



Town of Valier Montana

514 Montana Street
Valier, Montana 59486

ANNUAL FINANCIAL REPORT

Fiscal Year Ended
June 30, 2025

Entity #023702

**Town of Valier
Annual Financial Report
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June 30, 2025**

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INTRODUCTORY

SECTION

Town of Valier Elected Officials/Officers		
OFFICE	CITY/TOWN OFFICIALS/OFFICERS	DATE TERM EXPIRES
Mayor	Glen Wunderlich	12/31/2025
Councilperson/Alderman	Angi Dodge	12/31/2025
Councilperson/Alderman	Steve Nelson	12/31/2027
Councilperson/Alderman	David Widhalm	12/31/2027
Councilperson/Alderman	Janelle Nelson	12/31/2027
Attorney	Joe Sherwood	
Clerk/Treasurer	Stephanie Sullivan	
Deputy Clerk/Treasurer	Roberta Larson	
City Judge	Cody Shaw	
Utilities	Josh Clifford, John Paddock, Grant Malinak	

In accordance with State law, I hereby transmit the
Town of Valier
Annual Financial Report for the fiscal year ended
June 30, 2025

Respectfully submitted;

Stephanie Sullivan

Town Clerk-Treasurer

October 15, 2025

Date

FINANCIAL SECTION

BASIC
FINANCIAL
STATEMENTS
AND
NOTES TO FINANCIAL
STATEMENTS

GOVERNMENT-WIDE
FINANCIAL
STATEMENTS

Town of Valier
Statement of Net Position
June 30, 2025

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	Valier Library Foundation
ASSETS				
<u>Current assets:</u>				
Cash and investments	\$ 444,735.64	\$ 216,837.63	\$ 661,573.27	\$ 98,579.57
Taxes and assessments receivable, net	29,180.18	23,465.82	52,646.00	
Accounts receivable	-	53,167.05	53,167.05	
Due from other governments	57,329.32	31,929.05	89,258.37	
Prepaid expenses	9,432.73	11,917.27	21,350.00	
Inventories	-	42,174.30	42,174.30	
Total current assets	540,677.87	379,491.12	920,168.99	98,579.57
<u>Noncurrent assets:</u>				
Restricted cash and investments	-	142,324.15	142,324.15	
Capital assets - land	112,100.00	1,460.00	113,560.00	
Capital assets - construction in progress	-	254,265.47	254,265.47	
Capital assets - net of depreciation	608,616.37	4,728,930.37	5,337,546.74	
Total noncurrent assets	720,716.37	5,126,979.99	5,847,696.36	-
Total Assets	1,261,394.24	5,506,471.11	6,767,865.35	98,579.57
DEFERRED OUTFLOWS OF RESOURCES				
Pensions	13,753.89	20,403.60	34,157.49	
Total deferred outflows of resources	13,753.89	20,403.60	34,157.49	-
LIABILITIES				
<u>Current liabilities:</u>				
Accounts payable	9,520.73	23,655.07	33,175.80	
Revenues collected in advance	33,666.32	10,298.61	43,964.93	
Capital debt	-	69,816.97	69,816.97	
Compensated absences payable	1,416.97	3,972.10	5,389.07	
Refunds payable	1,662.63	(79.46)	1,583.17	
Total current liabilities	46,266.65	107,663.29	153,929.94	-
<u>Noncurrent liabilities:</u>				
Capital debt	-	1,327,869.81	1,327,869.81	
Compensated absences payable	1,416.97	3,972.09	5,389.06	
Total OPEB liability	8,244.70	16,566.31	24,811.01	
Net pension liability	110,157.59	163,416.40	273,573.99	
Total noncurrent liabilities	119,819.26	1,511,824.61	1,631,643.87	-
Total Liabilities	166,085.91	1,619,487.90	1,785,573.81	-
DEFERRED INFLOWS OF RESOURCES				
Pensions	2,449.79	3,634.21	6,084.00	
OPEB	1,285.34	2,582.67	3,868.01	
Total deferred inflows of resources	3,735.13	6,216.88	9,952.01	-
NET POSITION				
Net investment in capital assets	720,716.37	3,586,969.06	4,307,685.43	
Restricted for:				
Public works	199,981.55		199,981.55	
Culture & recreation	150,610.90		150,610.90	
Debt service	-	142,324.15	142,324.15	
Capital projects	65,321.00	-	65,321.00	
Unrestricted	(31,302.73)	171,876.72	140,573.99	98,579.57
Total net position	\$ 1,105,327.09	\$ 3,901,169.93	\$ 5,006,497.02	\$ 98,579.57

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

**Town of Valier
Statement of Activities
For the Fiscal Year Ended
June 30, 2025**

Functions/Programs	Net (Expense) Revenue and Changes in Net Position							
	Program Revenues				Primary Government			Component Units
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total	Valier Library Foundation
Primary government:								
<u>Governmental activities:</u>								
General government	\$ 67,087.62	\$ -	\$ 343.58	\$ -	\$ (66,744.04)		\$ (66,744.04)	
Public safety	82,833.89	-	(957.28)	-	(83,791.17)		(83,791.17)	
Public works	121,858.11	30,588.38	63,200.09	-	(28,069.64)		(28,069.64)	
Culture and recreation	155,243.06	40,201.90	129,608.86	-	14,567.70		14,567.70	
Total governmental activities	<u>427,022.68</u>	<u>70,790.28</u>	<u>192,195.25</u>	<u>-</u>	<u>(164,037.15)</u>		<u>(164,037.15)</u>	
<u>Business-type activities:</u>								
Water	326,884.22	193,050.57	1,094.04	-		\$ (132,739.61)	(132,739.61)	
Sewer	272,622.42	232,628.18	1,172.86	72,046.52		33,225.14	33,225.14	
Total business-type activities	<u>599,506.64</u>	<u>425,678.75</u>	<u>2,266.90</u>	<u>72,046.52</u>		<u>(99,514.47)</u>	<u>(99,514.47)</u>	
Total primary government	<u>\$ 1,026,529.32</u>	<u>\$ 496,469.03</u>	<u>\$ 194,462.15</u>	<u>\$ 72,046.52</u>	<u>(164,037.15)</u>	<u>(99,514.47)</u>	<u>(263,551.62)</u>	
Component units:								
Valier Library Foundation	\$ 1,100.58	\$ -	\$ -	\$ -				\$ (1,100.58)
General revenues:								
Property taxes for general purposes					65,479.23	-	65,479.23	
Local option tax					41,512.92	-	41,512.92	
Permits & licenses					5,067.77	-	5,067.77	
Unrestricted federal/state shared revenues					48,403.98	-	48,403.98	
Unrestricted investment earnings					2,232.05	19,022.48	21,254.53	61.77
Miscellaneous					1,133.78	-	1,133.78	10,428.11
Insurance recovery					-	25,357.00	25,357.00	
Transfers - net					-	-	-	
Total general revenues and transfers					<u>163,829.73</u>	<u>44,379.48</u>	<u>208,209.21</u>	<u>10,489.88</u>
Change in net position					(207.42)	(55,134.99)	(55,342.41)	9,389.30
Net position - beginning					<u>1,105,534.51</u>	<u>3,956,304.92</u>	<u>5,061,839.43</u>	<u>89,190.27</u>
Net position - ending					<u>\$ 1,105,327.09</u>	<u>\$ 3,901,169.93</u>	<u>\$ 5,006,497.02</u>	<u>\$ 98,579.57</u>

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

FUND
FINANCIAL
STATEMENTS

**Town of Valier
Balance Sheet
Governmental Funds
June 30, 2025**

	Major Governmental Funds				
	2220		2820		
	General Fund	Library	Gas Tax	Total Nonmajor Governmental Funds	Total Governmental Funds
ASSETS					
<u>Current assets</u>					
Cash and investments	\$ 52,397.19	\$ 90,151.56	\$ 169,522.13	\$ 132,664.76	\$ 444,735.64
Taxes and assessments receivable, net	16,843.39	-	-	12,336.79	29,180.18
Due from other governments	-	57,329.32	-	-	57,329.32
Prepaid expenses	9,432.73	-	-	-	9,432.73
Total current assets	<u>78,673.31</u>	<u>147,480.88</u>	<u>169,522.13</u>	<u>145,001.55</u>	<u>540,677.87</u>
Total assets	<u>78,673.31</u>	<u>147,480.88</u>	<u>169,522.13</u>	<u>145,001.55</u>	<u>540,677.87</u>
LIABILITIES					
<u>Current liabilities</u>					
Accounts payable	9,432.73	-	-	88.00	9,520.73
Revenues collected in advance	-	-	-	33,666.32	33,666.32
Refunds payable	1,662.63	-	-	-	1,662.63
Total current liabilities	<u>11,095.36</u>	<u>-</u>	<u>-</u>	<u>33,754.32</u>	<u>44,849.68</u>
Total liabilities	<u>11,095.36</u>	<u>-</u>	<u>-</u>	<u>33,754.32</u>	<u>44,849.68</u>
DEFERRED INFLOWS OF RESOURCES					
Property tax/special assessment revenue	16,843.39	-	-	12,336.79	29,180.18
Total deferred inflows of resources	<u>16,843.39</u>	<u>-</u>	<u>-</u>	<u>12,336.79</u>	<u>29,180.18</u>
FUND BALANCES					
<u>Nonspendable</u>					
Prepaid expenses	9,432.73	-	-	-	9,432.73
<u>Restricted for:</u>					
Public works	-	-	169,522.13	30,459.42	199,981.55
Culture & recreation	-	147,480.88	-	3,130.02	150,610.90
Capital projects	-	-	-	65,321.00	65,321.00
Unassigned	41,301.83	-	-	-	41,301.83
Total fund balances	<u>\$ 50,734.56</u>	<u>\$ 147,480.88</u>	<u>\$ 169,522.13</u>	<u>\$ 98,910.44</u>	<u>\$ 466,648.01</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 78,673.31</u>	<u>\$ 147,480.88</u>	<u>\$ 169,522.13</u>	<u>\$ 145,001.55</u>	<u>\$ 540,677.87</u>

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

Town of Valier
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
June 30, 2025

Total fund balances - governmental funds		\$ 466,648.01
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Land	112,100.00	
Depreciable capital assets (net)	<u>608,616.37</u>	720,716.37
Taxes and Assessments receivable that will be collected but are not available soon enough to pay for current-period expenditures are deferred inflows of resources in the funds.		29,180.18
Long-term liabilities (current and non-current portions) are not due and payable in the current period and therefore are not reported as liabilities in the funds.		
Compensated absences payable	(2,833.94)	
OPEB liability	(8,244.70)	
Pension liability	<u>(110,157.59)</u>	(121,236.23)
Employer contributions to a plan during the reporting period not recognized as of the plan's measurement date and the proportionate share of collective plan expense that is applicable to future periods are reported as deferred outflows of resources on the Statement of Net Position.		
Pensions		13,753.89
The proportionate share of reductions to collective plan expense that are applicable to future periods is reported as deferred inflows of resources on the Statement of Net Position.		
Pensions		(2,449.79)
OPEB		(1,285.34)
Total net position - governmental activities		<u><u>\$ 1,105,327.09</u></u>

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

Town of Valier
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For Fiscal Year Ended
June 30, 2025

	Major Governmental Funds			Total Nonmajor Governmental Funds	Total Governmental Funds
	2220	2820			
	General Fund	Library	Gas Tax		
REVENUES					
Taxes and assessments	\$ 104,675.97	\$ -	\$ -	\$ 30,448.63	\$ 135,124.60
Licenses and permits	5,067.77	-	-	-	5,067.77
Intergovernmental	51,643.54	2,071.22	61,388.33	-	115,103.09
Charges for services	39,889.75	451.90	-	-	40,341.65
Miscellaneous	1,133.78	128,977.04	-	-	130,110.82
Investment earnings	1,673.80	-	558.25	-	2,232.05
Total revenues	<u>204,084.61</u>	<u>131,500.16</u>	<u>61,946.58</u>	<u>30,448.63</u>	<u>427,979.98</u>
EXPENDITURES					
Current:					
General government	68,264.93	-	-	-	68,264.93
Public safety	76,797.20	-	-	-	76,797.20
Public works	16,867.05	-	77,123.07	21,533.17	115,523.29
Culture and recreation	50,996.86	99,983.30	-	-	150,980.16
Capital outlay	20,585.00	-	34,818.86	-	55,403.86
Total expenditures	<u>233,511.04</u>	<u>99,983.30</u>	<u>111,941.93</u>	<u>21,533.17</u>	<u>466,969.44</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(29,426.43)</u>	<u>31,516.86</u>	<u>(49,995.35)</u>	<u>8,915.46</u>	<u>(38,989.46)</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	65,321.00	65,321.00
Transfers (out)	-	(65,321.00)	-	-	(65,321.00)
Total other financing sources (uses)	<u>-</u>	<u>(65,321.00)</u>	<u>-</u>	<u>65,321.00</u>	<u>-</u>
Net change in fund balance	(29,426.43)	(33,804.14)	(49,995.35)	74,236.46	(38,989.46)
Fund balances - beginning	80,160.99	181,285.02	219,517.48	24,673.98	505,637.47
Fund balances - ending	<u>\$ 50,734.56</u>	<u>\$ 147,480.88</u>	<u>\$ 169,522.13</u>	<u>\$ 98,910.44</u>	<u>\$ 466,648.01</u>

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

Town of Valier
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Fiscal Year Ended
June 30, 2025

Net change in fund balances - total governmental funds	\$	(38,989.46)
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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.

Capital assets purchased - capital outlay	55,403.86	
Depreciation expense	(36,631.80)	
		18,772.06

Revenues reported in the Statement of Activities that do not provide current financial resources are not reported as revenues in governmental funds:

Tax and assessment revenue		2,316.18
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The change in compensated absences payable is reported as an increase or decrease to expense on the Statement of Activities, but is not recognized as an increase or decrease to expenditures on the Statement of Revenues, Expenditures and Changes in Fund Balance:

Change in compensated absence liability		3,779.29
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The change in other post employment benefits is reported as an expense on the Statement of Activities, but is not reported as an expenditure on the Statement of Revenues, Expenditures and Changes in Fund Balance:

		9,007.79
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Employer contributions made to pension plans during the reporting period consume current financial resources, thus are reported as expenditures in the Statement of Revenues, Expenditures, and Changes in Fund Balances. However, only the amount of pension expense recognized by the plan during the measurement period is reported as expenses in the Statement of Activities.

		8,387.62
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The difference between on-behalf contributions to fund pension liabilities recognized as revenue during the reporting period in the Statement of Revenues, Expenditures, and Changes in Fund Balances and on-behalf contributions recognized during the measurement period increases (decreases) operating grants and contributions reported on the Statement of Activities.

		(3,480.90)
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Change in net position - Statement of Activities	\$	(207.42)
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The notes to the financial statements are an integral part of this statement.

