,600	\$ 5,600	\$ 4,357	\$ (1,243)
Charges for services				
Airport leases	20,318	20,318	26,801	6,483
Airport taxes	7,000	7,000	4,892	(2,108)
City match	7,000	7,000	4,155	(2,845)
Total charges for services	34,318	34,318	35,848	1,530
Miscellaneous				
Interest on investments	200	200	4,142	3,942
Total revenues	40,118	40,118	44,347	4,229
Expenditures				
Public works	84,786	84,786		84,786
Total expenditures	84,786	84,786	-	84,786
Net change in fund balance	\$ (44,668)	\$ (44,668)	44,347	\$ 89,015
Fund balance at beginning of year			254,443	
Fund balance at end of year			\$ 298,790	

**CITY OF WRAY, COLORADO**  
**Conservation Trust Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended December 31, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue				
Lottery proceeds	\$ 26,812	\$ 26,812	\$ 28,700	\$ 1,888
Miscellaneous				
Interest on investments	600	600	11,591	10,991
Total revenues	27,412	27,412	40,291	12,879
Expenditures				
Culture and recreation	40,000	40,000		40,000
Total expenditures	40,000	40,000	-	40,000
Net change in fund balance	\$ (12,588)	\$ (12,588)	40,291	\$ 52,879
Fund balance at beginning of year			308,952	
Fund balance at end of year			\$ 349,243	

**CITY OF WRAY, COLORADO**  
**Youth Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended December 31, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Miscellaneous				
Oil and gas lease	\$ 6,000	\$ 6,000	\$ 38,190	\$ 32,190
Interest on investments	2	2	4,760	4,758
Total revenues	6,002	6,002	42,950	36,948
Expenditures				
Culture and recreation				-
Excess of revenues over expenditures	6,002	6,002	42,950	36,948
Other financing uses				
Transfers out	(5,258)	(5,258)	(6,644)	(1,386)
Net change in fund balance	\$ 744	\$ 744	36,306	\$ 35,562
Fund balance at beginning of year			33,229	
Fund balance at end of year			\$ 69,535	

**CITY OF WRAY, COLORADO**  
**Museum Donation Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended December 31, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Miscellaneous				
Interest on investments			\$ 12,825	\$ 12,825
Donations			5,100	5,100
Total revenues	\$ -	\$ -	17,925	17,925
Expenditures				
Culture and recreation	180,000	180,000		180,000
Total expenditures	180,000	180,000	-	180,000
Net change in fund balance	<u>\$ (180,000)</u>	<u>\$ (180,000)</u>	17,925	<u>\$ 197,925</u>
Fund balance at beginning of year			<u>264,762</u>	
Fund balance at end of year			<u>\$ 282,687</u>	

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## **Budgetary Comparison Schedules – Enterprise Funds**

The City reports the following major proprietary funds:

Enterprise Funds – These funds are used to account for operations that provide services that are financed primarily by user charges, or activities where periodic measurement of income is appropriate for capital maintenance, public policy, management control or other purposes.

- Electric Fund – This fund was established to account for all operations of the electric utility service provided by the City.
- Water Fund – This fund was established to account for all operations of the water utility service provided by the City.
- Sewer Fund – This fund was established to account for all operations of the sewer utility services provided by the City.
- Sanitation Fund – This fund was established to account for all operations of the sanitation utility services provided by the City.

