

Town of Basalt
2016
Comprehensive Annual Financial Report



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Town of Basalt, Colorado
Comprehensive Annual Financial Report
For the Year Ended December 31, 2016

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August of 2017

To the Citizens of the Town of Basalt, Colorado,

The Town of Basalt is pleased to submit the Comprehensive Annual Financial Report (CAFR) for the fiscal year ending December 31, 2016. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the Town. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the Town. All disclosures necessary to enable the reader to gain an understanding of the Town's financial activities have been included.

This report includes all funds of the Town. The Town provides a range of services including police protection, water services, the construction and maintenance of streets and infrastructure, and recreational and cultural activities. There are no other entities over which the Town exercises financial accountability. Educational, fire protection, sanitary sewer, trash service and portions of the waters services are provided by separate entities.

Management's Discussion and Analysis (MDA) immediately follows the independent auditor's report and provides a narrative introduction, overview and analysis of the basic financial statements. Management's discussion and analysis complements this letter of transmittal and should be read in conjunction with it.

ECONOMIC CONDITION AND OUTLOOK

The Town of Basalt is located in the middle of the Roaring Fork Valley and is split between Eagle and Pitkin Counties. Eagle and Pitkin County are major winter and summer tourist destinations in the United States and also attract visitors from throughout the world.

The Town, incorporated in 1901, operates under a Home Rule Charter that was adopted in 2002. The Town is managed based on the Town Manager-Council form of government. The governing body is made up of six councilmembers, who serve four-year staggered terms. Councilmembers are limited to two consecutive four-year terms. The Mayor is elected to a four-year term and also is limited to two consecutive four-year terms. The Town Manager serves as the Chief Executive Officer of the Town.

The Town's population is 3,944 with a current total annual budget of \$13,753,384. The Town covers 2 square miles and approximately 90% of the privately-owned land has been developed. Because of its location in the Roaring Fork Valley much of Basalt's business activity is driven by the tourism trade found in the Town of Snowmass Village (TOSV) and Aspen areas.

There are two primary commercial hubs in the town with the "old" downtown anchoring the commercial area on the east side of town and the newer Willits mixed-use development anchoring the commercial area on the west side of town. Other businesses within the Town include health care facilities, several schools, Basalt Regional Library, US Post Office, Woody Creek Distillery and many support and service businesses for the area.

The Town has traditionally been viewed as a bedroom community to Aspen, offering convenient services, a small town atmosphere, comfortable living conditions, a family environment, and a variety of outdoor recreational opportunities.

The Town is home to two gold medal trout streams (Fryingpan and Roaring Fork River) that are both a source of pride and are significant tourist attractions. The Town Council proactively addresses quality of life issues to ensure that the current standard of living is not only maintained, but ultimately enhanced. The Town, in cooperation with the Basalt Chamber of Commerce, hosts summer events that build on the areas strong tourism industry and bring guests and visitors to our two commercial centers.

MAJOR TOWN INITIATIVES

The Town continues to facilitate and encourage both the improvement and redevelopment of the Pan & Fork Trailer Park. This redevelopment effort supports the continued implementation of the Town's River Master Plan. In August of 2011 the Town and the Roaring Fork Community Development Corporation (RFCDC) jointly entered into an agreement for the purchase and eventual redevelopment of the Pan and Fork Trailer Park.

During 2016 the Town continued the implementation of the Town's River Master Plan. This included updates to the Town's Master Plan and the development of the Basalt River Park. This area also saw the construction and opening of the Rocky Mountain Institute (RMI) Innovation Center that will ultimately bring 75 jobs to Basalt.

Additionally, during 2016 the Town finished the engineering and financing plan for the construction of a pedestrian underpass at SH 82 and Basalt Avenue. Construction started in the fall of 2016. This has been a long-term project that the Town has contemplated for over 10 years and is critical to the development of the Southside and the enhancement of the Roaring Fork Transit Authority (RFTA) stops that were rebuilt and opened in 2013.

FUTURE TOWN INITIATIVES

The Town is committed to balancing development/redevelopment with the need to preserve the natural amenities that make Basalt such a great place to live. In doing so, Town staff has embarked on building annual work plans that meet these two goals. These work plans also include long-range financial planning elements that allow the Town Council to make strategic investments while contemplating the operational needs of the organization and community.

In 2016, the Town will continue to work on the development of a new river park and private development as was outlined in the Downtown Area Advisory Committee Report, Planning and Zoning Commission and the Parks Open Space and Trails Committee (POST). Much of this work will require phasing over time given the large capital investment that will need to be made.

In 2016, the Town will focus on the construction of the Basalt Avenue Underpass to improve pedestrian safety and enhance trail connections across SH 82 at Basalt Avenue. The total cost of this project will exceed \$7,000,000.

In 2016, the Town will continue its active role in the acquisition of affordable housing to enhance our ability to recruit and retain needed employees in our community.

In 2016 the Town will continue a review of all its revenue sources and begin to seek out new and diverse funding sources to restore General Fund balance. Basalt supports efforts for long-range, comprehensive capital infrastructure planning, budgeting, and refining strategies for the on-going maintenance, repair and replacement of our important infrastructure assets.

The police department remains committed to improving the level of service to the community. Continue emphasis on traffic safety, particularly in our burgeoning school zones, will be a priority. The Basalt Police Department will also maintain its focus on training, keeping personnel abreast of a variety of professional trends and development opportunities. In 2016 the Police Department was awarded their accreditation from the Colorado Association of Chiefs of Police.

FINANCIAL INFORMATION

Town management is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the Town are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of the control should not exceed the benefits likely to be

derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

BUDGETARY CONTROLS

The Town maintains various budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Town’s governing body. Activities in the General Fund, Special Revenue Funds, Debt Service Fund and Water Fund are included in the annual appropriated budget. The legal level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is at the fund level. The Town also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts do not lapse at the year-end. However, unencumbered appropriations do lapse. As demonstrated by the statements and schedules included in the financial section of this report, the Town continues to meet its responsibility for sound financial management.

OTHER INFORMATION

Independent Audit

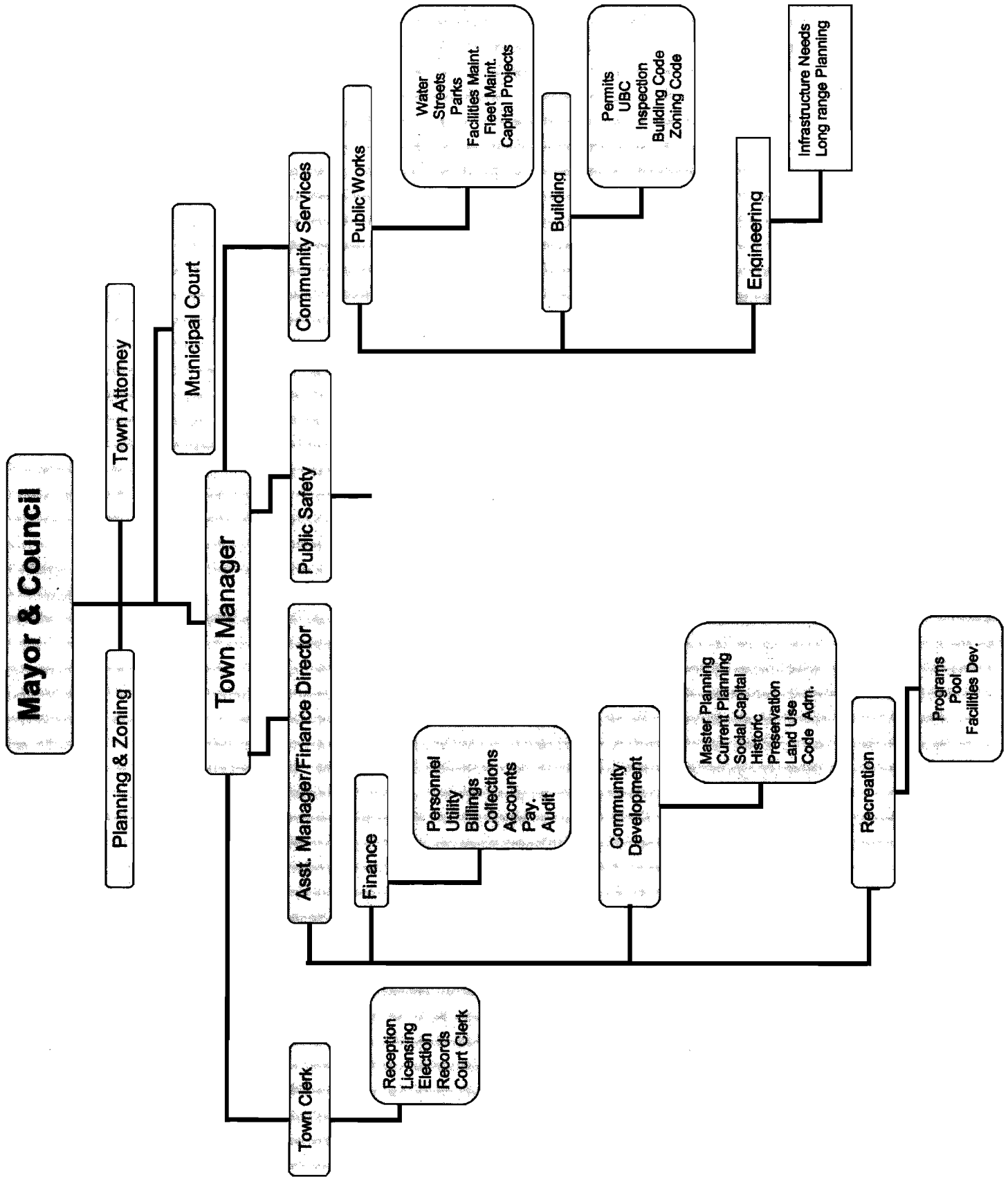
Colorado statutes require an annual audit of the Town’s financial statements. The audit for 2016 was conducted by Blair and Associates, Certified Public Accountants and their report on the financial statements is included in the financial section of this report.

ACKNOWLEDGEMENTS

The preparation of this comprehensive annual financial report was made possible by the dedicated services of Lisa Nieslanik. Our sincere appreciation is extended to all members of the staff, whose efforts made this report possible.

Respectfully submitted,

Judi Tippetts
Assistant Town Manager /CFO



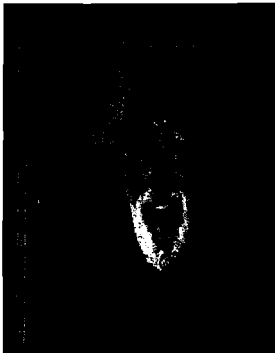
BASALT TOWN COUNCIL MEMBERS



**Mayor
Jacquie Whitsitt**



**Mayor Pro Tem,
Rob Leavitt**



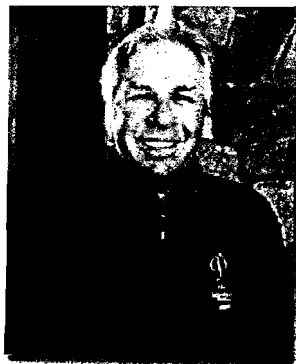
**Councilor,
Bernie Grauer**



**Councilor,
Gary Tennenbaum**



**Councilor,
Mark Kittle**



**Councilor,
Rick Stevens**



**Councilor,
Herschel Ross**

List of Appointed Principal Officials

Ryan Mahoney, Town Manager

Judith Tippetts, Finance Director

Pamela Schilling, Town Clerk

John Collins, Municipal Court Judge

Tom Smith, Town Attorney

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, Schedule of Town's Proportionate Share of the Net Pension Asset and Schedule of Town's Contributions to the Pension Plan on pages B-3 through B-10, E-1 through E-2, E-3 and E-4 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Basalt, Colorado's basic financial statements. The Combining Statements for the other governmental funds, Schedules of Revenues, Expenditures and Changes in Fund Balance Budget to Actual for the Governmental Funds, Schedules of Revenues, Expenditures and Changes in Available Resources-Budget and Actual-Enterprise Funds and local highway finance report are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Combining Statements for the other governmental funds, Schedules of Revenues, Expenditures and Changes in Fund Balance Budget to Actual for the Governmental Funds, Schedules of Revenues, Expenditures and Changes in Available Resources-Budget and Actual-Enterprise Funds and local highway finance report are the responsibility of management and were 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 Statements for the other governmental funds, Schedules of Revenues, Expenditures and Changes in Fund Balance Budget to Actual for the Governmental Funds, Schedules of Revenues, Expenditures and Changes in Available Resources-Budget and Actual-Enterprise Funds and local highway finance report are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Blair and Associates, P.C.

Cedaredge, Colorado
June 22, 2017

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Town Council
Town of Basalt, Colorado

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 Town of Basalt, Colorado, as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Basalt, Colorado, as of December 31, 2016, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, Schedule of Town's Proportionate Share of the Net Pension Asset and Schedule of Town's Contributions to the Pension Plan on pages B-3 through B-10, E-1 through E-2, E-3 and E-4 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with 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.

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The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Blair and Associates, P.C.

Cedaredge, Colorado
June 22, 2017

TOWN OF BASALT
Management's Discussion and Analysis
Fiscal Year Ended December 31, 2016

As management of the Town of Basalt (the "Town"), we offer readers of the Town's basic financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended December 31, 2016. We encourage readers to consider the information presented here in conjunction with additional information provided in the financial statements.

FINANCIAL HIGHLIGHTS

- The Town's assets exceeded its liabilities by \$36,670,402 (i.e. net position) as of December 31, 2016, an increase of \$2,547,608 in comparison to the prior year.
- Governmental funds reported combined ending fund balances of \$5,843,487, a decrease of \$313,648 in comparison with the prior year.
- The Town's fund balance for the General Fund was \$5,702,574, a decrease of \$271,991 in comparison to the prior year.
- Total long-term liabilities decreased by \$1,094,288 during the 2016 fiscal year with no new debt issued in 2016.
- Property, sales and franchise taxes for governmental activities totaled \$7,311,531, or 93% of general revenues.

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Town's basic financial statements. The basic statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

Government-wide Financial Statements

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

The **statement of net position** presents information on all the Town's assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference reported as net position. Over time, the increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

The **statement of activities** presents information showing how the Town's net position changed during the most recent fiscal year. All changes in net position is 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 reported in this statement for some items will result in cash flows in future periods (e.g. uncollected taxes and earned but unused personal time).

The government-wide financial statements distinguish functions of the Town 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 (*Business-type Activities*). The Governmental Activities of the Town include general government administration, police, public works, and culture and recreation. The Business-type Activities of the Town include the following utilities: water.

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. Fund accounting is used to ensure and demonstrate compliance with finance-related legal requirements. The Town's funds can be divided into three categories: Governmental Funds, Proprietary Funds and Fiduciary 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 statements, governmental fund financial statements focus on *short-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's short-term financing requirements. The accounting method is called *modified accrual* accounting.

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 activities in the *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 short-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*.

The Town maintains two major government funds, the General and Bond Fund. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund.

Proprietary Funds – The Town maintains one type of proprietary fund. *Enterprise Fund* is used to report the same functions presented as *business-type activities* in the government-wide financial statements. The Town uses a separate enterprise fund to account for its Water Fund.

Notes to Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position

As noted previously, net position may serve over time as a useful indicator of the Town's financial position. For the year ended December 31, 2016, the Town's combined assets exceeded liabilities and deferred inflows of resources by \$36,670,402. Of this amount, \$3,994,481 is unrestricted and available to meet the Town's ongoing financial obligations.

By far the largest portion of net position is the investment in capital assets (net of related debt) of \$30,510,148 (83% of net position). This amount reflects the investment in all capital assets (e.g. infrastructure, land, buildings, and equipment) less any related debt used to acquire those assets that are still outstanding. These capital assets are used to provide services to citizens; consequently, these assets are not available for future spending. Although the investment in capital assets is reported net of debt, it should be noted that the resources needed to repay this debt must be provided from other sources since capital assets themselves cannot be used to liquidate these liabilities.

The following table summarizes the Town's governmental and business-type net position for 2016:

Assets	Governmental Activities		Business-Type Activities		Total	
	2015	2016	2015	2016	2015	2016
Current and other assets	\$ 8,029,246	\$ 9,925,858	\$ 242,125	\$ 327,904	\$ 8,271,371	\$ 10,253,762
Capital assets	30,729,660	32,554,078	4,440,032	4,290,709	\$ 35,169,692	\$ 36,844,787
Total assets	<u>38,758,906</u>	<u>42,479,936</u>	<u>4,682,157</u>	<u>4,618,613</u>	<u>43,441,063</u>	<u>47,098,549</u>
Deferred outflows of resources	105,146	282,224	-	-	105,146	282,224
Total assets and Deferred outflows of resources	<u>38,864,052</u>	<u>42,762,160</u>	<u>4,682,157</u>	<u>4,618,613</u>	<u>43,546,209</u>	<u>47,380,773</u>
Current liabilities	599,420	2,899,809	10,155	42,174	609,575	2,941,983
Non-current liabilities						
Compensated absences	143,479	158,229	-	-	143,479	158,229
Long term debt	6,954,150	5,925,435	474,777	409,204	7,428,927	6,334,639
Total liabilities	<u>7,697,049</u>	<u>8,983,473</u>	<u>484,932</u>	<u>451,378</u>	<u>8,181,981</u>	<u>9,434,851</u>
Deferred inflows of resources	1,241,434	1,275,520	-	-	1,241,434	1,275,520
Net position						
Investment in capital assets, net related debt	23,669,731	26,536,086	3,965,255	3,881,505	27,634,986	30,417,591
Restricted	2,153,843	2,258,330	-	-	2,153,843	2,258,330
Unrestricted	4,101,995	3,708,751	231,970	285,730	4,333,965	3,994,481
Total net position	<u>\$ 29,925,569</u>	<u>\$ 32,503,167</u>	<u>\$ 4,197,225</u>	<u>\$ 4,167,235</u>	<u>\$ 34,122,794</u>	<u>\$ 36,670,402</u>

An additional portion of net position, \$2,258,330, represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, \$3,994,481 (11% of net position), may be used to meet the government's ongoing obligations to citizens and creditors.

