



Comprehensive Annual Financial Report

For the year ended
December 31, 2017

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July 13, 2018

CITY OF STEAMBOAT SPRINGS, COLORADO

**Comprehensive
Annual
Financial Report**

Year Ended December 31, 2017

**Prepared by
Department of Financial Services**

**Kim Weber
Finance Director**

**Greg Neppi
City Controller**

CITY OF STEAMBOAT SPRINGS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
December 31, 2017

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INTRODUCTORY SECTION



June 20, 2018

To the City Council and Citizens of the City of Steamboat Springs:

State Law requires that all general-purpose local governments publish within 240 days of the close of each fiscal year a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the City of Steamboat Springs for the fiscal year ended December 31, 2017.

This report consists of management's representations concerning the finances of the City of Steamboat Springs. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the City of Steamboat Springs has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft or misuse and to compile sufficient reliable information for the preparation of the City of Steamboat Springs' financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City of Steamboat Springs' comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City of Steamboat Springs' financial statements have been audited by Eide Bailly LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Steamboat Springs for the fiscal year ended December 31, 2017, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of Steamboat Springs' financial statements for the fiscal year ended December 31, 2017 are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the City of Steamboat Springs was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal granting agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are included in a separately issued Single Audit Report.

GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City of Steamboat Springs' MD&A can be found immediately following the report of the independent auditors.

General

The City of Steamboat Springs was incorporated in 1900 as a municipal corporation and a statutory town under the constitution and laws of the State of Colorado until 1973, when the electors of the town, pursuant to the home rule provisions of Article XX of the State Constitution, adopted the original Charter of the City. The City is a "home rule" city and its Charter governs all local and municipal matters.

The Constitution of the State reserves to the City certain powers, including the power to issue, refund and liquidate municipal obligations and the power to assess property in the City for municipal taxation, and the power to levy and collect taxes on such property for municipal purposes. The City, however, does not levy a property tax.

The City encompasses over 6,500 acres and is located in the northwestern portion of the State at an altitude of 6,700 feet above sea level, on the western slope of the Rocky Mountains, 160 miles northwest of Denver. The City is the population center and county seat of Routt County, Colorado (the "County") with 12,300 residents. The City serves as the headquarters for Routt National Forest. Approximately half of the land in the County is public land, with approximately 40% in the Routt National Forest.

City Council and Administration

The City operates under a council-manager form of government, whereby the City Council constitutes the City's legislative and governing body. The City Council consists of seven members, with two council members elected from each of the City's three districts and one member elected from the City at large. Each district council member is elected for a four-year term and the council member elected at large is elected for a two-year term. The City Council elects a chairperson who acts as the President of the City Council and serves at the pleasure of City Council for a two-year term. The President is the official head of the City for the purpose of presiding at all meetings of the City Council and executing legal instruments. The Council President is recognized as the head of the City government for all ceremonial and legal purposes.

The City Council appoints all boards and commissions and it appoints the City Manager, the City Attorney, and the Municipal Judge. The City Manager is the administrative head of the government of the City and is responsible for the administration and execution of all affairs of the City. The City Manager's duties include: enforcing the laws and ordinances of the City; hiring, suspension, and removal of City employees; preparing a proposed budget annually and submitting it to the City Council and administering the budget after its adoption; preparing and submitting to the City Council as of the end of the fiscal year a complete report on finances and administrative activities of the City for the preceding year; keeping the City Council advised of the financial condition of the City; establishing a system of accounting and auditing for the City which shall reflect, in accordance with generally accepted accounting principles, exercising supervision and control over all departments, and performing such duties as may be prescribed by the Charter, by ordinance or required by the City Council.

The City provides its citizens with fire and police protection, emergency medical services, a general aviation airport, parks and recreation, golf course, rodeo arena, ski area, tennis facility, ice arena, parking and traffic management, judicial and legislative services, streets and highways, public works and improvements, planning and zoning, free transit system, cultural events and general administrative services. The City also provides for wastewater treatment and water filtration and distribution services.

The City operates on a calendar year basis. The City Manager is required to prepare and submit to the City Council not less than 75 days prior to the beginning of the fiscal year a budget and accompanying explanation. The budget must provide a complete financial plan of all City funds and activities for the ensuing fiscal year, contain a general summary of its contents, and show comparative figures for income and expenditures of the preceding fiscal year.

A public hearing on the proposed budget and proposed capital program is required to be held by the City Council before the final adoption. After the public hearing, the City Council may adopt the budget with or without amendment. The City Council must adopt the budget by ordinance on or before the first day of the new fiscal year. Adoption of the budget by the City Council constitutes appropriation of the amounts specified therein as expenditures from the funds indicated.

Local economy

The City of Steamboat Springs is a major tourist destination resort known across the country and world as a great place for skiing, biking and outdoor recreation. Tourism is a major revenue driver of many local businesses; however the City continues to develop a diverse, year-round economy with a variety of strong industry sectors such as energy production and exploration, location-neutral businesses, outdoor recreation equipment and clothing, construction, and regional health care. As the population has grown in the past two decades, the economy continues to expand as residents enjoy a wonderful place to live, work and play. The City serves as the regional economic center for Northwest Colorado as its largest city.

Relevant Financial Policies

The City has a comprehensive set of financial policies. These policies require a Stabilization Reserve equal to 25% of the prior year's General Fund expenditures be held in unassigned fund balance. The Stabilization Reserve is designed for budget stabilization during revenue downturns. The financial policies also include budget policies, revenue policies, investment policies, and a section pertaining to arbitrage compliance.

Long Term Financial Planning and major initiatives

The City prepares a six-year capital improvement plan each year that serves as its planning document to ensure that its facilities, equipment and infrastructure are well maintained and in safe operating condition. It is funded from a combination of dedicated taxes, grants, contributions, transfers from the General Fund and reserves. Taxes that are earmarked for capital improvements are the building use and excise taxes and a 1% franchise fee for under-grounding of utilities.

The current City Council has set one of its 2 year goals to provide a long-term fiscal sustainability plan for the City of Steamboat Springs. City Council has held several work sessions regarding this topic and are looking at long-term revenue and expense projections for the City. As a part of this discussion, City Council is investigating alternative revenue sources such as increased fees and new taxes. This will be an on-going conversation.

The City's Downtown Improvement Plan is continuing with great progress, the improvements are funded by reserves, Certificates of Participation (COP), property owner sidewalk assessments, and grant funding. The City has begun the construction of Emerald Park access railroad crossing and purchased 2 replacement transit busses. The City is also moving forward with a plan to build a new combined law enforcement facility with the Routt County Sheriff on the west side of town adjacent to the County Jail and Justice Center. This will be funded with \$6 million of new COP's, reserves and grant funding.

The City has a total of approximately 216 full-time employees and 76 part-time/seasonal employees. In 2017 the City contracted with a consulting firm to conduct a salary survey and provide feedback on the current pay plan. As a result of the consultants' feedback the City's new pay plan was used in the compilation of the 2018 budget and is based on the goals of being market driven while being mindful of internal equity, recruiting and retaining quality talent, and having performance-related pay increases. This pay plan helps the City maintain a market rate competitive salary and benefit package for its employees. The package includes:

- Medical and dental insurance
- Defined contribution plan for all full time employees (except sworn police officers and fire department) and a deferred compensation 457 plan.
- Defined contribution plan for full-time Police Officers
- Defined contribution and defined benefit plans for paid Firefighters.
- Defined benefit pension plan covering volunteer Firefighters.
- Paid time off
- Short and long term disability coverage
- Life insurance
- Voluntary life and accident insurance
- Wellness incentives

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Steamboat Springs for its comprehensive annual report (CAFR) for the fiscal year ended December 31, 2016. This was the twenty seventh consecutive year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

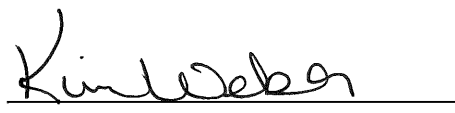
A Certificate of Achievement is valid for a period of one year only. The City believes the current report continues to conform to the Certificate of Achievement Program requirements, and will submit this CAFR to the GFOA to determine eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the City's finance department. We would like to express our appreciation to all members of the department who assisted and contributed to the preparation of this report.

A special thanks to you, the reader, for taking an interest in the City of Steamboat Springs.

Respectfully submitted,



Gary Suiter
City Manager

Kim Weber
Finance Director



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

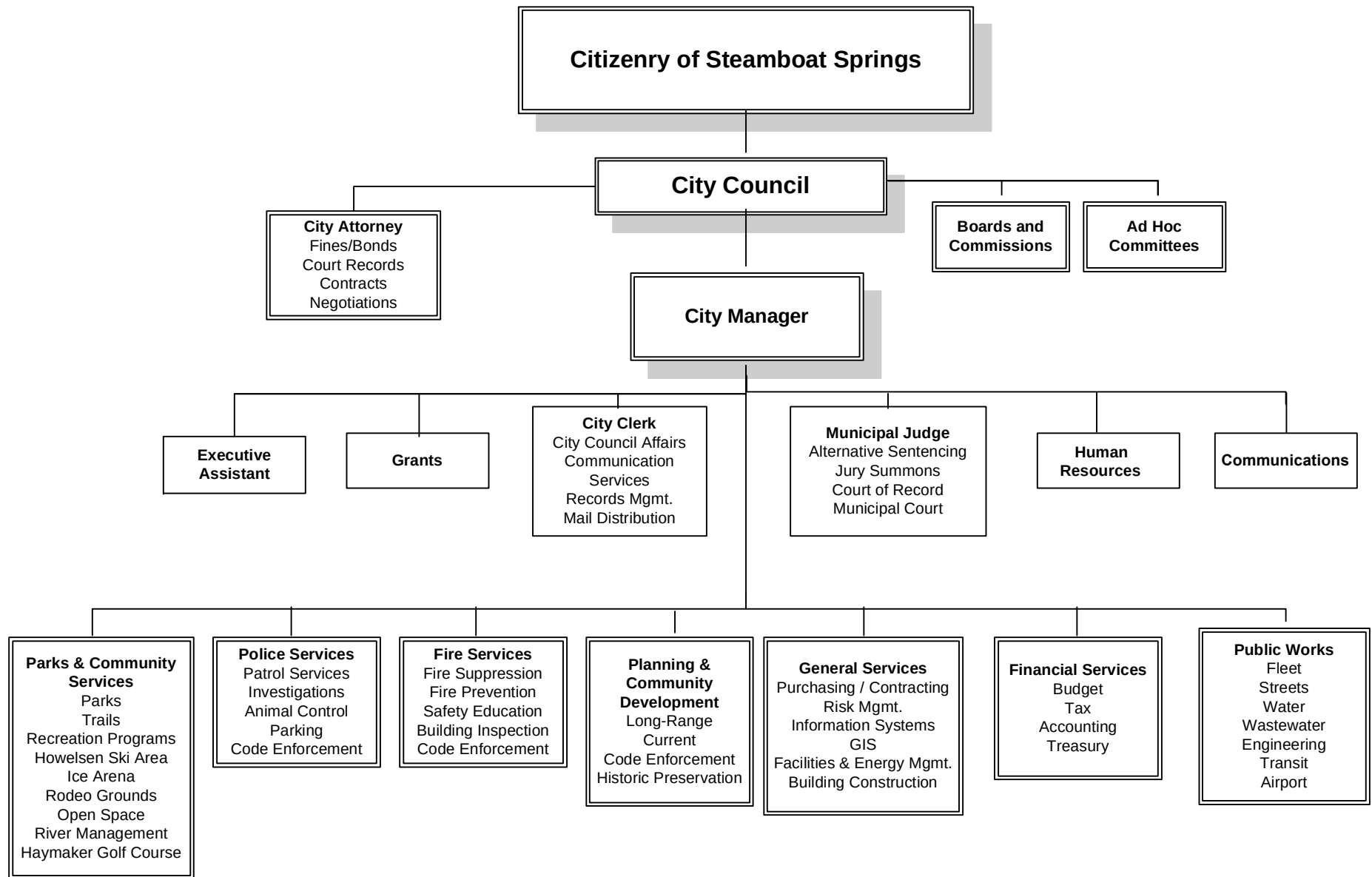
**City of Steamboat Springs
Colorado**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2016

Christopher P. Morill

Executive Director/CEO



**CITY OF STEAMBOAT SPRINGS
PRINCIPAL OFFICIALS**

CITY COUNCIL

JASON LACY
Council President
District III

KATHI MEYER
President Pro-Tem
District II

SONJA MACYS
Council Member
District III

ROBIN CROSSAN
Council Member
District I

LISEL PETIS
Council Member
District I

HEATHER SLOOP
Council Member
District III

SCOTT FORD
Council Member
At Large

CITY ADMINISTRATION

GARY SUITER
City Manager

KIM WEBER
Director of Financial Services

MEL STEWART
Fire Chief

JOHN OVERSTREET
Director of Parks & Community
Services

JON SNYDER
Director of Public Works

TYLER GIBBS
Director of Planning Services &
Community Development

CORY CHRISTENSEN
Police Chief

ALAN LIND
Director of General Services

JULIE FRANKLIN
City Clerk

LEGAL AND COURT

DAN FOOTE
City Attorney

PAUL SACHS
Municipal Court Judge

FINANCIAL SECTION



Independent Auditor's Report

To the Members of City Council
City of Steamboat Springs, Colorado

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Steamboat Springs, Colorado, as of and for the year ended December 31, 2017 and the related notes to the financial statements, which collectively comprise the City of Steamboat Springs, Colorado'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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Steamboat Springs, 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 on pages 3 through 13, the budgetary comparison information and the pension information on pages 71 through 79 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 City of Steamboat Springs, Colorado's financial statements. The introductory section, individual fund financial statements and schedules as listed in the table of contents, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements.

The individual fund financial statements and schedules as listed in the table of contents 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 individual fund financial statements and schedules as listed in the table of contents, 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 19, 2018 on our consideration of the City of Steamboat Springs, Colorado's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Steamboat Springs, Colorado's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Steamboat Springs, Colorado's internal control over financial reporting and compliance.



Fort Collins, Colorado
June 19, 2018

Management's Discussion and Analysis

As the financial management team of the City of Steamboat Springs, we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2017. We encourage readers to consider the information presented here as well as the information in the letter of transmittal found earlier in this document.

Financial Highlights

- The assets and deferred outflows of resources of the City of Steamboat Springs exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$200,178,914 (*net position*). Of this amount, \$48,151,793 represents unrestricted net position, which may be used to meet the government's ongoing obligations to citizens and creditors.
- The City of Steamboat Springs' total net position increased by \$11,954,034 from the prior year. The majority of this increase (83%) is attributable to an increase in the City's investment in capital assets.
- The City of Steamboat Springs' Government-wide revenues increased \$6,748,016 or 13% compared to the prior year; 47% of this increase was from capital grants and developer contributions for infrastructure projects in both government and business activities.
- At the close of the current fiscal year, the City of Steamboat Springs' governmental funds reported combined ending fund balances of \$40,546,825 an increase of \$136,806 in comparison with the prior year. Approximately 35% of this fund balance (\$14,062,351) is available for spending at the government's discretion (unassigned fund balance).
- At the end of the current fiscal year the unrestricted fund balance (the total of the committed, assigned, and unassigned components of fund balance) for the general fund was \$14,815,786 or 47% percent of total general fund expenditures including transfers to other funds. This is equal to 48% of General fund operating expenditures.
- The City of Steamboat Springs' total outstanding long-term debt and unamortized premium decreased by \$2,410,780 during the current fiscal year. This is significant as the City issued \$6 million in new Certificates of Participation in 2018 to fund a new Combined Law Enforcement Facility.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the City of Steamboat Springs' basic financial statements. The City of Steamboat Springs' basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also includes required and other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements. The *government-wide financial statements* (pages 14-15 of this report) are designed to provide readers with a broad overview of the City of Steamboat Springs' finances, in a manner similar to a private-sector business.

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

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

Both of the government-wide financial statements distinguish functions of the City of Steamboat Springs 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 City of Steamboat Springs include general government, public safety, public works, transportation services, legal and municipal court, parks and recreation, planning and interest on long-term debt. The major business-type activities of the City of Steamboat Springs include water and wastewater utilities, an airport, and a golf course.

The government-wide financial statements include not only the City of Steamboat Springs itself (known as the *primary government*), but also the Local Marketing District, a legally separate entity, for which the City of Steamboat Springs is financially accountable. Financial information for this component unit is reported separately from the financial information presented for the primary government itself. The Steamboat Springs Redevelopment Authority, although also legally separate, functions for all practical purposes as a department of the City of Steamboat Springs and therefore is included as an integral part of the primary government.

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. The City of Steamboat Springs, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City of Steamboat Springs 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 *near-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 near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City of Steamboat Springs maintains five individual governmental funds. 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, the Capital Projects Fund, Accommodations Tax Capital Projects Fund, the Steamboat Springs Redevelopment Authority, and the Community Housing Fund, all of which are considered to be major funds.

The City of Steamboat Springs adopts an annual appropriated budget for its governmental funds. A budgetary comparison statement has been provided for each of the governmental funds to demonstrate compliance with these budgets. The City of Steamboat Springs also adopts annual appropriated budgets for all its proprietary funds. Budgetary comparison statements have been provided for these funds in the Individual Fund Financial Statements and Schedules section to demonstrate compliance with their respective budgets.

The basic governmental fund financial statements can be found on pages 16-19 of this report.

Proprietary Funds. The City of Steamboat Springs maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City of Steamboat Springs uses enterprise funds to account for its utility activities, its airport operation, and a golf course. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City of Steamboat Springs' various functions. The City of Steamboat Springs uses an internal service fund to account for its fleet of vehicles. Because fleet services predominantly benefits governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

The basic proprietary fund financial statements can be found on pages 20-22 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the City of Steamboat Springs' own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The City collects a half-cent sales tax on behalf of local school districts and forwards these funds to the Steamboat Springs Education Fund, a private non-profit organization.

The basic fiduciary fund financial statements can be found on page 102 of the Other Supplementary Information section of this report.

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 23-70 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City of Steamboat Springs. Required supplementary information can be found on page 71-77 of this report.

Government-wide Overall Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The City's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$200,178,914 at the close of the most recent fiscal year.

City of Steamboat Springs Net Position						
	Governmental Activities		Business-Type Activities		Total	
	2017	2016	2017	2016	2017	2016
Current and other assets	\$ 52,995,456	\$ 49,712,192	\$ 20,509,287	\$ 19,575,846	\$ 73,504,743	\$ 69,288,038
Capital assets	<u>109,070,136</u>	<u>103,743,056</u>	<u>61,211,251</u>	<u>58,236,850</u>	<u>170,281,387</u>	<u>161,979,906</u>
Total assets	<u>162,065,592</u>	<u>153,455,248</u>	<u>81,720,538</u>	<u>77,812,696</u>	<u>243,786,130</u>	<u>231,267,944</u>
Total deferred outflows of resources	<u>1,197,258</u>	<u>1,272,436</u>	-	-	<u>1,197,258</u>	<u>1,272,436</u>
Long-term liabilities outstanding	21,704,086	23,373,980	11,206,815	12,048,059	32,910,901	35,422,039
Other liabilities	<u>7,357,963</u>	<u>5,394,266</u>	<u>2,415,958</u>	<u>1,626,772</u>	<u>9,773,921</u>	<u>7,021,038</u>
Total liabilities	<u>29,062,049</u>	<u>28,768,246</u>	<u>13,622,773</u>	<u>13,674,831</u>	<u>42,684,822</u>	<u>42,443,077</u>
Total deferred inflows of resources	<u>2,119,652</u>	<u>1,872,423</u>	-	-	<u>2,119,652</u>	<u>1,872,423</u>
Net Position:						
Net investment in capital assets	86,839,228	80,003,611	50,447,054	47,363,413	137,286,282	127,367,024
Restricted	10,059,847	8,077,073	4,680,992	4,639,619	14,740,839	12,716,692
Unrestricted	<u>35,182,074</u>	<u>36,006,331</u>	<u>12,969,719</u>	<u>12,134,833</u>	<u>48,151,793</u>	<u>48,141,164</u>
Total net position	<u>\$ 132,081,149</u>	<u>\$ 124,087,015</u>	<u>\$ 68,097,765</u>	<u>\$ 64,137,865</u>	<u>\$ 200,178,914</u>	<u>\$ 188,224,880</u>

By far the largest portion of the City of Steamboat Springs' net position (69%) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment) less any related outstanding debt used to acquire those assets. The City of Steamboat Springs uses these tangible capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City of Steamboat Springs' investment in its capital assets is reported net of related debt, it should be noted that the resources used to repay this debt must be provided from other sources, since the capital assets themselves are not expected be used to liquidate these liabilities.

A portion of the City of Steamboat Springs' net position (7%) represents resources that are subject to external restrictions on how they may be used. *Unrestricted net position* (\$48,151,793) may be used to meet the government's ongoing obligations to citizens and creditors.

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

City of Steamboat Springs' Changes in Net Position

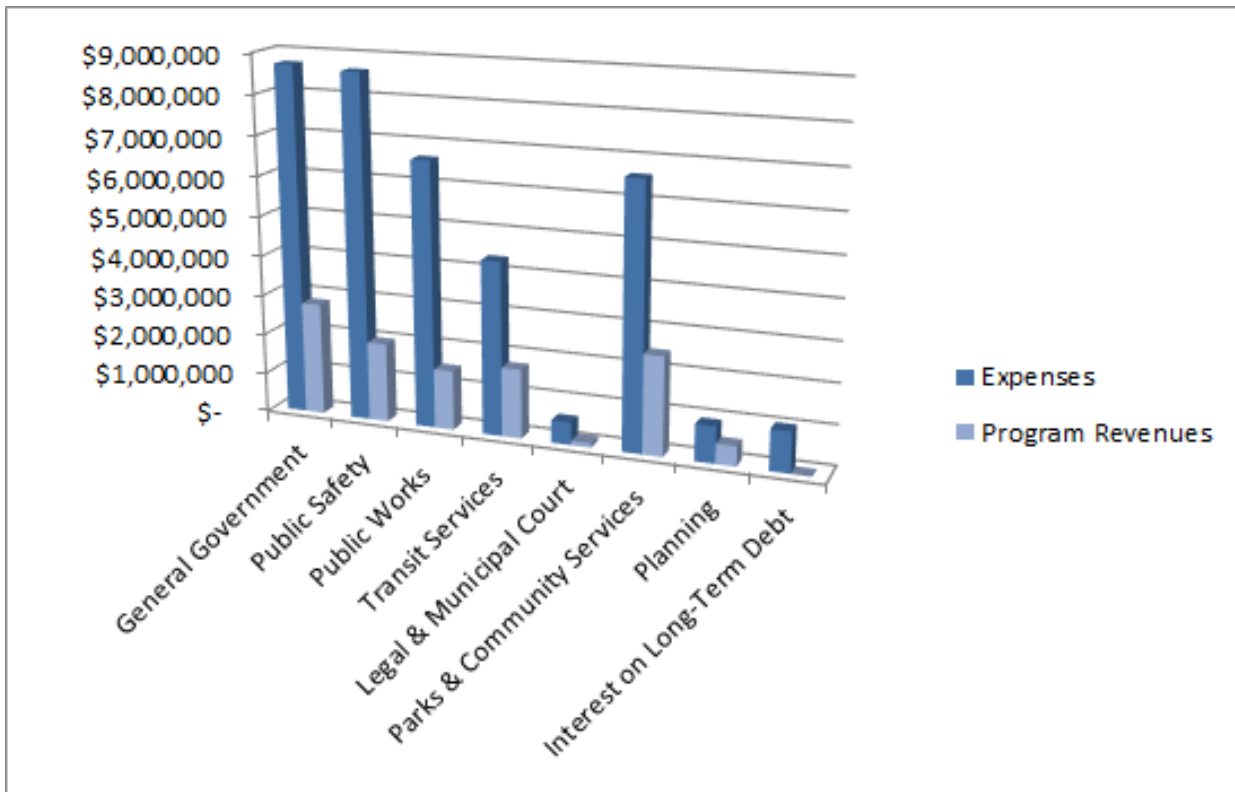
	Governmental Activities		Business-Type Activities		Total	
	2017	2016	2017	2016	2017	2016
Revenues:						
Program revenues:						
Charges for services	\$ 4,441,072	\$ 4,198,735	\$ 8,596,452	\$ 8,240,628	\$ 13,037,524	\$ 12,439,363
Operating grants and contributions	2,536,340	2,618,400	-	-	2,536,340	2,618,400
Capital grants and contributions	4,075,064	1,931,089	3,302,560	1,906,929	7,377,624	3,838,018
General revenues:						
Sales and use taxes	27,874,629	25,860,916	-	-	27,874,629	25,860,916
Accommodations taxes	1,039,966	996,432	-	-	1,039,966	996,432
Other taxes	4,763,645	4,360,527	-	-	4,763,645	4,360,527
Investment earnings	519,374	325,744	205,403	120,996	724,777	446,740
Other	107,673	181,460	81,253	53,559	188,926	235,019
Total revenues	<u>45,357,763</u>	<u>40,473,303</u>	<u>12,185,668</u>	<u>10,322,112</u>	<u>57,543,431</u>	<u>50,795,415</u>
Expenses:						
General government	8,708,045	8,854,749	-	-	8,708,045	8,854,749
Public safety services	8,615,233	7,806,809	-	-	8,615,233	7,806,809
Public works	6,622,816	5,442,567	-	-	6,622,816	5,442,567
Transportation services	4,337,681	4,116,645	-	-	4,337,681	4,116,645
Legal and municipal court	561,096	486,825	-	-	561,096	486,825
Parks, open space and recreation	6,583,857	5,657,258	-	-	6,583,857	5,657,258
Planning	911,306	1,006,449	-	-	911,306	1,006,449
Interest on long-term debt	1,015,339	1,001,406	-	-	1,015,339	1,001,406
Water and wastewater	-	-	5,305,563	5,196,884	5,305,563	5,196,884
Airport	-	-	1,376,658	1,378,016	1,376,658	1,378,016
Golf course	-	-	1,551,803	1,376,097	1,551,803	1,376,097
Total expenses	<u>37,355,373</u>	<u>34,372,708</u>	<u>8,234,024</u>	<u>7,950,997</u>	<u>45,589,397</u>	<u>42,323,705</u>
Increase in net position before transfers	8,002,390	6,100,595	3,951,644	2,371,115	11,954,034	8,471,710
Transfers - Net	<u>(8,256)</u>	<u>(166,388)</u>	<u>8,256</u>	<u>166,388</u>	<u>-</u>	<u>-</u>
Increase(Decrease) in net position	7,994,134	5,934,207	3,959,900	2,537,503	11,954,034	8,471,710
Net position - Beginning of year	<u>124,087,015</u>	<u>118,152,808</u>	<u>64,137,865</u>	<u>61,600,362</u>	<u>188,224,880</u>	<u>179,753,170</u>
Net position - End of year	<u>\$132,081,149</u>	<u>\$124,087,015</u>	<u>\$68,097,765</u>	<u>\$64,137,865</u>	<u>\$200,178,914</u>	<u>\$188,224,880</u>

Governmental activities

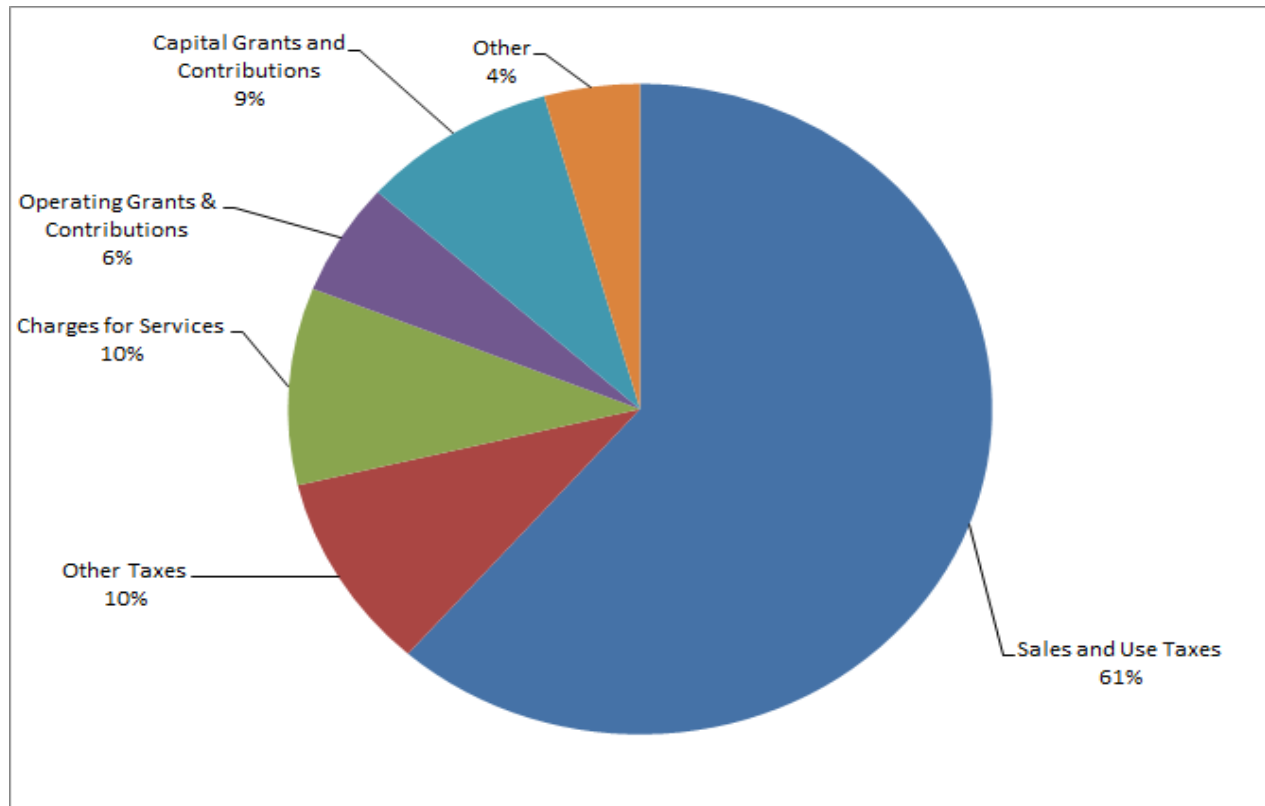
During the current fiscal year, net position for governmental activities increased \$7,994,134 from the prior fiscal year for an ending balance of \$132,081,149. Some key highlights from the statement of activities during 2017 include the following items:

- In 2017 Capital Grants and Contributions increased by \$2,143,975 from the previous year, the grants funded improvements to streets and sidewalks, bus shelters, busses and storm water systems. Significant contributions are from developers for various infrastructure projects and private contributions for a new multi-use sports facility.
- Sales and use taxes increased 7.8% from 2016 to 2017 as a result of increases in the following categories vehicle sales, development, retail, lodging, restaurants, marijuana, liquor stores and utilities.
- General government expenses increased by \$2,982,665 from 2016 to 2017 primarily due to capital outlay for paving maintenance, trails, and personnel increases.

Expenses and Program Revenues – Governmental Activities



Revenues by Source – Governmental Activities

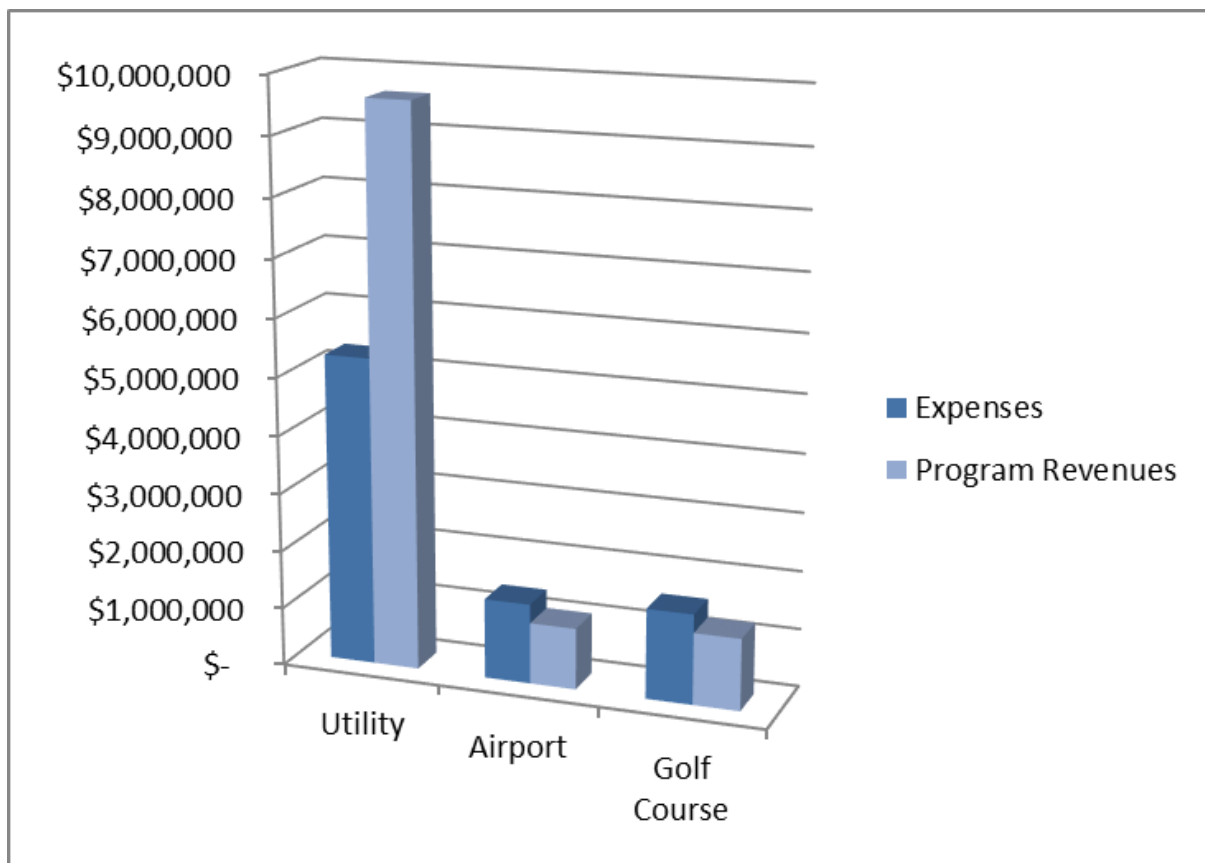


Business-Type Activities

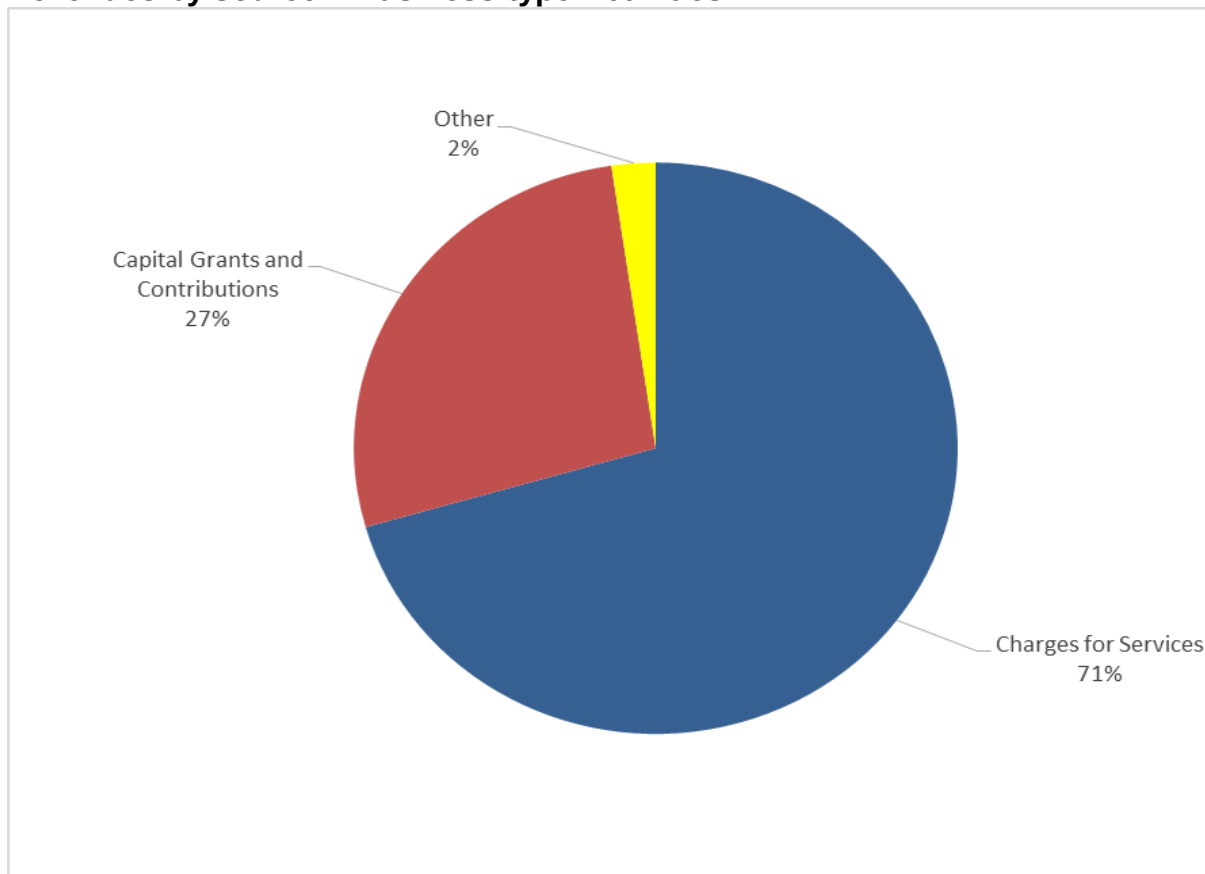
During the fiscal year business-type activities increased in net position \$3,959,900 from the prior fiscal year for an ending balance of \$68,097,765. Some key elements of this increase are as follows:

- 2017 charges for services for business-type activities increased 4.3% from the previous year. The increase was primarily due to rate increases in the Utility fund.
- During 2017 Capital Grants and Contributions increased overall by 73.1% from the prior year. A total of \$1,841,503 was received in Developer Contributions for water and sewer infrastructure.
- Investment earnings for business-type activities increased \$84,407 due to an increase in investment rates of return.
- Business-type activities expenses increased by \$283,027 from the prior year primarily due to increases in personnel and contract service expenses in Utility and the Golf funds.

