



PIKES PEAK LIBRARY DISTRICT

Annual Comprehensive Financial Report

Year ending December 31, 2024
.....

PIKES PEAK LIBRARY DISTRICT

ppld

(719) 531-6333 | ppld.org

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

Pikes Peak Library District

Annual Comprehensive Financial Report

For the year ended December 31, 2024

Board of Trustees

(As of December 31, 2024)

| | |
|----------------------|---------------------|
| Dora Gonzales | President |
| Scott Taylor | Vice President |
| Erin Bents | Secretary/Treasurer |
| Angela Dougan..... | Trustee |
| Debbie English | Trustee |
| Aaron Salt..... | Trustee |
| Julie Smyth..... | Trustee |

Chief Executive Officer

Teona Shainidze-Krebs

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

**Pikes Peak Library District
Annual Comprehensive Financial Report
Table of Contents
December 31, 2024**

INTRODUCTORY SECTION

| | Page |
|---|------|
| Chief Librarian and Chief Executive Officer’s Letter of Transmittal | 8 |
| Letter of Transmittal | 9 |
| Organizational Chart | 19 |
| Certificate of Achievement for Excellence in Financial Reporting | 20 |

FINANCIAL SECTION

| | |
|---|-----------|
| Independent Auditor’s Report | 23 |
| Management’s Discussion and Analysis (Unaudited) | 27 |
| Basic Financial Statements | |
| Government-wide Financial Statements | |
| Statement of Net Position | 43 |
| Statement of Financial Position – Foundation | 44 |
| Statement of Activities | 45 |
| Statement of Activities – Foundation | 46 |
| Fund Financial Statements | |
| Balance Sheet – Governmental Funds | 47 |
| Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position | 48 |
| Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds | 49 |
| Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities | 50 |

Pikes Peak Library District
Annual Comprehensive Financial Report
Table of Contents
December 31, 2024

| | Page |
|--|------|
| Proprietary Fund | |
| Internal Service Fund | |
| Statement of Net Position | 52 |
| Statement of Revenues, Expenses, and Changes in Fund Net Position..... | 53 |
| Statement of Cash Flows | 54 |
| Fiduciary Fund – Statement of Fiduciary Net Position | 55 |
| Fiduciary Fund – Statement of Changes in Fiduciary Net Position | 56 |
| Notes to Financial Statements | 59 |
| Required Supplementary Information | |
| Schedule of the District’s Proportionate Share of the Net Pension Liability | 90 |
| Schedule of District Contributions | 91 |
| Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – General Fund | 92 |
| Notes to Required Supplementary Information | 94 |
| Supplementary Information – Combining and Individual Fund Financial Statements and Schedules | |
| General Fund | |
| Schedule of Expenditures by Natural Classification – Budget and Actual | 101 |
| Nonmajor Governmental Funds | |
| Combining Governmental Nonmajor Balance Sheet..... | 103 |
| Combining Governmental Nonmajor Statement of Revenues, Expenditures, and Changes in Fund Balances..... | 104 |
| Designated Purpose Fund | |
| Balance Sheet..... | 105 |
| Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual..... | 106 |

Pikes Peak Library District
Annual Comprehensive Financial Report
Table of Contents
December 31, 2024

| | Page |
|---|------|
| Capital Projects Funds | |
| Combining Balance Sheet..... | 108 |
| Comparative Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual..... | 109 |
| Library 21c Project Fund | |
| Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual..... | 110 |
| East Library Renovation Fund | |
| Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual..... | 111 |
| Penrose Library Renovation Fund | |
| Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual..... | 112 |
| Capital Reserve Fund | |
| Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual..... | 113 |
| Internal Service Fund | |
| Self-insurance Fund | |
| Comparative Statement of Net Position..... | 114 |
| Comparative Statement of Revenues, Expenditures, and Changes in Fund Balance | 115 |
| Comparative Statement of Cash Flows..... | 116 |

STATISTICAL SECTION (unaudited)

| | Ref. | Page |
|--|------|------|
| Financial Trends Information | | |
| Government-wide Net Position by Component | I-1 | 121 |
| Government-wide Expenses, Program Revenues and Net Expenses | I-2 | 122 |
| Government-wide General Revenues and Other Changes in Net Position..... | I-3 | 124 |
| Fund Balances, Governmental Funds..... | I-4 | 125 |

Pikes Peak Library District
Annual Comprehensive Financial Report
Table of Contents
December 31, 2024

| | | |
|---|------------|-----|
| Summary of Changes in Total Governmental Fund Balances | I-5 | 126 |
| Governmental Funds Revenues | I-6 | 127 |
| Governmental Funds Expenditures | I-7 | 128 |
| Revenue Capacity Information | | |
| Assessed and Estimated Actual Value of Taxable Property | I-8 | 129 |
| Property Tax Rates – Direct and Overlapping | I-9 | 130 |
| Principal Property Taxpayers | I-10 | 132 |
| Property Tax Levies and Collections | I-11 | 133 |
| Debt Capacity Information | | |
| Ratios of Outstanding Debt | I-12 | 134 |
| Debt Limitation Information | I-13 | 135 |
| Debt Service Information | I-14 | 136 |
| Demographic and Economic Information | | |
| Demographic and Economic Information | I-15 | 137 |
| Principal Employers | I-16 | 138 |
| Operating Information | | |
| District Employees by Function | I-17 | 139 |
| Library Materials Purchased and Circulated | I-18 | 141 |
| Circulation by Location | I-19 | 142 |
| Service Location Information | I-20 | 143 |
| Report on Internal Control over Financial | | |
| Reporting and on Compliance and Other Matters Based on an Audit of Financial | | |
| Statements Performed in Accordance | | |
| with <i>Government Auditing Standards</i> – Independent Auditor’s Report | | |
| 145 | | |



INTRODUCTORY SECTION

THIS PAGE LEFT BLANK INTENTIONALLY

Chief Executive Officer's Letter of Transmittal

June 19, 2025

Members of the Board of Trustees
Pikes Peak Library District
20 N. Cascade Avenue
Colorado Springs, Colorado 80903

Dear Trustees:

I am pleased to submit to you the Annual Comprehensive Financial Report (ACFR) of the Pikes Peak Library District (the District) for the year ended December 31, 2024.

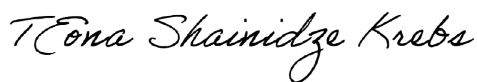
This is the 34th consecutive year that an annual financial report has been submitted to you in ACFR format, in accordance with guidelines of the Government Finance Officers Association of the United States and Canada (GFOA).

Please refer to "Management's Discussion and Analysis" section of the ACFR for a discussion of the significant issues and analysis of the District's 2024 financial statements.

Last year's ACFR received the Certificate of Achievement for Excellence in Financial Reporting from the GFOA for the 33rd consecutive year. This award represents affirmation that the District has achieved excellence in financial reporting. The District will submit the 2024 ACFR for recognition again this year.

I want to take this opportunity to thank PPLD's Chief Financial Officer and the Finance Office staff for their operational support that ensures financial excellence, and the Board of Trustees for their stewardship of the District's fiscal activities and their supportive and future-oriented planning.

Respectfully submitted,

A handwritten signature in black ink that reads 'Teona Shainidze-Krebs'.

Teona Shainidze-Krebs
Chief Executive Officer

Letter of Transmittal

June 19, 2025

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

State law requires that every general-purpose local government publish within seven months of the close of each fiscal year a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended December 31, 2024.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Forvis Mazars LLP, our independent certified public accountants, has issued unmodified (“clean”) opinions on the Pikes Peak Library District’s (the District, the Library, or PPLD) financial statements as of and for the year ended December 31, 2024. The independent auditor’s report is located at the front of the financial section of this report.

Management’s Discussion and Analysis (MD&A) immediately follows the Independent Auditor’s Report, and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

PROFILE OF THE GOVERNMENT

Government Structure

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

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

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

There are 16 library facilities and three mobile libraries covering a service area of approximately 2,070 square miles. PPLD owns eight facilities: East Library, Calhan Library, Fountain Library, High Prairie Library, Library 21c, Old Colorado City Library, Penrose Library Campus (2 buildings), and Sand Creek Library. The District leases the other seven facilities: Cheyenne Mountain Library, Manitou Springs Library, Monument Library, Palmer Lake Library, Rockrimmon Library, Ruth Holley Library, and Ute Pass Library. Additionally, a mobile fleet delivers library services to remote sites and to special non-mobile populations.

PPLD's 16 library facilities and mobile fleet are structured under the District's Branch Administration team, which includes daily operations and check-outs. The programming team is structured under a single Programming Administration umbrella and includes services previously identified as Adult Services, Family & Children's Services, and Young Adult Services. The administrative offices and departments are comprised of the Chief Executive Officer, Communications (branding, marketing, video production, and community relations), Human Resources, Finance, and Support Services, as represented by, Facilities, Security, Strategy and Innovation, Information Technology, and Development.

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

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

About Pikes Peak Library District

PPLD seeks to engage and transform people's lives via its 16 library facilities, online resources, and mobile library services. With a mission to provide resources and opportunities that impact individual lives and build community, PPLD welcomes all community members to enrich their minds, make connections, and reach their full potential.

As a national leader and the second largest library system in Colorado, the District serves a population of nearly 700,000 residents across 2,070 square miles of El Paso County. Thanks to an employee base of 438 full and part-time staff and about 163 volunteers, PPLD continues to be recognized for its innovative and community focused services and programs, its commitment to community collaboration, and excellent customer service.

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

2024 Highlights

In 2024 Pikes Peak Library District reached its 3 millionth eLibrary checkout in November, more than a month earlier than it did in 2023. The year ended with more than 3.413 million eLibrary checkouts, 404,000 more than 2023. This achievement illustrates the Library's commitment to serving all members of the community in innovative ways, including with a large catalog of eBooks, eAudiobooks, and other digital media.

In February 2024, PPLD worked with City of Manitou Springs to finalize a lease agreement for the Library District to return to the historic Carnegie Library. The upfront payment for the 25-year lease secured the funds the City needed to break ground on the renovation project for the Carnegie Library.

The 2024 Winter Adult Reading Program smashed participation records for the third year in a row, registering 5,044 adults. This was an increase of nearly 1,000 participants (998) over 2023, an increase of 25%.

To celebrate National Library Week, PPLD held Open Houses at eight Library locations throughout the District, encouraging patrons to discover something new at their location, visit a new location, and enjoy all that libraries have to offer. More than 5,100 individuals visited the eight locations during the two-hour celebrations in each space. Districtwide, the Library issued 615 library cards that week, an increase of 312 cards over the same period in 2023.

The District's annual summer reading program, Summer Adventure presented by Children's Hospital Colorado, welcomed adult participation in 2024 as it celebrated the 50th anniversary of the program. It kicked off by issuing a limited-edition U.S. Olympic and Paralympic Museum library card to commemorate the 2024 Summer Olympic Games in Olympic City USA – Colorado Springs. Overall participants totaled 18,304, a 127% increase over 2023, and enjoyed a slight increase in program completions. These individuals spent 358,046 hours reading, creating, and exploring during the summer.

In September 2024, PPLD launched a year-long Library Card sign-up campaign during Library Card Sign-up Month. *You Belong at the Library* was the campaign slogan. That Library was rewarded with 5,099 new library cards and renewals of expired cards. This total set a record for new card sign-ups and renewals for a single month.

Pikes Peak Library District partners with local museums and attractions to provide library patrons with access to their locations free of charge if they have a PPLD library card. Culture Pass has allowed thousands of people to visit sites throughout Colorado and its popularity is growing. In 2024, 3,300 Culture Passes were issued to Library patrons an increase of 120 passes over 2023.

From February – April 2024, PPLD closed Penrose Library to embark on Phase One of a three-phase renovation project to provide updates and improve safety and security throughout the location. The renovations included lowering the bookshelves on the upper and lower levels of the Library to provide better line-of-sight, as well as brighten the location with natural light and provide more accessibility to materials. Lockers for personal belongings were added to the building for patron use while visiting the Library, decorative wraps were added to elevator doors, and upgraded security cameras were installed. Since the upgrade, program attendance for both adults and children has increased.

In mid-2023 PPLD contracted with a consultant to create a Facilities Master Plan. They reviewed and assessed the Library District and provided feedback on the District's ability to serve the residents living in the 2,070 square foot area of El Paso County that it serves. The plan was completed in mid-2024.

LOCAL ECONOMY

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

Population

As of December 31, 2024, the population of El Paso County is 750,018 (the District's legal service is 697,349 and is included in this total). Colorado Springs, the largest municipality within El Paso County (the County), is the 39th largest city in the nation. The County's population has increased by approximately 263,713 since 2000, with approximately half of the increase due to migration from other states and the balance due to natural growth.

Age

The projected median age for El Paso County is around 35 at the end of 2024. The following are estimates of the population for El Paso County by certain age categories:

| | <u>2024</u> | <u>% Total</u> | <u>2023</u> | <u>% Total</u> |
|----------|-----------------------|-----------------------|-----------------------|-----------------------|
| Under 15 | 137,092 | 18.3% | 140,326 | 18.6% |
| 15-24 | 114,224 | 15.2% | 111,369 | 15.0% |
| 25-44 | 219,620 | 29.3% | 220,197 | 29.4% |
| 45-64 | 165,598 | 22.1% | 166,218 | 22.2% |
| 65+ | 113,484 | 15.1% | 110,549 | 14.8% |
| Total | <u>750,018</u> | <u>100.0%</u> | <u>748,659</u> | <u>100.0%</u> |

Industries

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

| | 2024 | 2023 |
|--|-------|-------|
| Accommodation and Food Services | 13.4% | 13.3% |
| Administrative and Support and Waste Management and Remediation Services | 6.3% | 6.9% |
| Agriculture, Forestry, Fishing and Hunting | 0.2% | 0.2% |
| Arts, Entertainment, and Recreation | 2.4% | 2.7% |
| Construction | 7.0% | 7.1% |
| Educational Services | 1.8% | 1.7% |
| Finance and Insurance | 5.3% | 5.3% |
| Health Care and Social Assistance | 16.2% | 15.9% |
| Information | 1.9% | 3.0% |
| Management of Companies and Enterprises | 0.9% | 0.8% |
| Manufacturing | 4.8% | 4.9% |
| Mining, Quarrying, and Oil and Gas Extraction | 0.0% | 0.0% |
| Other Services (except Public Administration) | 4.8% | 4.7% |
| Professional, Scientific, and Technical Services | 13.4% | 13.3% |
| Public Administration | 0.0% | 0.0% |
| Real Estate and Rental and Leasing | 2.0% | 2.1% |
| Retail Trade | 12.7% | 11.9% |
| Transportation and Warehousing | 4.0% | 3.5% |
| Utilities | 0.2% | 0.2% |
| Wholesale Trade | 2.6% | 2.4% |

Wage/Salary

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

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

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

| Occupation | 2024 Annual Wages | 2023 Annual Wages |
|--|-------------------------|-------------------------|
| Government | \$ 79,187 | \$ 80,556 |
| Health Care and Social Assistance | 71,004 | 71,647 |
| Professional, Scientific, and Technical Services | 132,901 | 130,795 |
| Accommodation and Food Services | 32,685 | 33,054 |
| Retail Trade | 48,478 | 48,209 |
| Other Services (except Public Administration) | 48,443 | 47,890 |
| Construction | 78,008 | 79,530 |
| Administrative and Support and Waste Management and Remediation Services | 59,607 | 59,926 |
| Finance and Insurance | 111,457 | 107,876 |
| Manufacturing | 95,646 | 93,088 |
| Transportation and Warehousing | 51,859 | 52,618 |
| Educational Services | 41,838 | 41,396 |
| Arts, Entertainment, and Recreation | 32,962 | 32,710 |
| Wholesale Trade | 103,396 | 101,790 |
| Real Estate and Rental and Leasing | 72,449 | 72,461 |
| Information | 114,587 | 111,817 |
| Management of Companies and Enterprises | 277,405 | 246,591 |
| Agriculture, Forestry, Fishing and Hunting | 54,377 | 55,721 |
| Utilities | 200,746 | 194,070 |
| Unclassified Industry | 66,772 | 67,000 |
| Mining, Quarrying, and Oil and Gas Extraction | 171,847 | 221,106 |
| All Occupations | 74,509 | 74,405 |

Cost of Living

Colorado Springs' cost of living index for 2024 was 110.3%, which is slightly higher than the nation as a whole. The following chart compares the cost-of-living index for Colorado Springs to other cities:

| | 2024 | 2023 |
|----------------------|--------|--------|
| Colorado Springs, CO | 110.3% | 107.7% |
| National Average | 100.0% | 100.0% |

Housing

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

| | 2024 | 2023 |
|----------------------|------------|------------|
| Colorado Springs, CO | \$ 557,240 | \$ 466,900 |
| National Average | 419,200 | 412,000 |

At the end of 2024, apartment rental rates are above the National Average when comparing 2-bedroom apartments.

| | 2024 | 2023 |
|----------------------|----------|----------|
| Colorado Springs, CO | \$ 1,828 | \$ 1,502 |
| National Average | 1,535 | 1,396 |

Tourism

Tourism remains one of the main draws to the Colorado Springs area. More than 20 million visitors per year put over two billion dollars into the local economy. Top attractions include the world-renowned Garden of the Gods followed by the United States Air Force Academy. Most visitors to the Colorado Springs area come from Colorado followed by Texas and California.

Roads

Colorado Springs is conveniently located near the geographical center of the United States, providing easy access to Interstate 70 heading east and west and Interstate 25 heading north and south. To the city's east, Powers Boulevard is a major north-south thoroughfare providing rapid access for the city's growing eastern edge. The Highway 24 bypass provides an east-west route.

Airport

Air travel is easy from Colorado Springs with two airports from which to choose in close proximity. The Colorado Springs airport features 12 gates and a 13,500-foot runway, which allows modern aircraft to reach any city in North America. The airport can handle all jet aircraft including wide body planes. Denver International Airport is just 75 miles to the north (about 1 hour and 30 minutes by car on Interstate 25 and E-470).

Legislation

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



(719) 531-6333
ppld.org
P.O. Box 1579
Colorado Springs, CO 80901

Education

El Paso County has 17 school districts, as well as private elementary/high schools, charter schools, and the state-sponsored Colorado School for the Deaf and the Blind. The 84% high school graduation rates in El Paso County are higher than those for Colorado but are still below the Colorado Department of Education's target of 90%.

Colorado Springs has multiple institutions of higher education. The three largest are:

| | Total Enrollment | |
|--|-------------------------|-------------|
| | 2024 | 2023 |
| Pikes Peak State College | 12,388 | 11,899 |
| University of Colorado at Colorado Springs | 11,213 | 11,431 |
| United States Air Force Academy | 4,124 | 4,085 |

OTHER ITEMS

Internal Controls

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

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

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

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

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

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

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

FINANCIAL POLICIES

The 2024 ACFR has been prepared in compliance with the District's Financial Guidelines, applying Generally Accepted Accounting Principles (GAAP) for governmental and Non-Profit entities, without exception.



(719) 531-6333
ppld.org
P.O. Box 1579
Colorado Springs, CO 80901

AWARDS and ACKNOWLEDGMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Pikes Peak Library District for its Annual Comprehensive Financial Report for the year ended December 31, 2023. This was the 33rd consecutive year that the District has received this prestigious award.

To be awarded a Certificate of Achievement for Excellence in Financial Reporting, the government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must justify both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current Annual Comprehensive Financial Report (ACFR) continues to meet the Certificate of Achievement for Excellence in Financial Reporting program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

We wish to thank the members of the Board of Trustees for their leadership and support.

Finally, we would like to offer special thanks to those individuals employed by the District's Finance Office, and whose efforts and contributions made the preparation of the 2024 ACFR a success.

Respectfully submitted,

A handwritten signature in cursive script that reads "Teona Shainidze-Krebs".

Teona Shainidze-Krebs
Chief Executive Officer

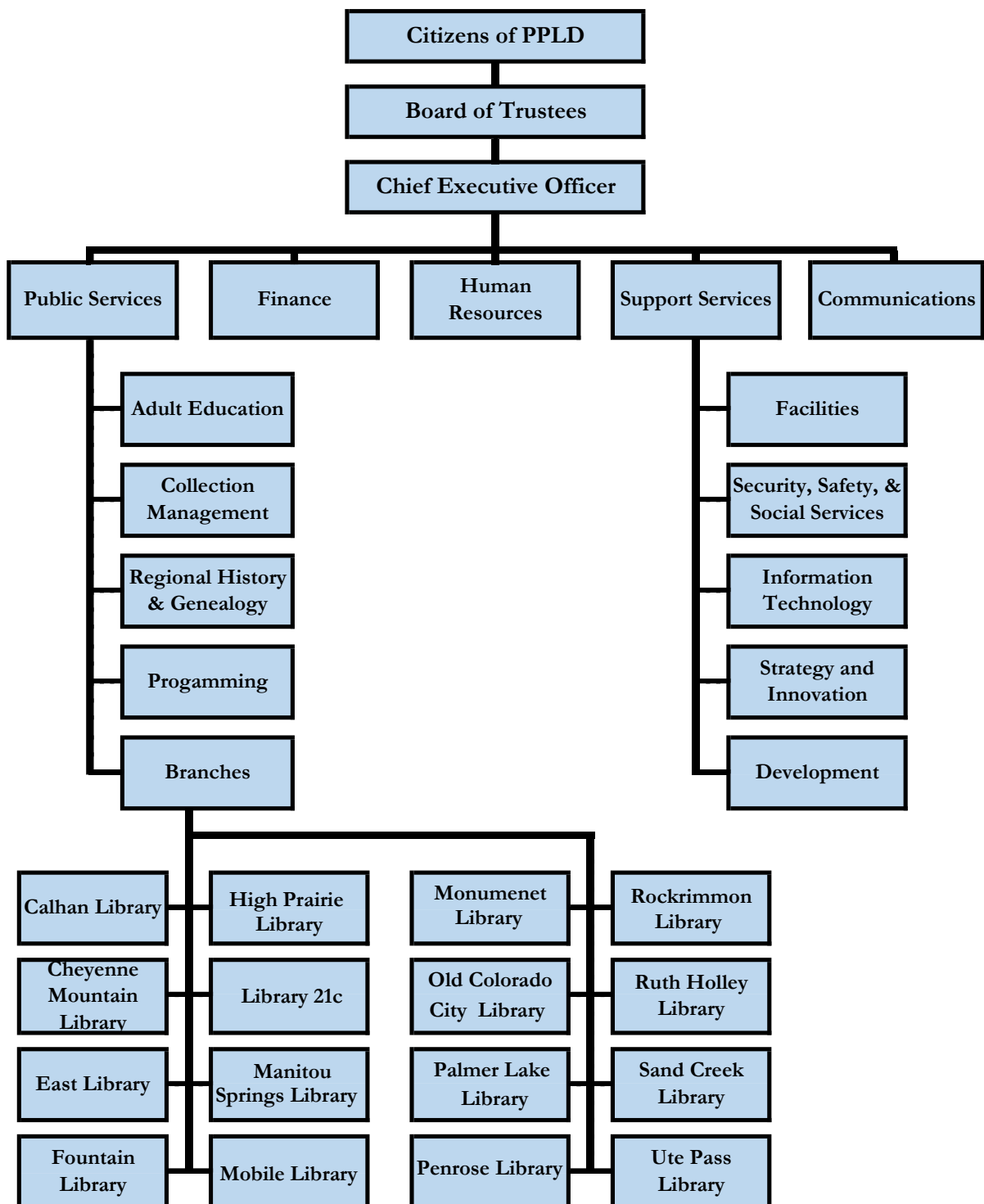
A handwritten signature in cursive script that reads "Randall A. Green".

Randall A. Green
Chief Financial Officer

Pikes Peak Library District

Organizational Chart

December 31, 2024





Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Pikes Peak Library District
Colorado**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2023

Christopher P. Morill

Executive Director/CEO

THIS PAGE LEFT BLANK INTENTIONALLY



FINANCIAL SECTION

Independent Auditor's Report

Board of Trustees
Pikes Peak Library District
Colorado Springs, Colorado

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Pikes Peak Library District (the District), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Pikes Peak Library District, as of December 31, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions. The financial statements of the discretely presented component unit were not audited in accordance with *Government Auditing Standards*.

Emphasis of Matter

As discussed in Note IV-E to the financial statements, during 2024, the District adopted new accounting guidance related to compensated absences. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The 2024 combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2024 combining and individual fund financial statements and schedules is fairly stated, in all material respects, in relation to the basic financial statements as a whole. We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the District's basic financial statements as of and for the year ended December 31, 2023, which are not presented with the accompanying financial statements. In our report dated July 26, 2024, we expressed unmodified opinions on the respective financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information. In our opinion, the 2023 comparative combining and individual fund financial statements and schedules supplementary information is fairly stated in all material respects in relation to the basic financial statements as of and for the year ended December 31, 2023, taken as a whole.

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 19, 2025, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Forvis Mazars, LLP

**Colorado Springs, Colorado
June 19, 2025**



MANAGEMENT'S DISCUSSION & ANALYSIS

**MANAGEMENT DISCUSSION AND
ANALYSIS (UNAUDITED)**

Pikes Peak Library District
Management's Discussion and Analysis (Unaudited)
December 31, 2024

This section of the Pikes Peak Library District Annual Comprehensive Financial Report is presented to provide the readers with a narrative overview and analysis of the financial activities of the Pikes Peak Library District (the District or PPLD) for the year ended December 31, 2024. We encourage the readers to consider the information presented in this overview in conjunction with additional information contained in the Letter of Transmittal, Financial Statements, along with the accompanying notes to those statements, the Required Supplementary Information, and the Statistical Section to enhance their understanding of the activities and financial health of the District.

Financial Highlights

- The District's total assets and deferred outflows of resources was \$106,113,586 as of December 31, 2024. Included in this total is current assets of \$66,275,166 (primarily cash and investments of \$27,658,267 and property taxes receivable of \$36,770,302), noncurrent or capital and lease assets of \$35,466,764 and deferred outflows of resources (pension-related amounts) of \$4,371,656.
- The District's total liabilities and deferred inflows of resources was \$67,672,927 as of December 31, 2024. Included in this total is current liabilities of \$2,747,913 (primarily accounts payable of \$648,999, accrued compensation payable of \$1,658,443, and current lease liability of \$423,595), noncurrent liabilities of \$23,380,147 (accrued compensation absences of \$1,275,553, net pension liability of \$21,040,865, and noncurrent lease liabilities of \$1,063,729), and deferred inflows of resources of \$41,544,867 (property taxes of \$36,770,302 and pension-related amounts of \$4,774,565).
- The District's assets and deferred outflows exceeded its liabilities and deferred inflows by \$38,440,659 (net position) as of December 31, 2024.
- Total net position is comprised of the following:
 - (1) Net investment in capital assets of \$33,734,235 includes property, equipment, and lease assets, net of accumulated depreciation and amortization, certain accounts payable, and lease liabilities.
 - (2) Net position of \$1,309,818 is restricted by constraints imposed from outside the District. Of which, \$1,131,738 is reserved for declared emergencies and \$178,080 in restricted gifts and grants.
 - (3) Unrestricted net position of \$3,396,606 represents the portion available to maintain the District's continuing obligations to citizens and creditors. As of December 31, 2024, the District's proportionate share of the Net Pension Liability was \$21,040,865. This balance is included in the unrestricted net position.
- The District's total assets in its Governmental Funds was \$69,641,203 as of December 31, 2024 (primarily cash and investments of \$26,803,899 and property taxes receivable of \$36,770,302).
- The District's total liabilities of its Governmental Funds was \$6,295,548 as of December 31, 2024 (accounts payable of \$533,077 accrued compensation payable of \$1,206,983, amounts due to other funds of \$4,534,827, and other liabilities of \$17,981).

