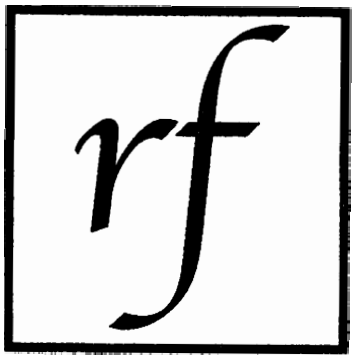


Town of Eads, Colorado

Financial Statements

December 31, 2025

Town of Eads, Colorado
Table of Contents
December 31, 2025

	Page
Table of Contents	i
Independent Auditor's Report	1
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Position	4
Statement of Activities	5
Governmental Fund Financial Statements:	
Balance Sheet	6
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	7
Statement of Revenues, Expenditures, and Changes in Fund Balances	8
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	9
Proprietary Fund Financial Statements:	
Statement of Net Position	10
Statement of Revenues, Expenses, and Changes in Fund Net Position	11
Statement of Cash Flows	12
Notes to the Financial Statements	14
Required Supplementary Information:	
Schedule of Revenues, Expenditures, and Changes in Net Position – Budget and Actual – General Fund	23
Other Supplementary Information:	
Other Governmental Funds:	
Balance Sheet	24
Statement of Revenues, Expenditures and Changes in Fund Balances	25
Schedule of Revenues, Expenditures, and Changes in Net Position – Budget and Actual:	
Conservation Trust Fund	26
Water Enterprise Fund	27
Sewer Utility Fund	28
Local Highway Finance Report	29

Independent Auditor's Report

Members of Town Council
Town of Eads
Eads, CO

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Eads (the "Town"), as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the Town'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 business-type activities, each major fund, and the aggregate remaining fund information of the Town, 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). 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 Town and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

rfarmer, llc a certified public accounting and consulting firm

po box 1173 122 north main street lamar, colorado 81052 719.336.7428 719.336.2982

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town'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 Town'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 the budgetary comparison information on page 24 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has elected to omit the management's discussion and analysis. 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. The omission of this information does not affect our opinion on the basic financial statements.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The accompanying supplementary information on pages 26 through 30 is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The accompanying supplementary 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. Such 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 accompanying supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

rfarmer, llc

September 2, 2026

BASIC FINANCIAL STATEMENTS

Town of Eads
Statement of Net Position
December 31, 2025

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and Equivalents	$ 359,680	$ 1,096,922	$ 1,456,602
Investments	262,665	446,484	709,149
Receivables	341,202	52,291	393,493
Internal Balances	29,704	(29,704)	-
Inventories	-	27,316	27,316
Capital Assets:			
Construction in Progress	-	42,397	42,397
Land and easements	207,452	7,500	214,952
Buildings	713,168	-	713,168
Equipment	373,379	214,823	588,202
Other Capital Assets	187,515	5,198,470	5,385,985
Less: Accumulated Depreciation	(786,767)	(3,112,056)	(3,898,823)
Total Capital Assets	694,747	2,351,134	3,045,881
Total Assets	1,687,998	3,944,443	5,632,441
LIABILITIES			
Accounts payable and accrued expenses	11,543	14,510	26,053
Deferred revenues	148,113	-	148,113
Customer deposits	-	43,858	43,858
Long-term liabilities:			
Due within one year:			
Bonds payable	-	30,513	30,513
Accrued interest payable	-	16,542	16,542
Due in more than one year:			
Bonds payable	-	673,588	673,588
Compensated absences	12,372	12,369	24,741
Total liabilities	172,028	791,380	963,408
DEFERRED INFLOWS OF RESOURCES			
Deferred Property Taxes	148,331	-	148,331
Total Deferred Inflows	148,331	-	148,331
NET POSITION			
Net Investment in Capital Assets	694,747	1,647,034	2,341,781
Restricted for:			
TABOR	18,500	-	18,500
Unrestricted	654,392	1,506,029	2,160,421
Total Net Position	$ 1,367,639	$ 3,153,063	$ 4,520,702

The accompanying notes to financial statements
are an integral part of these statements.

Town of Eads
Statement of Activities
For the Year Ended December 31, 2025

Functions/Programs	Expenses	Program Revenue: Charges for Services	Program Revenue: Operating Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Primary Government: Governmental Activities	Net (Expense) Revenue and Changes in Net Position: Primary Government: Business-type Activities	Net (Expense) Revenue and Changes in Net Position: Primary Government: Total
Primary government						
Governmental Activities						
General Government	$ 371,947	$ 117,312	$ 540,755	$ 552,804	$ -	$ 552,804
Public Safety	107,520	1,530	-	(105,990)	-	(105,990)
Public Works	175,491	-	-	(175,491)	-	(175,491)
Culture and Recreation	651,963	-	9,496	(642,467)	-	(642,467)
Total governmental activities	1,306,921	118,842	550,251	(371,144)	-	(371,144)
Business-type activities:						
Utility	248,526	257,535	43,379	-	52,388	52,388
Water	349,924	318,310	-	-	(31,614)	(31,614)
Total business-type activities	598,450	575,845	43,379	-	20,774	20,774
Total primary government	$ 1,905,371	$ 694,687	$ 593,630	(371,144)	20,774	(350,370)
General revenues:						
Taxes:						
Property taxes, levied for general purposes				130,311	-	130,311
Sales & SO tax				374,408	-	374,408
Unrestricted investment earnings				8,287	15,312	23,599
Miscellaneous				6,484	1,267	7,751
Transfers				(26,834)	26,834	-
Total general revenues, special items, and transfers				492,656	43,413	536,069
Change in net assets				121,512	64,187	185,699
Net position - beginning, restated				1,246,127	3,088,876	4,335,003
Net position - ending				$ 1,367,639	$ 3,153,063	$ 4,520,702

The accompanying notes to financial statements
are an integral part of these statements.

