Town of Silverton, Colorado

Financial Statements
with Independent Auditor's Report

December 31, 2025

HINKLE & COMPANY PC
Strategic Business Advisors

Town of Silverton, Colorado
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Town of Silverton, Colorado

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State Compliance

HINKLE & COMPANY PC
Strategic Business Advisors

Independent Auditor's Report

Honorable Mayor and Members of the Board of Trustees
Town of Silverton, Colorado
Silverton, Colorado

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, and each major fund of the Town of Silverton, Colorado (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, and each major fund 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) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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

The Town's 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 one year after the date that the financial statements are issued.

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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 that the management's discussion and analysis and budgetary comparison information 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.

Other Information

Management is responsible for the other information included in the Supplementary Information and the local highway finance report, as listed in the table of contents. The other information comprises the Supplementary Information and the local highway finance report but does not include the financial statements and our auditor's report thereon. Our opinions on the 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 financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the 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.

Hinkle & Company, PC

Englewood, Colorado
June 29, 2026

Management's Discussion and Analysis

This discussion and analysis of the financial performance of the Town of Silverton, Colorado (Town) provides an overview of the Town's financial activities for the fiscal year ended December 31, 2025. Please read it in conjunction with the financial statements.

FINANCIAL HIGHLIGHTS

- The Town of Silverton had a Net Position of $9,024,917 at December 31, 2025.
- The Net Position of the Town increased by $2,836,541 (45.8%) during 2025.
- At December 31, 2025, the Town’s governmental funds reported combined ending fund balances of $2.352,606. This marked an increase of $995,371 (73.3%) from the prior year’s ending governmental fund balances due primarily to reductions in General Fund expenditures, and the receipt of Capital grants in the Housing Authority Fund.
- The General Fund increased its Fund Balance by $416,248 (44.9%) during 2025.
- The Net Position of the Town’s Sewer Fund increased by $1,106,268 (123.4%) primarily due to Capital Grants received.
- The Water Fund increased its Net Position by $172,770 (14.1%) primarily due to a Capital Grant.
- The Refuse Fund decreased its Net Position by $62,760 (-174.1%) due to an Operating Loss.

USING THIS ANNUAL REPORT

This discussion and analysis is intended to serve as an introduction to the Town of Silverton's basic financial statements. The Town's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements

The government-wide financial statements are designed to provide readers with a broad overview of the Town's finances, in a manner similar to a private-sector business.

The *Statement of Net Position* presents information on all the Town's assets and liabilities and deferred inflows and outflows of resources, with the difference reported as *net position*. Over time, increases or decreases in net position may serve as useful indicators of whether the financial position of the Town is improving or deteriorating.

The *Statement of Activities* presents information showing how the Town's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused employee leave).

Both government-wide financial statements distinguish functions of the Town of Silverton that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Town include general government, public safety (police and fire), public works, culture and recreation, and special events. The business-type activities of the Town include water, sewer, and refuse disposal operations.

Fund financial statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town of Silverton, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All the funds of the Town can be divided into two categories: Governmental Funds and Proprietary Funds.

Governmental Funds -- Most of the Town's basic services are reported in governmental funds, which focus on how money flows into and out of those funds. The unrestricted balances left at year-end are available for spending in future years. These funds are reported using the modified accrual accounting method, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide detailed short-term views of cash, operations, and basic services provided. Governmental fund statements show the reader whether there are more or fewer financial resources available at the end of a fiscal year that can be spent in the near future to finance government programs and objectives.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. The *Reconciliation of Balance Sheet of the Governmental Funds to the Statement of Net Position* and the *Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities* provide reconciliations to facilitate this comparison between governmental funds and governmental activities.

The Town of Silverton maintains six individual governmental funds. Information for these funds is presented by fund name in the *Governmental Fund Balance Sheet* and the *Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances* for the three governmental funds that meet the criteria to be designated as a major fund (General Fund, Anvil Townhomes Fund, and Housing Authority Fund). The Town's non-major funds (Conservation Trust Fund, Molas Lake Park Fund, and Cemetery Fund) are combined in the Other Governmental Funds column on these statements. Individual fund information for these non-major funds is shown in the *Supplementary Information* section of this report.

Proprietary Funds -- The Town's utility services are reported in proprietary funds; they focus on overall economic position rather than year-end fund balances. Enterprise funds are the type of proprietary funds used to account for the Town's Water Fund, Sewer Fund, and Refuse Fund. Enterprise funds report the same functions presented as business-type activities in the government-wide financial statements, only in a bit more detail.

Notes to the Financial Statements
The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found immediately after the fund financial statements.

Other information
Budgetary comparison statements or schedules to demonstrate each fund's compliance with adopted budgets and appropriations are included following the "Notes to Financial Statements" in the Required Supplementary Information section for the General Fund and any major Special Revenue Funds (none in 2025), and in the Supplementary Information section for all other funds. For the year ended December 31, 2025, all funds had budgeted expenditures/expenses.

GOVERNMENT-WIDE FINANCIAL ANALYSIS
As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Town of Silverton, assets exceeded liabilities and deferred inflows of resources by $9,024,917 at the close of 2025. As shown below, the Town's financial position increased by 45.8% during 2025.

Town of Silverton's Condensed Net Position

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Current and other assets	$ 3,159,799	$ 2,154,512	$ 910,516	$ 627,093	$ 4,070,315	$ 2,781,605
Capital assets, net	6,226,544	4,105,871	4,674,500	1,491,962	10,901,044	5,597,833
Total assets	$ 9,386,343	$ 6,260,383	$ 5,585,016	$ 2,119,055	$ 14,971,359	$ 8,379,438
Deferred outflows of resources	$ -	$ -	$ -	$ -	$ -	$ -
Current liabilities	$ 297,406	$ 370,325	$ 311,107	$ 138,986	$ 608,513	$ 509,311
Noncurrent Liabilities	2,467,927	972,146	2,360,215	282,653	4,828,142	1,254,799
Total liabilities	$ 2,765,333	$ 1,342,471	$ 2,671,322	$ 421,639	$ 5,436,655	$ 1,764,110
Deferred inflows of resources	$ 509,787	$ 426,952	$ -	$ -	$ 509,787	$ 426,952
Net position:						
Net investment in capital assets	$ 3,838,804	$ 3,214,841	$ 2,314,285	$ 1,209,309	$ 6,153,089	$ 4,424,150
Restricted	769,841	558,082	-	-	769,841	558,082
Committed	81,500	81,500	-	-	81,500	81,500
Unrestricted	1,421,078	636,537	599,409	488,107	2,020,487	1,124,644
Total net position	$ 6,111,223	$ 4,490,960	$ 2,913,694	$ 1,697,416	$ 9,024,917	$ 6,188,376

Most (68.2%) of the Town's total net position at December 31, 2025 is represented by its net investment in capital assets (e.g. land, infrastructure, buildings, construction in progress, machinery, and equipment). The Town uses these capital assets to provide services to residents and businesses; consequently, these assets are not available generally for future spending.

Approximately 8.5% ($769,841) of the Town's total net position at the end of 2025 represents resources that are subject to external restrictions on how they may be used. They are fund balance restrictions for Molas Lake Park ($399,946), state-shared lottery revenues ($90,196) restricted for parks and certain recreation projects, $61,199 of cemetery revenues restricted for cemetery expenses, and $218,500 for emergencies. An additional $81,500 (0.9%) of net position is committed to future capital projects for Molas Lake Park and other General Fund capital outlays.

The remaining amount of the Town's total net position at the end of 2025 ($2,020,487) represents 22.4% of total net position and may be used to meet the Town's other ongoing obligations to residents and creditors.

The following chart displays the changes in net position experienced by the Town over the last two fiscal years. An analysis of these changes follows for both its Governmental and Business-type Activities.

Town of Silverton's Condensed Changes in Net Position

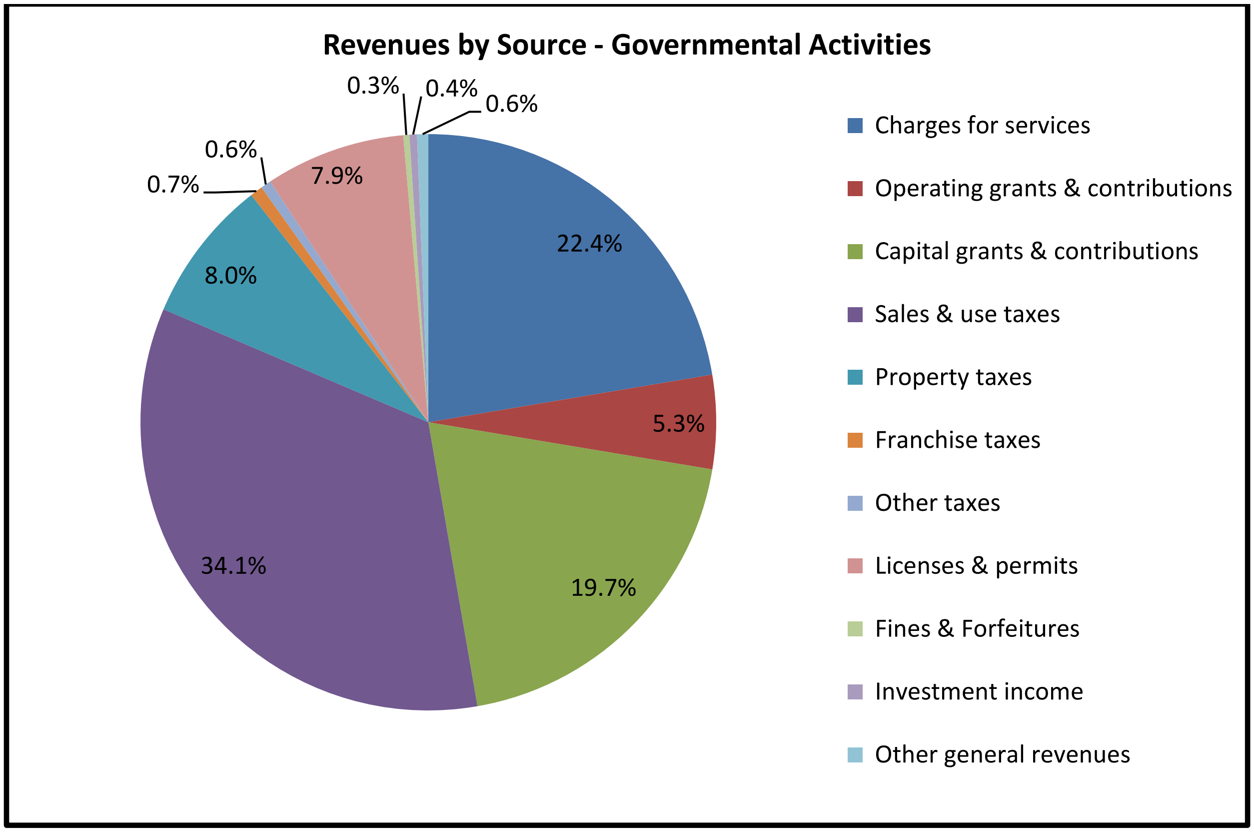
	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Program revenues:						
Charges for services	$ 1,192,481	$ 1,004,777	$ 1,341,998	$ 1,046,652	$ 2,534,479	$ 2,051,429
Operating grants & contributions	280,792	385,273	10,105	15	290,897	385,288
Capital grants & contributions	1,048,200	266,329	1,143,443	41,922	2,191,643	308,251
General revenues:						
Sales & use taxes	1,821,262	1,840,350	-	-	1,821,262	1,840,350
Property taxes	428,987	454,476	-	-	428,987	454,476
Franchise taxes	37,766	36,869	-	-	37,766	36,869
Other taxes	30,487	31,054	-	-	30,487	31,054
Licenses & permits	420,071	200,952	68,180	56,766	488,251	257,718
Fines & Forfeitures	18,047	27,595	-	-	18,047	27,595
Investment income	22,597	6,693	821	720	23,418	7,413
Other general revenues	33,500	55,647	-	-	33,500	55,647
Total revenues	$ 5,334,190	$ 4,310,015	$ 2,564,547	$ 1,146,075	$ 7,898,737	$ 5,456,090
Program expenses:						
General government	$ 911,220	$ 1,360,774	$ -	$ -	$ 911,220	$ 1,360,774
Public safety	400,818	470,305	-	-	400,818	470,305
Public works	1,040,525	1,240,474	-	-	1,040,525	1,240,474
Culture & recreation	894,875	989,478	-	-	894,875	989,478
Community development	363,277	-	-	-	363,277	-
Special events	51,245	127,341	-	-	51,245	127,341
Water utility	-	-	595,754	509,901	595,754	509,901
Sewer utility	-	-	430,821	407,050	430,821	407,050
Refuse disposal	-	-	321,694	343,885	321,694	343,885
Interest on long-term debt	51,967	44,356	-	-	51,967	44,356
Total expenses	$ 3,713,927	$ 4,232,728	$ 1,348,269	$ 1,260,836	$ 5,062,196	$ 5,493,564
Transfers In/(Out)	$ -	$ (106,000)	$ -	$ 106,000	$ -	$ -
Increase/(decrease)in net position	$ 1,620,263	$ (28,713)	$ 1,216,278	$ (8,761)	$ 2,836,541	$ (37,474)
Net Position, Beginning	4,490,960	4,519,673	1,697,416	1,706,177	6,188,376	6,225,850
Net Position, Ending	$ 6,111,223	$ 4,490,960	$ 2,913,694	$ 1,697,416	$ 9,024,917	$ 6,188,376