Town of Valier
Statement of Net Position
Proprietary Funds
June 30, 2025

	Business-Type Activities		
	Major Enterprise Funds		
	5210	5310	Total Enterprise Funds
	Water	Sewer	Funds
ASSETS			
<u>Current assets</u>			
Cash and investments	\$ 15,120.05	\$ 201,717.58	\$ 216,837.63
Taxes and assessments receivable, net	5,051.48	18,414.34	23,465.82
Accounts receivable	25,701.28	27,465.77	53,167.05
Due from other governments	-	31,929.05	31,929.05
Prepaid expenses	6,100.75	5,816.52	11,917.27
Inventories	30,787.24	11,387.06	42,174.30
Total current assets	82,760.80	296,730.32	379,491.12
<u>Noncurrent assets</u>			
Restricted cash and investments	82,137.22	60,186.93	142,324.15
Capital assets - land	-	1,460.00	1,460.00
Capital assets - construction in progress	-	254,265.47	254,265.47
Capital assets - net of depreciation	2,196,299.41	2,532,630.96	4,728,930.37
Total noncurrent assets	2,278,436.63	2,848,543.36	5,126,979.99
Total assets	2,361,197.43	3,145,273.68	5,506,471.11
DEFERRED OUTFLOWS OF RESOURCES			
Pensions	9,847.06	10,556.54	20,403.60
Total deferred outflows of resources	9,847.06	10,556.54	20,403.60
LIABILITIES			
<u>Current liabilities</u>			
Accounts payable	6,100.75	17,554.32	23,655.07
Revenues collected in advance	10,298.61	-	10,298.61
Capital debt	17,648.00	52,168.97	69,816.97
Compensated absences payable	2,132.27	1,839.83	3,972.10
Refunds payable	(28.70)	(50.76)	(79.46)
Total current liabilities	36,150.93	71,512.36	107,663.29
<u>Noncurrent liabilities</u>			
Capital debt	686,220.82	641,648.99	1,327,869.81
Compensated absences payable	2,132.27	1,839.82	3,972.09
Total OPEB liability	7,956.89	8,609.42	16,566.31
Net pension liability	78,867.02	84,549.38	163,416.40
Total noncurrent liabilities	775,177.00	736,647.61	1,511,824.61
Total liabilities	811,327.93	808,159.97	1,619,487.90
DEFERRED INFLOWS OF RESOURCES			
Pensions	1,753.92	1,880.29	3,634.21
OPEB	1,240.47	1,342.20	2,582.67
Total deferred inflows of resources	2,994.39	3,222.49	6,216.88
NET POSITION			
Net investment in capital assets	1,492,430.59	2,094,538.47	3,586,969.06
Debt service	82,137.22	60,186.93	142,324.15
Unrestricted	(17,845.64)	189,722.36	171,876.72
Total net position	\$ 1,556,722.17	\$ 2,344,447.76	\$ 3,901,169.93

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

Town of Valier
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For Fiscal Year Ended
June 30, 2025

	Business-Type Activities		
	Major Enterprise Funds		
	5210	5310	
	Water	Sewer	Totals
OPERATING REVENUES			
Charges for services	\$ 192,776.98	\$ 232,185.24	\$ 424,962.22
Miscellaneous revenues	273.59	442.94	716.53
On-behalf - pensions	1,094.04	1,172.86	2,266.90
Total operating revenues	<u>194,144.61</u>	<u>233,801.04</u>	<u>427,945.65</u>
OPERATING EXPENSES			
Personal services	105,302.97	113,282.85	218,585.82
Supplies	27,763.97	7,715.41	35,479.38
Purchased services	93,704.87	53,570.48	147,275.35
Fixed charges	8,993.60	9,099.30	18,092.90
Depreciation	67,052.55	69,262.44	136,314.99
Total operating expenses	<u>302,817.96</u>	<u>252,930.48</u>	<u>555,748.44</u>
Operating income (loss)	<u>(108,673.35)</u>	<u>(19,129.44)</u>	<u>(127,802.79)</u>
NON-OPERATING REVENUES (EXPENSES)			
Intergovernmental revenue	-	14,160.00	14,160.00
Interest revenue	7,915.59	11,106.89	19,022.48
Debt service interest expense	(24,066.26)	(19,691.94)	(43,758.20)
Insurance recovery	25,357.00	-	25,357.00
Total non-operating revenues (expenses)	<u>9,206.33</u>	<u>5,574.95</u>	<u>14,781.28</u>
Income (loss) before contributions, transfers, special & extraordinary items	(99,467.02)	(13,554.49)	(113,021.51)
Capital contributions	-	57,886.52	57,886.52
Change in net position	(99,467.02)	44,332.03	(55,134.99)
Net position - beginning	<u>1,656,189.19</u>	<u>2,300,115.73</u>	<u>3,956,304.92</u>
Net position - ending	<u>\$ 1,556,722.17</u>	<u>\$ 2,344,447.76</u>	<u>\$ 3,901,169.93</u>

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

**Town of Valier
Statement of Cash Flows
Proprietary Fund
For Fiscal Year Ended
June 30, 2025**

	Business-type Activities		
	Major Enterprise Funds		
	5210	5310	Total Enterprise Funds
	Water	Sewer	
Cash Flows from Operating Activities:			
Cash received from customers	\$ 206,826.01	\$ 228,840.25	\$ 435,666.26
Cash received from miscellaneous sources	273.59	442.94	716.53
Cash paid to suppliers of goods and services	(146,552.19)	(94,234.94)	(240,787.13)
Cash paid to employees	(106,855.72)	(113,052.69)	(219,908.41)
Net cash provided (used) by operating activities	(46,308.31)	21,995.56	(24,312.75)
Cash Flows from Non-Capital and Related Financing Activities:			
Intergovernmental revenue received	-	14,160.00	14,160.00
Cash received from insurance recovery	25,357.00	-	25,357.00
Net cash provided (used) by non-capital and related financing activities	25,357.00	14,160.00	39,517.00
Cash Flows from Capital and Related Financing Activities:			
Principal paid on capital debt	(17,069.74)	(50,785.06)	(67,854.80)
Interest paid on capital debt	(24,066.26)	(19,691.94)	(43,758.20)
Acquisition and construction of capital assets	(26,302.30)	(71,823.02)	(98,125.32)
Capital Contributions received	-	62,048.22	62,048.22
Net cash provided (used) by non-capital and related financing activities	(67,438.30)	(80,251.80)	(147,690.10)
Cash Flows from Investing Activities:			
Interest on investments	7,915.59	11,106.89	19,022.48
Net cash provided (used) by investing activities	7,915.59	11,106.89	19,022.48
Net increase (decrease) in cash and cash equivalents	(80,474.02)	(32,989.35)	(113,463.37)
Cash and cash equivalents as of:			
June 30, 2024	177,731.29	294,893.86	472,625.15
June 30, 2025	\$ 97,257.27	\$ 261,904.51	\$ 359,161.78
Displayed on Statement of Net Position-Proprietary Funds as:			
Cash and investments	\$ 15,120.05	\$ 201,717.58	\$ 216,837.63
Restricted cash and investments	82,137.22	60,186.93	142,324.15
Total at end of year	\$ 97,257.27	\$ 261,904.51	\$ 359,161.78

**Town of Valier
Statement of Cash Flows
Proprietary Fund
For Fiscal Year Ended
June 30, 2025**

	Business-type Activities		
	Major Enterprise Funds		Total Enterprise Funds
	5210	5310	
	Water	Sewer	
Reconciliation of operating income to net cash provided by operating activity:			
Operating income (loss)	\$ (108,673.35)	\$ (19,129.44)	\$ (127,802.79)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation expense	67,052.55	69,262.44	136,314.99
Change in assets, deferred outflows of resources, liabilities, and deferred inflows of resources:			
(Increase) decrease in assessments receivable	(1,233.11)	(3,094.60)	(4,327.71)
(Increase) decrease in accounts receivable	15,406.47	(194.39)	15,212.08
(Increase) decrease in prepaid items	(6,100.75)	(5,816.52)	(11,917.27)
(Increase) decrease in inventories	(16,089.75)	(5,951.00)	(22,040.75)
Increase (decrease) in revenues collected in advance	(90.38)	-	(90.38)
Increase (decrease) in accounts payable	6,100.75	(12,082.23)	(5,981.48)
Increase (decrease) in refunds payable	(33.95)	(56.00)	(89.95)
Increase (decrease) in compensated absences payable	(1,987.48)	(3,505.15)	(5,492.63)
Increase (decrease) in OPEB liability	1,602.79	2,025.13	3,627.92
Increase (decrease) in net pension liability	3,227.72	6,495.41	9,723.13
(Increase) decrease in deferred outflows-pension	1,279.12	924.83	2,203.95
Increase (decrease) in deferred inflows-pension	(944.00)	(903.75)	(1,847.75)
(Increase) decrease in deferred outflows-OPEB	117.33	121.58	238.91
Increase (decrease) in deferred inflows-OPEB	(5,942.27)	(6,100.75)	(12,043.02)
Net cash provided (used) by operating activities	\$ <u>(46,308.31)</u>	\$ <u>21,995.56</u>	\$ <u>(24,312.75)</u>
Schedule of non-cash transactions			
Depreciation	67,052.55	69,262.44	136,314.99

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

Town of Valier
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2025

	<u>Custodial Funds</u>
ASSETS	
Cash and cash equivalents	\$ <u>530.50</u>
Total assets	<u>530.50</u>
NET POSITION	
Restricted for:	
Individuals, organizations, and other governments	<u>530.50</u>
Total net position	\$ <u><u>530.50</u></u>

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

Town of Valier
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
June 30, 2025

	<u>Custodial Funds</u>
ADDITIONS	
Insurance premium apportionment	<u>1,401.00</u>
Total additions	<u>1,401.00</u>
DEDUCTIONS	
Payment to outside entities	<u>1,401.00</u>
Total deductions	<u>1,401.00</u>
Change in net position	-
Net position - beginning	<u>530.50</u>
Net position - ending	\$ <u><u>530.50</u></u>

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

Town of Valier
Notes to the Financial Statements
June 30, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

For the fiscal year ending June 30, 2025, the government adopted the provisions of the following new accounting pronouncements issued by the GASB:

GASB Statement No. 101, *Compensated Absences*. This Statement updates the recognition and measurement guidance for compensated absences by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures.

GASB Statement No. 102, *Certain Risk Disclosures*. The objective of this Statement is to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints.

The Town's significant accounting policies are described below.

A. Reporting Entity

The Town of Valier is a political subdivision of the State of Montana governed by a Mayor and Council (Commission) duly elected by the registered voters of the Town. The accompanying financial statements present the primary government and its component units.

The Town reports the Valier Library Foundation as a discretely presented component unit. Component units are legally separate entities for which the primary government is financially accountable. The criteria used to determine if the primary government is financially accountable for a component unit include whether or not the primary government appoints the voting majority of the potential component unit's Board, is able to impose its will on the potential component unit, is in a relationship of financial benefit or burden with the potential component unit or is fiscally depended upon by the potential component unit. In addition, component units can be other legally separate entities for which the primary government is not financially accountable but the nature and significance of the relationship is such that exclusion would cause the Town's financial statements to be misleading.

B. Basis of Presentation

Government-Wide Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information of the primary government. They include all funds of the primary government except fiduciary funds. Governmental activities are financed by taxes, intergovernmental revenues, and other non-exchange revenues. Business-type Activities are financed, in whole or in part, by fees charged to external parties for goods or services.

The Statement of Net Position presents the financial condition of the governmental and business-type activities of the Town at year-end. As a general rule, interfund activities, interfund payables and receivables, have been removed from this statement except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the governments' enterprise functions and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions.

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

Fund Financial Statements

Unlike a private business, which is accounted for as a single entity, a governmental unit is accounted for through several separate funds. A fund is a fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates specific activities according to their intended purpose and is used to aid management in demonstrating compliance with finance-related, legal, and contractual provisions. Funds are classified into three categories: governmental, proprietary, and fiduciary. Each fund category presents separate fund financial statements. The fund financial statements presenting a fund category may contain one or more 'fund types'. The governmental and proprietary fund financial statements emphasis is on major funds. Fiduciary fund financial statements report by fiduciary fund type. Interfund activity is reported on the fund financial statements.

Town of Valier
Notes to the Financial Statements
June 30, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

B. Basis of Presentation-cont.

Each major fund is reported in a separate column in the respective fund financial statements. A fund is considered major if it is the primary operating fund of the Town or meets the following criteria:

- a. Total assets and deferred outflows of resources, the total liabilities and deferred inflows of resources, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. The same element(s) that met the 10 percent criterion above is at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

Per GAAP, the government's officials are allowed to present any individual fund that does not meet the criteria as a major fund in the respective fund financial statements if they believe the fund is particularly important to financial statement users.

All of the remaining funds are aggregated and reported in the respective governmental and proprietary fund financial statements in a single column as 'nonmajor funds'.

The Town maintains the minimum number of governmental funds consistent with legal and managerial requirements.

The Town reports the following major governmental funds:

General Fund - The general fund is the primary operating fund of the Town. It accounts for all financial resources traditionally associated with the Town's operations except those required to be accounted for in other funds.

Library Fund - a special revenue fund established to account for financial resources received and the use of those resources for the operations of the City Library.

Gas Tax Fund - a special revenue fund established to account for financial resources received and the use of those resources for the maintenance of streets, roads, and alleyways.

The Town reports the following major proprietary funds:

Water Fund - An enterprise fund used to account for the operating and nonoperating revenues and expenses of the public water utility system.

Sewer Fund - An enterprise fund used to account for the operating and nonoperating revenues and expenses of the public sewer utility system.

Additionally, the Town reports the following fiduciary fund types:

Custodial Funds - These funds are used to account for assets held, other than assets required to be held in private-purpose trust funds, and pension or other post-employment benefits (OPEB) trust funds, by the Town for individuals, other organizations, or other governments.

The Governmental Accounting Standards Board (GASB) issued Statement No. 62. The Statement codifies the requirements of all pre-November 30, 1989 FASB and AICPA pronouncements that apply to state and local governments. The government has adopted and applied the provisions of GASB Statement No. 62 to both the government-wide and proprietary fund financial statements. Governments may continue to apply post-November 30, 1989 FASB pronouncements or other accounting literature that do not conflict with or contradict with GASB pronouncements, including Statement No. 62.

C. Measurement Focus and Basis of Accounting

The government-wide financial statements, and the proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned, except for grant revenue and similar voluntary nonexchange revenues received prior to meeting imposed time requirements. Property tax revenue is recognized when levied. Expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

The Statement of Revenues, Expenses, and Changes in Net Position-Proprietary Funds, distinguishes operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Revenues of proprietary funds are defined as operating vs nonoperating based on how individual transactions are categorized on the statement of cash flows for proprietary funds. All cash receipts that do not result from transactions defined as operating activities are considered nonoperating and reported on the statement of cash flows as capital and related financing, noncapital financing, or investing activities.

Town of Valier
Notes to the Financial Statements
June 30, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

C. Measurement Focus and Basis of Accounting-cont.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. "Measurable" means the amount of the transaction can be determined. "Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period.

