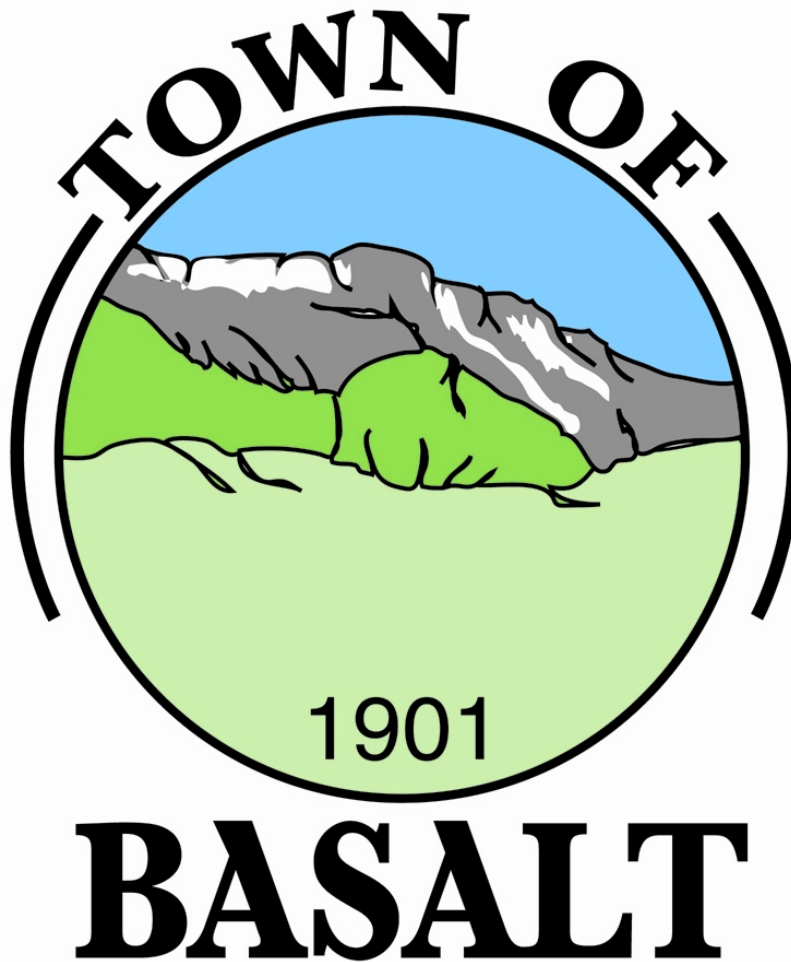


Town of Basalt

2020 Comprehensive Annual Financial Report

For the Year Ending December 31, 2020

Finance Department
101 Midland Ave
Basalt, CO 81621



**Town of Basalt
Basalt, Colorado**

**Comprehensive Annual Financial Report
December 31, 2020**



Prepared by the Finance Department of the Town of Basalt
Christy Chicoine, Director of Finance



INTRODUCTORY SECTION

**Town of Basalt
Comprehensive Annual Financial Report
December 31, 2020**

Table of Contents

	Page
<u>Introductory Section:</u>	
Letter of Transmittal	i – iii
Organizational Chart	iv
Elected officials	v
<u>Financial Section:</u>	
Independent Auditor's Report	A1 – A2
Management's Discussion and Analysis	B1 – B10
<u>Basic Financial Statements:</u>	
Government-wide Financial Statements	
Statement of Net Position	C1
Statement of Activities	C2
Fund Financial Statements	
Balance Sheet – Governmental Funds	C3
Reconciliation of the Governmental Fund Balance Sheet to the Statement of Net Position	C4
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	C5
Reconciliation of Statement of Revenues, Expenditures, And Changes in Fund Balances of Governmental Funds to the Statement of Activities	C6
Statement of Net Position – Proprietary Funds	C7
Statement of Revenues, Expenses, and Changes in Fund Net Position - Proprietary Funds	C8
Statement of Cash Flows – Proprietary Funds	C9
Notes to the Financial Statements	D1 – D27

