# THOMPSON RIVERS PARKS AND RECREATION DISTRICT

## FINANCIAL STATEMENTS

Year Ended December 31, 2025

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A Professional Corporation of
Certified Public Accountants

Independent Auditors' Report

Board of Directors
Thompson Rivers Parks and Recreation District
Milliken, Colorado

**Opinions**

We have audited the accompanying balance sheet/statement of net position, and the statement of revenue, expenditures and changes in fund balance/statement of activities of the governmental activities and the major fund of Thompson Rivers Parks and Recreation District (the District) as of December 31, 2025 and for the year then ended, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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

**Basis for Opinions**

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

**Responsibilities of Management for the Financial Statements**

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



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In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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

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

In performing an audit in accordance with GAAS, we:

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

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

**Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the General Fund budgetary comparison schedule 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.

Anderson & Whitney, P.C.

July 23, 2026

## MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the report provides readers with a narrative overview and analysis of the financial activities of the Thompson Rivers Parks and Recreation District for the year ended December 31, 2025. We encourage readers to consider the information presented here in conjunction with the basic financial statements to enhance their understanding of the District's financial performance.

## FINANCIAL HIGHLIGHTS

* Assets exceeded liabilities by $6,312,760 at December 31, 2025.
* The General Fund balance was $7,712,424 as of December 31, 2025. Of this amount, $211,349 is restricted for emergencies.
* The December 31, 2025 General Fund balance is $6,183,034 more than the previous year.

## OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The basic financial statements contain three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements.

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

The *statement of net position* presents information on all of the District's assets and liabilities, with the difference between the two reported as *net position.* Over time, increases or decreases in net position may serve as a useful indicator of whether the District's financial position is improving or deteriorating.

The *statement of activities* presents information showing how the government's net position changed during the fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows.* Thus, revenues and expenses are reported in the statement for some items that will only result in cash flows in future fiscal periods.

**Fund Financial Statements.** A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The District has one governmental fund, a General Fund.

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

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

The basic governmental fund financial statements can be found on pages 9 and 11 of this report.

**Notes to the Financial Statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 14 through 27 of this report.

**Budgetary Comparisons.** The District adopts an annual appropriated budget for the General Fund. A budgetary comparison schedule has been provided for the General Fund on pages 29 through 31 of this report.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

**Net Position.** As noted earlier, net position may serve over time as a useful indicator of a government's financial position. As of December 31, 2025, assets exceeded liabilities by $6,312,760.

The following table provides a summary of the District's net position:

| December 31 | 2025 | 2024 |
|---|---|---|
| Assets: | | |
| Current and other assets | $ 12,011,192 | $ 5,669,123 |
| Capital assets | 19,504,145 | 20,050,266 |
| Total Assets | 31,515,337 | 25,719,389 |
| Liabilities: | | |
| Current and other liabilities | 1,160,735 | 1,031,923 |
| Long-term liabilities | 19,849,039 | 14,831,678 |
| Total Liabilities | 21,009,774 | 15,863,601 |
| Deferred Inflows of Resources: | | |
| Deferred Property Taxes | 4,192,803 | 3,971,992 |
| Total Deferred Inflows | 4,192,803 | 3,971,992 |
| Net Position: | | |
| Net Investment in capital assets | 4,508,603 | 4,718,176 |
| Restricted | 211,349 | 200,583 |
| Unrestricted | 1,592,808 | 965,037 |
| Total Net Position | $ 6,312,760 | $ 5,883,796 |

The portion of the District's net position that represents unrestricted net position which may be used to meet the District's ongoing obligations to patrons is $1,592,808.

Another significant portion of the District's net position reflects its investment in capital assets. These assets include land, building, equipment, and vehicles. These capital assets are used to provide services to patrons; consequently, they are not available for future spending.

An additional $211,349 of the District's net position represents resources that are subject to external restriction on how they may be used. Included in this category are the TABOR emergency reserves of $211,349.

The following table indicates the changes in net position:

| Years Ended December 31 | 2025 | 2024 |
|---|---|---|
| Revenues: | | |
| General revenues: | | |
| Property and S.O. taxes | $4,137,733 | $ 4,218,535 |
| Charges for services | 2,282,322 | 1,979,510 |
| Conservation trust funds | 173,887 | 169,767 |
| Insurance proceeds | 101,520 | 6,877 |
| IGA field house payment | 200,000 | 200,000 |
| Other revenue and grants | 179,643 | 129,351 |
| Total Revenues | 7,075,105 | 6,704,040 |
| Expenses: | | |
| Program costs | 3,051,729 | 2,703,479 |
| Administration and operating cost | 1,907,651 | 1,562,331 |
| Interest | 669,820 | 662,515 |
| Depreciation and amortization | 1,016,941 | 882,474 |
| Total Expenses | 6,646,141 | 5,810,799 |
| Increase in Net Position | $ 428,964 | $ 893,241 |

**Governmental Activities.** Governmental activities increased the District's net position by $428,964 in 2025. Key elements of this increase are as follows:

* Total revenues were $7,075,105, up 5.5% from the prior year. This is primarily due to increased charges for service related revenue as well as insurance payouts received during the year.
* Expenses totaled $6,646,141. This represents an 14.3% increase over the previous year, primarily due to increased salaries and benefits in program costs and administration and operating costs and increased depreciation and amortization.