Expenses and program revenues – Business-type Activities



Revenues by source – Business-type Activities



Financial Analysis of the Governmental Funds

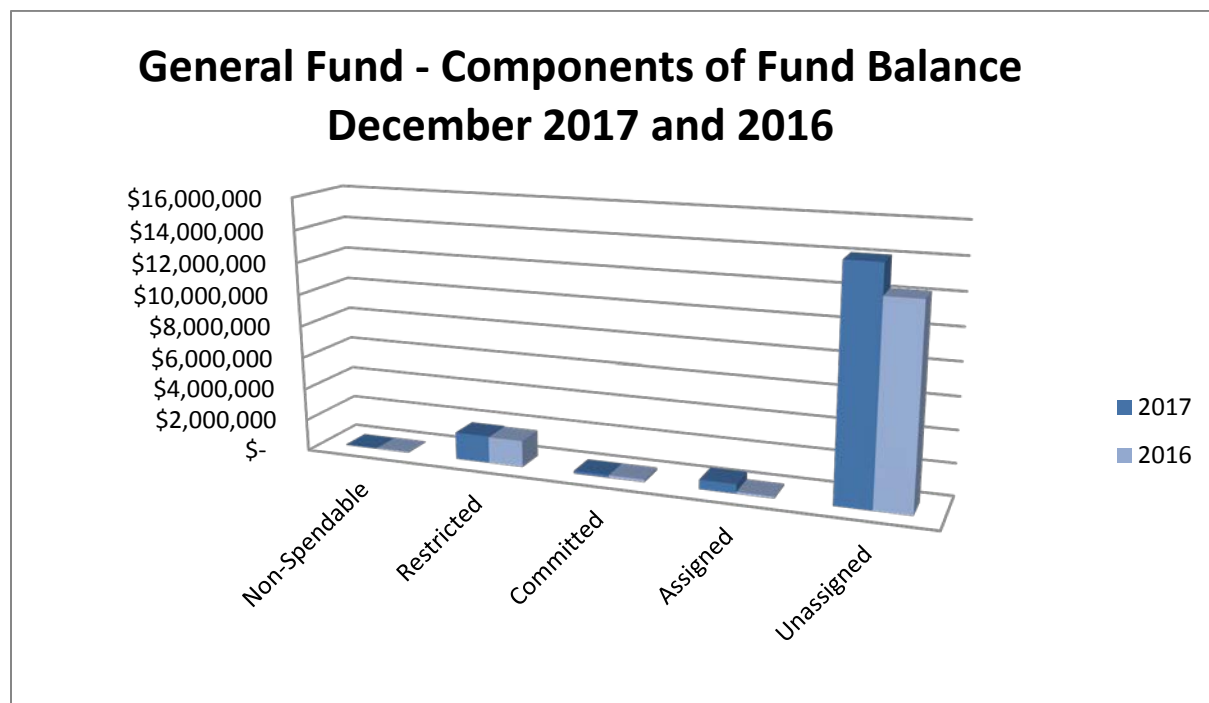
The City of Steamboat Springs uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements and to budget resources.

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

As of the end of the current fiscal year, the City's governmental funds reported ending fund balances of \$40,546,825. Of this amount, 77% of this total amount \$31,160,824 represents assigned or unassigned fund balance, which is available for spending at the City's discretion.

Within unassigned fund balance the City has designated \$7,671,471 as a fiscal policy stabilization reserve and \$16,458,534 encumbered for 2018 spending. In 2017 the City transferred \$1,120,000 of unassigned fund balance in the General Fund to assigned fund balance in the Capital Projects Fund. The remainder of fund balance is non-spendable, restricted, committed, or assigned and is not available for new spending. Some of these include: 1) TABOR emergency reserve as required by state law \$1,339,000, 2) a reserve fund for the benefit of holders of the City's and Redevelopment Authority's debt instruments \$1,941,034 3) inventory and restricted revenues \$3,383,918.

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, assigned and unassigned fund balance of the General Fund was \$14,649,033 and total fund balance was \$16,597,022. As a measure of the General Fund's liquidity, it may be useful to compare both assigned and unassigned fund balance and total fund balance to total fund expenditures including transfers made to other funds. Assigned and unassigned fund balance, represents 46% of total General Fund expenditures and transfers, while total fund balance represents 52% of total General Fund expenditures and transfers.



The fund balance of the City's General Fund increased by \$2,340,602 during the fiscal year. The key factors contributing to the increase in fund balance were 4% higher revenues and 1% lower expenditures than original budget. Taxes collected in excess of budget made up about \$1.1 million of this increase.

The City's Capital Projects Fund had a total fund balance of \$17,239,159 at the end of the current fiscal year, this was a decrease of \$3,492,736 from 2016. A number of large projects were in progress or completed during 2017 including a park entrance infrastructure project, road reconstruction projects, downtown infrastructure projects, and several trails. The Combined Law Enforcement Facility (CLEF) and Phase II Downtown Improvement projects were moved into 2018.

Proprietary Funds. The City of Steamboat Springs' proprietary funds resemble the government-wide financial statements by listing all assets and liabilities and fully accruing revenues and expenses.

Unrestricted net position of the City's enterprise funds at the end of the current fiscal year was \$12,969,719 and total net position was \$68,097,765 an increase of \$3,959,900, compared to 2016. The Utility Fund was the only proprietary fund to have a positive operating income in 2017.

General Fund Budgetary Highlights

Original budget compared to final budget. The City's budgeted revenues and expenditures increased through the year in order to recognize the receipt and spending of various grants. The total net change during the current fiscal year was \$46,836.

Final budget compared to actual results. General Fund total revenues were \$1,565,673 over final budget for the current fiscal year. The significant reasons for the variance were:

- Taxes and assessments were greater than budget by \$1,135,188 due to a good tourism year and continued sales increases in retail, lodging, restaurants, liquor and marijuana.
- Charges for Services had positive variances to budget totaling \$293,741 in all but one department. In 2016 the City hired a consultant to complete a citywide user fee study to determine what it costs the City to provide certain services and find opportunities to adjust or implement new fees when applicable. The majority of the new fees were implemented in 2018.

General Fund total operating expenses were under budget by \$543,060 for the current fiscal year and there were savings in many departments. The savings were spread fairly evenly across divisions and were a result of:

- Personnel savings, delayed facility repair & maintenance, and contract services savings.

Capital Asset and Debt Administration

Capital Assets. The City's governmental and business-type activities had \$170,281,387 invested in capital assets including construction in progress, net of depreciation as of December 31, 2017. The investment in capital assets includes land improvements, parks, buildings and system improvements, machinery and equipment purchases, and trails in 2017.

Major capital asset events during the year included the following:

- Completed upgrades to Logan Ave, Rollingstone, Yampa and US Hwy 40/Elk River water lines \$1,020,685.
- Completed Steamboat II lift station rebuild along with the expansion of the wastewater treatment plant \$1,722,351.
- Completed many downtown improvements on Yampa & Oak Streets \$4,214,426.
- Purchased regional coach and hybrid Gillig Bus \$1,011,010 to add to the Transit fleet.
- Began process and construction of Emerald Park railroad crossing \$1,571,571.
- Installed vault restrooms at Haymaker Golf Course along with re-constructing 4 select tee boxes \$402,170.

City of Steamboat Springs' Capital Assets
(net of depreciation)

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Land and improvements	\$ 36,210,723	\$ 34,466,878	\$ 15,061,092	\$ 15,160,438	\$ 51,271,815	\$ 49,627,316
Buildings and improvements	24,728,093	25,043,125	19,645,612	18,712,816	44,373,705	43,755,941
Infrastructure	32,256,193	29,138,653	-	-	32,256,193	29,138,653
Utility transmission lines	-	-	23,690,533	20,779,172	23,690,533	20,779,172
Machinery and equipment	8,875,304	8,847,452	1,487,911	1,327,752	10,363,215	10,175,204
Intangible assets	146,661	187,104	-	-	146,661	187,104
Construction in progress	<u>6,853,162</u>	<u>6,059,844</u>	<u>1,326,103</u>	<u>2,256,672</u>	<u>8,179,265</u>	<u>8,316,516</u>
Total	<u>\$ 109,070,136</u>	<u>\$ 103,743,056</u>	<u>\$ 61,211,251</u>	<u>\$ 58,236,850</u>	<u>\$ 170,281,387</u>	<u>\$ 161,979,906</u>

Additional information on the City of Steamboat Springs capital assets can be found in the notes to the financial statements on pages 40-41 of this report.

Long-term debt. At the end of the current fiscal year the City had total bonded debt outstanding of \$14,485,000 secured solely by specific revenue sources. In addition, the City has \$7,585,000 in certificates of participation and \$191,908 in capital leases outstanding. The City also has \$11,578,263 in loans outstanding with the Colorado Water Resources and Power Development Authority that are secured by specific revenue sources.

City of Steamboat Springs' Outstanding Debt

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Tax Increment Revenue Bonds	\$ 14,485,000	\$15,440,000	\$ -	\$ -	\$14,485,000	\$ 15,440,000
Certificates of Participation	7,585,000	8,165,000	-	-	7,585,000	8,165,000
Unamortized premium	423,893	467,486	258,656	301,363	682,549	768,849
Capitalized Leases	191,908	281,609	413,922	105,536	605,830	387,145
CWRPDA Loans	-	-	<u>11,578,263</u>	<u>12,586,428</u>	<u>11,578,263</u>	<u>12,586,428</u>
Total	<u>\$ 22,685,801</u>	<u>\$24,354,095</u>	<u>\$ 12,250,841</u>	<u>\$12,993,327</u>	<u>\$34,936,642</u>	<u>\$ 37,347,422</u>

During 2017, the City reduced total debt by \$2,410,780 or 6.5%.

On February 15, 2018 Moody's Investors Service has assigned a Aa3 rating to the City's Series 2018, Certificates of Participation. Moody's has also affirmed the city's previously assigned Aa2 issuer long-term rating and previously assigned Aa3 COP ratings. December 21, 2016 the City refinanced an outstanding Certificate of Participation transaction and received a rating from Moody's Investors Service of Aa3 on the refunding. On October 14, 2016 Moody's Investors service rating for the City of Steamboat Springs' was Aa2 that is very strong and slightly exceeds the US city median of Aa3.

The City's Charter does not impose a legal restriction on debt issuance; however, the Taxpayer's Bill of Rights (TABOR) imposes certain restrictions on issuing debt depending upon whether the issuance is backed by the full faith and credit of the City, taxes or backed by enterprise revenues.

Additional information on the City of Steamboat Springs' long-term debt can be found in the notes to the financial statements on pages 45-49 of this report.

Economic Factors, Conditions, and 2018 Budgets and Rates. The following economic factors currently affect the City of Steamboat Springs and were considered in developing the 2018 fiscal year budget:

- The economic outlook for the City continues to move in a positive direction. In 2017 the City's Sales tax came in 3% above the budgeted amount. Through the first quarter of 2018 there has been a 6% improvement over the prior year.
- For 2017, accommodation tax increased 4% year-over-year, and is flat through March of 2018 compared to the prior year.
- The local growth percentage used in our TABOR reserve calculation based on property valuation and construction was basically flat from 1.33% in 2016 to 1.28% in 2017.
- The local real estate market is continuing to trend up with median home values increasing 13% from 2016 to 2017. In 2017 the average residential sales price in Steamboat Springs was \$609,000.
- In March of 2018, Routt County unemployment has risen slightly to 2.2% from 1.8% in 2017, and Colorado overall is at 2.9%. These represent a favorable factor for Colorado job stability in 2018.
- The 2018 budget was proposed with a new pay plan based on a salary survey and feedback from an outside consultant. The new plan is market driven, will assist in recruiting and retaining quality talent, and includes performance related increases. A balanced budget was proposed and adopted after the City Management Team collaborated to prioritize expenditures and services, and make suggested reductions where necessary. There were no major service level reductions needed.
- The 2018 Sales tax revenue was budgeted at 3% higher than 2017 projected sales tax. The General Fund budget, as approved, will result in revenues matching expenditures for the end of fiscal year 2018.
- In the 2018 budget, personnel cost including any additions equates to 53% of revenue. This is right in-line with the historical personnel costs as a percentage of revenue over the last 15 years.

Requests for Information

This financial report is designed to provide a general overview of the City of Steamboat Springs' finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City of Steamboat Springs Finance Department, 137 10th Street, Steamboat Springs, CO 80487.

CITY OF STEAMBOAT SPRINGS
STATEMENT OF NET POSITION
DECEMBER 31, 2017

	PRIMARY GOVERNMENT			COMPONENT UNIT
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	LOCAL MARKETING DISTRICT
ASSETS				
Pooled cash and investments	\$ 39,558,078	\$ 13,697,298	\$ 53,255,376	\$ 5,177,267
Cash and demand deposits	585,579	-	585,579	-
Cash equivalents	1,782,110	-	1,782,110	505,049
Receivables				
Sales taxes	3,256,541	-	3,256,541	296,405
Property taxes	2,113,685	-	2,113,685	-
Accounts	1,586,909	624,069	2,210,978	-
Assessments	163,958	-	163,958	-
Notes	747,554	-	747,554	-
Inventory	55,238	20,283	75,521	-
Due from other governments	1,163,822	-	1,163,822	-
Prepaid expenses	30,599	-	30,599	-
Temporarily restricted				
Cash equivalents	639	3,720,198	3,720,837	-
Pooled cash and investments	1,950,744	2,447,439	4,398,183	-
Capital Assets not being depreciated	25,313,468	10,215,880	35,529,348	-
Capital Assets being depreciated - Net	83,756,668	50,995,371	134,752,039	-
Total assets	162,065,592	81,720,538	243,786,130	5,978,721
DEFERRED OUTFLOWS OF RESOURCES				
Loss on refunding	454,892	-	454,892	-
Pension related amounts	742,366	-	742,366	-
Total deferred outflow of resources	1,197,258	-	1,197,258	-
LIABILITIES				
Accounts payable	2,820,583	971,059	3,791,642	12,741
Health insurance payable	527,326	-	527,326	-
Accrued interest payable	61,546	227,130	288,676	-
Deposits held in escrow	1,340,512	-	1,340,512	-
Unearned revenue	229,096	-	229,096	-
Noncurrent liabilities				
Debt Due within one year	1,979,235	1,217,769	3,197,004	-
Debt Due in more than one year	21,704,086	11,206,815	32,910,901	-
Net pension liability due in more than one year	399,665	-	399,665	-
Total liabilities	29,062,049	13,622,773	42,684,822	12,741
DEFERRED INFLOWS OF RESOURCES				
Pension related amounts	5,967	-	5,967	-
Property Taxes	2,113,685	-	2,113,685	-
Total deferred inflows of resources	2,119,652	-	2,119,652	-
NET POSITION				
Net investment in capital assets	86,839,228	50,447,054	137,286,282	-
Net Position Restricted				
Defined Benefit Pension	205,888	-	205,888	-
Emergency reserves	1,339,000	-	1,339,000	-
Debt service	378,500	960,794	1,339,294	-
Capital Projects	727,368	3,720,198	4,447,566	-
Accommodations Tax Capital Projects	1,797,329	-	1,797,329	-
Community Housing	1,340,026	-	1,340,026	-
Steamboat Springs Redevelopment Authority	4,271,736	-	4,271,736	-
Local Marketing District	-	-	-	5,965,980
Unrestricted	35,182,074	12,969,719	48,151,793	-
Total Net Position	\$ 132,081,149	\$ 68,097,765	\$ 200,178,914	\$ 5,965,980

CITY OF STEAMBOAT SPRINGS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2017

FUNCTIONS/PROGRAMS	PROGRAM REVENUES				NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION			
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	PRIMARY GOVERNMENT			COMPONENT UNIT LOCAL MARKETING DISTRICT
					GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	
PRIMARY GOVERNMENT								
GOVERNMENTAL ACTIVITIES								
General government	\$ 8,708,045	\$ 1,109,544	\$ 683,040	\$ 1,006,981	\$ (5,908,480)	\$ -	\$ (5,908,480)	\$ -
Public safety services	8,615,233	1,060,877	914,285	-	(6,640,071)	-	(6,640,071)	-
Public works	6,622,816	-	-	1,484,690	(5,138,126)	-	(5,138,126)	-
Transportation services	4,337,681	164,514	621,655	942,700	(2,608,812)	-	(2,608,812)	-
Legal and municipal court	561,096	-	109,242	-	(451,854)	-	(451,854)	-
Parks and recreation	6,583,857	1,611,806	207,393	640,693	(4,123,965)	-	(4,123,965)	-
Planning	911,306	494,331	725	-	(416,250)	-	(416,250)	-
Interest on long-term debt	1,015,339	-	-	-	(1,015,339)	-	(1,015,339)	-
Total governmental activities	37,355,373	4,441,072	2,536,340	4,075,064	(26,302,897)	-	(26,302,897)	-
BUSINESS-TYPE ACTIVITIES								
Water and wastewater	5,305,563	6,302,611	-	3,302,560	-	4,299,608	4,299,608	-
Airport	1,376,658	1,056,175	-	-	-	(320,483)	(320,483)	-
Golf course	1,551,803	1,237,666	-	-	-	(314,137)	(314,137)	-
Total business-type activities	8,234,024	8,596,452	-	3,302,560	-	3,664,988	3,664,988	-
Total Primary government	\$ 45,589,397	\$ 13,037,524	\$ 2,536,340	\$ 7,377,624	(26,302,897)	3,664,988	(22,637,909)	-
COMPONENT UNIT								
Local Marketing District	\$ 3,247,894	\$ -	\$ -	\$ -				(3,247,894)
General revenues:								
Sales taxes					24,457,705	-	24,457,705	1,750,562
Use taxes					3,416,924	-	3,416,924	-
Accommodations taxes					1,039,966	-	1,039,966	-
Property taxes					1,848,517	-	1,848,517	-
Development excise tax					1,344,425	-	1,344,425	-
Franchises					1,366,785	-	1,366,785	-
Other taxes					203,918	-	203,918	-
Investment earnings					519,374	205,403	724,777	72,049
Gain on sale of capital assets					16,343	-	16,343	-
Miscellaneous revenue					91,330	81,253	172,583	-
Transfers					(8,256)	8,256	-	-
Total general revenues and transfers					34,297,031	294,912	34,591,943	1,822,611
Change in net position					7,994,134	3,959,900	11,954,034	(1,425,283)
Net position - beginning					124,087,015	64,137,865	188,224,880	7,391,263
Net position - ending					\$ 132,081,149	\$ 68,097,765	\$ 200,178,914	\$ 5,965,980

The accompanying notes are an integral part of these financial statements.

**CITY OF STEAMBOAT SPRINGS
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2017**

	General Fund	Capital Projects Fund	Accommodations Tax Capital Fund	Steamboat Springs Redevelopment Authority	Community Housing Fund	Total Governmental Funds
ASSETS						
Cash and demand deposits	\$ 580,455	\$ -	\$ -	\$ 5,124	\$ -	\$ 585,579
Pooled cash and investments	14,597,460	17,344,840	1,654,515	1,135,148	461,205	35,193,168
Cash equivalents	-	-	-	1,601,736	180,374	1,782,110
Receivable						
Sales taxes	3,256,541	-	-	-	-	3,256,541
Property taxes	-	-	-	2,113,685	-	2,113,685
Accounts	1,223,970	193,389	169,147	372	-	1,586,878
Assessments	-	163,958	-	-	-	163,958
Notes	49,107	-	-	-	698,447	747,554
Inventory	33,137	-	-	-	-	33,137
Due from other governments	40,621	1,123,201	-	-	-	1,163,822
Prepayments	30,599	-	-	-	-	30,599
Restricted cash equivalents	-	639	-	-	-	639
Restricted pooled cash and investments	388,210	-	-	1,562,534	-	1,950,744
Total assets	<u>\$ 20,200,100</u>	<u>\$ 18,826,027</u>	<u>\$ 1,823,662</u>	<u>\$ 6,418,599</u>	<u>\$ 1,340,026</u>	<u>\$ 48,608,414</u>
LIABILITIES						
Accounts payable	\$ 1,278,618	\$ 1,411,033	\$ 26,333	\$ 33,178	\$ -	\$ 2,749,162
Health insurance payable	527,326	-	-	-	-	527,326
Deposits held in escrow	1,340,512	-	-	-	-	1,340,512
Unearned revenue	217,219	11,877	-	-	-	229,096
Total liabilities	<u>3,363,675</u>	<u>1,422,910</u>	<u>26,333</u>	<u>33,178</u>	<u>-</u>	<u>4,846,096</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue - property taxes	-	-	-	2,113,685	-	2,113,685
Unavailable revenue - other receivables	239,403	163,958	-	-	698,447	1,101,808
Total deferred inflows of resources	<u>239,403</u>	<u>163,958</u>	<u>-</u>	<u>2,113,685</u>	<u>698,447</u>	<u>3,215,493</u>
FUND BALANCES						
Non-Spendable	63,736	-	-	-	-	63,736
Restricted	1,717,500	727,368	1,797,329	4,271,736	641,579	9,155,512
Committed	166,753	-	-	-	-	166,753
Assigned	586,682	16,511,791	-	-	-	17,098,473
Unassigned	14,062,351	-	-	-	-	14,062,351
Total fund balances	<u>16,597,022</u>	<u>17,239,159</u>	<u>1,797,329</u>	<u>4,271,736</u>	<u>641,579</u>	<u>40,546,825</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 20,200,100</u>	<u>\$ 18,826,027</u>	<u>\$ 1,823,662</u>	<u>\$ 6,418,599</u>	<u>\$ 1,340,026</u>	<u>\$ 48,608,414</u>

The accompanying notes are an integral part of these financial statements.

**CITY OF STEAMBOAT SPRINGS
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2017**

	Total Governmental Funds
Amounts reported for governmental activities in the statement of net position (page 14) are different because:	
Total fund balances governmental funds (page 16)	\$ 40,546,825
Long-term notes receivable are not an available resource to pay for current period expenditures and, therefore, are reported as unavailable revenue in the funds.	747,554
Other assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.	354,254
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.(excludes internal service funds)	107,185,605
Internal service funds are used by management to charge the costs of central services and fleet management services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	6,180,062
The portion of expense related to pensions not shown in current expenditures are deferred outflows of resources and, therefore are not reported in the funds.	742,366
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.(excludes internal service funds)	(23,669,550)
The portion of income related to pensions not shown in current income are deferred inflows of resources and are not reported in the funds.	<u>(5,967)</u>
Net position of governmental activities	<u>\$ 132,081,149</u>

The accompanying notes are an integral part of these financial statements.

CITY OF STEAMBOAT SPRINGS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017

	General Fund	Capital Projects Fund	Accommodations Tax Capital Fund	Steamboat Springs Redevelopment Authority	Community Housing Fund	Total Governmental Funds
REVENUES						
Taxes and assessments	\$ 26,412,354	\$ 3,975,677	\$ 1,039,966	\$ 2,398,276	\$ -	\$ 33,826,273
Licenses and permits	94,140	-	-	-	-	94,140
Intergovernmental	2,582,909	2,184,158	-	-	-	4,767,067
Charges for services	3,035,482	-	-	-	-	3,035,482
Fines and forfeits	196,088	-	-	-	-	196,088
Investment Income	207,711	212,464	15,079	31,765	6,568	473,587
Contributions	218,807	451,059	382,500	-	-	1,052,366
Voluntary assessment	328,329	-	-	-	-	328,329
Loan Repayment	7,800	-	-	-	30,777	38,577
Miscellaneous	895,260	41,797	-	-	149,630	1,086,687
Total revenues	33,978,880	6,865,155	1,437,545	2,430,041	186,975	44,898,596
EXPENDITURES						
Current						
General government	7,806,476	-	-	-	70,000	7,876,476
Transportation Services	3,665,422	-	-	-	-	3,665,422
Public Works	3,887,602	-	-	163,851	-	4,051,453
Public Safety Services	7,669,186	-	-	-	-	7,669,186
Legal and municipal court	556,342	-	-	-	-	556,342
Parks and community services	5,113,755	-	-	-	-	5,113,755
Planning	835,489	-	-	-	1,500	836,989
Debt service						
Administrative Fees	4,500	-	-	2,000	-	6,500
Principal	669,701	-	-	955,000	-	1,624,701
Interest	305,514	-	-	596,293	-	901,807
Capital outlay						
Machinery and equipment	81,319	1,387,290	-	-	-	1,468,609
Land	-	-	-	-	-	-
Land Improvements	-	1,058,585	484,119	-	-	1,542,704
Buildings and improvements	-	1,200,279	8,017	-	-	1,208,296
Other	-	464,159	30,000	-	-	494,159
Infrastructure	-	7,367,578	113,385	311,456	-	7,792,419
Total expenditures	30,595,306	11,477,891	635,521	2,028,600	71,500	44,808,818
Excess (deficiency) of revenues over (under) expenditures	3,383,574	(4,612,736)	802,024	401,441	115,475	89,778
OTHER FINANCING SOURCES (USES)						
Proceeds from sale of assets	750	-	-	-	-	750
Insurance proceeds	54,534	-	-	-	-	54,534
Transfers out	(1,210,576)	-	(30,000)	-	-	(1,240,576)
Transfers in	112,320	1,120,000	-	-	-	1,232,320
Total other financing sources and uses	(1,042,972)	1,120,000	(30,000)	-	-	47,028
Net change in fund balances	2,340,602	(3,492,736)	772,024	401,441	115,475	136,806
Fund balances - beginning	14,256,420	20,731,895	1,025,305	3,870,295	526,104	40,410,019
Fund balances - ending	\$ 16,597,022	\$ 17,239,159	\$ 1,797,329	\$ 4,271,736	\$ 641,579	\$ 40,546,825

The accompanying notes are an integral part of these financial statements.

**CITY OF STEAMBOAT SPRINGS
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2017**

Amounts reported for governmental activities in the statement of activities (page 15) are different because:

Net changes in fund balances - total governmental funds (page 18)	\$ 136,806
Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation expense in the current period.	5,673,576
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	212,229
Governmental funds report contributions to defined benefit pension plans as expenditures. However, in the statement of activities these expenses do not require the use of current financial resources and are deferred and amortized.	(117,998)
The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also governmental funds report the effect of premiums, discount and similar items when debt is first issued, whereas these 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.	1,508,537
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 governmental funds.	(77,836)
The net revenue of internal service fund-fleet is reported with governmental activities.	<u>658,820</u>
Change in net position of governmental activities	<u>\$ 7,994,134</u>

The accompanying notes are an integral part of these financial statements.

CITY OF STEAMBOAT SPRINGS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2017

	Business-type Activities - Enterprise Funds				Governmental Activities -
	Utility Fund	Airport Fund	Golf Fund	Totals	Internal Service Fund - Fleet
ASSETS					
Current assets					
Pooled cash and investments	\$ 12,372,744	\$ 215,304	\$ 1,109,250	\$ 13,697,298	\$ 4,364,910
Receivables					
Accounts	615,931	4,609	3,529	624,069	31
Fuel Inventory	-	20,283	-	20,283	22,101
	<u>12,988,675</u>	<u>240,196</u>	<u>1,112,779</u>	<u>14,341,650</u>	<u>4,387,042</u>
Restricted assets					
Cash equivalents	3,720,198	-	-	3,720,198	-
Pooled cash and investments	2,447,439	-	-	2,447,439	-
	<u>6,167,637</u>	<u>-</u>	<u>-</u>	<u>6,167,637</u>	<u>-</u>
Total restricted assets					
	<u>6,167,637</u>	<u>-</u>	<u>-</u>	<u>6,167,637</u>	<u>-</u>
Total current assets	<u>19,156,312</u>	<u>240,196</u>	<u>1,112,779</u>	<u>20,509,287</u>	<u>4,387,042</u>
Noncurrent assets					
Capital assets					
Land and site improvements	40,056,982	13,689,220	5,699,281	59,445,483	-
Buildings	31,748,417	4,749,800	4,520,135	41,018,352	-
Furniture and equipment	2,082,630	626,530	1,339,128	4,048,288	6,831,120
Construction in progress	1,326,103	-	-	1,326,103	-
Less accumulated depreciation	(31,578,623)	(10,354,719)	(2,693,633)	(44,626,975)	(4,946,589)
Total capital assets - Net of accumulated depreciation	<u>43,635,509</u>	<u>8,710,831</u>	<u>8,864,911</u>	<u>61,211,251</u>	<u>1,884,531</u>
Total noncurrent assets	<u>43,635,509</u>	<u>8,710,831</u>	<u>8,864,911</u>	<u>61,211,251</u>	<u>1,884,531</u>
Total assets	<u>62,791,821</u>	<u>8,951,027</u>	<u>9,977,690</u>	<u>81,720,538</u>	<u>6,271,573</u>
LIABILITIES					
Current liabilities					
Accounts payable	926,301	18,406	26,352	971,059	71,421
Accrued interest payable	227,130	-	-	227,130	-
Current portion of long-term debt	1,125,996	20,797	70,976	1,217,769	5,023
	<u>2,279,427</u>	<u>39,203</u>	<u>97,328</u>	<u>2,415,958</u>	<u>76,444</u>
Total current liabilities					
	<u>2,279,427</u>	<u>39,203</u>	<u>97,328</u>	<u>2,415,958</u>	<u>76,444</u>
Noncurrent liabilities					
Capitalized lease obligations	3,709	52,488	276,774	332,971	-
Loans Payable	10,743,537	-	-	10,743,537	-
Accrued compensated absences	87,201	16,845	26,261	130,307	15,067
	<u>10,834,447</u>	<u>69,333</u>	<u>303,035</u>	<u>11,206,815</u>	<u>15,067</u>
Total noncurrent liabilities					
	<u>10,834,447</u>	<u>69,333</u>	<u>303,035</u>	<u>11,206,815</u>	<u>15,067</u>
Total liabilities	<u>13,113,874</u>	<u>108,536</u>	<u>400,363</u>	<u>13,622,773</u>	<u>91,511</u>
NET POSITION					
Net Investment in Capital Assets	33,277,979	8,643,161	8,525,914	50,447,054	1,884,531
Restricted for capital projects	3,720,198	-	-	3,720,198	-
Restricted for debt service	960,794	-	-	960,794	-
Unrestricted	11,718,976	199,330	1,051,413	12,969,719	4,295,531
	<u>\$ 49,677,947</u>	<u>\$ 8,842,491</u>	<u>\$ 9,577,327</u>	<u>\$ 68,097,765</u>	<u>\$ 6,180,062</u>
Total net position					
	<u>\$ 49,677,947</u>	<u>\$ 8,842,491</u>	<u>\$ 9,577,327</u>	<u>\$ 68,097,765</u>	<u>\$ 6,180,062</u>

The accompanying notes are an integral part of these financial statements.

