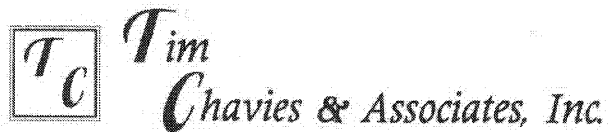


Annual Financial Report

Southeast Weld Fire Protection District

Keenesburg, Colorado

For the Year Ended December 31, 2025



*Certified Public Accountants
1707 61st Avenue, Suite 101
Greeley, Colorado 80634
(970) 356-2284 / Fax (970) 353-9701*

SOUTHEAST WELD FIRE PROTECTION DISTRICT

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Tim
Chavies & Associates, Inc.

Certified Public Accountants
1707 61st Avenue, Suite 101
Greeley, Colorado 80634
(970) 356-2284 / Fax (970) 353-9701

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
The Southeast Weld Fire Protection District
Keenesburg, Colorado

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and aggregate remaining fund information of The Southeast Weld Fire Protection District, State of Colorado as of and for the years 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 financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of The Southeast Weld Fire Protection District, State of Colorado 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. 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 Southeast Weld Fire Protection District, State of Colorado, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the 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 Southeast Weld Fire Protection District, State of Colorado's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibility for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of The Southeast Weld Fire Protection District, State of Colorado's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about The Southeast Weld Fire Protection District, State of Colorado's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3-8, budgetary comparison information on pages 40-44, the Schedule of Changes in Net Pension Liability / Asset and Related Ratios on Page 45, the Schedule of Contributions on page 46, and the Schedule of Proportionate Share of Net Pension Liability and Schedule of Contributions on page 47 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.

Greeley, Colorado
June 8, 2026

Tim Chavies & Associates, Inc
Tim Chavies & Associates, Inc.
Certified Public Accountants

SOUTHEAST WELD FIRE PROTECTION DISTRICT

KEENESBURG, ROGGEN, AND PROSPECT VALLEY, COLORADO

December 31, 2025

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of Southeast Weld Fire Protection District's (the "District") annual financial report presents management's discussion and analysis of the District's financial performance for the year ended December 31, 2025. The Management Discussion and Analysis ("MD&A") should be read in conjunction with the District's financial statements, including the notes to financial statements and supplemental information that immediately follow this section.

Organization and Purpose of District

The District is a special purpose organization established in 1954 as a political subdivision of the State of Colorado that provides public safety, Fire and Ambulance Service to the citizens of Southeast Weld County and Northern Adams County, consisting of approximately 492 square miles principally in the rural and urban areas of Keenesburg, Roggen, and Prospect Valley, Colorado. Five elected persons comprising the Board of Directors manage the Fire District.

Expenditures of the District's General Fund consist of administration, training of fire fighters and volunteers, fire equipment and stations maintenance, emergency medical services, and capital outlay. Expenditures of the District are financed primarily by general property tax revenue from an annual mill levy and earnings on investments. The annual mill levy of 10.303 was paid to the General Fund.

An allocation of \$313,005 was transferred to the Firemen's Pension Fund.

This Pension Fund provides retirement benefits to volunteer firefighters through a defined benefit plan, known as the Firemen's Pension Fund of the Southeast Weld Fire Protection District. The Plan is managed and administered by a separate Board of Trustees consisting of the District's Board of Directors plus two members elected by the membership. The Firemen's Pension Board signed an agreement with Colotrust to invest a portion of its funds with the goal of diversifying the portfolio, minimizing risk and improving asset returns for the success of the Firemen's Pension Fund.

Expenditures of the District Firemen's Pension Fund were financed, as stated above; primarily by a general fund allocation budgeted by the Board. Secondly, funds from the State of Colorado Department of Local Affairs that matches 90% of the District's contribution up to a maximum of .5 mill of the District's previous year's net assessed valuation.

Financial Highlights

The property tax revenue for 2025 was generated from taxable property with the 2024 gross total assessed value certification of \$1,264,616,990 and \$21,791,380 in Weld and Adams County, respectively. The District established a mill levy of 10.303 for the General Fund. Other significant matters are as follows:

- The net position of the District increased by \$8,088,222 during 2025, compared to prior year increase of \$8,152,303. The difference is due to an increase in property tax revenue, specific ownership taxes, earnings on investments and other revenue.
- The District capitalized \$2,400,878 of property, equipment, and construction in progress, and recorded depreciation/amortization of \$598,598 during 2025. In 2024 the District capitalized \$1,439,254 and recorded depreciation/amortization of \$433,380. See Table 5 for detailed information.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

- The District's revenues derived from general property taxes accounted for \$12,999,909 in revenue, compared to prior year of \$12,457,869 or 87.37% and 87.86% of all revenues for each year. Specific ownership tax and interest on delinquent taxes, net of abatements, impact fee, interest earned, other income accounted for \$1,879,984 in 2025 and \$1,721,243 in 2024 for total revenues of \$14,879,893 and \$14,179,112 respectively. The District's expenditures, excluding depreciation and amortization, amounted to \$6,465,124 in 2025 and \$5,431,881 in 2024. See Table 2.

Overview of the Financial Statements

This annual report consists of three parts-*Management's Discussion and Analysis* (this section), the *basic financial statements and required supplemental information*. The basic financial statements include two kinds of statements that present different views of the District.

The first two statements are government-wide financial statements that provide both short-term and long-term information about the District's overall financial status.

The remaining statements are fund financial statements that focus on individual parts of the District, reporting the District's operation in more detail than the government wide statements. The fund financial statements are composed of government fund statements which tell how basic services were financed in the short term, as well as what remains for future spending.

Notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Supplementary information provides certain required information concerning the District's progress in funding its obligation to provide pension benefits to its firefighters. Also included are budgetary comparison schedules for all annually budgeted nonmajor special revenue, debt service, capital projects funds, and Firemen's Pension Fund.

The Statement of Net Position and the Statement of Activities

The Statement of Net Position and Statement of Activities report information about the District as a whole and about its activities. These statements include all assets, deferred outflows, liabilities, and deferred inflows of the District using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the District's net position and changes in them. Net position is the difference between assets and deferred outflows and liabilities and deferred inflows, which is one way to measure the District's financial health, or financial position. Over time, increases or decreases in the District's net position is one indicator of whether its financial health is improving or deteriorating. To assess the overall health of the District, you need to consider additional non-financial factors including the condition of the District's buildings and other equipment.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE
NET POSITION
TABLE 1

	12/31/2025	12/31/2024	Change	% Change
ASSETS				
Current	\$ 43,656,859	\$ 37,131,811	\$ 6,525,048	17.57%
Noncurrent:				
Net pension asset	-	-	-	0.00%
Lease receivable	-	-	-	0.00%
Restricted assets	75,200	88,135	(12,935)	-14.68%
Capital assets - net	7,874,566	6,072,286	1,802,280	29.68%
Total Assets	51,606,625	43,292,232	8,314,393	
Total Deferred Outflows	1,531,400	1,737,215	(205,815)	-11.85%
LIABILITIES				
Current	41,311	44,103	(2,792)	-6.33%
Noncurrent	2,249,837	2,383,930	(134,093)	-5.62%
Total Liabilities	2,291,148	2,428,033	(136,885)	
DEFERRED INFLOWS				
Unearned revenue - property taxes	13,414,824	13,253,988	160,836	1.21%
Unavailable revenue - lease receivable	-	-	-	0.00%
Deferred inflows related to pensions	17,623	21,218	(3,595)	-16.94%
Total Deferred Inflows	13,432,447	13,275,206	157,241	
NET POSITION				
Net investment in capital assets	7,852,888	6,028,930	1,823,958	30.25%
Restricted	540,287	536,767	3,520	0.66%
Unrestricted	29,021,255	22,760,511	6,260,744	27.51%
Total Net Position	\$ 37,414,430	\$ 29,326,208	\$ 8,088,222	

The District's net position was \$37,414,430 for the year ended December 31, 2025. Of this amount, \$29,021,255 was unrestricted. Restricted net position is reported separately to show legal constraints from debt covenants and enabling legislation that limit the Board's ability to use the net position for day-to-day operations. Our analysis above focuses on the net position (Table 1) and changes in net position (Table 2) below of the District's governmental activities.

Significant change in net capital assets was caused by capital assets purchased of \$2,400,878 less depreciation and amortization expense of \$598,598.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

A summary of total District revenues, expenses and changes in net position is presented in the table below.

**CHANGES IN NET POSITION
TABLE 2**

	<u>12/31/2025</u>	<u>12/31/2024</u>	<u>Change</u>	<u>% Change</u>
REVENUES				
Taxes:				
General property	\$ 12,999,909	\$ 12,457,869	\$ 542,040	4.35%
Specific ownership	539,073	448,344	90,729	20.24%
Interest on delinquent taxes	1,536	2,076	(540)	-26.01%
Other revenues	107,976	128,543	(20,567)	-16.00%
Interest income	1,215,088	1,132,110	82,978	7.33%
Net increase (dec) in FMV of investment	16,311	10,170	6,141	60.38%
Total Revenues	14,879,893	14,179,112	700,781	
Proceeds from sale of assets	96,500	248,956	(152,456)	-61.24%
Contributions	49,188	28,563	20,625	72.21%
Lease income	-	-	-	0.00%
Rental income	6,000	6,000	-	0.00%
Grant proceeds	5,000	-	5,000	100.00%
Insurance proceeds	-	5,579	(5,579)	0.00%
Net pension increase (decrease)	115,363	(450,646)	566,009	-125.60%
Total Other Financing Sources	272,051	(161,548)	433,599	
PROGRAM EXPENSES				
Public Safety	6,465,124	5,431,881	1,033,243	19.02%
Depreciation	598,598	433,380	165,218	38.12%
Total Program Expenses	7,063,722	5,865,261	1,198,461	
Increase (Decrease) in Net Position	\$ 8,088,222	\$ 8,152,303	\$ (64,081)	

Increase in Net Position was due to increases in property taxes, specific ownership taxes and an increase in interest earned.

**GOVERNMENTAL ACTIVITIES
COST OF SERVICES
TABLE 3**

	<u>2025</u>	<u>2024</u>	<u>Change</u>
Fire protection services	\$ 6,465,124	\$ 5,431,881	\$ 1,033,243
Depreciation and amortization	598,598	433,380	165,218
Total Governmental Activities	\$ 7,063,722	\$ 5,865,261	\$ 1,198,461

This table displays, by function, the total costs of services provided for 2025 compared to 2024. Since the District has no program revenue to net against cost, it is reported at full cost.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Financial Analysis of the District's Funds

Fund Financial Statements

The fund financial statements provide more detailed information about the District's most significant funds – not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by law and covenants.
- The District establishes other funds to control and manage money for particular purposes or to show that certain revenues have been properly used.

Governmental Funds

Most of the District's basic services are reported in governmental funds which generally focus on how money flows into and out of those funds and the balances left at year end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash, and all other financial assets that can readily be converted to cash. The governmental fund statements provided a detailed short-term view of the District's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information at the bottom of the governmental fund statement that explains the relationship (or differences) between them.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

TABLE 4

	Fund Balance		Increase	Change
	12/31/2025	12/31/2024	Decrease	
General Fund	\$ 30,297,602	\$ 23,943,533	\$ 6,354,069	26.54%

As the District completed this year, the General Fund reported a fund balance of \$30,297,602 which is a \$6,354,069 increase from last year. Increase in purchases of capital assets of \$2,400,878 in 2025, compared to \$1,439,254 in 2024.