Property taxes, license, and interest associated with the current fiscal period are all considered to be susceptible to accrual. Only the portion of special assessments receivable due within the current fiscal period are considered to be susceptible to accrual as revenue of the current period. Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria is met.

The Town recognizes property tax revenue upon receipt. Taxes and assessments receivable due within the current period and remaining uncollected at year end are offset by deferred tax/assessment revenue, a deferred inflow of resources account, since they are not considered available to pay liabilities of the current period. All other revenue items, other than grant revenue and similar voluntary nonexchange revenues, are considered to be both measurable and available only when cash is received by the government.

Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Both financial statements presented on the accrual basis and modified accrual basis of accounting recognize grant revenue and similar voluntary nonexchange revenues, pending purely routine requirements such as filing reimbursement and/or progress reports where all eligibility requirements other than time requirements imposed by the provider have been met, as revenue of the current period. Grant revenue and similar voluntary nonexchange revenues received prior to meeting imposed time requirements but after all eligibility requirements are met, are offset by deferred grant revenues, a deferred inflows of resources account, until use is required or first permitted.

D. Assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fund balance/net position

1. Deposits and investments

Allowable deposit and investment of public funds is governed by Title 7, Chapter 6, Part 2 of the Montana Code Annotated (MCA). Deposits and investments may include demand, time, and savings deposits, direct obligations of the United States Government, securities issued by agencies of the United States, investments in the Montana Short-Term Investment Program (STIP), repurchase agreements, and registered warrants.

In the statement of cash flows for proprietary funds, the term cash and cash equivalents is used. Cash equivalents are short-term, highly liquid investments that are both readily convertible to known amounts of cash, and investments with original maturities of three months or less at the time of purchase.

Investments, with limited exceptions, are reported at fair value. Investments in nonparticipating certificates of deposit are reported at cost. Money market investments, including U.S. Treasury and Agency obligations, that mature within one year of acquisition are reported at amortized cost. Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value is determined annually, and requires the use of valuation techniques, a specific method or combination of methods using one or more of three approaches: market, cost or income approach.

2. Receivables

Accounts receivables are shown net of allowance for uncollectible amounts. Property tax receivables are offset by deferred inflows of resource accounts since they are not available to pay liabilities of the current period. All property tax levies are set at the time of the adoption of the annual budget. The real estate taxes are payable in two installments, the first due by November 30 and the second by May 31. Personal property taxes are assessed in April or May and are payable within 30 days of the issuance of the notice.

3. Inventories

The Town's enterprise funds report inventories. All inventories are valued at cost. Inventories are reported as expenses when consumed.

4. Restricted assets

Certain assets of the enterprise funds are restricted for specific use as required by the bond indenture agreement covenants established with the issuance and sale of the revenue bonds representing a liability to the enterprise funds. These restricted assets represent cash and cash equivalents restricted for use to establish a reserve for future debt or to establish a replacement and depreciation reserve for the purpose of replacing the system's short lived assets in the future.

Town of Valier
Notes to the Financial Statements
June 30, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

D. Assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fund balance/net position-cont.

5. Capital assets

Capital assets which include property, plant, equipment, and infrastructure are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets, other than infrastructure assets, are defined by the Town as assets with an initial cost of more than \$5,000 and an estimated useful life of three years or more. Such assets are recorded at historical cost. Donated capital assets are recorded at acquisition value at the date of donation.

Generally accepted accounting principles (GAAP) require the recording of infrastructure assets (i.e. roads, bridges, and similar assets). Upon implementation of GASB Statement No. 34, the Town [did or did not] meet the required annual revenue limitation as set forth by the GASB for retroactive reporting of such assets acquired prior to implementation. However, prospectively the Town does capitalize new construction of infrastructure assets in accordance with the standard.

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

GAAP also requires Town management to estimate the useful life of capital assets and record annual depreciation expense using the straight-line depreciation method . These estimates affect the reported amounts of capital assets -net of depreciation. The range of estimated useful lives of property, plant, equipment, and infrastructure assets are as follows :

Buildings	20 - 40 years
Improvement other than Buildings	10 - 50 years
Machinery & Equipment	5 - 20 years
Infrastructure	20 years
Utility Systems (i.e. source of supply, plants, transmission & distribution)	20 - 50 years

6. Deferred outflows of resources

Deferred outflow of resources is a financial statement element. A deferred outflow of resources is a consumption of net assets by the government that is applicable to a future reporting period. The government-wide statement of net position, proprietary fund statement of net position, and governmental fund balance sheet report a separate section for deferred outflows of resources.

Deferred outflows of resources are disclosed by type on the face of the financial statements and in the respective notes to the financial statements to augment understanding of the deferral.

7. Revenues Collected in Advance

The Town reports \$33,666.32 as revenues collected in advance, a liability account in the ARPA fund, a nonmajor special revenue fund. The amount represents American Rescue Plan Act (ARPA) federal resources received. GASB Statement No. 33 requires that resources from government voluntary nonexchange transactions received in advance of meeting all eligibility requirements, including time requirements, be reported as a liability. The Town obligated cash held in the ARPA fund to finance ,in part, the wastewater project and all work must be completed and the resources must be expended to cover the obligations.by December 31, 2026. The Town recognizes ARPA revenue in the fiscal year the expenditure/expense is recorded. Unexpended resources at January 1, 2027 must be returned to the Federal Department of Treasury..

The Town also reports \$10,298.61 as revenues collected in advance in the Water fund, a major enterprise fund. The amount represents payments received in advance of providing services. The revenue will be recognized in the month the service has been provided.

**Town of Valier
Notes to the Financial Statements
June 30, 2025**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

D. Assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fund balance/net position-cont.

8. Long-term obligations

In the government-wide financial statements and in proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activity or business-type activity column or proprietary fund financial statement. Principal payments on long-term obligations due within the next fiscal year are reported as current liabilities. Bond premiums and discounts are deferred and amortized over the life of the bond issue using the straight-line method that approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs, except for prepaid insurance costs, are expensed in the reporting period in which they are incurred. Prepaid insurance costs are expensed over the life of the debt.

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

9. Compensated absences

As required by State law, the Town allows employees to accumulate earned vacation and sick leave benefits.

Vacation Leave: Full time employees earn vacation leave at the rate of 15 working days per year for the first 10 years of service. Employees with 10 to 20 years of service earn vacation leave at an increasing rate, to a maximum rate of 24 working days per year after 20 years of service. Employees may accumulate a total not to exceed two times the maximum number of days earned annually as of the end of the first pay period of the next calendar year.

Sick Leave: Full time employees earn sick leave at the rate of 12 working days per year. There is no restriction as to the number of working days that may be accumulated. Upon termination, employees in good standing are entitled to a cash payout of 25% of their sick leave balance.

Such amounts are reported in the Town's government-wide financial statements and in proprietary fund types in the fund financial statements as an expense and a liability for compensated absences as the leave is earned. The portion of accumulated leave that is estimated to be used within the next fiscal year is presented as a current liability.

In the governmental fund financial statements, governmental funds report vacation and sick leave as expenditures when used.

10. Deferred inflows of Resources

A deferred inflow of resources is an acquisition of net assets by the government that is applicable to a future reporting period. The government-wide statement of net position, proprietary fund statement of net position, and governmental fund balance sheet report a separate section for deferred inflows of resources.

Deferred inflows of resources are disclosed by type on the face of the financial statements and in the respective notes to the financial statements to augment understanding of the deferral.

Town of Valier
Notes to the Financial Statements
June 30, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

D. Assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fund balance/net position-cont.

11. Net Position/Fund Balance

Net Position

The government-wide and proprietary fund financial statements report net position. Net position represents the difference between assets plus deferred outflow of resources and liabilities plus deferred inflows of resources. Components of net position are net investment in capital assets, restricted, and unrestricted.

Net investment in capital assets consists of capital assets net of accumulated depreciation plus capital related deferred outflows of resources, less the outstanding balance of any related borrowing used for the acquisition, construction, or improvement of those assets and capital related deferred inflows of resources.

Restricted net position represents constraints on resources that can be spent only for specific purposes which are externally imposed either by: a) providers such as creditors, grantors, contributors, and laws/regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Unrestricted net position is any portion of net position that does not meet the definition of net investment in capital assets and restricted.

The Town applies restricted resources first for purposes for which both restricted and unrestricted net position are available.

Fund Balances

The governmental fund financial statements report fund balance. Fund balance is composed of five classifications designed to disclose the hierarchy of constraints that control how specific amounts can be spent. See Note 3. G. and I. for further information on fund balance classifications and the Town's spending hierarchy.

Town of Valier
Notes to the Financial Statements
June 30, 2025

NOTE 2. COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

The Town adopts an annual budget for each of its funds in accordance with Title 7, Chapter 6, Part 40 of the Montana Code Annotated. Statute requires the preparation of a preliminary budget, public hearings on the preliminary budget and adoption of the budget by the later of the first Thursday after the first Tuesday in September or within 30 calendar days of the receipt of the certified taxable valuations from the Department of Revenue. The Town must also submit a copy of the final budget to the Department of Administration by the later of October 1 or 60 days after the receipt of taxable values from the Department of Revenue.

Appropriations are created by fund, function, and activity and may further be detailed by department. State statute limits the incurrence of fund obligations or making of expenditures from the fund to the amount of the fund's total appropriations in the final budget as adopted or as amended. Expenditure limitations imposed by law extend to the department level which is identified as the legal level of budgetary control. Budget transfers may be made by designated individuals between and among the general classifications of operations, provided that total expenditures do not exceed the fund's total budgeted appropriations as adopted or amended.

Budget transfers and amendments are authorized by law, and in some instances, may require further public hearings and a majority vote of the governing board. Budget amendments providing for additional appropriations required to be passed by resolution must identify the resource, such as unanticipated/unbudgeted revenue received or fund reserves, that will be used to finance the appropriation.

The 'original' budgeted amounts reported on the fund's Budget and Actual statement represent the original adopted budget. The 'final' budgeted amounts may differ as the amount includes all transfers and amendments made during the fiscal year subsequent to the adoption of the original budget and represents the final budget for the fiscal year.

B. Excess of expenditures over appropriations

At fiscal year-end the Town had no funds where expenditures exceeded total appropriations.

C. Deficit fund equity

At fiscal year-end the Town had no funds with deficit fund equity.

Town of Valier
Notes to the Financial Statements
June 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

At year end, the Town's cash, cash equivalents and investments are reported in the basic financial statements as follows:

Governmental Activities	444,735.64
Business-Type Activities	359,161.78
Fiduciary Funds	530.50
Total cash and cash equivalents	<u>\$ 804,427.92</u>

The composition of cash and investments held by the Town, the primary government, at fiscal year-end is as follows:

	<u>June 30, 2025</u>			
Cash on hand (petty cash)	100.00			
Deposits				
Demand deposits	355,861.12			
Certificates of Deposit (non-participating)	<u>142,324.15</u>			
Total deposits	<u>\$ 498,185.27</u>			
Investments				
<u>Investments</u>	<u>Fair Value</u>	<u>Fair Value Measurements Using</u>		
STIP	<u>306,142.65</u>	Level 1	Level 2	Level 3
Total investments at amortized costs which is equivalent to fair value	<u>\$ 306,142.65</u>			
Total cash and cash equivalents	<u>\$ 804,427.92</u>			

The Town categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy, as follows, is based on the valuation inputs used to measure fair value. Valuation techniques used maximize the use of observable inputs and minimize the use of unobservable inputs.

- Level 1 Inputs— Quoted prices in active markets for identical assets; these investments are valued using [describe valuation technique; Example: prices quoted in active markets]
- Level 2 Inputs—Significant other observable inputs; these investments are valued using [describe valuation technique; Example: a matrix pricing technique (i.e. comparable bond with observable inputs). Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices]
- Level 3 Inputs—Significant unobservable inputs; these investments are valued using [describe valuation technique; Example: discounted cash flow techniques or consensus pricing]

Town of Valier
Notes to the Financial Statements
June 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments - cont.

Deposit and Investment Risks

The Town voluntarily participates in the STIP administered by the Montana Board of Investments (MBOI). A local government's STIP ownership is represented by shares, the prices of which are fixed at \$1.00 per share, and participants may buy or sell shares with one business day's notice. STIP administrative expenses are charged daily against the STIP income, which is distributed on the first calendar day of each month. Shareholders have the option to automatically reinvest their distribution income in additional shares.

STIP is not registered with the Securities and Exchange Commission. STIP is not FDIC-insured or otherwise insured or guaranteed by the federal government, the State of Montana, the MBOI or any other entity against investment losses, and there is no guaranteed rate of return on funds invested in STIP shares. The MBOI maintains a reserve fund to offset possible losses and limit fluctuations in STIP's valuation. The STIP investment portfolio consists of securities with maximum maturity of 2 years.

Information on investments held in the STIP can be found in the Annual Report on the MBOI website at <http://investmentmt.com/AnnualReportsAudits>.

Custodial Credit Risk-Deposits

The 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 pledged (collateral) securities that are in the possession of an outside party.

The Town does not have a formal deposit policy that addresses custodial credit risk.

State law requires that the Town obtain securities for the uninsured portion of deposits as follows: (1) securities equal to 50% of such deposits if the institution in which the deposits are made has a net worth to total assets ratio of 6% or more, OR (2) securities equal to 100% if the ratio of net worth to total assets is less than 6%. State law does not specify in whose custody or in whose name the collateral is to be held.

Credit Risk - Investments

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Credit risk is minimized by compliance with State law, which limits local governments to certain investment types.

To limit exposure to this risk, management limits long-term investments and has varied maturity dates for certificates of deposit. The Town's investments contain an element of concentration of credit risk since the investment in STIP represents 100% of the Town's total investments. The Town does not further diversify investments because the investments are conservative and further diversification does not significantly reduce credit risk for the Town.

Credit quality ratings of investments held by STIP, by major credit rating services, may be found in the MBOI's Annual Report: <http://investmentmt.com/AnnualReportsAudits>.