Town of Eads
Balance Sheet
Governmental Funds
December 31, 2025

	General	Other Governmental Funds	Total Governmental Funds
ASSETS			
Cash and cash equivalents	$ 332,941	$ 26,736	$ 359,677
Taxes receivable, net	148,331	-	148,331
Due from other funds	125,530	129	125,659
Investments	262,665	-	262,665
Accounts Receivable	192,871	-	192,871
Total assets	1,062,338	26,865	1,089,203
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	10,762	781	11,543
Due to other funds	95,955	-	95,955
Accrued salaries and benefits	148,113	-	148,113
Total liabilities	254,830	781	255,611
DEFERRED INFLOWS OF RESOURCES			
Deferred property taxes	148,331	-	148,331
FUND BALANCES			
Restricted - TABOR	18,500	26,084	44,584
Committed-swimming pool	105,699	-	105,699
Unassigned	534,979	-	534,979
Total fund balances	659,178	26,084	685,262
Total liabilities and fund balances	$ 1,062,339	$ 26,865	$ 1,089,204

The accompanying notes to financial statements
are an integral part of these statements.

Town of Eads
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position
December 31, 2025

Total fund balance, governmental funds	$	685,262
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not current financial resources and therefore are not reported in this fund financial statement, but are reported in the governmental activities of the Statement of Net Position.		694,747
Some liabilities, (such as Notes Payable, Capital Lease Contract Payable, Long-term Compensated Absences, and Bonds Payable), are not due and payable in the current period and are not included in the fund financial statement, but are included in the governmental activities of the Statement of Net Position.		(12,370)
Net Position of Governmental Activities in the Statement of Net Position	$	1,367,639

The accompanying notes to financial statements
are an integral part of these statements.

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

	General	Other Governmental Funds	Total Governmental Funds
REVENUES			
Property taxes	$ 130,311	$ -	$ 130,311
Specific Ownership tax	23,898	-	23,898
Sales taxes	350,509	-	350,509
Fees and fines	1,530	-	1,530
Intergovernmental	702,134	9,496	711,630
Charges for services	71,267	-	71,267
Investment earnings	8,323	102	8,425
Miscellaneous	52,391	-	52,391
Donations	105,304	-	105,304
Total revenues	1,445,667	9,598	1,455,265
EXPENDITURES			
Current:			
General government	363,987	-	363,987
Public safety	106,987	-	106,987
Public works	159,256	-	159,256
Culture and recreation	642,681	6,438	649,119
Total Expenditures	1,272,911	6,438	1,279,349
Excess (deficiency) of revenues over expenditures	172,756	3,160	175,916
OTHER FINANCING SOURCES (USES)			
Transfers out	(26,834)	-	(26,834)
Total other financing sources and uses	(26,834)	-	(26,834)
Net change in fund balances	145,922	3,160	149,082
Fund balances - beginning	513,256	22,924	536,180
Fund balances - ending	$ 659,178	$ 26,084	$ 685,262

The accompanying notes to financial statements
are an integral part of these statements.

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

Net change in fund balances - total governmental funds:	$	149,082
Amounts reported for Governmental Activities in the Statement of Activities are different because:		
Governmental funds report outlays for capital assets as expenditures because such outlays use current financial resources. In contrast, the Statement of Activities reports only a portion of the outlay as expense. The outlay is allocated over the assets' estimated useful lives as depreciation expense for the period. This is the amount by which capital outlay of $0 is less than depreciation of $27,573 in the current period.		(27,573)
Some expenses reported in the statement of activities do not require the use of current financial resources and these are not reported as expenditures in governmental funds:		
Increase (Decrease) in Compensated Absences not reflected on Governmental funds		3
Change in net position of governmental activities	$	121,512

The accompanying notes to financial statements
are an integral part of these statements.

