# THE BIJOU IRRIGATION DISTRICT

# AUDITED FINANCIAL STATEMENTS

## December 31, 2025

**LIITTJOHANN, KAUFFMAN, and PEDERSON**
Certified Public Accountants

THE BIJOU IRRIGATION DISTRICT
TABLE OF CONTENTS
December 31, 2025


| | |
|---|---|
| Independent Auditors' Report | 1 |
| Management Discussion and Analysis | 3 |
| Basic Financial Statements | |
| Government-wide Financial Statements | |
| Statement of Net Position | 6 |
| Statement of Activities | 7 |
| Fund Financial Statements | |
| Balance Sheet – Governmental Fund | 8 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Fund | 9 |
| Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Fund to the Statement of Activities | 10 |
| Notes to Financial Statements | 11 |
| Required Supplementary Information | |
| Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – General Fund and Component Unit | 23 |
| Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – General Fund | 24 |

**LIITTJOHANN, KAUFFMAN, and PEDERSON**
Certified Public Accountants

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# INDEPENDENT AUDITORS' REPORT

To the Board of Directors
The Bijou Irrigation District

*Opinions*

We have audited the accompanying financial statements of the governmental activities and the major fund of the Bijou Irrigation District as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the Department'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 and the major fund information of the Bijou Irrigation District as of December 31, 2025, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

*Basis for Opinions*

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

*Responsibilities of Management for the Financial Statements*

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

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

*Auditor's Responsibilities for the Audit of the Financial Statements*

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

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

- Exercise professional judgement 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 Bijou Irrigation District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt the Bijou Irrigation District's ability to continue as a going concern for a reasonable period of time.

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

*Other Matters*

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3-5 and 23-24 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.



Fort Morgan, Colorado
September 29, 2026

**THE BIJOU IRRIGATION DISTRICT**
**MANAGEMENT'S DISCUSSION AND ANALYSIS**
**December 31, 2025**

This section of the Bijou Irrigation District's annual financial report presents management's discussion and analysis of the District's financial performance and financial position for the year ended December 31, 2025. This discussion should be read in conjunction with the basic financial statements and accompanying notes.

## FINANCIAL HIGHLIGHTS

The District's primary-government net position was $7,391,610 at December 31, 2025, compared with $7,025,361 at December 31, 2024. Governmental activities increased net position by $366,249 during 2025. The General Fund ended 2025 with fund balance of $3,394,412, compared with $3,027,448 at the end of 2024. General Fund revenues were $1,467,630 and expenditures and other financing uses were $1,100,666 for 2025. At year-end, the District reported $434,127 of water investments and $7,561,871 of capital assets, net of accumulated depreciation. During 2025, the District recorded $9,000 of capital asset additions.

## USING THIS ANNUAL REPORT

This discussion and analysis is intended to serve as an introduction to the Bijou Irrigation District's basic financial statements. The Statement of Net Position and Statement of Activities provide information about the activities of the District as a whole and present a longer-term view of the District's finances. The governmental fund financial statements provide information about the District's General Fund and focus on resources available for current financial needs.

The District's basic financial statements are comprised of three components:

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

## THE DISTRICT AS A WHOLE

The government-wide financial statements are designed to provide readers with information about the District as a whole using the economic resources measurement focus and accrual basis of accounting. The Statement of Net Position presents the District's assets and liabilities, with the difference reported as net position. Over time, increases or decreases in net position may be useful in evaluating changes in the District's financial position. The Statement of Activities presents information showing how the District's net position changed during the year. Revenues and expenses are reported when the underlying event occurs, regardless of the timing of the related cash flows.

## NET POSITION

The following table compares the District's primary-government net position at December 31, 2025 and 2024. In accordance with management's requested presentation, the schedule shows the comparative amounts without a separate net-change column.

| **Primary Government** | **2025** | **2024** |
|---|---|---|
| Current and other assets | $3,473,090 | $3,226,707 |
| Capital assets, net | 7,561,871 | 7,794,608 |
| Total assets | 11,034,961 | 11,021,315 |
| Total liabilities | 3,643,351 | 3,995,954 |
| Deferred inflows of resources | 252,243 | 893,257 |
| Net investment in capital assets | 4,005,871 | 4,007,572 |
| Restricted net position | 473,456 | 346,761 |
| Unrestricted net position | 2,912,283 | 2,671,028 |
| **Total net position** | $7,391,610 | $7,025,361 |

The increase in total net position during 2025 was $366,249. Restricted net position increased to $473,456, while net investment in capital assets was $4,005,871 at year-end.

## REVENUE AND EXPENSES

The following comparison summarizes the District's governmental activities for 2025 and 2024.

| Governmental Activities | 2025 | 2024 |
|---|---|---|
| Total revenues | $1,467,630 | $1,375,591 |
| Total expenses | 1,101,381 | 1,019,512 |
| Change in net position | $366,249 | $356,079 |

For 2025, governmental-activities revenues totaled $1,467,630 and expenses totaled $1,101,381. The change in net position was $366,249.

## THE DISTRICT'S FUND

The District's General Fund is used to account for the District's governmental financial resources. The governmental fund statements focus on near-term inflows and outflows of spendable resources and on balances available at year-end.

| General Fund | 2025 | 2024 |
|---|---|---|
| Revenues | $1,467,630 | $1,375,590 |
| Expenditures and other financing uses | 1,100,666 | 1,095,853 |
| Change in fund balance | 366,964 | 279,737 |
| Ending fund balance | $3,394,412 | $3,027,448 |

The difference between the governmental fund change in fund balance and the government-wide change in net position results from items accounted for differently under the two measurement focuses, including capital assets, depreciation, long-term debt, accrued interest, debt issuance costs and prepaid expenses.

## NOTES TO THE FINANCIAL STATEMENTS

The notes provide additional information that is essential to a full understanding of the data presented in the government-wide and fund financial statements. They include information concerning the District's accounting policies, deposits and investments, water investments, capital assets, notes payable, long-term debt, restricted fund balance and other matters.

## REQUIRED SUPPLEMENTARY INFORMATION

In addition to the basic financial statements and notes, the report presents supplementary budget information comparing the General Fund's 2025 budget with actual revenues and expenditures.