Town of Valier
Notes to the Financial Statements
June 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS

B. Capital assets

Capital asset activity for the fiscal year ended June 30, 2024

	Balance as of <u>6/30/2024</u>	Acquisitions/ <u>Increases</u>	Balance as of <u>June 30, 2025</u>
Governmental activities:			
Capital assets not being depreciated			
Land	112,100		112,100
Total capital assets not being depreciated	\$ 112,100	\$ -	\$ 112,100
Capital assets being depreciated			
Buildings	666,647		666,647
Improvements other than buildings	138,555	20,585	159,140
Machinery and equipment	224,748		224,748
Infrastructure	31,290	34,819	66,109
Total capital assets being depreciated	\$ 1,061,240	\$ 55,404	\$ 1,116,644
Less accumulated depreciation for:			
Buildings	(241,139)	(13,584)	(254,723)
Improvements other than buildings	(57,317)	(5,797)	(63,114)
Machinery and equipment	(169,811)	(13,945)	(183,756)
Infrastructure	(3,129)	(3,306)	(6,435)
Total accumulated depreciation	\$ (471,396)	\$ (36,632)	\$ (508,028)
Total capital assets being depreciated	\$ 589,844	\$ 18,772	\$ 608,616
Governmental activities capital assets net	\$ 701,944	\$ 18,772	\$ 720,716
Business-type activities:			
Capital assets not being depreciated			
Land		1,460	1,460
Construction in progress	197,379	56,886	254,265
Total capital assets not being depreciated	\$ 197,379	\$ 58,346	\$ 255,725
Capital assets being depreciated			
Buildings	354,286		354,286
Machinery and equipment	93,020	52,605	145,625
Source of supply	988,867		988,867
Pumping plant	57,000		57,000
Treatment plant	2,711,676		2,711,676
Transmission and distribution	3,305,802		3,305,802
Total capital assets being depreciated	\$ 7,510,651	\$ 52,605	\$ 7,563,256
Less accumulated depreciation for:			
Buildings	(116,839)	(7,982)	(124,821)
Machinery and equipment	(82,363)	(7,781)	(90,144)
Source of supply	(257,104)	(19,777)	(276,881)
Pumping plant	(27,075)	(1,425)	(28,500)
Treatment plant	(1,370,719)	(33,234)	(1,403,953)
Transmission and distribution	(843,910)	(66,116)	(910,026)
Total accumulated depreciation	\$ (2,698,010)	\$ (136,315)	\$ (2,834,325)
Total capital assets being depreciated	\$ 4,812,641	\$ (83,710)	\$ 4,728,931
Business-Type activities capital assets net	\$ 5,010,020	\$ (25,364)	\$ 4,984,656

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

Governmental activities:		Business-type activities:	
General government	2,436		
Public safety	6,037		
Public works	14,136	Water utilities	67,053
Culture and recreation	14,023	Sewer utilities	69,262
Total depreciation expense	\$ 36,632		\$ 136,315

Town of Valier
Notes to the Financial Statements
June 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS

C. Long-term debt

GASB Statement No. 88 defines debt as a liability that arises from a contractual obligation to pay cash (or other assets that may be used in lieu of cash) in one or more payments to settle an amount that is fixed at the date the contractual obligation is established.

Debt obligations are classified as either direct borrowings (when a government engages in a loan with a lender for funding (e.g. bank, credit union, private mortgage company, etc.), direct placements (when a government issues a debt security directly to an investor), or other debt.

During the year ended June 30, 2025, the following changes occurred in long-term debt:

Governmental Activities

	Balance as of <u>6/30/2024</u>	<u>Additions</u>	<u>Deletions</u>	Balance as of <u>June 30, 2025</u>	Due Within <u>One Year</u>
Compensated Absences payable	6,613.23		(3,779.29)	2,833.94	1,416.97
Total	\$ 6,613.23	-	(3,779.29)	2,833.94	1,416.97

Business-type Activities

	Balance as of <u>6/30/2024</u>	<u>Additions</u>	<u>Deletions</u>	Balance as of <u>June 30, 2025</u>	Due Within <u>One Year</u>
Revenue bonds	\$ 1,465,541.58		(67,854.80)	1,397,686.78	69,816.97
Compensated Absences payable	13,436.82		(5,492.63)	7,944.19	3,972.10
Total	\$ 1,478,978.40	-	(73,347.43)	1,405,630.97	73,789.07

Revenue Bond Debt - direct placements

Revenue bonds are payable from the collection of fees charged for services. The fees collected are expected to produce amounts sufficient to pay all principal of and interest on the bonds when due. The bonds are issued with specific maturity dates and interest rates.

<u>Purpose</u>	<u>Issue Date</u>	<u>Interest Rate</u>	<u>Term of years</u>	<u>Final maturity</u>	<u>Bonds issued</u>	<u>Outstanding June 30, 2025</u>
2006 Sewer bond	5/7/13	2.250%	13	7/1/26	449,000	38,000
2016 Sewer bond	8/19/15	2.750%	40	8/19/55	775,000	655,818
2011 Water bond	2/28/11	3.375%	40	1/28/51	902,000	703,869
Total revenue bonds					\$ 1,677,000	\$ 1,397,687

Business-type Activities-Revenue Bond Debt

Debt service requirements on revenue bond debt are as follows:

<u>For Fiscal Year Ended</u>	<u>Principal</u>	<u>Interest</u>	<u>Payments</u>
2026	69,827	42,370	112,197
2027	33,832	40,516	74,348
2028	33,858	39,270	73,128
2029	34,922	38,206	73,128
2030-2034	191,799	173,841	365,640
2035-2039	223,962	141,678	365,640
2040-2044	261,584	104,056	365,640
2045-2049	305,599	60,041	365,640
2050-2054	207,446	16,837	224,283
2055-2056	34,858	558	35,416
Total	\$ 1,397,687	\$ 657,373	\$ 2,055,060

Town of Valier
Notes to the Financial Statements
June 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS

D. Post employment benefits other than pensions (OPEB) liability

Plan Description

The Town maintains a single-employer defined benefit healthcare plan called the Town of Valier Employee Group Benefits Plan. The plan is administered by Allegiance Benefit Plan Management, Inc. Benefit provisions are set annually by the Town's governing board.

As required by State law (MCA 2-18-704), the Town allows its retiring employees with at least five years of service and who are at least 50 years of age, along with their eligible spouses and dependents, the option to continue participation in the government's group health insurance plan until the retiree reaches the age of 65. This option creates a defined benefit other post-employment benefits plan (OPEB) since retirees are typically older than the average age of active plan participants and therefore receive a benefit of lower insurance rates. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

Reporting Requirements

Because the government has fewer than 100 employees (active and inactive) that are provided with OPEB through the plan, the government qualifies and has elected to use the alternative measurement method for calculating the total OPEB liability.

Benefits Provided

The plan provides healthcare, dental, vision, and prescription drug insurance benefits for retirees, eligible spouses and dependents as defined in MCA 2-18-704.

Funding Policy

The Town provides no direct subsidy to the health insurance premiums for retirees. Eligible participating retirees pay for the entire cost of the health insurance premium. The Town funds OPEB costs when they come due on a pay-as-you-go basis and does not plan to set aside assets to fund the OPEB liability since it has paid the full amount due each month.

Health Insurance Premiums

The monthly premiums for retirees and their dependents are shown in the table below:

<u>Coverage Category</u>	<u>Monthly Premium Rate</u>
Pre age 65 Retiree only	\$877.00
Pre age 65 Retiree and dependent spouse	\$1,754.00

Employees Covered by Benefit Terms

As of the fiscal year end, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	0
Inactive employees entitled to but not yet receiving benefit payments	0
Active employees	5
Total:	5

Total OPEB Liability

At June 30, 2025, the Town reported a total OPEB liability (TOL) of \$24,811. The TOL was determined using the alternative measurement method with a valuation date of June 30, 2025.

Town of Valier
Notes to the Financial Statements
June 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS

D. Post employment benefits other than pensions (OPEB) liability - cont.

OPEB expense and deferred outflows of resources and deferred inflows of resources related to OPEB

For the year ended June 30, 2025, the Town recognized OPEB expense of \$(17,184). The Town also reported deferred outflows of resources and/or deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$0	(\$3,745)
Changes in assumptions or other inputs	\$0	(\$123)
Total	<u>\$0</u>	<u>(\$3,868)</u>

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

Year ended June 30:	
2026	\$ (3,868)

Assumptions and Other Inputs

The total OPEB liability was determined using the following assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified are as follows;

	<u>OPEB Valuation</u>
Discount rate	4.93%
Average salary increase	3.50%
Healthcare premium cost trend rate;	
<u>Year</u>	<u>% Increase</u>
2025	8.04%
2026	12.20%
2027	6.06%
2028	5.49%
2029	5.41%
2030	5.33%
2031	5.26%
2032	5.16%
2033	5.08%
2034	5.00%

Expected Retirement Age

Active employees covered under the terms of the OPEB plan are assumed to retire at age 58, which is the historical average age of retirement for employees of the Town. If an employee would not yet be eligible to begin receiving benefit payments at age 58, the employee is assumed to work until the year in which he or she becomes eligible, at which time the employee is assumed to retire. Active employees age 58 or older who are otherwise eligible to receive benefit payments under the terms of the OPEB plan are assumed to retire in the first projected year.

Marital and Dependency Status

Active employees and retirees covered under the terms of the OPEB plan who currently have spouses are assumed to be married to those spouses at retirement; those without spouses at the calculation date are assumed to be single at and throughout retirement.

Town of Valier
Notes to the Financial Statements
June 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS

D. Post employment benefits other than pensions (OPEB) liability - cont.

Mortality Rates

Mortality rates were based on the 2022 Montana Public Employee Retirement Administration (MPERA) Annual Report. The calculation of projected benefit payments for each year is based on the assumption that all participants will live until their expected age.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following table presents the total OPEB liability of the Plan at the selected discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or higher than the selected discount rate:

	1% Decrease	Discount Rate	1% Increase
	3.93%	4.93%	5.93%
Total OPEB liability	\$26,470	\$24,811	\$23,233

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate

The following table presents the total OPEB liability of the Plan at the selected medical trend rate, as well as what the total OPEB liability would be if it were calculated using a medical trend rate that is 1-percentage point lower or higher than the current trend rate:

	1% Decrease	Healthcare Cost Trend Rates*	1% Increase
Total OPEB liability	\$22,266	\$24,811	\$27,891

- Trend rate sensitivity applies to all projected years.

Changes in the total OPEB liability

	Total OPEB Liability
Beginning Balance	\$ 21,716.00
Changes for the year:	
Service cost	5,616.00
Interest	1,347.00
Changes in benefit terms	-
Differences between expected and actual experience	(3,745.00)
Changes in assumptions or other inputs	(123.00)
Benefit payments	-
Net changes	3,095.00
Balance at year-end	\$ 24,811.00

Town of Valier
Notes to the Financial Statements
June 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS

E. Pension Plan(s) within the scope of GASB Statement No. 68, as amended

In accordance with the Governmental Accounting Standards Board (GASB) Statement 68, *Accounting and Financial Reporting for Pensions*, employers and the non-employer contributing entity are required to recognize and report certain amounts associated with participation in the Public Employees' Retirement System Defined Benefit Retirement Plan (the Plan). This includes the proportionate share of the collective Net Pension Liability; Pension Expense; and Deferred Outflows and Deferred Inflows of Resources associated with pensions. The Town reports amounts as of June 30, 2025 that were measured on June 30, 2024.

Summary of Significant Accounting Policies

MPERA prepared financial statements using the accrual basis of accounting. The same accrual basis was used by MPERA for the purposes of determining the Net Pension Liability (NPL); Deferred Outflows of Resources and Deferred Inflows of Resources related to pensions; Pension Expense; the Fiduciary Net Position; and Additions to or Deductions from Fiduciary Net Position. Member contributions are recognized in the period in which contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Revenues are recognized in the accounting period they are earned and become measurable. Benefit payments and refunds are recognized in the accounting period in which they are due and payable in accordance with the benefit terms. Expenses are recognized in the period incurred. Investments are reported at fair value. MPERA adhered to all accounting principles generally accepted by the United States of America. MPERA applied all applicable pronouncements of the Governmental Accounting Standards Board (GASB).

General Information about the Pension Plan

Plan Description: The PERS-Defined Benefit Retirement Plan (DBRP), administered by the Montana Public Employee Retirement Administration (MPERA), is a multiple-employer, cost-sharing plan established July 1, 1945, and governed by Title 19, chapters 2 & 3, Montana Code Annotated (MCA). This plan provides retirement benefits to covered employees of the State, and local governments, and certain employees of the Montana University System, and school districts. Benefits are established by state law and can only be amended by the Legislature.

All new members are initially members of the PERS-DBRP and have a 12-month window during which they choose to remain in the PERS-DBRP or join the PERS-DCRP by filing an irrevocable election. Members may not be participants of both the *defined benefit* and *defined contribution* retirement plans. All new members from the universities also have a third option to join the university system's Montana University System Retirement Program (MUS-RP).

Benefits provided: The PERS-DBRP provides retirement, disability, and death benefits to plan members and their beneficiaries. Benefits are based on eligibility, years of service, and highest average compensation (HAC). Member rights are vested after five years of service.

Service retirement:

- Hired prior to July 1, 2011:
 - Age 60, 5 years of membership service
 - Age 65, regardless of membership service
 - Any age, 30 years of membership service
- Hired on or after July 1, 2011:
 - Age 65, 5 years of membership service
 - Age 70, regardless of membership service

Town of Valier
Notes to the Financial Statements
June 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS

E. Pension Plan(s) within the scope of GASB Statement No. 68, as amended, (cont.)

Early Retirement:

- Hired prior to July 1, 2011:
 - Age 50, 5 years of membership service
 - Any age, 25 years of membership service
- Hired on or after July 1, 2011:
 - Age 55, 5 years of membership service

Second Retirement: (requires returning to PERS-covered employer or PERS service)

- Retired before January 1, 2016 and accumulate less than 2 years additional service credit or retired on or after January 1, 2016 and accumulate less than 5 years additional service credit:
 - A refund of member's contributions plus return interest (currently 2.02% effective July 1, 2018).
 - No service credit for second employment.
 - Start the same benefit amount the month following termination; and
 - Guaranteed Annual Benefit Adjustment (GABA) starts again in the January immediately following the second retirement.
- Retired before January 1, 2016 and accumulate at least 2 years of additional service credit:
 - A recalculated retirement benefit based on provisions in effect after the initial retirement; and
 - GABA starts on the recalculated benefit in the January after receiving the new benefit for 12 months.
- Retired on or after January 1, 2016 and accumulate 5 or more years of service credit:
 - The same retirement as prior to the return to service.
 - A second retirement benefit as prior to the second period of service based on laws in effect upon the rehire date; and
 - GABA starts on both benefits in the January after receiving the original and the new benefit for 12 months.

Member's highest average compensation (HAC)

- Hired prior to July 1, 2011 highest average compensation during any consecutive 36 months.
- Hired on or after July 1, 2011 – highest average compensation during any consecutive 60 months.

Compensation Cap

- Hired on or after July 1, 2013 – 110% annual cap on compensation considered as a part of a member's highest average compensation.

Monthly benefit formula

- Members hired prior to July 1, 2011
 - Less than 25 years of membership service: 1.785% of HAC per year of service credit;
 - 25 years of membership service or more: 2% of HAC per year of service credit.
- Members hired on or after July 1, 2011
 - Less than 10 years of membership service: 1.5% of HAC per year of service credit;
 - 10 years or more, but less than 30 years of membership service: 1.785% of HAC per year of service credit;
 - 30 years or more of membership service: 2% of HAC per year of service credit.

Guaranteed Annual Benefit Adjustment (GABA)

After the member has completed 12 full months of retirement, the member's benefit increases by the applicable percentage (provided below) each January, **inclusive** of all other adjustments to the member's benefit.

- 3.0% for members hired **prior to** July 1, 2007
- 1.5% for members hired between July 1, 2007 and June 30, 2013
- Members hired on or after July 1, 2013:
 - (a) 1.5% for each year PERS is funded at or above 90%;
 - (b) 1.5% reduced by 0.1% for each 2.0% PERS is funded below 90%; and
 - (c) 0% whenever the amortization period for PERS is 40 years or more.

