PERMANENT COMMUNITY IMPACT FUND

NEW APPLICATION

Revised January 2026

PERMANENT COMMUNITY IMPACT FUND
140 East 300 South ~ 1st Floor
SALT LAKE CITY, UTAH 84111
C: 435-253-4028

EMAIL COMPLETE APPLICATIONS TO:
cib@utah.gov

WORKFORCE SERVICES
HOUSING & COMMUNITY DEVELOPMENT

APPLICATION DEADLINES
JUNE 1; OCTOBER 1; FEBRUARY 1; (5:00 PM)

PERMANENT COMMUNITY IMPACT FUND BOARD APPLICATION

PART A. GENERAL INFORMATION

PROJECT TITLE: Richfield Fire Department Fire Truck

PROJECT LOCATION: Richfield

POPULATION: 8224

APPLICANT ATTENDED TUTORIAL: Y ☒ N ☐

APPLICATION PROVIDED TO SHPO: Y ☐ N ☐ N/A ☒

APPLICANT AGENCY:

NAME: Richfield City

FEDERAL TAX ID NUMBER: 87-6000269

ADDRESS: 75 East Center Street

CITY: Richfield COUNTY: Sevier ZIP: 84701

CONTACT NAME: Michele Jolley
Must be with the applicant agency and registered in webgrants

PHONE: (435) 896-6439 EMAIL: michele@richfieldut.gov

CELL: (435) 979-4372

PRESIDING OFFICIAL // NAME: Bryan Burrows
This person shall sign application

TITLE: Mayor

PHONE: (435) 896-6439 EMAIL: bryanlburrows@gmail.c

CLERK / RECORDER // NAME: Michele Jolley

PHONE: (435) 896-6439 EMAIL: michele@richfieldut.gov

APPLICANT SUPPORT:

ENGINEER / ARCHITECT // NAME: Kelly Crane

COMPANY: Ensign Engineering

MAILING ADDRESS: 225 N 100 E

PHONE: (435) 590-0187 EMAIL: kcrane@ensignutah.com

CITY: Richfield STATE: Utah ZIP: 84701

CELL: (435) 590-0187

BOND COUNSEL // NAME:

COMPANY:

MAILING ADDRESS:

PHONE: EMAIL:

CITY: STATE: ZIP:

CELL:

FINANCIAL CONSULTANT // NAME:
(OPTIONAL)

COMPANY:

MAILING ADDRESS:

PHONE: EMAIL:

CITY: STATE: ZIP:

CELL:

PART B. PROPOSED FUNDING

Note: The CIB may limit its total participation in any given project to a maximum of $5,000,000.

TOTAL CIB FUNDS REQUESTED *One Lump Sum - Round to the nearest $1000*	APPLICANT'S GRANT/LOAN PACKAGE REQUEST			
$ total request to CIB	**Grant $ amount**	**Loan $ amount**	**@ % for**	**Years**
$ 600,000.00	$ 600,000.00			

SECURITY FOR LOAN	SOURCE/LESSEE
GENERAL OBLIGATION BOND	
REVENUE BOND	
BUILDING AUTHORITY LEASE REVENUE BOND	
CLASS B & C ROAD FUND REVENUE BOND	
MINERAL LEASE REVENUE	
OTHER (SPECIFY):	

TOTAL PROJECT FUNDING	SPECIFY	AMOUNT
APPLICANT CASH		$ 300,000.00
APPLICANT IN-KIND**		
OTHER LOCAL CASH	Sevier County	$ 300,000.00
OTHER LOCAL IN-KIND**		
FEDERAL GRANT		
FEDERAL LOAN		
STATE GRANT (DDW, DWQ, - NOT CIB)		
STATE LOAN (DDW, DWQ, - NOT CIB)		
TOTAL REQUESTED **CIB** FUNDS		$ 600,000.00

TOTAL PROJECT COST
MUST MATCH PROJECT TOTAL (PG. 3)

PLEASE NOTE THIS WILL AUTOMATICALLY TOTAL THE ABOVE NUMBERS. PLEASE DO NOT OVERIDE.

$ 1,200,000.00

ADDITIONAL QUESTIONS

How will you finance cost over-runs for the proposed project? Revenues from wildland fire fighting.

Were other funding sources, (e.g., DDW, DWQ, USDA Rural Development) contacted to discuss financing this project? Y ■ N ☐
Who? Federal sources were looked into and not used because of competitiveness of funds.

Will the proposed facility be leased? Y ☐ N ■ If yes, provide evidence that it will constitute a true lease. (Pass through public funding for private purpose is statutorily prohibited.)

Describe mineral revenue development impacts that affect *public infrastructure, public finance, federal land, employment and safety*?

Richfield City is the home of many who work in coal mines and truck coal. This Fire Truck will provide safety for them and their homes as well as federal land in Sevier County.

Clearly define the public purpose for the project and identify how the project alleviates impacts on *public infrastructure, public finance, federal land, employment and safety*.

Fire Truck is to replace worn our aged equipment and will alleviate demand for surrounding commur

What is the percentage of federal land in the county? 76.8%

Who are the prime beneficiaries of this project?

Richfield City residences as well as surrounding communities we serve with fire protection as well as

PART C. PROJECT BUDGET

COST ESTIMATES

INDIVIDUAL OR FIRM RESPONSIBLE	DATE OF ESTIMATE
Chad Frisby	04/16/2026

CONSTRUCTION BUDGET

ATTACH DETAILED BUDGET AS PART OF ATTACHMENT #1

CONSTRUCTION

Fire Truck	$ 1,108,000.00
Equipment	$ 50,000.00
CONTINGENCY	$ 42,000.00
CONSTRUCTION SUBTOTAL *PLEASE NOTE THIS WILL AUTOMATICALLY TOTAL THE ABOVE NUMBERS. PLEASE DO NOT OVERIDE.*	$ 1,200,000.00
PRE-CONSTRUCTION ENGINEERING *Preliminary studies, layouts, cost estimates, design drawings, specification & contract documents*	
SPECIAL ENGINEERING SERVICES *Soil investigations, geotechnical studies, land surveys, environmental evaluations, permitting, water rights and other special investigations*	
CONSTRUCTION ENGINEERING SERVICES *Representation during construction, special inspections, materials testing and construction phase services*	
ENGINEERING SUBTOTAL *PLEASE NOTE THIS WILL AUTOMATICALLY TOTAL THE ABOVE NUMBERS. PLEASE DO NOT OVERIDE.*	$ 0.00
PLANNING AND STUDIES SUBTOTAL NEPA, EA, EIS, FEASIBILITY	
LAND/EASEMENTS/WATER RIGHT SUBTOTAL	
EQUIPMENT & FACILITIES SUBTOTAL	
ADMIN // LEGAL / BONDING ONLY	
ADMIN // FINANCIAL CONSULTANT	
ADMIN SUBTOTAL *PLEASE NOTE THIS WILL AUTOMATICALLY TOTAL THE ABOVE NUMBERS. PLEASE DO NOT OVERIDE.*	$ 0.00
PROJECT TOTAL - ***MUST*** *MATCH TOTAL PROJECT COST (PG.2) =* $ 0.00 THIS SHOULD BE $0 IF PAGE 2=PAGE 3) *PLEASE NOTE THIS WILL AUTOMATICALLY TOTAL THE ABOVE NUMBERS. PLEASE DO NOT OVERIDE.*	$ 1,200,000.00

ANNUAL PLANNED BUDGET FOR COMPLETED PROJECT

OPERATIONS & MAINTENANCE $ 2,500.00

REPLACEMENT FUND $ 20,000.00

ESTIMATED START DATE

06/01/2029

PART D. APPLICANT AGENCY FINANCIAL INFORMATION

CURRENT YEAR 2025
ANNUAL BUDGET 9,541,049

GENERAL FUND BUDGET 1,112,818

PROPERTY TAX

YEAR (LAST 5 YRS)	TAX RATE	TAX COLLECTED
2025	0.001809	$ 1,066,725.00
2024	0.001821	$ 1,028,648.00
2023	0.001751	$ 791,857.00
2022	0.001673	$ 764,248.00
2021	0.001895	$ 551,516.00

CURRENT DEBT STRUCTURE

ASSESSED VALUATION	$ 833,655,765.00
G.O. DEBT CAPACITY*	$ 33,346,230.00
OUTSTANDING G.O. DEBT	$ 0.00
REMAINING G.O. DEBT CAPACITY *(SUBTRACT OUTSTANDING DEBT FROM DEBT CAPACITY)*	$ 33,346,230.00

**G.O. DEBT LIMITS: COUNTIES 2% of ASSESSED VALUE*
CITIES, TOWNS SCHOOL DISTRICTS 4% OF ASSESSED VALUE
CITIES (1st & 2nd class) +4% for water, lights, sewers OF ASSESSED VALUE
CITIES (3rd class) & TOWNS +8% for water, lights, sewers OF ASSESSED VALUE

TOTAL OUTSTANDING DEBT

TOTAL CURRENT ANNUAL DEBT SERVICE

USER FEES *(IF APPLICABLE)*

PROVIDE USER FEE STRUCTURES FOR ALL RELATED PROJECTS.

POPULATION.

COST OF PROJECT DIVIDED BY POPULATION = COST PER CAPITA.
$ Infinity

NUMBER OF USERS (OR ESTIMATE)

Bonded Debt Summary

Bonded debt information must be submitted in the format shown below. The submission of bonded debt information in an alternative format will not be accepted, since it precludes easy reference to the actual debt structure of applicant agencies. Please attach additional pages in the same format if there are insufficient columns to list all bonded debt issues.

	BOND ISSUE #1	BOND ISSUE #2	BOND ISSUE #3	BOND ISSUE #4	BOND ISSUE #5	BOND ISSUE #6	BOND ISSUE #7
PURPOSE	Street imp 2	street imp 2(	Wtr Bond	Wtr Bond	Sewer A	Sewer B	
$ ISSUED	$ 245,000.0(	$ 2,025,000.	$ 1,250,000.	$ 1,680,000.	$ 3,274,000.	$ 6,200,000.	
INTEREST RATE	1.5	2.5	0	1	1.5	1	
DATE ISSUED	09/01/2018	02/01/2019	01/01/2014	01/01/2025	02/23/2021	11/01/2021	
DATE DUE	09/01/2028	02/01/2028	01/01/2038	10/01/2053	01/01/2054	02/01/2047	
BOND HOLDER							
ANNUAL DEBT SERVICE							
2025	$ 26,530						
2026	$ 26,530	$ 247,251	$ 50,000	$ 65,320	$ 20,054	$ 281,340	
2027	$ 26,155	$ 251,376	$ 60,000	$ 64,830	$ 275,390	$ 281,080	
2028	$ 26,780	$ 10,309	$ 60,000	$ 65,340	$ 274,812	$ 281,800	
2029	$ 26,390		$ 60,000	$ 64,840	$ 275,930	$ 281,490	
2030			$ 60,000	$ 65,340	$ 274,739	$ 283,160	
2031			$ 75,000	$ 64,996	$ 257,823	$ 281,408	
2032			$ 75,000	$ 64,996	$ 257,823	$ 281,408	
2033			$ 75,000	$ 64,996	$ 257,823	$ 281,408	
2034			$ 75,000	$ 64,996	$ 257,823	$ 281,408	
2035			$ 75,000	$ 64,996	$ 257,823	$ 281,408	
2036			$ 45,000	$ 65,132		$ 281,444	
2037			$ 45,000	$ 65,132		$ 281,444	
2038			$ 45,000	$ 65,132		$ 281,444	
2039			$ 45,000	$ 65,132		$ 281,444	
2040			$ 45,000	$ 65,132		$ 281,444	
2041				$ 65,124		$ 281,642	
2042				$ 65,124		$ 281,642	
2043				$ 65,124		$ 281,642	
2044				$ 65,124		$ 281,642	
2045				$ 65,124		$ 281,642	
2046				$ 65,174		$ 281,670	
2047				$ 65,174		$ 281,670	
2048				$ 65,174			
2049				$ 65,174			
2050				$ 65,174			
2051				$ 65,092			
2052				$ 65,092			
2053				$ 65,092			
2054				$ 65,092			
2055							

PART E. PRE-SUBMISSION ATTACHMENT CHECKLIST

Note: Please refer to CIB PROGRAM SUMMARY (jobs.utah.gov/housing/cib/index.html). ***Incomplete applications will be held pending completion of all requirements.***

- [x] REGISTRATION **(*one time only)**

To be eligible for funding, the applicant must be registered in **WebGrants 3** (https:/webgrants.utah.gov/home.do). The applicant will receive an email with their login ID and password. If applicant has submitted an application previously, they should already have a login and password. DO NOT REGISTER AGAIN. Contact Heather Poulsen 435-253-4028.

- [x] PROJECT DESCRIPTION

WHO - the applicant agency including the problem, situation, condition or need to be addressed by the proposed project and the number of persons, land area, governmental facilities, services or operations impacted by the problem.

SCOPE OF WORK- a description of the proposed project including size, location, development timetable, etc. Include explanation of projected benefits to public infrastructure and alternatives considered and include a detailed construction budget estimate. Include 8½ X 11 maps, floor plans, site plans, prepared estimates, etc.

WHY – has the applicant investigated other sources of funding for this project and an explanation of why the applicant agency requires financial assistance from CIB? Specify.

- [x] CIB APPLICATION LIST

The 'Project' must be on the current consolidated county CIB APPLICATION LIST of the Housing & Community Development Division. CIB WILL NOT consider projects not identified on the current list, except in the case of a bona fide public safety or health emergency, or other compelling reason.

- [ ] WATER & SEWER APPLICATIONS

ALL WATER AND SEWER APPLICATIONS REQUIRE A DEPARTMENT OF ENVIRONMENTAL QUALITY REVIEW

Utah Department of Environmental Quality (DEQ) staff act as technical advisors to the CIB on drinking water and waste water projects. Applicants for proposed drinking water and waste water funding MUST COMPLETE AND SUBMIT the Drinking Water & Waste Water Project Supplement to DEQ with the CIB application. DEQ Supplemental form is located on CIB website: https://jobs.utah.gov/housing/community/cib/index.html

- [ ] STREET AND ROAD APPLICATIONS

Requires a completed street and road addendum, located on: jobs.utah.gov/housing/community/cib/documents/streetsandroadsaddendum.doc

- [ ] PLANNING APPLICATIONS

Small Planning grant applications (under $50,000) are processed separately from other CIB funding. For more information on planning requirements: https://jobs.utah.gov/housing/community/cib/index.html

- [ ] CONSTRUCTION APPLICATIONS // STATE HISTORIC PRESERVATION OFFICE (SHPO) REVIEW

Applications which include building, altering or disturbing properties fifty (50) years of age or older, or which may include new site excavation to include road realignments shall be submitted to SHPO and include photographs, map and address of the proposed project for review and comment by SHPO.

- [ ] ASSOCIATION OF GOVERNMENTS NOTIFICATION

Provide a copy of current application to the applicable AOG preferably two (2) weeks prior to submission. AOG review required for project consideration.

- [ ] AFFORDABLE HOUSING PLAN

Attach a brief summary (and date of adoption if applicable) of the applicant's efforts to comply with the requirements of Section 10-9a-403 UCA (municipalities) and Section 17-27a-403 UCA (counties). ***DO NOT*** *SUBMIT THE ENTIRE HOUSING PLAN.*

- [ ] PUBLIC NOTICE AND PARTICIPATION

The CIB requires a vigorous public participation effort. Applicants shall hold AT LEAST one formal public hearing to solicit comments concerning the size, scope, nature of any funding request PRIOR to its submission to the board. The minutes must reflect a discussion of all financing scenarios including the possibility of loan funding. Complete and detailed information regarding the project scope and it's financing, including expected financial impact, potential repayment terms, potential costs to the public as user fees, special assessments, or property taxes shall be discussed. A copy of the public notice for any public hearings and the official transcript / minutes from the hearing must be attached. (*NOTE: The board may require additional public hearings if it determines the applicant did not adequately disclose the impact to the public, or if it offers a substantially different financial package than from what was originally proposed.*)

- [x] CURRENT AUDITED FINANCIAL REPORT

Provide a copy of most recent audited financial report.

PRESIDING OFFICIAL SIGNATURE

I, Bryan Burrows, the Mayor of Richfield City
(TYPED NAME) *(TYPED TITLE)* *(TYPED ORGANIZATION)*

do hereby certify the information presented in this application is accurate and correct to the best of my knowledge and this application has been authorized by the applicant agency. Furthermore, I certify that this project will comply with all applicable laws as outlined in R990-8-3 (M) prohibiting discrimination on the basis of race, religion, color, or national origin; sex, age, and disability. This project, when complete, will comply with the Americans with Disabilities Act (ADA).

Bryan L. Burrows

ORIGINAL SIGNATURE

6/1/2026
DATE

WHO

The Richfield Fire Department has been in existence since 1924. The first truck was purchased and fire protection moved forward from the historical Bucket Brigade. In 1944, the local fire department joined forces with Sevier County to provide county wide protection and a 500-gallon Dodge fire truck was purchased to support this coverage. The ten (10) volunteer fire department members manned it and provided further fire protection in Richfield and outside of Richfield.

Since the fire stations inception, it has been manned by volunteers who keep the fire department going and provide quality fire protection for Richfield and surrounding communities including Glenwood, Venice, Annabella, Sigurd & Central Valley as well as mutual aid to Koosheram. Richfield Fire Department continues to support Sevier County in wildland fire aid as well as surrounding counties as requested.

The last two summers have had major impacts on communities close to Richfield and the Richfield Fire Department responded with speed and efficiency to aid in saving structures and to prevent further growth of fires. Summer of 2024 brought the Silver King fire above Marysvale. This fire kept our volunteers busy manning trucks to keep fire from crossing dozer lines and providing additional structure protection for the residents in that community.

The Signal Peak fire came during the summer of 2025 and it impacted residents of Sevier County as the fire burned for a significant portion of the summer. Richfield Fire Department was on scene the first night protecting structures on Monroe Mountain and clearing areas around structures to keep wildfire from consuming them. Without these efforts, many more structures would have been lost.

The Richfield Fire Department currently has 23 volunteer fire fighters who are fully trained for both structure and wildland fire fighting. These volunteers answer the calls which occur sometimes daily and within 3-4 minutes, have a truck rolling and fire protection is being provided.

Scope of Work

Richfield Fire Department is requesting funding to assist with acquiring a new, much needed, truck. As mentioned, in the past, Sevier County has joined forces with the Richfield Fire Department to acquire a new truck to keep our equipment and services at high levels providing fire protection for all. This new truck will replace our truck that we refer to as the FMC. The FMC has been in service since 1987 (39 years old) and has performed well. It still goes out on various fires as a back up to other trucks. The Richfield Fire Department's newest truck was built in 2015 (11 years old) and by the time this new truck is acquired, the newest truck will be 14 years old. Though it is still very functional as a backup truck, it is not functional as the main frontline truck. Typical fire departments keep trucks on as frontline service for 10-to-15 years and then another 5-to-10 years as backup with retirement around the 20-to-25-year mark. As you can see, the Richfield Fire Department stretches the life of our trucks and keeps them in service for many years.

This new truck will provide additional structure protection for the growing communities we serve. The capabilities of this particular truck will provide the support required for semi-truck fires, motel fires and industrial fires. All of these types of fires seem to continue to evolve requiring fire trucks to have more capability and the specific equipment this truck will be outfitted to carry.

Alternatives to the purchase of this truck included looking into Tenders, Quint and Aerial apparatus. Through looking at the value of each apparatus, as well as the needs for each within our department, the clear need resides with the Engine having the appropriate tools, ladders and equipment so it can handle most calls as the first truck responding. This Engine will be the first out on calls and will provide quick response to most calls depending on their nature.

WHY

Yearly, the Richfield Fire Department applies for Federal funding from various sources and has discovered Federal funding to be very competitive and difficult to secure. The Richfield Fire Department, as well as Sevier County have prioritized this funding application to the CIB in order to fund this critical fire apparatus for the protection of the citizens of Richfield as well as the surrounding communities and Sevier County.

Over the past two years with us encountering the wildland fires we have, and watching these fires threatened the area, the Richfield Fire Department has spent countless volunteer hours fighting those fires as well as providing trucks, crews and supplies when needed. Through the many volunteer hours, our Richfield Fire Fighters have been able to save $300k which is being used towards this new truck. The past two summers volunteer firefighters have left their normal daily job and taken up posts for hazard mitigation at the airport for fast response fire protection for aerial operations. They have sat on fires overnight and then returned to work on the the following morning. They have been the first to respond and cut trees down next to structures to keep wildfire from reaching those structures. In short, because of the efforts of our volunteers, the department has been able to save the $300k as true skin in the game for this CIB application which has been matched fully by the County. This will help our efforts to continue to be focused on providing the protection our communities need!

