

1st Quarter 2025 Financial Report

GENERAL FUND

Overview

As the City's primary operating fund, General Fund resources provide for the City's key services including General Administration, Human Resources, Finance, Community Development, Public Safety, Public Works, and Parks, Recreation & Golf (PRG). General Funds also cover the cost of repaying Certificates of Participation (COP) obligations and interfund transfers to support capital improvement projects and debt service payments related to the City's sales & use tax revenue bonds. The table below provides a comparison of budgeted revenues and expenditures to actual amounts.

Key Take Aways: Revenues in the General Fund are on track to meet the projected budgeted amounts. License and Permit revenue is trending higher than budgeted due to a building permit issued for a large one time construction project. Charges for Services revenue is also trending ahead of budget due to higher than expected Plan Check and Zoning Board fees in Community Development as well as higher than expected programmatic revenues from the recreation centers in PRG. Investment earnings were budgeted at a conservative level and are trending higher than anticipated.

General Fund	2025 Amended Budget	Actuals through 3/31/2025	Actuals as % of Budget	Comparison to prior year 3/31/2024
Beginning Fund Balance	\$ 107,848,913	\$ 107,848,913		\$ 103,782,887
Revenues				
Taxes	\$ 117,471,658	\$ 23,658,517	20%	\$ 18,135,727
Licenses and Permits	4,726,182	1,519,498	32%	1,159,087
Intergovernmental	116,302	6,853	6%	7,393
Charges for Services	7,953,634	2,907,413	37%	2,158,379
Fines and Forfeits	1,361,909	356,994	26%	336,191
Investment Earnings	1,500,000	1,205,657	80%	1,115,760
Miscellaneous	699,598	74,778	11%	47,238
Total Revenues	\$ 133,829,283	\$ 29,729,710	22%	\$ 22,959,775
Expenditures				
General Administration	\$ 13,802,177	\$ 2,857,948	21%	\$ 2,368,500
Human Resources	3,238,089	730,854	23%	544,733
Finance	10,145,963	1,698,047	17%	1,646,967
Community Development	8,645,952	1,807,430	21%	2,047,990
Public Safety	37,277,674	8,545,821	23%	7,655,114
Public Works	23,641,248	5,014,037	21%	4,341,141
Parks, Recreation & Golf	20,289,940	4,472,768	22%	4,240,460
Debt Service (COP Payments)	1,839,676	2,420	0%	135,128
Total Expenditures	\$ 118,880,719	\$ 25,129,325	21%	\$ 22,980,032
Income/(Loss)	\$ 14,948,564	\$ 4,600,385	31%	\$ (20,257)
Other Financing Sources (Uses)				
Transfers In	\$ -	\$ -	0%	\$ 1,084,524
Transfers Out	(17,833,625)	(4,529,483)	25%	(4,966,129)
Total Other Financing Sources (Uses)	\$ (17,833,625)	\$ (4,529,483)	25%	\$ (3,881,606)
Ending Fund Balance	\$ 104,963,852	\$ 107,919,815	103%	\$ 99,881,025