**Town of Basalt
Comprehensive Annual Financial Report
December 31, 2020**

**Table of Contents
(continued)**

	Page
<u>Required Supplementary Information:</u>	
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual:	
General Fund	E1 - E2
Restricted Fund	E3
Riverside BC HOA	E4
Conservation Trust Fund	E5
Schedule of Employer's Proportionate Share of the Net Pension Liability/(Asset) - Statewide Defined Benefit Plan	E6
Schedule of District Contributions - Statewide Defined Benefit Plan	E7
Notes to the Required Supplementary Information	E8 – E9
<u>Supplementary Information:</u>	
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (GAAP Basis) and Actual – Debt Service Fund	F1
Schedule of Revenues and Expenditures – Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis – Proprietary Funds:	
Water Fund	F2
Annual Schedule of Revenues and Expenditures for Roads, Bridges, and Streets	F3 – F4
<u>Statistical Section:</u>	
Net Position by Component – Last Ten Years	G1
Changes in Net Position – Last Ten Years	G2
General Revenues and Expenses – Last Ten Years	G3
Fund Balance of Governmental Funds – Last Ten Years	G4

**Town of Basalt
Comprehensive Annual Financial Report
December 31, 2020**

**Table of Contents
(continued)**

<u>Statistical Section (continued):</u>	Page
Changes in Fund Balance, Governmental and Water Funds – Last Ten Years	
General Fund	G5 & G6
History of General Revenues, Expenditures, and Changes in Net Position –	
Last Ten Years	G7
History of Water Enterprise Fund Revenues, Expenses, and Changes in	
Fund Net Position	G8
Assessed Value and Actual Value of Taxable Property – Last Ten Years	G9
District and Overlapping Property Tax Rates - Last Ten Years	G10
Property Tax Levies and Collections – Last Ten Years	G11
Principal Property Tax Payers – Current Year and Nine Years Ago	G12 – G13
Sales, Lodging, & Cigarette Tax Receipts – Last Ten Years	G14
Retail Sales Tax by Industry – Last Ten Years	G15
Taxable Retail Sales by Industry – Last Ten Years	G16
Ten Largest Industries – Sales Tax Remitters	G17
Real Estate Transfer Assessment Receipts – Last Ten Years	G18
Major Revenue Sources – Governmental Funds – Last Ten Years	G19
Debt Service Requirements – Current Year through Final Maturity	G20
Ratios of Bonded Debt Outstanding – Last Ten Years	G21
District and Overlapping Governmental Activities Debt	G22
Legal Debt Margin Information – Last Ten Years	G23
Debt Service Requirements – Current Year through Final Maturity	G24
Demographic and Economic Statistics – Last Ten Years	G25
Principal Employers – 2018 and 2009	G26
Full-time Equivalent City Government Employees by Program – Last	
Ten Years	G27
Operating Indicators by Function and Program – Last Ten Years	G28
Capital Asset Statistics by Program – Last Ten Years	G29



June 22, 2021

To the Citizens of the Town of Basalt, Colorado;

The Town of Basalt is pleased to submit the 2020 audited financial statements for the fiscal year ending December 31, 2020. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the Town. To the best of our knowledge and belief, the enclosed data is accurate in all material respects of operations of the various funds of the Town. All disclosures necessary to enable the reader to gain an understanding of the Town's financial activities have been included.

This report includes all funds of the Town. The Town provides a range of services including public safety, water utilities, construction and maintenance of streets and infrastructure, health and welfare, affordable housing, and recreational and cultural activities. Educational, fire protection, sanitary sewer, trash services, and portions of the water services in the Town are provided by separate entities.

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

ECONOMIC CONDITION AND OUTLOOK

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

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

The Town's 2020 population is 4,481 with a Fiscal Year 2020 total annual expenditure budget of \$13,147,168 for all funds. The Town covers two square miles and approximately 90% of the privately-owned land has been developed. Because of its location in the Roaring Fork Valley, the tourism trade found in the Town of Snowmass Village (TOSV) and Aspen areas drives much of Basalt's business activity.

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

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

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

MAJOR TOWN INITIATIVES

The Town implemented a strategic work plan for 2020, that outlines the major initiatives of the Town. The Town adopted its Strategic Framework in March of 2019, and the 2020 Strategic work Plan directly relates to that framework. The Strategic Framework includes the following areas of focus:

Community – We value our citizens and represent their interests for the benefit of the entire community

Built Environment – Basalt's built environment is well-planned, considerate of our history, and reflects the cultural, environmental and economic values of the community.

Local Economy – Our existing businesses provide the foundation for Basalt's economy. We support responsible, knowledge, and ideas based economic growth that encourages green technologies and well-paid jobs across sectors.

Environment – We support common sense investment in green technologies and support new ideas that reduce our impact on the environment.