COMMISSIONERS:
Ralph Brown
Scott T. Johnson
Greg L. Jensen

SEVIER COUNTY

Steven C. Wall - Clerk/Auditor
Terri Hartle- Assessor
Lindsey Hansen - Treasurer
Jason Monroe - Recorder

May 29, 2026

Utah Permanent Community
Impact Board
Salt Lake City UT 84111

Dear CIB Members:

Sevier County participates with Richfield City to fund vehicles use in firefighting operations. The County will contribute up to $300,000 of the costs for a truck in this application.

Sincerely,

Greg L. Jensen
Commissioner

County	Entity	Project Name	AOG	Project Type	Project Sub Type	Priority	Description	Total Project Cost	CIB - Total CIB Request	Funding Sources	CIB - Application Trimester	CIB - Program Year
Sevier	Annabella Town	Annabella Town-Culinary water improvements	R6 Regional Council	Drinking Water	Source	1	Improvements to waters system including new source, spring redevelopment, etc.	$3,000,000	$3,000,000	CIB: 3000000	October	PY2027 (Current Year)
Sevier	Koosharem Town	Backup Generator	R6 Regional Council	Public Safety		3	This is a backup generator for the pumps and water system.	$20,000	$20,000	CIB: 20000	June	PY2027 (Current Year)
Sevier	Richfield City	Bridge Replacement	R6 Regional Council	Roads & Transportation	Bridges	4	Bridge Replacement on 300W/Highland Drive	$3,000,000	$1,800,000	CIB: 1800000 Local Funds: 1200000	June	PY2027 (Current Year)
Sevier	Central Valley Town	Central Valley-New Water Tank	R6 Regional Council	Drinking Water	Storage	2	Construct a new water tank.	$700,000	$700,000	CIB: 700000	October	PY2027 (Current Year)
Sevier	Central Valley Town	Central Valley-Water Master Plan	R6 Regional Council	Planning & Studies	Drinking Water	3	New water master plan	$30,000	$15,000	CIB: 15000 Local Funds: 15000	June	PY2027 (Current Year)
Sevier	Central Valley Town	Central Valley-Water system Improvements	R6 Regional Council	Drinking Water	Distribution	1	Improvements including new booster pump and distribution lines, aquifer recharge, new chlorinator, etc.	$3,500,000	$3,500,000	CIB: 3500000	June	PY2027 (Current Year)

County	Entity	Project Name	AOG	Project Type	Project Sub Type	Priority	Description	Total Project Cost	CIB - Total CIB Request	Funding Sources	CIB - Application Trimester	CIB - Program Year
Sevier	Koosharem Town	Constrtuct a New Storgage Tank (500,000 gal)	R6 Regional Council	Drinking Water		2	The state requirement for peak day flow is 40 psi and currently 13% (the western end) of the system noes not meet this state requirement. This is due to existing storage tanks being build at an elevation that doesn't provide the nessicary pressure. The new storage tank will be built at an elevation that provides the required pressure.	$1,810,000	$1,810,000	CIB: 1448000 Local Funds: 362000	October	PY2027 (Current Year)
Sevier	Aurora	Culinary Water Master Plan	R6 Regional Council	Drinking Water		1	Updates to the culinary water master plan for Aurora City	$50,000	$50,000	CIB: 50000	October	PY2027 (Current Year)
Sevier	Elsinore	Elsinore Town Maintenance Building	R6 Regional Council	Public Facilities	Maintenance Facilities	2	New Maintenance building to provide adequate storage of Town vehicles and equipment.	$300,000	$300,000	CIB: 300000	June	PY2027 (Current Year)
Sevier	Elsinore	Elsinore Town-Elsinore Community Center	R6 Regional Council	Public Facilities	Community Center	4	Construct new community Center	$2,000,000	$2,000,000	CIB: 2000000	February	PY2027 (Current Year)
Sevier	Elsinore	Elsinore Town-Sidewalk Improvements	R6 Regional Council	Roads & Transportation	Sidewalks & ADA Improvements	3	Improve and add sidewalks throughout town	$500,000	$500,000	CIB: 500000	February	PY2027 (Current Year)
Sevier	Richfield City	Fire Truck Purchase	R6 Regional Council	Equipment		1	Acquisition of a new fire truck.	$1,200,000	$600,000	CIB: 600000 Local Funds: 300000 County : 300000	June	PY2027 (Current Year)

County	Entity	Project Name	AOG	Project Type	Project Sub Type	Priority	Description	Total Project Cost	CIB - Total CIB Request	Funding Sources	CIB - Application Trimester	CIB - Program Year
Sevier	Aurora	Fire Truck Replacement	R6 Regional Council	Equipment	Emergency Management	3	Aurora City has an old fire truck and needs to purchase a new truck to replace the older model	$700,000	$500,000	CIB: 500000 Local Funds: 200000	February	PY2027 (Current Year)
Sevier	Salina	Industrial Park Flood Mitigation P-1	R6 Regional Council	Stormwater & Drainage		4	Storm Drain Infrastructure to prevent flooding damage in Industrial Park	$850,000	$850,000	General - State: 425000 Local Funds: 425000 CIB: 0	June	PY2027 (Current Year)
Sevier	Joseph	Install New Well	R6 Regional Council	Drinking Water		4	Drill a new well per results of test wells.	$1,500,000	$1,275,000	General - Federal: 150000 CIB: 1275000 Local Funds: 75000	June	PY2027 (Current Year)
Sevier	Joseph	Install Test Wells	R6 Regional Council	Drinking Water		1	With source production being a concern is is proposed that a few test wells be drilled at various locations to search for a sutible loaction for a new well.	$1,922,575	$1,634,189	General - Federal: 192257.5 CIB: 1634188.75 Local Funds: 96128.75	June	PY2027 (Current Year)
Sevier	Joseph	Joseph Town Road Improvements	R6 Regional Council	Roads & Transportation	Roadway Maintenance	3	system wide road improvements.	$1,000,000	$1,000,000	CIB: 1000000	October	PY2027 (Current Year)
Sevier	Aurora	Maintenance Shop expansion	R6 Regional Council	Equipment		2	Doubling the size of our maintenance shop	$300,000	$150,000	Local Funds: 150000 CIB: 150000	October	PY2027 (Current Year)
Sevier	Monroe	Monroe City-De-silting structure	R6 Regional Council	Secondary Water	Storage	1	De silting structure for hydros	$165,000	$165,000	CIB: 165000	October	PY2027 (Current Year)
Sevier	Monroe	Monroe City-Fire Truck Purchase	R6 Regional Council	Public Safety	Fire & EMS	2	Purchase of new fire truck	$750,000	$750,000	CIB: 750000	February	PY2027 (Current Year)
Sevier	Monroe	Monroe City-South Sevier Senior Citizen Community Center	R6 Regional Council	Public Facilities	Community Center	3	Construct a new community center for Monroe City	$7,000,000	$7,000,000	CIB: 7000000	October	PY2027 (Current Year)
Sevier	Joseph	New Well	R6 Regional Council	Drinking Water	Source	2	New well and well house for Joseph Town	$1,500,000	$1,500,000	CIB: 1500000	June	PY2027 (Current Year)

County	Entity	Project Name	AOG	Project Type	Project Sub Type	Priority	Description	Total Project Cost	CIB - Total CIB Request	Funding Sources	CIB - Application Trimester	CIB - Program Year
Sevier	Koosharem Town	Roads Project	R6 Regional Council	Roads & Transportation	Roadway Maintenance	1	2 inch overlay of roads	$1,000,000	$1,000,000	CIB: 1000000	October	PY2027 (Current Year)
Sevier	Salina	Salina City-Vehicle Acquisition	R6 Regional Council	Public Facilities	Fleet & Equipment	3	This is a vehicle purchase for sewer maintenance.	$500,000	$500,000	CIB: 500000	October	PY2027 (Current Year)
Sevier	Salina	Salina Road Project	R6 Regional Council	Roads & Transportation	New Roadway Construction	1	New road asphalting an existing dirt road. South State Street, 1980 south of the freeway by the exit and goes for one block	$375,000	$200,000	CIB: 375000	June	PY2027 (Current Year)
Sevier	Sevier County	Sevier County-Road Improvement Project	R6 Regional Council	Roads & Transportation	Roadway Maintenance	2	Road work from mine to SR 10.	$3,000,000	$7,000,000	CIB: 3000000	October	PY2027 (Current Year)
Sevier	Salina	Sewer Dredge	R6 Regional Council	Wastewater & Sewer		2	This would be dredging of one sewer lagoon. Wet dredge	$2,500,000	$2,500,000	CIB: 2500000	October	PY2027 (Current Year)
Sevier	Sigurd	Sigurd Town-Water System Improvements	R6 Regional Council	Drinking Water	Distribution	1	Critical Water Line Replacement Project.	$1,462,000	$1,462,000	CIB: 1462000	October	PY2027 (Current Year)
Sevier	Annabella Town	Stormwater Improvements	R6 Regional Council	Stormwater & Drainage	Storm Drain System	2	Upgrade Stormwater infrastructure as canal is being enclosed by canal company	$1,500,000	$1,500,000	CIB: 1500000	February	PY2027 (Current Year)
Sevier	Richfield City	Underground Water Right Acqusition	R6 Regional Council	Drinking Water		3	Purchase of Water Rights for Richfield City.	$8,000,000	$8,000,000	CIB: 8000000	October	PY2027 (Current Year)
Sevier	Glenwood	Water Improvements	R6 Regional Council	Drinking Water	Source	1	Add a second water tank and water source (municipal well).	$1,500,000	$1,400,000	CIB: 1400000 Local Funds: 100000	June	PY2027 (Current Year)
Sevier	Elsinore	Water Infrastructure Improvements	R6 Regional Council	Drinking Water	Distribution	1	New booster pump and backup generator.	$1,000,000	$1,000,000	CIB: 1000000	October	PY2027 (Current Year)

County	Entity	Project Name	AOG	Project Type	Project Sub Type	Priority	Description	Total Project Cost	CIB - Total CIB Request	Funding Sources	CIB - Application Trimester	CIB - Program Year
Sevier	Austin SSD	Water Line Loop Project	R6 Regional Council	Drinking Water	Distribution	1	Loop water lines and install additional main line.	$500,000	$500,000	CIB: 500000	October	PY2027 (Current Year)
Sevier	Redmond	Well #3	R6 Regional Council	Secondary Water		1	Water lines from well to park and baseball fields.	$1,000,000	$1,000,000	CIB: 1000000	October	PY2027 (Current Year)

Siddons-Martin Emergency Group, LLC
7285 S. 700 West
Midvale UT 84047
Business Number 221B

May 28, 2026

Dustin Anderson, Chief

RICHFIELD FIRE DEPARTMENT
77 E 100 N, RICHFIELD, UT 84701

Proposal For: 2026 Richfield PUC

Siddons-Martin Emergency Group, LLC, is pleased to provide the following proposal to RICHFIELD FIRE DEPARTMENT. Unit(s) will comply with all specifications attached and made a part of this proposal. Total price includes delivery FOB and training on the operation and use of the apparatus.

Description		Amount
Qty. 1 - 1172 - 2026 Richfield PUC **Unit Price - $1,107,851.00** Delivery within 39-40 months of ordered date Quote - 0011885 - 2		
	Vehicle Price	$1,107,851.00
	Loose Equipment	$49,971.00
	1172 – Unit Total	**$1,157,822.00**
	Subtotal	$1,157,822.00
	Straight Purchase	$0.00
	Total	**$1,157,822.00**

Price guaranteed until 07/01/2025.

Prepayment Discount: To receive the prepayment discount(s), if quoted, above, the Customer must pay the applicable prepayment invoice in full within forty-five (45) days of the invoice date, unless otherwise agreed in writing by Siddons-Martin Emergency Group.

Taxes: Tax is not included in this proposal. If the purchasing organization is not exempt from sales tax or any other applicable taxes and/or the proposed apparatus does not qualify for exempt status, it is the duty of the purchasing organization to pay any and all taxes due. Balance of sale price is due upon acceptance of the apparatus at the factory.

Payment Terms: Unless otherwise specifically noted and agreed upon in writing by Siddons-Martin Emergency Group, all invoices are net due upon delivery and acceptance of the apparatus. Any alternate payment terms must be expressly approved in advance and documented in a signed agreement or purchase order executed by both parties. Payments not received when due shall be subject to the late fee provisions stated below, accruing from the date payment was due until paid in full. Siddons-Martin Emergency Group reserves the right to delay delivery, withhold release of title or documentation, or impose additional charges if agreed payment terms are not met. Title and ownership of the apparatus shall not transfer to the Customer until full payment has been received by Siddons-Martin Emergency Group.

If the apparatus and any associated loose equipment, poly components, or upfitting items are purchased under a single purchase order, Siddons-Martin Emergency Group will invoice for the total purchase price upon Customer's acceptance of the apparatus, excluding any ancillary, incidental, or non-essential outstanding items. For purposes of this Agreement, "outstanding items" may include, without limitation, loose equipment, accessories, minor apparatus upfitting, punch-list items, or post-delivery buildout components that do not materially impair the Apparatus's intended operational use.

If Customer requests delivery of loose equipment, poly components, or upfitting items prior to delivery of the apparatus, Siddons-Martin Emergency Group may condition such early delivery on advance payment of the total purchase price or written confirmation that such payment has been authorized by Customer.

Late Fee: A late fee of .033% of the sale price will be charged per day for overdue payments beginning ten (10) days after the payment is due. After 30 days, the late fee increases to .044% per day until the payment is received.

Cancellation: In the event this proposal is accepted then cancelled or terminated by the Customer before completion of the order (meaning before final acceptance, delivery, and payment in full for the apparatus), Siddons-Martin Emergency Group may assess a cancellation fee as liquidated damages to recover costs incurred. All cancellations must be submitted in writing and signed by an authorized representative of the Customer. The following schedule will be applied based on the stage of completion at the time of cancellation:
(A) 10% of the Purchase Price after the order is accepted and entered by the manufacturer;
(B) 20% of the Purchase Price after completion of preliminary engineering drawings prepared for Customer review ("Approval Drawings"), whether or not the Customer has yet approved such drawings;
(C) 30% of the Purchase Price upon any material requisition or the start of production.

(D) If cancellation occurs after the apparatus has entered the production process, the Customer will be responsible for the difference between the Purchase Price and any resale price obtained by Siddons-Martin Emergency Group, plus any costs incurred by Siddons-Martin Emergency Group to conduct such resale. Siddons-Martin Emergency Group will make reasonable efforts to mitigate such costs through resale to another purchaser.
For purposes of this section, “Purchase Price” means the total sale price of the apparatus, exclusive of taxes and any approved change order items not yet invoiced. The cancellation fee will increase accordingly as costs are incurred through engineering, materials procurement, or manufacturing. Invoices for cancellation fees are due within thirty (30) days of issuance. Any unpaid balance thereafter will accrue interest or late fees at the same rates and in the same manner as provided under the Late Fee section of this proposal.

Force Majeure: Siddons-Martin Emergency Group shall not be liable for any failure or delay in the performance of its obligations if such failure or delay is due to causes beyond its reasonable control, including but not limited to acts of God, war, natural disasters, armed conflicts, acts of terrorism, labor disruptions, supply chain disruptions, governmental mandates, or any other events that are unforeseeable and unavoidable by Siddons-Martin Emergency Group. Should Siddons-Martin Emergency Group encounter such force majeure event, it shall promptly notify Customer in writing and shall use all reasonable efforts to mitigate the effects of the force majeure event and resume the performance of its obligations as soon as practicable.

Purchase price may be subject to new or increased tariffs, duties, taxes, or other governmental charges levied against, or made applicable to, the vehicle or any component thereof after the date of this proposal. Should such fees be enacted prior to order completion, Siddons-Martin Emergency Group reserves the right to revise the final cost to reflect the additional fees and will provide notice of any such adjustment.

Acceptance: To ensure the above stated terms and conditions are understood and adhered to, Siddons-Martin Emergency Group, LLC requires an authorized individual from the purchasing organization sign and date this proposal and include it with any purchase order. Upon signing of this proposal, the terms and conditions stated herein will be considered binding and accepted by the Customer. The terms and acceptance of this proposal will be governed by the laws of the State of Utah. No additional terms or conditions will be binding upon Siddons-Martin Emergency Group, LLC unless agreed to in writing and signed by a duly authorized officer of Siddons-Martin Emergency Group, LLC.

I, ______________________________, the authorized representative of RICHFIELD FIRE DEPARTMENT, agree to purchase the proposed and agree to the terms of this proposal and the specifications attached hereto.

Customer Authorized Representative	Sales Representative
______________________________	Chad Frisby May 28, 2026
Signature and Date	Signature and Date

PUMPER, PUC

BODY
Pumper, PUC, Aluminum

CHASSIS
Enforcer Chassis, PUC

ELECTRICAL SYSTEM
Hard Wired

CHASSIS

AXLE,FRONT,CUSTOM
19,500 Lb TAK-4 Axle

AXLE,REAR
27,000 Lb Dana Axle

ENGINE
450 HP Cummins X10 Engine

TRANSMISSION
Allison 6th Gen, 3000 EVS P

BUMPER
19" Extended Stainless Steel

CAB
7010 Enforcer Cab, PUC

BODY

TOTAL TANK CAPACITY
1000 Gallon Poly Tank

WATER CAPACITY
1000 Gallons of Water

FOAM CELL CAPACITY
Foam Cell Not Required

COMPT,PUMPER,REAR
33.50" FF Rollup Rear Compt w/Tailboard, PUC

COMPT,PUMPER,LEFT SIDE
189" Rollup Full Height & Depth Front & Rear, PUC

COMPT,PUMPER,RIGHT SIDE
189" Rollup Full Height & Depth Front & Rear, PUC

FIRE SUPPRESSION

PUMPHOUSE
Control Zone, PUC

PUMP
1500 GPM Pierce PUC

CROSSLAYS,1.50"
(2) 1.50", Poly Trays, 200'

CROSSLAYS,2.50"
(1) 2.50", Poly Tray, 200'

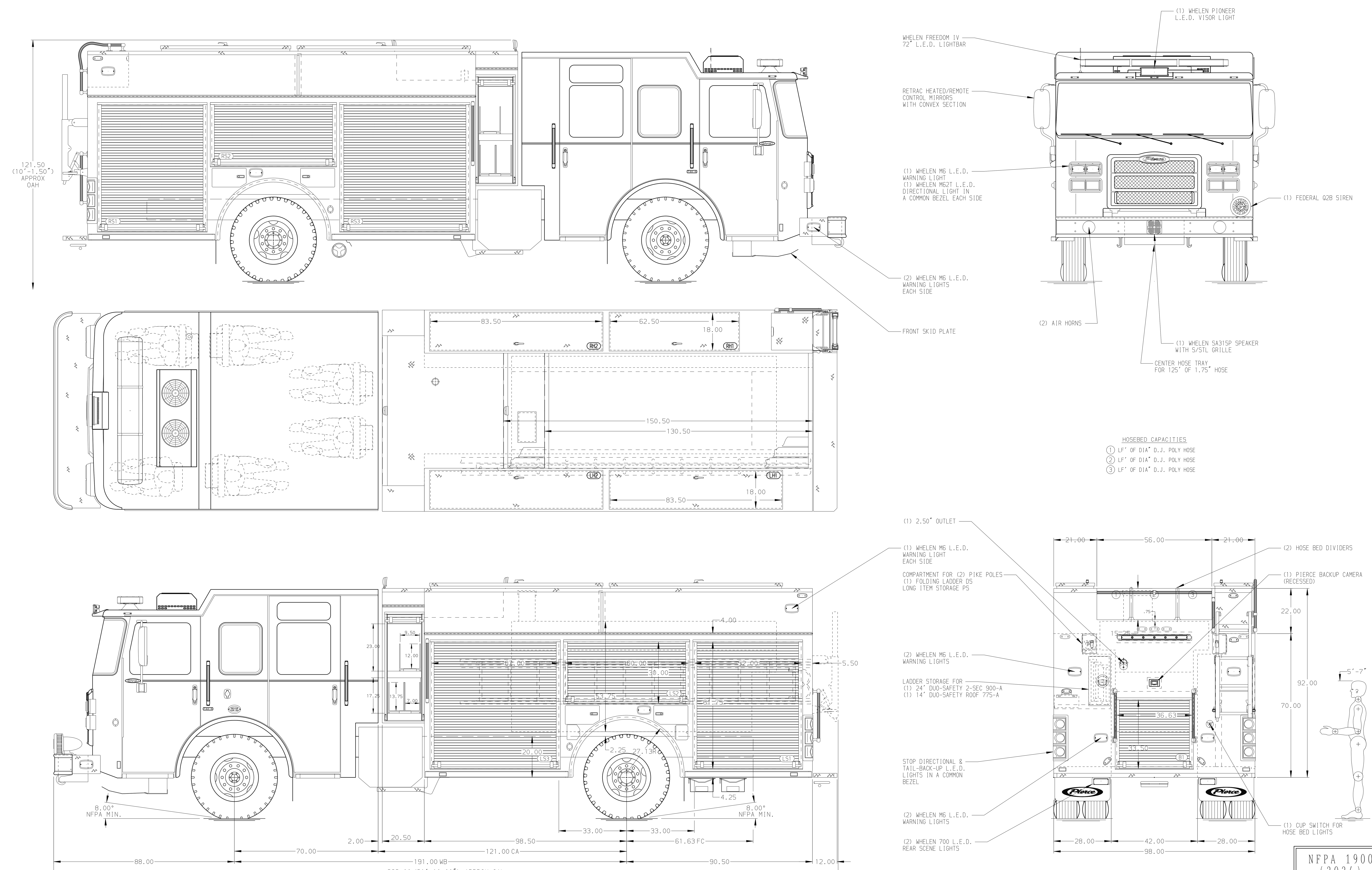
SPEEDLAYS

GENERATOR
Generator Not Required

FOAM SYSTEM
Foam System Not Required

SAFETY

Side Roll and Frontal Impact Protection



NFPA 1900 (2024) COMPLIANT

CUSTOMER APPROVAL

APPROVED BY:

DATE:

Pierce MANUFACTURING INC.