Pikes Peak Library District

Management's Discussion and Analysis (Unaudited)

December 31, 2024

- The District's total deferred inflows of resources was \$36,893,406 (property taxes of \$36,770,302 and unavailable fund resources of \$123,104).
- The District's General Fund reported total ending fund balance of \$22,441,362 as of December 31, 2024. This compares to the prior year ending fund balance of \$18,262,953, showing an increase of \$4,178,408 during the current year. Of which, \$2,091,802 was attrition savings and \$2,086,606 was Property Tax Backfill funds from the State of Colorado after the passage of 2023 legislative bills SB22-238 and SB23B-001, which were enacted in 2024 with the distribution of the property tax backfill. The \$2,086,606 will be reclassified from Unrestricted Fund Balance to Restricted Fund Balance in 2025, until it can be determined if the District can keep the money or if it needs to be returned due to 5.5% and or mill levy restrictions.
- As of December 31, 2024, unassigned fund balance for the General Fund was \$18,565,212, or approximately 60%, of total General Fund expenditures, including transfers for the year ended December 31, 2024.
- As of the end of the fiscal year, the District recognized lease liability in accordance with GASB *Statement* 87, reflecting the present value of future lease payments for agreements deemed to convey control of the right to use leased library spaces. Please see Footnote (III-D) for more information.
- Overall, the District continues to maintain a moderately strong financial position.

The above financial highlights are explained in more detail in the "Financial Analysis of the District as a Whole" section of this document.

Overview of the Financial Statements

This Management's Discussion and Analysis document introduces the District's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statements. This report also contains required and other supplementary information in addition to the basic financial statements themselves. Comparative data is presented when available.

Government-wide Financial Statements

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

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

Pikes Peak Library District

Management's Discussion and Analysis (Unaudited)

December 31, 2024

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

Both government-wide financial statements distinguish governmental activities of the District that are principally supported by property taxes and from business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. Governmental activities include general library operations. The District has no business-type activities.

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

Fund Financial Statements

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

The District has the following fund types:

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

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures and changes in fund balances provide a reconciliation to assist in understanding the differences between these two perspectives.

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

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

Pikes Peak Library District

Management's Discussion and Analysis (Unaudited)

December 31, 2024

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

Other Information

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

Financial Analysis of the District as a Whole

The District's net position at calendar year-end is \$38,440,659. The following table provides a summary of the District's net position as of December 31, 2024 and 2023:

| | Summary of Net Position | | | |
|---------------------------------------|-------------------------|---------------------|-------------------------|---------------------|
| | 2024 | | 2023 (as restated) | |
| | Governmental Activities | Percentage of Total | Governmental Activities | Percentage of Total |
| Assets | | | | |
| Current and other assets | \$ 66,275,166 | 65% | \$ 60,875,445 | 63% |
| Capital and lease assets | 35,466,764 | 35% | 35,510,326 | 37% |
| Total assets | 101,741,930 | 100% | 96,385,771 | 100% |
| Deferred Outflows of Resources | 4,371,656 | 100% | 5,454,028 | 100% |
| Liabilities | | | | |
| Current liabilities | 2,747,913 | 11% | 4,241,691 | 17% |
| Noncurrent liabilities | 23,380,147 | 89% | 21,456,317 | 83% |
| Total liabilities | 26,128,060 | 100% | 25,698,008 | 100% |
| Deferred Inflows of Resources | 41,544,867 | 100% | 46,125,667 | 100% |
| Net Position | | | | |
| Net investment in capital assets | 33,734,235 | 88% | 33,658,011 | 111% |
| Restricted | 1,309,818 | 3% | 1,456,846 | 5% |
| Unrestricted | 3,396,606 | 9% | (5,098,733) | -16% |
| Total net position | \$ 38,440,659 | 100% | \$ 30,016,124 | 100% |

Pikes Peak Library District
Management's Discussion and Analysis (Unaudited)
December 31, 2024

The District continues to maintain a moderately high current ratio. The current ratio compares current assets to current liabilities and is an indication of the ability to pay current obligations. However, to make this ratio meaningful, we have eliminated the property taxes receivable for governmental activities. After this elimination, governmental activities' current assets are \$29,504,864. As a result, the current ratio for the District overall is 10.1 to 1 which is nearly five points higher than the December 31, 2023 ratio of 6 to 1. This favorable difference, in large part, is due to a \$1.5M decrease in current liabilities for 2024 over 2023. This ratio overall is strong. The District reported a positive net position, increasing by \$8,424,535 for governmental activities. Approximately 92% of the District's net position is comprised of capital and lease assets as of December 31, 2024. The District uses these capital and lease assets to provide services to its citizens.

The following table provides a summary of the District's changes in governmental activities' net position for the years ended December 31, 2024 and 2023:

| Summary of Changes in Net Position | | | | |
|---|----------------------|--------------------------------|----------------------------|--|
| | | 2024 | 2023 (as restated) | |
| | | Governmental Activities | Percentage of Total | Governmental Activities Percentage of Total |
| Revenues | | | | |
| Program | | | | |
| Charges for services, sales, and fines | \$ 479,613 | 1% | \$ 573,084 | 1% |
| Operating grants/donations | 1,263,405 | 3% | 1,235,644 | 3% |
| General | | | | |
| Taxes | 39,120,283 | 88% | 37,294,695 | 92% |
| Other | 3,749,043 | 8% | 1,432,794 | 4% |
| Total revenues | 44,612,344 | 100% | 40,536,217 | 100% |
| Program Expenses | | | | |
| Public Services | 19,655,873 | 51% | 17,496,000 | 51% |
| Human Resources Office | 652,075 | 2% | 729,735 | 2% |
| Chief Executive Office | 355,924 | 1% | 294,633 | 1% |
| Support Services | 141,094 | 0% | 0 | 0% |
| Development Office | 205,861 | 1% | 367,241 | 1% |
| Finance Office | 1,413,030 | 5% | 1,358,086 | 4% |
| Facilities Office | 3,467,191 | 11% | 3,787,717 | 11% |
| Information Technology Office | 2,470,042 | 8% | 2,603,568 | 8% |
| Communications Office | 1,064,439 | 3% | 1,104,315 | 3% |
| Security Services | 1,337,438 | 4% | 1,220,634 | 4% |
| Other administration | 5,424,843 | 16% | 5,367,896 | 15% |
| Interest and other charges | 0 | 0% | 47,440 | 0% |
| Total expenses | 36,187,809 | 100% | 34,043,488 | 100% |
| Special item - Insurance proceeds | 0 | | 30,249 | |
| Change in net position | 8,424,535 | | 6,189,201 | |
| Beginning Net Position (As restated) | 30,016,124 | | 23,826,923 | |
| Ending Net Position | \$ 38,440,659 | | \$ 30,016,124 | |

Pikes Peak Library District
Management's Discussion and Analysis (Unaudited)
December 31, 2024

Financial Highlights

A revenue increase of over \$4.1 million, or 10% growth from 2023 to 2024, was in part due to an increase in interest rates on long-term investments at ColoTrust. Interest income for 2024 amounted to over \$1.6 million, or an 18% increase over 2023, due to an average monthly yield of 5.30% in 2024 generated on an average daily investment balance held of roughly \$30.0 million. Attrition accounted for saving of \$2,091,802. Also, \$2,086,606 was Property Tax Backfill funds from the State of Colorado after the passage of 2023 legislative bills SB22-238 and SB23B-001, which were enacted in 2024 with the distribution of the property tax backfill. The \$2,086,606 will be reclassified from Unrestricted Fund Balance to Restricted Fund Balance in 2025, until that determination has been made. The taxable portion of the assessed valuation for local real estate grew by 25%, increasing total tax revenues by \$1,825,588 or 4.5% from 2023 to 2024.

When comparing 2023 to 2024, overall expenses increased by over \$2.1 million, or nearly 15.7%. Of which, \$1.8 million may be cited as an increase in the purchase of electronic materials to help ease patron holds, the remaining \$3.5 million can be cited as increases in pension, training, travel, programming, operational hours, and support costs recognized throughout the district.

Governmental Revenues

The District is heavily reliant on taxes to support governmental activities. For the year ended December 31, 2024, taxes provided roughly 88% of the District's total revenues, whereas program revenues accounted for less than 1%. This is to say that the local economy and changes in both residential and commercial property values have a major impact on the District's revenue streams.

Governmental Function Expenses

Approximately 55% of the District's expenses provide supporting services to the public service and information technology functions. Total governmental expenses include approximately \$2.77 million in total depreciation expense, of which roughly \$1.24 million is attributable to the District's library materials.

During 2024, the District adopted Governmental Accounting Standard Board (GASB) *Statement 101, Compensated Absences*. See Note IV-E for more information.

Pikes Peak Library District
Management's Discussion and Analysis (Unaudited)
December 31, 2024

Governmental Funds

As discussed, governmental funds are reported in the fund statements with a short-term, inflows and outflows of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. Governmental funds reported ending fund balances of \$26,452,249 as of December 31, 2024.

Fund balances as of December 31, 2024 and 2023 include:

| | <u>2024</u> | <u>2023</u> |
|--------------|----------------------|----------------------|
| Nonspendable | \$ 1,520,897 | \$ 698,579 |
| Restricted | 1,310,630 | 1,456,846 |
| Committed | 4,726,007 | 3,889,272 |
| Assigned | 329,503 | 481,080 |
| Unassigned | <u>18,565,212</u> | <u>14,127,260</u> |
| | <u>\$ 26,452,249</u> | <u>\$ 20,653,037</u> |

Major Governmental Funds

General Fund

The General Fund is the District's primary operating fund and the largest source of day-to-day service delivery. The total General Fund fund balance increased from \$18,262,953, as of December 31, 2023, by \$4,178,408 to arrive at \$22,441,362 as of December 31, 2024. The increase of \$4.178m can be attributed to attrition savings of \$2,092m and a Property Tax Backfill receipt of \$2.086m from the State of Colorado.

The fund balance of the General Fund is broken down as follows as of December 31, 2024 and 2023:

| | <u>2024</u> | <u>2023</u> |
|--------------|----------------------|----------------------|
| Nonspendable | \$ 1,520,897 | \$ 698,579 |
| Restricted | 1,309,818 | 1,456,034 |
| Committed | 715,932 | 1,500,000 |
| Assigned | 329,503 | 481,080 |
| Unassigned | <u>18,565,212</u> | <u>14,127,260</u> |
| | <u>\$ 22,441,362</u> | <u>\$ 18,262,953</u> |

Unassigned fund balance – The balance increased by \$4,437,952 from 2023 to 2024. Total revenues for 2024 were \$38,862,375 compared to total expenditures \$33,558,290.

Nonmajor Governmental Funds

Nonmajor governmental funds include one Special Revenue Fund and four Capital Projects Funds.

Pikes Peak Library District
Management's Discussion and Analysis (Unaudited)
December 31, 2024

Special Revenue Fund (Designated Purpose Fund) – Total fund balance as of December 31, 2024 was \$56,401.

Capital Projects Funds – As of December 31, 2024, fund balance for specific individual funds equals the following and represents ongoing projects; funds not listed have zero balances and were closed as the projects were completed:

| | <u>2024</u> | <u>2023</u> |
|---------------------------------|---------------------|---------------------|
| Library 21c Project Fund | \$ 202,309 | \$ 102,316 |
| East Library Renovation Fund | 493,777 | 149,673 |
| Penrose Library Renovation Fund | 347,031 | 390,433 |
| Capital Reserve Fund | 2,911,369 | 1,683,871 |
| | <u>\$ 3,954,486</u> | <u>\$ 2,326,293</u> |

From 2023, the combined Capital Projects Fund Balance increased, in total, by \$1,628,193 and respectively by the following amounts: Library 21c \$99,993, East Library Renovation \$344,104, Penrose Library (\$43,402), and the Capital Reserve \$1,227,498, due to active and ongoing projects in 2024.

Capital outlays, by fund, for the years ended December 31, 2024 and 2023 are presented below:

| | <u>2024</u> | <u>2023</u> |
|---------------------------------|---------------------|---------------------|
| Library 21c Project Fund | \$ 67,829 | \$ 215,393 |
| East Library Renovation Fund | 854,409 | 45,839 |
| Penrose Library Renovation Fund | 376,643 | 295,496 |
| Capital Reserve Fund | 1,053,992 | 1,586,925 |
| | <u>\$ 2,352,873</u> | <u>\$ 2,143,653</u> |

Total capital outlays for 2024 increased by \$209,220 from the prior year, representing approximately a 10% incline. Resources in the form of property tax and operating transfers from the General Fund were allocated to Capital Project Funds in 2024. Existing and planned projects were revisited and prioritized for criticality to the ongoing operations of the District. Projects that addressed safety concerns were given the highest priority in both spending and time invested during 2024. Projects deemed “non-critical” were deferred into 2025.

Capital Reserve Fund – During 2024, the District fulfilled various equipment and capital improvement needs including the addition of another vehicle for the Facilities Office. These purchases and projects are nonrecurring by nature.

Pikes Peak Library District

Management's Discussion and Analysis (Unaudited)

December 31, 2024

Budgetary Highlights

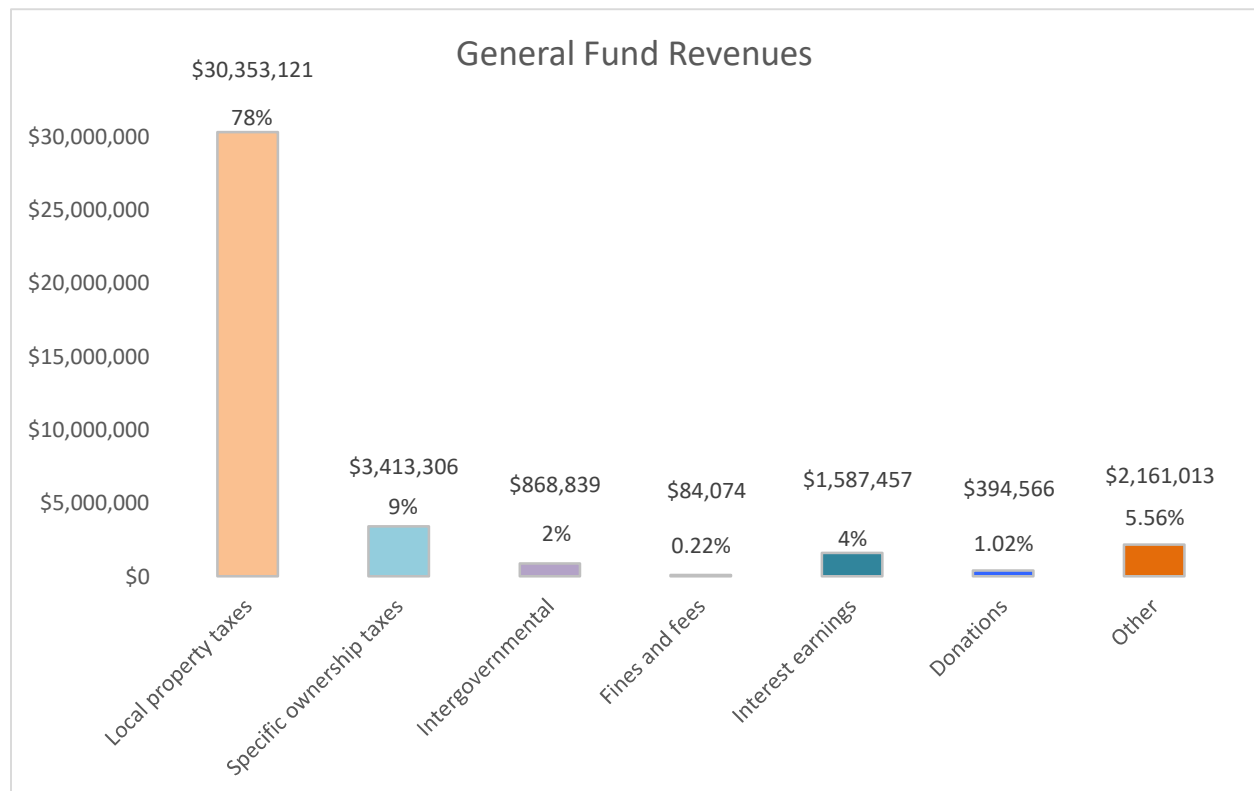
General Fund

The original budget (expenditures and transfers out) was amended and decreased by (\$2,510,188). This decrease was almost entirely accounted for by attrition saving from personnel costs of (\$2,473,901), as the District was challenged through much of the year to fill vacant positions. Principally speaking, the General Fund budget is amended to utilize prior year fund balances that were either reserved for encumbrances or specified for capital projects, neither of which were included in the original budget. In the consideration of future financial uncertainty, the District elected to conservatively approach the 2024 budget by identifying and deferring various projects to later years.

General Fund Revenues

Total General Fund actual revenues for fiscal year 2024 were \$38,862,375. This amount was more than the 2024 budget, as amended, by \$63,769 and representing less than 0% of the total budget.

The following chart depicts General Fund revenue for 2024 by category:

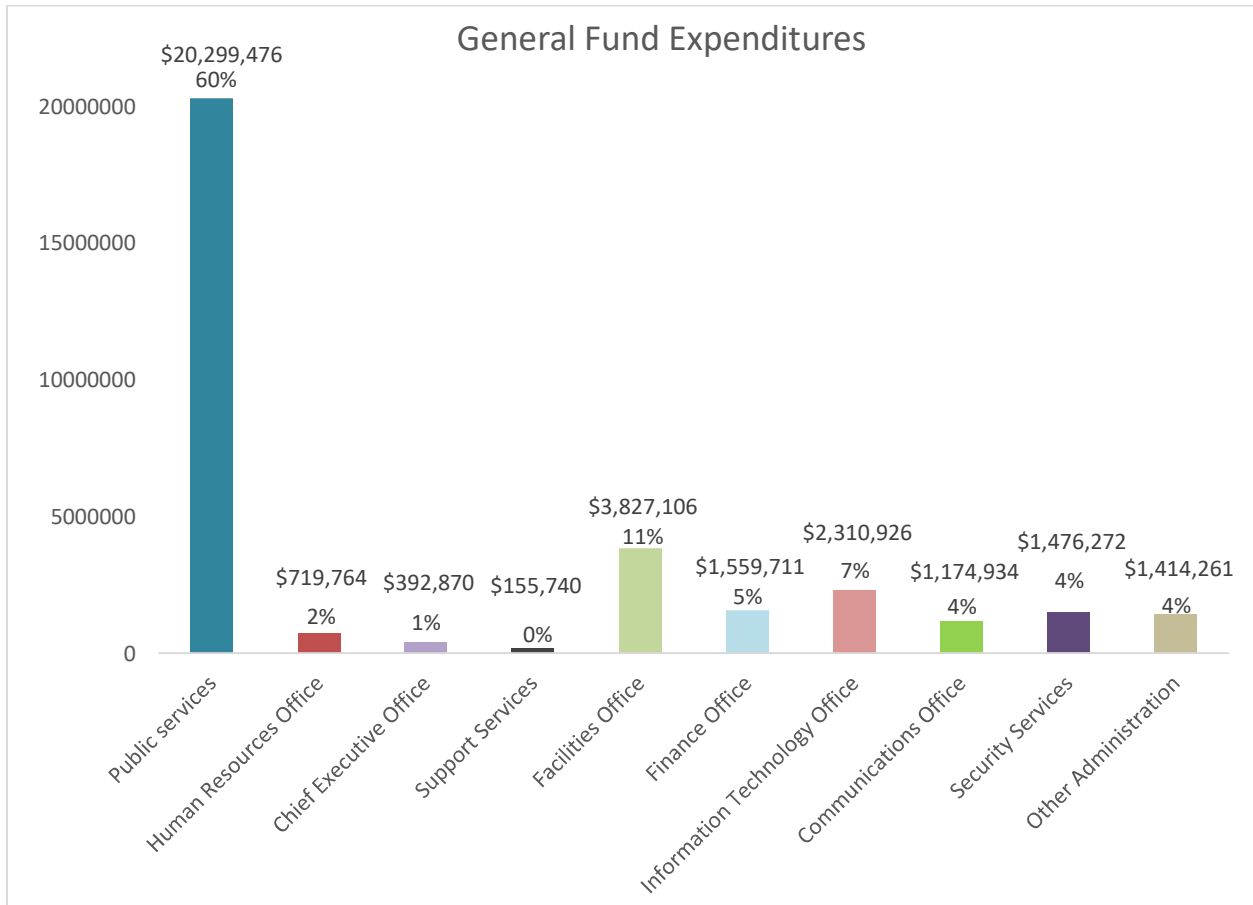


Pikes Peak Library District
Management's Discussion and Analysis (Unaudited)
December 31, 2024

General Fund Expenditures

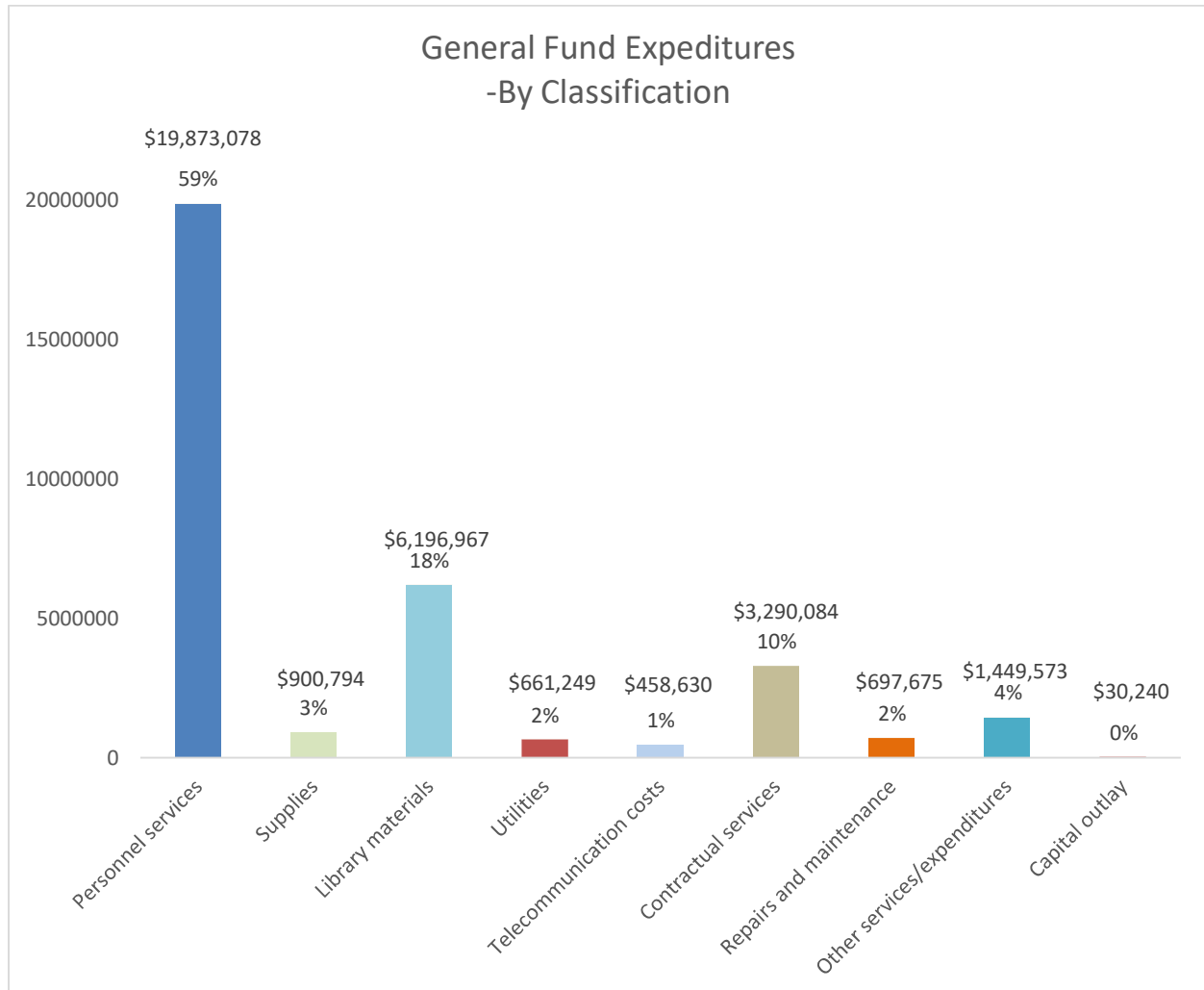
Total actual General Fund expenditures for 2024 were \$33,558,290. This amount was approximately 4%, or \$1,343,867, less than the amended 2024 budgeted expenditures.

The following chart depicts 2024 General Fund expenditures by their respective service function:



Pikes Peak Library District
Management's Discussion and Analysis (Unaudited)
December 31, 2024

The following chart depicts 2024 General Fund expenditures by natural classification:



Pikes Peak Library District
Management's Discussion and Analysis (Unaudited)
December 31, 2024

Capital and Lease Assets

The District's capital and lease assets, net of accumulated depreciation and amortization, for governmental activities as of December 31, 2024 was \$34,790,937. See note III-D for additional information about changes in capital assets during the calendar year and balances at the end of the year.

The following table provides a summary of capital assets as of December 31, 2024 and 2023:

| | Capital and Lease Assets | | | |
|--|---------------------------------|----------------------------|--------------------------------|----------------------------|
| | 2024 | | 2023 | |
| | Governmental Activities | Percentage of Total | Governmental Activities | Percentage of Total |
| Nondepreciable assets | | | | |
| Land | \$ 5,427,725 | 6% | \$ 5,406,764 | 6% |
| Collections of historical treasures | 9,581,352 | 11% | 9,724,866 | 11% |
| Fine art | 247,106 | 0% | 247,106 | 0% |
| Construction in progress | 1,168,143 | 1% | 1,030,439 | 1% |
| Total nondepreciable assets | 16,424,326 | | 16,409,175 | |
| Depreciable assets | | | | |
| Land improvements | 1,838,444 | 1% | 1,099,604 | 1% |
| Leasehold improvements | 2,302,088 | 3% | 2,296,726 | 3% |
| Buildings | 46,207,583 | 53% | 46,154,737 | 53% |
| Equipment, furniture and fixtures | 7,034,048 | 8% | 7,218,959 | 8% |
| Vehicles | 1,006,534 | 1% | 900,826 | 1% |
| Books and materials | 10,659,700 | 13% | 10,930,440 | 13% |
| Right to Use Lease Assets | 2,200,322 | 3% | 2,405,691 | 3% |
| Total depreciable assets | 70,585,633 | 100% | 69,801,490 | 100% |
| Less accumulated depreciation and amortization | (52,206,282) | | (51,905,832) | |
| Book value - depreciable assets | 18,379,351 | | 17,895,658 | |
| Percentage depreciated | 74% | | 72% | |
| Book value - all capital assets | \$ 35,466,764 | | \$ 35,510,326 | |

Pikes Peak Library District
Management's Discussion and Analysis (Unaudited)
December 31, 2024

Economic Factors and Next Year's Budget and Mill Levy

The following factors were considered during preparation of the 2024 budget:

1. The unemployment rate for El Paso County, Colorado.
2. Inflationary trends in the region and cost of living indices in the region compare favorably to national indices.

As of December 31, 2024, unassigned fund balance in the General Fund totaled \$18,565,212. The District has appropriated \$2,236,873 of this balance for spending in the 2024 fiscal year budget.

For the fiscal year 2025 budget, the total mill levy is 3.140 mills (3.147 mills for general operating expenses, and 0.007 mills for refunds and abatements, and -0.014 mills for Temporary Credit Revenue adjustment). The mill levy for fiscal year 2024 was 3.061 mills (3.047 mills for general operating expenses, 0.014 mills for refunds and abatements). The gross assessed valuation for all taxable property within the District's legal service area is \$11,995,676,120 in 2024.

Requests for Information

This Financial Report is designed to provide a general overview of the District's finances, compliance with finance-related laws and regulations, and demonstrate the District's commitment to public accountability. Questions pertaining to this report, its contents, and or requests for additional information regarding District finances may be addressed in writing to the Pikes Peak Library District Finance Office located at 1175 Chapel Hills Drive, Colorado Springs, Colorado 80920.



