South Adams County
Fire Protection District

Financial Statements
with Independent Auditor's Report

December 31, 2025

HINKLE & COMPANY PC
Strategic Business Advisors

South Adams County
Fire Protection District

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HINKLE & COMPANY PC
Strategic Business Advisors

Independent Auditor's Report

Board of Directors
South Adams County Fire Protection District
Commerce City, Colorado

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of South Adams County Fire Protection District (the District) as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of governmental activities, each major fund, and the aggregate remaining fund information of the District as of December 31, 2025, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District 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 District'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.

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

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District'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 District'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 required supplementary 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 inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplementary information listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplementary information listed in the table of contents 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 supplementary information listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Hinkle & Company, PC

Englewood, Colorado
May 14, 2026

South Adams County Fire Protection District

Management's Discussion and Analysis
December 31, 2025

Introduction

The South Adams County Fire Protection District (the District) management's discussion and analysis is intended to provide the reader and user of our financial statements with (a) an understanding of the financial issues of the District; (b) an overview of the District's financial activities; (c) an explanation of the changes in the District's financial position; (d) an explanatory analysis of the variations of the annual, approved budgets, and , (e) an assessment of any future financial or operating issues of the District.

Overview of the Financial Statements of the District

The discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) the notes to the financial statements. This report also includes supplementary information intended to furnish additional detail to support the basic financial statements themselves.

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

The statement of net position, prepared using the full accrual basis of accounting, provides information on all of the District's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, the comparison of changes in net position may provide a useful method of evaluating whether the financial position of the District is improving or deteriorating.

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

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. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District are governmental funds.

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

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

The District maintains three funds, the general fund, capital fund, and impact fee fund. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenue, expenditures, and changes in fund balance.

The District adopts an annual appropriated budget for all funds. The general fund and a budgetary comparison statement has been provided to demonstrate compliance with the budget on page 36. The capital fund budgetary comparison is on page 45 as Supplementary Information. The impact fee fund budgetary comparison is on page 46 as Supplementary Information.

The government-wide and governmental fund financial statements can be found on pages 4-8 of this report.

Notes to the Financial Statements. The notes provide additional information that is necessary to acquire a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 9-35 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, the report also presents required supplementary information concerning the District's pension benefits to its employees. Required supplementary information can be found on pages 36-44 of this report.

Government-wide Financial Analysis

Statement of Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by approximately $57.6 million at the close of 2025.

	2025	2024
Assets:		
Current assets	$ 56,770,501	$ 55,434,759
Noncurrent assets	0	0
Capital assets, net	40,665,533	38,509,043
Total assets	$ 97,436,034	$ 93,943,802
Deferred outflows of resources	$ 6,483,922	$ 5,987,320
Liabilities:		
Current liabilities	$ 1,310,507	$ 1,086,072
Noncurrent liabilities	9,968,696	10,312,504
Total liabilities	$ 11,279,203	$ 11,398,576
Deferred inflows of resources	$ 35,018,079	$ 30,305,164
Net position:		
Net investment in capital assets	$ 33,232,533	$ 30,402,043
Restricted	1,056,110	946,800
Unrestricted	23,334,031	26,878,539
Total net position	$ 57,622,674	$ 58,227,382

The District's net position is comprised primarily of its $33,232,533 (57.7%) investment in capital assets which include land, buildings, trucks, and equipment, less any related outstanding debt that was used to acquire those assets. The District uses these capital assets to provide a variety of services to its citizens. Accordingly, these assets are not available for future spending. The second largest component of net position is unrestricted funds of $23,334,031 (40.5%) which may be used to meet the District's ongoing obligations. Unrestricted funds decreased $3,544,508 in 2025 primarily due to the District's operating results and related changes in net position components.

At the end of the current fiscal year, the District is able to report positive balances in all three categories of net position, consistent with the prior year. Overall, the District's net position decreased by $604,708.

At December 31, 2025, the District's cash and investments totaled $23,526,111 which is approximately 24.1% of total assets. This represents a decrease of $1,762,643 from the prior year, primarily due to timing differences between revenues and expenditures and related cash outflows during the year.

Net capital assets for 2025 were $40,665,533 or 41.7% of total assets. This was an increase of $2,156,490 from the prior year, primarily due to capital asset additions exceeding current-year depreciation.

Current liabilities increased by $224,435 in 2025, primarily due to the timing of year-end payables and related cash disbursements.

Statement of Activities

	2025	2024
Revenues:		
Program revenues		
Charges for service	$ 1,014,380	$ 752,133
General revenues:		
Property Taxes	28,878,242	31,689,908
Specific Ownership	1,503,616	1,459,956
Impact Fees	339,330	321,301
Other	1,576,471	1,599,951
Total Revenues	$ 33,312,039	$ 35,823,249
Expenses:		
Public Safety – fire protection	$ 33,916,747	$ 27,860,870
Total Expenditures	$ 33,916,747	$ 27,860,870
Change in net position	(604,708)	7,962,379
Net position beginning of year	58,227,382	50,265,003
Net position end of year	$ 57,622,674	$ 58,227,382

Governmental activities decreased the District's net position by $604,708 in 2025, compared to an increase of $7,962,379 in 2024. The decrease in the current year was primarily attributable to lower property tax revenues and higher public safety expenses.

Financial Analysis of Governmental Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the District itself, or a group or individual delegating authority to assign resources for use for particular purposes by the District's Board of Directors.

At December 31, 2025, the District's governmental fund balance was $22,607,588, a decrease of $1,806,040 from the prior year, primarily due to operating expenditures exceeding revenues. Of the total fund balance, approximately 10.8% is assigned for capital projects, 4.7% is restricted for TABOR and emergency reserves, and 0.3% is non-spendable for prepaid items. The remaining 84.3% is unassigned and available for future expenditures.

General Fund Budgetary Highlights

General Fund revenue exceeded budget by $544,761, or approximately 1.7%. The favorable variance was primarily due to higher-than-expected investment earnings and increased fire protection and other service-related revenues, partially offset by lower-than-expected general property tax revenues.

General Fund expenditures were $1,294,423, or approximately 4.1% below budget, primarily due to savings in salaries and benefits, general operating expenses, and various maintenance-related categories.

See page 36 of this report for details of General Fund revenue and expenditures compared to budget.

Capital expenditures were below budget primarily due to cost savings on capital projects. Additional detail on Capital Fund budget performance can be found on page 45 of this report.

Capital Asset and Debt Administration

Capital assets (net of accumulated depreciation) totaled $40,665,533 at December 31, 2025, an increase of $2,156,490 from the prior year. This increase was primarily due to capital asset additions of $4,495,230, which exceeded depreciation expense of $2,285,740 and net disposals of $39,750 during the year.

Additional information on the District's capital assets can be found in Note 5 on page 17 of this report.

Requests for Information

This financial report is designed to provide a general overview of the finances for the District. Questions concerning any of the information in this report or requests for additional information should be addressed to: South Adams County Fire District No. 4, 6050 Syracuse St, Commerce City, Colorado 80022.

Basic Financial Statements

South Adams County Fire Protection District

Statement of Net Position
December 31, 2025

	Total
Assets	
Cash and investments	$ 23,526,111
Accounts receivable	73,230
Receivable from county treasurer	110,597
Property taxes receivable	32,868,257
Inventory	61,202
Prepaid Expenses	131,104
Capital assets, not being depreciated	478,247
Capital assets, being depreciated, net	40,187,286
Total Assets	97,436,034
Deferred Outflows of Resources	
Pension related amounts	6,483,922
Total deferred outflows of resources	6,483,922
Liabilities	
Accounts payable	652,317
Accrued liabilities	642,339
Accrued interest payable	15,851
Net pension liabilities	2,132,157
Noncurrent liabilities	
Due within one year	1,341,039
Due in more than one year	6,495,500
Total Liabilities	11,279,203
Deferred Inflows of Resources	
Deferred property taxes	32,868,257
Pension related amounts	2,149,822
Total deferred inflows of resources	35,018,079
Net Position	
Net investment in capital assets	33,232,533
Restricted for:	
Emergencies	1,056,110
Unrestricted	23,334,031
Total Net Position	$ 57,622,674

See Notes to the Financial Statements.

South Adams County Fire Protection District

Statement of Activities

For the Year Ended December 31, 2025

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Capital Grants and Contributions	Total
Primary Government				
Governmental Activities				
Fire protection and emergency services	$ 33,711,374	$ 1,014,380	$ -	$ (32,696,994)
Interest on long-term debt	205,373	-	-	(205,373)
Total Governmental Activities	$ 33,916,747	$ 1,014,380	$ -	(32,902,367)
	General Revenues			
	Property Taxes			28,878,242
	Specific Ownership taxes			1,503,616
	Impact fees			339,330
	Interest earnings			1,128,443
	Other revenue			448,028
	Total General Revenues			32,297,659
	Change in Net Position			(604,708)
	Net Position, *Beginning of Year*			58,227,382
	Net Position, *End of Year*			$ 57,622,674

See Notes to the Financial Statements.

