

**Town of Basalt**

**2017**

**Comprehensive Annual Financial Report**



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Office of the State Auditor

July 31, 2018

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Town of Basalt, Colorado  
Comprehensive Annual Financial Report  
as of  
December 31, 2017

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Town of Basalt, Colorado  
 Comprehensive Annual Financial Report  
 For the Year Ended December 31, 2017

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Comprehensive Annual Financial Report  
For the Year Ended December 31, 2017

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**June of 2018**

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, 2017. 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 4170 with a current total annual budget of \$15,383,559. 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 (Frying pan 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 2017 the Town continued the implementation of the Town's River Master Plan. This included improvements to the Town's River Park and the construction of the Roaring Fork Conservancy River Center.

Additionally, during 2017 the Town finished the construction of a pedestrian underpass at SH 82 and Basalt Avenue. 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 2018, the Town will continue to work on the development of the new River Park and support the continued planning and improvements to the Whitewater Park which has been a collaborative effort with Pitkin County. Improvements to these two important assets will require phasing over time given the large capital investment that will need to be made.

In 2018, the Town will concentrate on making improvements to our existing infrastructure, including East Valley Road and the roundabout in Willits as well as a stretch of Two Rivers Road between old town, west to Highway 82.

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

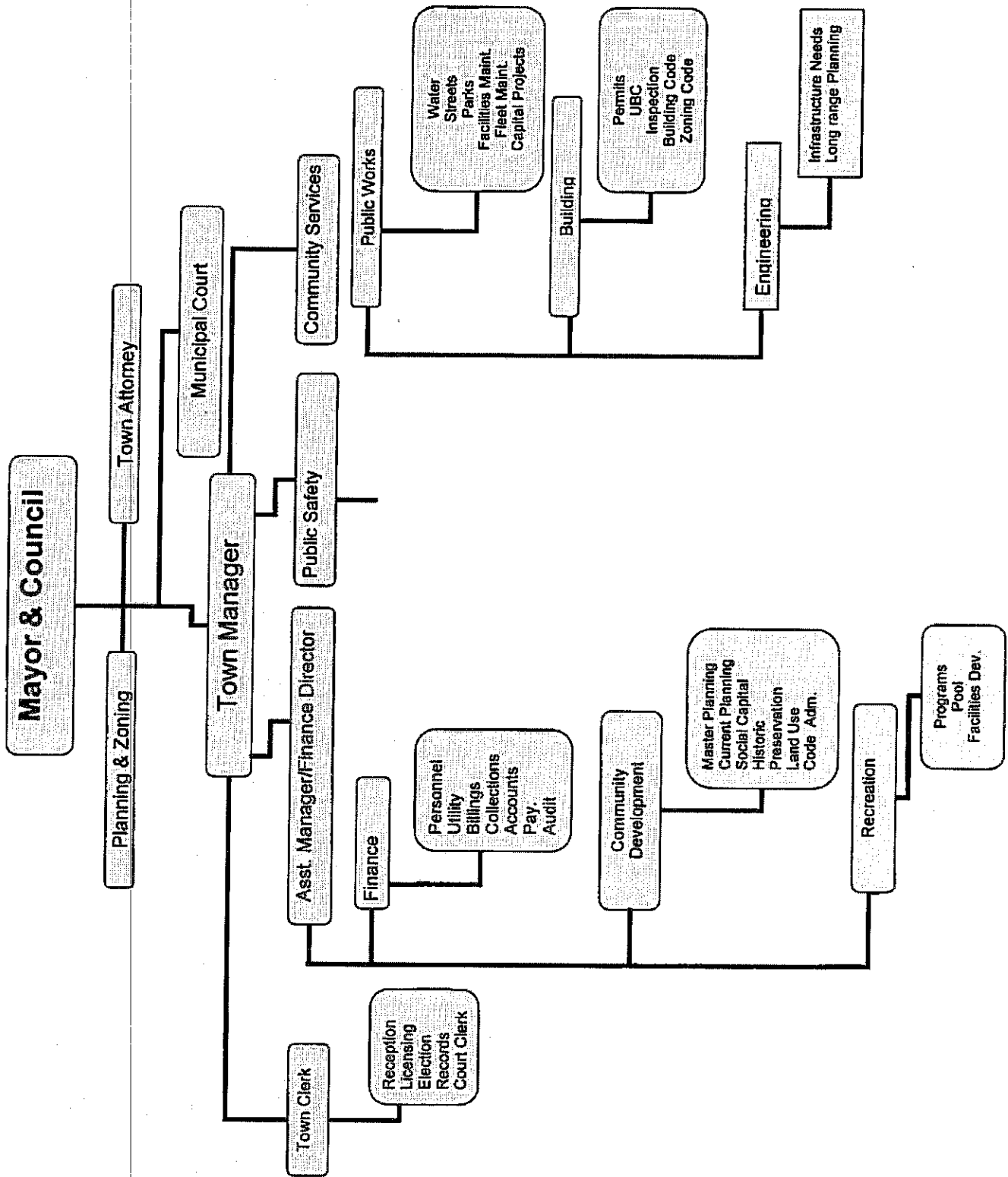
Colorado statutes require an annual audit of the Town's financial statements. The audit for 2017 was conducted by Blair and Associates, Certified Public Accountants and their report on the financial statements is included in the financial section of this report.

**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,

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Basalt Town Council (Elected Officials)

Jacque Whitsitt, Mayor

Katie Schwoerer, Council

Jennifer Riffle, Council

Auden Schendler, Council

Gary Tennenbaum, Council

Ryan Slack, Council

Bill Infante, Council

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

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, 2017, 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, 2017, 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.

***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 8, 2018

**TOWN OF BASALT**  
Management's Discussion and Analysis  
Fiscal Year Ended December 31, 2017

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, 2017. 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 \$42,300,768 (i.e. net position) as of December 31, 2017, an increase of \$5,610,538 in comparison to the prior year.
- Governmental funds reported combined ending fund balances of \$7,495,394, increase of \$1,651,907 in comparison with the prior year.
- The Town's fund balance for the General Fund was \$7,356,438, increase of \$1,653,864 in comparison to the prior year.
- Total long-term liabilities increased by \$2,977,247 during the 2017 fiscal year with new debt issued in 2017 of \$3,892,937.
- Property, sales and franchise taxes for governmental activities totaled \$8,178,299, or 92% 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, 2017, the Town's combined assets exceeded liabilities and deferred inflows of resources by \$42,300,768. Of this amount, \$5,771,766 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 \$34,404,216 (81% 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 2017:

Assets	Governmental Activities		Business-Type Activities		Total	
	2017	2016	2017	2016	2017	2016
Current and other assets	\$ 9,970,063	\$ 9,925,858	\$ 335,387	\$ 327,904	\$ 10,305,450	\$ 10,253,762
Capital assets	39,682,681	32,554,078	4,023,514	4,290,709	\$ 43,706,195	\$ 36,844,787
Total assets	49,652,744	42,479,936	4,358,901	4,618,613	54,011,645	47,098,549
Deferred outflows of resources	287,705	282,224	-	-	287,705	282,224
Total assets and Deferred outflows of resources	49,940,449	42,762,160	4,358,901	4,618,613	54,299,350	47,380,773
Current liabilities	593,043	2,899,809	1,885	42,174	594,928	2,941,983
Non-current liabilities						
Compensated absences	168,137	158,229	-	-	168,137	158,229
Long term debt	8,973,371	5,925,435	328,608	389,374	9,301,979	6,314,809
Total liabilities	9,734,551	8,983,473	330,493	431,548	10,065,044	9,415,021
Deferred inflows of resources	1,933,538	1,275,520	-	-	1,933,538	1,275,520
Net position						
Investment in capital assets, net related debt	30,709,310	26,536,086	3,694,906	3,881,505	34,404,216	30,417,591
Restricted	2,124,786	2,258,330	-	-	2,124,786	2,258,330
Unrestricted	5,438,264	3,708,751	333,502	305,560	5,771,766	4,014,311
Total net position	\$ 38,272,360	\$ 32,503,167	\$ 4,028,408	\$ 4,187,065	\$ 42,300,768	\$ 36,690,232

An additional portion of net position, \$2,124,786, represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, \$5,771,766 (14% of net position), may be used to meet the government's ongoing obligations to citizens and creditors.

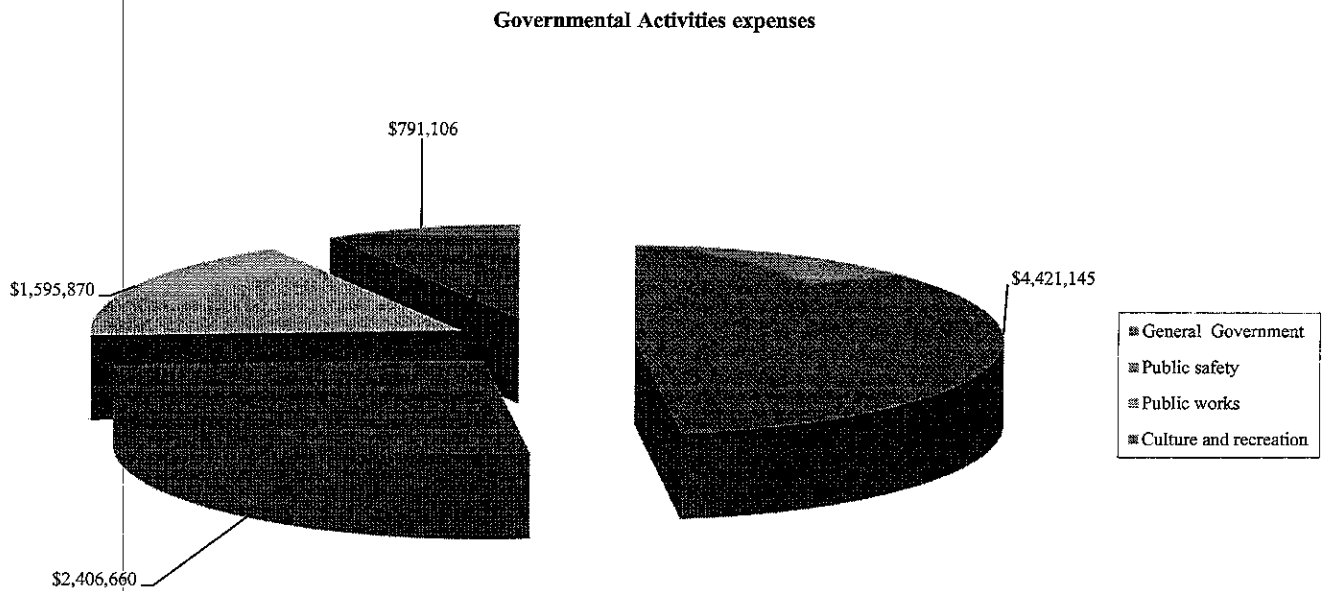
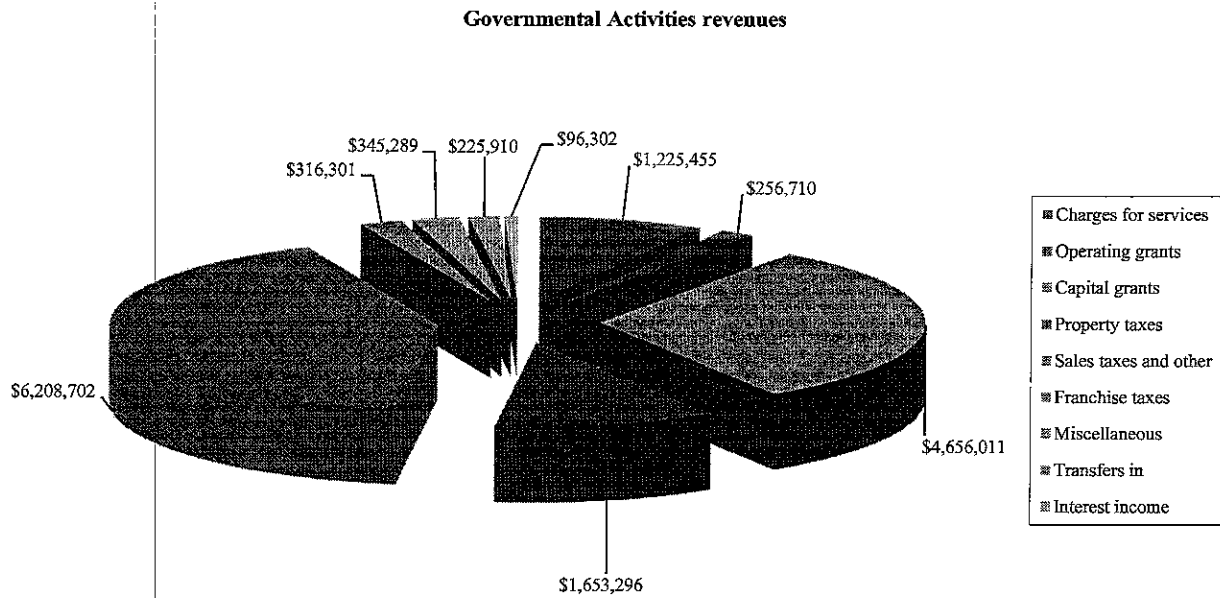
### Change in Net Position

Governmental and business-type activities increased the Town's net position by \$5,610,538 in 2017.