Governmental Activities

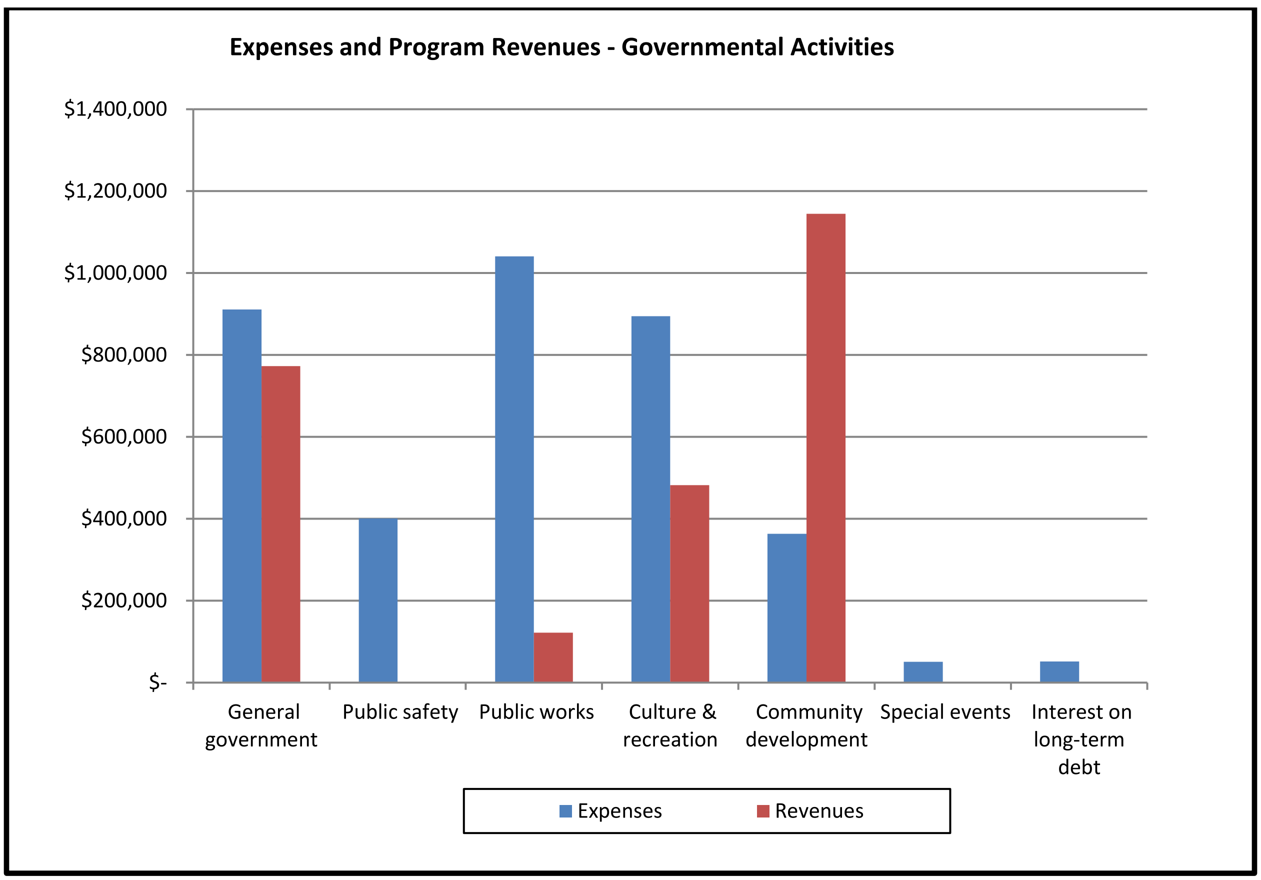
The Town's Governmental Activities net position experienced a substantial increase of $1,620,265 (36.1%) during 2025. Key areas of change among revenues and expenses were as follows:

- Capital grants and contributions increased by $781,871.
- Culture and recreation expenses decreased by $94,603.
- Community Development expenses are shown on a separate line rather than being shown as part of General Government.

The following two charts illustrate the Governmental Activities revenues and expenses. As in most municipalities, the expenses of governmental activities are not fully supported through program revenues but are largely financed through taxes.



Revenues by Source - Governmental Activities
0.3%
0.4%
0.6%
0.6%
0.7%
7.9%
22.4%
8.0%
5.3%
34.1%
19.7%
Charges for services
Operating grants & contributions
Capital grants & contributions
Sales & use taxes
Property taxes
Franchise taxes
Other taxes
Licenses & permits
Fines & Forfeitures
Investment income
Other general revenues

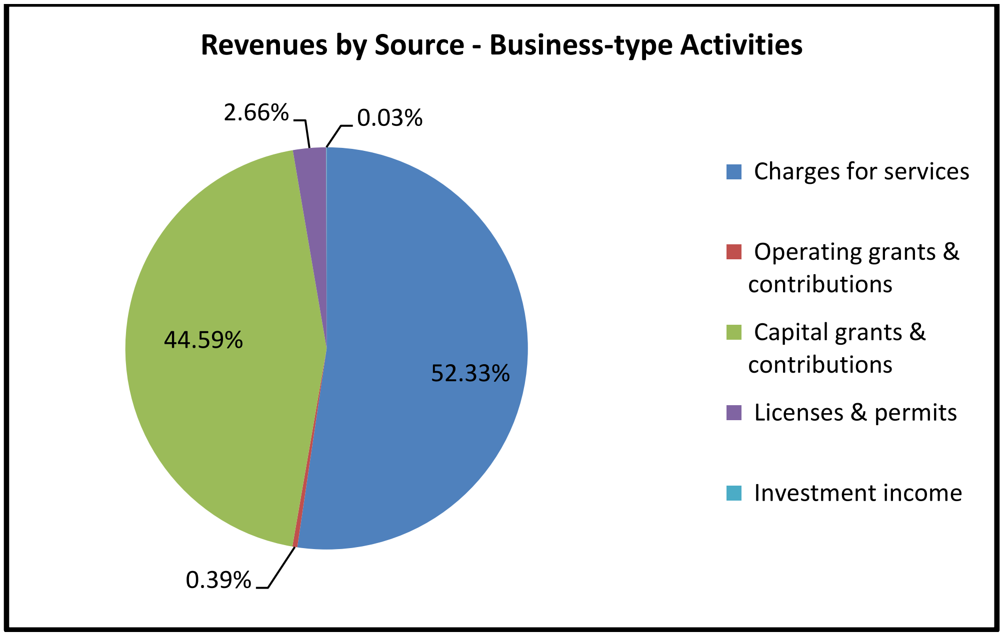


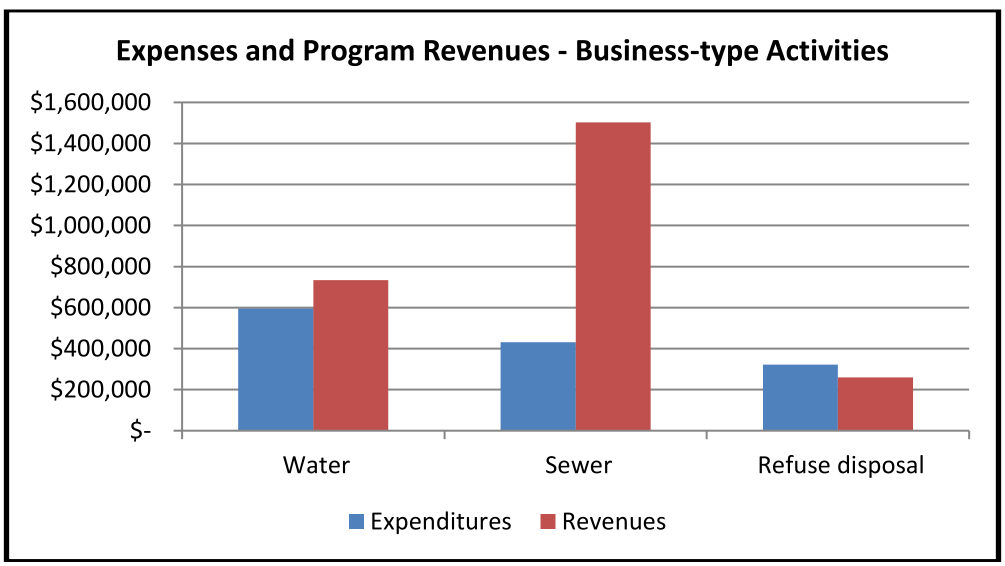
Expenses and Program Revenues - Governmental Activities
$1,400,000
$1,200,000
$1,000,000
$800,000
$600,000
$400,000
$200,000
$-
General government
Public safety
Public works
Culture & recreation
Community development
Special events
Interest on long-term debt
Expenses
Revenues

Business-type Activities
The Town's Business-type Activities net position experienced a substantial increase of $1,216,278 (71.7%) during 2025. Key areas of change among revenues and expenses were as follows:

- Charges for services increased by $295,346.
- Capital grants and contributions increased by $1,101,521 due to the sewer system improvements.