South Adams County Fire Protection District
Balance Sheet
Governmental Funds
December 31, 2025

	General Fund	Capital Fund	Impact Fee Fund	Total Governmental Funds
Assets				
Cash and Investments	$ 20,497,912	$ 2,338,305	$ 689,894	$ 23,526,111
Accounts Receivable	56,718	-	16,512	73,230
Receivable from county treasurer	110,597	-	-	110,597
Property Taxes Receivable	32,868,257	-	-	32,868,257
Inventory	61,202	-	-	61,202
Prepaid Expenses	131,104	-	-	131,104
Total Assets	53,725,790	2,338,305	706,406	56,770,501
Liabilities				
Accounts Payable	42,879	609,438	-	652,317
Accrued Liabilities	642,339	-	-	642,339
Total Liabilities	685,218	609,438	-	1,294,656
Deferred Inflows of Resources				
Deferred property taxes	32,868,257	-	-	32,868,257
Total deferred inflows of resources	32,868,257	-	-	32,868,257
Fund Balance				
Nonspendable:				
Inventory	61,202	-	-	61,202
Restricted for:				
Emergencies	1,056,110	-	-	1,056,110
Assigned for:				
Capital Projects	-	1,728,867	706,406	2,435,273
Unrestricted, Unassigned	19,055,003	-	-	19,055,003
Total Fund Balance	20,172,315	1,728,867	706,406	22,607,588
Total Liabilities, Deferred Inflows of Resources and Fund Balance	$ 53,725,790	$ 2,338,305	$ 706,406	
Amounts Reported for Governmental Activities in the Statement of Net Position are Different Because:				
Other long-term assets are not available to pay for current period expenditures and, therefore, are not reported in the funds:				
Capital assets, net				40,665,533
Net pension liability is not due and payable in the current period and, therefore, is not reported in the funds.				(2,132,157)
Deferred outflows and inflows of resources that represent acquisition or consumption of net position that applies to future periods and, therefore, not reports in the funds:				
Deferred outflows - Pension related amounts				6,483,922
Deferred inflows - Pension related amounts				(2,149,822)
Long-term liabilities, including loans payable and related accrued interest, are not due and payable in the current period and therefore are not reported in the funds:				
Long-term leases				(7,433,000)
Accrued interest				(15,851)
Compensated absences				(403,539)
Total Net Position of Governmental Activities				$ 57,622,674

See Notes to the Financial Statements.

South Adams County Fire Protection District

Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2025

	General	Capital Fund	Impact Fee Fund	Total Governmental Funds
Revenues				
General Property Taxes	$ 28,878,242	$ -	$ -	$ 28,878,242
Specific Ownership Taxes	1,503,616	-	-	1,503,616
Investment Earnings	1,128,443	-	-	1,128,443
Fire Protection	484,121	-	-	484,121
Ambulance Lease and Service	530,259	-	-	530,259
Grant Revenue	-	-	-	-
Impact Fees	-	-	339,330	339,330
Other	448,028	-	-	448,028
Total Revenues	32,972,709	-	339,330	33,312,039
Expenditures				
Salaries and Benefits	21,554,779	-	-	21,554,779
General Expenses	2,524,856	-	-	2,524,856
Fire Prevention	209,179	-	-	209,179
Contribution - Volunteer Pension	172,200	-	-	172,200
Contribution - Old Hire Pension	51,500	-	-	51,500
Radio Maintenance	809,429	-	-	809,429
Vehicle Maintenance	763,448	-	-	763,448
Equipment Maintenance	-	-	-	-
Equipment and Supplies	847,582	-	-	847,582
EMS	154,189	-	-	154,189
Building Maintenance	899,657	-	-	899,657
Insurance	1,030,231	-	-	1,030,231
Training	407,224	-	-	407,224
Capital Outlay	399	4,813,046	-	4,813,445
Debt Service				
Principal	859,000	-	-	859,000
Interest and Fiscal Charges	206,360	-	-	206,360
Total Expenditures	30,490,033	4,813,046	-	35,303,079
Excess Revenues Over (Under) Expenditures	2,482,676	(4,813,046)	339,330	(1,991,040)
Other Financing Sources (Uses)				
Lease Proceeds		185,000		185,000
Transfers from (to) other funds	(1,900,000)	2,836,902	(936,902)	-
Total Other Financing Sources (Uses)	(1,900,000)	3,021,902	(936,902)	185,000
Net Change in Fund Balances	582,676	(1,791,144)	(597,572)	(1,806,040)
Fund Balances, *Beginning of year*	19,589,639	3,520,011	1,303,978	24,413,628
Fund Balances, *End of year*	$ 20,172,315	$ 1,728,867	$ 706,406	$ 22,607,588

See Notes to the Financial Statements.

South Adams County Fire Protection District

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities
Governmental Funds
For the Year Ended December 31, 2025

Amounts Reported for Governmental Activities in the Statement of Activities are Different Because:		
Net Change in Fund Balances of Governmental Funds	$	(1,806,040)
Capital outlays to purchase or construct capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are capitalized in the statement of net position and are allocated over their estimated useful lives as annual depreciation expense in the statement of activities.		
Capital Outlay		4,442,230
Lease Proceeds		(185,000)
Depreciation Expense		(2,285,740)
The issuance of long-term debt (e.g. bonds, note payable) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.		
Long-term lease principal payments		859,000
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		
Change in net pension asset (liability)		(173,352)
Change in pension deferred outflows		496,602
Change in pension deferred inflows		(1,796,555)
Interest Expense - change in accrued interest		987
Compensated absences - change in liability		(156,840)
Change in Net Position of Governmental Activities	$	(604,708)

See Notes to the Financial Statements.

South Adams County
Fire Protection District
Notes to Financial Statements
December 31, 2025

Note 1: Reporting Entity

The South Adams County Fire Protection District (the District) is a quasi-municipal corporation and political sub-division of the State of Colorado, and was organized in 1952 pursuant to the Colorado Special District Act (Title 32, Article 1, Colorado Revised Statutes). The District provides fire protection and emergency services to the citizens and their property within its jurisdiction.

The District follows the Governmental Accounting Standards Board (GASB) accounting pronouncements which provide guidance for determining which governmental activities, organizations and functions should be included within the financial reporting entity. GASB pronouncements set forth the financial accountability of a governmental organization's elected governing body as the basic criterion for including a possible component governmental organization in a primary government's legal entity. Financial accountability includes, but is not limited to, appointment of a voting majority of the organization's governing body, ability to impose its will on the organization, a potential for the organization to provide specific financial benefits or burdens and fiscal dependency.

The District is not financially accountable for any other organization, nor is the District a component unit of any other primary governmental entity.

Note 2: Summary of Significant Accounting Policies

The more significant accounting policies of the District are described as follows:

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the District. The effect of interfund activity has been removed from these statements. Governmental activities are normally supported by taxes and inter-governmental revenues.

The statement of net position reports all financial and capital resources of the District. The difference between the sum of assets and deferred outflows of resources and the sum of liabilities and deferred inflows of resources of the District is reported as net position.

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

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

Note 2: Summary of Significant Accounting Policies *(Continued)*

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

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

Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Property taxes and interest associated with the current fiscal period are considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

Expenditures, other than interest on long-term obligations, generally are recorded when a liability is incurred or the long-term obligation is paid.

The District reports the following major governmental funds:

The general fund is the District's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The capital fund is used to account for financial resources to be used for the acquisition and construction of capital equipment and facilities.

The impact fee fund is used to account for impact fees charged on new development within the District and use of those funds for related capital projects.

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

Note 2: Summary of Significant Accounting Policies (Continued)

Budgets

In accordance with the State Budget Law, the District's Board of Directors holds public hearings in the fall each year to approve the budget and appropriate the funds for the ensuing year. The appropriation is at the total fund expenditures level and lapses at year end. The District's Board of Directors can modify the budget by line item within the total appropriation without notification. The total appropriation can only be modified upon completion of notification and publication requirements. The budget includes each fund on its basis of accounting.

The District did not amend its annual budget for the year ended December 31, 2025.

Pooled Cash and Investments

The District follows the practice of pooling cash and investments of all funds to maximize investment earnings. Except when required by trust or other agreements, all cash is deposited to and disbursed from a single bank account. Cash in excess of immediate operating requirements is pooled for deposit and investment flexibility. Investment earnings are allocated periodically to the participating funds based upon each fund's average equity balance in the total cash.

Interfund Balances

The District reports interfund balances that are representative of lending/borrowing arrangements between funds in the fund financial statements as due to/from other funds. The interfund balances have been eliminated in the government-wide statements.

Property Taxes

Property taxes are levied based on assessed valuations determined by the County Assessor generally as of January 1 of each year. The levy is normally set by December 15 by certification to the County Commissioners to put the tax lien on the individual properties as of January 1 of the following year. The County Treasurer collects the determined taxes during the ensuing calendar year. The taxes are payable by April or in equal installments, at the taxpayer’s election, in February and June. Delinquent taxpayers are notified in August and generally sales of the tax liens on delinquent properties are held in November and December. The County Treasurer remits the taxes collected monthly to the District.

Property taxes, net of estimated uncollectible taxes, are recorded initially as deferred inflows of resources in the year they are levied and measurable. The property tax revenues are recorded as revenue in the year they are available or collected.

Note 2: Summary of Significant Accounting Policies (Continued)

Inventories

Inventories are valued at cost using the first-in, first-out method. Inventories in the General Fund consist of expendable supplies held for consumption, medical supplies, vehicle parts and uniforms. The cost is recorded as expenditures at the time individual inventory items are consumed.

Capital Assets

Capital assets, which include property, equipment, and infrastructure assets, are reported in the applicable governmental activities' column of the government-wide financial statements. Capital assets are defined by the District as those assets with a cost of $5,000 or greater and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

Depreciation expense has been computed using the straight-line method over the following estimated economic useful lives:

Buildings and Improvements	10 - 50 years
Vehicles	15 - 25 years
Equipment	5 - 25 years

Compensated Absences

District employees are permitted to accumulate earned, but unused vacation pay benefits. The maximum vacation leave hours that an employee may accumulate or receive upon separation of service is limited by the District's policy. All vacation pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements. The District's General Fund is used to liquidate compensated absences of the governmental activities.