	Governmental Activities		Business-Type Activities		Total	
	2017	2016	2017	2016	2017	2016
Revenues						
Program revenues						
Charges for services	\$ 1,225,455	\$ 1,724,301	\$ 688,513	\$ 680,241	\$ 1,913,968	\$ 2,404,542
Operating grants	256,710	282,115	-	-	256,710	282,115
Capital grants	4,656,011	-	18,990	193,186	4,675,001	193,186
General Revenues						
Property taxes	1,653,296	1,409,317	-	-	1,653,296	1,409,317
Sales taxes and other	6,208,702	5,605,396	-	-	6,208,702	5,605,396
Franchise taxes	316,301	296,818	-	-	316,301	296,818
Miscellaneous	345,289	305,622	-	-	345,289	305,622
Transfer in	225,910	225,910	(225,910)	(225,910)	-	-
Interest income	96,302	46,365	3,802	2,183	100,104	48,548
Total	<u>14,983,976</u>	<u>9,895,844</u>	<u>485,395</u>	<u>649,700</u>	<u>15,469,371</u>	<u>10,545,544</u>
Expenses						
General government	4,421,145	3,052,082	-	-	4,421,145	3,052,082
Public safety	2,406,660	2,005,598	-	-	2,406,660	2,005,598
Public works	1,595,870	1,456,788	644,052	679,690	2,239,922	2,136,478
Culture and recreation	791,106	803,778	-	-	791,106	803,778
Total expenses	<u>9,214,781</u>	<u>7,318,246</u>	<u>644,052</u>	<u>679,690</u>	<u>9,858,833</u>	<u>7,997,936</u>
Increase in net position	5,769,195	2,577,598	(158,657)	(29,990)	5,610,538	2,547,608
Beginning	<u>32,503,165</u>	<u>29,925,569</u>	<u>4,187,065</u>	<u>4,217,055</u>	<u>36,690,230</u>	<u>34,142,624</u>
Ending	<u>\$ 38,272,360</u>	<u>\$ 32,503,167</u>	<u>\$ 4,028,408</u>	<u>\$ 4,187,065</u>	<u>\$ 42,300,768</u>	<u>\$ 36,690,232</u>

## Governmental Activities

Governmental activities increased the Town's net position by \$5,769,195.



## **Business-type Activities**

Business-type activities for the year resulted in a decrease in net position of \$158,657. Charges for services accounted for 97% 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 2017, the Town's governmental funds reported combined ending fund balances of \$7,495,394 increase of \$1,651,907 in comparison with the prior year. Of the combined ending fund balances for all governmental funds 70% of this total amount, \$5,231,652, 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 \$461,500 and other purposes of \$1,802,242.

The Town has two major governmental funds the General and Bond Fund. At the end of 2017, unassigned fund balance of the General Fund was \$5,231,652. 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 increased by \$1,653,864 during 2017.

**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 2017, the fund represented the following net position amounts:

	<u>Water</u>
Unrestricted net position	\$ 206,928
Total net position	\$ 4,028,408
Decrease in net position	\$ (158,657)



## Long-term Debt

As of December 31, 2017, the Town had long-term debt as follows:

Governmental Activities	Balance			Balance December 31, 2017	Due Within One Year
	January 1, 2017	Additions	Reductions		
Bonds payable-2013	\$ 3,430,000	\$ -	\$ (540,000)	\$ 2,890,000	\$ 545,000
Bonds payable-2014	1,403,000	-	(260,000)	1,143,000	273,000
Lease payable	45,002	-	(45,002)	-	-
Line of credit-Affordable Housing	1,047,434	1,887,534	-	2,934,968	2,934,968
Line of credit-Underpass	-	2,005,403	-	2,005,403	2,005,403
Accrued compensated absences	158,229	9,908	-	168,137	-
Total	<u>\$ 6,083,665</u>	<u>\$ 3,902,845</u>	<u>\$ (845,002)</u>	<u>\$ 9,141,508</u>	<u>\$ 5,758,371</u>
Enterprise Activities					
Loan payable - Ruedi	\$ 37,479	\$ -	\$ (24,610)	\$ 12,869	\$ 12,869
Loan payable - CCWR	371,725	-	(55,986)	315,739	58,247
Total	<u>\$ 409,204</u>	<u>\$ -</u>	<u>\$ (80,596)</u>	<u>\$ 328,608</u>	<u>\$ 71,116</u>

## 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:

Lisa Nieslanik  
Assistant Finance Director  
Town of Basalt

**Town of Basalt  
Statement of Net Position  
December 31, 2017**

	<b>Governmental Activities</b>	<b>Business - Type</b>	<b>Total</b>
<b>Assets</b>			
Cash and cash equivalents	\$ 1,592,008	\$ (166,946)	\$ 1,425,062
Investments	4,233,097	341,857	4,574,954
Restricted cash	1,663,286	-	1,663,286
Property taxes receivable	1,931,026	-	1,931,026
Accounts receivable	493,570	147,606	641,176
Prepaid and deposits	57,076	-	57,076
Inventories	-	12,870	12,870
Capital assets, net	39,682,681	4,023,514	43,706,195
<b>Total assets</b>	<b>49,652,744</b>	<b>4,358,901</b>	<b>54,011,645</b>
<b>Deferred outflows of resources</b>			
FPPA pension	287,705	-	287,705
<b>Total deferred outflows of resources</b>	<b>287,705</b>	<b>-</b>	<b>287,705</b>
<b>Total Assets and Deferred Outflows of Resources</b>	<b>49,940,449</b>	<b>4,358,901</b>	<b>54,299,350</b>
<b>Liabilities</b>			
Accounts payable	247,223	125	247,348
Accrued payroll and liabilities	10,255	-	10,255
Retainage on underpass	62,574	-	62,574
Accrued interest payable	-	560	560
Deposit on construction	74,673	1,200	75,873
Held for developers	148,918	-	148,918
Compensated absences	168,137	-	168,137
FPPA net pension asset	49,400	-	49,400
Non current liabilities			
Due within one year	5,758,371	71,116	5,829,487
Due in more than one year	3,215,000	257,492	3,472,492
<b>Total liabilities</b>	<b>9,734,551</b>	<b>330,493</b>	<b>10,065,044</b>
<b>Deferred inflows of resources</b>			
FPPA pension	2,512	-	2,512
Deferred property taxes	1,931,026	-	1,931,026
<b>Total Deferred inflows of resources</b>	<b>1,933,538</b>	<b>-</b>	<b>1,933,538</b>
<b>Net Position</b>			
Invested in capital assets, net of related debt	30,709,310	3,694,906	34,404,216
Restricted for:			
Emergencies	461,500	-	461,500
Other purposes	1,663,286	-	1,663,286
Unrestricted	5,438,264	333,502	5,771,766
<b>Total net position</b>	<b>\$ 38,272,360</b>	<b>\$ 4,028,408</b>	<b>\$ 42,300,768</b>

The accompanying notes are an integral part of this statement.

**Town of Basalt  
Statement of Activities  
December 31, 2017**

Functions/Programs	Expenses	Program Revenues		
		Charges for Service and Fees	Operating Grants and Contributions	Capital Grants and Contributions
<b>Primary government:</b>				
<b>Governmental activities:</b>				
General Government	\$ 4,421,145	\$ 489,022	\$ -	\$ 4,656,011
Public Safety	2,406,660	27,367	-	-
Public Works	1,595,870	621,200	237,128	-
Culture and Recreation	791,106	87,866	19,582	-
<b>Total governmental activities</b>	<u>9,214,781</u>	<u>1,225,455</u>	<u>256,710</u>	<u>4,656,011</u>
<b>Business-type activities:</b>				
Water	644,052	688,513	-	18,990
<b>Total business-type activities</b>	<u>644,052</u>	<u>688,513</u>	<u>-</u>	<u>18,990</u>
<b>Total primary government</b>	<u><u>\$ 9,858,833</u></u>	<u><u>\$ 1,913,968</u></u>	<u><u>\$ 256,710</u></u>	<u><u>\$ 4,675,001</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**

<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
\$ 723,888	\$ -	\$ 723,888
(2,379,293)	-	(2,379,293)
(737,542)	-	(737,542)
(683,658)	-	(683,658)
<u>(3,076,605)</u>		<u>(3,076,605)</u>
-	63,451	63,451
-	63,451	63,451
<u>(3,076,605)</u>	<u>63,451</u>	<u>(3,013,154)</u>
1,653,296	-	1,653,296
88,470	-	88,470
6,120,232	-	6,120,232
316,301	-	316,301
345,289	-	345,289
96,302	3,802	100,104
225,910	(225,910)	-
<u>8,845,800</u>	<u>(222,108)</u>	<u>8,623,692</u>
5,769,195	(158,657)	5,610,538
32,503,165	4,187,065	36,690,230
<u>\$ 38,272,360</u>	<u>\$ 4,028,408</u>	<u>\$ 42,300,768</u>

The accompanying notes are an integral part of this statement.

**Town of Basalt  
Governmental Funds  
Balance Sheet  
December 31, 2017**

	<u>General Fund</u>	<u>Bond Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Assets</b>				
Cash and cash equivalents	\$ 1,461,441	\$ (27,111)	\$ 157,678	\$ 1,592,008
Investments	4,224,708	2,078	6,311	4,233,097
Restricted Cash	1,663,286	-	-	1,663,286
Taxes receivable	965,166	965,860	-	1,931,026
Accounts receivable	493,570	-	-	493,570
Prepaid expenses	57,076	-	-	57,076
Total assets	<u>\$ 8,865,247</u>	<u>\$ 940,827</u>	<u>\$ 163,989</u>	<u>\$ 9,970,063</u>
<b>Liabilities and Fund Balance</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 247,223	\$ -	\$ -	\$ 247,223
Accrued payroll and liabilities	10,255	-	-	10,255
Retainage on underpass	62,574	-	-	62,574
Deposit on construction	74,673	-	-	74,673
Held for developers	148,918	-	-	148,918
Total liabilities	<u>543,643</u>	<u>-</u>	<u>-</u>	<u>543,643</u>
<b>Deferred inflows of resources</b>				
Deferred property taxes	<u>965,166</u>	<u>965,860</u>	<u>-</u>	<u>1,931,026</u>
<b>Fund balances:</b>				
<b>Restricted:</b>				
Reserve for emergencies	461,500	-	-	461,500
Debt service payments	-	(25,033)	-	(25,033)
Parks and Recreation	-	-	163,989	163,989
<b>Committed:</b>				
Open space and trails	1,145,393	-	-	1,145,393
Parks	274,928	-	-	274,928
Transportation	150,484	-	-	150,484
Willits development	1,198,015	-	-	1,198,015
Highway and streets	334,236	-	-	334,236
Other projects	(1,439,770)	-	-	(1,439,770)
Unassigned	5,231,652	-	-	5,231,652
Total fund balance	<u>7,356,438</u>	<u>(25,033)</u>	<u>163,989</u>	<u>7,495,394</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 8,865,247</u>	<u>\$ 940,827</u>	<u>\$ 163,989</u>	<u>\$ 9,970,063</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, 2017**

**Total fund balance, governmental funds** \$ 7,495,394

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	\$ 47,194,490	
Less accumulated depreciation	<u>(7,511,809)</u>	39,682,681

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. 285,193

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	\$ (4,033,000)	
Line of credit	(4,940,371)	
Compensated absences	<u>(168,137)</u>	(9,141,508)

Net Pension Liability (49,400)

**Net Position of Governmental Activities in the Statement of Net Position** \$ 38,272,360

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, 2017**

	<u>General Fund</u>	<u>Bond Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Revenues</b>				
Taxes	\$ 7,262,441	\$ 915,858	\$ -	\$ 8,178,299
Intergovernmental	4,893,139	-	19,582	4,912,721
Licenses, permits and fees	918,045	-	-	918,045
Charges for service	546,430	-	-	546,430
Fines and forfeitures	27,367	-	-	27,367
Miscellaneous	175,111	23	70	175,204
<b>Total revenues</b>	<u>13,822,533</u>	<u>915,881</u>	<u>19,652</u>	<u>14,758,066</u>
<b>Expenditures</b>				
Current:				
General government	3,588,684	7,520	-	3,596,204
Public safety	2,306,109	-	-	2,306,109
Public works	1,259,250	-	-	1,259,250
Culture and recreation	739,036	13,717	-	752,753
Capital outlay	8,348,287	-	-	8,348,287
Debt service payments	46,149	916,253	-	962,402
<b>Total expenditures</b>	<u>16,287,515</u>	<u>937,490</u>	<u>-</u>	<u>17,225,005</u>
<b>Excess of revenues over expenditures</b>	<u>(2,464,982)</u>	<u>(21,609)</u>	<u>19,652</u>	<u>(2,466,939)</u>
<b>Other Financing (Uses)</b>				
Proceeds from line of credit	3,892,936	-	-	3,892,936
Transfers in	225,910	-	-	225,910
<b>Total other financing (uses)</b>	<u>4,118,846</u>	<u>-</u>	<u>-</u>	<u>4,118,846</u>
<b>Net change to fund balance</b>	1,653,864	(21,609)	19,652	1,651,907
<b>Fund balance, January 1</b>	5,702,574	(3,424)	144,337	5,843,487
<b>Fund balance, December 31</b>	<u>\$ 7,356,438</u>	<u>\$ (25,033)</u>	<u>\$ 163,989</u>	<u>\$ 7,495,394</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, 2017**

**Net change in fund balances - total governmental funds** \$ 1,651,907

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	\$ 7,849,099	
Depreciation expense	(720,496)	
Excess of capital outlay over depreciation	7,128,603	7,128,603

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. (6,117)

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.