General Fund Budgetary Highlights

The District's 2025 General Fund operating budget was adopted by the Governing Board on December 12, 2024. As adopted, projected expenditures and other financing uses totaled \$14,244,366 (including additional appropriations of \$0) and budgeted revenues totaled \$14,244,366. Actual expenditures were \$8,682,512, and revenues/transfers in were \$15,036,581.

Capital Asset and Debt Administration

At December 31, 2025, the District had \$12,958,424 in a broad range of capital assets, including land, buildings, furniture, equipment, lease assets and construction in progress. District's capitalization threshold is \$5,000.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

CAPITAL ASSETS
TABLE 5

	12/31/2025	12/31/2024	Change	% Change
Land	\$ 292,904	\$ 292,904	\$ -	0.00%
Construction in progress	1,048,947	2,461,443	(1,412,496)	100.00%
Land improvements	223,410	223,410	-	0.00%
Buildings and improvements	2,905,691	2,379,723	525,968	22.10%
Vehicles	6,839,760	4,072,986	2,766,774	67.93%
Equipment	1,647,712	1,475,304	172,408	11.69%
Furniture and fixtures	-	-	-	0.00%
Lease assets	-	-	-	0.00%
Total Capital Assets	12,958,424	10,905,770	2,052,654	
Accumulated depreciation/amortization	(5,083,858)	(4,833,484)	(250,374)	
Net Capital Assets	\$ 7,874,566	\$ 6,072,286	\$ 1,802,280	

Total capital assets increase by \$1,802,280, which included \$2,400,878 in purchases and \$348,224 in dispositions.

Long Term Debt at Year End

In 2021, the District purchased property under an installment agreement payable over 9 years. In February 2024, the District amended the agreement to a shorter payment period and larger annual payments. (See Note 11)

The Southeast Weld Fire Protection District (District) management is committed to fiscal responsibility and has judiciously managed the finances of the District to a debt free status. However, as future growth within the District's boundaries continues to grow, so will the financial liabilities of the District to provide public safety (fire protection) to the citizens of Southeast Weld County and Northern Adams County.

Future Budget Considerations

The District continues to experience significant increases in dispatched emergency calls and low volunteer turnout. This subsequently requires an increase in operating expenses and capital asset expenditures for full time fire fighters, vehicles and equipment. Fire and medical training along with equipment upgrades insures a better ISO rating. During the April 2022, regular meeting the Board accepted Public Protection Classification (PPC) Summary Reports for renewed ISO (Insurance Services Office) ratings. The Town of Keenesburg received a PPC Class 2 (previously having a Class 2 rating). Rural areas within five road miles of any of our fire stations received PPC Class 2 rating (previously having Class 4 ratings).

The District has thirty-two (32) full-time employees (Fire Chief, Administrative Assistant, Fire Prevention Specialist, Officers, and firefighters) and two (2) reserves who volunteer to allow for a 48/96 schedule and PTO. Duties include fire-fighting, EMS services, equipment and facilities maintenance, building inspections, and other duties required by the 2018 International Fire Code (adopted in 2019) and emergency medical services compliance required by regulatory agencies.

The financial impact to the District to implement these requirements is presently being evaluated to determine how and when such expenditures need to be incurred and from what sources funds are available.

Contacting the District's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, please contact Casey Neill, Board President of the Southeast Weld Fire Protection District at 95 W. Broadway Avenue, Keenesburg, Colorado 80643.

BASIC FINANCIAL STATEMENTS

SOUTHEAST WELD FIRE PROTECTION DISTRICT*Statement of Net Position*

December 31, 2025 and 2024

	2025	2024
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 2,068,155	\$ 258,221
Cash with counties	817	36,711
Investments:		
Annuities	-	-
Local government investment pools	28,074,278	23,507,636
Receivables:		
Property taxes	13,414,824	13,253,988
Other accounts	-	6,424
Accrued interest	-	-
Lease, current portion	-	-
Prepaid expenditures	96,367	68,831
Due from other funds	2,418	-
Total Current Assets	43,656,859	37,131,811
Noncurrent Assets		
Net pension asset	-	-
Lease receivable, net of current portion	-	-
Restricted Assets:		
Cash and cash equivalents	42,176	56,518
Investments	33,024	31,617
Total Restricted Assets	75,200	88,135
Capital Assets:		
Capital assets, not being depreciated	1,341,851	2,754,347
Capital assets, being depreciated - net	6,532,715	3,317,939
Lease assets, being amortized - net	-	-
Total Capital Assets - Net	7,874,566	6,072,286
Total Noncurrent Assets	7,949,766	6,160,421
Total Assets	51,606,625	43,292,232
DEFERRED OUTFLOWS		
Deferred outflows related to pensions	1,531,400	1,737,215
LIABILITIES		
Current Liabilities:		
Accounts payable	10,567	16,004
Deposits	1,920	1,920
Accrued payroll taxes payable	-	-
Due to other funds	-	-
Funds held in trust for others	7,146	4,501
Current portion of long-term debt	21,678	21,678
Total Current Liabilities	41,311	44,103
Noncurrent Liabilities		
Net pension liability	2,044,669	2,362,252
Compensated absences	205,168	-
Installment note	21,678	43,356
Less: portion due within one year	(21,678)	(21,678)
Total Noncurrent Liabilities	2,249,837	2,383,930
Total Liabilities	2,291,148	2,428,033
DEFERRED INFLOWS		
Unearned revenue - property taxes	13,414,824	13,253,988
Unavailable revenue - lease receivable	-	-
Deferred inflows related to pensions	17,623	21,218
Total Deferred Inflows	13,432,447	13,275,206
NET POSITION		
Net investment in capital assets	7,852,888	6,028,930
Restricted	540,287	536,767
Unrestricted	29,021,255	22,760,511
Total Net Position	\$ 37,414,430	\$ 29,326,208

See accompanying notes to basic financial statements

SOUTHEAST WELD FIRE PROTECTION DISTRICT*Statement of Activities*

For the Year Ended December 31, 2025 and 2024

	2025	2024
Expenditures:		
Administration	\$ 5,329,916	\$ 4,381,668
Fire fighting	460,109	342,743
Fire prevention	532	-
Fire training	17,256	14,921
Equipment repair	178,415	181,493
Fire communications	20,785	30,634
Fire stations and buildings	118,540	153,760
Emergency medical services	29,437	14,317
Pension fund allocation	310,134	312,345
Depreciation and amortization	598,598	433,380
Total Expenses	7,063,722	5,865,261
Revenues:		
Taxes:		
General property taxes	12,999,909	12,457,869
Specific ownership taxes	539,073	448,344
Interest on delinquent taxes	1,536	2,076
Other revenues	107,976	128,543
Interest income	1,215,088	1,132,110
Net increase (decrease) in the fair market value of investments	16,311	10,170
Total Revenues	14,879,893	14,179,112
Other Financing Sources (Uses):		
Proceeds from sale of assets	96,500	248,956
Contributions	49,188	28,563
Lease income	-	-
Rental income	6,000	6,000
Grant proceeds	5,000	-
Insurance proceeds	-	5,579
Pension net increase (decrease)	115,363	(450,646)
Total Other Financing Sources (Uses)	272,051	(161,548)
Net Change in Net Position	8,088,222	8,152,303
Net Position - beginning of year	29,326,208	21,173,905
Net Position - end of year	\$ 37,414,430	\$ 29,326,208

See accompanying notes to basic financial statements

SOUTHEAST WELD FIRE PROTECTION DISTRICT

Governmental Funds

Balance Sheet

December 31, 2025 and 2024

	Total Governmental Funds		
	General Fund	2025	2024
ASSETS			
Current Assets			
Cash and cash equivalents	\$ 2,068,155	\$ 2,068,155	\$ 258,221
Cash with counties	817	817	36,711
Investments:			
Annuities	-	-	-
Local government investment pools	28,074,278	28,074,278	23,507,636
Receivables:			
Property taxes	13,414,824	13,414,824	13,253,988
Other accounts	-	-	6,424
Accrued interest	-	-	-
Lease, current portion	-	-	-
Prepaid expenditures	96,367	96,367	68,831
Due from other funds	2,418	2,418	-
Total Current Assets	43,656,859	43,656,859	37,131,811
Noncurrent Assets:			
Lease receivable, net of current portion	-	-	-
Restricted cash and cash equivalents	42,176	42,176	56,518
Restricted investments	33,024	33,024	31,617
Total Noncurrent Assets	75,200	75,200	88,135
Total Assets	43,732,059	43,732,059	37,219,946
DEFERRED OUTFLOWS			
Grant expenditures paid in advance of meeting timing requirements	-	-	-
Total Assets and Deferred Outflows	\$ 43,732,059	\$ 43,732,059	\$ 37,219,946
LIABILITIES			
Current Liabilities:			
Accounts payable	\$ 10,567	\$ 10,567	\$ 16,004
Deposits	1,920	1,920	1,920
Accrued payroll taxes payable	-	-	-
Due to other funds	-	-	-
Funds held in trust for others	7,146	7,146	4,501
Total Current Liabilities	19,633	19,633	22,425
Total Liabilities	19,633	19,633	22,425
DEFERRED INFLOWS			
Unearned revenue - property taxes	13,414,824	13,414,824	13,253,988
Unavailable revenue - lease receivable	-	-	-
Total Deferred Inflows	13,414,824	13,414,824	13,253,988
Total Liabilities and Deferred Inflows	13,434,457	13,434,457	13,276,413
FUND BALANCE			
Nonspendable - prepaid	96,367	96,367	68,831
Restricted - tabor	465,087	465,087	448,632
Restricted - impact fees	75,200	75,200	88,135
Committed	-	-	-
Assigned	-	-	-
Unassigned	29,660,948	29,660,948	23,337,935
Total Fund Balance	30,297,602	30,297,602	23,943,533
Total Liabilities, Deferred Inflows and Fund Balance	\$ 43,732,059	\$ 43,732,059	\$ 37,219,946

See accompanying notes to basic financial statements

SOUTHEAST WELD FIRE PROTECTION DISTRICT*Governmental Funds**Reconciliation of the Balance Sheet to the Statement of Net Position*

December 31, 2025 and 2024

	2025	2024
Total Governmental Fund Balance	\$ 30,297,602	\$ 23,943,533
<i>Amounts reported for governmental activities in the statement of net position are different because:</i>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the fund:		
Capital assets, net of depreciation and amortization	7,874,566	6,072,286
Net pension asset and deferred outflows/inflows of resources related to pension plan is not recorded in the governmental funds but is recorded in the statement of net position	(530,892)	(646,255)
The net effect of various miscellaneous transactions involving capital assets is to decrease net position (i.e. sales, disposals and trade-ins)	-	-
Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds:		
Compensated absences	(205,168)	-
Installment note	(21,678)	(43,356)
Net Position of Governmental Activities	\$ 37,414,430	\$ 29,326,208

See accompanying notes to basic financial statements

SOUTHEAST WELD FIRE PROTECTION DISTRICT*Governmental Funds**Statement of Revenues, Expenditures and Changes in Fund Balance*