## GENERAL FUND BUDGETARY HIGHLIGHTS

The District's budget is prepared according to Colorado statutes:

| Year Ended December 31, 2025 | Final Budget | Actual |
|---|---|---|
| Beginning Fund Balance | $ 1,529,390 | $ 1,529,390 |
| Revenue | 6,547,745 | 7,044,976 |
| Expenditures | (6,577,745) | (6,556,959) |
| Other Financing Sources | 30,000 | 5,695,017 |
| Ending Fund Balance | $ 1,529,390 | $ 7,712,424 |

## CAPITAL ASSETS AND DEBT AMINISTRATION

***Capital Assets.*** The District's investment in capital assets for its governmental fund activities as of December 31, 2025 totals $19,504,145 (net of accumulated depreciation and amortization). This investment includes all land, buildings and equipment. The decrease in investment in capital assets for the current year was $546,121, primarily due to depreciation exceeding capital additions that are not related to financed purchases or lease assets. Additional information on the District's capital assets can be found in Note 3 of this report.

***Long-term Debt.*** At December 31, 2025, the District had $20,773,769 of long-term debt primarily related to the leases collateralized by the Nelson Ballfield, Milliken Athletic Complex and land, the Mad Russian Golf Course and event center and pool expansion.. Additional information on the District's debt can be found in Note 4.

## OTHER MATTERS

The following factors are expected to have a significant effect on the District's financial position and results of operations and were taken into account in developing the 2026 budget:

- **Revenues**: Property taxes remain relatively flat. The District views this as a positive considering difficult economic conditions nationally as well as declining property taxes in surrounding communities. While operating revenue was at a record high in 2024, District staff still sees room for growth. We project another record revenue year for operations (largely golf course related) with revenue growth slowing in 2026.

- **Property & Severance Taxes**: Property tax receivable was flat year over year. Property tax revenues will shift in the near future to be more dependent on commercial and residential values and less dependent on oil and gas valuations. In the near term the district will continue to budget conservatively to help buffer swings in oil and gas related revenue.

- **Expenses**: The District continues to focus expenses on facility maintenance and repair. Parking lot repair, pool repairs, and HVAC repairs are a top priority in 2026. The district plans to purchase three vehicles in accordance with its fleet management plan as well as one mower. The district has budgeted an additional employee in the Community Impact Department as a result of board and staff input in the WIN process. The District will continue to be conservative with expenses, reserving funds for a proposed future new admin and program space.

- **Forward Looking:** As the district continues to grow both in revenue, facilities managed and residents served, we will continue to be guided by our board/ staff planning process and three year strategic plan. The district is currently focused on increased financial literacy at all levels in the organization, population growth hotspots (specifically west Johnstown), and maximizing uses of current community assets. We expect these areas to drive our budgeting for the next two years.

## CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

The financial report is designed to provide a general overview of the District's finances for those with an interest. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the District, 320 Centennial Drive, Milliken, Colorado 80543.

## THOMPSON RIVERS PARK AND RECREATION DISTRICT

## BALANCE SHEET / STATEMENT OF NET POSITION

| December 31, 2025 | General Fund | Adjustments | Statement of Net Position |
|---|---|---|---|
| ASSETS | | | |
| Current Assets: | | | |
| Cash and cash equivalents | $ 2,012,995 | $ - | $ 2,012,995 |
| Property taxes receivable | 4,192,803 | - | 4,192,803 |
| Other receivables | 524 | - | 524 |
| Inventory | 22,993 | - | 22,993 |
| Prepaid items | 3,650 | - | 3,650 |
| Total Current Assets | 6,232,965 | - | 6,232,965 |
| Capital Assets: | | | |
| Land | - | 1,672,000 | 1,672,000 |
| Building | - | 7,389,243 | 7,389,243 |
| Building improvements | - | 69,471 | 69,471 |
| Land improvements | - | 5,160,334 | 5,160,334 |
| Leasehold improvements | - | 408,367 | 408,367 |
| Vehicles and equipment | - | 2,409,094 | 2,409,094 |
| Intangible assets | - | 18,900 | 18,900 |
| Lease assets | - | 7,574,790 | 7,574,790 |
| Total Capital Assets | - | 24,702,199 | 24,702,199 |
| Less Accumulated Depreciation/ Amortization | - | (5,198,054) | (5,198,054) |
| Total Capital Assets, Net | - | 19,504,145 | 19,504,145 |
| Other Assets: | | | |
| Unspent lease proceeds | 5,778,227 | - | 5,778,227 |
| TOTAL ASSETS | $ 12,011,192 | $ 19,504,145 | $ 31,515,337 |