Town of Eads
Statement of Net Position
Proprietary Funds
December 31, 2025

	Enterprise Funds		
	Sewer Utility Fund	Water Fund	Total
ASSETS			
Current assets:			
Cash and cash equivalents	$ 547,846	$ 549,076	$ 1,096,922
Due from other funds	67,733	-	67,733
Investments	435,139	11,345	446,484
Accounts Receivable, net	-	52,291	52,291
Inventories	-	27,316	27,316
Total current assets	1,050,718	640,028	1,690,746
Non-current assets:			
Capital Assets:			
Land and right of ways	-	7,500	7,500
Buildings, Water and Sewer Systems	1,493,840	3,704,631	5,198,471
Construction in Progress	42,397	-	42,397
Equipment	86,668	128,155	214,823
Less Accumulated depreciation	(1,209,516)	(1,902,540)	(3,112,056)
Total non-current assets	413,389	1,937,746	2,351,135
Total assets	1,464,107	2,577,774	4,041,881
LIABILITIES			
Current Liabilities:			
Accounts payable	(253)	14,764	14,511
Accrued interest payable	-	16,542	16,542
Due to other funds	8,763	88,674	97,437
Customer deposits	-	43,858	43,858
Bonds payable	-	30,513	30,513
Total current liabilities	8,510	194,351	202,861
Non-current liabilities:			
Compensated absences	7,435	4,934	12,369
Bonds payable	-	673,588	673,588
Total non-current liabilities	7,435	678,522	685,957
Total liabilities	15,945	872,873	888,818
Net Position			
Net investment in capital assets	413,389	1,233,645	1,647,034
Unrestricted	1,034,773	471,256	1,506,029
Total Net Position	$ 1,448,162	$ 1,704,901	$ 3,153,063

The accompanying notes to financial statements
are an integral part of these statements.

Town of Eads
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Fund
For the Year Ended December 31, 2025

	Enterprise Funds				
	Sewer	Sanitation	Total	Water	Total
REVENUES					
Charges for services	$ 180,704	$ 76,831	$ 257,535	$ 314,227	$ 571,762
Miscellaneous	-	-	-	5,353	5,353
Total operating revenues	180,704	76,831	257,535	319,580	577,115
OPERATING EXPENSES					
Operating:					
Salaries	6,234	3,861	10,095	30,073	40,168
Outside services	17,895	-	17,895	22,536	40,431
Fuel	-	3,226	3,226	5,581	8,807
Utilities	-	17,759	17,759	41,469	59,228
Repairs and maintenance	656	22,740	23,396	57,732	81,128
Chemicals and supplies	2,431	1,044	3,475	43,303	46,778
Sewer testing and landfill costs	(1,578)	63,119	61,541	-	61,541
Depreciation	7,063	45,142	52,205	64,002	116,207
Administration:					
Salaries	3,213	2,830	6,043	18,710	24,753
Employee benefits	1,368	1,367	2,735	4,102	6,837
Payroll taxes	723	506	1,229	3,549	4,778
Insurance	9,697	5,037	14,734	18,861	33,595
Professional services	4,650	25,110	29,760	-	29,760
Office supplies	1,648	935	2,583	3,183	5,766
Miscellaneous	674	1,177	1,851	3,709	5,560
Total Operating Expenses	54,674	193,853	248,527	316,810	565,337
Operating income (loss)	126,030	(117,022)	9,008	2,770	11,778
NON-OPERATING REVENUES (EXPENSES)					
Interest and investment revenue	12,843	-	12,843	2,469	15,312
Grants and contributions	43,379	-	43,379	-	43,379
Interest expense	-	-	-	(33,116)	(33,116)
Total non-operating revenue (expenses)	56,222	-	56,222	(30,647)	25,575
Income (loss) before contributions and transfers	182,252	(117,022)	65,230	(27,877)	37,353
Transfers in	26,834	-	26,834	-	26,834
Change in Net Position	209,086	(117,022)	92,064	(27,877)	64,187
Total Net Position - beginning			1,356,098	1,732,778	3,088,876
Total Net Position - ending			$ 1,448,162	$ 1,704,901	$ 3,153,063

The accompanying notes to financial statements
are an integral part of these statements.

Town of Eads
Statement of Cash Flows
Business-Type Activities
For the year ended December 31, 2025

	Business-type Activities-Enterprise Fund		
	Utility	**Water**	**Totals**
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash Received from Charges for Services	$ 257,535	$ 304,986	$ 562,521
Cash Received from Miscellaneous Operating Revenues	-	5,353	5,353
Cash Payments to Suppliers for Goods & Services	(178,151)	(197,873)	(376,024)
Cash Payments for Salaries & Benefits	(17,621)	(52,885)	(70,506)
NET CASH PROVIDED BY OPERATING ACTIVITIES	61,763	59,581	121,344
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Customer Deposits Increase (Decrease)	-	2,196	2,196
Change in due to due from other Funds	(38,775)	68,479	29,704
Transfer In	26,834	-	26,834
Grants and contributions	43,379	-	43,379
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	31,438	70,675	102,113
CASH FLOWS FROM CAPITAL & RELATED FINANCING ACTIVITIES:			
Current Portion of Long Term Debt Paid	-	(29,113)	(29,113)
Interest paid on long-term debt	-	(34,483)	(34,483)
Purchase of investments	(10,710)	(279)	(10,989)
Construction in progress	(42,397)	-	(42,397)
Cash Received from Sale of Assets	-	-	-
NET CASH (USED) FOR CAPITAL AND RELATED FINANCING ACTIVITIES	(53,107)	(63,875)	(116,982)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest Received on Investments	12,843	2,469	15,312
NET CASH PROVIDED BY INVESTING ACTIVITIES	12,843	2,469	15,312
NET INCREASE (DECREASE) IN CASH & CASH EQUIVALENTS	52,937	68,850	121,787
Cash & Cash Equivalents:			
Beginning of Year	494,909	480,226	975,135
End of Year	$ 547,846	$ 549,076	$ 1,096,922

The accompanying notes to financial statements
are an integral part of these statements.