For the Year Ended December 31, 2025 and 2024

	General Fund	Total Governmental Funds	
		2025	2024
REVENUES:			
Operating Revenues:			
Property taxes	\$ 12,999,909	\$ 12,999,909	\$ 12,457,869
Specific ownership taxes	539,073	539,073	448,344
Interest on delinquent taxes	1,536	1,536	2,076
Other revenues	107,976	107,976	128,699
Total Operating Revenues	13,648,494	13,648,494	13,036,988
Investment Income:			
Interest income	1,215,088	1,215,088	1,132,110
Net increase (decrease) in the fair value of investments	16,311	16,311	10,170
Total Investment Income	1,231,399	1,231,399	1,142,280
Total Revenues	14,879,893	14,879,893	14,179,268
Expenditures:			
Administration	5,124,748	5,124,748	4,381,668
Fire fighting	460,109	460,109	342,743
Fire prevention	532	532	-
Fire training	17,256	17,256	14,921
Equipment repair	178,415	178,415	181,493
Fire communications	20,785	20,785	30,634
Fire stations and buildings	118,540	118,540	153,760
Emergency medical services	29,437	29,437	14,317
Capital Outlay	2,400,878	2,400,878	1,439,254
Pension fund allocation	310,134	310,134	312,345
Debt service:			
Principal	21,678	21,678	7,200
Interest	-	-	-
Total Expenditures	8,682,512	8,682,512	6,878,335
Excess (Deficiency) of Revenues over Expenditures	6,197,381	6,197,381	7,300,933
Other Financing Sources (Uses):			
Proceeds from sale of assets	96,500	96,500	271,456
Contributions	49,188	49,188	28,563
Lease income	-	-	-
Rental income	6,000	6,000	6,000
Grant proceeds	5,000	5,000	-
Insurance proceeds	-	-	5,579
Loan proceeds	-	-	-
Total Other Financing Sources (Uses)	156,688	156,688	311,598
Net Change in Fund Balance	6,354,069	6,354,069	7,612,531
Fund Balance - beginning of year	23,943,533	23,943,533	16,331,002
Fund Balance - end of year	\$ 30,297,602	\$ 30,297,602	\$ 23,943,533

See accompanying notes to basic financial statements

SOUTHEAST WELD FIRE PROTECTION DISTRICT*Governmental Funds**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance
to the Statement of Activities*

For the Year Ended December 31, 2025 and 2024

	Total Governmental Funds	
	2025	2024
Net change in fund balance - total governmental funds	\$ 6,354,069	\$ 7,612,531
<i>Amounts reported for governmental activities in the Statement of Activities are different because:</i>		
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:		
Capital assets sold	-	(22,500)
Capital asset purchases capitalized	2,400,878	1,439,254
Depreciation expense	(598,598)	(433,380)
Amortization expense	-	-
Net pension asset and deferred outflows/inflows of resources related to pension plan is not recorded in the governmental funds but is recorded in the statement of net position	115,363	(450,646)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds:		
Donated capital assets	-	-
Loan proceeds provide current financial resources to the governmental funds and repayment of debt principal is an expenditure in the governmental funds, but the proceeds increase and repayment reduces long-term liabilities in the statement to net position:		
Long-term debt payments	21,678	7,200
Long-term debt proceeds	-	(156)
Some expenses reported in statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds:		
Change in compensated absences	(205,168)	-
Change in Net Position of Governmental Activities	\$ 8,088,222	\$ 8,152,303

See accompanying notes to basic financial statements

SOUTHEAST WELD FIRE PROTECTION DISTRICT**Fiduciary Funds- Firemen's Pension Fund****Statement of Fiduciary Net Position**

December 31, 2025 and 2024

	Pension	Total Fiduciary Funds	
		2025	2024
ASSETS			
Cash and cash equivalents	\$ 181,003	\$ 181,003	\$ 171,200
Investments:			
Annuities	-	-	157,604
Local government investment pools	2,596,333	2,596,333	2,294,629
Investments, at fair value	-	-	34,218
Receivables:			
Accrued interest	-	-	401
Other	-	-	-
Prepays	-	-	-
Due from other funds	-	-	-
Total Assets	2,777,336	2,777,336	2,658,052
LIABILITIES			
Due to other funds	2,418	2,418	-
Total Liabilities	2,418	2,418	-
Net Position Restricted for Pension Benefits	\$ 2,774,918	\$ 2,774,918	\$ 2,658,052

See accompanying notes to basic financial statements

SOUTHEAST WELD FIRE PROTECTION DISTRICT**Fiduciary Funds - Firemen's Pension Fund****Statement of Changes in Fiduciary Net Position**

For the Year Ended December 31, 2025 and 2024

	Pension	Total Fiduciary Funds	
		2025	2024
ADDITIONS			
Operating Revenues:			
Contributions - state	\$ 27,885	\$ 27,885	\$ 27,885
Contributions - employer	310,134	310,134	312,345
Other revenues	-	-	-
Total Operating Revenues	338,019	338,019	340,230
Investment Income:			
Interest income	111,149	111,149	114,780
Net increase (decrease) in fair value of investments	1,328	1,328	5,840
Net realized gain (loss) on investments	-	-	-
Investment Income - Net	112,477	112,477	120,620
Total Additions	450,496	450,496	460,850
DEDUCTIONS			
Administration	333,630	333,630	340,230
Capital outlay	-	-	-
Contingency Reserve	-	-	-
Total Deductions	333,630	333,630	340,230
Net Increase in Net Position	116,866	116,866	120,620
NET POSITION RESTRICTED FOR PENSION BENEFITS			
Beginning of year	2,658,052	2,658,052	2,537,432
End of Year	\$ 2,774,918	\$ 2,774,918	\$ 2,658,052

See accompanying notes to basic financial statements

NOTES TO THE BASIC FINANCIAL STATEMENTS

SOUTHEAST WELD FIRE PROTECTION DISTRICT

Notes to the Basic Financial Statements

December 31, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Southeast Weld Fire Protection District (District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applicable to state and local governments. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

Reporting Entity

The District was incorporated April 26, 1954 as a special purpose government established pursuant to the statutes of the State of Colorado to provide public safety (fire protection services) to the citizens of Southeast Weld County and Northern Adams County, Colorado. The District has fire stations in Keenesburg, Roggen and Prospect Valley, Colorado. These statutes provide that the chairman of the elected Board of Directors is the chief administrative officer and that the Board of Directors shall be the policy-making authority.

The District is a primary government that has a separately elected governing board and is legally separate, as well as financially independent of other state and local governments. The primary government may appoint a simple majority of the organization's governing board or have the ability to impose its will on the organization. A component unit may be a financial benefit or burden to the primary government and which is a legally separate organization of which the elected officials of the primary government are financially accountable. The District does not have any component units.

The Firemen's Pension Fund exclusively benefits the primary government and is governed by the board comprised substantially of the primary government's elected governing board. The primary government approves the budget of the Firemen's Pension Fund and is reported as a fiduciary trust fund.

New Accounting Pronouncements

GASB Statement No 102, *Certain Risk Disclosures*. This statement establishes and addresses financial reporting regarding certain concentrations or constraints and related events that have a substantial impact and negatively affect the level of service a government provides. Implementation had no impact to the District's financial statements.

Basic Financial Statements

Government-Wide Financial Statements consist of Statement of Net Position and Statement of Activities; these statements report information about the reporting entity as a whole. These statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, the assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including capital assets, infrastructure assets, and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period earned while expenses are recognized in the period the liability is incurred, regardless of the timing of the related cash flows.

SOUTHEAST WELD FIRE PROTECTION DISTRICT

Notes to the Basic Financial Statements

December 31, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basic Financial Statements (continued)

Governmental Fund Financial Statements consist of Balance Sheet and Statement of Revenue, Expenditures and Changes in Fund Balance for all major governmental funds and non-major funds aggregated. These statements are presented on the “*current financial resources*” measurement focus and the modified accrual basis of accounting. Accordingly, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Revenues are recognized when received in cash, except for revenues subject to accrual (generally 60 days after year-end) are recognized when due.

The District reports the following fund financial statements:

General Fund (major) is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund. When both committed and unassigned resources are available for use, it is the District’s policy to use the committed resources first, then the unassigned resources as they are needed.

A Fiduciary Fund (Pension) accounts for activities of the Firemen’s Pension Fund and is used for retirement annuity payments for the District’s volunteer firefighters.

Required supplementary information includes Management’s Discussion and Analysis which includes an analytical overview of the District’s financial activities and a budgetary comparison statement that compares the adopted and modified budget with actual results.

Deferred Outflows/Inflows of Resources

In addition to assets and liabilities, the statement of net position will sometimes report a separate section for deferred outflows of resources and deferred inflows of resources. These separate financial statement elements represent a consumption or acquisition of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expense) or an inflow of resources (revenue) until that time.

Lease-related amounts are recognized at the inception of the lease in which the District is the lessor. The deferred inflow of resources is recorded in an amount equal to the corresponding lease receivable plus certain additional amounts received from the lessee at or before the commencement of the lease term that relate to future periods, less any lease incentives paid to, or on behalf of, the lessee at or before the commencement of the lease term. The inflow of resources is recognized in a systematic and rational manner over the term of the lease.

Leases

The District recognizes and measures its leases in accordance with GASB Statement No 87, *Leases*. The District is a lessor of multiple vehicles subject to mutual covenants and conditions. The District determines if an arrangement is a lease, or contains a lease, at inception of a contract and when the terms of an existing contract are changed. The District recognizes a lease receivable and deferred revenue at the commencement date of the lease. The lease receivable is initially and subsequently recognized based on the present value of its future lease payments. The discount rate is the implicit rate and lease payments are recognized on a straight-line basis over the lease term.

The District has elected, for all underlying classes of assets, to not recognize ROU assets and lease liabilities for short-term leases that have a lease term of 12 months or less at lease commencement, and do not include an option to purchase the underlying asset that the District is reasonably certain to exercise. The District recognize lease cost association with short-term leases on a straight-line basis over the lease term.

SOUTHEAST WELD FIRE PROTECTION DISTRICT

Notes to the Basic Financial Statements

December 31, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Budgets and Budgetary Accounting

An annual budget and appropriation resolution are adopted by the District in accordance with the Colorado State Statutes. The budget for the General Fund is prepared on a basis consistent with generally accepted accounting principles, except capital outlays are treated as expenditures.

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

- On or about November 1, the board submits a proposed General Fund budget for the fiscal year commencing January 1. The budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted to obtain taxpayer comments. Prior to December 15, the District certifies the levy to the Board of County Commissioners.
- Prior to December 31, the budget is legally adopted by the District. Colorado law requires that the General Fund have a legally adopted budget and total expenditures cannot exceed the amount appropriated. Appropriations lapse at the end of the fiscal year, but appropriations may be increased prior to the end of the fiscal year provided that the increase is offset by unanticipated resources.

Encumbrances

Encumbrances are commitments under purchase orders, contracts, and other commitments (as opposed to expenditures) and are shown in the governmental fund types as committed fund balance for subsequent fiscal year's expenditures.

Cash and Cash Equivalents

For purposes of the basic financial statements, the District considers cash equivalents to be highly liquid short-term investments that are readily convertible to known amounts of cash and mature within three months of the date they are acquired.

Investments

Investments are carried at fair value plus accrued interest with net appreciation or depreciation on investments included in earnings on investments. See Note 3 for further discussion.

Prepaid Expenses

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

SOUTHEAST WELD FIRE PROTECTION DISTRICT

Notes to the Basic Financial Statements

December 31, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital Assets

Capital assets, which include land, buildings and improvements, equipment, vehicle, and infrastructure assets, are reported in the governmental-wide financial statements. The District records its property and equipment at historical cost. Contributed capital assets are valued at their estimated fair value on the date donated. Maintenance and repairs are charged to current period operating expenses, whereas additions and improvements are capitalized. Upon retirement or other disposition of property and equipment, the costs and related accumulated depreciation are removed from the respective accounts and any gains or losses are included in operations. Interest costs relating to construction are capitalized. During years ended December 31, 2025 and 2024, no interest was capitalized. The District capitalizes property and equipment with a unit value of \$5,000 or more.

Depreciation is computed using the straight-line method over the following estimated useful lives:

	Years
Buildings and improvements	30 to 40
Equipment	5 to 10

As a result of the implementation of Statement No. 34, the District is accounting for infrastructure and capital assets on its financial statements. The government-wide financial statements include those assets that were completed during the fiscal year-end, considered construction in progress or purchased or constructed in prior years.