JOB NO.	-	
SCALE 1:24	DATE	
DRAWN BY -	-	
CHECKED BY -	-	
SHEET SIZE D	SHEET NO. 1 OF 1	

				CHASSIS DATA	TITLE	- -
				MAKE PIERCE	FOR	2026 Richfield PUC -
REV	DATE -	BY -	CH -	MODEL -	DWG NO.	

NOTE
DIMENSIONS SHOWN ARE APPROXIMATE AND ARE SUBJECT TO MINOR DEVIATIONS AS MAY OCCUR OR BE NECESSARY IN CONSTRUCTION.
MINOR DETAILS NOT SHOWN.

1. ONE 1.50 OUTLET WITH 2.00 PIPING AND SWIVEL LOCATED IN CENTER BUMPER TRAY
2. SHORELINE RECEPTACLE WITH KUSSMAUL SUPER AUTO-EJECT LOCATED ON DRIVER SIDE OF THE CAB
3. AIR INLET WITH DISCONNECT COUPLING IN THE DRIVER SIDE STEPWELL
4. BATTERY CHARGER LOCATED PER ORDER
5. BATTERY CHARGE INDICATOR LOCATED ON DRIVER SEAT RISER
6. ADJUSTABLE SHELVES LOCATED PER ORDER
7. ONE FLOOR MOUNTED SLIDE-OUT TRAY LOCATED PER ORDER

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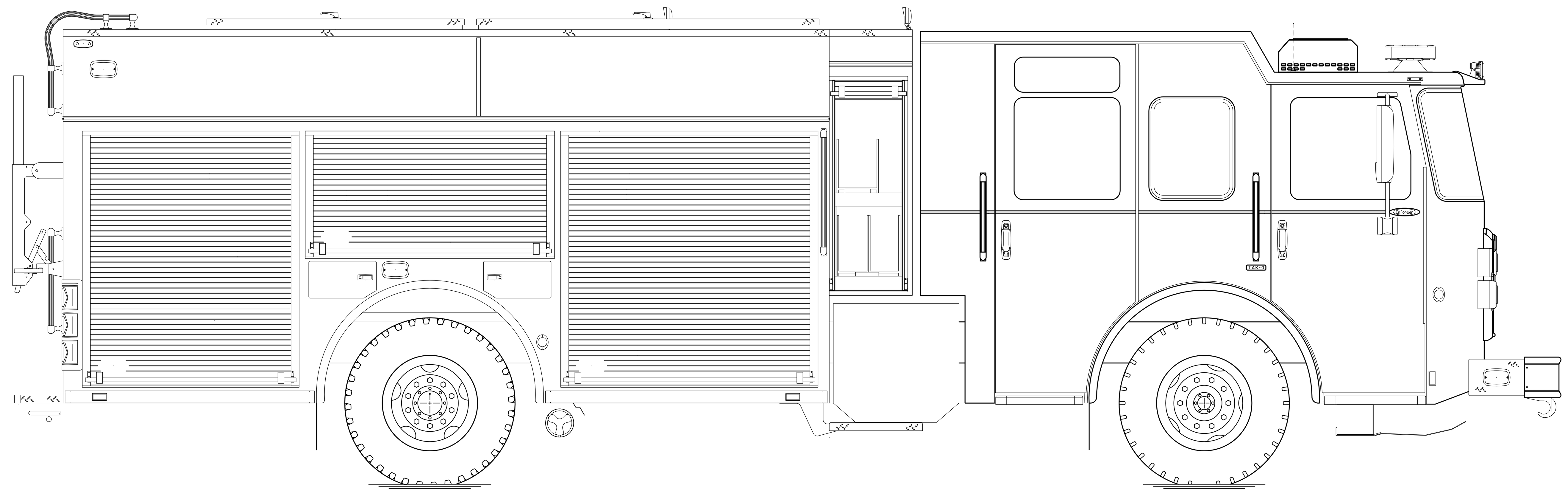

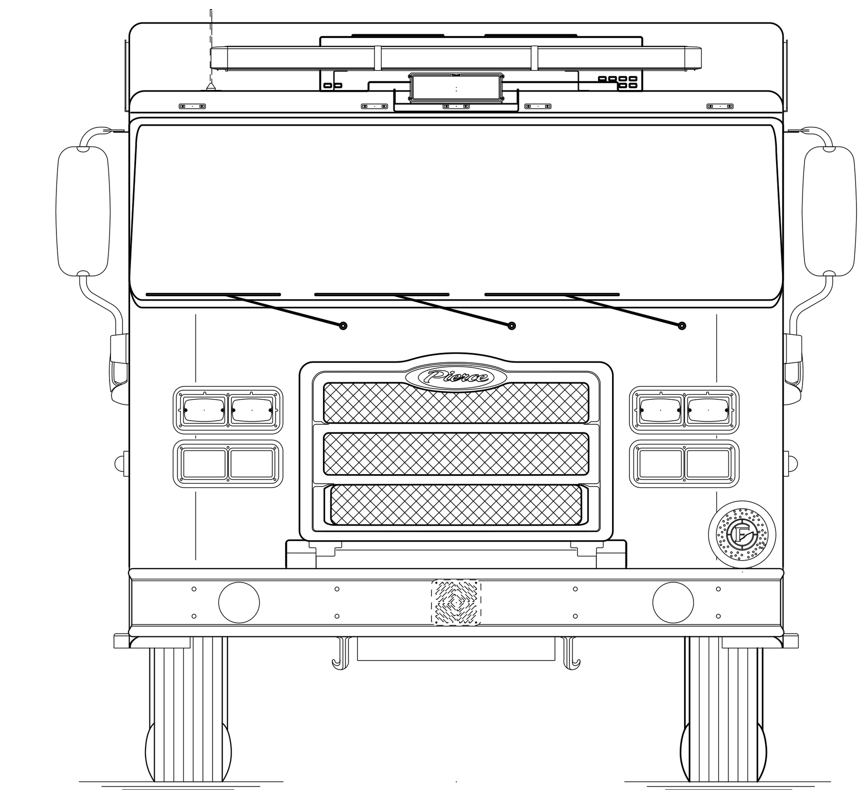

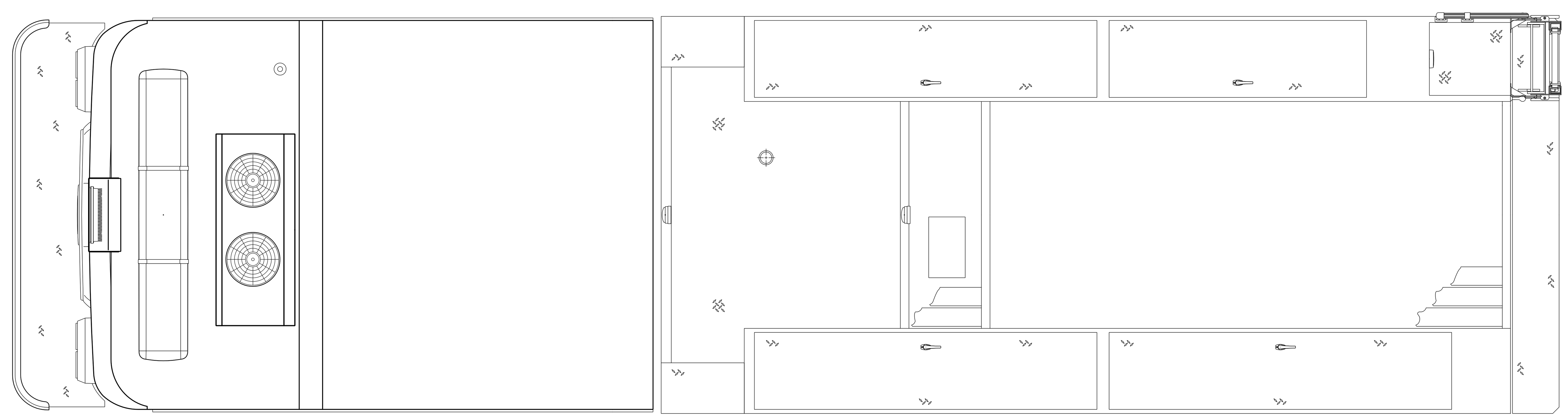

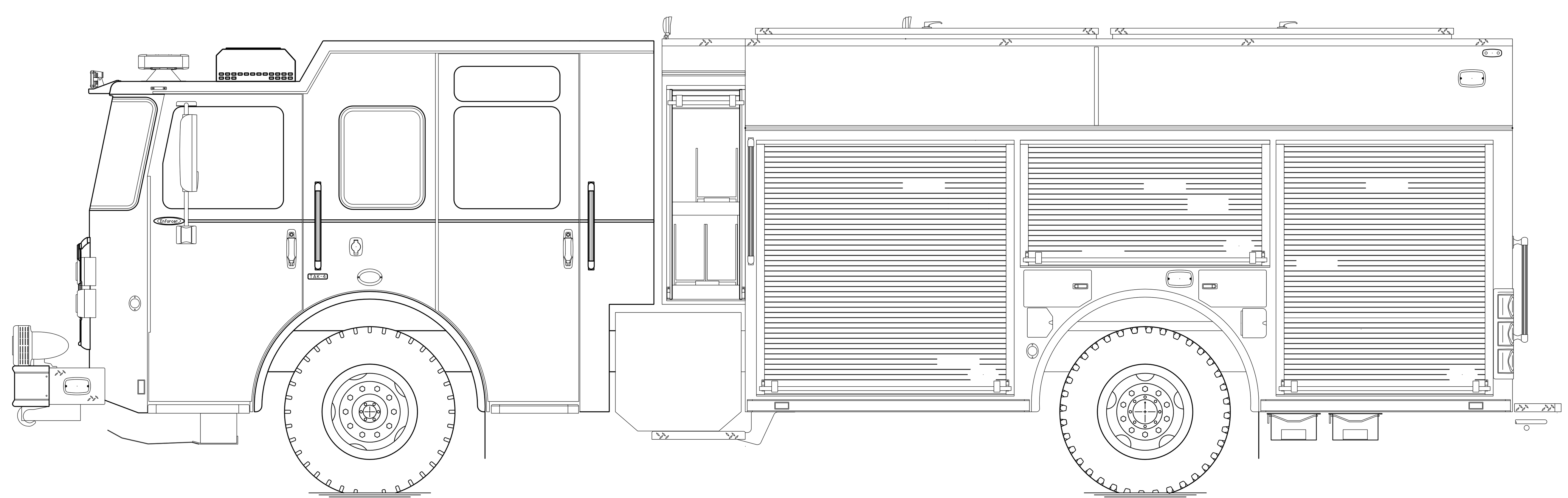

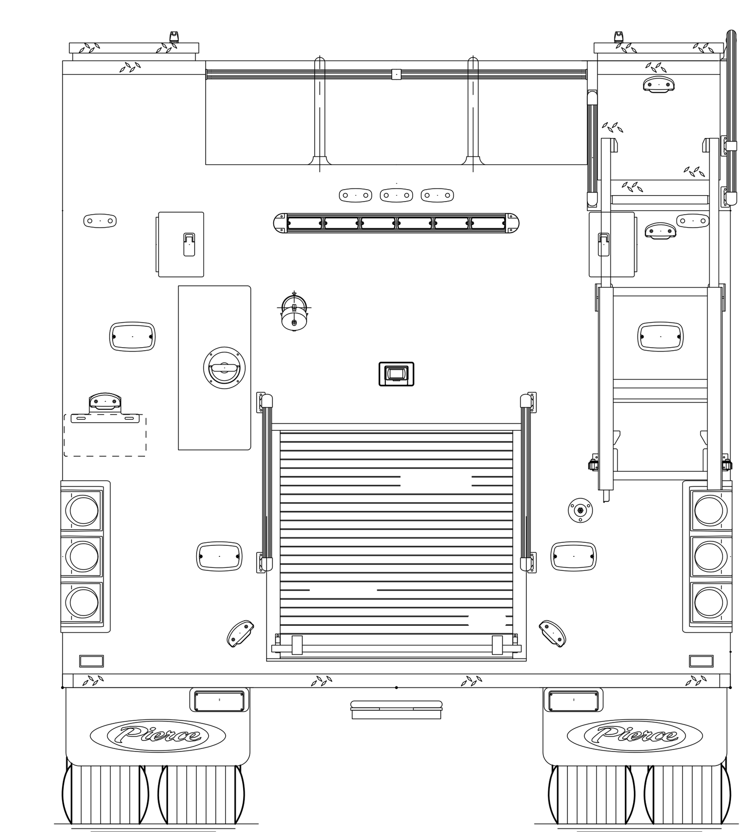

CUSTOMER APPROVAL

APPROVED BY:______________

DATE:______________

MANUFACTURING INC.

JOB NO.	–
SCALE 1:24	DATE
DRAWN BY –	–
CHECKED BY –	–
SHEET SIZE D	SHEET NO. 1 OF 1

				CHASSIS DATA	TITLE	LETTERING, STRIPING, AND PAINTING INSTRUCTIONS –
				MAKE PIERCE	FOR	2026 Richfield PUC –
REV	DATE	BY	CH	MODEL –	DWG NO.	LSP-LP

NOTE

LAYOUT AND SIZES PROVIDED BY CUSTOMERS MAY VARY DUE TO AVAILABLE WORKING SPACE.

COLOR LEGEND	
PINK	LETTERING (VINYL OR REFLECTIVE)
ORANGE	STRIPING (VINYL OR REFLECTIVE)
GREEN	GOLD LEAF
YELLOW	CUSTOMER FURNISHED PRODUCT

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RICHFIELD CITY

FINANCIAL STATEMENTS

JUNE 30, 2025

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Kimball & Roberts
A Professional Corporation
Certified Public Accountants
176 North Main • P.O. Box 663
Richfield, Utah 84701

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Council
Richfield City
Richfield, Utah 84701

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Richfield City, a governmental unit, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, and each major fund, and the aggregate remaining fund information of Richfield City, as of June 30, 2025, and the respective changes in the financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Richfield City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirement relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibility of Management

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management is required to evaluate whether there are conditions or events considered in the aggregate, that raised substantial doubt about Richfield City's ability to continue as a going concern for one year after the date of the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Richfield City's basic financial statements. The section, combining and individual nonmajor fund financial statements, and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements of Richfield City.

The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 2, 2025, on our consideration of Richfield City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Richfield City's internal control over financial reporting and compliance.

Kimball & Roberts, PC
Certified Public Accountants

November 2, 2025
Richfield, Utah

RICHFIELD CITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

This discussion of Richfield City's financial performance provides an overview of the City's financial activities for the year ending June 30, 2025. This report is in conjunction with the City's financial statements.

The City's purpose is to provide general services to its residents which includes general government, public safety, highways and public improvements, economic development, and parks and recreation.

Financial Highlights

* The assets of the City exceeded its liabilities as of the close of the most recent year by $89,856,143 (net position). Of this amount, $11,362,046 (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors.

* The government's total net position increased by $2,414,686. The revenues were more than the adopted budgeted amounts, and expenditures were less than the adopted budgeted amounts.

* At the close of the current year, the City's governmental funds reported ending fund balances of $11,785,043, an increase of $941,737 in comparison with the prior year. Approximately 63 percent of this total amount, $7,475,376 is available for spending at the government's discretion (assigned and unassigned fund balance).

* At the end of the current year, unassigned fund balance for the General Fund was $3,042,694, or 35 percent of total General Fund expenditures.

* The City's total bonded debt decreased by a net amount of $1,511,448 during the current year.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Richfield City's basic financial statements. The City's basic financial statements comprise three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

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

The Statement of Net Position presents information on all of the City's position and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

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

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges. The governmental activities of the City include general government, public health, highways and public improvements, and parks and recreation. The business-type activities of the City are the proprietary funds; water, sewer, landfill, and refuse.

Refer to the table of contents for the location of the government-wide financial statements.

Fund Financial Statements

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

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statement, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources,* as well as on balance of spendable resources available at the end of the year. Such information may be useful in evaluating a government's near-term financing requirements.

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

Richfield City maintains five governmental funds: the General Fund; Capital Projects Fund; Building Authority Fund; Debt Service Fund; and Perpetual Care Fund.

The City adopts an annual appropriated budget for all of its governmental funds. A budgetary comparison statement has been provided to demonstrate legal compliance with the adopted budget for the General Fund.

Refer to the table of contents for the location of the basic governmental fund financial statements.

Proprietary Funds

Richfield City maintains four types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water, sewer, landfill, and refuse operations.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The water and sewer proprietary funds are considered major funds of the City.

Refer to the table of contents for the location of the basic proprietary fund financial statements.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs.

Notes To The Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes are part of the basic financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Richfield City, assets exceeded liabilities by $89,856,143 at the close of the most recent fiscal year.

By far the largest portion of the City's net assets (80 percent) reflects its investment in capital assets (e.g. land, buildings, machinery, equipment and infrastructure), less any related debt used to acquire those assets that are still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Richfield City's Net Position

	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Current Assets	$ 13,675,440	$ 13,298,960	$ 6,802,102	$ 9,407,148	$ 20,477,542	$ 22,706,108
Capital & Other Assets	54,833,381	53,866,494	30,107,346	28,152,847	84,940,727	82,019,341
Total Assets	68,508,821	67,165,454	36,909,448	37,559,995	105,418,269	104,725,449
Net Pension Assets and Deferred Outflows of Resources	654,039	695,232	163,510	173,808	817,549	869,040
Long-Term Liabilities	2,524,993	2,835,341	10,203,052	10,916,852	12,728,045	13,752,193
Other Liabilities	892,850	1,420,466	1,264,604	1,483,172	2,157,454	2,903,638
Total Liabilities	3,417,843	4,255,807	11,467,656	12,400,024	14,885,499	16,655,831
Deferred Inflows of Resources	1,492,593	1,495,013	1,583	2,188	1,494,176	1,497,201
Net Position:						
Net Investment in Capital Assets	52,744,378	51,370,849	19,482,038	16,437,178	72,226,416	67,808,027
Restricted	4,203,237	4,111,183	2,064,444	5,704,666	6,267,681	9,815,849
Unrestricted	7,304,809	6,627,834	4,057,237	3,189,747	11,362,046	9,817,581
Total Net Position	$ 64,252,424	$ 62,109,866	$ 25,603,719	$ 25,331,591	$ 89,856,143	$ 87,441,457

A portion of the City's net position (7 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, $11,362,046 may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the year, the City is able to report positive balances in all three categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities.

Governmental Activities

Governmental activities increased the City's net position by $2,142,558. Key elements of the changes are shown on the following page:

Richfield City's Changes in Net Position

	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Revenues:						
Program Revenues:						
Charges for Services	$ 1,887,496	$ 2,156,324	$ 3,413,608	$ 3,270,014	$ 5,301,104	$ 5,426,338
Operating Grants	1,364,643	1,318,039	-	-	1,364,643	1,318,039
Capital Grants	1,927,590	3,967,985	8,446	3,059,611	1,936,036	7,027,596
General Revenues:						
Property Taxes	1,681,576	1,624,860	-	-	1,681,576	1,624,860
Other Taxes	5,800,059	5,725,676	-	-	5,800,059	5,725,676
Impact/Connect Fees	-	-	195,861	274,606	195,861	274,606
Disposition of Assets	48,186	27,000	-	-	48,186	27,000
Other	134,218	4,100	-	-	134,218	4,100
Unrestricted Investment Earnings	482,446	537,000	181,292	550,147	663,738	1,087,147
Total Revenues	13,326,214	15,360,984	3,799,207	7,154,378	17,125,421	22,515,362
Expenses:						
General Government	1,306,232	970,220	-	-	1,306,232	970,220
Public Safety	2,834,357	2,667,945	-	-	2,834,357	2,667,945
Highways	3,907,879	831,401	-	-	3,907,879	831,401
Parks and Recreation	3,024,702	5,007,925	-	-	3,024,702	5,007,925
Economic Develop.	70,629	109,145	-	-	70,629	109,145
Int. - Long-Term Debt	39,857	29,595	125,479	135,799	165,336	165,394
Business-Type Activity	-	-	3,401,600	2,981,818	3,401,600	2,981,818
Total Expenses	11,183,656	9,616,231	3,527,079	3,117,617	14,710,735	12,733,848
Increase in Net Position Before Transfers	2,142,558	5,744,753	272,128	4,036,761	2,414,686	9,781,514
Transfers	-	-	-	-	-	-
Increase (Decrease) in Net Position	2,142,558	5,744,753	272,128	4,036,761	2,414,686	9,781,514
Net Position - Beginning	62,109,866	56,365,113	25,331,591	21,294,830	87,441,457	77,659,943
Net Position - Ending	$ 64,252,424	$ 62,109,866	$ 25,603,719	$ 25,331,591	$ 89,856,143	$ 87,441,457

For the most part, increases in expenses closely paralleled inflation and growth in the demand for services.