Town of Eads
Statement of Cash Flows
Business-Type Activities
for the year ended December 31, 2025
(Continued)

	Business-type Activities-Enterprise Fund		
	Utility	**Water**	**Totals**
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:			
Operating Income (Loss)	$ 9,008	$ 2,770	$ 11,778
Adjustments to Reconcile Operating Income To Net Cash Provided by Operating Activities:			
Depreciation	52,205	64,002	116,207
Change in Assets and Liabilities:			
(Increase) Decrease in Receivables	-	(9,241)	(9,241)
(Increase) Decrease Prepaid Expenses	4,660	8,073	12,733
Increase (Decrease) in Compensated Absences	1,252	(1,252)	-
Increase (Decrease) in Accounts Payable	(5,362)	(4,771)	(10,133)
NET CASH PROVIDED BY OPERATING ACTIVITIES	$ 61,763	$ 59,581	$ 121,344
ANALYSIS OF CASH			
Cash & Cash Equivalents	547,846	549,076	1,096,922
Total	$ 547,846	$ 549,076	$ 1,096,922

The accompanying notes to financial statements
are an integral part of these statements.

Note 1 Summary of Significant Accounting Policies

The financial statements of the Town of Eads, Colorado (the "Town") have been prepared in conformity with generally accepted accounting principles as applicable to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

Reporting Entity

The Town operates under a council-mayor form of government. The Town has no component units using the criteria as set forth in generally accepted accounting principles.

Government-Wide and Fund Financial Statements

The government-wide financial statements (the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Town. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenue, are reported separately from business-type activities, which rely, to a significant extent, on fees and charges for support.

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

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual government funds and individual enterprise funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentations

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund statements.

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.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the Town's

governmental and business-type activities. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period, or soon enough thereafter, to pay liabilities of the current period. For this purpose, revenues are considered to be available if collected within 60 days after year-end. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise fees, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Sales tax collected and held at year end on behalf of the Town is also recognized as revenue if collected within 60 days after year end. Expenditure-driven grants are recognized as revenue when qualifying expenditures have been incurred and all other grant requirements have been met. All other revenue items are considered to be measurable and available only when cash is received by the government.

Enterprise funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing goods and services in connection with an enterprise fund's ongoing operations. The principal operating revenues of the Town's enterprise funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenue and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Fund Accounting

The accounts of the Town are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The Town reports the following major governmental funds:

General Fund – This fund is the general operating fund of the Town. It is used to account for all financial resources except those required to be accounted for in another fund.

The Town also has the following non-major special revenue fund:

Conservation Trust Fund – This fund is used to account for lottery proceeds required to be expended solely on park and recreation improvements.

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs (including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. Enterprise funds

are considered major funds because of community interests in the activities and sources of funding supporting these operations.

Water Fund – This fund accounts for all financial activities associated with the Town's water service.

Utility Fund – This fund accounts for all financial activities associated with the Town's sewer and sanitation services.

Short-Term Interfund Receivables/Payables

The Town from time to time authorizes advances between Town funds. Interfund receivables and payables are classified as internal balances on the government-wide statement of net position and are classified as due to/from other funds on the balance sheet.

Receivables

For all revenue, the Town uses sixty days as receivable under the modified accrual basis of accounting.

Inventory

Inventory of materials and supplies within the enterprise fund are valued at lower of cost (first in, first out) or market.

Prepayments

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

Capital Assets

Capital assets, which include property, plant, vehicles, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are capitalized at actual or estimated costs. Donations of such assets are recorded at estimated fair value at the time of donation. Capital assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

Maintenance, repairs, and minor renovations are recorded as expenditures when incurred. Major additions and improvements are capitalized. When assets used in the operation of a government fund type are sold, the proceeds of the sale are recorded as revenues in the appropriate government fund. The Town reports gains and losses on the disposal of capital assets (carrying value less sale proceeds, if any) in the government-wide statement of activities and enterprise fund operating statement. Interest incurred during the construction phase of capital assets of business-type activities is included in the capitalized value of the assets constructed.

Capital assets are defined by the government as assets with an initial, individual cost of more than $5,000 and an estimated useful life in excess of one year. The Town's capital assets are depreciated using the straight-line method over the estimated useful lives of the fixed assets. Depreciation of all capital assets used in governmental activities and by proprietary funds is charged as an expense against their operations. Estimated useful lives are:

Motor Vehicles	5 to 10 years
Equipment	5 to 25 years
Infrastructure, buildings, water and sewer systems	40 to 75 years

As a Phase 3 government, as defined in GASB 34, the Town has elected to not report major general infrastructure assets retroactively; therefore, the government-wide financial statements do not reflect infrastructure assets completed prior to January 1, 2004.