Construction in Progress

Construction in progress includes the purchase price of one Pierce Enforcer PUC Pumper that is scheduled to be delivered in 2029.

Use of Estimates

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

Compensated Absences

The District reports compensated absences in accordance with the provisions of GASB Statement No. 101, *Compensated Absences*. All full-time employees are granted annual vacation leave in varying amounts depending upon the length of continuous service and classification. Vacation time cannot be accumulated from one year to another. All unused vacation time is paid to employees before year end. Sick Leave is accrued at a rate of 4.5 hours bi-weekly from date of hire; under no circumstances shall an employee accrue more than 288 hours. Employees have no property interest in accrued Sick Leave and all accrued but unused Sick Leave is forfeited upon termination or separation of employment. Prior to 2025, the District had a PTO policy where there were no compensated absences calculated.

Compensated absences liabilities are computed using the regular pay rates, as applicable, in effect at year end plus an additional amount for salary-related payments such as Social Security and Medicare taxes and Retirement Plan contributions computed using rates in effect at that date. The District has recorded a liability of \$205,168 and \$0, respectively at December 31, 2025 and 2024.

SOUTHEAST WELD FIRE PROTECTION DISTRICT

Notes to the Basic Financial Statements

December 31, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Restricted Assets

Restricted assets include emergency services impact fees collected per residential dwelling unit and a dollar amount per square foot for commercial and other non-residential development. See Note 18 for further discussion.

Equity - Net Position

For government-wide presentation purposes, when both restricted and unrestricted resources are available for use, it is the District's practice to use restricted resources first, then unrestricted resources as they are needed.

Equity - Fund Balance

In the governmental funds, fund balances 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, or unassigned. The following classifications describe the relative strength of spending constraints:

- (1) ***Nonspendable 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 legally or contractually required to be maintained intact.
- (2) ***Restricted Fund Balance*** – the portion of fund balance that is constrained to be used for a specific purpose by external parties (creditors, grantors, or contributors), enabling legislation or constitutional provisions.
- (3) ***Committed Fund Balance*** – the portion of fund balance that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making, District Board. The constraint may be removed or changed only through formal action of District's Board through approval of resolutions.
- (4) ***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 District Board 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.
- (5) ***Unassigned Fund Balance*** – the residual portion of fund balance that does not meet any of the criteria described above. Negative unassigned fund balance in other governmental funds represents excess expenditures incurred over the amounts restricted, committed, or assigned to those purposes.

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

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Article X, Section 20, of the Colorado Constitution contains several limitations, including revenue raising, spending abilities and other specific requirements of state and local governments. The Amendment is complex and subject to judicial interpretation. The District believes that it is in compliance with the requirements of the amendment. However, the District has made certain interpretations of the amendment's language in order to determine its compliance.

In 1997, the registered voters of the District approved a ballot issue allowing the District to be governed by prior State law regarding retention and limitation of revenues to a five and one-half (5 ½) percent increase per year as determined by the division of local governments for year 1999, also to be effective for all years thereafter.

SOUTHEAST WELD FIRE PROTECTION DISTRICT*Notes to the Basic Financial Statements*

December 31, 2025

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (CONTINUED)

In November 2003, the registered voters of the District approved an increase in the General Fund mill levy of 2.50 mills for a total of 5.764 mills. Then in November 2015, the registered voters of the District approved an increase in the General Fund mill levy of 2.00 mills for a total of 7.764 mills.

In November 2018, the registered voters of the District approved an increase in the General Fund mill levy of 2.50 mills for a total mill levy of 10.264. Registered voters also approved for the District to adjust its mill levy to offset any resulting decrease in revenue only if the residential assessment rate is reduced below the current rate established pursuant to Section 3 of Article X of the Colorado Constitution.

The Amendment also requires the local government to reserve three (3) percent of total expenditures for emergencies in 1995 and years thereafter. (The definition of an “emergency”, under the Amendment is restricted to natural events, but excludes “economic conditions, revenue shortfalls, or District salary or fringe benefit increase.”) Accordingly, the District has reviewed the existing reserves and determined that a minimum of three (3) percent or \$465,087 and \$448,632 existed at December 31, 2025 and 2024, respectively, to comply with the provision of the Amendment.

NOTE 3 - CASH DEPOSITS AND INVESTMENTS

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

	2025			2024		
	General Fund	Pension Fund	Total	General Fund	Pension Fund	Total
Cash and cash equivalents	\$ 2,068,155	\$ 181,003	\$ 2,249,158	\$ 258,221	\$ 171,200	\$ 429,421
Cash with county treasurer's	817	-	817	36,711	-	36,711
Investments:						
Certificates of deposit	-	-	-	-	-	-
Annuities	-	-	-	-	157,604	157,604
Local govt investment pools	28,074,278	2,596,333	30,670,611	23,507,636	2,294,629	25,802,265
Investments at fair value	-	-	-	-	34,218	34,218
Restricted:						
Cash and cash equivalents	42,176	-	42,176	56,518	-	56,518
Local govt investment pools	33,024	-	33,024	31,617	-	31,617
Total	\$ 30,218,450	\$ 2,777,336	\$ 32,995,786	\$ 23,890,703	\$ 2,657,651	\$ 26,548,354

Cash deposits and investments consist of the following:

	2025			2024		
	General Fund	Pension Fund	Total	General Fund	Pension Fund	Total
Cash on hand and deposit	\$ 817	\$ -	\$ 817	\$ 36,711	\$ -	\$ 36,711
Bank accounts	2,110,331	181,003	2,291,334	314,739	171,200	485,939
Investments	28,107,302	2,596,333	30,703,635	23,539,253	2,486,451	26,025,704
Total	\$ 30,218,450	\$ 2,777,336	\$ 32,995,786	\$ 23,890,703	\$ 2,657,651	\$ 26,548,354

SOUTHEAST WELD FIRE PROTECTION DISTRICT

Notes to the Basic Financial Statements

December 31, 2025

NOTE 3 - CASH DEPOSITS AND INVESTMENTS (CONTINUED)

Cash Deposits

As of December 31, 2025, the carrying amount of the District's deposits was \$2,291,334 and the corresponding bank balance was \$2,336,740.

Custodial Credit Risk is the risk that, in the event of the failure of a bank failure, the government's deposits may not be returned to it. District bank accounts at year-end were entirely covered by federal depository insurance or by eligible collateral maintained by another financial institution or held by the District's custodial banks in its name under provisions of the Colorado Public Deposit Protection Act (CPDPA). The CPDPA requires financial institutions to pledge collateral having a market value of at least 102% of the aggregate uninsured deposits.

The State Regulatory Commissions for banks are required by statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools.

Investments

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which a political subdivision may invest, which include:

- Obligations of the United States and certain U.S. government 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

Maturities of investments at December 31, 2025 were as follows:

	Rating	Investment Maturities in Years				Total
		Less than 1	1 to 5	6 to 10	More than 10	
Certificates of deposit		\$ -	\$ -	\$ -	\$ -	\$ -
Annuities		-	-	-	-	-
Local govt investment pools:						
Colotrust Prime and Plus+	AAAm	10,100,470	-	-	-	10,100,470
Colotrust EDGE	AAAf	20,603,165	-	-	-	20,603,165
Investments at fair value		-	-	-	-	-
Total Investments		\$ 30,703,635	\$ -	\$ -	\$ -	\$ 30,703,635

The District's policy is to hold investments until maturity and to invest its funds in a manner which will provide for the highest investment return consistent with the preservation of principal and provision of the liquidity necessary for daily cash flow demands.

Interest Rate Risk is the risk that changes in interest rate will adversely affect the fair value of an investment. The District investment portfolio does not contain investments that exceed the five-year limitation imposed by Colorado Statutes.

SOUTHEAST WELD FIRE PROTECTION DISTRICT

Notes to the Basic Financial Statements

December 31, 2025

NOTE 3 - CASH DEPOSITS AND INVESTMENTS (CONTINUED)

Investments (continued)

Credit Risk is the risk that an issuer or other counterparts to an investment in debt securities will not fulfill its obligations to the District. The District's investment policy follows Colorado Revised Statutes.

Concentration of Credit Risk is the risk of loss attributed to the magnitude of a District's investment in a single issuer. The District has no such policy limiting how much can be with one financial institution.

Custodial Credit Risk is the risk that, in the event of the failure of the issuer or counterparty, the District will not be able to recover the value of its investment or related collateral securities that are in the possession of an outside party. The District had custodial credit risk for its investments at December 31, 2025.

Foreign Currency Risk is the risk that an investment denominated in the currency of a foreign country could reduce its U.S. dollar value, as a result of changes in foreign currency exchange rates. The District has no policy for foreign currency risk since all are in the form of U.S. Securities.

Local Governmental Investment Pools, the District had investments in the Colorado Local Government Liquid Asset Trust (COLOTRUST), a local government investment pool, comprised of three funds: COLOTRUST PRIME, COLOTRUST PLUS+, and COLOTRUST EDGE. PRIME invests only in U.S. Treasury and government agencies, while PLUS+ invests in U.S. Treasury, government agencies and in the highest-rated commercial paper. These two investment pools are rated AAAM by S&P Global Ratings and operate similar to a money market fund with a share value equal to \$1.00 and a maximum weighted average maturity of 60 days. EDGE invests in money market instruments and medium-term notes and is rated AAAs by Fitch Ratings. EDGE is characterized by a higher weighted average maturity (beyond 60 days) and a longer target duration than either PRIME or PLUS+. As an investment pool, COLOTRUST operates under the Colorado Revised Statutes (24-75-701) and is overseen by the Colorado Securities Commissioner. The Trust is exempt from registration with the Securities and Exchange Commission. For more information on COLOTRUST call (303) 864-7474 or go to www.colotrust.com.

Fair Value of Investments, the District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value measurements must maximize the use of observable inputs and minimize the use of unobservable inputs. There are three levels of inputs that may be used to measure fair value, as follows:

Level 1: Observable inputs that reflect quoted prices (unadjusted) for identical assets or liabilities in active markets.

Level 2: Inputs other than quoted prices in Level 1 that are observable for the asset or liability either directly or indirectly.

Level 3: Unobservable inputs that cannot be corroborated by observable market data.

The District's investment in COLOTRUST PRIME and PLUS+ is measured at net asset value, equal to \$1.00 per share. There are no unfunded commitments, the redemption frequency is daily, and there is no redemption notice period. There is not an investment component to be valued under GASB Statement 72, *Fair Value Measurement and Application*. COLOTRUST EDGE does not seek to maintain a stable net asset value.

SOUTHEAST WELD FIRE PROTECTION DISTRICT*Notes to the Basic Financial Statements*

December 31, 2025

NOTE 3 - CASH DEPOSITS AND INVESTMENTS (CONTINUED)**Investment Income**

	2025			2024		
	General Fund	Pension Fund	Total	General Fund	Pension Fund	Total
Interest income	\$ 1,215,088	\$ 111,149	\$ 1,326,237	\$ 1,132,110	\$ 114,780	\$ 1,246,890
Net increase (decrease) in the fair value of investments	16,311	1,328	17,639	10,170	5,840	16,010
Net realized gain (loss) on sale of investments	-	-	-	-	-	-
Net Investment Income	\$ 1,231,399	\$ 112,477	\$ 1,343,876	\$ 1,142,280	\$ 120,620	\$ 1,262,900

The net increase (decrease) in the fair value of investments represents the difference in fair value from one year to the next. This figure will vary year to year depending on the fair market value of the investments at year end and is not a budgetary item.