BASIC FINANCIAL STATEMENTS

BASIC FINANCIAL STATEMENTS

Pikes Peak Library District
Statement of Net Position
December 31, 2024

| | Primary Government Governmental Activities |
|---|---|
| ASSETS | |
| Current assets: | |
| Cash and investments | \$ 27,658,267 |
| Property taxes receivable | 36,770,302 |
| Accounts receivable | 8,860 |
| Due from other governments | 280,173 |
| Prepaid items | 1,557,564 |
| Total current assets | <u>66,275,166</u> |
| Noncurrent assets: | |
| Nondepreciable property | \$ 16,424,326 |
| Depreciable building, property and equipment, net | 17,505,202 |
| Right to use lease assets, net | 1,537,236 |
| Total noncurrent assets | <u>35,466,764</u> |
| Total assets | <u>101,741,930</u> |
| DEFERRED OUTFLOWS OF RESOURCES | |
| Pension-related amounts-outflow | \$ 4,371,656 |
| Total deferred outflows of resources | <u>4,371,656</u> |
| Total assets and deferred outflows of resources | <u>106,113,586</u> |
| LIABILITIES | |
| Current liabilities: | |
| Accounts payable | \$ 648,999 |
| Lease liabilities | 423,595 |
| Accrued compensation payable | 1,658,443 |
| Other liabilities | 16,876 |
| Total current liabilities | <u>2,747,913</u> |
| Noncurrent liabilities: | |
| Net pension liability | \$ 21,040,865 |
| Lease liabilities | 1,063,729 |
| Accrued compensated absences | 1,275,553 |
| Total noncurrent liabilities | <u>23,380,147</u> |
| Total liabilities | <u>26,128,060</u> |
| DEFERRED INFLOWS OF RESOURCES | |
| Pension-related amounts | \$ 4,774,565 |
| Property taxes | 36,770,302 |
| Total deferred inflows of resources | <u>41,544,867</u> |
| Total liabilities and deferred inflows of resources | <u>67,672,927</u> |
| NET POSITION | |
| Net investment in capital assets | \$ 33,734,235 |
| Restricted for: | |
| Declared emergencies | 1,131,738 |
| Gifts and grants | 178,080 |
| Unrestricted | 3,396,606 |
| Total net position | <u>\$ 38,440,659</u> |

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

Pikes Peak Library District Foundation, Inc.
Statements of Financial Position
December 31, 2024 and 2023

| | 2024 | 2023 |
|---|---------------------|---------------------|
| ASSETS | | |
| Cash | \$ 1,457,967 | \$ 940,364 |
| Contributions receivable, net | 137,977 | 152,674 |
| Accounts receivable | - | 50,000 |
| Due from PPLD | 2,680 | - |
| Prepaid items | 391 | - |
| Investments | 2,708,268 | 2,435,965 |
| Total Assets | \$ 4,307,283 | \$ 3,579,003 |
| LIABILITIES AND NET ASSETS | | |
| Liabilities | | |
| Accounts payable | \$ 24,988 | \$ 7,578 |
| Due to PPLD | - | 1,588 |
| Total Liabilities | 24,988 | 9,166 |
| Net Assets | | |
| Without donor restrictions | | |
| Undesignated | 1,573,180 | 999,709 |
| Board-designated | 1,372,985 | 1,231,321 |
| | 2,946,165 | 2,231,030 |
| With donor restrictions | 1,336,130 | 1,338,807 |
| Total Net Assets | 4,282,295 | 3,569,837 |
| Total Liabilities and Net Assets | \$ 4,307,283 | \$ 3,579,003 |

Pikes Peak Library District
Statement of Activities
For the Year Ended December 31, 2024

| | | | | | Net (Expense) Revenue and Changes in Net Position |
|--|---------------|----------------------|---------------------------------------|-------------------------------------|---|
| Functions/Programs | Expenses | Program Revenues | | | Governmental Activities |
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | |
| Governmental activities: | | | | | |
| Public Services | \$ 19,655,873 | \$ 84,074 | \$ 1,263,405 | \$ - | \$ (18,308,394) |
| Chief Executive Office | 355,924 | - | - | - | (355,924) |
| Support Services | 141,094 | - | - | - | (141,094) |
| Human Resources Office | 652,075 | - | - | - | (652,075) |
| Facilities Office | 3,467,191 | - | - | - | (3,467,191) |
| Security Services | 1,337,438 | - | - | - | (1,337,438) |
| Information Technology Office | 2,470,042 | - | - | - | (2,470,042) |
| Finance Office | 1,413,030 | - | - | - | (1,413,030) |
| Communications Office | 1,064,439 | - | - | - | (1,064,439) |
| Development Office | 205,861 | - | - | - | (205,861) |
| Other Administration | 5,424,843 | 395,539 | - | - | (5,029,304) |
| Total governmental activities | 36,187,809 | 479,613 | 1,263,405 | - | (34,444,791) |
| | | | | | |
| General revenues: | | | | | |
| Property taxes levied for library purposes | | | | | 35,706,977 |
| Specific ownership taxes | | | | | 3,413,306 |
| Investment earnings | | | | | 1,588,030 |
| Miscellaneous | | | | | 2,161,013 |
| Total general revenues, special items, and transfers | | | | | 42,869,326 |
| Change in net position | | | | | 8,424,535 |
| | | | | | |
| Net position - beginning | | | | | 30,349,901 |
| Restatement for change in accounting principle (Note IV-E) | | | | | (333,777) |
| Net position - beginning, as restated | | | | | 30,016,124 |
| | | | | | |
| Net position - ending | | | | | \$ 38,440,659 |

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

Pikes Peak Library District Foundation, Inc.
Statement of Activities
Year Ended December 31, 2024

| | Without Donor Restrictions | With Donor Restrictions | Total |
|--|---------------------------------------|------------------------------------|---------------------|
| Revenues, Gains and Other Support | | | |
| Contributions - financial assets | \$ 679,516 | \$ 525,686 | \$ 1,205,202 |
| Contributions - nonfinancial assets | 123,529 | - | 123,529 |
| Investment return, net | 286,076 | 15,337 | 301,413 |
| Net assets released from restrictions | 543,700 | (543,700) | - |
| Total Revenues, Gains and Other Support | 1,632,821 | (2,677) | 1,630,144 |
| Expenses | | | |
| Program services | | | |
| Distributions to PPLD | 716,614 | - | 716,614 |
| Contributions - nonfinancial assets | 6,935 | - | 6,935 |
| Total program services | 723,549 | - | 723,549 |
| Support services | | | |
| General and administrative | | | |
| Contributions - nonfinancial assets | 11,659 | - | 11,659 |
| Fundraising | | | |
| Contributions - nonfinancial assets | 104,935 | - | 104,935 |
| Other | 77,543 | - | 77,543 |
| | 182,478 | - | 182,478 |
| Total support services | 194,137 | - | 194,137 |
| Total Expenses | 917,686 | - | 917,686 |
| Change in Net Assets | 715,135 | (2,677) | 712,458 |
| Net Assets, Beginning of Year | 2,231,030 | 1,338,807 | 3,569,837 |
| Net Assets, End of Year | \$ 2,946,165 | \$ 1,336,130 | \$ 4,282,295 |

See Notes to Financial Statements

Pikes Peak Library District
Balance Sheet
Governmental Funds
December 31, 2024

| | General Fund | Total Nonmajor Funds | Total Governmental Funds |
|---|----------------------|----------------------|--------------------------|
| ASSETS | | | |
| Cash and investments | \$ 26,803,899 | \$ - | \$ 26,803,899 |
| Property taxes receivable | 36,770,302 | - | 36,770,302 |
| Accounts receivable | 166 | 8,694 | 8,860 |
| Due from other governments | 280,173 | - | 280,173 |
| Due from other funds | 17,612 | 4,239,461 | 4,257,073 |
| Prepaid items | 1,520,897 | - | 1,520,897 |
| Total assets | <u>\$ 65,393,048</u> | <u>\$ 4,248,155</u> | <u>\$ 69,641,203</u> |
| LIABILITIES | | | |
| Accounts payable | \$ 295,809 | \$ 237,268 | \$ 533,077 |
| Accrued compensation payable | 1,206,983 | - | 1,206,983 |
| Due to discretely presented component unit | 2,680 | - | 2,680 |
| Due to other funds | 4,534,827 | - | 4,534,827 |
| Other liabilities | 17,981 | - | 17,981 |
| Total liabilities | <u>6,058,281</u> | <u>237,268</u> | <u>6,295,548</u> |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Unavailable revenue - property taxes | \$ 36,770,302 | \$ - | \$ 36,770,302 |
| Unavailable fund resources | 123,104 | - | 123,104 |
| Total deferred inflows of resources | <u>36,893,406</u> | <u>-</u> | <u>36,893,406</u> |
| Total liabilities and deferred inflows of resources | <u>42,951,687</u> | <u>237,268</u> | <u>43,188,954</u> |
| FUND BALANCES | | | |
| Nonspendable | | | |
| Prepaid expenditures | \$ 1,520,897 | \$ - | \$ 1,520,897 |
| Restricted | | | |
| Declared emergencies | 1,131,738 | - | 1,131,738 |
| Gifts and grants | 178,080 | 812 | 178,892 |
| Committed | | | |
| Capital projects | - | 4,010,075 | 4,010,075 |
| Manitou Springs Carnegie improvements | 715,932 | - | 715,932 |
| Assigned | | | |
| Library materials | 82,592 | - | 82,592 |
| Purchased contracts | 246,911 | - | 246,911 |
| Unassigned | 18,565,212 | - | 18,565,212 |
| Total fund balances | <u>\$ 22,441,362</u> | <u>4,010,887</u> | <u>26,452,249</u> |
| Total liabilities and fund balances | <u>\$ 65,393,048</u> | <u>\$ 4,248,155</u> | <u>\$ 69,641,203</u> |

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

**Pikes Peak Library District
Reconciliation of Balance Sheet
To the Statement of Net Position
For the Year Ended December 31, 2024**

| | | |
|--|--------------|--------------|
| Fund balances of governmental funds | | 26,452,249 |
| Amounts reported for governmental activities in the statement of net position are different because: | | |
| Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. | | |
| Cost of capital assets | 85,472,725 | |
| Less: accumulated depreciation | (51,543,196) | |
| | <hr/> | 33,929,529 |
| Right to use lease assets, net | | 1,537,236 |
| Liabilities that are not due and payable in the current period and, therefore, are not reported in the funds | | |
| Lease liabilities | (1,487,324) | |
| Accrued compensated absences | (1,727,013) | |
| | <hr/> | (3,214,337) |
| Certain long-term pension related costs and adjustments are not payable currently and are therefore not reported in the funds. | | |
| Net pension-related amounts | | (21,443,774) |
| Certain revenue earned but not available, classified as deferred inflows in governmental funds is susceptible to full accrual on the entity-wide statements. | | |
| | | 123,103 |
| Assets and liabilities of internal service funds are included in governmental activities in the statement of net position. | | |
| | | 1,056,653 |
| Net position of governmental activities | | <hr/> <hr/> |

Pikes Peak Library District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2024

| | General Fund | Total Nonmajor Funds | Total Governmental Funds |
|------------------------------|---------------|----------------------|--------------------------|
| REVENUES | | | |
| Taxes | \$ 33,766,427 | \$ 2,855,390 | \$ 36,621,817 |
| Intergovernmental | 868,839 | - | 868,839 |
| Fines and fees | 84,074 | - | 84,074 |
| Interest earnings | 1,587,457 | - | 1,587,457 |
| Donations | 394,566 | - | 394,566 |
| Miscellaneous | 2,161,013 | - | 2,161,013 |
| Total revenues | 38,862,375 | 2,855,390 | 41,717,765 |
| EXPENDITURES | | | |
| Current: | | | |
| Governmental Activities | | | |
| Public Services | - | - | - |
| Personnel services | 13,132,872 | - | 13,132,872 |
| Supplies | 146,884 | - | 146,884 |
| Library materials | 6,034,328 | - | 6,034,328 |
| Contractual services | 787,747 | - | 787,747 |
| Repairs and maintenance | 15,433 | - | 15,433 |
| Other services/expenditures | 182,211 | - | 182,211 |
| Total Public Services | 20,299,476 | - | 20,299,476 |
| Chief Executive Office | - | - | - |
| Personnel services | 378,729 | - | 378,729 |
| Supplies | 117 | - | 117 |
| Other services/expenditures | 14,025 | - | 14,025 |
| Total Chief Executive Office | 392,870 | - | 392,870 |
| Support Services | - | - | - |
| Personnel services | 155,620 | - | 155,620 |
| Other services/expenditures | 120 | - | 120 |
| Human Resources Office | - | - | - |
| Personnel services | 590,246 | - | 590,246 |
| Supplies | 1,887 | - | 1,887 |
| Contractual services | 51,748 | - | 51,748 |
| Other services/expenditures | 75,883 | - | 75,883 |
| Total Human Resources Office | 719,764 | - | 719,764 |
| Facilities Office | - | - | - |
| Personnel services | 841,994 | - | 841,994 |
| Supplies | 77,771 | - | 77,771 |
| Utilities | 661,249 | - | 661,249 |
| Contractual services | 1,062,925 | - | 1,062,925 |
| Repairs and maintenance | 422,132 | - | 422,132 |
| Other services/expenditures | 81,329 | - | 81,329 |
| Lease principal | 649,834 | - | 649,834 |
| Lease interest | 29,871 | - | 29,871 |
| Total Facilities Office | 3,827,106 | - | 3,827,106 |
| Security Services | - | - | - |
| Personnel services | 1,407,013 | - | 1,407,013 |
| Supplies | 27,326 | - | 27,326 |
| Repairs and maintenance | 8,600 | - | 8,600 |
| Other services/expenditures | 33,333 | - | 33,333 |
| Total Security Services | 1,476,272 | - | 1,476,272 |

| | | | |
|---|-------------------|------------------|-------------------|
| Information Technology Office | - | - | - |
| Personnel services | 998,960 | - | 998,960 |
| Supplies | 563,971 | - | 563,971 |
| Telecommunication costs | 458,630 | - | 458,630 |
| Contractual services | 31,195 | - | 31,195 |
| Repairs and maintenance | 251,476 | - | 251,476 |
| Other services/expenditures | 6,694 | - | 6,694 |
| Total Information Technology Office | <u>2,310,926</u> | <u>-</u> | <u>2,310,926</u> |
| Finance Office | - | - | - |
| Personnel services | 794,356 | - | 794,356 |
| Supplies | 45,233 | - | 45,233 |
| Contractual services | 670,136 | - | 670,136 |
| Other services/expenditures | 49,986 | - | 49,986 |
| Total Finance Office | <u>1,559,711</u> | <u>-</u> | <u>1,559,711</u> |
| Communications Office | - | - | - |
| Personnel services | 882,582 | - | 882,582 |
| Supplies | 2,543 | - | 2,543 |
| Contractual services | 106,659 | - | 106,659 |
| Repairs and maintenance | 34 | - | 34 |
| Other services/expenditures | 183,116 | - | 183,116 |
| Total Communications Office | <u>1,174,934</u> | <u>-</u> | <u>1,174,934</u> |
| Development Office | - | - | - |
| Personnel services | 116,594 | - | 116,594 |
| Supplies | 2,767 | - | 2,767 |
| Contractual services | 66,234 | - | 66,234 |
| Other services/expenditures | 41,635 | - | 41,635 |
| Total Development Office | <u>227,230</u> | <u>-</u> | <u>227,230</u> |
| Other Administration | - | - | - |
| Personnel services | 574,110 | - | 574,110 |
| Supplies | 32,297 | - | 32,297 |
| Library materials | 162,639 | - | 162,639 |
| Contractual services | 513,439 | - | 513,439 |
| Repairs and maintenance | - | 3,590 | 3,590 |
| Other services/expenditures | 101,537 | - | 101,537 |
| Capital outlay | 30,240 | 2,356,673 | 2,386,913 |
| Total Other Administration | <u>1,414,261</u> | <u>2,360,263</u> | <u>3,774,525</u> |
| Total expenditures | <u>33,558,290</u> | <u>2,360,263</u> | <u>35,918,554</u> |
| Excess (deficiency) of revenues over expenditures | <u>5,304,085</u> | <u>495,126</u> | <u>5,799,212</u> |

OTHER FINANCING SOURCES (USES)

| | | | |
|--------------------------------------|----------------------|---------------------|----------------------|
| Transfers in | - | 1,125,677 | 1,125,677 |
| Transfers out | (1,125,677) | - | (1,125,677) |
| Total other financing sources (uses) | <u>(1,125,677)</u> | <u>1,125,677</u> | <u>-</u> |
| Net change in fund balances | 4,178,408 | 1,620,803 | 5,799,212 |
| Fund balances - beginning | 18,262,953 | 2,390,084 | 20,653,037 |
| Fund balances - ending | <u>\$ 22,441,362</u> | <u>\$ 4,010,887</u> | <u>\$ 26,452,249</u> |

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

Pikes Peak Library District
Reconciliation of the Statement of Revenues, Expenditures and Changes in
Fund Balances to the Statement of Activities
For the Year Ended December 31, 2024

| | | |
|--|----|-----------|
| Net change in fund balances - total government funds | \$ | 5,799,212 |
|--|----|-----------|

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

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

| | | |
|---|-------------|----------|
| Depreciation expense | (2,767,654) | |
| Capital outlay for building, furniture, land and vehicles | 1,472,707 | |
| Amounts paid for books, audio visual materials and historical collections | 1,218,338 | |
| | | (76,609) |

| | |
|--|-----------|
| In the statement of activities, only the loss on the sale of capital assets is reported. However, in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the book value of the capital assets sold. | (303,990) |
|--|-----------|

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

| | |
|---|-----------|
| Right of use lease asset amortization expense | (458,621) |
|---|-----------|

| | |
|---|---------|
| Principal payments on lease liabilities | 591,879 |
|---|---------|

| | |
|---|---------|
| Certain revenue earned but not available, classified as deferred inflows in governmental funds is susceptible to full accrual on the entity-wide statements | 123,103 |
|---|---------|

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

| | |
|-------------------------|-----------|
| Pension related amounts | 3,099,164 |
|-------------------------|-----------|

| | |
|---|----------|
| Compensated absences expenses reported on the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. | (11,476) |
|---|----------|

| | |
|---|-----------|
| Net revenue(loss) of internal service funds | (338,127) |
|---|-----------|

| | | |
|---|----|-----------|
| Change in net position of governmental activities | \$ | 8,424,535 |
|---|----|-----------|

Pikes Peak Library District
Statement of Net Position
Proprietary Fund
December 31, 2024

| | Governmental Activities |
|---------------------------|----------------------------|
| | Internal Service Fund |
| ASSETS | |
| Current assets: | |
| Cash and cash equivalents | \$ 854,369 |
| Deposits | 36,667 |
| Due from other funds | 281,539 |
| Total current assets | <u>1,172,575</u> |
| Total assets | <u><u>\$ 1,172,575</u></u> |
| LIABILITIES | |
| Current liabilities: | |
| Accounts payable | 901 |
| Claims payable | 115,021 |
| Total current liabilities | <u>115,922</u> |
| Total liabilities | <u><u>\$ 115,922</u></u> |
| NET POSITION | |
| Unrestricted | 1,056,653 |
| Total net position | <u><u>\$ 1,056,653</u></u> |

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

Pikes Peak Library District
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Fund
For the Year Ended December 31, 2024

| | Governmental Activities Internal Service Fund |
|--|--|
| OPERATING REVENUES | |
| Employee contributions | \$ 395,539 |
| Total operating revenues | <u>395,539</u> |
| OPERATING EXPENSES | |
| Claims incurred | 1,916,319 |
| Administrative | 1,045,442 |
| Personnel services | 231,125 |
| Total operating expenses | <u>3,192,887</u> |
| Operating income (loss) | <u>(2,797,348)</u> |
| NONOPERATING REVENUES (EXPENSES) | |
| Taxes | 2,458,647 |
| Interest earnings | 574 |
| Total nonoperating revenues (expenses) | <u>2,459,221</u> |
| Income (loss) before contributions and transfers | <u>(338,127)</u> |
| Change in net position | (338,127) |
| Total net position - beginning | 1,394,780 |
| Total net position - ending | <u><u>\$ 1,056,653</u></u> |

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

Pikes Peak Library District
Statement of Cash Flows
Proprietary Fund
For the Year Ended December 31, 2024

| | <u>Governmental Activities</u> <u>Internal Service Fund</u> |
|---|--|
| CASH FLOWS FROM OPERATING ACTIVITIES | |
| Employee and employer contributions | \$ 395,539 |
| Payment of claims | (1,994,419) |
| Payments to service providers | (1,045,442) |
| Payments to or on behalf of employees | (254,227) |
| Cash from interfund | 455,813 |
| Net cash provided (used) by operating activities | <u>(2,442,736)</u> |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES | |
| Property taxes levied for library purposes | 2,458,647 |
| Net cash provided (used) by noncapital financing activities | <u>2,458,647</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | |
| Interest received | 574 |
| Net cash provided (used) by investing activities | <u>574</u> |
| Net increase (decrease) in cash and cash equivalents | <u>16,485</u> |
| Cash balances - beginning of year | 837,884 |
| Cash balances - end of the year | <u>\$ 854,369</u> |
| Reconciliation of operating income (loss) to net cash provided (used) by operating activities: | |
| Operating Income | \$ (2,797,348) |
| Changes in assets and liabilities: | |
| Accounts Payable - Interfund | 455,813 |
| Claims Payable | (78,100) |
| Accounts Payable - Other | (23,102) |
| Net cash provided (used) by operating activities | <u>\$ (2,442,736)</u> |

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

Pikes Peak Library District
Statement of Fiduciary Net Position
December 31, 2024

| | Custodial Fund |
|---------------------------|-------------------------|
| ASSETS | |
| Cash and cash equivalents | \$ 35,749 |
| Other assets | 11,000 |
| Due from other funds | 13,827 |
| Total Cash | <u>60,576</u> |
| Total assets | <u>60,576</u> |
| LIABILITIES | |
| Due from other funds | \$ - |
| Accounts payable | 10,387 |
| Total liabilities | <u>10,387</u> |
| NET POSITION | |
| Restricted for: | |
| Individuals | \$ 50,189 |
| Total net position | <u><u>\$ 50,189</u></u> |

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

Pikes Peak Library District
Statement of Changes in Fiduciary Net Position
December 31, 2024

| | <u>Custodial Funds</u> |
|---|-------------------------|
| ADDITIONS | |
| Contributions: | |
| Employee contributions | \$ 116,803 |
| Total contributions | <u>116,803</u> |
| Investment earnings: | |
| Interest earnings | <u>26</u> |
| Total investment earnings | <u>26</u> |
| Total additions | <u>116,829</u> |
| DEDUCTIONS | |
| Benefit payments | <u>120,312</u> |
| Total deductions | <u>120,312</u> |
| Net increase (decrease) in fiduciary net position | (3,483) |
| Net Position -- beginning of the year | <u>53,671</u> |
| Net Position -- end of the year | <u><u>\$ 50,189</u></u> |

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



NOTES TO BASIC FINANCIAL STATEMENTS

NOTES TO THE FINANCIAL STATEMENTS

| | | |
|--|----------|----|
| Summary of Significant Accounting Policies | I | 61 |
| Reporting Entity | I-A. | 61 |
| Basis of Presentation | I-B. | 62 |
| Measurement Focus | I-C. | 64 |
| Basis of Accounting | I-D. | 64 |
| Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Fund Balances | I-E. | 66 |
| Cash, Cash Equivalents, and Investments | I-E-1. | 66 |
| Receivables | I-E-2. | 67 |
| Restricted Assets | I-E-3. | 67 |
| Interfund Activity | I-E-4. | 67 |
| Prepaid Items | I-E-5. | 67 |
| Capital Assets | I-E-6. | 68 |
| Compensated Absences | I-E-7. | 68 |
| Accrued Liabilities and Long-term Obligations | I-E-8. | 69 |
| Net Position or Fund Balances | I-E-9. | 69 |
| Estimates | I-E-10. | 70 |
| Stewardship, Compliance and Accountability | II | 70 |
| Budgetary Information | II-A. | 70 |
| Encumbrances | II-B. | 71 |
| Detailed Notes on All Funds | III | 71 |
| Deposits and Investments | III-A. | 71 |
| Deposits | III-A-1. | 71 |
| Investments | III-A-2. | 72 |
| Taxes | III-B. | 75 |
| Property Taxes | III-B-1. | 75 |
| Specific Ownership Taxes | III-B-2. | 75 |
| Interfund Receivables, Payables, and Transfers | III-C. | 76 |
| Capital and Lease Assets | III-D. | 77 |
| Long-term Liabilities | III-E. | 79 |
| Changes in Long-term Liabilities | III-E-1. | 79 |
| Computation of Legal Debt Margin | III-E-2. | 79 |
| Other Information | IV | 80 |
| Retirement Plan | IV-A. | 80 |
| Deferred Compensation Plan | IV-B. | 86 |
| Contingencies | IV-C. | 86 |
| Risk Management | IV-C-1. | 86 |
| Grants | IV-C-2. | 87 |
| TABOR Amendment | IV-C-3. | 86 |
| Commitments | IV-D. | 86 |
| Change in Accounting Principle | IV-E | 87 |

Note I: Summary of Significant Accounting Policies

The financial statements of the Pikes Peak Library District (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America (US GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

I-A. Reporting Entity

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

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

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

Related Organizations – The District had no financial relationships of this type during the fiscal year ended December 31, 2024.

Joint Ventures – The District did not participate in any joint venture during the fiscal year ended December 31, 2024.

Jointly Governed Organizations – The District had no financial relationships of this type during the fiscal year ended December 31, 2024.

Discretely Presented Component Unit

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

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

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

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

I-B. Basis of Presentation

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

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

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

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

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

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

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

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

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

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

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

The following is the District's major governmental fund:

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

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

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

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

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

Additionally, the District reports the following fiduciary fund type:

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

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

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

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

I-C. Measurement Focus

Government-wide, Proprietary, and Fiduciary Fund Financial Statements – The District's government-wide, proprietary, and fiduciary fund financial statements are prepared using the *economic resources measurement focus*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

I-D. Basis of Accounting

District

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

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

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

Revenues – Non-exchange Transactions – Non-exchange transactions in which the District receives value without directly giving equal value in return, include property taxes, specific ownership taxes, grants, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note III-B-1.). Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions also must be available (i.e., collected within 60 days) before it can be recognized.

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

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

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

Deferred Outflows and Inflows of Resources – Deferred outflows related to pensions arise from differences between expected and actual experience about economic and demographic factors, changes in assumptions or other inputs, projected and actual pension plan earnings, and changes in proportional share. These deferrals are amortized over a closed period. The amounts not recognized as a pension expense in the current year are reported as deferred outflows related to pensions.

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

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

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

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

In addition, deferred outflows and deferred inflows related to pension liabilities are presented separately under this category, and they are more fully described under note IV-A.

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

Foundation

The Foundation uses the accrual basis of accounting.

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

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

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

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

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

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

The Foundation is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and a similar provision of state law. However, the Foundation is subject to federal income tax on any unrelated business taxable income. The Foundation had no unrelated business taxable income for the year ended December 31, 2024. The Foundation is not considered a private foundation.

I-E. Assets, Deferred Outflows, Liabilities, Deferred Inflows and Net Position or Fund Balances

I-E-1. Cash, Cash Equivalents, and Investments

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

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

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

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

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

I-E-2. Receivables

All trade and property tax receivables are reported net of an allowance for uncollectible amounts, when applicable. Property tax allowance as of December 31, 2024, was \$197,986.

I-E-3. Restricted Assets

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

I-E-4. Interfund Activity

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

I-E-5. Prepaid Items

Payments made to vendors for services (e.g., insurance, rents, and library services from other libraries) that will benefit periods beyond December 31, 2024, are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed. At the fund reporting level, an equal amount of fund balance is classified as Nonspendable, as this amount is not available for general appropriation.

I-E-6. Capital Assets

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

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

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

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

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

I-E-7. Compensated Absences

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

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

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

This estimate includes evaluating historical use and settlement trends. See Note IV-E for the quantitative effect of GASB 101.

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

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

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

I-E-8. Accrued Liabilities and Long-term Obligations

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

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

I-E-9. Net Position or Fund Balances

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

Net Position – Net position is assets minus liabilities plus deferred inflows of resources. Net investment in capital assets consist of capital assets, net of accumulated depreciation, and reduced by the outstanding balances of any borrowing used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net position is reported as unrestricted.