Change in Net Position

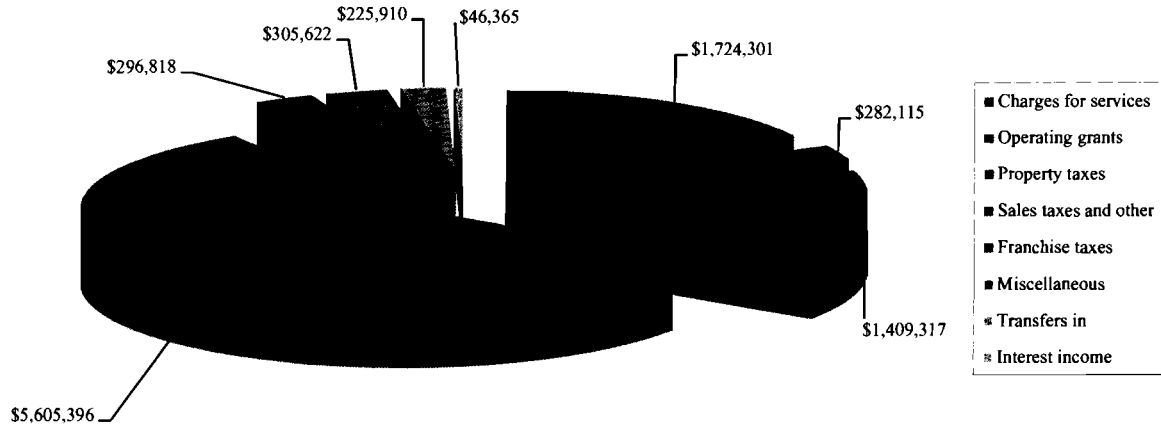
Governmental and business-type activities increased the Town's net position by \$2,547,608 in 2016.

	Governmental Activities		Business-Type Activities		Total	
	2015	2016	2015	2016	2015	2016
Revenues						
Program revenues						
Charges for services	\$ 485,537	\$ 1,724,301	\$ 571,347	\$ 680,241	\$ 1,056,884	\$ 2,404,542
Operating grants	252,631	282,115	-	-	252,631	282,115
Capital grants	-	-	14,034	193,186	14,034	193,186
General Revenues						
Property taxes	1,134,619	1,409,317	-	-	1,134,619	1,409,317
Sales taxes and other	5,606,585	5,605,396	-	-	5,606,585	5,605,396
Franchise taxes	303,208	296,818	-	-	303,208	296,818
Miscellaneous	258,776	305,622	-	-	258,776	305,622
Sale of assets	630,395	-	-	-	630,395	-
Transfer in	171,645	225,910	(171,645)	(225,910)	-	-
Interest income	3,736	46,365	589	2,183	4,325	48,548
Total	8,847,132	9,895,844	414,325	649,700	9,261,457	10,545,544
Expenses						
General government	2,586,990	3,052,082	-	-	2,586,990	3,052,082
Public safety	1,893,125	2,005,598	-	-	1,893,125	2,005,598
Public works	973,619	1,456,788	736,885	679,690	1,710,504	2,136,478
Culture and recreation	896,584	803,778	-	-	896,584	803,778
Total expenses	6,350,318	7,318,246	736,885	679,690	7,087,203	7,997,936
Increase in net position	2,496,814	2,577,598	(322,560)	(29,990)	2,174,254	2,547,608
Beginning	27,428,755	29,925,569	4,519,785	4,197,225	31,948,540	34,122,794
Ending	\$ 29,925,569	\$ 32,503,167	\$ 4,197,225	\$ 4,167,235	\$ 34,122,794	\$ 36,670,402

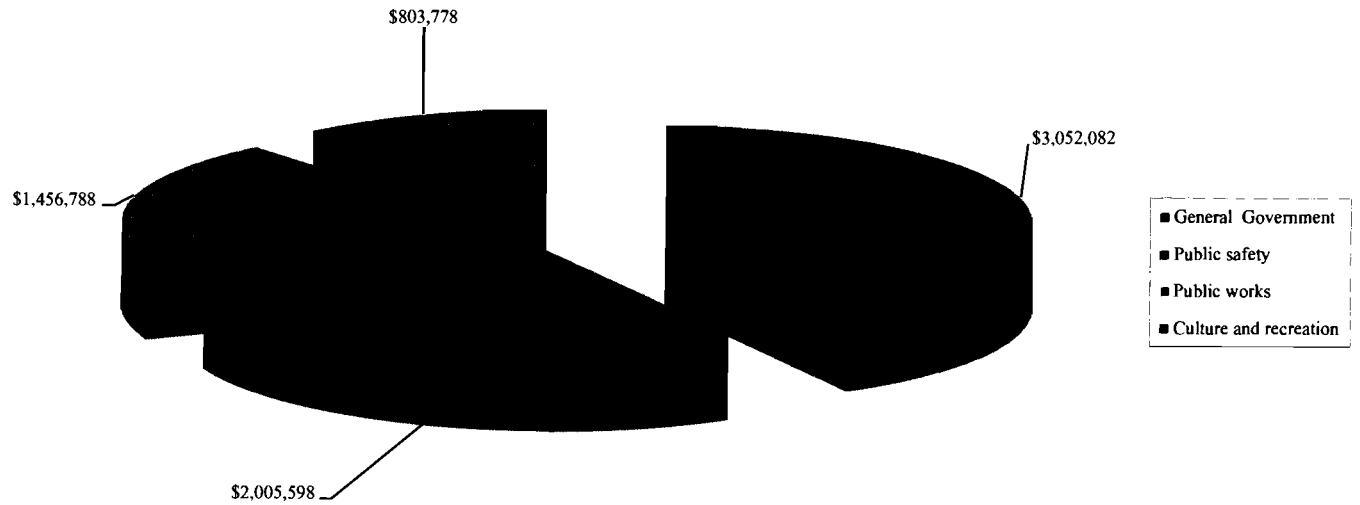
Governmental Activities

Governmental activities increased the Town's net position by \$2,577,598.

Governmental Activities revenues



Governmental Activities expenses



Business-type Activities

Business-type activities for the year resulted in a decrease in net position of \$29,990. Charges for services accounted for 78% of total revenues.

FINANCIAL ANALYSIS OF GOVERNMENT’S FUNDS

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

As of the end of 2016, the Town’s governmental funds reported combined ending fund balances of \$5,843,487 decrease of \$313,648 in comparison with the prior year. Of the combined ending fund balances for all governmental funds 59% of this total amount, \$3,444,244, constitutes unassigned fund balance, which is available for appropriation at the Town’s discretion. The remainder of the fund balance is reserved to indicate that it is not available for new spending because it is already committed to meet a State constitution mandated emergency reserve of \$324,000 and other purposes of \$1,934,330.

The Town has two major governmental funds the General and Bond Fund. At the end of 2016, unassigned fund balances of the General Fund were \$3,444,244. 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. The fund balance of the Town’s General Fund decreased by \$271,991 during 2016.

Proprietary funds. The Town’s proprietary fund statements provide the same type of information found in the government-wide financial statements, but in more detail.

The Town has one enterprise fund: Water Fund. At the end of 2016, the fund represented the following net position amounts:

	<u>Water</u>
Unrestricted net position	\$ 159,156
Total net position	\$ 4,167,235
Decrease in net position	\$ (29,990)

GENERAL FUND BUDGETARY HIGHLIGHTS

The Town budgeted \$10,799,990 for 2016 expenditures. Actual expenditures were \$9,583,499.

CAPITAL ASSET AND DEBT ADMINISTRATION

The Town's investment in capital assets for its governmental and business-type activities as of December 31, 2016, was \$36,844,787, an increase of \$ 1,675,095 from the prior year. As required by GASB 34, the investment in capital assets includes land, buildings, building improvements, and equipment.

	Balance			Balance
	January 1, 2016	Additions	Dispositions	December 31, 2016
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 18,633,591	\$ 953,602	\$ -	\$ 19,587,193
	<u>18,633,591</u>	<u>953,602</u>	<u>-</u>	<u>19,587,193</u>
Capital assets being depreciated				
Buildings	3,074,623	-	-	3,074,623
Improvements	997,129	-	-	997,129
Equipment	2,219,353	209,801	-	2,429,154
Infrastructure	11,885,680	1,371,662	-	13,257,342
Less accumulated depreciation	<u>(6,080,716)</u>	<u>(710,647)</u>	<u>-</u>	<u>(6,791,363)</u>
	<u>12,096,069</u>	<u>870,816</u>	<u>-</u>	<u>12,966,885</u>
Total Governmental Activities Capital Assets	<u>\$ 30,729,660</u>	<u>\$ 1,824,418</u>	<u>\$ -</u>	<u>\$ 32,554,078</u>

	Balance			Balance
	January 1, 2016	Additions	Dispositions	December 31, 2016
Business-Type Activities				
Capital assets no being depreciated				
Land	\$ 256,235	\$ -	\$ -	\$ 256,235
Capital assets being depreciated				
Water rights	441,862	-	-	441,862
Wells and springs	752,672	-	-	752,672
Water plant	6,870,087	116,476	-	6,986,563
Hydro system	140,000	-	-	140,000
Machinery and equipment	135,589	-	-	135,589
Less accumulated depreciation	<u>(4,156,414)</u>	<u>(265,798)</u>	<u>-</u>	<u>(4,422,212)</u>
Capital assets being depreciated, net	<u>4,183,796</u>	<u>(149,322)</u>	<u>-</u>	<u>4,034,474</u>
Total business-type Activities capital assets	<u>\$ 4,440,031</u>	<u>\$ (149,322)</u>	<u>\$ -</u>	<u>\$ 4,290,709</u>

Long-term Debt

As of December 31, 2016, the Town had long-term debt as follows:

	Balance			Balance		Due Within
	January 1, 2016	Additions	Reductions	December 31, 2016	One Year	
Governmental Activities						
Bonds payable-2013	\$ 3,960,000	\$ -	\$ (530,000)	\$ 3,430,000	\$ 540,000	
Bonds payable-2014	1,655,000	-	(252,000)	1,403,000	260,000	
Lease payable	88,885	-	(43,883)	45,002	45,002	
Line of credit	1,250,265	-	(202,832)	1,047,433	1,047,433	
Accrued compensated absences	143,479	14,750	-	158,229	-	
Total	\$ 7,097,629	\$ 14,750	\$ (1,028,715)	\$ 6,083,664	\$ 1,892,435	
Enterprise Activities						
Loan payable - Ruedi	\$ 49,241	\$ -	\$ (11,762)	\$ 37,479	\$ 12,120	
Loan payable - CCWR	425,536	-	(53,811)	371,725	53,811	
Total	\$ 474,777	\$ -	\$ (65,573)	\$ 409,204	\$ 65,931	

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

- The Town is in excellent financial condition.
- The Town would like to maintain its General Fund unreserved fund balance of at least three to four months of reserves.

REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in the report or requests for additional financial information should be addressed to:

Judith Tippetts
Finance Director
Town of Basalt

Town of Basalt
Statement of Net Position
December 31, 2016

	Governmental Activities	Business - Type	Total
Assets			
Cash and cash equivalents	\$ 1,535,329	\$ (144,799)	\$ 1,390,530
Investments	4,605,956	338,055	4,944,011
Restricted cash	1,934,329	-	1,934,329
Property taxes receivable	1,180,342	-	1,180,342
Accounts receivable	610,606	121,778	732,384
Prepaid and deposits	57,076	-	57,076
Inventories	-	12,870	12,870
Capital assets, net	32,554,078	4,290,709	36,844,787
FPPA net pension asset	2,220	-	2,220
Total assets	42,479,936	4,618,613	47,098,549
Deferred outflows of resources			
FPPA pension	242,311	-	242,311
Cost of Issuance of Bonds	39,913	-	39,913
Total deferred outflows of resources	282,224	-	282,224
Total Assets and Deferred Outflows of Resources	42,762,160	4,618,613	47,380,773
Liabilities			
Accounts payable	226,143	41,614	267,757
Accrued payroll and liabilities	4,411	-	4,411
Accrued interest payable	-	560	560
Deposit on construction	77,070	-	77,070
Held for developers	2,592,185	-	2,592,185
Compensated absences	158,229	-	158,229
Non current liabilities			
Due within one year	1,892,435	65,931	1,958,366
Due in more than one year	4,033,000	343,273	4,376,273
Total liabilities	8,983,473	451,378	9,434,851
Deferred inflows of resources			
Bond premium less discounts	92,557	-	92,557
FPPA pension	2,621	-	2,621
Deferred property taxes	1,180,342	-	1,180,342
Total Deferred inflows of resources	1,275,520	-	1,275,520
Net Position			
Invested in capital assets, net of related debt	26,536,086	3,881,505	30,417,591
Restricted for:			
Emergencies	324,000	-	324,000
Other purposes	1,934,330	-	1,934,330
Unrestricted	3,708,751	285,730	3,994,481
Total net position	\$ 32,503,167	\$ 4,167,235	\$ 36,670,402

The accompanying notes are an integral part of this statement.

**Town of Basalt
Statement of Activities
December 31, 2016**

Functions/Programs	Expenses	Program Revenues		
		Charges for Service and Fees	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
General Government	\$ 3,052,082	\$ 58,463	\$ -	\$ -
Public Safety	2,005,598	48,610	-	-
Public Works	1,456,788	1,412,932	260,268	-
Culture and Recreation	803,778	204,296	21,847	-
Total governmental activities	<u>7,318,246</u>	<u>1,724,301</u>	<u>282,115</u>	<u>-</u>
Business-type activities:				
Water	679,690	680,241	-	193,186
Total business-type activities	<u>679,690</u>	<u>680,241</u>	<u>-</u>	<u>193,186</u>
Total primary government	<u><u>\$ 7,997,936</u></u>	<u><u>\$ 2,404,542</u></u>	<u><u>\$ 282,115</u></u>	<u><u>\$ 193,186</u></u>

General Revenues

Taxes:
 Property taxes
 Specific ownership
 Sales taxes and miscellaneous
 Franchise taxes
 Miscellaneous
 Investment earnings
 Transfers In (out)

Total General Revenues

Changes in Net Position

Net Position-January 1

Net Position-December 31

Net (Expense) Revenue and Changes in Net Position		
Primary Government		
Governmental	Business-Type	
Activities	Activities	Total
\$ (2,993,619)	\$ -	\$ (2,993,619)
(1,956,988)	-	(1,956,988)
216,412	-	216,412
(577,635)	-	(577,635)
<u>(5,311,830)</u>		<u>(5,311,830)</u>
-	193,737	193,737
-	193,737	193,737
<u>(5,311,830)</u>	<u>193,737</u>	<u>(5,118,093)</u>
1,409,317	-	1,409,317
53,323	-	53,323
5,552,073	-	5,552,073
296,818	-	296,818
305,622	-	305,622
46,365	2,183	48,548
225,910	(225,910)	-
<u>7,889,428</u>	<u>(223,727)</u>	<u>7,665,701</u>
2,577,598	(29,990)	2,547,608
29,925,569	4,197,225	34,122,794
<u>\$ 32,503,167</u>	<u>\$ 4,167,235</u>	<u>\$ 36,670,402</u>

The accompanying notes are an integral part of this statement.

**Town of Basalt
Governmental Funds
Balance Sheet
December 31, 2016**

	General Fund	Bond Fund	Other Governmental Funds	Total Governmental Funds
Assets				
Cash and cash equivalents	\$ 1,402,711	\$ (5,478)	\$ 138,096	\$ 1,535,329
Investments	4,597,661	2,054	6,241	4,605,956
Restricted Cash	1,934,329	-	-	1,934,329
Taxes receivable	880,342	300,000	-	1,180,342
Accounts receivable	610,606	-	-	610,606
Prepaid expenses	57,076	-	-	57,076
Total assets	<u>\$ 9,482,725</u>	<u>\$ 296,576</u>	<u>\$ 144,337</u>	<u>\$ 9,923,638</u>
Liabilities and Fund Balance				
Liabilities:				
Accounts payable	\$ 226,143	\$ -	\$ -	\$ 226,143
Accrued payroll and liabilities	4,411	-	-	4,411
Deposit on construction	77,070	-	-	77,070
Held for developers	2,592,185	-	-	2,592,185
Total liabilities	<u>2,899,809</u>	<u>-</u>	<u>-</u>	<u>2,899,809</u>
Deferred inflows of resources				
Deferred property taxes	<u>880,342</u>	<u>300,000</u>	<u>-</u>	<u>1,180,342</u>
Fund balances:				
Restricted:				
Reserve for emergencies	324,000	-	-	324,000
Debt service payments	-	(3,424)	-	(3,424)
Parks and Recreation	-	-	144,337	144,337
Committed:				
Open space and trails	1,171,514	-	-	1,171,514
Parks	262,728	-	-	262,728
Transportation	135,224	-	-	135,224
Willits development	1,130,973	-	-	1,130,973
Highway and streets	343,431	-	-	343,431
Other projects	(1,109,540)	-	-	(1,109,540)
Unassigned	3,444,244	-	-	3,444,244
Total fund balance	<u>5,702,574</u>	<u>(3,424)</u>	<u>144,337</u>	<u>5,843,487</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 9,482,725</u>	<u>\$ 296,576</u>	<u>\$ 144,337</u>	<u>\$ 9,923,638</u>

The accompanying notes are an integral part of this statement.