Additionally, the strategic Framework is based upon the values of the Town, including the following:

- Teamwork
- Communication
- Customer Service
- Commitment
- Respect
- Safety

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

Throughout 2018, 2019, and 2020, the Town continued implementation of the Town's River Master Plan. This included improvements to the Town's River Park and continued discussions and agreements that are facilitating the occurrence of developing the River Park. Additionally, an accounting from 2011 through present was given to Council and the public regarding expenditures to date associated with the River Master Plan.

FINANCIAL INFORMATION

Town management is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the Town are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of the control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

BUDGETARY & FINANCIAL CONTROLS

The Town maintains various budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Town's governing body. Activities in the General Fund, Conservation Trust Fund, Bond Fund, and Water Fund are included in the annual appropriated budget. The legal level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is at the fund level. The Town also has worked to segregate duties between the two accounting staff members. For example, the Finance Director reconciles the bank statements, while the Senior Finance position runs payroll, accounts payable, and cash receipts systems day-to-day. Additionally, there is a dual control feature on our bank accounts that require two signors to approve any outgoing wires or transfers (an example is payroll).

The Town and the Town's auditors have prepared the 2020 audited financials to submit to Government Finance Officers Association for an excellence in reporting award. This is a prestigious and rigorous standard to meet, which we are hopeful will continue to build the public's trust that the Town is headed in the right direction with finances and accountability.

OTHER INFORMATION

Independent Audit

Colorado statutes require an annual audit of the Town's financial statements. The audit for 2020 was conducted by McMahan and Associates, Certified Public Accountants and their report on the financial statements is included in the financial section of this report.