Note 2: Summary of Significant Accounting Policies (Continued)

Deferred Outflows and Inflows of Resources

In addition to assets and liabilities, the Statement of Net Position will sometimes report separate sections for deferred outflows and deferred inflows of resources. A deferred outflow of resources is a consumption of net position by the District that is applicable to a future reporting period, and a deferred inflow of resources is an acquisition of net position by the District that is applicable to a future reporting period. Both deferred outflows and inflows are reported in the Statement of Net Position but are not recognized in the financial statements as revenues and expenses until the period(s) to which they relate.

The District has certain items that relate to its pension plans that qualify for reporting as deferred outflows of resources and deferred inflows of resources. Deferred inflows of resources also consist of deferred property tax revenue. The deferred property tax revenue is deferred and recognized as an inflow of resources in the period that the amount becomes available.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires that District management make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities and deferred inflows of resources and disclosures of contingent assets, deferred outflows of resources, liabilities and deferred inflows of resources at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

Fund Balances

Fund balance for governmental funds should be reported in classifications that comprise a hierarchy based on the extent to which the government is bound to honor constraints on the specific purposes for which spending can occur. Governmental funds report up to five classifications of fund balance: nonspendable, restricted, committed, assigned and unassigned. Because circumstances differ among governments, not every government or every governmental fund will present all of these components. The following classifications describe the relative strength of the spending constraints.

Non-spendable fund balance - The portion of fund balance that cannot be spent because it is either not in spendable form (such as prepaid amounts or inventory) or is legally or contractually required to be maintained intact.

Restricted fund balance - The portion of fund balance constrained to being used for a specific purpose by external parties (such as grantors or bondholders), constitutional provisions or enabling legislation.

Note 2: Summary of Significant Accounting Policies (Continued)

Fund Balances *(Continued)*

Committed fund balance - The portion of fund balance constrained for specific purposes according to limitations imposed by the District's highest level of decision-making authority, the Board of Directors, prior to the end of the current fiscal year. The constraint may be removed or changed only through formal action of the Board of Directors.

Assigned fund balance - The portion of fund balance that is constrained by the government's intent to be used for specific purposes but is neither restricted nor committed. Intent is expressed by the Board of Directors to be used for a specific purpose. Constraints imposed on the use of assigned amounts are more easily removed or modified than those imposed on amounts that are classified as committed.

Unassigned fund balance - The residual portion of fund balance that does not meet any of the above criteria.

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

Net Position

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

- *Net Investment in Capital Assets* - this classification consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources attributable to the acquisition, construction, or improvement of capital assets or related debt are also included in this component of net position.

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

- *Unrestricted Net Position* - this classification represents the net position of the Authority, which is not restricted for any project or other purpose.

Fire Protection Postemployment Benefits Plan

The Governmental Accounting Standards Board (GASB) released Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions that was effective for the District for fiscal year ending December 31, 2018. This statement details the reporting requirements for employers regarding other post-employment benefit (OPEB) plans.

Note 2: Summary of Significant Accounting Policies (Continued)

Fire Protection Postemployment Benefits Plan *(Continued)*

FPPA administers the Statewide Death & Disability Plan discussed in Note 7, which qualifies as a cost sharing multiple-employer defined benefit OPEB plan under the standard. This plan covers substantially all active full-time (and some part-time) employees of fire and police departments in Colorado. As it pertains to the requirements in Statement No. 75 regarding the FPPA Statewide Death & Disability Plan and the District, FPPA concluded that because all contributions to the plan are considered member contributions (and not employer), the employers' proportionate share of any Net OPEB liability (asset) is $-0-.

Subsequent Events

Management of the District has evaluated subsequent events through May 14, 2026, the date the financial statements were available to be issued.

Note 3: Cash and Investments

Cash and investments as of December 31, 2025 consist of the following:

Cash on hand	$	249
Deposits with financial institutions		2,835,143
Investments		20,690,719
Total	$	23,526,111

Custodial Credit Risk - Deposits

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District has adopted a deposit policy, which follows state statutes, for custodial risk.

Deposits with Financial Institutions

The Colorado Public Deposit Protection Act (PDPA) requires all local government entities to deposit cash in eligible public depositories. Eligibility is determined by State regulations. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. The PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution or held in trust for all uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. At December 31, 2025, the District had bank deposits of $1,144,944 collateralized with securities held by the financial institution's agent but not in the District's name.

Note 3: Cash and Investments (Continued)

Investments

The District is required to comply with State statutes which specify investment instruments meeting defined rating, maturity, and concentration risk criteria in which the District may invest, which include the following. State statutes do not address custodial risk.

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

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

Credit Risk - State statutes limit certain investments to those with specified ratings established by the nationally recognized statistical rating organizations, depending on the type of investment.

Concentration of Credit Risk - State statutes do not limit the amount the District may invest in a single issuer, except for corporate securities.

Local Government Investment Pools - As December 31, 2025, the District had $20,690,719 invested in the Colorado Local Government Liquid Assets Trust (COLOTRUST) (the Trust). The Trust is an investment vehicle established for local government entities in Colorado to pool surplus funds. The Colorado Division of Securities administers and enforces the requirements of creating and operating the Trust. The Trust operates similarly to a money market fund and each share is equal in value to $1.00. COLOTRUST is rated AAAm by Standard & Poor's. COLOTRUST records its investments at fair value and the District records its investment in COLOTRUST at net asset value as determined by fair value. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodian's internal records identify the investments owned by the participating governments.

Note 4: Interfund Receivables, Payables, and Transfers

The following schedule summarizes the District's transfers for the year ended December 31, 2025:

	Transfer in Capital Fund
Transfers Out:	
Impact Fee Fund	$ 936,902
General Fund	1,900,000
Total	$ 2,836,902

The transfer from the Impact Fee Fund to the Capital Fund is for impact fees collected and used to fund capital expenditures.

Note 5: Capital Assets

Capital asset activity for the year ended December 31, 2025, was as follows:

Governmental Activities	Balance 12/31/24	Additions	Deletions	Transfers	Balance 12/31/25
Capital Assets, *Not Being Depreciated*					
Land	$ 478,247	$ -	$ -	$ -	$ 478,247
Total Capital Assets, *Not Being Depreciated*	478,247	-	-	-	478,247
Capital Assets, *Being Depreciated*					
Buildings and Improvements	36,170,039	2,025,410	-	-	38,195,449
Vehicles and Accessories	11,277,587	1,277,005	(53,000)	-	12,501,592
Equipment	6,372,757	1,192,815	-	-	7,565,572
Total Capital Assets, *Being Depreciated*	53,820,383	4,495,230	(53,000)	-	58,262,613
Less Accumulated Depreciation					
Buildings and Improvements	(7,548,133)	(1,059,721)	-	-	(8,607,854)
Vehicles and Accessories	(4,748,700)	(569,811)	13,250	-	(5,305,261)
Equipment	(3,492,754)	(669,458)	-	-	(4,162,212)
Total Accumulated Depreciation	(15,789,587)	(2,298,990)	13,250	-	(18,075,327)
Total Capital Assets, *Being Depreciated, net*	38,030,796	2,196,240	(39,750)	-	40,187,286
Governmental Activities Capital Assets, *net*	$ 38,509,043	$ 2,196,240	$ (39,750)	$ -	$ 40,665,533

Depreciation expense of $2,285,740 for 2025 was charged to the fire protection and emergency services function of the District on the statement of activities.

Note 6: Long-Term Obligations

The following is an analysis of the changes in the District's long-term obligations for the year ended December 31, 2025:

Governmental Activities	Balance 12/31/24	Additions	Deletions	Balance 12/31/25	Due Within One Year
Direct Placement Borrowings:					
Long-term leases					
HQ (6/16)	$ 2,727,000	$ -	$ (429,000)	$ 2,298,000	$ 439,000
Training Center (3/21)	5,380,000	-	(430,000)	4,950,000	440,000
Hazmat Vehicle (6/25)	-	185,000	-	185,000	58,500
Compensated Absences	246,699	156,840	-	403,539	403,539
Total	$ 8,353,699	$ 341,840	$ (859,000)	$ 7,836,539	$ 1,341,039

On June 29, 2016, the District entered into a lease obligation with BOK Financial for the construction costs of a new headquarters building totaling $5,830,000. The agreement calls for semi-annual payments of interest and annual payments of principal commencing December 1, 2016, through December 1, 2030. Interest accrues at a rate of 2.30%. The District has committed to various covenants that must be maintained to avoid events of default. The more significant covenants are for the District to pay any base rentals or additional rentals in accordance with the lease terms and the appropriation of funds to make all rental payments in accordance with the lease terms. In the event of default, the lessor has the right to recalculate the interest portion of the base rentals at the default rate and lease or sub-lease the property.

On March 17, 2021, the District entered into a lease obligation with BOK Financial for the acquisition and improvement of a building for a new training facility totaling $7,000,000. The agreement calls for semiannual payments of interest and annual payments of principal commencing June 1, 2021, through December 1, 2035. Interest accrues at a rate of 2.60%. The District has committed to various covenants that must be maintained to avoid events of default. The more significant covenants are for the District to pay any base rentals or additional rentals in accordance with the lease terms and the appropriation of funds to make all rental payments in accordance with the lease terms. In the event of default, the lessor has the right to recalculate the interest portion of the base rentals at the default rate and lease or sub-lease the property.