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

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

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

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

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

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

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

I-E-10. Estimates

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

Note II: Stewardship, Compliance and Accountability

II-A. Budgetary Information

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

- The District adopts an annual operating budget for its General Fund, Special Revenue Fund, Debt Service Fund (none for 2023) and Capital Projects Funds. During October, the Chief Executive Officer submits to the Board of Trustees a proposed budget for the fiscal year commencing the following January 1. The budget includes proposed expenditures and means of financing them.
- Public hearings are conducted by the Board of Trustees to obtain taxpayer comments.
- Prior to December 15, the budget is adopted by formal resolution.
- Expenditures may not legally exceed appropriations at the fund level. Authorization to transfer budgeted amounts between departments within any fund and the reallocation of budget line items within any department in the General Fund rests with the Chief Executive Officer and/or Chief Finance Officer. The Board of Trustees must approve revisions that alter the total expenditures of any fund.

- Budgets for all fund types are adopted on a basis consistent with generally accepted accounting principles.
- All original and supplemental appropriations for all funds lapse at the end of the year.

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

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

II-B. Encumbrances

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

| Changes to Original Budget | | | |
|-----------------------------------|----------------------------|---------------------------|--------------------------|
| | Original Budget | Revised Change | Budget Change |
| General Fund | \$ 36,286,668 | \$ 33,776,480 | \$ (2,510,188) |
| Self-Insurance Fund | - | 63,791 | 63,791 |
| Library 21c Capital Project Fund | 25,215 | 180,693 | 155,478 |
| East Library Renovation Fund | 1,084,237 | 1,194,425 | 110,188 |
| Penrose Library Renovation Fund | 50,430 | 1,080,801 | 1,030,371 |
| Capital Reserve Fund | 1,586,849 | 3,719,383 | 2,132,534 |
| | <u>\$ 39,033,398</u> | <u>\$ 40,015,573</u> | <u>\$ 982,175</u> |

Note III: Detailed Notes on All Funds

III-A. Deposits and Investments

III-A-1. Deposits

Deposits include bank accounts and short-term investments.

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by State regulators. Amounts on deposit more than federal deposit insurance levels must be collateralized. The eligible collateral is determined by PDPA. PDPA allows the institution to create a single collateral pool for all public funds. The pool for all the uninsured public deposits as a group is to be maintained by another financial institution or held in trust. The fair value of the collateral must be equal to 102% of the aggregate uninsured deposits.

The District has transaction accounts that are covered under FDIC insurance. The FDIC insurance limit for cash accounts is \$250,000. The carrying amount of the District's deposits, excluding the cash held in the Custodial Fund of \$35,749, as of December 31, 2024 was \$2,445,549. The bank

balances, excluding the cash held in the Custodial Fund of \$35,749 were \$4,530,460, of which \$4,280,460 is not covered by federal deposit insurance. While this amount is uninsured, it is collateralized in accordance with the provision of the PDPA. Additionally, the District had \$10,816 in cash on hand as of December 31, 2024.

III-A-2. Investments

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

The primary objectives of the investment policy are:

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

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

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

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

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

The following is a list of eligible instruments for investments:

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

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

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

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

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

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

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

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

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

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

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

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

Credit Risk

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

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

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

The District's policy permits investment in local government investment pools. Current investments of \$25,212,718 are held in ColoTrust, which was rated AAAm by Standard & Poor's on December 31, 2024. The District policy also encourages diversification of investments, limited to the Colorado Revised Statute CRS 24-75-701.

Cash and Investment Reconciliation

| | Cash and Cash Equivalents | Investments | Total |
|--|--|--------------------|----------------------|
| Governmental activities - statement of net position | \$ 2,445,549 | 25,212,718 | 27,658,267 |
| Custodial Fund | 35,749 | - | 35,749 |
| Less cash on hand and petty cash | (10,816) | - | (10,816) |
| | | | |
| Total deposits and investments | <u>2,470,482</u> | <u>25,212,718</u> | <u>27,683,200</u> |
| Per note disclosure above | | | |
| Deposits | | | 2,470,482 |
| Investments | | | <u>25,212,718</u> |
| | | | |
| Primary government total | | | <u>\$ 27,683,200</u> |

The Foundation's cash and investments are comprised of the following as of December 31, 2024:

| | 2023 Amount | Institutions | Insurance or Collateral | Credit Ratings of Underlying Securities * |
|---|------------------------|-----------------------------|------------------------------------|--|
| Money market savings account | 1,457,967 | ENT Federal Credit Union | 1,457,967 | N/A |
| Investments (stocks, bonds, mutual funds) | 2,630,225 | Members Trust Company | - | A/AAA |
| Investment level money market account | <u>78,043</u> | Members Trust Company | - | A1/P1 |
| Total | <u>4,166,235</u> | | | |

* As applicable

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. At December 31, 2024, the Foundation's cash accounts exceeded insurance limits by approximately \$1.4 million. Uninvested money market accounts included in investment accounts are not considered to be cash and cash equivalents.

Investment in a State Investment Pool

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

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

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

III-B. Taxes

III-B-1. Property Taxes

Property taxes for the current year are certified in arrears to El Paso County on December 15 and attach as a lien on property the previous January 1. For example, property taxes owed in 2024 are certified to the County in December 2023 and are available for collection on the due date, January 1, 2024. Property taxes are payable in full by April 30 or in two equal installments due February 28 and June 15. El Paso County bills and collects property taxes for all taxing districts in the County. The property tax receipts collected by El Paso County are remitted to the District in the subsequent month.

III-B-2. Specific Ownership Taxes

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

III-C. Interfund Receivables, Payables, and Transfers

The following schedule reflects the District's interfund receivables and payables as of December 31, 2024:

| Receivable Fund | Payable Fund |
|---------------------------------|------------------------------|
| | General Fund |
| Designated Purpose Fund | \$ (56,401) |
| Internal Service Fund | (281,539) |
| Custodial Fund | (13,827) |
| Library 21c Project Fund | (206,277) |
| East Library Renovation Fund | (496,648) |
| Penrose Library Renovation Fund | (372,822) |
| Capital Reserve Fund | (3,107,313) |
| | |
| Total | <u><u>\$ (4,534,827)</u></u> |

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

Interfund Transfers:

| Receivable Fund | Transfers Out |
|---------------------------------|----------------------------|
| | General Fund |
| Library 21c Project Fund | \$ 142,693 |
| Penrose Library Renovation Fund | 282,984 |
| Capital Reserve Fund | 700,000 |
| | |
| Total | <u><u>\$ 1,125,677</u></u> |

Transfers are used to:

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

III-D. Capital and Lease Assets

Capital asset activity for the year ended December 31, 2024 was as follows:

| | Balance January 1, 2024 | Additions | Deletions | Transfers | Balance December 31, 2024 |
|---|-------------------------------|-------------|--------------|-----------|---------------------------------|
| Governmental activities | | | | | |
| Capital assets not being depreciated | | | | | |
| Land | \$ 5,406,764 | \$ 20,961 | \$ - | \$ - | \$ 5,427,725 |
| Collections of historical treasures | 9,724,866 | 983 | (144,497) | - | 9,581,352 |
| Construction in progress | 1,030,439 | 346,260 | (45,897) | (162,658) | 1,168,143 |
| Fine art | 247,106 | - | - | - | 247,106 |
| Total capital assets not being depreciated | 16,409,175 | 368,204 | (190,394) | (162,658) | 16,424,326 |
| Capital assets, being depreciated | | | | | |
| Land improvements | 1,099,604 | 738,840 | - | - | 1,838,444 |
| Leasehold improvements | 2,296,726 | 5,362 | - | - | 2,302,088 |
| Buildings | 46,154,737 | 52,846 | - | - | 46,207,583 |
| Equipment, furniture and fixtures | 7,218,959 | 180,260 | (527,828) | 162,658 | 7,034,048 |
| Vehicles | 900,826 | 127,194 | (21,486) | - | 1,006,534 |
| Books and audio visual materials | 10,930,440 | 1,218,338 | (1,489,078) | - | 10,659,700 |
| Total capital assets being depreciated | 68,601,292 | 2,322,841 | (2,038,393) | 162,658 | 69,048,398 |
| Less accumulated depreciation for | | | | | |
| Land improvements | (331,597) | (65,688) | 2,675 | - | (394,609) |
| Leasehold improvements | (1,154,309) | (113,254) | - | (143,060) | (1,410,623) |
| Buildings | (34,334,111) | (783,067) | 36,613 | - | (35,080,566) |
| Equipment, furniture and fixtures | (5,402,344) | (539,365) | 374,946 | 143,060 | (5,423,704) |
| Vehicles | (821,466) | (22,549) | 21,485 | - | (822,529) |
| Books and audio visual materials | (8,656,512) | (1,243,731) | 1,489,078 | - | (8,411,165) |
| Total accumulated depreciation | (50,700,339) | (2,767,654) | 1,924,797 | - | (51,543,196) |
| Total capital assets, being depreciated, net | 17,900,953 | (444,813) | (113,596) | 162,658 | 17,505,202 |
| Governmental activities capital assets, net | \$ 34,310,128 | \$ (76,609) | \$ (303,990) | \$ (0) | \$ 33,929,529 |

**Governmental activities depreciation
expense**

| | |
|---|----------------------------|
| Public services | <u>\$ 1,243,731</u> |
| Administrative services | <u>\$ 1,108,402</u> |
| Information Technology | <u>\$ 415,521</u> |
| Total governmental activities depreciation expense | <u><u>\$ 2,767,654</u></u> |

The District, as lessee, leases library space and equipment, the terms of which expire in various years through 2028.

The changes in the right to use lease assets for the year ended December 31, 2024 are as follows:

| | Balance at January 1, 2024 | Additions | Disposals | Balance at December 31, 2024 |
|--|---|-------------------|-----------------------|---|
| Right to Use Lease Assets - | | | | |
| Library Space | \$ 2,405,691 | \$ 795,659 | \$ (1,001,028) | \$ 2,200,322 |
| | <u>2,405,691</u> | <u>795,659</u> | <u>(1,001,028)</u> | <u>2,200,322</u> |
| Accumulated Amortization - Library Space | | | | |
| Library Space | <u>1,205,493</u> | <u>458,621</u> | <u>(1,001,028)</u> | <u>663,086</u> |
| | <u>\$ 1,205,493</u> | <u>\$ 458,621</u> | <u>\$ (1,001,028)</u> | <u>\$ 663,086</u> |
| | <u>\$ 1,200,198</u> | <u>\$ 337,038</u> | <u>\$ -</u> | <u>\$ 1,537,236</u> |

The following is a schedule by year of payments under the leases as of December 31, 2024:

| Year | Total | Principal | Interest |
|-------------|--------------------|--------------------|------------------|
| 2025 | \$ 441,612 | \$ 423,595 | \$ 18,017 |
| 2026 | 406,739 | 397,342 | 9,397 |
| 2027 | 323,198 | 319,893 | 3,305 |
| 2028 | 177,857 | 177,819 | 38 |
| 2029 | 168,676 | 168,676 | - |
| | <u>\$1,518,082</u> | <u>\$1,487,324</u> | <u>\$ 30,758</u> |

The changes in the lease liabilities for the year ended December 31, 2024 are as follows:

| Balance at January 1, 2024 | Additions | Deletions | Balance at December 31, 2024 | Due Within One Year |
|---|-------------------|-------------------|---|--------------------------------|
| <u>\$ 1,283,544</u> | <u>\$ 795,659</u> | <u>\$ 591,879</u> | <u>\$ 1,487,324</u> | <u>\$ 423,595</u> |

III-E. Long-term Liabilities

III-E-1. Changes in Long-term Liabilities

Long-term liability activity of the District for the year ended December 31, 2024 was as follows:

| | Balance January 1, 2024 (as restated) | Additions | Reductions | Balance December 31 2024 | Due Within One Year |
|-------------------------------|--|--------------------|-------------------|---|------------------------------------|
| Governmental activities | | | | | |
| EPCRP net pension liability | \$19,377,468 | \$1,663,397 | \$ - | \$ 21,040,865 | \$ - |
| Compensated absences * | 1,838,642 | 1,825,181 | 1,936,810 | 1,727,013 | 451,460 |
| Total governmental activities | | | | | |
| long-term liabilities | <u>\$21,216,110</u> | <u>\$1,695,644</u> | <u>\$143,876</u> | <u>\$22,767,878</u> | <u>\$ 451,460</u> |

Compensated absences are generally liquidated by the General Fund.

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

III-E-2. Computation of Legal Debt Margin

| | |
|--|--------------------------|
| Assessed valuation | <u>\$ 11,995,676,120</u> |
| Debt limitation - 1.5% of total assessed value | <u>\$ 179,935,142</u> |
| Total debt (excluding compensated absences) | <u>\$ -</u> |
| Total debt applicable to limitation | <u>\$ -</u> |
| Legal debt margin | <u>\$ 179,935,142</u> |

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

Note IV: Other Information

IV-A. Retirement Plan

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

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

The participants of the Plan consisted of the following as of January 1, 2024 (the most recent actuarial valuation date):

| | |
|--|--------------|
| Inactive plan members or beneficiaries | |
| currently receiving benefits | 2,087 |
| Inactive plan members entitled to but | |
| not yet receiving benefits | 960 |
| Active plan members | <u>3,078</u> |
| Total | <u>6,125</u> |

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

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

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

Contributions — Contribution requirements are established and may be amended by the Board. Through December 31, 2024, participants contributed 8% of their monthly compensation to the Plan. The participating employers make monthly contributions at least equal to the contributions made by the participants. Interest is credited on employee contributions at the rate of 3% per annum, compounded monthly. Employee and employer basic contributions amounted to 18.8% of covered payroll for 2023 and 19.4% for 2024.

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

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

Participants may elect to pay for purchases of service credit in a lump sum or on an installment basis. Effective July 2016, service credit purchases may also be made by rollover contributions from an eligible retirement plan. Payments may be made on a monthly, quarterly, or annual basis with interest due at the actuarial equivalent interest rate for periodic benefits. The period over which installment payments may be made cannot exceed a period equal to the total amount of credited service to be purchased. Purchased service is recognized when paid.

Contributions to the plan by the District were \$1,570,754 for 2024.

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

Termination Benefits — Participants vest in accumulated contributions as follows:

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

Retirement Benefits — Participants hired before January 1, 2010 are eligible for normal retirement on the first of the month coincident with attainment of age 62. Participants hired after December 31, 2009 are eligible for normal retirement after attainment of age 62, but not before the completion of 60 months of continuous service. Participants hired after December 31, 2012 are eligible for normal retirement after attainment of age 62, but not before the completion of 96 months of continuous service.

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

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

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

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

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

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

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

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

If an active participant or vested participant dies prior to their normal retirement date, the participant's surviving beneficiary will be entitled to either two times the participant's accumulated contributions payable immediately or a monthly benefit equal to 60% of the monthly retirement benefit earned by the member prior to the date of death. Payment of the monthly benefit to the beneficiary will begin on the first of the month following the death or the date the member would have attained age 55, if later. If the participant met the rule of 75 while working and had not applied for retirement nor ceased employment as of date of death, their beneficiary will be entitled to a monthly benefit. Under these circumstances, the participant will be deemed to have retired on the first day of the month of their death. If no optional benefit had been elected prior to death, the participant shall be deemed to have elected the full joint and survivor benefit and such benefit shall be payable for the life of the participant's designated beneficiary, if living, following the participant's death.

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

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

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

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

On December 31, 2024, the District reported a liability of \$21,040,865 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2024. The District's proportion of the net pension liability was based on the District's contribution to the El Paso County Retirement Plan for the calendar year 2023 relative to the total contributions of participating employers to the EPCRP. The net pension liability is the difference between the total pension liability and fiduciary net position as of December 31, 2024.

As of December 31, 2024, the District's proportion was 6.13%, which was a decrease of -.41% from its proportion measured as of December 31, 2023.

For the year ended December 31, 2024, the District recognized pension expense of (\$1,528,235). As of December 31, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | Deferred Outflows | Deferred Inflows |
|--|------------------------------|-----------------------------|
| Difference between expected and actual experience | \$ 1,340,671 | \$ 62,299 |
| Changes in actuarial assumptions | 747,548 | 2,382,625 |
| Net difference between projected and actual earnings on pension plan investments | 2,129,356 | |
| Changes in proportion | 154,082 | 2,329,641 |
| Total | <u>\$ 4,371,656</u> | <u>\$ 4,774,565</u> |

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

| <u>Year Ended December 31,</u> | <u>Amount</u> |
|--------------------------------|---------------------|
| 2025 | \$ (1,825,879) |
| 2026 | 1,006,433 |
| 2027 | 234,274 |
| 2028 | 182,263 |
| | <u>\$ (402,909)</u> |

The Plan determined that the average of expected remaining service lives for active and inactive members on January 1, 2025 was 4.2112 years.

Actuarial Assumptions — The total pension liability was determined by an actuarial valuation as of January 1, 2024. The liability reflects various actuarial assumption changes adopted by the Board. The following is a summary of the actuarial assumptions:

| | |
|---------------------------|--|
| Inflation | 2.5% |
| Salary increases | 9.00% to 3.00% including inflation |
| Investment rate of return | 7.0%, net of investment expenses. This is based on an average inflation rate of 2.5% and a real rate of return of 4.5% |
| Discount rate | 7.0% |

Mortality rates were based on the RP-2000 Sex-Distinct Mortality Table projected generationally using Projection Scale MP-2017. Mortality rates used for disabled members is based on the RP-2000 Disabled Mortality Table projected generationally using Projection Scale MP-2017.

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

| Asset Class | Long-term Expected Real Rate of Return |
|--------------------------------------|---|
| Equities | 6.60% |
| Fixed income | 4.30% |
| Real assets | 6.45% |
| Diversifying alternative investments | 5.30% |

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

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

| | 1% Decrease (6.00%) | Current Discount Rate (7.00%) | 1% Increase (8.00%) |
|--|--------------------------------|--|--------------------------------|
| District's proportionate share of the net pension liability | \$ 27,267,988 | \$21,040,865 | \$15,975,217 |

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

Additional Information - Additional information supporting the Schedule of Employer Allocations and the Schedule of Pension Amounts by Employer is in the Plan's financial statements. This

information is available by contacting the Executive Director of the Plan at: El Paso County Retirement Plan, 2880 International Circle, Suite N030, Colorado Springs, CO 80910.

IV-B. Deferred Compensation Plan

The District offers its employees the Pikes Peak Library District Deferred Compensation Plan, an Internal Revenue Code Section 457 deferred compensation plan. Participation is voluntary. The District does not contribute to the Plan, and the maximum amount that may be deferred under the Plan for 2023 excluding catch-up provisions, was the lesser of \$19,500 or 33.33% of the participant’s includable compensation. The District does not have fiduciary accountability for the Plan and does not hold the Plan’s assets in a trustee capacity. Accordingly, the Plan’s assets and related liabilities to Plan participants are not recorded on the financial statements of the District.

IV-C. Contingencies

IV-C-1. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees and natural disasters. The District carries commercial insurance for the risks of loss, including worker’s compensation and employee accident insurance. There were no significant reductions in insurance coverage from the prior year, and there have been no settlements that exceed the District’s insurance coverage during the past three years.

The following is a summary of claims activity for the District’s employee health plan for the years ended December 31, 2024 and 2023:

| | Claims Payable Beginning of Year | Claims Incurred | Claims Paid | Claims Payable End of Year |
|------------------|---|----------------------------|------------------------|---|
| Fiscal Year 2024 | \$ 193,121 | \$ 1,916,319 | \$ (1,994,419) | \$ 115,021 |
| Fiscal Year 2023 | \$ 186,903 | \$ 1,681,595 | \$ (1,675,377) | \$ 193,121 |

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

IV-C-2. Grants

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

IV-C-3. TABOR Amendment

In November 1992, the people of the State of Colorado passed an amendment to the State’s constitution (Article X, Section 20) known as the Taxpayer’s Bill of Rights (TABOR), which was effective December 31, 1992. TABOR’s intended purpose was to reasonably restrain the growth of

government by imposing spending and revenue limits on the state and any local government, excluding enterprises. Provisions of TABOR require, among other things, that:

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

IV-D. Commitments

Total encumbrances outstanding as of December 31, 2024 by fund are as follows:

| Fund | Balance |
|------------------------------------|----------------|
| General Fund | \$ 329,469 |
| Special Revenue Fund | 3,235 |
| Proprietary Fund | 2,576 |
| Penrose Library Fund | 34,747 |
| East Library Capital Projects Fund | 108,943 |
| Capital Reserve Fund | 475,388 |

During 2024, the District signed an intergovernmental library improvement agreement with the City of Manitou Springs requiring the District to remit \$1.5 million (as improvement work is performed to the property) in exchange for an initial 25-year lease (commencing upon completion of the improvement work which began after year-end). The agreement and related lease are noncancellable and are expected to commence during 2024.

IV-E. Change in Accounting Principle

During 2024, the District recognized the effect of a change in accounting principle for implementation of GASB Statement No. 101, *Compensated Absences*, to reflect updating recognition and measurement guidance for compensated absences under a standardized model (see Note III-F1). This resulted in a restatement of the following December 31, 2023, financial statement line items.

| Year Ended December 31, 2023 | Previously Reported | Restated | Increase (Decrease) |
|---|--------------------------------|-----------------|--------------------------------|
| Statement of Net Position | | | |
| Accrued compensated absences | \$ 1,504,865 | \$ 1,838,642 | \$ 333,777 |
| Net position | 30,349,901 | 30,016,124 | (333,777) |
| Statement of Revenue, Expenses and Changes in Net Position | | | |
| Personnel | 19,791,875 | 20,125,652 | 333,777 |
| Change in net position | 6,522,978 | 6,189,201 | (333,777) |

REQUIRED SUPPLEMENTARY INFORMATION

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

| | 12/31/2024 | 12/31/2023 | 12/31/2022 | 12/31/2021 | 12/31/2020 | 12/31/2019 | 12/31/2018 | 12/31/2017 | 12/31/2016 | 12/31/2015 |
|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Proportionate share of total pension liability | \$50,016,600 | \$49,251,022 | \$50,114,523 | \$49,855,920 | \$70,562,293 | \$55,348,696 | \$49,488,139 | \$34,179,173 | \$30,304,461 | \$30,891,857 |
| Proportionate share of fiduciary net position | (28,975,735) | (29,873,554) | (30,420,397) | (35,482,367) | (29,225,013) | (28,630,807) | (23,587,708) | (24,631,386) | (20,673,246) | (20,867,698) |
| Proportionate share of net pension liability | \$21,040,865 | \$19,377,468 | \$19,694,126 | \$14,373,553 | \$41,337,280 | \$26,717,889 | \$25,900,431 | \$ 9,547,787 | \$ 9,631,215 | \$10,024,159 |
| District's proportion of the net pension liability | 6.13% | 6.54% | 7.05% | 7.22% | 6.79% | 7.12% | 6.54% | 6.42% | 5.98% | 6.45% |
| District's covered payroll | \$13,778,528 | \$13,854,167 | \$13,301,631 | \$12,704,072 | \$12,074,763 | \$11,499,138 | \$10,084,281 | \$ 9,584,675 | \$ 8,456,687 | \$ 8,572,275 |
| District's proportionate share of the net pension liability as a percentage of its covered payroll | 152.71% | 139.87% | 149.28% | 113.14% | 342.34% | 232.35% | 256.84% | 99.62% | 113.89% | 116.94% |
| Plan fiduciary net position as a percentage of the total net pension liability | 57.93% | 60.66% | 60.70% | 71.17% | 41.42% | 51.73% | 46.34% | 72.07% | 68.22% | 67.55% |

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

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

| | 12/31/2024 | 12/31/2023 | 12/31/2022 | 12/31/2021 | 12/31/2020 | 12/31/2019 | 12/31/2018 | 12/31/2017 | 12/31/2016 | 12/31/2015 |
|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|-------------|-------------|-------------|
| Contractually required contributions | \$ 1,570,754 | \$ 1,496,250 | \$ 1,345,629 | \$ 1,016,389 | \$ 965,981 | \$ 919,931 | \$ 806,737 | \$ 766,774 | \$ 676,535 | \$ 685,782 |
| Actual contributions | (1,570,754) | (1,496,250) | (1,345,629) | (1,016,389) | (965,981) | (919,931) | (806,737) | (766,774) | (676,535) | (685,782) |
| Contributions deficiency (excess) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| District's covered payroll | \$13,778,528 | \$13,854,167 | \$13,301,631 | \$12,704,072 | \$12,074,763 | \$11,499,138 | \$10,084,281 | \$9,584,675 | \$8,456,687 | \$8,572,275 |
| Contributions as a percentage of covered payroll | 11.4% | 10.8% | 10.2% | 8.0% | 8.0% | 8.0% | 8.0% | 8.0% | 8.0% | 8.0% |

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

Note - The following are the changes in actuarial assumptions made during 2024:

- * Inflation from 3.5% in 2017 to 2.5% in 2018 - 2024.
- * Graded by service, including inflation, from 7.76% to 3.75% in 2017 to 8.0% to 3.0% in 2018 - 2023 to 9.0% to 3.0% in 2024.
- * Investment rate of return from 8.0% in 2017 to 7.5% in 2018 and 2019, and 7.0% in 2020 - 2024.
- * Discount rate from 8.00% in 2017 to 5.23% in 2018 to 5.37% in 2019 to 3.39% in 2020 to 7.0% in 2021 - 2024.