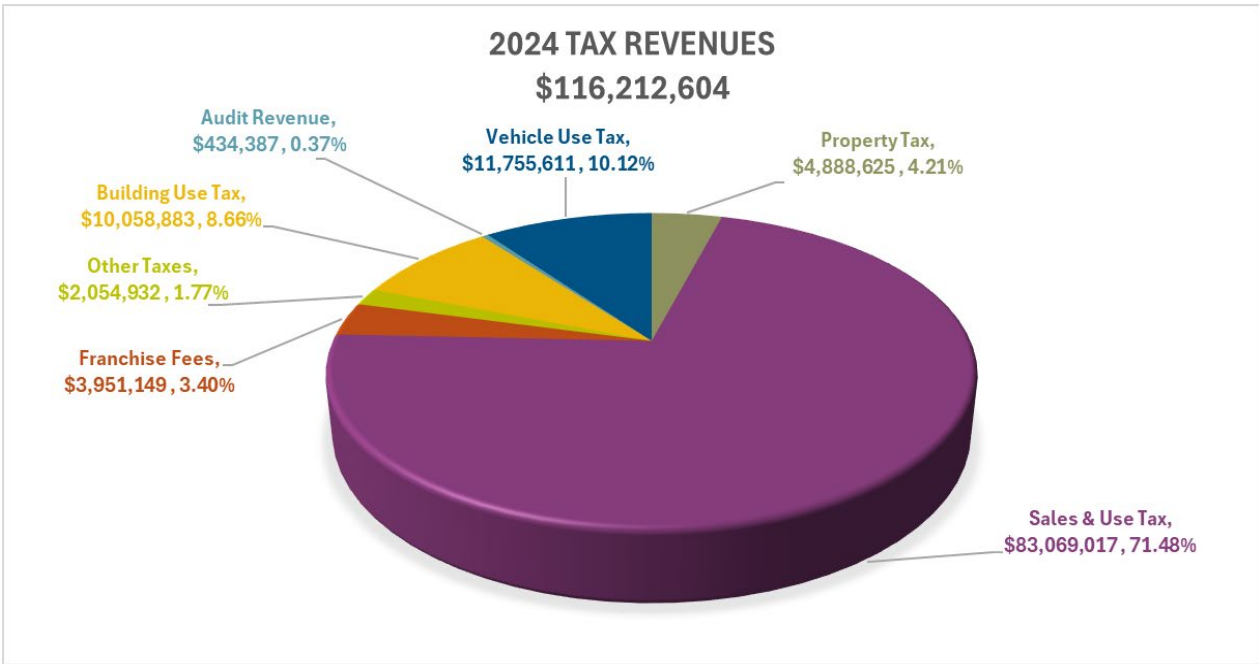
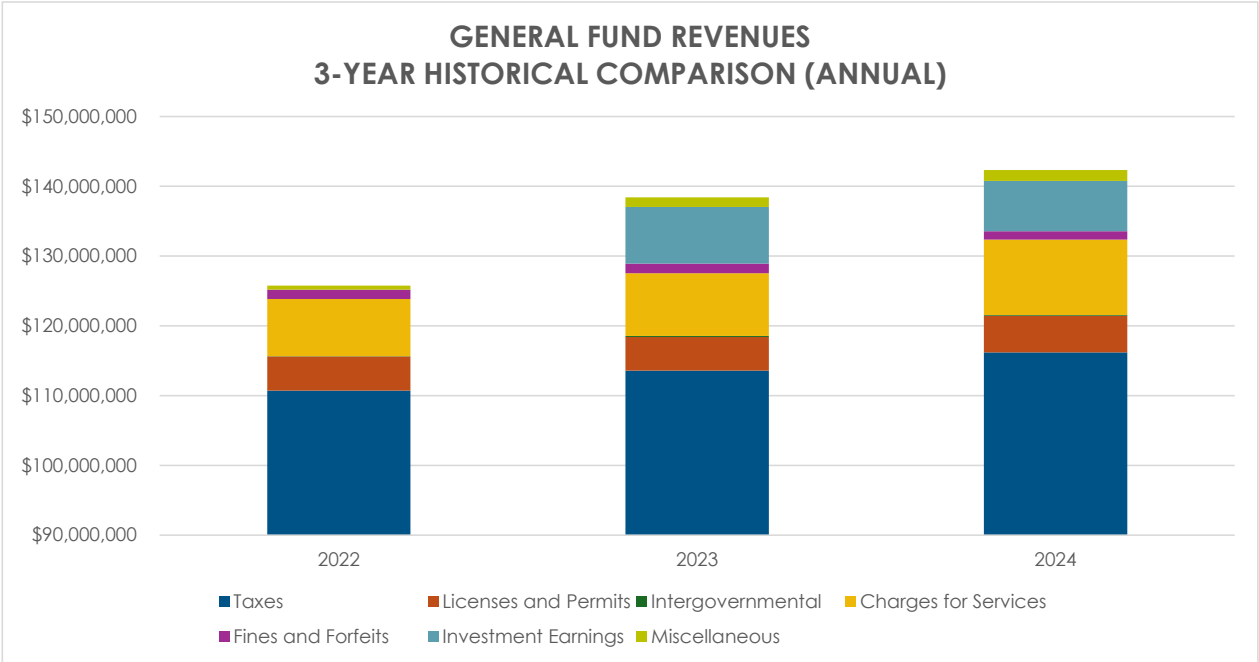
Notes:

- Revenues and expenditures should be at 25% to meet the projected budget.
- Sales & Use Tax revenues are received one month in arrears, therefore trending and percent of budget will appear lower than expected.
- Beginning 2025 fund balance is preliminary and unaudited.