**CITY OF WRAY, COLORADO**  
**Electric Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended December 31, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Operating revenues				
Charges for services	\$ 2,911,419	\$ 2,911,419	\$ 2,737,168	\$ (174,251)
Tap fees	1,750	1,750	15,750	14,000
Total operating revenues	2,913,169	2,913,169	2,752,918	(160,251)
Operating expenses				
Systems operation				
Salaries	221,572	221,572	176,997	44,575
Employee benefits	117,019	117,019	69,521	47,498
Workers compensation	2,200	2,200	2,069	131
Electricity purchases	1,561,735	1,561,735	1,408,536	153,199
Supplies	13,500	13,500	19,281	(5,781)
Repairs and maintenance	55,000	55,000	168,937	(113,937)
System maintenance	25,000	25,000	26,875	(1,875)
Vehicle expense	9,000	9,000	8,405	595
Professional services	59,750	59,750	98,479	(38,729)
Training	4,000	4,000	8,986	(4,986)
Bad debts	4,000	4,000	5,557	(1,557)
Grant expenditures	1,112,400	1,112,400		1,112,400
Total systems operation	3,185,176	3,185,176	1,993,643	1,191,533
Administrative and general				
Salaries	282,455	282,455	250,706	31,749
Employee benefits	153,595	153,595	117,706	35,889
Supplies	16,000	16,000	15,907	93
Repairs and maintenance	43,500	43,500	28,880	14,620
Training	3,500	3,500	1,073	2,427
Professional services	17,000	17,000	3,300	13,700
Lease expense	8,500	8,500	8,017	483
Publications	4,000	4,000	4,491	(491)
Capital outlay	5,000	5,000		5,000
Total administrative and general	533,550	533,550	430,080	103,470
Total operating expenses	3,718,726	3,718,726	2,423,723	1,295,003
Operating income (loss)	(805,557)	(805,557)	329,195	1,134,752

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Nonoperating revenues				
Interest on investments	5,000	5,000	112,504	107,504
Grants and donations	517,498	517,498	1,669	(515,829)
Miscellaneous	58,010	58,010	176,081	118,071
Total nonoperating revenues	580,508	580,508	290,254	(290,254)
Net income (loss) before transfers	(225,049)	(225,049)	619,449	844,498
Transfers out	(1,900,000)	(1,900,000)	(1,250,000)	650,000
Change in net position	\$ (2,125,049)	\$ (2,125,049)	(630,551)	\$ 1,494,498
Adjustments to GAAP Basis				
Add pension and other post-employment benefit expense			47,476	
Deduct depreciation			(85,462)	
Change in net position - GAAP Basis			(668,537)	
Net position at beginning of year			3,294,080	
Net position at end of year			\$ 2,625,543	

**CITY OF WRAY, COLORADO**  
**Water Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended December 31, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Operating revenues				
Charges for services	\$ 431,122	\$ 431,122	\$ 447,449	\$ 16,327
Tap fees	1,000	1,000	15,750	14,750
Total operating revenues	432,122	432,122	463,199	31,077
Operating expenses				
Salaries	56,650	56,650	60,191	(3,541)
Employee benefits	36,212	36,212	22,609	13,603
Workers compensation	1,435	1,435	2,601	(1,166)
Power purchases	62,712	62,712	59,888	2,824
Supplies	12,000	12,000	8,512	3,488
Chemicals	15,000	15,000	16,768	(1,768)
Repairs and maintenance	12,500	12,500	37,310	(24,810)
Vehicle expense	5,000	5,000	1,268	3,732
Professional services	100,000	100,000	23,461	76,539
Training	4,000	4,000	1,828	2,172
Water fees	21,000	21,000	21,124	(124)
Bad debts	500	500	719	(219)
ARPA disbursements	590,420	590,420	9,823	580,597
Grant expenditures	1,900,000	1,900,000		1,900,000
Capital outlay			22,318	(22,318)
Total operating expenses	2,817,429	2,817,429	288,420	2,529,009
Operating income (loss)	(2,385,307)	(2,385,307)	174,779	2,560,086
Nonoperating revenues (expenses)				
Interest on investments	1,845	1,845	44,800	42,955
Miscellaneous	15,000	15,000	40,711	25,711
Grants and donations	1,925,000	1,925,000		(1,925,000)
ARPA income			73,158	73,158
Principal paid on notes	(83,192)	(83,192)	(84,445)	(1,253)
Interest and fiscal charges	(42,753)	(42,753)	(41,289)	1,464
Total nonoperating revenues (expenses)	1,815,900	1,815,900	32,935	(1,782,965)
Net income (loss) before transfers	(569,407)	(569,407)	207,714	777,121
Transfers out	(75,000)	(75,000)	(75,000)	-
Change in net position	\$ (644,407)	\$ (644,407)	132,714	\$ 777,121

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	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Adjustments to GAAP Basis				
Add capital purchases			22,318	
Add principal paid on notes			84,445	
Add pension and other post- employment benefit expense			5,316	
Deduct depreciation			(205,680)	
Change in net position - GAAP Basis			39,113	
Net position at beginning of year			5,811,416	
Net position at end of year			\$ 5,850,529	