## CAPITAL ASSETS AND WATER INVESTMENTS

At December 31, 2025, the District reported $7,561,871 of capital assets, net of accumulated depreciation, compared with $7,794,608 at December 31, 2024. Depreciation expense for 2025 was $241,737. During 2025, the District recorded a $9,000 equipment addition.

| Primary Government | 2025 | 2024 |
|---|---|---|
| Capital assets, net | $7,561,871 | $7,794,608 |
| Water investments | 434,127 | 434,127 |

Water investments were $434,127 at both December 31, 2025 and 2024. Additional information concerning capital assets and water investments is included in the notes to the financial statements.

## COMPONENT UNIT

The Bijou Irrigation Company is presented as a discretely presented component unit of the District. The District owns a 68% controlling interest in the Company, which owns and maintains the Bijou Number Two Reservoir Facility as an integral part of the District's ditch operations. The District and Company also share certain office space, personnel and expenses. At December 31, 2025, the Company reported total net position of $7,199,001, compared with $6,956,733 at December 31, 2024. During 2025, the Company recorded $120,970 of capital asset additions and $123,155 of depreciation expense. The component unit is presented separately from the District's primary-government amounts in the government-wide financial statements.

**LONG-TERM DEBT**

At December 31, 2025, the District had $3,556,000 of outstanding principal on three Colorado Water Conservation Board notes related to the Spillway, Diversion Structure Rehabilitation and Dike Rehabilitation projects. The District made scheduled debt-service payments during 2025 and maintained restricted resources in accordance with the note agreements. At year-end, $449,856 of fund balance was restricted for debt repayment. Additional information concerning the notes payable and related reserves is included in the notes to the financial statements.

**ECONOMIC FACTORS**

The District's principal General Fund revenue sources are acreage assessments and recreation fees. At December 31, 2025, the District held $2,707,461 in COLOTRUST and $187,767 in bank deposits. Of the District's year-end fund balance, $449,856 was restricted for debt repayment and $23,600 was restricted for the TABOR emergency reserve. The financial statements also reflect the District's ongoing capital-asset activity and scheduled debt service. This MD&A does not include projections or assumptions about future financial results.

**MAJOR ACTIVITIES AND PLANNED PROJECTS**

During 2025, the District recorded a $9,000 equipment addition and $241,737 of depreciation expense. The District also reduced outstanding principal on its Colorado Water Conservation Board notes while maintaining the debt-service reserves required by the related note agreements.

The District plans to replace two drains at the Empire Reservoir Outlet Embankment near the end of 2026 or during 2027. The estimated cost of the project is approximately $45,000. The District is also continuing work at MacEntyre Dam, including hauling granite to replace and build up rip-rap in the area.

**REQUEST FOR INFORMATION**

This financial report is designed to provide a general overview of the Bijou Irrigation District's finances for interested readers. Questions concerning the information provided in this report or requests for additional financial information should be addressed to the Bijou Irrigation District, Fort Morgan, Colorado.

THE BIJOU IRRIGATION DISTRICT
STATEMENT OF NET POSITION
December 31, 2025

| | Governmental Activities | Component Unit |
|---|---|---|
| Assets | | |
| Current Assets | | |
| Cash | $ 273,177 | $ 1,695,541 |
| Investments | 2,257,605 | 1,798,808 |
| Prepaid expenses | 21,398 | 21,398 |
| Total Current Assets | 2,552,180 | 3,515,747 |
| Capital Assets | | |
| Land | 298,541 | 313,255 |
| Ditch rights | 15,773 | - |
| Empire reservoir and improvements | 7,229,340 | 881,913 |
| Bijou canal, reservoir and improvements | - | 2,231,786 |
| Empire spillway | 807,633 | - |
| Equipment | 582,428 | 607,172 |
| Real estate and improvements | 96,631 | 165,671 |
| Chace Pond | - | 99,047 |
| Goedert ponds rights | - | 101,226 |
| Diversion rehabilitation structure | 2,918,619 | - |
| Less: Accumulated depreciation | (4,387,094) | (1,832,732) |
| Total Capital Assets, net | 7,561,871 | 2,567,338 |
| Other Assets | | |
| Cash restricted | - | 37,376 |
| Investments - restricted | 449,856 | - |
| Water rights and decree | 434,127 | 1,515,041 |
| Retained patronage | 4,385 | 6,917 |
| Unamortized debt issuance costs - net | 32,542 | 3,434 |
| Total Other Assets | 920,910 | 1,562,768 |
| Total Assets | 11,034,961 | 7,645,853 |
| Deferred Outflows of Resources | | |
| Acreage assessments receivable | 252,243 | - |
| Liabilities | | |
| Accounts payable | 32,884 | 32,956 |
| Due to Bijou Irrigation Company | 7,985 | - |
| Accrued payroll and payroll liabilities | - | 3,989 |
| Accrued interest payable | 46,482 | 5,315 |
| Current maturities of long-term notes payable | 113,826 | 28,267 |
| Total Current Liabilities | 201,177 | 70,527 |
| Long-term Liabilities | | |
| Notes payable | 3,442,174 | 376,325 |
| Total Liabilities | 3,643,351 | 446,852 |
| Deferred Inflows of Resources | | |
| Deferred acreage assessment revenue | 252,243 | - |
| Net Position | | |
| Capital Stock | - | 200,000 |
| Net invested in capital assets | 4,005,871 | 2,162,746 |
| Restricted | 473,456 | 72,876 |
| Unrestricted | 2,912,283 | 4,763,379 |
| Total Net Position | $ 7,391,610 | $ 7,199,001 |

The accompanying notes and independent auditors' report should be read with this statement.

THE BIJOU IRRIGATION DISTRICT
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2025

| Functions/Programs | Expenses | Program Revenues: Charges for Services | Program Revenues: Government Grants | Net Governmental Activities | Component Unit |
|---|---|---|---|---|---|
| Governmental Activities | | | | | |
| General government | $ 273,409 | $ 20,000 | $ - | $ (253,409) | |
| Conservation of natural resources | 744,513 | 295,900 | - | (448,613) | |
| Interest on long-term debt | 83,459 | - | | (83,459) | |
| Total Governmental Activities | $ 1,101,381 | $ 315,900 | $ - | (785,481) | |
| Component Unit | | | | | |
| General government | $ 382,177 | $ - | $ - | | $ (382,177) |
| Conservation of natural resources | 764,939 | 423,197 | - | | (341,742) |
| Interest on long-term debt | 9,367 | - | | | (9,367) |
| | $ 1,156,483 | $ 423,197 | $ - | | (733,286) |
| General Revenues | | | | | |
| Acreage/stock assessments | | | | 893,258 | 200,842 |
| Well augmentation assessments | | | | - | 375,531 |
| Interest | | | | 105,799 | 91,823 |
| Patronage income | | | | - | 1,663 |
| Other | | | | 152,673 | 305,695 |
| Total General Revenues | | | | 1,151,730 | 975,554 |
| Change in Net Position | | | | 366,249 | 242,268 |
| Net Position, Beginning of Year | | | | 7,025,361 | 6,956,733 |
| Net Position, End of Year | | | | $ 7,391,610 | $ 7,199,001 |

The accompanying notes and independent auditors' report should be read with this financial statement.