Property Taxes

Property taxes are levied, assessed, become due and attach as an enforceable lien on property as of January 1. Taxpayers have the option of paying their taxes in full on or before April 30, or in paying in two installments of one half due by February 28 with the remaining one half due by June 15. Unpaid taxes become delinquent as of August 1 and are subject to collection procedures on or after October 1. The County bills and collects property taxes for the Town.

Compensated Absences

Vacation and sick pay are accrued in the appropriate fund accounts according to the Town's vacation and sick pay policy at the employee's prevailing wage as of the last day of the year. The liability for compensated absences does not exceed a normal year's accumulation.

Fund Equity

In the fund financial statements, the following classifications describe the relative strength of spending constraints:

- *Non-spendable fund balance* – The portion of fund balance that cannot be spent because it is either not in spendable form (such as inventory and prepaid amounts) or is legally or contractually required to be maintained intact.
- *Restricted fund balance* – The portion of fund balance constrained to being used for a specific purpose by external parties (such as grantors or bondholders), constitutional provisions or enabling legislation.
- *Committed fund balance* – The portion of fund constrained for specific purposes according to the limitations imposed by the Town's highest level of decision-making authority, the Town Council, prior to the end of the current fiscal year. The constraint may be removed or changed only through formal action of the Town Council.
- *Assigned fund balance* – The portion of fund balance set aside for planned or intended proposed but are neither restricted nor committed. The intended use may be expressed by the Town Council or other individuals authorized to assign funds to be used for a specific purpose. Assigned fund balances in special revenue funds will also include any remaining fund balance that is not restricted or committed. This classification is necessary to indicate that those funds are, at a minimum, intended to be used for the purpose of that particular fund.
- *Unassigned fund balance* – The residual portion of fund balance that does not meet any of the above criteria. The Town will only report a positive unassigned fund balance in the general fund.

When both restricted and unrestricted fund balances are available for use, it is the Town's policy to use restricted amounts first. Unrestricted fund balance will be used in the following order: committed, assigned, and unassigned.

Note 2 Budgetary Information

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

1. Prior to October 15, the Town Council begins preparing an operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures.
2. A public hearing is conducted at the town hall to obtain taxpayers' comments.
3. Prior to January 1, the budget is legally enacted through passage of a resolution. Budgets may be amended by supplemental appropriation after notice and public hearing. Both the original and final budgets are reflected in the financial statements. All appropriations lapse at year end.
4. Budgets for the general, special revenue, and pension funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). The enterprise funds are budgeted on a non-GAAP basis of accounting.

The legal level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the individual fund level for all funds.

Note 3 Deposits and Investments

For the purposes of the statement of cash flows, the Town considers all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents.

Deposits

The Town's deposits and cash on hand are shown below:

Cash on hand	$ 300
Cash in checking accounts	1,350,601
Certificates of deposit and savings	814,849
Total	$ 2,165,750

Custodial Credit Risk

Deposits are exposed to custodial credit risk (the risk that, in the event of the failure of a depository financial institution, the government would not be able to recover deposits or would not be able to recover collateral securities that are in the possession of an outside party), if they are not covered by depository insurance and are collateralized with securities held by the pledging financial institution, except for deposits collateralized by certain types of collateral pools including a single financial institution collateral pool where the fair value of the pool is equal to or exceeds all uninsured public deposits held by the financial institution (e.g., deposits insured by The Public Deposit Protection Act (PDPA)). Accordingly, none of the Town's deposits as of December 31, 2025, are deemed to be exposed to custodial credit risk.

Investments

Colorado statutes specify in which instruments the local government may invest, which include:

1. Repurchase agreements in obligations of the United States;
2. Obligations of the United States or obligations unconditionally guaranteed by the United States;
3. General obligation or revenue bonds of any state, District of Columbia, U.S. territory or any of their subdivisions, with certain limitations;
4. Bankers acceptance issued by a state or national bank, with certain limitations;
5. Commercial paper, with certain limitations;
6. Any obligation, certificate of participation or lease/purchase of the investing public entity;
7. Money market fund, with certain limitations, which invest in the types of securities listed above;
8. Guaranteed investment contracts, with certain limitations;
9. Participation with other local governments in pooled investment funds (trusts). These trusts are supervised by participating governments and must comply with the same restrictions on cash deposits and investments.

Interest Rate Risk

The Town 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.

Credit Risk

The Town does not have a formal investment policy that would further limit its investment choices beyond those listed above which are approved by Colorado statutes.

Note 4 Capital Assets

Governmental Activities

A summary of changes in governmental activity capital assets is as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Non-depreciable assets:				
Land	$ 207,452	$ -	$ -	$ 207,452
Depreciable assets:				
Buildings	713,168	-	-	713,168
Other capital assets	187,514	-	-	187,514
Capital assets being depreciated	373,379	-	-	373,379
Total depreciable assets	1,274,061	-	-	1,274,061
Total capital assets	1,481,513	-	-	1,481,513
Less accumulated depreciation	(759,194)	(27,573)	-	(786,767)
Total capital assets, net	$ 722,319	$ (27,573)	$ -	$ 694,746

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

General Government	$ 4,764
Public Safety	533
Highways and Streets	19,910
Culture and Recreation	2,366
Total Depreciation Expense – Governmental Activities	$ 27,573