The following two charts illustrate the Business-type Activities revenues and expenses for 2025.

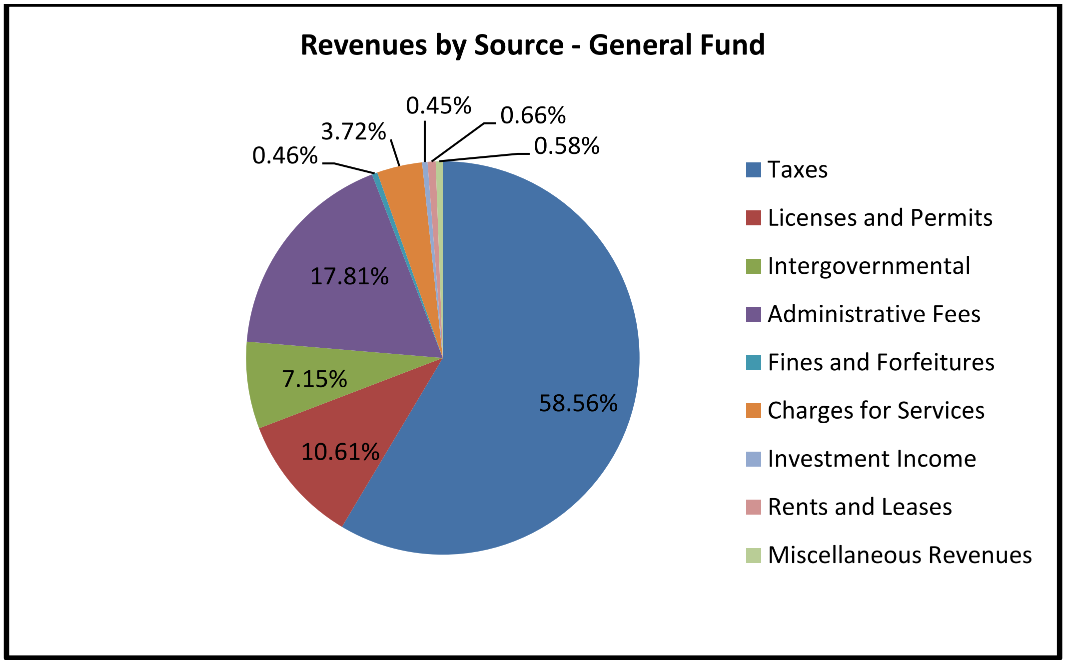


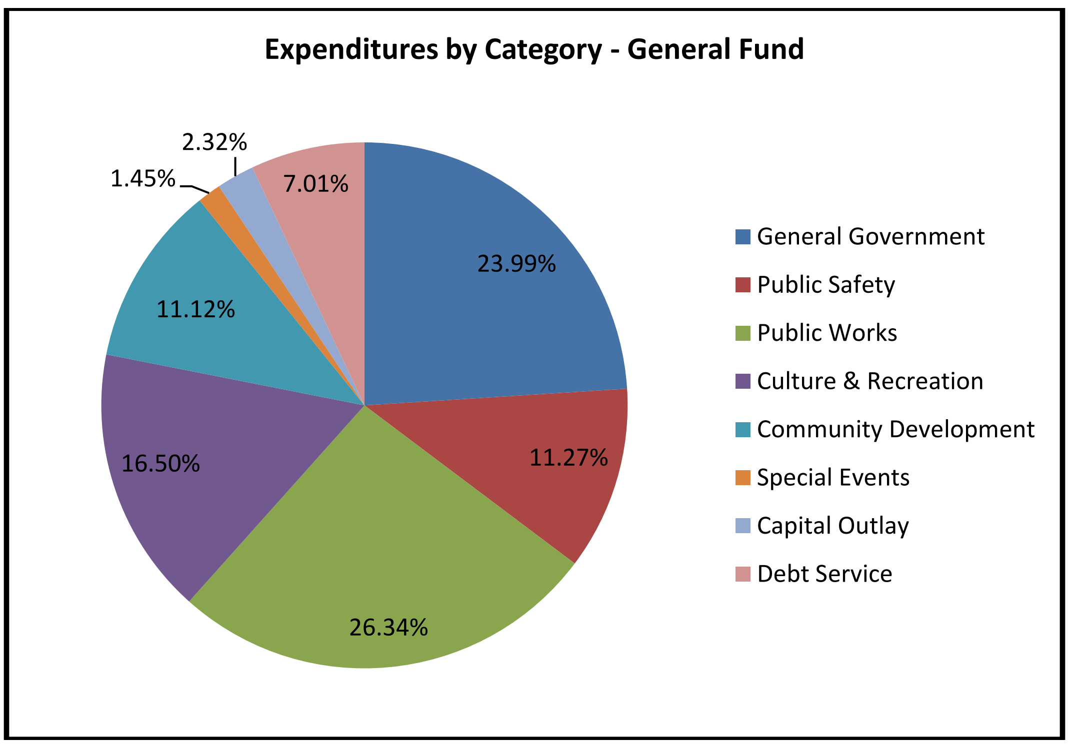


THE TOWN'S FUNDS

As noted earlier, the Town of Silverton uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Governmental Funds utilize the modified accrual basis of accounting, and the balances of the spendable resources (unrestricted fund balance) in each fund are shown at year end. The Town's major funds are discussed below.

General Fund. The General Fund is the chief operating fund of the Town of Silverton. It accounts for all the general services provided by the Town. At the end of 2025, the fund balance of the General Fund totaled $1,342,896. This was a $416,248 (44.9%) increase from 2024, which more than regained the decrease of $189,491 (-17.0%) of 2024. Revenues in 2025 of $3,959,101 were greater than expenditures totaling $3,527,975. The fund also transferred $14,878 to the Housing Authority Fund. The following two tables illustrate General Fund revenues and expenditures during 2025.





Anvil Townhomes Fund. At December 31, 2025 the fund balance of the new Anvil Townhomes Fund was $30,981. This fund was established in 2025 to account for the construction of the new housing development. Loan proceeds and transfers in from the Housing Authority totaled $2,515,541, while construction, investment costs, and debt service expenditures totaled $2,484,560.

Housing Authority Fund. At December 31, 2025 the fund balance of the Housing Authority Fund was $379,888. This was an increase of $399,383 (1,948.6%) over 2024. Capital grants for the housing development were the primary revenues of the fund. During 2025, the fund transferred $163,000 to the Anvil Townhome Fund to assist with its construction costs.

Water Fund. At December 31, 2025 the net position of the Water Fund was $1,397,939. This was an increase of $172,770 (14.1%) from 2024. The fund had net operating income of $79,152 in 2025 as charges for services exceeded expenses. Plant investment fees and tap fees totaling $20,370 were also received for future system capacity and improvements, along with a capital grant of $73,248 for leak detection.

Sewer Fund. At December 31, 2025 the net position of the Sewer Fund was $1,601,408. This was a significant increase of $1,106,268 (123.0%) over 2024. This was primarily due to a USDA grant of $1,033,113 received for improvements to the Town's sewer collection system. The fund had operating income of $111,426. It received capital contributions of $16,700 for future system capacity and improvements, and an operating grant of $10,000 from the Colorado Water Resources & Power Development Authority.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. At December 31, 2025 the Town had invested in a range of capital assets including land, buildings and improvements, vehicles, machinery and equipment, ski lifts, and parks. Note 4 provides a summary of changes in capital assets during 2025. These included the beginning of construction of the Anvil Townhomes development and More Housing Now projects; improvements to Town Hall, the Kendall Mountain deck, and the Senior Center furnace; the acquisition of an excavator and a water leak detection system; water generator improvements; and sewer collection system improvements.

Debt Administration. The Town's long-term debt primarily consists of loans and capital leases. At the end of 2025, the governmental activities had balances of $682,513 owed on a note payable for a dump truck and capital leases for road and snow equipment, a copier, and a park facility. The Town also owed $1,705,227 to 1st Southwest Bank for the Anvil Townhomes construction project. Compensated absences are also recorded. See Note 5 for more detailed information.

In business-type activities at December 31, 2025, the Town owed $195,215 on a 2018 loan from the Colorado Water Resources and Power Development Authority for utility system improvements, and $2,165,000 on an interim financing line-of-credit for sewer system improvements. The line-of-credit will be repaid with USDA Bond proceeds when the project is complete. See Note 5 for more detailed information.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Town's 2026 Budget anticipates that the General Fund balance will remain at current levels. The business-type funds' budgets reflect approved rate increases for the Water and Sewer Funds. Volatile world-wide energy prices affect inflation, tourism, and costs experienced by the Town. The full economic impact on the Town's 2026 and future budgets has yet to be determined. Town Management monitors revenues and expenditures, and modifies budgetary spending decisions accordingly.

REQUESTS FOR INFORMATION

This financial report is designed to provide the Town of Silverton's residents, taxpayers, customers, investors, and creditors with a general overview of the Town's finances and to show the Town's accountability for the funds it receives and the assets it maintains. If you have questions about this report, or should you desire additional financial information, contact the Town's Management at Town of Silverton, 1360 Greene Street, Silverton, CO 81433 or call Town Hall at (970) 387-5522.