Business-Type Activities

Business-type activities increased the City's net position by $272,128. Key elements of the changes are shown on the previous page.

Financial Analysis of the Government's Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows and balances of *spendable* resources. Such information is useful in assessing the City's financing requirements. In particular *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the year.

At the end of the year, the City's governmental funds reported ending fund balances of $11,785,043, an increase of $941,737 in comparison with the prior year. Approximately 15 percent of this amount, $3,042,694 constitutes *unassigned fund balance,* which is available for spending at the government's discretion. The remainder of fund balance is *restricted* to indicate that it is not available for new spending because it has already been assigned to: 1) perpetual care, $211,144; 2) debt service, $539,545; 3), and roads, $3,390,300. Fund balance has also been assigned $4,432,682 for capital outlay, and $106,430 committed for debt service. Fund balance in nonspendable inventory is $62,248.

The General Fund is the chief operating fund of the City. At the end of the current year, unassigned fund balance of the General Fund was $3,042,694, while total fund balance reached $6,867,777. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 35 percent of total General Fund expenditures, while total fund balance represents 78 percent of that same amount.

Proprietary Funds

The City's proprietary fund provides the same type of information found in the government-wide financial statements but in more detail.

Unrestricted net position of the proprietary funds at the end of the year were $4,057,237. Other factors concerning the finances of this fund have already been addressed in the discussion of the City's business-type activities.

General Fund Budgetary Highlights

There was no difference between the original budget and the final budget.

Capital Assets and Debt Administration

Capital and Right-Of-Use Assets

The City's total investment in capital and right-of-use assets for its governmental and business-type activities as of June 30, 2025 was $84,940,727 (net of accumulated depreciation and amortization). This investment in capital assets includes land, buildings improvements other than buildings, equipment and infrastructure, which includes roads, highways, public improvements, right-of-use assets, water and sewer land, machinery and equipment and distribution systems.

Richfield City's Capital and Right-Of-Use Assets
(net of depreciation)

	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Land	$ 4,793,076	$ 4,653,101	$ 1,479,302	$ 1,479,302	$ 6,272,378	$ 6,132,403
Water Shares	-	-	2,927,604	2,927,604	2,927,604	2,927,604
Buildings	2,423,127	2,311,197	4,247	4,747	2,427,374	2,315,944
Improvements, Distribution	7,718,113	4,465,572	19,642,214	15,978,589	27,360,327	20,444,161
Equipment	749,257	885,014	180,178	223,808	929,435	1,108,822
Vehicles	979,922	742,246	11,194	18,318	991,116	760,564
Infrastructure	30,686,395	30,256,386	-	-	30,686,395	30,256,386
Construction in Progress	7,202,048	10,326,250	5,862,607	7,520,480	13,064,655	17,846,730
Right-Of-Use Assets	281,443	226,728	-	-	281,443	226,728
Total	$ 54,833,381	$ 53,866,494	$ 30,107,346	$ 28,152,848	$ 84,940,727	$ 82,019,342

Additional information on the City's capital assets can be found in the notes to the financial statements.

Long-Term Debt

At the end of the current year, the City had outstanding lease liabilities of $189,945, notes payable of $401,646 and revenue bonds payable of $12,033,058, for a total of $12,624,649.

During the year the City issued a lease of $126,546 for Yamaha Golf Carts for the Golf Course.

	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Notes Payable	$ -	$ -	$ 401,646	$ 584,567	$ 401,646	$ 584,567
Lease Liability	189,945	143,587	-	-	189,945	143,587
Revenue Bonds	1,899,058	2,352,058	10,134,000	11,057,000	12,033,058	13,409,058
Total Long-Term Debt	$ 2,089,003	$ 2,495,645	$ 10,535,646	$ 11,641,567	$ 12,624,649	$ 14,137,212

State statutes limit the amount of general obligation debt a governmental entity may issue to 4 percent of its total fair market value of taxable property in the City. The City has no general obligation debt.

Additional information on the City's long-term debt can be found in the notes of the financial statements.

Request for Information

This financial report is designed to provide a general overview of Richfield City's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Richfield City Recorder, P.O. Box 250, Richfield, Utah, 84701

(This page contains no information and is used to assist in formatting for easier reading)

BASIC FINANCIAL STATEMENTS

RICHFIELD CITY
STATEMENT OF NET POSITION
June 30, 2025

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current Assets:			
Cash and Investments:			
Unrestricted	$ 6,579,932	$ 4,588,251	$ 11,168,183
Restricted	4,140,589	1,893,944	6,034,533
Accounts Receivable (Net)	20,244	319,907	340,151
Property Taxes Receivable	1,516,426	-	1,516,426
Due From Other Government Units	1,356,001	-	1,356,001
Inventory	62,248	-	62,248
Total Current Assets	13,675,440	6,802,102	20,477,542
Noncurrent Assets:			
Capital Assets:			
Not Being Depreciated	11,995,124	10,269,513	22,264,637
Net of Accumulated Depreciation	42,556,814	19,837,833	62,394,647
Right-Of-Use Assets - Net of Accumulated Amortization	281,443	-	281,443
Total Noncurrent Assets	54,833,381	30,107,346	84,940,727
TOTAL ASSETS	68,508,821	36,909,448	105,418,269
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Outflows of Resources	654,039	163,510	817,549
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	$ 69,162,860	$ 37,072,958	$ 106,235,818
LIABILITIES			
Current Liabilities:			
Accounts Payable	$ 253,644	$ 426,837	$ 680,481
Accrued Liabilities	150,494	-	150,494
Retention Payable	-	36,481	36,481
Deposits Payable	-	108,942	108,942
Bond Interest Payable	8,318	43,092	51,410
Accrued Interest Income Recapture		137,334	137,334
Lease Liability - Due Within One Year	84,394	-	84,394
Note Payable - Due Within One Year	-	186,918	186,918
Revenue Bonds Payable - Due Within One Year	396,000	325,000	721,000
Total Current Liabilities	892,850	1,264,604	2,157,454
Noncurrent Liabilities:			
Note Payable - More Than One Year	-	214,728	214,728
Revenue Bonds Payable - More Than One Year	1,503,058	9,809,000	11,312,058
Lease Liability - More Than One Year	105,551	-	105,551
Net Pension Liability	717,298	179,324	896,622
Compensated Absences	199,086	-	199,086
Total Noncurrent Liabilities	2,524,993	10,203,052	12,728,045
TOTAL LIABILITIES	3,417,843	11,467,656	14,885,499
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue - Property Taxes	1,486,259	-	1,486,259
Related to Pensions	6,334	1,583	7,917
TOTAL DEFERRED INFLOWS OF RESOURCES	1,492,593	1,583	1,494,176
NET POSITION			
Net Investment in Capital Assets	52,744,378	19,482,038	72,226,416
Restricted For:			
Inventory	62,248	-	62,248
Debt Service	539,545	387,631	927,176
Construction	-	1,676,813	1,676,813
Perpetual Care	211,144	-	211,144
Roads	3,390,300	-	3,390,300
Unrestricted	7,304,809	4,057,237	11,362,046
TOTAL NET POSITION	64,252,424	25,603,719	89,856,143
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	$ 69,162,860	$ 37,072,958	$ 106,235,818

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

RICHFIELD CITY
STATEMENT OF ACTIVITIES
For The Fiscal Year Ended June 30, 2025

		Program Revenues			Net (Expense) Revenues and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions	Governmental Activities	Business-Type Activities	Total
Function/Programs Primary Government:							
Governmental Activities:							
General Government	$ 1,306,232	$ 128,631	$ 149,863	$1,285,016	$ 257,278	$ -	$ 257,278
Public Safety	2,834,357	109,543	407,924	-	(2,316,890)	-	(2,316,890)
Highways and Public Improvements	3,907,879	-	803,977	496,782	(2,607,120)	-	(2,607,120)
Parks and Recreation	3,024,702	1,649,322	2,879	145,792	(1,226,709)	-	(1,226,709)
Economic Development	70,629	-	-	-	(70,629)	-	(70,629)
Interest on Long-Term Debt	39,857	-	-	-	(39,857)	-	(39,857)
Total Governmental Activities	11,183,656	1,887,496	1,364,643	1,927,590	(6,003,927)	-	(6,003,927)
Business-Type Activities:							
Water Fund	1,144,155	1,244,814	-	8,446	-	109,105	109,105
Sewer Fund	1,784,967	1,551,697	-	-	-	(233,270)	(233,270)
Landfill Fund	196,659	225,234	-	-	-	28,575	28,575
Refuse Fund	401,298	391,863	-	-	-	(9,435)	(9,435)
Total Business-Type Activities	3,527,079	3,413,608	-	8,446	-	(105,025)	(105,025)
Total Primary Government	$14,710,735	$5,301,104	$1,364,643	$1,936,036	(6,003,927)	(105,025)	(6,108,952)
General Revenues:							
Property Taxes					1,681,576	-	1,681,576
Sales Taxes					3,350,532	-	3,350,532
Transient Room Taxes					132,222	-	132,222
Highway Taxes					1,067,454	-	1,067,454
Transportation Sales Tax					291,567	-	291,567
Municipal Energy Tax					544,521	-	544,521
Communication Tax					45,108	-	45,108
Impact/Connection Fees					-	195,861	195,861
Recreation Tax					355,856	-	355,856
Other Taxes					12,799	-	12,799
Other					129,769	-	129,769
Contributions					4,449	-	4,449
Sale of Capital Assets					48,186	-	48,186
Unrestricted Investment Earnings					482,446	181,292	663,738
Total General Revenues and Transfers					8,146,485	377,153	8,523,638
Change in Net Position					2,142,558	272,128	2,414,686
Net Position - Beginning					62,109,866	25,331,591	87,441,457
Net Position - Ending					$ 64,252,424	$ 25,603,719	$ 89,856,143

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

RICHFIELD CITY
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2025

	General Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS				
Cash and Investments	$ 1,998,222	$4,475,280	$ 106,430	$ 6,579,932
Restricted Cash and Investments	3,762,835	-	377,754	4,140,589
Property Taxes Receivable	1,516,426	-	-	1,516,426
Due From Other Government Units	1,159,605	196,396	-	1,356,001
Accounts Receivable	19,844	-	400	20,244
Inventory	62,248	-	-	62,248
TOTAL ASSETS	$ 8,519,180	$4,671,676	$ 484,584	$ 13,675,440
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	$ 27,023	$ 226,621	$ -	$ 253,644
Accrued Liabilities	138,121	12,373	-	150,494
TOTAL LIABILITIES	165,144	238,994	-	404,138
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue - Property Taxes	1,486,259	-	-	1,486,259
Total Deferred Inflows of Resources	1,486,259	-	-	1,486,259
FUND BALANCES				
Nonspendable Inventory	62,248	-	-	62,248
Restricted For:				
Perpetual Care	-	-	211,144	211,144
Debt Service	372,535	-	167,010	539,545
Roads	3,390,300	-	-	3,390,300
Committed For Debt Service	-	-	106,430	106,430
Assigned For:				
Capital Outlay	-	4,432,682	-	4,432,682
Unassigned:				
General Fund	3,042,694	-	-	3,042,694
Total Fund Balance	6,867,777	4,432,682	484,584	11,785,043
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	$ 8,519,180	$4,671,676	$ 484,584	$ 13,675,440

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

RICHFIELD CITY
GOVERNMENTAL BALANCE SHEET RECONCILIATION TO THE STATEMENT OF NET POSITION
June 30, 2025

Total Fund Balances - Governmental Fund Types		$11,785,043
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:		
Land	$ 4,793,076	
Buildings	2,423,127	
Improvements	7,718,113	
Machinery and Equipment	749,257	
Vehicles	979,922	
Infrastructure	30,686,395	
Construction in Progress	7,202,048	
Right-Of-Use Assets	281,443	
Total		54,833,381
To recognize resources associated with pension assets and deferred outflows of pension resources:		
Deferred Outflows of Resources Related to Pensions		654,039
To recognize obligations associated with pension liabilities which are not current obligations and not recorded in the fund statements:		
Net Pension Liability	$ (717,298)	
Deferred Inflows of Resources Related to Pensions	(6,334)	
Total		(723,632)
Long-term liabilities; including bonds payable, lease liabilities, bond interest payable, and compensated absences, are not due payable or consumed in the current period and, therefore, are not reported in the funds:		
Bond Interest Payable	$ (8,318)	
Lease Liability	(189,945)	
Revenue Bonds	(1,899,058)	
Compensated Absences	(199,086)	
Total		(2,296,407)
Net Position of Government Activities		$64,252,424

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

RICHFIELD CITY
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For The Fiscal Year Ended June 30, 2025

	General Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:				
Taxes	$7,343,517	$ -	$ -	$ 7,343,517
Licenses and Permits	199,187	-	-	199,187
Intergovernmental Revenue	1,289,637	2,001,805	-	3,291,442
Charges for Services	550,820	-	-	550,820
Recreation Revenues	1,032,823	-	-	1,032,823
Interest	306,823	175,623	-	482,446
Sale of Assets	-	52,000	-	52,000
Other Revenues	66,708	130,560	176,078	373,346
Total Revenues	10,789,515	2,359,988	176,078	13,325,581
Expenditures:				
Current:				
General Government	1,163,684	7,043	-	1,170,727
Public Safety	2,578,062	463,047	-	3,041,109
Highways and Public Improvements	2,573,224	48,298	-	2,621,522
Parks and Recreation	2,099,152	2,885,873	-	4,985,025
Debt Service:				
Principal	331,188	-	202,000	533,188
Interest	32,727	-	3,995	36,722
Total Expenditures	8,778,037	3,404,261	205,995	12,388,293
Excess Revenues Over (Under) Expenditures	2,011,478	(1,044,273)	(29,917)	937,288
Other Financing Sources (Uses):				
Operating Transfers In	-	522,402	40,005	562,407
Operating Transfers Out	(562,407)	-	-	(562,407)
Contributions	3,658	791	-	4,449
Total Other Financing Sources	(558,749)	523,193	40,005	4,449
Net Change In Fund Balance	1,452,729	(521,080)	10,088	941,737
Fund Balance - Beginning	5,415,048	4,953,762	474,496	10,843,306
Fund Balance - Ending	$6,867,777	$ 4,432,682	$ 484,584	$ 11,785,043

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

RICHFIELD CITY
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

Amounts reported for governmental activities in the Statement of Activities are different because:		
Net Changes in Fund Balances - Total Governmental Funds		$ 941,737
The Statement of Activities shows pension benefits and pension expenses from the adoption of GASB 68 that are not shown on the fund statements.		(163,245)
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. This is the amount by which capital outlays exceeded depreciation in the current period:		
Capital Outlay	$ 3,636,339	
Loss on Disposition of Capital Assets	(3,814)	
Depreciation Expense	(2,665,638)	
Total		966,887
The issuance of long-term debt (e.g., bonds, leases) provide current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt and related items:		
Increase in Accrued Interest Payable	$ (3,137)	
Increase in Compensated Absences	(6,326)	
Issue of Lease Liability Debt	(126,546)	
Principal Payment on Long-Term Debt	533,188	
Total		397,179
Changes In Net Position of Governmental Activities		$ 2,142,558

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

RICHFIELD CITY
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2025

	Business-Type Activities Enterprise Funds			
	Water	Sewer	Nonmajor Funds	Total
ASSETS:				
Current Assets:				
Cash and Investments	$ 3,049,393	$ 1,375,358	$ 163,500	$ 4,588,251
Restricted Cash and Investments	557,480	1,336,464	-	1,893,944
Accounts Receivable	126,363	139,213	54,331	319,907
Total Current Assets	3,733,236	2,851,035	217,831	6,802,102
Noncurrent Assets:				
Capital Assets:				
Land, Water Stock & Rights, Easements and Construction In Progress	897,652	6,401,708	-	7,299,360
Net of Accumulated Depreciation	11,312,311	11,495,675	-	22,807,986
Total Noncurrent Assets	12,209,963	17,897,383	-	30,107,346
TOTAL ASSETS	15,943,199	20,748,418	217,831	36,909,448
DEFERRED OUTFLOWS OF RESOURCES:				
Deferred Outflows Related to Pensions	81,755	81,755	-	163,510
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	$ 16,024,954	$ 20,830,173	$ 217,831	$ 37,072,958
LIABILITIES:				
Current Liabilities:				
Accounts Payable	$ 63,802	$ 315,352	$ 47,683	$ 426,837
Customer Deposits Payable	108,942	-	-	108,942
Bond Interest Payable	19,500	23,592	-	43,092
Retention Payable	-	36,481	-	36,481
Accrued Interest Income Recapture	52,773	84,561	-	137,334
Notes Payable - Current Portion	163,900	23,018	-	186,918
Bonds Payable - Current Portion	99,000	226,000	-	325,000
Total Current Liabilities	507,917	709,004	47,683	1,264,604
Noncurrent Liabilities:				
Notes Payable - Long-Term Portion	167,998	46,730	-	214,728
Bonds Payable - Long-Term Portion	2,303,000	7,506,000	-	9,809,000
Net Pension Liability	89,662	89,662	-	179,324
Total Noncurrent Liabilities	2,560,660	7,642,392	-	10,203,052
TOTAL LIABILITIES	3,068,577	8,351,396	47,683	11,467,656
DEFERRED INFLOWS OF RESOURCES:				
Deferred Inflows Related to Pensions	792	791	-	1,583
NET POSITION:				
Net Investment in Capital Assets	9,476,065	10,005,973	-	19,482,038
Restricted For:				
Debt Service	217,131	170,500	-	387,631
Construction	340,349	1,336,464	-	1,676,813
Unrestricted	2,922,040	965,049	170,148	4,057,237
TOTAL NET POSITION	12,955,585	12,477,986	170,148	25,603,719
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	$ 16,024,954	$ 20,830,173	$ 217,831	$ 37,072,958

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

RICHFIELD CITY
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
For The Fiscal Year Ended June 30, 2025

	Business-Type Activities Enterprise Funds			
	Water	Sewer	Nonmajor Funds	Total
Operating Revenues:				
Charges for Sales and Services	$ 1,230,470	$ 1,549,063	$617,097	$ 3,396,630
Other Revenue	14,344	2,634	-	16,978
Total Operating Revenues	1,244,814	1,551,697	617,097	3,413,608
Operating Expenses:				
Salaries and Wages	176,807	170,179	-	346,986
Employee Benefits	84,195	87,467	-	171,662
Contractual Services	19,036	-	597,957	616,993
Depreciation	270,802	771,033	-	1,041,835
Bad Debt Expense	37	22	-	59
Insurance	31,433	30,433	-	61,866
Professional Services	44,467	66,852	-	111,319
Repairs and Maintenance	194,565	431,998	-	626,563
Sewage Treatment	-	21,009	-	21,009
Supplies	183,934	12,241	-	196,175
Travel and Training	1,478	3,116	-	4,594
Utilities	91,758	69,969	-	161,727
Total Operating Expenses	1,098,512	1,664,319	597,957	3,360,788
Operating Income	146,302	(112,622)	19,140	52,820
Nonoperating Revenues (Expenses):				
Connection Fees	7,100	30,059	-	37,159
Impact Fees	140,328	18,374	-	158,702
Grant Proceeds	8,446	-	-	8,446
Interest Earned	131,682	49,610	-	181,292
Interest Expense	(25,237)	(100,242)	-	(125,479)
Bond Issuance Cost	-	-	-	-
Net Pension/Benefit Expense	(20,406)	(20,406)	-	(40,812)
Total Nonoperating Revenues (Expenses)	241,913	(22,605)	-	219,308
Change in Net Position	388,215	(135,227)	19,140	272,128
Net Position - Beginning	12,567,370	12,613,213	151,008	25,331,591
Net Position - Ending	$12,955,585	$12,477,986	$170,148	$25,603,719

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

RICHFIELD CITY
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For The Fiscal Year Ended June 30, 2025

	Business-Type Activities Enterprise Funds			
	Water	Sewer	Nonmajor Funds	Total
Cash Flows From Operating Activities:				
Receipts From Customers	$ 1,259,455	$ 1,549,988	$ 617,897	$ 3,427,340
Payments to Suppliers	(527,370)	(638,792)	(597,559)	(1,763,721)
Payments to Employees	(261,002)	(257,646)	-	(518,648)
Net Cash Provided by Operating Activities	471,083	653,550	20,338	1,144,971
Cash Flows From Capital and Related Financing Activities:				
Principal Paid on Capital Debt	(395,903)	(710,018)	-	(1,105,921)
Capital Outlay	(1,588,803)	(1,407,531)	-	(2,996,334)
Capital Grants	8,446	-	-	8,446
Interest Paid on Capital Debt	(32,545)	(124,419)	-	(156,964)
Net Cash Provided (Used) by Capital and Related Financing Activities	(2,008,805)	(2,241,968)	-	(4,250,773)
Cash Flows from Investing Activities:				
Interest Earned	184,456	134,171	-	318,627
Connection and Impact Fees	147,428	48,432	-	195,860
Net Cash Provided (Used) by Investing Activities	331,884	182,603	-	514,487
Net Increase (Decrease) in Cash and Investments	(1,205,838)	(1,405,815)	20,338	(2,591,315)
Cash and Investments - Beginning	4,812,711	4,117,637	143,162	9,073,510
Cash and Investments - Ending	$ 3,606,873	$ 2,711,822	$ 163,500	$ 6,482,195
Reconciliation of Operating Income to Net Cash Provided (Used) By Operating Activities:				
Operating Income	$ 146,302	$ (112,622)	$ 19,140	$ 52,820
Adjustments to Reconcile Operating Income to Net Cash Provided By Operating Activities:				
Depreciation	270,802	771,033	-	1,041,835
Increase (Decrease) in Operating Assets				
Accounts Receivable	14,641	(1,709)	801	13,733
Accounts Payable	42,613	52,911	397	95,921
Accrued Liabilities	(3,275)	(56,063)	-	(59,338)
Total Adjustments	324,781	766,172	1,198	1,092,151
Net Cash Provided by Operating Activities	$ 471,083	$ 653,550	$ 20,338	$ 1,144,971

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Richfield City conform to accounting principles generally accepted in the United States of America as applicable to governments. The following is a summary of the more significant policies:

The accompanying basic financial statements present the financial position of various fund types and the results of operations of the various fund types. The basic financial statements are presented for the year ended June 30, 2025.