Continued on next page

## THOMPSON RIVERS PARK AND RECREATION DISTRICT

## BALANCE SHEET / STATEMENT OF NET POSITION - Continued

| December 31, 2025 | General Fund | Adjustments | Statement of Net Position |
|---|---|---|---|
| LIABILITIES AND DEFERRED INFLOWS | | | |
| Current Liabilities: | | | |
| Accounts payable | $ 26,050 | $ - | $ 26,050 |
| Accrued wages and compensated absences | 40,938 | 130,040 | 170,978 |
| Accrued interest | 38,977 | - | 38,977 |
| Current portion of lease liabilities | - | 924,730 | 924,730 |
| Noncurrent Liabilities: | | | |
| Lease liabilities, net of current portion | - | 19,849,039 | 19,849,039 |
| Deferred Inflows of Resources: | | | |
| Deferred revenue - property taxes | 4,192,803 | - | 4,192,803 |
| Total Liabilities and Deferred Inflows of Resources | 4,298,768 | 20,903,809 | 25,202,577 |
| FUND BALANCE/NET POSITION | | | |
| Fund Balance: | | | |
| Restricted for Emergencies | 211,349 | (211,349) | - |
| Restricted for Capital Outlay | 5,778,227 | (5,778,227) | - |
| Unassigned | 1,722,848 | (1,722,848) | - |
| Total Fund Balance | 7,712,424 | (7,712,424) | - |
| TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE | $ 12,011,192 | | |
| Net Position: | | | |
| Net Investment in Capital Assets | | 4,508,603 | 4,508,603 |
| Restricted for Emergencies | | 211,349 | 211,349 |
| Unrestricted | | 1,592,808 | 1,592,808 |
| TOTAL NET POSITION | | $ 6,312,760 | $ 6,312,760 |

See Accompanying Notes to Financial Statements.

## THOMPSON RIVERS PARK AND RECREATION DISTRICT

## RECONCILIATION BETWEEN THE GENERAL FUND BALANCE SHEET AND THE STATEMENT OF NET POSITION

December 31, 2025

| | |
|---|---|
| Fund Balance of General Fund | $ 7,712,424 |
| Capital assets in governmental activities are not financial resources and therefore are not reported in the General Fund | 19,504,145 |
| Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabilities at year-end consist of: | |
| Lease liabilities | (20,773,769) |
| Compensated absences | (130,040) |
| Total Net Position | $ 6,312,760 |

## THOMPSON RIVERS PARK AND RECREATION DISTRICT

## STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN FUND BALANCE / STATEMENT OF ACTIVITIES

| Year Ended December 31, 2025 | General Fund | Adjustments | Statement of Activities |
|---|---|---|---|
| Revenue: | | | |
| Charges for services | $ 292,225 | $ - | $ 292,225 |
| Property taxes | 3,966,241 | - | 3,966,241 |
| Golf course and event center revenues | 1,990,097 | - | 1,990,097 |
| Conservation trust funds | 173,887 | - | 173,887 |
| Specific ownership taxes | 171,492 | - | 171,492 |
| Grants and noncapital contributions | 38,801 | - | 38,801 |
| Facility and field rentals | 49,685 | - | 49,685 |
| IGA Field House payment | 200,000 | - | 200,000 |
| Insurance proceeds | 101,520 | - | 101,520 |
| Other revenues | - | - | - |
| Interest | 61,028 | - | 61,028 |
| Total Revenue | 7,044,976 | - | 7,044,976 |
| Expenditures: | | | |
| Current Operating: | | | |
| Program costs | 3,051,729 | - | 3,051,729 |
| Administration and operating costs | 1,615,944 | 230,938 | 1,846,882 |
| Capital Outlay | 537,460 | (476,691) | 60,769 |
| Debt Service | 1,351,826 | (682,006) | 669,820 |
| Depreciation and Amortization | - | 1,016,941 | 1,016,941 |
| Total Expenditures | 6,556,959 | 89,182 | 6,646,141 |
| Other Financing Sources (Uses): | | | |
| Sale of assets | 36,000 | (5,871) | 30,129 |
| Lease financing | 5,659,017 | (5,659,017) | - |
| Proceeds of lease | - | - | - |
| Total Other Financing Sources (Uses) | 5,695,017 | (5,664,888) | 30,129 |
| Revenue Over (Under) Expenditures | 6,183,034 | (5,754,070) | 428,964 |
| Fund Balance/Net Position, Beginning of Year | 1,529,390 | 4,354,406 | 5,883,796 |
| Fund Balance/Net Position, End of Year | $ 7,712,424 | $ (1,399,664) | $ 6,312,760 |

See Accompanying Notes to Financial Statements.

## THOMPSON RIVERS PARK AND RECREATION DISTRICT

## RECONCILIATION OF THE STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES OF THE GENERAL FUND TO THE STATEMENT OF ACTIVITIES

Year Ended December 31, 2025

| | |
|---|---|
| Net change in fund balance – General Fund | $ 6,183,034 |
| Amounts reported for *governmental activities* in the statement of activities are different because: | |
| The General Fund reports capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation and amortization exceeded capital outlay | (540,250) |
| The net effect of sale transactions involving capital assets to decrease net position | (5,871) |
| Governmental funds report lease payments as current expenditures. The following summarizes the District's debt transactions for the year. | |
| Principal portion of payments of on leases and accrued interest expense on Mad Russian lease in excess of principal payments | 682,006 |
| Proceeds from leases | (5,659,017) |
| Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. This amount includes debt issuance costs and other debt-related items that are reported as expenses in the Statement of Activities but are not reported in the governmental funds because they were paid directly by a third party. | (217,500) |
| Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds. | |
| Decrease (increase) in accrued leave | (13,438) |
| Change in Net Position of Governmental Activities | $ 428,964 |

## NOTE 1 – Summary of Significant Accounting Policies:

This summary of Thompson Rivers Parks and Recreation District's significant accounting policies is to assist the reader with interpreting the financial statements and other data in this report. The policies are considered essential and should be read in conjunction with the accompanying financial statements.