THE BIJOU IRRIGATION DISTRICT
BALANCE SHEET
GOVERNMENTAL FUND
As of December 31, 2025

| | General Fund | |
|---|---|---|
| Assets | | |
| Cash | $ | 273,177 |
| Investments | | 2,257,605 |
| Investments - restricted | | 449,856 |
| Prepaid expenses | | 20,516 |
| Water investments | | 434,127 |
| Total Assets | | 3,435,281 |
| Deferred Outflows of Resources | | |
| Acreage assessments receivable | | 252,243 |
| Total Assets and Deferred Outflows of Resources | $ | 3,687,524 |
| Liabilities | | |
| Accounts payable | $ | 32,884 |
| Due to Bijou Irrigation Company | | 7,985 |
| Total Liabilities | | 40,869 |
| Deferred Inflows of Resources | | |
| Deferred acreage assessment revenue | | 252,243 |
| Fund Equity | | |
| Nonspendable: | | |
| Prepaid expenses | | 20,516 |
| Restricted for: | | |
| Debt service | | 449,856 |
| Emergency | | 23,600 |
| Unassigned | | 2,900,440 |
| Total Fund Equity | | 3,394,412 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Equity | $ | 3,687,524 |
| Amounts reported for governmental activities in the statement of net position are different because: | | |
| Capital assets, retained patronage and debt issuance costs used in governmental activities are not financial resources and, therefore, are not reported in the fund. | | 7,598,798 |
| Long-term liabilities, including capital leases and accrued interest are not due and payable in the current period and, therefore, are not reported in the fund. | | (3,556,000) |
| Interest is accrued on outstanding long-term debt and is not due and payable in the current period and, therefore, is not reported in the fund. | | (46,482) |
| Prepaid expenses reported in governmental activities differ from amounts reported in the governmental fund | | 882 |
| Net Position of Governmental Activities | $ | 7,391,610 |

The accompanying notes and independent auditors' report should be read with this financial statement.

THE BIJOU IRRIGATION DISTRICT
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUND
For the Year Ended December 31, 2025

| | General Fund |
|---|---|
| Revenue | |
| Acreage/stock assessments | $ 893,258 |
| Recreation fees | 20,000 |
| Boating lease revenue | 277,400 |
| Interest | 105,799 |
| Other | 171,173 |
| Total Revenue | 1,467,630 |
| Expenditures | |
| General government | 274,290 |
| Conservation of natural resources | 497,508 |
| Capital outlay | 9,000 |
| Total Expenditures | 784,223 |
| Revenues in Excess (Deficiency) of Expenditures | 683,407 |
| Other Financing Uses | |
| Debt service - Principal | 222,284 |
| Interest | 94,604 |
| Total Other Financing Uses | 316,443 |
| Changes in Fund Balance | 366,964 |
| Fund Balance - Beginning of Year as previously reported | 3,027,448 |
| Fund Balance - End of Year | $ 3,394,412 |

The accompanying notes and independent auditors' report should be read with this financial statement.

THE BIJOU IRRIGATION DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUE,
EXPENDITURES, AND CHANGES IN FUND BALANCE OF THE GOVERNMENTAL FUND
TO THE STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2025

Amounts reported for Governmental Activities in the Statement of Activities are different because:

| | | |
|---|---|---|
| Net change in fund balance of governmental fund | | $ 366,964 |
| Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expense in the statement of activities. This is the amount by which capital outlays exceeded depreciation expense in the period. | | |
| Depreciation expense | $ (241,736) | |
| Capital outlays | 9,000 | (232,736) |
| Repayment of a note payable is an expenditure in the governmental fund, but the repayment reduces long-term liabilities in the statement of net position. This is the amount of debt repayments. | | 222,284 |
| In the statement of activities, certain operating expenses such as interest are measured by the amounts incurred during the year. In the governmental funds; however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). This amount represents the net effect of interest payable on the statement of activities. | | 11,143 |
| Debt issuance costs associated with long-term notes payable are recognized as expenditures and other financing uses in the governmental funds at the time the debt is issued. However, these items are capitalized in the statement of activities and amortized over the life of the debt. This is the amount of amortization on debt issuance costs. | | (2,288) |
| Change in prepaid expenses recognized under the accrual basis of accounting | | 882 |
| Change in net position of governmental activities | | $ 366,249 |

The accompanying notes and independent auditors' report should be read with this financial statement.

## NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of The Bijou Irrigation District (the District) have been prepared in accordance with generally accepted accounting principles in the United States of America (GAAP) applicable to the state and local governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following summary of significant accounting policies is presented to assist the reader in evaluating the District's financial statements.

### A. Reporting Entity

The financial reporting entity consists of the District and organizations for which the District is financially accountable and organizations that raise and hold economic resources for the direct benefit of the District. All funds, organizations, institutions, agencies, departments, and offices that are not legally separate are part of the District. Legally separate organizations for which the District is financially accountable are considered part of the reporting entity. Financial accountability exists if the District appoints a voting majority of the organization's governing board and can impose its will on the organization, or if the organization provides benefits to, or imposes financial burdens on, the District.

Based upon the application of these criteria, The Bijou Irrigation Company has been included as a component unit in the accompanying financial statements.

#### Discretely Presented Component Unit

The District owns controlling interest (68%) of The Bijou Irrigation Company (the Company), a Colorado non-profit corporation. The Company owns and maintains the Bijou Number Two Reservoir Facility, which is an integral part of the District's ditch operations.

The entities are homogeneous in operation of the total water supply and irrigation system and have several common board directors as well as arrangements for sharing office space, personnel, and expenses.

The Bijou Irrigation Company is reported as a discretely presented component unit because of the District's controlling interest of the Company and homogeneous operations. The Company's information is also reported on a calendar-year basis.

The component unit issues separately audited financial statements. Copies of the component unit report can be obtained from The Bijou Irrigation Company, 229 Prospect Street, Fort Morgan, Colorado 80701.