Proceeds from line of credit	(3,892,936)	
Other costs	52,644	
	(3,840,292)	(3,840,292)

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. 845,002

Increase in compensated absences (9,908)

**Change in net position of governmental funds** \$ 5,769,195

**The accompanying notes are an integral part of this statement.**

**Town of Basalt  
Statement of Net Position  
Enterprise Fund  
December 31, 2017**

	<b>Water Fund</b>
<b>Assets</b>	
Current Assets:	
Cash and cash equivalents	\$ (166,946)
Investments	341,857
Accounts Receivable, net	147,606
Inventories	12,870
<b>Total current assets</b>	<b>335,387</b>
<b>Noncurrent assets:</b>	
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	(4,689,407)
<b>Total noncurrent assets</b>	<b>4,023,514</b>
<b>Total assets</b>	<b>\$ 4,358,901</b>
 <b>Liabilities</b>	
Current liabilities:	
Accounts payable	125
Accrued interest payable	560
Deposits	1,200
Current portion of long-term debt	71,116
<b>Total current liabilities</b>	<b>73,001</b>
<b>Noncurrent liabilities:</b>	
Loans payable	257,492
<b>Total noncurrent liabilities</b>	<b>257,492</b>
<b>Total liabilities</b>	<b>330,493</b>
 <b>Net Position</b>	
Invested in capital assets, net of related debt	3,694,906
Reserve for rate covenant	126,574
Unrestricted	206,928
<b>Total net position</b>	<b>\$ 4,028,408</b>

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, 2017**

	<b>Water Fund</b>
<b>Operating revenues:</b>	
Charges for services	\$ 669,309
Miscellaneous	19,204
<b>Total operating revenues</b>	<b>688,513</b>
<b>Operating expenses:</b>	
Personnel services	195,008
Contractual services	69,391
Utilities	29,552
Repairs and maintenance	21,196
Other supplies and expenses	46,623
Depreciation	267,195
<b>Total operating expenses</b>	<b>628,965</b>
<b>Operating income (loss)</b>	<b>59,548</b>
<b>Nonoperating revenues (expenses):</b>	
Interest and investment revenue	3,802
Transfers (out)	(225,910)
Interest expense	(15,087)
<b>Total nonoperating revenues (expenses)</b>	<b>(237,195)</b>
<b>Income (loss) before transfers</b>	<b>(177,647)</b>
<b>Capital contributions-Tap Fees</b>	<b>18,990</b>
<b>Change in net position</b>	<b>(158,657)</b>
<b>Net position, January 1</b>	<b>4,187,065</b>
<b>Net position, December 31</b>	<b>\$ 4,028,408</b>

The accompanying notes are an integral part of this statement.

**Town of Basalt**  
**Statement of Cash Flows**  
**Enterprise Fund**  
**Year Ended December 31, 2017**

	<u>Water Fund</u>
<b>Cash Flows From Operating Activities</b>	
Cash received from customers	\$ 662,685
Cash payments to suppliers for goods and services	(199,342)
Cash payments for employees	(195,008)
<b>Net cash provided (used) by operating activities</b>	<b>268,335</b>
<b>Cash Flows from Noncapital Financing Activities</b>	
Capital contributions-tap fees	18,990
<b>Net cash provided (used) by noncapital financing activities</b>	<b>18,990</b>
<b>Cash Flows from Capital and Related Financing Activities</b>	
Transfers (out)	(225,910)
Acquisition of capital assets	-
Interest expense	(15,087)
Principal payment on loans	(68,475)
<b>Net cash provided (used) by capital and related financing activities</b>	<b>(309,472)</b>
<b>Cash Flows from Investing Activities</b>	
Interest on investments	3,802
<b>Net increase (decrease) in cash and equivalents</b>	<b>(18,345)</b>
<b>Cash balances, January 1</b>	<b>193,256</b>
<b>Cash balances, December 31</b>	<b>\$ 174,911</b>
<b>Reconciling of operating income (loss) to net cash provided (used) by operating activities:</b>	
Operating income (loss)	\$ 59,548
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:	
Depreciation expense	267,195
Assets (increase) decrease:	
Accounts receivable	(25,828)
Liabilities increase (decrease):	
Accounts payable	(33,780)
Deposits	1,200
Total adjustments	<b>208,787</b>
<b>Net cash provided (used) by operating activities</b>	<b>\$ 268,335</b>

The accompanying notes are an integral part of this financial statement

Town of Basalt  
Notes to the Financial Statements  
December 31, 2017

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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, 2017

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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, 2017

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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, 2017

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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, 2017

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
Vehicles 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.

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. No interest costs were capitalized in 2017.

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.

Town of Basalt  
Notes to the Financial Statements  
December 31, 2017

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Note 1 - Summary of Significant Accounting Policies (continued)

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;
- 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.

Town of Basalt  
Notes to the Financial Statements  
December 31, 2017

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Note 1 - Summary of Significant Accounting Policies (continued)

P. Fund Balance (continued)

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.

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.

Town of Basalt  
Notes to the Financial Statements  
December 31, 2017

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Note 3 - Tax, Spending and Debt Limitations (continued)

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:

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.

Town of Basalt  
Notes to the Financial Statements  
December 31, 2017

Note 5 - Cash and Investments

	Government-wide Statement <u>of Net Position</u>
Cash and cash equivalents	\$ 1,425,062
Investments	4,574,954
Temporarily restricted assets	<u>1,636,286</u>
Total	<u>\$ 7,663,302</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, 2017, the bank balance of the Town's deposits was \$1,728,115 of which \$250,000 was covered by federal depository insurance and \$1,478,115 was collateralized under PDPA.

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, 2017 the Town's investments included funds held in Colotrust and Financial Investors Trust.

The Town had invested \$ 6,238,239 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.

Town of Basalt  
Notes to the Financial Statements  
December 31, 2017

Note 6 - Restricted Assets

The Town has restricted cash and investments in the General Fund for the following purposes:  
Developers and etc. \$ 1,663,286

Note 7 - Budget to Actual Presentation

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

	<u>Water Fund</u>
Expenditures on a GAAP basis	\$ 869,962
Add:	
Capital outlay and construction cost	-
Debt principal payments	68,475
Deduct:	
Depreciation expense	<u>(267,195)</u>
Expenditures on a budgetary basis	<u>\$ 671,242</u>

Note 8 - Bonds and Loans Payable

	Balance			Balance	Due Within
	January 1, 2017	Additions	Reductions	December 31, 2017	One Year
<b>Governmental Activities</b>					
Bonds payable-2013	\$ 3,430,000	\$ -	\$ (540,000)	\$ 2,890,000	\$ 545,000
Bonds payable-2014	1,403,000	-	(260,000)	1,143,000	273,000
Lease payables - TYMCO, Inc.	45,002	-	(45,002)	-	-
Line of credit-Affordable Housing	1,047,434	1,887,534	-	2,934,968	2,934,968
Line of credit-Underpass	-	2,005,403	-	2,005,403	2,005,403
Accrued compensated absences	158,229	9,908	-	168,137	-
Total	<u>\$ 6,083,665</u>	<u>\$ 3,902,845</u>	<u>\$ (845,002)</u>	<u>\$ 9,141,508</u>	<u>\$ 5,758,371</u>
<b>Enterprise Activities</b>					
Loan payable - Ruedi	\$ 37,479	\$ -	\$ (24,610)	\$ 12,869	\$ 12,869
Loan payable - CCWR	371,725	-	(55,986)	315,739	58,247
Total	<u>\$ 409,204</u>	<u>\$ -</u>	<u>\$ (80,596)</u>	<u>\$ 328,608</u>	<u>\$ 71,116</u>

Town of Basalt  
Notes to the Financial Statements  
December 31, 2017

Note 8 - Bonds and Loans Payable (continued)

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:

<u>Year</u>	<u>Annual Payment</u>	<u>Principal</u>	<u>Interest</u>
2019	<u>\$ 13,261</u>	<u>\$ 12,869</u>	<u>\$ 392</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>
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%	<u>339,900</u>	<u>330,000</u>	<u>9,900</u>
Total		<u>\$ 3,119,425</u>	<u>\$ 2,890,000</u>	<u>\$ 229,425</u>

Town of Basalt  
Notes to the Financial Statements  
December 31, 2017

Note 8 - 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>
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%	307,073	299,000	8,073
Total		<u>\$ 1,221,327</u>	<u>\$ 1,143,000</u>	<u>\$ 78,327</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>
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	70,520	66,513	4,007
Total	<u>\$ 351,720</u>	<u>\$ 315,739</u>	<u>\$ 35,981</u>

In 2017, the Town met the required reserve and rate covenant.

Town of Basalt  
Notes to the Financial Statements  
December 31, 2017

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Note 8 - Bonds and Loans Payable (continued)

E. Line of Credits

Affordable Housing

The Town has a line of credit for the affordable housing program at \$2,934,968 which is due on December 31, 2018 at interest rate of 3.25%.

Underpass

The Town has a line of credit for the underpass project at \$2,005,403 which is due on December 31, 2018 at interest rate of 3.25%.

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, 2017 is reported on the statement of net position.

Note 9 - 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. 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.

Town of Basalt  
Notes to the Financial Statements  
December 31, 2017

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Note 9 - Defined Benefit Pension Plan (continued)

Statewide Defined Benefit Pension Plan for Police Officers (continued)

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 9 percent and 8 percent, respectively, of base salary for a total contribution rate of 17 percent through 2016. 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 4.5 percent and 4 percent, respectively, of base salary for a total contribution rate of 8.5 percent through 2016. 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, 2017

Note 9 - Defined Benefit Pension Plan (continued)

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

At December 31, 2017, the Entity reported a net pension liability of \$ 49,400. The net pension liability was measured as of December 31, 2016, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of January 1, 2017.

At December 31, 2016, the Town's proportion was 0.136713 percent, which was an increase of 0.010791 from its proportion measured as of December 31, 2015.

For the year ended December 31, 2017, the Authority recognized pension expense of \$76,228. At December 31, 2017, 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	\$ 44,108	\$ 2,512
Changes in proportion and differences between Contributions and proportionate share of contributions	33,744	-
Net difference between projected and actual earnings on pension plan investments	133,340	-
Contributions subsequent to the measurement date	76,513	-
Total	\$ 287,705	\$ 2,512

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:	
2017	\$ 50,900
2018	\$ 50,900
2019	\$ 47,859
2020	\$ 19,475
2021	\$ 8,948
Thereafter	\$ 30,598

The January 1, 2017 actuarial valuation was used to determine the Actuarially Determined Contribution for the fiscal year ending December 31, 2016. The valuation used the following actuarial assumption and other inputs:

Town of Basalt  
Notes to the Financial Statements  
December 31, 2017

Note 9 - Defined Benefit Pension Plan (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
Long-term Investment rate of return*	7.5%
Projected Salary Increases	4.0%-14.0%
Cola adjustment	0.0%
*Includes Inflation At	2.5%

Effective January 1, 2016, the post-retirement mortality tables for non-disabled retirees is a blend of the Annuitant and Employee RP-2014 generational mortality tables with blue collar adjustment projected with Scale BB. The occupationally disabled post-retirement mortality assumption uses the same table as used for healthy annuitants, except there is a three year set-forward, meaning a disabled member age 70 will be valued as if they were a 73 year old healthy retiree. The totally disabled post-retirement mortality assumption uses the RP-2014 generational mortality tables for disabled annuitants, except an additional provision to apply a minimum 3% mortality probability to males and 2% mortality probability for females is included to reflect substantial impairment for this population. The pre-retirement off-duty mortality tables are adjusted to 55% of the RP-2014 mortality tables for active employees. The on-duty mortality rate is 0.00020.

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, 2016 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Rate of Return
Global Equity	36%	9.25%
Equity Long/Short	10%	7.35%
Illiquid Alternatives	23%	10.75 %
Fixed Income	15%	4.10%
Absolute Return	10%	6.55%
Managed Futures	4%	5.50 %
Cash	2%	0 %
<b>Total</b>	<b>100.00%</b>	

Town of Basalt  
Notes to the Financial Statements  
December 31, 2017

Note 9 - Defined Benefit Pension Plan (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 3.78% (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%
\$420,312	\$49,400	\$(258,661)

Note 10 - 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 11 - 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, 2017

Note 12 - Interfund Transfers

A schedule of interfund transfers during the year ended December 31, 2017 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 13 - 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 2017 was \$2,913,469 and covered payroll was \$1,541,220. During 2017, the Town and employees made the required 5% contribution amounting to \$77,061, for a total of \$221,681.