The following is a summary of the more significant policies:

A. Reporting Entity

Richfield City is a municipal corporation in Sevier County, Utah. It is governed by an elected Mayor and a five-member council. As required by generally accepted accounting principles, these financial statements are of the primary government, Richfield City, the reporting entity. The City has no component units.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., Statement of Net Position and Statement of Activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

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

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

Property taxes, franchise taxes, licenses and interest associated with the current fiscal period are considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenues items are considered to be measurable and available only when cash is received by the government.

The government reports the following major governmental funds:

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

The Capital Projects Fund account for the acquisition of fixed assets or construction of major capital improvements not being financed by proprietary or nonexpendable trust funds.

The government also reports the following other governmental funds:

The Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

The Debt Service Funds which accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of the governmental funds.

The Perpetual Care Permanent Fund is used to account for principal trust amounts received and related interest income. The interest portion of the trust can be used to maintain the cemetery.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The government reports the following enterprise funds:

The Water, Sewer, Landfill, and Refuse Collection Funds account for the activities of the City's utility operations. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of water, sewer, landfill and refuse collection are charges to customers for services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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

D. Assets, Liabilities and Net Position or Equity

Deposits and Investments:

The cash balances of substantially all funds are pooled and invested by the City for the purpose of increasing earnings through investment activities and providing efficient management of temporary investments. The City's investments are reported at amortized cost, which approximates fair value at year-end. The Utah Public Treasurers' Investment Fund (PTIF) operates in accordance with appropriate Utah state laws. Investments are recorded at amortized cost, which approximates fair *value in accordance with GASB Statement No. 72, Fair Value Measurement and Application*. The value of the City's position in the PTIF investment pool is the same as the value of the pool shares. Changes in the fair value in investments are recorded as investment earnings. Earnings on pooled funds are apportioned and paid or credited to funds based on the average earnings of each participating fund.

Cash and Investments:

The City considers cash and cash equivalents to be cash on hand and demand deposits, and considers investments to be short-term investments with original maturities of three months or less from the date of acquisition, including the PTIF.

Capital Assets:

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than $5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at date of donation.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant, and equipment of the primary government is depreciated using the straight line method over the following estimated useful lives:

Buildings	40 Years
Improvements Other Than Buildings	20 - 40 Years
Machinery and Equipment	3 - 10 Years
Distribution System	30 - 40 Years
Infrastructure	40 Years

The City has adopted and complied with GASB 87, regarding the classification and disclosure of leases and the related leased assets and liabilities. The City has also adopted and complied with GASB 96, regarding intangible assets.

Long-Term Obligations:

In the government-wide financial statements, governmental long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities Statement of Net Position.

In the fund financial statement, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, if any, 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.

Equity Classifications:

Equity is classified in the government-wide financial statements as net position and is displayed in three components:

a. Net investment in capital assets - consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

b. Restricted net position - consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

c. Unrestricted net position - All other net position that do not meet the definition of "restricted" or "net investment in capital assets".

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

In the fund financial statements, governmental fund equity is classified as fund balance. Fund balance is further classified as Nonspendable, Restricted, Committed, Assigned, or Unassigned.

Nonspendable Fund Balance classification includes amounts that cannot be spent because they are either (a) not in spendable form, or (b) legally or contractually required to be maintained intact.

Restricted Fund Balance classification are restricted by enabling legislation. Also reported if, (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance classification includes those funds that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision making authority.

Assigned Fund Balance classification includes amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed. It also includes all remaining amounts that are reported in governmental funds, other than the General Fund, that are not classified as nonspendable, restricted, or committed, and are intended to be used for specific purposes.

Unassigned Fund Balance classification is the residual classification for the General Fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund.

Proprietary Fund equity is classified the same as in the government-wide statements.

E. Property Taxes

Property taxes are assessed and collected for the City by Sevier County and remitted to the City shortly after collection. Property taxes become a lien on January 1 and are levied on the first Monday in August. Taxes are due and payable on November 1, and are delinquent after November 30. All dates are in the year of levy.

F. Budgets and Budgetary Accounting:

Annual budgets are prepared and adopted by ordinance by total for each department in accordance with State law by the Mayor and City council on or before June 22 for the following Fiscal year beginning July 1. Estimated revenues and appropriations may be increased or decreased by resolution of the City Council at any time during the year. A public hearing must be held prior to any proposed increase in a fund's appropriations. Budgets include activities in the General Fund. The level of the City's budgetary control (the level at which the City's expenditures cannot legally exceed appropriations) is established at the department level. Each department head is responsible for operating within the budget for their department. All annual budgets lapse at fiscal year end.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Utah State law prohibits the appropriation of unreserved General Fund balance to an amount less than 5% of the General Fund revenues. The 5% reserve that cannot be budgeted is used to provide working capital until tax revenue is received, to meet emergency expenditures, and to cover unanticipated deficits. Any unreserved General Fund balance greater than 35% of this year's revenues must be appropriated within the following two years.

Once adopted, the budget may be amended by the City council without hearing provided the budgeted expenditures do not exceed budgeted revenues and appropriated fund balance. A public hearing must be held if the budgeted expenditures will exceed budgeted revenues and any fund balance which is available for budgeting. With the consent of the Mayor, department heads may reallocate unexpended appropriated balances from one expenditure account to another within that department during the budget year. Budgets for the General Fund are prepared on the modified accrual basis of accounting. Encumbrances are not used.

G. Use of Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

H. Date of Subsequent Event Evaluation

Richfield City's subsequent events have been evaluated through the day of the financial statement issuance of November 2, 2025.

I. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources,* represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has only one type of item that qualifies for reporting in this category, deferred outflows as relating to pensions as described in Note 12.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources,* represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has two types of items that qualify for reporting in this category. The City reports unavailable revenues from property taxes and deferred inflows as relating to pensions as described in Note 12. These amounts are deferred and recognized as an inflow of resources in the period in which the amounts become available.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Utah Retirement Systems Pension Plan (URS) and additions to/deductions from URS's fiduciary net position have been determined on the same basis as they are reported by URS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

NOTE 2 - CASH AND INVESTMENTS

Deposits:

Deposits and Investments are carried at amortized cost, which approximates fair value. A reconciliation of cash and investments at June 30, 2025, as shown on the financial statements is as follows:

	Carrying at Fair Value
Demand Deposits	$ 8,173,934
Investments - PTIF	9,028,782
Total Cash and Investments	$17,202,716
Governmental Activities - Unrestricted	$ 6,579,932
Governmental Activities - Restricted	4,140,589
Business-Type Activities - Unrestricted	4,588,251
Business-Type Activities - Restricted	1,893,944
Total Cash and Investments	$17,202,716

Custodial Credit Risk

Custodial credit risk is the risk that, in the event of a bank failure, the City's deposits may not be returned to it. The City does not have a formal deposit policy for custodial credit risk. As of June 30, 2025, $8,547,571 of the City's bank balances of $8,737,938 was uninsured and uncollateralized.

NOTE 2 - CASH AND INVESTMENTS (CONTINUED)
Investments:

The State of Utah Money Management council has the responsibility to advise the State Treasurer about investment policies, promote measures and rules that will assist in strengthening the banking and credit structure of the state, and review the rules adopted under the authority of the State of Utah Money Management Act that relate to the deposit and investment of public funds.

The City follows the requirements of the Utah Money Management Act (*Utah Code*, Title 51, Chapter 7) in handling its depository and investment transactions. The Act requires the depositing of City funds in a qualified depository. The Act defines a qualified depository as any financial institution whose deposits are insured by an agency of the Federal Government and which has been certified by the State Commissioner of Financial Institutions as meeting the requirements of the Act and adhering to the rules of the Utah Money Management Council.

The Money Management Act defines the types of securities authorized as appropriate investments for the City's funds and the conditions for making investment transactions. Investment transactions may be conducted only through qualified depositories, certified dealers, or directly with issuers of the investment securities.

Statutes authorize the City to invest in negotiable or nonnegotiable deposits of qualified depositories and permitted negotiable depositories; repurchase and reverse purchase agreements; commercial paper that is classified as "first tier" by two nationally recognized statistical rating organizations; bankers' acceptances; obligations of the United States Treasury including bills, notes, and bonds; obligations, other than mortgage derivative products issued by U.S. government sponsored enterprises (U.S. Agencies) such as the Federal Home Loan Bank System, Federal Home Loan Mortgage Corporation (Freddie Mac), and Federal National Mortgage Association (Fannie Mae); bonds, notes, and other evidence of indebtedness of political subdivisions of the State; fixed rate corporate obligations and variable rate securities rated "A" or higher, or the equivalent of "A" or higher, by two nationally recognized statistical rating organizations; shares or certificates in a money market mutual fund as defined in the Money Management Act; and the Utah State Public Treasurers' Investment Fund.

The Utah State Treasurer's Office operates the Public Treasurers' Investment Fund (PTIF). The PTIF is available for investment of funds administered by any Utah public treasurer and is not registered with the SEC as an investment company. The PTIF is authorized and regulated by the Money Management Act (*Utah Code*, Title 51, Chapter 7). The Act established the Money Management Council which oversees the activities of the State Treasurer and the PTIF and details the types of authorized investments. Deposits in the PTIF are not insured or otherwise guaranteed by the State of Utah, and participants share proportionally in any realized gains or losses on investments.

The PTIF operates and reports to participants on an amortized cost basis. The income, gains, and losses of the PTIF, net of administration fees, are allocated based upon the participant's average daily balance. The fair value of the PTIF investment pool is approximately equal to the value of the pool shares.

NOTE 2 - CASH AND INVESTMENTS (CONTINUED)

Fair Value of Investments

The City measures and records its investments at amortized cost, which approximates fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy, as follows:

* Level 1: Quoted prices for identical investments in active markets;
* Level 2: Observable inputs other than quoted market prices; and,
* Level 3: Unobservable inputs.

At June 30, 2025, the City had the following recurring fair value measurements:

		Fair Value Measurements Using		
Investments By Fair Value Level	June 30, 2025	Level 1	Level 2	Level 3
Debt Securities:				
Utah Public Treasurers' Investment Fund	$ 9,046,708	$ -	$ 9,046,708	$ -
Total Investments by Fair Value Level	$ 9,046,708	$ -	$ 9,046,708	$ -

Debt and equity securities classified in Level 1 are valued using prices quoted in active markets for those securities. Debt and equity securities classified in Level 2 are valued using the following approaches:

* Utah Public Treasurers' Investment Fund: application of the June 30, 2025 fair value factor, as calculated by the Utah State Treasurer, to the City's average daily balance in the Fund.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City's policy for managing its exposure to fair value loss arising from increasing interest rates is to comply with the State's Money Management Act. Section 51-7-11 of the Money Management Act requires that the remaining term to maturity of investments may not exceed the period of availability of the funds to be invested. The Act further limits the remaining term to maturity on all investments in commercial paper, bankers' acceptances, fixed rate negotiable deposits, and fixed rate corporate obligations to 270 days - 15 months or less. The Act further limits the remaining term to maturity on all investments in obligations of the United States Treasury; obligations issued by U.S. government sponsored enterprises; and bonds, notes, and other evidence of indebtedness of political subdivisions of the State to 5 years. In addition, variable rate negotiable deposits and variable rate securities may not have a remaining term to final maturity exceeding 3 years.

NOTE 2 - CASH AND INVESTMENTS (CONTINUED)

As of June 30, 2025, the City's investments had the following maturities:

		Investment Maturities in Years			
Investment Type	Fair Value	Less than 1	1-5	6-10	More than 10
Utah Public Treasurers' Investment Fund	$ 9,046,708	$ 9,046,708	$ -	$ -	$ -
Total	$ 9,046,708	$ 9,046,708	$ -	$ -	$ -

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City's policy for reducing its exposure to credit risk is to comply with the State's Money Management Act, as previously discussed.

At June 30, 2025, the City's investments had the following quality ratings:

		Quality Ratings			
Investment Type	Fair Value	AAA	AA	A	Unrated
Utah Public Treasurers' Investment Fund	$ 9,046,708	$ -	$ -	$ -	$ 9,046,708
Total	$ 9,046,708	$ -	$ -	$ -	$ 9,046,708

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The City's policy for reducing this risk of loss is to comply with the Rules of the Money Management Council. Rule 17 of the Money Management Council limits investments with a single issuer of commercial paper and corporate obligations to 5-10% depending upon the total dollar amount held in the portfolio. The City places no other limits on the amount it may invest in any one issuer.

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City does not have a formal policy for custodial credit risk. As of June 30, 2025, the City had $9,046,708 in debt security investments, level 2, which were held by the investment's counterparty. The City places no other limits on the amount of investments to be held by counterparties.

NOTE 3 - WATER SHARES

The Water Fund has water shares and water rights which are shown on the balance sheet at a cost of $2,927,604. The current value of the water shares and water rights is in excess of the cost.

NOTE 4 - CAPITAL ASSETS

Capital assets activity for the fiscal year ended June 30, 2025, is as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities:				
Capital Assets Not Being Depr.:				
Land	$ 4,403,101	$ 139,975	$ -	$ 4,543,076
Land Related to Infrastructure	250,000	-	-	250,000
Construction In Progress	10,326,250	2,726,283	5,850,485	7,202,048
Total Capital Assets Not Being Depreciated	14,979,351	2,866,258	5,850,485	11,995,124
Capital Assets Being Depreciated:				
Buildings	6,740,158	219,169	-	6,959,327
Improvements	12,583,225	3,604,814	-	16,188,039
Machinery and Equipment	3,124,653	85,852	-	3,210,505
Vehicles	3,261,472	449,444	138,163	3,572,753
Infrastructure	43,069,126	2,134,741	-	45,203,867
Total Capital Assets Being Depreciated	68,778,634	6,494,020	138,163	75,134,491
Less Accumulated Depr. For:				
Buildings	4,428,961	107,239	-	4,536,200
Improvements	8,117,653	352,273	-	8,469,926
Machinery and Equipment	2,239,639	221,609	-	2,461,248
Vehicles	2,519,226	207,954	134,349	2,592,831
Infrastructure	12,812,740	1,704,732	-	14,517,472
Total Accumulated Depreciation	30,118,219	2,593,807	134,349	32,577,677
Total Capital Assets Being Depreciated (Net)	38,660,415	3,900,213	3,814	42,556,814
Governmental Activities Capital Assets, Net	53,639,766	6,766,471	5,854,299	54,551,938
Right-Of-Use Assets:				
Right-Of-Use Assets	392,300	126,546	-	518,846
Less: Accumulated Amortization	165,572	71,831	-	237,403
Total Right-Of-Use Assets (Net)	$ 226,728	$ 54,715	$ -	$ 281,443

NOTE 4 - CAPITAL ASSETS (CONTINUED)

	Beginning Balance	Additions	Deletions	Ending Balance
Business-Type Activities:				
Capital Assets Not Being Depreciated:				
Land	$ 1,479,302	$ -	$ -	$ 1,479,302
Water Shares	2,927,604	-	-	2,927,604
Construction In Progress	7,520,480	2,972,128	4,630,000	5,862,608
Total Capital Assets Not Being Depreciated	11,927,386	2,972,128	4,630,000	10,269,514
Capital Assets Being Depreciated:				
Buildings	55,345	-	-	55,345
Machinery and Equipment	770,716	-	-	770,716
Vehicles	311,374	-	-	311,374
Distribution System	29,372,131	4,654,206	-	34,026,337
Total Capital Assets Being Depreciated	30,509,566	4,654,206	-	35,163,772
Less Accumulated Depreciation For:				
Buildings	50,598	500	-	51,098
Machinery and Equipment	546,908	43,630	-	590,538
Vehicles	293,056	7,124	-	300,180
Distribution System	13,393,542	990,581	-	14,384,123
Total Accumulated Depreciation	14,284,104	1,041,835	-	15,325,939
Total Capital Assets Being Depreciated (Net)	16,225,462	3,612,371	-	19,837,833
Business-Type Activities Capital Assets, Net	28,152,848	6,584,499	4,630,000	30,107,347
Total Capital Assets	81,792,614	13,350,970	10,484,299	84,659,285
Total Right-Of-Use Assets	$ 226,728	$ 54,715	$ -	$ 281,443

NOTE 4 - CAPITAL ASSETS (CONTINUED)

Depreciation and amortization expense was charged to functions of the Primary Government as follows:

	Governmental Activities	Business-Type Activities
General Government	$ 154,207	$ -
Public Safety	242,692	-
Highways and Public Improvements	1,839,110	-
Parks and Recreation	352,597	-
Community Development	77,032	-
Water Fund	-	270,802
Sewer Fund	-	771,033
Total Depreciation and Ammortization Expense	$ 2,665,638	$ 1,041,835

NOTE 5 - BOND RESERVES

Governmental Funds:

	Issue Date	Total Issued	Annual Requirement	Maximum Reserve	Reserve to Date
Street Imp. - 2009	2008	$ 770,000	$ -	$ 77,000	$ 77,000
MBA - 2011	2010	659,000	-	22,000	22,000
MBA - 2012	2012	805,000	-	27,000	27,000
MBA - 2014	2014	500,000	-	17,000	17,000
MBA - 2015	2014	318,000	-	33,000	33,000
Street Imp. - 2018	2018	245,000	4,498	26,985	26,985
Street Imp. - 2019	2019	2,025,000	44,758	268,550	268,550
Total Governmental Funds Bond Reserves					$ 471,535

Business-Type Funds:

	Issue Date	Total Issued	Annual Requirement	Maximum Reserve	Reserve to Date
Water Rev. Bond	2003B	$ 2,000,000	$ -	$ 138,000	$ 138,000
Water Rev. Bond	2011	1,250,000	-	60,000	60,000
Water Rev. Bond	2023	1,680,000	10,932	65,590	19,131
Sewer Rev. Bond	2021B	6,200,000	46,500	279,000	170,500
Total Business-Type Funds Bond Reserves					$ 387,631

NOTE 6 - LONG-TERM DEBT

Governmental Long-Term Debt:

Bonds Payable:

MBA - Lease Revenue Bonds, Series 2011:

During 2010 the City obtained financing for the purpose of constructing airport improvements for $659,000. The terms of the loan require yearly payments with no interest on July 1 of each year beginning in 2013, ending July 1, 2041. The City has pledged 100% of the base and other rentals of the airport to pay for this bond. The bond contains a significant default event of not paying the principal or interest according to the payment schedule. Upon the occurrence of a default, the bondholders may declare the principal and interest immediately due and payable and by court order appoint a receiver.

MBA - Lease Revenue Bonds, Series 2012:

During 2012 the City obtained financing for the purpose of constructing a fire station for $805,000. The terms of the loan require yearly payments with no interest on July 1 of each year beginning in 2013, ending July 1, 2042. The City has pledged 100% of the base and other rentals of the fire station to pay for this bond. The bond contains a significant default event of not paying the principal or interest according to the payment schedule. Upon the occurrence of a default, the bondholders may declare the principal and interest immediately due and payable and by court order appoint a receiver.