Form of Organization:

Thompson Rivers Parks and Recreation District is an independent governmental entity organized in April 1994, under the provisions of the Colorado Revised Statutes. The District's Board of Directors is elected by residents of the District and has the responsibilities for designation of management, operational decisions, and budget matters. The District is fully responsible for its financial matters and is not financially interdependent with another governmental unit. Revenues are derived by service charges determined by the Board. The District exists for the benefit of its residents and services of the District are generally available to the residents of the District.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation:

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within a current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to claims and judgments are recorded only when payment is due. Proceeds of long-term debt, acquisitions under leases and financed purchases are reported as other financing sources.

Based on the above criteria, there are no other organizations that would be considered component units of the District. The district meets the criteria of an "other stand -alone government."

**NOTE 1 – Summary of Significant Accounting Policies - Continued:**

Measurement Focus, Basis of Accounting, and Financial Statement Presentation – Continued:

Property taxes and interest associated with the current year are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

The District reports the following major governmental fund:

The G*eneral Fund* is the District's primary operating fund. It accounts for all financial resources of the District.

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Scope of Reporting Entity:

The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

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Budgets and Budgetary Accounting:

Annual budgets are adopted as required by Colorado statutes. Formal budgetary integration is employed as a management control device during the year. Prior to September the department heads submit their budgets to the budget officer, who is designated as the person responsible for the budget. Prior to October 15$^{th}$, the district manager submits the budgets to the District board. Prior to December 15$^{th}$ the District board after reviewing the budgets adopts the budget with a certified copy sent to the Division of Local Government prior to January 30$^{th}$ and passes a resolution making the appropriation for the ensuing fiscal year.

The Board approves total budget appropriations only. Budgeted amounts within the fund may be transferred as long as total appropriations are not altered. If the total appropriations must be revised, an official amended budget is approved and a resolution making additional appropriations is passed.

**NOTE 1 – Summary of Significant Accounting Policies - Continued:**

Budgets and Budgetary Accounting - continued:

The level of budgetary responsibility is by total appropriations; however, for report purposes, this level has been expanded to a functional basis. Budgets are adopted on the accrual basis and the budgetary comparisons shown in these financial statements under supplementary information are shown on that basis.

Cash, Cash Equivalents and Investments:

Colorado state statues govern the entity's deposits of cash. For deposits in excess of federally insured limits, Colorado Revised Statutes require the depository institution to maintain collateral on deposit with an official custodian (as authorized by State Banking Board). The Colorado Public Deposit Protection Act (PDPA) requires state regulators to certify eligible depositories for public deposit. PDPA requires the eligible depositories with public deposits in excess of the amounts insured by the Federal Deposit Insurance Corporation (FDIC) to create a single institutional collateral pool of obligations of the State of Colorado or local Colorado Governments and obligations secured by first lien mortgages on real property located in the State. The pool is to be maintained by another institution or held in trust for all uninsured public deposits.

The Board authorizes the District to invest in certificates of deposit and U.S. Treasury bills at various financial institutions that are FDIC insured, or repurchase agreements provided that approved securities are pledged to secure those funds on deposit in an amount equal to the amount of those funds.

**NOTE 1 – Summary of Significant Accounting Policies - Continued:**

Compensated Absences:

In 2024, Thompson Rivers Parks and Recreation District implemented Governmental Accounting Standards Board (GASB) Statement No. 101 *Compensated Absences*. GASB 101 establishes standards for recognizing and measuring liabilities and expenses related to compensated absences, including vacation leave, sick leave, and other paid time off. The impact of the adoption was not material to the financial statements and no restatement of beginning net position was made.

GASB 101 requires the recognition of a liability for compensated absences that are attributable to services already rendered, based on established policies and applicable laws. The liability is measured using the pay or salary rates in effect at the financial reporting date. Liabilities are recognized only for compensated absences that are expected to result in payments to employees (e.g. cash payouts, leave used during employment, or other settlements).

Vacation leave is available to exempt employees, part-time exempt employees and non-exempt employees would work 20 hours or more per week. The number of hours awarded and the maximum hours that can be accrued are based on the length of service of each employee. All regular, exempt employees receive sick leave upon employment of 80 hours per year and can carryover up to 48 hours at the time of their employment anniversary date. Sick leave is not paid out when an employee separates from the District. The estimated liability for sick leave attributable to services already rendered that accumulates and carries forward to a future year has been estimated to be an average of three years of sick leave used.

Vacation and sick leave accumulated by an employee are recorded as a liability and current operating expense of the District at the employee’s current rate of pay. Accrued compensated absences totaled $130,040 at December 31, 2025.

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Capital Assets:

Capital assets purchased or acquired with an original cost of $5,000 or more are stated at cost except for property received by donation or contribution, which is stated at its estimated fair market value at the time it is received by the District and except for right-to-use assets, the measurement is discussed in Note 1: Leases. The cost of maintenance and repairs is charged against income as incurred; significant renewals, betterments, and improvements are capitalized.

## NOTE 1 – Summary of Significant Accounting Policies - Continued:

Capital Assets - Continued:

Intangible assets follow the same capitalization policies as tangible capital assets and are reported with tangible assets in the appropriate capital asset class and are amortized using the straight-line method over the estimated useful life.