The District has committed to various covenants for the lease of the fire engines, SCBA equipment and turnout gear that must be maintained to avoid events of default. The more significant covenants are the timely rent payment in accordance with the lease terms and the appropriation of funds to make all rent payments required pursuant to the lease. In the event of a default, the lessor has the option to take any action pursuant to the lease agreement or to take legal action to require the District to cure such default, including requiring the District to pay all amounts then currently due or the return of the related vehicles/equipment.

Note 6: Long-Term Obligations (Continued)

As of December 31, 2025, assets under long-term leases totaled $13,529,378 and accumulated depreciation on those underlying assets totaled $2,456,387.

The District's long-term lease obligations will mature as follows:

Year Ended December 31,	Principal	Interest	Total
2026	$ 937,500	$ 188,769	$ 1,126,269
2027	965,500	164,306	1,129,806
2028	989,000	139,063	1,128,063
2029	945,000	114,854	1,059,854
2030	971,000	91,742	1,062,742
2031-2035	2,625,000	207,330	2,832,330
	$ 7,433,000	$ 906,064	$ 8,339,064

Note 7: Employee Retirement Plan

Pension liabilities, assets, deferred outflows, deferred inflows and pension expense/(income) for the District's plans as of December 31, 2025 are as follows:

Description	Deferred Outflows of Resources	Net Pension Liability	Deferred Inflows of Resources	Pension Expense (Benefit)
FPPA statewide defined benefit plan	$ 6,122,895	$ -	$ 2,149,822	$ 2,538,328
FPPA volunteer pension plan	272,772	1,567,254	-	440,522
FPPA old hire pension plan	88,255	564,903	-	45,559
Total	$ 6,483,922	$ 2,132,157	$ 2,149,822	$ 3,024,409

State Fire and Police Pension Plan (FPPA)

The District contributes to the Statewide Retirement Plan, a cost-sharing multiple-employer defined benefit pension plan administered by the Colorado Fire and Police Pension Association (FPPA). The Statewide Retirement Plan (the Plan) provides retirement benefits for members and beneficiaries. Death and disability coverage is provided for members hired prior to January 1, 1997, through the Statewide Death and Disability Plan, which is also administered by the FPPA. This is a noncontributory plan. All full-time, paid firefighters of the District are members of the Plan and the Statewide Death and Disability Plan. Local revenue sources are responsible for funding of the Death and Disability benefits for firefighters hired on or after January 1, 1997.

Colorado statutes assign the authority to establish benefit provisions to the state legislature. FPPA issues a publicly available annual financial report that includes financial statements and required supplementary information for both the Statewide Defined Benefit Plan and the Statewide Death and Disability Plan. FPPA issues a publicly available comprehensive annual financial report that can be obtained on FPPA's website at http://www.fppaco.org.

Note 7: Employee Retirement Plan (Continued)

State Fire and Police Pension Plan (FPPA) (Continued)

During 2022, House Bill 22-1034 was signed into law. This legislation combined the assets, deferred outflows, liabilities and deferred inflows of the Statewide Defined Benefit Plan and the Statewide Hybrid Plan to form the Statewide Retirement Plan effective January 1, 2023. The Plan became the Defined Benefit Component of the Statewide Retirement Plan.

Description of Benefits

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

The annual normal retirement benefit is 2 percent of the average of the member's highest three years' base salary for each year of credited service up to ten years, plus 2.5 percent for each year of service thereafter. The benefit earned prior to January 1, 2007, for members of affiliated Social Security employers will be reduced by the amount of Social Security income payable to the member annually. Effective January 1, 2007, members currently covered under Social Security will receive half the benefit when compared to the Statewide Defined Benefit Plan. Benefits paid to retired members are evaluated and may be re-determined every October 1. The amount of any increase is based on the Board's discretion and can range from 0 to the higher of 3 percent or the Consumer Price Index or the Consumer Price Index for Urban Wage Earners and Clerical Workers (CPI-W).

A member is eligible for an early retirement at age 50 with at least five years of credited service or after 30 years of service. The early retirement benefit equals the normal retirement benefit reduced on an actuarially equivalent basis. Upon termination, an employee may elect to have member contributions, along with 5 percent as interest, returned as a lump sum distribution. Alternatively, a member with at least five years of accredited service may leave contributions with the Plan and remain eligible for a retirement pension at age 55 equal to 2 percent of the member's average highest three years' base salary for each year of credited service up to ten years, plus 2.5 percent for each year of service thereafter.

Contributions

The Plan sets contribution rates at a level that enables all benefits to be fully funded at the retirement date of all members. Contribution rates for the Plan are set by state statute. Employer contribution rates can only be amended by state statutes. Member contribution rates can be amended by state statute or election of the membership. Effective January 1, 2021, contribution rates for employers and members may be increased equally by the FPPA Board of Directors upon approval through an election by both the employers and members.

Note 7: Employee Retirement Plan (Continued)

State Fire and Police Pension Plan (FPPA) (Continued)

Members of the Plan and their employers are contributing at the rate of 12.0 percent and 9.5 percent, respectively, of base salary for a total contribution rate of 21.5 percent in 2023. In 2014, the members elected to increase the member contribution rate to the Plan beginning in 2015. Member contribution rates will increase 0.5 percent annually through 2022 to a total of 12 percent of pensionable earnings. Employer contributions will increase 0.5 percent annually beginning in 2021 through 2030 to a total of 13 percent of pensionable earnings. Contributions to the Plan from the District were $1,530,303 for the year ended December 31, 2025.

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

At December 31, 2025, the District reported a liability of $2,414,390 for its proportionate share of the net pension asset. The net pension liability was measured as of December 31, 2024, and the total pension asset used to calculate the net pension asset was determined by an actuarial valuation as of that date. The District's proportion of the net pension asset was based on the District's share of contributions to the pension plan relative to the contributions of all participating entities. As December 31, 2024, the District's proportion was 1.6608060244%, which was a increase of 0.5634765093% from its proportion measures as of December 31, 2023.

For the year ended December 31, 2025, the District recognized pension expense of $2,538,328. At December 31, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	$ 3,081,861	$ 99,904
Changes of Assumptions and other inputs	1,057,791	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	108,127	-
Changes in proportion	344,813	2,049,918
Contributions subsequent to measurement date	1,530,303	-
Total	$ 6,122,895	$ 2,149,822

Note 7: Employee Retirement Plan (Continued)

State Fire and Police Pension Plan (FPPA) (Continued)

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

$1,530,303 in total reported as deferred outflows of resources related to pension resulting from District contributions subsequent to measurement date will be recognized as an addition to the net pension asset in the year ended December 31, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended December 31,	Deferred Amounts
2025	$ 2,105,010
2026	(74,972)
2027	41,626
2028	204,623
2029	223,644
Thereafter	(57,161)
Total	$ 2,442,770

Actuarial Assumptions. The total pension liability in the December 31, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all period included in the measurement:

Actuarial Method	Entry Age Normal
Amortization Method	N/A
Amortization Period	N/A
Long-term Investment Rate of Return*	7.00%
Projected Salary Increases	4.25% - 11.25%
Cost of Living Adjustments (COLA)	0%
*Includes Inflation at	2.50%

For determining the total pension asset and actuarially determined contributions, the post-retirement mortality tables for non-disabled retirees uses the 2006 central rates from the RP-2014 Annuitant Mortality Tables projected to 2018 using the MP-2017 projection scales and projected prospectively using the ultimate rates of the scale for all years. The pre-retirement off-duty mortality tables are adjusted to 50% of the RP-2014 mortality tables for active employees. The on-duty mortality rate is 0.00015.

Note 7: Employee Retirement Plan (Continued)

State Fire and Police Pension Plan (FPPA) (Continued)

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

At least every five years the FPPA's Board of Directors, in accordance with best practices, reviews its economic and demographic actuarial assumptions. At its July 2018 meeting, the Board of Directors reviewed and approved recommended changes to the actuarial assumptions. The recommendations were made by FPPA's actuaries, Gabriel, Roeder, Smith & Co., based upon their analysis of past experience and expectations of the future. The assumption changes were effective for actuarial valuations beginning January 1, 2019. The actuarial assumptions impact actuarial factors for benefit purposes such as the purchases of service credit and other benefits where actuarial factors are used.

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, 2024 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Real Rate of
Global Equity	33.00 %	7.00 %
Equity Long/Short	6.00 %	6.20 %
Private Markets	34.00 %	8.80 %
Fixed Income - Rates	7.00 %	5.00 %
Fixed Income - Credit	7.00 %	6.50 %
Absolute Return	9.00 %	5.70 %
Cash	4.00 %	4.20 %
Total	100.00 %	

Note 7: Employee Retirement Plan (Continued)

State Fire and Police Pension Plan (FPPA) (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 7.00 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the FPPA Board's funding policy, which establishes the contractually required rates under Colorado statutes. Based on those assumptions, the 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.

Sensitivity of the District's Proportionate Share of the Net Pension Liability (Asset) to Changes in the Discount Rate

The following table presents the net pension liability of the District, calculated using the discount rate of 7.00% as well as what the District's net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.00%) or one percentage point higher (8.00%) than the current rate.

	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
Proportionate Share of the Net Pension Liability (Asset)	$ 8,104,584	$ -	$ -

Pension Plan Fiduciary Net Position

Detailed information about the Plan's fiduciary net position is available in FPPA's annual comprehensive financial report, which can be obtained at http:/www.fppaco.org.