Town of Basalt
Reconciliation of the Governmental Funds Balance
Sheet to the Statement of Net Position
December 31, 2016

Total fund balance, governmental funds \$ 5,843,487

Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not current period expenditures and therefore are not reported in this fund financial statement, but are reported in the governmental activities of the Statement of Net Position.

Cost of capital assets	\$ 39,345,392	
Less accumulated depreciation	(6,791,314)	32,554,078

Deferred outflows of resources related to pensions are applicable in future period, and, therefore, are not reported in the funds. Deferred outflows of resources are related to the difference between projected and actual earnings on pension investments and the difference between contributions and proportionate share of contributions. 241,910

Some liabilities, (such as Notes Payable, Capital Lease Contract Payable, Long-term Compensated Absences, and Bonds Payable), are not due and payable in the current period and are not included in the fund financial statement, but are included in the governmental activities of the Statement of Position.

Bonds payable	\$ (4,833,000)	
Line of credit	(1,047,433)	
Bond premium and discount costs	(92,557)	
Bond issuance costs	39,913	
Leases payable	(45,002)	
Compensated absences	(158,229)	(6,136,308)

Net Position of Governmental Activities in the Statement of Net Position \$ 32,503,167

The accompanying notes are an integral part of this statement.

Town of Basalt
Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended December 31, 2016

	<u>General Fund</u>	<u>Bond Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues				
Taxes	\$ 6,749,096	\$ 562,435	\$ -	\$ 7,311,531
Intergovernmental	260,268	-	21,847	282,115
Licenses, permits and fees	1,670,294	-	-	1,670,294
Charges for service	250,170	-	-	250,170
Fines and forfeitures	48,610	-	-	48,610
Miscellaneous	107,160	13	41	107,214
Total revenues	<u>9,085,598</u>	<u>562,448</u>	<u>21,888</u>	<u>9,669,934</u>
Expenditures				
Current:				
General government	3,048,490	9,418	-	3,057,908
Public safety	1,914,639	-	-	1,914,639
Public works	1,188,992	(2,000)	-	1,186,992
Culture and recreation	772,061	-	-	772,061
Capital outlay	2,159,802	-	-	2,159,802
Debt service payments	499,515	618,575	-	1,118,090
Total expenditures	<u>9,583,499</u>	<u>625,993</u>	<u>-</u>	<u>10,209,492</u>
Excess of revenues over expenditures	<u>(497,901)</u>	<u>(63,545)</u>	<u>21,888</u>	<u>(539,558)</u>
Other Financing (Uses)				
Transfers in	225,910	-	-	225,910
Total other financing (uses)	<u>225,910</u>	<u>-</u>	<u>-</u>	<u>225,910</u>
Net change to fund balance	(271,991)	(63,545)	21,888	(313,648)
Fund balance, January 1	5,974,565	60,121	122,449	6,157,135
Fund balance, December 31	<u>\$ 5,702,574</u>	<u>\$ (3,424)</u>	<u>\$ 144,337</u>	<u>\$ 5,843,487</u>

The accompanying notes are an integral part of this statement.

Town of Basalt
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures,
and Changes in Fund Balances to the Statement of Activities
For the Year Ended December 31, 2016

Net change in fund balances - total governmental funds **\$ (313,648)**

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Fixed assets current additions	\$2,535,065	
Depreciation expense	(710,647)	
Excess of capital outlay over depreciation	1,824,418	1,824,418

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

This is the change in net pension expense.	41,651
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Sale of assets	-
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The issuance of long-term debt(e.g. bonds) provides current financial resources to governmental funds, while the repayment of the principal of the long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas the amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Bond issuance costs	(2,010)
Bond premium less discounts	13,222

Repayment of long-term debt principal is reported as an expenditure in the governmental funds but reduces long-term liabilities in the statement of net position.	1,028,715
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Increase in compensated absences	(14,750)
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Change in net position of governmental funds	<u><u>\$ 2,577,598</u></u>
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The accompanying notes are an integral part of this statement.

**Town of Basalt
Statement of Net Position
Enterprise Fund
December 31, 2016**

	Water Fund
Assets	
Current Assets:	
Cash and cash equivalents	\$ (144,799)
Investments	338,055
Accounts Receivable, net	121,778
Inventories	12,870
Total current assets	327,904
Noncurrent assets:	
Capital assets:	
Land and improvements	256,235
Wells, springs and water rights	1,194,534
Utility system	6,986,563
Hydro system	140,000
Equipment and furniture	135,589
Less Accumulated Depreciation	(4,422,212)
Total noncurrent assets	4,290,709
Total assets	\$ 4,618,613
Liabilities	
Current liabilities:	
Accounts payable	41,614
Accrued interest payable	560
Current portion of long-term debt	65,931
Total current liabilities	108,105
Noncurrent liabilities:	
Loans payable	343,273
Total noncurrent liabilities	343,273
Total liabilities	451,378
Net Position	
Invested in capital assets, net of related debt	3,881,505
Reserve for rate covenant	126,574
Unrestricted	159,156
Total net position	\$ 4,167,235

The accompanying notes are an integral part of this statement.

Town of Basalt
Statement of Revenues, Expenses and Changes in Fund Net Position
Enterprise Fund
Year Ended December 31, 2016

	Water Fund
Operating revenues:	
Charges for services	\$ 660,189
Miscellaneous	20,052
Total operating revenues	680,241
Operating expenses:	
Personnel services	191,480
Contractual services	45,406
Utilities	29,344
Repairs and maintenance	54,699
Other supplies and expenses	74,974
Depreciation	265,798
Total operating expenses	661,701
Operating income (loss)	18,540
Nonoperating revenues (expenses):	
Interest and investment revenue	2,183
Transfers (out)	(225,910)
Interest expense	(17,989)
Total nonoperating revenues (expenses)	(241,716)
Income (loss) before transfers	(223,176)
Capital contributions-Tap Fees	193,186
Change in net position	(29,990)
Net position, January 1	4,197,225
Net position, December 31	\$ 4,167,235

The accompanying notes are an integral part of this statement.

**Town of Basalt
Statement of Cash Flows
Enterprise Fund
Year Ended December 31, 2016**

	Water Fund
Cash Flows From Operating Activities	
Cash received from customers	\$ 667,619
Cash payments to suppliers for goods and services	(172,403)
Cash payments for employees	(191,480)
Net cash provided (used) by operating activities	303,736
Cash Flows from Noncapital Financing Activities	
Capital contributions-tap fees	193,186
Net cash provided (used) by noncapital financing activities	193,186
Cash Flows from Capital and Related Financing Activities	
Transfers (out)	(225,910)
Acquisition of capital assets	(116,476)
Interest expense	(17,989)
Principal payment on loans	(65,573)
Net cash provided (used) by capital and related financing activities	(425,948)
Cash Flows from Investing Activities	
Interest on investments	2,183
Net increase (decrease) in cash and equivalents	73,157
Cash balances, January 1	120,099
Cash balances, December 31	\$ 193,256
Reconciling of operating income (loss) to net cash provided (used) by operating activities:	
Operating income (loss)	\$ 18,540
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:	
Depreciation expense	265,798
Assets (increase) decrease:	
Accounts receivable	(12,622)
Liabilities increase (decrease):	
Accounts payable	32,020
Total adjustments	285,196
Net cash provided (used) by operating activities	\$ 303,736

The accompanying notes are an integral part of this financial statement

Town of Basalt
Notes to the Financial Statements
December 31, 2016

Note 1 - Summary of Significant Accounting Policies

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

The more significant of the Town's accounting policies are described below:

A. Financial Reporting Entity

The Town operates under a Home Rule Charter and a Council - Manager Form of government with seven elected Council members. As required by accounting principles generally accepted in the United States of America, these financial statements present the Town of Basalt (the primary government).

The Town has examined their relationship with potential component units based on the criteria in GASB No. 14. Based on that examination, the Town has determined that the Town has no component units.

The financial statements of the Town consist only of the funds and account groups of the Town. The Town has no oversight responsibility for any other governmental entity since no other entities are considered to be controlled by or dependent on the Town. Control or dependence is determined on the basis of budget, adoption, taxing authority, funding, and appointment of the respective governing board.

B. Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the activities of the Town and its component unit. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes, charges for services and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on user charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to those 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*.

Town of Basalt
Notes to the Financial Statements
December 31, 2016

Note 1 - Summary of Significant Accounting Policies (continued)

C. Fund Financial Statements

The accounts of the Town are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

All governmental funds are accounted for on a flow of current financial resources basis. Balance sheets for these funds generally include only current assets and current liabilities. Reported fund balances are considered a measure of available, spendable resources. Operating statements for these funds present a summary of available, spendable resources and expenditures for the period.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The Town reports the following major governmental funds:

- The General Fund is the Town's primary operating fund. It accounts for all financial resources of the Town, except those required to be accounted for in another fund.
- The Bond Fund, which accounts for debt service payments on bonds. Revenues are mainly generated by property taxes.

The remaining governmental funds are aggregated and presented as nonmajor funds. Those funds include:

- The Conservation Trust Fund, which accounts for State of Colorado lottery funds to be used for parks and recreation services and capital investment.

Enterprise Funds account for operations that are financed and operated in a manner similar to private business enterprises, where the intent is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. Enterprise funds are considered major funds because of community interests in the activities and sources of funding supporting these operations.

The Town reports the following major enterprise fund business-type activities:

- Water Fund, which account for all operations of the Town's water services. They are primarily financed by user charges.

Town of Basalt
Notes to the Financial Statements
December 31, 2016

Note 1 - Summary of Significant Accounting Policies (continued)

D. Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the enterprise 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.

The modified accrual basis of accounting is used by all governmental funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred. Exceptions to this general rule include principal and interest on general long-term debt which is recognized when due, and compensated absences which are recognized when the obligations are expected to be liquidated with expendable available resources.

Those revenues susceptible to accrual are interest revenue and charges for services. Entitlement revenues are not susceptible to accrual because generally, they are not measurable until received. Grant revenues are recognized as they are earned.

The accrual basis of accounting is utilized by enterprise funds. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

E. Cash and Cash Equivalents

For the purposes of the statement of cash flows of the enterprise funds, cash and cash equivalents consist of operating and restricted cash and highly liquid securities with an initial maturity of three months or less.

F. Investments

Investments are stated at fair value based on quoted market values with the exception of money market funds and external investment pools which are stated at cost which is equal to fair value.

Town of Basalt
Notes to the Financial Statements
December 31, 2016

Note 1 - Summary of Significant Accounting Policies (continued)

G. Use of Estimates

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

H. Property Taxes

Property taxes for the current year are levied and attach as a lien on property the following January 1. They are payable in full by April 30 or in two equal installments due February 28 and June 15. Property taxes levied in the current year and collected in the following year are reported as a receivable at December 31. However, since the taxes are not available to pay current liabilities, the receivable is recorded as deferred inflow of resources in the governmental and enterprise funds.

I. Restricted Assets

Certain proceeds from developers as well as other resources are classified as restricted assets on the balance sheet because their use is limited by applicable laws, ordinances or contracts.

J. Capital Assets

Capital assets, which include property, equipment and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capitalized assets are defined by the Town as assets that have a useful life of one or more years, and for which the initial, individual value equals or exceeds \$ 5,000.

All purchased assets are valued at cost where historical records are available and at estimated historical costs where no historical records exist. Donated assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs that does not add to the value of an asset or materially extend asset life is not capitalized.

Town of Basalt
Notes to the Financial Statements
December 31, 2016

Note 1 - Summary of Significant Accounting Policies (continued)

J. Capital Assets (continued)

Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

<u>Asset Class</u>	<u>Useful Life</u>
Buildings	50 years
Building and Other Improvements	25 years
Water Systems	20–50 years
Furniture and Equipment	5-10 years
Infrastructure	25–40 years

Public domain assets consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems are examples of infrastructure assets. Infrastructure assets are distinguished from other capitalized assets as their useful life often extends beyond most other capital assets and are stationary in nature. General infrastructure assets are those associated with or arising from governmental activities.

K. Long-Term Liabilities

In the government-wide financial statements, and enterprise fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable government activities, business-type activities, or enterprise fund type statement of net position. Bond issuance costs, as well as applicable bond premium and discounts, are deferred and amortized over the term of the related debt using the straight-line method of amortization.

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

Certain of the Town's general obligation bonds, revenue bonds, special assessments bonds and capital leases are serviced from property taxes and other revenues of the Bond Fund. Other general obligation bonds are serviced from the enterprise funds. The long-term compensated absences are serviced from revenues of the General Fund from future appropriations.

Town of Basalt
Notes to the Financial Statements
December 31, 2016

Note 1 - Summary of Significant Accounting Policies (continued)

L. Accrued Liabilities for Compensated Absences

It is the Town's policy to permit employees to accumulate earned but unused vacation benefits. In the government-wide statements, vacation pay is accrued when incurred and reported as a liability of the governmental and business-type activities. In the governmental funds, vacation pay that is expected to be liquidated with expendable available financial resources is reported as expenditure and a fund liability of the governmental fund that will pay it. Amounts not expected to be liquidated with expendable available financial resources are not reported as expenditure.

M. Net Position

Net position represent the difference between assets, deferred outflows of resources, liabilities and deferred inflows of resources. Net position invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition or construction of improvements on those assets. Net position are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Town or through external restrictions imposed by creditors, grantors, laws or regulations of other governments.

N. Interfund Transactions

Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed. At year end, outstanding balances between funds are reported as "due to/from other funds." Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

O. Inventory

Inventory in the Water Fund is valued at a lower cost (first in – first out) or market.

P. Fund Balance

In the fund financial statements, governmental funds report the following classification of fund balance:

- Non-spendable fund balance amounts that are not in spendable form (such as inventory) or are required to be maintained intact;

Town of Basalt
Notes to the Financial Statements
December 31, 2016

Note 1 - Summary of Significant Accounting Policies (continued)

P. Fund Balance (continued)

- Restricted fund balance-amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions or by enabling legislation;
- Committed fund balance-amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint;
- Assigned fund balance-amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority;
- Unassigned fund balance-amounts that are available for any purpose; positive amounts are reported only in the general fund.

When expenditures are incurred for purposes for which both restricted and unrestricted net position are available, the Town considers restricted funds to have been spent first. When expenditures are incurred for which committed, assigned, or unassigned fund balances are available, the Town considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Town Council has provided otherwise in its commitment or assignment actions.

Note 2 - Reconciliation of Government-wide and Fund Financial Statements

The governmental funds balance sheet includes reconciliation between *fund balances - total governmental funds* and *net position - governmental activities* as reported in the government-wide statement of net position. Additionally, the governmental fund statement of revenues, expenditures, and changes in fund balances includes reconciliation between *net change in fund balances - total governmental funds* and *changes in net position of governmental activities* as reported in the government-wide statement of activities. The enterprise fund statement of net position and statement of revenues, expenses and changes in net position also includes reconciliation to the government-wide statement of net position and activities.

These reconciliations detail items that require adjustment to convert from the current resources measurement and modified accrual basis for government fund statements to the economic resources measurement and full accrual basis used for government-wide statements. However, certain items having no effect on measurement and basis of accounting were eliminated from the governmental fund statements during the consolidation of governmental activities.

Town of Basalt
Notes to the Financial Statements
December 31, 2016

Note 3 - Tax, Spending and Debt Limitations

In November 1992 Colorado voters approved Amendment 1 to the state Constitution which is commonly known as the Taxpayer's Bill of Rights or the TABOR Amendment. The amendment applies to all units of local government and limits taxes, spending, revenue, and multi-year debt (excepting bond refundings to lower interest rates and adding employees to pension plans). The amendment does not apply to units of local government that are defined as an "Enterprise". The Town does not qualify as an "Enterprise".

The amendment defined the Town's year end, December 31, 1992, as the initial base year for purposes of defining compliance with the amendment. The amendment defines inflation and local growth. Future years' revenue, based upon prior years revenue, is only allowed to increase based upon the inflationary and local growth factors. Revenue received in excess of the prior years must be refunded to the voters on some reasonable basis, unless the voters were to approve retention of the excess revenue by the Town.

The Town placed a question on the April 1994 ballot that would permit the Town to keep and spend state grants, all sales tax and property tax revenues without limiting in any year the amount of other revenues that may be collected. The ballot language specified that there was to be no increase in the operating mill levy.

The ballot question was approved by the voters.

The amendment requires the Town to establish an "Emergency Reserve" which must be equal to 3% of current year's spending. Conditions under which these reserves may be spent are severely limited.

The Town believes that it is in compliance with the provisions of TABOR, as it is currently understood. Many of the provisions may not become fully understood without judicial review.

Note 4 - Budgets

An operating budget is adopted each fiscal year on a basis which differs from generally accepted accounting principles insofar as certain receipts, such as tap fees, are recognized as revenue for budgetary purposes in proprietary funds when they otherwise would not be. Certain expenditures, such as proprietary fund depreciation, are recognized for generally accepted accounting principles basis, but are not recognized for budgetary purposes.