GENERAL FUND REVENUES

Revenue

- ➡ General Fund revenues increased from year end 2023 to year end 2024 by 2.82%.
- ➡ The majority of the General Fund revenue increase from 2023 to 2024 is due to increased Sales & Use Tax revenues (2.42%).

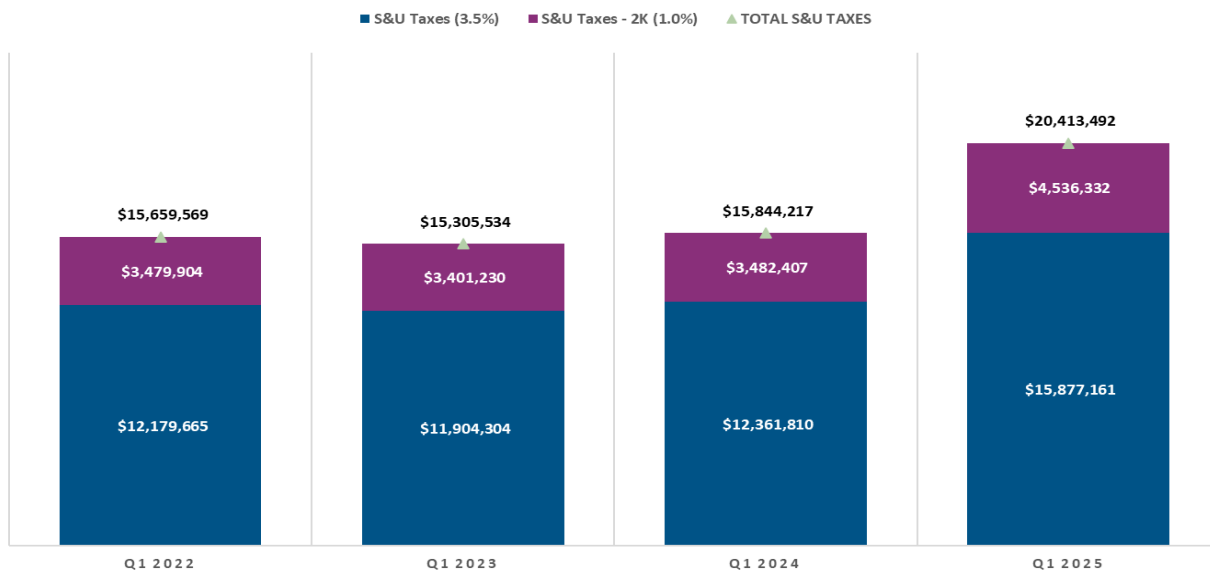


GENERAL FUND REVENUES

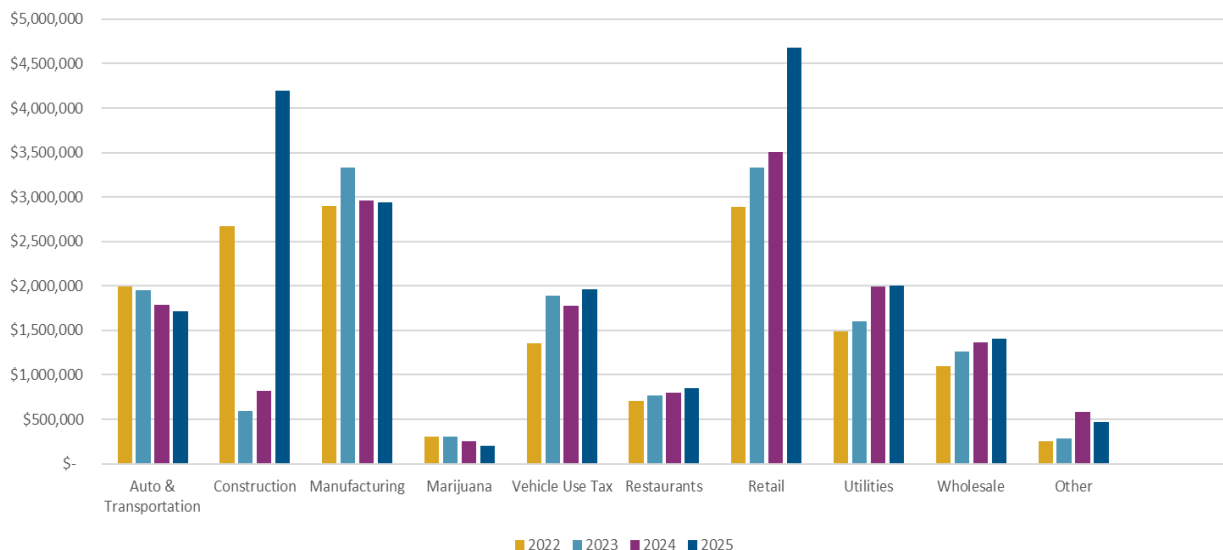
Sales/Use Tax

- ➡ Sales & Use Tax collections are one month in arrears; therefore, collections for the 1st quarter only represent collections through the month of February.
- ➡ Sales & Use Tax is 28.84% higher for the 1st quarter of 2025 compared to that of 2024. This large increase is due to a \$2.5M use tax payment received for a large construction project in the city.
- ➡ Marijuana tax, which is included in "Other Taxes" decreased 17.25% , Restaurant Sales Tax increased 5.48%, and Retail Sales Tax increased 33.41% from the same period in 2024.

**SALES & USE TAX REVENUE
HISTORICAL 1ST QUARTER COMPARISON
2022-2025**



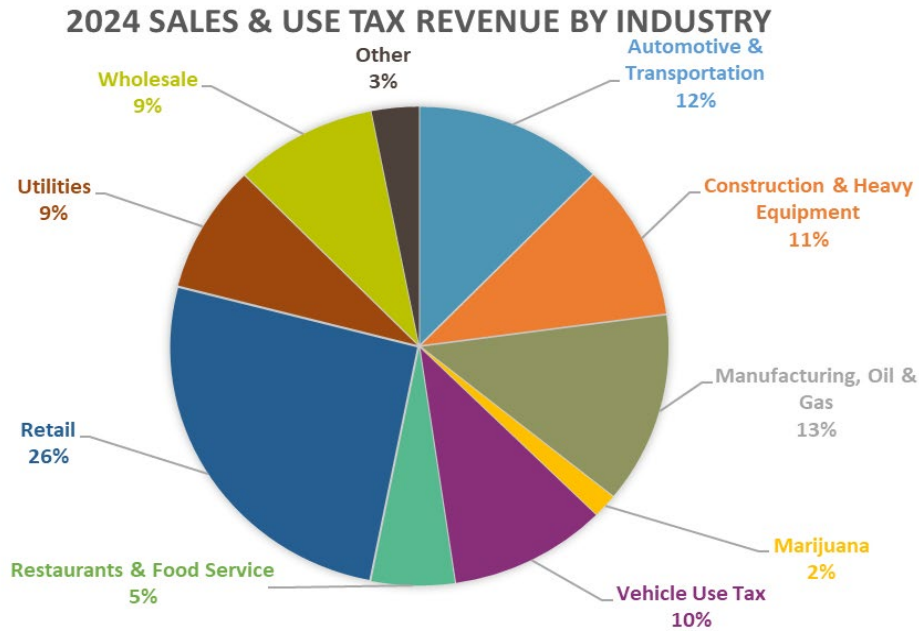
**SALES & USE TAX REVENUE BY INDUSTRY
HISTORICAL 1ST QUARTER COMPARISON
2022-2025**