Basic Financial Statements

Town of Silverton, Colorado

Statement of Net Position

December 31, 2025

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Assets			
Cash and Cash Equivalents	$ 1,223,346	$ -	$ 1,223,346
Property Taxes Receivable	509,787	-	509,787
Accounts Receivable	742,858	349,663	1,092,521
Other Receivables	2,510	1,033,113	1,035,623
Due to / from Other Funds	623,733	(623,733)	-
Inventory	-	129,457	129,457
Prepaid Expenses	44,865	22,016	66,881
Deposits	12,700	-	12,700
Capital Assets,			
Not being depreciated	3,067,407	3,312,029	6,379,436
Being depreciated, net	3,159,137	1,362,471	4,521,608
Total Assets	9,386,343	5,585,016	14,971,359
Liabilities			
Accounts Payable	229,330	153,369	382,699
Retainage Payable	16,877	148,164	165,041
Accrued Salaries and Benefits	51,199	-	51,199
Accrued Interest Payable	-	9,574	9,574
Noncurrent Liabilities			
Due Within One Year	241,272	8,488	249,760
Due in More Than One Year	2,226,655	2,351,727	4,578,382
Total Liabilities	2,765,333	2,671,322	5,436,655
Deferred Inflows of Resources			
Deferred Property Taxes	509,787	-	509,787
Net Position			
Net Investment in Capital Assets	3,838,804	2,314,285	6,153,089
Restricted for:			
Emergencies	218,500	-	218,500
Other Purposes	551,341	-	551,341
Committed for Future Capital Outlays	81,500	-	81,500
Unrestricted, Unreserved	1,421,078	599,409	2,020,487
Total Net Position	$ 6,111,223	$ 2,913,694	$ 9,024,917

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

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Change in Net Position, Primary Government: Governmental Activities	Business-Type Activities	Total
Primary Government							
Governmental Activities							
General Government	$ 911,220	$ 737,132	$ 35,411	$ -	$ (138,677)	$ -	$ (138,677)
Public Safety	400,818	-	-	-	(400,818)	-	(400,818)
Public Works	1,040,525	-	122,173	-	(918,352)	-	(918,352)
Culture and Recreation	894,875	448,399	34,023	-	(412,453)	-	(412,453)
Community Development	363,277	6,950	89,185	1,048,200	781,058	-	781,058
Special Events	51,245	-	-	-	(51,245)	-	(51,245)
Interest on Long-Term Debt	51,967	-	-	-	(51,967)	-	(51,967)
Total Governmental Activities	3,713,927	1,192,481	280,792	1,048,200	(1,192,454)	-	(1,192,454)
Business-Type Activities							
Water	595,754	639,458	-	93,618	-	137,322	137,322
Sewer	430,821	442,941	10,000	1,049,825	-	1,071,945	1,071,945
Refuse	321,694	259,599	105	-	-	(61,990)	(61,990)
Total Business-Type Activities	1,348,269	1,341,998	10,105	1,143,443	-	1,147,277	1,147,277
Total Primary Government	$ 5,062,196	$ 2,534,479	$ 290,897	$ 2,191,643	(1,192,454)	1,147,277	(45,177)
General Revenues							
Sales and Use Taxes					1,821,262	-	1,821,262
Property Taxes					428,987	-	428,987
Franchise Taxes					37,766	-	37,766
Other Taxes					30,487	-	30,487
Intergovernmental Revenue not Restricted to Specific Purposes					10,705	-	10,705
License and Permits					420,071	68,180	488,251
Fines and Forfeitures					18,047	-	18,047
Investment Income					22,597	821	23,418
Miscellaneous					22,795	-	22,795
Total General Revenues and Transfers					2,812,717	69,001	2,881,718
Change in Net Position					1,620,263	1,216,278	2,836,541
Net Position, *Beginning of Year*					4,490,960	1,697,416	6,188,376
Net Position, *End of Year*					$ 6,111,223	$ 2,913,694	$ 9,024,917

Town of Silverton, Colorado

Balance Sheet
Governmental Funds
December 31, 2025

	General	Anvil Townhomes	Housing Authority	Other Governmental Funds	Total
Assets					
Cash and Cash Equivalents	$ 467,158	$ 172,847	$ -	$ 583,341	$ 1,223,346
Property Taxes Receivable	509,787	-	-	-	509,787
Accounts Receivable	157,658	-	585,200	-	742,858
Due From Other Funds	829,045	-	-	-	829,045
Other Receivables	2,510	-	-	-	2,510
Prepaid Expenses	27,365	-	-	17,500	44,865
Deposits	12,700	-	-	-	12,700
Total Assets	$ 2,006,223	$ 172,847	$ 585,200	$ 600,841	$ 3,365,111
Liabilities					
Accounts Payable	$ 102,341	$ 124,989	$ -	$ 2,000	$ 229,330
Retainage Payable	-	16,877	-	-	16,877
Due to Other Funds	-	-	205,312	-	205,312
Accrued Salaries and Benefits	51,199	-	-	-	51,199
Total Liabilities	153,540	141,866	205,312	2,000	502,718
Deferred Inflows of Resources					
Property Taxes	509,787	-	-	-	509,787
Fund Balance					
Nonspendable	40,065	-	-	17,500	57,565
Restricted for					
Emergencies	218,500	-	-	-	218,500
Other Purposes	-	-	-	551,341	551,341
Committed for Future Capital Outlays	51,500	-	-	30,000	81,500
Unrestricted, Unassigned	1,032,831	30,981	379,888	-	1,443,700
Total Fund Balance	1,342,896	30,981	379,888	598,841	2,352,606
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	$ 2,006,223	$ 172,847	$ 585,200	$ 600,841	$ 3,365,111

Town of Silverton, Colorado

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

Amounts Reported for Governmental Activities in the Statement of Net Position are Different Because:

Total Fund Balance of Governmental Funds	$	2,352,606
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in governmental funds.		6,226,544
Long-term liabilities and related items are not due and payable in the current year and, therefore, are not reported in governmental funds.		
Note Payable		(1,739,182)
Leases Payable		(648,558)
Accrued Compensated Absences		(80,187)
Total Net Position of Governmental Activities	$	6,111,223

Town of Silverton, Colorado

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

	General	Anvil Townhomes	Housing Authority	Other Governmental Funds	Total
Revenues					
Taxes	$ 2,318,502	$ -	$ -	$ -	$ 2,318,502
Licenses and Permits	420,071	-	-	-	420,071
Intergovernmental	282,945	-	1,048,200	8,552	1,339,697
Administrative Fees	705,213	-	-	-	705,213
Fines and Forfeitures	18,047	-	-	-	18,047
Charges for Services	147,303	-	150	313,646	461,099
Investment Income	18,056	(121)	217	-	18,152
Rents and Leases	26,169	-	-	-	26,169
Miscellaneous	22,795	-	-	4,445	27,240
Total Revenues	3,959,101	(121)	1,048,567	326,643	5,334,190
Expenditures					
Current					
General Government	846,436	-	-	-	846,436
Public Safety	397,750	-	-	-	397,750
Public Works	929,228	-	-	-	929,228
Culture and Recreation	582,129	-	-	177,884	760,013
Community Development	392,215	-	1,062	-	393,277
Special Events	51,245	-	-	-	51,245
Capital Outlay	81,806	2,323,807	-	-	2,405,613
Debt Service					
Principal	208,517	149,504	-	-	358,021
Interest and Fiscal Charges	38,649	11,128	-	-	49,777
Total Expenditures	3,527,975	2,484,439	1,062	177,884	6,191,360
Excess Revenues Over (Under) Expenditures	431,126	(2,484,560)	1,047,505	148,759	(857,170)
Other Financing Sources (Uses)					
Debt Proceeds	-	1,852,541	-	-	1,852,541
Transfers In	-	663,000	14,878	-	677,878
Transfers Out	(14,878)	-	(663,000)	-	(677,878)
Other Financing Sources (Uses)	(14,878)	2,515,541	(648,122)	-	1,852,541
Net Change in Fund Balance	416,248	30,981	399,383	148,759	995,371
Fund Balance, *Beginning of Year*	926,648	-	(19,495)	450,082	1,357,235
Fund Balance, *End of Year*	$ 1,342,896	$ 30,981	$ 379,888	$ 598,841	$ 2,352,606

See Notes to the Financial Statements.

Town of Silverton, Colorado

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

Amounts Reported for Governmental Activities in the Statement of Activities are Different Because:	
Net Change in Fund Balance of Governmental Funds	$ 995,371
Capital outlays to purchase or construct capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are capitalized in the statement of net position and are allocated over their estimated useful lives as annual depreciation expense in the statement of activities.	
Capital Outlays	2,405,613
Depreciation Expense	(284,940)
Repayments of long-term liabilities are expenditures in governmental funds, but they reduce long-term liabilities in the statement of net position and do not affect the statement of activities.	
Principal Payments on Long-Term Debt	358,021
Issuance of Note Payable	(1,854,731)
Change in Accrued Compensated Absences	929
Change in Net Position of Governmental Activities	$ 1,620,263

Town of Silverton, Colorado
Statement of Net Position
Proprietary Funds
December 31, 2025

	Water Fund	Sewer Fund	(Nonmajor) Refuse Fund	Total
Assets				
Current Assets				
Cash and Cash Equivalents	$ -	$ -	$ -	$ -
Accounts Receivable	151,151	1,153,874	77,751	1,382,776
Due from Other Funds	255,874	-	-	255,874
Inventory	115,535	13,922	-	129,457
Prepaid Expenses	22,016	-	-	22,016
Total Current Assets	544,576	1,167,796	77,751	1,790,123
Noncurrent Assets				
Capital Assets,				
Not Being Depreciated	-	3,312,029	-	3,312,029
Capital Assets,				
Net of Accumulated Depreciation	1,062,144	300,327	-	1,362,471
Total Noncurrent Assets	1,062,144	3,612,356	-	4,674,500
Total Assets	1,606,720	4,780,152	77,751	6,464,623
Liabilities				
Current Liabilities				
Accounts Payable	13,566	124,696	15,107	153,369
Retainage Payable	-	148,164	-	148,164
Accrued Interest Payable	-	9,574	-	9,574
Due to Other Funds	-	731,310	148,297	879,607
Note Payable, Current Portion	8,488	-	-	8,488
Total Current Liabilities	22,054	1,013,744	163,404	1,199,202
Noncurrent Liabilities				
Note Payable	186,727	2,165,000	-	2,351,727
Total Noncurrent Liabilities	186,727	2,165,000	-	2,351,727
Total Liabilities	208,781	3,178,744	163,404	3,550,929
Net Position				
Net Investment in Capital Assets	866,929	1,447,356	-	2,314,285
Unrestricted	531,010	154,052	(85,653)	599,409
Total Net Position	$ 1,397,939	$ 1,601,408	$ (85,653)	$ 2,913,694

Town of Silverton, Colorado
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2025

	Water Fund	Sewer Fund	(Nonmajor) Refuse Fund	Total
Operating Revenues				
Charges for Services	$ 674,906	$ 477,276	$ 259,599	$ 1,411,781
Miscellaneous	-	-	(665)	(665)
Total Operating Revenues	674,906	477,276	258,934	1,411,116
Operating Expenses				
Administrative and General	391,375	232,625	-	624,000
Operations and Maintenance	138,472	89,499	33,882	261,853
Contracted Services	-	-	287,812	287,812
Depreciation	65,907	43,726	-	109,633
Total Operating Expenses	595,754	365,850	321,694	1,283,298
Net Operating Income (Loss)	79,152	111,426	(62,760)	127,818
Non-Operating Revenues (Expenses)				
Operating Grants	-	10,000	-	10,000
Interest Expense	-	(49,971)	-	(49,971)
Cost of Debt Issuance	-	(15,000)	-	(15,000)
Net Income (Loss) Before Contributed Capital	79,152	56,455	(62,760)	72,847
Contributed Capital and Transfers				
Capital Grants	73,248	1,033,113	-	1,106,361
Capital Contributions	20,370	16,700	-	37,070
Total Capital Contributions and Transfers	93,618	1,049,813	-	1,143,431
Change in Net Position	172,770	1,106,268	(62,760)	1,216,278
Net Position, *Beginning of Year*	1,225,169	495,140	(22,893)	1,697,416
Net Position, *End of Year*	$ 1,397,939	$ 1,601,408	$ (85,653)	$ 2,913,694