### B. Nature of Operations

The Bijou Irrigation District is a political subdivision of the State of Colorado governed by a five-member board of directors. The District is a Colorado local government unit, which owns and maintains the Empire Reservoir and ditch systems.

### C. Basic Financial Statements

Basic financial statements are presented at both the government-wide and fund financial level. Both levels of statements categorize primary activities as either governmental or business-type. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Basic Financial Statements (continued)

Government-wide financial statements report information about the reporting government as a whole. The effect of inter-fund activity has been removed from these statements. These statements focus on the sustainability of the District as an entity and the change in aggregate financial position resulting from the activities of the year. These aggregated statements consist of the Statement of Net Position and the Statement of Activities. These statements do not include Fiduciary Funds or component units which are fiduciary in nature.

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

Fund financial statements report information at the individual fund level. Each fund is considered to be a separate accounting entity. Funds are classified as governmental, proprietary, and fiduciary. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Non-major funds are consolidated into a single column in the financial section of the basic financial statements.

D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

Governmental fund financial statements use the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets, current liabilities, and fund balances are included on the balance sheet. Operating statements of these funds present net increases and decreases in fund balance (i.e., revenues and other financing sources and expenditures and other financing uses).

Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, are recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenues are recorded in the fiscal year in which the resources are measurable and become available. Available means soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within sixty days of fiscal year-end except for federal and state grants for which a ninety day period is used.

Non-exchange transactions, in which the District receives value without directly giving equal value in return, include grants, entitlements and donations. On an accrual basis revenues from assessments are recognized in the fiscal year for which the assessments are levied. Revenues from grants, entitlements and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis.

On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: assessments, fees, lease revenue, reimbursements, and interest income collected within sixty days after year-end.

The District reports the following major governmental funds:

General Fund
This fund accounts for the financial resources of the District which are not accounted for in any other fund. Principal sources of revenue are acreage assessments and recreation fees. Primary expenditures are for operations, maintenance and general administration.

E. Budgets

The District adopts an annual budget for the General Fund, which is prepared on the cash basis of accounting. The District may authorize supplemental appropriations during the budget year. All budgetary appropriations lapse at year-end..

Colorado statutes provide the following timetable, which is followed in the adoption of budgets:

1) Submission of the proposed budget to the local governing body by October 15 of each year.
2) Certification of acreage assessments to the Board of County Commissioners by December 15.
3) Final adoption of budget and appropriations by December 31 of each year.
4) Acreage assessments due by April 30 of each year if paid in full, or in two installments due February 28 and June 15 of each year.
5) Liens placed on property for which taxes are delinquent in November each year.

F. Encumbrances

The District does not utilize encumbrance accounting.

G. Cash and Investments

Cash and cash equivalents are considered to be cash on demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Investments are recorded at fair value, which approximates cost.

H. Receivables

All trade and acreage assessments receivable are shown net of an allowance for uncollectible accounts. Based upon a review of existing receivables and prior collection experience, the District has determined all receivables to be collectible and no allowance has been established for 2025.

I. Prepaid Expenses

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

J. Capital Assets

Capital assets, which include land and machinery and equipment (furniture, vehicles, computers, etc.), are reported in the Governmental Activities column of the Government-Wide Financial Statements. Capital assets are defined by the District as assets with an initial, individual cost of more than $5,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated or annexed capital assets are recorded at estimated market value at the date of donation or annexation.

The costs of normal maintenance and repairs that do not substantially add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Depreciation on exhaustible assets is recorded as an allocated expense in the Statement of Activities with accumulated depreciation reflected in the Statement of Net Position. Depreciation on the remaining capital assets is provided on the straight-line basis over the following estimated useful lives:

| | |
|---|---|
| Buildings and diversion rehabilitation structure | 25-100 years |
| Empire reservoir | 50-75 years |
| Bijou canal and reservoir | 15-75 years |
| Equipment | 3-20 years |

K. Retained Patronage

Retained patronage includes the District's portion of undistributed earnings in two electrical cooperatives in Colorado. The amount is recorded at cost.

L. Deferred Outflows and Inflows of Resources

In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditures) until then. The District has one item that qualifies for reporting in this category: Deferred acreage assessments which are based on current year land values but will not be realized until the following year.

In addition to liabilities, the statement of financial position reports a separate section for deferred inflows of resources, represents an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The District has one item that qualifies for reporting in this category: Deferred acreage assessment revenue which is based on current year land values but will not be recognized as revenue until the following year.

M. Net Position

Net position is comprised of the various net earnings from operating income, non operating revenues and expenses, and capital contributions. Net position is classified in the following three components:

*Net Investment in Capital Assets* - This component of net position consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets. If there are significant unspent related debt proceeds at year-end, the portion of the debt attributable to the unspent proceeds is not included in the calculation of net investment in capital assets. Rather, that portion of debt is included in the same net position component as the unspent proceeds.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

*Restricted* - This component of net position consists of constraints imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation.

*Unrestricted net position* - This component of net position consists of the net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that do not meet the definition of restricted or "net investment in capital assets."

When an expense is incurred for purposes for which there are both restricted and unrestricted net position available it is the District's policy to apply those expenses to restricted net position to the extent such are available and then to unrestricted net position.

N. Fund Balance

As of December 31, 2025, fund equity balances of the governmental funds are classified as follows:

*Non-spendable* - amounts that cannot be spent either because they are in non-spendable form or because they are legally or contractually required to be maintained intact.

*Restricted* - amounts that can be spent only for specific purposes because of constitutional provisions, charter requirements or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

*Committed* - amounts that can only be used for specific purposes determined by a formal action of the Board of Directors.

*Assigned* - amounts intended to be used for specific purposes that are neither restricted nor committed.

*Unassigned* - all other spendable amounts.

O. Use of Estimates

The preparation of financial statements in accordance with generally accepted accounting principles requires management to make estimates that affect amounts reported in the financial statements during the reporting period. Actual results could differ from such estimates.

NOTE 2. CASH AND INVESTMENTS

A. Cash

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that, in the event of a bank failure, the Town's deposits might not be recovered. However, the Colorado Public Deposit Protection Act (PDPA) requires that deposits of all units of local governments be held at eligible public depositories, whose eligibility is determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. The PDPA allows the institution to create a single collateral pool for all public funds. The pool is to be maintained by another institution of held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the aggregate uninsured deposits.