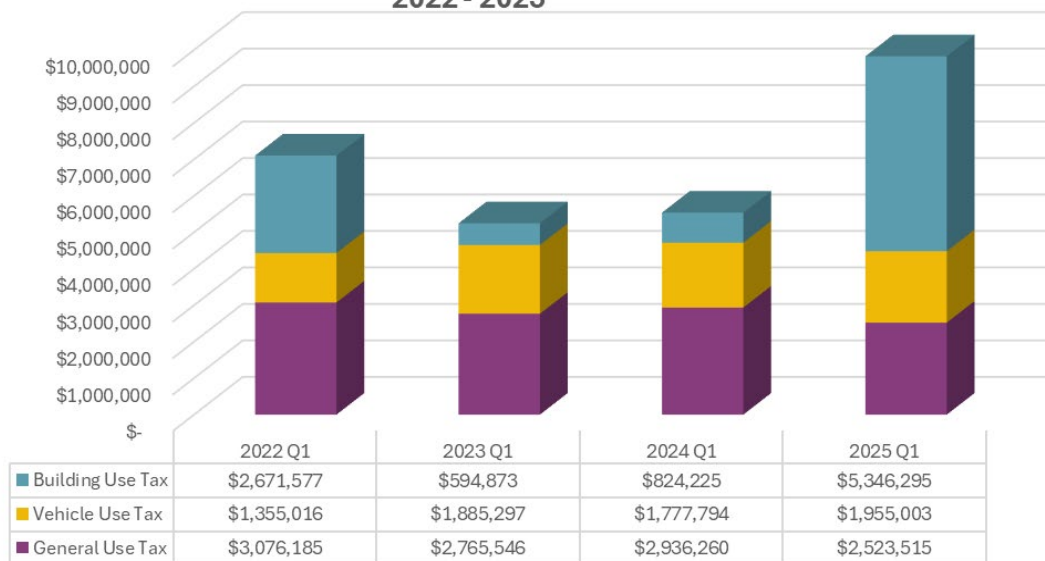
GENERAL FUND REVENUES

Sales/Use Tax

- ➡ Building Use Tax increased significantly in the 1st quarter of 2025 compared to that of 2024, due to one large construction project issued a building permit and paying use tax in the 1st quarter of 2025.
- ➡ Vehicle Use Tax increased by 9.97 % in the 1st quarter of 2025 compared to that of 2024.
- ➡ General Use Tax decreased by 14.06% in the 1st quarter of 2025 compared to that of 2024.



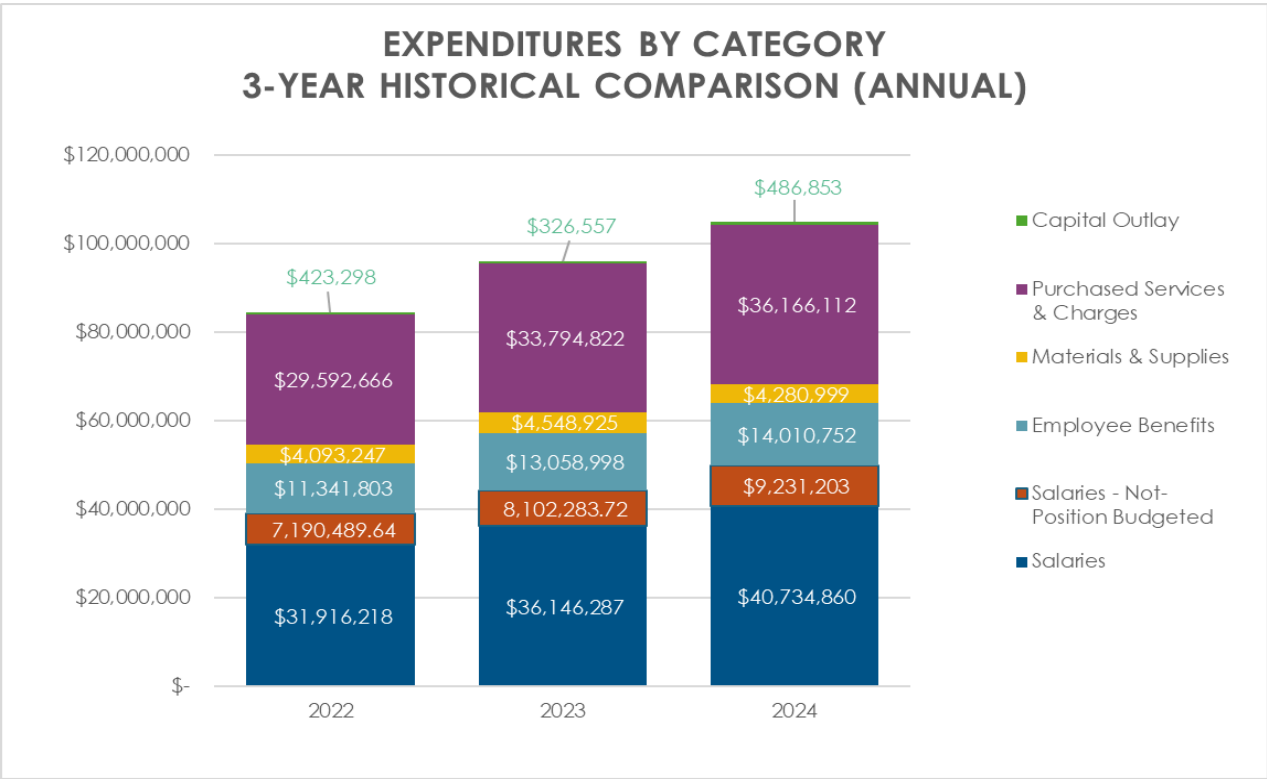
BUILDING, VEHICLE, AND GENERAL USE TAX HISTORICAL 1ST QUARTER COMPARISON 2022 - 2025