Business-Type Activities

A summary of changes in enterprise funds capital assets is as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Non-depreciable assets:				
Land & Easements	$ 7,500	$ -	$ -	$ 7,500
Depreciable assets:				
Buildings, water & sewer systems	5,198,470	-	-	5,198,470
Equipment	162,268	52,555	-	214,823
Total depreciable assets	5,360,738	52,555	-	5,413,293
Total capital assets	5,368,238	52,555	-	5,420,793
Less accumulated depreciation	(2,995,849)	(116,207)	-	(3,112,056)
Total capital assets, net	$ 2,372,389	$ (63,652)	$ -	$ 2,308,737

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

Water	$ 64,002
Sewer	7,063
Sanitation	45,142
Total Depreciation Expense – Business-Type Activities	$ 116,207

Construction in Progress at December 31, was $42,397.

Note 5 Interfund Transactions

The following is a summary of interfund borrowings for the year as presented in the fund financial statements:

	Due From	Due To
Sewer Utility Fund	$ 67,733	$ 8,763
General Fund	125,530	95,955
Conservation Fund	129	-
Water Enterprise Fund	-	88,674
	$ 193,392	$ 193,392

All balances resulted from the time lag between dates that interfund reimbursable expenditures occur and payments between funds are made. All interfund receivables and payables at year end are planned to be eliminated in the subsequent year.

Note 6 Long-Term Debt

During 2003 the Town negotiated a long-term note from the United States Department of Agriculture, Rural Development for the purpose of upgrading the Town's water system in the amount of $1,134,000 payable with interest at 4.75% according to the following schedule:

	Principal	Interest	Total
2026	$ 30,513	$ 33,083	$ 63,596
2027	31,979	31,617	63,596
2028	33,516	30,080	63,596
2029	35,127	28,469	63,596
2030	36,815	26,781	63,596
2031-2035	212,383	105,597	317,980
2036-2040	268,571	49,409	317,980
2041	55,197	1,894	57,091
	$ 704,101	$ 306,930	$ 1,011,031

During 2025 principal payments of $29,113 were made on the above note with interest expense of $34,483 which is included as a direct expense under water enterprise in the statement of activities.

The changes in long-term debt during 2025 are summarized as follows:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Governmental Activities:					
Compensated Absences	$ 12,372	$ -	$ -	$ 12,372	$ -
Business-Type Activities:					
Notes Payable					
Water Enterprise	$ 733,214	$ -	$ (29,113)	$ 704,101	$ 30,513

Compensated absences related to governmental activities are normally paid by the general fund.

Note 7 Segment Information

The Town of Eads Sewer Utility Fund comprises of two separate departments: sewer and sanitation. Segment information that is available is included within the financial statements for the year ended December 31, 2025. Separate balance sheets are not maintained for each department. No other segment information is available.

Note 8 Risk Management

The Town 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 Town continues to carry commercial insurance for workers' compensation and employee health and accident insurance. There have been no significant reductions in coverage from the prior year and settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Note 9 **Reserve Account**

The Town is required to maintain a reserve account as a condition of the United States Department of Agriculture, Rural Development loan. An annual deposit of $6,360 is required for ten years until a total of $63,360 is reached. The balance as of December 31, 2025, was $65,552. No additional deposits are required. Interest earned on the investment is reinvested in the account.

Note 10 **Related Organizations**

The Town's Board of Trustees is also responsible for appointing the members of the board of the Eads Housing Authority, but the Town's financial responsibility for this organization does not extend beyond making the appointments. Therefore, it is not included in these financial statements.

The Housing Authority contracts with the Town of Eads to provide administration and maintenance functions for the Housing Authority. During 2025 the Housing Authority paid the Town $5,615 for these services.

The financial statements of the authority may be obtained from Eads Housing Authority, P.O. Box 8, Eads, CO 81036.

Note 11 **Contingency**

Tabor Amendment

In November 1992, the Colorado voters passed a constitutional amendment (Tabor Amendment) to the State Constitution (Article X, Section 20) which requires voter approval for any increases in mill levies, revenue limits, spending limits and creation of multi-year debt. In addition, the amendment requires that a reserve be established for emergencies of 3%.

The Town has reserved $18,500 within the General Fund for the emergency reserve under the Tabor Amendment.

During 1993 the electorate passed a ballot measure allowing the Town to receive and expend any excess funds received from grants and intergovernmental revenues without limitation to the provisions under the Tabor Amendment.

The Town believes that it is in compliance with the provisions of the Tabor Amendment. However, many provisions of the Tabor Amendment are complex and subject to further interpretation and will require judicial interpretation.