NOTE 2. CASH AND INVESTMENTS (continued)

Federal Deposit Insurance Corporation (FDIC) coverage totaled $250,000 per institution. The balance held over this limit in any of the institutions falls under the provisions of the PDPA. At December 31, 2025, the carrying amount of the District's deposits in its pool bank accounts totaled $273,127. All of those funds were covered by FDIC insurance. The District has not formally adopted policies regarding interest rate risk or credit risk

B. Investments

Authorized investments - Investment policies are governed by Colorado State Statutes and the Town's own investment policies and procedures. Investments of the County may include:

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

Interest rate risk is the risk that the value of investments will decrease as a result of a rise in interest rates. The Colorado Revised Statutes (C.R.S.) 24-75-601 limits investment maturities to five years or less. All deposits are reported at cost plus accrued interest. All the Town's certificates of deposit mature within one year.

The District has invested $2,707,461 in the Colorado Government Liquid Asset Trust (COLOTRUST) a local government investment pool.

State law further limits investments in money market funds to those institutions with over $1 billion in assets or the highest credit rating by one or more nationally recognized rating agencies. The investment in COLOTRUST meets the state law requirement as the Trust has over $1 billion in assets, is rated AAA by Standard and Poor's, and maintains a constant net asset value of $1 per share.

NOTE 3. WATER INVESTMENTS

General Fund

Water industry related investments are recorded at cost and estimated cost details are as follows:

The Bijou Irrigation District

| | Cost or Estimated Cost |
|---|---|
| Water rights 1871 priority Direct Flow Decree dated March 29, 1909 under which the District is entitled to withdraw 40 cubic feet per second of water from the South Platte River | $ 120,000 |
| Bijou Irrigation Company (component unit) 2,718 shares | 314,127 |
| Total | $ 434,127 |

NOTE 3. WATER INVESTMENTS (continued)

Component Unit - The Bijou Irrigation Company

Water rights represent the estimated cost of water stock and three different water rights under which the Company is entitled to withdraw 516 - 1/3 cubic feet per second of water from the South Platte River. During 1985, the Company acquired a new water decree, which allows for an additional 600 cubic feet per second of water for augmentation purposes. Water stock represents the Company's ownership of stock in various water sources the Company has purchased over the years. The water stock is shown at its cost basis. Water rights summary at December 31, 2025, is as follows:

| | |
|---|---|
| Water decrees | $ 450,733 |
| Water augmentation decree | 102,991 |
| Water stock – 980 units of Colorado Big Thompson | 1 |
| Water stock – 3 shares Jackson Lake | 552,000 |
| Water stock – 7 Putnam Ditch Company shares | 409,316 |
| Total | $ 1,515,041 |

NOTE 4: CAPITAL ASSETS

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

| | Balance December 31, 2024 | Additions | Deletions and Adjustments | Balance December 31, 2025 |
|---|---|---|---|---|
| Governmental Activities | | | | |
| Non-depreciable Assets: | | | | |
| Land | $ 298,541 | $ - | $ - | $ 298,541 |
| Ditch rights | 15,773 | - | - | 15,773 |
| Total non-depreciable Assets | 314,314 | - | - | 314,314 |
| Depreciable Assets: | | | | |
| Empire reservoir and improvements | 7,229,340 | - | - | 7,229,340 |
| Empire Spillway | 807,633 | - | - | 807,633 |
| Equipment | 573,427 | 9,000 | - | 582,428 |
| Real estate and improvements | 96,631 | - | - | 96,631 |
| Diversion rehabilitation structure | 2,918,620 | - | - | 2,918,620 |
| Less: Accumulated Depreciation | (4,145,357) | (241,737) | - | (4,387,094) |
| Net Depreciable Capital Assets | 7,480,294 | (232,736) | - | 7,247,558 |
| Total Assets – Governmental Activities | $ 7,794,608 | $ (232,737) | $ - | $ 7,561,871 |

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

| | |
|---|---|
| Conservation of Natural Resources | $241,737 |

NOTE 4: CAPITAL ASSETS (continued)

Capital asset activity for Bijou Irrigation Company (component unit) for the year ended December 31, 2025 was as follows:

| | Balance December 31, 2024 | Additions | Deletions and Adjustments | Balance December 31, 2025 |
|---|---|---|---|---|
| Governmental Activities | | | | |
| Non-depreciable Assets: | | | | |
| Land | $ 313,255 | $ - | $ - | $ 313,255 |
| Total non-depreciable Assets | 313,255 | - | - | 313,255 |
| Depreciable Assets: | | | | |
| System improvements | 1,190,914 | - | - | 1,190,914 |
| Bijou Ditch and Bijou #2 Reservoir | 928,903 | 111,970 | - | 1,040,873 |
| Equipment | 598,171 | 9,000 | - | 607,171 |
| Real estate and improvements | 165,671 | - | - | 165,671 |
| Chace pond | 99,047 | - | - | 99,047 |
| Goedert pond rights | 101,226 | - | - | 101,226 |
| Diversion rehabilitation structure | 881,913 | - | - | 881,913 |
| Less: Accumulated Depreciation | (1,709,577) | (123,155) | - | (1,832,732) |
| Net Depreciable Capital Assets | 2,256,268 | (2,185) | - | 2,254,083 |
| Total Assets – Governmental Activities | $ 2,569,523 | $ (2,185) | $ - | $ 2,567,338 |

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

| | |
|---|---|
| Conservation of Natural Resources | $123,155 |

NOTE 5. NOTES PAYABLE

District - Colorado Water Conservation Board - Spillway - On September 8, 2006, the District issued a promissory note in the amount of $672,660 to the Colorado Water Conservation Board (CWCB) to construct a new spillway structure. On August 20, 2007, the District received an additional amount of $51,290 as part of a renegotiation of the note agreement. The renegotiated note requires annual payments in the amount of $34,589 commencing January 1, 2009. The final payment is due on January 1, 2038. The note bears interest at 2.5%. The spillway structure is provided as collateral on the note. The January 1, 2026 payment was made during 2025, and therefore there is no “current” portion due. The balance of this note at December 31, 2025 was $354,802 and the amount of interest paid during 2025 was $9,497.

The District levied an annual special assessment to the District land owners in the amount of to fund the annual payment of the note. A component of the note agreement requires the District to establish a reserve of all levied amounts pertaining to note repayment. In addition, the note agreement requires the District to establish a debt service reserve account. The District has combined both reserves into a single account held at ColoTrust (see Note 2). The debt service reserve amount is equal to one note payment with one-tenth of the payment amount deposited on the due date of the first payment and annually thereafter for the first ten years. In lieu of the ten-year funding option, the District has deposited an amount equal to one annual payment ($34,589) in one lump sum payment into the ColoTrust account noted above. The balance in the reserve account at December 31, 2025 was $43,059, including accumulated interest of $8,470.