NOTE 4 – JOINT VENTURE

The District participates with various Districts, cities, fire protection district and Adams County, Colorado in the Emergency Telephone Services Authority (Authority) organized in 1986, which provides emergency 911 dialing services to telephone customers within the District's boundaries. On dissolution of the Authority, the net assets will be shared proportionately to the contributions made by each participant. The District has not made and is not required to contribute to the Authority. The Authority is governed by a five-member board of directors chosen by the Adams County, Colorado Board of Commissioners of which two must be from special districts. The Authority is primarily funded through a monthly surcharge to each customer's telephone bill.

NOTE 5 - ASSESSMENTS

Property taxes are attached as an enforceable lien on property as of January 1. Taxes are certified by Weld and Adams Counties, Colorado. The counties send invoices and collect the District's property taxes. Property taxes are recognized as receivables and deferred revenues when levied and as revenue when due for collection in the following year.

The fiscal year assessments calendar is as follows:

Lien Date	January 1
Assessment Date	November 1
Assessment bills mailed	January 1
First installment due	February 28
Second installment due	June 15
If paid in full, due	April 30
Tax sale – delinquent assessments	November 15

SOUTHEAST WELD FIRE PROTECTION DISTRICT

Notes to the Basic Financial Statements

December 31, 2025

NOTE 6 – CAPITAL ASSETS

The following is a summary of capital assets as of December 31, 2025

Governmental Activities	Beginning Balance	Additions	Retirements	Ending Balance
Capital Assets, not being depreciated:				
Land	\$ 292,904	\$ -	\$ -	\$ 292,904
Construction in progress	2,461,443	1,048,947	(2,461,443)	1,048,947
Total Capital Assets, not being depreciated	2,754,347	1,048,947	(2,461,443)	1,341,851
Capital Assets, being depreciated:				
Land improvements	223,410	-	-	223,410
Building and improvements	2,379,723	525,968	-	2,905,691
Vehicles	4,072,986	3,114,998	(348,224)	6,839,760
Equipment	1,475,304	172,408	-	1,647,712
Furniture and fixtures	-	-	-	-
Total Capital Assets, being depreciated	8,151,423	3,813,374	(348,224)	11,616,573
Less Accumulated Depreciation for:				
Land improvements	(50,883)	(10,387)	-	(61,270)
Building and improvements	(958,919)	(90,781)	-	(1,049,700)
Vehicles	(2,826,826)	(399,112)	348,224	(2,877,714)
Equipment	(996,856)	(98,318)	-	(1,095,174)
Furniture and fixtures	-	-	-	-
Total Accumulated Depreciation	(4,833,484)	(598,598)	348,224	(5,083,858)
Total Capital Assets, being depreciated - Net	3,317,939	3,214,776	-	6,532,715
Lease Assets, being amortized:				
Vehicles	-	-	-	-
Total Lease Assets, being amortized	-	-	-	-
Less Accumulated Amortization for:				
Vehicles	-	-	-	-
Total Accumulated Amortization	-	-	-	-
Total Lease Assets, being amortized - Net	-	-	-	-
Capital Assets - Net	\$ 6,072,286	\$ 4,263,723	\$ (2,461,443)	\$ 7,874,566

Depreciation expense was charged to governmental functions as follows:

Administration	\$ 3,524
Fire communications	10,790
Fire stations and buildings	584,284
Total Depreciation Expense	\$ 598,598

Amortization expense was charged to governmental functions as follows:

Fire stations and buildings	\$ -
Total Amortization Expense	\$ -

SOUTHEAST WELD FIRE PROTECTION DISTRICT*Notes to the Basic Financial Statements*

December 31, 2025

NOTE 7 - INTERFUND RECEIVABLES AND PAYABLES AND INTERFUND TRANSFERS

A summary of interfund activities at December 31, 2025 were as follows:

	Interfund Receivable	Interfund Payable	Transfers In	Transfers Out
Governmental Activities:				
General Fund	\$ 2,418	\$ -	\$ -	\$ -
Total Governmental Activities	2,418	-	-	-
Fiduciary Activities:				
Pension Fund	-	2,418	-	-
Total Fiduciary Activities	-	2,418	-	-
Total	\$ 2,418	\$ 2,418	\$ -	\$ -

NOTE 8 - RISK FINANCING

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 and subcontractors, and natural disasters. The District purchases commercial insurance for most risks of loss. As of December 31, 2025, and 2024, the District did not have any liabilities in excess of insurance limits. Claims have not exceeded insurance coverage in the prior three years.

NOTE 9 - CONTINGENCIES

In the opinion of the District's management and counsel, there is no material pending or threatened litigation, claims, and assessments. Furthermore, the District's management and counsel are unaware of any unasserted possible claims or assessments that are probable of assertion and must be disclosed as of December 31, 2025 and 2024.

NOTE 10 – LONG-TERM DEBT**Installment Note Payable**

On March 5, 2021, the District entered into an Installment Sale Purchase Agreement for Land and Quonset located at 70 South Elm Street, Keenesburg, Colorado. The agreement provides for nine annual principal payments of \$7,200 at an annual effective interest rate is 0.00%. The first payment of \$7,200 is due on March 5, 2022, with annual payments thereafter until March 5, 2030. No prepayment of principal is allowed per the agreement.

On February 14, 2024, the parties to the Installment Sale Purchase Agreement agreed to amend the terms of the agreement as follows: February 15, 2024 a payment of \$7,200, January 16, 2025 a payment of \$21,678, and a final payment on January 15, 2026 in the amount of \$21,678.

Future minimum payments under the Installment Sale Purchase Agreement:

Year	Principal	Interest	Total
2026	\$ 21,678	\$ -	\$ 21,678
2027	-	-	-
2028	-	-	-
2029	-	-	-
2030	-	-	-
Thereafter	-	-	-
Total	\$ 21,678	\$ -	\$ 21,678

SOUTHEAST WELD FIRE PROTECTION DISTRICT*Notes to the Basic Financial Statements*

December 31, 2025

NOTE 10 – LONG-TERM DEBT (CONTINUED)**Other Debt and Line of Credit**

The District has no other debt or unused lines of credit.

Changes in Long-Term Debt

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Installment Note Payable	\$ 43,356	\$ -	\$ (21,678)	\$ 21,678	\$ 21,678
Compensated Absences	-	205,168 *	-	205,168	-
Total Governmental Activities	43,356	205,168	(21,678)	226,846	21,678
Fiduciary Activities:					
Pension Fund	-	-	-	-	-
Total Fiduciary Activities	-	-	-	-	-
Total	\$ 43,356	\$ 205,168	\$ (21,678)	\$ 226,846	\$ 21,678

*The change in the compensated absences is presented as a net change. The District believes that the current portion of compensated absences is negligible and is therefore not reported.

NOTE 11 – FIREMEN’S PENSION**Plan Description**

The Firemen’s Pension Plan of the Southeast Weld Fire Protection District (Pension Plan) is a defined Benefit Plan managed and administered by a separate Board of Trustees. The Board consists of seven members, the five Board of Directors of the District and two elected members from fire District. Amended and restated rules and bylaws of the Firemen’s Pension Plan were adopted on December 16, 2016. The plan is for the exclusive benefit of the membership (volunteer firefighters) of the District and their beneficiaries and is a closed plan.

Benefit Provisions

Benefits are payable upon normal retirement to volunteer firefighters at age 50 who have met the credited service requirement period of 10 years in volunteer fire fighting for a fire protection district. A volunteer firefighter must maintain a minimum training participation in the fire department for thirty-six hours each year to qualify for a year of credit. Benefits of \$420 per month (effective 08/01/2007) are prorated for firefighters with 10 to 30 years of credited service. Benefits up to \$630 per month (effective 08/01/2007) are payable to firefighters with 30 or more years of service. A surviving spouse receives a monthly benefit equal to 50% of the benefit being paid to the retiree.

On August 8, 2011, the Pension Board approved to increase the benefit payments by 25% (effective 10/01/2011).

On August 12, 2015, Pension Board approved to increase benefit payments to a \$125.00 increased level where \$650.00/20 (years of service) is calculated for payment with a cap of \$975.00 per month for those earning 30 or more years of service (effective 01/01/2016).

On August 10, 2017, Pension Board approved to increase benefit payments to a \$150.00 increased level where \$750.00/20 (years of service) is calculated for payment with a cap of \$1,125.00 per month for those earning 30 or more years of service (effective 01/01/2018).

On August 15, 2019, Pension Board approved to increase benefit payments for 10 to 30 years of service to \$900.00 times years of service divided by 20 with a cap of \$1,350.00 per month for those earning 30 or more years of service (effective 01/01/2020).

NOTE 11 – FIREMEN’S PENSION (CONTINUED)
Benefit Provisions (continued)

On August 17, 2023, Pension Board approved to increase benefit payments by \$200 for 20 years of service, less than 20 or over 30 years of service is pro-rated at \$55 per year. (effective 09/01/2023).
On August 21, 2025, Pension Board approved to increase benefit payments by \$100 per month, 10 to 30 years of services will be \$1,200 times years of service divided by 20 (effective 01/01/2026).

System Description
The Pension Board self-manages the pension funds. The Pension Board is responsible for ensuring that the Account Assets are invested in only those specifically authorized by the “Volunteer Firefighter Pension Act”.

Membership
Plan membership at December 31 consisted of the following:

Table with 2 columns: 2025, 2024. Rows include Inactive members or beneficiaries currently receiving benefits, Inactive members entitled to but not yet receiving benefits, Active members not entitled to benefits, and Covered payroll.

Actuarial Assumptions
The total pension liability (asset) was determined by an actuarial valuation on January 1, 2025, using the following key actuarial assumptions:

Table with 2 columns: Assumption, Value. Rows include Actuarial cost method, Amortization method, Remaining amortization period, Asset valuation method, Inflation, Salary increases, Investment rate of return, Cost of living adjustment, Retirement age, Turnover, Mortality, and Changes in actuarial assumptions.

SOUTHEAST WELD FIRE PROTECTION DISTRICT*Notes to the Basic Financial Statements*

December 31, 2025

NOTE 11 – FIREMEN’S PENSION (CONTINUED)**Investments**

Investments at December 31 consisted of the following:

	2025		2024	
Annuities	\$ -	0.00%	\$ 157,604	6.34%
Investments at fair value	-	0.00%	34,218	1.38%
Local government investment pools	2,596,333	100.00%	2,294,629	92.29%
Total Investments	\$ 2,596,333	100.00%	\$ 2,486,451	100.00%

Plan Contribution

Funding of accrued pension benefits is accomplished primarily through contributions from the State of Colorado, and the District. Currently the State matches 90% of District contributions up to a maximum of 0.5 mills on the assessed valuation. For 2025 and 2024, these contributions amounted to \$338,019 and \$340,230, respectively. Colorado statutes provide those benefits are payable only to the extent of assets available in the Firemen’s Pension Plan.

Discount Rate

Projected benefit payments are required to be discounted to their actuarial present values using a single discount rate that reflects 1) a long-term expected rate of return on pension plan investments and 2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA/Aa or higher credit rating as of the measurement date. The long-term expected rate of return on pension plan investments is 4.00%; the municipal bond rate is n/a; and the resulting Single Discount Rate is 4.00%.