**CITY OF WRAY, COLORADO**  
**Sewer Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended December 31, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Operating revenues				
Charges for services	\$ 432,411	\$ 432,411	\$ 419,050	\$ (13,361)
Tap fees	1,000	1,000	15,750	14,750
Total operating revenues	433,411	433,411	434,800	1,389
Operating expenses				
Salaries	71,908	71,908	10,945	60,963
Employee benefits	38,689	38,689	4,209	34,480
Workers compensation	1,962	1,962		1,962
Power purchases	80,000	80,000	65,189	14,811
Supplies	4,137	4,137	4,628	(491)
Chemicals	15,000	15,000	14,092	908
Repairs and maintenance	181,000	181,000	100,736	80,264
System maintenance	7,500	7,500		7,500
Vehicle expense	5,000	5,000	3,466	1,534
Training	1,800	1,800		1,800
Professional services	120,000	120,000	34,806	85,194
Bad debts			1,655	(1,655)
Capital outlay	50,000	50,000		50,000
Total operating expenses	576,996	576,996	239,726	337,270
Operating income (loss)	(143,585)	(143,585)	195,074	338,659
Nonoperating revenues (expenses)				
Interest on investments	500	500	20,604	20,104
Miscellaneous	65,000	65,000	1,295	(63,705)
Principal paid on notes	(105,699)	(105,699)	(80,698)	25,001
Interest and fiscal charges	(11,403)	(11,403)	(11,268)	135
Total nonoperating revenues (expenses)	(51,602)	(51,602)	(70,067)	(18,465)
Change in net position	\$ (195,187)	\$ (195,187)	125,007	\$ 320,194

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	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Adjustments to GAAP Basis				
Add principal paid on notes			80,698	
Add pension and other post- employment benefit expense			53,669	
Deduct depreciation			(240,468)	
Change in net position - GAAP Basis			18,906	
Net position at beginning of year			5,045,722	
Net position at end of year			\$ 5,064,628	

**CITY OF WRAY, COLORADO**  
**Sanitation Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended December 31, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Operating revenues				
Charges for services	\$ 357,205	\$ 357,205	\$ 362,052	\$ 4,847
Operating expenses				
Salaries	162,772	162,772	159,446	3,326
Employee benefits	107,470	107,470	76,597	30,873
Workers compensation	8,266	8,266	13,676	(5,410)
Supplies	8,000	8,000	9,747	(1,747)
Repairs and maintenance	15,000	15,000	4,600	10,400
Vehicle expense	25,000	25,000	18,056	6,944
Professional services	5,000	5,000	4,250	750
Training	700	700	155	545
Landfill expense	68,250	68,250	67,094	1,156
Bad debts	500	500	1,536	(1,036)
Total operating expenses	400,958	400,958	355,157	45,801
Operating income (loss)	(43,753)	(43,753)	6,895	50,648
Nonoperating revenues				
Interest on investments	1,200	1,200	36,741	35,541
Miscellaneous	4,000	4,000	14,450	10,450
Total nonoperating revenues	5,200	5,200	51,191	45,991
Change in net position	\$ (38,553)	\$ (38,553)	58,086	\$ 96,639
Adjustments to GAAP Basis				
Deduct pension and other post-employment benefit expense			(6,828)	
Deduct depreciation			(64,401)	
Change in net position - GAAP Basis			(13,143)	
Net position at beginning of year			536,333	
Net position at end of year			\$ 523,190	

## **Budgetary Comparison Schedule – Fiduciary Fund**

These funds focus on net position and changes in net position. The fiduciary fund category is split into four classifications: pension (and other employee benefit) trust funds, investment trust funds, private-purpose trust funds and custodial funds.

The City reports the following fiduciary fund:

Pension (and other employee benefit) trust funds – These funds are used to report trust arrangements under which principal and income benefit individuals, private organizations or other governments.

- Fireman's Pension Fund – This fund was established to account for contributions made to a single-employer defined benefit plan on behalf of the City's volunteer fire fighters.