GENERAL FUND EXPENDITURES

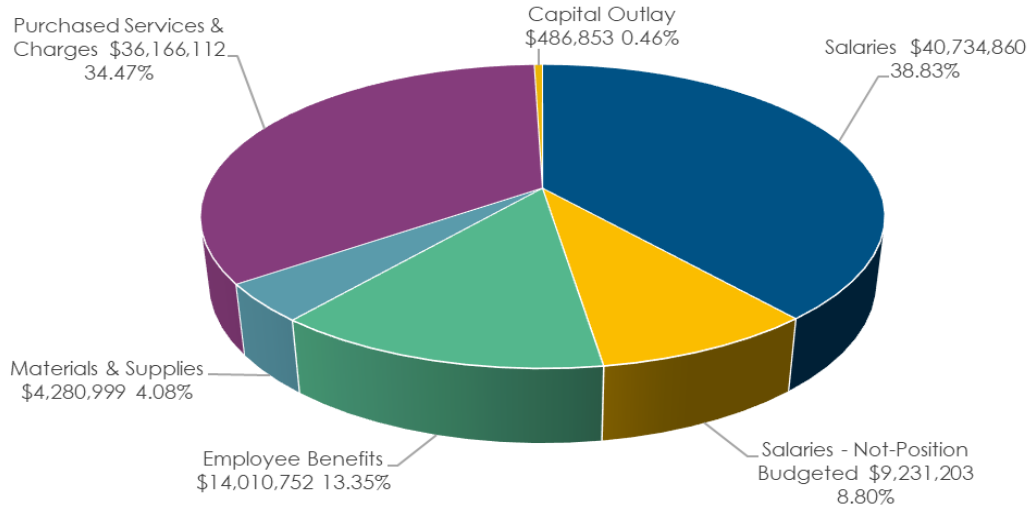
Expenditures

- ➡ General Fund expenditures are broken down into six major categories. These are:
- Salaries for full-time staff
 - Salaries for part-time staff and contract workers
 - Employee Benefits
 - Materials & Supplies
 - Purchased Services & Charges
 - Capital Outlay
 - Debt Service
- ➡ Overall expenditures (not including debt service) increased \$8,932,905 (9.31%) from 2023 to 2024.
- ➡ Personnel costs increased \$6,669,246 (11.64%) from 2023 to 2024. This increase is primarily due to the addition of 21 positions in 2024, market adjustments for some position to remain competitive when recruiting, and merit increases tied to annual evaluations.