MBA - Lease Revenue Bonds, Series 2014:

During 2014 the City obtained financing for the purpose of constructing improvements to the City's airport for $500,000. The terms of the loan require yearly payments with no interest on July 1 of each year beginning in 2016, ending July 1, 2045. The City has pledged 100% of the base and other rentals of the airport to pay for this bond. The bond contains a significant default event of not paying the principal or interest according to the payment schedule. Upon the occurrence of a default, the bondholders may declare the principal and interest immediately due and payable and by court order appoint a receiver.

MBA - Lease Revenue Bonds, Series 2015:

During 2014 the City obtained financing for the purpose of purchasing a new Fire Truck for $318,000. The terms of the loan require yearly payments with interest on October 1 of each year beginning in 2016, ending October 1, 2025. The bond carries an interest rate of 1.5%. The City has pledged 100% of the base and other rentals of the fire truck to pay for this bond. The bond contains a significant default event of not paying the principal or interest according to the payment schedule. Upon the occurrence of a default, the bondholders may declare the principal and interest immediately due and payable and by court order appoint a receiver.

NOTE 6 - LONG-TERM DEBT (CONTINUED)

Sales Tax Revenue Refunding Bonds, Series 2017:

During 2016 the City issued Series 2017 Sales Tax Revenue Refunding Bonds for the purpose of refunding the Series 2008 Sale Tax Revenue Bonds for $429,000. The bonds shall mature annually on October 1 of each year beginning 2016 through and including the year 2027 with interest at between .6% and 2.4% payable semi-annually on April 1 and October 1 of each year. The City has pledged 100% of Sales Tax revenues to pay for this bond. The bond contains a significant default event of not paying the principal or interest according to the payment schedule. Upon the occurrence of a default, the bondholders may declare the principal and interest immediately due and payable and by court order appoint a receiver.

Street Improvement Revenue Bond, Series 2018:

During 2018, the City obtained financing for the purpose of construction and maintenance of 1300 through 800 South for $245,000. The terms of the loan require yearly payments with interest on September 1 of each year beginning in 2019, ending September 1, 2028. The bond carries an interest rate of 1.5%. The City has pledged 100% of the State Road Funds to pay for this bond. The bond contains a significant default event of not paying the principal or interest according to the payment schedule. Upon the occurrence of a default, the bondholders may declare the principal and interest immediately due and payable. In addition, the bond holder may impose on the entire outstanding amount at 18% until the default is cured.

Parity Street Improvement Revenue Bond, Series 2019:

During 2019, the City obtained financing for the purpose of maintaining and improving streets City wide for $2,025,000. The terms of the loan require yearly payments with interest on February 1 of each year beginning in 2020, ending February 1, 2028. The bond carries an interest rate of 2.5%. The City has pledged 100% of the State Road Funds to pay for this bond. The bond contains a significant default event of not paying the principal or interest according to the payment schedule. Upon the occurrence of a default, the bondholders may declare the principal and interest immediately due and payable. In addition, the bond holder may impose on the entire outstanding amount at 18% until the default is cured.

Leases Payable:

Tymco, Inc

During 2020, the City obtained financing for the purpose of purchasing a new Street Sweeper for $277,200. The City traded in their old sweeper for $21,000 and made a down payment of $50,000, leaving a lease balance of $206,200 payable to Tymco, Inc. The terms of the lease require yearly payments with interest of $38,317 on May 1 of each year beginning in 2021 and ending May 1, 2026. The lease carries an interest rate of 3.2%.

NOTE 6 - LONG-TERM DEBT (CONTINUED)

Leases Payable (Continued):

State Bank of Southern Utah

During 2023, the City obtained financing for the purpose of purchasing new lawn mowers for $115,100. The terms of the municipal lease and option agreement require yearly payments with interest of $24,685 on March 25 of each year beginning in 2023 and ending March 25, 2027. The lease carries an interest rate of 2.48%.

Yamaha Financial Services

During 2024 the City leased Yamaha Golf Carts for $126,546, with an interest rate of 6.08%, payments to begin September 1, 2024 and maturing September 1, 2028, with annual payments of principal and interest of $30,107.

Compensated Absences:

Compensated absences of Richfield City represent accrued vacation pay and associated payroll costs owed at June 30, 2025, in the amount of $199,086.

	Beginning Balance	Net Change Additions	Net Change Deletions	Ending Balance
Compensated Absences	$ 192,760	$ 6,326	$ -	$ 199,086

Business-Type Long-Term Debt:

Bonds Payable:

Parity Water Revenue Bonds, Series 2003:

During 2003, the City issued two parity revenue bonds for the purpose of providing funds to finance all or part of the cost of improving the culinary water system of the City. The following Series 2003A and 2003B Parity Water Revenue Bonds were issued by the City. The City has pledged 100% of the revenues of the water system to pay for this bond. The bonds contain a significant default event of not paying the principal or interest according to the payment schedule. Upon the occurrence of a default, the bondholders may declare the principal and interest immediately due and payable and by court order appoint a receiver.

Parity Water Revenue Bonds, Series 2003A: (Retired in 6/30/24 fiscal year)

Utah State Division of Finance Series 2003A Parity Water Revenue Bonds for $700,000 with an interest rate of 2.5%. Payments begin on March 1, 2005 and will end on March 1, 2024.

NOTE 6 - LONG-TERM DEBT (CONTINUED)

Business-Type Long-Term Debt:

Bonds Payable (Continued):

Parity Water Revenue Bonds, Series 2003B: (Retired in current fiscal year)

Utah State Division of Finance Series 2003B Parity Water Revenue Bonds for $2,000,000 with an interest rate of 2.5%. Payments begin July 1, 2005 and will end on July 1, 2024.

Water Revenue Bonds, Series 2011:

During 2011 the City issued revenue bonds for the purpose of providing funds to finance part of the cost of improving the culinary water system of the City for $1,250,000. The terms of the loan require yearly payments with no interest on January 1 of each year beginning in 2014, ending January 1, 2038. The City has pledged 100% of the revenues of the water system to pay for this bond. The bond contains a significant default event of not paying the principal or interest according to the payment schedule. Upon the occurrence of a default, the bondholders may declare the principal and interest immediately due and payable.

Parity Water Revenue Bonds, Series 2023:

During 2023 the City issued parity revenue bonds for the purpose of providing funds to finance part of the cost of improving the culinary water system of the City for $1,680,000. The terms of the loan require yearly payments with 1% interest on January 1 of each year beginning in 2025, ending October 1, 2053. The City has pledged 100% of the revenues of the water system to pay for this bond. The bond contains a significant default event of not paying the principal or interest according to the payment schedule. Upon the occurrence of a default, the bondholders may declare the principal and interest immediately due and payable.

Sewer Revenue Refunding Bonds, Series 2021:

On February 23, 2021, Richfield City issued Sewer Revenue Refunding Bonds, Series 2021 of $3,274,000 with an interest rate between 1.15% and 2.2%. The proceeds were used to refund $3,540,000 of the outstanding Series 2009 Sewer Revenue Bonds which had an interest rates of 2.5%. The net proceeds of $3,274,000 were deposited in an irrevocable trust with an escrow agent (Zions Bank). The City paid bond issuance costs of $10,000 and deposited $333,604 into the trust account with Zions Bank to be applied to the unpaid balance of the bonds, including accrued interest up to the date of refunding. As a result, the Series 2009 Sewer Revenue Bonds are considered retired in the current refunding and the liability for those bonds has been removed from the statement of net position.

NOTE 6 - LONG-TERM DEBT (CONTINUED)

Sewer Revenue Refunding Bonds, Series 2021 (Continued):

The City current refunded the Series 2009 Sewer Revenue Bonds to reduce its annual cash flow by an average of $45,677 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of $155,025. The refunding bonds have been purchased by Zions Bank and will be paid back over a 14 year period. Payments between $190,068 and $272,882 per year will begin July 1, 2021 and continue on July 1st of each of the years set forth in the repayment schedule. A semi-annual interest only payment will be required on January 1st in each year until the final payment is made.

Sewer Parity Revenue Bonds, Series 2021B:

On November 1, 2021, Richfield City issued Sewer Parity Revenue Bonds, Series 2021B of $6,200,000 with an interest rate of 1%. The proceeds were used to reinforce sewer lagoons and other related sewer system improvements. The terms of the bonds require yearly payments of between $281,000 and $282,000 beginning on February 1, 2023 and ending February 1, 2047. The bonds carry an interest rate of 1% and the City has pledged 100% of the revenues of the water system to pay for the bond. The bonds contains a significant default event of not paying the principal or interest according to payment schedule. Upon the occurrence of a default, the bondholders may declare the principal and interest immediately due and payable.

Notes Payable - Water Fund:

Billy and Kaye White Trust

On August 12, 2021 the City entered into a seller financing agreement for the purpose of purchasing water rights from the Billy and Kaye White Trust for $874,000. The terms of the note require and initial down payment of $74,000 with the balance of $800,000 being payable in equal monthly installments of $172,197.49 beginning August 12, 2023, ending August 12, 2026. The note carries an interest rate of 2.5%.

Notes Payable - Sewer Fund:

Sevier County Special Service District #1:

On July 25, 2017 the City entered into an agreement with Sevier County Special Service District #1 to provide payment for reimbursement installation costs of a sewer line along 1500 South in Richfield in the amount of $158,743. The terms of the lease require seven equal annual installments of principal and interest of $23,133.38 beginning July 25, 2021, ending July 25, 2027. The note carries an interest rate of 0.5% which will accrue from the date of the Agreement and paid with the first installment.

NOTE 6 - LONG-TERM DEBT (CONTINUED)

Governmental Long-Term Debt:

The following is an amortization of Governmental Long-Term Debt to maturity:

Fiscal Year Ended June 30	Revenue Bonds: Direct Placement MBA Lease Revenue 2011 Principal	Interest	Direct Placement MBA Lease Revenue 2012 Principal	Interest	Direct Placement MBA Lease Revenue 2014 Principal	Interest
2026	$ -	$ -	$ -	$ -	$ -	$ -
2027	22,000	-	27,000	-	17,000	-
2028	22,000	-	27,000	-	17,000	-
2029	22,000	-	27,000	-	17,000	-
2030	22,000	-	27,000	-	17,000	-
2031-2035	110,000	-	135,000	-	85,000	-
2036-2040	110,000	-	133,000	-	85,000	-
2041-2045	65,000	-	78,000	-	79,000	-
2046	-	-	-	-	13,000	-
	$ 373,000	$ -	$ 454,000	$ -	$ 330,000	$ -

Fiscal Year Ended June 30	Revenue Bonds: Direct Placement MBA Lease Revenue 2015 Principal	Interest	Direct Placement Sales Tax Revenue 2017 Principal	Interest	Direct Placement Street Improvement 2018 Principal	Interest
2026	$ 33,000	$ 495	$ 38,000	$ 2,237	$ 25,000	$ 1,530
2027	-	-	39,000	1,399	25,000	1,155
2028	-	-	40,000	480	26,000	780
2029	-	-	-	-	26,000	390
2030	-	-	-	-	-	-
2031-2035	-	-	-	-	-	-
2036-2040	-	-	-	-	-	-
2041-2045	-	-	-	-	-	-
2046	-	-	-	-	-	-
	$ 33,000	$ 495	$ 117,000	$ 4,116	$ 102,000	$ 3,855

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NOTE 6 - LONG-TERM DEBT (CONTINUED)

Governmental Long-Term Debt (Continued):

The following is an amortization of Governmental Long-Term Debt to maturity (Continued):

Fiscal Year Ended June 30	Revenue Bonds Direct Placement Street Improvement 2019 Principal	Revenue Bonds Direct Placement Street Improvement 2019 Interest	Total Revenue Bonds Direct Placement Revenue Bonds Principal	Total Revenue Bonds Direct Placement Revenue Bonds Interest	Leases Direct Placement Yamaha Golf Course Principal	Leases Direct Placement Yamaha Golf Course Interest
2026	$ 235,000	$ 12,251	$ 331,000	$ 16,513	$ 23,776	$ 6,331
2027	245,000	6,376	375,000	8,930	25,221	4,886
2028	10,058	251	142,058	1,511	26,755	3,352
2029	-	-	92,000	390	28,381	1,726
2030	-	-	66,000	-	-	-
2031-2035	-	-	330,000	-	-	-
2036-2040	-	-	328,000	-	-	-
2041-2045	-	-	222,000	-	-	-
2046	-	-	13,000	-	-	-
	$ 490,058	$ 18,878	$ 1,899,058	$ 27,344	$ 104,133	$ 16,295

Fiscal Year Ended June 30	Leases Direct Borrowing Tymco, Inc - Sweeper Principal	Leases Direct Borrowing Tymco, Inc - Sweeper Interest	Leases Direct Borrowing State Bank of SU - Mowers Principal	Leases Direct Borrowing State Bank of SU - Mowers Interest	Total Direct Borrowing Leases Principal	Total Direct Borrowing Leases Interest
2026	$ 38,244	$ 73	$ 23,489	$ 1,196	$ 85,509	$ 7,600
2027	-	-	24,079	605	49,300	5,491
2028	-	-	-	-	26,755	3,352
2029	-	-	-	-	28,381	1,726
	$ 38,244	$ 73	$ 47,568	$ 1,801	$ 189,945	$ 18,169

Business-Type Long-Term Debt:

The following is an amortization of Business-Type Long-Term Debt to maturity:

Fiscal Year Ended June 30	Revenue Bonds Direct Placement Water Revenue 2011 Principal	Revenue Bonds Direct Placement Water Revenue 2011 Interest	Revenue Bonds Direct Placement Parity Water Revenue 2023 Principal	Revenue Bonds Direct Placement Parity Water Revenue 2023 Interest	Revenue Bonds Direct Placement Sewer Revenue Ref 2021A Principal	Revenue Bonds Direct Placement Sewer Revenue Ref 2021A Interest
2026	$ 50,000	$ -	$ 49,000	$ 16,320	$ -	$ 20,054
2027	60,000	-	49,000	15,830	237,000	38,390
2028	60,000	-	50,000	15,340	240,000	34,812
2029	60,000	-	50,000	14,840	245,000	30,930
2030	60,000	-	51,000	14,340	248,000	26,739
2031-2035	300,000	-	261,000	63,980	1,228,000	61,116
2036-2040	180,000	-	275,000	50,660	-	-
2041-2045	-	-	289,000	36,620	-	-
2046-2050	-	-	304,000	21,870	-	-
2051-2054	-	-	254,000	6,370	-	-
	$ 770,000	$ -	$ 1,632,000	$ 256,170	$ 2,198,000	$ 212,041

NOTE 6 - LONG-TERM DEBT (CONTINUED)

Business-Type Long-Term Debt (Continued):

The following is an amortization of Business-Type Long-Term Debt to maturity:

Fiscal Year Ended June 30	Revenue Bonds Direct Placement Sewer Revenue 2021B Principal	Interest	Total Direct Placement Revenue Bonds Principal	Interest
2026	$ 226,000	$ 55,340	$ 325,000	$ 91,714
2027	228,000	53,080	574,000	107,300
2028	231,000	50,800	581,000	100,952
2029	233,000	48,490	588,000	94,260
2030	235,000	48,160	594,000	89,239
2031-2035	1,212,000	195,040	3,001,000	320,136
2036-2040	1,274,000	133,220	1,729,000	183,880
2041-2045	1,340,000	68,210	1,629,000	104,830
2046-2050	555,000	8,340	859,000	30,210
2051-2054	-	-	254,000	6,370
	$ 5,534,000	$ 660,680	$ 10,134,000	$1,128,891

Fiscal Year Ended June 30	Notes Payable Direct Borrowing White Trust - Water Fund Principal	Interest	Direct Borrowing Sevier SSD#1 - Sewer Fund Principal	Interest	Total Direct Borrowing Notes Payable Principal	Interest
2026	$ 163,900	$ 8,297	$ 23,133	$ 349	$ 187,033	$ 8,646
2027	167,998	4,200	23,250	233	191,248	4,433
2028	-	-	23,365	117	23,365	117
	$ 331,898	$ 12,497	$ 69,748	$ 699	$ 401,646	$ 13,196

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NOTE 6 - LONG-TERM DEBT (CONTINUED)

Governmental and Business-Type Long-Term Debt (Continued):

The following is a summary of the debt service requirements on Long-Term Debt at June 30, 2025:

Fiscal Year Ended June 30	Governmental Activities			
	Bonds		Leases from Direct Borrowings	
	Principal	Interest	Principal	Interest
2026	$ 331,000	$ 16,513	$ 85,509	$ 7,600
2027	375,000	8,930	49,300	5,491
2028	142,058	1,511	26,755	3,352
2029	92,000	390	28,381	1,726
2030	66,000	-	-	-
2031-2035	330,000	-	-	-
2036-2040	328,000	-	-	-
2041-2045	222,000	-	-	-
2046	13,000	-	-	-
	$ 1,899,058	$ 27,344	$ 189,945	$ 18,169

Fiscal Year Ended June 30	Business-Type Activities			
	Bonds		Notes & Leases from Direct Borrowings	
	Principal	Interest	Principal	Interest
2026	$ 325,000	$ 91,714	$ 187,033	$ 8,646
2027	574,000	107,300	191,248	4,433
2028	581,000	100,952	23,365	117
2029	588,000	94,260	-	-
2030	594,000	89,239	-	-
2031-2035	3,001,000	320,136	-	-
2036-2040	1,729,000	183,880	-	-
2041-2045	1,629,000	104,830	-	-
2046-2050	859,000	30,210	-	-
2051-2054	254,000	6,370	-	-
	$10,134,000	$1,128,891	$ 401,646	$ 13,196

There are a number of limitations and restrictions contained in the various bond indentures. The City is in compliance with all significant limitations and restrictions.

NOTE 6 - LONG-TERM DEBT (CONTINUED)

The following is a schedules of changes in long-term debt:

Governmental Activities:

	Date of Issue	Interest Rate	Total Authorized	Outstanding June 30, 2024	Current Year Changes: Additions	Current Year Changes: Deletions	Outstanding June 30, 2025	Current Portion
Bonds:								
MBA Lease Rev. Bonds, Series 2011	2010	0%	$ 659,000	$ 417,000	$ -	$ 44,000	$ 373,000	$ 22,000
MBA Lease Rev. Bonds, Series 2012	2012	0%	805,000	508,000	-	54,000	454,000	27,000
MBA Lease Rev. Bonds, Series 2014	2014	0%	500,000	364,000	-	34,000	330,000	17,000
MBA Lease Rev. Bonds, Series 2015	2014	1.5%	318,000	66,000	-	33,000	33,000	33,000
Sales Tax Rev. Ref. Bonds, Series 2017	2016	.6%-2.4%	429,000	154,000	-	37,000	117,000	38,000
Street Improv. Rev. Bonds, Series 2018	2018	1.5%	245,000	127,000	-	25,000	102,000	25,000
Street Improv. Rev. Bonds, Series 2019	2019	2.5%	2,025,000	716,058	-	226,000	490,058	235,000
Total Bonds			4,981,000	2,352,058	-	453,000	1,899,058	397,000
Lease Liability:								
Tymco, Inc - Street Sweeper	2020	3.2%	206,200	71,991	-	33,747	38,244	38,244
State Bank of Southern Utah - Mowers	2022	2.48%	115,100	70,481	-	22,913	47,568	23,489
Yamaha Golf Course Lease	2024	6.08%	126,546	-	126,546	22,413	104,133	23,776
Total Lease Liability			447,846	142,472	126,546	79,073	189,945	85,509
Net Pension Liability			-	592,826	124,472	-	717,298	-
Total Governmental Long-Term Debt			$ 5,428,846	$ 3,087,356	$ 251,018	$ 532,073	$ 2,806,301	$ 482,509

NOTE 6 - LONG-TERM DEBT (CONTINUED)

Business-Type Activities:

	Date of Issue	Interest Rate	Total Authorized	Outstanding June 30, 2024	Current Year Changes: Additions	Current Year Changes: Deletions	Outstanding June 30, 2025	Current Portion
Bonds:								
Parity Water Rev. Bonds, Series 2003B	2003	2.5%	2,000,000	138,000	-	138,000	-	-
Water Revenue Bond, Series 2011	2011	0%	1,250,000	820,000	-	50,000	770,000	50,000
Parity Water Rev. Bonds, Series 2023	2023	1%	1,680,000	1,680,000	-	48,000	1,632,000	49,000
Sewer Revenue Ref Bonds, Series 2021A	2021	1.15%-2.2%	3,274,000	2,661,000	-	463,000	2,198,000	-
Sewer Parity Revenue Bonds, Series 2021B	2022	1%	6,200,000	5,758,000	-	224,000	5,534,000	226,000
Total Bonds Payable			14,404,000	11,057,000	-	923,000	10,134,000	325,000
Notes Payable:								
Note Payable - Sevier SSD #1	2017	0.5%	158,743	92,766	-	23,018	69,748	23,133
Note Payable - Billy & Kay White Trust	2022	2.5%	874,000	491,801	-	159,903	331,898	163,900
Total Notes Payable			1,032,743	584,567	-	182,921	401,646	187,033
Net Pension Liability			-	148,206	31,118	-	179,324	-
Total Business-Type Long-Term Debt			15,436,743	11,789,773	31,118	1,105,921	10,714,970	512,033
Total Long-Term Debt			$20,865,589	$14,878,244	$ 282,136	$1,639,109	$13,521,271	$ 992,427

NOTE 7 - CLASS C ROAD FUND

The following schedule is a statement of revenues, expenditures and changes in the Class C Road Fund:

Balance - Beginning of Year		$ 3,300,700
Revenues:		
Class C Road Allotment	$ 803,977	
Highway Tax	1,067,454	
Transportation Tax	291,568	
Interest	82,522	
Total Revenues		2,245,521
Expenditures:		
Streets and Highways	$ (1,846,798)	
Bond Payment	(309,123)	
Total Expenditures		(2,155,921)
Balance - End of Year		$ 3,390,300

NOTE 8 - CEMETERY PERPETUAL CARE FUND

The following schedule is a statement of revenues, expenses and changes in fund balances:

Balance - Beginning of Year	$ 201,056
Operating Revenues:	
Perpetual Care	10,088
Expenditures	-
Balance - End of Year	$ 211,144

NOTE 9 - INTERFUND LOANS, RECEIVABLES, PAYABLES AND TRANSFERS

Inter-fund account transfers as shown in the fund financial statements consisted of the following:

Description:	Transfers In	Transfers Out
General Fund	$ -	$ 562,407
Debt Service Fund	40,005	-
Capital Projects Fund	522,402	-
Totals	$ 562,407	$ 562,407

Transfers were made for the following purposes:

* The General Fund transferred $522,402 to the Capital Projects Fund for future capital outlays.
* The General Fund transferred $40,005 to the Debt Service Fund to pay the current year bond payment.