Contributions: The State Legislature has the authority to establish and amend contribution rates. Member and employer contribution rates are specified by Montana Statute and are a percentage of the member's compensation. Contributions are deducted from each member's salary and remitted by participating employers.

Special Funding: The state of Montana, as the non-employer contributing entity, paid to the Plan, additional contributions that qualify as *special funding*. Those employers who received *special funding* are all participating employers.

Not Special Funding: Per Montana law, state agencies and universities paid their own additional contributions. The employer paid contributions are *not* accounted for as special funding for state agencies and universities but are reported as employer contributions.

Town of Valier
Notes to the Financial Statements
June 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS

E. Pension Plan(s) within the scope of GASB Statement No. 68, as amended, (cont.)

Member and employer contribution rates are shown in the table below.

Fiscal Year	Member		State & Universities	Local Government		School Districts	
	Hired < 07/01/11	Hired > 07/01/11	Employer	Employer	State	Employer	State
2025	7.900%	7.900%	9.170%	9.070%	0.100%	8.800%	0.370%
2024	7.900%	7.900%	9.170%	9.070%	0.100%	8.800%	0.370%
2023	7.900%	7.900%	9.070%	8.970%	0.100%	8.700%	0.370%
2022	7.900%	7.900%	8.970%	8.870%	0.100%	8.600%	0.370%
2021	7.900%	7.900%	8.870%	8.770%	0.100%	8.500%	0.370%
2020	7.900%	7.900%	8.770%	8.670%	0.100%	8.400%	0.370%
2019	7.900%	7.900%	8.670%	8.570%	0.100%	8.300%	0.370%
2018	7.900%	7.900%	8.570%	8.470%	0.100%	8.200%	0.370%
2017	7.900%	7.900%	8.470%	8.370%	0.100%	8.100%	0.370%
2016	7.900%	7.900%	8.370%	8.270%	0.100%	8.000%	0.370%
2015	7.900%	7.900%	8.270%	8.170%	0.100%	7.900%	0.370%
2014	7.900%	7.900%	8.170%	8.070%	0.100%	7.800%	0.370%
2012 – 2013	6.900%	7.900%	7.170%	7.070%	0.100%	6.800%	0.370%
2010 – 2011	6.900%		7.170%	7.070%	0.100%	6.800%	0.370%
2008 – 2009	6.900%		7.035%	6.935%	0.100%	6.800%	0.235%
2000 - 2007	6.900%		6.900%	6.800%	0.100%	6.800%	0.100%

1. Member contributions to the system of 7.9% are temporary and will be decreased to 6.9% on January 1 following actuary valuation results that show the amortization period has dropped below 25 years and would remain below 25 years following the reduction of both the additional employer and additional member contribution rates.
2. Employer contributions to the system:
 - a. Effective July 1, 2014, following the 2013 Legislative session, PERS-employer contributions increase an additional 0.1% a year and will continue over 10 years through 2024. For fiscal years beginning after June 30, 2024, the additional contribution amount stays at 2.27%. The additional employer contributions including the 0.27% added in 2007 and 2009, will terminate on January 1 following actuary valuation results that show the amortization period has dropped below 25 years and would remain below the 25 years following the reduction of both the additional employer and additional member contributions rates.
 - b. Effective July 1, 2013, employers are required to make contributions on working retirees' compensation. Member contributions for working retirees are not required.
 - c. The portion of employer contributions allocated to the Plan Choice Rate (PCR) are included in the employers reporting. The PCR was paid off effective March 2016 and the contributions previously directed to the PCR are now directed to member accounts.
3. Non-Employer Contributions:
 - a. Special Funding
 - i. The state contributed 0.1% of members' compensation on behalf of local government entities.
 - ii. The state contributed 0.37% of members' compensation on behalf of school district entities.
 - iii. The state contributed a Statutory Appropriation from the General Fund of \$35,329,705.

Town of Valier
Notes to the Financial Statements
June 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS

E. Pension Plan(s) within the scope of GASB Statement No. 68, as amended, (cont.)

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

GASB Statement 68 allows a measurement date of up to 12 months before the employer's fiscal year-end. The basis for the Total Pension Liability (TPL) as of June 30, 2024, is on an actuarial valuation performed by the Plan's actuary as of June 30, 2024.

The Total Pension Liability (TPL) minus the Fiduciary Net Position equals the Net Pension Liability (NPL). The proportionate shares of the employer's and the State of Montana's NPL for June 30, 2024, and 2023, are displayed below. The employer's proportionate share equals the ratio of the employer's contributions to the sum of all employer and non-employer contributions during the measurement period. The state's proportionate share for a particular employer equals the ratio of the contributions for the particular employer to the total state contributions paid. The employer recorded a liability of \$273,574 and the employer's proportionate share was 0.011186 percent.

As of measurement date	Net Pension Liability as of 6/30/2024	Net Pension Liability as of 6/30/2023	Percent of Collective NPL as of 6/30/2024	Percent of Collective NPL as of 6/30/2023	Change in Percent of Collective NPL
TOWN OF VALIER Proportionate Share	\$ 273,574	\$ 270,465	0.011186%	0.011083%	0.000103%
State of Montana Proportionate Share associated with Employer	\$ 70,813	\$ 74,447	0.002895%	0.003051%	(0.000156)%
Total	\$ 344,387	\$ 344,912	0.014081%	0.014134%	(0.000053)%

Changes in actuarial assumptions and methods: There have been no changes to the assumptions or other inputs that affected the measurement of the TPL since the previous measurement date.

Changes in benefit terms: There have been no changes in benefit terms since the previous measurement date.

Changes in proportionate share: There were no changes to the Plan between the measurement date of the collective NPL and the employer's reporting date that are expected to have a significant effect on the employer's proportionate share of the collective NPL.

Pension Expense: At June 30, 2024, the employer recognized a Pension Expense of \$25,521 for its proportionate share of the Plan's pension expense. The employer also recognized grant revenue of \$3,795 for the support provided by the State of Montana for its proportionate share of the pension expense associated with the employer.

As of measurement date	Pension Expense as of 6/30/2024	Pension Expense as of 6/30/2023
TOWN OF VALIER's Proportionate Share	\$25,521	\$36,121
State of Montana Proportionate Share associated with the Employer	3,795	6,984
Total	\$29,316	\$43,105

Town of Valier
Notes to the Financial Statements
June 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS

E. Pension Plan(s) within the scope of GASB Statement No. 68, as amended, (cont.)

Recognition of Deferred Inflows and Outflows: At June 30, 2024, the employer reported its proportionate share of the Plan's deferred outflows of resources and deferred inflows of resources from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Expected vs. Actual Experience	\$13,825	\$0
Projected Investment Earnings vs. Actual Investment Earnings	0	6,084
Changes in Assumptions	0	0
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	7	0
Employer Contributions Subsequent to the Measurement Date	20,325.49	
Total	\$34,157.49	\$6,084

Other amounts reported as deferred outflows and inflows of resources related to pensions are recognized in the employer's pension expense as follows:

For the Measurement Year ended June 30:	Recognition of Deferred Outflows and Deferred Inflows in future years as an increase or (decrease) to Pension Expense
2025	\$(4,188)
2026	\$18,834
2027	\$(4,277)
2028	\$(2,620)
Thereafter	\$ 0

Town of Valier
Notes to the Financial Statements
June 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS

E. Pension Plan(s) within the scope of GASB Statement No. 68, as amended, (cont.)

Actuarial Assumptions: The total pension liability as of June 30, 2024, was determined on the results of an actuarial valuation date of June 30, 2024, using the following actuarial assumptions, applied to all periods included in the measurement. Among those assumptions were the following:

Investment Return (net of pension plan investment expense, including inflation)	7.30%
General Wage Growth * *includes Inflation at	3.50% 2.75%
Merit Increases	0% to 4.80%
Postretirement Benefit Increases 1. Guaranteed Annual Benefit Adjustment (GABA) each January - After the member has completed 12 full months of retirement, the member's benefit increases by the applicable percentage (provided below) each January, inclusive of all other adjustments to the member's benefit. - Members hired prior to July 1, 2007 - Members hired between July 1, 2007 & June 30, 2013 - Members hired on or after July 1, 2013 - For each year PERS is funded at or above 90% - The 1.5% is reduced by 0.1% for each 2.0% PERS is funded below 90% 0% whenever the amortization period for PERS is 40 years or more	3.0% 1.5% 1.5% 0%
Mortality: - Active Participants - Disabled Retirees - Contingent Survivors - Healthy Retirees	PUB-2010 General Amount Weighted Employee Mortality projected to 2021 for males and females. Projected generationally using MP-2021. PUB-2010 General Amount Weighted Disabled Retiree Mortality table, projected to 2021, set forward one year for both males and females. PUB-2010 Amount Weighted Contingent Survivor Mortality projected to 2021 with ages set forward one year for males and females. Projected generationally using MP-2021. PUB-2010 General Amount Weighted Healthy Retiree Mortality table projected to 2021, with ages set forward one year and adjusted 104% for males and 103% for females. Projected generationally using MP-2021.

The actuarial assumptions and methods utilized in the June 30, 2024 valuation, were developed in the five-year experience study for the period ending 2021. However, the current long-term rate of return is based on analysis in the experience study, without consideration for the administrative expenses analysis shown in the experience study.

Discount Rate: The discount rate used to measure the TPL was 7.30%. The projection of cash flows used to determine the discount rate assumed that contributions from participating plan members, employers, and non-employer contributing entities would be made based on the Board's funding policy, which established the contractually required rates under the Montana Code Annotated. The state contributed 0.10% of the salaries paid by local governments and 0.37% paid by school districts. In addition, the state contributed a statutory appropriation from the general fund. Based on those assumptions, the Plan's fiduciary net position was projected to be adequate to make all the projected future benefit payments of current plan members through the year 2128. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the TPL. A municipal bond rate was not incorporated in the discount rate.

Target Allocations: The long-term expected rate of return on pension plan investments is reviewed as part of regular experience studies prepared for the Plan about every five years. The long-term rate of return as of June 30, 2024, is based on analysis in the experience study report dated May 2, 2022 without consideration for the administrative expense analysis shown in the experience study. Several factors are considered in evaluating the long-term rate of return assumption including long-term historical data, estimates inherent in current market data, and an analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation), along with estimates of variability and correlations for each asset class. These ranges were

Town of Valier
Notes to the Financial Statements
June 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS

E. Pension Plan(s) within the scope of GASB Statement No. 68, as amended, (cont.)

combined to develop the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The assumption is intended to be a long-term assumption (30 to 50 years) and is not expected to change absent a significant change in the asset allocation, a change in the underlying inflation assumption, or a fundamental change in the market that alters expected returns in future years.

The target asset allocation and best estimates of arithmetic real rates of return for each major asset class as of the most recent experience study, are summarized in the following table.

Asset Class	Target Asset Allocation	Long-Term Expected Real Rate of Return Arithmetic Basis
Cash	3.0%	(0.33%)
Domestic Equity	30.0%	5.90%
International Equity	17.0%	7.14%
Private Investments	15.0%	9.13%
Real Assets	5.0%	4.03%
Real Estate	9.0%	5.41%
Core Fixed Income	15.0%	1.14%
Non-Core Fixed Income	6.00%	3.02%
Total	100.0%	

Sensitivity of the proportionate share of the net pension liability to changes in the discount rate: The following presents the employer's sensitivity of the NPL to the discount rate in the table below. A small change in the discount rate can create a significant change in the liability. The NPL was calculated using the discount rate of 7.30%, as well as what the NPL would be if it were calculated using a discount rate 1.00% lower or 1.00% higher than the current rate.

As of measurement date	1.0% Decrease (6.30%)	Current Discount Rate	1.0% Increase (8.30%)
TOWN OF VALIER's Net Pension Liability	\$398,812	\$273,574	\$168,556

PERS Disclosure for the defined contribution plan

The Town of Valier contributed to the state of Montana Public Employee Retirement System Defined Contribution Retirement Plan (PERS-DCRP) for employees that have elected the DCRP. The PERS-DCRP is administered by the PERB and is reported as a multiple-employer plan established July 1, 2002, and governed by Title 19, chapters 2 & 3, MCA.

All new PERS members are initially members of the PERS-DBRP and have a 12-month window during which they may choose to remain in the PERS-DBRP or join the PERS-DCRP by filing an irrevocable election. Members may not be participants of both the *defined benefit* and *defined contribution* retirement plans.

Member and employer contribution rates are specified by state law and are a percentage of the member's compensation. Contributions are deducted from each member's salary and remitted by participating employers. The state Legislature has the authority to establish and amend contribution rates.

Benefits are dependent upon eligibility and individual account balances. Participants are vested immediately in their own contributions and attributable income. Participants are vested after 5 years of membership service for the employer's contributions to individual accounts and the attributable income. Non-vested contributions are forfeited upon termination of employment per 19-3-2117(5), MCA. Such forfeitures are used to cover the administrative expenses of the PERS-DCRP.

At the plan level for the measurement period ended June 30, 2024, the PERS-DCRP employer did not recognize any net pension liability or pension expense for the *defined contribution* plan. Plan level non-vested forfeitures for the 351 employers that have participants in the PERS-DCRP totaled \$1,345,278.

Town of Valier
Notes to the Financial Statements
June 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS

E. Pension Plan(s) within the scope of GASB Statement No. 68, as amended, (cont.)

Pension plan fiduciary net position: The stand-alone financial statements (76d) of the Montana Public Employees Retirement Board (PERB) *Annual Comprehensive Financial Report* (ACFR) and the GASB 68 Report disclose the Plan's fiduciary net position. These reports, as well as the actuarial valuations and experience study, are available from the PERB at PO Box 200131, Helena MT 59620-0131, (406) 444-3154 or are available on the MPERA website at <https://mpera.mt.gov/about/annualreports1/annualreports>.

Town of Valier
Notes to the Financial Statements
June 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS

F. Pension Plans within the scope of GASB Statement No. 73 - Accounting and Financial Reporting for Pensions and Related Assets that are not within the scope of GASB Statement 68

Plan Description

The Town of Valier Fire Department Relief Association (FDRA) is a single-employer defined benefit pension plan. The Association was formed according to 19-18-102 MCA. The assets of the Fire Department Disability and Pension Fund are not in a trust or an equivalent arrangement. The accumulated assets do not offset the liabilities of the pension and disability plan per GASB Statement No. 73. The employer should recognize the total pension liability (TPL) as its pension liability.

The Town's management has chosen not to implement the provisions of Statement No. 73. Management did not feel there was justification for the cost of an actuarial valuation and does not report a total pension liability related to the FDRA at fiscal year-end.

Title 19, Chapter 18, Part 5 of the Montana Code Annotated (MCA) requires the Town to contribute funds to assure FDRA assets be maintained at a level equal to at least three times but no more than five times the benefits paid to eligible plan participants in the previous or current fiscal year, and, that FDRA assets are reviewed on an annual basis to determine whether the FDRA is soundly funded pursuant to State law.