Sensitivity to Single Discount Rate Assumption

The following presents the plan’s net pension liability / (asset), calculated using a Single Discount Rate of 3.75%, as well as what the plan’s net pension liability / (asset) would be if it were calculated using a Single Discount Rate that is 1 percent lower or 1 percent higher:

	1% Decrease	Current Rate	1% Increase
	3.00%	4.00%	5.00%
Pension Plan's Net Pension Liability / (Asset)	\$ 2,589,708	\$ 2,044,669	\$ 1,593,727

SOUTHEAST WELD FIRE PROTECTION DISTRICT*Notes to the Basic Financial Statements*

December 31, 2025

NOTE 11 – FIREMEN’S PENSION (CONTINUED)**Changes in Net Pension Liability / (Asset)**

	Total Pension Liability (a.)	Increase (Decrease) Plan Fidiciary Net Position (b.)	Net Pension Liability (Asset) (a.) - (b.)
Changes for the year:			
Service cost	\$ 6,921	\$ -	\$ 6,921
Interest on the total pension liability	177,677	-	177,677
Effect of plan changes	-	-	-
Effect of economic/demographic gains or losses	85,159	-	85,159
Effect of assumptions changes or inputs	(126,490)	-	(126,490)
Benefit payments	(340,230)	(340,230)	-
Employer contributions	-	340,230	(340,230)
Member contributions	-	-	-
Net investment income	-	120,620	(120,620)
Administrative expenses	-	-	-
Net change in total pension liability	(196,963)	120,620	(317,583)
Total pension liability (asset) - beginning	4,899,684	2,537,432	2,362,252
Total Pension Liability (Asset) - Ending	\$ 4,702,721	\$ 2,658,052	\$ 2,044,669

Plan fidiciary net position as a % of total pension liability	56.52%
Covered payroll	N/A
Net pension liability as a % of covered payroll	N/A

Deferred Outflows/Inflows of Resources by Source

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows/ (Inflows) of Resources
Pension contributions subsequent to measurement date	\$ 338,019	\$ -	\$ 338,019
Difference between expected and actual experiences	-	-	-
Assumption changes	-	-	-
Net difference between projected and actual earnings on pension plan investments	3,801	-	-
Total	\$ 341,820	\$ -	\$ 338,019

Deferred Outflows/Inflows of Resources by Source (continued)

The \$338,019 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2024.

SOUTHEAST WELD FIRE PROTECTION DISTRICT

Notes to the Basic Financial Statements

December 31, 2025

NOTE 11 – FIREMEN’S PENSION (CONTINUED)

Deferred Outflows/Inflows of Resources by Year to be recognized in Future

<u>Year Ending December 31</u>	<u>Net Deferred Outflows/ (Inflows) of Resources</u>
2026	\$ 16,839
2027	2,564
2028	(10,508)
2029	(5,094)
2030	-
Thereafter	-
Total	\$ 3,801

NOTE 12 – STATEWIDE RETIREMENT PLAN

Plan Description

The Statewide Retirement Plan (Plan) is a cost-sharing multiple-employer defined benefit pension plan. The Plan consists of four components: Defined Benefit Component, Hybrid Defined Benefit Component, Social Security Component and Money Purchase Component. The Plan currently has 229 participating employer fire and police departments.

The Defined Benefit Component and Social Security Component cover substantially all full-time employees of participating fire and police departments in Colorado hired on or after April 8, 1978, provided that they are not already covered by a statutorily exempt plan. Employers once had the option to withdraw from the Plan, but a change in state statutes eliminated this option effective January 1, 1988, unless the employer elects and is determined to be eligible to participate in the Statewide Money Purchase Plan.

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

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

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

The Plan is administered by the Fire and Police Pension Association of Colorado (FPPA). FPPA issues a publicly available annual comprehensive financial report that can be obtained on FPPA’s website at: <http://www.fppaco.org>. The District enrolls all full-time firefighters in the Plan.

SOUTHEAST WELD FIRE PROTECTION DISTRICT

Notes to the Basic Financial Statements

December 31, 2025

NOTE 12 – STATEWIDE RETIREMENT PLAN (CONTINUED)

Description of Benefits

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

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

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

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

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

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

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

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

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

SOUTHEAST WELD FIRE PROTECTION DISTRICT

Notes to the Basic Financial Statements

December 31, 2025

NOTE 12 – STATEWIDE RETIREMENT PLAN (CONTINUED)

Contributions

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

Contribution rates at December 31, 2024 are as follows:

	Member	Employer	Total
Defined Benefit Component	12.00%	10.00%	22.00%
Statewide Death and Disability Plan (SWD&D)	1.70%	1.70%	3.40%
	13.70%	11.70%	25.40%

Member contributions will increase 0.5% annually through 2022 to a total of 12.0% of base salary. Employer contributions will increase 0.5% annually beginning in 2021 through 2030 to a total of 13.0% of base salary.

Contribution rates for members and employers of affiliated social security employers:

	Member	Employer	Total
Statewide Defined Benefit Plan (SWBD)	6.00%	5.00%	11.00%
Statewide Death and Disability Plan (SWD&D)	1.70%	1.70%	3.40%
	7.70%	6.70%	14.40%

Member contributions to SWBD will increase 0.25% annually through 2022 to a total of 6.0% of base salary. Employer contributions to SWBD will increase 0.25% annually beginning in 2021 through 2030 to a total of 6.5% of base salary.

The Hybrid Defined Benefit Component and Money Purchase Component members and their employers are currently each contributing at the rate determined by the individual employer. Effective January 1, 2023, the employers and member minimum contribution rates will increase by 0.125 percent annually until they reach a minimum rate of 9 percent each and at least a combined rate of 18 percent by 2030. In 2024, the total minimum combined member and employer contribution rate was 17.00 percent.

The Hybrid Defined Benefit Component sets contribution rates at a level that enables the defined benefits to be fully funded at the member's retirement date. The amount allocated to the Hybrid Defined Benefit Component is set annually by the FPPA Board of Directors. The Contribution rate from July 1, 2024 through June 30, 2025 is 14.56 percent. Contributions in excess of those necessary to fund the defined benefit are allocated to the member's self-directed account in the Money Purchase Component.

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

Pension Liability (Asset)

At December 31, 2025, the District reported \$0 for its proportionate share of the net pension liability (asset). The net pension liability was measured as of December 31, 2024, and the total net pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's share of contributions relative to the contributions of all participants.

SOUTHEAST WELD FIRE PROTECTION DISTRICT

Notes to the Basic Financial Statements

December 31, 2025

NOTE 12 – STATEWIDE RETIREMENT PLAN (CONTINUED)

Deferred Outflows/Inflows of Resources by Source

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows/ (Inflows) of Resources
Pension contributions subsequent to measurement date	\$ 344,487	\$ -	\$ 344,487
Difference between expected and actual experiences	563,414	17,623	545,791
Assumption changes	201,641	-	201,641
Net difference between projected and actual earnings on pension plan investments	80,038	-	80,038
Total	\$ 1,189,580	\$ 17,623	\$ 1,171,957

The \$344,487 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2025.

Deferred Outflows/Inflows of Resources by Year to be recognized in Future

Year Ending December 31	Net Deferred Outflows/ (Inflows) of Resources
2025	\$ 230,434
2026	340,485
2027	24,082
2028	35,716
2029	78,497
Thereafter	118,256
Total	\$ 827,470

Actuarial Assumptions

The actuarial valuations for the Statewide Retirement Plan were used to determine the total pension liability (asset) and actuarially determined contributions for the fiscal year ending December 31, 2024. The valuations used the following actuarial assumption and other inputs:

	Total Pension Liability	Actuarial Determined Contributions
Actuarial Valuation Date	January 1, 2025	January 1, 2024
Actuarial method	Entry Age Normal	Entry Age Normal
Amortization method	N/A	Level % of Payroll, Open
Amortization period	N/A	30 Years
Long-term investment rate of return *	7.00%	7.00%
Projected salary increases *	4.25% - 11.75%	4.25% - 11.75%
Cost of living adjustments (COLA)	0.00%	0.00%
* Includes inflation at	2.50%	2.50%

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

SOUTHEAST WELD FIRE PROTECTION DISTRICT

Notes to the Basic Financial Statements

December 31, 2025

NOTE 12 – STATEWIDE RETIREMENT PLAN (CONTINUED)

Actuarial Assumptions (continued)

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

At least every five years the FPPA's Board of Directors, in accordance with best practices, reviews its economic and demographic actuarial assumptions. At its July, 2023 meeting, the Board of Directors, reviewed and approved recommended changes to the actuarial assumptions. The recommendations were made by the FPPA's actuaries, Gabriel, Roeder, Smith & Company, based upon their analysis of past experience and expectations of the future. The assumption changes were effective for actuarial valuations beginning January 1, 2024. The actuarial assumptions impact actuarial factors for benefit purposes such as 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 Expected Real Rate of Return
Global Equity	33.0%	7.00%
Equity Long/Short	6.0%	6.20%
Private Markets	34.0%	8.80%
Fixed Income - Rates	7.0%	5.00%
Fixed Income - Credit	7.0%	6.50%
Absolute Return	9.0%	5.70%
Cash	4.0%	4.20%
Total	100.0%	

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

The COLA assumption reflects the true nature of Board's Benefits Policy which includes a variable COLA and supplemental payments. Consistent with Board's policy, the COLA assumption will fluctuate from year to year depending on plan experience and is the long-term COLA assumption which results in no Net Pension Asset. If current assets do not support Total Pension Liabilities, using the COLA assumption of greater than 0.00%, than a COLA assumption of 0.00% will be used and a Net Pension Liability will be reported.

SOUTHEAST WELD FIRE PROTECTION DISTRICT

Notes to the Basic Financial Statements

December 31, 2025

NOTE 12 – STATEWIDE RETIREMENT PLAN (CONTINUED)

Discount Rate

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

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.00%; the municipal bond rate is 4.08% (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%.

Regarding the sensitivity of the net pension liability to changes in the single discount rates, the following presents the District's proportionate share of the net pension liability / (asset), calculated using a Single Discount Rate of 7.00%, 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 6.00%	Current Rate 7.00%	1% Increase 8.00%
Pension Plan's Net Pension Liability / (Asset)	\$ 1,144,164	\$ -	\$ -

Pension Plan Fiduciary Net Position

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

For the year ended December 31, 2025, the contributions recognized as part of pension expense for each Plan were as follows:

	Firemen's Pension	Statewide Retirement Plan	Total
Contributions - Employer	\$ 310,134	\$ 360,762	\$ 670,896

NOTE 13 – DEFERRED COMPENSATION TRUST AGREEMENT

As of May 14, 2012, the District executed an Adoption Agreement to establish a Model FPPA Deferred Compensation Plan (Plan) to provide deferred compensation and retirement benefits to Employees under Internal Revenue Code Section 457. Plan participation is voluntary and assets are held in trust for the exclusive benefit of participants

Investments are managed by the plan's administrator under several different investment options, or combinations thereof. The choice of the investment option(s) is made by the participants. The District has no management control over the assets of the plan. Accordingly, the assets of the plan are not included in these financial statements.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights are solely the property and rights of the participants. The District has no liability for losses under the plan.

SOUTHEAST WELD FIRE PROTECTION DISTRICT

Notes to the Basic Financial Statements

December 31, 2025

NOTE 14 – AMBULANCE SERVICE AGREEMENT

On November 21, 2019, the District entered into an Ambulance Service Agreement with the Brighton Community Hospital Association dba Platte Valley Medical Center (PVMC), collectively, the “Parties”. Under this agreement the “Parties” contract for the provision by PVMC of emergency medical services personnel, equipment, and medical-billing and collection efforts.

On March 17, 2022, the District entered into an Ambulance Service Agreement with PVMC. This agreement supersedes the Agreement dated November 21, 2019.

NOTE 15 – SHORT-TERM DEBT

The District had no short-term debt obligations and had no borrowing during the years ending December 31, 2025 and 2024.