NOTE 10 - RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries and disasters. The City maintains insurance coverage for most all risks through commercial insurance carriers including general liability, errors and omissions, property damage, and other coverages. These carriers also provides medical and health coverage for the City.

Claims have not exceeded coverage in any of the last three calendar years.

NOTE 11 - ROUNDING CONVENTION

A rounding convention to the nearest whole dollar has been applied throughout this report, therefore the precision displayed in any monetary amount is plus or minus $1. These financial statements are computer generated and the rounding convention is applied to each amount displayed in a column, whether detail item or total. As a result, without the overhead cost of manually balancing each column, the sum displayed amounts in a column may not equal the total displayed. The maximum difference between any displayed number or total and its actual value will not be more than $1.

NOTE 12 - PENSION PLAN

General Information about the Pension Plan

Plan Description:

Eligible plan participants are provided with pensions through the Utah Retirement Systems. Participation in Utah Retirement Systems are comprised of the following pension trust funds:

Defined Benefit Plans:

Public Employees Noncontributory Retirement System (Noncontributory System) is a multiple employer, cost sharing, public employee retirement system.

The Public Safety Retirement System (Public Safety System) is a cost sharing, multiple employer public employee retirement system.

Tier 2 Public Employees Contributory Retirement System (Tier 2 Public Employees System) is a multiple employer, cost sharing, public employee retirement system.

Tier 2 Public Safety and Firefighter Contributory Retirement System (Tier 2 Public Safety and Firefighters System) is a multiple employer, cost sharing, public employee retirement system.

The Tier 2 Public Employees System became effective July 1, 2011. All eligible employees beginning on or after July 1, 2011, who have no previous service credit with any of the Utah Retirement Systems, are members of the Tier 2 Retirement System.

The Utah retirement Systems (Systems) are established and governed by the respective sections of Title 49 of the Utah Code Annotated 1953, as amended. The System's defined benefit plans are amended statutorily by the State Legislature. The Utah State Retirement Office Act in Title 49 provides for the administration of the Systems under the direction of the Utah State Retirement Board, whose members are appointed by the Governor. The Systems are fiduciary funds defined as pension (and other employee benefit) trust funds. URS is a component unit of the State of Utah. Title 49 of the Utah Code grants the authority to establish and amend the benefit terms.

URS issues a publicly available financial report that can be obtained by writing Utah Retirement Systems, 560 East 200 South, Salt Lake City, Utah, 84102 or visiting the website:

www.urs.org/general/publications.

Benefits Provided:

URS provides retirement, disability, and death benefits. Summary of retirement benefits are as shown on the following page.

NOTE 12 - PENSION PLAN (CONTINUED)

Summary of Benefits By System:

System	Final Average Salary	Years of Service Required and/or Age Eligible for Benefit	Benefit Percentage Per Year of Service	COLA**
Noncontributory System	Highest 3 years	30 years, any age 25 years, any age* 20 years, age 60* 10 years, age 62* 4 years, age 65	2.0% per year all years	Up to 4%
Public Safety System	Highest 3 years	20 years, any age 10 years, age 60 4 years, age 65	2.5% per year up to 20 years; 2.0% per year over 20 years	Up to 2.5% or 4% depending upon employer
Tier 2 Public Employees System	Highest 5 years	35 years, any age 20 years, age 60* 10 years, age 62* 4 years age 65	1.5% per year all years	Up to 2.5%
Tier 2 Public Safety and Firefighter System	Highest 5 years	25 years, any age 20 years, age 60* 10 years, age 62* 4 years, age 65	1.5% per year to June 2020 2.0% per year July 2020 to present	Up to 2.5%

* Actuarial reductions are applied.

** All post-retirement cost-of-living adjustments are non-compounding and are based on the original benefit except for Judges, which is a compounding benefit. The cost-of-living adjustments are also limited to the actual Consumer Price Index (CPI) increase for the year, although unused CPI increases not met may be carried forward to subsequent years.

Contribution Rate Summary:

As a condition of participation in the Systems, employers and/or employees are required to contribute certain percentages of salary and wages as authorized by statute and specified by the URS Board. Contributions are actuarially determined as an amount that, when combined with employee contributions (where applicable) is expected to finance the cost of benefits earned by employees during the year, with an additional amount to finance any unfunded actuarial accrued liability. Contribution rates as of June 30, 2025 are shown on the following page:

NOTE 12 - PENSION PLAN (CONTINUED)

Utah Retirement Systems

	Employee	Employer	ER 401(k)
Noncontributory System			
15 - Local Government - Tier 1 - DB System	-	16.97%	-
111 - Local Government - Tier 2 - DB Hybrid System	0.70%	15.19%	-
211 - Local Government - Tier 2 - 401(k) Option	-	5.19%	10.00%
Public Safety Noncontributory System			
75 - Other Div A 4% COLA - Tier 1 - DB System	-	35.21%	-
122 - Other Div A 4% COLA - Tier 2 - DB Hybrid Sys.	4.73%	26.49%	-
222 - Other Div A 4% COLA - Tier 2 - 401(k) Option	-	12.49%	14.00%

***Tier 2 rates include a statutory required contribution to finance the unfunded actuarial accrued liability of the Tier 1 plans.

For fiscal year ended June 30, 2025, the employer and employee contributions to the Systems were as follows:

	Employer Contributions	Employee Contributions
Noncontributory System	$ 140,147	$ -
Public Safety System	155,065	-
Tier 2 Public Employees System	68,783	3,170
Tier 2 Public Safety and Firefighter	152,604	27,249
Tier 2 DC Public Employees Plan	19,950	-
Total Contributions	$ 536,549	$ 30,418

Contributions reported are the URS Board approved required contributions by System.
Contributions in the Tier 2 Systems are used to finance the unfunded liabilities in the Tier 1 Systems.

NOTE 12 - PENSION PLAN (CONTINUED)

Combined Pension Assets, Liabilities, Expense, and Deferred Outflows and Inflows of Resources Relating to Pensions:

At June 30, 2025, we reported a net pension liability of $896,623 and a net pension asset of $0.

	(Measurement Date): December 31, 2024				
	Net Pension Liability	Net Pension Asset	Proportionate Share - 2024	Proportionate Share - 2023	Change (Decrease)
Noncontributory System	$ 291,546	$ -	0.0919379%	0.0923519%	-0.0004140%
Public Safety System	503,503	-	0.3254074%	0.3065582%	0.0188492%
Tier 2 Public Employees System	44,766	-	0.0150102%	0.0186972%	-0.0036870%
Tier 2 Public Safety/ Firefighter System	56,807	-	0.1255989%	0.1380341%	-0.0124352%
Total	$ 896,623	$ -			

The net pension asset and liability was measured as of December 31, 2024, and the total pension liability used to calculate the net pension asset and liability was determined by an actuarial valuation as of January 1, 2024, and rolled-forward using generally accepted actuarial procedures. The proportion of the net pension asset and liability is equal to the ratio of the employer's actual contributions to Systems during the plan year over the total of all employer contributions to the System during the plan year.

For the year ended June 30, 2025, recognized pension expense of $736,337.

At June 30, 2025, we reported deferred outflows of resources and deferred inflows of resources relating to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 280,670	$ 3,293
Changes in assumptions	70,926	897
Net difference between projected and actual earnings on pension plan investments	181,503	-
Changes in proportion and differences between contributions and proportionate share of contributions	20,995	3,727
Contributions subsequent to the measurement date	263,455	-
Total	$ 817,549	$ 7,917

NOTE 12 - PENSION PLAN (CONTINUED)

$263,455 was reported as deferred outflows of resources to pensions results from contributions made by us prior to our fiscal year end, but subsequent to the measurement date of December 31, 2024.

These contributions will be recognized as a reduction of the net pension liability in the upcoming fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended December 31,	Deferred Outflows (Inflows) of Resources (Net)
2025	$ 240,899
2026	$ 302,221
2027	$ (63,578)
2028	$ (3,278)
2029	$ 22,522
Thereafter	$ 47,391

Actuarial Assumptions:

The total pension liability in the December 31, 2024, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50 Percent
Salary Increases	3.50 - 9.50 percent, average, including inflation
Investment rate of return	6.85 percent, net of pension plan investment expense, including inflation

Mortality rates were adopted from an actuarial experience study dated January 1, 2023. The retired mortality tables are developed using URS retiree experience and are based upon gender, occupation and age as appropriate with projected improvement using the ultimate rates from the MP-2020 improvement scale using a base year of 2020. The mortality assumption for active members is the PUB-2010 Employees Mortality Table for public employees, teachers, and public safety members, respectively.

The actuarial assumptions used in the January 1, 2023, valuation were based on the results of an actuarial experience for the period ending December 31, 2022.

NOTE 12 - PENSION PLAN (CONTINUED)

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class and is applied consistently to each defined benefit pension plan. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

	Expected Return Arithmetic Basis		
Asset Class	Target Asset Allocation	Real Return Arithmetic Basis	Long-Term Expected Portfolio Real Rate of Return
Equity Securities	35.00%	7.01%	2.45%
Debt Securities	20.00%	2.54%	0.51%
Real Assets	18.00%	5.45%	0.98%
Private Equity	12.00%	10.05%	1.21%
Absolute Return	15.00%	4.36%	0.65%
Cash and Cash Equivalents	0.00%	0.49%	0.00%
Totals	100.00%		5.80%
	Inflation		2.50%
	Expected arithmetic nominal return		8.30%

The 6.85% assumed investment rate of return is comprised of an inflation rate of 2.50%, a real return of 4.35% that is net of investment expense.

Discount Rate:

The discount rate used to measure the total pension liability was 6.85%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that contributions from all participating employers will be made at contractually required rates that are actuarially determined and certified by the URS Board. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current, active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The discount rate does not use the Municipal Bond Index Rate.

NOTE 12 - PENSION PLAN (CONTINUED)

Sensitivity of the Proportionate Share of the Net Pension Asset and Liability to Changes in the Discount Rate:

The following presents the proportionate share of the net pension liability calculated using the discount rate of 6.85%, as well as what the proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (5.85%) or 1 percentage point higher (7.85%) than the current rate:

System	1% Decrease or 5.85%	Discount Rate or 6.85%	1% Increase or 7.85%
Noncontributory System	$ 1,233,000	$ 291,546	$ (498,029)
Public Safety System	1,546,835	503,503	(347,839)
Tier 2 Public Employees System	133,706	44,766	(24,420)
Tier 2 Public Safety and Firefighter	193,707	56,807	(52,646)
	$ 3,107,248	$ 896,623	$ (922,934)

Pension Plan Fiduciary Net Position:

Detailed information about the pension plan's fiduciary net position is available in the separately issued URS financial report.

Defined Contribution Savings Plans:

The Defined Contribution Savings Plans are administered by the Utah Retirement Systems Board and are generally supplemental plans to the basic retirement benefits of the Retirement Systems, but may also be used as a primary retirement plan. These plans are voluntary tax-advantaged retirement savings programs authorized under section 401(k), 457(b) and 408 of the Internal Revenue code. Detailed information regarding plan provision is available in the separately issued URS financial report.

Richfield City participates in the following Defined Contribution Savings Plans with Utah Retirement Systems:

* 401(k) Plan
* 457 Plan
* Roth IRA Plan

NOTE 12 - PENSION PLAN (CONTINUED)

Employee and employer contributions to the Utah Retirement Defined Contribution Savings Plans for fiscal year ended June 30, were as follows:

	2025	2024	2023
401(K) Plan:			
Employer Contributions	$ 139,805	$ 129,067	$ 100,666
Employee Contributions	$ 38,180	$ 30,624	$ 29,133
457 Plan:			
Employer Contributions	$ -	$ -	$ -
Employee Contributions	$ -	$ -	$ 1,030
Roth IRA Plan:			
Employer Contributions	N/A	N/A	N/A
Employee Contributions	$ 4,112	$ 2,850	$ 4,894

REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)

RICHFIELD CITY
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - BUDGETS
For The Fiscal Year Ended June 30, 2025

Budgetary Comparison Schedules:

The Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual presented in this section of the report is for the City's General Fund.

Budgeting and Budgetary Control:

Budgets for the General Fund are legally required and are prepared and adopted on the modified accrual basis of accounting.

Original budgets represent the revenue estimates and spending authority authorized by the City Council prior to the beginning of the year. Final budgets represent the original budget amounts plus any amendments made to the budget during the year by the Council through formal resolution. Final budgets do not include unexpended balances from the prior year because such balances automatically lapse to unreserved fund balance at the end of each year.

Current Year Budgetary Compliance:

For the year ended June 30, 2025, all spending in the General Fund was within the approved budgets.

RICHFIELD CITY
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
For The Fiscal Year Ended June 30, 2025

	Budgeted Amounts		Actual Amounts	
	Original	Final	Budgetary Basis	Variance With Final Budget
Revenues:				
General Property Taxes	$ 1,028,648	$ 1,028,648	$ 1,061,487	$ 32,839
Recreation Tax	378,508	378,508	423,941	45,433
Prior Years Taxes	28,118	28,118	41,468	13,350
Prior Years Taxes - Recreation	11,230	11,230	16,562	5,332
Sales and Use Taxes	3,032,858	3,032,858	3,350,532	317,674
Highway Sales Taxes	974,130	974,130	1,067,454	93,324
Recreation Sales Taxes	346,311	346,311	355,856	9,545
Transportation Sales Tax	265,865	265,865	291,567	25,702
Municipal Energy Taxes	543,434	543,434	544,521	1,087
Franchise Taxes	13,736	13,736	12,799	(937)
Communications Tax	49,458	49,458	45,108	(4,350)
Transient Room Taxes	123,482	123,482	132,222	8,740
Recreation Revenue	802,575	802,575	1,032,823	230,248
Licenses, Permits and Fees	176,288	176,288	199,187	22,899
Intergovernmental Revenue	956,864	956,864	1,289,637	332,773
Charges for Services	613,405	613,405	550,820	(62,585)
Investment Earnings	145,841	145,841	306,823	160,982
Other Revenues	50,298	50,298	66,708	16,410
Total Revenue	9,541,049	9,541,049	10,789,515	1,248,466
Expenditures:				
Current:				
General Government	1,087,818	1,182,718	1,079,019	103,699
Public Safety	3,006,464	2,948,944	2,578,062	370,882
Highways and Public Improvements	2,506,670	3,379,219	2,882,347	496,872
Parks and Recreation	2,279,435	2,303,766	2,153,944	149,822
Other	138,260	122,000	84,665	37,335
Total Expenditures	9,018,647	9,936,647	8,778,037	1,158,610
Excess Revenues Over (Under) Expenditures	522,402	(395,598)	2,011,478	2,407,076
Other Financing Sources (Uses):				
Transfers In	-	918,000	-	(918,000)
Transfers Out	(522,402)	(522,402)	(562,407)	(40,005)
Fund Balance to be Appropriated	-	-	3,658	3,658
Total Other Financing Sources (Uses)	(522,402)	395,598	(558,749)	(954,347)
Net Change in Fund Balance	$ -	$ -	1,452,729	$ 1,452,729
Fund Balance - Beginning of Year			5,415,048	
Fund Balance - End of Year			$ 6,867,777	

RICHFIELD CITY
SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
UTAH RETIREMENT SYSTEMS
Measurement Date of December 31, 2024
June 30, 2025
Last 10 Fiscal Years*

	Noncontributory Retirement System	Public Safety Retirement System	Tier 2 Public Employees Retirement System	Tier 2 Public Safety and Firefighters Retirement System
Proportion of the Net Pension Liability (Asset)				
2015	0.1139533%	0.3425450%	0.0016723%	0.1137150%
2016	0.1141028%	0.3473909%	0.0070983%	0.1088961%
2017	0.1177453%	0.3530646%	0.0079190%	0.0958308%
2018	0.1091094%	0.3460717%	0.0086606%	0.0921997%
2019	0.1066665%	0.3395316%	0.0085766%	0.1018780%
2020	0.1033314%	0.3345665%	0.0115212%	0.1027152%
2021	0.0942832%	0.2854404%	0.0144519%	0.1329753%
2022	0.0894067%	0.2616510%	0.0114809%	0.1337225%
2023	0.0923519%	0.3065582%	0.0186972%	0.1380341%
2024	0.0919379%	0.3254074%	0.0150102%	0.1255989%
Proportionate Share of the Net Pension Liability (Asset)				
2015	$ 644,803	$ 613,584	$ (4)	$ (1,661)
2016	$ 732,680	$ 704,952	$ 792	$ (945)
2017	$ 515,877	$ 553,838	$ 698	$ (1,109)
2018	$ 803,451	$ 890,299	$ 3,709	$ 2,310
2019	$ 402,012	$ 545,158	$ 1,929	$ 9,583
2020	$ 53,003	$ 277,771	$ 1,657	$ 9,213
2021	$ (539,970)	$ (231,818)	$ (6,117)	$ (6,721)
2022	$ 153,131	$ 338,334	$ 12,501	$ 11,156
2023	$ 214,216	$ 438,428	$ 36,392	$ 51,996
2024	$ 291,546	$ 503,503	$ 44,766	$ 56,807
Covered Employee Payroll				
2015	$ 1,020,771	$ 469,137	$ 10,822	$ 67,681
2016	$ 1,039,106	$ 472,457	$ 58,212	$ 89,974
2017	$ 1,050,219	$ 479,503	$ 77,385	$ 101,167
2018	$ 977,963	$ 459,988	$ 101,448	$ 122,886
2019	$ 963,735	$ 446,467	$ 119,111	$ 167,877
2020	$ 917,397	$ 439,196	$ 183,890	$ 204,883
2021	$ 815,204	$ 332,387	$ 268,545	$ 317,992
2022	$ 833,248	$ 348,399	$ 249,853	$ 411,435
2023	$ 843,662	$ 439,449	$ 483,385	$ 523,020
2024	$ 835,123	$ 491,972	$ 444,900	$ 573,327
Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered-Employee Payroll				
2015	63.17%	130.79%	-0.04%	-2.45%
2016	70.51%	149.21%	1.36%	-1.05%
2017	49.12%	115.50%	0.90%	-1.10%
2018	82.16%	193.55%	3.66%	1.88%
2019	41.71%	122.10%	1.62%	5.71%
2020	5.78%	63.25%	0.90%	4.50%
2021	-66.24%	-69.74%	-2.28%	-2.11%
2022	18.38%	97.11%	5.00%	2.71%
2023	25.39%	99.77%	7.53%	9.94%
2024	34.91%	102.34%	10.06%	9.91%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability				
2015	87.80%	87.10%	100.20%	110.70%
2016	87.30%	86.50%	95.10%	103.60%
2017	91.90%	90.20%	97.40%	103.00%
2018	87.00%	84.70%	90.80%	95.60%
2019	93.70%	90.90%	96.50%	89.60%
2020	99.20%	95.50%	98.30%	93.10%
2021	108.70%	104.20%	103.80%	102.80%
2022	97.50%	93.60%	92.30%	96.40%
2023	96.90%	93.44%	89.58%	89.10%
2024	96.02%	93.30%	87.44%	90.10%

* In accordance with paragraph 81.a of GASB 68, employers will need to disclose a 10-year history of their proportionate share of the Net Pension Liability (Asset) in their RSI.