Town of Basalt  
Notes to the Financial Statements  
December 31, 2017

Note 15 - Capital Assets

Capital assets activity for the year ended December 31, 2017 was as follows:

	Balance			Dispositions	Balance
	January 1, 2017	Additions			December 31, 2017
Governmental Activities					
Capital assets not being depreciated					
Land	\$ 19,587,193	\$ 628,892	\$ -	\$ -	\$ 20,216,085
	<u>19,587,193</u>	<u>628,892</u>	<u>-</u>	<u>-</u>	<u>20,216,085</u>
Capital assets being depreciated					
Buildings	3,074,623	-	-	-	3,074,623
Improvements	997,129	282,368	-	-	1,279,497
Vehicle and Equipment	2,429,154	99,586	-	-	2,528,740
Infrastructure	13,257,342	6,838,253	-	-	20,095,595
Less accumulated depreciation	(6,791,363)	(720,496)	-	-	(7,511,859)
	<u>12,966,885</u>	<u>6,499,711</u>	<u>-</u>	<u>-</u>	<u>19,466,596</u>
Total Governmental Activities Capital Assets	<u>\$ 32,554,078</u>	<u>\$ 7,128,603</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 39,682,681</u>
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	6,986,563	-	-	-	6,986,563
Hydro system	140,000	-	-	-	140,000
Machinery and equipment	135,589	-	-	-	135,589
Less accumulated depreciation	(4,422,212)	(267,195)	-	-	(4,689,407)
Capital assets being depreciated, net	<u>4,034,474</u>	<u>(267,195)</u>	<u>-</u>	<u>-</u>	<u>3,767,279</u>
Total business-type Activities capital assets	<u>\$ 4,290,709</u>	<u>\$ (267,195)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,023,514</u>

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

General government	\$ 252,236
Public safety	94,434
Culture and recreation	38,353
Public works, including infrastructure	<u>335,473</u>
Total depreciation expenses	<u>\$ 720,496</u>
Water	<u>\$ 267,195</u>

**Town of Basalt**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**General Fund**  
**For the Year Ended December 31, 2017**

	Budgeted Amount		Actual	Variance with
	Original	Final		Final Budget
Revenues				Favorable
	Original	Final	Actual	(Unfavorable)
Taxes	\$ 6,989,262	\$ 6,989,262	\$ 7,262,441	\$ 273,179
Intergovernmental	246,353	246,353	237,128	(9,225)
Licenses, permits and fees	3,103,100	3,103,100	4,810,981	1,707,881
Charges for service	142,500	142,500	138,967	(3,533)
Fines and forfeitures	67,950	67,950	27,367	(40,583)
Miscellaneous	56,300	56,300	138,042	81,742
<b>Total revenue</b>	<u>10,605,465</u>	<u>10,605,465</u>	<u>12,614,926</u>	<u>2,009,461</u>
<b>Expenditures</b>				
General government	6,548,230	6,548,230	3,588,684	2,959,546
Public safety	2,352,546	2,352,546	2,306,109	46,437
Public works	1,635,935	1,635,935	1,259,250	376,685
Culture and recreation	916,674	916,674	739,036	177,638
Capital outlay	1,941,400	1,941,400	3,238,910	(1,297,510)
Debt service	358,600	358,600	499,515	(140,915)
<b>Total expenditures</b>	<u>13,753,385</u>	<u>13,753,385</u>	<u>11,631,504</u>	<u>2,121,881</u>
<b>Excess of revenues over (under) expenditures</b>	(3,147,920)	(3,147,920)	983,422	4,131,342
<b>Other financing sources (uses)</b>				
Operating transfers in	1,007,910	1,007,910	633,373	(374,537)
<b>Total other financing sources</b>	<u>1,045,910</u>	<u>1,045,910</u>	<u>670,442</u>	<u>(375,468)</u>
<b>Excess (deficiency) of revenue and other sources over (under) expenditures</b>	(2,102,010)	(2,102,010)	1,653,864	3,755,874
<b>Fund Balance-January 1</b>	3,958,641	3,958,641	5,702,574	1,743,933
<b>Fund Balance-December 31</b>	<u>\$ 1,856,631</u>	<u>\$ 1,856,631</u>	<u>\$ 7,356,438</u>	<u>\$ 5,499,807</u>

The accompanying notes are an integral part of this financial statement  
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**Town of Basalt**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances- Budget and Actual**  
**Bond Fund**  
**For the Year Ended December 31, 2017**

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>		<b>Final Budget</b>
<b>Revenues</b>				<b>Favorable</b>
				<b>(Unfavorable)</b>
Property taxes	\$ 562,560	\$ 562,560	\$ 915,858	\$ 353,298
Interest income	12	12	23	11
<b>Total revenues</b>	<u>562,572</u>	<u>562,572</u>	<u>915,881</u>	<u>353,309</u>
<b>Expenditures</b>				
Treasurer's fees	6,000	6,000	6,000	-
Administration fees	650	650	800	(150)
Supplies	-	-	720	(720)
Debt service				
Principal	487,000	487,000	800,000	(313,000)
Interest	75,560	75,560	116,253	(40,693)
Late fees	-	-	13,717	(13,717)
<b>Total expenditures</b>	<u>569,210</u>	<u>569,210</u>	<u>937,490</u>	<u>(368,280)</u>
<b>Excess revenues over</b>				
<b>(under) expenditures</b>	(6,638)	(6,638)	(21,609)	(14,971)
<b>Fund Balance-January 1</b>	888,044	888,044	(3,424)	(891,468)
<b>Fund Balance-December 31</b>	<u>\$ 881,406</u>	<u>\$ 881,406</u>	<u>\$ (25,033)</u>	<u>\$ (906,439)</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, 2016 (Measurement Date)**

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	<u>2016</u>
Town's portion of the net pension asset	0.13671%
Town's proportionate share of the net pension liability	\$ 49,400
Town's covered-employee payroll	\$ 850,140
Town's proportionate share of the net pension asset as a percentage of its covered payroll	5.8108%
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, 2017**

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Required Employer Contributions	December 31, 2014	\$	42,802
Required Employer Contributions	December 31, 2015	\$	48,835
Required Employer Contributions	December 31, 2016	\$	76,513
Employer contributions recognized by plan	December 31, 2016	\$	76,513
Difference		\$	-
Employer covered payroll		\$	850,140
Contributions as a percentage of employer covered payroll			9.0%

**Town of Basalt**  
**Combining Balance Sheet**  
**Other Governmental Funds**  
**December 31, 2017**

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	<b>Conservation Trust Trust Fund</b>
<b>Assets</b>	
Cash and cash equivalents	\$ 157,678
Investments	6,311
<b>Total assets</b>	<b>\$ 163,989</b>
 <b>Liabilities and Fund Balances</b>	
<b>Liabilities:</b>	
Accounts payable	\$ -
<b>Total liabilities</b>	<b>-</b>
 <b>Fund balances:</b>	
Unreserved:	163,989
<b>Total fund balances</b>	<b>163,989</b>
<b>Total liabilities and fund balances</b>	<b>\$ 163,989</b>

**Town of Basalt**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Other Governmental Funds**  
**December 31, 2017**

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	<u>Conservation Trust Fund</u>
<b>REVENUES</b>	
Intergovernmental	\$ 19,582
Interest earnings	70
<b>Total revenues</b>	<u>19,652</u>
<b>EXPENDITURES</b>	
Current:	
Culture and recreation	<u>-</u>
<b>Total expenditures</b>	<u>-</u>
<b>Change in fund balance</b>	19,652
<b>Fund balance, January 1</b>	<u>144,337</u>
<b>Fund balance, December 31</b>	<u><u>\$ 163,989</u></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, 2017**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Grants	\$ 22,000	\$ 22,000	\$ 19,582	\$ (2,418)
Interest income	40	40	70	30
<b>Total revenues</b>	<u>22,040</u>	<u>22,040</u>	<u>19,652</u>	<u>(2,388)</u>
<b>Expenditures</b>				
Park improvements	-	-	-	-
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess revenues over (under) expenditures</b>	22,040	22,040	19,652	(2,388)
<b>Fund Balance-January 1</b>	144,612	144,612	144,337	(275)
<b>Fund Balance-December 31</b>	<u>\$ 166,652</u>	<u>\$ 166,652</u>	<u>\$ 163,989</u>	<u>\$ (2,663)</u>

**Town of Basalt**  
**Statement of Revenues, Expenditures and Changes in Available Resources - Budget and Actual**  
**Water Fund**  
**For the Year Ended December 31, 2017**

Revenues	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
User charges	\$ 585,000	\$ 585,000	\$ 669,309	\$ 84,309
Other revenues	22,000	22,000	19,204	(2,796)
Tap fees	6,000	6,000	18,990	12,990
Interest income	2,000	2,000	3,802	1,802
<b>Total revenues</b>	<b>615,000</b>	<b>615,000</b>	<b>711,305</b>	<b>96,305</b>
<b>Expenses</b>				
<b>Source</b>				
Water rights	10,000	10,000	4,495	5,505
Utilities	3,500	3,500	4,018	(518)
Capital expenditures	48,000	48,000	-	48,000
Water source	10,000	10,000	14,700	(4,700)
<b>Total source</b>	<b>71,500</b>	<b>71,500</b>	<b>23,213</b>	<b>48,287</b>
<b>Treatment</b>				
Repair and maintenance	10,000	10,000	8,258	1,742
Chemical	8,000	8,000	10,404	(2,404)
Equipment and operations	1,000	1,000	702	298
Utilities	8,000	8,000	7,640	360
<b>Total treatment</b>	<b>27,000</b>	<b>27,000</b>	<b>27,004</b>	<b>(4)</b>
<b>Lines</b>				
Professional services	10,000	10,000	13,008	(3,008)
Equipment operation	3,000	3,000	725	2,275
Repairs, maintenance and supplies	14,000	14,000	12,938	1,062
Utilities	10,000	10,000	13,445	(3,445)
Capital expenditures	-	-	-	-
<b>Total lines</b>	<b>37,000</b>	<b>37,000</b>	<b>40,116</b>	<b>(3,116)</b>
<b>Administration</b>				
Salaries	144,687	144,687	156,045	(11,358)
Payroll taxes	10,885	10,885	11,917	(1,032)
Employee benefits	36,214	36,214	27,046	9,168
Professional services	49,500	49,500	56,383	(6,883)
Supplies and printing	750	750	1,497	(747)
Telephone	3,600	3,600	4,449	(849)
Miscellaneous	13,600	13,600	14,100	(500)
Overhead	225,910	225,910	225,910	-
<b>Total administration</b>	<b>485,146</b>	<b>485,146</b>	<b>497,347</b>	<b>(12,201)</b>
<b>Debt service</b>	<b>83,562</b>	<b>83,562</b>	<b>83,562</b>	<b>-</b>
<b>Total expenses</b>	<b>704,208</b>	<b>704,208</b>	<b>671,242</b>	<b>32,966</b>
Excess of revenues over (under) expenditures	(89,208)	(89,208)	40,063	129,271
Available resources-January 1	218,290	218,290	293,439	75,149
Available resources-December 31	\$ 129,082	\$ 129,082	\$ 333,502	\$ 204,420

**Town of Basalt**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**General Fund**  
**For the Year Ended December 31, 2017**

Revenues	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
<b>Taxes</b>				
Property tax	\$ 880,342	\$ 880,342	\$ 737,438	\$ (142,904)
Specific ownership	37,500	37,500	88,470	50,970
Sales tax	5,686,920	5,686,920	5,925,043	238,123
Lodging tax	100,000	100,000	178,982	78,982
Cigarette	16,000	16,000	16,207	207
Franchise	268,500	268,500	316,301	47,801
<b>Total taxes</b>	<u>6,989,262</u>	<u>6,989,262</u>	<u>7,262,441</u>	<u>273,179</u>
<b>Licenses and permits</b>				
SIF and other fees	10,000	10,000	31,767	21,767
Building permits	600,000	600,000	247,416	(352,584)
Contractor license & testing	9,500	9,500	13,357	3,857
Liquor license	8,000	8,000	12,575	4,575
Business license	11,000	11,000	29,358	18,358
Affordable housing rent	240,000	240,000	254,912	14,912
Traffic impact fees	1,500	1,500	-	(1,500)
Willits lane fees	10,000	10,000	14,000	4,000
Energy impact fee	1,000	1,000	400	(600)
Transfer assessment fees RFC	12,000	12,000	12,015	15
RETA-Willits	400,000	400,000	207,238	(192,762)
RETA-Sopris meadows	-	-	76,747	76,747
Other development fee	-	-	3,000	3,000
Transportation fee	-	-	15,260	15,260
1% FEE for the ARTS	50,000	50,000	-	(50,000)
LOC advance	1,750,000	1,750,000	3,892,936	2,142,936
Other	100	100	-	(100)
<b>Total licenses and permits</b>	<u>3,103,100</u>	<u>3,103,100</u>	<u>4,810,981</u>	<u>1,707,881</u>
<b>Intergovernmental</b>				
Grants	25,500	25,500	16,500	(9,000)
Highway users	116,053	116,053	127,067	11,014
County road and bridge	90,000	90,000	78,140	(11,860)
Motor vehicle	14,800	14,800	15,421	621
<b>Total intergovernmental</b>	<u>246,353</u>	<u>246,353</u>	<u>237,128</u>	<u>(9,225)</u>
<b>Charges for services</b>				
Administrative fees	1,007,910	1,007,910	633,373	(374,537)
Zoning	25,000	25,000	36,663	11,663
Cemetery	3,000	3,000	2,963	(37)
Pool fees	40,000	40,000	46,609	6,609
Park dedication fees	500	500	12,200	11,700
Recreation fees	65,000	65,000	29,057	(35,943)
Miscellaneous sales	9,000	9,000	11,475	2,475
<b>Total charges for services</b>	<u>1,150,410</u>	<u>1,150,410</u>	<u>772,340</u>	<u>(378,070)</u>

**Town of Basalt**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**General Fund**  
**For the Year Ended December 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
<b>Revenues (continued)</b>				
<b>Fines and forfeitures</b>				
Traffic	35,000	35,000	14,868	(20,132)
Other	32,950	32,950	12,499	(20,451)
<b>Total fines and forfeitures</b>	<u>67,950</u>	<u>67,950</u>	<u>27,367</u>	<u>(40,583)</u>
<b>Miscellaneous</b>				
Interest	28,000	28,000	96,209	68,209
Rent	500	500	225	(275)
Sale of assets	5,000	5,000	24,975	19,975
Refunds of expenditures	20,000	20,000	15,830	(4,170)
Other Revenue	2,800	2,800	803	(1,997)
<b>Total miscellaneous</b>	<u>56,300</u>	<u>56,300</u>	<u>138,042</u>	<u>81,742</u>
Community enhancement fund	38,000	38,000	37,069	(931)
<b>Total Revenues</b>	<u>\$ 11,651,375</u>	<u>\$ 11,651,375</u>	<u>\$ 13,285,368</u>	<u>\$ 1,633,993</u>
<b>Expenditures</b>				
<b>General government</b>				
<b>Legislative</b>				
Salaries	\$ 72,000	\$ 72,000	\$ 85,050	\$ (13,050)
Payroll taxes and etc.	5,693	5,693	6,242	(549)
Supplies	7,500	7,500	6,760	740
Dues	34,000	34,000	21,290	12,710
Economic development	60,000	60,000	24,378	35,622
Training/ Education	500	500	70	430
Communications	23,500	23,500	28,414	(4,914)
Travel	500	500	217	283
Miscellaneous	60,000	60,000	58,187	1,813
Trustee Disc. Fund	754,500	754,500	715,759	38,741
<b>Total legislative</b>	<u>1,018,193</u>	<u>1,018,193</u>	<u>946,367</u>	<u>71,826</u>
<b>Judicial</b>				
Professional fees	24,000	24,000	20,242	3,758
Data Processing	1,900	1,900	1,352	548
<b>Total judicial</b>	<u>25,900</u>	<u>25,900</u>	<u>21,594</u>	<u>4,306</u>
<b>Elections</b>				
Judges and supplies	9,817	9,817	2,786	7,031
<b>Total elections</b>	<u>9,817</u>	<u>9,817</u>	<u>2,786</u>	<u>7,031</u>