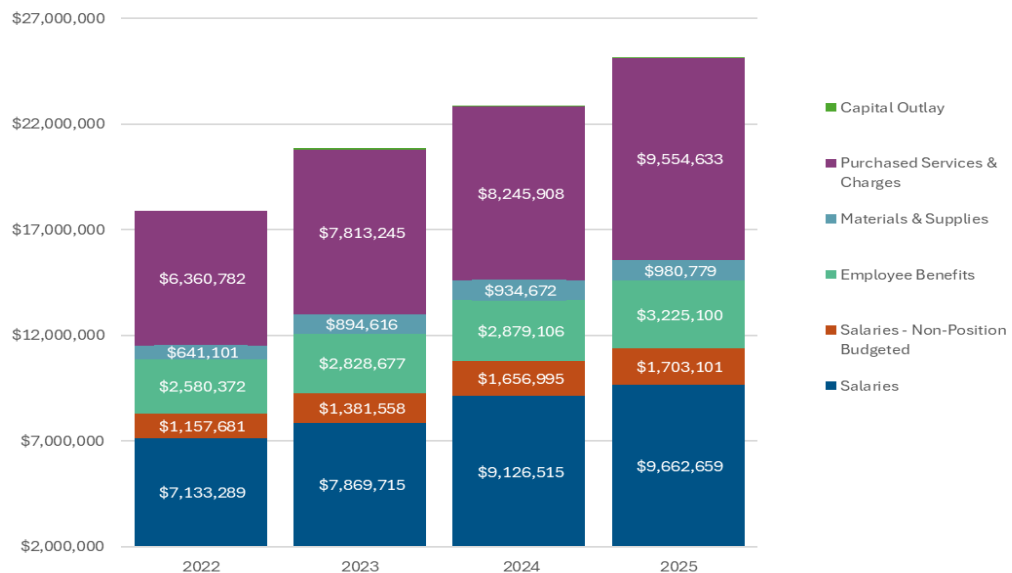


GENERAL FUND EXPENDITURES

2024 GENERAL FUND EXPENDITURES \$104,910,778



EXPENDITURES BY CATEGORY HISTORICAL 1ST QUARTER COMPARISON 2022-2025



- ➡ General fund expenditures increased \$2,282,000 or 9.99% in 1st quarter compared to the same time period in 2023.
- ➡ The largest increase from 2024 to 2025 was in Purchased Services & Charges. This category increased \$1,308,725 or 15.87%. This increase was mostly due to increased spending in 2025 related to, the citywide computer allocation, outside services general, outside services ARPA and property casualty insurance deductible/claims.

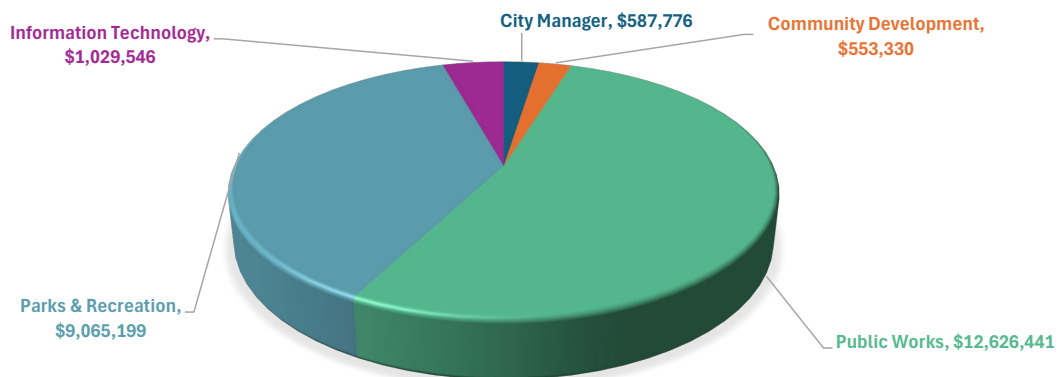