Town of Silverton, Colorado

Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2025

	Water Fund	Sewer Fund	*(Nonmajor)* Refuse Fund	Total
Cash Flows From Operating Activities				
Cash Received from Customers	$ 635,209	$ (587,093)	$ 252,330	$ 300,446
Cash Received from Others	-	-	(665)	(665)
Cash Paid to Suppliers	(171,711)	(97,834)	(291,515)	(561,060)
Cash Paid to Employees	(376,605)	(223,540)	(30,128)	(630,273)
Net Cash Provided by (Used In) Operating Activities	86,893	(908,467)	(69,978)	(891,552)
Cash Flows From Capital and Related Financing Activities				
Acquisition and Construction of Capital Assets	(78,326)	(3,065,682)	-	(3,144,008)
Proceeds from Issuance of Debt	-	2,086,050	-	2,086,050
Operating Grants Received	-	10,000	-	10,000
Capital Grants Received	73,248	1,033,113	-	1,106,361
Tap Fees	20,370	16,700	-	37,070
Transfers Between Funds	(177,555)	731,310	69,978	623,733
Debt Principal Payments	(8,488)	-	-	(8,488)
Debt Interest Payments	-	(40,397)	-	(40,397)
Cost of Debt Issuance	-	(15,000)	-	(15,000)
Net Cash Used by (Used In) Capital and Related Financing Activities	(170,751)	756,094	69,978	655,321
Net Change in Cash and Cash Equivalents	(83,858)	(152,373)	-	(236,231)
Cash and Cash Equivalents, *Beginning of Year*	83,858	152,373	-	236,231
Cash and Cash Equivalents, *End of Year*	$ -	$ -	$ -	$ -
Reconciliation of Net Operating Income to Net Cash Provided by Operating Activities:				
Net Operating Income	$ 79,152	$ 111,426	$ (62,760)	$ 127,818
Adjustments to Reconcile Net Operating Income to Net Cash Provided by Operating Activities				
Depreciation Expense	65,908	43,726	-	109,634
Changes in Assets and Liabilities Related to Operations				
Accounts Receivable	(39,698)	(1,064,369)	(7,269)	(1,111,336)
Inventories	(3,388)	(6,647)	-	(10,035)
Prepaid Expenses	(22,016)	-	-	(22,016)
Accounts Payable	6,935	7,397	51	14,383
Net Cash Provided by Operating Activities	$ 86,893	$ (908,467)	$ (69,978)	$ (891,552)

Note 1: Summary of Significant Accounting Policies

Town of Silverton, Colorado (the Town) was organized under Colorado State Statutes in 1876. The Town operates under the direction of an elected Board of Trustees and Mayor, and provides for public safety (law enforcement and fire), highways and streets, water and sanitation, culture and recreation, public improvements, planning and zoning, and general administrative services. In addition, the Town has negotiated agreements with San Juan County (the County) for providing law enforcement in the Town and for providing refuse removal and other services to the County.

The financial statements of the Town of Silverton, Colorado have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental 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 Town's accounting policies are described below.

Reporting Entity

In accordance with governmental accounting standards, the Town has considered the possibility of inclusion of additional entities in its basic financial statements.

The definition of the reporting entity is based primarily on financial accountability. The Town is financially accountable for organizations that make up its legal entity. It is also financially accountable for legally separate organizations if town officials appoint a voting majority of the organization's governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the Town. The Town may also be financially accountable for governmental organizations that are fiscally dependent upon it.

Based on the application of these criteria, the Town does not include additional organizations in its reporting entity.

On January 1, 2012, the Silverton - San Juan Fire Authority (the Authority) was created in accordance with Colorado State Statutes. Through December 31, 2011, the County paid for fire expenditures, with the Town reimbursing the County for 50% of those costs. Beginning in 2012, both the County and the Town make quarterly payments to the Authority based upon the annual budget approved by the Authority. The Town exercises no control over the Authority, and thus the Authority is not a component unit of the Town.

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., 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 revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

Note 1: Summary of Significant Accounting Policies (Continued)

Government-wide and Fund Financial Statements *(Continued)*

The statement of net position reports all financial, capital and debt resources of the Town. The difference between assets, liabilities and deferred inflows of the Town is net position.

The statement of activities demonstrates the degree to which the direct expenses of the given function or segments are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. 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 instead as general revenues.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Town considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

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

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due.

Note 1: Summary of Significant Accounting Policies (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation *(Continued)*

Proprietary funds distinguish operating revenues and expenses from nonoperating 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. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

In the fund financial statements, the Town reports the following major governmental funds:

General Fund - the Town's primary operating fund. It accounts for all financial resources of the Town, except those required to be accounted for in another fund.

Anvil Townhomes Fund - accounts for the construction and operation of the Anvil Townhomes owned by the Town.

Housing Authority Fund a blended component unit of the Town that accounts for the operations, maintenance and construction of the Town's housing.

The Town also reports the following major proprietary funds:

Water Fund - accounts for the financial activities associated with the provision of water services.

Sewer Fund - accounts for the financial activities associated with the sanitation services.

The Town reports the following non-major governmental funds:

Conservation Trust Fund - accounts for the revenues from the State's Conservation Trust Fund to be spent for maintenance and services of Town parks and recreation areas.

Molas Lake Park Fund - accounts for operations, maintenance and construction of Molas Lake campgrounds and dams.

Cemetery Fund - accounts for maintenance costs of the community cemetery.

Cash and Investments

Cash equivalents include investments with original maturities of three months or less. Investments are recorded at fair value.

Note 1: Summary of Significant Accounting Policies (Continued)

Capital Assets

Capital assets, which include property and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more than $5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Property and equipment of the Town is depreciated using the straight-line method over the following estimated useful lives:

Building and Improvements	10 - 50 years
Infrastructure	15 - 25 years
Water and Sewer Systems	40 - 50 years
Furniture and Equipment	5 - 15 years
Vehicles	7 - 10 years

Compensated Absences

These compensated absences are recognized as current salary costs when earned in the proprietary fund types and when due in the governmental fund types. A liability has been recorded in the government-wide financial statements for the accrued compensated absences.

Long-Term Obligations

In the government-wide financial statements, and proprietary fund type in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Note 1: Summary of Significant Accounting Policies (Continued)

Fund Balance Classification

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the Town is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent.

The classifications used in the governmental fund financial statements are as follows:

Nonspendable - This classification includes amounts that are not in spendable form (such as inventory or prepaid expenses) or are required to be maintained intact.

Restricted - This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. The Town has classified Emergency Reserves as being restricted because their use is restricted by State Statute for declared emergencies. In addition, the Town has classified the fund balance in the Conservation Trust Fund as restricted because their use is restricted by State Statute.

Committed - This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Trustees. These amounts cannot be used for any other purpose unless the Board of Trustees removes or changes the specified use by taking the same type of action (ordinance or resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The Town's committed resources are presented in the governmental fund balance sheet as of December 31, 2025.

Unassigned - This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

The Town would typically use Restricted fund balances first, followed by Committed resources, and then Assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend Unassigned.

Note 1: Summary of Significant Accounting Policies (Continued)

Net Position

The government-wide and business-type fund financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted, and unrestricted. Net investment in capital assets is intended to reflect the portion of net position, which is associated with non-liquid, capital assets less outstanding capital asset related debt. The net related debt is the debt less the outstanding liquid assets and any associated unamortized cost. Restricted net position is liquid assets, which have third party limitations on their use. Unrestricted net position represents assets that do not have any third-party limitations on their use.

Property Taxes

Property taxes are levied on November 1 and attach as an enforceable lien on property on January 1. Taxes are payable in full on April 30 or in two installments on February 28 and June 15. The County Treasurer's office collects property taxes and remits to the Town on a monthly basis.

Since property tax revenues are collected in arrears during the succeeding year, a receivable and corresponding deferred revenue are recorded at December 31. As the tax is collected in the succeeding year, the deferred revenue is recognized as revenue and the receivable is reduced.

Subsequent Events

The Town has evaluated subsequent events through June 29, 2026, the date the financial statements were available to be issued.

Note 2: Stewardship, Compliance and Accountability

Budgets and Budgetary Accounting

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

- In October, the Town staff submits to the Town Council a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted to obtain taxpayer comments.
- Prior to December 15, the budget is legally enacted through passage of an ordinance.
- The Town Administration is authorized to transfer budgeted amounts between departments within any fund. However, any revisions that alter the total expenditures of any fund must be approved by the Town Council.

Note 2: Stewardship, Compliance and Accountability (Continued)

Budgets and Budgetary Accounting *(Continued)*

- Budgets are legally adopted for all funds of the Town. Budgets for the General and Special Revenue Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). The Budgetary comparison presented for the Enterprise Fund is presented on a non-GAAP budgetary basis. Capital outlay and debt payments are budgeted as expenditures and depreciation is not budgeted.
- Budgeted amounts in the financial statements are as originally adopted or as amended by the Town Council. All appropriations lapse at year end. Colorado governments may not exceed budgeted appropriations at the fund level.

Note 3: Cash and Investments

A summary of deposits and investments as of December 31, 2025 follows:

Petty Cash	$	800
Cash Deposits		213,463
Investments		1,009,083
Total	$	1,223,346

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 regulations. Amounts on deposit in excess of Federal Deposit Insurance Corporation (FDIC) levels must be collateralized by eligible collateral as determined by the PDPA. The FDIC insures depositors' accounts up to $250,000 for each financial institution. The PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution or held in trust for all the uninsured public deposits as a group.

The market value of the collateral must be at least equal to 102% of the uninsured deposits. At December 31, 2025, the Town had deposits with financial institutions with a carrying amount of $213,463. The bank balances with the financial institutions totaling $930,486 of which $410,933 were covered by the FDIC and $514,378 were collateralized with securities held by the financial institution's agent but not in the Town's name.

Investments

The Town does not have a formal investment policy; however, the Town follows state statutes regarding investments. The Town generally limits its concentration risk of investments to Local Government Investment Pools, obligations of the United States and certain U.S. government agency securities, which are believed to have minimal credit risk, minimal interest rate risk and no foreign currency risk. Additionally, the Town is not subject to concentration of risk for investments that are in the possession of another party.

Note 3: Cash and Investments (Continued)

Investments *(Continued)*

Colorado revised statutes limit investment maturities to five years or less unless formally approved by the Board of Trustees. Such actions are generally associated with a debt service reserve or sinking fund requirements.

State statutes specify investment instruments meeting defined rating, maturity, and concentration risk criteria in which local governments may invest, which include the following.

- Obligations of the United States & certain U.S. government agency securities
- Certain international agency securities
- General obligation and revenue bonds of U.S. local government entities
- Commercial paper
- Local government investment pools
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts

Local Government Investment Pool - At December 31, 2025, the Town had $488,443 (fair value) invested in COLOTRUST, an investment vehicle established by the State for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces the requirements of creating and operating COLOTRUST. COLOTRUST operates similar to money market funds and each share is equal to $1.00. COLOTRUST is rated AAAm by Standard and Poor's. Investments are limited to those allowed by State Statutes. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodian's internal records identify the investments owned by the participating governments.

The Town has invested $520,640 in a series of Certificates of Deposits (CD) ranging from $50,000 to $100,000. All CDs have an original maturity of 3 years maturing on March 25, 2026.

Interest Rate Risk - State statutes generally limit investments to an original maturity of five years unless the governing board authorizes the investment for a period in excess of five years. The Town does not have a policy for managing credit risk or interest rate risk.