RICHFIELD CITY
SCHEDULE OF CONTRIBUTIONS
UTAH RETIREMENT SYSTEMS
June 30, 2025

	As of Fiscal Year Ended June 30,	Actuarial Determined Contributions	Contributions in Relation to The Contractually Required Contributions	Contribution Deficiency (Excess)	Covered Employee Payroll	Contributions As a Percentage of Covered Employee Payroll
Noncontributory System	2016	$ 181,947	$ 181,947	$ -	$1,007,890	18.05%
	2017	$ 194,727	$ 194,727	$ -	$1,062,464	18.33%
	2018	$ 184,984	$ 184,984	$ -	$1,001,537	18.47%
	2019	$ 178,839	$ 178,839	$ -	$ 968,266	18.47%
	2020	$ 178,065	$ 178,065	$ -	$ 964,080	18.47%
	2021	$ 154,851	$ 154,851	$ -	$ 838,394	18.47%
	2022	$ 151,819	$ 151,819	$ -	$ 821,976	18.47%
	2023	$ 148,165	$ 148,165	$ -	$ 824,515	17.97%
	2024	$ 148,559	$ 148,559	$ -	$ 828,009	17.94%
	2025	$ 140,147	$ 140,147	$ -	$ 827,417	16.94%
Public Safety System	2016	$ 168,972	$ 168,972	$ -	$ 473,179	35.71%
	2017	$ 171,432	$ 171,432	$ -	$ 480,067	35.71%
	2018	$ 164,727	$ 164,727	$ -	$ 461,291	35.71%
	2019	$ 166,379	$ 166,379	$ -	$ 465,917	35.71%
	2020	$ 153,915	$ 153,915	$ -	$ 431,013	35.71%
	2021	$ 142,989	$ 142,989	$ -	$ 400,416	35.71%
	2022	$ 101,893	$ 101,893	$ -	$ 320,386	31.80%
	2023	$ 115,918	$ 115,918	$ -	$ 376,745	30.77%
	2024	$ 150,156	$ 150,156	$ -	$ 483,974	31.03%
	2025	$ 155,065	$ 155,065	$ -	$ 506,142	30.64%
Tier 2 Public Employees System	2016	$ 5,895	$ 5,895	$ -	$ 39,534	14.91%
	2017	$ 9,043	$ 9,043	$ -	$ 60,647	14.91%
	2018	$ 15,298	$ 15,298	$ -	$ 100,998	15.15%
	2019	$ 15,103	$ 15,103	$ -	$ 97,185	15.54%
	2020	$ 21,585	$ 21,585	$ -	$ 137,834	15.66%
	2021	$ 39,863	$ 39,863	$ -	$ 252,294	15.80%
	2022	$ 37,935	$ 37,935	$ -	$ 236,061	16.07%
	2023	$ 56,914	$ 56,914	$ -	$ 355,489	16.01%
	2024	$ 80,218	$ 80,218	$ -	$ 501,050	16.01%
	2025	$ 68,783	$ 68,783	$ -	$ 452,816	15.19%

RICHFIELD CITY
SCHEDULE OF CONTRIBUTIONS
UTAH RETIREMENT SYSTEMS
June 30, 2025

	As of Fiscal Year Ended June 30,	Actuarial Determined Contributions	Contributions in Relation to The Contractually Required Contributions	Contribution Deficiency (Excess)	Covered Employee Payroll	Contributions As a Percentage of Covered Employee Payroll
Tier 2 Public Safety and Firefighter System	2016	$ 20,558	$ 20,558	$ -	$ 89,891	22.87%
	2017	$ 21,686	$ 21,686	$ -	$ 91,656	23.66%
	2018	$ 23,733	$ 23,733	$ -	$ 99,889	23.76%
	2019	$ 34,526	$ 34,526	$ -	$ 142,377	24.25%
	2020	$ 49,157	$ 49,157	$ -	$ 202,374	24.29%
	2021	$ 61,628	$ 61,628	$ -	$ 228,335	26.99%
	2022	$ 100,108	$ 100,108	$ -	$ 370,907	26.99%
	2023	$ 125,924	$ 125,924	$ -	$ 466,557	26.99%
	2024	$ 153,239	$ 153,239	$ -	$ 567,762	26.99%
	2025	$ 152,604	$ 152,604	$ -	$ 576,084	26.49%
Tier 2 DC Public Employees System	2016	$ 2,514	$ 2,514	$ -	$ 37,571	6.69%
	2017	$ 2,800	$ 2,800	$ -	$ 41,853	6.69%
	2018	$ 2,704	$ 2,704	$ -	$ 40,424	6.69%
	2019	$ 5,084	$ 5,084	$ -	$ 75,994	6.69%
	2020	$ 8,022	$ 8,022	$ -	$ 119,911	6.69%
	2021	$ 8,873	$ 8,873	$ -	$ 132,627	6.69%
	2022	$ 9,863	$ 9,863	$ -	$ 147,432	6.69%
	2023	$ 11,622	$ 11,622	$ -	$ 186,829	6.22%
	2024	$ 17,111	$ 17,111	$ -	$ 276,429	6.19%
	2025	$ 19,950	$ 19,950	$ -	$ 384,391	5.19%
Tier 2 Public Safety and Firefighter DC Only System	2016	$ -	$ -	$ -	$ -	0.00%
	2017	$ 2,252	$ 2,252	$ -	$ 17,338	12.99%
	2018	$ 4,546	$ 4,546	$ -	$ 35,000	12.99%
	2019	$ 4,936	$ 4,936	$ -	$ 38,000	12.99%
	2020	$ 5,118	$ 5,118	$ -	$ 39,396	12.99%
	2021	$ 5,698	$ 5,698	$ -	$ 43,867	12.99%
	2022	$ 4,621	$ 4,621	$ -	$ 34,054	13.57%
	2023	$ 237	$ 237	$ -	$ 1,825	12.99%
	2024	$ -	$ -	$ -	$ -	0.00%
	2025	$ -	$ -	$ -	$ -	0.00%

* Contributions in Tier 2 include an amortization rate to help fund the unfunded liabilities in the Tier 1 systems. Tier 2 systems were created effective July 1, 2011.

Paragraph 81b of GASB 68 requires employers to disclose a 10-year history of contributions in RSI. Contributions as a percentage of covered-payroll may be different than the board certified rate due to rounding and other administrative issues.

RICHFIELD CITY
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
UTAH RETIREMENT SYSTEMS
For The Fiscal Year Ended June 30, 2025

Changes in Assumptions:

There were no changes in actuarial assumptions or methods since the prior actuarial valuation.

(This page contains no information and is used to assist in formatting for easier reading)

COMBINING FINANCIAL STATEMENTS

RICHFIELD CITY
NONMAJOR FUNDS
For The Fiscal Year Ended June 30, 2025

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Building Authority Fund:

This fund is used to collect rent revenues from Richfield City and Richfield City Redevelopment Agency and to use those revenues to pay off the bonded indebtedness incurred to finance the construction of several downtown improvement projects and golf course improvements.

DEBT SERVICE FUNDS

The Debt Service Funds account for the resources accumulated and payments made for principal and interest on long-term general obligation debt of the governmental funds.

Commercial Park:

This fund is used to account for the debt service payments on the Commercial Park.

PERMANENT FUNDS

Permanent Funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the reporting government's programs.

Perpetual Care Fund:

This fund is used to account for principal trust amounts received and related interest income. The interest portion of the trust can be used to maintain the community cemetery.

PROPRIETARY FUNDS

Proprietary funds are used to account for the provisions of utility services to the residents of the City.

Landfill Fund:

This fund is used to account for the billings and collections of landfill services. The City keeps a portion of the billings as an administrative fee and remits the remainder to Sevier County.

Refuse Collection Fund:

This fund is used to account for the provision of refuse collection for the residents of the City.

RICHFIELD CITY
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2025

	Special Revenue	Debt Service	Permanent Fund	Total
	Building Authority	Commercial Park	Perpetual Care	Nonmajor Governmental Funds
ASSETS				
Cash and Investments	$ 106,430	$ -	$ -	$ 106,430
Restricted Cash and Investments	99,000	68,010	210,744	377,754
Accounts Receivable	-	-	400	400
TOTAL ASSETS	$ 205,430	$ 68,010	$ 211,144	$ 484,584
LIABILITIES AND FUND BALANCES				
Liabilities	$ -	$ -	$ -	$ -
Fund Balances:				
Committed for Debt Service	106,430	-	-	106,430
Restricted:				
Perpetual Care	-	-	211,144	211,144
Debt Service	99,000	68,010	-	167,010
TOTAL FUND BALANCES	205,430	68,010	211,144	484,584
TOTAL LIABILITIES AND FUND BALANCES	$ 205,430	$ 68,010	$ 211,144	$ 484,584

RICHFIELD CITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2025

	Special Revenue	Debt Service	Permanent Fund	Total
	Building Authority	Commercial Park	Perpetual Care	Nonmajor Governmental Funds
Revenues:				
Other Revenues	$ 165,990	$ -	$ 10,088	$ 176,078
Total Revenues	165,990	-	10,088	176,078
Expenditures:				
Debt Service:				
Principal	165,000	37,000	-	202,000
Interest	990	3,005	-	3,995
Total Expenditures	165,990	40,005	-	205,995
Excess Revenues Over (Under) Expenditures	-	(40,005)	10,088	(29,917)
Other Financing Sources (Uses):				
Transfers In	-	40,005	-	40,005
Total Other Financing Sources (Uses)	-	40,005	-	40,005
Net Change in Fund Balance	-	-	10,088	10,088
Fund Balances - Beginning	205,430	68,010	201,056	474,496
Fund Balances - Ending	$ 205,430	$ 68,010	$ 211,144	$ 484,584

RICHFIELD CITY
COMBINING STATEMENT OF NET POSITION
NONMAJOR PROPRIETARY FUNDS
June 30, 2025

	Enterprise Funds		Total
	Landfill	Refuse Collection	Nonmajor Business-Type Funds
ASSETS:			
Current Assets:			
Cash and Investments	$ 127,074	$ 36,426	$ 163,500
Accounts Receivable	19,886	34,445	54,331
TOTAL ASSETS	$ 146,960	$ 70,871	$ 217,831
LIABILITIES:			
Current Liabilities	$ 16,983	$ 30,700	$ 47,683
NET POSITION:			
Unrestricted	129,977	40,171	170,148
TOTAL LIABILITIES AND NET POSITION	$ 146,960	$ 70,871	$ 217,831

RICHFIELD CITY
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
NONMAJOR PROPRIETARY FUNDS
For The Fiscal Year Ended June 30, 2025

	Enterprise Funds		Total
	Landfill	Refuse Collection	Nonmajor Business-Type Funds
Operating Revenues:			
Charges for Sales and Services:			
Utility Charges	$225,234	$391,863	$ 617,097
Operating Expenses:			
Costs of Sales and Services	196,659	401,298	597,957
Change in Net Position	28,575	(9,435)	19,140
Net Position - Beginning	101,402	49,606	151,008
Net Position - Ending	$129,977	$ 40,171	$ 170,148

RICHFIELD CITY
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR PROPRIETARY FUNDS
For The Fiscal Year Ended June 30, 2025

	Enterprise Funds		Total
	Landfill	Refuse Collection	Nonmajor Business-Type Funds
Cash Flows From Operating Activities:			
Receipts From Customers	$ 225,550	$ 392,347	$ 617,897
Payments to Suppliers	(195,944)	(401,615)	(597,559)
Net Cash Provided by Operating Activities	29,606	(9,268)	20,338
Net Increase (Decrease) in Cash and Investments	29,606	(9,268)	20,338
Cash and Investments - Beginning	97,468	45,694	143,162
Cash and Investments - Ending	$ 127,074	$ 36,426	$ 163,500
Reconciliation of Operating Income to Net Cash Provided (Used) By Operating Activities:			
Operating Income (Loss)	$ 28,575	$ (9,435)	$ 19,140
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) By Operating Activities:			
Increase (Decrease) in Operating Assets:			
Accounts Receivable	317	484	801
Accounts Payable	714	(317)	397
Total Adjustments	1,031	167	1,198
Net Cash Provided (Used) by Operating Activities	$ 29,606	$ (9,268)	$ 20,338

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COMPLIANCE SECTION

Kimball & Roberts
A Professional Corporation
Certified Public Accountants
176 North Main • P.O. Box 663
Richfield, Utah 84701

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Honorable Mayor and City Council
Richfield City
Richfield, Utah 84701

We have audited, in accordance with the auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental-type activities, the business-type activities, each major fund and the aggregate remaining fund information of Richfield City, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Richfield City's financial statements, and have issued our report thereon dated November 2, 2025.

Internal Control Over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiency described in the accompanying Finding and Recommendation as item 6.25.1 to be a significant deficiency in internal control over financial reporting.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Richfield City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

We noted certain matters that we reported to the management of Richfield City in the accompanying *Independent Auditor's Report on Compliance and Report on Internal Control Over Compliance as Required by the State Compliance Audit Guide.*

Purpose of this Report

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

Kimball & Roberts, PC
Certified Public Accountants

November 2, 2025
Richfield, Utah

Kimball & Roberts

A Professional Corporation
Certified Public Accountants
176 North Main • P.O. Box 663
Richfield, Utah 84701

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE AS REQUIRED BY THE *STATE COMPLIANCE AUDIT GUIDE*

Honorable Mayor and City Council
Richfield City
Richfield, Utah 84701

Report on Compliance with General State Compliance Requirements

We have audited Richfield City's compliance with the applicable state compliance requirements described in the *State Compliance Audit Guide,* issued by the Office of the Utah State Auditor, that could have a direct and material effect on the City for the year ended June 30, 2025.

State compliance requirements were tested for the year ended June 30, 2025 in the following areas:

Budgetary Compliance
Fraud Risk Assessment
Governmental Fees
Public Treasurer's Bond
Open and Public Meetings Act

Management's Responsibility

Management is responsible for compliance with the state requirements referred to above.

Auditor's Responsibility

Our responsibility is to express an opinion on the City's compliance based on our audit of the state compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the *State Compliance Audit Guide.* Those standards and the *State Compliance Audit Guide* require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the state compliance requirements referred to above that could have a direct and material effect on a state compliance requirement occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each state compliance requirement referred to above. However, our audit does not provide a legal determination of the City's compliance with those requirements.

Opinion on General State Compliance Requirements

In our opinion, Richfield City complied, in all material respects, with the state compliance requirements referred to above for the year ended June 30, 2025.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which is required to be reported in accordance with the *State Compliance Audit Guide* and which is described below. Our opinion on compliance is not modified with respect to this matter.

The City's response to the noncompliance findings is identified in our audit and described below. The City's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on these responses.

Finding: State Compliance – Untimely or Missing Posting of Meeting Minutes:

Criteria:
Under Utah Code 52-4-203(4), public bodies are required to make the minutes of an open meeting available to the public within three business days after approval by the governing body. The law ensures public transparency and timely access to official actions and deliberations.

Condition:
During our review of public meeting compliance, it was noted that meeting minutes were not posted within the required timeframe to the Utah Public Notice Website. Specifically, the May 2025 City Council meeting minutes were not uploaded as of the date of audit testing.

Cause:
The delay appears to have resulted from administrative oversight and lack of a formal monitoring process to ensure compliance with statutory posting timelines.

Effect:
Failure to post meeting minutes timely reduces transparency and accountability to the public and constitutes noncompliance with the Utah Open and Public Meetings Act.

Auditor's Recommendation:
We recommend that Richfield City implement a formal monitoring procedure to ensure all approved minutes are uploaded to the Utah Public Notice Website within the statutory timeframe. A tracking log or a record of submission would be adequate.

Richfield City's Response:
We will require that both the Recorder and Deputy Recorder will work together to monitor and maintain that all approved minutes are uploaded to the Utah Public Notice Website within the required timeframe.

Finding: State Compliance – Fraud Risk Assessment Not Completed and Approved With the Fiscal Year:

Criteria:
Per Utah Code 51-2a-201.5 and guidance from the Utah State Auditor's Office, each municipality must complete and approve a Fraud Risk Assessment annually within the fiscal year to assess internal controls and risk mitigation practices. The assessment must be approved by the governing body and retained for audit review.

Condition:
The City's Fraud Risk Assessment for fiscal year 2025 was not completed and approved by the governing body within the required fiscal year. The assessment was performed after fiscal year-end and was not formally reviewed or adopted in a public council meeting as required.

Cause:
The delay in completion and approval was due to misunderstanding of timing requirements and lack of a formalized internal process to ensure timely council presentation and adoption.

Effect:
Failure to complete and approve the Fraud Risk Assessment within the fiscal year results in noncompliance with state requirements and limits management's ability to formally evaluate and document internal controls and fraud prevention practices.

Auditor's Recommendation:
We recommend that Richfield City ensure the Fraud Risk Assessment is completed, presented to, and approved by the City Council annually within the fiscal year. Management should assign responsibility for timely completion and maintain documentation of approval in meeting minutes.

Richfield City's Response:
We will complete the Fraud Risk Assessment and present it for approval to the City council prior to the end of the fiscal year.

Finding: State Compliance – Open and Public Meetings Training for Elected Officials:

Criteria:
Under Utah Code 52-4-104, each member of a public body must receive annual training on the Open and Public Meetings Act. The training must be formal and may be conducted by the City Attorney, the Utah League of Cities and Towns, or other qualified entity.

Condition:
During review of Open and Public Meetings Act (OPMA) compliance, it was noted that not all City Council members completed a formal annual OPMA training. Discussions were held regarding open meetings requirements, but formal training, documentation, or certification of completion was not obtained for all members.

Cause:
This condition occurred due to informal reliance on internal discussions rather than documented participation in formal training programs.

Effect:
Failure to ensure that all council members receive formal OPMA training reduces awareness of statutory requirements and increases the risk of unintentional noncompliance with open meeting laws.

Auditor's Recommendation:
We recommend that Richfield City ensure all elected officials and appointed board members receive formal annual training on the Open and Public Meetings Act. The City should retain documentation or certificates of completion for audit verification.

Richfield City's Response:
Richfield city will make sure that all Elected officials and appointed board members receive their annual training on the Open and Public Meetings Act. We will document all officials and members that attend this training.

Report on Internal Control Over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the state compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the state compliance requirements referred to above to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance with those state compliance requirements and to test and report on internal control over compliance in accordance with the *State Compliance Audit Guide*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control and compliance and the results of that testing based on the requirements of the *State Compliance Audit Guide*. Accordingly, this report is not suitable for any other purpose.

Kimball & Roberts, PC
Certified Public Accountants

November 2, 2025
Richfield, Utah

Kimball & Roberts

A Professional Corporation
Certified Public Accountants
176 North Main • P.O. Box 663
Richfield, Utah 84701

FINDINGS AND RECOMMENDATIONS 6.25.1

The Honorable Mayor and City Council
Richfield City
Richfield, Utah 84701

During our audit of the financial statements of Richfield City for the year ended June 30, 2025 we found a circumstance that, if improved, would strengthen the City's accounting system and control over its assets. These items are discussed below for your consideration:

Significant Deficiency Finding and Recommendation:

6.25.1 Maintaining Capital Asset Schedule

Criteria:
Under GAAP and GASB 34, local governments are required to maintain a complete and accurate record of all capital assets, including timely recording of acquisitions, disposals, and transfers. An effective internal control system should ensure periodic reconciliation of the capital asset schedule to the general ledger, supporting documentation, and departmental records.

Condition:
During our audit procedures over capital assets, we noted that Richfield City's capital asset schedule is not being fully maintained or reconciled to reflect all current activity. Specifically, one land purchase was identified that was not included on the asset schedule, five vehicles were recorded at incorrect cost values due to trade-in vehicles not being properly disposed of, and several completed capital projects had not yet been added to the schedule from construction-in-progress.

Cause:
These discrepancies appear to have resulted from a lack of periodic reconciliation and oversight of the capital asset schedule. Information regarding acquisitions, disposals, and completed projects was not consistently communicated to the finance department or recorded in a timely manner.

Effect:
Failure to maintain an up-to-date capital asset schedule increases the risk of misstated capital asset balances, incomplete financial reporting, and potential loss or misappropriation of public assets. While the identified discrepancies were not material to the financial statements as a whole, they indicate weaknesses in the City's asset management and recordkeeping controls.

Auditor's Recommendation:
We recommend that Richfield City implement a formal internal control process to ensure the capital asset schedule is maintained and reconciled at least annually. This process should include coordination between departments responsible for asset acquisition and project management, timely communication of asset additions and disposals, and verification that all completed projects are transferred to the capital asset schedule upon completion.

Richfield City's Response:
Richfield City will review and reconcile the capital asset schedule at least annually. We will work with all departments to make sure that all new assets are added, and old and outgoing assets are disposed.

This report is intended solely for the information and use of Management, City Council, and others within the entity and is not intended to be and should not be used by anyone other than these specified parties.

Respectfully submitted,

Kimball & Roberts, PC
Certified Public Accountants

November 2, 2025
Richfield, Utah