**Town of Basalt**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**General Fund**  
**For the Year Ended December 31, 2017**

Expenditures (continued)	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Favorable (Unfavorable)
<b>Finance</b>				
Treasurer's fees	25,000	25,000	27,026	(2,026)
<b>Total finance</b>	<u>25,000</u>	<u>25,000</u>	<u>27,026</u>	<u>(2,026)</u>
<b>Administration</b>				
Salaries	521,147	521,147	449,995	71,152
Payroll taxes	39,868	39,868	42,335	(2,467)
Employee benefits	94,507	94,507	69,005	25,502
Equipment lease	15,000	15,000	34,096	(19,096)
Office supplies	30,000	30,000	27,737	2,263
Telephone	3,000	3,000	2,829	171
Travel	9,500	9,500	7,562	1,938
Advertising	26,500	26,500	8,797	17,703
Insurance and bonds	150,000	150,000	112,538	37,462
Town code	2,500	2,500	3,345	(845)
Professional services	124,750	124,750	340,932	(216,182)
Miscellaneous	115,240	115,240	116,610	(1,370)
Capital expenditures	-	-	1,940	(1,940)
<b>Total administration</b>	<u>1,132,012</u>	<u>1,132,012</u>	<u>1,217,721</u>	<u>(85,709)</u>
<b>Planning and zoning</b>				
Salaries	342,777	342,777	334,131	8,646
Payroll taxes	26,222	26,222	24,766	1,456
Employee benefits	67,789	67,789	65,108	2,681
Office supplies	14,000	14,000	12,770	1,230
Professional service	110,000	110,000	21,084	88,916
Other	27,950	27,950	24,394	3,556
<b>Total planning and zoning</b>	<u>588,738</u>	<u>588,738</u>	<u>482,253</u>	<u>106,485</u>
<b>Building operation and maintenance</b>				
Salaries	103,944	103,944	105,018	(1,074)
Payroll taxes	7,952	7,952	7,337	615
Employee benefits	34,597	34,597	42,153	(7,556)
Contract labor	7,500	7,500	13,054	(5,554)
Supplies	20,000	20,000	15,206	4,794
Telephone	16,000	16,000	18,071	(2,071)
Utilities and refuse removal	62,000	62,000	95,263	(33,263)
Maintenance and repair	12,000	12,000	7,969	4,031
Affordable Housing	3,102,000	3,102,000	182,502	
Other	7,577	7,577	2,303	5,274
Capital expenditures	375,000	375,000	402,061	(27,061)
<b>Total building operations and maintenance</b>	<u>3,748,570</u>	<u>3,748,570</u>	<u>890,937</u>	<u>2,857,633</u>
<b>Total general government</b>	<u>6,548,230</u>	<u>6,548,230</u>	<u>3,588,684</u>	<u>2,959,546</u>

**Town of Basalt**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**General Fund**  
**For the Year Ended December 31, 2017**

Expenditures (continued)	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
<b>Public safety - Police Department</b>				
Salaries	1,023,994	1,023,994	1,017,945	6,049
Payroll taxes	19,950	19,950	18,508	1,442
Pension plan	89,175	89,175	90,192	(1,017)
Employee benefits	195,375	195,375	194,320	1,055
Office supplies	36,598	36,598	13,766	22,832
Investigation	3,500	3,500	5,093	(1,593)
Memberships and dues	28,721	28,721	15,694	13,027
Professional service	1,200	1,200	356	844
Uniforms	11,765	11,765	11,409	356
Telephone	10,576	10,576	10,743	(167)
Utilities	20,000	20,000	21,606	(1,606)
Training	30,120	30,120	17,770	12,350
Insurance and bonds	100	100	100	-
Communications	655,107	655,107	678,773	(23,666)
Equipment leasing	2,316	2,316	2,614	(298)
Miscellaneous	69,200	69,200	62,022	7,178
<b>Total police department</b>	<b>2,197,697</b>	<b>2,197,697</b>	<b>2,160,911</b>	<b>36,786</b>
<b>Building inspection</b>				
Salaries	106,302	106,302	106,413	(111)
Payroll taxes	8,132	8,132	8,141	(9)
Employee benefits	20,165	20,165	19,877	288
Office supplies and books	2,000	2,000	772	1,228
Telephone	550	550	-	550
Data Processing	10,000	10,000	7,212	2,788
Miscellaneous	7,700	7,700	2,783	4,917
<b>Total planning and zoning</b>	<b>154,849</b>	<b>154,849</b>	<b>145,198</b>	<b>9,651</b>
<b>Total public safety</b>	<b>2,352,546</b>	<b>2,352,546</b>	<b>2,306,109</b>	<b>46,437</b>
<b>Public works</b>				
<b>Engineering</b>				
Employee benefits	-	-	-	-
Professional Fees	50,000	50,000	32,868	17,132
Flood Plain Administration	25,000	25,000	5,192	19,808
<b>Total Engineering</b>	<b>75,000</b>	<b>75,000</b>	<b>38,060</b>	<b>36,940</b>

**Town of Basalt**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**General Fund**  
**For the Year Ended December 31, 2017**

Expenditures (continued)	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
<b>Streets</b>				
Salaries	105,765	105,765	117,668	(11,903)
Payroll taxes	6,560	6,560	8,900	(2,340)
Employee benefits	27,013	27,013	46,100	(19,087)
Supplies	25,000	25,000	14,732	10,268
Street repair and maintenance	465,000	465,000	413,408	51,592
Equipment maintenance	7,500	7,500	244	7,256
Miscellaneous	112,274	112,274	109,329	2,945
Uniforms	1,000	1,000	433	567
Snow removal	90,000	90,000	79,988	10,012
Street lighting	31,000	31,000	19,754	11,246
Capital expenditures	405,000	405,000	73,376	331,624
<b>Total street and alleys</b>	1,276,112	1,276,112	883,932	392,180
<b>Motor pool</b>				
Salaries	41,930	41,930	33,780	8,150
Payroll taxes	3,208	3,208	2,584	624
Employee benefits	10,047	10,047	3,224	6,823
Contract labor	7,500	7,500	16,934	(9,434)
Equipment repair and maintenance	12,000	12,000	14,229	(2,229)
Fuel	47,142	47,142	51,640	(4,498)
Miscellaneous	2,600	2,600	797	1,803
Capital expenditures	100,000	100,000	167,237	(67,237)
Fleet allocation	(224,427)	(224,427)	(225,593)	1,166
<b>Total motor pool</b>	-	-	64,832	(64,832)
<b>Public Works Administration</b>				
Salaries	\$ 201,997	\$ 201,997	\$ 208,749	\$ (6,752)
Payroll taxes	15,453	15,453	15,620	(167)
Employee benefits	39,888	39,888	33,544	6,344
Dues and memberships	1,000	1,000	320	680
Professional fees	5,000	5,000	1,484	3,516
Supplies	1,500	1,500	934	566
Travel	250	250	72	178
Training	2,500	2,500	1,349	1,151
Telephone	3,000	3,000	3,553	(553)
Repair and maintenance	2,500	2,500	587	1,913
Miscellaneous	11,735	11,735	6,214	5,521
<b>Total public works administration</b>	284,823	284,823	272,426	12,397
<b>Total public works</b>	1,635,935	1,635,935	1,259,250	376,685

**Town of Basalt**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**General Fund**  
**For the Year Ended December 31, 2017**

Expenditures (continued)	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
<b>Culture and recreation</b>				
<b>Cemetery</b>				
Maintenance	1,500	1,500	831	669
Capital outlay	2,000	2,000	1,533	467
<b>Total cemetery</b>	3,500	3,500	2,364	1,136
<b>Pool</b>				
Salaries	65,000	65,000	96,136	(31,136)
Payroll taxes	3,250	3,250	7,355	(4,105)
Employee benefits	3,000	3,000	3,000	-
Contract Labor	1,000	1,000	2,536	
Operating supplies	21,500	21,500	8,823	12,677
Utilities	17,500	17,500	15,907	1,593
Incentive program	2,500	2,500	1,650	850
Repair and maintenance	20,000	20,000	4,607	15,393
Uniforms	4,000	4,000	1,808	2,192
Chemicals	750	750	7,212	(6,462)
Miscellaneous	4,100	4,100	1,134	2,966
<b>Total pool</b>	\$ 142,600	\$ 142,600	\$ 150,168	\$ (7,568)
<b>Recreation</b>				
Salaries	70,217	70,217	71,230	(1,013)
Payroll taxes	5,372	5,372	4,942	430
Employee benefits	21,461	21,461	23,618	(2,157)
Contract labor	62,500	62,500	24,322	38,178
Advertising	4,500	4,500	2,834	1,666
Equipment	5,000	5,000	812	4,188
Dues and memberships	700	700	500	200
Program supplies	8,500	8,500	3,546	4,954
Printing / brochures	2,000	2,000	1,349	651
Uniforms	7,500	7,500	6,001	1,499
Office supplies	1,500	1,500	1,063	437
Travel / auto	1,000	1,000	1,369	(369)
Telephone	7,500	7,500	2,072	5,428
IGA-REI (in kind)	15,000	15,000	15,000	-
Miscellaneous	21,938	21,938	18,196	3,742
<b>Total recreation</b>	\$ 234,688	\$ 234,688	\$ 176,854	\$ 57,834

**Town of Basalt**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**General Fund**  
**For the Year Ended December 31, 2017**

Expenditures (continued)	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
<b>Public Gardens</b>				
Salaries	\$ 128,670	\$ 128,670	\$ 92,710	\$ 35,960
Payroll taxes	9,843	9,843	7,085	2,758
Employee benefits	20,744	20,744	19,985	759
Professional fees	10,000	10,000	71	9,929
Dues and memberships	1,400	1,400	630	770
Training and education	1,800	1,800	493	1,307
Materials and operating supplies	15,000	15,000	15,258	(258)
Weed Management Education	750	750	-	750
Contract labor	215,000	215,000	154,750	60,250
Uniforms	900	900	863	37
Small equipment and tools	2,500	2,500	222	2,278
Fleet allocation	38,779	38,779	39,379	(600)
Telephone	1,400	1,400	3,123	(1,723)
Utilities	8,000	8,000	11,617	(3,617)
Portable toilets	4,100	4,100	4,061	39
Repair and maintenance-irrigation	6,000	6,000	7,446	(1,446)
Repair and maintenance-small equipment	3,000	3,000	405	2,595
Repair and maintenance-facilities	2,000	2,000	7	1,993
Seed and forest garden	5,000	5,000	3,262	1,738
Equipment Leasing	1,000	1,000	-	1,000
Tree management	30,000	30,000	19,108	10,892
<b>Total Public Gardens</b>	<b>505,886</b>	<b>505,886</b>	<b>380,475</b>	<b>125,411</b>
<b>Town sharing</b>				
Discretionary Expenditures	30,000	30,000	29,175	825
<b>Total town sharing</b>	<b>30,000</b>	<b>30,000</b>	<b>29,175</b>	<b>825</b>
<b>Total culture and recreation</b>	<b>916,674</b>	<b>916,674</b>	<b>739,036</b>	<b>177,638</b>
<b>Capital Outlay</b>	<b>2,300,000</b>	<b>2,300,000</b>	<b>3,738,425</b>	<b>1,438,425</b>
<b>Total expenditures</b>	<b>13,753,385</b>	<b>13,753,385</b>	<b>11,631,504</b>	<b>2,121,881</b>
<b>Excess of revenues over (under) expenditu</b>	<b>(2,102,010)</b>	<b>(2,102,010)</b>	<b>1,653,864</b>	<b>3,755,874</b>
<b>Fund Balance-January 1</b>	<b>3,958,641</b>	<b>3,958,641</b>	<b>5,702,574</b>	<b>1,743,933</b>
<b>Fund Balance-December 31</b>	<b>\$ 1,856,631</b>	<b>\$ 1,856,631</b>	<b>\$ 7,356,438</b>	<b>\$ 5,499,807</b>

# ANNUAL HIGHWAY FINANCE REPORT - CY17

## Steps for editing and printing your content

1. Enter your email and select your City or County from the list below.
2. Click on "Start" to edit/update your data.
3. Click on "Save" at the bottom of the form to save your work.
4. Click on "Print Mode" at the bottom of the form to view your work in a read only more printer friendly format.
5. Click on "Edit Mode" at the bottom of the form to return to editing your work.
6. Save any changes that are made using the "Save" button.