Changes Between the Measurement Date of the Net Pension Asset and December 31, 2021

During 2020, legislation was passed effective January 1, 2021, that amended the Statewide Defined Benefit Plan. The stabilization reserve accounts (SRA) of the Defined Benefit System became self-directed accounts with assets of $123.6 million transferred to the FPPA Members' Self-Directed Investment Fund after the January 1, 2021, actuarial valuation date. This transfer does not impact the net pension asset of the plan as the transfer of assets will reduce both the total pension liability and the plan fiduciary net position.

Note 7: Employee Retirement Plan (Continued)

Volunteer Pension Fund

Plan Description and Provisions

The District, on behalf of its volunteer firefighters, contributes to a single-employer defined benefit pension plan (the Plan). The plan provides retirement benefits for members and beneficiaries according to the plan provisions as enacted and governed by the Pension Fund Board of Trustees. Colorado Revised Statues (CRS), as amended, establishes basic benefit provisions for such plans. The Plan is included as a Pension Trust fund of the District and the Pension Trust does not issue separate statements.

Volunteers Covered by Benefit Terms

As of the December 31, 2025 measurement date, the following employees were covered by the benefit terms:

Retirees and Beneficiaries	65
Inactive, Nonretired Members	5
Active Members	-
Total	70

Benefits Provided

The Plan provides retirement, survivor, death, and funeral benefits. Retirement benefit for a member is $1,050 a month for 20 or more years of service. Those members with a minimum of 10 years of service receive $52.50 per month for every year of service. Survivor's death benefits range from $525 monthly benefit payment to 50 percent of normal benefit depending on different variables. Funeral benefit to the family members is a one-time payment of $2,100.

Funding Policy

The contributions are not actuarially determined. An actuary is used to determine the adequacy of contributions. The Actuarial study as of January 1, 2025, indicated that the current level of contributions to the fund are adequate to support, on an actuarially sound basis, the prospective benefits for the present plan.

Contributions

For the year ended December 31, 2025 the District contributed $172,200 to the plan.

Note 7: Employee Retirement Plan (Continued)

Volunteer Pension Fund (Continued)

Net Pension Liability

The total pension liability is based on an actuarial valuation performed as of January 1, 2025 and a measurement date of December 31, 2024. This measurement date is within two years of the plan sponsor's fiscal year-end of December 31, 2025 and may be used for December 31, 2025 reporting purposes.

Actuarial Assumptions. The total pension liability in the January 1, 2025 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurements:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Open*
Remaining Amortization	Period 20 years*
Asset Valuation Method	5-Year smoothed fair value
Inflation	2.50%
Salary Increases	N/A
Investment Rate of Return	7.00%
Mortality	50% per year of eligibility until 100% at age 65

Mortality:

- Pre-retirement: 2006 central rates from the RP-2014 Employee Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years, 50% multiplier for off-duty mortality.
- Post-retirement: 2006 central rates from the RP-2014 Annuitant Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years.
- Disabled: 2006 central rates from the RP-2014 Disabled Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years.

*Plans that are heavily weighted with retiree liabilities use an amortization period based on the expected remaining lifetime of the participants.

For the purpose of this valuation, the long-term expected rate of return on pension plan investments is 7.00%; the municipal bond rate is 2.75% (based on the weekly rate closest to but not later than the measurement date of the "state & local bonds" rate from Federal Reserve statistical release (H.15)); and the resulting Single Discount rate is 7.00%.

Note 7: Employee Retirement Plan (Continued)

Volunteer Pension Fund (Continued)

Net Pension Liability *(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.

Best estimates of arithmetic nominal rates of return for each major asset class included in the Fund's target asset allocation as of December 31, 2024, are summarized in the following table:

Asset Class	Target Allocation	Long-Term
Cash	4.00 %	4.20 %
Fixed Income - Rates	7.00 %	5.00 %
Fixed Income - Credit	7.00 %	6.50 %
Absolute Return	9.00 %	5.70 %
Long Short	6.00 %	6.20 %
Global Equity	33.00 %	7.00 %
Private Capital	34.00 %	8.80 %
Total	100.00 %	

Changes in the Net Pension Liability

	Increase (Decrease)		
	Total Pension	Plan Fiduciary Net	Net Pension
Balance at 12/31/24	$ 7,268,888	$ 5,884,534	$ 1,384,354
Changes for the Year:			
Service Cost	2,140	-	2,140
Interest	486,329	-	486,329
Employer Contribution	-	126,167	(126,167)
State of Colorado discretionary payment	-	70,506	(70,506)
Net Investment Income	-	546,929	(546,929)
Difference between expected and actual experience	(212,936)	-	(212,936)
Changes of Assumptions	629,038	-	629,038
Benefit Payments, Including Refunds	(655,861)	(655,861)	-
Administrative Expenses	-	(21,931)	21,931
Net Changes	248,710	65,810	182,900
Balance at 12/31/25	$ 7,517,598	$ 5,950,344	$ 1,567,254

Note 7: Employee Retirement Plan (Continued)

Volunteer Pension Fund (Continued)

Sensitivity of the Net Pension Liability (Asset) to the Changes in the Discount Rate

The following table presents the net pension liability of the District, calculated using the discount rate of 6.00% as well as what the District's net pension liability would be if it were calculated using a discount rate that is one percentage point lower (5.00%) or one percentage point higher (7.00%) then the current rate.

	1% Decrease 5.00%	Current Discount Rate 6.00%	1% Increase 7.00%
District's Net Pension Liability (Asset)	$ 2,310,995	$ 1,567,254	$ 938,216

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

For the year ended December 31, 2025, the District recognized pension expense of $440,522 for the Volunteer Pension Plan. At December 31, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	$ 100,572	$ -
Contributions subsequent to measurement date	172,200	-
Total	$ 272,772	$ -

$172,200 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a decrease in the pension liability in the year ended December 31, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year Ended December 31,	Deferred Amounts
2026	$ 46,880
2027	143,208
2028	(59,202)
2029	(30,314)
Total	$ 100,572

Note 7: Employee Retirement Plan (Continued)

Volunteer Pension Fund (Continued)

Pension Plan Fiduciary Net Position

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

Old Hire Pension Fund

Plan Description and Provisions

The District's paid employees, hired prior to associating with FPPA, participate in a contributing pension plan administered by the Board of Trustees. The plan is closed to new participants.

Members Covered by Benefit Terms

As of the December 31, 2025 measurement date, the following employees were covered by the benefit terms:

Funding Policy

Retirees and Beneficiaries	2
Total	2

The contributions are not actuarially determined. An actuary is used to determine the adequacy of contributions. The Actuarial study as of January 1, 2025, indicated that the current level of contributions to the fund are adequate to support, on an actuarially sound basis, the prospective benefits for the present plan.

Contributions

For the year ended December 31, 2025 the District contributed $51,500 to the plan.

Net Pension Liability

The total pension liability is based on an actuarial valuation performed as of January 1, 2025 and a measurement date of December 31, 2024. This measurement date is within two years of the plan sponsor's fiscal year-end of December 31, 2025 and may be used for December 31, 2025 reporting purposes.

Note 7: Employee Retirement Plan (Continued)

Old Hire Pension Fund (Continued)

Net Pension Liability *(Continued)*

Actuarial Assumptions. The total pension liability in the January 1, 2025 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurements:

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

Mortality rates were based on the following:

- Post-retirement: For ages less than 55, RP-2014 Mortality Tables for Blue Collar Employees. For ages 65 and older, RP-2014 Mortality Tables for Blue Collar Healthy Annuitants. For ages 55 through 64, a blend of the previous tables.

- Disabled (pre-1980): RP-2014 Disabled Generational Mortality Table generationally projected with Scale BB with a minimum 3% rate for males and 2% rate for females.

All tables were projected and based on Scale BB.

*Plans that are heavily weighted with retiree liabilities use an amortization period based on the expected remaining lifetime of the participants.

Note 7: Employee Retirement Plan (Continued)

Old Hire Pension Fund (Continued)

Net Pension Liability *(Continued)*

The assumptions shown above pertain to the actuarial valuation as of January 1, 2018, and the associated Actuarially Determined Contribution for the year ending December 31, 2019. Following an experience study in 2018 and asset allocation study in 2018-2019, the Board adopted a new assumption set for first use in the January 1, 2020, valuations. The primary changes, which can be observed in the January 1, 2020, valuation, as compared to the assumptions shown are as follows:

Investment Rate of Return:	4.50%
Mortality:	Post-retirement: 2006 central rates from the RP-2014 Annuitant Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years. Disabled (pre-1980): Post-retirement rates set forward three years.

For the purpose of this valuation, the long-term expected rate of return on pension plan investments is 4.50%; the municipal bond rate is 2.75% (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 4.50%.