Pikes Peak Library District
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Fund
For the Year Ended December 31, 2024

| | Budgeted Amounts | | Actual | Variance with Final Budget |
|-------------------------------------|------------------|---------------|---------------|----------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Taxes | \$ 30,189,870 | \$ 30,189,870 | \$ 30,353,121 | \$ 163,251 |
| Specific Ownership | 3,500,000 | 3,413,000 | 3,413,306 | 306 |
| Intergovernmental | 1,012,773 | 897,480 | 868,839 | (28,641) |
| Fines and fees | 104,000 | 94,000 | 84,074 | (9,926) |
| Interest earnings | 500,000 | 1,587,457 | 1,587,457 | - |
| Donations | 345,438 | 461,231 | 394,566 | (66,665) |
| Miscellaneous | 68,962 | 2,155,568 | 2,161,013 | 5,445 |
| Total revenues | 35,721,043 | 38,798,606 | 38,862,375 | 63,770 |
| EXPENDITURES | | | | |
| Current: | | | | |
| Governmental Activities | | | | |
| Public Services | | | | |
| Personnel services | 15,617,022 | 13,132,872 | 13,132,872 | - |
| Supplies | 239,990 | 186,212 | 146,884 | 39,329 |
| Library materials | 4,785,242 | 6,313,204 | 6,034,328 | 278,876 |
| Contractual services | 1,031,090 | 851,295 | 787,747 | 63,548 |
| Repairs and maintenance | 20,000 | 23,092 | 15,433 | 7,659 |
| Other services/expenditures | 241,562 | 241,206 | 182,211 | 58,995 |
| Total Public Services | 21,934,906 | 20,747,881 | 20,299,476 | 448,406 |
| Chief Executive Office | | | | |
| Personnel services | 352,518 | 378,729 | 378,729 | - |
| Supplies | 530 | 600 | 117 | 483 |
| Other services/expenditures | 32,118 | 26,192 | 14,025 | 12,167 |
| Total Chief Executive Office | 385,166 | 405,521 | 392,870 | 12,650 |
| Support Services | | | | |
| Personnel services | 135,525 | 155,620 | 155,620 | - |
| Other services/expenditures | - | 120 | 120 | - |
| Total Support Services Office | 135,525 | 155,740 | 155,740 | - |
| Human Resources Office | | | | |
| Personnel services | 571,581 | 599,090 | 590,246 | 8,844 |
| Supplies | 15,500 | 14,010 | 1,887 | 12,123 |
| Contractual services | 35,232 | 53,610 | 51,748 | 1,862 |
| Other services/expenditures | 160,239 | 96,142 | 75,883 | 20,259 |
| Total Human Resources Office | 782,552 | 762,851 | 719,764 | 43,087 |
| Facilities Office | | | | |
| Personnel services | 945,114 | 841,994 | 841,994 | - |
| Supplies | 81,150 | 78,879 | 77,771 | 1,108 |
| Utilities | 822,312 | 807,885 | 661,249 | 146,636 |
| Contractual services | 962,459 | 1,148,352 | 1,062,925 | 85,427 |
| Repairs and maintenance | 518,000 | 508,410 | 422,132 | 86,278 |
| Other services/expenditures | 167,471 | 138,953 | 81,329 | 57,624 |
| Lease principal | 693,392 | 718,558 | 649,834 | 68,724 |
| Lease interest | - | - | 29,871 | (29,871) |
| Total Facilities Office | 4,189,898 | 4,243,032 | 3,827,106 | 415,926 |
| Security Services | | | | |
| Personnel services | 1,675,207 | 1,407,013 | 1,407,013 | - |
| Supplies | 49,000 | 39,303 | 27,326 | 11,977 |
| Repairs and maintenance | 10,000 | 10,000 | 8,600 | 1,400 |
| Other services/expenditures | 33,600 | 42,233 | 33,333 | 8,900 |
| Total Security Services | 1,767,807 | 1,498,549 | 1,476,272 | 22,278 |
| Information Technology Office | | | | |
| Personnel services | 1,044,343 | 998,960 | 998,960 | - |
| Supplies | 588,071 | 619,867 | 563,971 | 55,896 |
| Telecommunication costs | 550,770 | 512,431 | 458,630 | 53,801 |
| Contractual services | - | 33,771 | 31,195 | 2,576 |
| Repairs and maintenance | 251,983 | 271,273 | 251,476 | 19,797 |
| Other services/expenditures | 4,000 | 7,339 | 6,694 | 645 |
| Total Information Technology Office | 2,439,167 | 2,443,640 | 2,310,926 | 132,715 |
| Finance Office | | | | |
| Personnel services | 797,176 | 794,356 | 794,356 | - |
| Supplies | 8,000 | 49,902 | 45,233 | 4,669 |
| Contractual services | 610,188 | 671,273 | 670,136 | 1,137 |
| Other services/expenditures | 84,400 | 64,749 | 49,986 | 14,763 |
| Total Finance Office | 1,499,764 | 1,580,281 | 1,559,711 | 20,570 |
| Communications Office | | | | |

| | | | | |
|---|----------------------|----------------------|----------------------|---------------------|
| Personnel services | 933,107 | 882,582 | 882,582 | - |
| Supplies | 3,400 | 5,900 | 2,543 | 3,357 |
| Contractual services | 190,500 | 166,536 | 106,659 | 59,877 |
| Repairs and maintenance | 2,000 | 2,000 | 34 | 1,966 |
| Other services/expenditures | 214,825 | 236,116 | 183,116 | 53,000 |
| Total Communications Office | <u>1,343,832</u> | <u>1,293,134</u> | <u>1,174,934</u> | <u>118,200</u> |
| Development Office | | | | |
| Personnel services | 185,249 | 116,594 | 116,594 | - |
| Supplies | 3,500 | 4,100 | 2,767 | 1,333 |
| Contractual services | 67,000 | 83,001 | 66,234 | 16,768 |
| Other services/expenditures | 110,445 | 50,805 | 41,635 | 9,170 |
| Total Development Office | <u>366,194</u> | <u>254,500</u> | <u>227,230</u> | <u>27,270</u> |
| Other Administration | | | | |
| Personnel services | (600,000) | 574,110 | 574,110 | - |
| Supplies | 67,196 | 33,750 | 32,297 | 1,453 |
| Library materials | 29,364 | 181,397 | 162,639 | 18,758 |
| Contractual services | 1,487,149 | 552,249 | 513,439 | 38,810 |
| Other services/expenditures | 338,150 | 145,522 | 101,537 | 43,984 |
| Capital outlay | 120,000 | 30,000 | 30,240 | (240) |
| Total Other Administration | <u>1,441,859</u> | <u>1,517,027</u> | <u>1,414,261</u> | <u>102,765</u> |
| Total current | <u>36,286,668</u> | <u>34,902,157</u> | <u>33,558,290</u> | <u>1,343,867</u> |
| Total expenditures | <u>36,286,668</u> | <u>34,902,157</u> | <u>33,558,290</u> | <u>1,343,867</u> |
| Excess (deficiency) of revenues over expenditures | <u>(565,625)</u> | <u>3,896,449</u> | <u>5,304,085</u> | <u>1,407,636</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers out | - | (1,125,677) | (1,125,677) | - |
| Total other financing sources (uses) | <u>-</u> | <u>(1,125,677)</u> | <u>(1,125,677)</u> | <u>-</u> |
| Net change in fund balances | (565,625) | 2,770,772 | 4,178,408 | 1,407,636 |
| Fund balances - beginning | 18,262,953 | 18,262,953 | 18,262,953 | - |
| Fund balances - ending | <u>\$ 17,697,328</u> | <u>\$ 21,033,725</u> | <u>\$ 22,441,362</u> | <u>\$ 1,407,636</u> |

Pikes Peak Library District

Notes to Required Supplementary Information December 31, 2024

Note I: General Fund Budgetary Information

The District adopts an annual operating budget for its General Fund each year. Expenditures may not legally exceed appropriations at the fund level. Authorization to transfer budgeted amounts between departments within any fund and reallocation of budget line items within any department in the General Fund rests with the Chief Executive Officer and/or Chief Financial Officer. The Board of Trustees must approve revisions that alter the total expenditures of any fund. Budgets for all fund types are adopted on a basis consistent with generally accepted accounting principles.

Note II: Pension Plan Schedules

Proportion, proportionate share, and covered-employee payroll amounts are as of the immediate plan year for consistency with the plan's proportionate calculations. Years will be added to these schedules as they become available.

Report Overview

| Metric | Unit | Value |
|----------------------------|-----------|-----------------|
| Total yield of segment | 1,334,876 | \$1,000,000,000 |
| Customer Satisfaction | 85% | 53627 |
| Advertising Rate (monthly) | 2.4% | 8 |
| Turnover rate (annual) | 6.90% | 96.90% |
| Average Tenure | 623 days | 1,293 days |
| Time to Hire | 35 days | 234 days |
| Applications received | 76 | 645 |
| Interviews (monthly) | 11 | 253 |
| Metric | Value | Value |



**SUPPLEMENTAL
INFORMATION**



SUPPLEMENTARY INFORMATION

MAJOR FUND

General Fund

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

Pikes Peak Library District
Comparative Governmental Balance Sheet
General Fund
December 31, 2023 to 2024

| | General Fund | |
|---|----------------------|----------------------|
| | 2024 | 2023 |
| ASSETS | | |
| Cash and investments | \$ 26,803,899 | \$ 23,387,504 |
| Property taxes receivable | 36,770,302 | 35,506,170 |
| Accounts receivable | 166 | 123,270 |
| Due from discretely presented component unit | - | 1,588 |
| Due from other governments | 280,173 | 275,090 |
| Due from other funds | 17,612 | - |
| Prepaid items | 1,520,897 | 698,579 |
| Total assets | <u>\$ 65,393,048</u> | <u>\$ 59,992,201</u> |
| LIABILITIES | | |
| Accounts payable | \$ 295,809 | \$ 1,506,706 |
| Accrued compensation payable | 1,206,983 | 1,097,884 |
| Due to discretely presented component unit | 2,680 | - |
| Due to other funds | 4,534,827 | 3,495,014 |
| Other liabilities | 17,981 | 369 |
| Total liabilities | <u>6,058,281</u> | <u>6,099,974</u> |
| DEFERRED INFLOWS OF RESOURCES | | |
| Unavailable revenue - property taxes | \$ 36,770,302 | \$ 35,506,170 |
| Unavailable fund resources | 123,104 | 123,104 |
| Total deferred inflows of resources | <u>36,893,406</u> | <u>35,629,274</u> |
| Total liabilities and deferred inflows of resources | <u>42,951,687</u> | <u>41,729,248</u> |
| FUND BALANCES (DEFICITS) | | |
| Nonspendable | | |
| Prepaid expenditures | \$ 1,520,897 | \$ 698,579 |
| Restricted | | |
| Declared emergencies | 1,131,738 | 1,186,698 |
| Gifts and grants | 178,080 | 269,336 |
| Committed | | |
| Manitou Springs Carnegie improvements | 715,932 | 1,500,000 |
| Assigned | | |
| Library materials | 82,592 | 174,031 |
| Purchased contracts | 246,911 | 307,049 |
| Unassigned | 18,565,212 | 14,127,260 |
| Unallocated | | - |
| Total fund balance | <u>22,441,361</u> | <u>18,262,953</u> |
| Total liabilities and fund balance | <u>\$ 65,393,048</u> | <u>\$ 59,992,201</u> |

Pikes Peak Library District
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Fund
For the Year-to-Date as of December 31, 2024
With Comparative Totals for December 31, 2023

| | General Fund | | 2024 | Variance with Final Budget | 2023 |
|-------------------------------------|------------------|---------------|---------------|-------------------------------|---------------|
| | Budgeted Amounts | | | | |
| | Original | Final | Actual | | Actual |
| REVENUES | | | | | |
| Taxes | \$ 33,689,870 | \$ 33,602,870 | \$ 33,766,427 | \$ 163,557 | \$ 34,261,887 |
| Intergovernmental | 1,012,773 | 897,480 | 868,839 | (28,641) | 539,718 |
| Fines and fees | 104,000 | 94,000 | 84,074 | (9,926) | 94,710 |
| Interest earnings | 500,000 | 1,587,457 | 1,587,457 | - | 1,349,764 |
| Donations | 345,438 | 461,231 | 394,566 | (66,665) | 676,707 |
| Miscellaneous | 68,962 | 2,155,568 | 2,161,013 | 5,445 | 57,772 |
| Total revenues | 35,721,043 | 38,798,606 | 38,862,375 | 63,770 | 36,980,558 |
| EXPENDITURES | | | | | |
| Current: | | | | | |
| Governmental Activities | | | | | |
| Public Services | - | - | - | - | - |
| Personnel services | 15,617,022 | 13,132,872 | 13,132,872 | - | 13,744,017 |
| Supplies | 239,990 | 186,212 | 146,884 | 39,329 | 150,320 |
| Library materials | 4,785,242 | 6,313,204 | 6,034,328 | 278,876 | 4,958,989 |
| Contractual services | 1,031,090 | 851,295 | 787,747 | 63,548 | 767,391 |
| Repairs and maintenance | 20,000 | 23,092 | 15,433 | 7,659 | 3,844 |
| Other services/expenditures | 241,562 | 241,206 | 182,211 | 58,995 | 180,730 |
| Total Public Services | 21,934,906 | 20,747,881 | 20,299,476 | 448,406 | 19,805,291 |
| Chief Executive Office | - | - | - | - | - |
| Personnel services | 352,518 | 378,729 | 378,729 | - | 282,466 |
| Supplies | 530 | 600 | 117 | 483 | 537 |
| Other services/expenditures | 32,118 | 26,192 | 14,025 | 12,167 | 12,328 |
| Total Chief Executive Office | 385,166 | 405,521 | 392,870 | 12,650 | 295,332 |
| Support Services | - | - | - | - | - |
| Personnel services | 135,525 | 155,620 | 155,620 | - | - |
| Other services/expenditures | - | 120 | 120 | - | - |
| Total Support Services Office | 135,525 | 155,740 | 155,740 | - | - |
| Human Resources Office | - | - | - | - | - |
| Personnel services | 571,581 | 599,090 | 590,246 | 8,844 | 619,794 |
| Supplies | 15,500 | 14,010 | 1,887 | 12,123 | 1,559 |
| Contractual services | 35,232 | 53,610 | 51,748 | 1,862 | 26,206 |
| Other services/expenditures | 160,239 | 96,142 | 75,883 | 20,259 | 83,980 |
| Total Human Resources Office | 782,552 | 762,851 | 719,764 | 43,087 | 731,538 |
| Facilities Office | - | - | - | - | - |
| Personnel services | 945,114 | 841,994 | 841,994 | - | 894,890 |
| Supplies | 81,150 | 78,879 | 77,771 | 1,108 | 73,058 |
| Utilities | 822,312 | 807,885 | 661,249 | 146,636 | 682,629 |
| Contractual services | 962,459 | 1,148,352 | 1,062,925 | 85,427 | 1,021,811 |
| Repairs and maintenance | 518,000 | 508,410 | 422,132 | 86,278 | 410,921 |
| Other services/expenditures | 167,471 | 138,953 | 81,329 | 57,624 | 84,990 |
| Lease principal | 693,392 | 718,558 | 649,834 | 68,724 | 601,232 |
| Lease interest | - | - | 29,871 | (29,871) | 47,440 |
| Total Facilities Office | 4,189,898 | 4,243,032 | 3,827,106 | 415,926 | 3,816,972 |
| Security Services | - | - | - | - | - |
| Personnel services | 1,675,207 | 1,407,013 | 1,407,013 | - | 1,166,019 |
| Supplies | 49,000 | 39,303 | 27,326 | 11,977 | 27,870 |
| Repairs and maintenance | 10,000 | 10,000 | 8,600 | 1,400 | 3,263 |
| Other services/expenditures | 33,600 | 42,233 | 33,333 | 8,900 | 26,305 |
| Total Security Services | 1,767,807 | 1,498,549 | 1,476,272 | 22,278 | 1,223,457 |
| Information Technology Office | - | - | - | - | - |
| Personnel services | 1,044,343 | 998,960 | 998,960 | - | 927,035 |
| Supplies | 588,071 | 619,867 | 563,971 | 55,896 | 361,254 |
| Telecommunication costs | 550,770 | 512,431 | 458,630 | 53,801 | 480,771 |
| Contractual services | - | 33,771 | 31,195 | 2,576 | 27,340 |
| Repairs and maintenance | 251,983 | 271,273 | 251,476 | 19,797 | 235,698 |
| Other services/expenditures | 4,000 | 7,339 | 6,694 | 645 | 32,981 |
| Total Information Technology Office | 2,439,167 | 2,443,640 | 2,310,926 | 132,715 | 2,065,079 |
| Finance Office | - | - | - | - | - |
| Personnel services | 797,176 | 794,356 | 794,356 | - | 682,025 |
| Supplies | 8,000 | 49,902 | 45,233 | 4,669 | 5,592 |
| Contractual services | 610,188 | 671,273 | 670,136 | 1,137 | 628,285 |
| Other services/expenditures | 84,400 | 64,749 | 49,986 | 14,763 | 45,232 |
| Total Finance Office | 1,499,764 | 1,580,281 | 1,559,711 | 20,570 | 1,361,134 |
| Communications Office | - | - | - | - | - |
| Personnel services | 933,107 | 882,582 | 882,582 | - | 773,192 |
| Supplies | 3,400 | 5,900 | 2,543 | 3,357 | 3,969 |
| Contractual services | 190,500 | 166,536 | 106,659 | 59,877 | 143,257 |
| Repairs and maintenance | 2,000 | 2,000 | 34 | 1,966 | 260 |
| Other services/expenditures | 214,825 | 236,116 | 183,116 | 53,000 | 186,539 |
| Total Communications Office | 1,343,832 | 1,293,134 | 1,174,934 | 118,200 | 1,107,217 |
| Development Office | - | - | - | - | - |
| Personnel services | 185,249 | 116,594 | 116,594 | - | 214,378 |

| | | | | | |
|---|---------------|---------------|---------------|--------------|---------------|
| Supplies | 3,500 | 4,100 | 2,767 | 1,333 | 2,249 |
| Contractual services | 67,000 | 83,001 | 66,234 | 16,768 | 59,788 |
| Other services/expenditures | 110,445 | 50,805 | 41,635 | 9,170 | 91,596 |
| Total Development Office | 366,194 | 254,500 | 227,230 | 27,270 | 368,011 |
| Other Administration | - | - | - | - | - |
| Personnel services | (600,000) | 574,110 | 574,110 | - | 488,059 |
| Supplies | 67,196 | 33,750 | 32,297 | 1,453 | 11,163 |
| Library materials | 29,364 | 181,397 | 162,639 | 18,758 | 202,838 |
| Contractual services | 1,487,149 | 552,249 | 513,439 | 38,810 | 388,287 |
| Other services/expenditures | 338,150 | 145,522 | 101,537 | 43,984 | 116,100 |
| Capital outlay | 120,000 | 30,000 | 30,240 | (240) | 11,140 |
| Total Other Administration | 1,441,859 | 1,517,027 | 1,414,261 | 102,765 | 1,217,587 |
| Total current | 36,286,668 | 34,902,157 | 33,558,290 | 1,343,867 | 31,991,617 |
| Total expenditures | 36,286,668 | 34,902,157 | 33,558,290 | 1,343,867 | 31,991,617 |
| Excess (deficiency) of revenues over e: | (565,625) | 3,896,449 | 5,304,085 | 1,407,636 | 4,988,941 |
| OTHER FINANCING SOURCES (USES) | | | | | |
| Transfers out | - | (1,125,677) | (1,125,677) | - | - |
| Total other financing sources (uses) | - | (1,125,677) | (1,125,677) | - | - |
| Net change in fund balances | (565,625) | 2,770,772 | 4,178,408 | 1,407,636 | 4,988,940 |
| Fund balances - beginning | 18,262,953 | 18,262,953 | 18,262,953 | - | 13,274,012 |
| Fund balances - ending | \$ 17,697,328 | \$ 21,033,725 | \$ 22,441,362 | \$ 1,407,636 | \$ 18,262,952 |

Pikes Peak Library District
Schedule of Expenditures by Natural Classification - Budget to Actual
General Fund
For the Year Ended December 31, 2024

| EXPENDITURES | Budgeted Amounts | | Actual | Variance with Final Budget |
|-----------------------------|------------------|------------|------------|-------------------------------|
| | Original | Final | | |
| Current: | | | | |
| Personnel services | 21,656,841 | 19,881,922 | 19,873,078 | 8,844 |
| Supplies | 1,056,337 | 1,032,522 | 900,794 | 131,728 |
| Library materials | 4,814,606 | 6,494,601 | 6,196,967 | 297,634 |
| Contractual services | 4,383,618 | 3,560,087 | 3,290,084 | 270,003 |
| Repairs and maintenance | 801,983 | 814,776 | 697,675 | 117,100 |
| Other services/expenditures | 1,386,809 | 1,049,375 | 769,868 | 279,508 |
| Utilities | 822,312 | 807,885 | 661,249 | 146,636 |
| Telecommunication costs | 550,770 | 512,431 | 458,630 | 53,801 |
| Lease principal | 693,392 | 718,558 | 649,834 | 68,724 |
| Lease interest | - | - | 29,871 | (29,871) |
| Capital outlay | 120,000 | 30,000 | 30,240 | (240) |
| Total expenditures | 36,286,668 | 34,902,157 | 33,558,290 | 1,343,867 |

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUND

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

CAPITAL PROJECTS FUNDS

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

North Facility Project Fund

The North Facility Project Fund, a capital projects fund, is used to account for all financial activity related to the purchase of and renovation of a facility located in northern Colorado Springs. Funds are being accumulated over a period of several years. Primary and anticipated sources of funding for this project include the General Fund and other fundraising activities including grants and donations.

East Library Renovation Fund

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

Penrose Library Renovation Fund

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

Capital Reserve Fund

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

Pikes Peak Library District
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2024

| | Special Revenue | Capital Projects | | | | Total Nonmajor Governmental Funds |
|---|-------------------------|--------------------------|------------------------------|---------------------------------|----------------------|-----------------------------------|
| | Designated Purpose Fund | Library 21C Project Fund | East Library Renovation Fund | Penrose Library Renovation Fund | Capital Reserve Fund | |
| ASSETS | | | | | | |
| Accounts receivable | \$ - | \$ - | \$ - | \$ - | \$ 8,694 | \$ 8,694 |
| Due from other funds | 56,401 | 206,277 | 496,648 | 372,822 | 3,107,313 | 4,239,461 |
| Total assets | <u>\$ 56,401</u> | <u>\$ 206,277</u> | <u>\$ 496,648</u> | <u>\$ 372,822</u> | <u>\$ 3,116,006</u> | <u>\$ 4,248,155</u> |
| LIABILITIES | | | | | | |
| Accounts payable | \$ - | \$ 3,969 | \$ 2,871 | \$ 25,790 | \$ 204,637 | \$ 237,267 |
| Total liabilities | <u>-</u> | <u>3,969</u> | <u>2,871</u> | <u>25,790</u> | <u>204,637</u> | <u>237,267</u> |
| Total liabilities and deferred inflows of resources | <u>-</u> | <u>3,969</u> | <u>2,871</u> | <u>25,790</u> | <u>204,637</u> | <u>237,267</u> |
| FUND BALANCES (DEFICITS) | | | | | | |
| Restricted | | | | | | |
| Gifts and grants | 812 | - | - | - | - | 812 |
| Committed | | | | | | |
| Capital projects | 55,589 | 202,308 | 493,777 | 347,032 | 2,911,369 | 4,010,075 |
| Total fund balances (deficits) | <u>56,401</u> | <u>202,308</u> | <u>493,777</u> | <u>347,032</u> | <u>2,911,369</u> | <u>4,010,887</u> |
| Total liabilities and fund balances (deficits) | <u>\$ 56,401</u> | <u>\$ 206,277</u> | <u>\$ 496,648</u> | <u>\$ 372,822</u> | <u>\$ 3,116,006</u> | <u>\$ 4,248,154</u> |

Pikes Peak Library District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2024

| | Special Revenue | Capital Projects | | | | Total Nonmajor Governmental Funds |
|--|-------------------------|--------------------------|------------------------------|---------------------------------|----------------------|-----------------------------------|
| | Designated Purpose Fund | Library 21C Project Fund | East Library Renovation Fund | Penrose Library Renovation Fund | Capital Reserve Fund | |
| REVENUES | | | | | | |
| Taxes | \$ - | \$ 25,129 | \$ 1,198,513 | \$ 50,257 | \$ 1,581,491 | \$ 2,855,390 |
| Total revenues | - | 25,129 | 1,198,513 | 50,257 | 1,581,491 | 2,855,390 |
| EXPENDITURES | | | | | | |
| Current: | | | | | | |
| Governmental Activities | | | | | | |
| Repairs and maintenance | 3,590 | - | - | - | - | \$ 3,590 |
| Capital outlay | 3,800 | 67,829 | 854,409 | 376,643 | 1,053,992 | \$ 2,356,673 |
| Total Other Administration | 7,390 | 67,829 | 854,409 | 376,643 | 1,053,992 | 2,360,263 |
| Total expenditures | 7,390 | 67,829 | 854,409 | 376,643 | 1,053,992 | 2,360,263 |
| Excess (deficiency) of revenues over expendi | (7,390) | (42,700) | 344,104 | (326,386) | 527,499 | 495,126 |
| OTHER FINANCING SOURCES (USES) | | | | | | |
| Transfers in | - | 142,693 | - | 282,984 | 700,000 | \$ 1,125,677 |
| Total other financing sources (uses) | - | 142,693 | - | 282,984 | 700,000 | 1,125,677 |
| Net change in fund balances | (7,390) | 99,993 | 344,104 | (43,402) | 1,227,499 | 1,620,803 |
| Fund balances - beginning | 63,791 | 102,316 | 149,673 | 390,433 | 1,683,870 | \$ 2,390,084 |
| Fund balances - ending | \$ 56,401 | \$ 202,309 | \$ 493,777 | \$ 347,031 | \$ 2,911,369 | \$ 4,010,887 |

Pikes Peak Library District
 Comparative Balance Sheet
 Designated Purpose Fund
 December 31, 2023 to 2024

| | Designated Purpose Fund | |
|--|-------------------------|------------------|
| | 2024 | 2023 |
| ASSETS | | |
| Due from other funds | \$ 56,401 | \$ 63,791 |
| Total assets | <u>\$ 56,401</u> | <u>\$ 63,791</u> |
| FUND BALANCES (DEFICITS) | | |
| Restricted | | |
| Gifts and grants | 812 | 812 |
| Committed | | |
| Capital projects | 55,589 | 62,979 |
| Total fund balances (deficits) | <u>56,401</u> | <u>63,791</u> |
| | | |
| Total liabilities and fund balances (deficits) | <u>\$ 56,401</u> | <u>\$ 63,791</u> |

Pikes Peak Library District
Schedule of Revenues, Expenditures, and Changes in Fund Balance Designated
Purpose Fund
December 31, 2023 to 2024

| | Designated Purpose Fund | |
|---|-------------------------|-----------|
| | 2024 | 2023 |
| EXPENDITURES | | |
| Current: | | |
| Governmental Activities | | |
| Other Administration | - | - |
| Repairs and maintenance | 3,590 | - |
| Capital outlay | 3,800 | - |
| Total Other Administration | 7,390 | - |
| Total expenditures | 7,390 | - |
| Excess (deficiency) of revenues over expendit | 7,390 | - |
| Net change in fund balances | (7,390) | - |
| Fund balances - beginning | 63,791 | 63,791 |
| Fund balances - ending | \$ 56,401 | \$ 63,791 |

Pikes Peak Library District
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Special Revenue Fund
For the Year Ended December 31, 2024

| | Budgeted Amounts | | | Variance with Final |
|---|------------------|----------|-----------|---------------------|
| | Original | Final | Actual | Budget |
| EXPENDITURES | | | | |
| Current: | | | | |
| Governmental Activities | | | | |
| Other Administration | \$ - | \$ - | \$ - | \$ - |
| Repairs and maintenance | - | - | 3,590 | (3,590) |
| Capital outlay | - | 63,791 | 3,800 | 59,991 |
| Total Other Administration | - | 63,791 | 7,390 | 56,401 |
| Total current | - | 63,791 | 7,390 | 56,401 |
| Total expenditures | - | 63,791 | 7,390 | 56,401 |
| Excess (deficiency) of revenues over expenditures | - | 63,791 | 7,390 | 56,401 |
| Net change in fund balances | - | (63,791) | (7,390) | 56,401 |
| Fund balances - beginning | 63,791 | 63,791 | 63,791 | - |
| Fund balances - ending | \$ 63,791 | \$ - | \$ 56,401 | \$ 56,401 |

Pikes Peak Library District
Combining Balance Sheet
Capital Fund Projects
December 31, 2023 to 2024

| | Library 21c Project Fund | | East Library Renovation Fund | | Penrose Library Renovation Fund | | Capital Reserve Fund | | Consolidated Totals | |
|---|--------------------------|-------------------|------------------------------|-------------------|---------------------------------|-------------------|----------------------|---------------------|---------------------|------------------|
| | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
| ASSETS | | | | | | | | | | |
| Accounts receivable | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 8,694 | \$ 8,694 | 8,694 | 8,694 |
| Due from other funds | 206,277 | 117,084 | 496,648 | 151,977 | 372,822 | 476,232 | 3,107,313 | 1,943,344 | 4,183,060 | 2,688,637 |
| Total assets | <u>\$ 206,277</u> | <u>\$ 117,084</u> | <u>\$ 496,648</u> | <u>\$ 151,977</u> | <u>\$ 372,822</u> | <u>\$ 476,232</u> | <u>\$ 3,116,006</u> | <u>\$ 1,952,038</u> | <u>4,191,754</u> | <u>2,697,331</u> |
| LIABILITIES | | | | | | | | | | |
| Accounts payable | \$ 3,969 | \$ 14,768 | \$ 2,871 | \$ 2,304 | \$ 25,790 | \$ 85,799 | \$ 204,637 | \$ 268,167 | 237,268 | 371,038 |
| Due to other funds | - | - | - | - | - | - | - | - | - | - |
| Total liabilities | <u>3,969</u> | <u>14,768</u> | <u>2,871</u> | <u>2,304</u> | <u>25,790</u> | <u>85,799</u> | <u>204,637</u> | <u>268,167</u> | <u>237,268</u> | <u>371,038</u> |
| Total liabilities and deferred inflows of resourc | <u>3,969</u> | <u>14,768</u> | <u>2,871</u> | <u>2,304</u> | <u>25,790</u> | <u>85,799</u> | <u>204,637</u> | <u>268,167</u> | <u>237,268</u> | <u>371,038</u> |
| FUND BALANCES (DEFICITS) | | | | | | | | | | |
| Committed | | | | | | | | | | |
| Capital projects | 202,309 | 102,316 | 493,777 | 149,673 | 347,031 | 390,433 | 2,911,369 | 1,683,870 | 3,954,486 | 2,326,293 |
| Total fund balances (deficits) | <u>202,309</u> | <u>102,316</u> | <u>493,777</u> | <u>149,673</u> | <u>347,031</u> | <u>390,433</u> | <u>2,911,369</u> | <u>1,683,870</u> | <u>3,954,486</u> | <u>2,326,293</u> |
| Total liabilities and fund balances (deficits) | <u>\$ 206,277</u> | <u>\$ 117,084</u> | <u>\$ 496,648</u> | <u>\$ 151,977</u> | <u>\$ 372,822</u> | <u>\$ 476,232</u> | <u>\$ 3,116,006</u> | <u>\$ 1,952,038</u> | <u>4,191,754</u> | <u>2,697,331</u> |