CAPITAL EXPENDITURES FUND

Overview

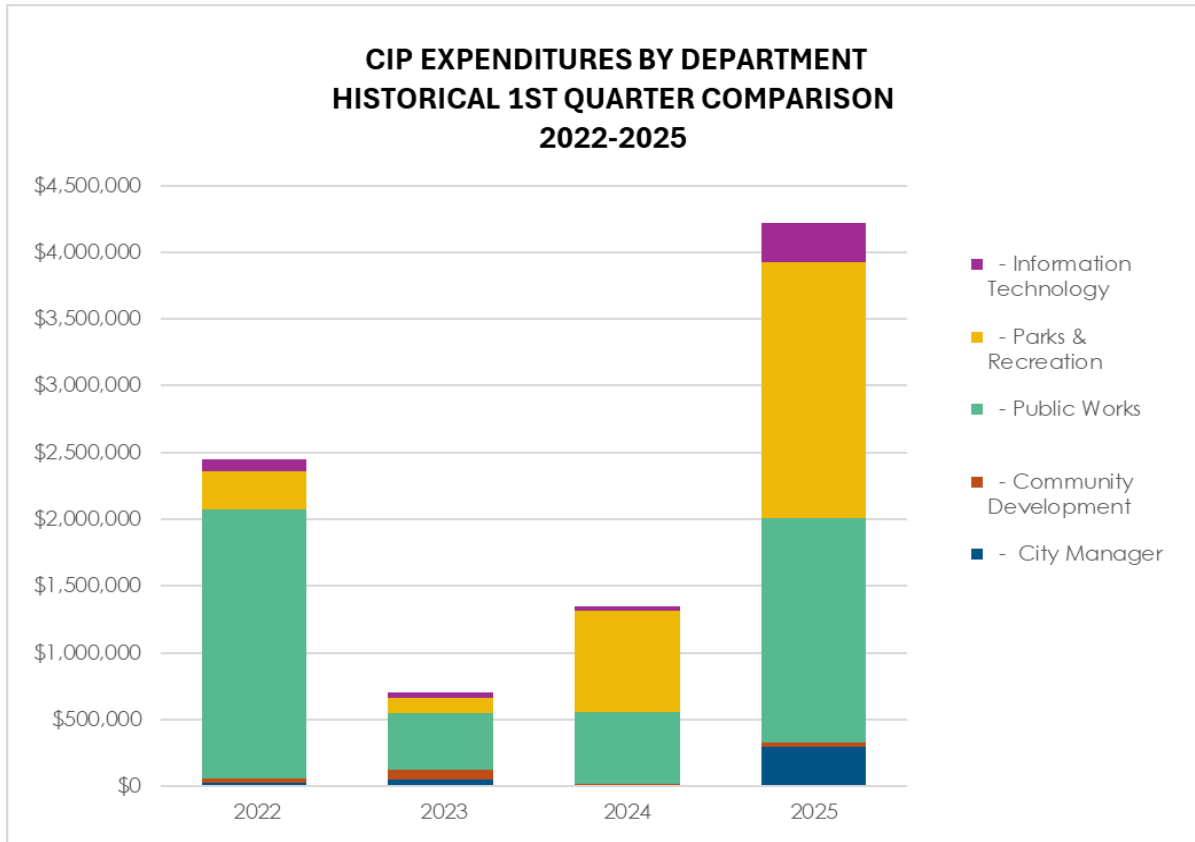
Commerce City continues to be one of Colorado's fastest-growing communities. As a result, the demand for superior transportation, recreation, and lifestyle is high. In order to meet the demand for these services, the City must continuously invest in capital maintenance and improvement efforts. As such, the purpose of Commerce City's Capital Investment Program (CIP) is to systematically guide capital expenditures that provide budget predictability while maintaining and improving public infrastructure. The following table provides a comparison of budgeted revenues and expenditures to actual amounts.