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. Best estimates of arithmetic nominal rates of return for each major asset class included in the Fund’s target asset allocation as of December 31, 2024 are summarized in the following table:

Asset Class	Target Allocation	Long-Term
Cash	10.00 %	5.50 %
Fixed Income - Rates	70.00 %	5.40 %
Fixed Income - Credit	10.00 %	5.90 %
Diversifiers	- %	7.40 %
Long Short	- %	7.00 %
Global Equity	10.00 %	8.30 %
Private Capital	- %	10.20 %
Total	100.00 %	

Note 7: Employee Retirement Plan (Continued)

Old Hire Pension Fund (Continued)

Changes in the Net Pension Liability

	Increase (Decrease)		
	Total Pension	Plan Fiduciary Net	Net Pension
Balance at 12/31/24	$ 1,135,729	561,278	574,451
Changes for the Year			
Interest	49,338	-	49,338
Employer Contribution	-	44,920	(44,920)
Net Investment Income	-	17,216	(17,216)
Benefit Payments, Including Refunds	(79,537)	(79,537)	-
Administrative Expenses	-	(3,250)	3,250
Net Changes	(30,199)	(20,651)	(9,548)
Balance at 12/31/25	$ 1,105,530	540,627	564,903

Regarding the sensitivity of the net pension liability/(asset) to the changes in the Single Discount Rate, the following presents the plan's net pension liability/(asset), calculated using a Single Discount Rate of 4.50%, as well as what the plan's net pension liability/(asset) would be if it were calculated using a Single Discount Rate that is one percent lower or one percent higher:

	1% Decrease	Current Discount Rate	1% Increase
	3.50%	4.50%	5.50%
District's Net Pension Liability (Asset)	$ 670,653	$ 564,903	$ 473,569

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

For the year ended December 31, 2025, the District recognized pension expense of $45,559 for the Old Hire Pension Plan. At December 31, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	Deferred Outflows of	Deferred Inflows
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	$ 36,755	$ -
Contributions subsequent to measurement date	51,500	-
Total	$ 88,255	$ -

Note 7: Employee Retirement Plan (Continued)

Old Hire Pension Fund (Continued)

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

$51,500 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a decrease in the pension liability in the year ended December 31, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Years Ended December 31,	Deferred Amounts
2026	$ 20,582
2027	16,090
2028	(1,356)
2029	1,439
Total	$ 36,755

Pension Plan Fiduciary Net Position

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

Note 8: Deferred Compensation Plan

Fire protection employees of the District who are members of the FPPA Statewide Defined Benefit Plan may voluntarily contribute to the FPPA 457 Deferred Compensation Plan (457 Plan), an Internal Revenue Code Section 457 defined contribution plan administered by the FPPA. 457 Plan participation is voluntary, and contributions to the 457 Plan are separate from contributions made to other FPPA plans. FPPA issues a publicly available annual financial report that includes financial statements and required supplementary information for the 457 Plan. The report may be obtained at www.ffpaco.org. During 2025, the District's fire protection employees contributed $533,030 to the 457 Plan.

Note 9: Post Employment Health Plan

The District established a post-employment health plan on May 12, 2021, for the District's collectively bargained public employees. The plan is administered by Nationwide Retirement Solutions. All collectively bargained public employees will participate in the plan and the District will match up to 1% of the employee's annual base salary. The plan has no annual maximum contribution limit for employee contributions other than defined by Retirement Health Savings limits. During 2025 there were minimal employee and employer contributions to the plan.

The District established a post-employment health plan on November 30, 2021, for the District's administrative employees (non-collectively bargained employees). The plan is administered by Nationwide Retirement Solutions. All administrative employees are eligible to participate in the plan and the District will match up to 1% of the employee's annual base salary. The plan has no annual maximum contribution limit for employee contributions other than defined by Retirement Health Savings limits. During 2025 there were no employee and employer contributions to the plan.

Note 10: Agreements

The District entered into an Intergovernmental Agreement Regarding Exclusion and Inclusion of Real Property (IGA) on May 16, 2017, with Sable-Altura Fire Protection District (Sable-Altura). The IGA provides for certain real property to be excluded from Sable-Altura's service area and included into the District's service area. The District agrees to share a portion of its mill levy revenue on Sable-Altura's excluded property as follows:

- Years 1-3: Sable-Altura will receive 100% of the mill levy revenue received by the District.
- Years 4-5: Sable-Altura will receive 80% of the mill levy revenue received by the District.
- Years 6-7: Sable-Altura will receive 60% of the mill levy revenue received by the District.
- Years 8-9: Sable-Altura will receive 40% of the mill levy revenue received by the District.
- Year 10: Sable-Altura will receive 20% of the mill levy revenue received by the District.

The IGA terminates at the end of the tenth year following the IGA date.

Note 11: Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees or volunteers; and natural disasters. The District was a member of the Colorado Special Districts Property and Liability Pool (Pool) as of December 31, 2025. The Pool is an organization created by intergovernmental agreement to provide property, liability, public official's liability, and workers compensation coverage to its members. Settled claims have not exceeded coverage in any of the last three fiscal years.

Note 11: Risk Management (Continued)

The District pays annual premiums to the Pool for liability, property, public officials and workers compensation coverage. In the event the aggregated losses incurred by the Pool exceed amounts recoverable from reinsurance contracts and funds accumulated by the Pool, the Pool may require additional contributions from Pool members. Any excess funds which the Pool determines are not needed for purposes of the Pool may be returned to members pursuant to a distribution formula.

Note 12: Tax, Spending and Debt Limitation

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

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

On November 5, 2002, the District's voters authorized the District to retain all revenues from all sources including grants in the year 2002 and subsequent years, and spend the same as a voter-approved revenue change and an exception to limits which would otherwise apply for each of said years, including those contained in Article X, Section 20, of the Colorado Constitution and Section 29-1-301 of the Colorado Revised Statutes.

TABOR requires local governments to establish Emergency Reserves. These reserves must be at least 3% of Fiscal Year Spending (excluding bonded debt service). Local governments are not allowed to use the emergency reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

The District's management believes it is in compliance with the provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of the provisions, including interpretation of how to calculate Fiscal Year Spending limits, will require judicial interpretation.

On November 6, 2018, registered electors of the District approved a ballot issue allowing the District to increase or decrease its current and all future mill levies if there are changes in the method of calculating assessed valuation including, but not limited to, a change in the percentage of actual valuation used to determine residential assessed valuation due to Article X, Section 3 of the Colorado Constitution (commonly known as the Gallagher Amendment), so that, to the extent possible , the actual tax revenues generated by such mill levies are the same as the actual tax revenues that would have been generated had such changes not occurred.

Required Supplementary Information

South Adams County Fire Protection District

Budgetary Comparison Schedule
General Fund
For the Year Ended December 31, 2025

	Original and Final Budget	Actual	Variance *Positive (Negative)*
Revenues			
General Property Taxes	$ 29,485,474	$ 28,878,242	$ (607,232)
Specific Ownership Taxes	1,779,270	1,503,616	(275,654)
Investment Earnings	266,000	1,128,443	862,443
Contract Fleet Service	140,000	-	(140,000)
Fire Protection	110,000	484,121	374,121
Ambulance Lease and Service	-	530,259	530,259
Other	647,204	448,028	(199,176)
Total Revenues	32,427,948	32,972,709	544,761
Expenditures			
Salaries and benefits	22,246,154	21,554,779	691,375
General Expenses	3,131,286	2,524,856	606,430
Fire Prevention	-	209,179	(209,179)
Contribution - Volunteer Pension	172,200	172,200	-
Contribution - Old Hire Pension	51,500	51,500	-
Radio Maintenance	843,000	809,429	33,571
Vehicle Maintenance	803,000	763,448	39,552
Equipment Maintenance	-	-	-
Equipment and Supplies	952,957	847,582	105,375
EMS	-	154,189	(154,189)
Building Maintenance	1,036,105	899,657	136,448
Insurance	995,441	1,030,231	(34,790)
Training	491,750	407,224	84,526
Capital Outlay	-	399	(399)
Debt Service			
Principal	859,000	859,000	-
Interest	202,063	206,360	(4,297)
Total Expenditures	31,784,456	30,490,033	1,294,423
Excess Revenues Over (Under) Expenditures	643,492	2,482,676	1,839,184
Other Financing Sources (Uses)			
Transfers to other funds	(1,900,000)	(1,900,000)	-
Net Change in Fund Balance	(1,256,508)	582,676	1,839,184
Fund Balance, *Beginning of year*	9,615,510	19,589,639	9,974,129
Fund Balance, *End of year*	$ 8,359,002	$ 20,172,315	$ 11,813,313

See Notes to the Financial Statements.

South Adams County Fire Protection District

Schedule of District's Proportionate Share of the Net Pension Liability and Contributions
State Fire and Police Pension Plan (FPPA) - Statewide Defined Benefit Plan
For the Year Ended December 31, 2025

Measurement Date	12/31/2024	12/31/2023	12/31/2022	12/31/2021	12/30/2020
Proportionate Share of the Net Pension (Asset)					
District's Proportion of the Net Pension (Asset)	1.6608060%	1.0973290%	1.0983130%	1.1242870%	0.9511910%
District's Proportionate Share of the Net Pension Liability (Asset)	$ (2,414,390)	$ -	$ 974,874	$ (6,092,893)	$ (2,065,039)
District's Covered Payroll	$ 12,026,995	$ 10,801,261	$ 9,575,120	$ 9,075,573	$ 7,640,044
District's Proportionate Share of the Net Pension(Asset) as a Percentage of Covered Payroll	-20.07%	0.00%	10.18%	-67.14%	-27.03%
Plan Fiduciary Net Position as a Percentage of the Total Pension (Asset)	100.00%	100.00%	97.60%	116.20%	106.70%

Reporting Date	12/31/2025	12/31/2024	12/31/2023	12/31/2022	12/31/2021
Authority Contributions					
Statutorily Required Contribution	$ 1,389,152	$ 1,142,565	$ 1,024,160	$ 859,993	$ 769,315
Contributions in Relation to the Statutorily Required Contribution	1,530,303	1,200,577	1,024,160	859,993	769,315
Contribution Deficiency (Excess)	$ (141,151)	$ (58,012)	$ -	$ -	$ -
District's Covered Payroll	$ 14,622,649	$ 12,026,995	$ 10,801,261	$ 9,575,120	$ 9,075,573
Contributions as a Percentage of Covered Payroll	10%	10%	9%	9%	8%

This schedule is presented to show information for 10 years. Until information for the full 10-year period is available, information will be presented for the years it is available.