Appropriations are made by the Town Council by means of supplemental appropriations at any time during the fiscal year. The cumulative effect of all supplemental appropriations is reflected in the budget comparison statements in the financial statements. The appropriations are adopted, and may not be exceeded on a total fund basis. The Town could be in violation of the Colorado budget law because expenditures exceeded budgetary amounts in the Bond Fund. The details of the budget calendar are outlined below:

Town of Basalt
Notes to the Financial Statements
December 31, 2016

Note 4 - Budgets (continued)

- September 1: Statutory deadline for submission of proposed budget estimated by Town budget officer.
 - October 15: Statutory deadline of submission of proposed budget to the Board of Trustees.
 - October 20: Deadline for submission of request for excess levy to State Division of Local Governments with sufficient time to go to election, if denied.
 - December 10: Changes in assessed valuation made by the assessors will be made once only by a single notification to the County Commissioners or other body authorized by law to levy property tax and to the Department of Local Affairs.
 - December 15: Statutory deadline for certification of mill levies to the Board of County Commissioners unless an election for increased property tax revenue is being held.
 - December 22: Statutory deadline for Board of County Commissioners to levy taxes and certify the levies.
- On or before December 31, the Town shall enact an ordinance appropriating the budget for the ensuing fiscal year.
 - The Town does not use an encumbrance system for budgetary control.

Note 5 - Cash and Investments

	Government-wide Statement <u>of Net Position</u>
Cash and cash equivalents	\$ 1,390,530
Investments	4,944,011
Temporarily restricted assets	<u>1,934,329</u>
Total	<u>\$ 8,268,870</u>

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories; eligibility is determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. PDPA allows the institution to create a single collateral pool for all public funds. The pool is to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to the aggregate uninsured deposits. Collateral in the pool is considered to be equal to depository insurance pursuant to definitions listed in GASB Statement No. 4. At December 31, 2016, the bank balance of the Town's deposits was \$2,003,333 of which \$500,000 was covered by federal depository insurance and \$1,503,333 was collateralized under PDPA.

Town of Basalt
Notes to the Financial Statements
December 31, 2016

Note 5 - Cash and Investments (continued)

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local government entities may invest. Authorized investments include obligations of the United States and certain U.S. government agency securities; certain international agency securities; general obligation and revenue bonds of U.S. local government entities; bankers' acceptances of certain banks; commercial paper; local government investment pools; written repurchase agreements collateralized by certain authorized securities; certain money market funds; and, guaranteed investment contracts. The Town's investment policy follows Colorado statutes. At December 31, 2016 the Town's investments included funds held in Colotrust and Financial Investors Trust.

The Town had invested \$ 6,610,055 in the Colorado Government Liquid Asset Trust (COLOTRUST), an investment vehicle established for local government entities in Colorado to pool surplus funds. COLOTRUST operates similarly to a money market fund and each share is equal in value to \$1.00. Investments of COLOTRUST consist of U.S. Treasury bills, notes and note strips and repurchase agreements collateralized by U.S. Treasury securities. A designated custodial bank provides safekeeping and depository services to COLOTRUST in connection with the direct investment and withdrawal functions of COLOTRUST. Substantially all securities owned by COLOTRUST are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by COLOTRUST. These pools are not required to and are not registered with the SEC. COLOTRUST's funds are rated AAAM by Standard and Poor's, Fitch's and Moody's rating services.

Note 6 - Single Audit

In 2016 the Town of Basalt had no single audit requirements because the Town did not expended \$750,000 in federal assistance during the year.

Note 7 - Restricted Assets

The Town has restricted cash and investments in the General Fund for the following purposes:

Developers and etc.	<u>\$ 1,934,330</u>
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Town of Basalt
Notes to the Financial Statements
December 31, 2016

Note 8 - Budget to Actual Presentation

The following schedule presents a reconciliation of expenditures on a GAAP basis with expenditures on a budgetary basis.

	Water Fund
Expenditures on a GAAP basis	\$ 905,600
Add:	
Capital outlay and construction cost	116,475
Debt principal payments	65,573
Deduct:	
Depreciation expense	(265,798)
Expenditures on a budgetary basis	\$ 821,850

Note 9 - Bonds and Loans Payable

	Balance January 1, 2016	Additions	Reductions	Balance December 31, 2016	Due Within One Year
Governmental Activities					
Bonds payable-2013	\$ 3,960,000	\$ -	\$ (530,000)	\$ 3,430,000	\$ 540,000
Bonds payable-2014	1,655,000	-	(252,000)	1,403,000	260,000
Lease payables - TYMCO, Inc.	88,885	-	(43,883)	45,002	45,002
Line of credit	1,250,265	-	(202,832)	1,047,433	1,047,433
Accrued compensated absences	143,479	14,750	-	158,229	-
Total	\$ 7,097,629	\$ 14,750	\$ (1,028,715)	\$ 6,083,664	\$ 1,892,435
Enterprise Activities					
Loan payable - Ruedi	\$ 49,241	\$ -	\$ (11,762)	\$ 37,479	\$ 12,120
Loan payable - CCWR	425,536	-	(53,811)	371,725	53,811
Total	\$ 474,777	\$ -	\$ (65,573)	\$ 409,204	\$ 65,931

A. Loan Payable Ruedi Reservoir

The Town entered into a loan with Ruedi Reservoir for water rights July 12, 1999. The note on the water rights has an interest rate of 3.04% and repayment is to be made over twenty five years. Payment is due January 1 of each year. The following is a payment schedule of the loan:

Town of Basalt
Notes to the Financial Statements
December 31, 2016

Note 9 - Bonds and Loans Payable (continued)

Loan Payable Ruedi Reservoir (continued)

<u>Year</u>	<u>Annual Payment</u>	<u>Principal</u>	<u>Interest</u>
2017	\$ 13,262	\$ 12,120	\$ 1,142
2018	13,262	12,490	772
2019	13,261	12,869	392
	<u>\$ 39,785</u>	<u>\$ 37,479</u>	<u>\$ 2,306</u>

B. Bonds Payable- Series 2013 Bonds

On August 23, 2011 the Town issued general obligation bonds series 2011 and separate, detached, registered coupons. The proceeds will be used for the purpose of retiring the series 2001 bonds. Interest on the 2011 bonds is payable semiannually on June 1 and December 1 commencing on June 1, 2012. The bond bears an interest rate 3.23%, calculated based on a 360-day year of twelve 30-day months. The bonds are to mature on December 1, 2023.

The bonds are subject to optional redemption prior to maturity on any business day at redemption price described below.

The bonds are subject to mandatory sinking fund redemption, at a redemption price equal to 100% of the principal amount to be so redeemed, plus accrued interest thereon, on each December 1 of the years and in the amounts as follows:

Debt Service Schedule Bonds

<u>Year</u>	<u>Interest Rate</u>	<u>Payment</u>	<u>Principal</u>	<u>Interest</u>
2017	2.00%	\$ 617,975	\$ 540,000	\$ 77,975
2018	2.00%	612,175	545,000	67,175
2019	2.00%	606,275	550,000	56,275
2020	2.50%	610,275	565,000	45,275
2021	2.00%	606,150	575,000	31,150
2022	3.00%	344,650	325,000	19,650
2023	2.00%	339,900	330,000	9,900
Total		<u>\$ 3,737,400</u>	<u>\$ 3,430,000</u>	<u>\$ 307,400</u>

Town of Basalt
Notes to the Financial Statements
December 31, 2016

Note 9 - Bonds and Loans Payable (continued)

C. Bonds Payable- Series 2014 Bonds

On October 15, 2014 the Town issued general obligation bonds series 2014 and separate, detached, registered coupons. Interest on the 2014 bonds is payable semiannually on June 1 and December 1 commencing on June 1, 2015. The bond bears an interest rate 2.70%, calculated based on a 360-day year of twelve 30-day months. The bonds are to mature on December 1, 2021.

Debt Service Schedule Bonds

<u>Year</u>	<u>Interest Rate</u>	<u>Payment</u>	<u>Principal</u>	<u>Interest</u>
2017	2.70%	\$ 297,881	\$ 260,000	\$ 37,881
2018	2.70%	303,861	273,000	30,861
2019	2.70%	304,490	281,000	23,490
2020	2.70%	305,903	290,000	15,903
2021	2.70%	<u>307,073</u>	<u>299,000</u>	<u>8,073</u>
Total		<u>\$ 1,519,208</u>	<u>\$ 1,403,000</u>	<u>\$ 116,208</u>

D. Loan Payable - CWR and PDA

The Town borrowed \$ 948,246 in December 19, 2002, from the Colorado Water Resources and Power Development Authority (CWR and PDA) for the construction of a micro-filtration water treatment plant. The term of the loan will be semi annual payments of \$ 35,150.12 for 20 years at an annual interest rate of 4%. The following is a detailed breakdown of the debt service payments:

	<u>Annual Payments</u>	<u>Principal</u>	<u>Interest</u>
2017	\$ 70,300	\$ 55,986	\$ 14,314
2018	70,300	58,247	12,053
2019	70,300	60,601	9,699
2020	70,300	64,667	5,633
2021	70,300	65,711	4,589
2022	<u>70,520</u>	<u>66,513</u>	<u>4,007</u>
Total	<u>\$ 422,020</u>	<u>\$ 371,725</u>	<u>\$ 50,295</u>

In 2015, the Town met the required reserve and rate covenant.

Town of Basalt
Notes to the Financial Statements
December 31, 2016

Note 9 - Bonds and Loans Payable (continued)

E. Lease Payable – TYMCO, Inc.

The Town borrowed \$ 177,825 on April 29, 2014, from the TYMCO, Inc. for the purchase of a street sweeper. The term of the lease will be annual payments of \$ 46,149.21 for 4 years at an annual interest rate of 2.25%, with an advance payment made in 2014. The following is a detailed breakdown of the debt service payments:

	<u>Annual Payments</u>	<u>Principal</u>	<u>Interest</u>
2017	<u>\$ 46,149</u>	<u>\$ 45,002</u>	<u>\$ 1,147</u>

F. Treatment of compensated absences

The Town determined that accrual in the General Fund of accrued vacation and holiday leave was not expected to be paid with currently available resources. The amount of \$ 158,229 accrued at December 31, 2016 is reported on the statement of net position.

Note 10 - Defined Benefit Pension Plan

Statewide Defined Benefit Pension Plan for Police Officers

The Town's police officers participate in the Statewide Defined Benefit Plan (SWDB), which is a cost-sharing multiple-employer defined benefit pension plan. The Plan is administered by the Fire & Police Pension Association of Colorado (FPPA). FPPA issues a publicly available comprehensive annual financial report that can be obtained on FPPA's website at <http://www.fppaco.org>.

A member is eligible for a normal retirement pension once the member has completed twenty-five years of credited service and has attained the age of 55.

The annual normal retirement benefit is 2 percent of the average of the member's highest three years' base salary for each year of credited service up to ten years, plus 2.5 percent for each year of service thereafter. The benefit earned prior to January 1, 2007 for members of affiliated Social Security employers will be reduced by the amount of Social Security income payable to the member annually. Effective January 1, 2007, members currently covered under Social Security will receive half the benefit when compared to the Statewide Defined Benefit Plan.

Town of Basalt
Notes to the Financial Statements
December 31, 2016

Note 10 - Defined Benefit Pension Plan (continued)

Statewide Defined Benefit Pension Plan for Police Officers (continued)

Benefits paid to retired members are evaluated and may be re-determined every October 1. The amount of any increase is based on the Board's discretion and can range from 0 to the higher of 3 percent or the Consumer Price Index.

A member is eligible for an early retirement at age 50 or after 30 years of service. The early retirement benefit equals the normal retirement benefit reduced on an actuarially equivalent basis. Upon termination, an employee may elect to have member contributions, along with 5 percent as interest, returned as a lump sum distribution. Alternatively, a member with at least five years of accredited service may leave contributions with the Plan and remain eligible for a retirement pension at age 55 equal to 2 percent of the member's average highest three years' base salary for each year of credited service up to ten years, plus 2.5 percent for each year of service thereafter.

The Plan sets contribution rates at a level that enables all benefits to be fully funded at the retirement date of all members. Contribution rates for the SWDB plan are set by state statute. Employer contribution rates can only be amended by state statute. Member contribution rates can be amended by state statute or election of the membership.

Members of the SWDB plan and their employers are contributing at the rate of 8.5 percent and 8 percent, respectively, of base salary for a total contribution rate of 16.5 percent through 2015. In 2014, the members elected to increase the member contribution rate to the SWDB plan beginning in 2015. Member contribution rates will increase 0.5 percent annually through 2022 to a total of 12 percent of base salary. Employer contributions will remain at 8 percent resulting in a combined contribution rate of 20 percent in 2022.

Contributions from members and employers of departments re-entering the system are established by resolution and approved by the FPPA Board of Directors. The re-entry group has a combined contribution rate of 20.5 percent of base salary through 2015. It is a local decision as to whether the member or employer pays the additional 4 percent contribution. Per the 2014 member election, the re-entry group will also have their required member contribution rate increase 0.5 percent annually beginning in 2015 through 2022 for a total combined member and employer contribution rate of 24 percent in 2022.

The contribution rate for members and employers of affiliated social security employers is 4.25 percent and 4 percent, respectively, of base salary for a total contribution rate of 8.25 percent through 2015. Per the 2014 member election, members of the affiliate social security group will have their required contribution rate increase 0.25 percent annually beginning in 2015 through 2022 to a total of 6 percent of base salary. Employer contributions will remain at 4 percent resulting in a combined contribution rate of 10 percent in 2022.

Town of Basalt
Notes to the Financial Statements
December 31, 2016

Note 10 - Defined Benefit Pension Plan (continued)

Statewide Defined Benefit Pension Plan for Police Officers (continued)

Pension Liabilities/ (Asset), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2016, the Entity reported a net pension asset of \$ 2,220. The net pension asset was measured as of December 31, 2015, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of January 1, 2016.

At December 31, 2016, the Entity reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resource	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 17,953	\$ 2,621
Changes in proportion and differences between Contributions and proportionate share of contributions	34,867	-
Net difference between projected and actual earnings on pension plan investments	112,978	-
Contributions subsequent to the measurement date	76,513	-
Total	\$ 242,311	\$ 2,621

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:	
2016	\$ 34,374
2017	\$ 34,374
2018	\$ 34,374
2019	\$ 31,573
2020	\$ 5,429
Thereafter	\$ 23,053

The January 1, 2016 actuarial valuation was used to determine the Actuarially Determined Contribution for the fiscal year ending December 31, 2015. The valuation used the following actuarial assumption and other inputs:

Town of Basalt
Notes to the Financial Statements
December 31, 2016

Note 10 - Defined Benefit Pension Plan (continued)

Statewide Defined Benefit Pension Plan for Police Officers (continued)

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % of payroll, Open
Amortization Period	30 years
Asset Valuation Method	5-Year smoothed fair value
Long-term Investment rate of return*	7.5%
Projected Salary Increases	4.0%-14.0%
Cola adjustment	0.0%
*Includes Inflation At	3.0%

The RP-2000 Combined Mortality Table with Blue Collar Adjustment, projected with Scale AA, 40 percent multiplier for off-duty mortality is used in the valuation for off-duty mortality of active members. On-duty related mortality is assumed to be 0.00020 per year for all members. The RP-2000 Combined Mortality Table with Blue Collar Adjustment, projected with Scale AA is used in the projection of post-retirement benefits.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of December 31, 2015 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Rate of Return
Global Equity	37.0%	6.5%
Equity Long/Short	10.0%	4.7%
Illiquid Alternatives	20.0%	8 %
Fixed Income	16.0%	1.5%
Absolute Return	11.0%	4.1%
Managed Futures	4.0%	3 %
Cash	2.0%	0 %
Total	100.00%	

Town of Basalt
Notes to the Financial Statements
December 31, 2016

Note 10 - Defined Benefit Pension Plan (continued)

Statewide Defined Benefit Pension Plan for Police Officers (continued)

In setting the long-term expected rate of return, projections employed to model future returns provide a range of expected long-term returns that, including expected inflation, ultimately support a long-term expected rate of return assumption of 7.50%.

Discount rate: Projected benefit payments are required to be discounted to their actuarial present values using a Single Discount Rate that reflects (1) a long-term expected rate of return on pension plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the plan's projected fiduciary net position is not sufficient to pay benefits).

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.50%; the municipal bond rate is 3.57% (based on the weekly rate closest to but not later than the measurement date of the "state & local bonds" rate from Federal Reserve statistical release (H.15)); and the resulting Single Discount Rate is 7.50%.

Regarding the sensitivity of the net pension liability to changes in the Single Discount Rate, the following presents the plan's net pension (asset) liability, calculated using a Single Discount Rate of 7.50%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is one percent lower or one percent higher:

1% Decrease	Single Discount Rate Assumption	1% Increase
6.50%	7.50%	8.50%
\$310,964	\$(2,200)	\$(261,995)

Note 11 - Allowance for Uncollectible Accounts Receivable

Because the Town of Basalt can impose a lien on property for uncollected utility charges, no allowance for uncollectible accounts receivable is provided.

Note 12 - Risk Management

The town is exposed to various risk of loss related to torts; theft of; injuries to employees; and natural disasters. The town pays an annual premium to a commercial insurance carrier for property/casualty and for its workmen's compensation insurance coverage.

Town of Basalt
Notes to the Financial Statements
December 31, 2016

Note 13 - Interfund Transfers

A schedule of interfund transfers during the year ended December 31, 2016 follows:

<u>Fund</u>	<u>Transfers in</u>	<u>Transfers Out</u>
General	\$ 225,910	\$ -
Water	-	225,910
Total	<u>\$ 225,910</u>	<u>\$ 225,910</u>

Note 14 - Employee Benefits

A. Deferred Compensation

The Town offers its employees a deferred compensation plan created in accordance with internal revenue Code Section 457. The plan, available to all Town employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseen non-reimbursed emergency.