General Fund	2025 Amended Budget	Actuals through 3/31/2025	Actuals as % of Budget	Comparison to prior year 3/31/2024
Beginning Fund Balance	\$ 153,794,524	\$ 153,793,524		\$ 139,340,437
Revenues				
Highway Users Taxes	\$ 2,150,645	\$ 398,011	19%	\$ 366,717
Charges for Services	28,456	-	0%	-
Intergovernmental	5,522,226	241,118	4%	249,146
Miscellaneous	14,098,823	325,178	2%	1,508,360
Investment Earnings	-	426,777	0%	673,590
Total Revenues	\$ 21,800,150	\$ 1,391,084	6%	\$ 2,797,813
Expenditures				
Capital Outlay				
Projects - City Manager	\$ (600,000)	\$ 291,920	0%	\$ 4,361
Projects - Community Development	1,159,823	33,410	3%	12,025
Projects - Public Works	25,254,000	1,687,010	7%	536,316
Projects - Parks & Recreation	3,214,000	1,911,280	59%	759,212
Projects - Information Technology	2,454,500	293,214	12%	36,217
Total Expenditures	\$ 31,482,323	\$ 4,216,834	13%	\$ 1,348,131
Income/(Loss)	\$ (9,682,173)	\$ (2,825,751)	29%	\$ 1,449,682
Other Financing Sources (Uses)				
Transfers In	\$ 8,949,433	\$ 1,680,125	19%	\$ 2,173,817
Transfers Out	-	-	0%	-
Total Other Financing Sources (Uses)	\$ 8,949,433	\$ 1,680,125	19%	\$ 2,173,817
Ending Fund Balance	\$ 153,061,784	\$ 152,647,898	100%	\$ 142,963,936

2024 CAPITAL PROJECT EXPENDITURES BY DEPARTMENT



CAPITAL EXPENDITURES FUND



➡ Construction on the 96th Avenue widening project began in March of 2025. The project will take 16 months to complete and will make improvements to 96th Avenue from Chambers Road to Tower Road. Work will include widening the road to a four-lane landscaped-median divided roadway, new streetlighting, new traffic signals, critical water infrastructure, drainage improvements, and the construction of a pedestrian underpass.

➡ Construction on the 88th Avenue widening project will begin in Q2 of 2025. The contracts for construction and construction management have been executed. Once complete, the project will improve the first segment of 88th to include four lanes with a raised median, turn lanes, and a signal at the entrance to the Mile High Flea Market. In addition, sidewalks will be added to improve multimodal transportation, and landscaping, lighting, and drainage will also be improved.

➡ The City is actively working on two major plans and three corridor studies. The Transportation Master Plan is approximately 50% complete, and a draft plan will be presented to Council by early Q4. The Safety Action Plan is nearly 70% complete and a draft plan will be presented to Council in early Q3. The corridor studies for Highway 2, 64th Avenue, and 68th Avenue are also underway.