Note 4: Capital Assets

Capital assets activity for the year ended December 31, 2025 is summarized below:

	Balance 12/31/24	Additions	Transfers	Deletions	Balance 12/31/25
Governmental Activities					
Capital Assets, *Not Being Depreciated*					
Land	$ 676,218	$ -	$ -	$ -	$ 676,218
Construction in Progress	48,595	2,342,594	-	-	2,391,189
Total Capital Assets, *Not Being Depreciated*	724,813	2,342,594	-	-	3,067,407
Capital Assets, *Being Depreciated*					
Buildings and Improvements	8,961,173	33,019	-	-	8,994,192
Furniture	112,330	-	-	-	112,330
Machinery and Equipment	1,203,173	30,000	-	-	1,233,173
Vehicles	102,760	-	-	-	102,760
Total Capital Assets, *Being Depreciated*	10,379,436	63,019	-	-	10,442,455
Less Accumulated Depreciation					
Buildings and Improvements	(6,316,190)	(214,297)	-	-	(6,530,487)
Furniture and Equipment	(112,330)	-	-	-	(112,330)
Machinery and Equipment	(477,852)	(67,058)	-	-	(544,910)
Vehicles	(92,006)	(3,585)	-	-	(95,591)
Total Accumulated Depreciation	(6,998,378)	(284,940)	-	-	(7,283,318)
Total Capital Assets, *Being Depreciated, net*	3,381,058	(221,921)	-	-	3,159,137
Governmental Activities Capital Assets, *net*	$ 4,105,871	$ 2,120,673	$ -	$ -	$ 6,226,544

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

Governmental Activities	
General Government	$ 65,713
Public Safety	3,068
Public Works	81,297
Culture and Recreation	134,740
Cemetery	122
Total	$ 284,940

Note 4: Capital Assets (Continued)

Capital assets Business-Type activity for the year ended December 31, 2025 is summarized below:

	Balance 12/31/24	Additions	Deletions	Balance 12/31/25
Business-Type Activities				
Capital Assets, *Not Being Depreciated*				
Land	$ 670	$ -	$ -	$ 670
Construction in Progress	97,513	3,213,846	-	3,311,359
Total Capital Assets, *Not Being Depreciated*	98,183	3,213,846	-	3,312,029
Capital Assets, *Being Depreciated*				
Buildings and Improvements	3,504,537	68,327	-	3,572,864
Machinery and Equipment	501,127	10,000	-	511,127
Total Capital Assets, *Being Depreciated*	4,005,664	78,327	-	4,083,991
Total Capital Assets	4,103,847	3,292,173	-	7,396,020
Less: Accumulated depreciation				
Buildings and Improvements	(2,289,474)	(77,597)	-	(2,367,071)
Machinery and Equipment	(322,411)	(32,038)	-	(354,449)
	(2,611,885)	(109,635)	-	(2,721,520)
Total Capital Assets, *Being Depreciated, net*	1,393,779	(31,308)	-	1,362,471
Business-Type Activities Capital Assets, *net*	$ 1,491,962	$ 3,182,538	$ -	$ 4,674,500

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

Business-Type Activities	
Water	$ 65,907
Sewer	43,728
Refuse	-
Total	$ 109,635

Note 5: Long-Term Debt

Governmental Activities

Following is a summary of long-term debt transactions for the governmental activities for the year ended December 31, 2025.

	Balance 12/31/24	Additions	Deletions	Balance 12/31/25	Due Within One Year
Governmental Activities					
Leases Liability					
PB Snow Groomer	$ 10,300	$ -	$ (10,300)	$ -	$ -
Cat Motor Grader	178,755	-	(30,325)	148,430	148,430
Cat Wheel Loader #1	85,579	-	(85,579)	-	-
Cat Wheel Loader #2	-	-	-	-	-
Caterpillar Snow Plow	1,074	-	(1,074)	-	-
Columbine Park Facility	567,000	-	(71,000)	496,000	74,000
Canon Copier	7,072	-	(2,944)	4,128	3,075
Total Leases Liability	849,780	-	(201,222)	648,558	225,505
Notes Payable					
Region 9 Economic Development	-	149,504	(149,504)	-	-
1st Southwest Bank - Loan #1	-	1,500,000	-	1,500,000	-
1st Southwest Bank - Loan #2	-	205,227	-	205,227	-
2006 Dump Truck	41,250	-	(7,295)	33,955	7,748
Total Notes Payable	41,250	1,854,731	(156,799)	1,739,182	7,748
Compensated Absences	81,116	7,183	(8,112)	80,187	8,019
Total	$ 972,146	$ 1,861,914	$ (366,133)	$ 2,467,927	$ 241,272

Accrued Compensated Absences are being paid from resources generated by the General Fund.

Leases Financing Agreements

The Town has entered into several lease financing agreements to purchase vehicles and equipment which will be paid from revenues of the General Fund. These leases financing agreements require interest to be paid ranging from 3.0% to 4.35%. These leases mature in varying years through 2031. Total governmental assets capitalized under lease financing agreements at December 31, 2025 is $1,938,191 with accumulated amortization of $442,140.

Following is a schedule of the future minimum payments required under the outstanding capital lease obligations at December 31, 2025:

Year Ended December 31,	Principal	Interest	Total
2026	$ 108,385	$ 26,519	$ 134,904
2027	195,173	18,368	213,541
2028	81,000	15,008	96,008
2029	84,000	11,484	95,484
2030	88,000	7,830	95,830
2031	92,000	4,002	96,002
Total	$ 648,558	$ 83,211	$ 731,769

Note 5: Long-Term Debt (Continued)

Governmental Activities *(Continued)*

Note Payable - Region 9 Economic Development

The Town obtained a note payable for $41,250 during the year ended 2024 for purposes of financing a 2006 Dump Truck. The loan requires annual payments of $9,826 and carries interest at 6.12% with the final payment due February 12, 2029. The loan is secured by the truck purchased.

Year Ended December 31,	Principal	Interest	Total
2026	$ 7,748	$ 2,078	$ 9,826
2027	8,223	1,603	9,826
2028	8,726	1,100	9,826
2028	9,258	568	9,826
Total	$ 33,955	$ 5,349	$ 39,304

Note Payable - 1st Southwest Bank

The Town obtained two (2) construction period loans from 1st Southwest bank for the purpose of construction of the Anvil Townhomes. The first note payable is for the amount of $1,500,000. The note carries a maturity date of March 16, 2027 and interest at a rate of Prime Rate plus 0.50%, currently at 8.0%. The loan is collateralized by the construction project. The second note payable is for the amount of $1,400,000. The note carries a maturity date of March 16, 2027 and interest at a rate of Prime Rate plus 0.50%, currently 8.0%. The loan is collateralized by the construction project.

Business-Type Activities

Following is a summary of long-term debt transactions for the business-type activities for the year ended December 31, 2025.

	Balance 12/31/24	Additions	Deletions	Balance 12/31/25	Due Within One Year
Business-Type Activities					
CWRPDA Loan	$ 203,703	$ -	$ (8,488)	$ 195,215	$ 8,488
Note Payable	78,950	2,086,050	-	2,165,000	-
Total	$ 282,653	$ 2,086,050	$ (8,488)	$ 2,360,215	$ 8,488

CWRPDA Loan

The Town obtained a loan from the Colorado Water Resources and Power Development Authority (CWRPDA) Drinking Water Revolving Fund - Disadvantaged Communities on May 21, 2018. The proceeds of the loan were used to make water treatment plant improvements, site upgrades and undergo the rehabilitation of an existing water storage tank. The loan agreement requires 60 semi-annual installments of $5,305 paid by the Water Fund. On January 22, 2019, CWRPDA forgave $62,770 of the principal outstanding, leaving an outstanding loan principal of $251,082 as of January 22, 2019.

Note 5: Long-Term Debt (Continued)

Business-Type Activities *(Continued)*

CWRPDA Loan (Continued)

The annual requirements to service this loan as of December 31, 2025 are as follows:

Year Ended December 31,	Principal	Interest	Total
2026	$ 8,488	$ -	$ 8,488
2027	8,488	-	8,488
2028	8,488	-	8,488
2029	8,488	-	8,488
2030	8,487	-	8,488
2031-2035	42,438	-	42,438
2036-2040	42,438	-	42,438
2041-2045	42,438	-	42,438
2046-2048	25,462	-	25,462
Total	$ 195,215	$ -	$ 195,216

Note Payable

The Town obtained a line-of-credit type loan from CoBank that serves as the bridge loan to receiving the USDA loan when the project is completed. As of December 31, 2025, the Town had drawn $2,165,000 on the bridge loan. Its interest rate is 1.45% above the daily simple Secured Overnight Financing Rate (SOFR).

Note 6: Retirement Commitments

Deferred Compensation Plan

The Town offers its employees a deferred compensation plan through an agent multiemployer public retirement system, the Colorado County Officials and Employees Retirement Association, which is a defined contribution plan. The plan is available to all Town employees and requires that employees contribute 3% of their annual compensation. The Town matches employee contributions up to 3% of eligible salary and this contribution is fully vested after 10 years of service. During the year ended December 31, 2025, the Town contributions were $33,316 equal to the required contribution.

Note 7: Public Entity Risk Pool

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. For these risks of loss, the Town is involved with the Colorado Intergovernmental Risk Sharing Agency (CIRSA), a separate and independent governmental and legal entity formed by intergovernmental agreement by member municipalities pursuant to the provision of 24-10-115.5, Colorado Revised Statutes (1982 Replacement Volume) and Colorado Constitution, Article XIV, Section 18(2).

Note 7: Public Entity Risk Pool (Continued)

The purposes of CIRSA are to provide members with defined liability, property, and workers compensation coverages and to assist members in preventing and reducing losses and injuries to municipal property and to persons or property which might result in claims being made against members of CIRSA, their employees and officers.

It is the intent of the members of CIRSA to create an entity in perpetuity which will administer and use funds contributed by the members to defend and indemnify, in accordance with the bylaws, any member of CIRSA against stated liability of loss, to the limit of the financial resources of CIRSA.

It is also the intent of the members to have CIRSA provide continuing stability and availability of needed coverages at reasonable costs. All income and assets of CIRSA shall be at all times dedicated to the exclusive benefit of its members. CIRSA is a separate legal entity, and the Town does not approve budgets, nor does it have the ability to significantly affect the operations of the entity.

Note 8: Commitments and Contingencies

Litigation

The Town is not involved in any pending and threatened litigation as of December 31, 2025.

TABOR Amendment

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local government. In November 1996, voters within the Town approved the collection, retention, and expenditure of all the revenues generated by the Town in 1996 and subsequent years through 2019, notwithstanding the provisions of the Amendment. No such election took place during 2020 to continue this provision, but revenues for 2020 remained in compliance with TABOR limitations.

The Town has established an emergency reserve, representing 3% of qualifying expenditures, as required by the Amendment. At December 31, 2025, the emergency reserve of $218,500 was recorded in the General Fund.