B. Retirement Plan

The Town participates in the Hunter Benefits Consulting Group, Inc. (HBCG), which is a qualified plan as defined by IRS Code Section 401 (A). The plan provides retirement benefits through a defined contribution plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan, plus investment earnings.

There are no unfunded past service liabilities. All full-time employees are required to participate in the plan upon the first day of the payroll period following the employee's date of hire. The Town is required to contribute 5% of employee compensation excluding overtime. The employee is required to contribute an amount equal to the Town's contribution. Employees are immediately vested in their participant contributions and become vested in employer contributions to the plan over a six-year period.

The Town's total payroll for 2016 was \$2,811,264 and covered payroll was \$1,668,520. During 2016, the Town and employees made the required 5% contribution amounting to \$83,426, for a total of \$204,805.

Town of Basalt
Notes to the Financial Statements
December 31, 2016

Note 15 - Capital Assets

Capital assets activity for the year ended December 31, 2016 was as follows:

	Balance January 1, 2016	Additions	Dispositions	Balance December 31, 2016
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 18,633,591	\$ 953,602	\$ -	\$ 19,587,193
	<u>18,633,591</u>	<u>953,602</u>	<u>-</u>	<u>19,587,193</u>
Capital assets being depreciated				
Buildings	3,074,623	-	-	3,074,623
Improvements	997,129	-	-	997,129
Equipment	2,219,353	209,801	-	2,429,154
Infrastructure	11,885,680	1,371,662	-	13,257,342
Less accumulated depreciation	(6,080,716)	(710,647)	-	(6,791,363)
	<u>12,096,069</u>	<u>870,816</u>	<u>-</u>	<u>12,966,885</u>
Total Governmental				
Activities Capital Assets	<u>\$ 30,729,660</u>	<u>\$ 1,824,418</u>	<u>\$ -</u>	<u>\$ 32,554,078</u>
	Balance January 1, 2016	Additions	Dispositions	Balance December 31, 2016
Business-Type Activities				
Capital assets not being depreciated				
Land	\$ 256,235	\$ -	\$ -	\$ 256,235
Capital assets being depreciated				
Water rights	441,862	-	-	441,862
Wells and springs	752,672	-	-	752,672
Water plant	6,870,087	116,476	-	6,986,563
Hydro system	140,000	-	-	140,000
Machinery and equipment	135,589	-	-	135,589
Less accumulated depreciation	(4,156,414)	(265,798)	-	(4,422,212)
Capital assets being depreciated, net	<u>4,183,796</u>	<u>(149,322)</u>	<u>-</u>	<u>4,034,474</u>
Total business-type				
Activities capital assets	<u>\$ 4,440,031</u>	<u>\$ (149,322)</u>	<u>\$ -</u>	<u>\$ 4,290,709</u>

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

General government	\$ 274,292
Public safety	90,959
Culture and recreation	31,717
Public works, including infrastructure	<u>313,679</u>
Total depreciation expenses	<u>\$ 710,647</u>
Water	<u>\$ 265,798</u>

Town of Basalt
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Fund
For the Year Ended December 31, 2016

	Budgeted Amount		Actual	Variance with
	Original	Final		Final Budget
Revenues				Favorable (Unfavorable)
Taxes	\$ 6,685,421	\$ 6,685,421	\$ 6,749,096	\$ 63,675
Intergovernmental	246,353	246,353	260,268	13,915
Licenses, permits and fees	802,100	802,100	1,670,294	868,194
Charges for service	156,700	156,700	250,170	93,470
Fines and forfeitures	81,950	81,950	48,610	(33,340)
Miscellaneous	68,500	68,500	107,160	38,660
Total revenue	<u>8,041,024</u>	<u>8,041,024</u>	<u>9,085,598</u>	<u>1,044,574</u>
Expenditures				
General government	4,111,153	4,111,153	3,048,490	1,062,663
Public safety	2,024,525	2,024,525	1,914,639	109,886
Public works	1,520,063	1,520,063	1,188,992	331,071
Culture and recreation	880,149	880,149	772,061	108,088
Capital outlay	1,905,500	1,905,500	2,159,802	(254,302)
Debt service	358,600	358,600	499,515	(140,915)
Total expenditures	<u>10,799,990</u>	<u>10,799,990</u>	<u>9,583,499</u>	<u>1,216,491</u>
Excess of revenues over (under) expenditures	(2,758,966)	(2,758,966)	(497,901)	2,261,065
Other financing sources (uses)				
Operating transfers in	225,910	225,910	225,910	-
Total other financing sources	<u>225,910</u>	<u>225,910</u>	<u>225,910</u>	<u>-</u>
Excess (deficiency) of revenue and other sources over (under) expenditures	(2,533,056)	(2,533,056)	(271,991)	2,261,065
Fund Balance-January 1	3,958,641	3,958,641	5,974,565	2,015,924
Fund Balance-December 31	<u>\$ 1,425,585</u>	<u>\$ 1,425,585</u>	<u>\$ 5,702,574</u>	<u>\$ 4,276,989</u>

The accompanying notes are an integral part of this financial statement

Town of Basalt
Schedule of Revenues, Expenditures and Changes in Fund Balances- Budget and Actual
Bond Fund
For the Year Ended December 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
Revenues				Favorable
Property taxes	\$ 562,560	\$ 562,560	\$ 562,435	\$ (125)
Interest income		-	13	13
Total revenues	<u>562,560</u>	<u>562,560</u>	<u>562,448</u>	<u>(112)</u>
Expenditures				
Treasurer's fees	6,000	6,000	6,000	-
Administration fees	650	650	525	125
Supplies	-	-	1,560	(1,560)
Legal & Professional	-	-	1,333	(1,333)
Engineering and design	-	-	(2,000)	2,000
Debt service				
Principal	487,000	487,000	530,000	(43,000)
Interest	75,560	75,560	88,575	(13,015)
Total expenditures	<u>569,210</u>	<u>569,210</u>	<u>625,993</u>	<u>(56,783)</u>
Excess revenues over				
(under) expenditures	(6,650)	(6,650)	(63,545)	(56,895)
Fund Balance-January 1	888,044	888,044	60,121	(827,923)
Fund Balance-December 31	<u>\$ 881,394</u>	<u>\$ 881,394</u>	<u>\$ (3,424)</u>	<u>\$ (884,818)</u>

The accompanying notes are an integral part of this financial statement

Town of Basalt
Schedule of Town's Proportionate Share of the Net Pension Asset
For the Year Ended December 31, 2015 (Measurement Date)

	<u>2015</u>
Town's portion of the net pension asset	0.12592%
Town's proportionate share of the net pension asset	\$ 2,220
Town's covered-employee payroll	\$ 574,530
Town's proportionate share of the net pension asset as a percentage of its covered payroll	0.3864%
Plan fiduciary net position as a percentage of the total pension asset	100.10%

Town of Basalt
Schedule of Town's Contributions to the Pension Plan
For the Year Ended December 31, 2016

Required Employer Contributions	December 31, 2014	\$	42,802
Required Employer Contributions	December 31, 2015	\$	48,835
Employer contributions recognized by plan	December 31, 2015	\$	48,835
Difference		\$	-
Employer covered payroll		\$	574,530
Contributions as a percentage of employer covered payroll			8.5%

**Town of Basalt
Combining Balance Sheet
Other Governmental Funds
December 31, 2016**

	Conservation Trust Trust Fund
Assets	
Cash and cash equivalents	\$ 138,096
Investments	6,241
Total assets	\$ 144,337
 Liabilities and Fund Balances	
Liabilities:	
Accounts payable	\$ -
Total liabilities	-
 Fund balances:	
Unreserved:	144,337
Total fund balances	144,337
Total liabilities and fund balances	\$ 144,337

Town of Basalt
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Other Governmental Funds
December 31, 2016

	<u>Conservation Trust Fund</u>
REVENUES	
Intergovernmental	\$ 21,847
Interest earnings	<u>41</u>
Total revenues	<u>21,888</u>
EXPENDITURES	
Current:	
Culture and recreation	<u>-</u>
Total expenditures	<u>-</u>
Change in fund balance	21,888
Fund balance, January 1	<u>122,449</u>
Fund balance, December 31	<u>\$ 144,337</u>

Town of Basalt
Schedule of Revenues, Expenditures and Changes in Fund Balances- Budget and Actual
Conservation Trust Fund
For the Year Ended December 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Grants	\$ 17,500	\$ 17,500	\$ 21,847	\$ 4,347
Interest income	8	8	41	33
Total revenues	17,508	17,508	21,888	4,380
Expenditures				
Park improvements	-	-	-	-
Total expenditures	-	-	-	-
Excess revenues over (under) expenditures	17,508	17,508	21,888	4,380
Fund Balance-January 1	118,939	118,939	122,449	3,510
Fund Balance-December 31	\$ 136,447	\$ 136,447	\$ 144,337	\$ 7,890

Town of Basalt
Statement of Revenues, Expenditures and Changes in Available Resources - Budget and Actual
Water Fund
For the Year Ended December 31, 2016

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
Revenues				Favorable
				(Unfavorable)
User charges	\$ 585,000	\$ 585,000	\$ 660,189	\$ 75,189
Other revenues	22,000	22,000	20,052	(1,948)
Tap fees	2,000	2,000	193,186	191,186
Interest income	300	300	2,183	1,883
Total revenues	<u>609,300</u>	<u>609,300</u>	<u>875,610</u>	<u>266,310</u>
Expenses				
Source				
Water rights	10,000	10,000	7,156	2,844
Utilities	3,500	3,500	3,458	42
Capital expenditures	110,000	110,000	117,146	(7,146)
Water source	10,000	10,000	29,658	(19,658)
Total source	<u>133,500</u>	<u>133,500</u>	<u>157,418</u>	<u>(23,918)</u>
Treatment				
Repair and maintenance	10,000	10,000	42,208	(32,208)
Chemical	8,000	8,000	11,620	(3,620)
Equipment and operations	1,000	1,000	169	831
Utilities	8,000	8,000	9,241	(1,241)
Total treatment	<u>27,000</u>	<u>27,000</u>	<u>63,238</u>	<u>(36,238)</u>
Lines				
Professional services	10,000	10,000	11,097	(1,097)
Equipment operation	3,000	3,000	-	3,000
Repairs, maintenance and supplies	14,000	14,000	12,491	1,509
Utilities	10,000	10,000	12,957	(2,957)
Capital expenditures	-	-	2,897	(2,897)
Total lines	<u>37,000</u>	<u>37,000</u>	<u>39,442</u>	<u>(2,442)</u>
Administration				
Salaries	137,235	137,235	149,969	(12,734)
Payroll taxes	10,315	10,315	11,218	(903)
Employee benefits	36,842	36,842	30,293	6,549
Professional services	37,500	37,500	34,309	3,191
Supplies and printing	1,950	1,950	2,260	(310)
Telephone	3,600	3,600	3,688	(88)
Miscellaneous	29,550	29,550	20,543	9,007
Overhead	225,910	225,910	225,910	-
Total administration	<u>482,902</u>	<u>482,902</u>	<u>478,190</u>	<u>4,712</u>
Debt service	<u>70,300</u>	<u>70,300</u>	<u>83,562</u>	<u>(13,262)</u>
Total expenses	<u>750,702</u>	<u>750,702</u>	<u>821,850</u>	<u>(71,148)</u>
Excess of revenues over (under) expenditures	(141,402)	(141,402)	53,760	195,162
Available resources-January 1	502,143	502,143	231,970	(270,173)
Available resources-December 31	<u>\$ 360,741</u>	<u>\$ 360,741</u>	<u>\$ 285,730</u>	<u>\$ (75,011)</u>

Town of Basalt
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2016

Revenues	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Taxes				
Property tax	\$ 838,421	\$ 838,421	\$ 846,882	\$ 8,461
Specific ownership	37,500	37,500	53,323	15,823
Sales tax	5,425,000	5,425,000	5,420,370	(4,630)
Lodging tax	100,000	100,000	115,356	15,356
Cigarette	16,000	16,000	16,347	347
Franchise	268,500	268,500	296,818	28,318
Total taxes	6,685,421	6,685,421	6,749,096	63,675
Licenses and permits				
SIF and other fees	10,000	10,000	130,805	120,805
Building permits	400,000	400,000	523,200	123,200
Contractor license & testing	11,500	11,500	14,111	2,611
Liquor license	4,000	4,000	9,448	5,448
Business license	12,000	12,000	13,023	1,023
Affordable housing rent	240,000	240,000	234,891	(5,109)
Traffic impact fees	1,500	1,500	750	(750)
Willits lane fees	10,000	10,000	1,000	(9,000)
Energy impact fee	1,000	1,000	6,253	5,253
Transfer assessment fees RFC	12,000	12,000	6,395	(5,605)
RETA-Willits and Sopris Meadows	50,000	50,000	518,933	468,933
RETA-Sopris meadows	-	-	84,098	84,098
Other development fee			15,400	15,400
Transportation fee	-	-	111,987	111,987
1% FEE for the ARTS	50,000	50,000	-	(50,000)
Other	100	100	-	(100)
Total licenses and permits	802,100	802,100	1,670,294	868,194
Intergovernmental				
Grants	25,500	25,500	16,500	(9,000)
Highway users	116,053	116,053	123,375	7,322
County road and bridge	90,000	90,000	101,258	11,258
Motor vehicle	14,800	14,800	19,135	4,335
Total intergovernmental	246,353	246,353	260,268	13,915
Charges for services				
Administrative fees	225,910	225,910	225,910	-
Zoning	25,000	25,000	31,442	6,442
Cemetery	1,000	1,000	4,550	3,550
Pool fees	51,200	51,200	35,956	(15,244)
Park dedication fees	500	500	96,240	95,740
Recreation fees	70,000	70,000	72,100	2,100
Miscellaneous sales	9,000	9,000	9,882	882
Total charges for services	382,610	382,610	476,080	93,470

Town of Basalt
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues (continued)				
Fines and forfeitures				
Traffic	40,000	40,000	30,352	(9,648)
Other	41,950	41,950	18,258	(23,692)
Total fines and forfeitures	81,950	81,950	48,610	(33,340)
Miscellaneous				
Interest	8,000	8,000	46,311	38,311
Rent	500	500	175	(325)
Sale of assets	5,000	5,000	-	(5,000)
Refunds of expenditures	15,000	15,000	22,416	7,416
Other Revenue	40,000	40,000	38,258	(1,742)
Total miscellaneous	68,500	68,500	107,160	38,660
Sale of Assets	-	-	-	-
Total Revenues	\$ 8,266,934	\$ 8,266,934	\$ 9,311,508	\$ 1,044,574
Expenditures				
General government				
Legislative				
Salaries	\$ 72,000	\$ 72,000	\$ 80,554	\$ (8,554)
Payroll taxes and etc.	5,618	5,618	5,918	(300)
Supplies	7,500	7,500	6,320	1,180
Dues	29,000	29,000	19,891	9,109
Economic development	50,000	50,000	51,218	(1,218)
Training/ Education	500	500	880	(380)
Communications	23,500	23,500	27,333	(3,833)
Travel	500	500	60	440
Miscellaneous	50,000	50,000	81,042	(31,042)
Trustee Disc. Fund	704,000	704,000	675,618	28,382
Total legislative	942,618	942,618	948,834	(6,216)
Judicial				
Professional fees	20,000	20,000	19,468	532
Data Processing	1,900	1,900	2,898	(998)
Total judicial	21,900	21,900	22,366	(466)
Elections				
Judges and supplies	7,200	7,200	8,022	(822)
Total elections	7,200	7,200	8,022	(822)

Town of Basalt
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2016

Expenditures (continued)	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Finance				
Treasurer's fees	25,000	25,000	18,791	6,209
Total finance	25,000	25,000	18,791	6,209
Administration				
Salaries	512,961	512,961	475,126	37,835
Payroll taxes	39,242	39,242	33,188	6,054
Employee benefits	93,778	93,778	72,113	21,665
Equipment lease	15,000	15,000	26,084	(11,084)
Office supplies	30,000	30,000	30,087	(87)
Telephone	3,000	3,000	2,577	423
Travel	9,500	9,500	10,162	(662)
Advertising	40,000	40,000	14,267	25,733
Insurance and bonds	120,000	120,000	155,884	(35,884)
Town code	1,500	1,500	2,298	(798)
Professional services	148,750	148,750	257,945	(109,195)
Miscellaneous	111,390	111,390	88,712	22,678
Capital expenditures	-	-	1,940	(1,940)
Total administration	1,125,121	1,125,121	1,170,383	(45,262)
Planning and zoning				
Salaries	297,264	297,264	294,408	2,856
Payroll taxes	22,741	22,741	20,595	2,146
Employee benefits	66,438	66,438	55,361	11,077
Office supplies	14,000	14,000	12,786	1,214
Professional service	160,000	160,000	83,127	76,873
Other	27,950	27,950	14,377	13,573
Total planning and zoning	588,393	588,393	480,654	107,739
Building operation and maintenance				
Salaries	100,000	100,000	96,974	3,026
Payroll taxes	7,650	7,650	6,752	898
Employee benefits	35,194	35,194	39,201	(4,007)
Contract labor	7,500	7,500	5,323	2,177
Supplies	25,000	25,000	13,021	11,979
Telephone	9,000	9,000	21,392	(12,392)
Utilities and refuse removal	72,000	72,000	77,532	(5,532)
Maintenance and repair	12,000	12,000	5,959	6,041
Other	332,577	332,577	133,286	199,291
Capital expenditures	800,000	800,000	-	800,000
Total building operations and maintenance	1,400,921	1,400,921	399,440	1,001,481
Total general government	4,111,153	4,111,153	3,048,490	1,062,663