Your Email Address:

**lisan@basalt.net**

Select City:

## II - RECEIPTS FOR ROAD AND STREET PURPOSES

Please no commas or dollar signs for the input

### A. Receipts from local sources

2. General Fund Appropriations:	\$	555933.00
3. Other local imposts: <i>from A.3. Total below</i>	\$	88,470.00
4. Miscellaneous local receipts: <i>from A.4. Total below</i>	\$	96,859.00
5. Transfers from toll facilities	\$	0.00
6. Proceeds of sale of bonds and notes		
a. Bonds - Original Issues:	\$	0.00
b. Bonds - Refunding Issues:	\$	0.00
c. Notes:	\$	0.00

SubTotal: \$ 741,262.00

### B. Private Contributions

\$ 0.00

## II - RECEIPTS FOR ROAD AND STREET PURPOSES (Detail)

Please no commas or dollar signs for the input

### A.3. Other local imposts

a. Property Taxes and Assessments	\$	0.00
b. Other Local Imposts		
1. Sales Taxes:	\$	0.00
2. Infrastructure and Impact Fees:	\$	0.00
3. Liens:	\$	0.00
4. Licenses:	\$	0.00
5. Specific Ownership and/or Other:	\$	88470.00
<b>Total: (a + b) carried to 'Other local imposts' above</b>	<b>\$</b>	<b>88,470.00</b>

**A.4. Miscellaneous local receipts**

Please no commas or dollar signs for the input

a. Interest on Investments:	\$	0.00
b. Traffic fines & Penalties:	\$	18719.00
c. Parking Garage Fees:	\$	0.00
d. Parking Meter Fees:	\$	0.00
e. Sale of Surplus Property:	\$	0.00
f. Charges for Services:	\$	0.00
g. Other Misc. Receipts:	\$	78140.00
h. Other:	\$	0.00
<b>Total: (a through h) carried to 'Misc local receipts' above</b>	<b>\$</b>	<b>96,859.00</b>

**C. Receipts from State Government**

Please no commas or dollar signs for the input

1. Highway User Taxes:	\$	127067.00
3. Other State funds:		
c. Motor Vehicle Registrations:	\$	15421.00
d. Other (Specify):		
Comments: undefined	\$	0.00
e. Other (Specify):		
Comments: undefined	\$	0.00
<b>Total: (1+3c,d,e)</b>	<b>\$</b>	<b>142,488.00</b>

**D. Receipts from Federal Government**

Please no commas or dollar signs for the input

2. Other Federal Agencies		
a. Forest Service:	\$	0.00
b. FEMA:	\$	0.00
c. HUD:	\$	0.00
d. Federal Transit Administration:	\$	0.00

e. U.S. Corp of Engineers	\$	0.00
f. Other Federal:	\$	0.00
<b>Total: (2a-f)</b>		<b>\$ 0.00</b>

**III - DISBURSEMENTS FOR ROAD AND STREET PURPOSES**

Please no commas or dollar signs for the input

**A. Local highway disbursements**

1. Capital outlay: <i>(from A.1.d. Total Capital Outlay below)</i>	\$	170,899.00
2. Maintenance:	\$	428383.00
3. Road and street services		
a. Traffic control operations:	\$	0.00
b. Snow and ice removal:	\$	79988.00
c. Other:	\$	19755.00
4. General administration & miscellaneous	\$	184725.00
5. Highway law enforcement and safety	\$	0.00
<b>Total: (A.1-5)</b>		<b>\$ 883,750.00</b>

Please no commas or dollar signs for the input

**B. Debt service on local obligations**

1. Bonds		
a. Interest	\$	0.00
b. Redemption	\$	0.00
2. Notes		
a. Interest	\$	0.00
b. Redemption	\$	0.00
<b>SubTotal: (1+2)</b>		<b>\$ 0.00</b>

Please no commas or dollar signs for the input

<b>C. Payments to State for Highways:</b>	\$	0.00
<b>D. Payments to Toll Facilities:</b>	\$	0.00

<b>Total Disbursements: (A+B+C+D)</b>		<b>\$ 883,750.00</b>
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Please no commas or dollar signs for the input

**III - DISBURSEMENTS FOR ROAD AND STREET PURPOSES - (Detail)**

Please no commas or dollar signs for the input

	A. ON NATIONAL HIGHWAY SYSTEM	B. OFF NATIONAL HIGHWAY SYSTEM	C. TOTAL
<b>A.1. Capital Outlay</b>			
a. Right-Of-Way Costs:	\$ 0.00	\$ 0.00	\$ 0.00
b. Engineering Costs:	\$ 0.00	\$ 0.00	\$ 0.00
<b>c. Construction</b>			
1. New Facilities:	\$ 0.00	\$ 0.00	\$ 0.00
2. Capacity Improvements:	\$ 170899.00	\$ 0.00	\$ 170,899.00
3. System Preservation:	\$ 0.00	\$ 0.00	\$ 0.00
4. System Enhancement:	\$ 0.00	\$ 0.00	\$ 0.00
5. Total Construction:			\$ 170,899.00
d. Total Capital Outlay: <i>(Lines A.1.a. + 1.b. + 1.c.5)</i>			\$ 170,899.00

**IV. LOCAL HIGHWAY DEBT STATUS**

Please no commas or dollar signs for the input

	OPENING DEBT	AMOUNT ISSUED	REDEMPTIONS	CLOSING DEBT
<b>A. Bonds (Total)</b>	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
1. Bonds (Refunding Portion)	\$	\$ 0.00	\$ 0.00	\$ 0.00
<b>B. Notes (Total):</b>	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00

**V - LOCAL ROAD AND STREET FUND BALANCE**

Please no commas or dollar signs for the input

A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
-------------------------	-------------------	---------------------------	-------------------	-------------------

\$ 0.00 \$ 883,750.00 \$ 883,750.00 \$ 0.00 \$ 0.00

**Notes & Comments:**

undefined

Please enter your name: Lisa Nieslanik

Please provide a telephone number where you may be reached: 970-927-9851

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Please click on the "Save" button before viewing the data in a print format.

FORM FHWA-536e (Version 4.5) - CY17



**TOWN OF BASALT**  
**Net (Expenses) Revenues and Changes in Net Position**  
**2008-2017**

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>Expenses</b>										
<b>Primary Governmental activities</b>										
General government	\$ 1,417,987	\$ 2,384,176	\$ 1,870,866	\$ 2,060,593	\$ 2,345,304	\$ 2,870,421	\$ 3,075,790	\$ 2,586,990	\$ 3,052,082	\$ 4,421,145
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	\$ 2,406,680
Public Works in Administration	\$ 1,594,875	\$ 851,588	\$ 856,179	\$ 673,729	\$ 785,963	\$ 748,985	\$ 4,184,009	\$ 973,619	\$ 1,456,788	\$ 1,595,870
Culture & Recreation	\$ 743,686	\$ 730,278	\$ 639,315	\$ 614,361	\$ 792,321	\$ 853,633	\$ 973,478	\$ 896,584	\$ 803,778	\$ 791,106
<b>Total governmental activities</b>	<b>\$ 5,101,826</b>	<b>\$ 5,483,230</b>	<b>\$ 4,667,295</b>	<b>\$ 4,743,857</b>	<b>\$ 5,123,696</b>	<b>\$ 5,848,817</b>	<b>\$ 9,864,030</b>	<b>\$ 6,350,318</b>	<b>\$ 7,318,246</b>	<b>\$ 9,214,781</b>
<b>Business-type activities</b>										
Water	\$ 725,069	\$ 793,706	\$ 470,130	\$ 687,776	\$ 625,654	\$ 621,517	\$ 580,130	\$ 736,885	\$ 679,690	\$ 644,052
Total business-type activities expenses	\$ 725,069	\$ 793,706	\$ 470,130	\$ 687,776	\$ 625,654	\$ 621,517	\$ 580,130	\$ 736,885	\$ 679,690	\$ 644,052
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	\$ 9,858,833
<b>Revenues</b>										
<b>Governmental activities</b>										
Program Revenues	\$ 79,945	\$ 71,926	\$ 33,900	\$ 31,215	\$ 42,545	\$ 119,807	\$ 34,484	\$ (3,024)	\$ 58,463	\$ 488,022
Charges for services	\$ 23,065	\$ 28,175	\$ 23,132	\$ 27,165	\$ 19,967	\$ 38,311	\$ 80,696	\$ 72,817	\$ 48,610	\$ 27,367
Public Safety	\$ 788,655	\$ 101,009	\$ 123,191	\$ 315,221	\$ 257,388	\$ 527,065	\$ 842,516	\$ 312,155	\$ 1,412,932	\$ 621,200
Culture & Recreation	\$ 374,745	\$ 135,970	\$ 117,238	\$ 120,918	\$ 120,890	\$ 129,101	\$ 110,058	\$ 103,589	\$ 204,296	\$ 87,866
<b>Total governmental program revenues</b>	<b>\$ 1,276,430</b>	<b>\$ 337,080</b>	<b>\$ 297,461</b>	<b>\$ 494,519</b>	<b>\$ 440,780</b>	<b>\$ 814,284</b>	<b>\$ 1,067,754</b>	<b>\$ 485,537</b>	<b>\$ 1,724,301</b>	<b>\$ 1,225,455</b>
<b>Operating grants</b>										
General government	\$ 221,943	\$ 338,246	\$ 552,691	\$ 277,402	\$ 227,787	\$ 231,471	\$ 230,029	\$ 234,123	\$ 260,268	\$ 237,128
Public Safety	\$ 134,414	\$ 15,310	\$ 14,512	\$ 15,461	\$ 19,318	\$ 20,716	\$ 18,553	\$ 18,508	\$ 21,847	\$ 19,582
Culture & Recreation	\$ 356,357	\$ 353,556	\$ 567,203	\$ 292,863	\$ 247,105	\$ 252,187	\$ 248,582	\$ 252,631	\$ 282,115	\$ 256,710
<b>Total governmental activities operating grants</b>	<b>\$ 712,714</b>	<b>\$ 707,112</b>	<b>\$ 1,134,406</b>	<b>\$ 585,726</b>	<b>\$ 494,699</b>	<b>\$ 484,374</b>	<b>\$ 497,169</b>	<b>\$ 505,262</b>	<b>\$ 564,230</b>	<b>\$ 513,420</b>
<b>Capital Grants</b>										
General government	\$ 940,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,656,011
Public Safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public Works in Administration	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Culture & Recreation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total governmental activities capital grants</b>	<b>\$ 940,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,656,011</b>
<b>Total governmental activities program revenues</b>	<b>\$ 2,572,787</b>	<b>\$ 690,636</b>	<b>\$ 864,664</b>	<b>\$ 787,382</b>	<b>\$ 687,895</b>	<b>\$ 1,066,471</b>	<b>\$ 1,316,336</b>	<b>\$ 738,168</b>	<b>\$ 2,006,416</b>	<b>\$ 6,138,176</b>
<b>Business-type activities</b>										
Charges for services	\$ 640,420	\$ 586,440	\$ 621,270	\$ 556,267	\$ 769,254	\$ 607,562	\$ 596,664	\$ 571,347	\$ 680,241	\$ 688,513
Water	\$ 640,420	\$ 586,440	\$ 621,270	\$ 556,267	\$ 769,254	\$ 607,562	\$ 596,664	\$ 571,347	\$ 680,241	\$ 688,513
<b>Total Business-type operating revenue</b>	<b>\$ 640,420</b>	<b>\$ 586,440</b>	<b>\$ 621,270</b>	<b>\$ 556,267</b>	<b>\$ 769,254</b>	<b>\$ 607,562</b>	<b>\$ 596,664</b>	<b>\$ 571,347</b>	<b>\$ 680,241</b>	<b>\$ 688,513</b>