Pikes Peak Library District
Comparative Schedule of Revenues, Expenditures, and Changes in Fund Balances
Capital Projects Funds
December 31, 2023 to 2024

| | LIBRARY 21C(MY) | | EAST LIBRARY RENOVATION (MY) | | PENROSE RENOVATION (MY) | | CAPITAL RESERVE (MY) | | Consolidated totals | |
|---------------------------------------|-----------------|------------|------------------------------|------------|-------------------------|------------|----------------------|--------------|---------------------|----------------|
| | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
| REVENUES | | | | | | | | | | |
| Taxes | \$ 25,129 | \$ - | \$ 1,198,513 | \$ - | \$ 50,257 | \$ - | \$ 1,581,491 | \$ - | \$ 2,855,389.72 | \$ - |
| Donations | - | - | - | - | - | - | - | - | - | - |
| Miscellaneous | - | 24,447 | - | - | - | - | - | - | - | 24,447 |
| Total revenues | 25,129 | 24,447 | 1,198,513 | - | 50,257 | - | 1,581,491 | - | 2,855,389.72 | 24,447 |
| EXPENDITURES | | | | | | | | | | |
| Current: | | | | | | | | | | |
| Governmental Activities | | | | | | | | | | |
| Facilities Office | - | - | - | - | - | - | - | - | \$ - | \$ - |
| Other Administration | - | - | - | - | - | - | - | - | \$ - | \$ - |
| Capital outlay | 67,829 | 215,393 | 854,409 | 45,839 | 376,643 | 295,496 | 1,053,992 | 1,586,925 | \$ 2,352,873.38 | \$ 2,143,653 |
| Total Other Administration | 67,829 | 215,393 | 854,409 | 45,839 | 376,643 | 295,496 | 1,053,992 | 1,586,925 | \$ 2,352,873.38 | \$ 2,143,653 |
| Total expenditures | 67,829 | 215,393 | 854,409 | 45,839 | 376,643 | 295,496 | 1,053,992 | 1,586,925 | \$ 2,352,873.38 | \$ 2,143,653 |
| Excess (deficiency) of revenue | (42,700) | (190,946) | 344,104 | (45,839) | (326,386) | (295,496) | 527,499 | (1,586,925) | \$ 502,516.34 | \$ (2,119,206) |
| OTHER FINANCING SOURCES (USES) | | | | | | | | | | |
| Transfers in | 142,693 | - | - | - | 282,984 | - | 700,000 | - | \$ 1,125,677.00 | \$ - |
| Insurance proceeds | - | 980 | - | 1,605 | - | 27,664 | - | - | \$ - | \$ 30,249 |
| Total other financing sources (uses) | 142,693 | 980 | - | - | 282,984 | - | 700,000 | - | \$ 1,125,677.00 | \$ 30,249 |
| Net change in fund balances | 99,993 | (189,966) | 344,104 | (44,234) | (43,402) | (267,832) | 1,227,499 | (1,586,925) | \$ 1,628,193.34 | \$ (2,088,957) |
| Fund balances - beginning | 102,316 | \$ 292,282 | \$ 149,673 | \$ 193,907 | \$ 390,433 | \$ 658,265 | \$ 1,683,870 | \$ 3,270,796 | \$ 2,326,292.71 | \$ 4,415,250 |
| Fund balances - ending | \$ 202,309 | \$ 102,316 | \$ 493,777 | \$ 149,673 | \$ 347,031 | \$ 390,433 | \$ 2,911,369 | \$ 1,683,871 | \$ 3,954,486.05 | \$ 2,326,293 |

Pikes Peak Library District
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Library 21c Project Fund
For the Year Ended December 31, 2024

| | Budgeted Amounts | | | Variance with Final Budget |
|---|------------------|-----------|------------|----------------------------|
| | Original | Final | Actual | |
| EXPENDITURES | | | | |
| Current: | | | | |
| Governmental Activities | | | | |
| Other Administration | - | - | - | - |
| Capital outlay | 54,252 | 266,249 | 67,829 | 198,420 |
| Total Other Administration | 54,252 | 266,249 | 67,829 | 198,420 |
| Total current | 54,252 | 266,249 | 67,829 | 198,420 |
| Total expenditures | 54,252 | 266,249 | 67,829 | 198,420 |
| Excess (deficiency) of revenues over expenditures | (29,037) | (241,249) | (42,700) | 198,549 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | - | 142,693 | 142,693 | - |
| Total other financing sources (uses) | - | 142,693 | 142,693 | - |
| Net change in fund balances | (29,037) | (98,556) | 99,993 | 198,549 |
| Fund balances - beginning | 102,316 | 102,316 | 102,316 | - |
| Fund balances - ending | \$ 73,279 | \$ 3,760 | \$ 202,309 | \$ 198,549 |

Pikes Peak Library District
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
East Library Renovation Fund
For the Year Ended December 31, 2024

| | Budgeted Amounts | | | Variance with Final Budget |
|---|------------------|-----------|------------|----------------------------|
| | Original | Final | Actual | |
| EXPENDITURES | | | | |
| Current: | | | | |
| Governmental Activities | | | | |
| Other Administration | - | - | - | - |
| Capital outlay | 1,171,686 | 1,143,017 | 854,409 | 288,608 |
| Total Other Administration | 1,171,686 | 1,143,017 | 854,409 | 288,608 |
| Total current | 1,171,686 | 1,143,017 | 854,409 | 288,608 |
| Total expenditures | 1,171,686 | 1,143,017 | 854,409 | 288,608 |
| Excess (deficiency) of revenues over expenditures | (87,449) | (68,017) | 344,104 | 412,121 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Net change in fund balances | (87,449) | (68,017) | 344,104 | 412,121 |
| Fund balances - beginning | 149,673 | 149,673 | 149,673 | - |
| Fund balances - ending | \$ 62,224 | \$ 81,656 | \$ 493,777 | \$ 412,121 |

Pikes Peak Library District
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Penrose Library Renovation Fund
For the Year Ended December 31, 2024

| | Budgeted Amounts | | | Variance with Final |
|---|------------------|-------------|------------|---------------------|
| | Original | Final | Actual | Budget |
| EXPENDITURES | | | | |
| Current: | | | | |
| Governmental Activities | | | | |
| Other Administration | | | | |
| Capital outlay | 631,254 | 1,122,090 | 376,643 | 745,447 |
| Total Other Administration | 631,254 | 1,122,090 | 376,643 | 745,447 |
| Total current | 631,254 | 1,122,090 | 376,643 | 745,447 |
| Total expenditures | 631,254 | 1,122,090 | 376,643 | 745,447 |
| Excess (deficiency) of revenues over expenditures | (580,824) | (1,072,090) | (326,386) | 745,704 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | - | 282,984 | 282,984 | - |
| Year End Fund balance Carry forward | 390,433 | 390,433 | | |
| Total other financing sources (uses) | 390,433 | 673,417 | 282,984 | - |
| Net change in fund balances | (190,391) | (398,673) | (43,402) | 745,704 |
| Fund balances - beginning | 390,433 | 390,433 | 390,433 | - |
| Fund balances - ending | \$ 200,042 | \$ (8,239) | \$ 347,031 | \$ 745,704 |

Pikes Peak Library District
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Capital Reserve Fund
For the Year Ended December 31, 2024

| | Budgeted Amounts | | | Variance with Final |
|---|------------------|--------------|--------------|---------------------|
| | Original | Final | Actual | Budget |
| EXPENDITURES | | | | |
| Current: | | | | |
| Governmental Activities | | | | |
| Facilities Office | - | - | - | - |
| Capital outlay | 502,614 | - | - | - |
| Total Facilities Office | 502,614 | - | - | - |
| Other Administration | - | - | - | - |
| Capital outlay | 3,432,493 | 3,643,947 | 1,053,992 | 2,589,955 |
| Total Other Administration | 3,432,493 | 3,643,947 | 1,053,992 | 2,589,955 |
| Total current | 3,935,108 | 3,643,947 | 1,053,992 | 2,589,955 |
| Total expenditures | 3,935,108 | 3,643,947 | 1,053,992 | 2,589,955 |
| Excess (deficiency) of revenues over expenditures | (2,371,657) | (2,070,615) | 527,499 | 2,598,114 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | - | 700,000 | 700,000 | - |
| Year End Fund balance Carry forward | 687,787 | 687,787 | | |
| Total other financing sources (uses) | 687,787 | 1,387,787 | 700,000 | - |
| Net change in fund balances | (1,683,870) | (682,828) | 1,227,499 | 2,598,114 |
| Fund balances - beginning | 1,683,871 | 1,683,871 | 1,683,871 | - |
| Fund balances - ending | \$ 0 | \$ 1,001,043 | \$ 2,911,369 | \$ 2,598,114 |

Pikes Peak Library District
Comparative Statement of Net Position
Internal Service Fund
December 31, 2023 to 2024

| | Self-insurance Fund | |
|---------------------------|---------------------|---------------------|
| | 2024 | 2023 |
| ASSETS | | |
| Current assets: | | |
| Cash and cash equivalents | \$ 854,369 | \$ 837,884 |
| Deposits | 36,667 | 36,667 |
| Due from other funds | 281,539 | 737,352 |
| Total current assets | 1,172,575 | 1,611,903 |
| Total assets | <u>\$ 1,172,575</u> | <u>\$ 1,611,903</u> |
| LIABILITIES | | |
| Current liabilities: | | |
| Accounts payable | 901 | 24,002 |
| Claims payable | 115,021 | 193,121 |
| Total current liabilities | 115,922 | 217,123 |
| Total liabilities | <u>\$ 115,922</u> | <u>\$ 217,123</u> |
| NET POSITION | | |
| Unrestricted | 1,056,653 | 1,394,780 |
| Total net position | <u>\$ 1,056,653</u> | <u>\$ 1,394,780</u> |

Pikes Peak Library District
Comparative Statement of Revenues, Expenditures, and Changes in Fund Balance
Internal service funds
December 31, 2023 to 2024

| | Self-insurance Fund | |
|--|---------------------|--------------|
| | 2024 | 2023 |
| OPERATING REVENUES | | |
| Employee contributions | \$ 395,539 | \$ 478,374 |
| Total operating revenues | 395,539 | 478,374 |
| OPERATING EXPENSES | | |
| Claims incurred | 1,916,319 | 1,681,595 |
| Administrative | 1,045,442 | 990,119 |
| Personnel services | 231,125 | 223,582 |
| Total operating expenses | 3,192,887 | 2,895,296 |
| Operating income (loss) | (2,797,348) | (2,416,923) |
| NONOPERATING REVENUES (EXPENSES) | | |
| Taxes | 2,458,647 | 2,987,251 |
| Interest earnings | 574 | 812 |
| Total nonoperating revenues (expenses) | 2,459,221 | 2,988,063 |
| Income (loss) before contributions and transfers | (338,127) | 571,141 |
| Change in net position | (338,127) | 571,141 |
| Total net position - beginning | 1,394,780 | 823,640 |
| Total net position - ending | \$ 1,056,653 | \$ 1,394,780 |

Pikes Peak Library District
Comparative Statement of Cash Flows
Internal Service Fund
For the year ended December 31, 2023 to 2024

| | Self-insurance Fund | |
|---|---------------------|----------------|
| | 2024 | 2023 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Employee and employer contributions | \$ 395,539 | \$ 478,374 |
| Payment of claims | (1,994,419) | (1,675,377) |
| Payments to service providers | (1,045,442) | (990,119) |
| Payments to or on behalf of employees | (254,227) | (199,579) |
| Cash from interfund | 455,813 | (364,055) |
| Net cash provided (used) by operating activities | (2,442,736) | (2,750,756) |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES | | |
| Property taxes levied for library purposes | 2,458,647 | 2,987,251 |
| Net cash provided (used) by noncapital financing activities | 2,458,647 | 2,987,251 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Interest received | 574 | 811 |
| Net cash provided (used) by investing activities | 574 | 811 |
| Net increase (decrease) in cash and cash equivalents | 16,485 | 237,306 |
| Cash balances - beginning of year | 837,884 | 600,578 |
| Cash balances - end of the year | \$ 854,369 | \$ 837,884 |
| Cash | \$ 854,369 | \$ 837,884 |
| Total Cash | \$ 854,369 | \$ 837,884 |
| Reconciliation of operating income (loss) to net cash provided (used) by operating activities: | | |
| Operating Income (Loss) | \$ (2,797,348) | \$ (2,416,923) |
| Changes in assets and liabilities: | | |
| Accounts Payable - Interfund | 455,813 | (364,055) |
| Claims Payable | (78,100) | 6,218 |
| Accounts Payable - Other | (23,102) | 24,003 |
| Net cash provided (used) by operating activities | \$ (2,442,736) | \$ (2,750,756) |

Pikes Peak Library District
Schedule of Revenues, Expenditures and Changes in Net Position - Budget and Actual
Internal Service Fund
For the Year Ended December 31, 2024

| | Budgeted Amounts | | Actual | Variance with Final Budget |
|---|---------------------|---------------------|---------------------|----------------------------|
| | Original | Final | | |
| OPERATING REVENUES | | | | |
| Employee contributions | \$ 394,323 | \$ 394,323 | \$ 395,539 | \$ 1,217 |
| Total operating revenues | <u>394,323</u> | <u>394,323</u> | <u>395,539</u> | <u>1,217</u> |
| OPERATING EXPENSES | | | | |
| Claims incurred | 1,945,428 | 1,945,428 | 1,916,319 | 29,109 |
| Administrative | 1,133,164 | 1,133,164 | 1,045,442 | 87,721 |
| Personnel services | 153,311 | 153,311 | 231,125 | (77,814) |
| Total operating expenses | <u>3,231,903</u> | <u>3,231,903</u> | <u>3,192,887</u> | <u>39,016</u> |
| Operating income (loss) | <u>(2,837,580)</u> | <u>(2,837,580)</u> | <u>(2,797,348)</u> | <u>40,232</u> |
| NONOPERATING REVENUES (EXPENSES) | | | | |
| Taxes | 2,604,375 | 2,604,375 | 2,458,647 | (145,728) |
| Interest earnings | - | - | 574 | 574 |
| Total nonoperating revenues (expenses) | <u>2,604,375</u> | <u>2,604,375</u> | <u>2,459,221</u> | <u>(145,154)</u> |
| Income (loss) before contributions and tran | <u>(233,205)</u> | <u>(233,205)</u> | <u>(338,127)</u> | <u>(104,922)</u> |
| Change in net position | <u>(233,205)</u> | <u>(233,205)</u> | <u>(338,127)</u> | <u>(104,922)</u> |
| Total net position - beginning | 1,394,780 | 1,394,780 | 1,394,780 | - |
| Total net position - ending | <u>\$ 1,161,575</u> | <u>\$ 1,161,575</u> | <u>\$ 1,056,653</u> | <u>\$ (104,922)</u> |



STATISTICAL SECTION

**STATISTICAL SECTION
(UNAUDITED)**

STATISTICAL SECTION

This part of the Pikes Peak Library District's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

Operating Information

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

Exhibit I-1

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

| Governmental Activities | | | | |
|--------------------------------|--------------------------------------|-------------------|---------------------|---------------|
| Fiscal Year | Net Investment In Capital | | | Total |
| | Assets | Restricted | Unrestricted | |
| 2014 | \$ 37,633,108 | \$ 994,338 | \$ 9,249,165 | \$ 47,876,611 |
| 2015 | 38,922,766 | 998,444 | 282,577 | 40,203,787 |
| 2016 | 37,308,714 | 956,559 | 1,371,475 | 39,636,748 |
| 2017 | 36,767,440 | 1,004,708 | 971,294 | 38,743,442 |
| 2018 | 34,938,136 | 1,131,310 | (990,490) | 35,078,956 |
| 2019 | 34,741,176 | 1,179,070 | (6,932,278) | 28,987,968 |
| 2020 | 33,556,137 | 1,298,802 | (12,866,551) | 21,988,388 |
| 2021 | 32,293,214 | 1,393,285 | (11,939,086) | 21,747,413 |
| 2022 | 33,505,299 | 1,498,665 | (11,177,041) | 23,826,923 |
| 2023 | 33,658,011 | 1,456,846 | (4,764,956) | 30,349,901 |
| 2024 | 33,734,235 | 1,309,818 | 3,396,606 | 38,440,659 |

Exhibit I-2

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

**Expenses
Governmental Activities**

| Fiscal Year | Chief | | | | | | |
|------------------------|----------------------------|----------------------------|------------------------------------|---|-------------------------------|---------------------------|------------------------------|
| | Public Services | Human Resources | Administrative Services | Librarian & CEO's Office | Development Office | Finance Office | Facilities Office |
| 2015 | \$ 13,250,047 | \$ - | \$ 3,785,191 | \$ 398,398 | \$ - | \$ 476,755 | \$ - |
| 2016 | 13,251,004 | - | 3,823,660 | 466,816 | - | 522,810 | - |
| 2017 | 20,382,695 | - | 3,914,245 | 474,077 | - | 551,716 | - |
| 2018 | 23,333,788 | 495,338 | - | 311,333 | 182,018 | 629,124 | 3,885,930 |
| 2019 | 24,175,768 | 615,099 | - | 346,106 | 205,177 | 718,925 | 4,196,460 |
| 2020 | 25,521,426 | 706,307 | - | 337,521 | 303,389 | 791,730 | 4,376,400 |
| 2021 | 21,439,663 | 740,806 | - | 295,077 | 268,937 | 724,847 | 3,938,656 |
| 2022 | 21,618,087 | 663,932 | - | 265,212 | 277,090 | 678,055 | 3,630,516 |
| 2023 | 17,496,000 | 729,735 | - | 294,633 | 367,241 | 1,358,086 | 3,787,717 |
| 2024 | 19,655,873 | 652,075 | 141,094 | 355,924 | 205,861 | 1,413,030 | 3,467,191 |

**Expenses
Governmental Activities**

| Fiscal Year | Information Technology Office | Communi- cations Office | Security Services | Other Administration | Interest Expense | Total Primary Government |
|------------------------|--|--|------------------------------|---------------------------------|-----------------------------|---|
| | | | | | | |
| 2015 | \$ 7,855,225 | \$ 853,076 | \$ - | \$ 3,107,846 | \$ - | \$ 29,726,538 |
| 2016 | 7,631,440 | 764,629 | - | 3,116,763 | - | 29,577,122 |
| 2017 | 1,868,122 | 830,962 | - | 3,222,456 | - | 31,244,273 |
| 2018 | 2,794,960 | 979,183 | - | 3,299,412 | - | 35,911,086 |
| 2019 | 3,121,662 | 1,259,541 | 758,615 | 3,690,897 | - | 39,088,250 |
| 2020 | 3,214,137 | 1,147,285 | 1,058,946 | 4,178,464 | - | 41,635,605 |
| 2021 | 2,881,161 | 1,051,216 | 1,001,954 | 4,000,995 | - | 36,343,312 |
| 2022 | 2,649,778 | 950,097 | 963,291 | 5,448,405 | 60,224 | 37,204,687 |
| 2023 | 2,603,568 | 1,104,315 | 1,220,634 | 5,034,119 | 47,440 | 34,043,488 |
| 2024 | 2,470,042 | 1,064,439 | 1,337,438 | 5,424,843 | 29,871 | 36,187,809 |

Exhibit I-2 (continued)

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

Program Revenues
Governmental Activities

| Fiscal Year | Charges for Services | | | Operating Grants and Contributions | | | |
|----------------|----------------------|-------------------------|------------|------------------------------------|---------------------------|------------|------------|
| | Public Services | Other Administration | Total | Public Services | Information Technology | Facilities | Total |
| 2015 | \$ 538,214 | \$ - | \$ 538,214 | \$ 258,925 | \$ 15,769 | \$ - | \$ 274,694 |
| 2016 | 494,493 | - | 494,493 | 233,889 | 143,982 | - | 377,871 |
| 2017 | 274,186 | - | 274,186 | 596,824 | - | - | 596,824 |
| 2018 | 114,964 | - | 114,964 | 426,310 | - | - | 426,310 |
| 2019 | 124,503 | - | 124,503 | 370,939 | - | - | 370,939 |
| 2020 | 63,530 | - | 63,530 | 784,756 | 35,354 | 46,319 | 866,429 |
| 2021 | 86,322 | - | 86,322 | 611,823 | 81,098 | 107,942 | 800,863 |
| 2022 | 91,779 | - | 91,779 | 940,423 | 126,442 | 136,334 | 1,203,199 |
| 2023 | 94,710 | 478,374 | 573,084 | 1,235,644 | - | - | 1,235,644 |
| 2024 | 84,074 | 395,539 | 479,613 | 1,263,405 | - | - | 1,263,405 |

Program Revenues
Governmental Activities

| Fiscal Year | Capital Grants and Contributions | | | | | Total Net Expenses | |
|----------------|----------------------------------|----------------------|----------------------------|---------------------------|--------------|--------------------------------|--------------------------------|
| | Public Services | Facilities Office | Administrative Services | Information Technology | Total | Total Primary Government | Total Primary Government |
| 2015 | \$ 836,583 | \$ - | \$ 258,308 | \$ 550,299 | \$ 1,645,191 | \$2,458,099 | (27,268,439) |
| 2016 | 142,378 | - | 41,939 | 85,304 | 269,621 | 1,141,985 | (28,435,137) |
| 2017 | 253,467 | - | 53,096 | 36,030 | 342,593 | 1,213,603 | (30,030,670) |
| 2018 | 709,178 | 118,863 | - | 86,512 | 914,553 | 1,455,827 | (34,455,259) |
| 2019 | 153,237 | 26,468 | - | 19,264 | 198,969 | 694,411 | (38,393,839) |
| 2020 | 145,873 | 24,563 | - | 18,749 | 189,185 | 1,119,144 | (40,516,461) |
| 2021 | - | - | - | - | - | 887,185 | (35,456,127) |
| 2022 | - | - | - | - | - | 1,294,978 | (35,909,709) |
| 2023 | - | - | - | - | - | 1,808,728 | (32,234,760) |
| 2024 | - | - | - | - | - | 1,743,018 | (34,444,791) |

Exhibit I-3

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

| Governmental Activities | | | | | | | | | |
|--------------------------------|-------------------------|-------------------------------------|--------------------------------|----------------------|------------------------|---------------|---|----------------|-------------------|
| Fiscal Year | General Revenues | | | | | | TABOR Refund | Total | |
| | Property Taxes | Specific Ownership Taxes | Investment Earnings | Miscellaneous | Special Item(s) | Total | Fiscal Year Spending and Property Tax Revenue in Excess of Limit | Primary | Government |
| 2015 | \$ 24,137,929 | \$ 2,765,049 | \$ 26,550 | \$ 201,916 | \$ - | \$ 27,131,444 | \$ - | \$ 27,131,444 | |
| 2016 | 24,780,995 | 2,892,197 | 96,038 | 155,941 | - | 27,925,171 | (57,073) | 27,868,098 | |
| 2017 | 25,762,260 | 3,547,865 | 187,896 | 182,529 | - | 29,680,550 | (543,196) | 29,137,354 | |
| 2018 | 26,834,122 | 3,410,423 | 386,768 | 165,290 | - | 30,796,603 | (5,830) | 30,790,773 | |
| 2019 | 28,235,667 | 3,486,228 | 426,392 | 154,564 | - | 32,302,851 | - | 32,302,851 | |
| 2020 | 30,095,828 | 3,344,277 | 116,945 | 139,939 | - | 33,696,989 | (180,108) | 33,516,881 | |
| 2021 | 31,402,556 | 3,720,458 | 9,250 | 82,888 | - | 35,215,152 | - | 35,215,152 | |
| 2022 | 33,299,124 | 3,517,120 | 429,895 | 63,014 | - | 37,309,153 | - | 37,309,153 | |
| 2023 | 33,709,365 | 3,585,330 | 1,350,575 | 82,219 | 30,249 | 38,757,738 | - | 38,757,738 | |
| 2024 | 35,706,977 | 3,413,306 | 1,588,030 | 2,161,013 | | 42,869,326 | | 42,869,326 | |

Exhibit I-4

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

General Fund

| Fiscal Year | Non- spendable | Restricted | Committed | Assigned | Unassigned | Total |
|------------------------|---------------------------|-------------------|------------------|-----------------|-------------------|--------------|
| 2015 | \$ 510,377 | \$ 944,548 | \$ 900,000 | \$ 583,947 | \$ 4,896,422 | \$ 7,835,294 |
| 2016 | 386,130 | 945,380 | 865,000 | 668,852 | 6,425,409 | 9,290,771 |
| 2017 | 339,785 | 1,001,784 | 865,000 | 377,529 | 7,848,739 | 10,432,837 |
| 2018 | 311,114 | 1,128,386 | - | 385,511 | 8,900,930 | 10,725,941 |
| 2019 | 260,645 | 1,178,258 | - | 285,461 | 8,336,338 | 10,060,702 |
| 2020 | 382,929 | 1,297,990 | - | 243,769 | 9,395,403 | 11,320,091 |
| 2021 | 400,575 | 1,392,473 | - | 306,562 | 11,228,870 | 13,328,480 |
| 2022 | 562,009 | 1,497,853 | - | 561,401 | 10,652,749 | 13,274,012 |
| 2023 | 698,579 | 1,456,034 | 1,500,000 | 481,080 | 14,127,260 | 18,262,953 |
| 2024 | 1,520,847 | 1,309,818 | 715,932 | 329,503 | 18,565,212 | 22,441,361 |

Other Governmental Funds

| Fiscal Year | Non- spendable | Restricted | Committed | Assigned | Total |
|------------------------|---------------------------|-------------------|------------------|-----------------|--------------|
| 2015 | \$ 4,990 | \$ 53,896 | \$ 1,976,494 | \$ 7,624 | \$ 2,043,004 |
| 2016 | 14,092 | 11,179 | 2,378,444 | 7,000 | 2,410,715 |
| 2017 | 5,877 | 2,924 | 1,845,995 | 212 | 1,855,008 |
| 2018 | - | 2,924 | 3,199,791 | 212 | 3,202,927 |
| 2019 | - | 812 | 3,089,709 | - | 3,090,521 |
| 2020 | - | 812 | 3,101,003 | - | 3,101,815 |
| 2021 | - | 812 | 4,326,216 | - | 4,327,028 |
| 2022 | - | 812 | 4,478,229 | - | 4,479,041 |
| 2023 | - | 812 | 2,389,272 | - | 2,390,084 |
| 2024 | - | 812 | 4,010,075 | - | 4,010,887 |

Notes: For fiscal years 2011 - 2014, the North Facility Project Fund was presented as a Major Fund. For 2015, this Fund was no longer considered a Major Fund. Fund balances for 2011 - 2014 have been reclassified and are now presented as part of Other Governmental Funds.