Town of Basalt
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2016

Expenditures (continued)	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Public safety - Police Department				
Salaries	949,686	949,686	951,460	(1,774)
Payroll taxes	20,061	20,061	17,733	2,328
Pension plan	79,063	79,063	84,620	(5,557)
Employee benefits	197,155	197,155	177,087	20,068
Office supplies	52,006	52,006	30,206	21,800
Investigation	5,700	5,700	3,149	2,551
Memberships and dues	22,110	22,110	23,437	(1,327)
Professional service	2,200	2,200	191	2,009
Uniforms	10,815	10,815	8,586	2,229
Telephone	9,576	9,576	4,332	5,244
Utilities	20,000	20,000	20,765	(765)
Training	32,054	32,054	14,599	17,455
Insurance and bonds	100	100	100	-
Communications	238,199	238,199	206,094	32,105
Equipment leasing	2,256	2,256	690	1,566
Miscellaneous	236,077	236,077	227,134	8,943
Total police department	<u>1,877,058</u>	<u>1,877,058</u>	<u>1,770,183</u>	<u>106,875</u>
Building inspection				
Salaries	102,571	102,571	104,769	(2,198)
Payroll taxes	7,847	7,847	7,007	840
Employee benefits	18,649	18,649	20,330	(1,681)
Office supplies and books	2,000	2,000	405	1,595
Telephone	500	500	588	(88)
Data Processing	7,500	7,500	8,967	(1,467)
Miscellaneous	8,400	8,400	2,390	6,010
Total planning and zoning	<u>147,467</u>	<u>147,467</u>	<u>144,456</u>	<u>3,011</u>
Total public safety	<u>2,024,525</u>	<u>2,024,525</u>	<u>1,914,639</u>	<u>109,886</u>
Public works				
Engineering				
Employee benefits	-	-	32	(32)
Professional Fees	100,000	100,000	47,947	52,053
Flood Plain Administration	3,000	3,000	25,511	(22,511)
Total Engineering	<u>103,000</u>	<u>103,000</u>	<u>73,490</u>	<u>29,510</u>

Town of Basalt
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2016

Expenditures (continued)	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Streets				
Salaries	102,921	102,921	86,241	16,680
Payroll taxes	6,339	6,339	6,588	(249)
Employee benefits	32,688	32,688	19,883	12,805
Supplies	25,000	25,000	16,605	8,395
Street repair and maintenance	540,000	540,000	520,953	19,047
Equipment maintenance	7,500	7,500	2,565	4,935
Miscellaneous	110,132	110,132	94,874	15,258
Uniforms	1,000	1,000	925	75
Snow removal	75,000	75,000	71,274	3,726
Street lighting	31,000	31,000	30,700	300
Capital expenditures	200,000	200,000	-	200,000
Total street and alleys	1,131,580	1,131,580	850,608	280,972
Motor pool				
Salaries	42,355	42,355	47,523	(5,168)
Payroll taxes	3,240	3,240	3,636	(396)
Employee benefits	8,743	8,743	4,212	4,531
Contract labor	7,500	7,500	2,929	4,571
Equipment repair and maintenance	12,000	12,000	10,688	1,312
Fuel	50,000	50,000	43,931	6,069
Miscellaneous	2,600	2,600	1,553	1,047
Capital expenditures	150,000	150,000	98,570	51,430
Fleet allocation	(276,438)	(276,438)	(213,042)	(63,396)
Total motor pool	-	-	-	-
Public Works Administration				
Salaries	\$ 192,818	\$ 192,818	\$ 195,111	\$ (2,293)
Payroll taxes	14,751	14,751	14,149	602
Employee benefits	38,429	38,429	39,197	(768)
Dues and memberships	1,000	1,000	984	16
Professional fees	15,000	15,000	5,111	9,889
Supplies	2,500	2,500	795	1,705
Travel	250	250	-	250
Training	2,500	2,500	1,985	515
Telephone	3,000	3,000	1,530	1,470
Repair and maintenance	2,500	2,500	895	1,605
Miscellaneous	12,735	12,735	5,137	7,598
Total public works administration	285,483	285,483	264,894	20,589
Total public works	1,520,063	1,520,063	1,188,992	331,071

Town of Basalt
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2016

Expenditures (continued)	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Culture and recreation				
Cemetery				
Maintenance	1,500	1,500	312	1,188
Capital outlay	4,000	4,000	820	3,180
Total cemetery	5,500	5,500	1,132	4,368
Pool				
Salaries	65,000	65,000	95,603	(30,603)
Payroll taxes	4,973	4,973	7,314	(2,341)
Employee benefits	2,300	2,300	2,926	(626)
Contract Labor	10,000	10,000	3,247	
Operating supplies	21,500	21,500	11,520	9,980
Utilities	17,500	17,500	20,377	(2,877)
Incentive program	2,500	2,500	-	2,500
Repair and maintenance	25,000	25,000	23,518	1,482
Uniforms	4,000	4,000	2,988	1,012
Chemicals	7,500	7,500	5,807	1,693
Miscellaneous	4,100	4,100	2,380	1,720
Total pool	\$ 164,373	\$ 164,373	\$ 175,680	\$ (11,307)
Recreation				
Salaries	117,722	117,722	67,739	49,983
Payroll taxes	8,577	8,577	4,676	3,901
Employee benefits	35,606	35,606	21,385	14,221
Contract labor	60,000	60,000	58,465	1,535
Advertising	2,000	2,000	2,963	(963)
Equipment	5,000	5,000	565	4,435
Dues and memberships	600	600	490	110
Program supplies	8,500	8,500	6,832	1,668
Printing / brochures	1,000	1,000	1,426	(426)
Uniforms	10,000	10,000	3,618	6,382
Office supplies	1,500	1,500	469	1,031
Travel / auto	1,000	1,000	-	1,000
Telephone	9,000	9,000	6,511	2,489
IGA-REI (in kind)	12,000	12,000	10,625	1,375
Miscellaneous	22,238	22,238	12,053	10,185
Total recreation	\$ 294,743	\$ 294,743	\$ 197,817	\$ 96,926

Town of Basalt
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2016

Expenditures (continued)	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Public Gardens				
Salaries	\$ 82,004	\$ 82,004	\$ 99,646	\$ (17,642)
Payroll taxes	11,425	11,425	7,623	3,802
Employee benefits	22,975	22,975	13,659	9,316
Dues and memberships	1,400	1,400	265	1,135
Training and education	1,800	1,800	410	1,390
Materials and operating supplies	23,000	23,000	13,251	9,749
Weed Management Education	750	750	-	750
Contract labor	125,000	125,000	138,250	(13,250)
Uniforms	900	900	886	14
Small equipment and tools	2,500	2,500	863	1,637
Fleet allocation	38,779	38,779	36,770	2,009
Telephone	1,400	1,400	1,806	(406)
Utilities	8,000	8,000	11,043	(3,043)
Portable toilets	4,100	4,100	4,533	(433)
Repair and maintenance-irrigation	6,000	6,000	4,808	1,192
Repair and maintenance-small equipment	3,000	3,000	1,066	1,934
Repair and maintenance-facilities	2,000	2,000	167	1,833
Seed and forest garden	5,000	5,000	405	4,595
Capital outlay	-	-	2,321	(2,321)
Tree management	30,000	30,000	18,010	11,990
Total Public Gardens	373,033	373,033	355,782	17,251
Town sharing				
Discretionary Expenditures	42,500	42,500	41,650	850
Total town sharing	42,500	42,500	41,650	850
Total culture and recreation	880,149	880,149	772,061	108,088
Capital Outlay	2,264,100	2,264,100	2,659,317	395,217
Total expenditures	10,799,990	10,799,990	9,583,499	1,216,491
Excess of revenues over (under) expendit	(2,533,056)	(2,533,056)	(271,991)	2,261,065
Fund Balance-January 1	3,958,641	3,958,641	5,974,565	2,015,924
Fund Balance-December 31	\$ 1,425,585	\$ 1,425,585	\$ 5,702,574	\$ 4,276,989

The public report burden for this information collection is estimated to average 380 hours annually.

LOCAL HIGHWAY FINANCE REPORT	City or County: Town of Basalt
	YEAR ENDING : December 2016
This Information From The Records Of (example - City of _ or County of _ Town of Basalt	Prepared By: Judi Tippetts Phone: 970 927-9851 #2

I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE

ITEM	A. Local Motor-Fuel Taxes	B. Local Motor-Vehicle Taxes	C. Receipts from State Highway-User Taxes	D. Receipts from Federal Highway Administration
1. Total receipts available				
2. Minus amount used for collection expenses				
3. Minus amount used for nonhighway purposes				
4. Minus amount used for mass transit				
5. Remainder used for highway purposes				

II. RECEIPTS FOR ROAD AND STREET PURPOSES

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	375,246
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	540,124
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	
2. General fund appropriations	796,971	b. Snow and ice removal	71,274
3. Other local imposts (from page 2)	53,323	c. Other	30,700
4. Miscellaneous local receipts (from page 2)	142,408	d. Total (a. through c.)	101,974
5. Transfers from toll facilities		4. General administration & miscellaneous	117,868
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	1,135,212
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	992,702	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	142,510	2. Notes:	
D. Receipts from Federal Government (from page 2)	0	a. Interest	
E. Total receipts (A.7 + B + C + D)	1,135,212	b. Redemption	
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	0
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	1,135,212

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)				0
1. Bonds (Refunding Portion)				
B. Notes (Total)				0

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
		1,135,212	1,135,212		0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

STATE:
Colorado
YEAR ENDING (mm/yy):
December 2016

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments		a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	41,150
1. Sales Taxes		c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other	53,323	g. Other Misc. Receipts	
6. Total (1. through 5.)	53,323	h. Other	101,258
c. Total (a. + b.)	53,323	i. Total (a. through h.)	142,408
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	123,374	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	19,136	d. Federal Transit Admin	
d. Other (Specify)		e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	
f. Total (a. through e.)	19,136	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	142,510	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements	375,246		375,246
(3). System Preservation			0
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	375,246	0	375,246
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	375,246	0	375,246
			(Carry forward to page 1)

Notes and Comments:

TOWN OF BASALT
Net (Expenses) Revenues and Changes in Net Position
2007-2016

	2008	2009	2010	2011	2012	2013	2014	2015	2016
Expenses									
Primary Government									
Governmental activities									
General government	\$ 1,417,987	\$ 2,384,176	\$ 1,870,866	\$ 2,050,593	\$ 2,345,304	\$ 2,870,421	\$ 3,075,790	\$ 2,586,990	\$ 3,052,082
Public Safety	\$ 1,345,478	\$ 1,517,178	\$ 1,300,935	\$ 1,405,174	\$ 1,200,108	\$ 1,375,878	\$ 1,630,753	\$ 1,893,125	\$ 2,005,598
Public Works in Administration	\$ 1,594,675	\$ 851,598	\$ 856,179	\$ 673,729	\$ 785,963	\$ 748,985	\$ 4,184,009	\$ 973,619	\$ 1,456,788
Culture & Recreation	\$ 743,686	\$ 730,278	\$ 639,315	\$ 614,361	\$ 792,321	\$ 853,533	\$ 973,478	\$ 896,584	\$ 803,778
Total governmental activities	\$ 5,101,826	\$ 5,483,230	\$ 4,667,295	\$ 4,743,857	\$ 5,123,696	\$ 5,848,817	\$ 9,864,030	\$ 6,350,318	\$ 7,318,246
Business-type activities									
Water	\$ 725,069	\$ 793,706	\$ 470,130	\$ 687,776	\$ 625,654	\$ 621,517	\$ 580,130	\$ 736,885	\$ 679,690
Total business-type activities expenses	\$ 725,069	\$ 793,706	\$ 470,130	\$ 687,776	\$ 625,654	\$ 621,517	\$ 580,130	\$ 736,885	\$ 679,690
Total primary government expenses	\$ 5,826,895	\$ 6,276,936	\$ 5,137,425	\$ 5,431,633	\$ 5,749,350	\$ 6,470,334	\$ 10,444,160	\$ 7,087,203	\$ 7,997,936
Revenues									
Governmental activities									
Program Revenues									
Charges for services									
General government	\$ 79,945	\$ 71,926	\$ 33,900	\$ 31,215	\$ 42,545	\$ 119,807	\$ 34,484	\$ (3,024)	\$ 58,463
Public Safety	\$ 23,085	\$ 28,175	\$ 23,132	\$ 27,165	\$ 19,967	\$ 38,311	\$ 80,696	\$ 72,817	\$ 48,610
Public Works in Administration	\$ 798,655	\$ 101,009	\$ 123,191	\$ 315,221	\$ 257,388	\$ 527,065	\$ 842,516	\$ 312,155	\$ 1,412,932
Culture & Recreation	\$ 374,745	\$ 135,970	\$ 117,238	\$ 120,918	\$ 120,890	\$ 129,101	\$ 110,058	\$ 103,589	\$ 204,296
Total governmental program revenues	\$ 1,276,430	\$ 337,080	\$ 297,461	\$ 494,519	\$ 440,790	\$ 814,284	\$ 1,067,754	\$ 485,537	\$ 1,724,301
Operating grants									
General government									
Public Safety									
Public Works in Administration	\$ 221,943	\$ 338,246	\$ 552,691	\$ 277,402	\$ 227,787	\$ 231,471	\$ 230,029	\$ 234,123	\$ 260,268
Culture & Recreation	\$ 134,414	\$ 15,310	\$ 14,512	\$ 15,461	\$ 19,318	\$ 20,716	\$ 18,553	\$ 18,508	\$ 21,847
Total governmental activities operating grants	\$ 356,357	\$ 353,556	\$ 567,203	\$ 292,863	\$ 247,105	\$ 252,187	\$ 248,582	\$ 252,631	\$ 282,115
Capital Grants									
General government									
Public Safety									
Public Works in Administration	\$ 940,000								
Culture & Recreation									
Total governmental activities capital grants	\$ 940,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total governmental activities program revenues	\$ 2,572,787	\$ 690,636	\$ 864,664	\$ 787,382	\$ 687,895	\$ 1,066,471	\$ 1,316,336	\$ 738,168	\$ 2,006,416
Business-type activities									
Charges for services									
Water	\$ 640,420	\$ 566,440	\$ 621,270	\$ 556,267	\$ 769,254	\$ 607,562	\$ 596,664	\$ 571,347	\$ 680,241
Total Business-type operating revenue	\$ 640,420	\$ 566,440	\$ 621,270	\$ 556,267	\$ 769,254	\$ 607,562	\$ 596,664	\$ 571,347	\$ 680,241