Eligibility, Benefits Provided, and Contributions

A member of a pure volunteer fire department who has served 20 years or more as an active member of the fire department is entitled to the benefits provided regardless of age. Pensions to a surviving spouse or children of a deceased volunteer firefighter may not exceed the amount provided for as service pension for a volunteer firefighter under 19-18-602(3).

In the case of volunteer firefighters, the pension may be set by the board of trustees of the association, but may not exceed \$225 a month, except that the pension may be set by the board of trustees of an association and a town at an amount not to exceed \$300 a month if the association's fund is soundly funded as provided in 19-18-503 MCA. Disability pension provided to volunteer firefighters may not exceed \$125 a month.

The use of the disability and pension fund is outlined in 19-18-203 MCA and payments can be made for the following:

- 1) Service pension to a member who, by reason of service, has become entitled to a service pension;
- 2) a pension to a member who has become permanently maimed or disabled;
- 3) a benefit or allowance to a member who has suffered a permanent disabling injury;
- 4) a benefit or allowance to a member who has contracted a permanent disabling sickness;
- 5) a benefit, not exceeding \$750, to defray the funeral expenses of a member;
- 6) benefits to the surviving spouse, child, or children of a deceased member;
- 7) premiums on a blanket policy covering the members of the fire department and providing for payment of compensation in case of death of or injury to any such member;
- 8) the return of employee contributions as provided in Title 19, Chapter 18 of MCA

Contributions to the fund are outlined in 19-18-501 MCA and include:

- 1) all bequests, fees, gifts, emoluments, donations or money from other sources given or paid to the fund, except as otherwise designated by the donor;
- 2) a monthly contribution to the fund by each paid or part-paid member of the association amounting to 6% of the member's regular monthly salary;
- 3) the proceeds of the tax levy provided for in 19-18-504 MCA;
- 4) all money received from the state, including those payments provided for in 19-18-512; and
- 5) all interest and other income earned from the investment of the fund.

**Town of Valier
Notes to the Financial Statements
June 30, 2025**

NOTE 3. DETAILED NOTES ON ALL FUNDS

G. Fund Balance

The Governmental Accounting Standards Board issued Statement No. 54 *Fund Balance Reporting and Governmental Fund Type Definitions*, which defines governmental fund types and requires presentation of governmental fund balances on the Balance Sheet-Governmental Funds by classification. Fund balance classifications are as follows:

The non-spendable fund balance classification represents the portion of fund balances that cannot be spent either because it is not in spendable form such as inventories, the long term portion of notes & loans receivable, land held for resale of which the future proceeds are not committed, pre-paid expenses, or legal or contractual constraints were placed on assets held such as the corpus of a permanent fund.

The restricted fund balance classification includes amounts that can be spent only for specific purposes which are externally imposed either by: a) providers such as creditors, grantors, contributors, and laws/regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

The committed fund balance classification includes amounts that are constrained for specific purposes internally imposed by majority vote by quorum of Town's governing body (highest level of decision-making authority). The governing body can, by adoption of an ordinance or resolution prior to the end of the fiscal year, commit fund balance to a specific purpose. Once adopted, the limitation imposed by the ordinance or resolution remains in place until a similar action is taken (a subsequent adoption of an ordinance or resolution) to remove or revise the limitation.

The assigned fund balance classification includes amounts that are intended to be used by the government for a specific purpose that do not meet the criteria to be classified as restricted or committed. An appropriation of existing fund balance to eliminate a projected budgetary deficit in the subsequent year's budget in an amount no greater than the projected excess of expected expenditures over expected revenues are reported as an assignment of fund balance. Assignments of fund balance may also be created by the governing body or designated individuals.

Unassigned fund balance is the residual classification for the government's general fund and includes all spendable amounts not contained in other classifications. In governmental funds other than the general fund, the unassigned classification is only used to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

Fund Balance Classifications by Specific Purpose

GASB Statement No 54 requires presentation of specific purpose details by fund balance classification either on the face of the balance sheet-governmental funds, in the notes to the financial statements, or a combination of both.

Fund balance classifications are presented on the Balance Sheet-Governmental Funds by function. The function represents the specific purpose.

H. Major Special Revenue Funds

The purpose of each major special revenue fund and revenue source(s) is listed below:

<u>Major Special Revenue Fund</u>	<u>Revenue Source(s)</u>
Library Fund	Tax revenue, charges for services, donations
Gas Tax	State shared revenue

I. Spending policy

The Town receives inflows from multiple revenue sources for use in the general fund. The intention of a spending policy is to identify the expenditure hierarchy when both restricted and unrestricted (committed, assigned, or unassigned) amounts are available in the general fund. When both restricted and unrestricted amounts are available in the general fund, the following spending policy will apply:

- 1st: Restricted
- 2nd: Committed
- 3rd: Assigned
- 4th: Unassigned

Town of Valier
Notes to the Financial Statements
June 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS

I. Spending Policy-cont.

The Town receives inflows from multiple revenue sources for use in governmental funds, other than the general fund. The intention of a spending policy is to identify the expenditure hierarchy when both restricted and unrestricted (committed, or assigned) amounts are available in these funds. When both restricted and unrestricted amounts are available in governmental funds, other than the general fund, the following spending policy will apply:

- 1st: Restricted
- 2nd: Committed
- 3rd: Assigned

J. Minimum Fund Balance Policy

The Town does not have a minimum fund balance policy in place.

Town of Valier
Notes to the Financial Statements
June 30, 2025

BOC SUPPLEMENT SCHEDULE

1. **Intergovernmental expenditures** - Of the expenditures reported, detail below those expenditures made to other governments on a cost-sharing basis.

Purpose	Amount - Omit Cents	
	Paid to local governments	Paid to state
Airports	M01 \$ -	\$ -
Libraries	M52 \$ -	\$ -
Health	M32 \$ -	\$ -
Local schools	M12 \$ -	\$ -
Welfare	M79 \$ -	L79 \$ -
Other	M89 \$ -	L89 \$ -

2. **Salaries and Wages** - Report here the total salaries and wages paid to all employees of your government before deductions for social security, retirement, etc. Include also salaries and wages paid to employees of any utility owned and operated by your government.

Amount - Omit cents
\$243,257

3. **Debt outstanding**

A. Long-term debt outstanding, issued and retired

Purpose	Bonds Outstanding as of June 30, 2024	Amount -- Omit cents			
		Bonds during the fiscal year		Bonds Outstanding as of June 30, 2025	
		Issued	Retired	General Obligation	Revenue bonds
Water utility	19A \$ 720,939	29A \$ -	39A \$ (17,070)	41A \$ -	44A \$ 703,869
Sewer utility	19X \$ 744,603	29X \$ -	39X \$ (50,785)	41X \$ -	44X \$ 693,818

B. Short-term debt

Type	Beginning of fiscal year	End of fiscal year
Registered warrants	61V \$ -	64V \$ -
Contracts payable	\$ -	\$ -
Notes payable	\$ -	\$ -
Totals	\$ -	\$ -

- Cash balances by fund type** - Cash may consist of cash on hand, checking, savings, repurchase agreements, certificates of deposit, securities, or any other cash related item.

Type of funds	Amount - Omits cents
General fund (1000)	W61 \$ 52,397
Special revenue funds (2000)	W61 \$ 327,017
Capital projects funds (4000)	W31 \$ 65,321
Enterprise funds (5000)	W61 \$ 359,162
Trust and agency funds (7000)	\$ 531
Total cash all funds	\$ 804,428

Form BOC-1

REQUIRED
SUPPLEMENTARY
INFORMATION

TOWN OF VALIER
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE- BUDGET AND ACTUAL - GENERAL FUND
For the year ending June 30, 2025

1000 GENERAL

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
REVENUES				
Taxes				
Property Taxes	92,300.00	92,300.00	63,163.05	(29,136.95)
Local option taxes	15,000.00	15,000.00	41,512.92	26,512.92
Licenses and permits				
Alcoholic beverage licenses	500.00	500.00	300.00	(200.00)
General business licenses	2,100.00	2,100.00	3,805.00	1,705.00
Building permits	900.00	900.00	478.77	(421.23)
Animal licenses	500.00	500.00	484.00	(16.00)
Intergovernmental revenue (See supplemental section for detail)				
State shared revenues	64,239.00	64,239.00	51,341.76	(12,897.24)
Local shared revenues	300.00	300.00	301.78	1.78
Charges for services				
Public works	0.00	0.00	139.75	139.75
Culture and recreation	51,400.00	51,400.00	39,750.00	(11,650.00)
Fines and forfeitures				
Miscellaneous	2,000.00	2,000.00	1,133.78	(866.22)
Investment and royalty earnings	1,196.00	1,196.00	1,673.80	477.80
Total revenues	230,435.00	230,435.00	204,084.61	(26,350.39)
EXPENDITURES				
Current:				
General Government:				
Legislative services				
Personal services	10,630.00	10,630.00	11,962.06	(1,332.06)
Supplies/services/materials, etc	2,120.00	2,120.00	860.52	1,259.48
Executive services				
Judicial services				
Supplies/services/materials, etc	300.00	300.00	300.00	0.00
Administrative services				
Personal services	6,500.00	6,500.00	6,501.12	(1.12)
Supplies/services/materials, etc	900.00	900.00	120.27	779.73
Financial services				
Personal services	9,972.00	9,972.00	9,772.96	199.04
Supplies/services/materials, etc	34,727.00	34,727.00	35,004.00	(277.00)
Elections				
Purchasing services				
Personnel services				
Records administration				
Legal services				
Supplies/services/materials, etc	400.00	400.00	3,744.00	(3,344.00)

TOWN OF VALIER
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE- BUDGET AND ACTUAL - GENERAL FUND
For the year ending June 30, 2025

1000 GENERAL

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
	-----	-----	-----	-----
Planning and research services				
Facilities administration				
Estate Administration				
Public school administration				
Other general government services				
Public Safety:				
Law enforcement services				
Supplies/services/materials, etc	69,390.00	69,390.00	69,390.00	0.00
Detention and correction				
Probation and parole				
Fire protection				
Personal services	800.00	800.00	936.52	(136.52)
Supplies/services/materials, etc	5,864.00	5,864.00	6,470.68	(606.68)
Protective inspections				
Civil defense				
Emergency services				
Other public safety services				
Public Works:				
Public works administration				
Road and street services				
Personal services	0.00	0.00	7,376.71	(7,376.71)
Supplies/services/materials, etc	11,460.00	11,460.00	9,490.34	1,969.66
Airport				
Transit systems				
Water utilities				
Sewer utilities				
Natural gas/electric				
Solid waste services				
Cemetery services				
Public scales				
Weed control				
Flood control				
Central shop services				
Other public works services				
Public Health:				
Public health services				
Hospitals				
Nursing homes				
Mental health center				
Animal control services				
Insect and pest controls				
Other public health services				
Social and Economic Services:				
Welfare				

TOWN OF VALIER
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE- BUDGET AND ACTUAL - GENERAL FUND
For the year ending June 30, 2025

1000 GENERAL

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
Veteran's services				
Aging services				
Extension services				
Other social and economic services				
Culture and Recreation:				
Library services				
Fairs				
Other community events				
Parks				
Supplies/services/materials, etc	48,026.00	48,026.00	41,583.15	6,442.85
Participant recreation				
Spectator recreation				
Other culture and recreation services				
Supplies/services/materials, etc	32,440.00	32,440.00	9,413.71	23,026.29
Capital outlay	0.00	0.00	20,585.00	(20,585.00)
Housing and Community Development:				
Community public facility projects				
Housing rehabilitation				
Economic development				
TSEP/Home/Infrastructure rehabilitation				
HOME - tenant based rental assistance				
Other housing and community development				
Conservation of Natural Resources:				
Soil conservation				
Water quality control				
Air quality control				
Other natural resources conservation				
Debt Service:				
Total expenditures	233,529.00	233,529.00	233,511.04	17.96
Excess of revenues over (under) expenditures	(3,094.00)	(3,094.00)	(29,426.43)	(26,332.43)
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of bonds	230.00	230.00	0.00	(230.00)
Total other financing sources (uses)	230.00	230.00	0.00	(230.00)
Net change in fund balance	(2,864.00)	(2,864.00)	(29,426.43)	(26,562.43)
Fund balance - July 1, 2024 - -As previously reported	80,160.99	80,160.99	80,160.99	0.00
Fund balance - July 1, 2024 - As restated	80,160.99	80,160.99	80,160.99	0.00

TOWN OF VALIER
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE- BUDGET AND ACTUAL - GENERAL FUND
For the year ending June 30, 2025

1000 GENERAL

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
	-----	-----	-----	-----
Fund balance - June 30, 2025	77,296.99	77,296.99	50,734.56	(26,562.43)
	=====	=====	=====	=====

TOWN OF VALIER
STATEMENT OF REVENUE, EXPENDITURE, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - MAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2025

2220 LIBRARY

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
REVENUES				
Taxes				
Licenses and permits				
Intergovernmental revenue (See supplemental section for detail)				
State shared revenues	0.00	0.00	2,071.22	2,071.22
Charges for services				
Culture and recreation	400.00	400.00	451.90	51.90
Fines and forfeitures				
Miscellaneous	117,572.00	117,572.00	128,977.04	11,405.04
Investment and royalty earnings	0.00	0.00	0.00	0.00
Total revenues	117,972.00	117,972.00	131,500.16	13,528.16
EXPENDITURES				
Current:				
General Government				
Public Safety				
Public Works				
Personal services	0.00	0.00	0.00	0.00
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Public Health				
Social and Economic Services				
Culture and Recreation				
Personal services	54,363.00	57,663.00	62,555.98	(4,892.98)
Supplies/services/materials, etc	76,740.00	76,740.00	37,427.32	39,312.68
Housing and Community Development				
Conservation of Natural Resources				
Capital expenditures	7,000.00	7,000.00	0.00	7,000.00
Debt Service				
Total expenditures	138,103.00	141,403.00	99,983.30	41,419.70
Excess of revenues over (under) expenditures	(20,131.00)	(23,431.00)	31,516.86	54,947.86
OTHER FINANCING SOURCES (USES)				
Transfers out	(65,321.00)	(65,321.00)	(65,321.00)	0.00
Total other financing sources (uses)	(65,321.00)	(65,321.00)	(65,321.00)	0.00
Net change in fund balance	(85,452.00)	(88,752.00)	(33,804.14)	54,947.86
Fund balance - July 1, 2024 -				

TOWN OF VALIER
STATEMENT OF REVENUE, EXPENDITURE, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - MAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2025

2220 LIBRARY

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
-As previously reported	181,285.02	181,285.02	181,285.02	0.00
Fund balance - July 1, 2024 - As restated	181,285.02	181,285.02	181,285.02	0.00
Fund balance - June 30, 2025	95,833.02	92,533.02	147,480.88	54,947.86
	=====	=====	=====	=====

TOWN OF VALIER
STATEMENT OF REVENUE, EXPENDITURE, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - MAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2025