	Beginning Balance	Additions	Reductions	Ending Balance
Short-Term Debt	\$ -	\$ -	\$ -	\$ -
Total	\$ -	\$ -	\$ -	\$ -

Other Debt and Line of Credit

The District has no other debt or unused lines of credit.

NOTE 16 – RELATED PARTY TRANSACTIONS

The District does business with a board of directors’ company. A director is the co-owner of H2 Enterprises LLC, a company that does land reclamation services within the Keenesburg area and nationwide. The amounts paid to H2 Enterprises LLC was \$86,837 and \$12,862 in 2025 and 2024, respectively. There were no balances due to H2 Enterprises LLC at December 31, 2025 or 2024.

NOTE 17 – INTERGOVERNMENTAL AGREEMENT – EMERGENCY SERVICES IMPACT FEES

The District obtained an Impact Fee Study dated May 12, 2020 to evaluate the nexus between new development within the District’s jurisdictional boundaries and the projected impact that such development has on the District’s Capital Facilities (“Nexus Study”). The Nexus Study recommended an Impact Fee schedule for both residential and non-residential development at a level no greater than necessary to defray the impacts of new development.

On May 14, 2022, the District’s Board of Directors adopted a Resolution approving the Impact Fee Schedule recommended by the Nexus Study and signed Intergovernmental Agreements with the Town of Keenesburg and Adams County for the assessment, collection and remittance of emergency services impact fees.

Colorado law specifies the following requirements for impact fees: a) they are a one-time payment levied on new development; b) funds can only be used for capital infrastructure projects that have a five-year life and no funds can be diverted for operations, maintenance, repair, or facility replacement; c) revenue must be segregated from other revenue and used for the purposes for which it was collected; d) fee must be imposed on all forms of development and cannot be limited to one type of land use; e) revenue must be used for capital infrastructure expansion and no funds can be used for correcting existing system deficiencies; and f) there must be a reasonable expectation of benefit by the fee payer.

As of December 31, 2025 and 2024, the District collected \$69,101 and \$71,765, respectively in impact fees. The District maintains separate accounts for these funds and had remaining funds classified as Restricted Assets at December 31, 2025 and 2024 in the amount of \$75,200 and \$88,135, respectively.

SOUTHEAST WELD FIRE PROTECTION DISTRICT

Notes to the Basic Financial Statements

December 31, 2025

NOTE 18 – SUBSEQUENT EVENTS

The District has evaluated events and transactions occurring subsequent to the end of the fiscal year for potential recognition or disclosure through June 8, 2026, the date on which the financial statements were issued, and did identify events or transactions that would have a material impact on the financial statements.

On January 5, 2026, the District purchased a Pierce Enforcer 107' Ascendant Ladder Truck for the discounted purchase price of \$1,641,633. This ladder truck is estimated to be delivered within four years of purchase date.

REQUIRED SUPPLEMENTAL INFORMATION

SOUTHEAST WELD FIRE PROTECTION DISTRICT*Schedule of Revenues**Budget to Actual - General Fund (unaudited)*

Year Ended December 31, 2025

With Comparative Actual Amounts For the Year Ended December 31, 2024

2025

Non-GAAP Budgetary Basis	Original Budget	Final Budget	Actual	Variance - Favorable (Unfavorable)	2024 Actual
REVENUES:					
Operating Revenues:					
Property taxes	\$ 13,253,866	\$ 13,253,866	\$ 12,999,909	\$ (253,957)	\$ 12,457,869
Specific ownership taxes	300,000	300,000	539,073	239,073	448,344
Interest on delinquent taxes	500	500	1,536	1,036	2,076
Special fire protection services	-	-	1,226	1,226	4,226
Standby	1,000	1,000	2,100	1,100	1,725
Permits	15,000	15,000	19,900	4,900	27,550
Impact fees	50,000	50,000	69,101	19,101	71,765
Other income	3,000	3,000	15,649	12,649	23,433
Total Operating Revenues	13,623,366	13,623,366	13,648,494	25,128	13,036,988
Investment Income:					
Interest income	500,000	500,000	1,215,088	715,088	1,132,110
Net increase (decrease) in the fair value of investments	1,000	1,000	16,311	15,311	10,170
Total Investment Income	501,000	501,000	1,231,399	730,399	1,142,280
Miscellaneous Revenues:					
Proceeds from sale of assets	100,000	100,000	96,500	(3,500)	271,456
Contributions	-	-	49,188	49,188	28,563
Lease income	-	-	-	-	-
Rental income	-	-	6,000	6,000	6,000
Grant proceeds	-	-	5,000	5,000	-
Insurance proceeds	-	-	-	-	5,579
Loan proceeds	-	-	-	-	-
Total Miscellaneous Revenues	100,000	100,000	156,688	56,688	311,598
Total Revenues	\$ 14,224,366	\$ 14,224,366	\$ 15,036,581	\$ 812,215	\$ 14,490,866

SOUTHEAST WELD FIRE PROTECTION DISTRICT*Schedule of Expenditures**Budget to Actual - General Fund (unaudited)*

Year Ended December 31, 2025

With Comparative Actual Amounts For the Year Ended December 31, 2024

	2025				
	Original Budget	Final Budget	Actual	Variance - Favorable (Unfavorable)	2024 Actual
Non-GAAP Budgetary Basis					
Administration:					
Board compensation	\$ 5,500	\$ 5,500	\$ 4,300	\$ 1,200	\$ 4,400
Reserve staff	-	-	-	-	-
Training officer wages	2,900,000	2,900,000	3,265,791	(365,791)	2,887,278
Payroll taxes	65,500	65,500	68,666	(3,166)	70,363
FPPA Pension and AD&D	405,000	405,000	360,762	44,238	286,521
Subsidies to fire departments	15,000	15,000	177	14,823	11,871
Colorado FF heart and circulatory	1,000	1,000	3,436	(2,436)	1,658
Health insurance	530,000	530,000	630,010	(100,010)	472,587
Nondurable supplies (office)	15,000	15,000	24,792	(9,792)	13,438
Durable supplies	71,500	71,500	46,296	25,204	59,487
Advertising and legal notices	500	500	772	(272)	182
Telephone	15,000	15,000	12,813	2,187	12,370
ISP internet service	20,000	20,000	15,492	4,508	14,512
Legal	15,000	15,000	15,649	(649)	14,528
IT services	5,000	5,000	6,228	(1,228)	6,745
Auditing	20,000	20,000	19,450	550	18,500
Consulting fee	10,000	10,000	-	10,000	2,997
Paychex	8,000	8,000	11,394	(3,394)	8,742
Actuary study	15,000	15,000	13,500	1,500	2,460
Budgeting	2,500	2,500	2,300	200	2,300
Election	2,500	2,500	255	2,245	-
4th of July display	15,000	15,000	15,000	-	14,300
Miscellaneous	25,000	25,000	46,386	(21,386)	32,416
Membership dues	5,000	5,000	3,397	1,603	2,773
Background and drug tests	2,000	2,000	738	1,262	2,032
Insurance	10,000	10,000	233	9,767	9,162
Contract services	341,250	341,250	325,000	16,250	243,750
Contract services other	1,500	1,500	36,912	(35,412)	280
Treasurer's fee	200,000	200,000	194,999	5,001	186,016
Total Administration	4,721,750	4,721,750	5,124,748	(402,998)	4,381,668
Fire Fighting:					
Insurance - disability and workers comp	70,000	70,000	84,211	(14,211)	54,545
Firefighting supplies	20,000	20,000	24,404	(4,404)	18,956
Durable supplies	219,500	219,500	224,904	(5,404)	172,846
Fuel	35,000	35,000	23,900	11,100	30,411
Miscellaneous	750	750	308	442	-
Insurance	60,000	60,000	84,295	(24,295)	57,195
Physicals and vaccinations	10,000	10,000	18,087	(8,087)	8,790
Total Fire Fighting	415,250	415,250	460,109	(44,859)	342,743
Fire Prevention:					
Supplies	3,000	3,000	532	2,468	-
Total Fire Prevention	3,000	3,000	532	2,468	-
Fire Training:					
Supplies	7,000	7,000	-	7,000	90
Education	30,000	30,000	17,256	12,744	14,831
Total Fire Training	37,000	37,000	17,256	19,744	14,921

(continued on next page)

SOUTHEAST WELD FIRE PROTECTION DISTRICT*Schedule of Expenditures***Budget to Actual - General Fund (unaudited) (continued)**

Year Ended December 31, 2025

With Comparative Actual Amounts For the Year Ended December 31, 2024

	2025				
	Original Budget	Final Budget	Actual	Variance - Favorable (Unfavorable)	2024 Actual
Non-GAAP Budgetary Basis					
Equipment Repairs:					
Vehicle repairs	\$ 125,000	\$ 125,000	\$ 178,415	\$ (53,415)	\$ 181,493
Equipment repairs	-	-	-	-	-
Total Equipment Repairs	125,000	125,000	178,415	(53,415)	181,493
Fire Communications:					
Emergency phone services	-	-	-	-	-
Fire communications	31,000	31,000	20,785	10,215	30,634
Total Fire Communications	31,000	31,000	20,785	10,215	30,634
Fire Stations and Buildings:					
Nondurable supplies	20,000	20,000	17,330	2,670	15,811
Durable supplies	43,000	43,000	36,411	6,589	25,472
Utilities	40,000	40,000	34,867	5,133	33,061
Repairs and maintenance	40,000	40,000	29,932	10,068	79,416
Miscellaneous	4,000	4,000	-	4,000	-
Insurance	11,000	11,000	-	11,000	-
Total Fire Stations and Buildings	158,000	158,000	118,540	39,460	153,760
Emergency Medical Services:					
Nondurable supplies	8,000	8,000	19,200	(11,200)	10,786
Durable supplies	8,500	8,500	5,375	3,125	250
Physician advisor fees	2,000	2,000	2,000	-	2,000
Education	5,000	5,000	2,862	2,138	1,281
Vaccinations	-	-	-	-	-
Total Emergency Medical Services	23,500	23,500	29,437	(5,937)	14,317
Capital Outlay:					
Administration	-	-	-	-	34,537
Fire fighting	1,675,000	1,675,000	1,874,910	(199,910)	255,200
Fire stations and buildings	20,000	20,000	525,968	(505,968)	1,149,517
Emergency medical services	-	-	-	-	-
Total Capital Outlay	1,695,000	1,695,000	2,400,878	(705,878)	1,439,254
Debt Service:					
Principal payments on debt	21,678	21,678	21,678	-	7,200
Interest paid	-	-	-	-	-
Total Debt Service	21,678	21,678	21,678	-	7,200
Pension Fund Allocation	313,005	313,005	310,134	2,871	312,345
Contingency Reserve	6,680,183	6,680,183	-	6,680,183	-
Total Expenditures	\$ 14,224,366	\$ 14,224,366	\$ 8,682,512	\$ 5,541,854	\$ 6,878,335

SOUTHEAST WELD FIRE PROTECTION DISTRICT*Reconciliation of Budgetary Basis to GAAP Basis**Budget to Actual - **General Fund** (unaudited)*