(Continued)

South Adams County Fire Protection District

Schedule of District's Proportionate Share of the Net Pension Liability and Contributions
State Fire and Police Pension Plan (FPPA) - Statewide Defined Benefit Plan
For the Year Ended December 31, 2025
(Continued)

Measurement Date	12/31/2019	12/31/2018	12/31/2017	12/30/2016	12/31/2015
Proportionate Share of the Net Pension (Asset)					
District's Proportion of the Net Pension (Asset)	0.7542982%	0.6424784%	0.5894256%	0.5433582%	0.3762745%
District's Proportionate Share of the Net Pension (Asset)	$ (426,603)	$ 839,792	$ (847,982)	$ 196,336	$ (6,633)
District's Covered Payroll	$ 5,939,425	$ 4,449,513	$ 4,360,663	$ 3,592,436	$ 2,674,100
District's Proportionate Share of the Net Pension(Asset) as a Percentage of Covered Payroll	-7.18%	18.87%	-19.45%	5.47%	-0.25%
Plan Fiduciary Net Position as a Percentage of the Total Pension (Asset)	101.90%	95.20%	106.30%	98.21%	100.10%

Reporting Date	12/31/2020	12/31/2019	12/31/2018	12/31/2017	12/31/2016
Authority Contributions					
Statutorily Required Contribution	$ 611,204	$ 475,154	$ 355,961	$ 348,853	$ 287,379
Contributions in Relation to the Statutorily Required Contribution	611,204	475,154	355,961	348,853	287,379
Contribution Deficiency (Excess)	$ -	$ -	$ -	$ -	$ -
District's Covered Payroll	$ 7,640,044	$ 5,939,425	$ 4,449,513	$ 4,360,663	$ 3,592,436
Contributions as a Percentage of Covered Payroll	8%	8%	8%	8%	8%

This schedule is presented to show information for 10 years. Until information for the full 10-year period is available, information will be presented for the years it is available.

South Adams County Fire Protection District

Schedule of Changes in Net Pension Liability (Asset) and Related Ratios
State Fire and Police Pension Plan (FPPA) - Volunteer Pension Fund
For the Year Ended December 31, 2025

	12/31/2024	12/31/2023	12/31/2022	12/31/2021	12/30/2020
Total Pension Liability					
Service Cost	$ 2,140	$ 2,140	$ 2,104	$ 2,104	$ 6,865
Interest on the Total Pension Liability	486,329	497,782	506,261	518,780	526,950
Changes in Benefit Terms	-	-	-	-	-
Difference between expected and actual experience of the Total Pension Liability	(212,936)	-	(5,295)	-	55,321
Changes of Assumptions	629,038	-	57,723	-	-
Benefit Payments, Including Refunds of Employee Contributions	(655,861)	(670,950)	(692,568)	(706,650)	(700,490)
Net Change in Total Pension Liability	248,710	(171,028)	(131,775)	(185,766)	(111,354)
Total Pension Liability - Beginning	7,268,888	7,439,916	7,571,691	7,757,457	7,868,811
Total Pension Liability - Ending	$ 7,517,598	$ 7,268,888	$ 7,439,916	$ 7,571,691	$ 7,757,457
Plan Fiduciary Net Position					
Contributions - Employer	$ 126,167	$ 171,481	$ 100,975	$ 120,000	$ 115,126
Net Investment Income	546,929	535,029	(548,270)	916,417	751,946
Benefit Payments, Including Refunds of Employee Contributions	(655,861)	(670,950)	(692,568)	(706,650)	(700,490)
Administrative Expenses	(21,931)	(23,786)	(19,838)	(18,501)	(15,623)
State of Colorado supplemental discretionary payment	70,506	70,506	70,506	141,012	70,506
Net Change in Plan Fiduciary Net Position	65,810	82,280	(1,089,195)	452,278	221,465
Total Plan Fiduciary Net Position - Beginning	5,884,534	5,802,254	6,891,449	6,439,171	6,217,706
Total Plan Fiduciary - Ending	$ 5,950,344	$ 5,884,534	$ 5,802,254	$ 6,891,449	$ 6,439,171
Plan Fiduciary Net Position					
Total Pension Liability - Ending	$ 7,517,598	$ 7,268,888	$ 7,439,916	$ 7,571,691	$ 7,757,457
Total Plan Fiduciary - Ending	5,950,344	5,884,534	5,802,254	6,891,449	6,439,171
Net Pension Liability - End of Year	$ 1,567,254	$ 1,384,354	$ 1,637,662	$ 680,242	$ 1,318,286
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	79.15%	80.96%	77.99%	91.02%	83.01%
Covered Payroll	N/A	N/A	N/A	N/A	N/A
District's Net Pension Liability as a Percentage of Covered Payroll	N/A	N/A	N/A	N/A	N/A

This schedule is presented to show information for 10 years. Until information for the full 10-year period is available, information will be presented for the years it is available.

(Continued)

South Adams County Fire Protection District

Schedule of Changes in Net Pension Liability (Asset) and Related Ratios
State Fire and Police Pension Plan (FPPA) - Volunteer Pension Fund
For the Year Ended December 31, 2025
(Continued)

	12/31/2019	12/31/2018	12/31/2017	12/30/2016	12/31/2015
Total Pension Liability					
Service Cost	$ 6,865	$ 12,967	$ 12,967	$ 80,536	$ 80,536
Interest on the Total Pension Liability	536,899	546,996	553,831	603,035	602,152
Changes in Benefit Terms	381,156	-	-	-	-
Difference between expected and actual experience of the Total Pension Liability	-	(181,986)	-	(865,756)	-
Changes of Assumptions	-	284,763	-	227,419	-
Benefit Payments, Including Refunds of Employee Contributions	(671,771)	(656,113)	(659,690)	(676,250)	(665,765)
Net Change in Total Pension Liability	253,149	6,627	(92,892)	(631,016)	16,923
Total Pension Liability - Beginning	7,615,662	7,609,035	(614,093)	16,923	-
Total Pension Liability - Ending	$ 7,868,811	$ 7,615,662	$ (706,985)	$ (614,093)	$ 16,923
Plan Fiduciary Net Position					
Contributions - Employer	$ 78,340	$ 78,340	$ 78,340	$ 267,000	$ 660,300
Net Investment Income	821,665	8,342	864,216	313,633	122,986
Benefit Payments, Including Refunds of Employee Contributions	(671,771)	(656,113)	(659,690)	(676,250)	(665,765)
Administrative Expenses	(18,731)	(17,423)	(16,409)	(9,769)	(11,640)
State of Colorado supplemental discretionary payment	-	70,506	70,506	70,506	70,506
Net Change in Plan Fiduciary Net Position	209,503	(516,348)	336,963	(34,880)	176,387
Total Plan Fiduciary Net Position - Beginning	6,008,203	6,524,551	141,507	176,387	-
Total Plan Fiduciary - Ending	$ 6,217,706	$ 6,008,203	$ 478,470	$ 141,507	$ 176,387
Plan Fiduciary Net Position					
Total Pension Liability - Ending	$ 7,868,811	$ 7,615,662	$ (706,985)	$ (614,093)	$ 16,923
Total Plan Fiduciary - Ending	6,217,706	6,008,203	478,470	141,507	176,387
Net Pension Liability - End of Year	$ 1,651,105	$ 1,607,459	$ (1,185,455)	$ (755,600)	$ (159,464)
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	79.02%	78.89%	85.75%	80.34%	74.67%
Covered Payroll	N/A	N/A	N/A	N/A	N/A
District's Net Pension Liability as a Percentage of Covered Payroll	N/A	N/A	N/A	N/A	N/A

This schedule is presented to show information for 10 years. Until information for the full 10-year period is available, information will be presented for the years it is available.

South Adams County Fire Protection District

Schedule of Changes in Net Pension Liability (Asset) and Related Ratios
State Fire and Police Pension Plan (FPPA) - Old Hire Pension Fund
For the Year Ended December 31, 2025

	12/31/2024	12/31/2023	12/31/2022	12/31/2021	12/30/2020
Total Pension Liability					
Interest on the Total Pension Liability	$ 49,338	$ 49,261	$ 50,369	$ 48,806	$ 50,180
Changes in Benefit Terms	-	-	104,472	-	-
Difference between expected and actual experience of the Total Pension Liability	-	43,021	-	(42,532)	-
Changes of Assumptions	-	(12,593)	-	-	-
Benefit Payments, Including Refunds of Employee Contributions	(79,537)	(76,478)	(73,536)	(78,421)	(82,960)
Net Change in Total Pension Liability	(30,199)	3,211	81,305	(72,147)	(32,780)
Total Pension Liability - Beginning of Year	1,135,729	1,132,518	1,051,213	1,123,360	1,156,140
Total Pension Liability - End of Year	$ 1,105,530	$ 1,135,729	$ 1,132,518	$ 1,051,213	$ 1,123,360
Plan Fiduciary Net Position					
Employer Contributions	$ 44,920	$ 149,392	$ 50,000	$ 51,500	$ 48,000
Pension Plan Net Investment Income	17,216	35,996	(63,330)	2,568	40,671
Benefit Payments, Including Refunds of Employee Contributions	(79,537)	(76,478)	(73,536)	(78,421)	(82,960)
Pension Plan Administrative Expense	(3,250)	(1,468)	(4,103)	(1,210)	(2,511)
Net Change in Plan Fiduciary Net Position	(20,651)	107,442	(90,969)	(25,563)	3,200
Plan Fiduciary Net Position - Beginning of Year	561,278	453,836	544,805	570,368	567,168
Plan Fiduciary Net Position - End of Year	$ 540,627	$ 561,278	$ 453,836	$ 544,805	$ 570,368
Net Pension Liability (Asset)					
Total Pension Liability - Ending	$ 1,105,530	$ 1,135,729	$ 1,132,518	$ 1,051,213	$ 1,123,360
Total Plan Fiduciary - Ending	540,627	561,278	453,836	544,805	570,368
Net Pension Liability - End of Year	$ 564,903	$ 574,451	$ 678,682	$ 506,408	$ 552,992
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	48.90%	49.42%	40.07%	51.83%	50.77%
Covered Payroll	N/A	N/A	N/A	N/A	N/A
District's Net Pension Liability as a Percentage of Covered Payroll	N/A	N/A	N/A	N/A	N/A

This schedule is presented to show information for 10 years. Until information for the full 10-year period is available, information will be presented for the years it is available.