TOWN OF BASALT
Net (Expenses) Revenues and Changes in Net Position
2007-2016

Continued	2008	2009	2010	2011	2012	2013	2014	2015	2016
Operating grants and contributions									
Water								\$ -	\$ -
Total business-type activities operating grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital grants									
Water	\$ 92,550	\$ 24,624	\$ 3,913	\$ 49,797	\$ 97,921	\$ 31,459	\$ 21,964	\$ 14,034	\$ 193,186
Total Business-type capital grants	\$ 92,550	\$ 24,624	\$ 3,913	\$ 49,797	\$ 97,921	\$ 31,459	\$ 21,964	\$ 14,034	\$ 193,186
Net (expense) revenue									
Governmental activities	\$ (2,529,039)	\$ (4,792,594)	\$ (3,802,631)	\$ (3,956,475)	\$ (4,435,801)	\$ (4,782,346)	\$ (8,547,694)	\$ (5,612,150)	\$ (5,311,830)
Business-type activities	\$ 7,901	\$ (202,642)	\$ 155,053	\$ (81,712)	\$ 241,521	\$ 17,504	\$ 38,498	\$ (151,504)	\$ 193,737
Total primary government net (expense) revenue	\$ (2,521,138)	\$ (4,995,236)	\$ (3,647,578)	\$ (4,038,187)	\$ (4,194,280)	\$ (4,764,842)	\$ (8,509,196)	\$ (5,763,654)	\$ (5,118,093)
General Revenues and Other Changes in Net Position									
Governmental activities									
Taxes									
Property taxes	\$ 791,842	\$ 841,878	\$ 885,718	\$ 913,882	\$ 935,876	\$ 969,753	\$ 1,018,535	\$ 1,134,619	\$ 1,409,317
Specific ownership	\$ 35,503	\$ 32,235	\$ 29,783	\$ 26,106	\$ 28,532	\$ 37,833	\$ 36,866	\$ 62,327	\$ 53,323
Sales tax and miscellaneous	\$ 4,341,160	\$ 3,790,983	\$ 3,767,485	\$ 3,749,352	\$ 3,962,863	\$ 4,633,629	\$ 4,860,077	\$ 5,544,258	\$ 5,552,073
Franchise taxes	\$ 266,669	\$ 263,859	\$ 274,488	\$ 281,290	\$ 268,704	\$ 298,270	\$ 295,321	\$ 303,208	\$ 296,818
Intergovernmental					\$ -	\$ -	\$ -	\$ -	\$ -
Miscellaneous	\$ 390,010	\$ 97,121	\$ 179,760	\$ 141,896	\$ 127,057	\$ 223,462	\$ 89,348	\$ 258,776	\$ 305,622
Grants and contributions not restricted									
Investment income	\$ 145,101	\$ 61,420	\$ 24,779	\$ 16,030	\$ 17,016	\$ 11,070	\$ 11,616	\$ 3,736	\$ 46,365
Sale of Assets	\$ 813,090	\$ 7,468	\$ 2,107	\$ -	\$ -	\$ -	\$ -	\$ 630,395	\$ -
Transfers	\$ 180,796	\$ 186,050	\$ 190,000	\$ 186,368	\$ 163,128	\$ 171,645	\$ -	\$ 171,645	\$ 225,910
Total governmental activities	\$ 6,964,171	\$ 5,281,014	\$ 5,354,120	\$ 5,314,924	\$ 5,503,176	\$ 6,345,662	\$ 6,311,763	\$ 8,108,964	\$ 7,889,428
Business-type activities									
Miscellaneous									
Investment income	\$ 59,041	\$ 7,834	\$ 3,501	\$ 1,204	\$ 748	\$ 430	\$ 386	\$ 589	\$ 2,183
Sale of Assets									
Transfers			\$ (190,000)	\$ (186,368)	\$ (163,128)	\$ (171,645)	\$ (180,227)	\$ (171,645)	\$ (225,910)
Total Business-type activities	\$ 59,041	\$ 7,834	\$ (186,499)	\$ (185,164)	\$ (162,380)	\$ (171,215)	\$ (179,841)	\$ (171,056)	\$ (223,727)
Total Primary Government	\$ 7,023,212	\$ 5,288,848	\$ 5,167,621	\$ 5,129,760	\$ 5,340,796	\$ 6,174,447	\$ 6,131,922	\$ 7,937,908	\$ 7,665,701
Governmental activities									
Change in Net Position	\$ 4,435,132	\$ 488,420	\$ 1,551,489	\$ 1,358,449	\$ 1,067,375	\$ 1,067,375	\$ (2,056,090)	\$ 2,496,814	\$ 2,577,598
Net Position January 1	\$ 19,136,163	\$ 23,571,295	\$ 24,085,651	\$ 25,637,140	\$ 26,995,589	\$ 26,995,589	\$ 29,346,163	\$ 27,428,755	\$ 29,925,569
Infrastructure Net Position ²									
Prior Period Adjustment									
Net Position December 31	\$ 23,571,295	\$ 24,059,715	\$ 25,637,140	\$ 26,995,589	\$ 28,062,964	\$ 28,062,964	\$ 27,290,073	\$ 29,925,569	\$ 32,503,167
Business-type activities									
Change in Net Position	\$ 66,942	\$ (194,808)	\$ (31,446)	\$ (266,876)	\$ 79,141	\$ 79,141	\$ (141,343)	\$ (322,560)	\$ (29,990)
Net Position January 1	\$ 5,191,886	\$ 5,258,828	\$ 5,064,020	\$ 5,032,574	\$ 4,735,698	\$ 4,735,698	\$ 4,661,128	\$ 4,519,785	\$ 4,197,225
Prior Period Adjustment									
Net Position December 31	\$ 5,258,828	\$ 5,064,020	\$ 5,032,574	\$ 4,765,698	\$ 4,814,839	\$ 4,814,839	\$ 4,519,785	\$ 4,197,225	\$ 4,167,235
Total Primary Government	\$ 28,830,123	\$ 29,123,735	\$ 30,669,714	\$ 31,761,287	\$ 32,877,803	\$ 32,877,803	\$ 31,809,858	\$ 34,122,794	\$ 36,670,402

Financial Trends

TOWN OF BASALT
NET ASSETS BY COMPONENT
2007-2016
(Accrual Basis of Accounting)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Governmental Activities										
Capital assets net of related debt	\$ 14,263,155	\$ 16,466,162	\$ 17,781,272	\$ 19,368,810	\$ 20,994,949	\$ 21,819,133	\$ 19,463,556	\$ 18,436,209	\$ 30,729,660	\$ 26,536,086
Restricted	1,145,615	993,931	958,843	908,627	2,590,994	2,840,041	3,088,704	3,696,394	2,153,843	2,258,330
Unrestricted	3,727,393	6,111,202	5,319,600	5,359,703	3,409,646	3,403,790	7,074,020	5,157,470	4,101,995	3,708,751
Total Governmental activities net of related debt	<u>\$ 19,136,163</u>	<u>\$ 23,571,295</u>	<u>\$ 24,059,715</u>	<u>\$ 25,637,140</u>	<u>\$ 26,995,589</u>	<u>\$ 28,062,964</u>	<u>\$ 29,626,280</u>	<u>\$ 27,290,073</u>	<u>\$ 36,985,498</u>	<u>\$ 32,503,167</u>
Business Type Activities										
Capital assets net of related debt	\$ 2,374,406	\$ 2,275,715	\$ 2,911,807	\$ 2,685,263	\$ 4,330,189	\$ 4,259,817	\$ 4,186,468	\$ 4,106,749	\$ 3,965,225	\$ 3,881,505
Restricted	-	-	-	65,500	-	-	-	-	-	-
Unrestricted	2,817,480	2,983,113	2,152,213	2,251,811	405,509	555,022	474,660	413,036	231,970	285,730
Total Business-Type Activities net of related debt	<u>\$ 5,191,886</u>	<u>\$ 5,258,828</u>	<u>\$ 5,064,020</u>	<u>\$ 5,002,574</u>	<u>\$ 4,735,698</u>	<u>\$ 4,814,839</u>	<u>\$ 4,661,128</u>	<u>\$ 4,519,785</u>	<u>\$ 4,197,195</u>	<u>\$ 4,167,235</u>
Primary Government										
Capital assets net of related debt	\$ 16,637,561	\$ 18,741,877	\$ 20,693,079	\$ 22,054,073	\$ 25,325,138	\$ 26,078,950	\$ 23,650,024	\$ 22,542,958	\$ 34,694,885	\$ 30,417,591
Restricted	1,145,615	993,931	958,843	974,127	2,590,994	2,840,041	3,088,704	3,696,394	2,153,843	2,258,330
Unrestricted	6,544,873	9,094,315	7,471,813	7,611,514	3,815,155	3,958,812	7,548,680	5,570,506	4,333,965	3,994,481
Total Primary Government net assets	<u>\$ 24,328,049</u>	<u>\$ 28,830,123</u>	<u>\$ 29,123,735</u>	<u>\$ 30,639,714</u>	<u>\$ 31,731,287</u>	<u>\$ 32,877,803</u>	<u>\$ 34,287,408</u>	<u>\$ 31,809,858</u>	<u>\$ 41,182,693</u>	<u>\$ 36,670,402</u>

Financial Trends

TOWN OF BASALT
FUND BALANCE OF GOVERNMENTAL FUNDS
2007-2016
(Modified Accrual Basis of Accounting)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General Fund										
Restricted										
Emergency Reserves	\$ 148,429	\$ 233,733	\$ 198,645	\$ 148,429	\$ 148,429	\$ 148,429	\$ 397,092	\$ 247,100	\$ 324,000	\$ 324,000
Committed										
Open space and trails	-	-	-	-	737,157	1202542	1,202,542	1,887,449	2,021,027	1,171,514
Parks	-	-	-	-	262,228	254728	254,728	266,488	166,488	262,728
Transportation	-	-	-	-	108,778	108778	108,778	21,433	23,238	135,224
Willits development	-	-	-	-	744,576	567114	567,114	666,995	713,640	1,130,973
Highway and streets	-	-	-	-	330,997	330997	330,997	330,997	330,997	343,431
Traffic enforcement	-	-	-	-	112,672	112672	112,672	-	-	-
Other Projects	-	-	-	-	146,157	114781	114,781	275,932	(1,425,547)	(1,109,540)
Reserved/Assigned	997,186	760,198	760,198	760,198	-	-	-	-	-	-
Unreserved/ Unassigned	3,788,181	5,891,701	5,176,356	5,168,692	3,134,031	3,156,977	4,598,842	3,714,368	3,820,722	3,444,244
Total General Fund	\$ 4,933,796	\$ 6,885,632	\$ 6,135,199	\$ 6,077,319	\$ 5,725,025	\$ 5,997,018	\$ 7,687,546	\$ 7,410,762	\$ 5,974,565	\$ 5,702,574
Bond Fund										
Restricted										
Debt service payments	\$ -	\$ -	\$ -	\$ -	\$ 290,218	\$ 259,072	\$ 2,471,956	\$ 1,428,914	\$ 60,121	\$ (3,424)
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	17,535	226,723	247,526	266,807	-	-	-	-	-	-
Total Bond Fund	\$ 17,535	\$ 226,723	\$ 247,526	\$ 266,807	\$ 290,218	\$ 259,072	\$ 2,471,956	\$ 1,428,914	\$ 60,121	\$ (3,424)
All other Governmental Funds										
Restricted										
Parks and recreation	\$ -	\$ -	\$ -	\$ -	\$ 45,317	\$ 64,649	\$ 85,370	\$ 103,930	\$ 122,449	\$ 144,337
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	943	105,683	2,801	29,850	-	-	-	-	-	-
Total All other Governmental Funds	\$ 943	\$ 105,683	\$ 2,801	\$ 29,850	\$ 45,317	\$ 64,649	\$ 85,370	\$ 103,930	\$ 122,449	\$ 144,337
Total Governmental Funds										
Restricted	\$ 148,429	\$ 233,733	\$ 198,645	\$ 148,429	\$ 483,964	\$ 472,150	\$ 2,954,418	\$ 1,779,944	\$ 506,570	\$ 464,913
Committed	-	-	-	-	2,442,565	2,691,612	2,691,612	3,449,294	1,829,843	1,934,330
Assigned	997,186	760,198	760,198	760,198	-	-	-	-	-	-
Unassigned	3,806,659	6,224,107	5,426,683	5,465,349	3,134,031	3,156,977	4,598,842	3,714,368	3,820,722	3,444,244
Total Governmental Fund Balance	\$ 4,952,274	\$ 7,218,038	\$ 6,385,526	\$ 6,373,976	\$ 6,060,560	\$ 6,320,739	\$ 10,244,872	\$ 8,943,606	\$ 6,157,135	\$ 5,843,487

Beginning with fiscal year 2011, the Town implemented GASB Statement 54 "Fund Balance Reporting and Governmental Fund Type Definitions".

TOWN OF BASALT
Changes in Fund Balances of Governmental Funds
2007-2016

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Governmental Funds										
Revenues										
Taxes	\$5,017,488	\$5,435,174	\$4,928,955	\$4,957,474	\$4,970,630	\$5,195,975	\$5,939,485	\$6,210,799	\$6,569,424	\$7,311,531
Intergovernmental revenues	466,023	356,357	353,556	567,203	292,863	247,105	252,187	248,582	252,631	282,115
Licenses and permits	1,449,996	849,719	171,125	170,514	365,893	302,729	630,175	895,861	493,146	1,670,294
Charges for Services	175,723	446,370	178,464	142,579	142,282	159,932	251,590	130,071	98,337	250,170
Fines & forfeitures	17,436	20,584	25,972	23,132	27,165	19,967	38,311	80,696	72,817	48,610
Miscellaneous revenue	355,544	494,868	120,061	165,775	117,105	102,235	128,739	61,704	83,745	107,214
Total revenues	7,482,210	7,603,072	5,778,133	6,026,677	5,915,938	6,027,943	7,240,487	7,627,713	7,570,100	9,669,934
Expenditures										
General government	1,688,046	1,968,099	2,005,161	2,120,610	1,698,894	2,018,205	2,736,883	2,912,037	5,363,659	3,057,908
Public Safety	1,254,600	1,347,821	2,257,530	1,364,724	1,329,082	1,136,145	1,330,287	1,782,516	1,985,952	1,914,639
Public works in Administration	1,160,433	1,440,210	915,456	743,386	1,085,327	1,150,286	1,469,874	4,023,144	1,403,356	1,186,992
Culture and recreation	1,562,484	793,272	715,710	624,747	659,287	687,756	836,798	942,847	808,732	772,061
Capital Outlay	1,374,342	479,536	733,186	918,240	1,222,916	588,537	31,388	555,582	888,265	2,159,802
Debt service payments	515,455	512,795	419,410	458,627	420,214	349,963	276,154	671,897	249,735	1,118,090
Total expenditures	7,555,360	6,541,733	7,046,453	6,230,334	6,415,720	5,930,892	6,681,384	10,888,023	10,699,699	10,209,492
Excess (deficiency) of revenues over expenditures	(73,150)	1,061,339	(1,268,320)	(203,657)	(499,782)	97,051	559,103	(3,260,310)	(3,129,599)	(539,558)
Other financing sources (uses)										
Bond proceeds								1,888,000	(1,968,793)	-
Underwriter discount								(6,891)		
Lease proceeds								177,825		
Sale of Assets	83,859	846,200	7,468	2,107	-	-	-		640,276	-
Loan proceeds	139,504	177,429	242,291	-	-	-	3,193,386	-	1,500,000	-
Operating Transfers in (out)	160,268	180,796	186,050	190,000	186,368	163,128	171,645	180,227	171,645	225,910
Total other financing sources (uses)	383,631	1,204,425	435,809	192,107	186,368	163,128	3,365,031	2,239,161	343,128	225,910
Net Change to Fund Balance	310,481	2,265,764	(832,511)	(11,550)	(313,414)	260,179	3,924,134	(1,021,149)	(2,786,471)	(313,648)
Enterprise Funds - Water										
Revenue										
User Charges	586,345	638,019	563,022	590,374	554,198	624,979	584,749	575,891	542,502	660,189
Other Revenue	4,987	2,401	3,418	30,896	2,069	144,275	22,813	20,773	28,845	20,052
Total Revenues	591,332	640,420	566,440	621,270	556,267	769,254	607,562	596,664	571,347	680,241
Expenses										
Operating										
Administration										
Personnel Services	274,839	316,495	311,073	103,553	167,673	180,026	176,367	136,737	181,136	191,480
Contractual services	32,922	56,249	59,384	53,425	41,093	39,622	40,474	58,646	60,528	45,406
Utilities	21,413	25,691	27,224	23,455	22,115	26,709	28,882	25,445	34,462	29,344
Repairs and Maintenance	30,718	18,042	16,136	15,813	13,377	32,290	29,921	4,617	88,667	54,699
Other supplies and expenses	191,430	84,427	158,609	45,111	155,084	43,512	48,261	63,941	71,211	74,974
Depreciation	189,873	189,054	188,034	197,607	259,139	275,630	275,095	262,960	270,630	265,798
Total Expenses	741,195	689,958	760,460	438,964	658,481	597,789	599,000	552,346	706,634	661,701
Net income (loss) from operations	(149,863)	(49,538)	(194,020)	182,306	(102,214)	171,465	8,562	44,318	(135,287)	18,540
Non-operating revenue (expense)										
Interest revenue	138,210	59,041	7,834	3,501	1,204	748	430	386	589	2,183
Interest expense	(35,714)	(35,111)	(33,246)	(31,166)	(29,295)	(27,865)	(22,517)	(27,784)	(30,251)	(17,989)
Gain (loss) on sale of assets	(5,227)	-	-	-	-	-	-	-	-	-
Grants					48,180	70,845	-	-	-	-
Total non-operating revenue (expense)	97,269	23,930	(25,412)	(27,665)	20,089	43,728	(22,087)	(27,398)	(29,662)	(15,806)
Transfer from (to) other funds										
General Fund	-	-	-	(190,000)	(186,368)	(163,128)	(171,645)	(180,227)	(171,645)	(225,910)
Capital Contributions Tap Fees	64,700	92,550	24,624	3,913	1,617	27,076	31,459	21,964	14,034	193,186
Change in Net Position	\$ 12,106	\$ 66,942	\$ (194,808)	\$ (31,446)	\$ (266,876)	\$ 79,141	\$ (153,711)	\$ (141,343)	\$ (322,560)	\$ (29,990)

Financial Trends

TOWN OF BASALT
GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE
2007-2016
(accrual basis of accounting)

FISCAL YEAR	Sales Tax	Lodging Tax	Property Tax	Bond Property Tax	Specific Ownership	Cigarette Tax	Franchise Tax	Motor Vehicle	Highway User Tax	County Road & Bridge Tax	Total
2007	\$ 3,902,321	\$ 47,274	\$ 470,451	\$ 300,902	\$ 39,857	\$ 24,461	\$ 232,222	\$ 12,840	\$ 100,473	\$ 65,989	\$ 5,196,790
2008	\$ 4,273,993	\$ 41,086	\$ 494,882	\$ 296,960	\$ 35,503	\$ 26,081	\$ 266,669	\$ 13,516	\$ 98,556	\$ 93,641	\$ 5,640,887
2009	\$ 3,737,907	\$ 28,703	\$ 539,186	\$ 302,692	\$ 32,235	\$ 24,373	\$ 263,859	\$ 13,231	\$ 103,260	\$ 97,141	\$ 5,142,587
2010	\$ 3,717,805	\$ 30,152	\$ 584,861	\$ 300,857	\$ 29,783	\$ 19,528	\$ 274,488	\$ 13,184	\$ 116,723	\$ 132,134	\$ 5,219,515
2011	\$ 3,703,304	\$ 28,320	\$ 621,309	\$ 292,573	\$ 26,106	\$ 17,728	\$ 281,290	\$ 15,059	\$ 114,574	\$ 132,769	\$ 5,233,032
2012	\$ 3,917,064	\$ 29,402	\$ 655,729	\$ 280,147	\$ 28,532	\$ 16,397	\$ 268,704	\$ 14,090	\$ 116,143	\$ 82,554	\$ 5,408,762
2013	\$ 4,589,128	\$ 28,677	\$ 693,599	\$ 276,154	\$ 37,833	\$ 15,824	\$ 298,270	\$ 14,901	\$ 115,492	\$ 86,078	\$ 6,155,956
2014	\$ 4,812,798	\$ 31,619	\$ 735,917	\$ 282,618	\$ 36,866	\$ 15,660	\$ 295,321	\$ 13,921	\$ 119,979	\$ 76,631	\$ 6,421,330
2015	\$ 5,455,929	\$ 72,036	\$ 659,631	\$ 474,988	\$ 62,327	\$ 16,292	\$ 303,209	\$ 17,139	\$ 123,629	\$ 78,355	\$ 7,263,535
2016	\$ 5,420,370	\$ 115,356	\$ 846,882	\$ 562,435	\$ 53,323	\$ 16,347	\$ 296,818	\$ 19,135	\$ 123,375	\$ 101,258	\$ 7,555,299