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

| Fiscal Year | Revenues | Expenditures | Other Financing Sources (Uses) | | | | Net Change in Fund Balance | Ratio of Debt Service Expenditures to Noncapital Expenditures |
|----------------|---------------|---------------|--|---|---|----------------|-------------------------------|---|
| | | | Proceeds from Sale of Capital Assets | Proceeds from Insurance Reimbursements | TABOR Refund | | | |
| | | | | | Fiscal Year Spending and Property Tax Revenue In Excess of Limi | | | |
| 2015 | \$ 29,432,914 | \$ 30,785,347 | \$ 28,060 | \$ 18,703 | \$ - | \$ (1,305,670) | 0.00% | |
| 2016 | 29,109,072 | 27,246,156 | 17,345 | - | (57,073) | 1,823,188 | 0.00% | |
| 2017 | 30,942,008 | 29,824,093 | 11,640 | - | (543,196) | 586,359 | 0.00% | |
| 2018 | 32,258,020 | 30,630,672 | 19,505 | - | (5,830) | 1,641,023 | 0.00% | |
| 2019 | 32,994,312 | 33,774,905 | 2,948 | - | - | (777,645) | 0.00% | |
| 2020 | 34,588,026 | 33,154,864 | 17,629 | - | (180,108) | 1,270,683 | 0.00% | |
| 2021 | 36,434,017 | 33,200,415 | - | - | - | 3,233,602 | 0.00% | |
| 2022 | 38,604,132 | 38,786,653 | - | 680,066 | - | 97,545 | 1.98% | |
| 2023 | 37,005,005 | 34,135,270 | - | 30,249 | - | 2,899,984 | 2.14% | |
| 2024 | 41,717,765 | 35,918,554 | - | - | - | 5,799,212 | 2.09% | |

Exhibit I-6

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

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

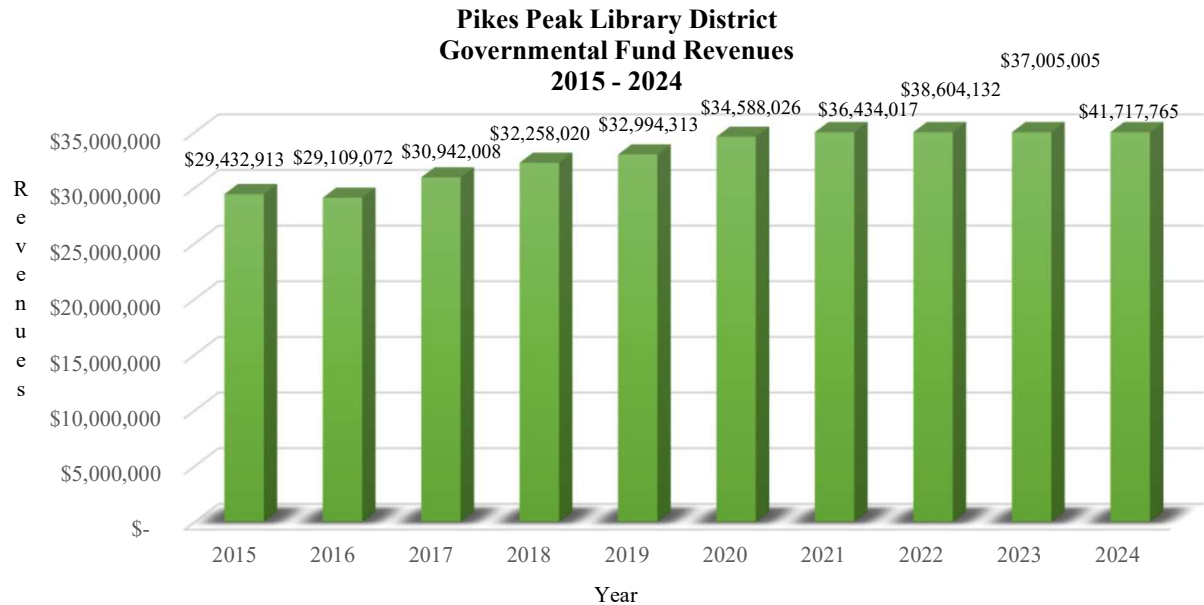


Exhibit I-7

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

| Fiscal Year | Personnel Services | Supplies | Library Materials | Utilities | Telecommunication Costs | Contractual Services | Repairs and Maintenance | Other Services | Total |
|-------------|--------------------|------------|-------------------|------------|-------------------------|----------------------|-------------------------|----------------|---------------|
| 2015 | \$ 15,904,077 | \$ 732,640 | \$ 4,279,833 | \$ 571,033 | \$ 409,626 | \$ 2,587,094 | \$ 578,877 | \$ 753,353 | \$ 25,816,533 |
| 2016 | 16,007,317 | 690,060 | 4,482,638 | 539,735 | 339,276 | 2,769,599 | 672,300 | 742,652 | 26,243,577 |
| 2017 | 17,599,286 | 664,432 | 4,368,968 | 583,442 | 465,959 | 2,753,994 | 649,023 | 834,117 | 27,919,221 |
| 2018 | 18,362,919 | 666,926 | 4,528,390 | 615,141 | 479,359 | 2,936,686 | 503,869 | 678,177 | 28,771,467 |
| 2019 | 19,907,957 | 727,608 | 4,716,819 | 639,248 | 479,868 | 3,150,559 | 613,411 | 935,456 | 31,170,925 |
| 2020 | 20,388,490 | 758,385 | 4,818,308 | 586,580 | 579,783 | 3,055,942 | 553,522 | 635,754 | 31,376,765 |
| 2021 | 20,420,285 | 639,994 | 4,766,105 | 701,654 | 606,985 | 3,313,673 | 681,970 | 840,987 | 31,971,653 |
| 2022 | 21,652,786 | 673,884 | 5,112,585 | 806,674 | 532,230 | 3,134,841 | 655,677 | 1,159,357 | 33,728,034 |
| 2023 | 19,791,875 | 637,571 | 5,161,827 | 682,629 | 480,771 | 3,062,365 | 653,986 | 860,781 | 31,331,805 |
| 2024 | 19,873,078 | 900,794 | 6,196,967 | 661,249 | 458,630 | 3,290,084 | 701,265 | 769,868 | 32,851,935 |

| Fiscal Year | Capital Outlay | Principal | Interest | Total Expenditures |
|-------------|----------------|-----------|----------|--------------------|
| 2015 | \$4,968,814 | \$ - | \$ - | \$ 30,785,347 |
| 2016 | 1,002,579 | - | - | 27,246,156 |
| 2017 | 1,904,872 | - | - | 29,824,093 |
| 2018 | 1,859,205 | - | - | 30,630,672 |
| 2019 | 2,603,980 | - | - | 33,774,905 |
| 2020 | 1,778,099 | - | - | 33,154,864 |
| 2021 | 1,228,762 | - | - | 33,200,415 |
| 2022 | 4,392,215 | 606,180 | 60,224 | 38,786,653 |
| 2023 | 2,154,793 | 601,232 | 47,440 | 34,135,270 |
| 2024 | 2,386,913 | 649,834 | 29,871 | 35,918,554 |

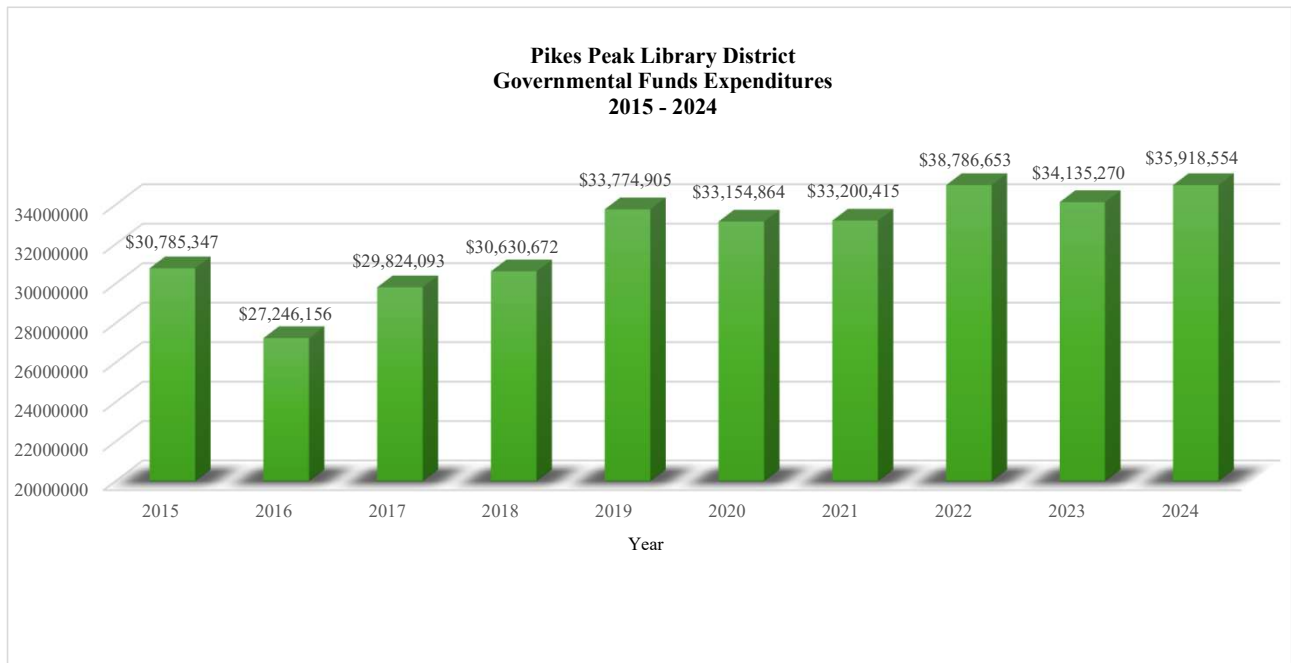


Exhibit I-8

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

| Assessment Year | Collection Year | Residential | | All Other Property | |
|-----------------|-----------------|------------------|------------------------|--------------------|------------------------|
| | | Assessed Value | Estimated Actual value | Assessed Value | Estimated Actual Value |
| 2014 | 2015 | \$ 3,383,673,117 | \$ 42,508,456,238 | \$ 2,733,459,583 | \$ 9,425,722,702 |
| 2015 | 2016 | 3,772,618,178 | 47,394,700,732 | 2,845,238,612 | 9,811,167,627 |
| 2016 | 2017 | 3,785,355,234 | 47,554,713,989 | 2,832,501,556 | 9,767,246,746 |
| 2017 | 2018 | 3,932,149,665 | 54,613,189,788 | 3,148,445,775 | 10,856,709,570 |
| 2018 | 2019 | 4,041,515,731 | 56,132,162,928 | 3,157,308,979 | 10,887,272,342 |
| 2019 | 2020 | 4,792,932,200 | 67,031,120,058 | 3,453,536,110 | 11,908,693,842 |
| 2020 | 2021 | 4,895,319,720 | 68,463,062,349 | 3,322,893,400 | 11,458,213,951 |
| 2021 | 2022 | 5,841,913,840 | 81,703,155,521 | 3,850,327,460 | 13,276,977,109 |
| 2022 | 2023 | 5,814,508,030 | 83,822,310,804 | 3,935,572,350 | 13,575,257,702 |
| 2023 | 2024 | 7,301,745,730 | 108,981,225,168 | 4,575,667,430 | 16,406,438,140 |

| Assessment Year | Collection Year | Total Assessed Value | Total Mill Levy | Estimated Actual Value | Ratio of Total Assessed Value to Total Estimated Actual Value |
|-----------------|-----------------|----------------------|-----------------|------------------------|---|
| 2014 | 2015 | \$ 6,117,132,700 | 4.000 | \$ 51,934,178,939 | 11.8% |
| 2015 | 2016 | 6,516,617,460 | 3.857 | 57,205,868,359 | 11.4% |
| 2016 | 2017 | 6,617,856,790 | 3.957 | 57,321,960,736 | 11.5% |
| 2017 | 2018 | 7,080,595,440 | 3.812 | 65,469,899,358 | 10.8% |
| 2018 | 2019 | 7,198,824,710 | 4.000 | 67,019,435,270 | 10.7% |
| 2019 | 2020 | 8,246,468,310 | 3.731 | 78,939,813,900 | 10.4% |
| 2020 | 2021 | 8,218,213,120 | 3.855 | 79,921,276,300 | 10.3% |
| 2021 | 2022 | 9,692,241,300 | 3.490 | 94,980,132,630 | 10.2% |
| 2022 | 2023 | 9,750,080,380 | 3.512 | 97,397,568,506 | 10.0% |
| 2023 | 2024 | 11,877,413,160 | 3.061 | 125,387,663,308 | 9.5% |

Notes:

The following are the assessment rates for collection years 2011 through 2023:

| Collection Year | Residential | All Other Categories |
|-----------------|-------------|----------------------|
| 2011-2019 | 7.96% | 29.00% |
| 2021-2022 | 7.20% | 29.00% |
| 2022-2023 | 7.15% | 29.00% |
| 2022-2023 | 6.95% | 29.00% |

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

Exhibit I-9

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

| Taxing Authority | Collection Year | | | | | | | | | | |
|-----------------------------------|-----------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
| Direct | | | | | | | | | | | |
| Pikes Peak Library District | 3.061 | 3.512 | 3.490 | 3.855 | 3.731 | 4.000 | 3.812 | 3.957 | 3.857 | 4.000 | 4.000 |
| Overlapping Governments | | | | | | | | | | | |
| El Paso County | 6.862 | 8.062 | 7.450 | 8.085 | 7.552 | 8.068 | 7.965 | 7.919 | 7.869 | 7.791 | 7.714 |
| Cities and Towns | | | | | | | | | | | |
| Calhan | 17.563 | 17.563 | 17.563 | 17.563 | 17.563 | 17.563 | 17.563 | 17.563 | 17.563 | 17.563 | 17.563 |
| Colorado Springs | 3.579 | 3.929 | 3.929 | 4.279 | 4.279 | 4.279 | 4.279 | 4.279 | 4.279 | 4.279 | 4.279 |
| Fountain | 15.1 | 16.339 | 10.239 | 10.239 | 10.239 | 10.239 | 10.239 | 10.239 | 10.239 | 10.239 | 10.239 |
| Green Mountain Falls | 17.588 | 17.588 | 17.588 | 17.588 | 17.588 | 17.588 | 17.588 | 17.588 | 17.588 | 17.588 | 17.588 |
| Manitou Springs | 11.408 | 12.988 | 12.999 | 13.004 | 13.019 | 13.083 | 13.072 | 13.001 | 12.246 | 12.050 | 12.060 |
| Monument | 5.000 | 5.750 | 5.750 | 6.152 | 6.152 | 6.289 | 6.225 | 6.289 | 6.255 | 6.289 | 6.289 |
| Palmer Lake | 21.238 | 21.238 | 21.238 | 21.238 | 21.238 | 21.238 | 21.135 | 21.238 | 11.238 | 16.459 | 16.459 |
| Ramah | 19.827 | 19.827 | 19.827 | 19.827 | 19.827 | 19.827 | 19.827 | 19.827 | 19.827 | 19.827 | 19.827 |
| Fire Districts | | | | | | | | | | | |
| Big Sandy | 8.000 | 8.000 | 8.000 | 8.000 | 8.000 | 8.000 | 8.000 | 8.000 | 8.000 | 8.000 | 8.000 |
| Black Forest | 14.951 | 14.951 | 14.500 | 15.139 | 12.549 | 10.052 | 10.114 | 10.178 | 10.237 | 10.356 | 10.382 |
| Black Forest (OPS) | 0 | - | - | 0.639 | 0.653 | 0.837 | 0.899 | 0.963 | 1.022 | 1.141 | 1.167 |
| Broadmoor | 4.500 | 4.500 | 4.500 | 4.500 | 4.500 | 4.500 | 4.500 | 4.500 | 4.500 | 4.500 | 4.500 |
| Calhan | 12.177 | 17.563 | 17.563 | 17.563 | 17.563 | 6.402 | 6.049 | 5.971 | 6.061 | 6.552 | 6.523 |
| Cascade | 10.848 | 10.848 | 10.848 | 10.848 | 10.153 | 10.848 | 10.848 | 10.245 | 9.774 | 9.410 | 9.168 |
| Cimarron Hills | 16.621 | 16.621 | 16.200 | 16.200 | 16.200 | 16.200 | 16.200 | 15.286 | 15.286 | 15.290 | 14.390 |
| Donald Wescott | 21.400 | 7.170 | 7.000 | 7.000 | 7.000 | 7.000 | 7.000 | 7.000 | 7.000 | 7.000 | 7.000 |
| Wescott N. Sub. | 0.000 | 15.250 | 14.900 | 14.900 | 14.900 | 14.900 | 14.900 | - | - | - | - |
| Edison | 9.000 | 9.000 | 9.000 | 9.000 | 9.000 | 9.000 | 9.000 | 9.000 | 9.000 | 9.000 | 9.000 |
| Elbert | 7.422 | 9.067 | 7.484 | 7.715 | 7.528 | 8.500 | 8.500 | 8.500 | 8.500 | 4.575 | 4.575 |
| Ellicott | 14.747 | 15.030 | 8.113 | 8.496 | 8.589 | 9.451 | 9.515 | 9.850 | 9.760 | 10.220 | 10.290 |
| Falcon | 14.886 | 14.886 | 14.886 | 14.886 | 14.886 | 14.886 | 8.612 | 8.612 | 8.612 | 8.612 | 8.612 |
| Green Mountain Falls/Chipita Park | 14.372 | 17.090 | 17.090 | 17.090 | 16.615 | 17.460 | 16.950 | 9.763 | 9.812 | 9.293 | 8.788 |
| Hanover | 12.563 | 11.000 | 10.000 | 10.000 | 10.000 | 7.217 | 7.428 | 7.366 | 7.000 | 4.720 | 4.720 |
| Northeast Teller City | 13.182 | 14.718 | 13.182 | 13.547 | 0.000 | - | - | - | - | - | - |
| Peyton | 6.154 | 6.130 | 6.134 | 6.140 | 6.130 | 6.130 | 6.130 | 6.130 | 6.130 | 6.130 | 6.130 |
| Security | 18.100 | 16.400 | 16.400 | 10.002 | 10.002 | 10.002 | 10.002 | 10.002 | 10.002 | 10.002 | 10.001 |
| SW Hwy 115 | 13.215 | 13.211 | 13.211 | 13.210 | 13.200 | 13.483 | 13.200 | 13.200 | 13.200 | 13.200 | 13.200 |
| Stratmoor Hills Fire | 13.291 | 13.834 | 13.083 | 13.810 | 13.251 | 13.200 | 12.582 | 12.811 | 12.768 | 12.686 | 12.002 |
| Tri-County | 3.236 | 3.000 | 3.000 | 3.000 | 3.000 | 3.000 | 3.000 | 3.000 | 3.000 | 3.000 | 3.000 |
| Tri-Lakes/Monument | 18.400 | 18.830 | 18.400 | 18.400 | 18.400 | 18.400 | 18.100 | 11.500 | 11.500 | 11.500 | 11.500 |
| Woodman Valley | 9.050 | 9.050 | 9.050 | 9.050 | 9.050 | 9.050 | 9.050 | 9.050 | 9.050 | 9.050 | 9.050 |

Exhibit I-9 (continued)

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

| Taxing Authority | Collection Year | | | | | | | | | |
|---------------------------------------|-----------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
| Water Districts | | | | | | | | | | |
| Cheyenne Creek | 0.500 | 0.500 | 0.500 | 1.000 | 1.000 | 1.000 | 1.000 | 1.000 | 0.500 | 0.500 |
| Forest View | 5.000 | 5.000 | 5.000 | 5.000 | 5.000 | 5.000 | 5.000 | 5.000 | 5.000 | 5.000 |
| Park Forest | 14.437 | 14.437 | 14.437 | 14.437 | 14.437 | 14.437 | 14.437 | 14.437 | 14.437 | 14.437 |
| Red Rock Valley Estates | 17.725 | 17.725 | 17.725 | 17.725 | 17.725 | 17.725 | 17.725 | 17.725 | 16.444 | 18.575 |
| Stratmoor Hills Water | 0.000 | - | - | - | - | - | 2.071 | 2.105 | 2.086 | 1.974 |
| S.E. Colo. Water Conserv. | 0.888 | 0.887 | 0.839 | 0.942 | 0.902 | 0.944 | 0.094 | 0.940 | 0.941 | 0.094 |
| Security Water | 3.736 | 4.292 | 4.283 | 5.000 | 5.007 | 5.679 | 5.703 | 5.695 | 5.654 | 5.955 |
| Turkey Canyon Ranch | 9.500 | 9.500 | 9.500 | 9.500 | 9.500 | 9.500 | 9.500 | 9.500 | 9.500 | 9.500 |
| Upper Big Sandy | 0.532 | 0.532 | 0.532 | 0.532 | 0.532 | 0.532 | 0.532 | 0.532 | 0.532 | 0.532 |
| Upper Black Squirrel | 0.948 | 1.062 | 1.005 | 1.056 | 1.029 | 1.065 | 1.065 | 1.063 | 1.057 | 1.082 |
| Upper Arkansas Water Conserv. | 0.381 | 0.438 | 0.398 | 0.445 | 0.435 | 0.479 | 0.481 | 0.478 | 0.471 | 0.478 |
| Sanitation Districts | | | | | | | | | | |
| Fountain Sanitation | 5.399 | 6.082 | 5.707 | 6.340 | 6.030 | 6.637 | 6.328 | 6.248 | 6.040 | 6.101 |
| Monument Sanitation | 0 | - | - | - | - | - | 7.734 | - | - | - |
| Security Sanitation | 0.570 | 0.652 | 0.651 | 0.757 | 0.757 | 0.854 | 0.863 | 0.862 | 0.856 | 0.899 |
| Stratmoor Hills | 0 | - | - | - | - | - | 0.583 | 0.591 | 0.587 | 0.578 |
| Water and Sanitation Districts | | | | | | | | | | |
| Academy | 2.937 | 2.937 | 2.937 | 2.937 | 2.937 | 2.937 | 2.937 | 2.937 | 2.937 | 2.937 |
| Donala (Area A) | 21.296 | 21.296 | 21.296 | 21.296 | 21.296 | 21.296 | 21.296 | 21.296 | 21.296 | 21.296 |
| Donala (Area B) | 10.648 | 10.648 | 10.648 | 10.648 | 10.648 | 10.648 | 10.648 | 10.648 | 10.648 | 10.648 |
| Garden Valley | 21.008 | 18.608 | 18.570 | 16.061 | 19.710 | 12.766 | 11.083 | 10.296 | 9.695 | 9.055 |
| Garden Valley #2 | 0 | - | - | - | - | - | 4.308 | 5.196 | 5.816 | 5.736 |
| Westmoor | 0 | - | - | 37.165 | 34.998 | 38.277 | 36.953 | 36.836 | 34.943 | 41.288 |
| School Districts | | | | | | | | | | |
| Air Force Academy #20 | 47.867 | 53.030 | 56.507 | 60.216 | 60.216 | 60.216 | 60.216 | 60.216 | 60.216 | 60.216 |
| Big Sandy #100J | 31.616 | 31.965 | 31.080 | 32.294 | 35.473 | 37.666 | 38.189 | 38.782 | 38.860 | 40.379 |
| Calhan #RJ-1 | 36.627 | 37.494 | 27.342 | 27.172 | 27.083 | 27.013 | 27.068 | 27.003 | 27.091 | 27.193 |
| Cheyenne Mountain #12 | 55.000 | 55.000 | 55.000 | 55.000 | 55.000 | 55.000 | 55.000 | 53.000 | 53.000 | 53.000 |
| Colorado Springs #11 | 40.069 | 42.821 | 44.054 | 51.104 | 51.558 | 56.084 | 52.499 | 40.878 | 40.803 | 43.165 |
| Edison #54 | 31.318 | 31.344 | 31.603 | 36.501 | 36.501 | 36.503 | 36.504 | 36.502 | 40.834 | 37.340 |
| Ellicott #22 | 27.004 | 30.000 | 30.534 | 31.673 | 31.921 | 31.863 | 37.011 | 37.046 | 37.001 | 37.126 |
| Miscellaneous Districts | 8,829.799 | 8,293.691 | 7,409.238 | 5,857.851 | 5,084.281 | 3,576.017 | 3,576.017 | 3,075.868 | 3,391.527 | 3,083.266 |
| | | | | | | | | | | 2,975.466 |

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

Exhibit I-10

**Pikes Peak Library District
Principal Property Taxpayers - Top 10
Current Year and Nine Years Ago
(Unaudited)**

| Principal Taxpayer | Type of Business | 2024 | | 2015 | |
|---|--------------------|--------------------------|---|-------------------------|---|
| | | Assessed Valuation | Percent of Total Assessed Valuation | Assessed Valuation | Percent of Total Assessed Valuation |
| CELLCO Partnership (dba Verizon) | Investments | 98,329,900 | 0.82% | \$ 59,847,430 | 0.98% |
| Comcast of CO/PA/WV LLC | Investments | 45,879,930 | 0.38% | - | 0% |
| Wal-Mart Real Estate | Merchandise/Retail | 33,014,270 | 0.28% | 24,922,080 | 0.41% |
| Broadmoor Hotel, Inc. | Hotel/Resort | 30,691,210 | 0.26% | 31,283,250 | 0.51% |
| Mountain View Electric | Utilities | 27,567,900 | 0.23% | 28,614,100 | 0.47% |
| ENT Credit Union | Banking | 24,337,610 | 0.20% | - | 0% |
| T. Rowe Price Colorado Springs LLC | Investments | 16,496,300 | 0.14% | - | 0% |
| Palmer Center LTD | Retail Mall | 16,620,030 | 0.14% | 13,688,640 | 0.22% |
| Union Pacific Railroad Co. | Transportation | 17,933,900 | 0.15% | - | 0% |
| Keysight Technologies | Manufacturing | 16,474,820 | 0.14% | | |
| Total Top 10 Principal Taxpayers | | <u>\$ 327,345,870</u> | <u>2.73%</u> | <u>\$ 158,355,500</u> | <u>2.59%</u> |
| Total Assessed Valuation | | <u>\$ 11,995,576,120</u> | <u>100.00%</u> | <u>\$ 6,117,132,700</u> | <u>100.00%</u> |

Data Source: El Paso County Assessor's Office

Exhibit I-11

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

| Assessment Year | Collection Year | Current Tax Levy | Current Tax Collections | Percent of Current Tax Collected | Delinquent Tax Collections | Penalties and Interest Delinquent Tax Collections | Omitted Property Tax Collections | Total Tax Collection | Ratio of Total Tax Collections to Total Tax Levy | Outstanding Delinquent Taxes | Ratio of Delinquent Taxes to Total Tax Levy |
|--------------------|--------------------|---------------------|----------------------------|--|----------------------------------|---|---|-------------------------|---|------------------------------------|--|
| 2013 | 2014 | \$ 24,058,794 | \$ 23,852,302 | 99.1% | \$ 30,559 | \$ 41,758 | \$ 5,639 | \$ 23,930,258 | 99.5% | \$ 139,504 | 0.6% |
| 2014 | 2015 | 24,290,297 | 24,092,442 | 99.2% | 12,160 | 29,628 | 3,699 | 24,137,929 | 99.4% | 54,997 | 0.2% |
| 2015 | 2016 | 24,926,355 | 24,730,868 | 99.2% | 10,720 | 29,902 | 9,505 | 24,780,995 | 99.4% | 62,246 | 0.2% |
| 2016 | 2017 | 25,942,634 | 25,709,842 | 99.1% | 14,007 | 33,187 | 5,224 | 25,762,260 | 99.3% | 71,429 | 0.3% |
| 2017 | 2018 | 27,187,071 | 26,767,115 | 98.5% | 17,132 | 35,319 | 5,451 | 26,825,017 | 98.7% | 92,436 | 0.3% |
| 2018 | 2019 | 28,454,290 | 28,160,917 | 99.0% | 20,995 | 38,420 | 6,145 | 28,226,476 | 99.2% | 94,397 | 0.3% |
| 2019 | 2020 | 30,374,738 | 30,042,362 | 98.9% | 11,964 | 24,708 | 7,195 | 30,086,229 | 99.1% | 101,564 | 0.3% |
| 2020 | 2021 | 31,307,840 | 31,139,776 | 99.5% | 25,309 | 45,574 | 1,681 | 31,212,340 | 99.7% | 39,935 | 0.1% |
| 2021 | 2022 | 33,457,987 | 33,231,556 | 99.3% | 6,378 | 46,767 | 3,964 | 33,288,665 | 99.5% | 58,404 | 0.2% |
| 2022 | 2023 | 33,827,682 | 33,681,066 | 99.6% | 9,017 | 49,649 | 6,489 | 33,746,221 | 99.8% | 106,863 | 0.3% |
| 2023 | 2024 | 35,685,657 | 32,913,122 | 92.2% | 10,249 | 48,300 | 729 | 32,972,400 | 92.4% | 84,343 | 0.2% |