Note 9: Intergovernmental Agreements

San Juan County

The Town shares various municipal services with the County. The Town and County approve annual agreements to reimburse costs (less any funding received from grants or contracts) paid by the opposite entity. The actual agreements are included in the Town's annual budget document. The Town makes monthly payments to the County for 1/12 of the budgeted costs; actual final audited costs are calculated in the ensuing year, with an additional amount either paid to or received from the County.

Note 9: Intergovernmental Agreements (Continued)

San Juan County *(Continued)*

The following table summarizes these transactions:

Service	Direct Cost Paid by Town of Silverton	Direct Cost Paid by San Juan County	% Split
Ambulance		X	50%
Fire Protection		X	50%
Fire Truck / Ambulance Insurance for vehicles titled by each entity	X	X	50%
Land Use Planning	X	X	NA
Building Inspector	X		50%
Code Enforcement	X		50%
Carriage House Operations, Maintenance, Insurance	X		50%
Law Enforcement (Sheriff)		X	40% / 60%

Silverton - San Juan Fire and Rescue Authority

The Town entered into an intergovernmental agreement with the County to share the cost of fire protection services. The Town's contribution to the Silverton - San Juan Fire and Rescue Authority in 2025 was $10,182.

The Town makes contributions to the Statewide defined benefit plan entitled Silverton San Juan Volunteer Fire Department Pension Fund, administered by the Fire and Police Protection Association of Colorado (FPPA). FPPA administers the plan and manages the benefits under the plan which is a cost-sharing, multiple-employer defined benefit pension plan. The statewide defined benefit plan provides benefits for members. The Town makes contributions based upon Town established benefits and funding requirements in accordance with an actuarial study obtained by FPPA. Plan members do not make contributions. The Town's net contributions to the FPPA plan for 2025 was $15,000. Additional contributions are received from the State of Colorado and the County.

Required Supplementary Information

Town of Silverton, Colorado
Budgetary Comparison Schedule
General Fund
For the Year Ended December 31, 2025

	Original Budget	Final Budget	Actual	Variance *Positive (Negative)*
Revenues				
Taxes				
Property Taxes	$ 426,951	$ 426,951	$ 428,987	$ 2,036
Specific Ownership Taxes	25,635	25,635	30,487	4,852
General Sales Taxes	1,600,000	1,600,000	1,821,262	221,262
Franchise Taxes	35,343	35,343	37,766	2,423
Other Taxes	5,250	5,250	-	(5,250)
Penalties, Interest and Delinquent Taxes	1,899	1,899	-	(1,899)
Total Taxes	2,095,078	2,095,078	2,318,502	223,424
Licenses and Permits				
Liquor Licenses	5,250	5,250	8,424	3,174
Professional and Business Licenses	31,000	31,000	16,350	(14,650)
Lodging and Vacation Rental Fees	103,632	103,632	98,829	(4,803)
Street Impact Fee	177,000	177,000	185,634	8,634
Building Permits	55,000	55,000	110,579	55,579
Other Permits	6,057	6,057	255	(5,802)
Total Licenses and Permits	377,939	377,939	420,071	42,132
Intergovernmental				
Additional Motor Vehicle Registration	-	-	-	-
Road and Bridge	-	-	-	-
Highway Users	37,572	37,572	46,484	8,912
Grant	238,499	238,499	236,461	(2,038)
Other Intergovernmental	-	-	-	-
Total Intergovernmental	276,071	276,071	282,945	6,874
Fine and Forfeits	13,271	13,271	18,047	4,776
Other Revenues				
Earnings on Investments	13,000	13,000	18,056	5,056
Administrative Fees	706,708	706,708	705,213	(1,495)
Contributions and Donations	500	500	-	(500)
Other Miscellaneous	28,000	28,000	22,795	(5,205)
Charges for Service	123,160	123,160	147,303	24,143
Rents and Leases	61,169	61,169	26,169	(35,000)
Total Other Revenue	932,537	932,537	919,536	(13,001)
Total Revenues	3,694,896	3,694,896	3,959,101	264,205

(Continued)

Town of Silverton, Colorado
Budgetary Comparison Schedule
General Fund
For the Year Ended December 31, 2025
(Continued)

	Original Budget	Final Budget	Actual	Variance *Positive (Negative)*
Expenditures				
Current				
General Government				
Town Board	$ 34,585	$ 34,585	$ 87,085	$ (52,500)
Municipal Court	10,611	10,611	9,189	1,422
Town Administrator	138,784	138,784	184,066	(45,282)
Partner Organizations	-	-	-	-
Town Clerk / Treasurer	207,199	207,199	235,399	(28,200)
Elections	-	-	197	(197)
Financial Administration	18,800	18,800	19,536	(736)
Legal Services	49,000	49,000	27,977	21,023
Planning Director	-	-	-	-
General Government Operations	179,153	179,753	211,496	(31,743)
Town Hall	46,876	45,676	38,548	7,128
Non-Departmental	-	-	-	-
Grants	-	-	32,943	(32,943)
Total General Government	685,008	684,408	846,436	(162,028)
Public Safety				
Law Enforcement	378,189	378,189	340,000	38,189
Fire Protection	57,750	57,750	57,750	-
Building Inspector	-	-	-	-
Total Public Safety	435,939	435,939	397,750	38,189
Public Works				
Public Works Personnel	645,510	645,510	631,833	13,677
Street Maintenance	284,136	284,136	282,050	2,086
Grants	-	-	-	-
Carriage House	20,750	20,750	15,345	5,405
Total Public Works	950,396	950,396	929,228	21,168
Culture and Recreation				
Recreation	294,006	294,006	245,225	48,781
Park Administration	53,700	53,700	52,863	837
Kendall Mountain Park	85,180	85,180	55,769	29,411
Library	150,126	150,126	160,944	(10,818)
Visitor's Center Operations	54,535	54,535	58,885	(4,350)
Senior Center	15,100	15,100	6,797	8,303
Memorial Park	2,500	2,500	1,646	854
Grants	-	-	-	-
Total Culture and Recreation	655,147	655,147	582,129	73,018
Community Development				
Planning Director	101,566	101,566	181,968	(80,402)
Building Inspector	114,463	114,463	94,161	20,302
Partner Organizations	1,664	1,664	2,064	(400)
Other	135,000	150,000	114,022	35,978
Total Special Events	352,693	367,693	392,215	(24,522)

(Continued)

Town of Silverton, Colorado
Budgetary Comparison Schedule
General Fund
For the Year Ended December 31, 2025
(Continued)

	Original Budget	Final Budget	Actual	Variance *Positive (Negative)*
Expenditures (Continued)				
Special Events				
Personnel	71,224	71,224	12,752	58,472
Other Operating	12,500	12,500	33,470	(20,970)
Event Expense	4,000	4,000	5,023	(1,023)
Total Special Events	87,724	87,724	51,245	36,479
Capital Outlay	10,000	89,281	81,806	7,475
Debt Service				
Principle	214,154	214,154	208,517	5,637
Interest	-	-	38,649	(38,649)
Total Debt Service	214,154	214,154	247,166	(33,012)
Total Expenditures	3,391,061	3,484,742	3,527,975	(97,408)
Excess Revenues Over (Under) Expenditures	303,835	210,154	431,126	220,972
Other Financing Sources (Uses)				
Transfers In	110,000	110,000	-	(110,000)
Transfers Out	(139,756)	(139,756)	(14,878)	124,878
Net Change in Fund Balance	274,079	180,398	416,248	235,850
Fund Balance, *Beginning of Year*	677,141	677,141	926,648	249,507
Fund Balance, *End of Year*	$ 951,220	$ 857,539	$ 1,342,896	$ 485,357

Town of Silverton, Colorado
Budgetary Comparison Schedule
Anvil Townhomes Fund
For the Year Ended December 31, 2025

	Original Budget	Final Budget	Actual	Variance *Positive (Negative)*
Revenues				
Intergovernmental	$ -	$ 638,000	$ -	$ (638,000)
Investment Income	-	-	(121)	(121)
Total Revenues	-	638,000	(121)	(638,121)
Expenditures				
Capital Outlay	-	3,960,983	2,323,807	1,637,176
Debt Service				
Principal	-	-	149,504	(149,504)
Interest and Fiscal Charges	-	5,200	11,128	(5,928)
Total Expenditures	-	3,966,183	2,484,439	1,481,744
Excess Revenues Over (Under) Expenditures	-	(3,328,183)	(2,484,560)	843,623
Other Financing Sources (Uses)				
Anvil Development Sales	-	2,878,183	-	(2,878,183)
Debt Proceeds	-	147,314	1,852,541	1,705,227
Transfers In	-	450,000	663,000	213,000
Net Change in Fund Balance	-	147,314	30,981	(116,333)
Fund Balance, *Beginning of Year*	-	-	-	-
Fund Balance, *End of Year*	$ -	$ 147,314	$ 30,981	$ (116,333)

Town of Silverton, Colorado
Budgetary Comparison Schedule
Housing Authority Fund
For the Year Ended December 31, 2025

	Original Budget	Final Budget	Actual	Variance *Positive (Negative)*
Revenues				
Intergovernmental	$ 4,117,037	$ 1,204,812	$ 1,048,200	$ (156,612)
Investment Income	-	-	367	367
Total Revenues	4,117,037	1,204,812	1,048,567	(156,245)
Expenditures				
Community Development	101,956	96,756	1,062	95,694
Capital Outlay	4,015,081	14,000	-	14,000
Total Expenditures	4,117,037	110,756	1,062	109,694
Excess Revenues Over (Under) Expenditures	-	1,094,056	1,047,505	(46,551)
Other Financing Sources (Uses)				
Transfers In	-	29,956	14,878	(15,078)
Transfers Out	-	(3,759,486)	(663,000)	3,096,486
Net Change in Fund Balance	-	(2,635,474)	399,383	3,034,857
Fund Balance, *Beginning of Year*	-	(19,495)	(19,495)	-
Fund Balance, *End of Year*	$ -	$ (2,654,969)	$ 379,888	$ 3,034,857

Note 1: Stewardship, Compliance, and Accountability

Budgets

Budgets are legally adopted for all funds of the Town. Budgets for the governmental funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgetary comparisons for the proprietary fund are presented on a non-GAAP budgetary basis, whereby capital outlay and debt principal are budgeted as expenditures.

The Town follows these procedures to establish the budgetary information reflected in the financial statements:

- Management submits to the Town Board of Trustees a proposed budget for the fiscal year commencing the following January 1. The budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted to obtain taxpayer comments.
- Prior to December 31, the budget is legally enacted through passage of a resolution.
- Management is authorized to transfer budgeted amounts between departments within any fund. However, any revisions that alter the total expenditures of any fund must be approved by the Town Board of Trustees.
- All appropriations lapse at year end.