2820 GAS TAX

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
REVENUES				
Taxes				
Licenses and permits				
Intergovernmental revenue (See supplemental section for detail)				
State shared revenues	62,733.00	62,733.00	61,388.33	(1,344.67)
Charges for services				
Culture and recreation	0.00	0.00	0.00	0.00
Fines and forfeitures				
Miscellaneous	0.00	0.00	0.00	0.00
Investment and royalty earnings	399.00	399.00	558.25	159.25
Total revenues	63,132.00	63,132.00	61,946.58	(1,185.42)
EXPENDITURES				
Current:				
General Government				
Public Safety				
Public Works				
Personal services	62,702.00	62,702.00	46,345.15	16,356.85
Supplies/services/materials, etc	100,982.00	100,982.00	30,777.92	70,204.08
Public Health				
Social and Economic Services				
Culture and Recreation				
Personal services	0.00	0.00	0.00	0.00
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Housing and Community Development				
Conservation of Natural Resources				
Capital expenditures	0.00	0.00	34,818.86	(34,818.86)
Debt Service				
Total expenditures	163,684.00	163,684.00	111,941.93	51,742.07
Excess of revenues over (under) expenditures	(100,552.00)	(100,552.00)	(49,995.35)	50,556.65
OTHER FINANCING SOURCES (USES)				
Transfers out	0.00	0.00	0.00	0.00
Total other financing sources (uses)	0.00	0.00	0.00	0.00
Net change in fund balance	(100,552.00)	(100,552.00)	(49,995.35)	50,556.65
Fund balance - July 1, 2024 -				

TOWN OF VALIER
STATEMENT OF REVENUE, EXPENDITURE, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - MAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2025

2820 GAS TAX

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
-As previously reported	219,517.48	219,517.48	219,517.48	0.00
Fund balance - July 1, 2024 - As restated	219,517.48	219,517.48	219,517.48	0.00
Fund balance - June 30, 2025	118,965.48	118,965.48	169,522.13	50,556.65
	=====	=====	=====	=====

Town of Valier
Required Supplementary Information
Schedule of Proportionate Share of the Net Pension Liability
For the Last Ten Fiscal Years*

As of measurement date	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Employer's proportion of the Net Pension Liability (percentage)	0.011186%	0.011083%	0.011293%	0.009751%	0.009656%	0.008646%	0.008633%	0.011420%	0.011857%	0.013149%
Employer's Net Pension Liability (amount)	\$273,574	\$270,465	\$268,534	\$176,811	\$254,745	\$180,726	\$180,185	\$222,415	\$201,968	\$183,808
State's Net Pension Liability (amount)	70,813	74,447	79,883	51,880	79,921	58,589	60,076	2,658	2,468	2,258
Total	\$344,387	\$344,912	\$348,417	\$228,691	\$334,666	\$239,314	\$240,261	\$225,073	\$204,436	\$186,066
Employer's Covered Payroll ¹	\$219,158	\$206,050	\$182,050	\$172,243	\$162,010	\$142,656	\$141,976	\$141,663	\$142,027	\$153,453
Employer's Proportionate Share as a percent of Covered Payroll	124.83%	131.26%	147.51%	102.65%	157.24%	126.69%	126.91%	157.00%	142.20%	119.78%
Plan Fiduciary Net Position as a percent of Total Pension Liability	74.77%	73.93%	73.66%	79.91%	68.90%	73.85%	73.47%	73.75%	74.71%	78.40%

*The amounts presented for each fiscal year were determined as of June 30, the measurement date.

¹ All employer adjustments made in fiscal year 2020 but are adjusting a payroll with a pay date in a prior fiscal year, are considered prior year adjustments and are removed from the covered payroll report before the actuary calculates the employers proportionate share.

TOWN OF VALIER (6591)
Required Supplementary Information
Schedule of Contributions
For the Last Ten Fiscal Years*
81b

As of most recent FYE (reporting date)	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Contractually Required DB Contributions	\$20,325	\$19,970	\$18,637	\$17,650	\$15,264	\$14,194	\$12,269	\$12,025	\$11,857	\$11,871
Plan Choice Rate Required Contributions	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Contributions in Relation to the Contractually Required Contributions	\$20,325	\$19,970	\$18,637	\$17,650	\$15,264	\$14,194	\$12,269	\$12,025	\$11,857	\$11,871
Contribution Deficiency (Excess)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Employer's Covered Payroll ¹	\$224,096	\$219,158	\$206,050	\$182,050	\$172,243	\$162,010	\$142,656	\$141,976	\$141,663	\$142,027
Contributions as a percent of Covered Payroll	9.07%	9.11%	9.04%	9.70%	8.86%	8.76%	8.60%	8.47%	8.37%	8.36%

**The amounts presented for each fiscal year were determined as of June 30, the most recent fiscal year end.*

¹All employer adjustments made in fiscal year 2020 but are adjusting a payroll with a pay date in a prior fiscal year, are considered prior year adjustments and are removed from the covered payroll report before the actuary calculates the employers proportionate share.

Town of Valier
Notes to Required Supplementary Information
for the Year ended June 30, 2024 (as of Measurement Date)

Changes of Benefit Terms

The following changes to the plan provisions were made as identified:

2017:

Working Retiree Limitations – for PERS

Effective July 1, 2017, if a PERS retiree returns as an independent contractor to what would otherwise be PERS-covered employment, general contractor overhead costs are excluded from PERS working retiree limitations.

Refunds

- 1) Terminating members eligible to retire may, in lieu of receiving a monthly retirement benefit, refund their accumulated contributions in a lump sum.
- 2) Terminating members with accumulated contributions between \$200 and \$1,000 who wish to rollover their refund must do so within 90 days of termination of service.
- 3) Trusts, estates, and charitable organizations listed as beneficiaries are entitled to receive only a lump-sum payment.

Lump-sum payouts

Effective July 1, 2017, lump-sum payouts in all systems are limited to the member's accumulated contributions rate than the present value of the member's benefit.

Disabled PERS Defined Contribution (DC) Members

PERS members hired after July 1, 2011, have a normal retirement age of 65. PERS DC members hired after July 1, 2011 who became disabled were previously only eligible for a disability benefit until age 65. Effective July 1, 2017, these individuals will be eligible for a disability benefit until they reach 70, thus ensuring the same 5-year time period available to PERS DC disabled members hired prior to July 1, 2011, who have a normal retirement age of 60 and are eligible for a disability benefit until age 65.

Changes in Actuarial Assumptions and Methods

Method and assumptions used in calculations of actuarially determined contributions

Actuarially determined contributions are determined on the valuation date payable in the fiscal year beginning immediately following the valuation date. The following actuarial assumptions and methods were used to determine contribution rates reported for fiscal year ending June 30, 2024, which were based on the results of the June 30, 2023 actuarial valuation:

General Wage Growth*	3.50%
Investment Rate of Return*	7.30%, net of pension plan investment and administrative expenses
*Includes inflation at	2.75%
Merit salary increase	0% to 4.80%
Asset valuation method	Four-year smoothed market
Actuarial cost method	Entry age Normal
Amortization method	Level percentage of payroll, open
Remaining amortization period	30 years
Mortality	
• Active Participants	PUB-2010 General Amount Weighted Employee Mortality projected to 2021 for males and females. Projected generationally using MP-2021.
• Disabled Retirees	PUB-2010 General Amount Weighted Disabled Retiree mortality table, projected to 2021, set forward one year for both males and females.
• Contingent Survivors	PUB-2010 Amount Weighted Contingent Survivor Mortality projected to 2021 with ages set forward one year for males and females. Projected generationally using MP-2021.
• Health Retirees	PUB-2010 General Amount Weighted Healthy Retiree Mortality Table projected to 2021, with ages set forward one year and adjusted 104% for males and 103% for females. Projected generationally using MP-2021.

The actuarial assumptions and methods utilized in the June 30, 2023 valuation, were developed in the five-year experience study for the period ending 2021.

Town of Valier
Required Supplementary Information
June 30, 2024

SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS

Last 10 Fiscal Years*

* The schedule is presented as of the OPEB plan's measurement date. The requirement is to illustrate information for 10 years . However, until a full 10-year trend is compiled, the schedule presents information for those years for which information is available.

Total OPEB Liability	2025	2024	2023
Service cost	\$ 5,616	\$ 11,121	\$ 7,212
Interest	\$ 1,347	\$ 1,908	\$ 296
Changes of benefit terms	\$ -	\$ -	\$ -
Differences between expected and actual experience	\$ (3,745)	\$ (24,548)	\$ -
Changes of assumptions or other inputs	\$ (123)	\$ 401	\$ 27,273
Benefit payments	\$ -	\$ -	\$ (1,947)
Net change in total OPEB liability	\$ 3,095	\$ (11,118)	\$ 32,834
Total OPEB liability - beginning	\$ 21,716	\$ 32,834	\$ -
Total OPEB liability - ending	\$ 24,811	\$ 21,716	\$ 32,834
 Covered-employee payroll	 \$ 192,205	 \$ 197,544	 \$ 96,626
 Total OPEB liability as a percentage of covered-employee payroll	 12.91%	 10.99%	 33.98%

Notes to Schedule:

*Interest includes beginning of year Total OPEB Liability and Service Cost.

Changes of future benefit terms (impacts reflected in experience and assumptions):

Medicare retirees no longer have discounted premiums effective July 1, 2023

Medicare retirees no longer eligible for coverage effective January 1, 2024.

Changes of benefit terms (impacts reflected in experience and assumptions).

Changes of assumptions:

Revised discount rate per Bond Buyer's 20-year municipal bond rate as of June 30, 2025.

Updated mortality rates per 2024 MPERA Annual Report.

SUPPLEMENTAL INFORMATION

**Town of Valier
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2025**

	2840	2700	2710	2991	Total Nonmajor Special Revenue Funds
	Street Light	Baseball Field Trust	Playground Equipment Trust	ARPA	
ASSETS					
<u>Current assets</u>					
Cash and investments	\$ 30,459.42	\$ 2,357.97	\$ 772.05	\$ 33,754.32	\$ 67,343.76
Taxes and assessments receivable, net	12,336.79	-	-	-	12,336.79
Total current assets	42,796.21	2,357.97	772.05	33,754.32	79,680.55
Total assets	42,796.21	2,357.97	772.05	33,754.32	79,680.55
LIABILITIES					
<u>Current liabilities</u>					
Accounts payable	-	-	-	88.00	88.00
Revenues collected in advance	-	-	-	33,666.32	33,666.32
Total current liabilities	-	-	-	33,754.32	33,754.32
Total liabilities	-	-	-	33,754.32	33,754.32
DEFERRED INFLOWS OF RESOURCES					
Property tax/special assessment revenue	12,336.79	-	-	-	12,336.79
Total deferred inflows of resources	12,336.79	-	-	-	12,336.79
FUND BALANCES					
<u>Restricted for:</u>					
Public works	30,459.42	-	-	-	30,459.42
Culture & recreation	-	2,357.97	772.05	-	3,130.02
Total Fund Balance	\$ 30,459.42	\$ 2,357.97	\$ 772.05	\$ -	\$ 33,589.44
Total Liabilities, Deferred Inflow of Resources and Fund Balance	\$ 42,796.21	\$ 2,357.97	\$ 772.05	\$ 33,754.32	\$ 79,680.55

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

TOWN OF VALIER
COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2025

2480 STREET LIGHT

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)

REVENUES				
Taxes				
Property Taxes	1,000.00	1,000.00	329.92	(670.08)
Special assessments	28,000.00	28,000.00	30,118.71	2,118.71
Licenses and permits				
Intergovernmental revenue (See supplemental section for detail)				
Charges for services				
Fines and forfeitures				

Total revenues	29,000.00	29,000.00	30,448.63	1,448.63

EXPENDITURES				
Current:				
General Government				
Public Safety				
Public Works				
Supplies/services/materials, etc	30,760.00	30,760.00	21,533.17	9,226.83
Public Health				
Social and Economic Services				
Culture and Recreation				
Housing and Community Development				
Conservation of Natural Resources				
Capital expenditures	0.00	0.00	0.00	0.00
Debt Service				

Total expenditures	30,760.00	30,760.00	21,533.17	9,226.83

Excess of revenues over (under) expenditures	(1,760.00)	(1,760.00)	8,915.46	10,675.46

OTHER FINANCING SOURCES (USES)				

Net change in fund balance	(1,760.00)	(1,760.00)	8,915.46	10,675.46
Fund balance - July 1, 2024 -				
-As previously reported	21,543.96	21,543.96	21,543.96	0.00

Fund balance - July 1, 2024 - As restated	21,543.96	21,543.96	21,543.96	0.00

Fund balance - June 30, 2025	19,783.96	19,783.96	30,459.42	10,675.46
=====				

TOWN OF VALIER
COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2025

2700 BASEBALL FIELD TRUST

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
REVENUES				
Taxes				
Property Taxes	0.00	0.00	0.00	0.00
Special assessments	0.00	0.00	0.00	0.00
Licenses and permits				
Intergovernmental revenue (See supplemental section for detail)				
Charges for services				
Fines and forfeitures				
Total revenues	0.00	0.00	0.00	0.00
EXPENDITURES				
Current:				
General Government				
Public Safety				
Public Works				
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Public Health				
Social and Economic Services				
Culture and Recreation				
Housing and Community Development				
Conservation of Natural Resources				
Capital expenditures	0.00	0.00	0.00	0.00
Debt Service				
Total expenditures	0.00	0.00	0.00	0.00
Excess of revenues over (under) expenditures	0.00	0.00	0.00	0.00
OTHER FINANCING SOURCES (USES)				
Net change in fund balance	0.00	0.00	0.00	0.00
Fund balance - July 1, 2024 -				
-As previously reported	2,357.97	2,357.97	2,357.97	0.00
Fund balance - July 1, 2024 - As restated	2,357.97	2,357.97	2,357.97	0.00
Fund balance - June 30, 2025	2,357.97	2,357.97	2,357.97	0.00

TOWN OF VALIER
COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2025

2710 PLAYGROUND EQUIPMENT TRUST

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
REVENUES				
Taxes				
Property Taxes	0.00	0.00	0.00	0.00
Special assessments	0.00	0.00	0.00	0.00
Licenses and permits				
Intergovernmental revenue (See supplemental section for detail)				
Charges for services				
Fines and forfeitures				
Total revenues	0.00	0.00	0.00	0.00
EXPENDITURES				
Current:				
General Government				
Public Safety				
Public Works				
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Public Health				
Social and Economic Services				
Culture and Recreation				
Housing and Community Development				
Conservation of Natural Resources				
Capital expenditures	0.00	0.00	0.00	0.00
Debt Service				
Total expenditures	0.00	0.00	0.00	0.00
Excess of revenues over (under) expenditures	0.00	0.00	0.00	0.00
OTHER FINANCING SOURCES (USES)				
Net change in fund balance	0.00	0.00	0.00	0.00
Fund balance - July 1, 2024 -				
-As previously reported	772.05	772.05	772.05	0.00
Fund balance - July 1, 2024 - As restated	772.05	772.05	772.05	0.00
Fund balance - June 30, 2025	772.05	772.05	772.05	0.00