Year Ended December 31, 2025

With Comparative Actual Amounts For the Year Ended December 31, 2024

	2025				
	Original Budget	Final Budget	Actual	Variance - Favorable (Unfavorable)	2024 Actual
Non-GAAP Budgetary Basis					
REVENUES:					
Operating revenues	\$ 13,623,366	\$ 13,623,366	\$ 13,648,494	\$ 25,128	\$ 13,036,988
Investment income	501,000	501,000	1,231,399	730,399	1,142,280
Miscellaneous revenues	-	-	-	-	-
Total Revenues	14,124,366	14,124,366	14,879,893	755,527	14,179,268
EXPENDITURES:					
Administration	4,721,750	4,721,750	5,124,748	(402,998)	4,381,668
Fire fighting	415,250	415,250	460,109	(44,859)	342,743
Fire prevention	3,000	3,000	532	2,468	-
Fire training	37,000	37,000	17,256	19,744	14,921
Equipment repair	125,000	125,000	178,415	(53,415)	181,493
Fire communications	31,000	31,000	20,785	10,215	30,634
Fire stations and buildings	158,000	158,000	118,540	39,460	153,760
Emergency medical services	23,500	23,500	29,437	(5,937)	14,317
Capital outlay	1,695,000	1,695,000	2,400,878	(705,878)	1,439,254
Debt service	21,678	21,678	21,678	-	7,200
Pension fund allocation	313,005	313,005	310,134	2,871	312,345
Contingency Reserve	6,680,183	6,680,183	-	6,680,183	-
Total Expenditures	14,224,366	14,224,366	8,682,512	5,541,854	6,878,335
Excess (Deficiency) of Revenues over Expenditures	(100,000)	(100,000)	6,197,381	6,297,381	7,300,933
OTHER FINANCING SOURCES (USES):					
Proceeds from sale of assets	100,000	100,000	96,500	(3,500)	271,456
Contributions	-	-	49,188	49,188	28,563
Lease income	-	-	-	-	-
Rental income	-	-	6,000	6,000	6,000
Grant proceeds	-	-	5,000	5,000	-
Insurance proceeds	-	-	-	-	5,579
Loan proceeds	-	-	-	-	-
Transfers to other funds	-	-	-	-	-
Total Other Financing Sources (Uses)	100,000	100,000	156,688	56,688	311,598
Net change in Fund Balance	\$ -	\$ -	6,354,069	\$ 6,354,069	7,612,531
Fund Balance - beginning of year			23,943,533		16,331,002
Fund Balance - end of year			30,297,602		23,943,533
Reconciliation of Budgetary Basis to GAAP Basis:					
Net change in Fund Balance			6,354,069		7,612,531
Capital assets sold			-		(22,500)
Capital asset purchases capitalized			2,400,878		1,439,254
Depreciation on capital assets			(598,598)		(433,380)
Amortization on capital assets			-		-
Compensated absences			(205,168)		-
Long-term debt payments			21,678		7,200
Long-term debt proceeds			-		(156)
Net pension asset (liability)			115,363		(450,646)
Net Change in Net Position			\$ 8,088,222		\$ 8,152,303

SOUTHEAST WELD FIRE PROTECTION DISTRICT*Schedule of Revenues & Expenditures**Budget to Actual - Firemen's Pension Fund (unaudited)*

Year Ended December 31, 2025

With Comparative Actual Amounts For the Year Ended December 31, 2024

Non-GAAP Budgetary Basis	2025				2024 Actual
	Original Budget	Final Budget	Actual	Variance - Favorable (Unfavorable)	
REVENUES:					
Operating Revenues:					
State fire pension contribution	\$ 27,885	\$ 27,885	\$ 27,885	\$ -	\$ 27,885
Employer contribution	313,005	313,005	310,134	(2,871)	312,345
Other revenues	-	-	-	-	-
Total Operating Revenues	340,890	340,890	338,019	(2,871)	340,230
Investment Income:					
Interest income	75,000	75,000	111,149	36,149	114,780
Net increase (decrease) in the fair value of investments	-	-	1,328	1,328	5,840
Total Investment Income	75,000	75,000	112,477	37,477	120,620
Total Revenues	415,890	415,890	450,496	34,606	460,850
EXPENDITURES:					
Administration:					
Pension trust administration fee	-	-	-	-	-
Benefit payments	340,890	340,890	333,630	7,260	340,230
Total Administration	340,890	340,890	333,630	7,260	340,230
Capital Outlay	-	-	-	-	-
Contingency Reserve	-	-	-	-	-
Total Expenditures	340,890	340,890	333,630	7,260	340,230
Excess (Deficiency) of Revenues over Expenditures	75,000	75,000	116,866	41,866	120,620
OTHER FINANCING SOURCES (USES):					
Proceeds from sale of assets	-	-	-	-	-
Transfers from other funds	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-
Net change in fund balance	\$ 75,000	\$ 75,000	116,866	\$ 41,866	120,620
Fund Balance - beginning of year			2,658,052		2,537,432
Fund Balance - end of year			\$ 2,774,918		\$ 2,658,052

SOUTHEAST WELD FIRE PROTECTION DISTRICT

Schedule of Changes in Net Pension Liability / (Asset) and Related Ratios

Firemen's Pension Fund

For The Last 10 Years

Measurement Date Ending December 31,	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service Cost	6,921	5,538	9,964	9,745	7,873	6,561	13,086	12,767	17,799	14,376
Interest on the Total Pension Liability	177,677	150,518	146,052	150,374	172,474	147,474	130,827	133,951	139,478	114,619
Effect of Plan Changes	-	890,851	-	-	-	660,927	440,802	-	-	612,727
Difference between Expected and Actual Experience	85,159	-	250,775	-	(21,662)	-	(55,732)	-	(68,643)	-
Assumption Changes	(126,490)	-	8,395	-	296,961	-	82,071	-	-	-
Benefit Payments	(340,230)	(308,126)	(275,580)	(275,550)	(284,478)	(237,488)	(231,750)	(201,500)	(211,250)	(174,562)
Net Change in Total Pension Liability	(196,963)	738,781	139,606	(115,431)	171,168	577,474	379,304	(54,782)	(122,616)	567,160
Total Pension Liability - Beginning	4,899,684	4,160,903	4,021,297	4,136,728	3,965,560	3,388,086	3,008,782	3,063,564	3,186,180	2,619,020
Total Pension Liability - Ending (a)	4,702,721	4,899,684	4,160,903	4,021,297	4,136,728	3,965,560	3,388,086	3,008,782	3,063,564	3,186,180
Plan Fiduciary Net Position										
Employer Contributions	340,230	332,555	280,537	243,980	275,873	104,835	151,935	176,247	162,565	57,885
Pension Plan Net Investment Income	120,620	117,369	23,489	17,359	(27,338)	42,385	(87,529)	79,091	64,595	79,965
Benefit Payments	(340,230)	(308,126)	(275,580)	(275,550)	(284,478)	(237,488)	(231,750)	(201,500)	(211,250)	(174,562)
Pension Plan Administrative Expense	-	-	-	-	-	(1,120)	(15,747)	(208)	(4,805)	(5,136)
Net Change in Plan Fiduciary Net Position	120,620	141,798	28,446	(14,211)	(35,943)	(91,388)	(183,091)	53,630	11,105	(41,848)
Plan Fiduciary Net Position - Beginning	2,537,432	2,395,634	2,367,188	2,381,399	2,417,342	2,508,730	2,691,821	2,638,191	2,627,086	2,668,934
Plan Fiduciary Net Position - Ending (b)	2,658,052	2,537,432	2,395,634	2,367,188	2,381,399	2,417,342	2,508,730	2,691,821	2,638,191	2,627,086
Net Pension Liability/(Asset) -Ending (a)-(b)	2,044,669	2,362,252	1,765,269	1,654,109	1,755,329	1,548,218	879,356	316,961	425,373	559,094
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	56.52%	51.79%	57.57%	58.87%	57.57%	60.96%	74.05%	89.47%	86.12%	82.45%
Covered Payroll (1)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net Pension Liability as a Percentage of Covered Payroll (1)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

(1) The members of the plan are volunteers, so as such there is no covered payroll.

SOUTHEAST WELD FIRE PROTECTION DISTRICT*Schedule of Contributions*

Firemen's Pension Fund

For The Last 10 Years

Fiscal Year Ending December 31,	Actuarially Determined Contribution	Actual Contribution (1) *	Contribution Deficiency (Excess) (d.) = (b.) - (c.)	Covered Payroll (2) **	Actual Contribution as a % of Covered Payroll (f.)
(a.)	(b.)	(c.)	(d.) = (b.) - (c.)	(e.)	(f.)
2024	340,349	340,230	119	N/A	N/A
2023	340,349	332,555	7,794	N/A	N/A
2022	274,509	280,537	(6,028)	N/A	N/A
2021	274,509	243,980	30,529	N/A	N/A
2020	125,633	275,873	(150,240)	N/A	N/A
2019	125,633	104,835	20,798	N/A	N/A
2018	58,445	151,935	(93,490)	N/A	N/A
2017	58,445	176,247	(117,802)	N/A	N/A
2016	16,494	162,565	(146,071)	N/A	N/A
2015	16,494	57,885	(41,391)	N/A	N/A

* Includes both District and State Fire pension contribution.

** The members of the plan are volunteers, so as such there is no covered payroll.

NOTES TO SCHEDULE OF CONTRIBUTIONS

Valuation Date: January 1, 2025

Timing Actuarially determined contribution amount is calculated biannually as December 31st of the fiscal year in which the contributions are calculated.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal - Level Dollar
Amortization Method	Level Dollar - Closed for unfunded; Open for surplus
Remaining Amortization Period	4 years for unfunded; 30 years for surplus
Asset Valuation Method	Market Value of Assets
Inflation	2.25%
Salary Increases	N/A
Investment Rate of Return	4.00%
Cost of living adjustment	None
Retirement Age	Later of age 50 or 10 years of service
Turnover	15% per year for less than 5 years of service; 8% for 5-9 years of service; none assumed after 9 years of service
Mortality	PUB-2010 General Employee and Healthy Retiree Table for Safety Employees with Generational Projection using MP2021.

SOUTHEAST WELD FIRE PROTECTION DISTRICT*Schedule of Proportionate Share of the Net Pension Liability and**Schedule of Contributions*

Fire and Police Pension Association of Colorado (FPPA)

For The Last 10 Years

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Fiscal Year Ending December 31	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability (asset)	0.0022345%	0.0023189%	0.0021570%	0.0020069%	0.0019473%	0.0017326%	0.0015119%	0.0015326%	0.0000807%	N/A
District's proportionate share of the net pension liability (asset)	\$ -	\$ -	\$ 191,461	\$ (1,087,631)	\$ (422,763)	\$ (97,987)	\$ 191,140	\$ (220,489)	\$ 45,652	N/A
District's covered payroll	\$ 2,556,358	\$ 2,041,550	\$ 1,876,656	\$ 1,615,635	\$ 1,564,100	\$ 1,276,950	\$ 1,012,725	\$ 896,463	\$ 646,600	N/A
District's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	0.00%	0.00%	10.20%	-67.32%	-27.03%	-7.67%	18.87%	-24.60%	7.06%	N/A
Plan fiduciary net position as a percentage of total pension liability (asset)	100.00%	100.00%	97.60%	116.20%	106.70%	101.90%	95.20%	106.30%	98.21%	N/A

SCHEDULE OF CONTRIBUTIONS

Fiscal Year Ending December 31	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	255,654	193,608	168,899	137,329	125,128	102,156	81,018	71,717	51,728	N/A
Contribution in relation to the contractually required contribution	(255,654)	(193,608)	(168,899)	(137,329)	(125,128)	(102,156)	(81,018)	(71,717)	(51,728)	N/A
Contribution deficiency (excess)	-	-	-	-	-	-	-	-	-	-
District's covered payroll	\$ 2,556,358	\$ 2,041,550	\$ 1,876,656	\$ 1,615,635	\$ 1,564,100	\$ 1,276,950	\$ 1,012,725	\$ 896,463	646,600	N/A
Contributions as a percentage of covered payroll	10.00%	9.50%	9.00%	8.50%	8.00%	8.00%	8.00%	8.00%	8.00%	N/A