NOTE 5. NOTES PAYABLE (continued)

The total amount of restricted cash reserves with respect to the Spillway note payable at December 31, 2025 was $34,589.

Principal and interest payments are summarized as follows:

| Payment Due Date | Interest Rate | Principal Maturity | Interest Requirements | Total Debt Requirements |
|---|---|---|---|---|
| 2026 | 2.50% | $ - | $ - | $ - |
| 2027 | 2.50% | 25,719 | 8,870 | 34,589 |
| 2028 | 2.50% | 26,362 | 8,227 | 34,589 |
| 2029 | 2.50% | 27,020 | 7,568 | 34,589 |
| 2030 | 2.50% | 27,696 | 6,893 | 34,589 |
| 2031-2035 | 2.50% | 149,220 | 23,724 | 172,944 |
| 2036-2038 | 2.50% | 98,785 | 4,980 | 103,765 |
| | | $ 354,802 | $ 60,262 | $ 415,064 |

District - Colorado Water Conservation Board - Diversion Structure Rehabilitation - On March 7, 2008, the District issued a promissory note in the amount of $654,480 to the Colorado Water Conservation Board (CWCB) for the Diversion Structure Rehabilitation project. On December 1, 2008 the District received an additional amount of $1,436,220 for a total of $2,090,700. The note requires annual principal and interest payments in the amount of $96,589. The note bears interest at 2.25% with a thirty-year term. The diversion structure is provided as collateral on the note. The balance of the note payable to CWCB at December 31, 2025 was $728,914 and the amount of interest paid during 2025 was $18,165.

The District levied an annual special assessment to the stockholders in the amount of $96,644 to fund the annual payment of the note and the debt service reserve account. A component of the note agreement requires the District to establish a reserve of all levied amounts pertaining to note repayment. In addition, the note agreement requires the District to establish a debt service reserve account The District has combined both reserves into a single account held at ColoTrust (See Note 2). The debt service reserve amount is equal to one note payment with one-tenth of the payment amount ($96,589) deposited on the due date of the first payment and annually thereafter for the first ten years. In lieu of the ten-year funding option, the District has deposited an amount equal to one annual payment ($96,589) in one lump sum payment into the ColoTrust account noted above. The balance in the reserve account at December 31, 2025 was $120,239 including accumulated interest of $23,650.

The total amount of restricted cash reserves with respect to the Diversion Structure Rehabilitation note payable at December 31, 2025 was $96,586.

Principal and interest payments are summarized as follows:

| Payment Due Date | Interest Rate | Principal Maturity | Interest Requirements | Total Debt Requirements |
|---|---|---|---|---|
| 2026 | 2.25% | $ - | $ - | $ - |
| 2027 | 2.25% | 80,188 | 16,401 | 96,589 |
| 2028 | 2.25% | 81,993 | 14,596 | 96,589 |
| 2029 | 2.25% | 83,837 | 12,752 | 96,589 |
| 2030 | 2.25% | 85,724 | 10,865 | 96,589 |
| 2031-2035 | 2.25% | 397,172 | 24,511 | 421,683 |
| | | $ 728,914 | $ 79,125 | $ 808,039 |

NOTE 5. NOTES PAYABLE (continued)

District - Colorado Water Conservation Board - Dike Rehabilitation Project - On March 7, 2008, the District obtained a note with the CWCB in the amount of $2,408,850 for the Dike Rehab Project. On December 1, 2008 the District received an additional loan amount of $2,045,250 for a total of $4,454,100. The note bears an interest rate of 2.25% and has a thirty-year term. The project was deemed substantially complete in March 2011 with the first annual note payment due in March 2012. At December 31, 2025, the total principal outstanding was $2,472,284. The District paid $58,489 of interest on this note during 2025.

Annual principal and interest payments are $185,710 and the note is secured by the structure and pledged assessment revenues. A component of the note agreement requires the District to establish a reserve of all levied amounts pertaining to note repayment. In addition, the note agreement requires the District to establish a debt service reserve account. The debt service reserve amount will be equal to one note payment with one-tenth of the payment amount set aside each year.

In lieu of the ten-year funding option, the District has deposited an amount equal to one annual payment ($185,710) in one lump sum payment into the ColoTrust account noted above. The balance in the reserve account at December 31, 2025 was $231,181, including accumulated interest of $45,471. The District levied an annual assessment to District land owners in the amount of $185,095 for debt servicing. The total amount of restricted cash reserves with respect to the Dike Rehabilitation Project note payable at December 31, 2025 was $182,710.

Principal and interest payments are summarized as follows:

| Payment Due Date | Interest Rate | Principal Maturity | Interest Requirements | Total Debt Requirements |
|---|---|---|---|---|
| 2026 | 2.25% | $ 130,083 | $ 55,627 | $ 185,710 |
| 2027 | 2.25% | 133,010 | 52,700 | 185,710 |
| 2028 | 2.25% | 136,003 | 49,707 | 185,710 |
| 2029 | 2.25% | 139,063 | 46,647 | 185,710 |
| 2030 | 2.25% | 142,192 | 43,518 | 185,710 |
| 2031-2035 | 2.25% | 760,413 | 168,135 | 928,548 |
| 2036-2040 | 2.25% | 849,897 | 78,651 | 928,548 |
| 2041 | 2.25% | 181,623 | 844 | 182,467 |
| | | $ 2,472,284 | $ 495,829 | $ 2,968,113 |

Note Payable - The Bijou Irrigation Company (Component Unit)

On October 5, 2007, the Company issued a note payable for an amount of $800,299 with an interest rate of 2.25% to the Colorado Water Conservation Board (CWCB). The note financed the construction of the Diversion Rehabilitation Structure. The Structure is provided as collateral on the note. The note requires annual payments of principal and interest of $37,376, with the initial payment due June 2009. The term of the note repayment is 30 years, and the amount outstanding at December 31, 2025 was $404,592. The Company paid $9,730 of interest during 2025.