TOWN OF VALIER
COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2025

2991 ARPA

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
REVENUES				
Taxes				
Property Taxes	0.00	0.00	0.00	0.00
Special assessments	0.00	0.00	0.00	0.00
Licenses and permits				
Intergovernmental revenue (See supplemental section for detail)				
Charges for services				
Fines and forfeitures				
Total revenues	0.00	0.00	0.00	0.00
EXPENDITURES				
Current:				
General Government				
Public Safety				
Public Works				
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Public Health				
Social and Economic Services				
Culture and Recreation				
Housing and Community Development				
Conservation of Natural Resources				
Capital expenditures	51,514.00	51,514.00	0.00	51,514.00
Debt Service				
Total expenditures	51,514.00	51,514.00	0.00	51,514.00
Excess of revenues over (under) expenditures	(51,514.00)	(51,514.00)	0.00	51,514.00
OTHER FINANCING SOURCES (USES)				
Net change in fund balance	(51,514.00)	(51,514.00)	0.00	51,514.00
Fund balance - July 1, 2024 -				
-As previously reported	0.00	0.00	0.00	0.00
Fund balance - July 1, 2024 - As restated	0.00	0.00	0.00	0.00
Fund balance - June 30, 2025	(51,514.00)	(51,514.00)	0.00	51,514.00

TOWN OF VALIER
COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - TOTAL NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2025

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
-----	-----	-----	-----	-----
REVENUES				
Taxes				
Property Taxes	1,000.00	1,000.00	329.92	(670.08)
Special assessments	28,000.00	28,000.00	30,118.71	2,118.71
Licenses and permits				
Intergovernmental revenue (See supplemental section for detail)				
Charges for services				
Fines and forfeitures				
-----	-----	-----	-----	-----
Total revenues	29,000.00	29,000.00	30,448.63	1,448.63
-----	-----	-----	-----	-----
EXPENDITURES				
Current:				
General Government				
Public Safety				
Public Works				
Supplies/services/materials, etc	30,760.00	30,760.00	21,533.17	9,226.83
Public Health				
Social and Economic Services				
Culture and Recreation				
Housing and Community Development				
Conservation of Natural Resources				
Capital expenditures	51,514.00	51,514.00	0.00	51,514.00
Debt Service				
-----	-----	-----	-----	-----
Total expenditures	82,274.00	82,274.00	21,533.17	60,740.83
-----	-----	-----	-----	-----
Excess of revenues over (under) expenditures	(53,274.00)	(53,274.00)	8,915.46	62,189.46
-----	-----	-----	-----	-----
OTHER FINANCING SOURCES (USES)				
-----	-----	-----	-----	-----
Net change in fund balance	(53,274.00)	(53,274.00)	8,915.46	62,189.46
Fund balance - July 1, 2024 - -As previously reported	24,673.98	24,673.98	24,673.98	0.00
-----	-----	-----	-----	-----
Fund balance - July 1, 2024 - As restated	24,673.98	24,673.98	24,673.98	0.00
-----	-----	-----	-----	-----
Fund balance - June 30, 2025	(28,600.02)	(28,600.02)	33,589.44	62,189.46
=====	=====	=====	=====	=====

**Town of Valier
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2025**

	4001	
	Library Depeciation Reserve	Total Nonmajor Capital Projects Funds
ASSETS		
<u>Current assets</u>		
Cash and investments	\$ 65,321.00	\$ 65,321.00
Total current assets	65,321.00	65,321.00
Total assets	65,321.00	65,321.00
FUND BALANCES		
<u>Restricted for:</u>		
Capital projects	65,321.00	65,321.00
Total fund balances	65,321.00	65,321.00
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ 65,321.00	\$ 65,321.00

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

TOWN OF VALIER
 COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR CAPITAL PROJECT FUNDS
 For the year ending June 30, 2025

4001 Library Depreciation Reserve

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
	-----	-----	-----	-----
REVENUES				
Taxes				
Licenses and permits				
Intergovernmental revenue (See supplemental section for detail)				
Charges for services				
Fines and forfeitures				
Miscellaneous				
	-----	-----	-----	-----
	-----	-----	-----	-----
EXPENDITURES				
Current:				
General Government				
Public Safety				
Public Works				
Public Health				
Social and Economic Services				
Culture and Recreation				
Housing and Community Development				
Conservation of Natural Resources				
Debt Service				
	-----	-----	-----	-----
	-----	-----	-----	-----
	-----	-----	-----	-----
OTHER FINANCING SOURCES (USES)				
Transfers in	65,321.00	65,321.00	65,321.00	0.00
	-----	-----	-----	-----
Total other financing sources (uses)	65,321.00	65,321.00	65,321.00	0.00
	-----	-----	-----	-----
Net change in fund balance	65,321.00	65,321.00	65,321.00	0.00
Fund balance - July 1, 2024 -				
	-----	-----	-----	-----
	-----	-----	-----	-----
Fund balance - June 30, 2025	65,321.00	65,321.00	65,321.00	0.00
	=====	=====	=====	=====

TOWN OF VALIER
 COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - TOTAL NONMAJOR CAPITAL PROJECT FUNDS
 For the year ending June 30, 2025

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
REVENUES				
Taxes				
Licenses and permits				
Intergovernmental revenue (See supplemental section for detail)				
Charges for services				
Fines and forfeitures				
Miscellaneous				
EXPENDITURES				
Current:				
General Government				
Public Safety				
Public Works				
Public Health				
Social and Economic Services				
Culture and Recreation				
Housing and Community Development				
Conservation of Natural Resources				
Debt Service				
OTHER FINANCING SOURCES (USES)				
Transfers in	65,321.00	65,321.00	65,321.00	0.00
Total other financing sources (uses)	65,321.00	65,321.00	65,321.00	0.00
Net change in fund balance	65,321.00	65,321.00	65,321.00	0.00
Fund balance - July 1, 2024 -				
Fund balance - June 30, 2025	65,321.00	65,321.00	65,321.00	0.00
	=====	=====	=====	=====

TOWN OF VALIER
SCHEDULE OF FEDERAL & STATE GRANTS, ENTITLEMENTS, AND SHARED REVENUE
For the Fiscal Year Ending June 30, 2025

Account Object Fund	Opening Balance	Change	Closing Balance
330000 INTERGOVERNMENTAL REVENUES			
331990 COVID-19 Stimulus			
5310 SEWER FUND	0.00	15,848.00	15,848.00
Account Total:	0.00	15,848.00	15,848.00
331993 ARPA GRANTS			
5310 SEWER FUND	0.00	55,198.52	55,198.52
Account Total:	0.00	55,198.52	55,198.52
335040 Gasoline Tax Apportionment			
2820 GAS TAX	0.00	61,388.33	61,388.33
Account Total:	0.00	61,388.33	61,388.33
335050 Fire Disability & Pension Fund			
7120 FIRE DISABILITY	0.00	1,401.00	1,401.00
Account Total:	0.00	1,401.00	1,401.00
335121 Live Card Game Permit			
1000 GENERAL	0.00	900.00	900.00
Account Total:	0.00	900.00	900.00
335230 State Entitlement Share			
1000 GENERAL	0.00	47,503.98	47,503.98
Account Total:	0.00	47,503.98	47,503.98
336020 On Behalf State Contribution Retirement			
1000 GENERAL	0.00	2,937.78	2,937.78
2220 LIBRARY	0.00	2,071.22	2,071.22
5210 WATER FUND	0.00	1,094.04	1,094.04
5310 SEWER FUND	0.00	1,172.86	1,172.86
Account Total:	0.00	7,275.90	7,275.90
Account Group Total:	0.00	189,515.73	189,515.73
Grand Total:	0.00	189,515.73	189,515.73

TOWN OF VALIER
SCHEDULE OF FEDERAL & STATE GRANTS, ENTITLEMENTS, AND SHARED REVENUE
For the Fiscal Year Ending June 30, 2025

Account Object Fund	Opening Balance	Change	Closing Balance
330000 INTERGOVERNMENTAL REVENUES			
331990 COVID-19 Stimulus			
5310 SEWER FUND	0.00	15,848.00	15,848.00
Account Total:	0.00	15,848.00	15,848.00
331993 ARPA GRANTS			
5310 SEWER FUND	0.00	55,198.52	55,198.52
Account Total:	0.00	55,198.52	55,198.52
335040 Gasoline Tax Apportionment			
2820 GAS TAX	0.00	61,388.33	61,388.33
Account Total:	0.00	61,388.33	61,388.33
335050 Fire Disability & Pension Fund			
7120 FIRE DISABILITY	0.00	1,401.00	1,401.00
Account Total:	0.00	1,401.00	1,401.00
335121 Live Card Game Permit			
1000 GENERAL	0.00	900.00	900.00
Account Total:	0.00	900.00	900.00
335230 State Entitlement Share			
1000 GENERAL	0.00	47,503.98	47,503.98
Account Total:	0.00	47,503.98	47,503.98
336020 On Behalf State Contribution Retirement			
1000 GENERAL	0.00	2,937.78	2,937.78
2220 LIBRARY	0.00	2,071.22	2,071.22
5210 WATER FUND	0.00	1,094.04	1,094.04
5310 SEWER FUND	0.00	1,172.86	1,172.86
Account Total:	0.00	7,275.90	7,275.90
Account Group Total:	0.00	189,515.73	189,515.73
Grand Total:	0.00	189,515.73	189,515.73

TOWN OF VALIER
Schedule of Cash Receipts & Disbursements
For the Year 2024-2025

Fund/Account	Beginning Balance	Received	Transfers In	Disbursed	Transfers Out	Ending Balance
1000 GENERAL						
101010 Cash-Checking	48,865.17	199,428.03	0.00	55.00	230,573.26	17,664.94
101011 STIP	32,958.45	1,673.80	0.00	0.00	0.00	34,632.25
103000 petty cash	0.00	100.00	0.00	0.00	0.00	100.00
Total Fund	81,823.62	201,201.83		55.00	230,573.26	52,397.19
Total 1000 GENERAL	81,823.62	201,201.83	0.00	55.00	230,573.26	52,397.19
2220 LIBRARY						
101010 Cash-Checking	130,785.02	122,599.62	57.45	65,321.00	97,969.53	90,151.56
2480 STREET LIGHT						
101010 Cash-Checking	21,543.96	32,283.74	0.00	1,835.11	21,533.17	30,459.42
2700 BASEBALL FIELD TRUST						
101010 Cash-Checking	2,357.97	0.00	0.00	0.00	0.00	2,357.97
2710 PLAYGROUND EQUIPMENT TRUST						
101010 Cash-Checking	772.05	0.00	0.00	0.00	0.00	772.05
2820 GAS TAX						
101010 Cash-Checking	208,525.07	61,388.33	0.00	0.00	111,941.93	157,971.47
101011 STIP	10,992.41	558.25	0.00	0.00	0.00	11,550.66
Total Fund	219,517.48	61,946.58			111,941.93	169,522.13
2991 ARPA						
101010 Cash-Checking	49,514.32	0.00	0.00	15,760.00	0.00	33,754.32
Total 2000	424,490.80	216,829.94	57.45	82,916.11	231,444.63	327,017.45
4001 Library Depreciation Reserve						
101010 Cash-Checking	0.00	65,321.00	0.00	0.00	0.00	65,321.00
Total 4000	0.00	65,321.00	0.00	0.00	0.00	65,321.00
5210 WATER FUND						
101010 Cash-Checking	16,849.45	251,865.32	36.10	495.45	339,795.58	-71,540.16
101011 STIP	82,471.86	4,188.35	0.00	0.00	0.00	86,660.21
102010 CD-Water Project Reserve	78,409.98	3,727.24	0.00	0.00	0.00	82,137.22
Total Fund	177,731.29	259,780.91	36.10	495.45	339,795.58	97,257.27
5310 SEWER FUND						
101010 Cash-Checking	72,514.29	287,364.09	18,879.32	784.00	349,555.65	28,418.05
101011 STIP	164,923.82	8,375.71	0.00	0.00	0.00	173,299.53
102020 CD-Wastewater Project CD	57,455.75	2,731.18	0.00	0.00	0.00	60,186.93
Total Fund	294,893.86	298,470.98	18,879.32	784.00	349,555.65	261,904.51
Total 5000	472,625.15	558,251.89	18,915.42	1,279.45	689,351.23	359,161.78
7120 FIRE DISABILITY						
101010 Cash-Checking	530.50	1,401.00	0.00	0.00	1,401.00	530.50
7910 PAYROLL CLEARING FUND						
101010 Cash-Checking	1,017.93	0.00	368,863.73	368,896.19	0.00	985.47
7930 CLAIMS CLEARING FUND						
101010 Cash-Checking	25,023.34	0.00	773,540.12	787,371.40	0.00	11,192.06
Total 7000	26,571.77	1,401.00	1,142,403.85	1,156,267.59	1,401.00	12,708.03
Totals	1,005,511.34	1,043,005.66	1,161,376.72	1,240,518.15	1,152,770.12	816,605.45

Town of Valier				
ALL FUNDS				
CASH RECONCILIATION				
June 30, 2025				
	BANK NAME			
Description	Checking	CD's	STIP	Cash in all depositories
BALANCE PER STATEMENTS	367,678.73	142,324.15	\$ 306,142.65	816,145.53
ADD				
Deposits in transit	1,545.00			1,545.00
Service charges				0.00
Other	62.16			62.16
Other				0.00
				0.00
				0.00
Total to add	1,607.16	0.00	0.00	1,607.16
SUBTRACT				
Outstanding checks	12,144.71			12,144.71
payroll liabilities	1,069.13			1,069.13
other	210.93			210.93
				0.00
				0.00
				0.00
Total to subtract	13,424.77	0.00	0.00	13,424.77
TOTAL CASH IN DEPOSITS	355,861.12	142,324.15	306,142.65	804,327.92
ADD				
Investments				0.00
other				0.00
				0.00
				0.00
				0.00
				0.00
				0.00
Total to add	0.00	0.00	0.00	0.00
TOTAL IN DEPOSITORIES	355,861.12	142,324.15	306,142.65	804,327.92
ADD				
Cash and cash items on hand	100.00			100.00
				0.00
				0.00
				0.00
				0.00
				0.00
				0.00
Total to add	100.00	0.00	0.00	100.00
**TOTAL ACCOUNTED FOR	355,961.12	142,324.15	306,142.65	804,427.92

GENERAL
INFORMATION
SECTION

**Town of Valier
June 30, 2025**

GENERAL INFORMATION

1. Class of city	3rd Class Town
2. Date of incorporation	1909
3. County seat	Pondera County Conrad
4. Form of government	Mayor-Council
5. Population (most recent estimate)	530
6. Land area	2 sq miles
7. Miles of roads/streets/alleys	19.218
8. Taxable valuation	\$938,444
9. Number of water consumers	348
10. Number of non-elected employees	6

PROPERTY TAX MILL LEVIES

<u>FUND NUMBER</u>	<u>FUND NAME</u>	<u>MILLS</u>
1000	General	100.63
	Total	<u>100.63</u>