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

Exhibit I-12

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

| Year Ended December 31, | LSA Population | Leases | Gross Debt | Funds Available in Debt Service Fund | Net Debt | Total Net Debt | Net Debt Per Capita | Personal Income | Debt as a Percentage of Personal Income | Assessed Value Used for Current Year Collections | Ratio of Net Bonded Debt to Assessed Value |
|----------------------------|-------------------|-----------|---------------|---|-------------|-------------------|---------------------------|--------------------|--|---|---|
| 2014 | 607,457 | - | - | \$ - | \$ - | \$ - | - | \$28,079,165 | - | \$ 6,028,899,300 | - |
| 2015 | 616,089 | - | - | - | - | - | - | \$29,262,206 | - | 6,117,132,700 | - |
| 2016 | 623,805 | - | - | - | - | - | - | 30,315,645 | - | 6,516,617,460 | - |
| 2017 | 639,625 | - | - | - | - | - | - | 31,149,325 | - | 6,617,856,790 | - |
| 2018 | 650,185 | - | - | - | - | - | - | 35,603,678 | - | 7,080,595,440 | - |
| 2019 | 662,241 | - | - | - | - | - | - | 36,605,524 | - | 7,198,824,710 | - |
| 2020 | 669,874 | - | - | - | - | - | - | 36,825,059 | - | 8,246,468,310 | - |
| 2021 | 670,046 | - | - | - | - | - | - | 39,438,712 | - | 8,218,213,120 | - |
| 2022 | 677,964 | 1,916,685 | 1,916,685 | - | 1,916,685 | - | 3 | 43,258,594 | 4% | 9,692,241,300 | 0.02% |
| 2023 | 682,357 | 1,283,544 | 1,283,544 | - | 1,283,544 | - | 2 | 45,230,988 | 3% | 9,750,080,380 | 0.01% |
| 2024 | 697,349 | 1,487,324 | 1,487,324 | - | 1,487,324 | - | 2 | N/A | | 11,877,413,160 | 0.00% |

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

Exhibit I-13

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

| | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|--|-------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| Assessed valuation | \$ 11,995,676,120 | \$ 9,750,080,380 | \$ 9,692,241,300 | \$ 8,218,213,120 | \$ 8,246,468,310 | \$ 7,198,824,710 | \$ 7,080,595,440 | \$ 6,617,856,790 | \$ 6,516,617,460 | \$ 6,117,132,700 |
| Debt limitation - 1.5% of total assessed value | \$ 179,935,142 | \$ 146,251,206 | \$ 145,383,620 | \$ 123,273,197 | \$ 123,697,025 | \$ 107,982,371 | \$ 106,208,932 | \$ 99,267,852 | \$ 97,749,262 | \$ 91,756,991 |
| Total debt (excluding compensated absences) | - | - | - | - | - | - | - | - | - | - |
| Less: Certificates of Participation (1) | - | - | - | - | - | - | - | - | - | - |
| Capital leases (1) | - | - | - | - | - | - | - | - | - | - |
| Total debt applicable to limitation | - | - | - | - | - | - | - | - | - | - |
| Legal debt margin | \$ 179,935,142 | \$ 146,251,206 | \$ 145,383,620 | \$ 123,273,197 | \$ 123,697,025 | \$ 107,982,371 | \$ 106,208,932 | \$ 99,267,852 | \$ 97,749,262 | \$ 91,756,991 |

Notes:

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

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

Exhibit I-14

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

| Fiscal Year | Debt Service Expenditures | | | Noncapital Governmental Fund Expenditures | Ratio of Debt Service to Noncapital Governmental Fund Expenditures |
|------------------------|----------------------------------|------------------------------|--------------|--|---|
| | Principal Payments | Interest Payments | Total | | |
| 2014 | \$ - | \$ - | \$ - | \$ 24,979,899 | 0.00% |
| 2015 | \$ - | \$ - | \$ - | \$ 25,816,533 | 0.00% |
| 2016 | - | - | - | 26,243,577 | - |
| 2017 | - | - | - | 27,919,221 | - |
| 2018 | - | - | - | 28,771,467 | - |
| 2019 | - | - | - | 31,170,925 | - |
| 2020 | - | - | - | 31,376,765 | - |
| 2021 | - | - | - | 31,971,653 | - |
| 2022 | 606,180 | 60,224 | 666,404 | 33,728,034 | 1.98% |
| 2023 | 601,232 | 47,440 | 648,672 | 30,271,731 | 2.14% |
| 2024 | 649,834 | 29,871 | 679,705 | 32,547,804 | 2.09% |

**Pikes Peak Library District
Demographic and Economic Information
Last Ten Fiscal Years
(Unaudited)**

| Fiscal Year | LSA Population | Total Personal Income* | Per Capita | | Unemploy. Rate* | Households | | Median Age | Public School Enrollment* |
|-------------|----------------|------------------------|------------------|--|-----------------|------------|--------------|------------|---------------------------|
| | | | Personal Income* | | | Total | Average Size | | |
| 2015 | 616,089 | 29,262,206 | 43,385 | | 4.6% | 259,082 | 2.41 | 34.0 | 117,928 |
| 2016 | 623,805 | 30,315,645 | 44,409 | | 3.2% | 263,383 | 2.43 | 34.4 | 118,754 |
| 2017 | 639,625 | 31,149,325 | 46,511 | | 3.4% | 267,300 | 2.43 | 34.4 | 119,442 |
| 2018 | 650,185 | 35,603,678 | 48,467 | | 4.5% | 271,234 | 2.44 | 34.4 | 121,192 |
| 2019 | 662,241 | 36,605,524 | 51,117 | | 2.8% | 270,074 | 2.48 | 33.7 | 122,783 |
| 2020 | 669,874 | 36,825,059 | 54,151 | | 7.2% | 273,613 | 2.60 | 33.7 | 118,023 |
| 2021 | 670,046 | 39,438,712 | 57,765 | | 4.1% | 295,342 | 2.63 | 34.6 | 119,609 |
| 2022 | 677,964 | 43,258,594 | 61,076 | | 3.0% | 287,459 | 3.00 | 35.2 | 119,808 |
| 2023 | 678,684 | 45,230,988 | ** | | 3.5% | 286,044 | 2.53 | 35.4 | 123,282 |
| 2024 | 697,349 | ** | ** | | 4.7% | ** | ** | ** | ** |

Notes:

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

Data sources:

2024 El Paso County ACFR, El Paso County 2024 Adopted Budget, Library Research Service Database, El Paso County Clerk and Recorder, Colorado Department of Education, Colorado Division of Local Government, Colorado Division of Labor and Employment, US Department of Commerce, Bureau of Economic Analysis, Occupational Employment and Wage Statistics Program

Exhibit I-16

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

| Employer | Fiscal Year 2024 | | Fiscal Year 2015 | |
|--|-------------------------|------------------------------------|-------------------------|------------------------------------|
| | Employees | Percent of Total Employment | Employees | Percent of Total Employment |
| Fort Carson | 29,500 | 11.67% | 26,282 | 8.95% |
| Peterson, Schriever, and Cheyenne | 16,400 | 6.49% | 12,261 | 4.17% |
| United States Air Force Academy | 9,200 | 3.64% | 11,917 | 4.06% |
| UC Health Memorial Health System | - | 0.00% | 3,300 | 1.12% |
| Colorado Springs School District #11 | 3,600 | 1.42% | 3,560 | 1.21% |
| University of Colorado, Colorado Springs | 3,450 | 1.37% | 1,300 | 0.44% |
| Amazon | - | 0.00% | - | 0.00% |
| Academy School District #20 | 3,050 | 1.21% | 2,879 | 0.98% |
| City of Colorado Springs | 2,950 | 1.17% | 2,198 | 0.75% |
| El Paso County Government | 3,050 | 1.21% | 2,591 | 0.88% |
| Penrose St. Francis Health Services / Centura | - | 0.00% | - | 0.00% |
| Total | 71,200 | 28.17% | 66,288 | 22.57% |
| Total Employment - El Paso County, Colorado | 252,741 | | 293,736 | |

Data source: U.S. Bureau of Labor Statistics

Exhibit I-17

**Pikes Peak Library District
District Employees By Function
Last Ten Fiscal Years
(Unaudited)**

Full-time Equivalent Employees

| | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|-----------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Public Services | | | | | | | | | | |
| Administration - Public Services | 2.00 | 1.00 | 1.00 | 1.00 | 1.00 | 2.00 | 2.00 | 2.00 | 1.00 | 1.00 |
| Adult Education | 7.00 | 11.00 | 7.00 | 7.00 | 8.00 | 7.00 | 6.50 | 6.50 | 3.85 | 4.20 |
| Collection Management | 18.50 | 23.50 | 25.00 | 23.52 | 23.52 | 23.52 | 19.25 | 18.40 | 19.00 | 19.65 |
| Regional History and Genealogy | 5.00 | 10.00 | 10.50 | 10.50 | 11.00 | 11.00 | 9.50 | 9.50 | 9.50 | 9.25 |
| Administration - Programming | - | 2.00 | - | - | - | - | - | - | - | - |
| Adult Services | 4.00 | 5.00 | 9.00 | 9.00 | 11.00 | 11.00 | - | - | - | - |
| East Library | - | - | - | - | - | - | 16.32 | 17.32 | 16.80 | 16.80 |
| Penrose Library | - | - | - | - | - | - | 21.22 | 21.22 | 21.22 | 20.24 |
| Library 21c | - | - | - | - | - | - | 8.25 | 8.25 | 8.25 | 8.25 |
| Library 21c - Computer Commons | - | - | - | - | - | - | 9.50 | 9.50 | 9.50 | 9.50 |
| Family and Children Services | 5.50 | 9.50 | 9.50 | 9.00 | 9.00 | 9.00 | - | - | - | - |
| East Library | - | - | - | - | - | - | 8.27 | 8.27 | 8.27 | 6.82 |
| Penrose Library | - | - | - | - | - | - | 6.12 | 6.12 | 6.12 | 6.12 |
| Library 21c | - | - | - | - | - | - | 7.88 | 8.88 | 7.88 | 7.88 |
| Young Adult Services | 1.00 | 5.00 | 6.00 | 6.00 | 6.00 | 6.00 | - | - | - | - |
| Community Libraries | | | | | | | | | | |
| Administration - West Region | - | - | 4.00 | 3.50 | 3.50 | 3.00 | 5.00 | - | - | - |
| Administration - Southeast Region | - | - | 5.00 | 4.00 | 4.00 | 4.00 | 3.00 | - | - | - |
| Administration - North Region | - | - | 3.00 | 3.00 | 3.00 | 3.00 | 3.00 | - | - | - |
| Administration - Branches | 8.00 | 11.00 | - | - | - | - | - | - | - | - |
| Briargate Library | - | - | - | - | - | - | - | - | - | - |
| Calhan Library | 1.70 | 1.70 | 1.70 | 1.70 | 1.70 | 1.70 | - | - | - | - |
| Cheyenne Mountain Library | 9.78 | 10.00 | 9.98 | 10.08 | 10.58 | 10.58 | 10.55 | 10.55 | 10.93 | 10.93 |
| Fountain Library | 6.00 | 7.50 | 8.25 | 7.13 | 7.63 | 7.63 | 6.63 | 6.63 | 7.88 | 7.88 |
| East Library | 32.30 | 34.70 | 36.75 | 42.15 | 18.93 | 16.93 | - | - | - | - |
| High Prairie Library | 7.60 | 7.80 | 7.75 | 7.75 | 7.75 | 8.25 | 8.25 | 8.25 | 8.25 | 8.25 |
| Ruth Holley Library | 7.50 | 9.50 | 10.00 | 9.63 | 9.63 | 9.63 | 10.50 | 10.50 | 12.13 | 12.13 |

Exhibit I-17 (continued)

| | | Full-time Equivalent Employees | | | | | | | | | |
|---------------------------------------|--|--------------------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| | | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
| Public Services (cont.) | | | | | | | | | | | |
| | Library 21c | 29.70 | 28.60 | 28.78 | 31.57 | 21.19 | 18.69 | - | - | - | - |
| | Manitou Springs Library | 7.80 | 6.80 | 5.80 | 4.20 | 4.20 | 4.35 | 4.25 | 4.25 | 4.25 | 4.25 |
| | Monument Library | 11.75 | 12.00 | 12.05 | 9.96 | 9.96 | 9.96 | 10.49 | 10.49 | 10.49 | 10.55 |
| | Old Colorado City Library | 8.00 | 8.30 | 8.90 | 8.90 | 8.90 | 8.90 | 8.90 | 8.90 | 8.90 | 8.63 |
| | Palmer Lake Library | - | - | - | 1.53 | 2.03 | 2.03 | 2.03 | 2.03 | 2.03 | 1.79 |
| | Penrose Library | 26.03 | 28.10 | 29.33 | 30.54 | 17.64 | 17.64 | - | - | - | - |
| | Rockrimmon Library | - | 10.70 | 9.80 | 9.85 | 9.85 | 9.45 | 10.08 | 10.08 | 10.65 | 10.65 |
| | Sand Creek Library | 10.00 | 9.90 | 12.03 | 12.55 | 12.55 | 12.55 | 16.20 | 16.20 | 15.95 | 15.73 |
| | Ute Pass Library | - | - | 0.75 | 1.35 | 1.35 | 1.35 | 1.28 | 1.28 | 1.28 | 1.28 |
| | Circulation | | | | | | | | | | |
| | East Library | - | - | - | - | 15.35 | 16.35 | 18.84 | 18.84 | 20.62 | 20.62 |
| | Penrose Library | - | - | - | - | 11.07 | 11.02 | 11.84 | 11.84 | 11.74 | 11.74 |
| | Library 21c | - | - | - | - | 6.50 | 6.50 | 6.50 | 6.50 | 6.50 | 6.50 |
| | Shelving | | | | | | | | | | |
| | East Library | - | - | - | - | 9.57 | 10.57 | 12.07 | 12.07 | 13.64 | 13.70 |
| | Penrose Library | - | - | - | - | 4.88 | 4.88 | 6.12 | 6.12 | 7.99 | 7.99 |
| | Library 21c | - | - | - | - | 5.75 | 5.25 | 5.25 | 5.25 | 5.18 | 5.55 |
| | The Hall at PPLD | - | 1.00 | 1.00 | 1.00 | 1.00 | 1.00 | - | - | - | - |
| | Mobile Library Services | 8.50 | 9.00 | 9.00 | 9.15 | 9.15 | 9.65 | 9.15 | 9.15 | 8.95 | 8.70 |
| | Diversity, Equity & Inclusion (DEI) | - | - | 3.00 | 3.00 | - | - | - | - | - | - |
| Total Public Services | | 217.66 | 263.60 | 274.85 | 292.18 | 289.38 | 284.74 | 274.89 | 278.75 | 276.58 | 273.35 |
| | | | | | | | | | | | |
| Administrative Services | | | | | | | | | | | |
| | Administration | - | 1.00 | - | - | - | - | - | - | - | - |
| | Facilities | | | | | | | | | | |
| | East Library | 3 | 3.00 | 3.00 | 3.00 | 3.00 | 3.00 | 3.00 | 3.00 | 3.00 | 3.00 |
| | Penrose Library | 4 | 5.00 | 5.00 | 5.00 | 5.00 | 5.00 | 5.00 | 6.00 | 6.00 | 6.75 |
| | Library 21c | 7 | 6.00 | 6.00 | 6.00 | 6.00 | 5.00 | 3.00 | 3.00 | 3.00 | 2.00 |
| | Human Resources | 7.75 | 6.80 | 6.75 | 6.25 | 6.25 | 6.25 | 5.15 | 5.15 | 5.15 | 5.15 |
| | Information Technology Office | | | | | | | | | | |
| | Information Technology | 11.5 | 11.50 | 14.00 | 16.60 | 16.60 | 16.10 | 13.10 | 14.10 | 14.10 | 14.10 |
| | Creative Services | 6.25 | 6.00 | 7.00 | 5.00 | 5.00 | 5.00 | - | - | - | - |
| Total Administrative Services | | 39.50 | 39.30 | 20.75 | 20.25 | 19.25 | 16.15 | 17.15 | 17.15 | 16.90 | 17.90 |
| | | | | | | | | | | | |
| Other Administrative Operations | | | | | | | | | | | |
| | Chief Librarian and Chief Executive Officer Office | 3 | 3.00 | 2.00 | 2.00 | 2.00 | 2.00 | 2.00 | 2.00 | 2.00 | 2.00 |
| | Communications Office | 6.25 | 13.70 | 12.35 | 11.75 | 11.75 | 14.25 | 12.25 | 12.25 | 12.25 | 12.25 |
| | Development Office | 2 | 2.00 | 2.00 | 3.00 | 3.00 | 3.00 | 2.50 | 2.50 | 2.50 | 2.50 |
| | Finance Office | 11 | 10.00 | 8.00 | 7.75 | 7.75 | 7.75 | 7.75 | 6.75 | 6.75 | 6.75 |
| | Security | 23.50 | 28.50 | 23.50 | 20.52 | 20.52 | 20.52 | 15.00 | 15.00 | 14.50 | 13.00 |
| Total Other Administration Operations | | 45.75 | 57.20 | 47.85 | 45.02 | 47.52 | 39.50 | 38.50 | 38.00 | 36.50 | 33.00 |
| | | | | | | | | | | | |
| Total Full Time Equivalents | | 302.91 | 360.10 | 357.45 | 374.05 | 372.25 | 353.49 | 344.64 | 348.00 | 344.08 | 338.25 |

Data Source: District's Human Resources Office

Exhibit I-18

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

| Fiscal Year | Number of Volumes | Number of Audio Visual and eMaterials | Total Items | /-----Physical Items----- | | | | |
|----------------|----------------------|---|-------------|---------------------------------------|-----------------------------|-------------------------------------|--------------------------------------|------------------|
| | | | | Acquisition Cost of Collections | Cost of New Acquisitions | Net Book Value of Collections | Number of Items in Circulation | Turnover Rate |
| 2015 | 718,638 | 279,776 | 998,414 | 28,479,378 | 2,731,728 | 14,211,399 | 951,064 | 8.43 |
| 2016 | 689,980 | 353,667 | 1,043,647 | 27,162,050 | 2,313,177 | 13,806,198 | 995,151 | 7.73 |
| 2017 | 700,758 | 346,176 | 1,046,934 | 26,923,183 | 2,140,189 | 13,803,275 | 996,826 | 7.43 |
| 2018 | 684,908 | 362,788 | 1,047,696 | 25,614,835 | 1,812,545 | 13,245,127 | 996,698 | 7.35 |
| 2019 | 658,014 | 453,315 | 1,111,329 | 24,234,938 | 1,670,175 | 12,739,934 | 1,059,914 | 7.81 |
| 2020 | 630,270 | 461,230 | 1,091,500 | 23,209,685 | 1,135,208 | 12,152,697 | 1,041,060 | 5.89 |
| 2021 | 596,976 | 492,694 | 1,089,670 | 22,555,452 | 1,630,811 | 12,346,538 | 1,037,212 | 5.50 |
| 2022 | 585,430 | 511,405 | 1,096,835 | 21,324,095 | 1,224,613 | - | 1,043,673 | 5.60 |
| 2023 | 564,407 | 497,649 | 1,062,056 | 20,775,725 | 1,829,897 | 11,998,795 | 1,008,789 | 5.00 |
| 2024 | 545,493 | 539,139 | 1,084,632 | 20,241,053 | 1,219,321 | 11,829,888 | 1,032,154 | 4.16 |

Data Source: District's Collection Management Department

Exhibit I-19

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

| Fiscal Year | Community Libraries | | | | | | | | | | Palmer Lake |
|-------------|---------------------|-----------------|-------------|--------|-------------------|----------|--------------|-----------------|----------|-------------------|-------------|
| | East Library | Penrose Library | Library 21c | Calhan | Cheyenne Mountain | Fountain | High Prairie | Manitou Springs | Monument | Old Colorado City | |
| 2015 | 1,621,753 | 900,407 | 894,810 | - | 474,082 | 211,731 | 326,736 | 47,067 | 451,594 | 284,910 | 50,653 |
| 2016 | 1,533,028 | 776,925 | 888,192 | - | 437,569 | 199,196 | 307,167 | 46,452 | 415,012 | 246,141 | 43,152 |
| 2017 | 1,303,118 | 714,133 | 986,551 | - | 386,538 | 191,400 | 289,874 | 47,318 | 390,805 | 214,947 | 44,718 |
| 2018 | 1,325,067 | 626,308 | 904,180 | - | 374,674 | 187,269 | 284,624 | 40,953 | 383,845 | 193,591 | 40,011 |
| 2019 | 1,577,714 | 577,467 | 1,053,083 | 3,211 | 421,297 | 197,568 | 326,298 | 52,330 | 425,456 | 220,319 | 47,399 |
| 2020 | 842,299 | 280,922 | 565,421 | 13,993 | 234,309 | 111,849 | 182,899 | 19,148 | 248,858 | 120,102 | 14,068 |
| 2021 | 996,323 | 301,424 | 681,518 | 18,911 | 279,981 | 128,429 | 236,860 | 20,883 | 306,924 | 89,301 | 7 |
| 2022 | 1,081,138 | 279,901 | 753,940 | 20,547 | 269,920 | 126,729 | 274,513 | 26,764 | 295,388 | 108,515 | 12,837 |
| 2023 | 1,060,418 | 239,606 | 756,254 | 16,044 | 254,078 | 128,929 | 276,597 | 25,402 | 283,882 | 104,609 | 12,642 |
| 2024 | 951,554 | 185,409 | 759,649 | 16,653 | 276,922 | 117,303 | 268,315 | 19,792 | 283,941 | 117,631 | 10,711 |

| Fiscal Year | Community Libraries | | | | | | | | | | Total |
|-------------|---------------------|-------------|------------|----------|-------------------------|---------------------------|-------------|---------------|------------------|--------------------|-----------|
| | Rockrimmon | Ruth Holley | Sand Creek | Ute Pass | Mobile Library Services | Library Express Dispenser | Cyber-Shelf | Nook eReaders | Other Categories | Inter-Library Loan | |
| 2015 | 431,335 | 457,623 | 463,715 | 33,806 | 179,297 | 28,993 | 1,068,783 | 70 | 60,608 | 25,835 | 8,013,808 |
| 2016 | 385,294 | 395,346 | 417,248 | 31,724 | 166,186 | 20,958 | 1,295,052 | 325 | 55,209 | 28,098 | 7,688,274 |
| 2017 | 368,714 | 367,831 | 370,525 | 31,623 | 157,979 | 2,363 | 1,459,032 | 467 | 54,764 | 26,154 | 7,408,854 |
| 2018 | 360,463 | 338,586 | 332,100 | 27,973 | 148,384 | - | 1,681,835 | 220 | 52,932 | 27,253 | 7,330,268 |
| 2019 | 394,445 | 355,739 | 361,589 | 26,234 | 148,737 | - | 1,976,428 | 67 | 84,496 | 24,796 | 8,274,673 |
| 2020 | 243,994 | 177,597 | 161,651 | 18,434 | 92,155 | - | 2,430,575 | 58 | 90,448 | 17,279 | 5,866,059 |
| 2021 | 288,091 | 177,529 | 155,569 | 24,510 | 102,001 | - | 2,504,503 | 18 | 55,259 | 12,694 | 6,380,735 |
| 2022 | 289,905 | 180,870 | 154,038 | 22,286 | 103,956 | - | 2,627,237 | 26 | 3,687 | 15,041 | 6,647,238 |
| 2023 | 253,882 | 155,193 | 135,396 | 17,748 | 97,626 | - | 3,008,405 | 15 | 6,439 | 15,154 | 6,848,319 |
| 2024 | 234,200 | 153,445 | 132,181 | 15,497 | 77,610 | - | 3,413,198 | 5 | 6,082 | 17,273 | 7,057,371 |

Data Source: District's Collection Management Department

Exhibit I-20

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

| Library | Address | Owned (O) Leased (L) | Open Hrs/Week FY Exhibit I-20 | Square Footage as of Fiscal Year-end | | | | | | | | | |
|--|---|-------------------------|----------------------------------|--------------------------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|
| | | | | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
| Calhan Library | 600 Bank Street Calhan, CO 80803 | O | 32 | 2,400 | 2,400 | 2,400 | 2,400 | 2,400 | 2,400 | - | - | - | - |
| Cheyenne Mountain Library | 1785 S. 8th Street, Suite 100 Colorado Springs, CO 80906 | L | 56 | 9,303 | 9,303 | 8,900 | 8,900 | 8,900 | 8,900 | 8,900 | 8,900 | 8,900 | 8,900 |
| East Library | 5550 N. Union Colorado Springs, CO 80918 | O | 60 | 70,153 | 70,153 | 70,153 | 70,153 | 70,153 | 70,153 | 70,153 | 70,153 | 70,153 | 70,153 |
| Fountain Library | 230 S. Main Street Fountain, CO 80817 | O | 56 | 9,582 | 9,582 | 9,582 | 9,582 | 9,582 | 9,582 | 9,582 | 9,582 | 9,582 | 9,582 |
| High Prairie Library | 7035 Old Meridian Rd. Falcon, CO 80831 | O | 55 | 6,008 | 6,008 | 6,008 | 6,008 | 6,008 | 6,008 | 6,008 | 6,008 | 6,008 | 6,008 |
| Library 21C | 1175 Chapel Hills Drive Colorado Springs, CO 80920 | O | 60 | 115,058 | 115,058 | 115,058 | 115,058 | 115,058 | 115,058 | 115,058 | 115,058 | 115,058 | 115,058 |
| Manitou Springs Library | 701 Manitou Avenue Manitou Springs, CO 80829 | L | 40 | 3,458 | 2,391 | 2,391 | 2,391 | 2,391 | 2,391 | 2,391 | 2,391 | 2,391 | 2,391 |
| Monument Hill Library | 1706 Lake Woodmoor Drive Monument, CO 80132 | L | 56 | 7,536 | 7,536 | 7,536 | 7,536 | 7,536 | 7,536 | 7,536 | 7,536 | 7,536 | 7,536 |
| Old Colorado City Library | 2418 W. Pikes Peak Colorado Springs, CO 80904 | O | 56 | 4,909 | 4,909 | 4,909 | 4,909 | 4,909 | 4,909 | 4,909 | 4,909 | 4,909 | 4,909 |
| Palmer Lake Library | 66 Lower Glenway Palmer Lake, CO 80133 | L | 21 | 1,574 | 1,574 | 1,574 | 1,574 | 1,574 | 1,574 | 1,574 | 1,574 | 1,574 | 1,574 |
| Penrose Library | 20 N. Cascade Colorado Springs, CO 80903 | O | 56 | 78,831 | 78,831 | 78,831 | 78,831 | 78,831 | 78,831 | 78,831 | 78,831 | 78,831 | 78,831 |
| Rockrimmon Library | 832 Village Center Drive Colorado Springs, CO 80919 | L | 56 | 8,668 | 8,668 | 8,668 | 8,668 | 8,668 | 8,668 | 8,668 | 8,668 | 8,668 | 8,668 |
| Ruth Holley Library | 685 N. Murray Colorado Springs, CO 80915 | L | 56 | 10,469 | 10,469 | 10,469 | 10,469 | 10,469 | 10,469 | 10,469 | 10,469 | 10,469 | 10,469 |
| Sand Creek Library | 1821 S. Academy Colorado Springs, CO 80916 | O | 56 | 14,060 | 14,060 | 14,060 | 14,060 | 14,060 | 14,060 | 14,060 | 14,060 | 14,060 | 14,060 |
| Ute Pass Library | 8010 Severy Cascade, CO 80809 | L | 28 | 2,123 | 2,123 | 2,123 | 2,123 | 2,123 | 2,123 | 2,123 | 2,123 | 2,123 | 2,123 |
| Mobile Library Services - three vehicles | | O | 42 | 455 | 455 | 455 | 455 | 455 | 455 | 455 | 455 | 455 | 455 |
| The Hall at PPLD, formerly Knights of Columbus Hall | 25 W. Kiowa Colorado Springs, CO 80903 | O | - | 11,988 | 11,988 | 11,988 | 11,988 | 11,988 | 11,988 | 11,988 | 11,988 | 11,988 | 11,988 |
| | | | | 786 | 356,575 | 355,508 | 355,105 | 355,105 | 355,105 | 355,105 | 352,705 | 352,705 | 352,705 |

Data Source: District's Facilities Office

THIS PAGE LEFT BLANK INTENTIONALLY

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

Independent Auditor's Report

Board of Trustees
Pikes Peak Library District
Colorado Springs, Colorado

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Pikes Peak Library District (the District), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated June 19, 2025, which contained an emphasis of matter for a change in accounting principle. The financial statements of the Pikes Peak Library District Foundation, Inc. (the Foundation), a discretely presented component unit of the District, were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with the Foundation.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

Forvis Mazars, LLP

**Colorado Springs, Colorado
June 19, 2025**