**TOWN OF BASALT**  
**Net (Expenses) Revenues and Changes in Net Position**  
**2008-2017**

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>Continued</b>										
Operating grants and contributions										
Water	\$ 92,550	\$ 24,624	\$ 3,913	\$ 49,797	\$ 97,921	\$ 31,459	\$ 21,964	\$ 14,034	\$ 193,186	\$ 18,990
Total business-type activities operating grants	\$ 92,550	\$ 24,624	\$ 3,913	\$ 49,797	\$ 97,921	\$ 31,459	\$ 21,964	\$ 14,034	\$ 193,186	\$ 18,990
Capital grants										
Water	\$ (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)	\$ (3,076,605)
Governmental activities	\$ 7,901	\$ (202,642)	\$ 155,063	\$ (81,712)	\$ 241,521	\$ 17,504	\$ 38,498	\$ (151,504)	\$ 193,737	\$ 63,451
Business-type activities	\$ (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)	\$ (3,013,154)
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)	\$ (3,013,154)
<b>General Revenues and Other Changes in Net Position</b>										
Governmental activities										
Taxes	\$ 791,842	\$ 841,878	\$ 885,718	\$ 913,882	\$ 935,876	\$ 969,753	\$ 1,018,535	\$ 1,134,619	\$ 1,409,317	\$ 1,653,296
Property taxes	\$ 35,503	\$ 32,235	\$ 29,783	\$ 26,106	\$ 28,532	\$ 37,833	\$ 36,866	\$ 62,327	\$ 53,323	\$ 88,470
Specific ownership	\$ 4,341,160	\$ 3,790,983	\$ 3,767,485	\$ 3,749,352	\$ 3,962,863	\$ 4,633,629	\$ 4,860,077	\$ 5,544,258	\$ 5,592,073	\$ 6,120,232
Sales tax and miscellaneous	\$ 266,669	\$ 263,859	\$ 274,488	\$ 281,290	\$ 268,704	\$ 298,270	\$ 295,321	\$ 303,208	\$ 296,818	\$ 316,301
Franchise taxes										
Inergovernmental	\$ 390,010	\$ 97,121	\$ 179,760	\$ 141,896	\$ 127,057	\$ 223,462	\$ 89,348	\$ 258,776	\$ 305,622	\$ 345,289
Miscellaneous	\$ 145,101	\$ 61,420	\$ 24,779	\$ 16,030	\$ 17,016	\$ 11,070	\$ 11,616	\$ 3,736	\$ 46,365	\$ 98,302
Grants and contributions not restricted	\$ 813,090	\$ 7,468	\$ 2,107	\$ -	\$ -	\$ -	\$ -	\$ 630,395	\$ -	\$ -
Investment income	\$ 180,796	\$ 186,050	\$ 190,000	\$ 186,368	\$ 163,128	\$ 171,645	\$ -	\$ 171,643	\$ 225,910	\$ 225,910
Sale of Assets	\$ 6,954,171	\$ 5,281,014	\$ 5,354,120	\$ 5,314,924	\$ 5,503,176	\$ 6,345,662	\$ 6,311,763	\$ 8,108,964	\$ 7,889,428	\$ 8,845,800
Transfers										
Total governmental activities	\$ 59,041	\$ 7,834	\$ 3,501	\$ 1,204	\$ 748	\$ 430	\$ 386	\$ 589	\$ 2,183	\$ 3,802
Business-type activities										
Miscellaneous	\$ 59,041	\$ 7,834	\$ 3,501	\$ 1,204	\$ 748	\$ 430	\$ 386	\$ 589	\$ 2,183	\$ 3,802
Investment income										
Sale of Assets										
Transfers	\$ 59,041	\$ 7,834	\$ 3,501	\$ 1,204	\$ 748	\$ 430	\$ 386	\$ 589	\$ 2,183	\$ 3,802
Total business-type activities	\$ 59,041	\$ 7,834	\$ 3,501	\$ 1,204	\$ 748	\$ 430	\$ 386	\$ 589	\$ 2,183	\$ 3,802
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	\$ 8,623,692
<b>Governmental activities</b>										
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	\$ 5,769,195
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	\$ 32,503,165
Infrastructure Net Position 2										
Prior Period Adjustment	\$ 23,571,295	\$ 24,059,715	\$ 25,637,140	\$ 26,995,589	\$ 28,062,964	\$ 28,062,964	\$ 27,290,073	\$ 28,925,569	\$ 32,503,167	\$ 36,272,360
Net Position December 31	\$ 66,942	\$ (194,808)	\$ (31,446)	\$ (266,876)	\$ 79,141	\$ 79,141	\$ (141,343)	\$ (322,560)	\$ (29,990)	\$ (158,657)
<b>Business-type activities</b>										
Change in Net Position	\$ 5,191,886	\$ 5,258,828	\$ 5,064,020	\$ 5,032,574	\$ 4,765,698	\$ 4,814,839	\$ 4,519,785	\$ 4,197,225	\$ 4,167,235	\$ 4,028,408
Net Position January 1	\$ 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	\$ 4,028,408
Prior Period Adjustment										
Net Position December 31	\$ 28,830,123	\$ 29,123,795	\$ 30,869,714	\$ 31,761,287	\$ 32,877,803	\$ 32,877,803	\$ 31,809,858	\$ 34,122,794	\$ 36,670,402	\$ 42,300,768
Total Primary Government										

**TOWN OF BASALT**  
**NET ASSETS BY COMPONENT**  
**2008-2017**  
**(Accrual Basis of Accounting)**

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>Governmental Activities</b>										
Capital assets net of related debt	\$ 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	\$ 30,709,310
Restricted	993,931	958,843	908,627	2,590,994	2,840,041	3,088,704	3,696,394	2,153,843	2,258,330	2,124,766
Unrestricted	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	5,438,264
Total Governmental activities net of related debt	\$ 23,571,295	\$ 24,059,715	\$ 25,637,140	\$ 26,995,589	\$ 28,062,964	\$ 29,626,280	\$ 27,290,073	\$ 36,985,498	\$ 32,503,167	\$ 38,272,360
<b>Business Type Activities</b>										
Capital assets net of related debt	\$ 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	\$ 3,694,906
Restricted	-	-	65,500	-	-	-	-	-	-	-
Unrestricted	2,263,113	2,152,213	2,251,811	4,055,509	555,022	474,660	413,036	231,970	285,730	333,502
Total Business-Type Activities net of related debt	\$ 5,258,828	\$ 5,064,020	\$ 5,002,574	\$ 4,735,698	\$ 4,814,839	\$ 4,661,128	\$ 4,519,785	\$ 4,197,195	\$ 4,167,235	\$ 4,028,408
<b>Primary Government</b>										
Capital assets net of related debt	\$ 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	\$ 34,404,216
Restricted	893,931	958,843	974,127	2,590,994	2,840,041	3,088,704	3,696,394	2,153,843	2,258,330	2,124,766
Unrestricted	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	5,771,766
Total Primary Government net assets	\$ 28,830,123	\$ 29,123,735	\$ 30,639,714	\$ 31,731,287	\$ 32,877,803	\$ 34,287,408	\$ 31,809,858	\$ 41,192,693	\$ 36,670,402	\$ 42,300,768

Financial Trends

**TOWN OF BASALT**  
**FUND BALANCE OF GOVERNMENTAL FUNDS**  
**2008-2017**  
**(Modified Accrual Basis of Accounting)**

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Fund										
Restricted										
Emergency Reserves	\$ 233,733	\$ 198,645	\$ 148,429	\$ 148,429	\$ 148,429	\$ 397,092	\$ 247,100	\$ 324,000	\$ 324,000	\$ 461,500
Committed	-	-	-	737,157	1202542	1,202,542	1,887,449	2,021,027	1,171,514	1,145,393
Open space and trails	-	-	-	262,228	254728	254,728	266,488	166,488	262,728	274,928
Parks	-	-	-	108,778	108778	108,778	21,433	23,238	135,224	150,484
Transportation	-	-	-	744,576	567114	567,114	666,995	713,640	1,130,973	1,198,015
Willits development	-	-	-	330,997	330997	330,997	330,997	330,997	343,431	334,236
Highway and streets	-	-	-	112,672	112672	112,672	-	-	-	-
Traffic enforcement	-	-	-	146,157	114781	114,781	275,932	(1,425,547)	(1,109,540)	(1,439,770)
Other Projects	760,198	760,198	760,198	-	-	-	-	-	-	-
Reserved/Assigned	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	5,231,652
Unreserved/ Unassigned	\$ 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	\$ 7,356,438
Total General Fund										

Bond Fund										
Restricted										
Debt service payments	\$ -	\$ -	\$ -	\$ 290,218	\$ 259,072	\$ 2,471,956	\$ 1,428,914	\$ 60,121	\$ (3,424)	\$ (25,033)
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	226,723	247,526	266,807	-	-	-	-	-	-	-
Total Bond Fund	\$ 226,723	\$ 247,526	\$ 266,807	\$ 290,218	\$ 259,072	\$ 2,471,956	\$ 1,428,914	\$ 60,121	\$ (3,424)	\$ (25,033)

All other Governmental Funds										
Restricted										
Parks and recreation	\$ -	\$ -	\$ -	\$ 45,317	\$ 64,649	\$ 85,370	\$ 103,930	\$ 122,449	\$ 144,337	\$ 163,989
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	105,683	2,801	29,850	-	-	-	-	-	-	-
Total All other Governmental Funds	\$ 105,683	\$ 2,801	\$ 29,850	\$ 45,317	\$ 64,649	\$ 85,370	\$ 103,930	\$ 122,449	\$ 144,337	\$ 163,989

Total Governmental Funds										
Restricted	\$ 233,733	\$ 198,645	\$ 148,429	\$ 483,964	\$ 472,150	\$ 2,954,418	\$ 1,779,944	\$ 506,570	\$ 464,913	\$ 600,456
Committed	-	-	-	2,442,565	2,691,612	2,691,612	3,449,294	1,829,843	1,934,330	1,663,286
Assigned	760,198	760,198	760,198	-	-	-	-	-	-	-
Unassigned	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	5,231,652
Total Governmental Fund Balance	\$ 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	\$ 7,496,394

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**  
**2008-2017**

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2016
<b>Governmental Funds</b>										
<b>Revenues</b>										
Taxes	\$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	\$8,178,299
Intergovernmental revenues	356,357	353,556	567,203	292,863	247,105	252,187	248,582	252,631	282,115	4,912,721
Licenses and permits	849,719	171,125	170,514	365,893	302,729	630,175	895,861	493,146	1,670,294	918,045
Charges for Services	446,370	178,464	142,579	142,282	159,932	251,590	130,071	98,337	250,170	546,430
Fines & forfeitures	20,584	25,972	23,132	27,165	19,967	38,311	80,696	72,817	48,610	27,367
Miscellaneous revenue	494,868	120,061	165,775	117,105	102,235	128,739	61,704	83,745	107,214	175,204
<b>Total revenues</b>	<b>7,603,072</b>	<b>5,778,133</b>	<b>6,026,677</b>	<b>5,915,938</b>	<b>6,027,943</b>	<b>7,240,487</b>	<b>7,627,713</b>	<b>7,570,100</b>	<b>9,689,934</b>	<b>14,758,066</b>
<b>Expenditures</b>										
General government	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	3,596,204
Public Safety	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	2,306,109
Public works in Administration	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	1,259,250
Culture and recreation	793,272	715,710	624,747	659,287	687,756	836,798	942,847	808,732	772,061	752,753
Capital Outlay	479,536	733,186	918,240	1,222,916	588,537	31,388	555,582	888,265	2,159,802	8,348,287
Debt service payments	512,795	419,410	458,627	420,214	349,963	276,154	671,897	249,735	1,118,090	962,402
<b>Total expenditures</b>	<b>6,541,733</b>	<b>7,046,453</b>	<b>6,230,334</b>	<b>6,415,720</b>	<b>5,930,892</b>	<b>6,661,384</b>	<b>10,888,023</b>	<b>10,699,699</b>	<b>10,209,492</b>	<b>17,225,005</b>
Excess (deficiency) of revenues over expenditures	1,061,339	(1,268,320)	(203,657)	(499,782)	97,051	559,103	(3,260,310)	(3,129,599)	(539,558)	(2,466,939)
<b>Other financing sources (uses)</b>										
Bond proceeds							1,888,000	(1,968,793)	-	-
Underwriter discount							(6,891)			
Lease proceeds							177,825			
Sale of Assets	846,200	7,468	2,107	-	-	-		640,276	-	-
Loan proceeds	177,429	242,291	-	-	-	3,193,386	-	1,500,000	-	3,892,936
Operating Transfers in (out)	180,796	186,050	190,000	186,368	163,128	171,645	180,227	171,645	225,910	225,910
<b>Total other financing sources (uses)</b>	<b>1,204,425</b>	<b>435,809</b>	<b>192,107</b>	<b>186,368</b>	<b>163,128</b>	<b>3,365,031</b>	<b>2,239,161</b>	<b>343,128</b>	<b>225,910</b>	<b>4,118,846</b>
<b>Net Change to Fund Balance</b>	<b>2,265,764</b>	<b>(832,511)</b>	<b>(11,550)</b>	<b>(313,414)</b>	<b>260,179</b>	<b>3,924,134</b>	<b>(1,021,149)</b>	<b>(2,786,471)</b>	<b>(313,648)</b>	<b>1,651,907</b>
<b>Enterprise Funds - Water</b>										
<b>Revenue</b>										
User Charges	638,019	563,022	590,374	554,198	624,979	584,749	575,891	542,502	660,189	669,309
Other Revenue	2,401	3,418	30,896	2,069	144,275	22,813	20,773	28,845	20,052	19,204
<b>Total Revenues</b>	<b>640,420</b>	<b>566,440</b>	<b>621,270</b>	<b>556,267</b>	<b>769,254</b>	<b>607,562</b>	<b>596,664</b>	<b>571,347</b>	<b>680,241</b>	<b>688,513</b>
<b>Expenses</b>										
<b>Operating</b>										
Administration										
Personnel Services	316,495	311,073	103,553	167,673	180,026	176,367	136,737	181,136	191,480	195,008
Contractual services	56,249	59,384	53,425	41,093	39,622	40,474	58,646	60,528	45,406	69,391
Utilities	25,691	27,224	23,455	22,115	26,709	28,882	25,445	34,462	29,344	29,552
Repairs and Maintenance	18,042	16,136	15,813	13,377	32,290	29,921	4,617	88,667	54,699	21,196
Other supplies and expenses	84,427	158,609	45,111	155,084	43,512	48,261	63,941	71,211	74,974	46,623
Depreciation	189,054	188,034	197,607	259,139	275,630	275,095	262,960	270,630	265,798	267,195
<b>Total Expenses</b>	<b>689,958</b>	<b>760,460</b>	<b>438,964</b>	<b>658,481</b>	<b>597,789</b>	<b>599,000</b>	<b>552,346</b>	<b>706,634</b>	<b>661,701</b>	<b>628,965</b>
Net income (loss) from operations	(49,538)	(194,020)	182,306	(102,214)	171,465	8,562	44,318	(135,287)	18,540	59,548
<b>Non-operating revenue (expense)</b>										
Interest revenue	59,041	7,834	3,501	1,204	748	430	386	589	2,183	3,802
Interest expense	(35,111)	(33,246)	(31,166)	(29,295)	(27,865)	(22,517)	(27,784)	(30,251)	(17,989)	(15,087)
Gain (loss) on sale of assets	-	-	-	-	-	-	-	-	-	-
Grants				48,180	70,845	-	-	-	-	-
<b>Total non-operating revenue (expense)</b>	<b>23,930</b>	<b>(25,412)</b>	<b>(27,665)</b>	<b>20,089</b>	<b>43,728</b>	<b>(22,087)</b>	<b>(27,398)</b>	<b>(29,662)</b>	<b>(15,806)</b>	<b>(11,285)</b>
Transfer from (to) other funds										
General Fund	-	-	(190,000)	(186,368)	(163,128)	(171,645)	(180,227)	(171,645)	(225,910)	(225,910)
Capital Contributions Tap Fees	92,550	24,624	3,913	1,617	27,076	31,459	21,864	14,034	193,186	18,990
<b>Change in Net Position</b>	<b>\$ 66,942</b>	<b>\$ (194,808)</b>	<b>\$ (31,446)</b>	<b>\$ (266,876)</b>	<b>\$ 79,141</b>	<b>\$ (153,711)</b>	<b>\$ (141,343)</b>	<b>\$ (322,560)</b>	<b>\$ (29,990)</b>	<b>\$ (158,657)</b>