NOTE 5. NOTES PAYABLE (continued)

Note Payable - The Bijou Irrigation Company (Blended Component Unit)

The Company levies an annual special assessment to the stockholders to fund the annual principal and interest payments on the note. A component of the note agreement requires the Company to establish a reserve of all levied amounts pertaining to note repayment. During 2025, assessments for debt service totaled $37,360. In addition, the note agreement requires the Company to establish a debt service reserve account. The debt service reserve amount is equal to one note payment with one-tenth of the payment amount deposited on the due date of the first payment and annually thereafter for the first ten years. In lieu of the ten-year funding option, the Company has deposited an amount equal to one annual payment in one lump sum into a separate, interest-bearing depository account. The balance in the depository reserve account at December 31, 2025 was $43,803, including accumulated interest of $6,427.

The amount of restricted cash reserves at December 31, 2025 was $37,376 (Note 2).

Principal and interest payments are summarized as follows:

| Payment Due Date | Interest Rate | Principal Maturity | Interest Requirements | Total Debt Requirements |
|---|---|---|---|---|
| 6/1/2026 | 2.25% | 28,267 | 9,108 | 37,375 |
| 6/1/2027 | 2.25% | 28,903 | 8,472 | 37,375 |
| 6/1/2028 | 2.25% | 29,554 | 7,821 | 37,375 |
| 6/1/2029 | 2.25% | 30,219 | 7,157 | 37,375 |
| 6/1/2030 | 2.25% | 30,899 | 6,477 | 37,375 |
| 2031-2035 | 2.25% | 165,240 | 21,639 | 186,879 |
| 2036-2038 | 2.25% | 91,510 | 3,790 | 95,300 |
| | | $ 404,592 | $ 64,465 | $ 469,057 |

NOTE 6. CHANGES IN LONG-TERM DEBT

| | Balance 12/31/2024 | Additions | Reductions | Balance 12/31/2025 | Due in one year |
|---|---|---|---|---|---|
| Governmental-type Activities: | | | | | |
| Note Payable – Spillway | $ 379,893 | $ - | $ 25,091 | $ 354,802 | $ - |
| Note Payable – Diversion Structure | 807,338 | - | 78,424 | 728,914 | - |
| Note Payable – Diversion Structure (Component Unit) | 432,238 | - | 27,645 | 404,593 | 28,267 |
| Note Payable – Dike Rehab | 2,599,505 | - | 127,221 | 2,472,284 | 130,083 |
| | | | - | - | - |
| Total | $ 4,218,974 | $ - | $ 258,381 | $ 3,960,593 | $ 158,350 |

## NOTE 7. RESTRICTED FUND BALANCE

The Boards of Directors of the District and Company have restricted $23,600 and $35,500, respectively, of the ending Fund Balance for emergencies at December 31, 2025 as required by Section 20 to Article X of the Colorado Constitution, also known as the Taxpayer's Bill of Rights (TABOR). The restricted amounts are equal to three percent of nonexempt revenues.

The Boards of Directors of the District and Company have also restricted $449,856 and $37,376, respectively, of fund balance for use in debt repayment in connection with terms of the various note agreements with the Colorado Water Conservancy Board.

## NOTE 8. WATER LEASE

During 2025, the Company leased its units of Colorado Big Thompson (CBT) water to various entities under cash lease agreements. The fee was $253,554 for 2025.

## NOTE 9. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District and the Company purchase commercial insurance to cover all of the risks listed above. Settled claims have not exceeded this commercial coverage in any of the past three years.

## NOTE 10. SUBSEQUENT EVENTS

The District has evaluated subsequent events through the date of the report, which is the date the financial statements were available to be issued. No events were noted that would require adjustment to or disclosure in the financial statements.

THE BIJOU IRRIGATION DISTRICT
SCHEDULES OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND AND COMPONENT UNIT
December 31, 2025

| | General Fund | | | Component Unit | | |
|---|---|---|---|---|---|---|
| | Budgeted Amts Original & Final | Actual Amounts | Variance - Favorable (Unfavorable) | Budgeted Amts Original & Final | Actual Amounts | Variance - Favorable (Unfavorable) |
| Revenue | | | | | | |
| Acreage/stock assessments | $ 893,257 | $ 893,258 | $ 1 | $ 205,360 | $ 200,842 | $ (4,518) |
| Well augmentation assessments | - | - | - | 341,920 | 375,531 | 33,611 |
| Interest | 53,000 | 105,799 | 52,799 | 3,500 | 91,823 | 88,323 |
| Other | 479,750 | 468,573 | (11,177) | 748,598 | 580,912 | (167,686) |
| Running fees | - | - | - | 135,002 | 149,643 | 14,641 |
| Total Revenue | 1,426,007 | 1,467,630 | 41,623 | 1,434,380 | 1,398,751 | (35,629) |
| Expenditures | | | | | | |
| General Govemment | 262,308 | 274,290 | (11,982) | 451,485 | 382,174 | 69,311 |
| Conservation of Natural Resources | 752,268 | 497,508 | 254,760 | 803,691 | 637,818 | 165,873 |
| Capital outlay | 32,500 | 9,000 | 23,500 | 350,427 | 120,970 | 229,457 |
| Capital outlay" small equipment | 10,000 | 3,425 | 6,575 | 13,000 | 3,705 | 9,295 |
| Total Expenditures | 1,057,076 | 784,223 | 272,853 | 1,618,603 | 1,144,667 | 473,936 |
| Revenues in Excess (Deficiency) of Expenditures | 368,931 | 683,407 | 314,476 | (184,223) | 254,084 | 438,307 |
| Other Financing Sources (Uses) | | | | | | |
| Debt service - principal | 215,606 | 222,284 | 6,678 | (27,646) | (27,646) | - |
| - interest | 102,860 | 94,604 | (8,256) | (9,730) | (9,730) | - |
| Total Other Financing Sources (Uses) | 317,466 | 316,443 | (1,023) | (37,376) | (37,376) | - |
| Revenues and Other Financing Sources (Uses) in Excess of Expenditures - Budget Basis | $ 686,397 | $ 366,964 | $ 313,453 | $ (221,599) | 216,708 | $ 438,307 |
| Fund Balance Beginning of year as previously reported | | 3,027,448 | | | 4,614,511 | |
| Fund Balance End of year (Note 8) | | $3,394,412 | | | $4,831,219 | |