Supplementary Information

Town of Silverton, Colorado
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2025

	Conservation Trust Fund	Molas Lake Park Fund	Cemetery Fund	Total
Assets				
Cash and Investments	$ 90,196	$ 431,946	$ 61,199	$ 583,341
Prepaid Expenses	-	17,500	-	17,500
Total Assets	$ 90,196	$ 449,446	$ 61,199	$ 600,841
Liabilities				
Accounts Payable	$ -	$ 2,000	$ -	$ 2,000
Total Liabilities	-	2,000	-	2,000
Fund Balance				
Nonspendable	-	17,500	-	17,500
Restricted	90,196	399,946	61,199	551,341
Committed for Future Capital Outlay	-	30,000	-	30,000
Total Fund Balance	90,196	447,446	61,199	598,841
Total Liabilities and Fund Balance	$ 90,196	$ 449,446	$ 61,199	$ 600,841

Town of Silverton, Colorado

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

	Conservation Trust Fund	Molas Lake Park Fund	Cemetery Fund	Total
Revenues				
Intergovernmental	$ 8,552	$ -	$ -	$ 8,552
Charges for Services	-	307,896	5,750	313,646
Other Revenue	639	3,368	438	4,445
Total Revenues	9,191	311,264	6,188	326,643
Expenditures				
Culture and Recreation	-	177,884	-	177,884
Total Expenditures	-	177,884	-	177,884
Net Change in Fund Balance	9,191	133,380	6,188	148,759
Fund Balance, *Beginning of Year*	81,005	314,066	55,011	450,082
Fund Balance, *End of Year*	$ 90,196	$ 447,446	$ 61,199	$ 598,841

Town of Silverton, Colorado
Budgetary Comparison Schedule
Conservation Trust Fund
For the Year Ended December 31, 2025

	Original Budget	Final Budget	Actual	Variance *Positive (Negative)*
Revenues				
Intergovernmental Revenue	$ 7,956	$ 7,956	$ 8,552	$ 596
Investment Income	21	21	639	618
Total Revenues	7,977	7,977	9,191	1,214
Net Change in Fund Balance	7,977	7,977	9,191	1,214
Fund Balance, *Beginning of Year*	79,448	79,448	81,005	1,557
Fund Balance, *End of Year*	$ 87,425	$ 87,425	$ 90,196	$ 2,771

Town of Silverton, Colorado
Budgetary Comparison Schedule
Molas Lake Park Fund
For the Year Ended December 31, 2025

	Original Budget	Final Budget	Actual	Variance *Positive (Negative)*
Revenues				
Charges for Services	$ 221,000	$ 221,000	$ 307,896	$ 86,896
Investment Income	-	-	3,368	3,368
Total Revenues	221,000	221,000	311,264	90,264
Expenditures				
Culture and Recreation	195,441	195,441	177,884	17,557
Total Expenditures	195,441	195,441	177,884	17,557
Net Change in Fund Balance	25,559	25,559	133,380	107,821
Fund Balance, *Beginning of Year*	314,684	314,684	314,066	(618)
Fund Balance, *End of Year*	$ 340,243	$ 340,243	$ 447,446	$ 107,203

Town of Silverton, Colorado
Budgetary Comparison Schedule
Cemetery Fund
For the Year Ended December 31, 2025

	Original Budget	Final Budget	Actual	Variance *Positive (Negative)*
Revenues				
Charges for Services	$ 6,000	$ 6,000	$ 6,188	$ 188
Total Revenues	6,000	6,000	6,188	188
Expenditures				
General Government	5,000	5,000	-	5,000
Total Expenditures	5,000	5,000	-	5,000
Net Change in Fund Balance	1,000	1,000	6,188	5,188
Fund Balance, *Beginning of Year*	54,667	54,667	55,011	344
Fund Balance, *End of Year*	$ 55,667	$ 55,667	$ 61,199	$ 5,532

Town of Silverton, Colorado
Budgetary Comparison Schedule
Water Fund
For the Year Ended December 31, 2025

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges For Services	$ 519,663	$ 519,663	$ 673,548	$ 153,885
Intergovernmental	-	-	73,248	73,248
Other Revenue	200	200	1,358	1,158
Total Revenue	519,863	519,863	748,154	228,291
Expenses				
Administration and General	395,497	395,497	391,375	4,122
Distribution	83,074	83,074	69,757	13,317
Treatment	58,802	58,802	56,396	2,406
Source/Supply Transmission	25,327	25,327	6,895	18,432
Grant Expenditures	-	-	5,424	(5,424)
Capital Outlay	-	-	78,325	(78,325)
Total Expenses	562,700	562,700	608,172	(45,472)
Net Operating Income	(42,837)	(42,837)	139,982	182,819
Nonoperating Revenues (Expenses)				
Debt Service				
Principal Payments	(8,488)	(8,488)	(8,488)	-
Total Nonoperating Revenues (Expenses)	(8,488)	(8,488)	(8,488)	-
Net Income (Loss) Before Contributed Capital	(51,325)	(51,325)	131,494	182,819
Contributed Capital				
Infrastructure Upgrade	98,708	98,708	20,370	(78,338)
Change in Net Position, *Budgetary Basis*	$ 47,383	$ 47,383	151,864	$ 104,481
Reconciliation to GAAP Basis				
Capital Outlay			78,325	
Debt Service Principal			8,488	
Depreciation			(65,907)	
Change in Net Position, *GAAP Basis*			$ 172,770	

Town of Silverton, Colorado
Budgetary Comparison Schedule
Sewer Fund
For the Year Ended December 31, 2025

	Original Budget	Final Budget	Actual	Variance *Positive (Negative)*
Revenues				
Charges For Services	$ 337,461	$ 337,461	$ 477,043	$ 139,582
Grant Revenue	75,000	75,000	10,000	(65,000)
Miscellaneous Revenue	-	-	233	233
Total Revenue	412,461	412,461	487,276	74,815
Expenses				
Administration and General	233,350	233,350	232,625	725
Treatment Plant	47,823	47,823	12,792	35,031
Sanitary Sewer Maintenance	93,057	93,057	76,707	16,350
Capital Outlay	2,870,000	2,870,000	3,213,846	(343,846)
Debt Service				
Interest Expense	-	-	49,971	(49,971)
Cost of Debt Issuance	-	-	15,000	(15,000)
Total Expenses	3,244,230	3,244,230	3,600,941	(356,711)
Net Income (Loss) Before Contributed Capital	(2,831,769)	(2,831,769)	(3,113,665)	(281,896)
Contributed Capital				
Capital Grants	2,800,000	2,800,000	1,033,113	(1,766,887)
Infrastructure Upgrade	98,149	98,149	16,700	(81,449)
Change in Net Position, *Budgetary Basis*	$ 66,380	$ 66,380	(2,063,852)	$ (2,130,232)
Reconciliation to GAAP Basis				
Capital Outlay			3,213,846	
Depreciation			(43,726)	
Change in Net Position, *GAAP Basis*			$ 1,106,268	

Town of Silverton, Colorado
Budgetary Comparison Schedule
Refuse Fund
For the Year Ended December 31, 2025

	Original Budget	Final Budget	Actual	Variance *Positive (Negative)*
Revenues				
Charges For Services	$ 276,453	$ 276,453	$ 259,599	$ (16,854)
Investment Income	6,200	6,200	(770)	(6,970)
Other Revenue	6,000	6,000	105	(5,895)
Transfer In	46,726	46,726	-	(46,726)
Total Revenue	335,379	335,379	258,934	(76,445)
Expenses				
Operations and Maintenance	34,128	34,128	33,882	246
Contracted Services	275,643	275,643	287,812	(12,169)
Total Expenses	309,771	309,771	321,694	(11,923)
Budgetary Basis	$ 25,608	$ 25,608	(62,760)	$ (88,368)
Reconciliation to GAAP Basis				
None			-	
Change in Net Position, *GAAP Basis*			$ (62,760)	

Compliance Section

State Compliance

LOCAL HIGHWAY FINANCE REPORT		STATE: Colorado
THIS INFORMATION FROM THE RECORDS OF: Town of Silverton	PREPARED BY: Lorraine Trotter lhtrotter@professionalmanagemen	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. 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	0.00	a. Interest on investments	0.00
b. Non-property Taxes and Assessments Imposts	216,121.27	b. Other Misc. Local Receipts	29,688.61
c. Total (a + b)	$ 216,121.27	**c. Total (a + b)**	$ 29,688.61
ITEM	**AMOUNT**	**ITEM**	**AMOUNT**
C. Receipts from State Government		**D. Receipts from Federal Government**	
1. Highway-user Taxes (from Item I.C.5.)	46,484.31	1. FHWA (from Item I.D.5.)	0.00
2. State General Funds		2. Other Federal Agencies:	0.00
3. Other State funds:			
a. State Bond Proceeds			
b. Non-State Bond Proceeds	15,172.28		
c. Total (a + b)	$ 15,172.28		
4. Total (1 + 2 + 3c)	$ 61,656.59	**3. Total (1 + 2)**	$ -

III. EXPENDITURES FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT
A.1. Capital outlay:	
a. Right-Of-Way Costs	0.00
b. Engineering Costs	0.00
c. Construction Costs	0.00
d. Total Capital Outlay (a+ b + c)	$ -

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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		*III. EXPENDITURES FOR ROAD AND STREET PURPOSES*	
ITEM	**AMOUNT**	**ITEM**	**AMOUNT**
A. Receipts from Local Sources:		**A. Local highway expenditures:**	
1. Local Highway-user Taxes		1. Capital Outlay (from page 1, Item III.A1.d)	$ -
a. Motor Fuel (from Item I.A.1)		2. Maintenance:	424,454.40
b. Motor Vehicle (from Item I.B.1)		3. Road and Street Services:	
c. Total (a + b)		a. Snow and Ice Removal	253,943.40
2. General Fund Appropriations	666,696.63	b. Other & Traffic Control Operations	19,375.00
3. Other Local Imposts (from page 1, Item II.A3.c)	$ 216,121.27	**c. Total (a + b)**	$ 273,318.40
4. Miscellaneous Local Receipts (from page 1, Item II.A4.c)	$ 29,688.61	4. General Administration & Miscellaneous	72,390.30
5. Transfers from Toll Facilities		5. Highway Law Enforcement and Safety	204,000.00
6. Proceeds of Sale of Bonds and Notes:		**6. Total (1 through 5)**	$ 974,163.10
a. Bonds - Original Issues	0.00	**B. Debt Service on Local Obligations:**	
b. Bonds - Refunding Issues	0.00	1. Bonds:	
c. Notes	0.00	a. Interest	0.00
d. Total (a + b + c)	$ -	b. Redemption	0.00
7. Total (1 through 6)	$ 912,506.51	**c. Total (a + b)**	$ -
B. Private Contributions	0.00	2. Notes:	
C. Receipts from State government (from page 1, Item II.C.4)	$ 61,656.59	a. Interest	0.00
D. Receipts from Federal government (from page 1, Item II.D.3)	$ -	b. Redemption	0.00
E. Total receipts (A.7 + B + C + D)	$ 974,163.10	**c. Total (a + b)**	$ -
		3. Total (1c + 2c)	$ -
		C. Payments to State for Highways	0.00
		D. Payments to Toll Facilities	0.00
		E. Total Expenditures (A6 + B3 + C + D)	$ 974,163.10

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

ITEM	OPENING DEBT	AMOUNT ISSUED	REDEMPTIONS	CLOSING DEBT
A. Bonds (Total)	0.00	$ -	$ -	$ -
1. Bonds (Refunding Portion)		$ -		
B. Notes (Total)	0.00	$ -	$ -	$ -

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