Financial Trends

TOWN OF BASALT
Outstanding Debt by Type
2007-2016

<u>Fiscal Year</u>	<u>Governmental Activities</u>			<u>Business-Type Activities</u>		
	<u>General Obligation Bonds</u>	<u>Line of Credit</u>	<u>Capital Leases</u>	<u>Ruedi Loan</u>	<u>CCWR Loan</u>	<u>Total Primary Government</u>
2007	\$ 2,930,000	\$ -	\$ 167,843	\$ 131,411	\$ 787,239	\$ 4,016,493
2008	\$ 2,775,000	\$ -	\$ 248,155	\$ 122,159	\$ 748,040	\$ 3,893,354
2009	\$ 2,610,000	\$ -	\$ 375,381	\$ 112,625	\$ 707,258	\$ 3,805,264
2010	\$ 2,440,000	\$ -	\$ 198,769	\$ 102,801	\$ 664,828	\$ 3,406,398
2011	\$ 2,330,000	\$ -	\$ 67,683	\$ 92,678	\$ 620,683	\$ 2,490,361
2012	\$ 2,141,000	\$ -	\$ 124,701	\$ 81,928	\$ 574,756	\$ 2,922,385
2013	\$ 5,010,000	\$ -	\$ 124,071	\$ 81,928	\$ 526,973	\$ 5,742,972
2014	\$ 6,373,000	\$ -	\$ 131,676	\$ 60,655	\$ 477,258	\$ 7,042,589
2015	\$ 5,615,000	\$ 1,250,265	\$ 88,885	\$ 49,241	\$ 425,536	\$ 7,428,927
2016	\$ 4,833,000	\$ 1,047,433	\$ 45,002	\$ 37,479	\$ 371,725	\$ 6,334,639

Financial Trends

TOWN OF BASALT
Capital Assets and Depreciation
2007-2016

Business-Type Activities				Governmental Activities			
	Capital Assets	Depreciation	Net Assets		Capital Assets	Depreciation	Net Assets
2007	\$ 5,551,975	\$ 2,258,920	\$ 3,293,055		\$ 19,537,668	\$ 2,107,870	\$ 17,429,798
2008	\$ 5,593,887	\$ 2,447,974	\$ 3,145,913		\$ 21,968,280	\$ 2,478,963	\$ 19,489,317
2009	\$ 6,367,697	\$ 2,636,008	\$ 3,731,689		\$ 23,731,866	\$ 2,965,210	\$ 20,766,656
2010	\$ 6,286,506	\$ 2,833,615	\$ 3,452,891		\$ 25,482,801	\$ 3,475,222	\$ 22,007,579
2011	\$ 8,115,648	\$ 3,072,098	\$ 5,043,550		\$ 27,416,052	\$ 4,023,420	\$ 23,392,632
2012	\$ 8,264,228	\$ 3,347,728	\$ 4,916,500		\$ 28,591,267	\$ 4,631,134	\$ 23,960,133
2013	\$ 8,418,192	\$ 3,622,823	\$ 4,795,369		\$ 29,806,804	\$ 5,201,025	\$ 24,605,779
2014	\$ 8,530,446	\$ 3,885,784	\$ 4,644,662		\$ 30,746,678	\$ 5,686,792	\$ 25,059,886
2015	\$ 8,596,446	\$ 4,156,414	\$ 4,440,032		\$ 36,810,376	\$ 6,080,716	\$ 30,729,660
2016	\$ 8,456,686	\$ 4,422,212	\$ 4,034,474		\$ 39,345,441	\$ 6,791,363	\$ 32,554,078

Financial Trends

Town of Basalt

TOWN OF BASALT

Town Assessed Valuation

Includes Eagle and Pitkin Counties

ASSESSED AND ACTUAL PROPERTY VALUES FOR 2006-2015

	2013	2015
Vacant Assessed	\$ 6,198,720	\$ 227,974,340
Vacant Actual	\$ 21,374,897	\$ 786,117,960
Residential Assessed	\$ 61,782,250	\$ 2,070,003,740
Residential Actual	\$ 776,158,920	\$ 25,937,560,520
Commercial Assessed	\$ 64,328,130	\$ 705,321,350
Commercial Actual	\$ 221,821,138	\$ 2,273,631,580
Industrial Assessed	\$ 710,940	\$ 716,390
Industrial Actual	\$ 2,451,517	\$ 2,470,300
Agricultural Assessed	\$ 113,390	\$ 12,060,500
Agricultural Actual	\$ 391,000	\$ 91,211,450
Natural Resources Assessec	\$ -	\$ 3,631,820
Natural Resources Actual	\$ -	\$ 12,523,500
State Assessed	\$ 1,684,080	\$ 30,955,640
State Actual	\$ 5,807,172	\$ 19,760,540
Total Taxable Assessed	\$ 134,817,510	\$ 3,050,663,780
Total Taxable Actual	\$ 1,028,004,644	\$ 29,123,275,850
Exempt Property Assessed		\$ 160,105,990
Exempt Property Actual		\$ 176,847,580

SOURCE:

- 1) All property other than residential improved property assessed at 29% of Actual Value, except oil and gas production which is assessed at 87.5% of Actual Value.
- 2) Residential property assessed at varying percentages of Actual Value under Colorado Constitutional Amendment as follows: 2004-2013: 7.96%.

http://dola.colorado.gov/dpt/publications/docs/2013_Annual_Report/CitiesTownsbyClass.pdf

**TOWN OF BASALT
MILL LEVY
2007-2016**

	Mill Levy	Net Assessed Value		Total Tax Levied		Property Tax Collected		Percent of Levy Collected
2007	6.560	117,605,520	\$	771,492	\$	771,353		99.98%
2008	5.058	160,483,990	\$	811,728	\$	791,842		97.55%
2009	5.181	165,113,470	\$	855,453	\$	841,878		98.41%
2010	5.391	154,497,940	\$	832,898	\$	885,718		106.34%
2011	6.139	152,397,560	\$	935,569	\$	913,882		97.68%
2012	6.386	152,508,770	\$	973,921	\$	935,876		96.09%
2013	7.560	134,852,500	\$	1,019,485	\$	969,753		95.12%
2014	7.560	136,294,037	\$	1,030,383	\$	1,018,535		98.85%
2015	9.881	134,852,500	\$	1,332,531	\$	1,323,152		99.30%
2016	9.158	152,960,490	\$	1,400,524	\$	1,409,316		100.63%

Tax lien sale in November for any property taxes not paid in the current year.

[http://dola.colorado.gov/dpt/publications/docs/2015 Annual Report/EagleCert.pdf](http://dola.colorado.gov/dpt/publications/docs/2015%20Annual%20Report/EagleCert.pdf)

**TOWN OF BASALT
SALES TAX REVENUE BY TYPE
2007-2016**

Type of Revenue	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Automotive	\$ 180,457	\$ 214,301	\$ 192,696	\$ 175,531	\$ 170,305	\$ 170,820	\$ 177,244	\$ 178,862	\$ 196,740	\$ 178,433
Lodging	67,782	73,290	44,752	45,840	51,512	45,307	45,352	63,189	61,582	167,000
Restaurant without Bar	102,939	126,979	112,190	90,936	95,625	97,267	99,395	122,299	121,771	134,195
Restaurant with Bar	298,539	342,064	273,136	300,906	299,504	321,038	324,675	352,575	387,726	397,571
Retail Sales	698,188	686,090	502,125	510,405	472,219	530,719	649,191	643,204	812,344	783,500
Sporting Retail	99,422	116,065	109,908	116,854	132,198	143,509	174,225	195,905	216,476	232,332
Finance	7,742	7,035	8,030	6,659	8,119	7,028	7,541	8,692	5,545	5,863
In - Home Sales	2,505	3,529	3,919	4,333	4,053	2,845	2,240	2,282	2,412	1,919
Retail Liquor	156,783	179,973	181,219	170,302	175,506	180,354	205,495	225,686	236,381	247,515
Telecommunications	106,306	88,638	126,507	117,812	128,922	115,108	102,842	95,332	94,082	89,036
Utilities	124,490	150,015	143,337	150,303	148,177	148,841	176,489	163,381	171,063	158,410
Building	400,339	373,183	231,488	174,806	177,389	190,423	200,375	239,048	276,876	271,799
Retail Food	1,268,207	1,440,453	1,366,379	1,288,804	1,321,114	1,481,407	1,922,181	1,932,081	2,062,905	2,154,353
Total	<u>\$ 3,513,699</u>	<u>\$ 3,801,615</u>	<u>\$ 3,295,686</u>	<u>\$ 3,153,491</u>	<u>\$ 3,184,643</u>	<u>\$ 3,434,666</u>	<u>\$ 4,087,245</u>	<u>\$ 4,222,536</u>	<u>\$ 4,645,903</u>	<u>\$ 4,821,926</u>

**Top Fifteen Assessed Properties in Basalt by Owner
EAGLE COUNTY**

2015		ACTUAL	ASSESSED
OWNER NAME			
TKG WILLITS TOWN CENTER LLC		\$13,384,110	\$3,881,380
WILLITS BLOCK 12 LLC		\$10,926,820	\$3,168,780
RMI INNOVATION CENTER LLC		\$ 7,372,100	\$2,137,910
DILLON REALESTATE CO INC		\$ 6,515,320	\$1,889,450
TKG-STORAGEMART PARTNERS PORTFOLIO LLC		\$ 5,781,380	\$1,676,590
VALLEY VIEW HOSPITAL ASSOCIATION		\$ 5,653,280	\$1,639,450
WILLITS TOWN CENTER LLC		\$ 5,392,360	\$1,563,780
DONNINGTON INVESTMENTS LLC		\$ 5,034,350	\$1,459,960
STUTSMAN TRI-ALLIANCE LTD		\$ 5,375,750	\$1,352,580
ASPEN SKIING COMPANY LLC		\$ 4,570,940	\$1,325,570
KNAPP, MICHAEL P., ST - IDEVCO INC		\$ 4,112,400	\$1,192,600
WILLITS TOWN CENTER LLC		\$ 3,957,650	\$1,121,430
QWEST CORP		\$ 3,625,404	\$1,051,260
DB COOPER LLC		\$ 4,022,460	\$ 899,940
KEELTY DEV LLC		\$ 4,014,760	\$ 869,050

2016		ACTUAL	ASSESSED
OWNER NAME			
TKG WILLITS TOWN CENTER LLC		\$15,556,570	\$4,511,400
WILLITS BLOCK 12 LLC		\$ 9,165,440	\$2,657,970
DILLON REALESTATE CO INC		\$ 8,654,230	\$2,509,730
RMI INNOVATION CENTER LLC		\$ 7,920,760	\$2,297,020
TKG-STORAGEMART PARTNERS PORTFOLIO LLC		\$ 7,836,850	\$2,272,690
ASPEN SKIING COMPANY LLC		\$ 6,559,980	\$1,902,390
WILLITS TOWN CENTER LLC		\$ 6,113,730	\$1,772,990
VALLEY VIEW HOSPITAL ASSOCIATION		\$ 6,105,390	\$1,770,560
STUTSMAN TRI-ALLIANCE LTD		\$ 6,339,450	\$1,600,620
BASALT TRADE ASSOCIATES LLC		\$ 4,951,570	\$1,435,940
DONNINGTON INVESTMENTS LLC		\$ 4,824,560	\$1,399,120
WILLITS TOWN CENTER LLC		\$ 4,509,340	\$1,280,660
MICHAEL P. KNAPP TRUST		\$ 4,371,000	\$1,267,590
QWEST CORP		\$ 3,577,170	\$1,037,380
KEELTY DEV LLC		\$ 4,221,620	\$ 895,480

**Top Fifteen Assessed Properties in Basalt by Owner
PITKIN COUNTY**

2015		ACTUAL	ASSESSED
OWNER NAME			
ROARING FORK CLUB CABIN OPERATIONS		\$47,941,000	\$3,900,160
ROARING FOR CLUB LLC		\$11,303,400	\$3,277,990
NORTHFORK LLC		\$5,008,000	\$1,452,320
MYERS & ASSOC PROPERTIES LLC		\$3,454,900	\$1,001,930
RIVER PARK LLC		\$3,033,300	\$ 879,650
BASALT CENTER LLC		\$2,442,400	\$ 708,300
DD BUILDINGS LLC		\$2,961,000	\$ 700,840
RFC TWO EAGLES PARTNERS LLC		\$200,000	\$ 580,000
SOUTH SIDE DRIVE LLC		\$1,700,000	\$ 493,000
ISBERIAN STEPHAN G & HEATHER REV TRUST		\$1,574,600	\$ 456,640
EXCHANGE BANK		\$1,499,000	\$ 434,710
MONUMENT REAL ESTATE GROUP LLC		\$1,570,000	\$ 417,430
DA TRUST		\$1,435,400	\$ 416,260
WATERMAN GAYLE C		\$4,979,200	\$ 396,340
SURVIVORS TRUST CREATED DEC 31 2006 UNDER E		\$4,815,700	\$ 383,330

2016		ACTUAL	ASSESSED
OWNER NAME			
ROARING FORK CLUB CABIN OPERATIONS		\$48,048,800	\$3,931,420
ROARING FOR CLUB LLC		\$11,303,400	\$3,277,990
NORTHFORK LLC		\$5,008,000	\$1,452,320
MYERS & ASSOC PROPERTIES LLC		\$3,454,900	\$1,001,930
BASALT CENTER LLC		\$2,442,400	\$ 708,300
DD BUILDINGS LLC		\$2,961,000	\$ 700,840
RFC TWO EAGLES PARTNERS LLC		\$2,000,000	\$ 580,000
EXCHANGE BANK		\$1,796,100	\$ 520,870
SOUTH SIDE DRIVE LLC		\$1,700,000	\$ 493,000
ISBERIAN STEPHAN G & HEATHER REV TRUST		\$1,574,600	\$ 456,640
MONUMENT REAL ESTATE GROUP LLC		\$1,570,000	\$ 417,430
DA TRUST		\$1,435,400	\$ 416,260
PITKIN COUNTY		\$1,414,600	\$ 410,230
WATERMAN GAYLE C		\$4,979,200	\$ 396,340
SURVIVORS TRUST CREATED DEC 31 2006 UNDEF		\$4,815,700	\$ 383,330

TOWN OF BASALT
LOCAL DEMOGRAPHICS
(Most current data available)

Population Year	Area	County	Jobs	County	Jobs
2012	Accommodation and	Eagle County	7457	Pitkin	4088
	Admin and Waste	Eagle County	1987	Pitkin	1753
	Agriculture	Eagle County	208	Pitkin	127
	Arts	Eagle County	3912	Pitkin	2253
	Construction	Eagle County	3317	Pitkin	1007
	Finance Activity	Eagle County	734	Pitkin	410
	Government	Eagle County	3260	Pitkin	2152
	Health Services	Eagle County	2162	Pitkin	589
	Information	Eagle County	364	Pitkin	205
	Management and Enterprise	Eagle County	117	Pitkin	41
	Manufacturing	Eagle County	322	Pitkin	103
	Mining	Eagle County	16	Pitkin	suppressed
	Other	Eagle County	2512	Pitkin	1433
	Private Education	Eagle County	348	Pitkin	403
	Professional and Technical	Eagle County	2158	Pitkin	1311
	Real Estate	Eagle County	3052	Pitkin	2153
	Retail Trade	Eagle County	3555	Pitkin	1430
	Transportation and Warehousing	Eagle County	626	Pitkin	216
	Utilities	Eagle County	68	Pitkin	suppressed
	Wholesale Trade	Eagle County	355	Pitkin	141

Source : Colorado Department of Labor State Demographics Website
https://dola.colorado.gov/demog_webapps/jsn_parameters.jsf

Population by Age Group
Colorado Municipalities - 2010

Municipality	Median Age	Under 15	Aged 15 to 24	Aged 25 to 44	Aged 45 to 64	Aged 65+
3857.00	37	813	336	1,363	1,103	242

Source : Colorado Department of Labor State Demographics Website
<http://dola.colorado.gov/dlg/demog/2010censusdata.html#>

TOWN OF BASALT
Operational Statistics by Fund
2007-2016

General Fund Operation Statistics

TYPES	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Building Permits Issued										
Multi Family Units	10	2	0	0	0	0	10		17	131
Single Family Units	12	6	1	1	1	4	10		2	4
Commercial Buildings	2	2	0	0	1	1	3		7	1
Total Value	\$ 24,252,287	\$ 13,001,706	\$ 350,000	\$ 300,000	#####	\$ 2,217,782	\$ 19,699,200	\$ 19,699,200	\$ 7,412,000	\$ 27,658,768
New single family, multi family and commercial construction including initial tenant finish but no remodels.										
Population	3243	3303	3496	3828	3849	3831	3836	3857	3893	3919

Water Fund Operation Statistics

TYPES	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
New Connections or Taps	11	18	1	1	2	5	6		1	