McMahan and Associates, L.L.C.
Certified Public Accountants and Consultants

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To the Board of Directors
Gunnison County Fire Protection District

We have audited the financial statements of Gunnison County Fire Protection District (the "District") as of and for the year ended December 31, 2025. Professional standards require that we provide you with the following information related to our audit.

Qualitative Aspects of Accounting Policies

The District's Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the District are described in the Notes to the financial statements. No new accounting policies were adopted, and the application of existing policies was not changed during the year. We noted no transactions entered into during the year for which there is a lack of authoritative guidance or consensus. There are no significant transactions that have been recognized in the financial statements in a different period than when the transaction occurred.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the financial statements were:

- Estimated useful lives for depreciation on capital assets: Managements estimate is based on industry practice and experience.
- Allowance for Uncollectible Accounts: Management's estimate of uncollectible accounts receivable is based on their experience with customers and developers, together with actual collections history since year-end. At December 31, 2025, there was no allowance for uncollectible accounts, since all receivables are considered collectible.

We evaluated the key factors and assumptions used to develop these estimates and found that they are reasonable in relation to the financial statements taken as a whole.

Difficulties Encountered in Performing the Audit

We encountered no difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. Management has corrected all misstatements prior to finalization of the 2025 audited financial statements.

- To record transfers to close the Capital Improvement Fund and open the National Dispatch Fund

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

As is required in all audit engagements, we have requested certain representations from management that are included in the management representation letter.

New Financial Reporting Standard

Financial reporting standards for the District are promulgated by the Governmental Accounting Standards Board, which has issued Statement No. 103, Financial Reporting Model Improvements ("GASB 103") to improve the effectiveness of financial reporting in certain areas of the financial statements. These improvements include updates to the Management Discussion and Analysis; defining and reporting unusual or infrequent items; and budgetary comparison information.

GASB 103 is effective for reporting periods beginning June 15, 2025, and all reporting periods thereafter, so the District must apply this standard for the 2026 fiscal year. We will work with the District to assist with implementation of this new standard.

This report is intended solely for the information and use of the Board of Directors, management, and others within the District and is not intended to be, and should not be, used by anyone other than those specified parties.

Sincerely,

McMahan and Associates, L.L.C.

McMahan and Associates, L.L.C.
Avon, Colorado
July 27, 2026