THE BIJOU IRRIGATION DISTRICT
SCHEDULES OF REVENEUS, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
GENERAL FUND
For the Years Ended December 31, 2025 and 2024

| | 2025 | | | | 2024 | | | |
|---|---|---|---|---|---|---|---|---|
| | Budgeted Amts | | | | Budgeted Amounts | | | |
| | Original & Final | Final | Actual Amounts | Variance - Favorable (Unfavorable) | Original | Final | Actual Amounts | Variance - Favorable (Unfavorable) |
| Revenue | | | | | | | | |
| Acreage/stock assessments | 893,257 | 893,257 | 893,258 | 1 | 893,257 | 893,257 | 893,258 | 1 |
| Interest | 53,000 | 53,000 | 105,799 | 52,799 | 15,000 | 15,000 | 93,934 | 78,934 |
| Miscellaneous | 58,200 | 58,200 | 152,673 | 94,473 | 45,750 | 45,750 | 42,148 | (3,602) |
| Boating lease revenue | 331,550 | 331,550 | 277,400 | (54,150) | 249,975 | 249,975 | 282,150 | 32,175 |
| Recreation fees | 20,000 | 20,000 | 20,000 | - | 16,000 | 16,000 | 16,000 | - |
| Crossing fees | 50,000 | 50,000 | - | (50,000) | 10,000 | 10,000 | 30,000 | 20,000 |
| Empire rights assessments | 20,000 | 20,000 | 18,500 | (1,500) | 20,000 | 20,000 | 18,100 | (1,900) |
| Easements | - | - | - | - | - | - | | - |
| Total Revenue | 1,426,007 | 1,426,007 | 1,467,630 | 41,623 | 1,249,982 | 1,249,982 | 1,375,590 | 125,608 |
| Expenditures | | | | | | | | |
| General Govemment | | | | | | | | |
| Salary | 58,058 | 58,058 | 60,661 | (2,603) | 54,000 | 54,000 | 54,260 | (260) |
| Employee benefits | 17,480 | 17,480 | 10,917 | 6,563 | 17,480 | 17,480 | 10,917 | 6,563 |
| Rent | 9,850 | 9,850 | 12,967 | (3,117) | 9,850 | 9,850 | 9,208 | 642 |
| Telephone | 2,000 | 2,000 | - | 2,000 | 2,000 | 2,000 | 215 | 1,785 |
| Supplies | 3,550 | 3,550 | 1,200 | 2,350 | 2,300 | 2,300 | 2,752 | (452) |
| Miscellaneous | 9,150 | 9,150 | 3,931 | 5,219 | 8,150 | 8,150 | 5,638 | 2,512 |
| Licenses and fees | 5,800 | 5,800 | 3,667 | 2,133 | 5,650 | 5,650 | 7,939 | (2,289) |
| Directors fees | 8,500 | 8,500 | 5,200 | 3,300 | 8,500 | 8,500 | 5,100 | 3,400 |
| Insurance | 41,032 | 41,032 | 43,883 | (2,851) | 32,718 | 32,718 | 37,984 | (5,266) |
| Legal and accounting | 95,000 | 95,000 | 123,145 | (28,145) | 83,900 | 83,900 | 101,604 | (17,704) |
| Utilities | 4,500 | 4,500 | 4,732 | (232) | 3,500 | 3,500 | 5,655 | (2,155) |
| Payroll taxes | 7,388 | 7,388 | 3,987 | 3,401 | 7,388 | 7,388 | 3,987 | 3,401 |
| Total General Government | 262,308 | 262,308 | 274,290 | (11,982) | 235,436 | 235,436 | 245,259 | (9,823) |
| Conservation of Natural Resources | | | | | | | | |
| Operations | | | | | | | | |
| Salary | 156,644 | 156,644 | 118,014 | 38,630 | 129,950 | 129,950 | 130,204 | (254) |
| Payroll taxes | 6,938 | 6,938 | 9,835 | (2,897) | 6,150 | 6,150 | 10,341 | (4,191) |
| Employee benefits | 15,314 | 15,314 | 28,697 | (13,383) | 16,064 | 16,064 | 20,365 | (4,301) |
| Rent | - | - | - | - | | - | | - |
| Engineering | 45,000 | 45,000 | 35,298 | 9,702 | 61,000 | 61,000 | 15,287 | 45,713 |
| Utilities | 3,000 | 3,000 | 3,997 | (997) | 4,000 | 4,000 | 3,570 | 430 |
| Communications | 6,500 | 6,500 | 7,289 | (789) | 6,300 | 6,300 | 5,163 | 1,137 |
| Mileage | 1,500 | 1,500 | - | 1,500 | 1,500 | 1,500 | 30 | 1,470 |
| Maintenance | | | | | | | | |
| Maintenance | 344,200 | 344,200 | 144,180 | 200,020 | 169,150 | 169,150 | 104,269 | 64,881 |
| Equipment rental and repairs | 32,350 | 32,350 | 10,656 | 21,694 | 27,650 | 27,650 | 13,221 | 14,429 |
| Assessments | 139,542 | 139,542 | 139,542 | - | 139,542 | 139,542 | 139,542 | - |
| Water running fees | 1,280 | 1,280 | - | 1,280 | 1,280 | 1,280 | - | 1,280 |
| Capital oullay | 32,500 | 32,500 | 9,000 | 23,500 | 117,428 | 117,428 | 92,654 | 24,774 |
| Capital outlay - small equipment | 10,000 | 10,000 | 3,425 | 6,575 | - | - | - | - |
| Total Conservation of Natural Resources | 794,768 | 794,768 | 509,933 | 284,835 | 680,014 | 680,014 | 534,646 | 145,368 |
| Total Expenditures | 1,057,076 | 1,057,076 | 784,223 | 272,853 | 915,450 | 915,450 | 779,905 | 135,545 |
| Revenues in Excess (Deficiency) of Expenditures | 368,931 | 368,931 | 683,407 | 314,476 | 334,532 | 334,532 | 595,685 | 261,153 |
| Other Financing Sources (Uses) | | | | | | | | |
| Debt issuance | (1,000) | (1,000) | (445) | 555 | 1,000 | 1,000 | 1,503 | 503 |
| Debt service fee | - | - | - | - | | - | - | - |
| Debt service - principal | 215,606 | 215,606 | 222,284 | 6,678 | (215,606) | (215,606) | (214,027) | 1,579 |
| - interest | 102,860 | 102,860 | 94,603 | (8,257) | (102,860) | (102,860) | (103,424) | (564) |
| Total Other Financing Sources (Uses) | 317,466 | 317,466 | 316,442 | (1,024) | (317,466) | (317,466) | (315,948) | 1,518 |
| Change in Fund Balance - Budget Basis | $ 686,397 | $ 686,397 | $ 999,849 | $ 313,452 | $ 17,066 | $ 17,066 | $ 279,737 | $ 262,671 |