Depreciation of exhaustible fixed assets used is charged as an expense against its operation over the assets' estimated useful lives. Accumulated depreciation is reported on the statement of net position. Depreciation has been provided over the estimated useful lives on the straight-line basis. Useful lives by type of asset are as follows:

| Description | Years |
|---|---|
| Land | N/A |
| Land improvements | 20-50 Years |
| Vehicles & equipment | 4-20 years |
| Building | 50 years |
| Leasehold improvements | 5-25 years |
| Leased assets | 5-50 years |
| Intangible assets | 5 years |

Leases:

Financed purchases: As lessee for a financed purchase lease where a contract transfers ownership of the underlying asset to the District by the end of the contract, and does not contain termination options but may contain a fiscal funding or cancellation clause that is not reasonably certain of being exercised it is reported as a financed purchase of the underlying asset by the District. The asset is included in capital assets and depreciated over the life of the asset and the liability is reported with long-term debt on the statement of net position.

Lessee: Thompson Rivers Parks and Recreation District is a lessee for noncancellable leases of equipment, land and improvements, and recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements. Thompson Rivers Parks and Recreation District recognizes lease liabilities with an initial, individual value of $5,000 or more.

At the commencement of the lease, the District initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of the lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over the lease term.

**NOTE 1 – Summary of Significant Accounting Policies - Continued:**

Lessee - Continued:

Key estimates and judgements related to leases include how the District determines (1) the discount rate it uses to discount the expected lease payments to present value (2) lease term, and (3) lease payments:

- The District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option prices that the District is reasonably certain to exercise.

The District monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

Net Position:

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

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

## NOTE 1 - Summary of Significant Accounting Policies - Continued:

Fund Equity:

In the fund financial statements, governmental funds report restrictions of fund balance for amounts that are legally restricted by law or outside parties for use for specific purpose. Restrictions for the District are recorded up to the maximum equity available in the fund balance and consist of:

Restricted for Emergencies:

These restrictions are established to comply with TABOR. Recorded TABOR emergency reserves at December 31, 2025 are $211,349.

Restricted for Capital Outlay:

Restrictions for capital needs at December 31, 2025 are $5,778,227.

Assigned fund balances, if any, are amounts the District intends to use for a specific purpose. Intent can be expressed by the Board of Directors or by an official to which the Board delegates authority. Restricted funds are considered to be spent first, followed by assigned and unassigned, for an expenditure for which any could be used.

Deferred Outflows and Inflows of Resources:

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditures) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The District has one type of item that qualified for reporting in this category: deferred property taxes.

Use of Estimates:

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, deferred inflows of resources and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates and such differences could be material.

**NOTE 2 – Cash and Investments:**

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories, 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. PDPA allows the institution to create a single collateral pool held in trust for all public funds. The pool is to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to the aggregate uninsured deposits.

At December 31, 2025 and 2024, the District had deposits with four financial institutions carrying amounts of $2,269,999 and $896,492, respectively. The bank balances with the financial institutions were $2,254,811 and $997,070, respectively, of which $2,243,166 and $896,492 respectively was covered by FDIC and the excess, if any, was covered by PDPA.

The PDPA requires financial institutions to pledge collateral having a market value of at least 102% of the aggregate public deposits not insured by federal depository insurance. Eligible collateral includes municipal bonds, US government securities, mortgages and deeds of trust.

The District utilizes the IntraFi Network to ensure deposits, including those in excess of the standard FDIC insurance limit of $250,000 per bank, are fully insured. Funds are placed in increments below the FDIC limit at network member banks, thereby mitigating custodial credit risk.

Credit risk – The District's investment policy authorizes the District to invest in bonds or other interest-bearing obligations of the United States of America or its agencies thereof, certificates of deposit and local investment pools.

Interest rate risk – The District's investment policy limits all federal securities to maturities of 5 years or less from the date of purchase.

Custodial Credit Risk – Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District does have a deposit policy that allows investments only in U.S. instrumentalities or deposits insured by federal depository insurance. The District may at times exceed federally insured limits.

Investments are stated at fair value as required by the Governmental Accounting Standards Board Statement 31.

## NOTE 2 – Cash and Investments – Continued:

At December 31, 2025, the District had $5,521,223 invested in Centennial State Liquid Investment Pool (CSLIP), an SEC rule 2a7-like investment pool. Investments are valued at the net asset value (NAV) of $1.00 per share. The investment pools are routinely monitored by the Colorado Division of Securities with regard to operations and investments. CSLIP is rated AAAm by Fitch. The District's investment is measured at NAV.

CSLIP portfolios may invest in U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities and certain obligations of U.S. government agencies, highest rated commercial paper and any security allowed under CRS 24-75-601. There are no unfunded commitments, the redemption frequency is daily and there is no redemption notice period.

## NOTE 3 – Capital Assets:

| | Balance 1/1/25 | Additions | Deletions | Transfers | Balance 12/31/25 |
|---|---|---|---|---|---|
| Capital assets not being depreciated: | | | | | |
| Land | $ 1,672,000 | $ -- | $ -- | $ -- | $ 1,672,000 |
| Construction in progress | -- | -- | -- | -- | -- |
| Total non depreciated assets | 1,672,000 | -- | -- | -- | 1,672,000 |
| Capital Assets Being Depreciated: | | | | | |
| Land improvements | 5,101,430 | 58,905 | -- | -- | 5,160,335 |
| Buildings | 7,341,428 | 47,816 | -- | -- | 7,389,244 |
| Building Improvements | 40,384 | 29,087 | | | 69,471 |
| Furniture and fixtures | 248,036 | -- | -- | (248,036) | -- |
| Vehicles and equipment | 2,297,513 | 180,552 | (68,971) | -- | 2,409,094 |
| Leasehold improvements | -- | 160,331 | | 248,036 | 408,367 |
| Intangible assets: website development | 18,900 | -- | -- | -- | 18,900 |
| Right To Use Lease Assets: | | | | | |
| Mad Russian Golf Course | 7,018,589 | -- | -- | -- | 7,018,589 |
| Elwell Elementary Gym | 490,614 | -- | -- | -- | 490,614 |
| Equipment | 65,587 | -- | -- | -- | 65,587 |
| Total Capital Assets Being Depreciated and Amortized | 22,622,481 | 476,691 | (68,971) | -- | 23,030,201 |
| Less: Accumulated Depreciation | (3,660,496) | (697,612) | 63,100 | -- | (4,295,008) |
| Accumulated Amortization | (583,719) | (319,329) | -- | -- | (903,048) |
| Total Accumulated Depreciation and Amortization | (4,244,215) | (1,016,941) | 63,100 | -- | (5,198,056) |
| Capital Assets, Net | $20,050,266 | $ (540,250) | $ (5,871) | $ -- | $ 19,504,145 |

## NOTE 4 – Long-Term Debt:

A summary of the changes in debt for the year ended December 31, 2025, is as follows:

| | Beginning Balance | Additions | Retired | Ending Balance | Due Within One Year |
|---|---|---|---|---|---|
| Financed Purchases: | | | | | |
| Ford Motor Credit | $ 79,005 | $ -- | $ (24,402) | $ 54,603 | $ 26,504 |
| Milliken Athletic Complex | 5,043,188 | -- | (442,141) | 4,601,047 | 454,922 |
| Lap Pool Construction | 2,475,539 | -- | (2,475,539) | -- | -- |
| US Bancorp Finance Lease | 248,396 | -- | (44,440) | 203,956 | 46,912 |
| Western Equipment Finance | -- | 84,967 | (8,049) | 76,918 | 19,297 |
| 2024 Ford F-150 Lease | -- | 74,050 | (17,444) | 56,606 | 12,592 |
| Lease Liabilities: | | | | | |
| Mad Russian Golf Course | 7,256,697 | -- | (60,284) | 7,196,413 | 74,157 |
| Elwell Elementary Gym | 422,497 | 21,342 | -- | 443,839 | 15,701 |
| Turf Tank Robot | 53,936 | -- | (12,491) | 41,445 | 13,131 |
| Community Center Lease | -- | 8,098,942 | -- | 8,098,942 | 261,510 |
| Compensated Absences, net | 116,602 | 13,438 | -- | 130,040 | -- |
| Total | $15,695,860 | $ 8,292,739 | $(3,084,790) | $20,903,809 | $ 924,726 |

A summary of the District's long term debt as of December 31, 2025 is as follows:

| December 31 | 2025 |
|---|---|
| Financed Purchases: | |
| Lease with a motor credit company due in monthly installments of $2,491, including principal and interest, through 2025. Interest accrues at 8.29% per annum. The lease is collateralized by vehicles and equipment. | $ 54,603 |
| $7,075,517 October 3, 2019 lease with the financial institution, due in semi-annual installments of $291,865 though October 1, 2034. The interest rate is 2.87%. The lease proceeds were used to payoff the October 1, 2015 lease and the September 5, 2014 lease and pay the issuance costs of this agreement. The lease is collateralized by the Nelson Ballfield property and the Milliken Athletic Complex and Land. | 4,601,047 |
| On August 1, 2025, the District entered into a lease purchase agreement with a financial institution, due in semi-annual installments of $28,749 principal and interest payments through August 2029. Interest accrues at 5.50% per annum. The lease is used to finance the purchase of three vehicles and one mower and is collateralized by the vehicles and equipment. | 203,956 |
| On September 1, 2024, the District refinanced the September 1, 2022 lease purchase agreement with a financial institution. Payments are due in semi-annual installments of $123,511 of principal and interest payments through September 2038. Interest accrues at 4.938% per annum. The lease is used to finance the construction of a lap pool and is collateralized by the existing pool. | -- |

**NOTE 4 – Long-Term Debt - Continued:**

| December 31 | 2025 |
| --- | --- |
| Lease Liabilities: | |
| On January 1, 2024, the District entered into a twenty five-year right to use asset agreement for the Mad Russian Golf Course. Monthly payments of $25,000 began month two and increases to $35,000 for months 25 through 36 with 2.5% escalation for each of the following years. The District uses an estimated incremental borrowing rate of 5%. | 7,196,413 |
| In August 2025, the District entered into a twenty-year right to use asset agreement for Elwell Elementary school gym approximately 25% of the time. The District agreed to pay $750,000 over the twenty-year period with an initial payment of $75,000 for two years and then $37,500 annually after. The District uses an estimated incremental borrowing rate of 4.938%. | 443,839 |
| In August 2022, the District entered into a six year right to use asset agreement for a turf tank robot. A payment of $10,000 was made September 2022 and continue annually of $15,000 through September 2028. The District uses an estimated incremental borrowing rate of 5%. | 41,445 |
| In March 2025, the District entered into a four year financed purchase agreement with Western Equipment for a new Ventrac 4520N Compact Tractor. A payment of $2,064 will be made monthly, including principal and interest | 76,918 |
| In February 2025, the District entered into a five year financed purchase agreement with Ford Motor Credit for a new 2024 Ford F-150 Truck. A payment of $17,444 will be made annually, including principal and interest | 56,606 |
| In December 2025, the District modified the September 1, 2024 lease purchase agreement with a financial institution. Payments are due in semi-annual installments of $304,697 of principal and interest payments through December 2035 with a balloon payment of $5,095,000. Interest accrues at 4.33% per annum. The lease is used to refinance the construction of a lap pool and the Community Center and to provide funding for a future joint use facility that will be located in Johnstown. | 8,098,942 |
| Total Financed Purchase and Lease Liabilities | $ 20,773,769 |

## NOTE 4 – Long-Term Debt - Continued:

The annual requirements to amortize all debt outstanding as of December 31, 2025 are as follows:

| Year Ending December 31 | Principal | Interest | Total |
|---|---|---|---|
| 2026 | $ 924,730 | $ 880,997 | $ 1,805,727 |
| 2027 | 972,534 | 843,270 | 1,815,804 |
| 2028 | 993,001 | 804,631 | 1,797,632 |
| 2029 | 1,017,798 | 765,276 | 1,783,074 |
| 2030 | 979,386 | 789,781 | 1,769,167 |
| 2031-2035 | 9,991,767 | 3,032,407 | 13,024,174 |
| 2036-2040 | 1,830,280 | 1,208,519 | 3,038,799 |
| 3041-2045 | 2,702,341 | 678,653 | 3,380,994 |
| 2046-2047 | 1,361,932 | 66,555 | 1,428,487 |
| Totals | $20,773,769 | $9,070,089 | $29,843,858 |

The District opened an operating line of credit with a bank during 2024 with an available balance of $600,000. The balance at December 31, 2025 is $-0-. The agreement matures December, 2026 and balances held bear interest at 7.5%. The line of credit is secured by property tax receivables.

## NOTE 5 – Risk Management:

The District is exposed to various risks of loss related to torts, thefts of , damage to, or destruction of assets; errors and omissions; or natural disasters. The District is a member of the Colorado Special Districts Property and Liability Pool (the “Pool”). The Pool is an organization composed of approximately 2,500 members created by an intergovernmental agreement to provide property and general liability, automobile physical damage and liability, publicity, public officials’ liability, and boiler and machinery coverage to its members. The Pool provides coverage for property claims up to claims up to the values declared and liability and public officials coverage for claims up to $1,000,000.

## NOTE 6 – Deferred Compensation Plan:

The District offers its employees a deferred compensation plan created in accordance with internal Revenue Code Section 457 ( the “Plan”). The Plan, available to all the full time District employees, permits them to defer a portion of their salary until future years. The District elects to make matching contributions up to 5% of employee contributions. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. For the years ended December 31, 2025 and 2024, the District contributed $53,629 and $40,712, respectively.

The Plan complies with Section 457 of the Internal Revenue Code, whereby, trust provisions are incorporated so that plan assets are held to trust for the exclusive benefit of participants and their beneficiaries. As a result, as of December 31, 2025, the assets and liabilities of the deferred compensation plan are not included in accompanying financial statements.

## NOTE 7 – Contingencies:

Risk Management:
The District is exposed to various risks of loss related to torts, thefts of, damage to, or destruction of assets, errors and omissions, injuries to employees or acts of God. The District maintains commercial insurance for all risks of loss. Settled claims have not exceeded this commercial coverage in any of the past three years.

Tax, Spending and Debt Limitations:
Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has 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 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 1992, the Colorado voters approved the “Taxpayer’s Bill of Rights” (TABOR). TABOR requires voter approval for any new tax, tax rate increase, mill levy increase, or new debt. Voter approval is also required to increase annual property taxes, revenue or spending by more than inflation plus a local growth factor. Spending not subject to TABOR includes that from District activities and federal funds. The District believes it is in compliance with requirements of TABOR.

**NOTE 8 – Subsequent Event:**

In June 2025, the District entered into a memorandum of understanding with the Town of Johnstown to build a joint use facility that will be located in Johnstown and jointly owned by the District and Town of Johnstown. The design phase began in 2025, and construction phase is planned in 2026 with an estimated completion date in 2027. The District estimates their share of the design and construction costs to be $5.0 million.

## REQUIRED SUPPLEMENTARY INFORMATION

## THOMPSON RIVERS PARK AND RECREATION DISTRICT

### Schedule of Revenue and Expenses-Actual Compared to Budget

| Year Ended December 31, 2025 | Actual | Final Budget | Variance |
|---|---|---|---|
| Revenue: | | | |
| Charges for services | $ 292,225 | $ 289,501 | $ 2,724 |
| Property taxes | 3,966,241 | 3,971,604 | (5,363) |
| Golf course and event center revenues | 1,990,097 | 1,682,500 | 307,597 |
| Conservation trust funds | 173,887 | 180,000 | (6,113) |
| Specific ownership taxes | 171,492 | 127,500 | 43,992 |
| Grants and noncapital contributions | 38,801 | 22,640 | 16,161 |
| Facility and field rentals | 49,685 | 54,500 | (4,815) |
| IGA Field House payment | 200,000 | 200,000 | - |
| Insurance proceeds | 101,520 | 3,000 | 98,520 |
| Other revenues | - | 1,500 | (1,500) |
| Interest | 61,028 | 15,000 | 46,028 |
| Total Revenue | 7,044,976 | 6,547,745 | 497,231 |
| Expenditures/Expenses | | | |
| Program Costs: | | | |
| Recreation: | | | |
| Communication | 3,382 | 4,550 | 1,168 |
| Salaries | 754,703 | 712,920 | (41,783) |
| Employee benefits | 123,612 | 157,827 | 34,215 |
| Temporary help | 87,105 | 287,950 | 200,845 |
| Continuing education | 11,105 | 25,500 | 14,395 |
| Repairs and maintenance | 100,929 | 136,001 | 35,072 |
| Supplies | 113,834 | 139,450 | 25,616 |
| Travel and meetings | 9,435 | 13,000 | 3,565 |
| Uniforms | 55,856 | 51,800 | (4,056) |
| Utilities | 74,669 | 80,500 | 5,831 |
| Office supplies | 11,599 | 37,500 | 25,901 |
| Other | 55,262 | 59,570 | 4,308 |
| Capital outlay | 339,950 | 256,105 | (83,845) |
| Total Recreation Program Costs | 1,741,441 | 1,962,673 | 221,232 |

Continued on next page.

## THOMPSON RIVERS PARK AND RECREATION DISTRICT

### Schedule of Revenue and Expenses - Actual Compared to Budget - Continued

| Year Ended December 31, 2025 | Actual | Final Budget | Variance |
|---|---|---|---|
| Program costs (continued) | | | |
| Golf Course and Events Center: | | | |
| Salaries | $ 891,150 | $ 868,498 | $ (22,652) |
| Employee benefits | 64,990 | 59,244 | (5,746) |
| Temporary help | - | - | - |
| Continuing education | 265 | 2,000 | 1,735 |
| Repairs and maintenance | 38,799 | 83,500 | 44,701 |
| Fees/licenses/permits | 151,356 | 61,000 | (90,356) |
| Contracted services | 66,623 | 69,000 | 2,377 |
| Communications | 3,535 | 2,500 | (1,035) |
| Supplies | 333,527 | 347,000 | 13,473 |
| Travel and meetings | 4,974 | 5,000 | 26 |
| Uniforms | - | | - |
| Utilities | 60,570 | 60,000 | (570) |
| Workers' compensation | - | - | - |
| Other | 34,449 | 25,500 | (8,949) |
| Capital outlay | 185,091 | 67,500 | (117,591) |
| Total Golf Course and Events Center | 1,835,329 | 1,650,742 | (184,587) |
| Total Program Costs | 3,576,770 | 3,613,415 | 36,645 |
| Administrative and Operating Costs: | | | |
| Salaries | 591,119 | 691,325 | 100,206 |
| Employee benefits | 46,058 | 45,540 | (518) |
| Payroll taxes | 174,780 | 165,000 | (9,780) |
| Attorney | 11,604 | 20,000 | 8,396 |
| Communication | 46,687 | 45,000 | (1,687) |
| Computer expense | 12,176 | 5,000 | (7,176) |
| Continuing education | 28,921 | 34,930 | 6,009 |
| Contracted services | 140,270 | 102,500 | (37,770) |
| Fees/licenses/permits | 102,353 | 101,765 | (588) |
| Liability insurance | 91,856 | 89,970 | (1,886) |
| Office/administrative | 149,751 | 115,500 | (34,251) |

Continued on next page.

## THOMPSON RIVERS PARK AND RECREATION DISTRICT

### Schedule of Revenue and Expenses - Actual Compared to Budget - Continued

| Year Ended December 31, 2025 | Actual | Final Budget | Variance |
|---|---|---|---|
| Administrative and Operating Costs - Continued: | | | |
| Office supplies | $ 89,236 | $ 70,800 | $ (18,436) |
| Travel and meetings | 9,647 | 5,500 | (4,147) |
| County treasurer fees | 59,018 | 60,000 | 982 |
| Board Expenses | 2,049 | 5,000 | 2,951 |
| Utilities | 60,419 | 40,000 | (20,419) |
| Capital outlay | 12,419 | 52,201 | 39,782 |
| Total Administrative and Operating Costs | 1,628,363 | 1,650,031 | 21,668 |
| Debt Service: | | | |
| Principal | 700,296 | 648,162 | (52,134) |
| Interest | 651,530 | 666,137 | 14,607 |
| Total Debt Service | 1,351,826 | 1,314,299 | (37,527) |
| Total Expenditures | 6,556,959 | 6,577,745 | 20,786 |
| Other Financing Sources (Uses): | | | |
| Proceeds from sale of equipment | 36,000 | 30,000 | 6,000 |
| Lease financing | 5,659,017 | - | 5,659,017 |
| Proceeds of leases | - | - | - |
| Total Other Financing Sources (Uses) | 5,695,017 | 30,000 | 5,665,017 |
| Revenue and Other Financing Sources Over (Under) Expenditures | 6,183,034 | - | 6,183,034 |
| Fund Balance - Beginning | 1,529,390 | | |
| Fund Balance - Ending | $ 7,712,424 | | |

See Accompanying Independent Auditors' Report.