(Continued)

South Adams County Fire Protection District

Schedule of Changes in Net Pension Liability (Asset) and Related Ratios
State Fire and Police Pension Plan (FPPA) - Old Hire Pension Fund
For the Year Ended December 31, 2025
(Continued)

	12/31/2019	12/31/2018	12/31/2017	12/30/2016	12/31/2015
Total Pension Liability					
Interest on the Total Pension Liability	$ 62,852	$ 64,003	$ 53,442	$ 56,383	$ 41,926
Changes in Benefit Terms	-	146,390	-	203,330	-
Difference between expected and actual experience of the Total Pension Liability	34,613	-	19,089	-	8,488
Changes of Assumptions	261,642	-	-	-	23,386
Benefit Payments, Including Refunds of Employee Contributions	(80,543)	(78,197)	(78,002)	(112,566)	(57,177)
Net Change in Total Pension Liability	278,564	132,196	(5,471)	147,147	16,623
Total Pension Liability - Beginning of Year	877,576	745,380	750,851	603,704	587,081
Total Pension Liability - End of Year	$ 1,156,140	$ 877,576	$ 745,380	$ 750,851	$ 603,704
Plan Fiduciary Net Position					
Employer Contributions	$ 50,000	$ 50,000	$ 50,000	$ 290,000	$ 19,461
Pension Plan Net Investment Income	61,777	915	73,431	18,077	6,476
Benefit Payments, Including Refunds of Employee Contributions	(80,543)	(78,197)	(78,002)	(112,566)	(57,177)
Pension Plan Administrative Expense	(1,377)	(5,786)	(877)	(3,782)	(862)
Net Change in Plan Fiduciary Net Position	29,857	(33,068)	44,552	191,729	(32,102)
Plan Fiduciary Net Position - Beginning of Year	537,311	570,379	525,827	334,098	366,200
Plan Fiduciary Net Position - End of Year	$ 567,168	$ 537,311	$ 570,379	$ 525,827	$ 334,098
Net Pension Liability (Asset)					
Total Pension Liability - Ending	$ 1,156,140	$ 877,576	$ 745,380	$ 750,851	$ 603,704
Total Plan Fiduciary - Ending	567,168	537,311	570,379	525,827	334,098
Net Pension Liability - End of Year	$ 588,972	$ 340,265	$ 175,001	$ 225,024	$ 269,606
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	49.06%	61.23%	76.52%	70.03%	55.34%
Covered Payroll	N/A	N/A	N/A	N/A	N/A
District's Net Pension Liability as a Percentage of Covered Payroll	N/A	N/A	N/A	N/A	N/A

This schedule is presented to show information for 10 years. Until information for the full 10-year period is available, information will be presented for the years it is available.

South Adams County Fire Protection District

Schedule of District Contributions
State Fire and Police Pension Plan (FPPA) - Volunteer Pension Fund
For the Year Ended December 31, 2025

Fiscal Year Ending December 31,	Actuarially Determined Contribution* (a)	Actual Contribution* (b)	Contribution Deficiency (Excess) (a) - (b)	Covered Payroll	Actual Contribution as a Percentage of Covered Payroll
2016	$ 267,024	$ 337,506	$ (70,482)	N/A	N/A
2017	$ 267,024	$ 148,846	$ 118,178	N/A	N/A
2018	$ 125,749	$ 148,846	$ (23,097)	N/A	N/A
2019	$ 125,749	$ 148,846	$ (23,097)	N/A	N/A
2020	$ 125,749	$ 78,340	$ 47,409	N/A	N/A
2021	$ 185,632	$ 185,632	$ -	N/A	N/A
2022	$ 185,632	$ 261,012	$ (75,380)	N/A	N/A
2023	$ 171,481	$ 241,987	$ (70,506)	N/A	N/A
2024	$ 140,638	$ 196,673	$ (56,035)	N/A	N/A
2025	$ 172,200	$ 172,200	$ -	N/A	N/A

* - Includes both employer and State of Colorado Supplemental Discretionary Payment.

NOTES:

Actuarial Valuation Date:	1/1/2021 Actuarially determined contribution rates are calculated as of January 1 of even numbered years.
Actuarial Cost Method:	Entry Age Normal
Amortization Method:	Level Dollar, Open
Remaining Amortization Period:	20 years*
Asset Valuation Method:	5-Year Smoothed Fair Value
Inflation:	2.50%
Salary Increases:	N/A
Investment Rate of Return:	7.00%
Retirement Age:	50% per year of eligibility until 100% at age 65.
Mortality:	**Pre-retirement**: 2006 central rates from the RP-2014 Employee Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years, 50% multiplier for off-duty mortality. **Post-retirement**: 2006 central rates from the RP-2014 Annuitant Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years. **Disabled**: 2006 central rates from the RP-2014 Disabled Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years.

* - Plans that are heavily weighted with retiree liabilities use an amortization period based on the expected remaining lifetime of the participants.

This schedule is presented to show information for 10 years. Until information for the full 10-year period is available, information will be presented for the years it is available.

South Adams County Fire Protection District

Schedule of District Contributions
State Fire and Police Pension Plan (FPPA) - Old Hire Pension Fund
For the Year Ended December 31, 2025

Fiscal Year Ending December 31,	Actuarially Determined Contribution*	Actual Contribution*	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a Percentage of Covered Payroll
	(a)	(b)	(a) - (b)		
2016	$ 19,461	$ 290,000	$ (270,539)	N/A	N/A
2017	$ 48,096	$ 50,000	$ (1,904)	N/A	N/A
2018	$ 48,096	$ 50,000	$ (1,904)	N/A	N/A
2019	$ 48,096	$ 50,000	$ (1,904)	N/A	N/A
2020	$ 39,206	$ 50,000	$ (10,794)	N/A	N/A
2021	$ 39,206	$ 48,000	$ (8,794)	N/A	N/A
2022	$ 44,920	$ 51,500	$ (6,580)	N/A	N/A
2023	$ 44,920	$ 149,392	$ (104,472)	N/A	N/A
2024	$ 44,920	$ 44,920	$ -	N/A	N/A
2025	$ 51,500	$ 51,500	$ -	N/A	N/A

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

NOTES:

Actuarial Valuation Date:	1/1/2022 Actuarially determined contribution rates are calculated as of January 1 of even numbered years.
Actuarial Cost Method:	Entry Age Normal
Amortization Method:	N/A
Remaining Amortization Period:	N/A
Asset Valuation Method:	5-Year Smoothed Fair Value
Inflation:	2.50%
Salary Increases:	N/A
Investment Rate of Return:	4.50%
Retirement Age:	Any remaining actives are assumed to retire immediately.
Mortality:	**Post-retirement**: 2006 central rates from the RP-2014 Annuitant Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years. **Disabled**: Post-retirement rates set forward three years.

* - Plans that are heavily weighted with retiree liabilities use an amortization period based on the expected remaining lifetime of the participants.

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Supplementary Information

South Adams County Fire Protection District

Budgetary Comparison Schedule
Capital Fund
For the Year Ended December 31, 2025

	Original & Final Budget	Actual	Variance *Positive (Negative)*
Revenues			
Grant Revenue	$ -	$ -	$ -
Total Revenues	-	-	-
Expenditures			
Capital Outlay	6,090,000	4,813,046	1,276,954
Total Expenditures	6,090,000	4,813,046	1,276,954
Excess Revenues Over (Under) Expenditures	(6,090,000)	(4,813,046)	1,276,954
Other Financing Sources (Uses)			
Lease Proceeds	-	185,000	185,000
Transfers from other funds	2,990,000	2,836,902	(153,098)
Net Change in Fund Balance	(3,100,000)	(1,791,144)	1,308,856
Fund Balance, *Beginning of Year*	13,012,139	3,520,011	(9,492,128)
Fund Balance, *End of Year*	$ 9,912,139	$ 1,728,867	$ (8,183,272)

South Adams County Fire Protection District

Budgetary Comparison Schedule
Impact Fee Fund
For the Year Ended December 31, 2025

	Original & Final Budget	Actual	Variance *Positive (Negative)*
Revenues			
Impact Fees	$ 200,000	$ 339,330	$ 139,330
Total Revenues	200,000	339,330	139,330
Other Financing Sources (Uses)			
Transfers to other funds	(1,090,000)	(936,902)	153,098
Net Change in Fund Balance	(890,000)	(597,572)	292,428
Fund Balance, *Beginning of Year*	1,282,303	1,303,978	21,675
Fund Balance, *End of Year*	$ 392,303	$ 706,406	$ 314,103