Financial Trends

**TOWN OF BASALT**  
**GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE**  
**2007-2017**  
(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
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
2017	\$ 5,925,043	\$ 178,982	\$ 737,438	\$ 915,858	\$ 88,470	\$ 16,207	\$ 316,301	\$ 15,421	\$ 127,067	\$ 78,140	\$ 8,398,927

Financial Trends

**TOWN OF BASALT**  
**Outstanding Debt by Type**  
**2007-2017**

<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
2017	\$ 4,033,000	\$ 4,940,371	\$ -	\$ 12,869	\$ 315,739	\$ 9,301,979

Financial Trends

**TOWN OF BASALT**  
**Capital Assets and Depreciation**  
**2007-2017**

	<b>Business-Type Activities</b>			<b>Governmental Activities</b>		
	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
2017	\$ 8,456,686	\$ 4,689,407	\$ 3,767,279	\$ 47,194,540	\$ 7,511,859	\$ 39,682,681

Financial Trends

Town of Basalt	TOWN OF BASALT		
Town Assessed Valuation	ASSESSED AND ACTUAL PROPERTY VALUES FOR 2006-2017		
Includes Eagle and Pitkin Counties			
	2013	2015	2017
Vacant Assessed	\$ 6,198,720	\$ 227,974,340	5,463,350
Vacant Actual	\$ 21,374,897	\$ 786,117,960	18,839,390
Residential Assessed	\$ 61,782,250	\$ 2,070,003,740	84,015,800
Residential Actual	\$ 776,158,920	\$ 25,937,560,520	1,167,032,250
Commercial Assessed	\$ 64,328,130	\$ 705,321,350	77,010,000
Commercial Actual	\$ 221,821,138	\$ 2,273,631,580	265,551,550
Industrial Assessed	\$ 710,940	\$ 716,390	680,920
Industrial Actual	\$ 2,451,517	\$ 2,470,300	2,926,540
Agricultural Assessed	\$ 113,390	\$ 12,060,500	124,340
Agricultural Actual	\$ 391,000	\$ 91,211,450	428,700
Natural Resources Assessed	\$ -	\$ 3,631,820	0
Natural Resources Actual	\$ -	\$ 12,523,500	0
State Assessed	\$ 1,684,080	\$ 30,955,640	1,633,400
State Actual	\$ 5,807,172	\$ 19,760,540	5,305,060
Total Taxable Assessed	\$ 134,817,510	\$ 3,050,663,780	168,927,810
Total Taxable Actual	\$ 1,028,004,644	\$ 29,123,275,850	\$ 1,460,083,490
Exempt Property Assessed		\$ 160,105,990	23,167,430
Exempt Property Actual		\$ 176,847,580	93,759,040
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%.			
<a href="http://dola.colorado.gov/dpt/publications/docs/2013_Annual_Report/CitiesTownsbyClass.pdf">http://dola.colorado.gov/dpt/publications/docs/2013_Annual_Report/CitiesTownsbyClass.pdf</a>			

**TOWN OF BASALT  
MILL LEVY  
2007-2017**

	<b>Mill Levy</b>	<b>Net Assessed Value</b>	<b>Total Tax Levied</b>	<b>Property Tax Collected</b>	<b>Percent of Levy Collected</b>
<b>2007</b>	6.560	117,605,520 \$	771,492 \$	771,353 \$	99.98%
<b>2008</b>	5.058	160,483,990 \$	811,728 \$	791,842 \$	97.55%
<b>2009</b>	5.181	165,113,470 \$	855,453 \$	841,878 \$	98.41%
<b>2010</b>	5.391	154,497,940 \$	832,898 \$	885,718 \$	106.34%
<b>2011</b>	6.139	152,397,560 \$	935,569 \$	913,882 \$	97.68%
<b>2012</b>	6.386	152,508,770 \$	973,921 \$	935,876 \$	96.09%
<b>2013</b>	7.560	134,852,500 \$	1,019,485 \$	969,753 \$	95.12%
<b>2014</b>	7.560	136,294,037 \$	1,030,383 \$	1,018,535 \$	98.85%
<b>2015</b>	9.881	134,852,500 \$	1,332,531 \$	1,323,152 \$	99.30%
<b>2016</b>	9.158	152,960,490 \$	1,400,524 \$	1,409,316 \$	100.63%
<b>2017</b>	11.592	157,827,260 \$	1,827,126 \$	1,653,296 \$	90.49%

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_Annual_Report/EagleCert.pdf)

**TOWN OF BASALT**  
**SALES TAX REVENUE BY TYPE**  
**2008-2017**

Type of Revenue	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Automotive	\$ 214,301	\$ 192,696	\$ 175,531	\$ 170,305	\$ 170,820	\$ 177,244	\$ 178,862	\$ 196,740	\$ 178,433	\$ 174,147
Lodging	73,290	44,752	45,840	51,512	45,307	45,352	63,189	61,582	167,000	173,002
Restaurant without Bar	126,979	112,190	90,936	95,625	97,267	99,395	122,299	121,771	134,195	120,978
Restaurant with Bar	342,064	273,136	300,906	299,504	321,038	324,675	352,575	387,726	397,571	478,120
Retail Sales	686,090	502,125	510,405	472,219	530,719	649,191	643,204	812,344	783,500	946,895
Sporting Retail	116,065	109,908	116,854	132,198	143,509	174,225	195,905	216,476	232,332	231,884
Finance	7,035	8,030	6,659	8,119	7,028	7,541	8,692	5,545	5,863	6,529
In - Home Sales	3,529	3,919	4,333	4,053	2,845	2,240	2,282	2,412	1,919	2,991
Retail Liquor	179,973	181,219	170,302	175,506	180,354	205,495	225,686	236,381	247,515	250,229
Telecommunications	88,638	126,507	117,812	128,922	115,108	102,842	95,332	94,082	89,036	89,059
Utilities	150,015	143,337	150,303	148,177	148,841	176,489	163,381	171,063	158,410	172,049
Building	373,183	231,488	174,806	177,389	190,423	200,375	239,048	276,876	271,799	284,627
Retail Food	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	2,190,843
<b>Total</b>	<b>\$ 3,801,615</b>	<b>\$ 3,295,686</b>	<b>\$ 3,153,491</b>	<b>\$ 3,184,643</b>	<b>\$ 3,434,666</b>	<b>\$ 4,087,245</b>	<b>\$ 4,222,536</b>	<b>\$ 4,645,903</b>	<b>\$ 4,821,926</b>	<b>\$ 5,121,353</b>

## Top Fifteen Assessed Properties in Basalt by Owner

### EAGLE COUNTY

2016		2017	
OWNER NAME	ACTUAL	OWNER NAME	ACTUAL
TKG WILLITS TOWN CENTER LLC	\$15,556,570	TKG WILLITS TOWN CENTER LLC	15,556,570
WILLITS BLOCK 12 LLC	\$ 9,165,440	WILLITS TOWN CENTER	13,307,450
DILLON REAL ESTATE CO INC	\$ 8,654,230	WILLITS BLOCK 12 LLC	9,165,440
RMI INNOVATION CENTER LLC	\$ 7,920,760	DILLON REAL ESTATE CO INC	8,654,230
TKG-STORAGE M&P PARTNERS PORTFOLIO LLC	\$ 7,836,850	RMI INNOVATION CENTER LLC	7,920,760
ASPEN SKIING COMPANY LLC	\$ 6,559,980	TKG -STORAGE M&P PARTNERS PORTFOLIO LLC	7,836,850
WILLITS TOWN CENTER LLC	\$ 6,113,730	ASPEN SKIING COMPANY LLC	6,559,980
VALLEY VIEW HOSPITAL ASSOCIATION	\$ 6,105,390	VALLEY VIEW HOSPITAL ASSOCIATION	6,105,390
STUTSMAN TRI-ALLIANCE LTD	\$ 6,339,450	STUTSMAN TRI-ALLIANCE LTD	6,339,450
BASALT TRADE ASSOCIATES LLC	\$ 4,951,570	BASALT TRADE ASSOCIATES LLC	4,951,570
DONNINGTON INVESTMENTS LLC	\$ 4,824,560	WILLITS TOWN CENTER LLC	4,509,340
WILLITS TOWN CENTER LLC	\$ 4,509,340	DONNINGTON INVESTMENTS LLC	4,271,590
MICHAEL P. KNAPP TRUST	\$ 4,371,000	QWEST CORP	3,537,760
QWEST CORP	\$ 3,577,170	KEELTY DEV LLC	4,221,620
KEELTY DEV LLC	\$ 4,221,620	ALPINE BANK	3,074,410
	\$ 895,480		895,480
			891,580

## Top Fifteen Assessed Properties in Basalt by Owner

### PITKIN COUNTY

2016		2017	
OWNER NAME	ACTUAL	OWNER NAME	ACTUAL
ROARING FORK CLUB CABIN OPERATIONS	\$48,048,800	ROARING FORK CLUB CABIN OPERATIONS	48,645,600
ROARING FOR CLUB LLC	\$11,303,400	ROARING FOR CLUB LLC	11,074,800
NORTH FORK LLC	\$5,008,000	NORTH FORK LLC	5,500,000
MYERS & ASSOC PROPERTIES LLC	\$3,454,900	MYERS & ASSOC PROPERTIES LLC	3,434,300
BASALT CENTER LLC	\$2,442,400	DD BUILDINGS LLC	3,238,000
DD BUILDINGS LLC	\$2,961,000	BASALT CENTER LLC	2,570,100
RFC TWO EAGLES PARTNERS LLC	\$2,000,000	SOUTHSIDE DRIVE LLC	2,008,000
EXCHANGE BANK	\$1,796,100	EXCHANGE BANK	1,720,900
SOUTH SIDE DRIVE LLC	\$1,700,000	ISBERIAN STEPHAN G AND HEATHER REV TRUST	1,712,100
ISBERIAN STEPHAN G & HEATHER REV TRUST	\$1,574,600	DA TRUST	1,695,900
MONUMENT REAL ESTATE GROUP LLC	\$1,570,000	MONUMNET REAL ESTATE GROUP LLC	1,718,700
DA TRUST	\$1,435,400	SURVIVORS TRUST BOWLIN	4,815,700
PITKIN COUNTY	\$1,414,600	JO NET INC	2,062,600
WATERMAN GAYLE C	\$4,979,200	WATERMAN GAYLE C	4,984,600
SURVIVORS TRUST CREATED DEC 31 2006 UNDER E	\$4,815,700	HARRIMAN WILSON F	1,169,400
	\$ 383,330		339,130

TOWN OF BASALT  
LOCAL DEMOGRAPHICS  
(Most current data available)

Population Year	Area	County	Jobs	County	Jobs
2016	Accommodation and	Eagle County	7762	Pitkin	4401
	Admin and Waste	Eagle County	2680	Pitkin	1232
	Agriculture	Eagle County	270	Pitkin	157
	Arts	Eagle County	4068	Pitkin	2600
	Construction	Eagle County	4204	Pitkin	1060
	Finance Activity	Eagle County	712	Pitkin	386
	Government	Eagle County	3417	Pitkin	2322
	Health Services	Eagle County	2578	Pitkin	578
	Information	Eagle County	346	Pitkin	225
	Management and Enterprise	Eagle County	96	Pitkin	69
	Manufacturing	Eagle County	472	Pitkin	125
	Mining	Eagle County	24	Pitkin	suppressed
	Other	Eagle County	2577	Pitkin	1631
	Private Education	Eagle County	553	Pitkin	473
	Professional and Technical	Eagle County	2364	Pitkin	1322
	Real Estate	Eagle County	3317	Pitkin	2257
	Retail Trade	Eagle County	3916	Pitkin	1467
	Transportation and Warehousing	Eagle County	818	Pitkin	293
	Utilities	Eagle County	67	Pitkin	suppressed
	Wholesale Trade	Eagle County	665	Pitkin	120

Source : Colorado Department of Labor State Demographics Website  
[https://dola.colorado.gov/demog\\_webapps/jsn\\_parameters.jsf](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**  
**2008-2017**

**General Fund Operation Statistics**

TYPES	2008	2009	2010	2011	2012	2013	2014	2014	2016	2017
Building Permits Issued										
Multi Family Units	2	0	0	0	0	10	8		131	14
Single Family Units	6	1	1	1	4	10	4		4	6
Commercial Buildings	2	0	0	1	1	3	2		1	7
Total Value	\$ 13,001,706	\$ 350,000	\$ 300,000	#####	#####	\$ 19,689,200	\$ 26,079,602	\$ 27,658,768		\$ 13,076,297
New single family, multi family and commercial construction including initial tenant finish but no remodels.										
Population	3243	3303	3496	3828	3849	3831	3857	3836	3893	3919

**Water Fund Operation Statistics**

TYPES	2008	2009	2010	2011	2012	2013	2014	2016	2017
New Connections or Taps	18	1	1	2	5	6	10		1