CITY OF STEAMBOAT SPRINGS
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017

	Business-type Activities - Enterprise Funds				Governmental Activities -
	Utility Fund	Airport Fund	Golf Fund	Totals	Internal Service Fund - Fleet
Operating revenues					
Charges for services	\$ 6,302,611	\$ 1,056,175	\$ 1,237,666	\$ 8,596,452	\$ 1,856,225
Miscellaneous revenues	64,440	-	16,813	81,253	-
Total operating revenues	<u>6,367,051</u>	<u>1,056,175</u>	<u>1,254,479</u>	<u>8,677,705</u>	<u>1,856,225</u>
Operating expenses					
Personnel services	1,261,552	369,351	519,582	2,150,485	325,131
Contractual services	942,621	220,589	461,935	1,625,145	8,275
Materials and supplies	81,139	336,077	94,287	511,503	388,955
Repairs and maintenance	515,726	41,689	126,405	683,820	49,182
Telephone and utilities	285,535	36,032	80,780	402,347	28,271
Depreciation	1,689,665	372,216	246,835	2,308,716	458,971
Total operating expense	<u>4,776,238</u>	<u>1,375,954</u>	<u>1,529,824</u>	<u>7,682,016</u>	<u>1,258,785</u>
Operating income (loss)	<u>1,590,813</u>	<u>(319,779)</u>	<u>(275,345)</u>	<u>995,689</u>	<u>597,440</u>
Nonoperating revenues (expenses)					
Investment Income	188,174	3,023	14,206	205,403	45,787
Gain (Loss) on disposition of assets	-	-	(15,437)	(15,437)	15,593
Other outside services	-	-	(500)	(500)	-
Interest expense	(529,325)	(704)	(6,042)	(536,071)	-
Total nonoperating revenues (expenses)	<u>(341,151)</u>	<u>2,319</u>	<u>(7,773)</u>	<u>(346,605)</u>	<u>61,380</u>
Income (loss) before capital contributions and transfers	1,249,662	(317,460)	(283,118)	649,084	658,820
Contributions - Tap fees	1,461,057	-	-	1,461,057	-
Contributions - Developers	1,841,503	-	-	1,841,503	-
Transfers in other funds	-	90,576	30,000	120,576	-
Transfers out other funds	-	(112,320)	-	(112,320)	-
Change in net position	4,552,222	(339,204)	(253,118)	3,959,900	658,820
Total net position-beginning	<u>45,125,725</u>	<u>9,181,695</u>	<u>9,830,445</u>	<u>64,137,865</u>	<u>5,521,242</u>
Total net position-ending	<u>\$ 49,677,947</u>	<u>\$ 8,842,491</u>	<u>\$ 9,577,327</u>	<u>\$ 68,097,765</u>	<u>\$ 6,180,062</u>

The accompanying notes are an integral part of these financial statements.

CITY OF STEAMBOAT SPRINGS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017

	Business-type Activities - Enterprise Funds				Governmental Activities -
	Utility Fund	Airport Fund	Golf Fund	Totals	Internal Service Fund -Fleet
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash received from customers	\$ 6,217,667	\$ 1,062,244	\$ 1,255,944	\$ 8,535,855	\$ 1,856,194
Cash paid suppliers	(1,125,939)	(623,204)	(761,714)	(2,510,857)	(491,400)
Cash paid to employees	(1,267,828)	(364,180)	(516,694)	(2,148,702)	(324,717)
Net cash provided (used) by operating activities	<u>3,823,900</u>	<u>74,860</u>	<u>(22,464)</u>	<u>3,876,296</u>	<u>1,040,077</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers in	-	90,576	30,000	120,576	-
Transfers out	-	(112,320)	-	(112,320)	-
Net cash provided (used) by noncapital financing activities	<u>-</u>	<u>(21,744)</u>	<u>30,000</u>	<u>8,256</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition of capital assets	(2,676,622)	(5,244)	(415,057)	(3,096,923)	(149,983)
Proceeds from sale of equipment	-	-	12,850	12,850	53,100
Tap Fees	1,461,057	-	-	1,461,057	-
Interest paid on bonds and loans	(590,954)	(706)	(6,042)	(597,702)	-
Principal paid on bonds and loans	(1,011,558)	(14,923)	(46,273)	(1,072,754)	-
Debt service costs	-	-	(500)	(500)	-
Net cash provided (used) by capital and related financing activities	<u>(2,818,077)</u>	<u>(20,873)</u>	<u>(455,022)</u>	<u>(3,293,972)</u>	<u>(96,883)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Investment income received	<u>188,174</u>	<u>3,023</u>	<u>14,206</u>	<u>205,403</u>	<u>45,787</u>
Net cash provided by investing activities	<u>188,174</u>	<u>3,023</u>	<u>14,206</u>	<u>205,403</u>	<u>45,787</u>
Net increase (decrease) in cash and cash equivalents	1,193,997	35,266	(433,280)	795,983	988,981
Cash and cash equivalents at the beginning of year	<u>17,346,384</u>	<u>180,038</u>	<u>1,542,530</u>	<u>19,068,952</u>	<u>3,375,929</u>
Cash and cash equivalents at the end of year	<u>\$ 18,540,381</u>	<u>\$ 215,304</u>	<u>\$ 1,109,250</u>	<u>\$ 19,864,935</u>	<u>\$ 4,364,910</u>
CASH AND CASH EQUIVALENTS CONSISTS OF THE FOLLOWING					
Pooled cash and investments	\$ 12,372,744	\$ 215,304	\$ 1,109,250	\$ 13,697,298	\$ 4,364,910
Restricted pooled cash and equivalents	2,447,439	-	-	2,447,439	-
Restricted cash equivalents	<u>3,720,198</u>	<u>-</u>	<u>-</u>	<u>3,720,198</u>	<u>-</u>
Total cash and equivalents	<u>\$ 18,540,381</u>	<u>\$ 215,304</u>	<u>\$ 1,109,250</u>	<u>\$ 19,864,935</u>	<u>\$ 4,364,910</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities					
Operating income (loss)	<u>\$ 1,590,813</u>	<u>\$ (319,779)</u>	<u>\$ (275,345)</u>	<u>\$ 995,689</u>	<u>\$ 597,440</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities					
Depreciation	1,689,665	372,216	246,835	2,308,716	458,971
Change in assets and liabilities					
(Increase) decrease in accounts receivable	(149,384)	6,069	1,465	(141,850)	(31)
(Increase) decrease in fuel inventory	-	4,393	-	4,393	(6,868)
Increase (decrease) in accounts payable	699,082	6,790	1,693	707,565	(9,849)
Increase (decrease) in accrued payroll	5,013	485	2,099	7,597	758
Increase (decrease) in compensated absences	(11,289)	4,686	789	(5,814)	(344)
Total Adjustments	<u>2,233,087</u>	<u>394,639</u>	<u>252,881</u>	<u>2,880,607</u>	<u>442,637</u>
Net cash provided (used) by operating activities	<u>\$ 3,823,900</u>	<u>\$ 74,860</u>	<u>\$ (22,464)</u>	<u>\$ 3,876,296</u>	<u>\$ 1,040,077</u>
NON-CASH FINANCING ACTIVITIES					
Capital assets contributed	<u>\$ 1,841,503</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,841,503</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements.

NOTES SECTION

The notes to the financial statements are essential to present fairly the financial position and results of operations of the City of Steamboat Springs. The notes are intended to communicate information necessary for a fair presentation at the basic financial statement level that is not readily apparent from, or cannot be included in, the basic financial statements themselves. The notes are an integral part of these financial statements and are intended to be read with them.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE I: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. DESCRIPTION OF THE GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the City. Governmental activities, normally supported by taxes, intergovernmental revenues, and nonexchange transactions are reported separately from business-type activities, which rely to a significant extent on fees and charges to external customers for support. The primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

B. REPORTING ENTITY

The City of Steamboat Springs was incorporated in 1900 as a municipal corporation and a statutory town under the constitution and laws of the State of Colorado until 1973 when it became a home rule municipality under authority of the Constitution of the State of Colorado and the Municipal Home Rule Act of 1971. The Home Rule Charter was adopted by the voters of Steamboat Springs on November 6, 1973 and provides for a City Council-Manager form of government with seven elected council members. The accompanying financial statements present the City and its component units, entities for which the City is considered financially accountable. Blended component units, although legally separate entities, are, in substance, part of the City's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements (see note below for description) to emphasize that it is legally separate from the City.

Blended component unit. The Steamboat Springs Redevelopment Authority (Authority) serves the ski area base of the City and is governed by a board comprised of the City's elected City Council, therefore the component unit's governing body is substantively the same as the governing body of the primary government. The primary government also has an operational responsibility for the common base area maintenance. The Authority was formed to provide infrastructure improvements within its boundaries. The Authority is presented as a governmental fund and does not issue separate financial statements.

Discretely presented component unit. The Steamboat Springs Local Marketing District is responsible for providing assistance in funding airline revenue guarantees and marketing for the City of Steamboat Springs' merchants and ski area. The members of the District's governing board are appointed by the Steamboat Springs City Council. The Council has the ability to remove board members as well. The Steamboat Springs Local Marketing District does not issue separate financial statements.

C. BASIS OF PRESENTATION – government-wide financial statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from enterprise funds. Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from government-wide financial statements.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE I: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

As discussed earlier, the City reports one discretely presented component unit. The Steamboat Springs Local Marketing District is shown as a separate column in the government-wide financial statements.

As a general rule the effect of inter-fund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes and other charges between the City's utility functions, and other departments of the City. Elimination of these charges would distort the direct costs and program revenues reported.

D. BASIS OF PRESENTATION – fund financial statements

The fund financial statements provide information about the City's funds and blended component unit. Separate statements for each fund category-governmental and proprietary-are presented. The emphasis of the fund financial statements is on major governmental and enterprise funds, each displayed in a separate column in the fund financial statements.

The City reports the following major governmental funds:

1. **General Fund** - The General Fund is the City's primary operating fund. It accounts for all financial resources of the City, except those required to be accounted for in another fund.
2. **Capital Projects Fund** – The Capital Projects Fund is used to account for the financial resources to be used for the acquisition or construction of major capital projects. It is not required that all capitalized assets are accounted for in this fund.
3. **Accommodations Tax Capital Projects Fund** – This Fund is primarily used to account for accommodations tax collections and corresponding expenditures for major capital projects primarily to construct hiking and biking trails, as well as, purchase park land on Yampa Street. The 2A Accommodations Tax ballot language restricts use of the first \$660,000 in Accommodation Tax dollars between 2014 and 2023 with the direction that any tax revenues in excess of the \$660,000 each year may be spent at the discretion of City Council on projects authorized by the 1986 public accommodations tax ballot question. These “excess” dollars are a part of the “Accommodation Tax Reserve.” The City has determined that although some of the expenditures for capital related activities will not become City Capital Assets, that by definition a Capital Projects Fund not a Special Revenue Fund is the appropriate designation of the fund.
4. **Steamboat Springs Redevelopment Authority Fund** – This fund is used to account for all operations of the Steamboat Springs Redevelopment Authority, a blended component unit of the City of Steamboat Springs. The Authority was formed to provide infrastructure improvements at the City's ski area base. Tax incremental financing defined in the urban renewal plan adopted by the Authority is made up of municipal sales tax and property tax from all taxing entities is the revenue source for the fund.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE I: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

5. **Community Housing Fund** – The Community Housing Fund accounts for collecting and spending inclusionary zoning fees in lieu of construction, the residential and commercial linkage fees for affordable housing and funds the Yampa Valley Housing Authority's Down Payment Assistance program and other workforce housing projects.

The City reports the following major proprietary funds:

1. **Utility Fund** – The Utility Fund is responsible for water treatment and distribution, and wastewater collection and treatment. This fund is considered an "enterprise" for purposes of the state's Taxpayer Bill of Rights (TABOR).
2. **Airport Fund** – The Airport Fund is responsible for the Steamboat Springs Airport, a general aviation facility.
3. **Golf Fund** - The Golf Fund is responsible for the operation and maintenance of the Haymaker Golf Course.

In addition, the City reports the following fund types:

1. **Internal Service Fund** – The City's Internal Service Fund accounts for fleet management services provided to other departments of the City on a cost reimbursement basis.
2. **Agency Fund** – The school sales tax agency fund accounts for the collection and payment of the City's ½ cent sales tax passed through to a private non-profit organization.

During the course of operations the government has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE I: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

E. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the “economic resources measurement focus” and the accrual basis of accounting, as are the proprietary fund and pension trust fund statements. Agency funds have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

Taxes, franchise fees, licenses and interest associated with the current fiscal period are all considered susceptible to accrual and have been recognized as revenues of the current fiscal period. Earned investment interest will be recognized as revenue only as it becomes available. Expenditure-driven grants and intergovernmental billings are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or is considered available for this revenue source but may be in excess of 60 days.

The proprietary funds are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. The agency fund has no measurement focus but utilizes the *accrual basis of accounting* for reporting its assets and liabilities.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE I: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

F. BUDGETARY INFORMATION

Prior to January 1, the City's budget is legally adopted through enactment of a budget ordinance. This ordinance appropriates expenditure levels by fund. This then becomes the level of control upon which expenditures may not legally exceed appropriations. The City Council may, if revenues are in excess of estimates, amend the adopted budget through enactment of a supplemental budget appropriation ordinance. Management may transfer funds between departments as long as the fund appropriation is not exceeded. Transfers between funds would require enactment of a supplemental budget ordinance. Appropriations lapse at year end.

Budgets for the General Fund, Special Revenue Funds and the Capital Projects Funds are adopted on a basis consistent with USGAAP. Budgets for the Enterprise and Internal Service Funds are adopted on a basis consistent with USGAAP except that bond principal payments and capital outlay are budgeted as expenditures and depreciation is not budgeted.

The City does not report encumbrances as a reservation of fund balance. Any outstanding commitment to receive goods or services at year end is authorized by a re-appropriation in the succeeding year's budget ordinance. At December 31, 2017, this amount is not considered material to these financial statements.

G. ASSETS, LIABILITIES, DEFERRED OUTFLOWS/INFLOWS OF RESOURCES AND NET POSITION/FUND BALANCE

1. Cash and investments

The City's cash and cash equivalents are considered to be cash on hand, demand deposits, investment pools and short-term investments with an original maturity of three months or less from the date of acquisition. The City's investments are reported at fair value. Accordingly, the change in fair value of investments is recognized as an increase or decrease to investment assets and investment income. The fair value measurements of investments is based on the fair value hierarchy established by generally accepted accounting principles is based upon the valuation inputs used to measure an asset's fair value.

2. Receivables

All trade and tax receivables are shown net of an allowance for uncollectible items as deemed necessary. Sales tax and utility receivables are considered to be fully collectible and therefore no allowance is reported. Allowances for other trade receivables are determined based upon the age of the account and the type of service rendered.

3. Inventories and prepaid items

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories consist of Ice Rink supplies for resale and fuel for various departments. The cost of the Ice Rink supplies and fuel are expensed when purchased rather than when consumed or sold and are reported on the balance sheet if significant. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepayments in both the government-wide and fund financial statements.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE I: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

4. Capital assets

Capital assets, which include property, plant, equipment, and infrastructure assets are, reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 for equipment and more than \$25,000 for property, plant and infrastructure and an estimated life in excess of two years. Such assets are recorded at cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

Property, plant and equipment is depreciated using the straight-line method over the estimated useful lives as follows:

Land improvements	30-40 years
Buildings and improvements	30-40 years
Public domain infrastructure	30-40 years
Sewer and water transmission and distribution lines	40 years
Furniture and equipment	3-15 years

5. Deferred outflows/inflows of resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then. The government has two items that qualify for reporting in this category. The first is the deferred charge on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The second represents deferred charges related to defined benefit pension plans; these charges will be amortized according to the benefit terms of the plans.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has two items in this category, the first which arises only under the current financial resources measurement focus and modified accrual basis of accounting.

Accordingly, the first item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from four sources: Accounts Receivable, Special Assessments Receivable, Property taxes comprised of tax increment funds from Routt County, and Promissory Notes Receivable. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE I: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The second item, which arises only under the economic resources measurement focus and accrual basis of accounting represents deferred inflows of resources related to defined benefit pension plans. This income will be recognized according to the benefit terms of the plans.

6. Accrued benefits

It is the City's policy to permit employees to accumulate earned but unused paid time off benefits. This amount is accrued in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

7. Long-term obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

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

8. Pensions

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

9. Net Position definition

The difference between all other elements in a statement of financial position is net position. Net position is displayed in three components: Net investment in capital assets, restricted component of net position consists of restricted assets reduced by liabilities related to those assets, and unrestricted component of net position is the net amount of the assets and liabilities that are not included in the prior two components.

10. Net Position flow assumption

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE I: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

applied. It is the government's policy to consider restricted – net position to have been depleted before unrestricted net position is applied.

11. Fund balance flow assumptions

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

12. Fund balance policies

In the fund financial statements, governmental funds report categories of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Certain categories of fund balance represent tentative management plans that are subject to change. Fund balance classifications in order of hierarchy are:

- *Non-spendable fund balance* – The portion of fund balance that cannot be spent because it is either not in spendable form (such as inventory) or it is legally or contractually required to be maintained intact.
- *Restricted fund balance* – The portion of fund balance constrained to being used for a specific purpose by external parties (such as grantors or bondholders), constitutional provisions or enabling legislation.
- *Committed fund balance* – The portion of fund balance constrained by formal action of the government's highest level of decision making authority. The City Council is the government's highest level of decision making authority for the City that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the constraint may be removed or changed only through similar action of the City Council.
- *Assigned fund balance* – The portion of fund balance set aside for planned or intended purposes. The intended use may be expressed by the City Council or other individuals authorized to assign funds to be used for a specific purpose. Assigned fund balances in special revenue funds will also include any remaining fund balance that is not restricted or committed. This classification is necessary to indicate that those funds are, at a minimum, intended to be used for the purpose of that particular fund.
- *Unassigned fund balance* – The residual portion of fund balance that does not meet any of the above criteria. The City will only report a positive unassigned fund balance in the General Fund.

The City Council by resolution authorized the City Manager, or the City Manager's Designee, authority to designate the assigned fund balance for each fund based on the intended use of such resources. Any fund balance not restricted will be used in the following order: committed, assigned, and then unassigned.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE I: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

H. REVENUES AND EXPENDITURES/EXPENSES

1. Program Revenues

Amounts reported as program revenues include 1) charges to customers 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.

2. Property Taxes

The City of Steamboat Springs does not levy property taxes. The Steamboat Springs Redevelopment Authority (Authority), a blended component unit of the City, receives property tax increment funds (TIF) given to the Authority to offset costs incurred for the base area redevelopment. There is no mill levy by the Authority. The Authority receives the property TIF through Routt County and the amount to be collected in 2017 is recorded as a receivable and a deferred inflow of resources at December 31, 2017, as the amounts are measurable but not levied until 2018. Property taxes to be collected by Routt County are levied on or before December 22 and attached as an enforceable lien on the property the following January 1st. Taxes are payable either in full on April 30 or in two installments due on February 2 and June 15.

3. Compensated Absence

It is the City's policy to permit employees to accumulate earned but unused paid time off benefits. This amount is accrued in the government-wide and proprietary fund financial statements.

4. Proprietary funds operating and non-operating revenues and expenses

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's Utility Fund, Airport Fund and Golf Fund are charges to customers for sales and services. The principal operating revenues of the City's internal service fund are charges to other City departments for services. Operating expenses for these same funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

I. IMPLEMENTATION OF NEW GASB STATEMENTS

The City has implemented GASB Statement 82, "Pension Issues." The statement is to address certain issues that have been raised with respect to Statements No.67, 68 & 73. This Statement addresses issues regarding (1) the presentation of payroll-related measures in required supplementary information (RSI), (2) the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and (3) the classification of payments made by employers to satisfy employee (plan member) contribution requirements. The implementation of this statement does not significantly impact the City's financial statements.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE II: RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

**A. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN THE GOVERNMENTAL FUND
BALANCE SHEET AND THE GOVERNMENT-WIDE STATEMENT OF NET POSITION**

The governmental fund balance sheet includes the reconciliation between fund balance – total governmental funds and net position – governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds. The details of this \$23,669,550 difference are as follows:

Bonds payable	\$ 14,485,000
Less: Deferred charge on refunding	(454,892)
Add: Issuance premium	423,893
Capital lease payable	191,907
Certificates of participation	7,585,000
Accrued Interest Payable	61,546
Compensated Absences	977,431
Net Pension Liability	<u>399,665</u>
 Net adjustment to reduce fund balance – total governmental funds to arrive at net position of governmental activities	 <u><u>\$ 23,669,550</u></u>

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE II: RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

**B. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN THE GOVERNMENTAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES AND THE
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES**

The governmental fund statement of revenues, expenditures and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that 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. The details of this \$5,673,576 difference are as follows:

Capital outlay	\$ 9,965,948
Depreciation expense, excluding Internal Service Funds	<u>(4,292,372)</u>
Net adjustment to decrease net changes in fund balances – total governmental funds to arrive at changes in net position of governmental activities	<u><u>\$ 5,673,576</u></u>

Another element of that reconciliation states that “Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. The details of this \$212,229 difference are as follows:

Repayment of notes	\$ (38,577)
Special Assessment Revenue	163,958
Ambulance Fee Revenue	<u>86,848</u>
Net adjustment to increase total governmental funds to arrive at changes net position of governmental activities	<u><u>\$ 212,229</u></u>

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE II: RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Another element of that reconciliation states that the issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The details of this \$1,508,537 difference are as follows:

Debt Issuance premium amortization	\$ 43,593
Deferred refunding loss recognition	(159,757)
Repayment of long-term debt principal	<u>1,624,701</u>
Net adjustment to decrease net changes in fund balances – total governmental funds to arrive at changes in net position of governmental activities	 <u>\$ 1,508,537</u>

Another element of that reconciliation states that 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 governmental funds. In addition, collections of amounts due under loan agreements provide current financial resources in government funds, but are not revenue in the statement of activities. The details of this \$77,836 difference are as follows:

Compensated absences	\$ (80,290)
Accrued Interest	2,632
Employer Pension Expenses	<u>(178)</u>
Net adjustment to increase net changes in fund balances – total governmental funds to arrive at changes in net position of governmental activities	 <u>\$ (77,836)</u>

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE III: DETAILED NOTES ON ALL FUNDS
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A. CASH & INVESTMENTS

Deposits

Colorado Statutes require the City to make deposits only in eligible public depositories as defined by the Colorado Public Deposit Protection Act of 1989. The Act requires the eligible depository with public deposits in excess of federal insurance levels to create single institution collateral pools of defined eligible assets. Eligible collateral includes obligations of the United States, the State of Colorado or local Colorado governments and obligations secured by first lien mortgages on real property located in the state. The pool is to be maintained by another institution or held in trust for all uninsured public deposits as a group. The market value of the pool must be at least equal to 102% of the uninsured deposits. Because of controls in place as part of the Colorado Public Deposit Protection Act of 1989, deposits are adequately secured as if they were collateralized with securities held by the entity or by its agent in the entity's name. Additionally, because deposits covered by PDPA are collateralized by investment pools, the City's deposits are not subject to custodial risk.

The City's deposits are considered to be entirely insured or collateralized with securities held by the City or its agent in the City's name as follows:

	Bank Balance at 12/31/2017
FDIC insured deposits (\$250,000 per bank)	\$ 852,364
Amounts PDPA collateralized as described above	<u>6,214,258</u>
Deposits at December 31, 2017	<u><u>\$ 7,066,622</u></u>

The carrying amount of the City's cash deposits, cash on hand, and cash equivalents at December 31, 2017 was \$6,716,442. The carrying amount of the Local Marketing District's deposits and cash on hand at December 31, 2017 was \$183,237.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE III: DETAILED NOTES ON ALL FUNDS
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Investments

The City manages its interest rate risk, credit risk, and concentration of credit risk for different investment instruments as described below in the summary of its investment policy.

The City has adopted a formal investment policy by adoption of Resolution #2000-10. The policy authorizes the following investment instruments:

1. Treasury Obligations (U.S. Treasury Bills, Notes and Bonds).
2. Treasury Strips (book-entry U.S. Treasury securities whose coupons have been removed) with maturities not exceeding three (3) years from date of purchase.
3. Federal Instrumentality securities: Debentures, discount notes, callable securities and stripped principal or coupons with maturities not exceeding three years from the date of purchase that are rated AAA by either Moody's or Standard & Poors issued by the following: Federal National Mortgage Association (FNMA), Federal Home Loan Bank (FHLB), Federal Home Loan Mortgage Corporation (FHLMC), Federal Farm Credit Bank (FFCB), and Student Loan Marketing Association (SLMA).
4. Repurchase Agreements with a defined termination date of 180 days or less collateralized by U.S. Treasury securities listed in item 1 above with a maturity not exceeding 10 years. Repurchase agreements shall be entered into only with dealers who have executed a Master Repurchase Agreement with the City and who are recognized as Primary Dealers with the Market Reports Division of the Federal Reserve Bank of New York.
5. Flexible Repurchase Agreements with a final maturity of one year or less entered into by the City with approved counterparties and meeting certain criteria.
6. Time and negotiable certificates of deposit or savings accounts in state or national banks or in state or federally chartered savings and loans which are state approved depositories (as evidenced by a certificate issued by the State Banking Board) and are insured by the Federal Deposit Insurance Corporation (FDIC) or collateralized in accordance with the Colorado Public Deposit Protection Act.
7. Local Government Investment Pools authorized under CRS 24-75-701, 702 which: 1) are "no-load" (i.e. no commission fee shall be charged on purchases or sales of shares); 2) have a constant daily net asset value per share (usually \$1.00 per share); 3) limits assets of the fund to U.S. securities listed previously in items one through three of this section; 4) have a maximum stated maturity in accordance with Federal Securities Law Regulation 270-2A-7 paragraph 59073; and 5) are approved for use by resolution of the City Council.
8. Eligible Bankers Acceptances with an original maturity not exceeding 90 days, issued on domestic banks or branches of foreign banks domiciled in the U.S. and meeting certain other requirements. The aggregate amount of securities purchased from any one Bankers Acceptance issuer shall not exceed 20% of the City's portfolio.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE III: DETAILED NOTES ON ALL FUNDS

9. Prime Commercial Paper issued on U.S. companies with a maturity not exceeding 180 days from the date of purchase which is rated in its highest category at the time of purchase by one or more nationally recognized organizations which regularly rate such obligations.

10. Money Market Mutual Funds which: 1) are "no-load" (i.e. no commission fee shall be charged on purchases or sales of shares); 2) have a constant daily net asset value per share (usually \$1.00 per share); 3) limit assets of the fund to U.S. securities listed above in items one through three of this section; 4) have a maximum stated maturity in accordance with Federal Securities Law Regulation 270-2A-7 paragraph 59073; 5) are rated AAAm by Standard and Poor's or Aaa by Moody's or Fitch Investors Service.

The City's investments at December 31, 2017 are as follows:

Investment	Fund	Maturity Date	S&P/Moody's Rating	Fair Value
Negotiable Certificate of Deposit	General Fund	9/4/2018	N/A	250,195
Negotiable Certificate of Deposit	SSRA Fund	10/9/2018	N/A	250,150
Negotiable Certificate of Deposit	General Fund	9/6/2019	N/A	246,493
FHLB Agency	Utility Fund	10/5/2018	AA/AAA	994,110
FNMA Agency	Golf Fund	10/29/2018	AA/AAA	248,590
FFCB Agency	SSRA Fund	11/2/2018	AA/AAA	248,413
FFCB Agency	General Fund	12/3/2018	AA/AAA	1,494,090
FHLMC	Fleet Fund	3/14/2019	AA/AAA	992,620
FNMA Agency	General Fund	8/28/2019	AA/AAA	246,645
Total Investments				4,971,305

In addition to the above the City and its component unit maintain accounts in The Colorado Government Liquid Asset Trust (COLOTRUST). The City's balance at December 31, 2017 is \$57,048,368. The Local Marketing District's balance at December 31, 2017 is \$505,049.

COLOTRUST is a State approved and regulated investment vehicle established by statute for local governments. Similar to a money market fund each share is valued at \$1.00. The fair value of the position in this external investment pool is the same as the value of the pool shares. COLOTRUST has a daily redemption frequency period, and a 1 day redemption notice period. The custodial banks provide safekeeping and depository services. The Federal Reserve Bank holds all securities owned by the trust in accounts maintained for the custodial banks, and the custodian's internal records identify the investments as owned by the trust. COLOTRUST is rated AAAm by Standard & Poor's.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE III: DETAILED NOTES ON ALL FUNDS

The City has adopted Governmental Accounting Standards Board Statement No. 40, Deposit and Investment Risk Disclosures. This standard defines requirements regarding disclosure of custodial risk and establishes requirements for disclosures regarding credit risk, concentrations of credit risk, interest rate risk and foreign currency risk.

Fair Value of Investments

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. These guidelines recognize a three-tiered fair value hierarchy as follows:

- Level 1: Inputs are quoted prices for identical investments in active markets.
- Level 2: Observable inputs other than quoted market prices.
- Level 3: Unobservable inputs.

The City's recurring fair value measurements for the year ended December 31, 2017 are as follows:

		Fair Value Measurements Using		
Investments by fair value level	Fair Value	Level 1	Level 2	Level 3
Certificates of Deposit	\$ 746,838	\$ -	\$ 746,838	\$ -
Federal Agency Bond/Note	4,224,468	-	4,224,468	-
Total investments by fair value level	4,971,305	\$ -	\$ 4,971,305	\$ -
Investments measured at the net asset value (NAV)				
COLOTRUST (external investment pool)	57,553,417			
Total investments measured at the NAV	57,553,417			
Total investments	<u>\$62,524,722</u>			

Interest Rate Risk - Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City's investment portfolio is managed in accordance with investment guidelines as stated in the City's investment policy which limits exposure to interest rate risk by limiting the maturity date of investment securities to 5 years.

Custodial Credit Risk - Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City has no formal policy for custodial credit risk.

Credit Risk - Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation to the City. Credit risk exposure is managed in accordance with investment guidelines as stated in the formal investment policy adopted by the City. As per Section 24-54-112 of the Colorado Revised Statutes (C.R.S.), the City's assets will be invested using the "Colorado Uniform Prudent Investor Act" found

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE III: DETAILED NOTES ON ALL FUNDS
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in the provisions of Part 3 of Article 1 of Title 15, C.R.S. The City's assets shall be invested and managed as a prudent investor would, by considering the purposes, terms, distribution requirements and other circumstances. In satisfying this standard, all fiduciaries shall exercise reasonable care, skill and caution. Investment decisions should be evaluated within the context of the entire portfolio, rather than on an individual investment basis, and as part of an overall investment strategy having risk and return objectives reasonably suited to the City's purpose.

Concentration of Credit Risk - Concentration of credit risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City does not have a policy that addresses limitations on the amount that can be invested in any one issuer.

B. RECEIVABLES

Property taxes comprised of tax increment funds from Routt County are not due and payable until after the assessment year has ended. Thus, they are not included in the revenues or net position of the assessment year. They are recorded in the relevant funds as taxes receivable net of an allowance and deferred inflow of resources at December 31, 2017, as the amounts are measurable but not levied until 2018. An allowance for uncollectible property taxes of 1.4% of the total tax receivable has been determined based on prior actual collections versus assessed amounts.

Accounts Receivable for Ambulance billings are recorded net of an allowance for doubtful accounts of 60% of total outstanding Ambulance billing receivables.

In 2007 the City made a loan to the Yampa Valley Housing Authority for the Fish Creek Mobile Home Park. The original amount of the loan was \$954,000. In 2014 the City authorized Resolution No. 2014-15 to amend the loan, commencing in 2019 the interest is 1.5%. The balance of the receivable recorded in the Community Housing Fund at December 31, 2017 was \$698,447. Principal reduction payments are to be paid annually beginning January 2015 until January 2044.

In 2016 the City signed a promissory note receivable with former City Manager Alan Lanning for repayment of housing expenses to the City. The principal amount of the note is \$59,307. The balance of the receivable recorded in the General Fund at December 31, 2017 was \$49,107. Principal reduction payments are to be paid monthly beginning August 2016 until October 2024.

In 2017 the City Council approved an ordinance levying Special Assessments for property owners for the cost of constructing sidewalks in the downtown area. The assessment receivable balance recorded in the Capital fund at December 31, 2017 was \$163,958. Annual Principal and interest payments are to be paid monthly beginning May 2017 – May 2021.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE III: DETAILED NOTES ON ALL FUNDS

C. CAPITAL ASSETS

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

	Balance Jan 1, 2017	Additions	Deletions	Transfers and Adjustments	Balance Dec 31, 2017
Governmental activities					
Capital assets, not being depreciated:					
Land	\$ 18,460,306	\$ -	\$ -	\$ -	\$ 18,460,306
Construction in progress	6,059,844	4,111,159	-	(3,317,841)	6,853,162
Total capital assets, not being depreciated:	<u>24,520,150</u>	<u>4,111,159</u>	<u>-</u>	<u>(3,317,841)</u>	<u>25,313,468</u>
Capital assets, being depreciated:					
Intangible Assets	776,050	93,868	-	-	869,918
Land Improvements	19,332,295	1,135,374	-	1,269,858	21,737,527
Parks & Fields	14,432,659	148,954	-	-	14,581,613
Roads & Bridges	23,384,197	3,068,329	-	1,109,011	27,561,537
Trails	7,290,518	13,169	-	165,087	7,468,774
Buildings and improvements	38,022,076	465,763	-	233,115	38,720,954
Machinery and equipment	22,515,581	1,388,171	(401,853)	231,914	23,733,813
Total capital assets, being depreciated:	<u>125,753,376</u>	<u>6,313,628</u>	<u>(401,853)</u>	<u>3,008,985</u>	<u>134,674,136</u>
Less accumulated depreciation for:					
Intangible Assets	(588,946)	(134,311)	-	-	(723,257)
Land Improvements	(3,325,723)	(661,387)	-	-	(3,987,110)
Parks & Fields	(5,913,880)	(413,694)	-	-	(6,327,574)
Roads & Bridges	(7,057,137)	(753,121)	-	-	(7,810,258)
Trails	(2,997,704)	(220,195)	-	-	(3,217,899)
Buildings and improvements	(12,978,951)	(1,013,910)	-	-	(13,992,861)
Machinery and equipment	(13,668,129)	(1,554,726)	364,346	-	(14,858,509)
Total accumulated depreciation	<u>(46,530,470)</u>	<u>(4,751,344)</u>	<u>364,346</u>	<u>-</u>	<u>(50,917,468)</u>
Total capital assets, being depreciated - Net	<u>79,222,906</u>	<u>1,562,284</u>	<u>(37,507)</u>	<u>3,008,985</u>	<u>83,756,668</u>
Governmental Activities capital assets - Net	<u>\$ 103,743,056</u>	<u>\$ 5,673,443</u>	<u>\$ (37,507)</u>	<u>\$ (308,856)</u>	<u>\$ 109,070,136</u>

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE III: DETAILED NOTES ON ALL FUNDS

	Balance Jan 1, 2017	Additions	Deletions	Transfers and Adjustments	Balance Dec 31, 2017
Business-type activities					
Capital assets, not being depreciated:					
Land	\$ 8,889,777	\$ -	\$ -	\$ -	\$ 8,889,777
Construction in progress	2,256,672	623,159	-	(1,553,728)	1,326,103
Total capital assets, not being depreciated:	11,146,449	623,159	-	(1,553,728)	10,215,880
Capital assets, being depreciated:					
Land Improvements	13,881,754	167,072	-	-	14,048,826
Buildings and improvements	39,136,210	1,299,951	(75,307)	657,498	41,018,352
Utility transmission lines	33,047,703	2,825,113	(262,166)	896,230	36,506,880
Machinery and equipment	3,971,057	396,106	(318,875)	-	4,048,288
Total capital assets, being depreciated:	90,036,724	4,688,242	(656,348)	1,553,728	95,622,346
Less accumulated depreciation for:					
Land Improvements	(7,611,093)	(266,418)	-	-	(7,877,511)
Buildings and improvements	(20,423,394)	(996,624)	47,278	-	(21,372,740)
Utility transmission lines	(12,268,531)	(809,982)	262,166	-	(12,816,347)
Machinery and equipment	(2,643,305)	(235,692)	318,620	-	(2,560,377)
Total accumulated depreciation	(42,946,323)	(2,308,716)	628,064	-	(44,626,975)
Total capital assets, being depreciated - Net	47,090,401	2,379,526	(28,284)	1,553,728	50,995,371
Business-type Activities capital assets - Net	\$ 58,236,850	\$ 3,002,685	\$ (28,284)	\$ -	\$ 61,211,251

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

Governmental activities:

General government	\$ 734,546
Public safety	739,475
Public works - Including depreciation of general infrastructure assets	749,335
Transportation services	690,176
Parks and community services	746,869
Steamboat Springs Redevelopment Authority	631,972
Capital assets held by the City's internal service funds are charged to the various departments based on their usage of the assets	458,971

Total depreciation expense - governmental activities \$ 4,751,344

Business-type activities:

Utility (Water & Sewer)	\$ 1,689,665
Airport	372,216
Golf	246,835

Total depreciation expense - business-type activities \$ 2,308,716

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE III: DETAILED NOTES ON ALL FUNDS
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D. INTERFUND TRANSACTIONS

Transfers

Inter-fund transfers for the year ended December 31, 2017 are as follows:

Transfers Out:				
Governmental Funds			Proprietary Funds	
General Fund	Accommodations Tax Capital Fund		Airport Fund	Total
<u>Transfers In:</u>				
<u>Governmental Funds:</u>				
General Fund	\$ -	\$ -	\$ 112,320	\$ 112,320
Capital Projects Fund	<u>1,120,000</u>	<u>-</u>	<u>-</u>	<u>1,120,000</u>
	<u>1,120,000</u>	<u>-</u>	<u>112,320</u>	<u>1,232,320</u>
<u>Proprietary Funds:</u>				
Airport Fund	90,576	-	-	90,576
Golf Fund	<u>-</u>	<u>30,000</u>	<u>-</u>	<u>30,000</u>
	<u>90,576</u>	<u>30,000</u>	<u>-</u>	<u>120,576</u>
	<u>\$ 1,210,576</u>	<u>\$ 30,000</u>	<u>\$ 112,320</u>	<u>\$ 1,352,896</u>

During the year, transfers are used to: 1) Move unrestricted general revenues to finance various programs accounted for in other funds in accordance with budgetary authorization. This includes amounts provided as subsidies or matching funds for various grant programs. 2) Transfers from proprietary funds are to help defray the cost of administrative services provided by the general fund.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE III: DETAILED NOTES ON ALL FUNDS
--

E. RESTRICTED ASSETS

Certain assets of the City are classified as restricted assets because their use is completely restricted by the terms of various loan and grant agreements and legal requirements, the more significant restricted assets are as follows:

General Fund:

Restricted for Debt Service	\$ 388,210
	<u><u> </u></u>

Capital Projects Fund:

Restricted for Capital Projects	\$ 639
	<u><u> </u></u>

Steamboat Springs Redevelopment Authority Fund:

Restricted for Debt Service	\$ 1,562,534
	<u><u> </u></u>

Utility Fund:

Restricted for Capital Projects	\$ 5,206,843
Restricted for Debt Service	<u>960,794</u>
	<u><u>\$ 6,167,637</u></u>

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE III: DETAILED NOTES ON ALL FUNDS
--

F. CAPITAL LEASE OBLIGATIONS

Airport Hangar Lease

In 1993 the City entered into an agreement with a group of aircraft owners to construct a hangar building at the City's airport. The City is leasing the building from the owners under a lease/purchase agreement with no interest. The unpaid balance recorded in the Airport Fund at December 31, 2017 is \$55,506. Payments are made annually through 2023. The amount recorded in the asset account is \$277,556. Accumulated depreciation is \$172,156.

Energy Efficiency Project

In November 2009 the City entered into a lease purchase agreement with Wells Fargo Brokerage Services to finance completion of certain energy efficiency measures in various City facilities. The lease obligation is recorded in the funds where the energy cost savings will be realized. The original amount of the debt was \$887,400 with interest at 4.5%. Payments are made in quarterly installments of \$27,974 through November 2019 by the individual funds that realize the cost savings. The unpaid balance at December 31, 2017 was \$212,875 of which \$20,968 is payable by the City's proprietary funds and \$191,907 is payable by the general fund. The amount recorded in the asset account is \$814,224. Accumulated depreciation is \$494,429.

Haymaker Golf Carts

In April 2017 the City entered into a Lease/Purchase agreement with Bruning State Bank to obtain sixty 2017 Club Car Precedent model 12 Electric Golf Carts and one Utility Vehicle Driving Range Unit (2014 Carryall 500). The original debt amount was \$207,458 and the interest rate is 2.88%. The unpaid balance recorded in the Golf Fund at December 31, 2017 is \$187,502. Payments are made monthly through May, 2021. The capital asset is recorded at a cost of \$207,458 with accumulated depreciation of \$34,955.

Haymaker Mowers

In July 2017 the City entered into a Lease/Purchase agreement with Mountain Valley Bank to obtain three Toro Reelmaster 510-D lightweight fairway mowers. The original debt amount was \$165,516 and the interest rate is 3.4%. The unpaid balance recorded in the Golf Fund at December 31, 2017 is \$149,945. Payments are made quarterly through June, 2022. The capital asset is recorded at a cost of \$165,516 with accumulated depreciation of \$15,055.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE III: DETAILED NOTES ON ALL FUNDS

The following is a schedule by years of future minimum lease payments under the capital leases, together with the present value of the net minimum future lease payments as of December 31, 2017:

	Governmental Activities		Business-type Activities				
	Energy Efficiency Project	Total	Golf Carts	Golf Mowers	Airport Hangar Lease	Energy Efficiency Project	Total
Year ending December 31,							
2018	\$ 100,875	\$ 100,875	\$ 35,082	\$ 36,077	\$ 9,251	\$ 11,022	\$ 91,432
2019	100,875	100,875	35,082	36,077	9,251	11,022	91,432
2020	-	-	35,082	36,077	9,251	-	80,410
2021	-	-	95,694	36,077	9,251	-	141,022
2022	-	-	-	18,038	9,251	-	27,289
2023	-	-	-	-	9,251	-	9,251
Minimum Lease Payments	201,750	201,750	200,940	162,346	55,506	22,044	440,836
Less amounts representing interest	9,843	9,843	13,438	12,401	-	1,076	26,915
Present Value of Future Minimum Lease Payments	<u>\$ 191,907</u>	<u>\$ 191,907</u>	<u>\$ 187,502</u>	<u>\$ 149,945</u>	<u>\$ 55,506</u>	<u>\$ 20,968</u>	<u>\$ 413,921</u>

G. LONG-TERM DEBT

REVENUE BONDS

October 5, 2010 - Tax Increment Adjustable Rate Revenue Bonds - \$20,565,000

The Series 2010 Bonds were issued for the purpose of financing public improvements within the Steamboat Springs Redevelopment Authority boundaries and the costs of issuance. The Bonds mature annually December 1, in amounts from \$775,000 to \$1,490,000. Interest is paid semi-annually in amounts ranging from 2.75% to 4.5%. Total annual requirements are \$1,525,043 to \$1,553,055 and are serviced by the Steamboat Springs Redevelopment Authority. During 2017 pledged revenues for property and sales taxes totaling \$2,398,276 were available to pay debt service of \$1,552,643. The outstanding principal balance at December 31, 2017 was \$14,485,000.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE III: DETAILED NOTES ON ALL FUNDS
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CERTIFICATES OF PARTICIPATION (COPS)

December 15, 2010 – Certificates of Participation Series 2010 - \$3,785,000

The Series 2010 Certificates were issued for the purpose of refunding the City's Series 2001 Certificates in order to reduce total debt service payments. Interest rates vary from 2.50% to 4.00% and mature annually through December 1, 2021 in amounts ranging from \$265,000 to \$415,000. Total annual payments vary from \$379,525 to \$439,875 and are serviced by the General Fund. The outstanding principal balance at December 31, 2017 was \$1,580,000.

December 21, 2016 – Certificates of Participation Series 2016A - \$3,750,000

The Series 2016A Certificates were issued for the purpose of improving downtown infrastructure along Yampa Street and Oak Street. The Interest rates vary from 4.0% to 5.0% and mature annually beginning December 1, 2026 through December 1, 2036 in amounts ranging from \$80,000 to \$440,000. Total annual payments vary from \$153,567 to \$467,200 and are serviced by the General Fund. The outstanding principal balance at December 31, 2017 was \$3,750,000.

December 21, 2016 – Certificates of Participation Series 2016B - \$2,470,000

The Series 2016B Certificates were issued for the purpose of refunding the City's Series 2007 Certificates in order to reduce total debt service payments by \$1,978,342. The economic gain on the refunding was \$684,761 in net present value savings. Interest rates vary from 1.7% to 3.75% and mature annually through December 1, 2026 in amounts ranging from \$215,000 to \$285,000. Total annual payments vary from \$223,063 to \$304,803 and are serviced by the General Fund. The outstanding principal balance at December 31, 2017 was \$2,255,000.

LOANS

Loans payable at December 31, 2017 are comprised of the following:

July 1, 1999 – Colorado Water Resources and Power Development Authority Loan - \$2,935,636

The 1999 loan was entered into for the purpose of expanding the regional wastewater treatment plant. The Authority issued bonds to fund the loan and the City assumed the issue costs. Interest rates vary from 5.0% to 5.25%. Principal payments are from \$74,998 to \$101,783 semi-annually through August 1, 2019. Total annual payments vary from \$212,373 to \$217,792 and are serviced by the Utility Fund. The outstanding principal balance at December 31, 2017 was \$396,418.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE III: DETAILED NOTES ON ALL FUNDS

May 1, 2001 – Colorado Water Resources and Power Development Authority Loan - \$5,895,665

The 2001 loan was entered into for the purpose of expanding the regional wastewater treatment plant. The Authority issued bonds to fund the loan and the City assumed the issue costs. Interest rate is 4.01%. Principal payments are from \$140,889 to \$205,914 semi-annually through August 1, 2021. Total annual payments vary from \$426,422 to \$434,395 and are serviced by the Utility Fund. The outstanding principal balance at December 31, 2017 was \$1,511,845.

June 21, 2011 – Colorado Water Resources and Power Development Authority Loan - \$12,350,000

The 2011 loan was entered into for various drinking water and wastewater projects including water line additions, water main replacement and additions, reservoir enlargement, water meter upgrades, and wastewater collection main replacements. The Authority issued bonds to fund the loan and the City assumed the issue costs. Interest rates vary from 3% to 5%. Principal payments are from \$365,000 to \$915,000 semi-annually through August 1, 2031. Total annual payments vary from \$955,913 to \$986,484 and are serviced by the Utility Fund. The outstanding principal balance at December 31, 2017 was \$9,670,000.

CHANGES IN LONG-TERM DEBT

Summary of changes in Long-Term Debt of the City for the year ended December 31, 2017:

GOVERNMENTAL ACTIVITIES

	Balance January 1, 2017	Additions	Deletions	Balance December 31, 2017	Amounts due within one year
Capital leases	\$ 281,609	\$ -	\$ (89,701)	\$ 191,908	\$ 93,807
Tax Increment Revenue Bonds	15,440,000	-	(955,000)	14,485,000	985,000
Certificates of participation	8,165,000	-	(580,000)	7,585,000	610,000
Unamortized premium	467,486	-	(43,593)	423,893	41,047
Compensated absences	917,574	1,240,361	(1,160,415)	997,520	249,381
	<u>\$ 25,271,669</u>	<u>\$ 1,240,361</u>	<u>\$ (2,828,709)</u>	<u>\$ 23,683,321</u>	<u>\$ 1,979,235</u>

The liability for compensated absences is liquidated 98% by the general fund, the remaining 2% is liquidated by the internal service fund.

BUSINESS-TYPE ACTIVITIES

	Balance January 1, 2017	Additions	Deletions	Balance December 31, 2017	Amounts due within one year
Capital leases	\$ 105,536	\$ 372,974	\$ (64,588)	\$ 413,922	\$ 80,952
Loans	12,586,428	-	(1,008,165)	11,578,263	1,055,074
Unamortized loan premium	301,363	-	(42,707)	258,656	38,307
Compensated absences	179,557	136,266	(142,080)	173,743	43,436
	<u>\$ 13,172,884</u>	<u>\$ 509,240</u>	<u>\$ (1,257,540)</u>	<u>\$ 12,424,584</u>	<u>\$ 1,217,769</u>

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE III: DETAILED NOTES ON ALL FUNDS

DEBT SERVICE REQUIREMENTS TO MATURITY

YEAR	BONDS & COPS		LOANS		LEASES	
	Principal	Interest	Principal	Interest	Principal	Interest
2018	\$ 1,595,000	\$ 860,043	\$ 1,055,074	\$ 545,108	\$ 174,759	\$ 17,556
2019	1,635,000	813,980	1,096,625	502,772	181,472	10,827
2020	1,690,000	762,608	944,735	444,950	74,675	5,735
2021	1,740,000	705,158	996,829	390,481	138,607	2,415
2022	1,375,000	638,308	615,000	343,544	27,064	225
2023-2027	7,750,000	2,328,188	3,465,000	1,323,398	9,251	-
2028-2032	4,640,000	785,313	3,405,000	436,000	-	-
2033-2036	1,645,000	206,400	-	-	-	-
Total	<u>\$ 22,070,000</u>	<u>\$ 7,099,998</u>	<u>\$ 11,578,263</u>	<u>\$ 3,986,253</u>	<u>\$ 605,828</u>	<u>\$ 36,758</u>

BUSINESS-TYPE ACTIVITIES

YEAR	Utility		Airport		Golf	
	Principal	Interest	Principal	Interest	Principal	Interest
2018	\$ 1,058,622	\$ 545,375	\$ 15,182	\$ 447	\$ 62,222	\$ 9,774
2019	1,100,336	502,877	15,484	175	64,215	7,771
2020	944,734	444,950	9,251	-	65,424	5,735
2021	996,828	390,480	9,251	-	129,356	2,415
2022	615,000	343,544	9,251	-	17,777	225
2023-2027	3,465,000	1,323,400	9,251	-	-	-
2028-2031	3,405,000	436,000	-	-	-	-
Total	<u>\$ 11,585,520</u>	<u>\$ 3,986,626</u>	<u>\$ 67,670</u>	<u>\$ 622</u>	<u>\$ 338,994</u>	<u>\$ 25,920</u>

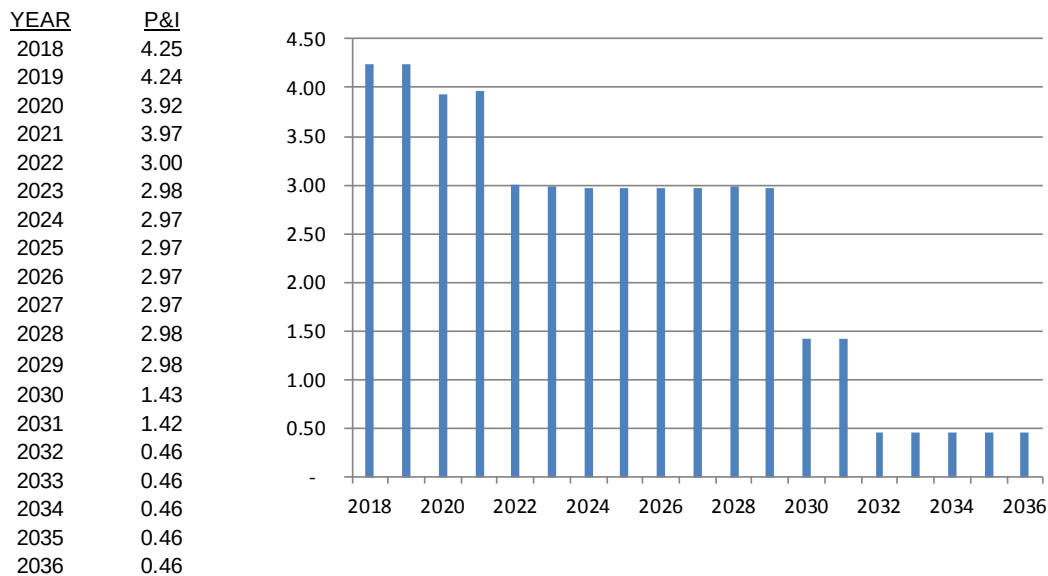
CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE III: DETAILED NOTES ON ALL FUNDS

GOVERNMENTAL ACTIVITIES

YEAR	General Fund		Redevelopment Authority Fund	
	Principal	Interest	Principal	Interest
2018	\$ 703,807	\$ 299,468	\$ 985,000	\$ 567,643
2019	718,100	278,700	1,015,000	538,055
2020	645,000	255,003	1,045,000	507,605
2021	665,000	232,265	1,075,000	472,893
2022	255,000	208,415	1,120,000	429,893
2023-2027	1,425,000	902,790	6,325,000	1,425,398
2028-2032	1,720,000	603,400	2,920,000	181,913
2033-2036	1,645,000	206,400	-	-
Total	<u>\$ 7,776,907</u>	<u>\$ 2,986,441</u>	<u>\$ 14,485,000</u>	<u>\$ 4,123,400</u>

CITY OF STEAMBOAT SPRINGS
Debt Service Payments - All Funds, Principal and Interest
For the Year 2018 through 2036 (in millions)



COMPENSATED ABSENCES BY FUND

General Fund	\$ 977,430
Utility Fund	116,268
Airport Fund	22,460
Golf Fund	35,015
Fleet Fund	20,090
	<u>\$1,171,263</u>

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE III: DETAILED NOTES ON ALL FUNDS

H. FUND BALANCES

Fund balances in Governmental Funds at December 31, 2017, are comprised of the following:

	General Fund	Capital Projects Fund	Accommodations Tax Capital Fund	Steamboat Springs Redevelopment Authority	Community Housing Fund
<u>Non-spendable Fund Balances</u>					
Inventory	\$ 33,137				
Prepayments	30,599				
	<u>\$ 63,736</u>				
<u>Restricted Fund Balances</u>					
Restricted for Emergency:					
TABOR Emergency Reserve	\$ 1,339,000	\$ -	\$ -	\$ -	\$ -
Restricted for Debt Service:					
Series 2010 Certificates of Participation Reserve Fund	378,500	-	-	-	-
Series 2010 Tax Increment Bonds Reserve Fund	-	-	-	1,553,055	-
Series 2010 Tax Increment Bonds Bond Fund	-	-	-	9,479	-
Restricted for Capital Projects:					
Specific capital projects	-	727,368	1,797,329	-	-
Restricted per voter approval:					
Steamboat Springs Redevelopment Authority	-	-	-	2,709,202	-
Restricted for Affordable Housing:					
Housing Reserve	-	-	-	-	180,374
Community Housing Plan	-	-	-	-	461,205
	<u>\$ 1,717,500</u>	<u>\$ 727,368</u>	<u>\$ 1,797,329</u>	<u>\$ 4,271,736</u>	<u>\$ 641,579</u>
<u>Committed Fund Balances</u>					
Committed for Road Maintenance:					
Longthong Road Maintenance	\$ 142,415	\$ -			
Other	24,338	-			
	<u>\$ 166,753</u>	<u>\$ -</u>			
<u>Assigned Fund Balances</u>					
Assigned for Specific Projects:	\$ 60,070	\$ 639			
Assigned for Subsequent Year Items:					
Budget Appropriation	526,612	15,931,922			
Assigned for future Capital Projects	-	579,230			
	<u>\$ 586,682</u>	<u>\$ 16,511,791</u>			

The City Financial Policy requires a Stabilization Reserve equal to 25% of the prior year's General Fund operating expenditures to be held in unassigned fund balance. The reserve is designed to provide the City with budget stabilization during revenue downturns. The funds if needed for stabilization, would be appropriated by City Council via ordinance. The unassigned stabilization reserve balance at 12/31/17 is \$7,671,471.

I. RELATED PARTIES

The City may from time to time enter into contracts for services with companies whose ownership includes members of City Council. All such contractual arrangements are subject to the City's competitive bidding process.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE IV: OTHER INFORMATION

A. EMPLOYEE BENEFIT PLANS

POLICE RETIREMENT DEFINED CONTRIBUTION PLAN

The City provides retirement benefits for all of its full-time police officers through a defined contribution plan administered by Wells Fargo Bank, N.A. In the defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. As established by Resolution #82-30 of the City Council, all employees of the City's Police Department not covered by another plan must participate in this plan from the date of hire. The City's contributions for each employee (and interest allocated to the employee's account) are fully vested after seven (7) years of continuous service. A portion of City contributions for, and interest forfeited by, employees who leave employment before becoming fully vested are used to reduce the City's current period contribution requirement and to pay expenses of the plan. The City Council has the authority to approve amendments to the plan.

The City's total payroll for the year ended December 31, 2017 was \$15,774,013. The City's contribution was calculated using the covered payroll of \$1,620,984. The City contributed the required amount, net of forfeitures, of \$197,760 (12.2% of covered payroll) and the covered employees contributed the required amount of \$149,131 (9.2% of covered payroll), for a total of \$346,891 (21.4% of covered payroll).

A financial statement for the Police Pension Trust Fund as of and for the year ended December 31, 2017 is as follows:

ASSETS

Loans receivable	\$ 195,781
Mutual funds	<u>3,548,342</u>
 Total Assets	 <u>3,744,123</u>

LIABILITIES

Accounts payable	<u>-</u>
Total Liabilities	<u>-</u>
 Net position held in trust for pension benefits	 <u><u>\$ 3,744,123</u></u>

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE IV: OTHER INFORMATION

ADDITIONS

Contributions	
City	\$ 197,760
Employees	149,131
Forfeitures	<u>(7,981)</u>
Total contributions	338,910
Investment income	<u>616,648</u>
Total Additions	<u>955,558</u>

DEDUCTIONS

Benefit payments	339,220
Administrative services	<u>20,673</u>
Total Deductions	<u>359,893</u>
Net decrease in Net Position	595,665
Net position - Beginning of year	<u>3,148,458</u>
Net position - End of year	<u><u>\$ 3,744,123</u></u>

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE IV: OTHER INFORMATION

PAID FIREFIGHTER DEFINED CONTRIBUTION PLAN

The City provides pension benefits for all of its full-time firefighters through a non-contributory defined contribution plan administered by ICMA Retirement Corporation. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings.

As established by Ordinance #469 of the City Council, all full time paid firefighters, participate in this plan from the date of hire. The City's contribution for each employee (and interest allocated to the employee's account) is fully vested after 5 years continuous service. City contributions for, and interest forfeited by, employees who leave employment before becoming fully vested are used to reduce the City's current period contribution requirement and pay expenses of the plan.

The City's total payroll for the year ended December 31, 2017 was \$15,774,013. The City's contribution was calculated using the covered payroll of \$2,037,988 and the City made the required contribution of 3% amounting to \$61,140.

A financial statement for the City Paid Firefighter Pension Trust Fund as of and for the year ended December 31, 2017 is as follows:

ASSETS

Mutual funds	\$ 719,534
Total Assets	<u>719,534</u>

LIABILITIES

Accounts payable	<u>-</u>
Total Liabilities	<u>-</u>
Net position held in trust for pension benefits	<u><u>\$ 719,534</u></u>

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE IV: OTHER INFORMATION

ADDITIONS

Contributions
City

\$ 61,139

Total contributions

61,139

Investment income/(loss)

112,413

Total Additions

173,552

DEDUCTIONS

Benefit payments
Administrative services

7,597

159

Total Deductions

7,756

Net increase in Net Position

165,796

Net position - Beginning of year

553,738

Net position - End of year

\$ 719,534

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE IV: OTHER INFORMATION

CITY EMPLOYEE DEFINED CONTRIBUTION PLAN

The City provides pension benefits for all of its full-time employees, except police officers and paid firefighters, through a non-contributory defined contribution plan administered by ICMA Retirement Corporation. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings.

As established by Ordinance #469 of the City Council, all full time and continuous part-time employees of the City, except full-time police officers and paid firefighters, participate in this plan from the date of hire. The City's contribution for each employee (and interest allocated to the employee's account) is fully vested after 5 years continuous service. City contributions for, and interest forfeited by, employees who leave employment before becoming fully vested are used to reduce the City's current period contribution requirement and pay expenses of the plan. The City Council has the authority to approve amendments to the plan.

The City's total payroll for the year ended December 31, 2017 was \$15,774,013. The City's contribution was calculated using the covered payroll of \$9,754,617 and the City made the required contribution of 6% amounting to \$585,277.

A financial statement for the City Employee Pension Trust Fund as of and for the year ended December 31, 2017 is as follows:

ASSETS

Mutual funds	\$ 12,487,104
Total Assets	<u>12,487,104</u>

LIABILITIES

Accounts payable	<u>-</u>
Total Liabilities	<u>-</u>
Net position held in trust for pension benefits	<u><u>\$ 12,487,104</u></u>

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE IV: OTHER INFORMATION

ADDITIONS

Contributions	
City	\$ <u>1,004,752</u>
 Total contributions	 <u>1,004,752</u>
 Investment income(loss)	 <u>1,532,864</u>
 Total Additions	 <u>2,537,616</u>

DEDUCTIONS

Benefit payments	1,122,028
Administrative services	<u>5,692</u>
 Total Deductions	 <u>1,127,720</u>
 Net increase in Net Position	 1,409,896
 Net position - Beginning of year	 <u>11,077,208</u>
 Net position - End of year	 <u><u>\$ 12,487,104</u></u>

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE IV: OTHER INFORMATION

VOLUNTEER FIREFIGHTER'S DEFINED BENEFIT PENSION PLAN

PLAN DESCRIPTION

The City maintains a defined benefit pension plan covering its volunteer firefighters. The Fire & Police Pension Association (FPPA) administers an agent multiple-employer Public Employee Retirement System (PERS). The PERS represents the assets of numerous separate plans that have been pooled for investment purposes. The pension plans have elected to affiliate with FPPA for plan administration and investment only. FPPA issues a publicly available comprehensive annual financial report that can be obtained at www.FPPAco.org. Once in the site, locate the site map at the bottom of the web page and you will find the 'Annual Report' link

BENEFITS PROVIDED

The plan provides retirement, disability and death benefits to plan members and beneficiaries. Benefits for normal retirement, a volunteer member having (20) years of active service may retire on the first day of the month immediately following the member's fiftieth (50th) birthday and receive a pension not to exceed \$650 per month unless state law requires a minimum amount greater than this amount or an actuarial review indicates that a greater amount can be paid. A Member who meets the requirements for a normal retirement pension shall receive a monthly annuity for the remainder of the member's life. The pension board may pension any volunteer member early retirement based on having ten (10) years of active service or more and being above the age of fifty (50) years. Such pension being pro-rated in accordance with the number of years of service and the amount of pension being paid for normal retirement explained above. Any member having at least ten (10) years of active service and not having reached the age of fifty (50), may be granted a leave of absence and retain all rights to pension annuity, and on attaining the age of fifty (50), shall be entitled to pension benefits as described herein. No firefighter transferring from another Volunteer Fire Department in Colorado shall receive retirement benefits from the Pension Fund for service after June 2, 1977 unless they shall have served at least five years for the Department. In the event of the death of a retired Member who, regardless of age, has served the requisite number of years for retirement, and who leaves a surviving spouse, the Board may grant a monthly annuity to such spouse in accordance with applicable Colorado statutes (C.R.S., 31-30-1127), in the amount of fifty percent (50%) of the current pension payment for a retired member if the fund is actuarially sound. If the Member has less than twenty years of active service, the annuity to the surviving spouse shall be prorated based upon the number of years of service. These payments shall remain in effect until the death or remarriage of such spouse.

Disability benefits shall pay a monthly annuity to said firefighter in an amount that is proper and equitable, the financial condition of the funds considered, but not to exceed \$325 per month, for a period of up to but not to exceed, one (1) year.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE IV: OTHER INFORMATION

Death benefits shall pay a monthly annuity to their survivor(s) not to exceed \$325 per month for a period of up to, but not to exceed, one (1) year. A one-time death benefit of \$1,300 shall be paid to the surviving spouse or family upon the death of any active or retired firefighter. Upon the death of a pensioned firefighter, a monthly annuity of up to fifty (50%) of the current retirement benefit may be paid to the surviving spouse if the Pension Fund is actuarially sound.

MEMBERS COVERED BY BENEFIT TERMS

Membership covered by benefit terms at December 31, 2017:

Retirees and Beneficiaries	24
Inactive, Nonretired Members	3
Active Members	<u>1</u>
Total	28

Per resolution of the City Council 2011-29, the plan is closed to new members. A volunteer firefighter who was not a member of the plan as of September 20, 2011, is not be entitled to become a member of the Plan or receive benefits from the plan.

CONTRIBUTIONS

Contributions into the pension fund can come from two sources: contributions directly from the department and contributions from the State based on assessed property values and other formulas. The volunteers serve without receiving any compensation for their services and therefore there is no covered payroll. The volunteers make no contribution to the plan. The contribution by the State of Colorado toward volunteer fire pension funds has been a fixed dollar amount established by the legislature and allocated pro rata to all fire pension funds in the State. The State will provide matching contributions at 90% of City contributions up to a maximum of ½ mill on the assessed valuation of the City. The State contribution for 2017 was \$21,600. The annual contribution from the City for 2017 was \$29,000 and was authorized by adoption of the City's annual budget.

For 2017, the City's annual required contribution of \$16,017 for FPPA was less than the actual contribution of \$50,600. The required contribution was determined as part of the January 1, 2015 actuarial valuation using the entry age actuarial cost method. Actuarially determined contribution rates are calculated as of January 1 of odd numbered years. The contribution rates have a one-year lag, so the actuarial valuation as of January 1, 2015, determines the contribution amounts for 2016 and 2017.

NET PENSION LIABILITY (NPL)

The City's net pension liability was measured as of December 31, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2017.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE IV: OTHER INFORMATION

NPL ACTUARIAL METHODS & ASSUMPTIONS

The total pension liability in the January 1, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Investment Rate of Return	7.5%
Inflation	3.0%
Actuarial cost method	Entry age normal
Amortization method	Level dollar – open*
Remaining amortization period	20 years*
Asset valuation method	5-year smoothed fair value
Retirement Age	50% per year of eligibility until 100% at age 65.
Mortality	Pre-Retirement: RP-2000 Combined Mortality Table with Blue Collar Adjustment, 40% multiplier for off-duty mortality. Post-retirement: RP-2000 Combined Mortality Table, with Blue Collar Adjustment Disabled: RP-2000 Disabled Mortality Table All tables projected with Scale AA.
Projected salary increases	N/A
Cost-of-living adjustments	None

*Plans that are heavily weighted with retiree liabilities use an amortization period based on the expected remaining lifetime of the participants.

The assumptions shown above pertain to the actuarial valuation as of January 1, 2013 and the associated Actuarially Determined Contribution for the year ending December 31, 2015. Following a regularly scheduled experience study in 2015, the Board adopted a new assumption set for first use in the January 1, 2016 valuations. Due to the biennial valuation process, the new assumptions will first apply to the January 1, 2017 Volunteer valuations.

Changes in Actuarial assumptions which can be observed in the January 1, 2017 valuation as compared to the assumptions shown are as follows:

Inflation	2.5%
Mortality	Pre-Retirement: RP-2014 Mortality Tables with Blue Collar Employees, projected with Scale BB, 55% multiplier for off-duty mortality. Increased by 0.00020 for on-duty related Fire and Police experience.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE IV: OTHER INFORMATION

Post-retirement: For ages less than 55, RP-2014 Mortality Tables for Blue Collar Employees. For ages 65 and older, RP-2014 Mortality Tables for Blue Collar Healthy Annuitants. For ages 55 through 64, a blend of the previous tables. All tables are projected with Scale BB.

Disabled: RP-2014 Disabled Generational Mortality Table generationally projected with Scale BB with a minimum 3% rate for males and 2% rate for females.

Changes in Actuarial Methods None

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 which eliminates the 2.5% inflation assumption, for each major asset class included in the Fund's target asset allocation as of December 31, 2016 are summarized in the following table.

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Global Equity	36%	6.8%
Equity Long/Short	10%	4.9%
Illiquid Alternatives	23%	8.3%
Fixed Income	15%	0.5%
Absolute Return	10%	4.1%
Managed Futures	4%	3.0 %
Cash	2%	0.0%
Total	<u>100%</u>	

SINGLE 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).

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE IV: OTHER INFORMATION

For the purpose of this valuation, the long-term 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%.

Projected cash flows used in determining the Single Discount Rate are available upon request.

CHANGES IN THE NET PENSION LIABILITY

STEAMBOAT SPRINGS VOLUNTEER FIRE DEPARTMENT PENSION FUND
SCHEDULE OF CHANGES IN NET PENSION LIABILITY/(ASSET)
AND RELATED RATIOS CURRENT PERIOD
DECEMBER 31, 2017
(MEASUREMENT PERIOD ENDED DECEMBER 31, 2016)

Total pension liability	
Service Cost	\$ 1,744
Interest on the Total Pension Liability	106,963
Benefit changes	-
Difference between expected and actual experience of the Total Pension Liability	41,126
Changes of assumptions	44,441
Benefit payments	(137,865)
Net change in total pension liability(asset)	\$ 56,409
Total pension liability - beginning	1,493,010
Total pension liability - ending	<u>\$ 1,549,419</u>
Plan fiduciary net position	
Contributions - employer	\$ 29,000
Net investment income	65,430
Benefit payments	(137,865)
Pension Plan Administrative Expense	(2,243)
State of Colorado supplemental discretionary payment	21,600
Net change in plan fiduciary net position	\$ (24,078)
Plan fiduciary net position - beginning (Market value of assets at beginning of year)	1,291,162
Plan fiduciary net position - ending (Market value of assets at end of year)	<u>\$ 1,267,084</u>
Net pension liability/(asset)	<u>\$ 282,335</u>
Plan fiduciary net position as a percentage of the total pension liability	81.78%
Covered payroll	N/A
Net pension liability/(asset) as a percentage of covered payroll	N/A

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE IV: OTHER INFORMATION

Regarding the sensitivity of the net pension liability to changes in the Single Discount Rate, the following presents the plan's net pension 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	Current Single Discount Rate Assumption	1% Increase
	6.50%	7.50%	8.50%
Net Pension Liability	\$432,467	\$282,335	\$155,060

PENSION EXPENSE AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO PENSIONS

For the year ended December 31, 2017, the City recognized pension expense of \$103,818. At December 31, 2017, the City reported deferred outflows of resources and deferred inflows of resources related to the volunteer pension plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ -
Assumption Changes	-	-
Net Difference between projected and actual earnings on pension plan investments	70,875	-
Contributions subsequent to the measurement date	29,000	-
Total	<u>\$ 99,875</u>	<u>\$ -</u>

\$29,000 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending December 31, 2018.

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:

2018	\$ 22,442
2019	22,440
2020	20,370
2021	5,623

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE IV: OTHER INFORMATION

PAID FIREFIGHTER'S DEFINED BENEFIT PENSION PLAN

PLAN DESCRIPTION

The City of Steamboat Springs contributes to a cost-sharing multiple-employer defined benefit pension plan administered by the Fire and Police Pension Association of Colorado (FPPA). The plan was established under Colorado State Statute and authority to amend benefit provisions rests with the State of Colorado. The Statewide Defined Benefit Plan (SWDB) is a cost-sharing multiple-employer defined benefit pension plan. FPPA issues a publicly available comprehensive annual financial report that can be obtained on FPPA's website at: <http://www.FPPAco.org>.

BENEFITS PROVIDED

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.

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.

CONTRIBUTIONS

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 in 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. The City's contributions were \$137,919 for the year ended December 31, 2017.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE IV: OTHER INFORMATION

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 in 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 in 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.

PENSION ASSET, PENSION EXPENSE, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO PENSIONS

At December 31, 2017, the City reported a liability of \$117,330 for its proportionate share of the net pension liability. 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. The proportionate share is defined as the proportionate relationship of one employer to all employers of the plan. The basis for the employer's proportion should be determined consistent with the manner in which contributions to the pension plan are determined. Only employer contributions are used to calculate the proportion (member contributions are not considered). The proportionate share is used to calculate the City's share of collective net pension asset, collective pension expense and collective deferrals. These proportionate share amounts will then be used combined with the City's specific deferrals and amortization of deferrals to report NPL, pension expense and other required disclosure items. At December 31, 2016, the City's proportion was 0.3247 percent, which was an increase of 0.0017 from its proportion measured as of December 31, 2015.

For the year ended December 31, 2017, the City recognized pension expense of \$43,358. At December 31, 2017, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of resources	Deferred Inflows of resources
Difference Between Actual and Expected Experience	\$ 104,762	\$ 5,967
Changes in Assumptions	316,700	-
Net Difference between Actual and Projected Earnings	80,146	-
Changes in proportion and differences between City contributions and proportionate share of contributions	2,964	-
City contributions subsequent to the measurement date	137,919	-
	<u>\$ 642,491</u>	<u>\$ 5,967</u>

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE IV: OTHER INFORMATION

There was \$137,919 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2018.

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:

2018	\$	160,851
2019		151,240
2020		61,542
2021		28,278
2022		28,278
Thereafter		68,416

ACTUARIAL ASSUMPTIONS

The January 1, 2016 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:

Actuarial 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%
Cost of Living Adjustments (COLA)	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.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE IV: OTHER INFORMATION

At least every five years the FPPA's Board of Directors, in accordance with best practices, reviews its economic and demographic actuarial assumptions. At its July 2015 meeting, the Board of Directors reviewed and approved recommended changes to the actuarial assumptions. The recommendations were made by the FPPA's actuaries, Gabriel, Roeder, Smith & Co., based upon their analysis of past experience and expectations of the future.

The assumption changes were effective for actuarial valuations beginning January 1, 2016 were used in the determination of the actuarially determined contributions as of December 31, 2016. The actuarial assumptions impact actuarial factors for benefit purposes such as purchases of service credit and other benefits where actuarial factors are used.

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%	9.3%
Equity Long/Short	10%	7.4%
Illiquid Alternatives	23%	10.8%
Fixed Income	15%	4.1%
Absolute Return	10%	6.6%
Managed Futures	4%	5.5%
Cash	2%	0.0%
Total	100%	

The discount rate used to measure the total pension liability was 7.50 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the Board's funding policy, which establishes the contractually required rates under Colorado statutes. Based on those assumptions, the SWDB plan fiduciary net position was projected to be available to make all the projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

DISCOUNT RATE & SENSITIVITY ANALYSIS

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

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE IV: OTHER INFORMATION

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

	1 % Decrease 6.50%	Single Discount Rate Assumption 7.50%	1% Increase 8.50%
Proportionate share of the net pension liability/(asset)	\$998,294	\$117,330	(\$614,353)

PENSION PLAN FIDUCIARY NET POSITION

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

FPPA issues a publicly available comprehensive annual financial report that includes financial statements and the required supplementary information for FPPA. That report may be obtained on the FPPA website at: <http://www.fppaco.org>.

DEFERRED COMPENSATION PLAN

The City offers a deferred compensation plan in accordance with Internal Revenue Code, Section 457. The plan permits employees to defer a portion of their salary to future years. During 1997 the plan was amended to provide that assets of the Plan are held in trust, with the City serving as trustee, for the exclusive benefit of the Plan participants (employees) and their beneficiaries. Due to this change in the trustee relationship, the City no longer records the activity of the Plan, or records the Plan assets or liabilities.

B. RISK MANAGEMENT

The City is subject to various risks of loss, including theft of, or damage to assets; errors and omissions; and natural disasters for which the City carries insurance. A liability is reported when a loss has been incurred and the amount of the loss can be reasonably estimated.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE IV: OTHER INFORMATION

COVERAGE

The Colorado Intergovernmental Risk Sharing Agency (CIRSA) was formed by intergovernmental agreement by member municipalities pursuant to the provisions of 24-10-115.5, 29-1-201 et seq., 29-13-102, 8-44-101(1)(c) and (3), and 8-44-204, C.R.S., as amended, and Colorado Constitution, Article XIV, Section 18(2). As of December 31, 2017, there were 268 members in the casualty and property pool, and 141 members in the workman's compensation pool including the City of Steamboat Springs, each having one vote.

The purposes of CIRSA are to provide members the coverage authorized by law, through joint self-insurance, insurance, reinsurance, or any combination thereof, to provide claims services related to such coverage, and to provide risk management and loss control services to assist members in preventing and reducing losses and injuries. A Colorado statute provides municipalities with immunity from liability in excess of \$990,000 per occurrence and \$350,000 per person. The deductible amounts paid by the City for each incident in 2017 are: \$50,000 Liability, \$50,000 Auto Liability, \$50,000 Property and \$50,000 Auto Physical Damage.

Maximum coverage per occurrence for each risk area is listed below:

Property	500,500,000
General Liability	10,000,000
General Automobile Liability	5,000,000
Public Officials Errors and Omissions	10,000,000
Law Enforcement Liability	10,000,000
Federal Acts and out-of-state Claims	10,000,000
Crime Coverage	2,000,000
Workers Compensation	Statutory Limits

It is the intent of the members of CIRSA to create an entity in perpetuity, which will administer and use funds contributed by the members to defend and indemnify, in accordance with the by-laws, any member of CIRSA against stated liability or loss, to the limit of the financial resources of CIRSA available to pay such liability or loss. Losses incurred in excess of loss funds and amounts recoverable from excess insurance are direct liabilities of the participating members. The City has not been informed of any excess losses that may have been incurred by the pools. It is also the intent of the members to have CIRSA provide continuing stability and availability of needed coverage's at reasonable costs. All income and assets of CIRSA shall be at all times dedicated to the exclusive benefit of its members.

A seven-member board of directors, elected by the members of CIRSA, is responsible for budgeting and financing under the existing policies and by-laws of CIRSA. Amendments to the by-laws require a 2/3 vote of the members present at a meeting. The City does not have the ability to significantly influence operations. Settlements have not exceeded coverage's provided for any of the last three years. CIRSA issues separate financial statement information.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE IV: OTHER INFORMATION

MEDICAL AND DENTAL COVERAGE

Medical and dental coverage for employees is provided by UMR and Delta Dental. The City has a partially self-insured plan with the maximum liability of the City per employee per year at \$125,000 for medical and \$1,500 for dental. The City's total maximum liability per year is based on the number of employees participating in the plan. Liability surplus (cumulative maximum liability less cumulative claims) was \$527,326 at December 31, 2017.

Claims liability December 31, 2014	<u>\$ 358,203</u>
Claims incurred	3,486,365
Claims paid	<u>(3,475,182)</u>
Claims liability December 31, 2015	<u>\$ 351,386</u>
Claims incurred	3,353,539
Claims paid	<u>(3,384,645)</u>
Claims liability December 31, 2016	<u>\$ 320,281</u>
Claims incurred	3,907,879
Claims paid	<u>(3,700,834)</u>
Claims liability December 31, 2017	<u>\$ 527,326</u>

C. COMMITMENTS AND CONTINGENCIES

The City receives funding from the federal government for various programs and projects. These funds are subject to review and audit by the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. City management estimates that such amounts, if any, will be immaterial.

The City is committed under the terms of various purchase, engineering and construction contracts in the amount of \$3,390,443 at December 31, 2017. These contracts are anticipated to be completed in 2018.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE IV: OTHER INFORMATION

The City is a defendant in several lawsuits. Although the outcome of these lawsuits is not determinable, it is the opinion of the City's legal counsel that the costs to the City will not be substantial.

D. TAXPAYER BILL OF RIGHTS (TABOR)

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations, including increasing revenues, spending abilities, and other specific requirements of state and local governments. On November 4, 1997, in the General Municipal Election, voters approved a measure to permit the City of Steamboat Springs to "collect, retain and expend the full proceeds of the City's sales and use tax, accommodations tax, non-federal grants and all other revenues, notwithstanding any state restriction on fiscal year spending, including without limitation the restrictions of Article X, Section 20 of the Colorado Constitution, from the 1997 fiscal year and thereafter".

EMERGENCY RESERVE

On November 3, 1992 Amendment 1, the Taxpayer Bill of rights (TABOR) was approved by Colorado taxpayers. As part of the requirements of this amendment, the City has calculated its December 31, 2017 emergency reserve to be \$1,339,000.

E. SUBSEQUENT EVENT

On March 28, 2018, the City issued \$5,920,000 Certificates of Participation (COP), Series 2018 to fund a new Combined Law Enforcement Facility. The interest rate on the COP's is 3% to 4% and the maturity date is November 15, 2037.

***REQUIRED SUPPLEMENTARY
INFORMATION***

CITY OF STEAMBOAT SPRINGS
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES				
Taxes and assessments	\$ 25,277,166	\$ 25,277,166	\$ 26,412,354	\$ 1,135,188
Licenses and permits	74,535	74,535	94,140	19,605
Intergovernmental	2,296,422	2,551,758	2,582,909	31,151
Charges for services	2,741,741	2,741,741	3,035,482	293,741
Fines and forfeits	209,100	209,100	196,088	(13,012)
Other Income				
Investment Income	105,819	105,819	207,711	101,892
Contributions	197,409	215,043	218,807	3,764
Voluntary assessment	372,962	372,962	328,329	(44,633)
Loan repayment	7,200	7,200	7,800	600
Miscellaneous	857,883	857,883	895,260	37,377
Total revenues	32,140,237	32,413,207	33,978,880	1,565,673
EXPENDITURES				
Current				
General government	7,966,231	8,033,633	7,806,476	227,157
Transportation Services	3,550,125	3,586,375	3,665,422	(79,047)
Public Works	4,120,078	4,128,958	3,887,602	241,356
Public Safety Services	7,597,273	7,639,304	7,669,186	(29,882)
Legal and municipal court	534,881	552,515	556,342	(3,827)
Parks and community services	5,181,082	5,247,193	5,113,755	133,438
Planning Services	848,561	887,632	835,489	52,143
Debt service				
Debt Service Fees	4,750	4,750	4,500	250
Principal	927,750	927,750	669,701	258,049
Interest and fiscal charges	87,829	87,829	305,514	(217,685)
Capital outlay				
Machinery and equipment	-	42,427	81,319	(38,892)
Total expenditures	30,818,560	31,138,366	30,595,306	543,060
Excess (deficiency) of revenues over (under) expenditures	1,321,677	1,274,841	3,383,574	2,108,733
OTHER FINANCING SOURCES (USES)				
Proceeds from sales of assets	-	-	750	750
Insurance proceeds	-	-	54,534	54,534
Transfers from other funds	112,320	112,320	112,320	-
Transfers to other funds	(1,210,576)	(1,210,576)	(1,210,576)	-
Total other financing sources and uses	(1,098,256)	(1,098,256)	(1,042,972)	55,284
Net change in fund balances	223,421	176,585	2,340,602	2,164,017
Fund balances - Beginning of year	14,256,420	14,256,420	14,256,420	-
Fund balances - End of year	\$ 14,479,841	\$ 14,433,005	\$ 16,597,022	\$ 2,164,017

CITY OF STEAMBOAT SPRINGS
STEAMBOAT SPRINGS REDEVELOPMENT AUTHORITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted amounts		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
REVENUES				
Taxes and assessments	\$ 2,420,000	\$ 2,420,000	\$ 2,398,276	\$ (21,724)
Investment income	<u>15,000</u>	<u>15,000</u>	<u>31,765</u>	<u>16,765</u>
Total revenues	<u>2,435,000</u>	<u>2,435,000</u>	<u>2,430,041</u>	<u>(4,959)</u>
EXPENDITURES				
Current				
Personnel services	20,000	20,000	19,201	799
Materials and services	<u>189,700</u>	<u>187,966</u>	<u>144,650</u>	<u>43,316</u>
	<u>209,700</u>	<u>207,966</u>	<u>163,851</u>	<u>44,115</u>
Capital outlay				
Road & Bridge	320,000	376,734	263,798	112,936
Construction	<u>532,000</u>	<u>477,000</u>	<u>47,658</u>	<u>429,342</u>
	<u>852,000</u>	<u>853,734</u>	<u>311,456</u>	<u>542,278</u>
Debt service				
Administrative Fees	2,000	2,000	2,000	-
Bond Principal	955,000	955,000	955,000	-
Bond Interest	<u>596,293</u>	<u>596,293</u>	<u>596,293</u>	<u>-</u>
	<u>1,553,293</u>	<u>1,553,293</u>	<u>1,553,293</u>	<u>-</u>
Total expenditures	<u>2,614,993</u>	<u>2,614,993</u>	<u>2,028,600</u>	<u>473,457</u>
Net change in fund balances	(179,993)	(179,993)	401,441	468,498
Fund balances - Beginning of year	<u>3,870,295</u>	<u>3,870,295</u>	<u>3,870,295</u>	<u>-</u>
Fund balances - End of year	<u>\$ 3,690,302</u>	<u>\$ 3,690,302</u>	<u>\$ 4,271,736</u>	<u>\$ 468,498</u>

**CITY OF STEAMBOAT SPRINGS
COMMUNITY HOUSING FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Loan Repayment	\$ -	\$ -	\$ 30,777	\$ 30,777
Investment income	3,430	3,430	6,568	3,138
Other Income	<u>30,777</u>	<u>30,777</u>	<u>149,630</u>	<u>118,853</u>
Total revenues	<u>34,207</u>	<u>34,207</u>	<u>186,975</u>	<u>152,768</u>
EXPENDITURES				
Community Support	70,000	70,000	70,000	-
Materials and Supplies	<u>1,500</u>	<u>1,500</u>	<u>1,500</u>	-
Total expenditures	<u>71,500</u>	<u>71,500</u>	<u>71,500</u>	-
Net change in fund balances	(37,293)	(37,293)	115,475	152,768
Fund balances - Beginning of year	<u>526,104</u>	<u>526,104</u>	<u>526,104</u>	-
Fund balances - End of year	<u>\$ 488,811</u>	<u>\$ 488,811</u>	<u>\$ 641,579</u>	<u>\$ 152,768</u>

CITY OF STEAMBOAT SPRINGS
STEAMBOAT SPRINGS VOLUNTEER FIRE DEPARTMENT PENSION FUND
SCHEDULE OF CHANGES IN NET PENSION LIABILITY/(ASSET) AND RELATED RATIOS MULTIYEAR
LAST 10 FISCAL YEARS*

MEASUREMENT PERIOD ENDING DECEMBER 31,	2016	2015	2014
TOTAL PENSION LIABILITY			
Service Cost	\$ 1,744	\$ 1,744	\$ 1,696
Interest on the Total Pension Liability	106,963	108,954	110,422
Benefit changes	-	-	-
Difference between expected and actual experience	41,126	-	3,844
Assumption changes	44,441	-	-
Benefit Payments	<u>(137,865)</u>	<u>(136,626)</u>	<u>(134,550)</u>
Net Change in Total Pension Liability	56,409	(25,928)	(18,588)
Total Pension Liability - beginning	<u>1,493,010</u>	<u>1,518,938</u>	<u>1,537,526</u>
Total Pension Liability - ending (a)	<u><u>\$ 1,549,419</u></u>	<u><u>\$1,493,010</u></u>	<u><u>\$1,518,938</u></u>
PLAN FIDUCIARY NET POSITION			
Employer Contributions	\$ 29,000	\$ 29,000	\$ 29,000
Pension Plan Net Investment Income	65,430	24,648	88,005
Benefit Payments	(137,865)	(136,626)	(134,550)
Pension Plan Administrative expenses	(2,243)	(3,017)	(2,409)
State of Colorado supplemental discretionary payment	<u>21,600</u>	<u>21,600</u>	<u>21,600</u>
Net change in Plan Fiduciary Net Position	(24,078)	(64,395)	1,646
Plan Fiduciary Net Position - beginning	<u>1,291,162</u>	<u>1,355,557</u>	<u>1,353,911</u>
Plan Fiduciary Net Position - ending (b)	<u><u>\$ 1,267,084</u></u>	<u><u>\$1,291,162</u></u>	<u><u>\$1,355,557</u></u>
Net Pension Liability - ending (a) - (b)	<u><u>\$ 282,335</u></u>	<u><u>\$ 201,848</u></u>	<u><u>\$ 163,381</u></u>
Plan Fiduciary Net Position as a Percentage			
of Total Pension Liability	81.78%	86.48%	89.24%
Covered Payroll	N/A	N/A	N/A
Net Pension Liability as a Percentage of			
Covered Payroll	N/A	N/A	N/A

*GASB Statement No. 68 requires ten years of information to be presented. However, until a full 10 year trend is compiled, the City will present information for those years for which information is available.

CITY OF STEAMBOAT SPRINGS
STEAMBOAT SPRINGS VOLUNTEER FIRE DEPARTMENT PENSION FUND
SCHEDULE OF CONTRIBUTIONS MULTIYEAR
LAST 10 FISCAL YEARS*

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Actuarially Determined Employer Contribution	\$ 16,017	\$ 16,017	\$ 29,000	\$ 29,000	\$ 29,000	\$ 29,000	\$ 29,000	\$ 29,000	\$ 24,000	\$ 24,000
Actual Employer Contribution	29,000	29,000	29,000	29,000	200,000	212,000	29,000	29,000	29,000	24,000
Contribution Deficiency (Excess)	<u><u>\$ (12,983)</u></u>	<u><u>\$ (12,983)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (171,000)</u></u>	<u><u>\$ (183,000)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (5,000)</u></u>	<u><u>\$ -</u></u>
Covered Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net Pension Liability as a Percentage of Covered Employee Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

The accompanying Required Supplemental Information notes include significant methods and assumptions.

**CITY OF STEAMBOAT SPRINGS
STEAMBOAT SPRINGS PAID FIRE DEPARTMENT PENSION FUND
SCHEDULE OF EMPLOYER'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY/(ASSET)
LAST 10 FISCAL YEARS***

Measurement Period Ending December 31,	2016	2015	2014	2013
Employer's proportion of the Net Pension Liability(Asset)	0.3247%	0.3230%	0.3248%	0.3298%
Employer's proportionate share of the Net Pension Liability/(Asset)	\$ 117,330	\$ (5,694)	\$ (366,553)	\$ (294,904)
Employer's covered payroll	\$ 1,661,813	\$ 1,565,875	\$ 1,460,600	\$ 1,432,466
Employer's proportion of the Net Pension Liability(Asset)	7.1%	-0.4%	-25.1%	-20.6%
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	98.2%	100.1%	106.8%	105.8%

*GASB Statement No. 68 requires ten years of information to be presented. However, until a full 10 year trend is compiled, the City will present information for those years for which information is available.

Data reported is measured as of December 31, 2016 (measurement date)

CITY OF STEAMBOAT SPRINGS
STEAMBOAT SPRINGS PAID FIRE DEPARTMENT PENSION FUND
SCHEDULE OF CONTRIBUTIONS MULTIYEAR
LAST 10 FISCAL YEARS

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Statutorily Required Contribution	\$ 137,919	\$ 132,945	\$ 125,270	\$ 116,848	\$ 114,597	\$ 92,710	\$ 92,707	\$ 87,118	\$ 88,875	\$ 89,949
Contributions in relation to the Statutorily Required Contribution	137,919	132,945	125,270	116,848	114,597	92,710	92,707	87,118	88,875	89,949
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Employer's Covered Payroll	\$ 1,723,984	\$1,661,813	\$1,565,875	\$ 1,460,600	\$1,432,466	\$ 1,158,872	\$1,158,835	\$1,088,975	\$ 1,159,339	\$ 1,151,833
Contributions as a percentage of Covered Payroll	8%	8%	8%	8%	8%	8%	8%	8%	8%	8%

CITY OF STEAMBOAT SPRINGS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
December 31, 2017

NOTE I: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

BUDGETARY INFORMATION

Prior to January 1, the City's budget is legally adopted through enactment of a budget ordinance. This ordinance appropriates expenditure levels by fund. This then becomes the level of control upon which expenditures may not legally exceed appropriations. The City Council may, if revenues are in excess of estimates, amend the adopted budget through enactment of a supplemental budget appropriation ordinance. Management may transfer funds between line items within a department as long as the total fund appropriation is not exceeded. Transfers between funds would require enactment of a supplemental budget ordinance. Appropriations lapse at year end.

Budgets for the General Fund, Special Revenue Funds and the Capital Projects Fund are adopted on a basis consistent with USGAAP. Budgets for the Enterprise and Internal Service Funds are adopted on a basis consistent with USGAAP except that bond principal payments and capital outlay are budgeted as expenditures and depreciation is not budgeted.

The City does not report encumbrances as a reservation of fund balance. Any outstanding commitment to receive goods or services at year end is authorized by a re-appropriation in the succeeding year's budget ordinance. At December 31, 2017, this amount is not considered material to these financial statements.

NOTE II: OTHER INFORMATION

PENSION CONTRIBUTION INFORMATION

Valuation Date

Actuarially determined contribution rates are calculated as of January 1 of odd numbered years. The contribution rates have a one-year lag, so the actuarial valuation as of January 1, 2015 determines the contribution amounts for 2016 and 2017.

Methods and Assumptions Used to Determine Contribution Rates for Fiscal Year ending December 31, 2016:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Open*
Remaining Amortization Period	20 years*
Asset Valuation Method	5-Year smoothed fair value
Inflation	3.00%
Salary Increases	N/A

CITY OF STEAMBOAT SPRINGS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
December 31, 2017

NOTE II: OTHER INFORMATION

Investment Rate of Return	7.50%
Retirement Age	50% per year of eligibility until 100% at age 65.
Mortality	Pre-retirement: RP-2000 Combined Mortality Table with Blue Collar Adjustment, 40% multiplier for off-duty mortality. Post-retirement: RP-2000 Combined Mortality Table, with Blue Collar Adjustment Disabled: RP-2000 Disabled Mortality Table All tables projected with Scale AA.

*Plans that are heavily weighted with retiree liabilities use an amortization period based on the expected remaining lifetime of the participants.

The assumptions shown above pertain to the actuarial valuation as of January 1, 2015 and the associated Actuarially Determined Contribution for the year ending December 31, 2016. Following a regularly scheduled experience study in 2015, the Board adopted a new assumption set for first use in the January 1, 2016 valuations. Due to the biennial valuation process, the new assumptions will first apply to the January 1, 2017 Volunteer valuations.

Changes in Actuarial assumptions which can be observed in the January 1, 2017 valuation as compared to the assumptions shown are as follows:

Inflation	2.5%
Mortality	Pre-Retirement: RP-2014 Mortality Tables with Blue Collar Employees, projected with Scale BB, 55% multiplier for off-duty mortality. Increased by 0.00020 for on-duty related Fire and Police experience Post-retirement: For ages less than 55, RP-2014 Mortality Tables for Blue Collar Employees. For ages 65 and older, RP-2014 Mortality Tables for Blue Collar Healthy Annuitants. For ages 55 through 64, a blend of the previous tables. All tables are projected with Scale BB. Disabled: RP-2014 Disabled Generational Mortality Table generationally projected with Scale BB with a minimum 3% rate for males and 2% rate for females

***INDIVIDUAL FUND
FINANCIAL STATEMENTS
AND SCHEDULES***

**CITY OF STEAMBOAT SPRINGS
GENERAL FUND
SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes and assessments				
Sales	\$ 23,229,166	\$ 23,229,166	\$ 23,907,946	\$ 678,780
Vehicle use	700,000	700,000	1,134,111	434,111
Franchises	1,160,000	1,160,000	1,151,967	(8,033)
Sidewalk and special assessments	10,000	10,000	14,412	4,412
Other - Retail Marijuana State Tax	115,000	115,000	143,140	28,140
Other - Cigarette Tax	63,000	63,000	60,778	(2,222)
Total taxes and assessments	25,277,166	25,277,166	26,412,354	1,135,188
Licenses and permits	74,535	74,535	94,140	19,605
Intergovernmental				
County road and bridge	250,000	250,000	253,545	3,545
Mineral lease	30,000	30,000	69,385	39,385
Mineral severance	30,000	30,000	83,397	53,397
Highway users	495,258	495,258	480,599	(14,659)
Grants	549,594	804,930	731,683	(73,247)
Additional motor vehicle	55,000	55,000	57,720	2,720
Fire Protection Services	849,570	849,570	869,784	20,214
Other	37,000	37,000	36,796	(204)
Total Intergovernmental	2,296,422	2,551,758	2,582,909	31,151
Charges for services				
Emergency Medical Services	604,807	604,807	721,221	116,414
Botanic Park fees	15,000	15,000	24,251	9,251
Parks user fees & concessions	57,310	57,310	63,204	5,894
Recreation program fees	503,874	503,874	495,976	(7,898)
Recreation facility user fees	1,017,200	1,017,200	1,028,375	11,175
Community center fees	27,000	27,000	29,270	2,270
Police Department fees	44,500	44,500	58,751	14,251
Transit fees	156,550	156,550	164,514	7,964
Planning fees	115,200	115,200	138,757	23,557
Fire plan check fees	36,000	36,000	56,142	20,142
Building permit fees	115,000	115,000	201,624	86,624
Other	49,300	49,300	53,397	4,097
Total Charges for Services	2,741,741	2,741,741	3,035,482	293,741
Fines and forfeits	209,100	209,100	196,088	(13,012)
Other Income				
Investment Income	105,819	105,819	207,711	101,892
Loan Repayment	7,200	7,200	7,800	600
Contributions	197,409	215,043	218,807	3,764
Voluntary assessment	372,962	372,962	328,329	(44,633)
Miscellaneous	857,883	857,883	895,260	37,377
Total other income	1,541,273	1,558,907	1,657,907	99,000
Total revenues	\$ 32,140,237	\$ 32,413,207	\$ 33,978,880	\$ 1,565,673

CITY OF STEAMBOAT SPRINGS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
GENERAL GOVERNMENT				
City Council				
Personnel services	\$ 181,269	\$ 181,269	\$ 168,834	\$ 12,435
Operating expenses	69,122	69,122	69,767	(645)
Contingency	10,000	4,000	-	4,000
Total City Council	260,391	254,391	238,601	15,790
Community Support				
Marketing	795,000	829,795	829,795	-
Special events	135,000	135,000	135,000	-
Other	448,900	448,900	447,400	(1,500)
Total Community Support	1,378,900	1,413,695	1,412,195	(1,500)
Office of the City Manager				
City Manager				
Personnel services	407,310	306,222	322,475	(16,253)
Operating expenses	58,211	72,309	99,753	(27,444)
Contingency	240,000	40,963	-	40,963
Economic sustainability	125,000	133,600	105,000	28,600
Total City Manager	830,521	553,094	527,228	25,866
Deputy City Manager				
Personnel services	3,890	3,890	2,330	1,560
Operating expenses	35,425	35,425	3,181	32,244
Total Deputy City Manager	39,315	39,315	5,511	33,804
Human Resources				
Personnel services	238,453	238,453	242,436	(3,983)
Operating Expenses	95,000	130,556	111,543	19,013
Total Human Resources	333,453	369,009	353,979	15,030
City Clerk's Office				
Personnel services	313,130	313,130	329,207	(16,077)
Operating expenses	99,212	102,562	87,510	15,052
Total City Clerk's Office	412,342	415,692	416,717	(1,025)
Intergovernmental Services				
Personnel services	185,599	185,599	187,404	(1,805)
Operating expenses	65,900	177,562	122,726	54,836
Total Intergovernmental Services	251,499	363,161	310,130	53,031
Communications				
Personnel services	-	101,088	118,867	(17,779)
Operating expenses	-	10,550	3,428	7,122
Total Communications	-	111,638	122,295	(10,657)
Total Office of City Manager	1,867,130	1,851,909	1,735,860	116,049

CITY OF STEAMBOAT SPRINGS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
GENERAL GOVERNMENT - Continued				
Financial Services				
Finance Administration				
Personnel services	\$ 217,525	\$ 217,525	\$ 235,708	\$ (18,183)
Operating expenses	5,260	8,331	7,585	746
Total Finance Administration	<u>222,785</u>	<u>225,856</u>	<u>243,293</u>	<u>(17,437)</u>
Accounting				
Personnel services	414,691	414,691	408,533	6,158
Operating expenses	<u>293,420</u>	<u>293,211</u>	<u>267,578</u>	<u>25,633</u>
Total Accounting	<u>708,111</u>	<u>707,902</u>	<u>676,111</u>	<u>31,791</u>
Revenue Collections				
Personnel services	323,844	323,844	326,636	(2,792)
Operating expenses	14,725	14,725	10,881	3,844
Community support	<u>13,000</u>	<u>13,000</u>	<u>12,000</u>	<u>1,000</u>
Total Revenue Collections	<u>351,569</u>	<u>351,569</u>	<u>349,517</u>	<u>2,052</u>
Total Financial Services	<u>1,282,465</u>	<u>1,285,327</u>	<u>1,268,921</u>	<u>16,406</u>
General Services				
Risk Management				
Personnel services	44,341	44,341	49,539	(5,198)
Operating expenses	<u>431,750</u>	<u>437,831</u>	<u>479,052</u>	<u>(41,221)</u>
Total Risk Management	<u>476,091</u>	<u>482,172</u>	<u>528,591</u>	<u>(46,419)</u>
Procurement/Contracting				
Personnel services	258,449	258,449	260,561	(2,112)
Contractual services	-	-	975	(975)
Operating expenses	<u>103,672</u>	<u>103,463</u>	<u>107,279</u>	<u>(3,816)</u>
Total Procurement/Contracting	<u>362,121</u>	<u>361,912</u>	<u>368,815</u>	<u>(6,903)</u>

CITY OF STEAMBOAT SPRINGS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
GENERAL GOVERNMENT - Continued				
General Services (Continued)				
Information Services				
Personnel services	551,350	551,350	548,640	2,710
Operating expenses	<u>485,132</u>	<u>514,582</u>	<u>550,321</u>	<u>(35,739)</u>
Total Information Services	<u>1,036,482</u>	<u>1,065,932</u>	<u>1,098,961</u>	<u>(33,029)</u>
GIS Services				
Personnel services	122,284	122,284	118,181	4,103
Operating expenses	<u>8,275</u>	<u>8,275</u>	<u>4,564</u>	<u>3,711</u>
Total GIS Services	<u>130,559</u>	<u>130,559</u>	<u>122,745</u>	<u>7,814</u>
Facilities Maintenance				
Personnel services	357,107	357,107	342,214	14,893
Operating expenses	<u>814,985</u>	<u>830,629</u>	<u>698,503</u>	<u>132,126</u>
Total Facilities Maintenance	<u>1,172,092</u>	<u>1,187,736</u>	<u>1,040,717</u>	<u>147,019</u>
Total General Services	<u>3,177,345</u>	<u>3,228,311</u>	<u>3,159,829</u>	<u>68,482</u>
TOTAL GENERAL GOVERNMENT	<u>\$ 7,966,231</u>	<u>\$ 8,033,633</u>	<u>\$ 7,815,406</u>	<u>\$ 218,227</u>

CITY OF STEAMBOAT SPRINGS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted amounts		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
TRANSPORTATION SERVICES				
Transit Administration				
Personnel services	\$ 283,694	\$ 283,694	\$ 272,882	\$ 10,812
Operating expenses	21,576	21,576	18,038	3,538
Total Transit Administration	<u>305,270</u>	<u>305,270</u>	<u>290,920</u>	<u>14,350</u>
Regional Bus Service				
Personnel services	215,748	215,748	171,928	43,820
Operating expenses	94,726	94,726	174,117	(79,391)
Total Regional Bus Service	<u>310,474</u>	<u>310,474</u>	<u>346,045</u>	<u>(35,571)</u>
Local Bus Service				
Personnel services	2,286,291	2,286,291	2,384,205	(97,914)
Operating expenses	648,090	684,340	644,252	40,088
Total Local Bus Service	<u>2,934,381</u>	<u>2,970,631</u>	<u>3,028,457</u>	<u>(57,826)</u>
TOTAL TRANSPORTATION SERVICES	<u>\$ 3,550,125</u>	<u>\$ 3,586,375</u>	<u>\$ 3,665,422</u>	<u>\$ (79,047)</u>

CITY OF STEAMBOAT SPRINGS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted amounts		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
PUBLIC WORKS				
Engineering				
Personnel services	\$ 848,666	\$ 848,666	\$ 774,377	\$ 74,289
Operating expenses	105,706	102,217	71,336	30,881
Contractual services	81,000	86,550	43,173	43,377
Total Engineering	<u>1,035,372</u>	<u>1,037,433</u>	<u>888,886</u>	<u>148,547</u>
Streets Admin				
Personnel services	271,821	271,821	228,051	43,770
Operating expenses	<u>1,050,570</u>	<u>1,050,570</u>	<u>1,047,248</u>	<u>3,322</u>
Total Streets	<u>1,322,391</u>	<u>1,322,391</u>	<u>1,275,299</u>	<u>47,092</u>
Snow Removal				
Personnel services	404,598	404,598	321,964	82,634
Operating expenses	<u>165,000</u>	<u>165,000</u>	<u>152,724</u>	<u>12,276</u>
Total Snow Removal	<u>569,598</u>	<u>569,598</u>	<u>474,688</u>	<u>94,910</u>
Pavement Maintenance				
Personnel services	151,100	151,100	123,464	27,636
Operating expenses	<u>95,000</u>	<u>99,206</u>	<u>98,741</u>	<u>465</u>
Total Pavement Maintenance	<u>246,100</u>	<u>250,306</u>	<u>222,205</u>	<u>28,101</u>
Traffic Control				
Personnel services	109,927	109,927	109,383	544
Operating expenses	<u>83,000</u>	<u>75,613</u>	<u>62,883</u>	<u>12,730</u>
Total Traffic Control	<u>192,927</u>	<u>185,540</u>	<u>172,266</u>	<u>13,274</u>
Storm Water Management				
Personnel services	111,041	111,041	270,714	(159,673)
Operating expenses	<u>103,000</u>	<u>103,000</u>	<u>96,726</u>	<u>6,274</u>
Total Storm Water Management	<u>214,041</u>	<u>214,041</u>	<u>367,440</u>	<u>(153,399)</u>
General Street Services				
Personnel services	291,449	291,449	239,244	52,205
Operating expenses	<u>248,200</u>	<u>258,200</u>	<u>247,574</u>	<u>10,626</u>
Total General Street Services	<u>539,649</u>	<u>549,649</u>	<u>486,818</u>	<u>62,831</u>
TOTAL PUBLIC WORKS	<u>\$ 4,120,078</u>	<u>\$ 4,128,958</u>	<u>\$ 3,887,602</u>	<u>\$ 241,356</u>

CITY OF STEAMBOAT SPRINGS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
PUBLIC SAFETY				
Police Services				
Administration				
Personnel services	\$ 586,073	\$ 586,073	\$ 587,892	\$ (1,819)
Operating expenses	103,423	107,808	89,295	18,513
Community support	23,350	30,780	30,778	2
Total Administration	712,846	724,661	707,965	16,696
Records Management				
Personnel services	339,123	339,123	271,144	67,979
Operating expenses	7,800	7,800	3,742	4,058
Total Records Management	346,923	346,923	274,886	72,037
Patrol Services				
Personnel services	1,956,123	1,961,297	1,898,109	63,188
Operating expenses	289,047	293,198	302,450	(9,252)
Total Patrol Services	2,245,170	2,254,495	2,200,559	53,936
Investigations				
Personnel services	305,835	305,835	316,423	(10,588)
Operating expenses	37,596	48,796	38,571	10,225
Total Investigations	343,431	354,631	354,994	(363)
Animal Control				
Personnel services	135,083	135,083	140,484	(5,401)
Contractual services	81,000	81,000	81,200	(200)
Operating expenses	16,963	16,963	15,376	1,587
Total Animal Control	233,046	233,046	237,060	(4,014)
Code Enforcement				
Personnel services	263,449	263,449	280,831	(17,382)
Operating expenses	49,643	49,643	46,554	3,089
Total Code Enforcement	313,092	313,092	327,385	(14,293)
Municipal Surcharge				
Operating expenses	34,000	43,900	24,886	19,014
Total Code Enforcement	34,000	43,900	24,886	19,014
Total Police Services	4,228,508	4,270,748	4,127,735	143,013

CITY OF STEAMBOAT SPRINGS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
PUBLIC SAFETY - Continued				
Fire Services				
Administration				
Personnel services	\$ 267,706	\$ 267,706	\$ 272,455	\$ (4,749)
Operating expenses	18,290	18,081	10,265	7,816
Total Administration	<u>285,996</u>	<u>285,787</u>	<u>282,720</u>	<u>3,067</u>
Fire Prevention				
Personnel services	97,403	97,403	104,742	(7,339)
Operating expenses	16,916	16,916	18,010	(1,094)
Total Fire Prevention	<u>114,319</u>	<u>114,319</u>	<u>122,752</u>	<u>(8,433)</u>
Fire Suppression/EMS				
Personnel services	2,577,619	2,577,619	2,746,059	(168,440)
Operating expenses	<u>390,831</u>	<u>390,831</u>	<u>389,920</u>	<u>911</u>
Total Fire Suppression/ Emergency Medical Services	<u>2,968,450</u>	<u>2,968,450</u>	<u>3,135,979</u>	<u>(167,529)</u>
Total Fire Services	<u>3,368,765</u>	<u>3,368,556</u>	<u>3,541,451</u>	<u>(172,895)</u>
TOTAL PUBLIC SAFETY	<u>\$ 7,597,273</u>	<u>\$ 7,639,304</u>	<u>\$ 7,669,186</u>	<u>\$ (29,882)</u>
LEGAL AND MUNICIPAL COURT				
Legal				
Personnel services	\$ 362,285	\$ 362,285	\$ 377,501	\$ (15,216)
Operating expenses	23,900	41,534	31,506	10,028
Total Legal	<u>386,185</u>	<u>403,819</u>	<u>409,007</u>	<u>(5,188)</u>
Municipal Court				
Personnel services	76,286	100,286	105,975	(5,689)
Operating expenses	72,410	48,410	41,360	7,050
Total Municipal Court	<u>148,696</u>	<u>148,696</u>	<u>147,335</u>	<u>1,361</u>
TOTAL LEGAL AND MUNICIPAL COURT	<u>\$ 534,881</u>	<u>\$ 552,515</u>	<u>\$ 556,342</u>	<u>\$ (3,827)</u>

CITY OF STEAMBOAT SPRINGS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
PARKS AND COMMUNITY SERVICES				
Administration, Marketing & Events				
Personnel services	\$ 637,509	\$ 637,509	\$ 640,109	\$ (2,600)
Operating expenses	93,174	124,129	103,736	20,393
Total Administration	730,683	761,638	743,845	17,793
Recreation Programs				
Personnel services	481,159	481,159	529,324	(48,165)
Operating expenses	195,598	192,348	184,857	7,491
Total Recreation Programs	676,757	673,507	714,181	(40,674)
Parks				
Personnel services	720,614	720,614	725,920	(5,306)
Operating expenses	555,005	535,474	518,086	17,388
Total Parks	1,275,619	1,256,088	1,244,006	12,082
Botanic Park				
Personnel services	117,933	117,933	144,017	(26,084)
Operating expenses	68,476	68,476	40,921	27,555
Total Botanic Park	186,409	186,409	184,938	1,471
Trails				
Personnel services	93,709	93,709	85,890	7,819
Operating expenses	96,385	96,385	71,869	24,516
Total Trails	190,094	190,094	157,759	32,335
Open Space				
Personnel services	90,558	90,558	69,731	20,827
Operating expenses	52,953	70,303	57,660	12,643
Total Open Space	143,511	160,861	127,391	33,470

**CITY OF STEAMBOAT SPRINGS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
PARKS AND COMMUNITY SERVICES - Continued				
Ski area				
Personnel services	\$ 444,918	\$ 444,918	\$ 449,857	\$ (4,939)
Contractual services	225,310	268,383	224,567	43,816
Operating expenses	49,000	49,000	45,252	3,748
Repairs and maintenance	249,120	236,431	247,247	(10,816)
Telephone and utilities	49,063	49,063	48,309	754
Total Ski Area	1,017,411	1,047,795	1,015,232	32,563
Rodeo				
Personnel services	89,241	89,241	59,074	30,167
Contractual services	48,010	48,010	49,526	(1,516)
Operating expenses	11,910	11,910	6,714	5,196
Repairs and maintenance	26,000	26,000	22,525	3,475
Telephone and utilities	14,000	14,000	12,614	1,386
Total Rodeo	189,161	189,161	150,453	38,708
Ice Arena				
Personnel services	287,949	287,949	269,206	18,743
Contractual services	32,731	32,731	30,722	2,009
Operating expenses	96,183	147,556	156,824	(9,268)
Repairs and maintenance	89,045	83,875	92,689	(8,814)
Telephone and utilities	145,243	109,243	106,446	2,797
Total Ice Arena	651,151	661,354	655,887	5,467
Tennis Center				
Personnel services	33,054	33,054	31,308	1,746
Contractual services	13,395	13,395	13,395	-
Repairs and maintenance	73,837	73,837	75,360	(1,523)
Total Tennis Center	120,286	120,286	120,063	(41)
TOTAL PARKS AND COMMUNITY SERVICES	\$ 5,181,082	\$ 5,247,193	\$ 5,113,755	\$ 133,174

**CITY OF STEAMBOAT SPRINGS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
PLANNING SERVICES				
Planning Administration				
Personnel services	\$ 169,644	\$ 169,644	\$ 236,971	\$ (67,327)
Operating expenses	26,680	26,680	25,440	1,240
Total Administration	<u>196,324</u>	<u>196,324</u>	<u>262,411</u>	<u>(66,087)</u>
Development Review/Current & Future Planning				
Personnel services	442,584	442,584	387,959	54,625
Operating expenses	<u>36,000</u>	<u>75,071</u>	<u>36,200</u>	<u>38,871</u>
Total Development Review/ Current & Future Planning	<u>478,584</u>	<u>517,655</u>	<u>424,159</u>	<u>93,496</u>
Code Enforcement				
Personnel services	98,595	98,595	108,491	(9,896)
Operating expenses	<u>3,502</u>	<u>3,502</u>	<u>1,152</u>	<u>2,350</u>
Total Code Enforcement	<u>102,097</u>	<u>102,097</u>	<u>109,643</u>	<u>(7,546)</u>
Historic Preservation				
Personnel services	42,641	42,641	8,347	34,294
Operating expenses	<u>28,915</u>	<u>28,915</u>	<u>30,929</u>	<u>(2,014)</u>
Total Historic Preservation	<u>71,556</u>	<u>71,556</u>	<u>39,276</u>	<u>32,280</u>
TOTAL PLANNING SERVICES	<u>\$ 848,561</u>	<u>\$ 887,632</u>	<u>\$ 835,489</u>	<u>\$ 52,143</u>

CITY OF STEAMBOAT SPRINGS
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES				
Taxes and assessments	\$ 2,684,121	\$ 2,684,121	\$ 3,975,677	\$ 1,291,556
Intergovernmental	1,986,385	5,462,561	2,184,158	(3,278,403)
Investment Income	87,500	87,500	212,464	124,964
Contributions	67,600	426,790	451,059	24,269
Miscellaneous	-	43,859	41,797	(2,062)
Total revenues	4,825,606	8,704,831	6,865,155	(1,839,676)
EXPENDITURES				
Capital Projects:				
Howelsen Hill Electrical Improvements	-	30,952	15,462	15,490
Accounting Finance Software	-	16,000	-	16,000
Paving Program	700,000	1,500,000	1,467,902	32,098
Ice Rink Improvements	250,000	445,991	408,192	37,799
Combined Law Enforcement Facility (CLEF)	9,500,000	10,355,180	744,994	9,610,186
Transit Coach Replacement	130,000	-	-	-
Electric Undergrounding	-	475,250	300,537	174,713
Document Management System	-	32,790	16,790	16,000
Tennis Court Resurfacing	170,000	170,000	148,954	21,046
Pedestrian, Bicycle & Transit Facilities	135,000	356,478	110,469	246,009
City Parking Lot Pavement Maint.	100,000	217,736	219,423	(1,687)
Stormwater System Improvements	405,000	428,888	172,401	256,487
Central Park Drive Reconstruction	-	11,524	-	11,524
Radio GPS System-Busses	-	249,540	93,868	155,672
Yampa River Restoration	151,000	330,074	24,511	305,563
Northwest Colorado Broadband Project	-	2,773	-	2,773
Computer equipment replace & upgrade	155,000	155,000	47,982	107,018
Facility Fiber Connectivity	90,000	163,966	148,997	14,969
Emerald Park Access	325,000	2,334,352	1,450,924	883,428
Fish Creek Trail	20,000	337,091	39,619	297,472
Core Trail (Legacy)	-	800	-	800
Building Department Software	-	16,350	-	16,350
Snapdragon Way Reconstruction	-	2,160	-	-
US 40 Downhill Drive Intersection	-	62,514	-	62,514
US 40/Elk River Road Intersection	47,600	579,188	560,218	18,970
Igloo Modular	-	629,758	33,685	596,073
Rehder Building / Sam Renovation	-	139,700	16,357	123,343
Phone System Upgrade	-	95,456	94,001	1,455
US 40 South Corridor Access Control Plan	-	828	828	-
Ball Field Improvements	90,000	198,158	10,817	187,341
Park Playground Equipment	190,000	190,000	40,645	149,355
Core Trail Bridge Decking	90,000	199,804	172,721	27,083
Downtown Investment Projects	3,956,750	4,117,129	1,885,119	2,232,010
Rodeo Ground Infrastructure Phase II	60,000	-	-	-

CITY OF STEAMBOAT SPRINGS
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Raw Water Irrigation West Lincoln Park	-	4,653	569	4,084
Howelsen Ice Arena 2nd Sheet Of Ice	-	-	13,408	(13,408)
PW Wash Out Containment - Grit Dump	-	80,000	23,711	56,289
Digital Truck Radio System Replacement	410,000	435,200	6,913	428,287
Howelsen Hill Stabilization	35,000	70,701	59,860	10,841
US 40 West Pedestrian Connection Tap Grant	60,000	133,955	82,020	51,935
Spring Creek Dam Restoration	22,500	31,818	35,458	(3,640)
5339 Bus #86	-	646,694	637,702	8,992
Stockbridge River Access	-	87,500	66,673	20,827
Bus Shelter at Steamboat Hotel	-	102,233	100,138	2,095
Stream Management Plan	25,000	97,875	58,006	39,869
Yampa Street Phase II	-	1,473,954	1,446,990	26,964
Howelsen Hill lift improvements	85,000	85,000	-	85,000
Fire Dept Apparatus SCBA	161,700	161,700	-	161,700
Fire Department Training Site	476,000	476,000	270	475,730
Master Transportation Plan	150,000	150,000	-	150,000
Transit Maintenance Overhead Crane	120,000	120,000	-	120,000
Transit Parking Lot 2017 Maintenance	157,000	157,000	-	157,000
Asset Management Review	100,000	100,000	45,944	54,056
Seatbelt Installation Regional Buses	120,000	120,000	115,800	4,200
Parks and Recreation master plan	150,000	150,000	4,747	145,253
Para Transit Van	-	130,000	-	130,000
Stormwater Treatment Device 6th & Yampa	-	78,764	78,764	-
Rodeo Grounds Parking Improvements	-	84,142	37,923	46,219
Stormwater Treatment Device Hwy 40 & 9th St	-	85,000	63,773	21,227
Transit 5311 replace regional bus	-	219,884	219,884	-
Faster Regional bus replacement 5311 Match	-	155,000	152,116	2,884
Phase 2 Sidewalk Improvements Hwy 40	-	1,429,500	-	1,429,500
Discontinued Projects	-	-	1,806	(1,806)
Total expenditures	18,637,550	30,712,003	11,477,891	19,234,112
Excess (deficiency) of revenues over (under) expenditures	(13,811,944)	(22,007,172)	(4,612,736)	17,394,436
OTHER FINANCING SOURCES (USES)				
Proceeds from the Sale of Assets	9,000	9,000	-	9,000
COP Issuance proceeds	7,500,000	7,500,000	-	7,500,000
Operating transfers from other funds	1,120,000	1,120,000	1,120,000	-
Total other financing sources and uses	8,629,000	8,629,000	1,120,000	7,509,000
Net change in fund balances	(5,182,944)	(13,378,172)	(3,492,736)	24,903,436
Fund balances - Beginning of year	20,731,895	20,731,895	20,731,895	-
Fund balances - End of year	\$ 15,548,951	\$ 7,353,723	\$ 17,239,159	\$ 24,903,436

**CITY OF STEAMBOAT SPRINGS
ACCOMMODATIONS TAX CAPITAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ 949,314	\$ 949,314	\$ 1,039,966	\$ 90,652
Investment Income	4,331	4,331	15,079	10,748
Contributions	-	1,000,000	382,500	(617,500)
Total revenues	953,645	1,953,645	1,437,545	(516,100)
EXPENDITURES				
Capital Projects:				
USFS Trail Planning	90,000	251,122	105,622	145,500
Howelsen Directional Phase II	-	-	7,763	(7,763)
Hwy 40 Lodging To Walton Creek Trail	11,579	11,579	135	11,444
Workman Property Land Improvements	105,739	105,739	105,739	-
2A Trails Buff Pass Trails	215,914	334,354	313,670	20,684
Howelsen & Emerald Trailheads	-	22,404	22,404	-
2A Fish Creek Trail Connection	-	42,171	42,171	-
Old Town Hot Springs	-	286,000	-	286,000
Ice Arena Multi-purpose Facility Addition	-	100,000	8,017	91,983
Ice Arena Multi-purpose Facility Addition Grant	-	1,800,000	-	1,800,000
Ice Arena Multi-purpose Facility Addition Grant	30,000	30,000	30,000	-
Total expenditures	453,232	2,983,369	635,521	2,347,848
Excess (deficiency) of revenues over (under) expenditures	500,413	(1,029,724)	802,024	1,831,748
OTHER FINANCING SOURCES (USES)				
Operating transfers to other funds	(30,000)	(30,000)	(30,000)	-
Total other financing sources and uses	(30,000)	(30,000)	(30,000)	-
Net change in fund balances	470,413	(1,059,724)	772,024	1,831,748
Fund balances - Beginning of year	1,025,305	1,025,305	1,025,305	-
Fund balances - End of year	\$ 1,495,718	\$ (34,419)	\$ 1,797,329	\$ 1,831,748

CITY OF STEAMBOAT SPRINGS
UTILITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES				
Charges for services	\$ 5,949,035	\$ 5,949,035	\$ 6,302,611	\$ 353,576
Investment Income	75,062	75,062	188,174	113,112
Other Income	64,368	64,368	64,440	72
Total revenues	6,488,465	6,488,465	6,555,225	66,760
EXPENDITURES				
Wastewater Treatment				
Personnel services	478,657	478,657	551,357	(72,700)
Contractual services	260,833	260,833	215,466	45,367
Materials and supplies	51,700	51,700	47,658	4,042
Repairs and maintenance	69,000	80,456	54,220	26,236
Telephone and utilities	235,000	235,000	261,271	(26,271)
Total Wastewater Treatment	1,095,190	1,106,646	1,129,972	(23,326)
Wastewater Collection				
Personnel services	177,901	177,901	165,769	12,132
Contractual services	48,263	48,263	48,018	245
Materials and supplies	1,500	1,500	1,865	(365)
Repairs and maintenance	8,700	7,465	8,276	(811)
Telephone and utilities	4,500	4,500	4,416	84
Total Wastewater Collection	240,864	239,629	228,344	11,285
Water Rights Management				
Personnel services	62,270	62,270	103,722	(41,452)
Contractual services	95,620	95,620	90,595	5,025
Total Water Rights Management	157,890	157,890	194,317	(36,427)
Water Distribution				
Personnel services	160,676	160,676	189,395	(28,719)
Materials and supplies	23,724	23,724	25,292	(1,568)
Repairs and maintenance	103,320	115,665	117,029	(1,364)
Telephone and utilities	16,500	17,505	16,272	1,233
Total Water Distribution	304,220	317,570	347,988	(30,418)

CITY OF STEAMBOAT SPRINGS
UTILITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
EXPENDITURES - Continued				
Meter Reading/Billing				
Personnel services	109,417	109,417	50,557	58,860
Contractual services	18,971	24,281	24,396	(115)
Materials and supplies	1,600	1,600	1,243	357
Repairs and maintenance	32,100	31,979	34,184	(2,205)
Telephone and utilities	600	600	244	356
Total Meter Reading/Billing	<u>162,688</u>	<u>167,877</u>	<u>110,624</u>	<u>57,253</u>
Administration				
Personnel services	342,502	342,502	200,752	141,750
Contractual services	609,732	607,928	564,146	43,782
Materials and supplies	13,959	13,959	5,081	8,878
Repairs and maintenance	291,500	281,488	281,487	1
Telephone and utilities	6,956	5,109	3,332	1,777
Total Administration	<u>1,264,649</u>	<u>1,250,986</u>	<u>1,054,798</u>	<u>196,188</u>
Debt service				
Principal	1,011,558	1,011,558	1,011,558	-
Interest	590,952	590,952	572,032	18,920
Total Debt Service	<u>1,602,510</u>	<u>1,602,510</u>	<u>1,583,590</u>	<u>18,920</u>
Capital outlay				
Lands and Improvements	11,740,326	17,101,157	2,697,152	14,404,005
Total Capital Outlay	<u>11,740,326</u>	<u>17,101,157</u>	<u>2,697,152</u>	<u>14,404,005</u>
Total expenditures	<u>16,568,337</u>	<u>21,944,265</u>	<u>7,346,785</u>	<u>14,597,480</u>

CITY OF STEAMBOAT SPRINGS
UTILITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Excess (deficiency) of revenues over (under) expenditures	\$ (10,079,872)	\$ (15,455,800)	\$ (791,560)	\$ 14,664,240
OTHER FINANCING SOURCES (USES)				
Tap fees	844,320	844,320	1,461,057	616,737
Contributions - Developers	-	-	1,841,503	1,841,503
Total other financing sources and uses	844,320	844,320	3,302,560	2,458,240
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	\$ (9,235,552)	\$ (14,611,480)	\$ 2,511,000	\$ 17,122,480
ADD (DEDUCT) RECONCILING ITEMS FOR				
CHANGE IN NET POSITION				
Depreciation and amortization			(1,646,958)	
Principal payments			1,011,558	
Capital expenditures			2,676,622	
Change in net position			4,552,222	
Net position - beginning of year			45,125,725	
Net position - end of year			\$ 49,677,947	

CITY OF STEAMBOAT SPRINGS
AIRPORT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes and assessments				
Charges for services	\$ 1,110,170	\$ 1,110,170	\$ 1,056,175	\$ (53,995)
Investment Income	-	-	3,023	3,023
Total revenues	1,110,170	1,110,170	1,059,198	(43,297)
EXPENDITURES				
Airport Operations				
Personnel services	155,467	155,467	92,450	63,017
Contractual services	118,917	124,732	117,458	7,274
Materials and supplies	16,750	16,517	13,654	2,863
Repairs and maintenance	32,016	33,316	35,928	(2,612)
Telephone and utilities	27,222	27,222	27,800	(578)
Total Airport Operations	350,372	357,254	287,290	69,964
Fixed Base Operations				
Personnel services	173,970	173,970	276,901	(102,931)
Contractual services	109,862	111,195	103,131	8,064
Materials and supplies	399,500	412,441	322,423	90,018
Repairs and maintenance	4,500	5,900	5,761	139
Telephone and utilities	9,593	9,593	8,232	1,361
Total Fixed Base Operations	697,425	713,099	716,448	(3,349)
Debt service				
Principal	14,923	14,923	14,923	-
Interest	706	706	706	-
Total Debt Service	15,629	15,629	15,629	-
Capital outlay				
Machinery and equipment	25,000	5,659	5,244	415
Total Capital Outlay	25,000	5,659	5,244	415
Total expenditures	1,088,426	1,091,641	1,024,611	67,030
Excess (deficiency) of revenues over (under) expenditures	21,744	18,529	34,587	23,733

CITY OF STEAMBOAT SPRINGS
AIRPORT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
OTHER FINANCING SOURCES (USES)				
Transfers in	90,576	90,576	90,576	-
Transfers out	<u>(112,320)</u>	<u>(112,320)</u>	<u>(112,320)</u>	-
Total other financing sources and uses	<u>(21,744)</u>	<u>(21,744)</u>	<u>(21,744)</u>	-
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	<u>\$ -</u>	<u>\$ (3,215)</u>	<u>\$ 12,843</u>	<u>\$ 23,733</u>
ADD (DEDUCT) RECONCILING ITEMS FOR CHANGE IN NET POSITION				
Depreciation and amortization			(372,214)	
Principal payments			14,923	
Capital expenditures			<u>5,244</u>	
Change in net position			(339,204)	
Net position - beginning of year			<u>9,181,695</u>	
Net position - end of year			<u>\$ 8,842,491</u>	

CITY OF STEAMBOAT SPRINGS
GOLF FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES				
Charges for services	\$ 1,236,570	\$ 1,236,570	\$ 1,237,666	\$ 1,096
Investment Income	13,624	13,624	14,206	582
Contributions	1,625	1,625	1,625	-
Other Income	-	-	15,188	15,188
Total revenues	1,251,819	1,251,819	1,268,685	18,155
EXPENDITURES				
Course Operations				
Contractual services	322,515	322,515	331,278	(8,763)
Materials and supplies	37,000	26,500	25,774	726
Repairs and maintenance	55,123	55,123	48,227	6,896
Telephone and utilities	66,000	66,000	62,906	3,094
Total Course Operations	480,638	470,138	468,185	1,953
Course Marketing				
Contractual services	25,000	25,000	20,575	4,425
Total Course Marketing	25,000	25,000	20,575	4,425
Course Maintenance				
Personnel services	396,167	396,167	362,810	33,357
Contractual services	110,485	110,485	109,680	805
Materials and supplies	69,526	69,526	59,834	9,692
Repairs and maintenance	26,600	76,600	58,704	17,896
Telephone and utilities	21,767	21,767	17,874	3,893
Total Course Maintenance	624,545	674,545	608,902	65,643
Equipment Maintenance				
Personnel services	123,610	123,610	156,772	(33,162)
Contractual services	2,000	2,000	402	1,598
Materials and supplies	7,950	7,950	8,489	(539)
Repairs and maintenance	18,000	18,000	19,474	(1,474)
Total Equipment Maintenance	151,560	151,560	185,137	(33,577)
Debt service				
Other outside services	-	-	500	(500)
Principal	83,236	83,236	46,273	36,963
Interest	12,592	12,592	6,042	6,550
Total Debt Service	95,828	95,828	52,815	43,013

CITY OF STEAMBOAT SPRINGS
GOLF FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Capital outlay				
Machinery and equipment	-	10,500	17,887	(7,387)
Buildings and improvements	-	420,190	397,360	22,830
Total Capital Outlay	-	430,690	415,247	15,443
Total expenditures	1,377,571	1,847,761	1,750,861	96,900
Excess (deficiency) of revenues over (under) expenditures	(125,752)	(595,942)	(482,176)	115,055
OTHER FINANCING SOURCES (USES)				
Transfer in	30,000	30,000	30,000	-
Loss on sale of asset	-	-	(15,437)	(15,437)
Total other financing sources and uses	30,000	30,000	14,563	(15,437)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	\$ (95,752)	\$ (565,942)	\$ (467,613)	\$ 99,618
ADD (DEDUCT) RECONCILING ITEMS FOR CHANGE IN NET POSITION				
Depreciation and amortization			(246,835)	
Principal payments			46,273	
Capital expenditures			415,057	
Change in net position			(253,118)	
Net position - beginning of year			9,830,445	
Net position - end of year			\$ 9,577,327	

CITY OF STEAMBOAT SPRINGS
FLEET SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Charges for services	\$ 1,840,562	\$ 1,840,562	\$ 1,856,225	\$ 15,663
Investment income	<u>33,606</u>	<u>33,606</u>	<u>45,787</u>	<u>12,181</u>
Total revenues	<u>1,874,168</u>	<u>1,874,168</u>	<u>1,902,012</u>	<u>27,844</u>
EXPENDITURES				
Current				
Personnel services	321,576	321,576	325,131	(3,555)
Contractual services	12,500	60,670	8,275	52,395
Materials and supplies	531,460	525,460	388,955	136,505
Repairs and maintenance	47,000	47,000	40,802	6,198
Telephone and utilities	31,822	31,822	28,271	3,551
Capital outlay				
Machinery and equipment	<u>309,552</u>	<u>341,552</u>	<u>158,363</u>	<u>183,189</u>
Total expenditures	<u>1,253,910</u>	<u>1,328,080</u>	<u>949,797</u>	<u>378,283</u>
Excess (deficiency) of revenues over (under) expenditures	<u>620,258</u>	<u>546,088</u>	<u>952,215</u>	<u>406,127</u>
OTHER FINANCING SOURCES (USES)				
Sales of assets	<u>30,400</u>	<u>30,400</u>	<u>15,593</u>	<u>(14,807)</u>
Total other financing sources and uses	<u>30,400</u>	<u>30,400</u>	<u>15,593</u>	<u>(14,807)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	<u>\$ 650,658</u>	<u>\$ 576,488</u>	<u>\$ 967,808</u>	<u>\$ 391,320</u>
ADD (DEDUCT) RECONCILING ITEMS FOR CHANGE IN NET POSITION				
Depreciation and amortization			(458,971)	
Capital expenditures			<u>149,983</u>	
Change in net position			658,820	
Net position - beginning of year			<u>5,521,242</u>	
Net position - end of year			<u>\$ 6,180,062</u>	

CITY OF STEAMBOAT SPRINGS
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017

	Balance January 1, 2017	Additions	Deductions	Balance December 31, 2017
SCHOOL SALES TAX FUND				
Assets				
Cash and deposits	\$ -	\$ 3,515,521	\$ 3,515,521	\$ -
Liabilities				
Accounts payable	\$ -	\$ 3,515,521	\$ 3,515,521	\$ -

CITY OF STEAMBOAT SPRINGS
COMPARATIVE SCHEDULE OF CAPITAL ASSETS
USED IN THE OPERATION OF GOVERNMENTAL FUNDS - BY SOURCE
DECEMBER 31, 2017 AND 2016

	<u>2017</u>	<u>2016</u>
Governmental funds capital assets:		
Intangible Assets	\$ 869,918	\$ 776,050
Land and improvements	40,197,833	37,792,601
Parks and fields	14,581,613	14,432,659
Roads and bridges	27,561,537	23,384,197
Trails	7,468,774	7,290,518
Buildings and improvements	38,720,954	38,022,076
Machinery and equipment	16,902,694	15,587,898
Construction in progress	<u>6,853,162</u>	<u>6,059,844</u>
 Total governmental funds capital assets	 <u>\$ 153,156,485</u>	 <u>\$ 143,345,843</u>
 Investments in governmental funds capital assets by source:		
General Fund	\$ 47,698,854	\$ 47,725,962
Capital Projects Fund	84,114,478	74,469,281
Accommodations Tax Capital Fund	1,498,717	1,590,446
Steamboat Springs Redevelopment Authority Fund	<u>19,844,436</u>	<u>19,560,154</u>
	 <u>\$ 153,156,485</u>	 <u>\$ 143,345,843</u>

Note: Excludes Internal Service Fund

**STEAMBOAT SPRINGS LOCAL MARKETING DISTRICT
BALANCE SHEET
DECEMBER 31, 2017**

ASSETS

Cash equivalents	\$ 505,049
Pooled cash & investments	5,177,267
Sales taxes receivable	<u>296,405</u>
Total assets	<u>\$ 5,978,721</u>

LIABILITIES AND FUND BALANCES

Liabilities

Accounts payable	<u>\$ 12,741</u>
Total liabilities	<u>12,741</u>

Fund Balances

Restricted	<u>5,965,980</u>
Total fund balances	<u>5,965,980</u>
Total liabilities and fund balances	<u>\$ 5,978,721</u>

STEAMBOAT SPRINGS LOCAL MARKETING DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2017

REVENUES

Taxes and assessments	\$ 1,750,562
Investment income	<u>72,049</u>
 Total revenues	 <u>1,822,611</u>

EXPENDITURES

Current	
Air service payments	2,791,917
Operating expenses	<u>455,977</u>
 Total expenditures	 <u>3,247,894</u>
 Net change in fund balances	 (1,425,283)
 Fund balances - Beginning of year	 <u>7,391,263</u>
 Fund balances - End of year	 <u>\$ 5,965,980</u>

STEAMBOAT SPRINGS LOCAL MARKETING DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ 1,600,000	\$ 1,600,000	\$ 1,750,562	\$ 150,562
Investment income	10,000	10,000	72,049	62,049
Total revenues	1,610,000	1,610,000	1,822,611	212,611
EXPENDITURES				
Current				
Air service payments	5,161,057	5,161,057	2,791,917	2,369,140
Operating expenses	476,000	476,000	455,977	20,023
Total expenditures	5,637,057	5,637,057	3,247,894	2,389,163
Net change in fund balances	(4,027,057)	(4,027,057)	(1,425,283)	2,601,774
Fund balances - Beginning of year	7,391,263	7,391,263	7,391,263	2,012,963
Fund balances - End of year	\$ 3,364,206	\$ 3,364,206	\$ 5,965,980	\$ 4,614,737

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

LOCAL HIGHWAY FINANCE REPORT		City or County:
		City of Steamboat Springs
		YEAR ENDING :
This Information From The Records Of (example - City of _ or County of _)		Prepared By:
City of Steamboat Springs		Elizabeth Neidel
		Phone:
		970-871-8238

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

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Receipts from local sources:	
1. Local highway-user taxes	
a. Motor Fuel (from Item I.A.5.)	
b. Motor Vehicle (from Item I.B.5.)	
c. Total (a.+b.)	
2. General fund appropriations	
3. Other local imposts (from page 2)	7,003,650
4. Miscellaneous local receipts (from page 2)	14,412
5. Transfers from toll facilities	
6. Proceeds of sale of bonds and notes:	
a. Bonds - Original Issues	
b. Bonds - Refunding Issues	
c. Notes	
d. Total (a. + b. + c.)	0
7. Total (1 through 6)	7,018,062
B. Private Contributions	
C. Receipts from State government	
(from page 2)	538,319
D. Receipts from Federal Government	
(from page 2)	0
E. Total receipts (A.7 + B + C + D)	7,556,381

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Local highway disbursements:	
1. Capital outlay (from page 2)	3,780,594
2. Maintenance:	657,992
3. Road and street services:	
a. Traffic control operations	172,266
b. Snow and ice removal	474,687
c. Other	291,170
d. Total (a. through c.)	938,123
4. General administration & miscellaneous	1,303,211
5. Highway law enforcement and safety	876,461
6. Total (1 through 5)	7,556,381
B. Debt service on local obligations:	
1. Bonds:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
2. Notes:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
3. Total (1.c + 2.c)	0
C. Payments to State for highways	
D. Payments to toll facilities	
E. Total disbursements (A.6 + B.3 + C + D)	7,556,381

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

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

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
		7,556,381	7,556,381		0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT		STATE: Colorado	
		YEAR ENDING (mm/yy): December 2017	

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL			
ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments		a. Interest on investments	
b. Other local imposts:		b. Road Maintenance Fee	14,412
1. Sales Taxes	5,615,994	c. (Specify)	
2. Vehicle Use Tax	1,134,111	d. (Specify)	
3. Roads & Bridges	253,545	e. (Specify)	
4. (Specify)		f. (Specify)	
5. (Specify)		g. (Specify)	
6. Total (1. through 5.)	7,003,650	h. (Specify)	
c. Total (a. + b.)	7,003,650	i. Total (a. through h.)	14,412
(Carry forward to page 1)		(Carry forward to page 1)	

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes (from Item I.C.5.)	480,599	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. (Specify)	
a. Motor Vehicle	57,720	b. (Specify)	
b. (Specify)		c. (Specify)	
c. (Specify)		d. (Specify)	
d. (Specify)		e. (Specify)	
e. (Specify)		f. (Specify)	
f. Total (a. through e.)	57,720	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	538,319	3. Total (1. + 2.g)	
(Carry forward to page 1)		(Carry forward to page 1)	

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL			
	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs	2,316	122,358	124,674
c. Construction:			
(1). New Facilities		1,366,148	1,366,148
(2). Capacity Improvements	558,730		558,730
(3). System Preservation		1,731,042	1,731,042
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	558,730	3,097,190	3,655,920
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	561,046	3,219,548	3,780,594
	(Carry forward to page 1)		

Notes and Comments:

STATISTICAL SECTION

STATISTICAL SECTION

(unaudited)

This part of the City of Steamboat Springs Comprehensive Annual Financial Report presents detailed information to facilitate the understanding of this year's financial statements, note disclosures, and supplementary information. The independent auditor has not audited this information.

Contents

Page

Financial Trends:

109-114

These tables contain trend information that may assist the reader in assessing the City's current financial performance by placing it in historical perspective.

Revenue Capacity:

115-121

These tables contain information that may assist the reader in assessing the viability of the City's most significant "own-source" revenue source, which is sales tax. The City does not have a property tax levy; but, Routt County property taxpayer information is provided for the reader. Information on accommodation tax is also available in this section.

Debt Capacity:

122-126

These tables present information that may assist the reader in analyzing the affordability of the City's current level of outstanding debt, and the City's ability to issue additional debt in the future.

Demographics and Economic Information:

127-128

These tables offer economic and demographic indicators that are commonly used for financial analysis, and may assist the reader in understanding the City's present and ongoing financial status.

Operating Information:

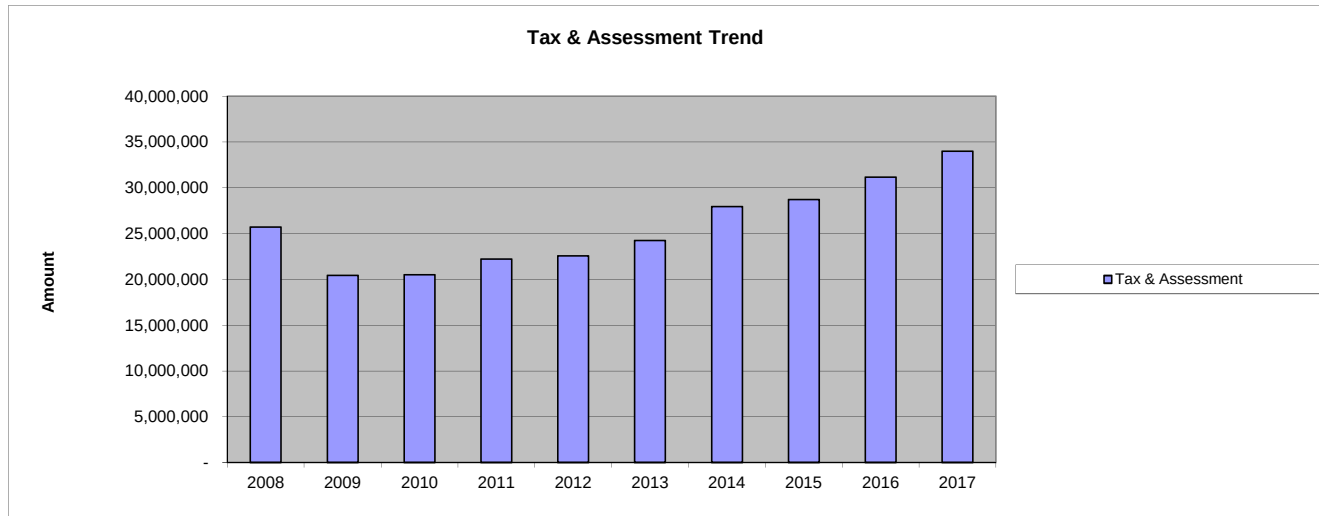
129-131

These tables contain service and infrastructure indicators that may assist the reader in understanding how the information in these financial statements relates to the City's services and activities performed.

Sources: Unless otherwise noted, the information in these tables is derived from the CAFR's for the relevant years.

CITY OF STEAMBOAT SPRINGS
TAX AND ASSESSMENT REVENUE BY SOURCE, GOVERNMENTAL FUNDS
LAST TEN YEARS
(modified accrual basis of accounting)
(unaudited)

	Sales Tax	Building Use Tax	Vehicle Use Tax	Excise Tax	Franchise Fees	Sidewalk & Special Assessments	Accomodations Tax	Steamboat Spgs Redevelopmt Authority		SSRA Total	Other	Total
								Tax Increment Funding Sales Tax	Tax Increment Funding Property Tax			
2008	19,607,176	2,074,033	567,484	1,225,160	1,199,869	19,989	-	320,351	578,840	899,191	104,437	25,697,339
2009	16,833,849	820,646	427,485	387,095	1,169,112	12,321	-	-	704,664	704,664	95,069	20,450,241
2010	16,669,912	575,624	397,920	279,101	1,234,282	9,678	-	-	1,274,645	1,274,645	83,341	20,524,503
2011	17,414,688	518,280	516,222	343,397	1,279,225	13,084	-	-	2,058,066	2,058,066	69,809	22,212,771
2012	17,606,100	556,177	585,318	606,336	1,248,949	10,570	-	-	1,875,185	1,875,185	68,316	22,556,951
2013	18,900,737	772,352	602,673	473,180	1,337,782	10,897	207,369	-	1,871,840	1,871,840	64,850	24,241,679
2014	20,397,976	1,541,629	742,348	877,419	1,384,116	9,994	832,006	338,003	1,772,955	2,110,958	61,877	27,958,323
2015	21,450,628	1,146,851	784,015	637,506	1,364,163	9,590	903,764	562,022	1,802,043	2,364,065	62,434	28,723,015
2016	22,765,132	1,583,460	834,070	1,066,349	1,358,964	9,920	996,433	799,949	1,680,361	2,480,310	66,380	31,161,017
2017	23,907,946	2,282,813	1,134,111	1,344,425	1,366,785	311,991	1,039,966	549,759	1,848,517	2,398,276	203,918	33,990,231
Change from 2008 to 2017	21.9%	10.1%	99.8%	9.7%	13.9%	1460.8%	n/a	71.6%	219.3%	166.7%	95.3%	32.3%
Change from 2016 to 2017	5.0%	44.2%	36.0%	26.1%	0.6%	3045.1%	4.4%	-31.3%	10.0%	-3.3%	207.2%	9.1%



CITY OF STEAMBOAT SPRINGS
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN YEARS
(modified accrual basis of accounting)
(unaudited)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Revenue:										
Taxes & assessments	\$ 25,697,339	\$ 20,450,241	\$ 20,892,155	\$ 22,212,771	\$ 22,556,952	\$ 24,241,679	\$ 27,958,323	\$ 28,723,016	\$ 31,217,875	\$ 33,826,273
Licenses, fees, and permits	42,121	45,654	44,561	45,927	47,990	77,541	77,358	83,630	96,538	94,140
Intergovernmental	6,341,323	3,850,507	5,909,222	4,321,868	4,398,927	4,992,408	3,897,987	4,450,680	3,480,915	4,767,067
Charges for services	2,311,107	1,416,695	1,598,722	1,404,414	1,519,310	2,617,445	2,740,601	2,790,239	3,089,120	3,035,482
Fines and forfeits	283,119	321,847	264,616	226,567	216,767	212,458	224,704	239,504	218,027	196,088
Other Income	584,789	50,037	-	-	-	-	-	-	-	-
Investment Income	1,010,465	217,467	201,120	151,857	103,427	58,460	68,405	102,252	295,837	473,587
Loan Repayment	8,190	-	7,500	193,856	-	-	-	30,777	436,567	38,577
Contributions	1,160,183	2,743,381	494,762	221,018	452,449	248,372	361,787	314,450	366,254	1,052,366
Voluntary assessment	254,157	213,979	214,881	217,600	225,797	257,061	312,005	344,857	30,777	328,329
Miscellaneous	162,937	82,023	192,503	1,157,628	1,153,873	1,207,051	988,974	781,082	987,881	1,086,687
Total revenue	37,855,730	29,391,831	29,820,042	30,153,506	30,675,492	33,912,475	36,630,144	37,860,487	40,219,791	44,898,596
Expenditures:										
General government	3,453,114	3,561,837	4,856,726	4,792,518	4,861,455	4,930,707	5,023,229	5,476,944	6,449,671	6,359,281
Community Support	1,751,676	1,273,305	1,161,077	1,117,402	1,356,079	1,185,718	1,206,382	1,406,043	1,446,602	1,517,195
Transportation Services	3,010,789	2,664,925	2,730,334	2,631,571	2,831,821	2,943,710	3,061,878	3,189,508	3,427,775	3,665,422
Public Works	3,212,368	3,004,681	3,093,294	2,811,543	2,689,910	2,710,752	3,028,303	3,136,039	3,531,078	4,051,453
Public Safety Services	6,563,531	6,210,964	6,319,509	5,784,941	6,138,944	6,510,150	6,568,826	6,933,107	7,188,058	7,669,186
Legal and municipal court	681,228	702,461	491,960	501,843	548,550	509,193	527,547	545,430	474,879	556,342
Parks and Community Services	5,477,031	2,676,575	2,337,308	2,227,887	2,178,776	4,395,130	4,536,633	4,809,358	4,840,806	5,113,755
Planning	1,732,174	2,208,427	802,006	584,074	549,871	530,626	583,543	760,982	896,418	836,989
Capital projects	16,200,348	7,647,760	8,795,523	9,904,499	4,339,637	5,760,751	4,014,225	5,445,310	10,507,718	12,506,187
Debt service:										
Administrative Fees	64,181	225,179	257,890	4,000	-	4,000	48,252	6,750	8,750	6,500
Bond issuance costs	-	-	595,057	-	-	-	-	-	140,175	-
Principal	1,035,347	9,064,074	17,816,756	1,122,483	1,148,286	1,244,014	1,288,433	1,482,023	1,525,777	1,624,701
Interest	460,693	251,958	378,672	890,343	864,878	839,486	802,511	1,081,868	1,019,486	901,807
Total expenditures	43,642,480	39,492,146	49,636,112	32,373,104	27,508,207	31,564,237	30,689,762	34,273,362	41,457,193	44,808,818
Excess of revenues over (under) expenditures	(5,786,750)	(10,100,315)	(19,816,070)	(2,219,598)	3,167,285	2,348,238	5,940,382	3,587,125	(1,237,402)	89,778
Other Financing Sources (uses):										
Sales of assets	350	-	2,000	6,510	300	-	13,635	7,750	22,600	750
Insurance proceeds	-	-	36,836	5,905	43,565	14,705	17,177	193,014	187,978	54,534
Debt proceeds	-	17,795,577	24,350,000	-	-	-	-	-	6,220,000	-
Debt issuance costs	-	(134,014)	-	-	-	-	-	-	-	-
Bond discount	-	(105,000)	-	-	-	-	-	-	-	-
Debt issuance premium	-	-	346,653	-	-	-	-	-	330,539	-
Payments to escrow agent	-	-	(3,789,817)	-	-	-	-	-	(5,110,809)	-
Transfers out	(1,552,757)	(6,676,429)	(2,904,828)	(1,871,682)	(2,634,401)	(1,237,489)	(12,382,436)	(2,724,870)	(4,933,512)	(1,240,576)
Transfers in	1,121,462	5,445,024	2,065,727	490,485	110,850	403,264	11,850,635	5,372,892	4,752,124	1,232,320
Total other financing sources (uses)	(430,945)	16,325,158	20,106,571	(1,368,782)	(2,479,686)	(819,520) 0	(500,989)	2,848,786	1,468,920	47,028
Net change in fund balances	(\$6,217,695)	\$6,224,843	\$290,501	(\$3,588,380)	\$687,599	\$1,528,718	5,439,393	6,435,911	231,518	136,806
Debt service - Net of refundings as a percentage of non-capital expenditures	5.2%	3.0%	1.6%	8.3%	8.2%	7.7%	7.5%	8.5%	7.9%	7.3%

CITY OF STEAMBOAT SPRINGS
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN YEARS
(modified accrual basis of accounting)
(unaudited)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Fund:										
Reserved	\$ 2,156,196	\$ 2,219,640	\$ 1,953,718	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	10,901,261	12,585,912	12,025,733	-	-	-	-	-	-	-
Subtotal, General Fund	13,057,457	14,805,552	13,979,451	-	-	-	-	-	-	-
All Other Governmental Funds:										
Reserved										
Special revenue funds	-	6,744,280	6,854,072	-	-	-	-	-	-	-
Capital projects funds	271,161	744,320	826,959	-	-	-	-	-	-	-
Unreserved, reported in:										
Special revenue funds	1,049,797	869,120	1,954,422	-	-	-	-	-	-	-
Capital projects funds	8,780,840	6,221,486	6,060,355	-	-	-	-	-	-	-
Subtotal, All Other Gov't Funds	10,101,798	14,579,206	15,695,808	-	-	-	-	-	-	-
Total Governmental Funds	\$ 23,159,255	\$ 29,384,758	\$ 29,675,259	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Governmental Funds:										
Reserved	\$ 2,427,357	\$ 9,708,240	\$ 9,634,749	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	20,731,898	19,676,518	20,040,510	-	-	-	-	-	-	-
Total Governmental Funds	\$ 23,159,255	\$ 29,384,758	\$ 29,675,259	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Fund Balances										
Non-Spendable	\$ -	\$ -	\$ -	\$ 24,796	\$ 120,396	\$ 78,300	\$ 59,119	\$ 45,738	\$ 43,154	\$ 63,736
Restricted	-	-	-	1,346,456	1,395,975	1,398,500	1,507,500	1,453,500	1,670,157	1,717,500
Committed	-	-	-	99,352	108,227	116,501	141,540	159,302	167,141	166,753
Assigned	-	-	-	5,467,514	6,316,975	6,626,033	6,762,366	10,107,015	122,250	586,682
Unassigned	-	-	-	9,704,666	10,644,952	13,153,927	5,226,737	5,932,897	12,253,718	14,062,351
Subtotal General Fund	\$ -	\$ -	\$ -	\$ 16,642,783	\$ 18,586,525	\$ 21,373,261	\$ 13,697,262	\$ 17,698,452	\$ 14,256,420	\$ 16,597,022
All Other Governmental Funds:										
Restricted										
Special revenue funds	\$ -	\$ -	\$ -	\$ 1,877,730	\$ 4,179,462	\$ 3,933,550	\$ 4,173,356	\$ 4,223,516	\$ 4,396,399	\$ 4,913,315
Capital projects funds	-	-	-	872,895	1,092,690	889,465	1,495,027	1,471,720	1,545,647	2,524,697
Committed										
Capital projects funds	-	-	-	-	-	-	362,665	568,535	-	-
Assigned										
Special revenue funds	-	-	-	2,504,911	-	-	-	479,260	-	-
Capital projects funds	-	-	-	4,188,561	2,915,802	2,106,921	14,014,280	15,737,018	20,211,553	16,511,791
Subtotal-Other Governmental Funds	\$ -	\$ -	\$ -	\$ 9,444,097	\$ 8,187,954	\$ 6,929,936	\$ 20,045,328	\$ 22,480,049	\$ 26,153,599	\$ 23,949,803
Total Governmental Funds	\$ -	\$ -	\$ -	\$ 26,086,879	\$ 26,774,479	\$ 28,303,197	\$ 33,742,590	\$ 40,178,501	\$ 40,410,019	\$ 40,546,825
Governmental Funds										
Non-Spendable	\$ -	\$ -	\$ -	\$ 24,796	\$ 120,396	\$ 78,300	\$ 59,119	\$ 45,738	\$ 43,154	\$ 63,736
Restricted	-	-	-	4,097,081	6,668,127	6,221,515	7,175,883	7,148,736	7,612,203	9,155,512
Committed	-	-	-	99,352	108,227	116,501	504,205	727,837	167,141	166,753
Assigned	-	-	-	12,160,986	9,232,777	8,732,954	20,776,646	26,323,293	20,333,803	17,098,473
Unassigned	-	-	-	9,704,666	10,644,952	13,153,927	5,226,737	5,932,897	12,253,718	14,062,351
Total Governmental Funds	\$ -	\$ -	\$ -	\$ 26,086,879	\$ 26,774,479	\$ 28,303,197	\$ 33,742,590	\$ 40,178,501	\$ 40,410,019	\$ 40,546,825

Note: In 2011 the City implemented compliance with GASB issuance #54, therefore this report has been formatted for new fund categories.

CITY OF STEAMBOAT SPRINGS
CHANGES IN NET POSITION
LAST TEN YEARS
(accrual basis of accounting)
(unaudited)

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Expenses:										
Governmental activities:										
General government	\$5,279,732	\$4,307,386	\$5,855,088	\$6,554,680	\$7,230,605	\$7,099,597	\$7,088,597	\$7,740,814	\$8,854,749	\$8,708,045
Public safety services	7,822,875	7,266,063	7,588,695	6,055,636	6,473,324	7,374,531	7,178,756	7,652,612	7,806,809	8,615,233
Public works	5,336,830	6,896,972	4,990,256	4,696,594	4,490,608	4,288,849	4,774,370	4,897,788	5,442,567	6,622,816
Transportation services	3,487,158	3,193,132	3,271,689	3,278,116	3,481,060	3,561,947	3,648,024	3,877,058	4,116,645	4,337,681
Legal and municipal court	680,878	703,552	492,963	504,211	549,455	512,953	526,848	544,549	486,825	561,096
Parks and Recreation	6,438,774	3,461,164	2,866,300	3,072,962	2,762,774	5,003,805	5,290,925	5,576,665	5,657,258	6,583,857
Planning	1,772,057	2,205,619	832,677	582,380	548,054	490,350	459,212	1,066,106	1,006,449	911,306
Interest on long-term debt	466,880	476,701	683,644	897,399	862,326	846,520	832,507	1,083,104	1,001,406	1,015,339
Total governmental activities expenses	<u>31,285,184</u>	<u>28,510,589</u>	<u>26,581,312</u>	<u>25,641,977</u>	<u>26,398,206</u>	<u>29,178,552</u>	<u>29,799,239</u>	<u>32,438,696</u>	<u>34,372,708</u>	<u>37,355,373</u>
Business-type activities:										
Water and wastewater	3,682,522	4,024,967	3,754,809	5,065,341	4,738,991	4,652,799	5,303,650	5,140,727	5,196,884	5,305,563
Airport	1,250,181	1,123,978	1,141,446	1,245,362	1,286,053	1,261,271	1,396,825	1,725,225	1,378,016	1,376,658
Golf course	1,513,027	1,312,546	1,339,007	1,392,942	1,373,210	1,359,679	1,324,970	1,363,255	1,376,097	1,551,803
Iron Horse	1,129,705	660,794	495,841	918,939	1,004,473	673,481	703,176	678,954	-	-
Rehder Building	-	-	-	-	-	90,527	-	-	-	-
Non-major proprietary funds	89,246	2,282,341	2,245,779	2,472,860	2,420,183	-	-	-	-	-
Total business-type activities expenses	<u>7,664,681</u>	<u>9,404,626</u>	<u>8,976,882</u>	<u>11,095,445</u>	<u>10,822,910</u>	<u>8,037,757</u>	<u>8,728,621</u>	<u>8,908,161</u>	<u>7,950,997</u>	<u>8,234,024</u>
Total primary government expenses	<u>\$38,949,865</u>	<u>\$37,915,215</u>	<u>\$35,558,194</u>	<u>\$36,737,422</u>	<u>\$37,221,116</u>	<u>\$37,216,309</u>	<u>\$38,527,860</u>	<u>\$41,346,857</u>	<u>\$42,323,705</u>	<u>\$45,589,397</u>
Program Revenues:										
Governmental activities:										
Charges for services:										
General government	\$28,855	\$23,316	\$20,887	\$1,235,785	\$1,255,093	\$1,365,833	\$1,175,910	\$945,963	\$1,143,819	\$1,109,544
Public safety services	521,148	619,684	705,537	587,665	662,364	694,528	689,934	778,162	996,955	1,060,877
Public works	-	-	-	-	-	-	-	-	-	-
Transportation services	129,772	100,108	94,431	81,354	93,497	100,520	172,553	156,435	148,660	164,514
Parks and recreation	1,379,212	446,749	430,584	446,271	503,756	1,447,215	1,562,148	1,534,547	1,563,879	1,611,806
Planning	262,482	262,230	180,474	256,894	206,462	287,526	225,159	290,930	345,422	494,331
Operating grants and contributions	2,353,031	3,845,052	4,832,684	3,901,959	3,901,245	4,317,769	1,877,464	1,986,102	2,252,146	2,536,340
Capital grants and contributions	5,558,265	2,946,829	3,541,809	2,453,722	2,662,671	2,602,920	4,451,072	4,140,287	1,931,089	4,075,064
Total governmental activities program revenues	<u>10,232,765</u>	<u>8,243,968</u>	<u>9,806,406</u>	<u>8,963,650</u>	<u>9,285,088</u>	<u>10,816,311</u>	<u>10,154,240</u>	<u>9,832,426</u>	<u>8,381,970</u>	<u>11,052,476</u>
Business-type activities:										
Charges for services:										
Water and wastewater	3,160,104	4,304,072	4,264,426	4,555,029	5,104,136	5,595,664	5,645,774	5,608,311	5,859,213	6,302,611
Airport	855,120	754,600	828,895	510,471	941,657	1,055,239	1,074,310	1,051,792	1,108,537	1,056,175
Golf course	1,230,872	1,115,111	1,003,968	1,008,278	1,106,671	1,157,857	1,164,657	1,222,036	1,272,878	1,237,666
Iron Horse	741,631	122,929	41,146	339,893	304,766	174,603	206,544	269,363	-	-
Rehder Building	-	-	-	-	-	1,371	-	-	-	-
Non-major proprietary funds	-	811,263	841,991	833,281	856,495	-	-	-	-	-
Operating grants and contributions	1,700	1,625	5,975	2,125	-	22,149	48,711	301,328	-	-
Capital grants and contributions	2,445,952	1,956,506	1,007,539	1,891,310	4,196,070	596,779	1,144,101	1,570,333	1,906,929	3,302,560
Total business-type activities program revenues	<u>8,435,379</u>	<u>9,066,106</u>	<u>7,993,940</u>	<u>9,140,387</u>	<u>12,509,795</u>	<u>8,603,662</u>	<u>9,284,097</u>	<u>10,023,163</u>	<u>10,147,557</u>	<u>11,899,012</u>
Total primary government program revenues	<u>\$18,668,144</u>	<u>\$17,310,074</u>	<u>\$17,800,346</u>	<u>\$18,104,037</u>	<u>\$21,794,883</u>	<u>\$19,419,973</u>	<u>\$19,438,337</u>	<u>\$19,855,589</u>	<u>\$18,529,527</u>	<u>\$22,951,488</u>
Net (Expense)/Revenue:										
Governmental activities	(\$21,052,419)	(\$20,266,621)	(16,774,906)	(16,678,328)	(17,113,118)	(18,362,241)	(19,644,999)	(22,606,270)	(25,990,738)	(26,302,897)
Business-type activities	770,698	(338,520)	(982,942)	(1,955,058)	1,686,885	565,905	555,476	1,115,002	2,196,560	3,664,988
Total primary government net expense	<u>(\$20,281,721)</u>	<u>(\$20,605,141)</u>	<u>(\$17,757,848)</u>	<u>(\$18,633,385)</u>	<u>(\$15,426,233)</u>	<u>(\$17,796,336)</u>	<u>(\$19,089,523)</u>	<u>(\$21,491,268)</u>	<u>(\$23,794,178)</u>	<u>(\$22,637,909)</u>

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Revenues and Other Changes in Net Position:										
Governmental activities:										
Taxes:										
Sales taxes	\$19,927,527	\$16,833,849	16,669,912	17,414,688	17,606,100	19,108,106	21,229,982	22,354,392	24,439,818	24,457,705
Use taxes	2,641,517	1,248,130	973,544	1,034,953	1,141,495	1,375,025	2,283,977	1,930,866	2,417,530	3,416,924
Accommodations Taxes	-	-	-	-	-	-	-	-	-	1,039,966
Property taxes	-	-	-	-	-	-	-	1,802,043	1,680,361	1,848,517
Development excise tax	1,225,160	387,095	279,101	343,628	606,336	473,180	877,419	637,506	1,066,349	1,344,425
Other taxes	770,629	1,320,642	363,914	456,291	458,844	399,708	566,081	729,520	254,853	203,918
Franchise Fees	1,199,869	1,169,112	1,234,282	1,279,225	1,248,949	1,337,781	1,384,115	1,364,163	1,358,964	1,366,785
Voluntary assessment	254,157	213,979	214,881	217,600	225,797	257,061	312,005	344,857	366,254	-
Unrestricted investment earnings	1,012,058	190,771	156,315	153,704	116,569	85,057	68,405	122,406	325,744	519,374
Gain(loss) on sale of capital assets	-	-	43,267	276,714	2,661	(59,686)	118,692	24,651	54,307	16,343
Miscellaneous revenue	680,194	167,940	237,235	74,709	264,878	21,757	54,251	229,848	127,153	91,330
Transfers	(314,034)	(14,203,233)	(1,104,137)	(1,316,197)	10,958,938	1,391,295	(5,471,801)	2,718,837	(166,388)	(8,256)
Total governmental activities	27,397,077	7,328,285	19,068,314	19,935,315	32,630,567	24,389,284	21,423,126	32,259,089	31,924,945	34,297,031
Business-type activities:										
Taxes:										
Sales taxes	855,303	651,251	604,673	657,846	646,765	513,311	-	-	-	-
Other taxes	-	-	-	-	-	-	-	-	-	-
Unrestricted investment earnings	340,628	54,488	26,843	13,616	49,350	26,387	-	33,203	72,950	205,403
Gain(loss) on sale of capital assets	-	5,936	-	-	1,000	-	50	-	-	-
Miscellaneous revenue	243,472	113,116	114,500	577,712	146,836	96,952	101,582	96,216	101,605	81,253
Transfers	314,034	14,203,233	1,104,137	1,316,197	(10,958,938)	(1,391,295)	5,471,801	(2,718,837)	166,388	8,256
Total business-type activities	1,753,437	15,028,024	1,850,153	2,565,371	(10,114,987)	(754,645)	5,573,433	(2,589,418)	340,943	294,912
Total primary government	\$29,150,514	\$22,356,309	\$20,918,467	\$22,500,686	\$22,515,580	\$23,634,639	\$26,996,559	\$29,669,671	\$32,265,888	\$34,591,943
Change in Net Position:										
Governmental activities	\$6,344,658	(\$12,938,336)	\$2,293,408	\$3,256,987	\$15,517,449	\$6,027,043	\$1,778,127	\$9,652,819	\$5,934,207	\$7,994,134
Business-type activities	2,524,135	14,689,504	867,211	610,313	(8,428,102)	(188,740)	6,128,909	(1,474,416)	2,537,503	3,959,900
Total primary government	\$8,868,793	\$1,751,168	\$3,160,619	\$3,867,300	\$7,089,347	\$5,838,303	\$7,907,036	\$8,178,403	\$8,471,710	\$11,954,034

A Includes the net book value of assets transferred to three new enterprise funds formed in 2009 from the governmental funds of \$12,971,828

Note: The City began reporting accrual information with the implementation of GASB Statement 34 in 2003.

Note: The City began breaking out TIF Property Tax in 2016

Note: The City began breaking out Accommodations Tax in 2017

Note: Voluntary Assessment is being reported as Program revenue - Operating Contribution beginning in 2017

CITY OF STEAMBOAT SPRINGS
NET POSITION BY COMPONENT
LAST TEN YEARS
(accrual basis of accounting)
(unaudited)

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Governmental Activities:										
Net investment in capital assets	\$ 68,092,283	\$ 48,214,303	\$ 49,517,440	\$ 56,012,840	\$ 70,959,007	\$ 75,688,068	\$ 71,416,354	\$ 73,968,832	\$ 80,003,611	\$ 86,839,228
Restricted	2,863,242	10,199,872	10,094,790	10,815,349	6,799,255	6,113,672	7,433,020	8,145,293	8,077,073	10,059,847
Unrestricted	21,352,646	20,955,660	21,443,549	17,564,939	22,679,420	24,662,985	29,650,615	36,038,683	36,006,331	35,182,074
Total Government Activities Net Position	<u>92,308,171</u>	<u>79,369,835</u>	<u>81,055,779</u>	<u>84,393,127</u>	<u>100,437,682</u>	<u>106,464,725</u>	<u>108,499,989</u>	<u>118,152,808</u>	<u>124,087,015</u>	<u>132,081,149</u>
Business-type Activities:										
Net investment in capital assets	38,961,055	54,544,664	55,104,930	57,063,091	49,172,766	45,547,638	49,699,491	47,013,307	47,363,413	50,447,054
Restricted	2,309,422	2,322,839	2,269,177	3,448,096	3,499,755	2,529,271	3,170,267	3,742,592	4,639,619	4,680,992
Unrestricted	7,888,197	7,002,888	7,384,404	4,877,283	4,462,088	8,868,960	10,205,020	10,844,463	12,134,833	12,969,719
Total Business-type Activities Net Position	<u>49,158,674</u>	<u>63,870,391</u>	<u>64,758,511</u>	<u>65,388,470</u>	<u>57,134,609</u>	<u>56,945,869</u>	<u>63,074,778</u>	<u>61,600,362</u>	<u>64,137,865</u>	<u>68,097,765</u>
Primary Government:										
Net investment in capital assets	107,053,338	102,758,967	104,622,370	113,075,931	120,131,773	121,235,706	121,115,845	120,982,139	127,367,024	137,286,282
Restricted	5,172,664	12,522,711	12,363,967	14,263,445	10,299,010	8,642,943	10,603,287	11,887,885	12,716,692	14,740,839
Unrestricted	29,240,843	27,958,548	28,827,953	22,442,222	27,141,508	33,531,945	39,855,635	46,883,146	48,141,164	48,151,793
Total Primary Government Net Position	<u>\$ 141,466,845</u>	<u>\$ 143,240,226</u>	<u>\$ 145,814,290</u>	<u>\$ 149,781,597</u>	<u>\$ 157,572,291</u>	<u>\$ 163,410,594</u>	<u>\$ 171,574,767</u>	<u>\$ 179,753,170</u>	<u>\$ 188,224,880</u>	<u>\$ 200,178,914</u>

Note: The City began reporting accrual information with the implementation of GASB Statement 34 in 2003.
With the implementation of GASB 63 the City also began reporting "Net Position" rather than "Net Assets" in 2012 .

CITY OF STEAMBOAT SPRINGS
DIRECT AND OVERLAPPING SALES TAX RATE
LAST TEN YEARS
(unaudited)

	City Direct Rate			Accommodation Tax	Local Marketing District	Routt County	State of Colorado
	City Sales Tax	School Tax	Air Service Tax				
2008	4.0%	0.5%	-	1.0%	2.0%	1.0%	2.9%
2009	4.0%	0.5%	-	1.0%	2.0%	1.0%	2.9%
2010	4.0%	0.5%	-	1.0%	2.0%	1.0%	2.9%
2011	4.0%	0.5%	-	1.0%	2.0%	1.0%	2.9%
2012	4.0%	0.5%	0.25%	1.0%	2.0%	1.0%	2.9%
2013	4.0%	0.5%	0.25%	1.0%	2.0%	1.0%	2.9%
2014	4.0%	0.5%	0.25%	1.0%	2.0%	1.0%	2.9%
2015	4.0%	0.5%	0.25%	1.0%	2.0%	1.0%	2.9%
2016	4.0%	0.5%	0.25%	1.0%	2.0%	1.0%	2.9%

CITY OF STEAMBOAT SPRINGS
TAXABLE RETAIL SALES BY INDUSTRY
LAST TEN YEARS
(unaudited)

	Lodging	Restaurants	Utilities	Sporting Goods	Liquor Stores	Miscellaneous	Total Taxable Retail Sales	City direct sales tax rate
2008	92,844,022	73,037,067	46,798,733	32,797,778	18,196,378	242,621,978	506,295,956	4.50%
2009	69,889,044	66,306,400	45,397,022	26,416,133	16,237,956	205,756,156	430,002,711	4.50%
2010	63,942,870	64,352,556	44,337,778	27,820,680	15,602,372	200,309,271	416,365,527	4.50%
2011	69,759,465	68,362,271	44,766,510	29,690,471	16,345,986	206,320,512	435,245,215	4.50%
2012	67,603,236	71,217,207	43,103,766	30,039,039	16,866,238	210,849,506	439,678,992	4.75%
2013	75,850,105	75,925,490	43,754,748	34,033,123	17,801,144	225,703,377	473,067,987	4.75%
2014	87,070,323	84,764,191	44,303,829	36,390,565	18,815,752	244,549,241	515,893,901	4.75%
2015	94,750,784	90,111,331	45,359,047	37,705,710	20,144,795	259,818,670	547,890,338	4.75%
2016	104,781,719	97,530,881	44,847,491	37,376,858	21,294,496	280,130,719	585,962,163	4.75%
2017	107,760,000	102,745,022	45,516,244	34,700,556	22,473,111	295,203,111	608,398,044	4.50%
Average % increase each year	1.8%	2.9%	-0.6%	2.7%	1.3%	1.3%	1.5%	

CITY OF STEAMBOAT SPRINGS
SALES TAX BY INDUSTRY, FOR TAX RETURNS FILED FOR THE GIVEN YEAR
FOR YEARS 2017 AND 2008
(unaudited)

Industry	2017				2008			
	Number of Filers	Percent of Total Filers	Sales Tax	Percent of Total Sales Tax	Number of Filers	Percent of Total Filers	Sales Tax	Percent of Total Sales Tax
Lodging	424	15.9%	\$4,849,200	17.7%	230	11.1%	\$3,945,086	17.6%
Restaurants	167	6.3%	4,623,526	16.9%	150	7.2%	3,260,105	14.6%
Utilities	131	4.9%	2,048,231	7.5%	119	5.7%	2,078,539	9.3%
Sporting Goods	83	3.1%	1,561,525	5.7%	52	2.5%	1,449,000	6.5%
Liquor Stores	14	0.5%	1,011,290	3.7%	13	0.6%	758,184	3.4%
Miscellaneous	1,851	69.3%	13,284,140	48.5%	1,517	72.9%	10,886,422	48.6%
Total	<u>2,670</u>	<u>100.0%</u>	<u>\$27,377,912</u>	<u>100.0%</u>	<u>2,081</u>	<u>100.0%</u>	<u>\$22,377,336</u>	<u>100.0%</u>

Notes: 1) Due to confidentiality issues, the names of the ten largest revenue payers are not available. The categories presented are intended to provide alternative City's revenue.

2) .5% of the City's 4.5% sales tax is restricted for use by the Steamboat Springs School District RE-2.

CITY OF STEAMBOAT SPRINGS
SALES TAX, BY THE MONTH FOR WHICH THE TAX RETURNS WERE FILED
LAST TEN YEARS
(unaudited)

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
January	\$2,444,997	\$2,148,703	\$2,028,412	\$1,981,309	\$2,070,614	\$2,279,709	\$2,462,813	\$2,617,514	\$2,737,891	\$2,745,216
February	2,483,940	2,067,032	1,947,191	1,931,618	2,086,651	2,275,134	2,360,912	2,597,958	2,841,688	2,678,278
March	2,999,087	2,283,343	2,184,854	2,419,063	2,510,225	2,661,859	2,875,975	2,965,692	3,171,914	3,159,248
April	1,128,226	1,076,920	1,048,003	1,021,380	1,129,618	1,134,430	1,229,244	1,347,069	1,355,085	1,370,528
May	1,210,645	1,035,126	959,500	981,270	1,118,426	1,203,945	1,285,365	1,319,775	1,453,609	1,440,623
June	1,689,014	1,354,370	1,354,142	1,467,075	1,641,757	1,726,778	1,894,081	2,019,377	2,223,275	2,194,795
July	1,945,082	1,596,703	1,645,082	1,719,534	1,851,423	1,973,774	2,252,634	2,422,540	2,617,973	2,544,270
August	1,844,978	1,466,962	1,463,609	1,587,810	1,734,499	1,881,069	2,072,920	2,129,162	2,278,384	2,182,180
September	1,607,425	1,331,302	1,389,481	1,501,182	1,577,483	1,672,509	1,823,202	1,957,679	2,204,120	2,186,196
October	1,405,964	1,087,912	1,088,626	1,134,161	1,245,246	1,326,778	1,484,646	1,552,728	1,640,007	1,680,758
November	1,163,256	1,078,827	1,107,213	1,184,414	1,247,826	1,330,288	1,484,322	1,489,040	1,628,414	1,644,795
December	2,688,756	2,500,531	2,520,337	2,657,218	2,670,984	3,004,454	3,278,846	3,606,256	3,680,844	3,551,027
Total	<u>\$22,611,369</u>	<u>\$19,027,732</u>	<u>\$18,736,449</u>	<u>\$19,586,035</u>	<u>\$20,884,752</u>	<u>\$22,470,729</u>	<u>\$24,504,960</u>	<u>\$26,024,791</u>	<u>\$27,833,203</u>	<u>\$27,377,912</u>
January	11%	11%	11%	10%	10%	10%	10%	10%	10%	10%
February	11%	11%	10%	10%	10%	10%	10%	10%	10%	10%
March	13%	12%	12%	12%	12%	12%	12%	11%	11%	12%
April	5%	6%	6%	5%	5%	5%	5%	5%	5%	5%
May	5%	5%	5%	5%	5%	5%	5%	5%	5%	5%
June	7%	7%	7%	7%	8%	8%	8%	8%	8%	8%
July	9%	8%	9%	9%	9%	9%	9%	9%	9%	9%
August	8%	8%	8%	8%	8%	8%	8%	8%	8%	8%
September	7%	7%	7%	8%	8%	7%	7%	8%	8%	8%
October	6%	6%	6%	6%	6%	6%	6%	6%	6%	6%
November	5%	6%	6%	6%	6%	6%	6%	6%	6%	6%
December	12%	13%	13%	14%	13%	13%	13%	14%	13%	13%
Total	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>

Note: .5% of the City's 4.5% sales tax is restricted for use by the Steamboat Springs School District RE-2 and is included in this report. Collections received in the current year for prior year tax liabilities are posted to the prior year in this report.

CITY OF STEAMBOAT SPRINGS
ACCOMMODATION TAX, BY THE MONTH FOR WHICH THE TAX RETURNS WERE FILED
LAST TEN YEARS
(unaudited)

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
January	\$140,838	\$113,274	\$93,779	\$95,571	\$97,776	\$100,183	\$122,940	\$129,558	\$135,869	\$148,808
February	156,551	111,882	96,298	99,016	96,480	113,563	120,616	143,237	155,462	153,395
March	224,578	135,401	119,929	147,395	137,300	149,399	166,931	166,342	185,314	193,158
April	14,287	19,929	20,509	15,380	15,500	13,418	14,170	19,889	20,706	19,725
May	12,044	10,169	8,278	10,257	10,124	12,120	13,814	14,135	16,272	20,295
June	40,070	28,804	28,739	33,388	37,832	42,566	50,287	54,324	59,612	63,490
July	61,405	47,851	50,040	50,543	54,962	59,191	75,267	88,231	97,250	95,845
August	49,371	35,426	36,388	39,723	41,708	46,927	57,076	55,880	59,412	60,586
September	32,007	26,698	30,234	30,921	33,762	38,839	38,056	45,784	55,645	60,776
October	18,093	13,421	11,470	11,920	12,447	13,014	17,938	18,251	21,564	29,628
November	12,541	9,302	9,673	10,284	8,851	12,012	13,862	14,258	21,286	26,335
December	112,974	110,127	103,875	110,842	99,331	118,009	139,458	154,148	166,515	167,870
Total	<u>\$874,759</u>	<u>\$662,284</u>	<u>\$609,212</u>	<u>\$655,240</u>	<u>\$646,073</u>	<u>\$719,241</u>	<u>\$830,415</u>	<u>\$904,037</u>	<u>\$994,907</u>	<u>\$1,039,911</u>
January	16%	17%	15%	15%	15%	14%	15%	14%	14%	14%
February	18%	17%	16%	15%	15%	16%	15%	16%	16%	15%
March	26%	20%	20%	22%	21%	21%	20%	18%	19%	19%
April	2%	3%	3%	2%	2%	2%	2%	2%	2%	2%
May	1%	2%	1%	2%	2%	2%	2%	2%	2%	2%
June	5%	4%	5%	5%	6%	6%	6%	6%	6%	6%
July	7%	7%	8%	8%	9%	8%	9%	10%	10%	9%
August	6%	5%	6%	6%	6%	7%	7%	6%	6%	6%
September	4%	4%	5%	5%	5%	5%	5%	5%	6%	6%
October	2%	2%	2%	2%	2%	2%	2%	2%	2%	3%
November	1%	1%	2%	2%	1%	2%	2%	2%	2%	3%
December	13%	17%	17%	17%	15%	16%	17%	17%	17%	16%
Total	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>

Note: Collections received in the current year for prior year tax liabilities are posted to the prior year in this report.

CITY OF STEAMBOAT SPRINGS
PROPERTY TAX LEVIES, DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN YEARS
(PROPERTY TAX RATES PER ONE DOLLAR ASSESSED VALUATION)
(unaudited)

Levy Year	City of Steamboat Springs	Routt County	Steamboat Springs School District	East Routt County Library	Colorado Mountain College	Steamboat Springs Cemetery	Water Conser- vation	Total
2008	0.000000	0.013163	0.021922	0.003483	0.003997	0.000097	0.002019	0.044681
2009	0.000000	0.011330	0.011555	0.002668	0.003997	0.000080	0.001986	0.031616
2010	0.000000	0.011685	0.015734	0.002687	0.003997	0.000084	0.002008	0.036195
2011	0.000000	0.014955	0.017502	0.003485	0.003997	0.000084	0.002048	0.042071
2012	0.000000	0.014842	0.017217	0.003425	0.003997	0.000084	0.002062	0.041627
2013	0.000000	0.017003	0.018467	0.003929	0.003997	0.000097	0.002074	0.045567
2014	0.000000	0.017654	0.018729	0.003962	0.003997	0.000097	0.002073	0.046512
2015	0.000000	0.017149	0.017451	0.003729	0.003997	0.000095	0.002063	0.044484
2016	0.000000	0.017567	0.018030	0.003716	0.003997	0.000095	0.002073	0.045478
2017	0.000000	0.017570	0.021041	0.003507	0.003997	0.000095	0.002074	0.048284

Source: Routt County Assessor's Office

**CITY OF STEAMBOAT SPRINGS
PRINCIPAL PROPERTY TAXPAYERS
YEARS ENDED DECEMBER 31, 2017 AND 2008
(unaudited)**

Taxpayer	2017			2008		
	Assessed Valuation	Rank	Percentage of Total City Assessed Valuation	Assessed Valuation	Rank	Percentage of Total City Assessed Valuation
Steamboat Ski & Resort Corporation	\$17,202,370	1	2.6%	\$23,053,770	1	3.40%
Steamboat Resort Village, LLC (Sheraton Hotel Complex & Golf, West Tower Timeshares)	11,669,990	2	1.8%	11,603,290	2	1.71%
Yampa Valley Electric Association	4,959,730	3	0.8%	6,987,190	3	1.03%
THF Steamboat Springs Development, LLC	4,781,750	4	0.7%	5,505,960	6	0.81%
DB Ski Fee, LLC and DB Ski Thunder Fee, LLC	4,624,860	5	0.7%			0.00%
UCHealth Yampa Valley Medical Center	4,183,308	6	0.6%			
Steamboat Grand Resort Hotel Condo Assoc, Inc	3,762,710	7	0.6%	3,955,030	8	0.58%
Marr 106 Family LTD (dba Holiday Inn)	3,608,050	8	0.6%			0.00%
Centurylink Corporation (fka Qwest)	3,571,800	9	0.5%	4,445,630	7	0.66%
BSV, GLG Clocktower, LLC & BSV-NWP Yampa East, LLC	2,888,000	10	0.4%			
Wildhorse Steamboat LLC	2,729,970	11	0.4%			0.00%
KEW Gardens, LLC	2,635,010	12	0.4%			0.00%
Liman, Les A. (Industrial Units, Airport Hanger, etc.)	2,561,980	13	0.4%			0.00%
Alpen Glow Ventures, LLC	2,319,080	14	0.4%			0.00%
Mesa Lodging, LLC	2,269,090	15	0.3%			0.00%
Total Principal Taxpayers	\$73,767,698		11.3%	\$55,550,870		8.19%

Source: Routt County Assessor's Office. Current amounts are based on assessed values for City of Steamboat Springs.
Historical amounts are based on assessed values for Steamboat Springs School RE-2

CITY OF STEAMBOAT SPRINGS
OUTSTANDING DEBT BY TYPE AND DEBT RATIOS
LAST TEN YEARS
(unaudited)

Governmental Activities Outstanding Debt

	General Obligation Bonds	Sales Tax Revenue Bonds ¹	Loans	Certificates of Participation	Capital Leases	Tax Increment Revenue Bonds	Unamortized Premium	Total
2008	45,000	-	-	4,105,000	217,955	8,745,000	-	13,112,955
2009	-	-	-	3,870,000	594,048	17,500,000	-	21,964,048
2010	-	-	-	3,785,000	522,292	20,565,000	346,653	25,218,945
2011	-	-	-	3,515,000	444,808	19,790,000	302,479	24,052,287
2012	-	-	-	3,250,000	651,693	18,990,000	258,305	23,149,998
2013	-	-	-	2,980,000	527,840	18,140,000	221,433	21,869,273
2014	-	-	-	7,585,000	449,407	17,265,000	189,531	25,488,938
2015	-	-	-	7,085,000	367,385	16,365,000	161,554	23,978,939
2016	-	-	-	8,165,000	281,609	15,440,000	467,486	24,354,095
2017	-	-	-	7,585,000	191,908	14,485,000	423,893	22,685,801

Business-type Activities Outstanding Debt

	General Obligation Bonds	Sales Tax Revenue Bonds ¹	Loans	Certificates of Participation	Capital Leases	Accommodation Tax Refunding Bonds	Unamortized Premium	Total
2008	-	-	6,973,853	5,285,000	2,232,649	1,840,000	35,648	16,367,150
2009	-	-	6,393,667	5,285,000	2,518,747	1,505,000	30,094	15,732,508
2010	-	-	5,802,707	5,285,000	2,323,885	1,150,000	25,128	14,586,720
2011	-	-	17,535,216	5,235,000	2,118,824	785,000	628,884	26,302,924
2012	-	-	16,636,948	5,185,000	1,773,576	400,000	537,591	24,533,115
2013	-	-	15,647,150	5,085,000	274,646	-	464,738	21,471,534
2014	-	-	14,620,820	-	219,811	-	403,030	15,243,661
2015	-	-	13,557,980	-	163,458	-	349,132	14,070,570
2016	-	-	12,586,428	-	105,536	-	301,363	12,993,327
2017	-	-	11,578,263	-	413,922	-	258,656	12,250,841

In Relation to Total Primary Government Debt

	Total Primary Government Outstanding Debt	Percent of Personal Income ^{2,4}	Per Capita ³	Percent of Actual Property Value
2008	29,480,105	2.5%	2,469	0.5%
2009	37,696,556	3.3%	3,104	0.7%
2010	39,805,665	3.5%	3,293	0.5%
2011	50,355,211	4.2%	4,224	0.8%
2012	47,683,113	3.8%	3,964	0.8%
2013	43,340,807	3.1%	3,620	0.9%
2014	40,732,599	2.7%	3,370	0.8%
2015	38,049,509	2.4%	3,069	0.7%
2016	37,347,422	2.1%	2,941	0.7%
2017	34,936,642	Unavailable	Unavailable	0.6%

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

¹ Bonds issued for general aviation purposes moved to General Fund in 1999, and then split proportionally with Airport Fund in 2003.

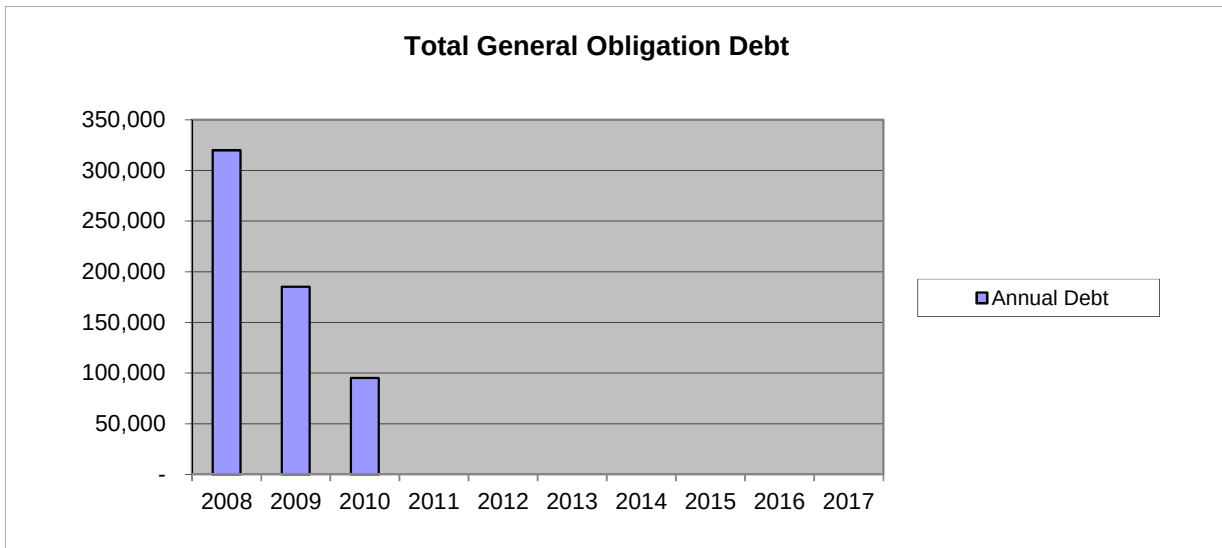
² Personal income is for Routt County, as this information is not readily available for the City of Steamboat Springs. See the Demographic and Economic Statistics schedule for personal income data.

³ Per capita amounts are for the City of Steamboat Springs. See the Demographics and Economic Statistics schedule for population data.

⁴ 2016 Percent of Personal Income and Per Capital are not yet available.

CITY OF STEAMBOAT SPRINGS
OUTSTANDING GENERAL OBLIGATION DEBT AND DEBT RATIO
LAST TEN YEARS
(unaudited)

	<u>General Obligation Bonds</u>	<u>General Obligation Loans</u>	<u>Total General Obligation Debt</u>	<u>Percent of Total Taxable Retail Sales</u>
2008	45,000	275,000	320,000	0.06%
2009	-	185,000	185,000	0.04%
2010	-	95,000	95,000	0.02%
2011	-	-	-	0.0%
2012	-	-	-	0.0%
2013	-	-	-	0.0%
2014	-	-	-	0.0%
2015	-	-	-	0.0%
2016	-	-	-	0.0%
2017	-	-	-	0.0%



CITY OF STEAMBOAT SPRINGS
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
December 31, 2017
(unaudited)

<u>Jurisdiction</u>	<u>Debt Outstanding</u>	<u>Estimated Percent Applicable to City of Steamboat ¹</u>	<u>Estimated Amount Applicable to City of Steamboat ¹</u>
Steamboat Springs School District RE-2	\$ 24,965,000	75.8%	\$ 18,923,470
Mt. Werner Water	-	56.6%	-
East Routt Library District	6,912,200	75.8%	5,239,448
Routt County	8,750,000	61.7%	<u>5,398,750</u>
Subtotal, overlapping debt			29,561,668
City governmental activities direct debt			<u>22,685,801</u>
Total direct and overlapping debt			<u><u>\$ 52,247,469</u></u>

¹ Assessed values used to estimate applicable percents.

Sources: Steamboat Springs School District RE-2, East Routt Library District, Mount Werner Water District, and Routt County.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments in Steamboat Springs. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden should be taken into account.

CITY OF STEAMBOAT SPRINGS
LEGAL DEBT MARGIN
LAST TEN YEARS
(unaudited)

	Governmental Funds Debt									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Governmental Funds operating revenue	<u>\$37,855,730</u>	<u>\$29,391,831</u>	<u>\$ 29,820,042</u>	<u>\$ 30,153,506</u>	<u>\$ 30,675,491</u>	<u>\$ 33,912,475</u>	<u>\$ 36,630,144</u>	<u>\$ 37,860,487</u>	<u>\$ 40,219,791</u>	<u>\$ 44,898,596</u>
Governmental Funds debt payments net of refundings	<u>1,496,040</u>	<u>571,032</u>	<u>695,428</u>	<u>1,122,483</u>	<u>1,148,286</u>	<u>1,243,853</u>	<u>1,288,433</u>	<u>2,563,891</u>	<u>2,545,263</u>	<u>2,515,335</u>
Policy debt margin <i>(must be less than 10%)</i>	<u>4.0%</u>	<u>1.9%</u>	<u>2.3%</u>	<u>3.7%</u>	<u>3.7%</u>	<u>3.7%</u>	<u>3.5%</u>	<u>6.8%</u>	<u>6.3%</u>	<u>5.6%</u>

	Total City Debt									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Actual value of taxable property	<u>\$5,603,629,983</u>	<u>\$7,546,889,453</u>	<u>\$7,757,874,000</u>	<u>\$ 5,990,185,446</u>	<u>\$ 5,935,314,322</u>	<u>\$ 4,955,918,438</u>	<u>\$ 4,975,240,298</u>	<u>\$ 5,501,939,878</u>	<u>\$ 5,585,536,038</u>	<u>\$ 6,308,958,638</u>
Policy debt margin:										
Total City debt obligation	29,480,105	37,696,556	39,805,665	50,355,211	47,683,113	43,340,807	40,732,599	38,049,509	37,347,422	34,936,642
Less: Amount reserved for repayment of debt	<u>(1,264,535)</u>	<u>(1,264,535)</u>	<u>(1,931,926)</u>	<u>(1,931,555)</u>	<u>(1,931,555)</u>	<u>(1,931,555)</u>	<u>(1,931,555)</u>	<u>(1,931,555)</u>	<u>(2,297,388)</u>	<u>(1,941,034)</u>
Total net debt applicable to limit	<u>\$28,215,570</u>	<u>\$36,432,021</u>	<u>\$37,873,739</u>	<u>\$48,423,656</u>	<u>\$45,751,558</u>	<u>\$41,409,252</u>	<u>\$38,801,044</u>	<u>\$36,117,954</u>	<u>\$35,050,034</u>	<u>\$32,995,608</u>
Policy debt margin <i>(must be less than 3%)</i>	<u>0.5%</u>	<u>0.5%</u>	<u>0.5%</u>	<u>0.8%</u>	<u>0.8%</u>	<u>0.8%</u>	<u>0.8%</u>	<u>0.7%</u>	<u>0.6%</u>	<u>0.5%</u>

CITY OF STEAMBOAT SPRINGS
PLEDGED REVENUE COVERAGE
LAST TEN YEARS
(unaudited)

Colorado Water Resources & Power Development Authority Loans

	Utility Revenues	Less: Operating Expense	Net Available Revenue	Debt Service			Coverage
				Principal	Interest	Total	
2008	3,179,481	(1,337,756)	1,841,725	474,073	266,550	740,623	2.5
2009	3,131,934	(1,266,847)	1,865,087	490,185	261,194	751,379	2.5
2010	2,916,630	(1,329,758)	1,586,872	502,334	241,601	743,935	2.1
2011	3,280,287	(1,606,546)	1,673,741	524,020	314,272	838,292	2.0
2012	5,104,136	(2,485,563)	2,618,573	898,267	740,132	1,638,399	1.6
2013	5,595,664	(2,435,050)	3,160,614	989,798	709,257	1,699,055	1.9
2014	5,645,774	(3,056,378)	2,589,396	1,026,330	677,422	1,703,752	1.5
2015	5,608,311	(2,915,353)	2,692,958	1,062,840	644,396	1,707,236	1.6
2016	5,859,213	(2,988,053)	2,871,160	971,552	624,355	1,595,907	1.8
2017	6,302,611	(3,086,573)	3,216,038	1,011,558	572,032	1,583,590	2.0

Sales Tax Revenue Bonds

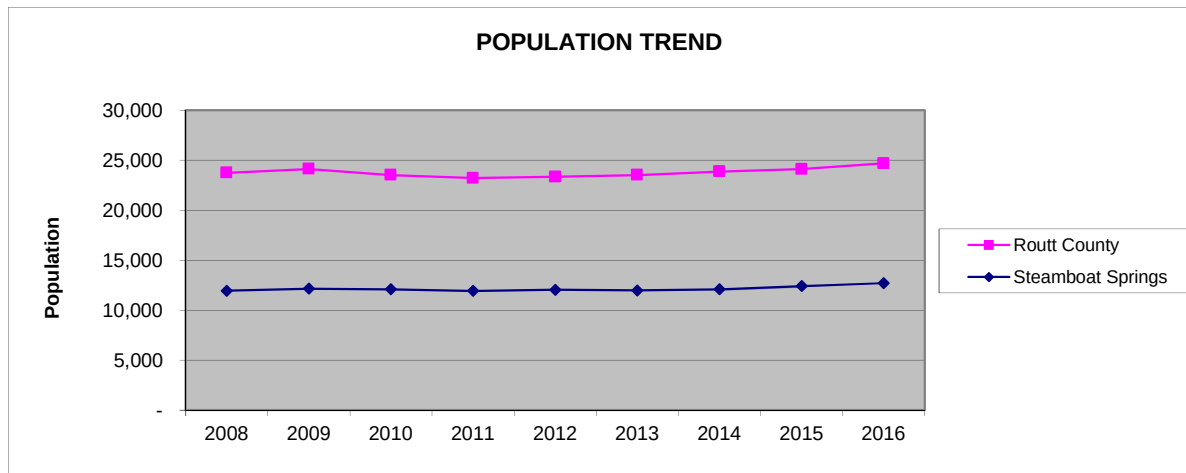
	Sales Tax	Debt Service			Coverage
		Principal	Interest	Total	
2008	19,607,176	135,000	5,115	140,115	139.9
2009	16,833,849	-	-	-	-
2010	16,669,912	-	-	-	-
2011	17,414,688	-	-	-	-
2012	17,606,100	-	-	-	-
2013	18,900,737	-	-	-	-
2014	20,397,976	-	-	-	-
2015	21,450,628	-	-	-	-
2016	22,643,437	-	-	-	-
2017	23,907,946	-	-	-	-

Accommodation Tax Refunding Revenue Bonds

	Accommodation Tax	Debt Service			Coverage
		Principal	Interest	Total	
2008	855,303	325,000	82,564	407,564	2.1
2009	651,251	335,000	73,201	408,201	1.6
2010	604,674	355,000	58,450	413,450	1.5
2011	657,846	365,000	42,879	407,879	1.6
2012	646,765	385,000	26,470	411,470	1.6
2013	592,023	400,000	9,001	409,001	1.4
2014	832,006	-	-	-	-
2015	903,764	-	-	-	-
2016	996,432	-	-	-	-
2017	1,039,966	-	-	-	-

**CITY OF STEAMBOAT SPRINGS
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS
(unaudited)**

Year	Steamboat Springs Population ¹	Routt County Population ¹	Routt County Personal Income ² (thousands)	Routt County Per Capita Personal Income ²	Routt County Unemployment Rate ³	Stmbt. Spgs. School Enrollment ⁴	Number of Skier Season Visits CSCUSA ⁵	Yampa Valley Regional Airport Enplanements ⁶	Haymaker Golf Course	
									Rounds of Golf Played ⁷	Percent of Local Rounds vs. Non-Local ⁷
2008	11,939	23,738	1,196,616	52,106	3.4%	2,088	7,293,238	140,099	26,202	79%
2009	12,143	24,115	1,153,252	49,139	6.9%	2,118	6,709,303	125,689	24,346	82%
2010	12,088	23,509	1,142,484	48,718	8.7%	2,108	6,740,478	111,714	22,932	80%
2011	11,922	23,216	1,199,787	51,628	8.2%	2,218	6,946,826	106,534	22,338	69%
2012	12,029	23,334	1,256,171	53,834	7.1%	2,320	6,163,278	99,969	24,832	70%
2013	11,974	23,513	1,396,303	59,384	5.8%	2,401	6,397,910	92,184	23,559	80%
2014	12,088	23,865	1,518,114	63,613	3.4%	2,462	7,100,000	92,245	22,284	83%
2015	12,399	24,103	1,586,151	65,734	3.2%	2,587	7,100,000	93,896	22,854	91%
2016	12,698	24,679	1,754,119	71,167	2.7%	2,481	7,400,000	107,339	23,842	90%
2017	unavailable	unavailable	unavailable	unavailable	1.9%	2,623	7,300,000	99,371	21,988	91%



- Sources:**
- ¹ Colorado Division of Local Affairs, State Demography Office (2017 data is unavailable)
 - ² U.S. Department of Commerce, Bureau of Economic Analysis
 - ³ Colorado Department of Labor and Employment, not seasonally adjusted
 - ⁴ Steamboat Springs School District RE-2
 - ⁵ Colorado Ski Country USA Aggregate (These numbers are based on the total for all Colorado Ski Country members ski season ending in the year listed.)
 - ⁶ Federal Aviation Administration (2008-2016) & Yampa Valley Regional Airport (2017 data is preliminary)
 - ⁷ Haymaker Golf Committee

CITY OF STEAMBOAT SPRINGS
PRINCIPAL EMPLOYERS
CURRENT YEAR AND TEN YEARS AGO
(unaudited)

Principal Steamboat Springs Employers	2017			2008		
	Employees ²	Rank	Percentage of Routt County Labor Force ¹	Employees ²	Rank	Percentage of Routt County Labor Force ¹
Steamboat Ski & Resort Corp.	2,041	1	12.2%	1,800	1	11.4%
UCHealth Yampa Valley Medical Center	560		3.3%	528	2	3.3%
Routt County	388		2.3%	295	5	1.9%
Steamboat Spgs. School Dist. RE-2	400		2.4%	321	4	2.0%
City of Steamboat Springs	308		1.8%	326	3	2.1%
Peabody Energy-Twenty mile Mine	280		1.7%			0.0%
Resort Group	230		1.4%	255	7	1.6%
City Market	135		0.8%	110	12	0.7%
Sheraton Steamboat Resort	152		0.9%	177	9	1.1%
Wal-Mart	120		0.7%	122	11	0.8%
Wyndham Vacation Ownership only (Villages & Cabins)	100		0.6%	-		0.0%
Hayden Powerplant/Xcel Energy	86		0.5%	-		0.0%
Total	4,800		28.7%	3,934		24.9%

Notes:

¹ Total labor force for Steamboat Springs is unavailable. Since most of the largest employers in Routt County are in Steamboat Springs, Routt County's labor force is used to calculate this percentage.

² Most employers have seasonal variation in their number of employees; therefore, the annual average, including seasonal employees, is reported. Historical data may be unavailable due business changes.

Sources: Respective employers and Colorado Department of Labor & Employment, Office of Labor Market Information.

CITY OF STEAMBOAT SPRINGS
FULL-TIME-EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN YEARS
(unaudited)

<u>Function/Program</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
General government:										
City Council	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00
City Manager's Office	4.00	4.00	4.00	3.05	1.90	1.90	1.90	1.90	2.90	6.95
Deputy City Manager's Office	14.34	13.35	13.00	14.50	1.00	0.90	0.90	1.00	-	-
General Services					16.98	14.75	13.75	15.75	16.05	14.00
City Clerk's Office	4.75	4.00	4.00	3.70	3.68	3.73	3.93	3.73	3.73	3.88
Intergovernmental Services	-	-	3.10	1.60	1.60	1.60	1.60	1.90	1.90	-
Financial Services	14.75	12.07	11.00	9.30	10.30	10.30	10.40	10.40	10.40	10.40
Subtotal, General Government	<u>44.84</u>	<u>40.42</u>	<u>42.10</u>	<u>39.15</u>	<u>42.46</u>	<u>40.18</u>	<u>39.48</u>	<u>41.68</u>	<u>41.98</u>	<u>42.23</u>
Transportation Services	42.29	37.56	41.29	40.59	40.33	40.33	35.78	40.73	39.65	44.80
Public Works	45.64	43.64	42.89	37.75	36.83	37.15	41.44	40.63	46.42	44.08
Public Safety Services	77.02	71.02	75.02	70.31	68.97	70.07	71.50	71.75	70.00	71.75
Legal and Municipal Court	3.25	3.25	3.25	3.05	3.05	3.05	3.05	2.95	3.95	4.95
Parks and Community Services	78.80	68.47	62.64	59.32	54.70	54.35	44.44	55.53	55.68	50.99
Planning Services	14.90	12.33	11.17	7.58	7.05	6.15	6.05	7.90	8.90	7.90
Golf	14.90	12.33	11.17	7.58	7.05	6.15	6.05	7.90	8.90	10.21
Total FTE's	<u>306.74</u>	<u>276.69</u>	<u>278.36</u>	<u>257.75</u>	<u>253.39</u>	<u>257.43</u>	<u>241.74</u>	<u>261.17</u>	<u>266.58</u>	<u>276.91</u>

CITY OF STEAMBOAT SPRINGS
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN YEARS
(unaudited)

Function/Program	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Police:										
Physical arrests	968	1,147	904	795	834	688	660	587	536	571
Parking violations	4,226	4,221	1,839	2,434	1,304	1,749	2,550	2,638	2,952	2,721
Citations issued (excluding parking)	2,774	2,768	2,208	1,773	1,820	1,669	1,585	1,111	1,352	1,117
Fire:										
Emergency responses (Fire & EMS)	2,037	1,852	1,765	1,802	1,920	1,904	1,987	2,179	2,247	2,305
New construction inspections	376	426	304	250	248	312	280	238	205	229
Building safety inspections	942	265	345	357	393	129	173	163	152	60
Plan reviews	1,239	960	1,092	844	851	732	616	783	858	848
Other public works:										
Streets and alleys maintained (miles)	76.83	76.83	76.83	76.83	76.83	79.38	79.38	79.38	79.00	79.62
Resurfacing streets/parking lots (sq. yd.)	69,021	11,695	47,407	54,908	52,193	70,286	65,105	43,922	89,724	116,670
Parks & Community Services:										
Number of athletic tournaments	20	20	20	20	24	16	19	20	20	16
Number of athletic games played	2,090	2,090	1,850	1,850	1,893	2,665	2,850	3,100	3,100	2,950
Water:										
Number of customers	3,265	3,238	3,240	3,224	3,240	3,211	3,228	3,265	3,621	3,660
Water main breaks	10	6	8	12	8	3	4	2	5	6
Average daily consumption (gallons)	1,298,959	1,158,438	1,086,803	1,082,718	1,216,616	1,131,830	1,146,321	1,129,419	1,232,877	1,134,247
Wastewater:										
Average daily sewage treatment (gallons)	2,733,000	2,507,000	2,414,000	2,926,000	2,014,000	2,631,000	2,843,000	2,619,000	2,824,000	2,611,000
Transit:										
Total route miles	572,751	564,879	609,692	605,054	607,938	634,071	621,401	618,021	638,477	644,556
Passengers	1,330,962	1,202,219	1,072,548	1,076,686	1,045,469	1,125,007	1,152,581	1,069,606	1,154,762	1,167,457
Hours of service	38,605	36,736	40,426	40,323	40,335	42,983	41,896	44,227	48,376	46,880

CITY OF STEAMBOAT SPRINGS
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN YEARS
(unaudited)

<u>Function/Program</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Department vehicles	13	13	13	13	13	12	12	14	14	14
Fire Stations	2	2	2	2	2	2	2	2	2	2
Other public works:										
Streets & alleys (miles)	78.86	78.86	78.86	78.86	78.86	78.86	79.38	79.38	79.38	79.62
Streetlights ¹	531	532	532	532	532	532	532	517	542	607
Traffic signals ²	3	3	3	3	3	3	3	3	3	3
Parks & Community Services										
Ice rinks	1	1	1	1	1	1	1	1	1	1
Ski areas	1	1	1	1	1	1	1	1	1	1
Pickleball courts									8	8
Tennis courts	18	18	18	18	18	18	18	18	16	16
Softball/baseball fields	11	11	11	11	11	11	11	11	11	11
Soccer fields	11	11	11	11	11	11	11	11	11	11
Parks	26	26	27	27	27	27	28	28	29	29
Rodeo grounds	1	1	1	1	1	1	1	1	1	1
Miles of trails	42.82	42.82	43.32	56.00	56.00	56.00	59.00	63.00	67.00	67.00
Water:										
Water mains (miles)	59.39	59.53	60.31	60.58	61.85	61.85	61.85	62.13	62.63	62.66
Fire hydrants	563	563	565	567	570	572	572	572	573	573
Treated water storage capacity (gallons)	3,875,000	3,875,000	3,875,000	3,875,000	3,875,000	3,875,000	3,875,000	3,875,000	3,875,000	3,875,000
Wastewater:										
Sanitary sewers (miles)	57.91	57.91	58.10	58.36	58.46	58.46	58.46	59.66	59.66	59.66
Treatment capacity (gallons)	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Stormwater:										
Storm sewers (miles)	6.0	6.2	23.1	23.1	23.2	23.2	34.1	34.1	34.1	35.7
Inlets (in service)	n/a	n/a	n/a	n/a	n/a	n/a	567	569	575	740
Manholes	n/a	n/a	n/a	n/a	n/a	n/a	145	145	149	158
Transportation:										
Buses & Vans	24	24	26	24	22	27	23	25	19	21
Airports	1	1	1	1	1	1	1	1	1	1

Notes:

¹ Source: Yampa Valley Electric Association

² This indicates only the number of traffic signals owned by the City of Steamboat Springs. There are numerous other signals within the city limits; but, they are owned by the State Highway department.