REQUIRED SUPPLEMENTARY INFORMATION

Town of Eads
Budget and Actual
General
For the year ended December 31, 2025

	Budgeted Amounts		Actual Amounts, Budgetary Basis
	Original	Final	
REVENUES			
Property Taxes	$ 153,066	$ 153,066	$ 130,311
SO Taxes	31,091	31,091	23,898
Sales and miscellaneous taxes	327,000	327,000	350,509
Fees and fines	780	780	1,530
Intergovernmental	3,092,365	3,092,365	702,134
Charges for services	63,191	63,191	71,267
Gifts and grants	290,000	290,000	105,304
Investment earnings	7,860	7,860	8,323
Miscellaneous	10,680	10,680	52,391
Total revenues	3,976,033	3,976,033	1,445,667
EXPENDITURES			
Current:			
General government	219,000	219,000	363,987
Public Safety	95,776	95,776	106,987
Highways and roads	323,832	323,832	159,256
Culture and recreation	3,337,425	3,337,425	642,681
Total Expenditures	3,976,033	3,976,033	1,272,911
Excess (deficiency) of revenues over expenditures	-	-	172,756
OTHER FINANCING SOURCES (USES)			
Transfers out	-	-	(26,834)
Total other financing sources and uses	-	-	(26,834)
Net change in fund balances	-	-	145,922
Fund balances - beginning	565,327	565,327	513,256
Fund balances - ending	$ 565,327	$ 565,327	$ 659,178

OTHER SUPPLEMENTARY INFORMATION

Town of Eads
Balance Sheet
Other Governmental Funds
December 31, 2025

	Conservation Trust	Total Special Revenue Funds
ASSETS		
Cash and cash equivalents	$ 26,736	$ 26,736
Due from other funds	129	129
Total assets	26,865	26,865
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable	781	781
Total liabilities	781	781
FUND BALANCES:		
Committed	26,084	26,084
Total fund balances	26,084	26,084
Total liabilities and fund balances	$ 26,865	$ 26,865

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

	Conservation Trust	Total Special Revenue Funds
REVENUES		
Intergovernmental	$ 9,496	$ 9,496
Investment earnings	102	102
Total revenues	9,598	9,598
EXPENDITURES		
Current:		
Culture and recreation	6,438	6,438
Total Expenditures	6,438	6,438
Excess (deficiency) of revenues over expenditures	3,160	3,160
Net change in fund balances	3,160	3,160
Fund balances - beginning	22,924	22,924
Fund balances - ending	$ 26,084	$ 26,084

Town of Eads
Budget and Actual
Conservation Trust
For the year ended December 31, 2025

	Budgeted Amounts		Actual Amounts, Budgetary Basis
	Original	Final	
REVENUES			
Intergovernmental	$ 8,400	$ 8,400	$ 9,496
Investment earnings	10	10	102
Total revenues	8,410	8,410	9,598
EXPENDITURES			
Current:			
Culture and recreation	21,200	21,200	6,438
Total Expenditures	21,200	21,200	6,438
Excess (deficiency) of revenues over expenditures	(12,790)	(12,790)	3,160
Net change in fund balances	(12,790)	(12,790)	3,160
Fund balances - beginning	17,679	17,679	22,924
Fund balances - ending	$ 4,889	$ 4,889	$ 26,084

Town of Eads
Budget and Actual
Water
For the year ended December 31, 2025

	Budgeted Amounts		Actual Amounts, Budgetary Basis
	Original	Final	
REVENUES			
Charges for Services	$ 335,250	$ 335,250	$ 314,227
Investment earnings	800	800	2,469
Miscellaneous	2,500	2,500	5,350
Total revenues	338,550	338,550	322,046
OPERATING EXPENSES			
Salaries and benefits	63,250	63,250	30,073
Contractual services	8,500	8,500	22,536
Purchased power	4,000	4,000	5,581
Utilities	47,000	47,000	41,469
Repairs and maintenance	63,300	63,300	57,732
Other supplies and expenses	20,000	20,000	43,303
Capital Outlay	92,500	92,500	-
Interest	35,818	35,818	33,116
Principal	27,778	27,778	29,113
Personal services	81,030	81,030	26,361
Dues	14,500	14,500	-
Other supplies	7,000	7,000	3,183
Insurance	16,500	16,500	18,861
Contingency	300,000	300,000	-
Miscellaneous	5,200	5,200	3,706
Total Operating Expenses	786,376	786,376	315,034
Operating income (loss)	(447,826)	(447,826)	7,012
Net change in fund balances	(447,826)	(447,826)	7,012
Fund balances - beginning	682,648	682,648	1,732,778
ADJUSTMENTS TO GAAP:			
Depreciation	-	-	(64,002)
Debt Service	-	-	29,113
Fund balances - ending	$ 234,822	$ 234,822	$ 1,704,901

Town of Eads
Budget and Actual
Sewer Utility Fund
For the year ended December 31, 2025

	Budgeted Amounts		Actual Amounts, Budgetary Basis
	Original	Final	
REVENUES			
Intergovernmental	$ 81,550	$ 81,550	$ 43,379
Charges for Services	230,000	230,000	257,535
Investment earnings	3,260	3,260	12,843
Miscellaneous	710,200	710,200	-
Total revenues	1,025,010	1,025,010	313,757
OPERATING EXPENSES			
Salaries and benefits	-	-	10,095
Outside services	1,000	1,000	17,895
Fuel	6,000	6,000	3,226
Utilities	22,000	22,000	17,759
Repairs and maintenance	35,000	35,000	23,396
Chemicals and supplies	7,500	7,500	3,475
Capital Outlay	649,768	649,768	-
Salaries and benefits	33,250	33,250	10,006
Insurance	8,565	8,565	14,734
Professional services	20,000	20,000	29,760
Office supplies	4,000	4,000	2,583
Miscellaneous	75,610	75,610	1,851
Sewer testing and landfill costs	65,200	65,200	61,542
Total Operating Expenses	927,893	927,893	196,322
Operating income (loss)	97,117	97,117	117,435
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	26,834
Total other financing sources and (uses)	-	-	26,834
ADJUSTMENTS TO GAAP			
Net change in fund balances	97,117	97,117	144,269
Fund balances - beginning	73,865	73,865	1,356,098
ADJUSTMENTS:			
Depreciation	-	-	(52,205)
Fund balances - ending	$ 170,982	$ 170,982	$ 1,448,162