**CITY OF WRAY, COLORADO**  
**Fireman's Pension Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended December 31, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Additions				
Contributions				
Employer	\$ 20,383	\$ 20,383	\$ 20,759	\$ 376
State	9,000	9,000	10,180	1,180
Specific ownership tax	4,000	4,000	4,417	417
Total contributions	33,383	33,383	35,356	1,973
Investment income				
Interest on investments	1,100	1,100	7,121	6,021
Total investment income	1,100	1,100	7,121	6,021
Total additions	34,483	34,483	42,477	7,994
Deductions				
Pension benefits	25,500	25,500	25,760	(260)
Professional services	4,000	4,000	4,000	-
Total deductions	29,500	29,500	29,760	(260)
Change in net position	\$ 4,983	\$ 4,983	12,717	\$ 7,734
Net position restricted for pension benefits				
Beginning of year			176,659	
End of year			\$ 189,376	

**Colorado Department of Highways  
Local Highway Finance Report**

This calendar-year report of receipts and expenditures is required by the Colorado Department of Highways to maintain Statewide accountability for moneys used for highway and street purposes. To ensure data accuracy, House Bill 1008 mandates that this report be included in the City's financial statements.

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

<b>LOCAL HIGHWAY FINANCE REPORT</b>	STATE: <b>COLORADO</b> YEAR ENDING (mm/yy): <b>12/24</b>
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This Information From The Records Of: <b>City of Wray</b>	Prepared By: <b>Emily Ellis</b>
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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)	\$ -
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	\$ 206,307.61	b. Snow and ice removal	\$ 26,472.44
3. Other local imposts (from page 2)	\$ 39,756.08	c. Other	\$ 20,326.52
4. Miscellaneous local receipts (from page 2)	\$ 200,040.32	d. Total (a. through c.)	\$ 46,798.96
5. Transfers from toll facilities	\$ -	4. General administration & miscellaneous	\$ -
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	\$ 508,761.76
a. Bonds - Original Issues	\$ -	6. Total (1 through 5)	\$ 555,560.72
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)	\$ 446,104.01	b. Redemption	\$ -
<b>3. Private Contributions</b>	\$ -	c. Total (a. + b.)	\$ -
<b>C. Receipts from State government</b> (from page 2)	\$ 109,456.71	2. Notes:	
<b>D. Receipts from Federal Government</b> (from page 2)	\$ -	a. Interest	\$ -
<b>E. Total receipts (A.7 + B + C + D)</b>	\$ 555,560.72	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>	\$ 555,560.72

**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
	\$ -	\$ 555,560.72	\$ 555,560.72	\$ -	\$ -

**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 Assesments	\$ -	a. Interest on investments	\$ -
b. Other local imposts:		b. Traffic Fines & Penalties	\$ 17,670.85
1. Sales Taxes	\$ -	c. Parking Garage Fees	\$ -
2. Infrastructure & Impact Fees	\$ -	d. Parking Meter Fees	\$ -
3. Liens	\$ -	e. Sale of Surplus Property	\$ 153,210.00
4. Licenses	\$ -	f. Charges for Services	\$ 3,297.24
5. Specific Ownership &/or Other	\$ 39,756.08	g. Other Misc. Receipts	\$ 25,862.23
6. Total (1. through 5.)	\$ 39,756.08	h. Other	\$ -
c. Total (a. + b.)	\$ 39,756.08	i. Total (a. through h.)	\$ 200,040.32
<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.)	\$ 100,875.84	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	\$ 8,580.87	d. Federal Transit Administration	\$ -
d. DOLA Grant	\$ -	e. U.S. Corps of Engineers	\$ -
e. Other	\$ -	f. Other Federal ARPA	\$ -
f. Total (a. through e.)	\$ 8,580.87	g. Total (a. through f.)	\$ -
4. Total (1. + 2. + 3.f)	\$ 109,456.71	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	\$ -	\$ -	\$ -
(4). System Enhancement And Operation	\$ -	\$ -	\$ -
(5). Total Construction (1)+(2)+(3)+(4)	\$ -	\$ -	\$ -
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.4)	\$ -	\$ -	\$ -
<i>(Carry forward to page 1)</i>			

Notes and Comments: