



PIKES PEAK LIBRARY DISTRICT

Annual Comprehensive Financial Report

Year ending December 31, 2025
.....

PIKES PEAK LIBRARY DISTRICT

(719) 531-6333 | ppld.org

Administrative Offices
20 N. Cascade Ave.
Colorado Springs, CO 80903

TABLE OF CONTENTS

Title Page	4
Introductory Section	5
Chief Executive Officer Transmittal Letter	6
Chief Financial Officer Transmittal Letter	7
Certificate of Achievement	17
Board of Trustees	18
Organizational Chart	19
Financial Section	20
Independent Auditor's Report	21
Management's Discussion & Analysis	24
Basic Financial Statements	37
Government-wide Financial Statements	38
Statement of Net Position - PPLD	39
Statements of Financial Position - Foundation	41
Statement of Activities - PPLD	42
Statement of Activities - Foundation	43
Fund Financial Statements	44
Government Funds	45
Balance Sheet	46
Reconciliation of the Fund Balance Sheet to the Statement of Net Position	48
Statement of Revenues, Expenditures and Changes in Fund Balances	49
Reconciliation of Statement of Revenues, Expenditures and Changes in Fund Balances	52
Proprietary Funds	53
Proprietary Funds Statement of Net Position	54
Proprietary Funds - Statement of Revenues, Expenditures and Changes in Fund Balances	55
Proprietary Funds - Statement of Cash Flows	56
Fiduciary Funds	57
Statement of Fiduciary Net Position	58
Statement of Changes in Fiduciary Net Position	59
Notes to the Basic Financial Statements	60
1. Summary of Significant Accounting Policies	61
2. Stewardship, Compliance, and Accountability	70
3. Detailed Notes on All Funds	71
4. Other Information	79
Required Supplementary Information	86
Schedule of the District's Proportionate Share of the Net Pension Liability	87
Schedule of District Contributions	89
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	90
Supplemental Information	93
General Fund	94
Schedule of Expenditures by Natural Classification - Budget and Actual	95
Nonmajor Governmental Funds	96
Combining Balance Sheet	97
Combining Statement of Revenues, Expenditures and	98
Comparative Balance Sheet Designated Purpose Fund	99
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	100
Schedule of Revenues, Expenditures, and Changes in Fund Balance Designated Purpose	101

Combining Balance Sheet Capital Fund	102
Schedule of Revenues, Expenditures and Changes in Fund Balances - Library 21c	105
Schedule of Revenues, Expenditures and Changes in Fund Balances - East	106
Schedule of Revenues, Expenditures and Changes in Fund Balances - Penrose	107
Schedule of Revenues, Expenditures and Changes in Fund Balances - Districtwide	108
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances Capital	109
Internal Service Fund	113
Comparative Statement of Net Position	114
Comparative Statement of Revenues, Expenditures, and Changes in Fund Balance Interna	115
Comparative Statement of Cash Flows Internal Service Fund	116
Schedule of Revenues, Expenditures and Changes in Net Position - Budget and Actual	117
Statistical Section	118
Financial Trends	119
Government-wide Net Position by Component	120
Government-wide Expenses, Program Revenues and Net	121
Government-wide General Revenues and Other Changes	123
Fund Balances, Governmental Funds	124
Summary of Changes in Total Governmental Fund Balances	125
Governmental Funds Revenues	126
Governmental Funds Expenditures	127
Revenue Capacity Information	129
Assessed and Estimated Actual Value of Taxable Property	130
Property Tax Rates - Direct and Overlapping	131
Principal Property Taxpayers	135
Property Tax Levies and Collections	136
Debt Capacity Information	137
Ratios of Outstanding Debt	138
Debt Limitation Information	140
Debt Service Information	142
Demographics	143
Principal Employers	149
Operating Information	150
District Employees by Function	151
Library Materials Purchased and Circulated	153
Circulation by Location	154
Service Location Information	156
Report on Internal Control over Financial Reporting	158
Back Cover Page	160

Pikes Peak Library District Annual Comprehensive Financial Report

For the year ended December 31, 2025

Administrative Offices
20 N. Cascade Avenue
Colorado Springs, CO 80903



INTRODUCTORY SECTION

Chief Executive Officer Transmittal Letter



June 24 , 2026

To the Board of Trustees and the Citizens of Pikes Peak Library District:

I am pleased to submit the Annual Comprehensive Financial Report (ACFR) of Pikes Peak Library District (PPLD or District) for the fiscal year ended Dec. 31, 2025.

This report represents the District's continued commitment to transparency, accountability, and sound financial stewardship. The ACFR provides a comprehensive overview of the District's financial position and operating results and has been prepared in accordance with generally accepted accounting principles (GAAP) and the reporting standards established by the Government Finance Officers Association of the United States and Canada (GFOA).

For the 35th consecutive year, the District has prepared an Annual Comprehensive Financial Report in accordance with GFOA guidelines. Last year's ACFR received the GFOA Certificate of Achievement for Excellence in Financial Reporting, marking the 34th consecutive year the District has earned this distinction. This award is the highest form of recognition in governmental accounting and financial reporting and reflects the District's ongoing dedication to financial transparency and excellence. The District intends to submit the 2025 ACFR for consideration again this year.

The District remained financially stable throughout 2025 while continuing to invest in services, facilities, collections, technology, and strategic initiatives that support our mission of connecting our community to a lifetime of learning, discovery, and growth. The District also continued long-range planning efforts focused on expanding access to Library services, preserving existing facilities, and positioning the organization to meet the evolving needs of our growing community.

I encourage readers to review Management's Discussion and Analysis section, which provides a detailed narrative overview of the District's financial performance and significant financial activities during 2025.

On behalf of the District, I would like to express my appreciation to the Chief Financial Officer and the Finance department staff for their professionalism, diligence, and commitment to maintaining the District's high standards of financial reporting. I would also like to thank the Board of Trustees for their thoughtful governance, stewardship of public resources, and commitment to ensuring the long-term success of the District.

Respectfully submitted,

A handwritten signature in blue ink, appearing to read "Teona Shainidze-Krebs", with a horizontal line drawn underneath it.

Teona Shainidze-Krebs

Chief Executive Officer

Chief Financial Officer Transmittal Letter

June 24, 2026



To the Board of Trustees and the Citizens of Pikes Peak Library District:

I am pleased to present the Annual Comprehensive Financial Report (ACFR) Pikes Peak Library District (PPLD or District) for the fiscal year ended December 31, 2025.

Colorado law requires local governments to prepare and publish annual audited financial statements. This report fulfills that requirement and provides a comprehensive overview of the District's financial position, operating results, and stewardship of public resources.

District management is responsible for the accuracy, completeness, and reliability of the information presented in this report. To meet this responsibility, management maintains a comprehensive framework of internal controls designed to safeguard assets, ensure compliance with applicable laws and regulations, and provide reasonable assurance that financial information is accurate and free from material misstatement. Because the cost of internal controls should not exceed the benefits derived, the District's system of internal controls is designed to provide reasonable, rather than absolute, assurance that these objectives are achieved.

The financial statements contained in this report have been audited by Forvis Mazars LLP, independent certified public accountants. The auditors have issued an unmodified ("clean") opinion on the District's financial statements for the year ended December 31, 2025, indicating that the statements are fairly presented, in all material respects, in conformity with generally accepted accounting principles (GAAP). The Independent Auditor's Report is presented at the beginning of the Financial Section of this report.

Fiscal year 2025 was characterized by continued financial stability, strategic investment in District assets, and a strong commitment to long-term financial planning. The District successfully balanced operational needs with capital investments, including facility acquisitions and infrastructure improvements, while maintaining compliance with Board policies, statutory requirements, and reserve objectives. These efforts reflect the District's ongoing commitment to sound financial management and accountability for the public resources entrusted to its care.

Management's Discussion and Analysis (MD&A) immediately follows the Independent Auditor's Report and provides a narrative overview and analysis of the District's financial performance, significant financial activities, and key economic factors affecting the organization. Readers are encouraged to review the MD&A in conjunction with this transmittal letter and the accompanying financial statements.

Respectfully Submitted,

A handwritten signature in blue ink that reads "Kim Hoggatt". The signature is written in a cursive, flowing style.

Kim Hoggatt

Chief Financial Officer

Profile of the Government

Government Structure

The District is considered a "Library District," which is a separate legal entity, and was created through Colorado State Statute (C.R.S 24-90-110). The District is not considered a component unit of any other government entity, including El Paso County, Colorado, and is financially, managerially, and operationally independent, and meets the guidelines outlined by the Governmental Accounting Standards Board.

Pikes Peak Library District (PPLD) has one component unit affiliation: Pikes Peak Library District Foundation, Inc. (a discretely presented component unit), which organized in 2003 to raise funds for the sole benefit of PPLD.

PPLD provides library services to all of El Paso County, excluding Security/Widefield School District #3. Security/Widefield and Manitou Springs did not join the Library District when it formed in 1962. The City of Manitou Springs subsequently voted to join PPLD effective January 1, 2013.

There are 14 library facilities and four mobile libraries covering a service area of approximately 2,070 square miles. PPLD owns ten facilities: East Library, Calhan Library, Fountain Library, High Prairie Library, Library 21c, Old Colorado City Library, Penrose Library Campus (two buildings), Sand Creek Library, Ruth Holley Library, and Ute Pass Library. The District leases four facilities: Cheyenne Mountain Library, Manitou Springs Library, Monument Library, and Palmer Lake Library. Additionally, a mobile fleet delivers library services to remote sites and to special non-mobile populations.

PPLD's 14 library facilities and mobile fleet are structured under the District's Branch Administration team, which includes daily operations and check-outs. The Programming Administration umbrella includes the creation, development, and implementation of all programs, workshops, and signature events across the District for all age groups. The administrative offices and departments are comprised of the Chief Executive Officer, Communications (branding, marketing, video production, and community relations), Human Resources, Finance, and Support Services, as represented by Facilities, Security, Strategy & Innovation, Information Technology, and Development.

PPLD's Board of Trustees consists of seven members from the community. The citizen volunteers are appointed jointly by the Colorado Springs City Council and El Paso County Commissioners for a maximum of two (2) five-year terms. The Trustees convene at regular meetings, as well as at special meetings, when necessary, to conduct the business of PPLD. Trustees are prohibited by law from receiving compensation, and their duties and responsibilities are defined in law (C.R.S. 24-90-109).

The Pikes Peak Library District Board of Trustees are legally responsible for approving and adopting an annual budget by appropriating funds for District expenditures from the revenues and available fund balances by December 15 of each fiscal year. The annual budget is prepared by funds and departments and serves as a foundation for PPLD's financial planning and control. Management cannot overspend the originally ratified budget without the approval of the Board of Trustees. Additional spending, in excess of the original budget, is only permitted with the PPLD Board of Trustee's approved revision(s) to the original budget.

About Pikes Peak Library District

PPLD seeks to engage and transform people's lives via its 14 library facilities, online resources, and mobile library services. With a mission to provide resources and opportunities that impact individual lives and build community, PPLD welcomes all community members to enrich their minds, make connections, and reach their full potential.

As a national leader and the second-largest library system in Colorado, the District serves a population of nearly 700,000 residents across 2,070 square miles of El Paso County. Thanks to an employee base of 425 full and part-time staff and about 163 volunteers, PPLD continues to be recognized for its innovative and community-focused services and programs, its commitment to community collaboration, and excellent customer service.

The history of public libraries in the Pikes Peak region began in October 1885 when the Colorado Springs Social Union established a library on the corner of Tejon and Cucharras Streets in downtown Colorado Springs. In 1905, a new library opened at 21 West Kiowa Street, with funds donated by Andrew Carnegie and land granted by General William Jackson Palmer. In 1962, a majority of El Paso County citizens voted to establish PPLD. The District serves residents of El Paso County, except for Security/Widefield School District #3, including all unincorporated areas and municipalities of Calhan, Colorado Springs, Ellicott, Falcon, Fountain, Manitou Springs, Monument, and Palmer Lake.

2025 Highlights

Premier Program Attendance Increases:

Winter Adult Reading Program – For the fourth consecutive year, participation in the long-standing Winter Adult Reading Program increased, up 13.3 percent over 2024. Running from February 1 through March 31, the program engaged 5,756 individuals, with 3,336 completing its 30-day reading requirement.

Summer Adventure Reading Program – The official addition of adults to the 51-year-old summer reading program brought participation levels to more than 18,000 individuals as families read together over the two-month program. The 18,833 registrants were an increase of 529 over 2024. Their completion rate was 42 percent, a 6 percent increase over 2024. Children were the age range with the highest completion rate at 45 percent. The community logged 389,008 days of reading. The program-ending outdoor celebrations included helicopters, soap suds parties, water slides, and more. These events engaged more than 4,000 patrons, with over 3,500 people participating in the celebration at East Library. It was the largest celebration in the history of PPLD's signature event.

Pikes Peak Regional History Symposium – Featuring the theme "History Beyond the Written Word," the Pikes Peak Regional History Symposium enjoyed more than 240 attendees over the two-day event, an increase of 35 percent over 2024. The non-traditional theme garnered many new voices and age groups.

Rising Voices – 2025 was the first year of Rising Voices, a series of programs that celebrate the accomplishments, successes, and cultural riches of the people of the Pikes Peak region, sharing the varied voices and experiences of our community. In August, two events took place – a Panel Discussion and a Festival Celebration. Luisa Graff, owner of Luisa Graff Jewelers, and Peter Choi, a reporter for KOAA were two of the individuals involved in the Panel Discussion. The events welcomed 216 individuals.

Campaign Successes:

Library Card Sign-up Month Campaign – During September's Library Card Sign-up Month, PPLD conducted a marketing campaign to attract new library cardholders. PPLD's efforts in 2025 resulted in 5,003 newly active patrons (3,507 new cards and 1,496 renewals). This is a new record for one month for the Library District.

PPLD ended 2025 with 31,514 new library cardholders.

Successful Community Engagement Campaign – A excellent model of community engagement, the 2025 Library Card Design Contest kicked off in January and by the end of the two-month contest period, 814 designs had been submitted. The overwhelming response resulted in the Library selecting six innovative designs as new cards instead of the four to five planned. The contest became a college art class project; an elementary school of approximately 300 students submitted 50 of its students' designs to the contest; and local artists' creations flooded the submissions. The ceremony announcing the winning designs and 25 honorable mentions brought more than 200 patrons to the Library to applaud the winners.

Additional Achievements:

Locations purchased – With the help of \$1.2 million from the PPLD Foundation, a result of the generosity of our community, the Library District was able to purchase its Ruth Holley Library on November 10, 2025. Barely two weeks

later, on November 20, 2025, the District celebrated securing Ute Pass Library as well. After these purchases, PPLD now proudly owns 10 of its 14 Library locations.

Launch of a New Integrated Library System – On December 12, 2025, PPLD launched its upgraded integrated library system (ILS) after an extensive, multi-year search and evaluation process. The previous ILS had been in place since 2001. The new system, Polaris, now provides patrons with updated catalog features, modern search elements, and patron reading histories, among other valuable tools to enhance their online experience. It also assists the Library District in managing its expansive physical and electronic collection.

Launch of a New Website – On January 13, 2025, PPLD launched its new website. The project was more than 15 months in the making. It launched with the mandated accessibility compliance requirements, updated navigation technology, a more efficient compilation of information for more intuitive access, and an engaging, artistic design. The last overhaul of the website took place in 2019.

Record-breaking eResource Checkouts – While this resource has been experiencing increased usage for the last several years, PPLD's eResource checkouts surpassed 4,000,000 in 2025. The total of 4,089,426 was an increase of 15 percent over 2024.

Adult Education Post Test Scores – PPLD ranked No. 1 in Colorado for FY2024-2025 for all Adult Education and Family Literacy (AEFLA) funded adult education programs in the state. PPLD's Adult Education had a measurable skills gain (MSG) of 64%, indicating that students in the program are increasing skills by passing skills tests in literacy and English language skills as well as obtaining GED credentials. Other Colorado institutions that received AEFLA grant funds include community colleges, school districts, and other adult education programs.

Allowable services under the AEFLA grant may include adult basic and secondary education and English language acquisition in many contexts: foundational literacy, high school equivalency, family literacy, integrated English literacy and civics education, workforce preparation, workplace education, and integrated education and training.

Penrose Library Renovations – Phase two of the three-phase renovation plan for Penrose Library was completed. This phase included a redesigned children's entrance, giving families a secure area within which their children can enjoy the toys, games, computers, books on newly lowered shelves, and myriad other special activities offered just for them. The renovations also included a reconfiguration of the Library's computer lab and workspace, now providing more privacy at workstations where patrons can use their own computers or one of the 30 new Chromebooks that were added to the collection as part of this space's enhancements.

Mobile Library Service's New Vehicle – After months of anticipation, PPLD received a new, state-of-the-art bookmobile. The vehicle arrived in October 2025, replacing one that had been in service for 17 years, since 2008. This accomplishment was more than a year in the making.

Friends of the Pikes Peak Library District's Support – The Friends of PPLD fulfilled their vision of expanding and enhancing the Library District's ability to positively impact our community by contributing more than \$167,000 to the Library. Fundraising through book sales and community donations helped this group support the Winter Adult Reading Program, the Regional History Symposium and more. The 2025 Summer Adventure reading program alone received a total of \$23,000 from each Library location's Friends group.

Local Economy

The information included in the following paragraphs under this caption has been extracted and summarized from the Colorado Department of Revenue, Colorado Department of Local Affairs, Colorado Department of Education, the Bureau of Labor Statistics, U.S. Census Bureau, and the Colorado Springs Convention and Visitors Bureau.

Population

As of 2025, El Paso County's population is estimated at approximately 757,000 residents. Colorado Springs, the largest municipality within the County, is the second-largest city in Colorado and approximately the 40th largest city in the United States. Since 2000, El Paso County has experienced substantial population growth, driven by a combination of in-migration and natural increase. Continued population growth has supported the region's expanding economy, workforce, and residential development.

Age

The projected median age for El Paso County is around 35 at the end of 2025. The following are estimates of the population for El Paso County by certain age categories:

	2025	% Total	2024	% Total
Under 15	133,515	17.6%	137,092	18.3%
15-24	119,781	15.8%	114,224	15.2%
25-44	228,814	30.2%	219,620	29.3%
45-64	162,662	21.5%	165,598	22.1%
65+	112,292	14.8%	113,484	15.1%
Total	757,064	100%	750,018	100%

Industries

The following chart shows the percentage of employment by industry type:

	2025	2024
Accommodation and Food Services	13.0%	13.4%
Administrative and Support and Waste Management and Remediation Services	6.1%	6.3%
Agriculture, Forestry, Fishing, and Hunting	0.2%	0.2%
Arts, Entertainment, and Recreation	2.4%	2.4%
Construction	6.8%	7.0%
Educational Services	1.7%	1.8%
Finance and Insurance	5.2%	5.3%

	2025	2024
Health Care and Social Assistance	17.7%	16.2%
Information	1.9%	1.9%
Management of Companies and Enterprises	1.0%	0.9%
Manufacturing	4.6%	4.8%
Mining, Quarrying, and Oil and Gas Extraction	0.0%	0.0%
Other Services (except Public Administration)	4.8%	4.8%
Professional, Scientific, and Technical Services	13.4%	13.4%
Public Administration	0.0%	0.0%
Real Estate and Rental and Leasing	2.0%	2.0%
Retail Trade	12.5%	12.7%
Transportation and Warehousing	3.8%	4.0%
Utilities	0.2%	0.2%
Wholesale Trade	2.7%	2.6%

Wage/Salary

Wages are competitive with similarly sized cities, but the average education of the El Paso County employee is greater, providing employers with a high-value workforce.

In regularly conducted surveys by Pikes Peak Workforce, local employers rank the quality, dependability, and stability of the El Paso County workforce as some of the community's top strengths. Local employers also consistently rank the caliber of their employees as higher than that of employees in sister facilities elsewhere.

The following chart depicts the estimated annual mean of wage levels for certain occupations.

Occupation	2025 Annual Wages	2024 Annual Wages
Management	\$132,599	\$130,934
Business and Financial Operations	\$88,525	\$84,828
Computer and Mathematical	\$122,574	\$114,325
Architectural	\$103,730	\$100,903
Life, Physical, and Social Science	\$97,594	\$84,261
Community and Social Service	\$58,011	\$54,881
Legal	\$99,073	\$96,545
Educational Instruction and Library	\$58,595	\$52,385
Arts, Design, Entertainment, Sports, and Media	\$65,444	\$62,370

Occupation	2025 Annual Wages	2024 Annual Wages
Healthcare Practitioners and Technical	\$94,067	\$84,888
Healthcare Support	\$43,772	\$41,124
Protective Service	\$53,842	\$54,714
Food Preparation and Service Related	\$36,493	\$35,452
Building and Grounds Cleaning and Maintenance	\$39,482	\$38,127
Personal Care and Service	\$37,155	\$36,661
Sales and Related	\$44,662	\$42,419
Office and Administrative Support	\$48,353	\$47,073
Farming, Fishing, and Forestry	\$36,860	\$36,790
Construction and Extraction	\$58,803	\$57,791
Installation, Maintenance, and Repair	\$60,649	\$59,037
Production	\$47,659	\$46,081
Transportation	\$41,438	\$38,464
All Occupations	\$53,066	\$51,678

Cost of Living

Colorado Springs' cost of living index for 2025 was 110.3%, which is slightly higher than the nation as a whole. The following chart compares the cost of living index for Colorado Springs to the national average:

	2025	2024
Colorado Springs, CO	110.3%	110.3%
National Average	100%	100%

Housing

The following chart compares the average price of a 3-bedroom, 2-bathroom home in Colorado Springs to the National Average:

	2025	2024
Colorado Springs, CO	\$462,128	\$557,240
National Average	\$387,511	\$419,200

At the end of 2025, apartment rental rates are slightly below the National Average when comparing 2-bedroom apartments.

	2025	2024
Colorado Springs, CO	\$1,330	\$1,828
National Average	\$1,372	\$1,535

Tourism

Tourism remains one of the primary economic draws to the Colorado Springs area. More than 25 million visitors per year put over three billion dollars into the local economy. Top attractions include the world-renowned Garden of the Gods, followed by the United States Air Force Academy. Most visitors to the Colorado Springs area come from Colorado, followed by Texas and California.

Transportation

El Paso County and the City of Colorado Springs are situated at the base of Pikes Peak along Colorado's Front Range, providing a strategic location within the Rocky Mountain region. Interstate 25 serves as the area's primary transportation corridor, linking the community to Denver and other major metropolitan areas throughout the region. U.S. Highway 24 and Powers Boulevard provide important east-west and north-south connectivity within the community, supporting the movement of residents, visitors, and commerce. In addition to service provided by the Colorado Springs Airport, the region benefits from proximity to Denver International Airport, one of the nation's largest airports, located approximately 85 miles to the north. Together, this extensive transportation network enhances regional accessibility and supports the area's diverse economy, military presence, tourism industry, and continued growth.

Legislation

The State of Colorado operates under the Taxpayer Bill of Rights (TABOR), which imposes restrictions on collected property tax revenues in relation to fiscal year spending. Both amounts cannot exceed the prior year's amount (adjusted for inflation and a growth factor) without voter approval. TABOR also imposes restrictions and stipulations on elections, including bond issuances and mill levy increases.

Education

El Paso County maintains a strong educational environment supported by 17 public school districts, numerous charter and private schools, and a variety of higher education institutions. Graduation rates throughout the region generally compare favorably with statewide averages and reflect the community's continued emphasis on educational achievement and workforce development. These educational assets contribute significantly to the area's quality of life and economic resilience. Higher education institutions, including the University of Colorado at Colorado Springs, Pikes Peak State College, the United States Air Force Academy, Colorado College, Colorado Technical University, and Nazarene Bible College, provide educational opportunities that support workforce development and regional economic growth.

The three largest institutions of higher education in the county reported the following enrollment levels:

	2025	2024
Pikes Peak State College	12,225	12,388
University of Colorado at Colorado Springs	11,354	11,213
United States Air Force Academy	4,114	4,124

Other Items

Internal Controls

The District has several policies and procedures which govern the operations of the District to ensure effective cash management, compliance with government accounting regulations, and good business practice. The objectives of these policies and procedures aligned with our Districtwide goals to effectively manage the current assets and resources of the District.

The oversight responsibilities of the financial operations of the District rest with the Board of Trustees. Each month the Board is provided detailed financial information, prepared by the Finance Office, including financial statements and budget analysis for each fund. The Board is responsible for all budgetary resolutions and approvals and approving the mill levy annually. The Board is also responsible for the approval of any real estate transactions, bonded debt, borrowing of funds, and major contracts.

The Chief Executive Officer can authorize operational contracts and approve expenditures up to \$100,000. The Chief Financial Officer can authorize purchase orders up to \$50,000. Purchases of more than \$100,000 are submitted to the Board of Trustees for approval. These, and other stipulations, are included in an extensive Financial Guidelines Policy, which was approved by the Board of Trustees.

Segregation of duties is a guiding principle in the Finance Office. For example, the staff members who count the cash and prepare deposit slips are not authorized to record deposits in the accounting system. Only a few staff members are given the combination to the safe, and only the Chief Financial Officer and the Chief Executive Officer are authorized to affect wire transfers or banking transactions.

The Chief Financial Officer approves all purchase orders, payments of services, and journal entries. The accounting system is carefully set up to allow rights for certain functions to the appropriate staff members only. A staff member who does not have cash receipt or cash disbursement responsibility processes bank reconciliations, but such reconciliations must be reviewed and approved by the Chief Financial Officer.

Internally performed cash audits of all petty cash and cash register banks are scheduled periodically at the Library locations.

We believe that the cash management procedures in place are thorough and comprehensive, providing an effective environment of safety and good stewardship of the taxpayers' trust.

Financial Policies

The 2025 ACFR has been prepared in compliance with the District's Financial Guidelines, applying Generally Accepted Accounting Principles (GAAP) for governmental and non-profit entities, without exception.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Pikes Peak Library District for its Annual Comprehensive Financial Report for the fiscal year ended December 31, 2024. This was the 34th consecutive year that the District has received this prestigious award.

In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Annual Comprehensive Financial Report that satisfies both generally accepted accounting principles and applicable legal requirements.

The Certificate of Achievement is the highest form of recognition in governmental accounting and financial reporting. We believe the current report continues to meet the Certificate of Achievement Program's requirements and will be submitted to GFOA for consideration.

Preparation of this report would not have been possible without the professionalism, dedication, and cooperation of District staff. Special recognition is extended to the Finance Office staff for their efforts in maintaining the District's financial records and preparing this report. Appreciation is also extended to the District's department directors, managers, and staff members whose commitment to accountability and stewardship contributes to the District's financial success.

Finally, I would like to express my sincere appreciation to the Board of Trustees for its leadership, support, and commitment to sound financial management, and to the Chief Executive Officer for her continued support of the District's financial planning and reporting efforts.



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Pikes Peak Library District
Colorado**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2024

Christopher P. Morill

Executive Director/CEO

2025 Board of Trustees



Julie Smyth - President



Aaron Salt - Vice President



Scott Taylor -
Secretary/Treasurer



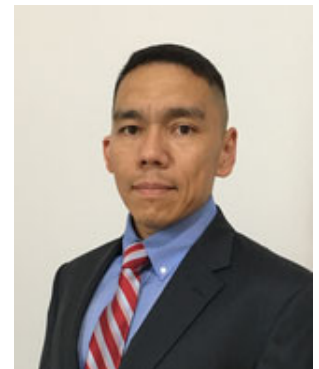
Erin Bents



Angela Dougan



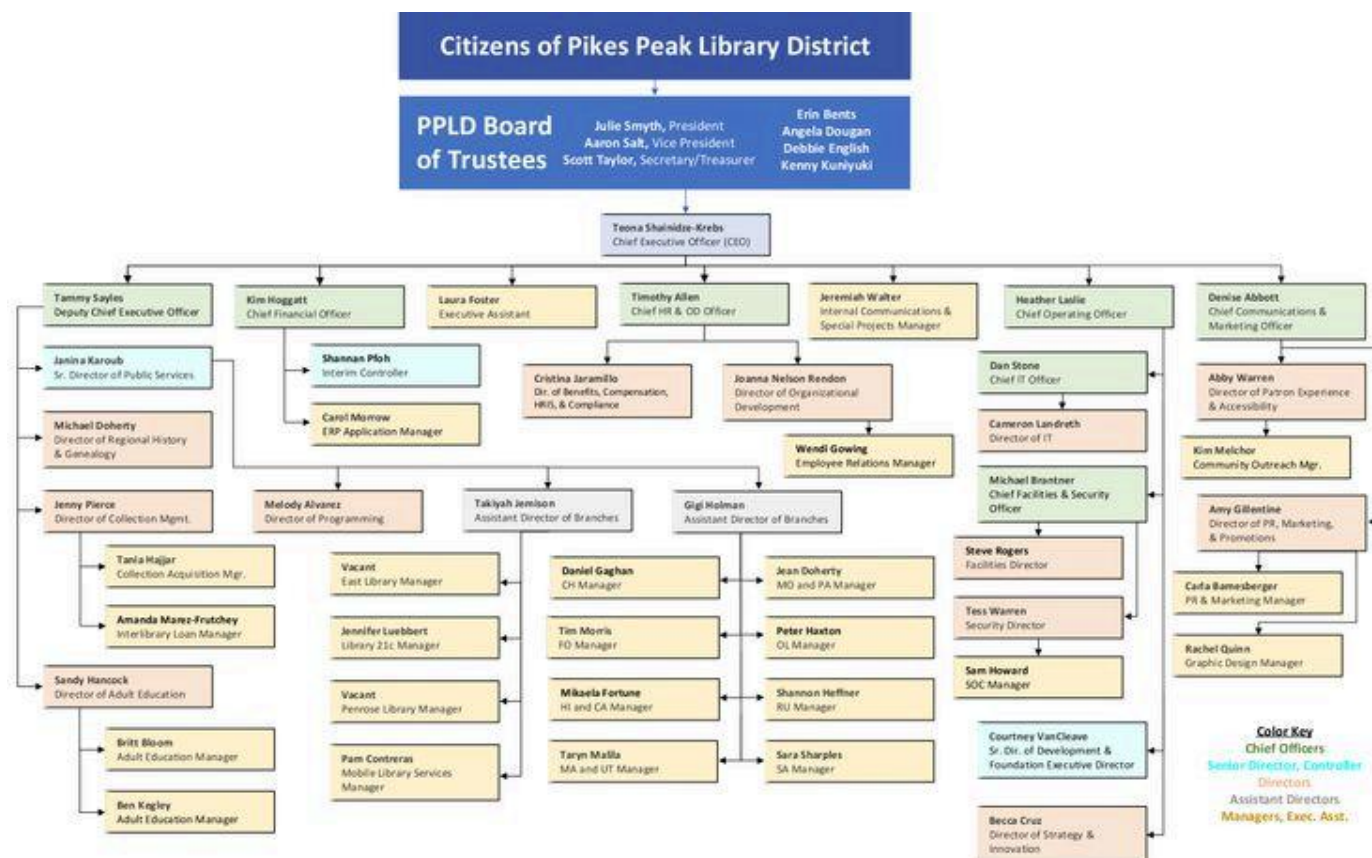
Debbie English



Kenny Kuniyuki

Organizational Chart

As of Dec. 31, 2025





FINANCIAL SECTION

Forvis Mazars, LLP
111 S. Tejon Street, Suite 800
Colorado Springs, CO 80903
P 719.471.4290 | F 719.632.8087
forvismazars.us



Independent Auditor's Report

Board of Trustees
Pikes Peak Library District
Colorado Springs, Colorado

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Pikes Peak Library District (the District), as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Pikes Peak Library District, as of December 31, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). 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. The financial statements of the discretely presented component unit were not audited in accordance with *Government Auditing Standards*.

Responsibilities of Management for the Financial Statements

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

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

Forvis Mazars, LLP is an independent member of Forvis Mazars Global Limited

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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, budgetary comparison, and pension information as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The 2025 combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2024 combining and individual fund financial statements and schedules is fairly stated, in all material respects, in relation to the basic financial statements as a whole. We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the District's basic financial statements as of and for the year ended December 31, 2024, which are not presented with the accompanying financial statements. In our report dated June 19, 2025, we expressed unmodified opinions on the respective financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information. In our opinion, the 2024 comparative combining and individual fund financial statements and schedules supplementary information is fairly stated in all material respects in relation to the basic financial statements as of and for the year ended December 31, 2024, taken as a whole.

Other Information

Management is responsible for the other information included in the annual comprehensive financial report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 24, 2026, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Forvis Mazars, LLPColorado Springs, Colorado
June 24, 2026



MANAGEMENT'S DISCUSSION & ANALYSIS

Management's Discussion and Analysis (Unaudited)

December 31, 2025

This section of the Pikes Peak Library District's (PPLD or District) Annual Comprehensive Financial Report presents management's discussion and analysis of the District's financial performance for the fiscal year ended December 31, 2025. Readers are encouraged to consider the information presented here in conjunction with the financial statements, accompanying notes, required supplementary information, and statistical section included in this report.

Financial Highlights

During 2025, the District continued to maintain a strong financial position while investing in library services, facilities, technology, and strategic initiatives that support community access and lifelong learning.

Significant financial highlights for the year include:

- Total net position increased by \$2,305,695, or 6%, during 2025, ending the year at \$40,746,354. The increase reflects continued investment in District facilities and infrastructure, including the acquisition of the Ruth Holley and Ute Pass Library properties, as well as growth in unrestricted net position that strengthened the District's overall financial position.
- Total revenues decreased by \$42,103, or 0.3%, compared to 2024, primarily due to changes in property tax collections, investment earnings, and other operating revenues.
- Governmental fund balances totaled \$26,015,338 at December 31, 2025, a decrease of \$436,911 from the prior year. The decrease was primarily attributable to capital investments, including the acquisition of the Ruth Holley and Ute Pass Library branch properties, as well as increased operational expenditures during the year.
- Property tax revenue and specific ownership tax revenue increased by \$1,225,961 and \$197,101, respectively, or 3% and 6%, during 2025. The increase in property tax revenue was primarily driven by growth in the District's assessed valuation, while the increase in specific ownership tax revenue reflects continued economic growth and vehicle registration activity throughout El Paso County.
- Investment earnings totaled \$1,389,325 in 2025, compared to \$1,588,030 in 2024. The decrease was primarily attributable to lower average investment yields and reduced cash balances as the District utilized resources for capital investments and operational needs during the year.
- The General Fund balance decreased by \$1,314,309 during 2025. The decrease was primarily attributable to the purchase of the properties housing the Ute Pass and Ruth Holley Library branches, for which the Board of Trustees authorized the use of \$1,000,000 of available fund balance. Additional factors contributing to the decrease included increased spending on electronic library materials and other operational expenditures during the year.
- Unassigned General Fund balance totaled \$4,287,504 at December 31, 2025. During the year, the Board of Trustees committed additional fund balance to support operating reserves and future library facility development.
- Capital investments during the year totaled \$4.8 million, including strategic property acquisitions, facility improvements, technology infrastructure upgrades, and vehicle replacements.
- The District maintained compliance with all TABOR reserve requirements and ended the year with a restricted TABOR emergency reserve of \$1,167,989.
- The Board of Trustees committed \$2,000,000 of fund balance to support future library facility development, including the Pony Tracks property, High Prairie branch expansion, and future service expansion in the northwest area of Colorado Springs, while continuing long-term planning efforts to expand access to library services throughout the community.

Overview of the Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The District uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the District's significant funds. Each major fund is separately reported.

Government-wide Financial Statements

The District's annual report includes two District government-wide financial statements. These statements provide both short-term and long-term information about the District's overall financial status. Financial reporting at this level uses a perspective like that found in the private sector with its basis in accrual accounting and elimination of internal activities between funds.

The first of these government-wide statements is the **Statement of Net Position**. This is the government-wide statement of financial position presenting information that includes all the District's assets and deferred outflows of resources, and liabilities and deferred inflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating. Evaluation of the overall health of the District would extend to other non-financial factors such as diversification of the taxpayer base or the condition of the District's infrastructure, in addition to the financial information provided in this report.

The second government-wide statement is the **Statement of Activities**, which reports how the District's net position changed during the current calendar year. All current year revenues and expenses are included regardless of when cash is received or paid. An important purpose of the design of the Statement of Activities is to show the financial reliance of the District's distinct activities or functions on revenues provided by the District's taxpayers.

The government-wide financial statements also include Pikes Peak Library District Foundation, Inc., a legally separate entity, and their financial statements. Financial information for this component unit is reported separately from the financial information presented for the District (primary government) in accordance with GASB standards.

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The District uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the District's significant funds. Each major fund is separately reported.

The District has the following fund types:

Governmental funds are reported in the fund financial statements and encompass the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different, with fund statements providing a distinctive view of the District's governmental funds. These statements report short-term fiscal accountability by focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financial requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental funds balance

sheet and the governmental funds statement of revenues, expenditures and changes in fund balances provide a reconciliation to assist in understanding the differences between these two perspectives.

The **Internal Service Fund** (Employee Health Plan) is reported in the fund financial statements, and generally reports employee and employer contributions along with benefit claims paid and administrative costs related to the District's partially self-insured health plan offered to employees with a regularly scheduled workweek of 30 or more hours.

Custodial funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because those resources are not available to support the District's own programs. The accounting used for custodial funds is much like that used for the government-wide statements.

The accompanying notes to the basic financial statements provide information essential to a full understanding of the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's detailed budget presentations for its General Fund, the District's proportionate share of the net pension liability, and District contributions. These statements and schedules demonstrate compliance with the District's adopted and final revised budget.

As discussed, the District reports one major fund and several non-major funds in the basic financial statements.

Financial Analysis of the District as a Whole

Net Position

At December 31, 2025, the District's assets and deferred outflows exceeded liabilities and deferred inflows by \$40,746,354. Total net position increased by \$2,305,695, or 6%, from the prior year. The increase was primarily attributable to growth in net investment in capital assets resulting from strategic facility acquisitions and capital improvements, an increase in unrestricted net position, and a reduction in deferred inflows of resources.

The following table summarizes the District's net position as of December 31, 2025, and 2024.

	Summary of Net Position			
	2025		2024	
	Governmental Activities	Percentage of Total	Governmental Activities	Percentage of Total
Assets				
Current and other assets	\$ 67,530,374	65%	\$ 66,275,166	65%
Capital and lease assets	36,317,902	35%	35,466,764	35%
Total assets	103,848,276	100%	101,741,930	100%
Deferred Outflows of Resource:	2,982,008	100%	4,371,656	100%
Liabilities				
Current liabilities	3,646,992	14%	2,747,913	11%
Noncurrent liabilities	22,539,206	86%	23,380,147	89%

Total liabilities	<u>26,186,198</u>	<u>100%</u>	<u>26,128,060</u>	<u>100%</u>
Deferred Inflows of Resources	<u>39,897,734</u>	<u>100%</u>	<u>41,544,867</u>	<u>100%</u>
Net Position				
Net investment in capital assets	35,596,173	87%	33,734,235	88%
Restricted	1,190,375	3%	1,309,818	3%
Unrestricted	<u>3,959,806</u>	<u>10%</u>	<u>3,396,606</u>	<u>9%</u>
Total net position	<u><u>\$ 40,746,354</u></u>	<u><u>100%</u></u>	<u><u>\$ 38,440,659</u></u>	<u><u>100%</u></u>

Net investment in capital assets totaled \$35,596,173, representing 87% of total net position. This category includes the District's investment in land, buildings, library collections, equipment, technology infrastructure, vehicles, and leased assets, net of related debt and lease liabilities. Net investment in capital assets increased by \$1,861,938 during 2025, primarily due to the acquisition of the properties housing the Ruth Holley and Ute Pass Library branches, facility improvements, technology upgrades, and additions to library collections.

Restricted net position totaled \$1,190,375 and consisted primarily of resources restricted for TABOR emergency reserves, grants, and donor-restricted purposes. These resources are subject to legal, contractual, or external restrictions on their use. Restricted net position decreased modestly from the prior year as restricted resources were utilized for approved grant-funded and donor-supported programs and activities.

Unrestricted net position totaled \$3,959,806, an increase of \$563,200 from the prior year. This balance represents resources available to support ongoing operations, strategic initiatives, future capital investments, and other District priorities. The increase reflects the District's continued focus on prudent financial management while maintaining flexibility to address future operational and service needs.

Overall, the District's net position reflects a strong financial foundation, significant investment in capital assets, and adequate resources to support future operations, strategic initiatives, and long-term community needs.

Changes in Net Position

The District's net position increased by \$2,305,695, or 6%, during 2025, compared to an increase of \$8,424,535 in 2024. The lower rate of growth compared to 2024 was primarily attributable to increased capital and operational expenditures during 2025. While total revenues remained relatively stable, decreasing by only \$42,103, or 0.1%, total expenses increased by \$6,206,493, or 17.2%, reflecting continued investment in facilities, technology, library collections, and operational initiatives. The following table summarizes the District's changes in net position for 2025 and 2024.

	Summary of Changes in Net Position			
	2025		2024	
	Governmental Activities	Percentage of Total	Governmental Activities	Percentage of Total
Revenues				
Program				
Charges for Services, Sales, and Financial Activities	\$ 540,229	1%	\$ 479,613	1%
Operating Grants/Donations	2,030,810	5%	1,263,405	3%
General				
Taxes	40,543,345	91%	39,120,283	88%
Other	<u>1,455,856</u>	<u>3%</u>	<u>3,749,043</u>	<u>8%</u>

Total revenues	<u>44,570,240</u>	<u>100%</u>	<u>44,612,344</u>	<u>100%</u>
Program Expenses				
Public Services	18,727,735	44%	19,655,873	54%
Chief Executive Officer	464,320	1%	355,924	1%
Support Services	328,408	1%	141,094	0%
Human Resources Office	904,727	2%	652,075	2%
Facilities Office	4,341,764	10%	3,467,191	10%
Security Services	1,424,772	3%	1,337,438	4%
Information Technology Office	2,556,112	6%	2,470,042	7%
Finance Office	1,760,355	4%	1,413,030	4%
Communications Office	1,374,755	3%	1,064,439	3%
Development Office	211,494	0%	205,861	1%
Other administration	10,299,859	24%	5,424,843	15%
Interest and other charges	-	0%	-	0%
Total expenses	<u>42,394,302</u>	<u>100%</u>	<u>36,187,809</u>	<u>100%</u>
Special item - Insurance Proceeds	<u>129,757</u>		<u>-</u>	
Change in net position	<u>2,305,695</u>		<u>8,424,535</u>	
Beginning Net Position	<u>38,440,659</u>		<u>30,016,124</u>	
Ending Net Position	<u>\$ 40,746,354</u>		<u>\$ 38,440,659</u>	

Property and specific ownership tax revenue remained the District's primary source of funding, totaling \$40,543,345 and representing approximately 91% of total revenues. Property tax revenues increased by \$1,423,062, or 3.6%, from the prior year due to growth in assessed valuation throughout the District's service area. Operating grants and donations increased by \$767,405, reflecting continued support from grantors, donors, and the Pikes Peak Library District Foundation. These increases helped offset lower investment earnings and other miscellaneous revenues recognized during the year.

Total expenses increased by \$6,206,493 during 2025. The increase was primarily attributable to strategic investments in District facilities and infrastructure, including the acquisition of the properties housing the Ruth Holley and Ute Pass libraries, as well as increased expenditures for personnel and pension costs, electronic library materials, programming, technology infrastructure, and operational support services.

Public Services remained the District's largest functional expense, accounting for approximately 44% of total expenses. Facilities Office expenditures increased by \$874,573, reflecting the District's continued focus on facility maintenance, preservation, and capital improvements. Other Administration expenditures increased by \$4,875,016, primarily due to one-time strategic investments, facility acquisitions, and Districtwide initiatives supporting long-term operational and service objectives.

The District also recognized \$129,757 in insurance proceeds during 2025 related to covered losses and claims. Despite increased expenditures during the year, the District's financial position remained strong, with total net position increasing to \$40,746,354 at year-end. Management and the Board of Trustees remain committed to prudent financial stewardship, strategic capital planning, and maintaining adequate resources to support future Library services and community needs.

Governmental Funds

Revenues

Total revenues decreased by \$740,447, or 1.8%, from the prior year. Although investment earnings declined due to lower market yields and reduced cash balances, the District continued to experience growth in its primary revenue sources. Property tax and specific ownership tax revenues increased as a result of assessed valuation growth and continued residential and commercial development throughout El Paso County, partially offsetting decreases in other revenue categories.

Expenditures

Total expenditures increased by \$5,625,132, or 16%, from 2024. Approximately \$2.4 million of the increase was attributable to the acquisition of the properties housing the Ruth Holley and Ute Pass Library branches. The remaining increase was primarily driven by higher personnel and pension costs, as well as increased spending on training, travel, programming, library materials, and other operational support services throughout the District.

These expenditures supported the District's mission through:

- Circulation of library materials
- Digital collections and electronic resources
- Community programming and outreach
- Technology access and support
- Facility improvements

Governmental Fund Balance

Governmental funds reported ending fund balances totaling \$26,015,338 as of December 31, 2025, a decrease of \$436,911 from the prior year. The decrease was primarily attributable to capital investments, including the acquisition of the properties housing the Ruth Holley and Ute Pass libraries, as well as increased operational expenditures during the year. In addition, the Board of Trustees committed a portion of the previously unassigned fund balance to support the District's long-term financial stability and strategic priorities. These commitments include funding for the District's three-month operating reserve and \$2,000,000 designated for future library facility development, including the Pony Tracks property, High Prairie Library expansion, and future service expansion in the northwest area of Colorado Springs. As a result, a portion of fund balance previously reported as unassigned is now reported as committed fund balance.

Fund balances as of December 31, 2025, and 2024 include:

	2025	2024
Nonspendable	\$ 774,195	\$ 1,520,897
Restricted	1,190,375	1,310,630
Committed	18,403,416	4,726,007
Assigned	1,359,849	329,503
Unassigned	4,287,504	18,565,212
	<u>\$ 26,015,338</u>	<u>\$ 26,452,249</u>

Major Governmental Funds

General Fund

The General Fund remains the District's primary operating fund. The General Fund balance decreased by \$1,314,309 during 2025. The decrease was primarily attributable to the acquisition of the property housing Ruth Holley Library, as well as increased expenditures on personnel and electronic library materials.

At December 31, 2025, the unassigned fund balance totaled \$4,287,504. Committed fund balance totaled \$13,515,942, an increase from the prior year primarily due to the Board of Trustees' commitment of resources for the District's three-month operating reserve and the designation of \$2,000,000 for future Library facility development and expansion. Committed fund balance also includes the long-term prepaid lease associated with the Carnegie Library in Manitou Springs. These commitments reflect the Board of Trustees' continued focus on financial stability, capital planning, and long-term strategic investment in library services.

The fund balance of the General Fund is broken down as follows as of December 31, 2025, and 2024:

	<u>2025</u>	<u>2024</u>
Nonspendable	\$ 774,195	\$ 1,520,897
Restricted	1,189,563	1,309,818
Committed	13,515,942	715,932
Assigned	1,359,848	329,503
Unassigned	<u>4,287,504</u>	<u>18,565,212</u>
	<u>\$ 21,127,052</u>	<u>\$ 22,441,362</u>

Nonmajor Governmental Funds

Special Revenue Fund (designated Purpose Fund)- Total fund balance as of December 31, 2025, was \$56,401.

Capital Project Funds

Capital Fund balances increased by \$877,398 during 2025. The increase was primarily attributable to transfers and resources designated for future capital improvement projects. The increased allocations support planned facility improvements, lifecycle replacement projects, and deferred maintenance needs at Penrose Library and Library 21c. Capital reserves associated with East Library and Districtwide projects decreased during the year as resources were utilized for approved capital projects and infrastructure investments. The Capital Fund continues to provide resources necessary to maintain District facilities and support future capital development initiatives.

Capital Projects Funds – As of December 31, 2025, fund balance for specific individual funds equals the following and represents ongoing projects; funds not listed have zero balances and were closed as the projects were completed:

	<u>2025</u>	<u>2024</u>
Library 21c Project Fund	\$ 472,993	\$ 202,309
East Library Renovation Fund	471,759	493,777
Penrose Library Renovation Fund	1,650,618	347,031
Capital Reserve Fund	<u>2,236,514</u>	<u>2,911,369</u>
	<u>\$ 4,831,884</u>	<u>\$ 3,954,486</u>

Total capital project expenditures during the year were \$3,229,703. Capital outlays, by fund, for the years ended December 31, 2025, and 2024 are presented below:

	2025	2024
Library 21c Project Fund	\$ 199,118	\$ 67,829
East Library Renovation Fund	457,012	854,409
Penrose Library Renovation Fund	704,301	376,643
Capital Reserve Fund	1,869,273	1,053,992
	<u>\$ 3,229,703</u>	<u>\$ 2,352,873</u>

Capital outlays increased by \$876,831, or approximately 37%, compared to the prior year. The increase was primarily attributable to capital investments funded through operating transfers from the General Fund and focused on maintaining and improving District facilities, equipment, and infrastructure. During the year, the District evaluated existing and planned capital projects to ensure available resources were directed toward the highest-priority needs. Projects addressing safety, facility preservation, and operational continuity received priority consideration, while certain lower-priority projects were deferred to future years.

Capital Reserve Fund – The District utilized Capital Reserve Fund resources to support facility improvements, equipment replacements, technology infrastructure, and vehicle acquisitions. Significant investments during the year included the acquisition of the property housing the Ute Pass Library branch, planning and development costs associated with the Pony Tracks property, technology infrastructure upgrades, and vehicles for District Security and Facilities staff. These expenditures represent strategic investments in the District's long-term operational effectiveness, facility stewardship, and future service expansion.

Budgetary Highlights

General Fund

Total General Fund budgeted revenues were amended upward by \$2,124,159 during 2025. The amendment was primarily driven by a \$1,200,000 contribution from the Pikes Peak Library District Foundation to support the acquisition of the Ruth Holley Library property, stronger-than-anticipated investment earnings of approximately \$889,000 above budget, and \$35,000 in E-Rate reimbursements related to prior-year expenditures.

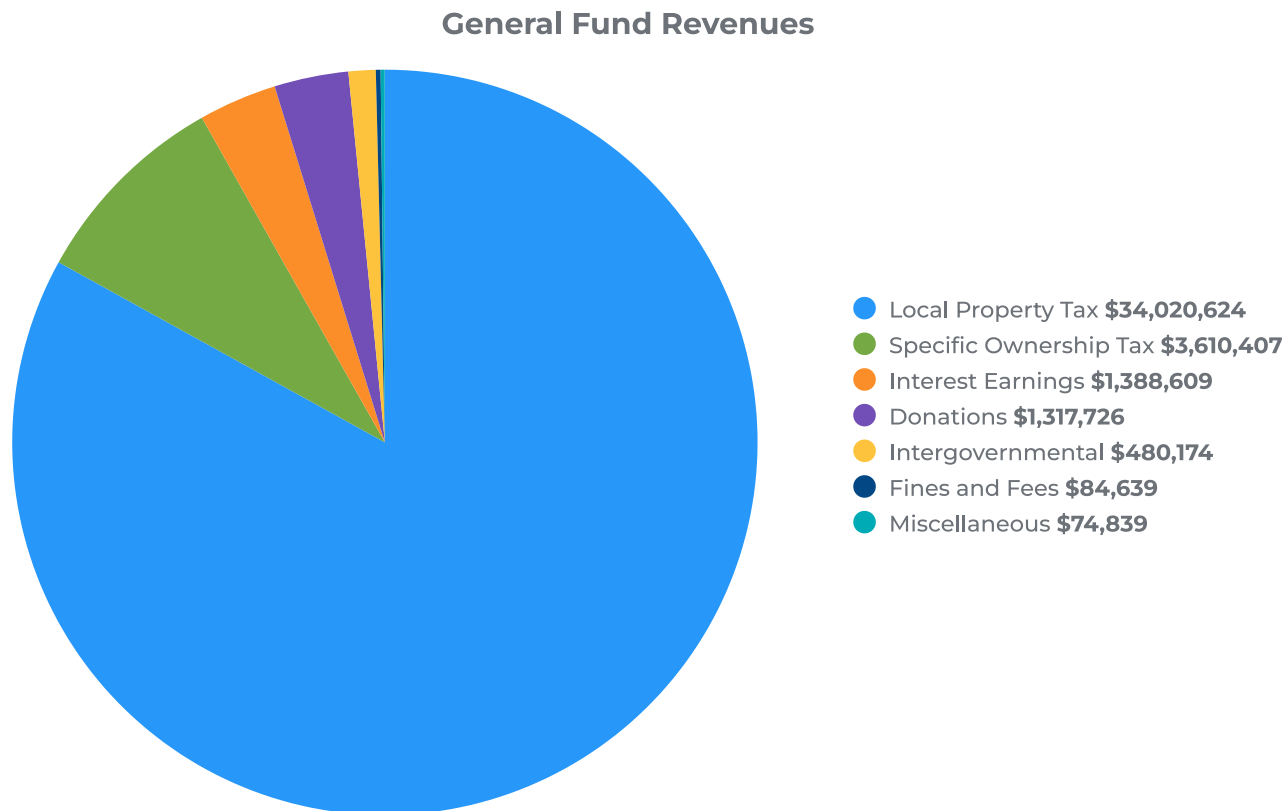
The original General Fund budget for expenditures and transfers out was amended upward by \$2,572,073 during 2025. The increase was primarily attributable to the acquisition of the property housing the Ruth Holley Library branch, funded through the use of available fund balance, expenditure savings generated through vacancies and operational efficiencies, and a \$1,200,000 contribution from the Pikes Peak Library District Foundation. Additional budget amendments reflected increased costs associated with cybersecurity initiatives and legal services.

As is customary, the General Fund budget was also amended to recognize the use of prior-year fund balance for approved projects and encumbrances that were not included in the original budget. In response to ongoing economic uncertainty and to preserve financial flexibility, the District continued its practice of carefully evaluating spending priorities and deferred certain non-critical projects to future years.

General Fund Actual Revenues

Total General Fund actual revenues for fiscal year 2025 were \$40,977,018. This amount was less than the amended 2025 budget by \$26,258, representing less than one-tenth of one percent of total budgeted revenues.

The following chart depicts General Fund revenue for 2025 by category:

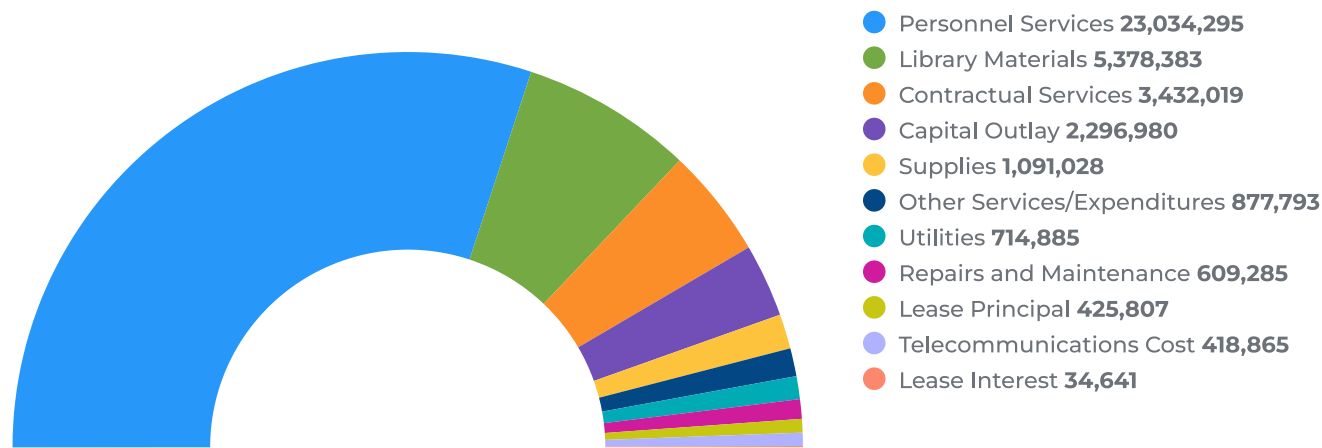


General Fund Actual Expenditures

Total actual General Fund expenditures for 2025 were \$38,313,983. This amount was approximately 2.8%, or \$1,099,369, less than the amended 2025 budgeted expenditures.

The following chart depicts 2025 General Fund expenditures by their respective service function:

General Fund Expenditures - By Classification



Capital Assets

As of December 31, 2025, the District reported capital assets, net of accumulated depreciation and amortization, totaling \$19,930,914.

Major capital activities during 2025 included:

- Acquisition of Ruth Holley and Ute Pass properties.
- Planning and development activities associated with the future acquisition of the Pony Tracks property
- Acquisition of library books and materials
- Acquisition of three vehicles

	Capital and Lease Assets			
	2025		2024	
	Governmental Activities	Percentage of Total	Governmental Activities	Percentage of Total
Nondepreciable assets				
Land	\$ 5,427,725	6%	\$ 5,427,725	6%
Collections of historical treasures	9,598,593	10%	9,581,352	11%

Construction in Progress	1,113,564	1%	1,168,143	1%
Fine art	247,106	0%	247,106	0%
Total nondepreciable assets	16,386,988		16,424,326	
Depreciable assets				
Land improvements	1,889,252	2%	1,838,444	1%
Leasehold improvements	2,558,971	3%	2,302,088	3%
Buildings	49,630,644	54%	46,207,583	53%
Equipment, Furniture and fixtures	7,070,762	8%	7,034,048	8%
Vehicles	1,466,921	2%	1,006,534	1%
Books and materials	11,670,060	13%	10,659,700	13%
Right to Use Lease Assets	1,323,348	1%	2,200,322	3%
Total depreciable assets	75,615,959	100%	71,248,719	100%
Less accumulated depreciation and amortization	(55,685,046)		(52,206,282)	
Book value - depreciable assets	19,930,914		18,379,351	
Percentage depreciated	74%		74%	
Book value - all capital assets	\$ 36,317,902		\$ 35,466,764	

The District continues to invest in maintaining and improving its facilities, collections, technology infrastructure, and other capital assets to support long-term service delivery.

Lease Liabilities

During fiscal year 2025, the District's total lease liabilities decreased by \$788,244, or 53%, primarily as a result of the acquisition of the properties housing the Ruth Holley and Ute Pass Library branches, which were previously subject to lease arrangements. The reduction in lease liabilities reflects the District's strategic efforts to reduce long-term occupancy costs, increase ownership of key facilities, and support long-term operational sustainability.

At December 31, 2025, lease liabilities totaled \$698,670, compared to \$1,487,324 at December 31, 2024.

The District continues to maintain lease agreements for certain Library facilities and operational needs. The District also maintains a long-term prepaid lease arrangement associated with the Carnegie Library in Manitou Springs. Annual lease payment requirements are incorporated into the District's operating budget and managed within available financial resources. The Board of Trustees periodically evaluates opportunities to purchase leased facilities when financially advantageous and consistent with the District's long-term facility planning objectives.

The acquisition of the Ruth Holley and Ute Pass properties was supported through a combination of District resources and contributions from the Pikes Peak Library District Foundation, further advancing the District's long-term facility ownership strategy and reducing future lease obligations.

Additional information regarding lease liabilities, related right-to-use assets, and future lease payment requirements can be found in "Notes to Basic Financials, 3. Detailed Notes on All Funds."

Economic Factors and Outlook

Several factors were considered in developing the 2026 budget and evaluating the District's long-term financial outlook.

Property Tax Environment

Future revenues will continue to be influenced by assessed valuation growth, new construction, economic conditions, and legislative changes affecting Colorado property taxation. The District continues to monitor state-level property tax legislation and its potential impact on future revenues and long-term financial planning.

Economic Conditions

The District continues to monitor:

- Inflationary pressures
- Labor market conditions
- Employee recruitment and retention challenges
- Employee benefit and healthcare costs
- Construction and facility costs
- Technology costs
- Legislative changes affecting library funding and property taxation

Strategic Initiatives

The Board of Trustees and District Administration continue to focus on expanding access to library services throughout the community. Planning efforts include:

- Pony Tracks property development
- High Prairie Library expansion
- Northwest service area expansion
- Facility modernization and hybrid conversion initiatives
- Technology enhancements

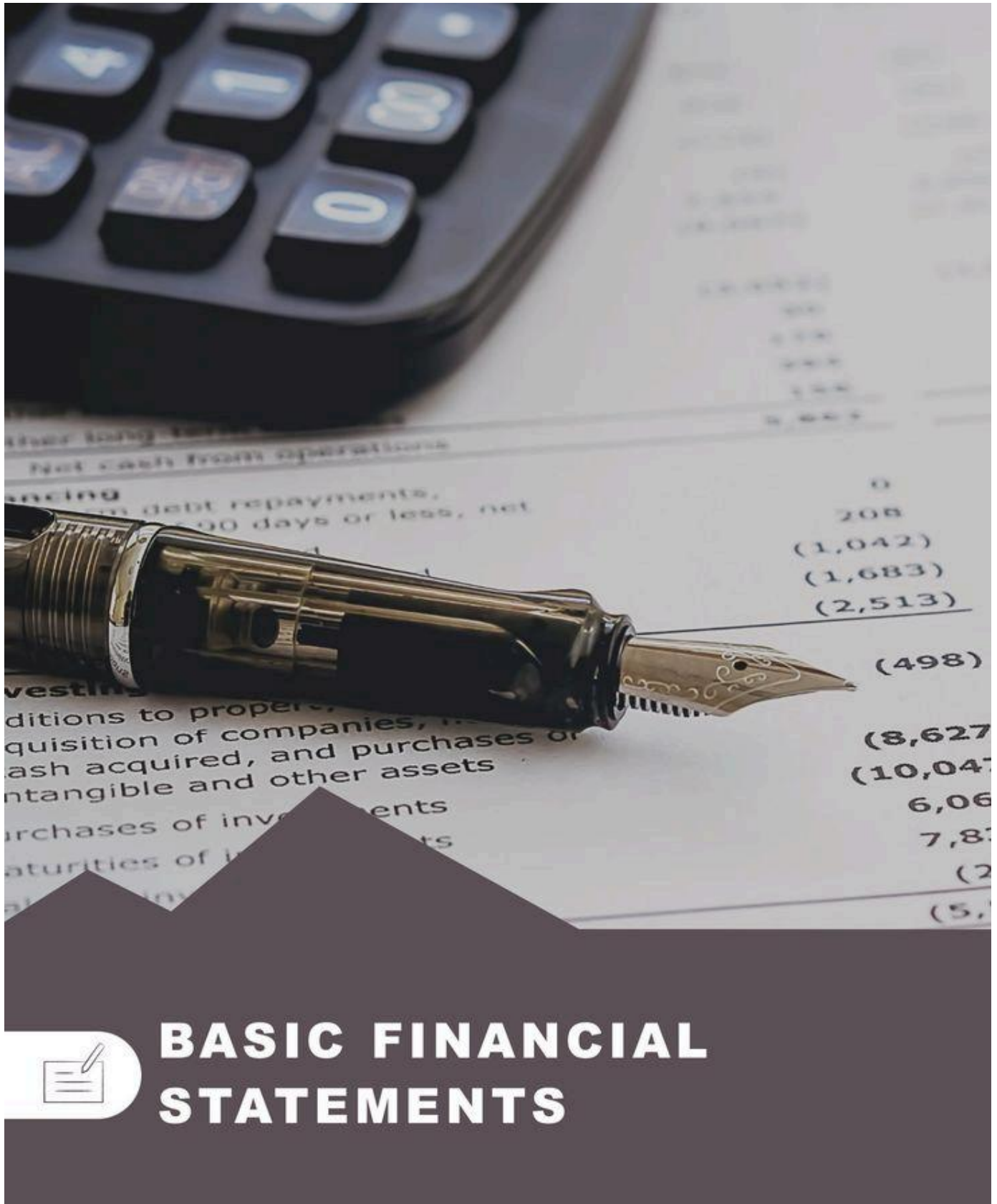
Looking Ahead

The District remains committed to maintaining financial stability while balancing current operational needs with long-term investments in facilities, collections, technology, and services. Through prudent financial management, strategic capital planning, and ongoing evaluation of community needs, management believes the District is well-positioned to address future challenges and continues providing high-quality library services to the residents of the Pikes Peak region.

Requests for Information

Questions concerning any information provided in this report or requests for additional financial information should be addressed to:

Pikes Peak Library District
Finance Office
1175 Chapel Hills Drive
Colorado Springs, Colorado 80920



Government-wide Financial Statements

This page left intentionally blank

Pikes Peak Library District
Statement of Net Position
December 31, 2025

	Primary Government Governmental Activities
ASSETS	
Current assets:	
Cash and investments	\$ 27,093,286
Property taxes receivable	37,832,865
Accounts receivable	45,527
Due from other governments	290,692
Prepaid items	2,268,005
Total current assets	<u>67,530,374</u>
Noncurrent assets:	
Nondepreciable property	\$ 16,420,742
Depreciable building, property and equipment, net	19,075,075
Right to use lease assets, net	822,085
Total noncurrent assets	<u>36,317,902</u>
Total assets	<u>103,848,276</u>
DEFERRED OUTFLOWS OF RESOURCES	
Pension-related amounts	\$ 2,982,008
Total deferred outflows of resources	<u>2,982,008</u>
Total assets and deferred outflows of resources	<u>106,830,284</u>
LIABILITIES	
Current liabilities:	
Accounts payable	\$ 779,496
Lease liabilities	229,952
Accrued compensation payable	2,622,130
Other liabilities	15,414
Total current liabilities	<u>3,646,992</u>
Noncurrent liabilities:	
Net pension liability	\$ 20,719,133
Lease Liability	468,718
Accrued compensated absences	1,351,353
Total noncurrent liabilities	<u>22,539,204</u>
Total liabilities	<u>26,186,196</u>
DEFERRED INFLOWS OF RESOURCES	
Pension-related amounts	\$ 2,064,869
Property taxes	37,832,865
Total deferred inflows of resources	<u>39,897,734</u>
Total liabilities and deferred inflows of resources	<u>66,083,930</u>

NET POSITION

Net investment in capital assets	\$	35,596,173
Restricted for:		
Declared emergencies		22,386
Gifts and grants		1,167,989
Unrestricted		3,959,806
Total net position	\$	<u>40,746,354</u>

The notes to financial statements are an integral part of this statement.

Pikes Peak Library District Foundation, Inc.
Statement of Financial Position
December 31, 2025 and 2024

	2025	2024
ASSETS		
Cash	\$ 1,124,943	\$ 1,457,967
Contributions receivable, net	76,089	137,977
Due from PPLD	1,233	2,680
Prepaid Items	869	391
Investments	3,075,928	2,708,268
	<u>4,279,062</u>	<u>4,307,283</u>
Total Assets	<u><u>4,279,062</u></u>	<u><u>4,307,283</u></u>
LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable	\$ 19,805	\$ 24,988
Total liabilities	<u>19,805</u>	<u>24,988</u>
Net Assets		
Without donor restrictions		
Undesignated	871,610	1,573,180
Board-designated	1,566,834	1,372,985
	<u>2,438,444</u>	<u>2,946,165</u>
With donor restrictions	<u>1,820,813</u>	<u>1,336,130</u>
Total net assets	<u>4,259,257</u>	<u>4,282,295</u>
Total liabilities and net assets	<u><u>\$ 4,279,062</u></u>	<u><u>\$ 4,307,283</u></u>

The notes to financial statements are an integral part of this statement.

Pikes Peak Library District
Statement of Activities
For the Year Ended December 31, 2025

					Net (Expense) Revenue and Changes in Net Position
Functions/Programs	Expenses	Program Revenues			Governmental Activities
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary government:					
Governmental activities:					
Public Services	\$18,727,735	\$ 84,639	\$ 2,030,810	\$ -	\$16,612,285)
Chief Executive Officer	464,320	-	-	-	(464,320)
Support Services	328,408	-	-	-	(328,408)
Human Resources Office	904,727	-	-	-	(904,727)
Facilities Office	4,341,764	-	-	-	(4,341,764)
Security Services	1,424,772	-	-	-	(1,424,772)
Information Technology Office	2,556,112	-	-	-	(2,556,112)
Finance Office	1,760,355	-	-	-	(1,760,355)
Communications Office	1,374,755	-	-	-	(1,374,755)
Development Office	211,494	-	-	-	(211,494)
Other Administration	10,299,859	455,589	-	-	(9,844,270)
Total governmental activities	42,394,302	540,229	2,030,810	-	(39,823,263)
General revenues:					
					36,932,938
					3,610,407
					1,389,325
					66,532
					129,757
					42,128,958
					2,305,695
					38,440,659
					\$ 40,746,354

The notes to financial statements are an integral part of this statement.

Pikes Peak Library District Foundation, Inc.
Statement of Activities
Year Ended December 31, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, Gains, and Other Support			
Contributions - financial assets	\$ 309,447	\$ 1,006,546	\$ 1,315,993
Contributions - nonfinancial assets	205,331	-	205,331
Investment Return, net	374,662	7,280	381,942
Net assets released from restrictions	529,143	(529,143)	-
Total Revenues, Gains, and Other Support	1,418,583	484,683	1,903,266
Expenses			
Program Services			
Distributions to PPLD	1,517,437	-	1,517,437
Contributions - nonfinancial assets	10,267	-	10,267
Other	27,018	-	27,018
Total Program services	1,554,722	-	1,554,722
Support Services			
General and administrative	20,533	-	20,533
Contributions - nonfinancial assets	63,236	-	63,236
	83,769	-	83,769
Fundraising			
Contributions - nonfinancial assets	174,531	-	174,531
Other	113,282	-	113,282
	287,813	-	287,813
Total Support Services	371,582	-	371,582
Total Expenses	1,926,304	-	1,926,304
Change In Net Assets	(507,721)	484,683	(23,038)
Net Assets, Beginning of Year	2,946,165	1,336,130	4,282,295
Net Assets, End of Year	\$ 2,438,444	\$ 1,820,813	\$ 4,259,257

The notes to financial statements are an integral part of this statement.

Fund Financial Statements

This page left intentionally blank

Government Funds

This page left intentionally blank

Pikes Peak Library District
Balance Sheet
Governmental Funds
December 31, 2025

	General Fund	Total Nonmajor Funds	Total Governmental Funds
ASSETS			
Cash and investments	\$ 26,177,936	\$ -	\$ 26,177,936
Property taxes receivable	37,832,865	-	37,832,865
Accounts receivable	166	8,694	8,860
Due from other governments	290,692	-	290,692
Due from other funds	-	4,902,651	4,902,651
Prepaid items	2,231,338	-	2,231,338
Total assets	<u>\$ 66,532,996</u>	<u>\$ 4,911,345</u>	<u>\$ 71,444,341</u>
LIABILITIES			
Accounts payable	\$ 271,503	\$ 23,059	\$ 294,562
Accrued compensation payable	2,170,670	-	2,170,670
Due to other funds	4,890,889	-	4,890,889
Other liabilities	15,414	-	15,414
Total liabilities	<u>7,348,475</u>	<u>23,059</u>	<u>7,371,534</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	\$ 37,832,865	\$ -	\$ 37,832,865
Unavailable fund resources	224,604	-	224,604
Total deferred inflows of resources	<u>38,057,469</u>	<u>-</u>	<u>38,057,469</u>
 Total liabilities and deferred inflows of resources	 <u>45,405,944</u>	 <u>23,059</u>	 <u>45,429,003</u>
FUND BALANCES			
Nonspendable			
Prepaid expenditures	\$ 774,195	\$ -	\$ 774,195
Restricted			
Gifts and grants	21,574	812	22,386
TABOR Emergency Reserve	1,167,989	-	1,167,989
Committed			
Board Committed Funds for Library			
Facility Development	2,000,000	-	2,000,000
Board Reserve 3 Months Expenditures	10,058,799	-	10,058,799
Capital projects		4,887,474	4,887,474

Manitou Springs Carnegie			
improvements	1,457,143	-	1,457,143
Assigned			
Library materials	27,953	-	27,953
Purchased contracts	1,331,896	-	1,331,896
Unassigned	4,287,504	-	4,287,504
Total fund balances	<u>21,127,052</u>	<u>4,888,286</u>	<u>26,015,338</u>
Total liabilities and fund balances	<u>\$ 66,532,996</u>	<u>\$ 4,911,345</u>	<u>\$ 71,444,341</u>

The notes to financial statements are an integral part of this statement.

Pikes Peak Library District
Reconciliation of Balance Sheet
To the Statement of Net Position
For the Year Ended December 31, 2025

Fund balances of governmental funds		\$ 26,015,338
-------------------------------------	--	---------------

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.

Cost of capital assets	90,679,600	
Less: accumulated depreciation	<u>(55,183,783)</u>	
		35,495,817

Right to use lease assets net of accumulated depreciation		822,085
---	--	---------

Liabilities that are not due and payable in the current period and, therefore, are not reported in the funds

Lease liabilities	(698,670)	
Accrued compensated absences	<u>(1,802,813)</u>	
		(2,501,483)

Certain long-term pension related costs and adjustments are not payable currently and are therefore not reported in the funds. Net pension-related amounts

Net pension liability	(20,719,133)	
Net deferred outflows/inflows	<u>917,139</u>	
		(19,801,994)

Certain revenue earned but not available, classified as deferred inflows in governmental funds is susceptible to full accrual on the entity-wide statements.		224,604
--	--	---------

Assets and liabilities of internal service funds are included in governmental activities in the statement of net position.		491,987
Net position of governmental activities		<u><u>\$ 40,746,354</u></u>

The notes to financial statements are an integral part of this statement.

Pikes Peak Library District
Statement of Revenues, Expenditures & Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2025

	General Fund	Total Nonmajor Funds	Total Governmental Funds
REVENUES			
Taxes	\$ 37,631,031	\$ -	\$ 37,631,031
Intergovernmental	480,174	-	480,174
Fines and fees	84,639	-	84,639
Interest earnings	1,388,609	-	1,388,609
Donations	1,317,726	-	1,317,726
Miscellaneous	74,839	-	74,839
Total revenues	<u>40,977,018</u>	<u>-</u>	<u>40,977,018</u>
EXPENDITURES			
Current:			
Governmental Activities			
Public Services	-	-	-
Personnel services	15,182,344	-	15,182,344
Supplies	182,771	-	182,771
Library materials	5,208,083	-	5,208,083
Contractual services	953,686	-	953,686
Repairs and maintenance	8,106	-	8,106
Other services/expenditures	185,221	-	185,221
Total Public Services	<u>21,720,212</u>	<u>-</u>	<u>21,720,212</u>
Chief Executive Officer			
Personnel services	439,273	-	439,273
Supplies	94	-	94
Other services/expenditures	24,953	-	24,953
Total Chief Executive Officer	<u>464,320</u>	<u>-</u>	<u>464,320</u>
Support Services			
Personnel services	306,122	-	306,122
Other services/expenditures	22,287	-	22,287
Total Support Services	<u>328,408</u>	<u>-</u>	<u>328,408</u>
Human Resources Office			
Personnel services	780,559	-	780,559
Supplies	2,190	-	2,190
Contractual services	29,915	-	29,915
Other services/expenditures	92,063	-	92,063
Total Human Resources Office	<u>904,727</u>	<u>-</u>	<u>904,727</u>
Facilities Office			
Personnel services	897,474	-	897,474
Supplies	100,052	-	100,052
Utilities	714,885	-	714,885
Contractual services	897,628	-	897,628
Repairs and maintenance	367,017	-	367,017

Other services/expenditures	56,735	-	56,735
Lease principal	425,807	-	425,807
Lease interest	34,641	-	34,641
Total Facilities Office	<u>3,494,238</u>	<u>-</u>	<u>3,494,238</u>
Security Services			
Personnel services	1,387,824	-	1,387,824
Supplies	23,625	-	23,625
Repairs and maintenance	6,745	-	6,745
Other services/expenditures	6,578	-	6,578
Total Security Services	<u>1,424,772</u>	<u>-</u>	<u>1,424,772</u>
Information Technology Office			
Personnel services	1,039,424	-	1,039,424
Supplies	732,525	-	732,525
Telecommunication costs	418,865	-	418,865
Contractual services	99,138	-	99,138
Repairs and maintenance	227,417	-	227,417
Other services/expenditures	5,828	-	5,828
Capital outlay	-	32,915	32,915
Total Information Technology Office	<u>2,523,197</u>	<u>32,915</u>	<u>2,556,112</u>
Finance Office			
Personnel services	968,655	-	968,655
Supplies	21,672	-	21,672
Contractual services	679,616	-	679,616
Other services/expenditures	90,412	-	90,412
Total Finance Office	<u>1,760,355</u>	<u>-</u>	<u>1,760,355</u>
Communications Office			
Personnel services	1,039,844	-	1,039,844
Supplies	10,634	-	10,634
Contractual services	110,187	-	110,187
Other services/expenditures	214,090	-	214,090
Total Communications Office	<u>1,374,755</u>	<u>-</u>	<u>1,374,755</u>
Development Office			
Personnel services	205,331	-	205,331
Contractual services	6,163	-	6,163
Total Development Office	<u>211,494</u>	<u>-</u>	<u>211,494</u>
Other Administration			
Personnel services	787,446	-	787,446
Supplies	17,466	-	17,466
Library materials	170,299	-	170,299
Contractual services	655,686	-	655,686
Other services/expenditures	179,626	-	179,626
Capital outlay	2,296,980	3,196,789	5,493,769
Total Other Administration	<u>4,107,504</u>	<u>3,196,789</u>	<u>7,304,293</u>
Total expenditures	<u>38,313,983</u>	<u>3,229,703</u>	<u>41,543,686</u>
Excess (deficiency) of revenues over expenditures	<u>2,663,036</u>	<u>(3,229,703)</u>	<u>(566,668)</u>

OTHER FINANCING SOURCES (USES)

Transfers in	-	3,977,345	3,977,345
Transfers out	(3,977,345)	-	(3,977,345)
Insurance proceeds	-	129,757	129,757
Total other financing sources (uses)	<u>(3,977,345)</u>	<u>4,107,102</u>	<u>129,757</u>
Net change in fund balances	(1,314,309)	877,398	(436,911)
Fund balances - beginning	22,441,362	4,010,887	26,452,249
Fund balances - ending	<u>\$ 21,127,052</u>	<u>\$ 4,888,286</u>	<u>\$ 26,015,338</u>

The notes to financial statements are an integral part of this statement.

Pikes Peak Library District
Reconciliation of Statement of Revenues, Expenditures and Changes
Fund Balances to the Statement of Activities
For the Year Ended December 31, 2025

Net change in fund balances - total government funds	\$ (436,911)
--	--------------

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The details of this difference are as follows:

Depreciation expense	(4,027,468)	
Capital outlay for building, furniture, land and vehicles	4,356,644	
Amounts paid for books, audio visual materials and historical collections	1,290,597	
		1,619,773

Principal payments on lease liabilities	423,595
---	---------

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.

Right to use lease asset amortization expense	(566,645)	(566,645)
---	-----------	-----------

Certain revenue earned but not available, classified as deferred inflows in governmental funds is susceptible to full accrual on the entity-wide statements.	224,604
--	---------

Pension expense at the fund level represents cash contributions to the defined benefit plan. For the activity level presentation, the amounts represent the actuarial cost of the benefits for the fiscal year.	1,701,880
---	-----------

Compensated absences expenses reported on the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	(95,935)
---	----------

Net revenue(loss) of internal service funds	(564,666)
Change in net position of governmental activities	\$ 2,305,695

The notes to financial statements are an integral part of this statement.

Proprietary Funds

This page left intentionally blank

Pikes Peak Library District
Statement of Net Position
Proprietary Funds
December 31, 2025

	Governmental Activities Internal Service Fund
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 915,350
Deposits	36,667
Accounts receivable	36,667
Total current assets	988,684
Total assets	\$ 988,684
LIABILITIES	
Current liabilities:	
Accounts payable	1,297
Claims payable	483,638
Due to other funds	11,762
Total current liabilities	496,697
Total liabilities	\$ 496,697
NET POSITION	
Unrestricted	491,987
Total net position	\$ 491,987

The notes to financial statements are an integral part of this statement.

Pikes Peak Library District
Statement of Revenues, Expenditures & Changes in Fund Balances
Proprietary Funds
For the Year Ended December 31, 2025

	Governmental Activities
	<u>Internal Service Fund</u>
OPERATING REVENUES	
Employee contributions	\$ 455,589
Total operating revenues	<u>455,589</u>
OPERATING EXPENSES	
Claims incurred	2,446,606
Administrative	1,303,463
Personnel services	139,373
Total operating expenses	<u>3,889,443</u>
Operating income (loss)	<u>(3,433,853)</u>
NONOPERATING REVENUES (EXPENSES)	
Taxes	2,868,472
Interest earnings	715
Total nonoperating revenues (expenses)	<u>2,869,187</u>
Income (loss) before contributions and transfers	<u>(564,666)</u>
Change in net position	<u>(564,666)</u>
Total net position - beginning	1,056,653
Total net position - ending	<u>\$ 491,987</u>

The notes to financial statements are an integral part of this statement.

Pikes Peak Library District
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2025

Governmental
Activities
Internal
Service Fund

CASH FLOWS FROM OPERATING ACTIVITIES

Employee and employer contributions	\$ 455,589
Payment of claims	(2,077,990)
Payments to service providers	(1,303,463)
Payments to or on behalf of employees	(138,977)
Other payments	(36,667)
Cash from interfund	293,302
Net cash provided (used) by operating activities	<u>(2,808,206)</u>

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES

Property taxes levied for library purposes	2,868,472
Net cash provided (used) by noncapital financing activities	<u>2,868,472</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Interest received	715
Net cash provided (used) by investing activities	<u>715</u>
Net increase (decrease) in cash and cash equivalents	60,981
Cash balances - beginning of year	854,369
Cash balances - end of the year	<u>\$ 915,350</u>
Cash	\$ 915,350
Total Cash	<u>\$ 915,350</u>

Reconciliation of operating income (loss) to net cash provided (used) by operating activities:

Operating Income (Loss)	\$(3,433,853)
Changes in assets and liabilities:	
Accounts Payable - Interfund	293,302
Claims Payable	368,617
Accounts Payable - Other	396
Customer Receivables	(36,667)
Net cash provided (used) by operating activities	<u><u>\$(2,808,206)</u></u>

The notes to financial statements are an integral part of this statement.

Fiduciary Funds

This page left intentionally blank

Pikes Peak Library District
Statement of Fiduciary Net Position
December 31, 2025

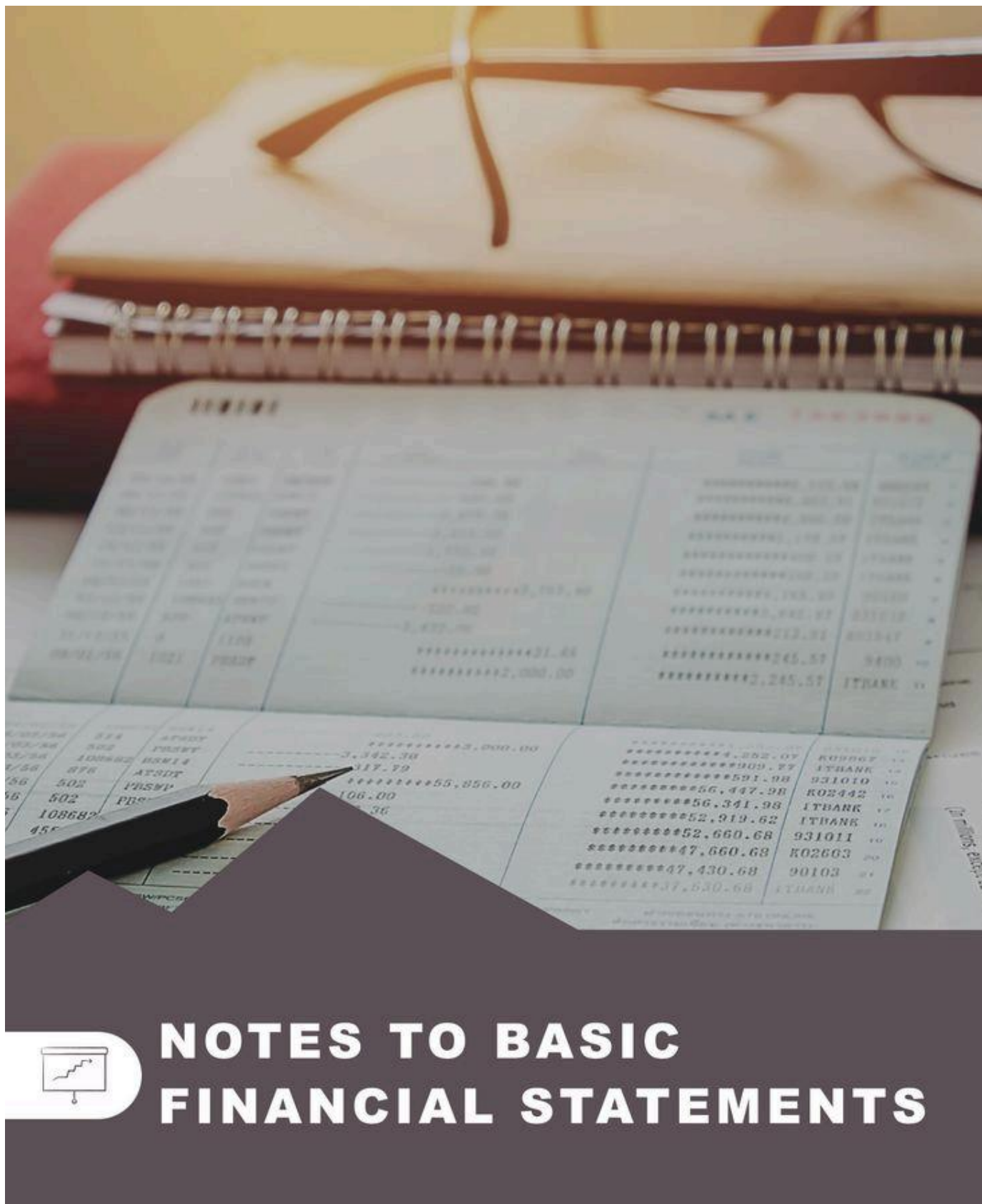
	<u>Custodial Funds</u>
ASSETS	
Cash and cash equivalents	\$ 41,736
Other assets	11,000
Due from other funds	12,474
Total assets	<u>65,210</u>
LIABILITIES	
Due to other funds	\$ 2,202
Accounts payable	10,387
Total liabilities	<u>12,589</u>
NET POSITION	
Restricted for:	
Individuals	\$ 51,388
Total net position	<u><u>\$ 51,388</u></u>

The notes to financial statements are an integral part of this statement.

Pikes Peak Library District
Statement of Changes in Fiduciary Net Position
December 31, 2025

	<u>Custodial Funds</u>
ADDITIONS	
Contributions:	
Employee contributions	\$ 124,662
Total contributions	<u>124,662</u>
Investment earnings:	
Interest earnings	<u>25</u>
Total investment earnings	<u>25</u>
Total additions	<u>124,686</u>
DEDUCTIONS	
Benefit payments	<u>123,487</u>
Total deductions	<u>123,487</u>
Net increase (decrease) in fiduciary net position	1,199
Fiduciary net position - beginning of period	<u>50,189</u>
Fiduciary net position - end of period	<u><u>\$ 51,388</u></u>

The notes to financial statements are an integral part of this statement.



Summary of Significant Account Policies

The financial statements of the Pikes Peak Library District (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America (US 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. The more significant of the District's accounting policies are described below.

Reporting Entity

The District was created through state statute (C.R.S. 24-90-110). A joint committee equally represented by the City of Colorado Springs, Colorado and El Paso County, Colorado appoints members of the District's seven-member Board of Trustees.

As required by US GAAP, these financial statements present the District and its discretely presented component unit, the Pikes Peak Library District Foundation, which is reported in a separate statement in the financial statements to emphasize it is legally separate from the District.

Depending upon the significance of the District's financial and operational relationships with various separate entities, the organizations are classified as blended or discrete component units, related organizations, joint ventures, or jointly governed organizations, and the financial disclosure is treated accordingly.

Related Organizations – The District had no financial relationships of this type during the fiscal year ended December 31, 2025.

Joint Ventures – The District did not participate in any joint venture during the fiscal year ended December 31, 2025.

Jointly Governed Organizations – The District had no financial relationships of this type during the fiscal year ended December 31, 2025.

Discretely Presented Component Unit

The Pikes Peak Library District Foundation, Inc. (the Foundation).

The Foundation, which was formed in 2003, was established exclusively for the benefit of, to perform the function of, or to carry out the charitable and educational purposes of the Pikes Peak Library District. The Foundation is a tax-exempt corporation under the provisions of 501(c)(3) of the Internal Revenue Code. The Foundation issues separate financial statements and a copy can be obtained from the District's Financial Office at 1175 Chapel Hills Drive, Colorado Springs, Colorado 80920.

The District maintains control of the Foundation in the following areas:

- The Board of Trustees of the District originally elected members of the Foundation's Board of Directors. The members of the Foundation Board make subsequent Board appointments.
- The Foundation may not disburse funds for costs that have not been recommended by the District's Board of Trustees.
- Two members of the District's Board of Trustees serve on the Foundation's Board of Directors at all times.

Basis of Presentation

The District's basic financial statements consist of government-wide statements, including a statement of net position, a statement of financial position and statements of activities, and fund financial statements, which provide a more detailed level of financial information.

Government-wide Financial Statements – The government-wide financial statements include the District's statement of net position, the Foundation's statement of financial position and a statement of activities for the District and the Foundation. These statements report financial information on all the non-fiduciary activities of the District and its component unit. The effect of interfund activity has been removed from these statements. The primary government and the discretely presented component unit are presented separately within these financial statements with the focus on the primary government. Individual funds are not displayed, and the statements report governmental activities, generally supported by taxes and District general revenues. The District does not have any business-type activities which rely, to a significant extent, on fees and charges for support.

The District's statement of net position presents the financial position of the governmental activities of the District at year-end. The Foundation's statement of financial position presents the financial position of the Foundation at year-end using not-for-profit accounting and financial reporting principles promulgated by the Financial Accounting Standards Board.

The District's statement of activities presents a comparison between direct expenses and program revenues for the year for each function of the District's governmental activities. The Foundation's statement of activities presents the activities of the Foundation using not-for-profit accounting and financial reporting principles promulgated by the Financial Accounting Standards Board. Direct expenses are those that are specifically associated with a function and, therefore, clearly identifiable to that function. The District does not allocate indirect expenses to functions in its statement of activities.

The Foundation reports under not-for-profit accounting and financial reporting principles promulgated by the Financial Accounting Standards Board, including FASB Codification ASC 958-205. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. No modifications have been made to the Foundation's financial information in the District's financial reporting entity for these differences. Because the Foundation uses generally accepted accounting principles (GAAP) reporting model that is different from the District's reporting model, the District has elected to present the Foundation's financial statements separately from those of the District as provided for under GASB standards.

The District's statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include: (1) charges for services that report fees and other charges to users of the District's services; (2) operating grants and contributions that finance annual operating activities including restricted investment income; and (3) capital grants and contributions that fund the acquisition, construction, or rehabilitation of capital assets. These revenues are subject to externally imposed restrictions to these program uses.

For identifying to which function program revenue pertains, the determining factor for *charges for services* is which function *generates* the revenue. For *grants and contributions*, the determining factor is to which functions the revenues are *restricted*.

Taxes and other revenue sources not properly included with program revenues are reported as general revenues of the District. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

Fund Financial Statements – During the year, the District segregates transactions related to certain District functions or activities in separate funds to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the District at this more detailed level. Fund financial statements are provided for governmental, proprietary, and fiduciary funds.

The major individual governmental fund (the General Fund) is reported in a separate column with a composite column for non-major funds.

Fund Accounting – The District uses funds to maintain its financial records during the year. A fund is a fiscal and accounting entity with a self-balancing set of accounts. The District uses three categories of funds: governmental, proprietary, and fiduciary.

Governmental Funds – Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Fund liabilities are assigned to the fund from which they will be liquidated. The District reports the difference between governmental fund assets, liabilities, and deferred inflows of resources as fund balance.

The following is the District's major governmental fund:

General Fund – The General Fund accounts for all financial resources except those required to be accounted for in another fund. The General Fund balance is available to the District for any purpose provided it is expended or transferred according to the general laws of Colorado.

Additionally, the District reports the following non-major governmental fund type:

Special Revenue Fund – This consolidated fund accounts for resources that are restricted or committed for specific purposes, specifically gifts and grants across activities for three distinct locations: Cheyenne Mountain Library, High Prairie Library, and Sand Creek Library.

Capital Projects Funds – These funds account for the financial activity related to significant capital projects.

Internal Service Fund – This fund accounts for the health insurance plan that is provided to eligible District employees (employees with a regularly scheduled workweek of 30 hours or more).

Additionally, the District reports the following fiduciary fund type:

Custodial Fund – This fund is used to report resources held by the District, purely in a custodial capacity, and is used to account for contributions made by employees who elect to participate in the District's Flexible Spending Program as authorized under Section 125 of the Internal Revenue Code. All program administration, oversight, and financial involvement have been outsourced to a third-party administrator. Assets are not derived from District's revenues nor from government-mandated nonexchange transactions or voluntary transactions. The District has no administrative involvement or direct financial involvement.

As a rule, interfund services provided and used are not eliminated in the process of consolidation of the government-wide statement of activities.

Proprietary funds distinguish operating revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's Internal Service Fund are charges to customers for sales and services. Operating expenses for the District's Internal Service Fund include the cost of sales and services and administrative expenses. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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

Measurement Focus

Government-wide, Proprietary, and Fiduciary Fund Financial Statements – The District's government-wide, proprietary, and fiduciary fund financial statements are prepared using the *economic resources measurement focus*. 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 – All governmental funds are accounted for using the *current financial resources measurement focus*. With this measurement focus, only current assets, current liabilities, and deferred inflows of resources generally are included on the balance sheet. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. The statement of revenues, expenditures and changes in fund balances reports the sources (i.e., revenue and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the governmental fund statements.

Basis of Accounting

District

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. At the fund reporting level, governmental funds use the modified accrual basis of accounting, and the fiduciary fund uses the accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue, and in the presentation of expenses versus expenditures.

Revenues – Exchange Transactions – Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded when the exchange takes place and in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year.

The District considers revenues, other than grants, to be measurable and available if collected within three months after year-end. Grants are considered measurable and available if 1) they are collected within one year after year-end, and 2) all eligibility requirements, including incurring allowable costs, have been met.

Revenues – Non-exchange Transactions – Non-exchange transactions in which the District receives value without directly giving equal value in return, include property taxes, specific ownership taxes, grants, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note III-B-1.). Revenue from grants and donations is 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 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 also must be available (i.e., collected within 60 days) before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered susceptible to accrual: property taxes, specific ownership taxes, interest, and federal and state grants.

Unearned Revenue – Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Grants and entitlements received before the eligibility requirements are met (e.g., cash advances) also are recorded as unearned revenue.

Deferred Outflows and Inflows of Resources – Deferred outflows related to pensions arise from differences between expected and actual experience about economic and demographic factors, changes in assumptions or other inputs,

projected and actual pension plan earnings, and changes in proportional share. These deferrals are amortized over a closed period. The amounts not recognized as a pension expense in the current year are reported as deferred outflows related to pensions.

Deferred inflows of resources are an acquisition of net assets by the District that is applicable to a future reporting period, and deferred outflows of resources are a consumption of net assets by the District that is applicable to a future reporting period. Both deferred inflows and outflows are reported in the statement of net position but are not recognized in the financial statements as revenues and expenses until the period(s) to which they relate.

Under the modified accrual basis of accounting, revenues and other fund financial resources are recognized in the period in which they become both measurable and available. Assets recorded in the fund financial statements for which the revenues are not available are reported as deferred inflows of resources. In addition, property tax receivables are reported as deferred inflows of resources when levied in the fund statements.

Since property taxes are levied in December (i.e., there is a legal claim) for the next calendar year's operations, the total levy is reported as taxes receivable and deferred inflows.

On governmental fund financial statements (i.e., on the modified accrual basis), receivables that will not be collected within the available period have been reported as deferred inflows (i.e., they are measurable but not available) rather than as revenue.

In addition, deferred outflows and deferred inflows related to pension liabilities are presented separately under this category, and they are more fully described under Section 4. Other Information.

Expenses/Expenditures – On the accrual basis of accounting, expenses are recognized at the time they are incurred. On the modified accrual basis, expenditures generally are recognized in the accounting period in which the related fund liability is incurred and due, if measurable.

Foundation

The Foundation uses the accrual basis of accounting.

Net assets with donor restrictions are those whose use by the Foundation has been limited by donors to a specific time period or purpose, and include amounts restricted by donors to be maintained by the Foundation in perpetuity.

Gifts of cash and other assets received without donor stipulations are reported as revenue and net assets without donor restrictions. Gifts received with a donor stipulation that limits their use are reported as net assets with donor restrictions. When a donor stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Gifts and investment income that are originally restricted by the donor, and for which the restriction is met in the same time period, are recorded as net assets with donor restrictions and then released from restriction.

Gifts of land, buildings, equipment, and other long-lived assets are reported as revenue and net assets without donor restrictions unless explicit donor stipulations specify how such assets must be used, in which case the gifts are reported as revenue and net assets with donor restrictions.

Unconditional gifts expected to be collected within one year are reported at their net realizable value. Unconditional gifts expected to be collected in future years are reported at the present value of estimated future cash flows. The resulting discount is amortized using the level-yield method and is reported as contribution revenue.

Conditional gifts depend on the occurrence of a specified future and uncertain event to bind the potential donor and are recognized as assets and revenue when the conditions are substantially met, and the gift becomes unconditional.

In addition to receiving cash contributions, the Foundation receives in-kind contributions from various donors. It is the policy of the Foundation to record the estimated fair value of certain in-kind donations as an expense in its financial statements and similarly increase contribution revenue by a like amount.

The Foundation is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and a similar provision of state law. However, the Foundation is subject to federal income tax on any unrelated business taxable income. The Foundation had no unrelated business taxable income for the year ended December 31, 2025. The Foundation is not considered a private foundation.

Assets, Deferred Outflows, Liabilities, Deferred Inflows and Net Position or Fund Balances

Cash, Cash Equivalents, and Investments

Cash and cash equivalents include amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the District.

Investments are stated at fair value based on quoted market prices.

Under Colorado statutes, the District, its fund and fund types may lawfully invest eligible funds in the following securities:

- Obligations of the United States and certain U.S. government agencies' securities.
- Certain international agency securities.
- General obligation and revenue bonds of U.S. 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.
- Certain corporate bonds

The District may also deposit funds in Colorado financial institutions that are members of the Federal Deposit Insurance Corporation.

Receivables - All trade and property tax receivables are reported net of an allowance for uncollectible amounts, when applicable. Property tax allowance as of December 31, 2025, was \$205,731.

Restricted Assets - Restricted assets are reported when restrictions on asset use change the nature or normal understanding of the availability of the asset. Restrictions on assets can be externally imposed by creditors, grantors, contributors, laws, or regulations of other governments, or can be imposed by law through constitutional provisions or enabling legislation.

Interfund Activity - Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after the non-operating revenues/expenses section in the Internal Service Fund. Repayments from funds responsible for expenditures/expenses to the funds that initially paid for them are not presented on the financial statements. Transfers between funds reported in the governmental activities' column are eliminated. A single Special Revenue Fund is being reported to track the activities for three distinct locations: Cheyenne Mountain Library, High Prairie Library, and Sand Creek Library.

Prepaid Items - Payments made to vendors for services (e.g., insurance, rents, and library services from other libraries) that will benefit periods beyond December 31, 2025, are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed. At the fund reporting level, an equal amount of fund balance is classified as Nonspendable, as this amount is not available for general appropriation.

Capital Assets - Capital assets include land, improvements to land, easements, buildings, building improvements, vehicles, machinery, equipment, works of art and historical treasures, infrastructure, books and audiovisual materials, leases, and all other tangible or intangible assets that are used in operations and that have initial useful lives extending beyond a single reporting period. These assets generally result from expenditures in governmental funds. The District reports these assets in the governmental activities' column of the government-wide statement of net position but does not report these assets in the governmental fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their acquisition values as of the date received. The District maintains a capitalization threshold of \$5,000. Improvements to capital assets are capitalized. The cost of normal maintenance and repairs that do not add to the value of the assets or materially extend an asset's life are expensed.

All reported capital assets are depreciated except for land, collections of historical treasures and construction-in-progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Leasehold improvements are depreciated over the shorter of the term of the lease or the estimated useful life of the asset. Depreciation is computed using the straight-line method over the following useful lives:

Description	Estimated Lives
Land improvements	20 years
Buildings	20 years
Vehicles	5 to 10 years
Computer equipment	3 to 5 years
Other equipment	3 to 5 years
Furniture and fixtures	10 to 30 years
Books and audio-visual materials	4 years
Lease assets	2 to 6 years

The District capitalizes its library books and audiovisual materials. Purchased items are recorded at cost, and donated items are capitalized at fair value on the date donated. Damage and lost materials are deleted from the inventory, using the specific identification method.

Compensated Absences - Employees earn 15 to 20 days of vacation leave annually based on length of service. District policy allows employees to carry over up to 320 hours of unused vacation leave into the next year for full-time employees, prorated for part-time employees. All outstanding vacation leave is payable upon resignation, termination, retirement, or death.

Employees also earn sick leave and can accumulate up to 180 days of sick leave. Accumulated sick leave is payable only upon retirement or termination after twenty years of service at 50% of the accrued balance as specified in the District's policies. Upon resignation, termination, or death prior to 20 years of service, any outstanding sick leave is forfeited.

Upon the adoption of GASB 101, during 2024, the District estimates its accrued sick leave liability based on an estimate of leave more-likely-than-not to be used for time off or otherwise paid or settled. This estimate includes evaluating historical use and settlement trends.

1. Summary of Significant Accounting Policies

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means.

All compensated absence liabilities include salary-related payments, where applicable.

The total compensated absence liability is reported on the government-wide financial statements. Governmental funds report the compensated absence liability at the fund reporting level only "*when matured*".

Accrued Liabilities and Long-term Obligations - All payables accrued liabilities, and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources and are reported as obligations of these funds. However, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are "due for payment" during the current year.

Net Position or Fund Balances

Fund equity at the governmental fund financial reporting level is classified as "fund balance". Fund equity for all other reporting is classified as "net position".

Net Position – Net position is assets minus liabilities plus deferred inflows of resources. Net investment in capital assets consist of capital assets, net of accumulated depreciation, and reduced by the outstanding balances of any borrowing used for the acquisition, construction, or improvement 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 or laws or regulations of other governments. All other net position is reported as unrestricted.

Fund Balance – Generally, fund balances reflect assets minus liabilities and deferred inflows of resources. Financial reporting standards establish criteria for classifying fund balance amounts into specifically defined categories to make the nature and extent of constraints on these amounts more useful and understandable. The categories comprise a hierarchy based on the extent to which constraints must be honored for a specified purpose and for which amounts can be spent. Fund balances of governmental funds may be categorized as Nonspendable, restricted, committed, assigned, and unassigned.

Nonspendable Fund Balance – cannot be spent because it is either in Nonspendable form or is legally or contractually required to be maintained intact. Examples include items not expected to be converted to cash, such as inventories and prepaid assets.

Restricted Fund Balance – is restricted for specific purposes based on constraints externally imposed by creditors, grantors, contributors, laws, or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – is constrained for a specific purpose by formal action (resolution or ordinance), adopted by the Board of Trustees, and can be rescinded only through the same type of formal action used to establish the original commitment. Trustee actions require either an ordinance or resolution. Both are equally binding for their respective purposes and are mutually exclusive, not interchangeable with one another.

Assigned Fund Balance – is constrained for specific purposes as determined by management and the Board of Trustees through the budget process. The Chief Executive Officer is the only employee authorized to assign fund balance.

Unassigned Fund Balance – is unconstrained and comprised of residual uncategorized fund balance amounts. The General Fund is the only fund that reports a positive unassigned fund balance. In other governmental funds, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative fund balance in those funds.

As previously discussed, the District applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted resources are available. When expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, committed amounts are reduced first, followed by assigned amounts and then unassigned amounts.

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

Stewardship, Compliance, and Accountability

Budgetary Information

The District adheres to the following procedures in establishing the budgetary data reflected in the financial statements:

- The District adopts an annual operating budget for its General Fund, Special Revenue Fund, Debt Service Fund and Capital Projects Funds. During October, the Chief Executive Officer submits to the Board of Trustees a proposed budget for the fiscal year commencing the following January 1. The budget includes proposed expenditures and means of financing them.
- Public hearings are conducted by the Board of Trustees to obtain taxpayer comments.
- Prior to December 15, the budget is adopted by formal resolution.
- Expenditures may not legally exceed appropriations at the fund level. Authorization to transfer budgeted amounts between departments within any fund and the reallocation of budget line items within any department in the General Fund rests with the Chief Executive Officer and/or Chief Financial Officer. The Board of Trustees must approve revisions that alter the total expenditures of any fund.
- Budgets for all fund types are adopted on a basis consistent with generally accepted accounting principles.
- All original and supplemental appropriations for all funds lapse at the end of the year.

Budgeted amounts reported in the accompanying financial statements are as originally adopted per a separate budget report, and as amended by the Chief Executive Officer and/or the Board of Trustees throughout the year.

The original appropriation (including transfers out) for all governmental funds has been amended as follows:

Encumbrances

Appropriations in governmental funds are encumbered upon issuance of purchase orders, contracts, or other forms of legal commitments. While appropriations lapse as of the end of the fiscal year, the succeeding year's budget is amended for the re-appropriation of year-end encumbrances.

Changes to Original Budget			
	Original Budget	Revised Change	Budget Change
General Fund	\$ 36,841,279	\$ 39,413,352	\$ 2,572,073
Special Revenue Fund	-	3,235	3,235
Library 21c Capital Project Fund	396,141	436,464	40,323
East Library Renovation Fund	708,602	538,280	(170,322)
Penrose Library Renovation Fund	2,533,334	1,803,984	(729,350)
Capital Reserve Fund	4,286,413	5,021,044	734,631
	<u>\$ 44,765,769</u>	<u>\$ 47,216,359</u>	<u>\$ 2,450,590</u>

Detailed Notes on All Funds

Deposits and Investments

Deposits

Deposits include bank accounts and short-term 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 more than federal deposit insurance levels must be collateralized. The eligible collateral is determined by PDPA. PDPA allows the institution to create a single collateral pool for all public funds. The pool for all the uninsured public deposits as a group is to be maintained by another financial institution or held in trust. The fair value of the collateral must be equal to 102% of the aggregate uninsured deposits.

The District has transaction accounts that are covered under FDIC insurance. The FDIC insurance limit for cash accounts is \$250,000. The carrying amount of the District's deposits, excluding the cash held in the Custodial Fund of \$41,763, as of December 31, 2025, was \$2,252,267. The bank balances, excluding the cash held in the Custodial Fund of \$41,763, were \$2,252,267 of which \$2,002,267 is not covered by federal deposit insurance. While this amount is uninsured, it is collateralized in accordance with the provision of the PDPA. Additionally, the District had \$5,877 in cash on hand as of December 31, 2025.

Investments

Investment decisions are governed by the District's investment policy.

The primary objectives of the investment policy are:

Safety of Principal – The primary objective is to protect against the loss of any principal.

Liquidity – Investments will be managed to ensure that funds are available to meet obligations, as necessary.

Yield – Investments will be managed to optimize returns within the appropriate safety and liquidity constraints.

The standard of prudence to be used shall be the "prudent investor" standard which states "Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for preservation, considering the probable safety of their capital as well as probable income to be derived."

Interest Rate Risk – The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

The following is a list of eligible instruments for investments:

U.S. Treasury Obligations – Treasury Bills, Notes and Bonds with a maturity of five years or less.

Federal Agency Securities – Instruments such as those issued by the Government National Mortgage Association (GNMA) that are backed by the full faith and credit of the U.S. Treasury. Such securities must have a maturity of five years or less.

Federal Instrumentality Securities – Instruments such as those issued by the Federal National Mortgage Association (FNMA), Federal Farm Credit Bank (FFCB), Federal Home Loan Bank (FHLB), and the Federal Home Loan Mortgage Corporation (FHLMC). These obligations carry only an implied government guarantee. Such securities must have a maturity of five years or less.

3. Detailed Notes on All Funds

Repurchase Agreements – Such instruments must be collateralized at 102% by U.S. Treasury securities, Federal Agency securities, or Federal Instrumentality securities.

Prime Commercial Paper – Such instruments must have a maturity of 270 days or less and be rated in the highest category by one or more nationally recognized rating services.

Bonds – Instruments/debt issued by a U.S. corporation or bank with a net worth more than \$250 million. Securities must mature within three years and must be rated at least AA or Aa3 by two or more nationally recognized rating services.

Bankers Acceptances – Instruments issued by a state or national bank with a combined capital surplus of at least \$250 million.

General Obligation Debt or Revenue Obligation Debt – Debt with a maturity of five years or less, issued by any state or any political subdivision of any state.

Local Government Investment Pools – Investment pools, such as ColoTrust, which are authorized by C.R.S. 24-75-701 and 702 at seq.

Money Market Mutual Funds – Funds that are registered under the Investment Company Act of 1940 that are no load and maintain a constant share price. Funds must be rated in the highest category by one or more nationally recognized rating services and must have a weighted average maturity in accordance with Federal Securities Regulation 2a-7.

Interest-bearing Accounts, Certificates of Deposit – Such accounts either must be fully insured by the FDIC or are approved to accept public deposits, and which have pledged eligible collateral to secure uninsured public funds on deposit with such institution in accordance with the requirements of the PDPA.

The District has invested in the Colorado Government Liquid Asset Trust (ColoTrust). This investment vehicle has been established for local government entities in Colorado to pool surplus funds for investment purposes by state statute. This fund operates similarly to a money market fund and each share is equal in value to \$1.00. This investment pool operates under authority and in conformity with Part 6 of Article 75 of Title 24 of the Colorado State Revised Statutes.

Credit Risk - The composition of the portfolio will vary according to market opportunities; however, the investment should be diversified by security type and institution.

Instrument	Allowed	Per Issuer
U.S. Treasury Obligations	100%	100%
Federal Agency Securities	75%	50%
Federal Instrumentality Securities	75%	50%
Repurchase Agreements	100%	50%
Prime Commercial Paper	100%	100%
Bonds	50%	50%
Banker's Acceptances	50%	50%
General Obligation Debt or Revenue Obligation Debt	50%	50%
Local Government Investment Pools	100%	100%
Money Market Mutual Funds	100%	100%
Interest-bearing Accounts, Certificates and Deposits	100%	100%

3. Detailed Notes on All Funds

The maturity of the securities shall be structured to avoid undue concentration in any sector of the yield curve. No investment maturity shall exceed three years. Exceptions to this structure may be allowed where maturities can be structured to accommodate readily identifiable cash flows as approved by the Board.

The District's policy permits investment in local government investment pools. Current investments of \$24,841,019 are held in ColoTrust, which was rated AAA by Standard & Poor's on December 31, 2025. The District policy also encourages diversification of investments, limited to the Colorado Revised Statute CRS 24-75-701.

Cash and Investment Reconciliation

	Cash and Cash Equivalents	Investments	Total
Governmental activities - statement of net position	\$ 2,252,267	\$ 24,841,019	\$ 27,093,286
Custodial Fund	41,736	-	41,736
Less cash on hand and petty cash	(5,877)	-	(5,877)
Total deposits and investments	<u>2,288,154</u>	<u>24,841,019</u>	<u>27,129,173</u>
Per note disclosure above			
Deposits			2,288,154
Investments			<u>24,841,019</u>
Primary government total			<u><u>\$ 27,129,173</u></u>

The Foundation's cash and investments are comprised of the following as of December 31, 2025:

	2025 Amount	Institutions	Insurance or Collateral	Credit Ratings of Underlying Securities*
Money Market Savings Account	\$ 1,124,943	ENT Federal Credit Union	\$ 1,124,943	N/A
Investments (stocks, bonds, mutual funds)	3,071,704	Members Trust Company	-	A/AAA
Investment level money market account	<u>4,224</u>	Members Trust Company	-	A1/P1
Total	<u><u>\$ 4,200,871</u></u>			

*As Applicable

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. At December 31, 2025, the Foundation's cash accounts

exceeded insurance limits by approximately \$874,943. Uninvested money market accounts included in investment accounts are not considered to be cash and cash equivalents.

Investment in a State Investment Pool - During the year, the District invested in ColoTrust, a public fund investment pool established for local government entities in Colorado pursuant to Part 7 of Article 75 of Title 24 of the Colorado Revised Statutes, to pool surplus funds for investment purposes. ColoTrust operates similarly to a money market fund and each share is equal in value to \$1.00. The value of the position in the pool is the same as the value of the pool shares. The designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. Substantially all securities owned by the pool are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by the pool.

The District's investment in ColoTrust is rated A/AAA by S&P. ColoTrust is routinely monitored by the Colorado Division of Securities with regard to operations and investments. Separately issued financial statements may be obtained at the following address:

ColoTrust
717 17th Street, Suite 1850
Denver, CO 80202
www.colotrust.com

Taxes

Property Taxes - Property taxes for the current year are certified in arrears to El Paso County on December 15 and attach as a lien on property the previous January 1. For example, property taxes owed in 2025 are certified to the County in December 2024 and are available for collection on the due date, January 1, 2025. Property taxes are payable in full by April 30 or in two equal installments due February 28 and June 15. El Paso County bills and collects property taxes for all taxing districts in the County. The property tax receipts collected by El Paso County are remitted to the District in the subsequent month.

Specific Ownership Taxes - Specific ownership taxes are collected by El Paso County for motor vehicles and other personal property registered in the District's assessment area. Specific ownership taxes are recorded as revenue when collected by El Paso County.

Interfund Receivables, Payables, and Transfers — The following schedule reflects the District's interfund receivables and payables as of December 31, 2025:

	Payable Fund	
Receivable Fund	General Fund	
Designated Purpose Fund	\$	(56,401)
Internal Service Fund		11,762
Library 21c Project Fund		(476,962)
East Library Renovation Fund		(471,759)
Penrose Library Renovation Fund		(1,650,618)
Capital Reserve Fund		(2,246,911)
Total	\$	(4,890,889)

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

	Transfers Out
Receivable Fund	General Fund
Library 21c Project Fund	\$ 340,045
East Library Renovation Fund	434,994
Penrose Library Renovation Fund	2,007,888
Capital Reserve Fund	1,194,418
Total	<u>\$ 3,977,345</u>

Transfers are used to:

- Move revenues from the fund that statute or budget requires collecting them to the fund that statute or budget requires to expend them.
- Use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Capital and Lease Assets

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

	Balance January 1, 2025	Additions	Deletions	Transfers	Balance December 31, 2025
Governmental activities					
Capital assets not being depreciated					
Land	\$ 5,427,725	\$ -	\$ -	\$ -	\$ 5,427,725
Collections of historical treasurers	9,581,352	17,241	-	-	9,598,593
Construction in progress	1,168,143	708,450	-	(763,029)	1,113,564
Fine art	247,106	-	-	-	247,106
Total capital assets not being depreciated	<u>16,424,326</u>	<u>725,691</u>	<u>-</u>	<u>(763,029)</u>	<u>16,386,988</u>
Capital assets, being depreciated					
Land improvements	1,838,444	27,170	-	23,638	1,889,252
Leasehold improvements	2,302,088	47,406	-	209,477	2,558,971
Buildings	46,207,583	3,426,061	3,000	-	49,636,644
Equipment, furniture and fixtures	7,034,048	58,493	(119,389)	97,610	7,070,762
Vehicles	1,006,534	17,022	--	443,365	1,466,921
Books and audio visual materials	10,659,700	1,290,597	(280,237)	-	11,670,060
Total capital assets being depreciated	<u>69,048,398</u>	<u>4,866,748</u>	<u>(396,625)</u>	<u>774,090</u>	<u>74,292,611</u>

Less accumulated depreciation for

Land improvements	(394,609)	(96,550)	-	-	(491,159)
Leasehold improvements	(1,410,623)	(90,519)	7,969	-	(1,493,173)
Buildings	(35,080,566)	(826,079)	463	-	(35,906,182)
Equipment, furniture and fixtures	(5,423,704)	(417,343)	109,274	(11,060)	(5,742,834)
Vehicles	(822,529)	(47,659)	-	-	(870,188)
Books and audio visual materials	(8,411,165)	(2,549,319)	280,237	-	(10,680,247)
Total accumulated depreciation	<u>(51,543,197)</u>	<u>(4,027,468)</u>	<u>397,942</u>	<u>(11,060)</u>	<u>(55,183,783)</u>

Total capital assets, being depreciated, net

17,505,201	839,280	1,317	763,030	19,108,828
------------	---------	-------	---------	------------

Governmental activities capital assets, net

\$ 33,929,529	\$ 1,564,971	\$ 1,317	\$ -	\$ 35,495,817
---------------	--------------	----------	------	---------------

Governmental activities depreciation expense

Public services	\$ 2,549,319
Administrative services	\$ 1,179,053
Information Technology	\$ 299,097

Total governmental activities depreciation expense

\$ 4,027,468

3. Detailed Notes on All Funds

The District, as lessee, leases library space and equipment, the terms of which expire in various years through 2029.

The changes in the right to use lease assets for the year ended December 31, 2025, are as follows:

	Balance at January 1, 2025			Balance at December 31, 2025
	Balance at January 1, 2025	Additions	Disposals	
Right to Use Lease Assets				
- Library Space	\$ 2,200,322	\$ -	\$ 876,974	\$ 1,323,348
Total	<u>\$ 2,200,322</u>	<u>\$ -</u>	<u>\$ 876,974</u>	<u>\$ 1,323,348</u>
Accumulated Amortization				
- Library Space	663,086	566,645	728,468	501,263
	<u>\$ 663,086</u>	<u>\$ 566,645</u>	<u>\$ 728,463</u>	<u>\$ 501,263</u>
Total	<u>\$ 1,537,236</u>	<u>\$ 566,645</u>	<u>\$ 148,511</u>	<u>\$ 822,085</u>

The following is a schedule by year of payments under the leases as of December 31, 2025:

	Total	Principal	Interest
2026	\$ 247,317	\$ 229,952	\$ 17,364
2027	258,993	146,928	12,064
2028	163,763	156,233	7,529
2029	168,676	165,577	2,709
2030	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 738,748</u>	<u>\$ 698,670</u>	<u>\$ 39,667</u>

The changes in lease liabilities for the year ended December 31, 2025 are as follows:

Balance at January 1, 2025	Additions	Deletions	Balance at December 31, 2025	Due Within One Year
<u>\$ 1,487,324</u>	<u>\$ -</u>	<u>\$788,244</u>	<u>\$ 698,670</u>	<u>\$ 229,952</u>

Long-term Liabilities

Changes in Long-term Liabilities - Long-term liability activity of the District for the year ended December 31, 2025 was as follows:

	Balance January 1, 2025	Additions	Reductions	Balance December 31, 2025	Due Within One Year
Governmental activities					
EPCRP net pension liability	\$ 21,040,865	\$ -	\$ 321,732	\$ 20,719,133	\$ -
Compensated absences *	1,727,013	75,800	-	1,802,813	-
Total governmental activities					
long-term liabilities	\$ 22,767,878	\$ 75,800	\$ 321,732	\$ 22,521,946	\$ -

Compensated absences are generally liquidated by the General Fund.

*Reported in accrued compensation payable in the Statement of Net Position, which also includes accrued wages.

Computation of Legal Debt Margin

Assessed valuation	\$ 13,169,096,610
Debt limitation - 1.5% of total assessed value	197,536,449
Total debt (excluding compensated absences)	-
Total debt applicable to limitation	-
Legal debt margin	197,536,449

Lease liabilities are not included as debt for purposes of calculating legal debt margin (Colorado Revised Statute 22-42-104).

Other Information

Retirement Plan

The District participates in the El Paso County Retirement Plan (the Plan), a cost-sharing multiple-employer defined benefit pension plan. The net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position of the Plan have been determined on the same basis as they are reported by the Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. The District's pension funding is derived exclusively from the General Fund.

General - The Plan is a cost-sharing multiple employer defined benefit plan covering all permanent, full-time, and job-share employees of the participating employers upon their date of employment. Employers, as defined in the Plan document, include El Paso County, El Paso County Public Health, Pikes Peak Library District, 4th Judicial District Attorney and El Paso County Retirement Plan. All employees hired after September 1, 1967 are required to participate. Employees hired from 1974 through 1981 who were age 60 or older at their date of employment could elect to become a member as of January 1, 1982.

The participants of the Plan consisted of the following as of January 1, 2025 (the most recent actuarial valuation date):

Inactive plan members or beneficiaries currently receiving benefits	2,155
Inactive plan members entitled to but not yet receiving benefits	1,131
Active plan members	3,140
Total	6,426

The El Paso County Board of Retirement (the Board) manages and administers the Plan. The Board consists of five members, one of whom is the El Paso County Treasurer, two of whom are appointed by the El Paso County Board of Commissioners (the Board of Commissioners) and two of whom are employees of the participating employers elected by participants. The Board shall have all powers necessary to affect the management and administration of the Plan in accordance with its terms. The Board has the powers set forth in Part 1, Title 24, Article 54, of the Colorado Revised Statutes.

Plan Amendments - The Board has the right to alter, amend, or terminate the Plan or any part thereof in such manner as it may determine; provided that no such alteration or amendment shall provide that a retirement benefit payable to any retired member shall be less than that provided by his or her accumulated contributions or affect the right of any member to receive a refund of his accumulated contributions and provided further that no alteration, amendment or termination of the Plan or any part thereof shall permit any part of the Plan to revert to or be recoverable by any employer or be used for or diverted to purposes other than the exclusive benefit of members, retired members, terminated vested members or beneficiaries under the Plan, except such funds, if any, as may remain at termination of the Plan after satisfaction of all liabilities with respect to members, retired members, terminated vested members and beneficiaries under the Plan and are due solely to erroneous actuarial calculations.

The Plan is intended to comply with the requirements of the applicable provisions of Internal Revenue Service Code Section 401(a) as now in effect or hereafter amended, and any modification or amendment of the Plan may be made retroactive, as necessary or appropriate, to establish and maintain such compliance.

Contributions - Contribution requirements are established and may be amended by the Board. Through December 31, 2025, participants contributed 8% of their monthly compensation to the Plan. The participating employers make monthly contributions at least equal to the contributions made by the participants. Interest is credited on employee contributions at the rate of 3% per annum, compounded monthly. Employee and employer basic contributions amounted to 19.2% of covered payroll for 2024 and 20% for 2025.

Contributions are tax-deferred to the participants for federal income tax purposes. If participants have at least five or eight years of credited service (see Retirement Benefits below), they are eligible to receive a future monthly retirement benefit. Any refund of contributions paid waives all future rights to any benefits. However, eligible participants who return to employment with a participating employer within 48 months and were previously refunded their contributions may reinstate withdrawn service if they repay the Plan the amount received when employment was terminated, plus interest, within twelve months of rehire.

Active participants who have completed five years of service if hired before January 1, 2013 and eight years of service if hired on or after January 1, 2013 may purchase up to five years of service credit for any period of full-time, nonvested previous employment with any public or private employer. One month of service credit may be purchased for each full month of full-time, nonvested, noncovered employment. The cost to purchase one month of service credit for noncovered employment is the "actuarial equivalent cost", as determined by the actuary for the Plan.

Participants may elect to pay for purchases of service credit in a lump sum or on an installment basis. Effective July 2016, service credit purchases may also be made by rollover contributions from an eligible retirement plan.

Payments may be made on a monthly, quarterly, or annual basis with interest due at the actuarial equivalent interest rate for periodic benefits. The period over which installment payments may be made cannot exceed a period equal to the total amount of credited service to be purchased. Purchased service is recognized when paid.

Contributions to the plan by the District were \$1,867,156 for 2025.

Administrative Expenses - The Plan's administrative expenses are paid from the assets of the Plan accumulated from contributions and investment earnings.

Termination Benefits - Participants vest in accumulated contributions as follows:

- If hired before January 1, 2013 and credited with less than five years of service or hired on or after January 1, 2013 and credited with less than eight years of service: Refund of the participant's accumulated contributions.
- If hired before January 1, 2013 and credited with five or more years of service or hired on or after January 1, 2013 and credited with eight or more years of service:
 - The participant may elect to receive a deferred retirement benefit which shall be equal to the participant's accrued benefit as of the date of termination and payable on the participant's normal retirement date. The participant may elect to receive a reduced retirement benefit beginning on the first day of any month after the participant's attainment of age 55. The reduction shall be 3% for each year by which payments commence prior to the first of the month following the participant's normal retirement date.
 - In lieu of (1), a participant may elect a current refund of accumulated contributions made by the participant.

Retirement Benefits - Participants hired before January 1, 2010 are eligible for normal retirement on the first of the month coincident with attainment of age 62. Participants hired after December 31, 2009 are eligible for normal retirement after attainment of age 62, but not before the completion of 60 months of continuous service.

Participants hired after December 31, 2012 are eligible for normal retirement after attainment of age 62, but not before the completion of 96 months of continuous service.

If hired before January 1, 2010, the monthly benefit payable at normal retirement is equal to 2.22% times the final average monthly compensation, times years of credited service earned through December 31, 2012 and 2.00% times

4. Other Information

the final average monthly compensation, times years of credited service earned after December 31, 2012. If hired on or after January 1, 2010, the monthly benefit payable at normal retirement is equal to 2.00% times final average monthly compensation times years of credited service.

The normal retirement benefit will not be greater than 75% of the participant's final average monthly compensation if hired before January 1, 2013 and not greater than 60% of final average monthly compensation if hired on or after January 1, 2013. Final average compensation is the highest monthly average of considered compensation during the 36 consecutive calendar months of credited service out of the last 120 calendar months of credited service.

A participant is eligible for an early retirement benefit at age 55, provided the member has completed five or eight years of credited service. If the participant is hired before January 1, 2013, five years is required. If hired on or after January 1, 2013, eight years is required. The monthly pension is based on the vested portion of the normal retirement benefit, reduced by 3% for each year the early retirement date precedes the normal retirement date.

A participant is eligible for special early retirement benefits if the sum of the participant's age and credited service equals 75 or more. Employees hired on or after January 1, 2016 must be a minimum age of 50 to be eligible under this provision. The monthly benefit is equal to the normal retirement benefit and is not reduced for early commencement.

The annuity for delayed retirement is computed by the normal retirement formula considering credited service and compensation to actual retirement.

Disability Benefits - A participant is eligible for disability benefits if the participant's employment is terminated due to total and permanent disability as determined by eligibility for and receipt of disability benefits continuously until the normal retirement date under (1) the employer's long-term disability plan, or (2) Title II of the Federal Social Security Act. The annuity, payable at age 62, shall be calculated as for normal retirement considering the credited service that would have accrued had the participant been employed until the normal retirement date and the final average compensation during the calendar year preceding the year of the member's disability retirement.

Payment of Benefits - The monthly benefit, computed as set forth above, shall be paid in equal monthly payments commencing one month after the actual retirement date continuing at monthly intervals for the retired participant's lifetime thereafter. If the retired participant's death occurs prior to the payment of 120 monthly payments, the remainder of the 120 payments shall be paid to the participant's beneficiary.

Death Benefits Prior to Retirement - Death benefits prior to retirement are as follows:

If an active participant or vested participant dies prior to their normal retirement date, the participant's surviving beneficiary will be entitled to either two times the participant's accumulated contributions payable immediately or a monthly benefit equal to 60% of the monthly retirement benefit earned by the member prior to the date of death.

Payment of the monthly benefit to the beneficiary will begin on the first of the month following the death or the date the member would have attained age 55, if later. If the participant met the rule of 75 while working and had not applied for retirement nor ceased employment as of date of death, their beneficiary will be entitled to a monthly benefit. Under these circumstances, the participant will be deemed to have retired on the first day of the month of their death. If no optional benefit had been elected prior to death, the participant shall be deemed to have elected the full joint and survivor benefit and such benefit shall be payable for the life of the participant's designated beneficiary, if living, following the participant's death.

Between normal and delayed retirement — In the event that a participant dies after their normal retirement date but prior to their actual retirement, their beneficiary will be entitled to a monthly benefit. Under these circumstances, the participant will be deemed to have retired on the first day of the month of their death. If no optional benefit had been elected prior to death, the participant shall be deemed to have elected the full joint and survivor benefit and such benefit shall be payable for the life of the participant's designated beneficiary, if living, following the participant's death.

Death Benefits After Retirement - Death benefits after retirement consist of a lump-sum benefit of \$3,000 payable upon the death of a retired participant.

Plan Termination - Although not presently contemplated, the Board has the right to terminate the Plan at any time, subject to limitations. In the event of termination, after payment of expenses, accumulated contributions would be returned to the participants, and the remaining assets distributed on a pro rata method to the participants based on accrued benefits. Participating employers would not receive any Plan assets.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions — On December 31, 2025, the District reported a liability of \$20,719,133 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2025. The District's proportion of the net pension liability was based on the District's contribution to the El Paso County Retirement Plan for the calendar year 2025 relative to the total contributions of participating employers to the EPCRP. The net pension liability is the difference between the total pension liability and fiduciary net position as of December 31, 2025.

As of December 31, 2025, the District's proportion was 6.13%, which was a decrease of -.41% from its proportion measured as of December 31, 2024.

For the year ended December 31, 2025, the District recognized pension expense of \$225,380. As of December 31, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows	Deferred Inflows
Difference between expected and actual experience	\$ 1,296,481	\$ 16,673
Changes in actual assumptions	554,587	-
Net difference between projected and actual earnings on pension plan investments	0	672,641
Changes in proportion	1,130,940	1,375,555
Total	\$ 2,982,008	\$ 2,064,869

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended December 31,	Amount
2026	\$ 1,074,849
2027	211,830
2028	126,367
2029	(495,908)
	\$ 917,138

The Plan determined that the average of expected remaining service lives for active and inactive members on December 31, 2025, was 4.1407 years.

Actuarial Assumptions - The total pension liability was determined by an actuarial valuation as of January 1, 2025. The liability reflects various actuarial assumption changes adopted by the Board. The following is a summary of the actuarial assumptions:

Inflation	2.5%
Salary Increase	Graded by service, from 3.00% to 9.00%
Investment rate of return	7.0% net of investment expenses. This is based on an average inflation rate of 2.5% and a real rate of return of 4.5%
Discount rate	7.0%

Mortality rates were based on the PubG-2010 Employee Mortality Table for General Employees. Mortality rates used for disabled members is based on the PubG-2010 Disabled Mortality Table for General Employees. Future Mortality improvements are assumed each year using the ultimate rates from the MP-2020 tables.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in the pension plan's target asset allocation are summarized in the following table (note that the rates shown below exclude the inflation component):

Asset Class	Long-term Expected Real Rate of Return
Equities	7.23%
Fixed Income	4.48%
Real assets	5.35%
Diversifying alternative investments	4.39%

Discount Rate - The discount rate used to measure the total pension liability was 7.0%. The projection of cash flows used to determine the discount rate assumed that employer contributions will continue to follow the current funding policy adopted by the Board. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate - The following presents the District's proportionate share of the net pension liability, calculated using the discount rate of 7.0%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.0%) or 1-percentage-point higher (8.0%) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the net pension liability	\$ 27,711,983	\$ 20,719,133	\$ 14,905,645

Detailed information about the pension plan's fiduciary net position (EPCRP) is available in the separately issued financial reports found at www.epcretirement.org.

Additional Information - Additional information supporting the Schedule of Employer Allocations and the Schedule of Pension Amounts by Employer is in the Plan's financial statements. This information is available by contacting the Executive Director of the Plan at: El Paso County Retirement Plan, 2880 International Circle, Suite N030, Colorado Springs, CO 80910.

Deferred Compensation Plan

The District offers its employees the Pikes Peak Library District Deferred Compensation Plan, an Internal Revenue Code Section 457 deferred compensation plan. Participation is voluntary. The District does not contribute to the Plan, and the maximum amount that may be deferred under the Plan for 2025 excluding catch-up provisions, was the lesser of \$19,500 or 100% of the participant's includable compensation. The District does not have fiduciary accountability for the Plan and does not hold the Plan's assets in a trustee capacity. Accordingly, the Plan's assets and related liabilities to Plan participants are not recorded on the financial statements of the District.

Contingencies

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 carries commercial insurance for the risks of loss, including worker's compensation and employee accident insurance. There were no significant reductions in insurance coverage from the prior year, and there have been no settlements that exceed the District's insurance coverage during the past three years.

The following is a summary of claims activity for the District's employee health plan for the years ended December 31, 2025 and 2024:

	Claims Payable Beginning of Year	Claims Incurred	Claims Paid	Claims Payable End of Year
Fiscal Year 2025	\$ 115,021	\$ 2,446,606	\$ (2,077,989)	\$ 483,638
Fiscal Year 2024	\$ 193,121	\$ 1,916,319	\$ (1,994,419)	\$ 115,021

The plan is partially self-insured and is offered to employees with a regularly scheduled workweek of 30 or more hours.

Grants - The District periodically receives federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to a request for reimbursements to grantor agencies for expenditures disallowed under the terms of the grant. District management believes disallowances, if any, will be immaterial.

TABOR Amendment - In November 1992, the people of the State of Colorado passed an amendment to the State's constitution (Article X, Section 20) known as the Taxpayer's Bill of Rights (TABOR), which was effective December 31, 1992. TABOR's intended purpose was to reasonably restrain the growth of government by imposing spending and revenue limits on the state and any local government, excluding enterprises. Provisions of TABOR require, among other things, that:

- Each district shall reserve for use in declared emergencies 3% or more of its fiscal year spending (as defined by TABOR) excluding bonded debt service, and this amount is set aside as part of reserved fund balance, called "declared emergencies".
- If revenue from sources not excluded from fiscal year spending exceeds the limits prescribed by TABOR in dollars for that fiscal year, the excess shall be refunded in the next fiscal year unless voters approve a revenue change as an offset.
- Revenue collected, kept, or spent illegally since four full fiscal years before an individual or class action enforcement suit is filed shall be refunded with 10% annual simple interest from the initial conduct.
- With minor exceptions, advance voter approval is required for any new tax, tax rate increase, or mill levy above that for the prior year or creation of any multiple-fiscal year direct or indirect district debt or other financial obligation without certain cash reserve amounts or a non-appropriation clause contained within the legal documents.
- Management believes it complies with all aspects of TABOR.

Commitments

Total encumbrances outstanding as of December 31, 2025 by fund are as follows:

Fund	Balance
General Fund	\$ 1,547,560
Special Revenue Fund	3,235
Proprietary Fund	4,969
Penrose Library Fund	39,569
East Library Capital Projects Fund	4,825
Capital Reserve Fund	144,675
Library 21c Fund	6,697

Required Supplementary Information

This page intentionally left blank

Pikes Peak Library District
Schedule of the District's Proportionate Share of the Net Pension Liability
(Required Supplementary Information)
El Paso County Retirement Plan

	12/31/2025	12/31/2024	12/31/2023	12/31/2022	12/31/2021
Proportionate share of total pension liability	\$ 56,665,800	\$ 50,016,600	\$ 49,251,022	\$ 50,114,523	\$ 49,855,920
Proportionate share of fiduciary net position	(35,946,667)	(28,975,735)	(29,873,554)	(30,420,397)	(35,482,367)
Proportionate share of net pension liability	\$ 20,719,133	\$ 21,040,865	\$ 19,377,468	\$ 19,694,126	\$ 14,373,553
District's proportion of the net pension liability	6.61%	6.13%	6.54%	7.05%	7.22%
District's covered payroll	\$ 15,559,631	\$ 13,778,528	\$ 13,854,167	\$ 13,301,631	\$ 12,704,072
District's proportionate share of the net pension liability as a percentage of its covered payroll	133.16%	152.71%	139.87%	149.28%	113.14%
Plan fiduciary net position as a percentage of the total net pension liability	63.44%	57.93%	60.66%	60.70%	71.17%

Note: Information determined under the provisions of GASB 68 is not available prior to 2015. In future years, additional years will be added until 10 years of historical data are presented.

Information provided in this schedule has been determined as of the District's measurement date (December 31) of the net pension liability in accordance with GASB Statement No. 68.

(continued from above)

12/31/2020	12/31/2019	12/31/2018	12/31/2017	12/31/2016
\$ 70,562,293	\$ 55,348,696	\$ 49,488,139	\$ 34,179,173	\$ 30,304,461
(29,225,013)	(28,630,807)	(23,587,708)	(24,631,386)	(20,673,246)
<u>\$ 41,337,280</u>	<u>\$ 26,717,889</u>	<u>\$ 25,900,431</u>	<u>\$ 9,547,787</u>	<u>\$ 9,631,215</u>
<u>6.79%</u>	<u>7.12%</u>	<u>6.54%</u>	<u>6.42%</u>	<u>5.98%</u>
<u>\$ 12,074,763</u>	<u>\$ 11,499,138</u>	<u>\$ 10,084,281</u>	<u>\$ 9,584,675</u>	<u>\$ 8,456,687</u>
<u>342.34%</u>	<u>232.35%</u>	<u>256.84%</u>	<u>99.62%</u>	<u>113.89%</u>
<u>41.42%</u>	<u>51.73%</u>	<u>46.34%</u>	<u>72.07%</u>	<u>68.22%</u>

Pikes Peak Library District
Schedule of District Contributions
(Required Supplementary Information)
El Paso County Retirement Plan

	12/31/2025	12/31/2024	12/31/2023	12/31/2022	12/31/2021	12/31/2020
Contractually required contributions	\$ 1,867,156	\$ 1,570,754	\$ 1,496,250	\$ 1,345,629	\$ 1,016,389	\$ 965,981
Actual contributions	(1,867,156)	(1,570,754)	(1,496,250)	(1,345,629)	(1,016,389)	(965,981)
Contributions deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll	\$15,559,631	\$13,778,528	\$13,854,167	\$13,301,631	\$12,704,072	\$12,074,763
Contributions as a percentage of covered payroll	12.0%	11.4%	10.8%	10.1%	8.0%	8.0%

Note - Information presented in this schedule has been determined as of the District's most recent fiscal year-end (December 31) in accordance with GASB Statement No. 68

Note - The following are the changes in actuarial assumptions made during 2025

* Inflation from 3.5% in 2017 to 2.5% in 2018 - 2025

* Graded by service, including inflation, from 7.76% to 3.75% in 2017 to 8.0% to 3.0% in 2018 - 2023 to 9.0% to 3.0% in 2024 - From 3.00% to 9.00% in 2025

* Investment rate of return from 8.0% in 2017 to 7.5% in 2018 and 2019, and 7.0% in 2020 - 2025

* Discount rate from 8.0% in 2017 to 5.23% in 2018 to 5.37% in 2019 to 3.39% in 2020 to 7.0% in 2021 - 2025

(continued from above)

12/31/2019	12/31/2018	12/31/2017	12/31/2016
\$ 919,931	\$ 806,737	\$ 766,774	\$ 676,535
(919,931)	(806,737)	(766,774)	(676,535)
\$ -	\$ -	\$ -	\$ -
\$11,499,138	\$10,084,281	\$ 9,584,675	\$ 8,456,687
8.0%	8.0%	8.0%	8.0%

Pikes Peak Library District
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Fund
For the Year Ended December 31, 2025

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
REVENUES				
Taxes	\$ 33,949,371	\$ 33,949,371	\$ 34,020,624	\$ 71,253
Specific Ownership	3,300,000	3,610,407	3,610,407	-
Intergovernmental	360,784	480,174	480,174	-
Fines and fees	90,000	90,000	84,639	(5,361)
Interest earnings	500,000	1,388,609	1,388,609	-
Donations	605,000	1,410,753	1,317,726	(93,027)
Miscellaneous	73,962	73,962	74,839	877
Total revenues	38,879,117	41,003,276	40,977,018	(26,258)
EXPENDITURES				
Current:				
Governmental Activities				
Public Services				
Personnel services	15,731,560	15,731,560	15,182,344	549,215
Supplies	236,412	234,116	182,771	51,345
Library materials	4,737,568	4,746,056	5,208,083	(462,027)
Contractual services	1,095,133	1,048,727	953,686	95,040
Repairs and maintenance	19,000	16,480	8,106	8,374
Other services/expenditures	257,960	225,636	185,221	40,415
Total Public Services	22,077,632	22,002,574	21,720,212	282,362
Chief Executive Officer				
Personnel services	417,612	417,612	439,273	(21,661)
Supplies	-	-	94	(94)
Other services/expenditures	44,010	44,010	24,953	19,057
Total Chief Executive Officer	461,622	461,622	464,320	(2,698)
Support Services				
Personnel services	286,376	286,376	306,122	(19,746)
Other services/expenditures	1,500	42,800	22,287	20,513
Total Support Services	287,876	329,176	328,409	767
Human Resources Office				
Personnel services	743,613	752,913	780,559	(27,647)
Supplies	4,900	4,420	2,190	2,230
Contractual services	34,632	36,960	29,915	7,044
Other services/expenditures	157,955	144,081	92,063	52,018

Total Human Resources				
Office	941,100	938,373	904,727	33,646
Facilities Office				
Personnel services	747,168	747,168	897,474	(150,306)
Supplies	99,350	132,460	100,052	32,409
Utilities	773,757	842,518	714,885	127,633
Contractual services	982,682	1,012,337	897,628	114,709
Repairs and maintenance	525,600	546,350	367,017	179,334
Other services/expenditures	126,821	106,851	56,735	50,115
Lease principal	473,626	508,283	425,807	82,476
Lease interest	-	-	34,641	(34,641)
Total Facilities Office	3,729,004	3,895,967	3,494,238	401,729
Security Services				
Personnel services	1,483,858	1,483,858	1,387,824	96,035
Supplies	40,000	34,900	23,625	11,275
Repairs and maintenance	10,000	6,800	6,745	55
Other services/expenditures	49,000	7,200	6,578	622
Total Security Services	1,582,858	1,532,758	1,424,772	107,986
Information Technology Office				
Personnel services	1,070,056	1,070,056	1,039,424	30,633
Supplies	666,332	759,739	732,525	27,214
Telecommunication costs	438,890	449,552	418,865	30,687
Contractual services	83,000	102,963	99,138	3,824
Repairs and maintenance	273,729	259,779	227,417	32,362
Other services/expenditures	23,000	6,050	5,828	222
Total Information Technology				
Office	2,555,008	2,648,140	2,523,197	124,942
Finance Office				
Personnel services	939,780	939,780	968,655	(28,875)
Supplies	7,975	22,713	21,672	1,041
Contractual services	708,865	729,420	679,616	49,804
Other services/expenditures	84,400	87,591	90,412	(2,821)
Total Finance Office	1,741,020	1,779,504	1,760,355	19,149
Communications Office				
Personnel services	985,849	985,849	1,039,844	(53,995)
Supplies	73,500	26,795	10,634	16,161
Contractual services	220,000	180,073	110,187	69,886
Repairs and maintenance	2,000	-	-	-
Other services/expenditures	249,500	260,073	214,090	45,982
Total Communications Office	1,530,849	1,452,790	1,374,755	78,034
Development Office				
Personnel services	200,070	200,070	205,331	(5,261)
Contractual services	-	-	6,163	(6,163)
Total Development Office	200,070	200,070	211,494	(11,424)
Other Administration				
Personnel services	391,304	379,119	787,446	(408,327)
Supplies	26,385	45,556	17,466	28,091

Library materials	6,932	192,942	170,299	22,642
Contractual services	808,901	975,239	655,686	319,553
Other services/expenditures	475,718	296,522	179,626	116,895
Capital outlay	25,000	2,283,000	2,296,980	(13,980)
Total Other Administration	<u>1,734,240</u>	<u>4,172,378</u>	<u>4,107,504</u>	<u>64,874</u>
Total current	<u>36,841,279</u>	<u>39,413,352</u>	<u>38,313,983</u>	<u>1,099,370</u>
Total expenditures	<u>36,841,279</u>	<u>39,413,352</u>	<u>38,313,983</u>	<u>1,099,370</u>
Excess (deficiency) of revenues over expenditures	<u>2,037,838</u>	<u>1,589,924</u>	<u>2,663,036</u>	<u>1,073,112</u>

OTHER FINANCING SOURCES (USES)

Transfers in	-	1,000,000	-	(1,000,000)
Transfers out	-	(3,977,345)	(3,977,345)	-
Total other financing sources (uses)	<u>-</u>	<u>(2,977,345)</u>	<u>(3,977,345)</u>	<u>(1,000,000)</u>
Net change in fund balances	2,037,838	(1,387,421)	(1,314,309)	73,112
Fund balances - beginning	22,441,362	22,441,362	22,441,362	-
Fund balances - ending	<u>\$ 24,479,200</u>	<u>\$ 21,053,941</u>	<u>\$ 21,127,052</u>	<u>\$ 73,112</u>



SUPPLEMENTAL INFORMATION

Major Fund

General Fund

The General Fund is used to account for all transactions of the District that are not required legally or by sound financial management to be accounted for in another fund. This fund accounts for the District's ordinary operating expenditures, which are financed primarily from property taxes. It is the most significant fund in relation to the District's overall operations.

Pikes Peak Library District
Schedule of Expenditures by Natural Classification - Budget and Actual
General Fund
For the Year Ended December 31, 2025

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
EXPENDITURES				
Current:				
Personnel services	\$ 22,997,247	\$ 22,994,363	\$ 23,034,295	\$ (39,932)
Supplies	1,154,854	1,260,699	1,091,029	169,671
Library materials	4,744,500	4,938,997	5,378,383	(439,385)
Contractual services	3,933,212	4,085,718	3,432,019	653,699
Repairs and maintenance	830,329	829,409	609,285	220,124
Other services/expenditures	1,469,864	1,220,813	877,793	343,019
Utilities	773,757	842,518	714,885	127,633
Lease principal	473,626	508,283	425,807	82,476
Lease interest	-	-	34,641	(34,641)
Telecommunication costs	438,890	449,552	418,865	30,687
Capital outlay	25,000	2,283,000	2,296,980	(13,980)
Total Expenditures	<u>\$ 36,841,279</u>	<u>\$ 39,413,352</u>	<u>\$ 38,313,983</u>	<u>\$ 1,099,370</u>

Nonmajor Governmental Funds

Designated Purpose Fund

A Designated Purpose Fund is used to account for financial activity related to funds received that are restricted or committed for specific purposes. The District is reporting one, consolidated Special Revenue Fund, the Designated Purpose Fund, which is used for this purpose and tracks activities for three distinct locations: Cheyenne Mountain Library, High Prairie Library, and Sand Creek Library.

Capital Projects Fund

A Capital Projects Fund is used to account for all financial activity related to the acquisition, construction, and renovation of major capital facilities. The District has four Capital Projects Funds as follows:

Library 21c Project Fund

This fund is used to account for all financial activity related to the renovation of the Library 21c facility. Funds are being accumulated over a period of several years. The primary source of funding for this project is the General Fund.

East Library Renovation Fund

This fund is used to account for all financial activity related to the renovation of the East Library facility. Funds are being accumulated over a period of several years. The primary source of funding for this project is the General Fund.

Penrose Library Renovation Fund

This fund is used to account for all financial activity related to the renovation of the Penrose Library complex. Funds are being accumulated over a period of several years. The primary source of funding for this project is the General Fund.

Districtwide Capital Reserve Fund

This fund is used to account for all financial activity related to capital projects and expenditures of capital items not specifically accounted for under a separate fund. Funds are being accumulated over a period of several years. The primary source of funding for these projects is annual transfers from the General Fund.

Pikes Peak Library District
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2025

	Special Revenue	Capital Projects				
	Designated Purpose Fund	Library 21c Project Fund	East Library Renovation Fund	Penrose Library Renovation Fund	Capital Reserve Fund	Total Nonmajor Government al Funds
ASSETS						
Accounts receivable	\$ -	\$ -	\$ -	\$ -	\$ 8,694	\$ 8,694
Due from other funds	56,401	476,962	471,759	1,650,618	2,246,911	4,902,651
Total assets	<u>\$ 56,401</u>	<u>\$ 476,962</u>	<u>\$ 471,759</u>	<u>\$ 1,650,618</u>	<u>\$ 2,255,605</u>	<u>\$ 4,911,345</u>
LIABILITIES						
Accounts payable	\$ -	\$ 3,969	\$ -	\$ -	\$ 19,090	\$ 23,059
Total liabilities	<u>-</u>	<u>3,969</u>	<u>-</u>	<u>-</u>	<u>19,090</u>	<u>23,059</u>
Total liabilities and deferred inflows of resources	<u>-</u>	<u>3,969</u>	<u>-</u>	<u>-</u>	<u>19,090</u>	<u>23,059</u>
FUND BALANCES (DEFICITS)						
Restricted						
Gifts and grants	\$ 812	\$ -	\$ -	\$ -	\$ -	\$ 812
Committed						
Capital projects	55,589	472,993	471,759	1,650,618	2,236,514	4,887,474
Total fund balances (deficits)	<u>56,401</u>	<u>472,993</u>	<u>471,759</u>	<u>1,650,618</u>	<u>2,236,514</u>	<u>4,888,285</u>
Total liabilities and fund balances (deficits)	<u>\$ 56,401</u>	<u>\$ 476,962</u>	<u>\$ 471,759</u>	<u>\$ 1,650,618</u>	<u>\$ 2,255,605</u>	<u>\$ 4,911,345</u>

Pikes Peak Library District
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2025

	Special Revenue	Capital Projects				
	Designated Purpose Fund	Library 21c Project Fund	East Library Renovation Fund	Penrose Library Renovation Fund	Capital Reserve Fund	Total Nonmajor Government al Funds
EXPENDITURES						
Current:						
Governmental Activities						
Capital outlay	\$ -	\$ -	\$ -	\$ -	\$ 32,915	\$ 32,915
Total Information Technology Office	-	-	-	-	32,915	32,915
Capital outlay	-	199,118	457,012	704,301	1,836,359	3,196,789
Total Other Administration	-	199,118	457,012	704,301	1,836,359	3,196,789
Total expenditures	-	199,118	457,012	704,301	1,869,273	3,229,703
Excess (deficiency) of revenues over expenditures	-	199,118	457,012	704,301	1,869,273	3,229,703
OTHER FINANCING SOURCES (USES)						
Transfers in	-	340,045	434,994	2,007,888	1,194,418	3,977,345
Insurance proceeds	-	129,757	-	-	-	129,757
Total other financing sources (uses)	-	469,802	434,994	2,007,888	1,194,418	4,107,102
Net change in fund balances						
	-	270,684	(22,018)	1,303,587	(674,855)	877,398
Fund balances - beginning	56,401	202,309	493,777	347,031	2,911,369	4,010,887
Fund balances - ending	\$ 56,401	\$ 472,993	\$ 471,759	\$ 1,650,618	\$ 2,236,514	\$ 4,888,286

Pikes Peak Library District
Comparative Balance Sheet
Designated Purpose Fund
December 31, 2024 to 2025

	Designated Purpose Fund	
	2025	2024
ASSETS		
Due from other funds	\$ 56,401	\$ 56,401
Total assets	<u>\$ 56,401</u>	<u>\$ 56,401</u>
FUND BALANCES (DEFICITS)		
Restricted		
Gifts and grants	812	812
Committed		
Capital projects	55,589	55,589
Total fund balances	<u>56,401</u>	<u>56,401</u>
Total liabilities and fund balances	<u><u>\$ 56,401</u></u>	<u><u>\$ 56,401</u></u>

Pikes Peak Library District
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Special Revenue Fund
For the Year Ended December 31, 2025

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
EXPENDITURES				
Current:				
Governmental Activities				
Other Administration	\$ -	\$ -	\$ -	\$ -
Repairs and maintenance	-	3,235	-	3,235
Total Other Administration	-	3,235	-	3,235
Total current	-	3,235	-	3,235
Total expenditures	-	3,235	-	3,235
Excess (deficiency) of revenues over expenditures	-	3,235	-	3,235
Net change in fund balances	-	(3,235)	-	3,235
Fund balances - beginning	56,401	56,401	56,401	-
Fund balances - ending	<u>\$ 56,401</u>	<u>\$ 53,166</u>	<u>\$ 56,401</u>	<u>\$ 3,235</u>

Pikes Peak Library District
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Designated Purpose Fund
December 31, 2024 to 2025

	Designated Purpose Fund	
	2025	2024
EXPENDITURES		
Current:		
Governmental Activities		
Other Administration	\$ -	\$ -
Repairs and maintenance	-	3,590
Capital outlay	-	3,800
Total Other Administration	-	7,390
Total expenditures	-	7,390
Excess (deficiency) of revenues over expenditures	-	7,390
Net change in fund balances	-	(7,390)
Fund balances - beginning	56,401	63,791
Fund balances - ending	\$ 56,401	\$ 56,401

Pikes Peak Library District
Combining Balance Sheet
Capital Projects Funds
December 31, 2024 to 2025

	Library 21c Project Fund	
	2025	2024
ASSETS		
Accounts receivable	\$ -	\$ -
Due from other funds	476,962	206,277
Total assets	<u>476,962</u>	<u>206,277</u>
LIABILITIES		
Accounts payable	3,969	3,969
Due to other funds	-	-
Total liabilities	<u>3,969</u>	<u>3,969</u>
Total liabilities and deferred inflows of resources	<u>3,969</u>	<u>3,969</u>
FUND BALANCES		
Committed		
Capital projects	472,993	202,309
Total fund balances (deficits)	<u>472,993</u>	<u>202,309</u>
Total liabilities and fund balances (deficits)	<u>\$ 476,962</u>	<u>\$ 206,277</u>

	East Library Renovation Fund	
	2025	2024
ASSETS		
Accounts receivable	\$ -	\$ -
Due from other funds	471,759	496,648
Total assets	<u>\$ 471,759</u>	<u>\$ 496,648</u>
LIABILITIES		
Accounts payable	\$ -	\$ 2,871
Due to other funds	-	-
Total liabilities	<u>-</u>	<u>2,871</u>
Total liabilities and deferred inflows of resources	<u>-</u>	<u>2,871</u>

FUND BALANCES

Committed

Capital projects	\$ 471,759	\$ 493,777
Total fund balances (deficits)	<u>471,759</u>	<u>493,777</u>
Total liabilities and fund balances (deficits)	\$ 471,759	\$ 496,648

Penrose Library Renovation Fund**ASSETS**

	2025	2024
Accounts receivable	\$ -	\$ -
Due from other funds	1,650,618	390,433
Total assets	<u>\$ 1,650,618</u>	<u>\$ 390,433</u>

LIABILITIES

Accounts payable	\$ -	\$ 25,790
Due to other funds	-	17,612
Total liabilities	<u>-</u>	<u>43,402</u>

Total liabilities and deferred inflows of resources

-	43,402
---	--------

FUND BALANCES

Committed

Capital projects	\$ 1,650,618	\$ 347,031
Total fund balances (deficits)	<u>1,650,618</u>	<u>347,031</u>
Total liabilities and fund balances (deficits)	\$ 1,650,618	\$ 390,433

Districtwide Capital Reserve Fund**ASSETS**

	2025	2024
Accounts receivable	\$ 8,694	\$ 8,694
Due from other funds	2,246,911	3,107,313
Total assets	<u>\$ 2,255,605</u>	<u>\$ 3,116,006</u>

LIABILITIES

Accounts payable	\$ 19,090	\$ 204,637
Due to other funds	-	-
Total liabilities	<u>19,090</u>	<u>204,637</u>

Total liabilities and deferred inflows of
resources

19,090

204,637

FUND BALANCES

Committed

Capital projects

\$ 2,236,514

\$ 2,911,369

Total fund balances (deficits)

2,236,514

2,911,369

Total liabilities and fund balances
(deficits)

\$ 2,255,605

\$ 3,116,006

Consolidated Totals

2025

2024

ASSETS

Accounts receivable

\$ 8,694

\$ 8,694

Due from other funds

4,846,250

4,200,672

Total assets

\$ 4,854,943

\$ 4,209,365

LIABILITIES

Accounts payable

\$ 23,059

\$ 237,268

Due to other funds

-

17,612

Total liabilities

23,059

254,879

Total liabilities and deferred inflows of
resources

23,059

254,879

FUND BALANCES

Committed

Capital projects

\$ 4,831,884

\$ 3,954,486

Total fund balances (deficits)

4,831,884

3,954,486

Total liabilities and fund balances
(deficits)

\$ 4,854,943

\$ 4,209,365

Pikes Peak Library District
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Library 21c Project Fund
For the Year Ended December 31, 2025

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
EXPENDITURES				
Current:				
Governmental Activities				
Other Administration	-	-	-	-
Capital outlay	396,141	436,464	199,118	237,347
Total Other Administration	396,141	436,464	199,118	237,347
Total current	396,141	436,464	199,118	237,347
Total expenditures	396,141	436,464	199,118	237,347
Excess (deficiency) of revenues over expenditures	(396,141)	(436,464)	(199,118)	237,347
OTHER FINANCING SOURCES				
Transfers in	-	340,045	340,045	-
Insurance proceeds	-	-	129,757	129,757
Total other financing sources	-	340,045	469,802	129,757
Net change in fund balances	(396,270)	(96,548)	270,684	367,103
Fund balances - beginning	202,309	202,309	202,309	-
Fund balances - ending	\$ (193,961)	\$ 105,761	\$ 472,993	\$ 367,103

Pikes Peak Library District
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
East Library Renovation Fund
For the Year Ended December 31, 2025

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
EXPENDITURES				
Current:				
Governmental Activities				
Other Administration	-	-	-	-
Capital outlay	708,602	538,280	457,012	81,269
Total Other Administration	708,602	538,280	457,012	81,269
Total current	708,602	538,280	457,012	81,269
Total expenditures	708,602	538,280	457,012	81,269
Excess (deficiency) of revenues over expenditures	(708,602)	(538,280)	(457,012)	81,269
OTHER FINANCING SOURCES (USES)				
Transfers in	434,994	434,994	434,994	-
Total other financing sources (uses)	434,994	434,994	434,994	-
Net change in fund balances	(1,267,109)	(226,799)	(22,018)	81,269
Fund balances - beginning	493,777	493,777	493,777	-
Fund balances - ending	\$ (773,332)	\$ 266,977	\$ 471,759	\$ 81,269

Pikes Peak Library District
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Penrose Library
For the Year Ended December 31, 2025

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
EXPENDITURES				
Current:				
Governmental Activities				
Other Administration				
Capital outlay	2,533,334	1,803,984	704,301	1,099,684
Total Other Administration	2,533,334	1,803,984	704,301	1,099,684
Total current	2,533,334	1,803,984	704,301	1,099,684
Total expenditures	2,533,334	1,803,984	704,301	1,099,684
Excess (deficiency) of revenues over expenditures	(2,533,334)	(1,803,984)	(704,301)	1,099,684
OTHER FINANCING SOURCES (USES)				
Transfers in	-	2,007,888	2,007,888	-
Total other financing sources (uses)	-	2,007,888	2,007,888	-
Net change in fund balances	(2,533,591)	203,646	1,303,587	1,099,684
Fund balances - beginning	347,031	347,031	347,031	-
Fund balances - ending	<u>\$(2,186,560)</u>	<u>\$ 550,677</u>	<u>\$ 1,650,618</u>	<u>\$ 1,099,684</u>

Pikes Peak Library District
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Districtwide Capital Reserve Fund
For the Year Ended December 31, 2025

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
EXPENDITURES				
Current:				
Governmental Activities				
Information Technology Office	-	-	-	-
Capital outlay	-	32,915	32,915	-
Total Information Technology Office	-	32,915	32,915	-
Other Administration	-	-	-	-
Capital outlay	4,286,413	4,988,130	1,836,359	3,151,771
Total Other Administration	4,286,413	4,988,130	1,836,359	3,151,771
Total current	4,286,413	5,021,044	1,869,273	3,151,771
Total expenditures	4,286,413	5,021,044	1,869,273	3,151,771
Excess (deficiency) of revenues over expenditures	(4,286,413)	(5,021,044)	(1,869,273)	3,151,771
OTHER FINANCING SOURCES (USES)				
Transfers in	-	1,194,418	1,194,418	-
Total other financing sources (uses)	-	1,194,418	1,194,418	-
Net change in fund balances	(4,294,572)	(3,834,785)	(674,855)	3,151,771
Fund balances - beginning	2,911,369	2,911,369	2,911,369	-
Fund balances - ending	\$1,383,203	\$ (923,416)	\$ 2,236,514	\$ 3,151,771

Pikes Peak Library District
Comparative Statement of Revenues, Expenditures, and Changes in Fund Balances
Capital Projects Funds
December 31, 2024 to 2025

	Library 21c Project Fund	
	2025	2024
REVENUES		
Taxes	\$ -	\$ 25,129
Total revenues	-	25,129
EXPENDITURES		
Current:		
Governmental Activities		
Information Technology Office	-	-
Capital outlay	-	-
Total Information Technology Office	-	-
Other Administration		
Capital outlay	199,118	67,829
Total Other Administration	199,118	67,829
Total expenditures	199,118	67,829
Excess (deficiency) of revenues over expenditures	(199,118)	(42,700)
OTHER FINANCING SOURCE		
Transfers in	340,045	142,693
Insurance proceeds	129,757	-
Total other financing sources (uses)	469,802	142,693
Net change in fund balances	270,684	99,993
Fund balances - beginning	202,309	102,316
Fund balances - ending	\$ 472,993	\$ 202,309

	East Library Renovation Fund	
	2025	2024
REVENUES		
Taxes	\$ -	\$ 1,198,513
Total revenues	-	1,198,513
EXPENDITURES		
Current:		
Governmental Activities		
Information Technology Office	-	-
Capital outlay	-	-
Total Information Technology Office	-	-
Other Administration	-	-

Capital outlay	457,012	854,409
Total Other Administration	457,012	854,409
Total expenditures	457,012	854,409
Excess (deficiency) of revenues over expenditures	(457,012)	344,104

OTHER FINANCING SOURCE

Transfers in	434,994	-
Insurance proceeds		-
Total other financing sources (uses)	434,994	-

Net change in fund balances	(22,018)	344,104
Fund balances - beginning	493,777	149,673
Fund balances - ending	\$ 471,759	\$ 493,777

Penrose Library Renovation Fund

	2025	2024
REVENUES		
Taxes	\$ -	\$ 50,257
Total revenues	-	50,257

EXPENDITURES

Current:		
Governmental Activities		
Information Technology Office	-	-
Capital outlay	-	-
Total Information Technology Office	-	-
Other Administration	-	-
Capital outlay	704,301	376,643
Total Other Administration	704,301	376,643
Total expenditures	704,301	376,643
Excess (deficiency) of revenues over expenditures	(704,301)	(326,386)

OTHER FINANCING SOURCE

Transfers in	2,007,888	282,984
Insurance proceeds	-	-
Total other financing sources (uses)	2,007,888	282,984

Net change in fund balances	1,303,587	(43,402)
Fund balances - beginning	347,031	390,433
Fund balances - ending	\$ 1,650,618	\$ 347,031

	Capital Reserve Fund	
	2025	2024
REVENUES		
Taxes	\$ -	\$ 1,581,491
Total revenues	-	1,581,491
EXPENDITURES		
Current:		
Governmental Activities		
Information Technology Office	-	-
Capital outlay	32,915	-
Total Information Technology Office	32,915	-
Other Administration	-	-
Capital outlay	1,836,359	1,053,992
Total Other Administration	1,836,359	1,053,992
Total expenditures	1,869,273	1,053,992
Excess (deficiency) of revenues over expenditures	(1,869,273)	527,499
OTHER FINANCING SOURCE		
Transfers in	1,194,418	700,000
Insurance proceeds	-	-
Total other financing sources (uses)	1,194,418	700,000
Net change in fund balances	(674,855)	1,227,499
Fund balances - beginning	2,911,369	1,683,870
Fund balances - ending	\$ 2,236,514	\$ 2,911,369

	Consolidated Totals	
	2025	2024
REVENUES		
Taxes	\$ -	\$ 2,855,390
Total revenues	-	2,855,390
EXPENDITURES		
Current:		
Governmental Activities		
Information Technology Office	\$ -	\$ -
Capital outlay	32,915	-
Total Information Technology Office	32,915	-
Other Administration	-	-
Capital outlay	3,196,789	2,352,873
Total Other Administration	3,196,789	2,352,873
Total expenditures	3,229,704	2,352,873
Excess (deficiency) of revenues over expenditures	(3,229,704)	502,517

OTHER FINANCING SOURCE

Transfers in	3,977,345	1,125,677
Insurance proceeds	129,757	-
Total other financing sources (uses)	<u>4,107,102</u>	<u>1,125,677</u>
Net change in fund balances	877,398	1,628,193
Fund balances - beginning	3,954,486	2,326,293
Fund balances - ending	<u>\$ 4,831,884</u>	<u>\$ 3,954,486</u>

Internal Service Fund

This page left intentionally blank

Pikes Peak Library District
Comparative Statement of Net Position
Internal Service Fund
December 31, 2024 to 2025

	Self-insurance Fund	
	2025	2024
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 915,350	\$ 854,369
Deposits	36,667	36,667
Accounts receivable	36,667	-
Due from other funds	-	281,539
Total current assets	988,684	1,172,575
Total assets	\$ 988,684	\$ 1,172,575
LIABILITIES		
Current liabilities:		
Accounts payable	1,297	901
Claims payable	483,638	115,021
Due to other funds	11,762	-
Total current liabilities	496,697	115,922
Total liabilities	\$ 496,697	\$ 115,922
NET POSITION		
Unrestricted	491,987	1,056,653
Total net position	\$ 491,987	\$ 1,056,653

Pikes Peak Library District
Comparative Statement of Revenues, Expenditures, and Changes in Fund Balance
Internal Service Fund
December 31, 2024 to 2025

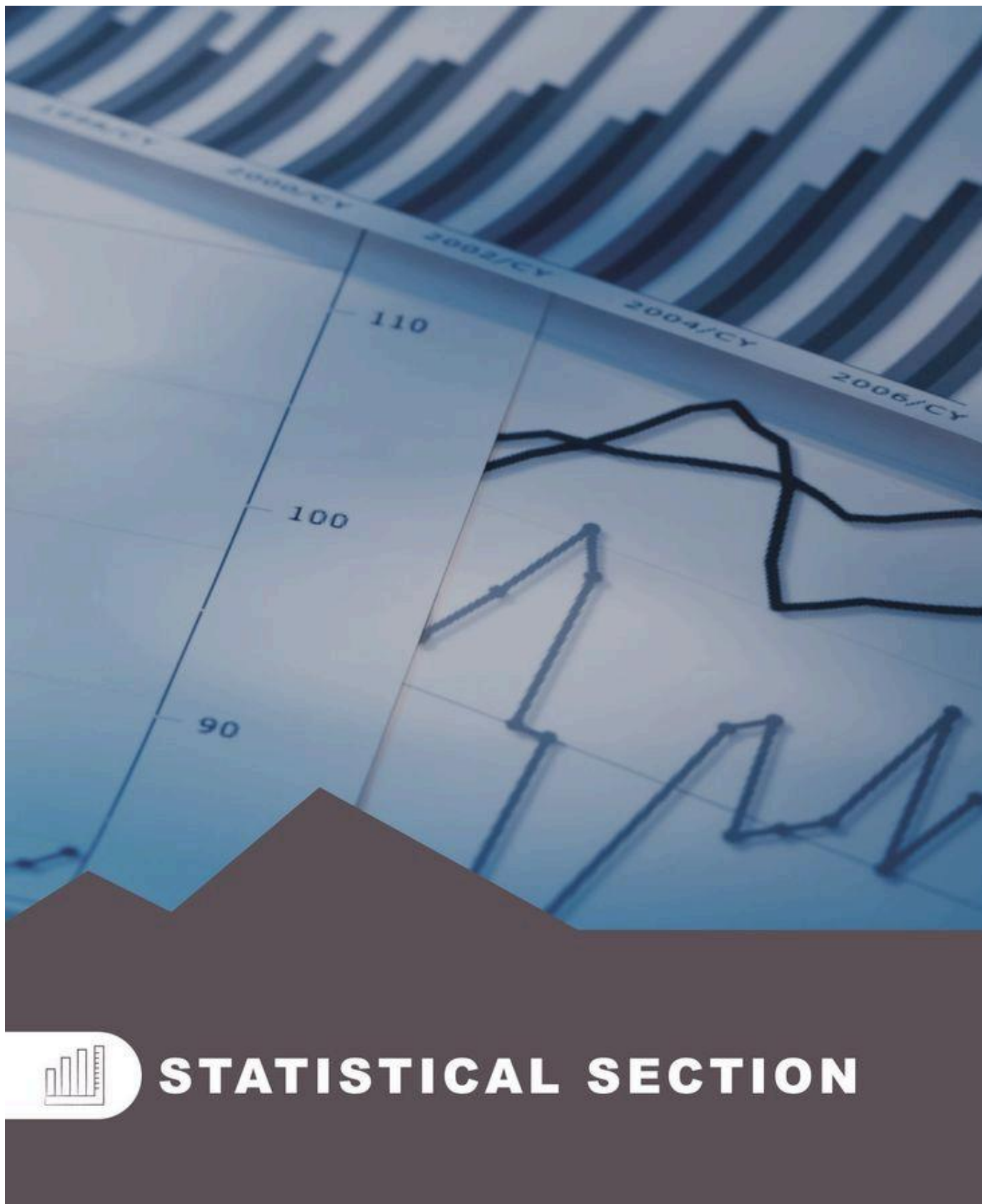
	Self-insurance Fund	
	2025	2024
OPERATING REVENUES		
Employee contributions	\$ 455,589	\$ 395,539
Total operating revenues	455,589	395,539
OPERATING EXPENSES		
Claims incurred	2,446,606	1,916,319
Administrative	1,303,463	1,045,442
Personnel services	139,373	231,125
Total operating expenses	3,889,443	3,192,887
Operating income (loss)	(3,433,853)	(2,797,348)
NONOPERATING REVENUES (EXPENSES)		
Taxes	2,868,472	2,458,647
Interest earnings	715	574
Total nonoperating revenues (expenses)	2,869,187	2,459,221
Income (loss) before contributions and transfers	(564,666)	(338,127)
Change in net position	(564,666)	(338,127)
Total net position - beginning	1,056,653	1,394,780
Total net position - ending	\$ 491,987	\$ 1,056,653

Pikes Peak Library District
 Comparative Statement of Cash Flows
 Internal Service Fund
 For the Year Ended December 31, 2024 to 2025

	Self-insurance Fund	
	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Employee and employer contributions	\$ 455,589	\$ 395,539
Payment of claims	(2,077,990)	(1,994,419)
Payments to service providers	(1,303,463)	(1,045,442)
Payments to or on behalf of employees	(138,977)	(254,227)
Other payments	(36,667)	-
Cash from interfund	293,302	455,813
Net cash provided (used) by operating activities	(2,808,206)	(2,442,736)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Property taxes levied for library purposes	2,868,472	2,458,647
Net cash provided (used) by noncapital financing activities	2,868,472	2,458,647
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	715	574
Net cash provided (used) by investing activities	715	574
Net increase (decrease) in cash and cash equivalents	60,981	16,485
Cash balances - beginning of year	854,369	837,884
Cash balances - end of the year	\$ 915,350	\$ 854,369
Cash	\$ 915,350	\$ 854,369
Total Cash	\$ 915,350	\$ 854,369
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating Income (Loss)	\$ (3,433,853)	\$ (2,797,348)
Changes in assets and liabilities:		
Accounts Payable - Interfund	293,302	455,813
Claims Payable	368,617	(78,100)
Accounts Payable - Other	396	(23,102)
Customer Receivables	(36,667)	-
Net cash provided (used) by operating activities	\$ (2,808,206)	\$ (2,442,736)

Pikes Peak Library District
Schedule of Revenues, Expenditures and Changes in Net Position - Budget and Actual
Internal Service Fund
For the Year Ended December 31, 2025

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
OPERATING REVENUES				
Employee contributions	\$ 393,533	\$ 455,589	\$ 455,589	\$ -
Total operating revenues	<u>393,533</u>	<u>455,589</u>	<u>455,589</u>	<u>-</u>
OPERATING EXPENSES				
Claims incurred	2,245,751	2,245,751	2,446,606	(200,855)
Administrative	1,168,493	1,237,459	1,303,463	(66,005)
Personnel services	107,472	109,799	139,373	(29,574)
Total operating expenses	<u>3,521,716</u>	<u>3,593,009</u>	<u>3,889,443</u>	<u>(296,434)</u>
Operating income (loss)	<u>(3,128,183)</u>	<u>(3,137,420)</u>	<u>(3,433,853)</u>	<u>(296,433)</u>
NONOPERATING REVENUES (EXPENSES)				
Taxes	2,830,816	2,830,816	2,868,472	37,656
Interest earnings	-	-	715	715
Total nonoperating revenues (expenses)	<u>2,830,816</u>	<u>2,830,816</u>	<u>2,869,187</u>	<u>38,371</u>
Income (loss) before contributions and transfers	<u>(297,367)</u>	<u>(306,603)</u>	<u>(564,666)</u>	<u>(258,062)</u>
Change in net position	<u>(297,367)</u>	<u>(306,603)</u>	<u>(564,666)</u>	<u>(258,062)</u>
Total net position - beginning	<u>1,056,653</u>	<u>1,056,653</u>	<u>1,056,653</u>	<u>-</u>
Total net position - ending	<u>\$ 759,286</u>	<u>\$ 750,050</u>	<u>\$ 491,987</u>	<u>\$ (258,062)</u>



Financial Trends

These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

Pikes Peak Library District
Government-wide Net Position by Component
Last Ten Fiscal Years
(Unaudited)

Governmental Activities

Fiscal Year	Net Investment In Capital		Restricted	Unrestricted	Total
	Assets				
2015	\$ 38,922,766	\$	998,444	\$ 282,577	\$ 40,203,787
2016	37,308,714		956,559	1,371,475	39,636,748
2017	36,767,440		1,004,708	971,294	38,743,442
2018	34,938,136		1,131,310	(990,490)	35,078,956
2019	34,741,176		1,179,070	(6,932,278)	28,987,968
2020	33,556,137		1,298,802	(12,866,551)	21,988,388
2021	32,293,214		1,393,285	(11,939,086)	21,747,413
2022	33,505,299		1,498,665	(11,177,041)	23,826,923
2023	33,658,011		1,456,846	(4,764,956)	30,349,901
2024	33,734,235		1,309,818	3,396,606	38,440,659
2025	35,596,173		1,190,375	3,959,806	40,746,354

Pikes Peak Library District
Government-wide Expenses, Program Revenues and Net Expenses
Last Ten Fiscal Years
(Unaudited)

Expenses
Governmental Activities

Fiscal Year	Public Services	Chief Executive Officer	Support Services	Human Resources	Facilities Office	Security Services	Information Technology Office
2016	\$ 13,251,004	\$ 466,816	\$ 3,823,660	\$ -	\$ -	\$ -	\$ 7,631,440
2017	20,382,695	474,077	3,914,245	-	-	-	1,868,122
2018	23,333,788	311,333	-	495,338	3,885,930	-	2,794,960
2019	24,175,768	346,106	-	615,099	4,196,460	758,615	3,121,662
2020	25,521,426	337,521	-	706,307	4,376,400	1,058,946	3,214,137
2021	21,439,663	295,077	-	740,806	3,938,656	1,001,954	2,881,161
2022	21,618,087	265,212	-	663,932	3,630,516	963,291	2,649,778
2023	17,496,000	294,633	-	729,735	3,787,717	1,220,634	2,603,568
2024	19,655,873	355,924	141,094	652,075	3,467,191	1,337,438	2,470,042
2025	18,727,735	464,320	328,408	904,727	4,307,124	1,424,772	2,556,112

Expenses
Governmental Activities

Fiscal Year	Finance Office	Communi- cations Office	Development Office	Other Administration	Interest Expense	Total Primary Government
2016	\$ 522,810	\$ 764,629	\$ -	\$ 3,116,763	\$ -	\$ 29,577,122
2017	551,716	830,962	-	3,222,456	-	31,244,273
2018	629,124	979,183	182,018	3,299,412	-	35,911,086
2019	718,925	1,259,541	205,177	3,690,897	-	39,088,250
2020	791,730	1,147,285	303,389	4,178,464	-	41,635,605
2021	724,847	1,051,216	268,937	4,000,995	-	36,343,312
2022	678,055	950,097	277,090	5,448,405	60,224	37,204,687
2023	1,358,086	1,104,315	367,241	5,034,119	47,440	34,043,488
2024	1,413,030	1,064,439	205,861	5,424,843	29,871	36,187,809
2025	1,760,355	1,374,755	211,494	10,299,859	34,641	42,394,302

Program Revenues
Governmental Activities

Charges for Services				Operating Grants and Contributions			
Fiscal Year	Public Services	Other Administratio	Total	Public Services	Information Technology	Facilities	Total
2016	\$ 494,493	\$ -	\$ 494,493	\$ 233,889	\$ 143,982	\$ -	\$ 377,871

2017	274,186	-	274,186	596,824	-	-	596,824
2018	114,964	-	114,964	426,310	-	-	426,310
2019	124,503	-	124,503	370,939	-	-	370,939
2020	63,530	-	63,530	784,756	35,354	46,319	866,428
2021	86,322	-	86,322	611,823	81,098	107,942	800,863
2022	91,779	-	91,779	940,423	126,442	136,334	1,203,199
2023	94,710	478,374	573,084	1,235,644	-	-	1,235,644
2024	84,074	395,539	479,613	1,263,405	-	-	1,263,405
2025	84,639	455,589	540,228	2,030,810	-	-	2,030,810

**Program Revenues
Governmental Activities**

Fiscal Year	Capital Grants and Contributions					Total Primary Government	Total Net Expenses
	Public Services	Facilities Office	Administrative Services	Information Technology	Total		Total Primary Government
2016	\$ 142,378	\$ -	\$ 41,939	\$ 85,304	\$ 269,621	\$ 1,141,985	\$(28,435,137)
2017	253,467	-	53,096	36,030	342,593	1,213,603	(30,030,670)
2018	709,178	118,863	-	86,512	914,553	1,455,827	(34,455,259)
2019	153,237	26,468	-	19,264	198,969	694,411	(38,393,839)
2020	145,873	24,563	-	-	189,185	1,119,144	(40,516,461)
2021	-	-	-	-	-	887,185	(35,456,127)
2022	-	-	-	-	-	1,294,978	(35,909,709)
2023	-	-	-	-	-	1,808,728	(32,234,760)
2024	-	-	-	-	-	1,743,018	(34,444,791)
2025	-	-	-	-	-	2,571,038	(39,788,623)

Pikes Peak Library District
Government-wide General Revenues and Other Changes in Net Position
Last Ten Fiscal Years
(Unaudited)

Governmental Activities

General Revenues							TABOR Refund Fiscal Year Spending and Property Tax Revenue in Excess of Limit	Total Primary Government
Fiscal Year	Property Taxes	Specific Ownership Taxes	Investment Earnings	Miscellan- eous	Special Item(s)	Total		
2016	\$24,780,995	\$ 2,892,197	\$ 96,038	\$ 155,941	\$ -	\$27,925,171	\$ (57,073)	\$ 27,868,098
2017	25,762,260	3,547,865	187,896	182,529	-	29,680,550	(543,196)	29,137,354
2018	26,834,122	3,410,423	386,768	165,290	-	30,796,603	(5,830)	30,790,773
2019	28,235,667	3,486,228	426,392	154,564	-	32,302,851	-	32,302,851
2020	30,095,828	3,344,277	116,945	139,939	-	33,696,989	(180,108)	33,516,881
2021	31,402,556	3,720,458	9,250	82,888	-	35,215,152	-	35,215,152
2022	33,299,124	3,517,120	429,895	63,014	-	37,309,153	-	37,309,153
2023	33,709,365	3,585,330	1,350,575	82,219	30,249	38,757,738	-	38,757,738
2024	35,706,977	3,413,306	1,588,030	2,161,013	-	42,869,326	-	42,869,326
2025	36,932,938	3,610,407	1,389,325	66,532	129,757	42,128,959	-	42,128,959

Pikes Peak Library District
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(Unaudited)

General Fund

Fiscal Year	Non-spendable	Restricted	Committed	Assigned	Unassigned	Total
2016	\$ 386,130	\$ 945,380	\$ 865,000	\$ 668,852	\$ 6,425,409	\$ 9,290,771
2017	339,785	1,001,784	865,000	377,529	7,848,739	10,432,837
2018	311,114	1,128,386	-	385,511	8,900,930	10,725,941
2019	260,645	1,178,258	-	285,461	8,336,338	10,060,702
2020	382,929	1,297,990	-	243,769	9,395,403	11,320,091
2021	400,575	1,392,473	-	306,562	11,228,870	13,328,480
2022	562,009	1,497,853	-	561,401	10,652,749	13,274,012
2023	698,579	1,456,034	1,500,000	481,080	14,127,260	18,262,953
2024	1,520,847	1,309,818	715,932	329,503	18,565,212	22,441,361
2025	774,195	1,189,563	13,515,941	1,359,849	4,287,504	21,127,052

Other Governmental Funds

Fiscal Year	Non-spendable	Restricted	Committed	Assigned	Total
2016	\$ 14,092	\$ 11,179	\$ 2,378,444	\$ 7,000	\$ 2,410,715
2017	5,877	2,924	1,845,995	212	1,855,008
2018	-	2,924	3,199,791	212	3,202,927
2019	-	812	3,089,709	-	3,090,521
2020	-	812	3,101,003	-	3,101,815
2021	-	812	4,326,216	-	4,327,028
2022	-	812	4,478,229	-	4,479,041
2023	-	812	2,389,272	-	2,390,084
2024	-	812	4,010,075	-	4,010,887
2025	-	812	4,887,474	-	4,888,286

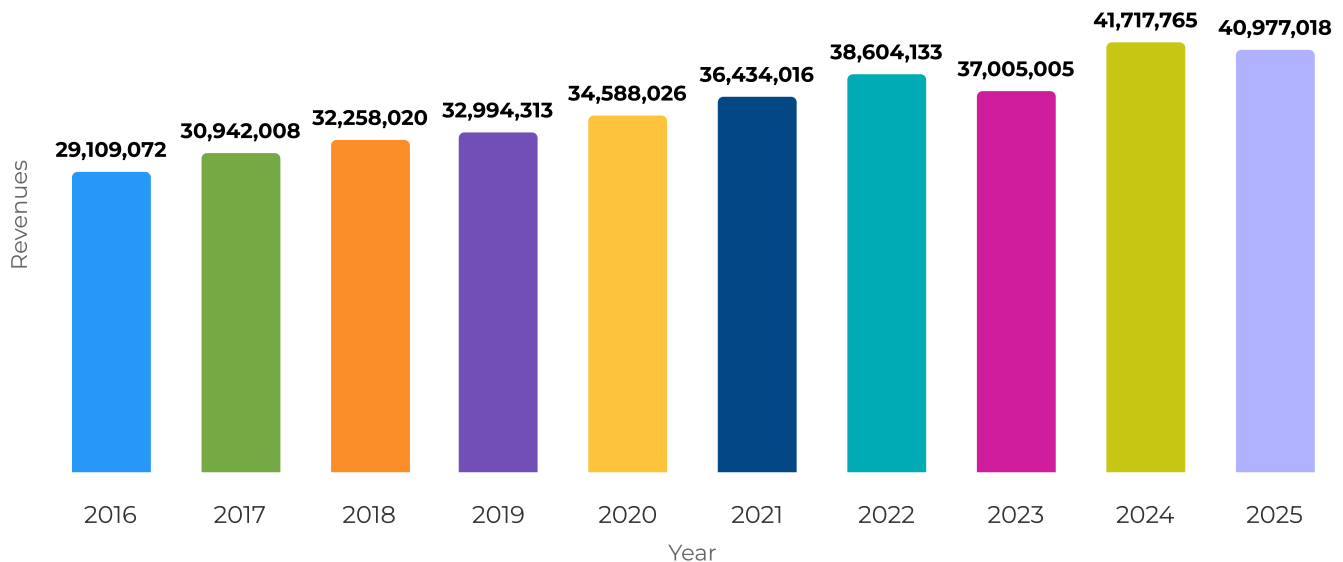
Pikes Peak Library District
Summary of Changes in Total Governmental Fund Balances
Last Ten Fiscal Years
(Unaudited)

Oth								
Fiscal Year	Revenues	Expenditures	Proceeds from Sale of Capital Assets	Proceeds from Insurance Reimbursement	TABOR Refund Fiscal Year Spending and Property Tax Revenue in Excess of Limit	Net Change in Fund Balance	Ratio of Debt Service Expenditures to Noncapital Expenditures	
2016	\$ 29,109,072	\$ 27,246,156	\$ 17,345	\$ -	\$ (57,073)	\$ 1,823,188	0.00%	
2017	30,942,008	29,824,093	11,640	-	(543,196)	586,359	0.00%	
2018	32,258,020	30,630,672	19,505	-	(5,830)	1,641,023	0.00%	
2019	32,994,312	33,774,905	2,948	-	-	(777,645)	0.00%	
2020	34,588,026	33,154,864	17,629	-	(180,108)	1,270,683	0.00%	
2021	36,434,017	33,200,415	-	-	-	3,233,602	0.00%	
2022	38,604,132	38,786,653	-	680,066	-	97,545	1.98%	
2023	37,005,005	34,135,270	-	30,249	-	2,899,984	2.14%	
2024	41,717,765	35,918,554	-	-	-	5,799,212	2.09%	
2025	40,977,018	41,543,686	-	129,757	-	(436,911)	1.20%	

Pikes Peak Library District
Governmental Funds Revenues
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Taxes	Intergovernmental	Fines and Fees	Interest Earnings	Donations & Miscellaneous	Total
2015	\$ 26,902,978	\$ 305,794	\$ 538,214	\$ 26,550	\$ 1,659,378	29,432,913
2016	27,673,192	398,039	494,493	96,038	447,310	29,109,072
2017	29,310,125	458,187	274,186	187,896	711,614	30,942,008
2018	30,244,545	384,404	114,964	386,768	1,127,339	32,258,020
2019	31,721,895	392,810	124,503	426,392	328,712	32,994,313
2020	33,440,106	715,285	63,530	116,945	252,160	34,588,026
2021	35,123,014	823,325	86,322	9,250	392,106	36,434,017
2022	36,816,244	697,213	91,779	429,895	569,001	38,604,132
2023	34,261,887	539,718	94,710	1,349,764	758,926	37,005,005
2024	36,621,817	868,839	84,074	1,587,457	2,555,579	41,717,765
2025	37,631,031	480,174	84,639	1,388,609	1,392,565	40,977,018

Governmental Fund Revenues

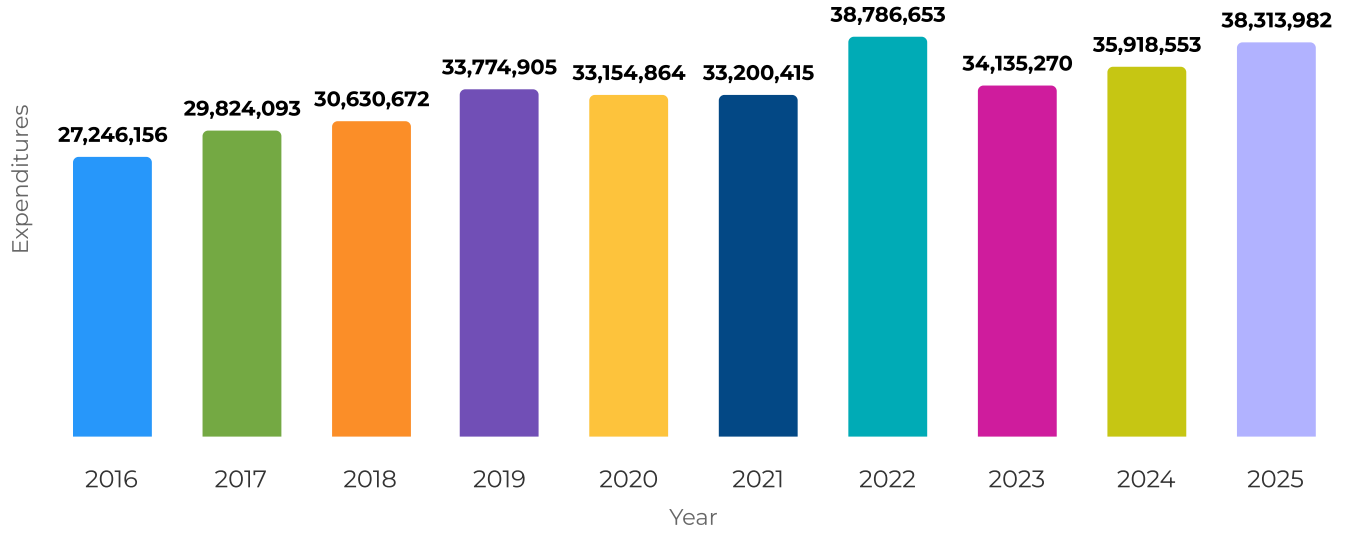


Pikes Peak Library District
Governmental Funds Expenditures
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Personnel Services	Supplies	Library Materials	Utilities	Tele-communication Costs	Contractual Services	Repairs and Maintenance	Other Services	Total
2016	\$16,007,317	\$ 690,060	\$ 4,482,638	\$ 539,735	\$ 339,276	\$ 2,769,599	\$ 672,300	\$ 742,652	\$26,243,577
2017	17,599,286	664,432	4,368,968	583,442	465,959	2,753,994	649,023	834,117	27,919,221
2018	18,362,919	666,926	4,528,390	615,141	479,359	2,936,686	503,869	678,177	28,771,467
2019	19,907,957	727,608	4,716,819	639,248	479,868	3,150,559	613,411	935,456	31,170,928
2020	20,388,490	758,385	4,818,308	586,580	579,783	3,055,942	553,522	635,754	31,376,765
2021	20,420,285	639,994	4,766,105	701,654	606,985	3,313,673	681,970	840,987	31,971,653
2022	21,652,786	673,884	5,112,585	806,674	532,230	3,134,841	655,677	1,159,357	33,728,034
2023	19,791,875	637,571	5,161,827	682,629	480,771	3,062,365	653,986	860,781	31,331,804
2024	19,873,078	900,794	6,196,967	661,249	458,630	3,290,084	701,265	769,868	32,851,934
2025	23,034,295	1,091,029	5,378,383	714,885	418,865	3,432,019	609,285	877,793	35,556,554

Fiscal Year	Capital Outlay	Principal	Interest	Total Expenditures
2016	\$1,002,579	\$ -	\$ -	\$2,246,156
2017	1,904,872	-	-	29,824,093
2018	1,859,205	-	-	30,630,672
2019	2,603,980	-	-	33,774,905
2020	1,778,099	-	-	33,154,864
2021	1,228,762	-	-	33,200,415
2022	4,392,215	606,180	60,224	38,786,653
2023	2,154,793	601,232	47,440	34,135,270
2024	2,386,913	649,834	29,871	35,918,553
2025	2,296,980	425,807	34,641	38,313,983

Governmental Funds Expenditures



Revenue Capacity Information

These schedules contain information to help the reader assess the District's most significant revenue source, the property tax.

Pikes Peak Library District
Assessed and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(Unaudited)

Assessment Year	Collection Year	Residential		All OtherProperty	
		Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
2015	2016	\$ 3,772,618,178	\$ 47,394,700,732	\$ 2,845,238,612	\$ 9,811,167,627
2016	2017	3,785,355,234	47,554,713,989	2,832,501,556	9,767,246,746
2017	2018	3,932,149,665	54,613,189,788	3,148,445,775	10,856,709,570
2018	2019	4,041,515,731	56,132,162,928	3,157,308,979	10,887,272,342
2019	2020	4,792,932,200	67,031,120,058	3,453,536,110	11,908,693,842
2020	2021	4,895,319,720	68,463,062,349	3,322,893,400	11,458,213,951
2021	2022	5,841,913,840	81,703,155,521	3,850,327,460	13,276,977,109
2022	2023	5,814,508,030	83,822,310,804	3,935,572,350	13,575,257,702
2023	2024	7,301,745,730	108,981,225,168	4,575,667,430	16,406,438,140
2024	2025	7,458,359,440	111,318,750,679	4,537,216,680	16,025,667,217

Assessme nt Year	Collection Year	Total Assessed Value	Total Mill Levy	Ratio of Total Assessed Value to Total Estimated Actual Value	
				Estimated Actual Value	Estimated Actual Value
2015	2016	\$ 6,516,617,460	3.857	\$ 57,205,868,359	11.4%
2016	2017	6,617,856,790	3.957	57,321,960,736	11.5%
2017	2018	7,080,595,440	3.812	65,469,899,358	10.8%
2018	2019	7,198,824,710	4.000	67,019,435,270	10.7%
2019	2020	8,246,468,310	3.731	78,939,813,900	10.4%
2020	2021	8,218,213,120	3.855	79,921,276,300	10.3%
2021	2022	9,692,241,300	3.490	94,980,132,630	10.2%
2022	2023	9,750,080,380	3.512	97,397,568,506	10.0%
2023	2024	11,877,413,160	3.061	125,387,663,308	9.5%
2024	2025	11,995,576,120	3.140	127,344,417,896	9.4%

Data Source: El Paso County Assessor's Office Abstracts of Assessment

Property Tax Rates - Direct and Overlapping
Last Ten Fiscal Years
(Per \$1,000 of assessed value)
(Unaudited)

Taxing Authority	Collection Year							
	2025	2024	2023	2022	2021	2020	2019	2018
Direct								
Pikes Peak Library District	3.140	3.061	3.512	3.490	3.855	3.731	4.000	3.812
Overlapping Governments								
El Paso County	6.985	6.862	8.062	7.450	8.085	7.552	8.068	7.965
Cities and Towns								
Calhan	17.563	17.563	17.563	17.563	17.563	17.563	17.563	17.563
Colorado Springs	3.554	3.579	3.929	3.929	4.279	4.279	4.279	4.279
Fountain	16.339	15.100	16.339	10.239	10.239	10.239	10.239	10.239
Green Mountain Falls	17.588	17.588	17.588	17.588	17.588	17.588	17.588	17.588
Manitou Springs	12.950	11.408	12.988	12.999	13.004	13.019	13.083	13.072
Monument	5.000	5.000	5.750	5.750	6.152	6.152	6.289	6.225
Palmer Lake	21.238	21.238	21.238	21.238	21.238	21.238	21.238	21.135
Ramah	19.827	19.827	19.827	19.827	19.827	19.827	19.827	19.827
Fire Districts								
Big Sandy	8.000	8.000	8.000	8.000	8.000	8.000	8.000	8.000
Black Forest	15.650	14.951	14.951	14.500	15.139	12.549	10.052	10.114
Black Forest (OPS)	-	-	-	-	0.639	0.653	0.837	0.899
Broadmoor	4.500	4.500	4.500	4.500	4.500	4.500	4.500	4.500
Calhan	12.371	12.177	17.563	17.563	17.563	17.563	6.402	6.049
Cascade	11.417	10.848	10.848	10.848	10.848	10.153	10.848	10.848
Cimarron Hills	16.621	16.621	16.621	16.200	16.200	16.200	16.200	16.200
Donald Wescott	-	21.400	7.170	7.000	7.000	7.000	7.000	7.000
Wescott N. Sub.	-	-	15.250	14.900	14.900	14.900	14.900	14.900
Edison	9.000	9.000	9.000	9.000	9.000	9.000	9.000	9.000
Elbert	8.764	7.422	9.067	7.484	7.715	7.528	8.500	8.500
Ellicott	15.230	14.747	15.030	8.113	8.496	8.589	9.451	9.515
Falcon	14.886	14.886	14.886	14.886	14.886	14.886	14.886	8.612
Green Mtn Falls/Chipita Park	14.372	14.372	17.090	17.090	17.090	16.615	17.460	16.950
Hanover	15.110	12.563	11.000	10.000	10.000	10.000	7.217	7.428
Northeast Teller City	13.182	13.182	14.718	13.182	13.547	-	-	-
Peyton	6.130	6.154	6.130	6.134	6.140	6.130	6.130	6.130
Security	14.717	18.100	16.400	16.400	10.002	10.002	10.002	10.002
SW Hwy 115	13.215	13.215	13.211	13.211	13.210	13.200	13.483	13.200
Stratmoor Hills Fire	23.624	13.291	13.834	13.083	13.810	13.251	13.200	12.582
Tri-County	3.236	3.236	3.000	3.000	3.000	3.000	3.000	3.000
Tri-Lakes/Monument	18.400	18.400	18.830	18.400	18.400	18.400	18.400	18.100
Woodman Valley	9.050	9.050	9.050	9.050	9.050	9.050	9.050	9.050
Water Districts								
Cheyenne Creek	0.500	0.500	0.500	0.500	1.000	1.000	1.000	1.000
Forest View	5.000	5.000	5.000	5.000	5.000	5.000	5.000	5.000

Park Forest	14.437	14.437	14.437	14.437	14.437	14.437	14.437	14.437
Red Rock Valley Estates	17.725	17.725	17.725	17.725	17.725	17.725	17.725	17.725
Stratmoor Hills Water		-	-	-	-	-	-	2.071
S.E. Colo. Water Conserv.	0.747	0.888	0.887	0.839	0.942	0.902	0.944	0.094
Security Water	3.731	3.736	4.292	4.283	5.000	5.007	5.679	5.703
Turkey Canyon Ranch	9.500	9.500	9.500	9.500	9.500	9.500	9.500	9.500
Upper Big Sandy	0.532	0.532	0.532	0.532	0.532	0.532	0.532	0.532
Upper Black Squirrel	1.082	0.948	1.062	1.005	1.056	1.029	1.065	1.065
Upper Arkansas Water Conserv.	0.390	0.381	0.438	0.398	0.445	0.435	0.479	0.481
Sanitation Districts								
Fountain Sanitation	5.545	5.399	6.082	5.707	6.340	6.030	6.637	6.328
Monument Sanitation					-			7.734
Security Sanitation	0.569	0.570	0.652	0.651	0.757	0.757	0.854	0.863
Stratmoor Hills					-			0.583
Water and Sanitation Districts								
Academy	2.937	2.937	2.937	2.937	2.937	2.937	2.937	2.937
Donala (Area A)	21.296	21.296	21.296	21.296	21.296	21.296	21.296	21.296
Donala (Area B)	10.648	10.648	10.648	10.648	10.648	10.648	10.648	10.648
Garden Valley	23.759	21.008	18.608	18.570	16.061	19.710	12.766	11.083
Garden Valley #2					-			4.308
Westmoor					37.165	34.998	38.277	36.953
School Districts								
Air Force Academy #20	45.959	47.867	53.030	56.507	60.216	60.216	60.216	60.216
Big Sandy #100J	31.581	31.616	31.965	31.080	32.294	35.473	37.666	38.189
Calhan #RJ-1	36.505	36.627	37.494	27.342	27.172	27.083	27.013	27.068
Cheyenne Mountain #12	55.000	55.000	55.000	55.000	55.000	55.000	55.000	55.000
Colorado Springs #11	40.605	40.069	42.821	44.054	51.104	51.558	56.084	52.499
Edison #54	30.671	31.318	31.344	31.603	36.501	36.501	36.503	36.504
Ellicott #22	29.901	27.004	30.000	30.534	31.673	31.921	31.863	37.011
Falcon #49	45.565	45.577	45.159	44.111	43.021	43.189	43.044	43.648
Fremont/Florence #39	31.119	30.312	30.382	29.381	28.665	29.378	28.816	29.762
Fountain/Ft. Carson #8	28.684	27.731	26.704	25.704	24.741	24.845	24.776	24.731
Hanover #28	32.462	31.524	29.820	28.393	26.664	32.439	33.708	35.736
Harrison #2	44.747	36.618	40.799	41.024	48.394	47.227	48.333	33.138
Lewis-Palmer #38	37.500	37.500	40.500	39.455	41.000	41.430	44.068	44.651
Manitou Springs #14	50.450	49.208	51.732	50.887	53.144	58.817	61.900	52.000
Miami/Yoder #60	27.040	28.676	27.290	27.182	27.687	29.263	30.006	28.079
Peyton #23	25.669	24.419	30.435	30.469	30.469	30.469	30.469	30.469
Widefield #3	48.644	47.097	47.615	49.384	56.164	56.396	60.294	61.320
Miscellaneous Districts	<u>9,352.789</u>	<u>8,832.860</u>	<u>8,293.691</u>	<u>7,409.238</u>	<u>5,857.851</u>	<u>5,084.281</u>	<u>3,576.017</u>	<u>3,576.017</u>

Data Source: El Paso County Assessor's Office Abstracts of Assessment

(continued from above)

2017	2016
3.957	3.857
7.919	7.869
17.563	17.563
4.279	4.279
10.239	10.239
17.588	17.588
13.001	12.246
6.289	6.255
21.238	11.238
19.827	19.827
8.000	8.000
10.178	10.237
0.963	1.022
4.500	4.500
5.971	6.061
10.245	9.774
15.286	15.286
7.000	7.000
-	-
9.000	9.000
8.500	8.500
9.850	9.760
8.612	8.612
9.763	9.812
7.366	7.000
-	-
6.130	6.130
10.002	10.002
13.200	13.200
12.811	12.768
3.000	3.000
11.500	11.500
9.050	9.050
1.000	0.500
5.000	5.000
14.437	14.437
17.725	16.444
2.105	2.086
0.940	0.941

5.695	5.654
9.500	9.500
0.532	0.532
1.063	1.057
0.478	0.471

6.248	6.040
0.862	0.856
0.591	0.587

2.937	2.937
21.296	21.296
10.648	10.648
10.296	9.695
5.196	5.816
36.836	34.943

60.216	60.216
38.782	38.860
27.003	27.091
53.000	53.000
40.878	40.803
36.502	40.834
37.046	37.001
44.417	44.635
29.300	28.908
24.748	25.195
34.679	35.112
36.278	36.414
46.404	45.501
52.000	52.000
28.303	28.504
30.469	30.419
45.657	

3,075.868	3,391.527
-----------	-----------

**Pikes Peak Library District
Principal Property Taxpayers
Current Year and Nine Years Ago
(Unaudited)**

Principal Taxpayer	Type of Business	Fiscal Year 2025		Fiscal Year 2016	
		Assessed Valuation	Percent of Total Assessed Valuation	Assessed Valuation	Percent of Total Assessed Valuation
CELLCO Partnership	Investments	\$ 101,029,100	0.77%	\$ -	0.00%
Comcast of CO/PA/WV LLC	Investments	65,457,500	0.50%	89,757,560	1.36%
Wal-Mart Real Estate	Merchandise/Retail	42,674,350	0.32%	28,348,330	0.43%
Broadmoor Hotel, Inc.	Hotel/Resort	31,184,110	0.24%	33,798,090	0.51%
PROVIDENT GROUP FALCON PROPE	Real Estate/Development	29,718,780	0.23%	--	0.00%
Mountain View Electric	Utilities	25,912,400	0.20%	27,465,560	0.42%
ENT Credit Union	Banking	24,097,100	0.18%	-	0.00%
2424GOTG LLC	Real Estate/Development	21,016,100	0.16%	-	0.00%
Palmer Center LTD	Retail Mall	20,827,740	0.16%	13,688,640	0.21%
Union Pacific Railroad Co.	Transportation	19,104,500	0.15%	-	0.00%
Qwest Corporation	Telecommunication	-	0.00%	67,021,700	1.01%
CV Patriot Springs, LLC	Investments	-	0.00%	24,657,630	0.37%
dpiX, LLC	Technology	-	0.00%	24,133,290	0.36%
Wal-Mart Datacenter	Technology	-	0.00%	14,137,690	0.21%
Keysight Technologies	Technology	-	0.00%	12,938,440	0.20%
Total Top 10 Principal Taxpayers		\$381,021,680	2.89%	\$ 335,946,930	5.08%
Total Assessed Valuation		\$ 13,169,096,610	100.00%	\$ 6,617,856,790	100.00%

Data Source: El Paso County Assessor's Office Abstracts of Assessment

Pikes Peak Library District
Property Tax Levies and Collections
Last Ten Fiscal Years
(Unaudited)

Assessment Year	Collection Year	Current Tax Levy	Current Tax Collections	Percent of Current Tax Collected	Delinquent Tax Collections	Penalties and Interest Delinquent Tax Collections	Omitted Property Tax Collections	Total Tax Collection	Ratio of Total Tax Collections to Total Tax Levy
2015	2016	\$ 24,926,355	\$ 24,730,868	99.2%	\$ 10,720	\$ 29,902	\$ 9,505	\$ 24,780,995	99.4%
2016	2017	25,942,634	25,709,842	99.1%	14,007	33,187	5,224	25,762,260	99.3%
2017	2018	27,187,071	26,767,115	98.5%	17,132	35,319	5,451	26,825,017	98.7%
2018	2019	28,454,290	28,160,917	99.0%	20,995	38,420	6,145	28,226,476	99.2%
2019	2020	30,374,738	30,042,362	98.9%	11,964	24,708	7,195	30,086,229	99.1%
2020	2021	31,307,840	31,139,776	99.5%	25,309	45,574	1,681	31,212,340	99.7%
2021	2022	33,457,987	33,231,556	99.3%	6,378	46,767	3,964	33,288,665	99.5%
2022	2023	33,827,682	33,681,066	99.6%	9,017	49,649	6,489	33,746,221	99.8%
2023	2024	35,685,657	32,913,122	92.2%	10,249	48,300	729	32,972,400	92.4%
2024	2025	37,665,882	37,012,329	98.3%	25,762	55,560	4,071	37,097,722	98.5%

Data Sources: District's financial records and El Paso County Treasurer's Office

(continued from above)

Outstanding Delinquent Taxes	Ratio of Delinquent Taxes to Total Tax Levy
\$ 62,246	0.2%
71,429	0.3%
92,436	0.3%
94,397	0.3%
101,564	0.3%
39,935	0.1%
58,404	0.2%
106,863	0.3%
84,343	0.2%
99,267	0.3%

Debt Capacity Information

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

**Pikes Peak Library District
Ratios of Outstanding Debt
Last Ten Fiscal Years
(Unaudited)**

Year Ended December 31,	LSA Population	Leases	Gross Debt	Funds Available in Debt Service Fund	Net Debt	Total Net Debt	Net Debt Per Capita	Personal Income	Debt as a Percentage of Personal Income
2015	616,089	\$ -	\$ -	\$ -	\$ -	\$ -	-	\$ 29,262,206	
2016	623,805	-	-	-	-	-	-	30,315,645	
2017	639,625	-	-	-	-	-	-	31,149,325	
2018	650,185	-	-	-	-	-	-	35,603,678	
2019	662,241	-	-	-	-	-	-	36,605,524	
2020	669,874	-	-	-	-	-	-	36,825,059	
2021	670,046	-	-	-	-	-	-	39,438,712	
2022	677,964	1,916,685	1,916,685	-	1,916,685	-	3	43,258,594	4%
2023	682,357	1,283,544	1,283,544	-	1,283,544	-	2	45,230,988	3%
2024	697,349	1,487,324	1,487,324	-	1,487,324	-	2	51,891,592	3%
2025	690,795	699,080	699,080	-	699,080	-	1	N/A	

*N/A Denotes information is not yet available

Data Source(s): Colorado Department of Labor, U.S. Bureau of Economic Analysis, Colorado Department of Education, Colorado

(continued from above)

Assessed Value Used for Current Year Collections	Ratio of Net Bonded Debt to Assessed Value
\$ 6,117,132,700	-
6,516,617,460	-
617,856,790	-
7,080,595,440	-
7,198,824,710	-
8,246,468,310	-
8,218,213,120	-
9,692,241,300	0.02%
9,750,080,380	0.01%
11,877,413,160	0.01%
13,169,096,610	0.01%

**Pikes Peak Library District
Debt Limitation Information
Last Ten Fiscal Years
(Unaudited)**

	2025	2024	2023	2022	2021
Assessed valuation	\$3,169,096,610	\$1,877,413,160	\$9,750,080,380	\$9,692,241,300	\$8,218,213,120
Debt limitation - 1.5% of total assessed value	\$ 197,536,449	\$ 178,161,197	\$ 146,251,206	\$ 145,383,620	\$ 123,273,197
Total debt (excluding compensated absences)	-	-	-	-	-
Less: Certificates of Participation (1)	-	-	-	-	-
Capital leases (1)	-	-	-	-	-
Total debt applicable to limitation	-	-	-	-	-
Legal debt margin	\$ 197,536,449	\$ 178,161,197	\$ 146,251,206	\$ 145,383,620	\$ 123,273,197

Notes:

(1) Certificates of Participation and capital leases are not included as debt for purposes of calculating legal debt margin (Colorado Revised Statue 22-42-104).

Data Source: District's financial records and El Paso County Assessor's Office

(continued from above)

2020	2019	2018	2017	2016
\$ 8,246,468,310	\$ 7,198,824,710	\$ 7,080,595,440	\$ 6,617,856,790	\$ 6,516,617,460
\$ 123,697,025	\$ 107,982,371	\$ 106,208,932	\$ 99,267,852	\$ 97,749,262
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
\$ 123,697,025	\$ 107,982,371	\$ 106,208,932	\$ 99,267,852	\$ 97,749,262

**Pikes Peak Library District
Debt Service Information
Last Ten Fiscal Years
(Unaudited)**

Debt Service Expenditures

Fiscal Year	Principal Payments	Interest Payments	Total	Ratio of Debt Service to Noncapital Governmental Fund Expenditures	
				Noncapital Governmental Fund Expenditures	Noncapital Governmental Fund Expenditures
2015	-	-	-	\$ 25,816,533	0.00%
2016	-	-	-	26,243,577	0.00%
2017	-	-	-	27,919,221	0.00%
2018	-	-	-	28,771,467	0.00%
2019	-	-	-	31,170,925	0.00%
2020	-	-	-	31,376,765	0.00%
2021	-	-	-	31,971,653	0.00%
2022	606,180	60,224	666,404	33,728,034	1.98%
2023	601,232	47,440	648,672	30,271,731	2.14%
2024	649,834	29,871	679,705	32,547,804	2.09%
2025	425,807	34,641	460,448	38,313,982	1.20%

Demographics

The demographics provided are for all of El Paso County including Security-Widefield. PPLD's legal service area does not include Security-Widefield.

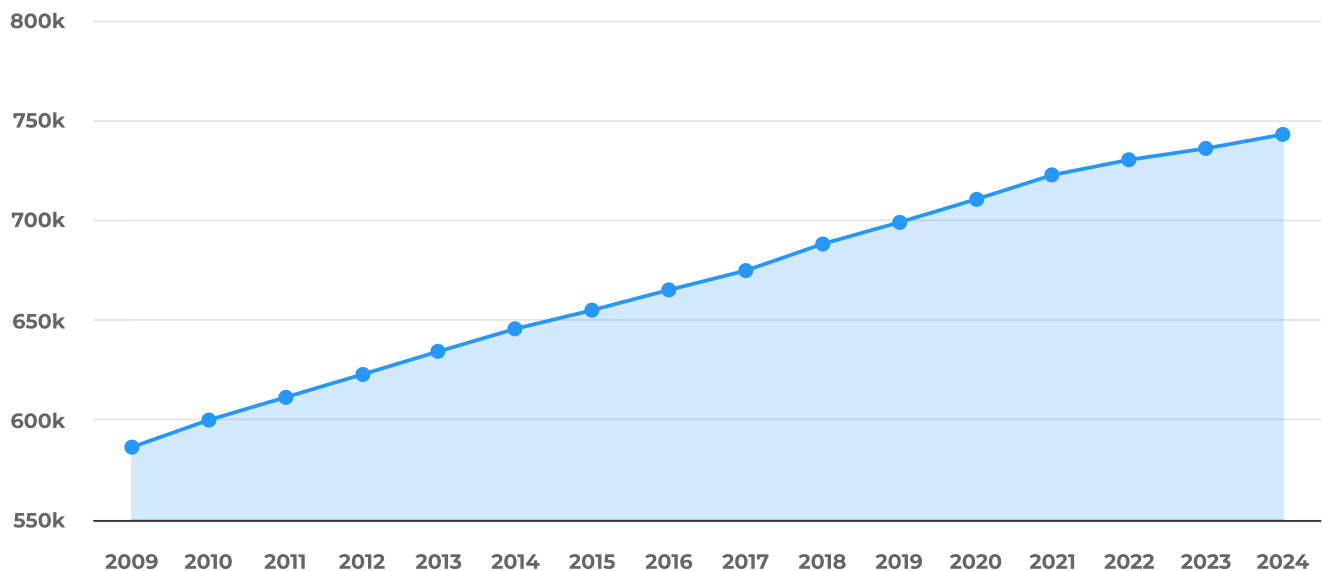
Population



TOTAL POPULATION

742,999**0.95%**
vs. 2023

GROWTH RANK

19 out of **65** Counties in Colorado

** Data Source: U.S. Census Bureau American Community Survey 5-year Data and the 2020, 2010, 2000, and 1990 Decennial Censuses*



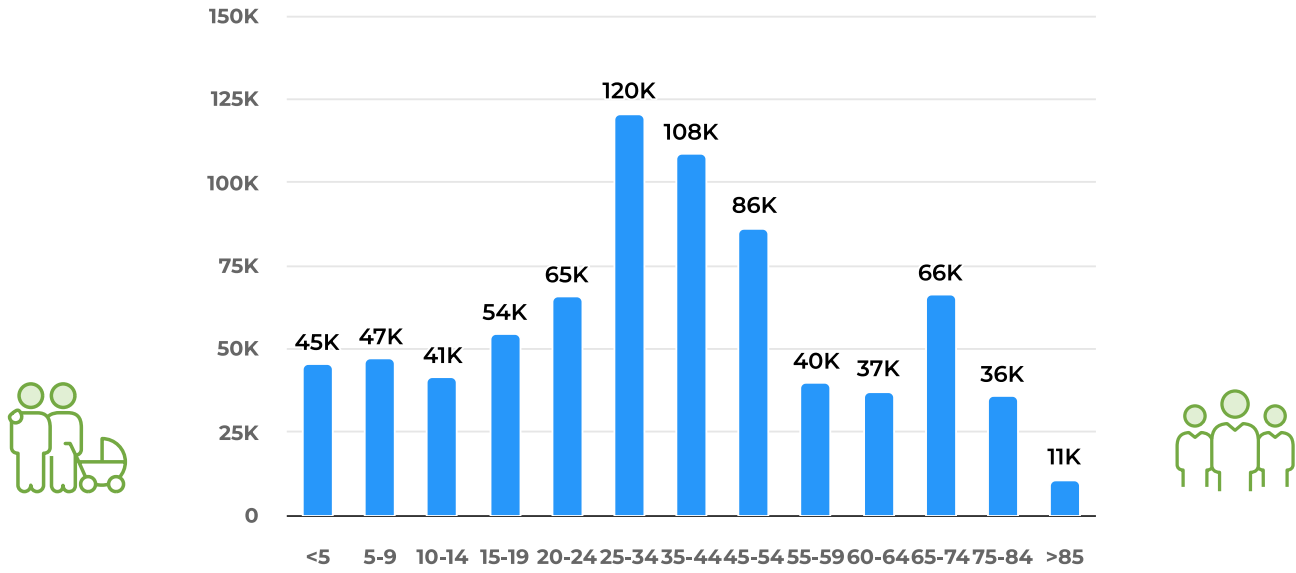
DAYTIME POPULATION

741,526

Daytime population represents the effect of persons coming into or leaving a community for work, entertainment, shopping, etc. during the typical workday. An increased daytime population puts greater demand on host community services which directly impacts operational costs.

** Data Source: American Community Survey 5-year estimates*

POPULATION BY AGE GROUP



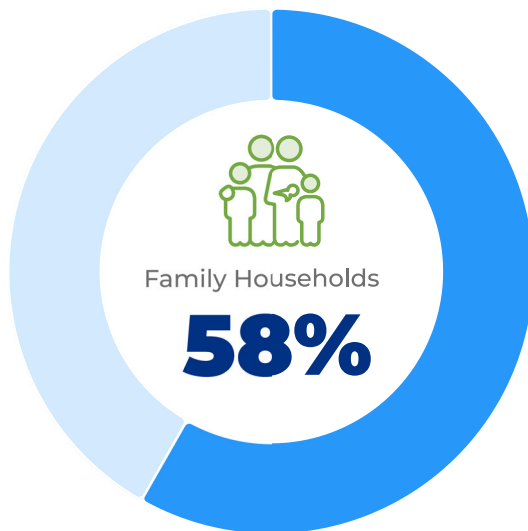
Aging affects the needs and lifestyle choices of residents. Municipalities must adjust and plan services accordingly.

** Data Source: Pikes Peak Library District, CO 2025*

Household

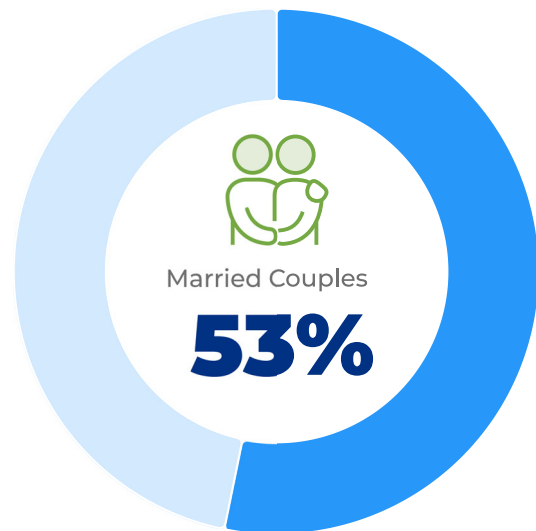
TOTAL HOUSEHOLDS
290,190

Municipalities must consider the dynamics of household types to plan for and provide services effectively. Household type also has a general correlation to income levels which affect the municipal tax base.



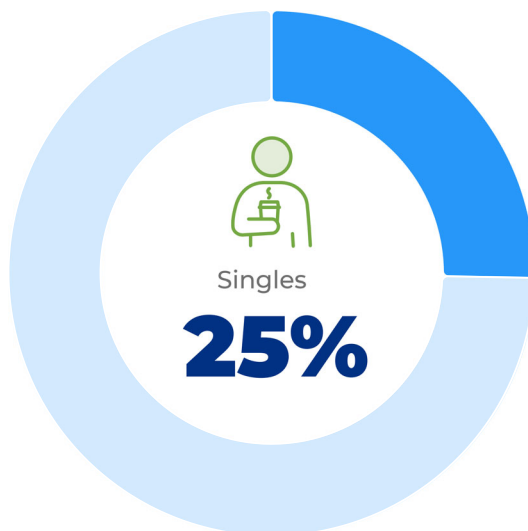
9%

higher than state average



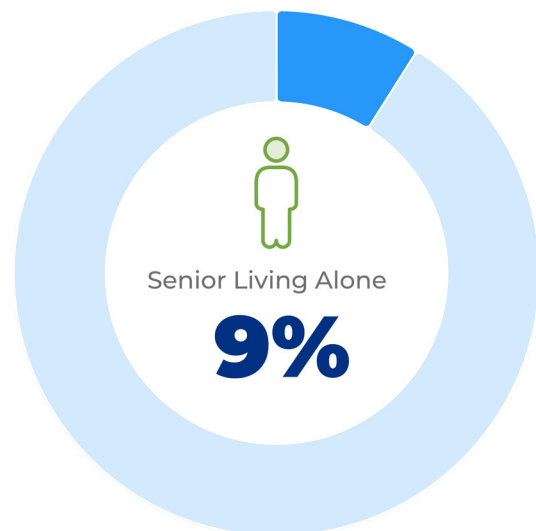
7%

higher than state average



-8%

lower than state average



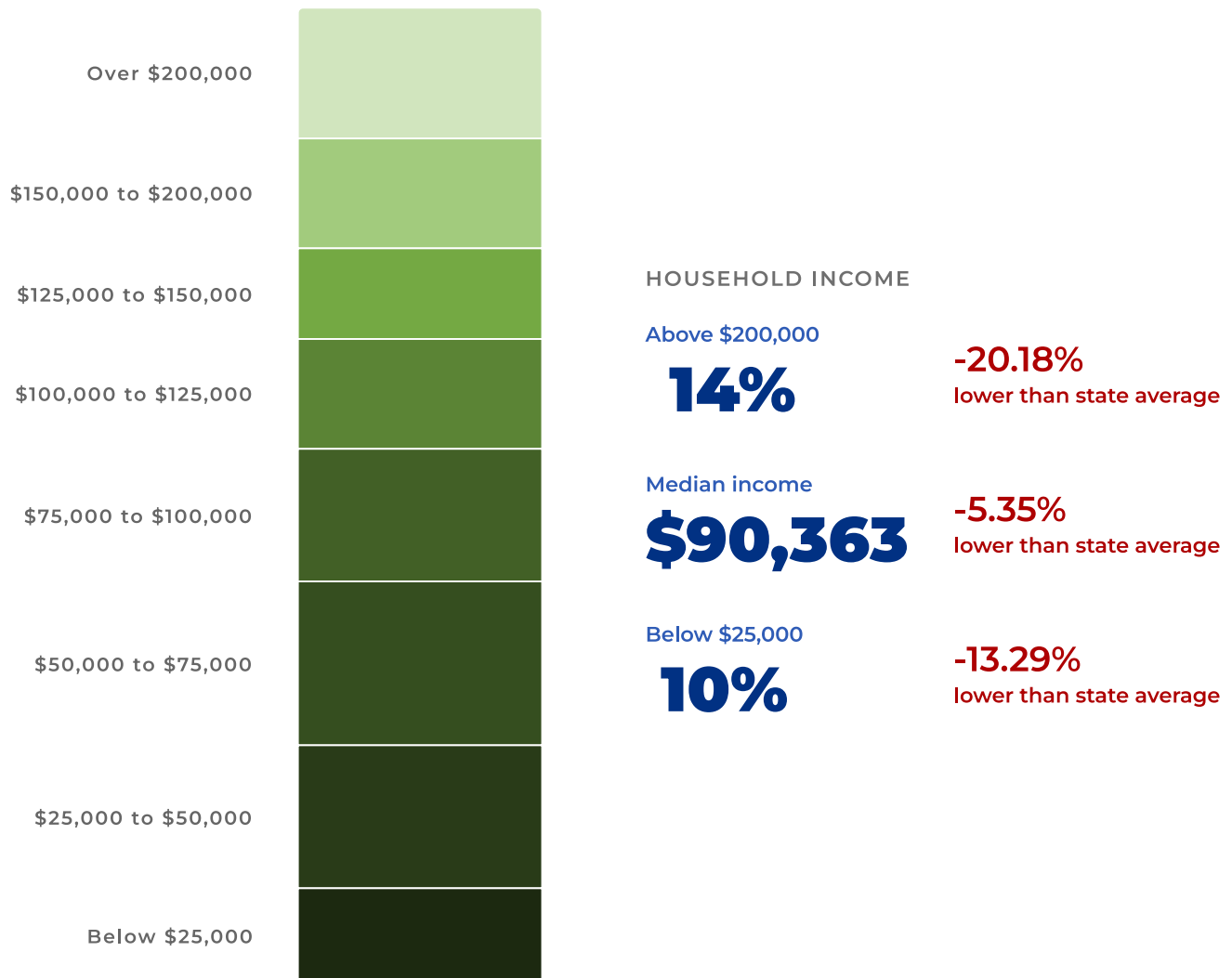
-14%

lower than state average

** Data Source: American Community Survey 5-year estimates*

Economic

Household income is a key data point in evaluating a community's wealth and spending power. Pay levels and earnings typically vary by geographic regions and should be looked at in context of the overall cost of living.



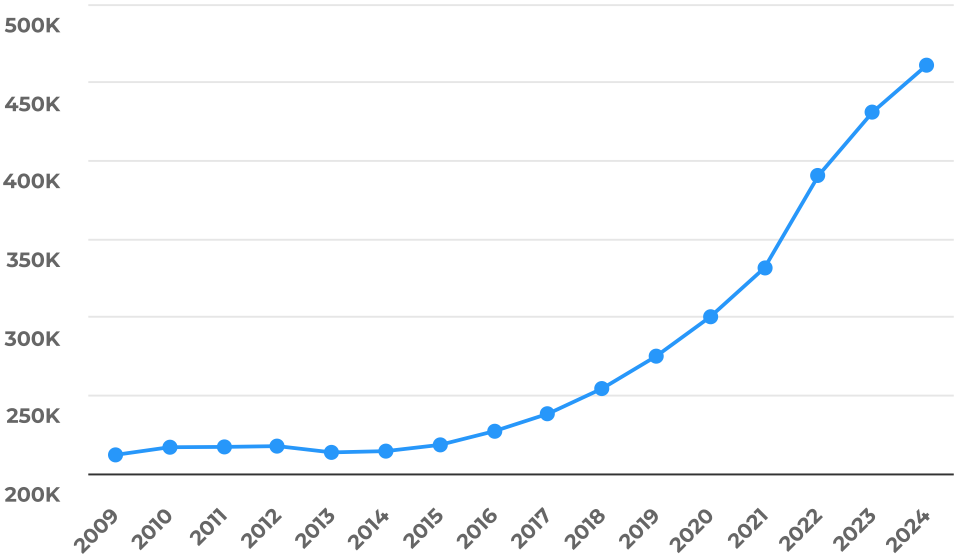
** Data Source: American Community Survey 5-year estimates*

Housing



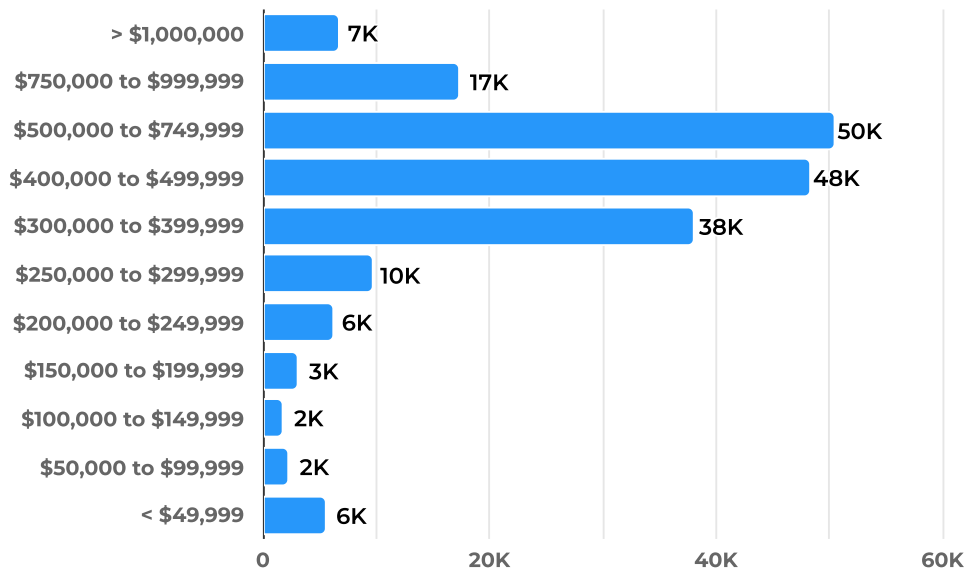
2024 MEDIAN HOME VALUE

\$461,000



* Data Source: 2024 US Census Bureau, American Community Survey. Home value data includes all types of owner-occupied housing.

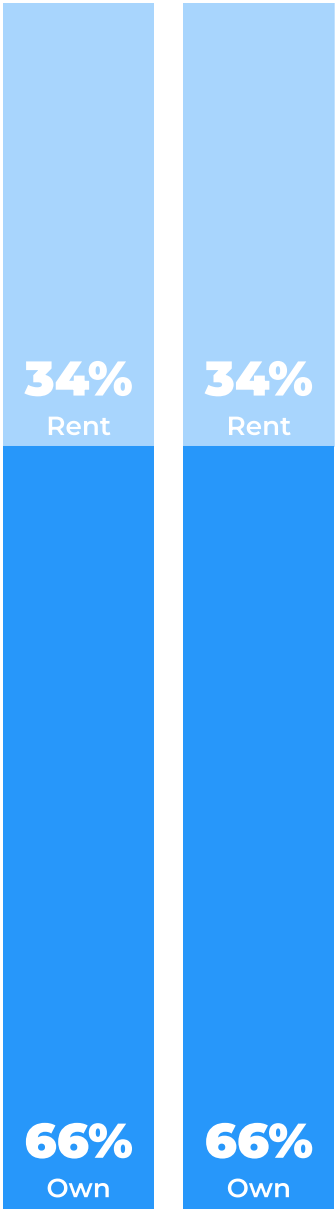
HOME VALUE DISTRIBUTION



* Data Source: 2024 US Census Bureau, American Community Survey. Home value data includes all types of owner-occupied housing.

HOME OWNERS VS RENTERS

Pikes Peak Library District State Avg.



* Data Source: 2024 US Census Bureau, American Community Survey. Home value data includes all types of owner-occupied housing.

Additional Demographic and Economic Information

Pikes Peak Library District Last Ten Fiscal Years (Unaudited)

Fiscal Year	LSA Population	Total Personal Income*	Per Capita Personal Income*	Unemploy. Rate*	Public School Enrollment*
2016	623,805	\$ 30,315,645	\$ 44,409	3.2%	118,754
2017	639,625	31,149,325	46,511	3.4%	119,442
2018	650,185	35,603,678	48,467	4.5%	121,192
2019	662,241	36,605,524	51,117	2.8%	122,783
2020	669,874	36,825,059	54,151	7.2%	118,023
2021	670,046	39,438,712	57,765	4.1%	119,609
2022	677,964	43,258,594	61,076	3.0%	119,808
2023	678,684	45,230,988	65,598	3.5%	123,282
2024	697,349	51,891,592	68,934	4.1%	119,209
2025	690,795	**	**	4.1%	**

Notes:

*Data revised in 2024 with most recent information from the El Paso County Annual Comprehensive Financial Report and updated sources

**Statistic

Data Sources: Library Research Service Database, Bureau of Economic Analysis, Colorado Department of Education, Colorado Labor Market Gateway, Colorado Division of Local Government, Colorado Division of Labor and Employment, US Department of Commerce, Bureau of Economic Analysis, Occupational Employment and Wage Statistics Program

Age Group Data Source: US Census Bureau

**Pikes Peak Library District
Principal Employers
(Unaudited)**

Employer	Fiscal Year 2024			Fiscal Year 2015		
	Employees	Rank	Percent of Total Employment	Employees	Rank	Percent of Total Employment
Fort Carson	29,500	1	8.06%	29,827	1	10.07%
Peterson, Schriver, and Cheyenne	16,400	2	4.48%	13,591	2/8	4.56%
United States Air Force Academy	9,200	3	2.51%	8,106	3	2.72%
UCHealth Memorial Health System	7,050	4	1.93%	4,700	5	1.58%
School District #11 - Colorado Springs	3,600	5	0.98%	5,718	4	1.92%
University of Colorado	3,300	6	0.90%	-	-	-
School District #20 - Air Academy	3,050	7	0.83%	3,226	6	108.00%
El Paso County	3,050	8	0.83%	2,100	10	0.70%
City of Colorado Springs	2,950	9	0.81%	2,790	9	0.94%
Colorado Springs Utilities	2,050	10	0.56%	-	-	-
Penrose St. Francis Health Services	-		0.00%	2,833	7	0.95%
Total	80,150			72,891		
Total Employment - El Paso County, Colorado	366,221			297,998		

Datasource: El Paso County, Colorado 2024 Annual Comprehensive Financial Report
2024 is the most current ACFR available from El Paso County, CO.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.

Pikes Peak Library District
District Employees by Function

Last Ten Fiscal Years
(Unaudited)

Full-time Equivalent Employees

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Public Services										
Administration - Public Services	3.00	2.00	1.00	1.00	1.00	1.00	2.00	2.00	2.00	1.00
Adult Education	11.00	7.00	11.00	7.00	7.00	8.00	7.00	6.50	6.50	3.85
Collection Management	21.50	18.50	23.50	25.00	23.52	23.52	23.52	19.25	18.40	19.00
Regional History and Genealogy	9.00	5.00	10.00	10.50	10.50	11.00	11.00	9.50	9.50	9.50
Programming	17.25	-	-	-	-	-	-	-	-	-
Administration - Programming	2.00	-	2.00	-	-	-	-	-	-	-
Adult Services	-	4.00	5.00	9.00	9.00	11.00	11.00	-	-	-
East Library	-	-	-	-	-	-	-	16.32	17.32	16.80
Penrose Library	-	-	-	-	-	-	-	21.22	21.22	21.22
Library 21c	-	-	-	-	-	-	-	8.25	8.25	8.25
Library 21c - Computer Commons	-	-	-	-	-	-	-	9.50	9.50	9.50
Family and Children Services	-	5.50	9.50	9.50	9.00	9.00	9.00	-	-	-
East Library	-	-	-	-	-	-	-	8.27	8.27	8.27
Penrose Library	-	-	-	-	-	-	-	6.12	6.12	6.12
Library 21c	-	-	-	-	-	-	-	7.88	8.88	7.88
Young Adult Services	-	1.00	5.00	6.00	6.00	6.00	6.00	-	-	-
Community Libraries										
Administration - Branches	7.50	8.00	11.00	-	-	-	-	-	-	-
Administration - West Region	-	-	-	4.00	3.50	3.50	3.00	5.00	-	-
Administration - Southeast Region	-	-	-	5.00	4.00	4.00	4.00	3.00	-	-
Administration - North Region	-	-	-	3.00	3.00	3.00	3.00	3.00	-	-
Cheyenne Mountain Library	9.78	9.78	10.00	9.98	10.08	10.58	10.58	10.55	10.55	10.93
Fountain Library	7.63	6.00	7.50	8.25	7.13	7.63	7.63	6.63	6.63	7.88
East Library	32.25	32.30	34.70	36.75	42.15	18.93	16.93	-	-	-
High Prairie Library	10.60	7.60	7.80	7.75	7.75	7.75	8.25	8.25	8.25	8.25
Calhan Library	-	1.70	1.70	1.70	1.70	1.70	1.70	-	-	-
Ruth Holley Library	9.50	7.50	9.50	10.00	9.63	9.63	9.63	10.50	10.50	12.13
Library 21c	34.70	29.70	28.60	28.78	31.57	21.19	18.69	-	-	-
Manitou Springs Library	8.30	7.80	6.80	5.80	4.20	4.20	4.35	4.25	4.25	4.25
Ute Pass Library	-	-	-	0.75	1.35	1.35	1.35	1.28	1.28	1.28
Monument Library	11.75	11.75	12.00	12.05	9.96	9.96	9.96	10.49	10.49	10.49
Palmer Lake Library	-	-	-	-	1.53	2.03	2.03	2.03	2.03	2.03
Old Colorado City Library	8.00	8.00	8.30	8.90	8.90	8.90	8.90	8.90	8.90	8.90
Penrose Library	32.03	26.03	28.10	29.33	30.54	17.64	17.64	-	-	-
Rockrimmon Library	-	-	10.70	9.80	9.85	9.85	9.45	10.08	10.08	10.65
Sand Creek Library	11.00	10.00	9.90	12.03	12.55	12.55	12.55	16.20	16.20	15.95
Circulation										
East Library	-	-	-	-	-	15.35	16.35	18.84	18.84	20.62
Penrose Library	-	-	-	-	-	11.07	11.02	11.84	11.84	11.74

Library 21c Shelving	-	-	-	-	-	6.50	6.50	6.50	6.50	6.50
East Library	-	-	-	-	-	9.57	10.57	12.07	12.07	13.64
Penrose Library	-	-	-	-	-	4.88	4.88	6.12	6.12	7.99
Library 21c	-	-	-	-	-	5.75	5.25	5.25	5.25	5.18
The Hall at PPLD	-	-	1.00	1.00	1.00	1.00	1.00	-	-	-
Mobile Library Services	9.00	8.50	9.00	9.00	9.15	9.15	9.65	9.15	9.15	8.95
Diversity, Equity & Inclusion (DEI)	-	-	-	3.00	3.00	-	-	-	-	-
Total Public Services	255.78	217.66	263.60	274.85	292.18	289.38	284.74	274.89	278.75	276.58
Administrative Services										
Administration	-	-	1.00	-	-	-	-	-	-	-
Support Services Administration	3.00	-	-	-	-	-	-	-	-	-
Facilities	17.00	-	-	-	-	-	-	-	-	-
East Library		3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Penrose Library		4.00	5.00	5.00	5.00	5.00	5.00	5.00	6.00	6.00
Library 21c		7.00	6.00	6.00	6.00	6.00	5.00	3.00	3.00	3.00
Human Resources	8.75	7.75	6.80	6.75	6.25	6.25	6.25	5.15	5.15	5.15
Information Technology	14.00	11.50	11.50	14.00	16.60	16.60	16.10	13.10	14.10	14.10
Strategy & Innovation	7.00		-	-	-	-	-	-	-	-
Creative Services	-	6.25	6.00	7.00	5.00	5.00	5.00	-	-	-
Total Administrative Services	49.75	39.50	39.30	20.75	20.25	19.25	16.15	17.15	17.15	16.90
Other Administrative Operations										
Chief Executive Officer Office	4.00	-	-	-	-	-	-	-	-	-
Chief Librarian and Chief Executive Officer Office	-	3.00	3.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Communications Office	10.50	6.25	13.70	12.35	11.75	11.75	14.25	12.25	12.25	12.25
Community Patron Experience	4.60	-	-	-	-	-	-	-	-	-
Development Office	2.00	2.00	2.00	2.00	3.00	3.00	3.00	2.50	2.50	2.50
Finance Office	14.00	11.00	10.00	8.00	7.75	7.75	7.75	7.75	6.75	6.75
Security	30.50	23.50	28.50	23.50	20.52	20.52	20.52	15.00	15.00	14.50
Total Other Administration Operations	65.60	45.75	57.20	47.85	45.02	47.52	39.50	38.50	38.00	36.50
Total Full Time Equivalents	371.13	302.91	360.10	357.45	374.05	372.25	353.49	344.64	348.00	344.08

Data Source: District's Human Resources Office

Pikes Peak Library District
Library Materials Purchased and Circulated
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Number of Volumes	Number of		Physical Items			Number of Items in Circulation	Turnover Rate
		Audio	Visual and eMaterials	Acquisition Cost of Collections	Cost of New Acquisitions	Net Book Value of Collections		
			Total Items					
2016	689,980	353,667	1,043,647	\$ 27,162,050	\$ 2,313,177	\$13,806,198	995,151	7.73
2017	700,758	346,176	1,046,934	26,923,183	2,140,189	13,803,275	996,826	7.43
2018	684,908	362,788	1,047,696	25,614,835	1,812,545	13,245,127	996,698	7.35
2019	658,014	453,315	1,111,329	24,234,938	1,670,175	12,739,934	1,059,914	7.81
2020	630,270	461,230	1,091,500	23,209,685	1,135,208	12,152,697	1,041,060	5.89
2021	596,976	492,694	1,089,670	22,555,452	1,630,811	12,346,538	1,037,212	5.50
2022	585,430	511,405	1,096,835	21,324,095	1,224,613	11,614,737	1,043,673	5.60
2023	564,407	497,649	1,062,056	20,655,306	1,829,897	11,998,795	1,008,789	5.00
2024	545,493	539,139	1,084,632	20,241,053	1,219,321	11,829,888	1,032,154	4.16
2025	520,642	508,783	1,029,425	21,268,654	1,290,597	10,588,407	980,618	3.94

Data Source: District's Collection Management Department

Pikes Peak Library District
Circulation by Location
Last Ten Fiscal Years
(Unaudited)

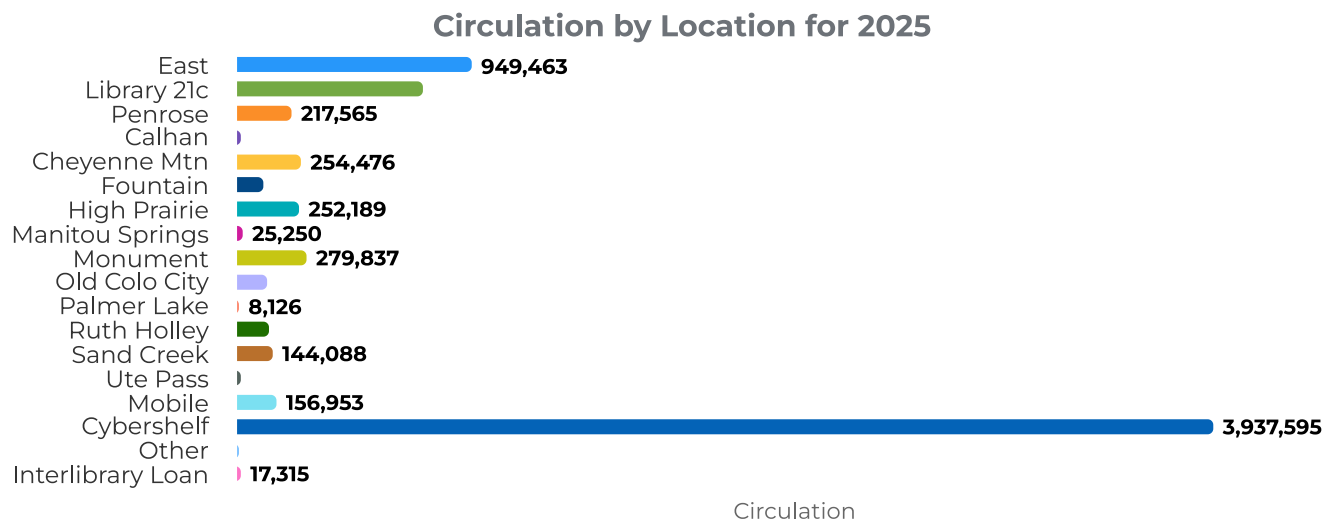
Community Libraries

Fiscal Year	East Library	Penrose Library	Library 21c	Calhan	Cheyenne Mountain	Fountain	High Prairie	Manitou Springs	Monument	Old Colorado City	Palmer Lake
2016	1,533,028	776,925	888,192	-	437,569	199,196	307,167	46,452	415,012	246,141	43,152
2017	1,303,118	714,133	986,551	-	386,538	191,400	289,874	47,318	390,805	214,947	44,718
2018	1,325,067	626,308	904,180	-	374,674	187,269	284,624	40,953	383,845	193,591	40,011
2019	1,577,714	577,467	1,053,083	3,211	421,297	197,568	326,298	52,330	425,456	220,319	47,399
2020	842,299	280,922	565,421	13,993	234,309	111,849	182,899	19,148	248,858	120,102	14,068
2021	996,323	301,424	681,518	18,911	279,981	128,429	236,860	20,883	306,924	89,301	7
2022	1,081,138	279,901	753,940	20,547	269,920	126,729	274,513	26,764	295,388	108,515	12,837
2023	1,060,418	239,606	756,254	16,044	254,078	128,929	276,597	25,402	283,882	104,609	12,642
2024	951,554	185,409	759,649	16,653	276,922	117,303	268,315	19,792	283,941	117,631	10,711
2025	949,463	217,565	748,013	15,151	254,476	108,307	252,189	25,250	279,837	123,253	8,126

Community Libraries

Fiscal Year	Rockrimmon	Ruth Holley	Sand Creek	Ute Pass	Mobile Library Services	Library Express Dispenser	Cybershelf	Nook eReaders	Other Categories	Inter-Library Loan	Total
2016	385,294	395,346	417,248	31,724	166,186	20,958	1,295,052	325	55,209	28,098	7,688,274
2017	368,714	367,831	370,525	31,623	157,979	2,363	1,459,032	467	54,764	26,154	7,408,854
2018	360,463	338,586	332,100	27,973	148,384	-	1,681,835	220	52,932	27,253	7,330,268
2019	394,445	355,739	361,589	26,234	148,737	-	1,976,428	67	84,496	24,796	8,274,673
2020	243,994	177,597	161,651	18,434	92,155	-	2,430,575	58	90,448	17,279	5,866,059
2021	288,091	177,529	155,569	24,510	102,001	-	2,504,503	18	55,259	12,694	6,380,735
2022	289,905	180,870	154,038	22,286	103,956	-	2,627,237	26	3,687	15,041	6,647,238
2023	253,882	155,193	135,396	17,748	97,626	-	3,008,405	15	6,439	15,154	6,848,319
2024	234,200	153,445	132,181	15,497	77,610	-	3,413,198	5	6,082	17,273	7,057,371
2025	-	132,031	144,088	14,058	156,953	-	3,937,595	-	5,432	17,315	7,389,102

Data Source: District's Collection Management Department



Service Location Information

Pikes Peak Library District Service Location Information Last Ten Fiscal Years (Unaudited)									
Library	Address	Own (O) Lease (L)	Open Hrs week	Square Footage as of Fiscal Year-end					
				2025	2024	2023	2022	2021	2020
Calhan Library	600 Bank Street Calhan, CO 80803	O	24	2,400	2,400	2,400	2,400	2,400	2,400
Cheyenne Mountain Library	1785 S. 8th Street, Ste 100 Colorado Springs, CO 80906	L	54	9,303	9,303	9,303	8,900	8,900	8,900
East Library	5550 N. Union Colorado Springs, CO 80918	O	60	70,153	70,153	70,153	70,153	70,153	70,153
Fountain Library	230 S. Main Street Fountain, CO 80817	O	56	9,582	9,582	9,582	9,582	9,582	9,582
High Prairie Library	7035 Old Meridian Rd. Falcon, CO 80831	O	55	6,008	6,008	6,008	6,008	6,008	6,008
Library 21C	1175 Chapel Hills Dr. Colorado Springs, CO 80920	O	60	115,058	115,058	115,058	115,058	115,058	115,058
Manitou Springs Library	701 Manitou Ave. Manitou Springs, CO 80829	L	48	3,458	3,458	2,391	2,391	2,391	2,391
Monument Library	1706 Lake Woodmoor Dr. Monument, CO 80132	L	56	7,536	7,536	7,536	7,536	7,536	7,536
Old Colorado City Library	2418 W. Pikes Peak Colorado Springs, CO 80904	O	56	4,909	4,909	4,909	4,909	4,909	4,909
Palmer Lake Library	66 Lower Glenway Palmer Lake, CO 80133	L	21	1,574	1,574	1,574	1,574	1,574	1,574
Penrose Library	20 N. Cascade Ave. Colorado Springs, CO 80903	O	56	78,831	78,831	78,831	78,831	78,831	78,831
Rockrimmon Library	832 Village Center Dr. Colorado Springs, CO 80919	L	-	-	8,668	8,668	8,668	8,668	8,668
Ruth Holley Library	685 N. Murray Blvd. Colorado Springs, CO 80915	L	56	10,469	10,469	10,469	10,469	10,469	10,469
Sand Creek Library	1821 S. Academy Blvd. Colorado Springs, CO 80916	O	56	14,060	14,060	14,060	14,060	14,060	14,060
Ute Pass Library	8010 Severy Cascade, CO 80809	O	28	2,123	2,123	2,123	2,123	2,123	2,123
Mobile Library Services	4 Vehicles	O	47.5	607	455	455	455	455	455
The Hall at PPLD, Knights of Columbus Hall	25 W. Kiowa Colorado Springs, CO 80903	O	0	11,988	11,988	11,988	11,988	11,988	11,988
				733.5	348,059	356,575	355,508	355,105	355,105

Data Source: District's Facilities Office

(continued from above)

2019	2018	2017	2016	2015
2,400	-	-	-	-
8,900	8,900	8,900	8,900	8,900
70,153	70,153	70,153	70,153	70,153
9,582	9,582	9,582	9,582	9,582
6,008	6,008	6,008	6,008	6,008
115,058	115,058	115,058	115,058	115,058
2,391	2,391	2,391	2,391	2,391
7,536	7,536	7,536	7,536	7,536
4,909	4,909	4,909	4,909	4,909
1,574	1,574	1,574	1,574	1,574
78,831	78,831	78,831	78,831	78,831
8,668	8,668	8,668	8,668	8,668
10,469	10,469	10,469	10,469	10,469
14,060	14,060	14,060	14,060	14,060
2,123	2,123	2,123	2,123	2,123
455	455	455	455	455
11,988	11,988	11,988	11,988	11,988
355,105	352,705	352,705	352,705	352,705

Forvis Mazars, LLP
111 S. Tejon Street, Suite 800
Colorado Springs, CO 80903
P 719.471.4290 | F 719.632.8087
forvismazars.us



**Report on Internal Control Over Financial Reporting and on Compliance and
Other Matters Based on an Audit of Financial Statements Performed in
Accordance with Government Auditing Standards**

Independent Auditor's Report

Board of Trustees
Pikes Peak Library District
Colorado Springs, Colorado

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, the financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Pikes Peak Library District (the District), as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated June 24, 2026. The financial statements of Pikes Peak Library District Foundation, Inc. (the Foundation), a discretely presented component unit of the District, were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with the Foundation.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Forvis Mazars, LLP is an independent member of Forvis Mazars Global Limited

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Forvis Mazars, LLP

Colorado Springs, Colorado
June 24, 2026