LOCAL HIGHWAY FINANCE REPORT

STATE:
COLORADO

THIS INFORMATION FROM THE RECORDS OF:	PREPARED BY:	REPORT YEAR ENDING DATE(mm/yyyy):
TOWN OF EADS	STAFF PERSON'S NAME EMAIL ADDRESS	12/2025

I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE

ITEM	A. Local Motor-Fuel Taxes	B. Local Motor-Vehicle Taxes	C. Receipts from State Highway-User Taxes	D. Receipts from Federal Highway Administration
1. Total receipts available				
2. Minus amount used for collection expenses				
3. Minus amount used for nonhighway purposes				
4. Minus amount used for mass transit				
5. Total (1 - (2 through 4))				

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other Local Imposts:		**A.4. Miscellaneous Local Receipts:**	
a. Property Taxes and Assesments	90,652.00	a. Interest on investments	
b. Non-property Taxes and Assessments Imposts	18,610.00	b. Other Misc. Local Receipts	9,907.00
c. Total (a + b)	$ 109,262.00	**c. Total (a + b)**	$ 9,907.00

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		**D. Receipts from Federal Government**	
1. Highway-user Taxes (from Item I.C.5.)	36,412.00	1. FHWA (from Item I.D.5.)	
2. State General Funds		2. Other Federal Agencies:	
3. Other State funds:			
a. State Bond Proceeds			
b. Non-State Bond Proceeds			
c. Total (a + b)	$ -		
4. Total (1 + 2 + 3c)	$ 36,412.00	**3. Total (1 + 2)**	$ -

III. EXPENDITURES FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT
A.1. Capital outlay:	
a. Right-Of-Way Costs	
b. Engineering Costs	
c. Construction Costs	
d. Total Capital Outlay (a+ b + c)	$ -

Form FHWA-536 (Rev. 02-2025) Page2

LOCAL HIGHWAY FINANCE REPORT

STATE: COLORADO

REPORT YEAR ENDING DATE(mm/yyyy): 12/2025

I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE

ITEM	A. Local Motor-Fuel Taxes	B. Local Motor-Vehicle Taxes	C. Receipts from State Highway-User Taxes	D. Receipts from Federal Highway Administration
1. Amount used for highway purposes				

II. RECEIPTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Receipts from Local Sources:	
1. Local Highway-user Taxes	
a. Motor Fuel (from Item I.A.1)	
b. Motor Vehicle (from Item I.B.1)	
c. Total (a + b)	
2. General Fund Appropriations	
3. Other Local Imposts (from page 1, Item II.A3.c)	$ 109,262.00
4. Miscellaneous Local Receipts (from page 1, Item II.A4.c)	$ 9,907.00
5. Transfers from Toll Facilities	
6. Proceeds of Sale of Bonds and Notes:	
a. Bonds - Original Issues	
b. Bonds - Refunding Issues	
c. Notes	
d. Total (a + b + c)	$ -
7. Total (1 through 6)	$ 119,169.00
B. Private Contributions	
C. Receipts from State government (from page 1, Item II.C.4)	$ 36,412.00
D. Receipts from Federal government (from page 1, Item II.D.3)	$ -
E. Total receipts (A.7 + B + C + D)	$ 155,581.00

III. EXPENDITURES FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Local highway expenditures:	
1. Capital Outlay (from page 1, Item III.A1.d)	$ -
2. Maintenance:	128,971.00
3. Road and Street Services:	
a. Snow and Ice Removal	
b. Other & Traffic Control Operations	26,610.00
c. Total (a + b)	$ 26,610.00
4. General Administration & Miscellaneous	
5. Highway Law Enforcement and Safety	
6. Total (1 through 5)	$ 155,581.00
B. Debt Service on Local Obligations:	
1. Bonds:	
a. Interest	
b. Redemption	
c. Total (a + b)	$ -
2. Notes:	
a. Interest	
b. Redemption	
c. Total (a + b)	$ -
3. Total (1c + 2c)	$ -
C. Payments to State for Highways	
D. Payments to Toll Facilities	
E. Total Expenditures (A6 + B3 + C + D)	$ 155,581.00

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

ITEM	OPENING DEBT	AMOUNT ISSUED	REDEMPTIONS	CLOSING DEBT
A. Bonds (Total)		$ -	$ -	$ -
1. Bonds (Refunding Portion)		$ -		
B. Notes (Total)		$ -	$ -	$ -