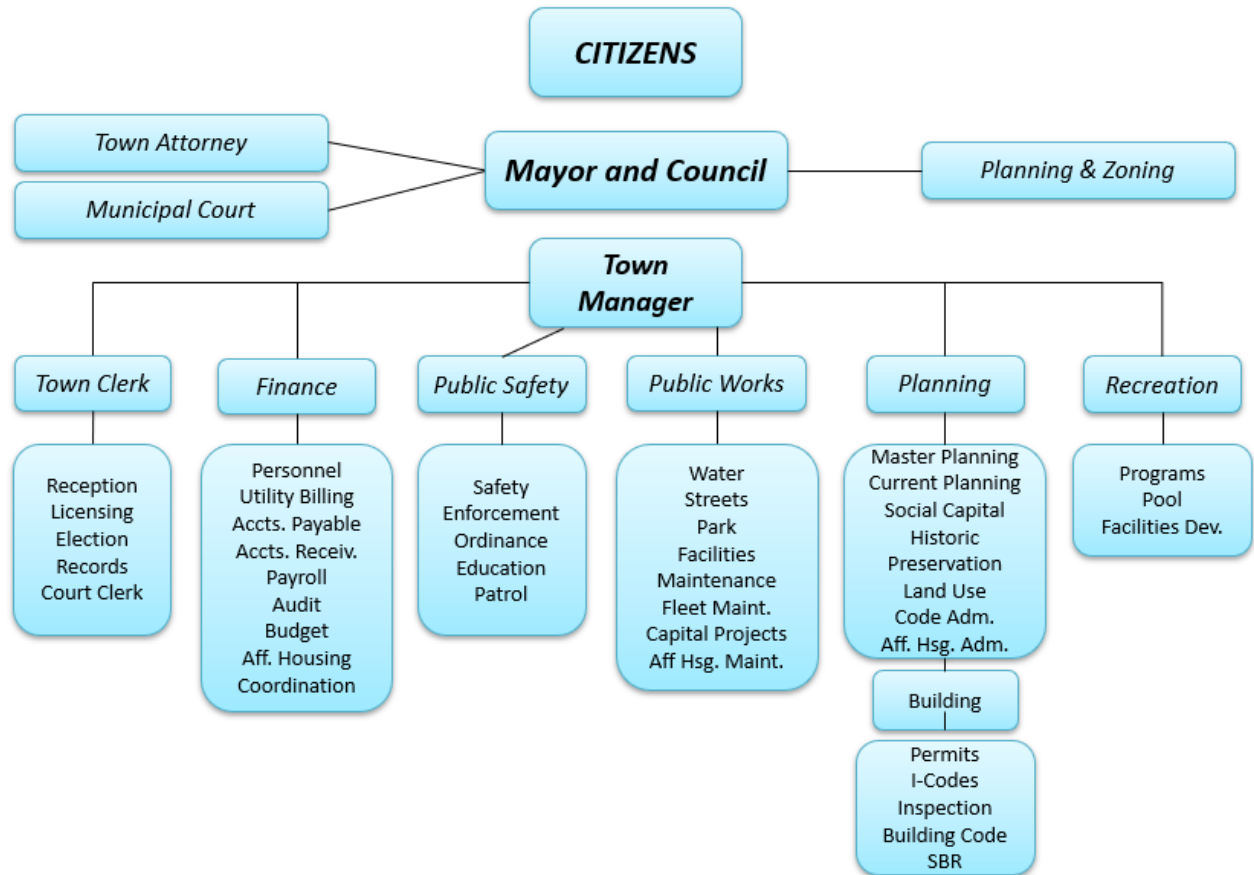
ACKNOWLEDGEMENTS

The preparation of this report was made possible by the dedicated services of the Town Council, the Town's auditors, McMahan and Associates and the Town's finance department. Thank you to all for your diligence and pursuit of excellence in the preparation of this report.

Respectfully submitted,

Christy Chicoine, Town Finance Director

Town of Basalt Organizational Structure



Town of Basalt
Basalt, Colorado
As of December 31, 2020

Members of Town Council

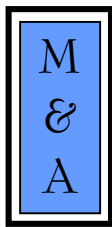
Bill Kane, Mayor
Gary Tennenbaum
Ryan Slack
Bill Infante
Glenn Drummond
David Knight
Elyse Hottel

Town Officials

Ryan Mahoney – Town Manager
Susan Philp – Planning Director
Greg Knott – Chief of Police
Boyd Bierbaum – Public Works Director
Brian Passenti – Recreation Director
Christy Chicoine – Director of Finance

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INDEPENDENT AUDITOR'S REPORT



McMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

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P.O. Box 5850, AVON, CO 81620

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MAIN OFFICE: (970) 845-8800
FACSIMILE: (970) 845-8108
E-MAIL: MCMAHAN@MCMAHANCPA.COM

INDEPENDENT AUDITOR'S REPORT

**To the Mayor and Town Council
Town of Basalt**

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, business-type activities, and each major fund of the Town of Basalt (the "Town"), as of and for the year ended December 31, 2020, which collectively comprise the Town's basic financial statements as listed in the table of contents, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 and each major fund, of the Town of Basalt as of December 31, 2020, and the respective changes in financial position and, where applicable, and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Member: American Institute of Certified Public Accountants

PAUL J. BACKES, CPA, CGMA
MICHAEL N. JENKINS, CA, CPA, CGMA
DANIEL R. CUDAHY, CPA, CGMA

AVON: (970) 845-8800
ASPEN: (970) 544-3996
FRISCO: (970) 668-3481

Other Matters

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis in Section B, the Schedule of Proportion Share of the Net Pension Asset (Liability), Schedule of District Contributions, Notes to the Required information, Statement of Changes in Net Pension Liability and Related Ratios, and the Schedule of Contributions in Section E 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 Management's Discussion and Analysis in Section B and information in Section E 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.

The budgetary comparison information in section E is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. The budgetary comparison information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's financial statements as a whole. The introductory section, Management's Discussion and Analysis in Section B, the Schedule of Proportion Share of the Net Pension Asset (Liability), Schedule of District Contributions, Notes to the Required information, Statement of Changes in Net Pension Liability and Related Ratios, the Schedule of Contributions in Section E be presented to supplement the basic financial statements, the *Local Highway Finance Report* in Section F are presented for purposes of additional analysis and are not a required part of the financial statements. The *Local Highway Finance Report* and the Statistical section listed in the accompanying 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 financial statements. The 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory section 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.

**McMahan and Associates, L.L.C.
June 9, 2021**



FINANCIAL SECTION

MANAGEMENT DISCUSSION AND ANALYSIS

Town of Basalt, Colorado

Management's Discussion and Analysis December 31, 2020

As management of the Town of Basalt ("Town"), we offer readers of the Town's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended December 31, 2020.

Background Information

The predominant fund approach for the Town is comprised of six basic funds, including: 1. General Fund; 2. Restricted Fund, 3. Debt Service Fund; 4. Riverside Homeowners Association Fund 5. Enterprise Fund, and 6. Special Revenue Fund.

Financial Highlights

- On the Town's Statement of Revenues, Expenditures and Changes in Fund Balances, the Town's fund balance increased in 2020 by \$1,919,289 for all governmental funds.
- The Town's Debt Service Fund increased by \$37,281 for 2020. The ending Fund Balance in the Debt Service Fund totals \$65,994.
- The Town's Conservation Trust Fund, a Special Revenue Fund, showed an increase in net position totaling \$21,483, with a current fund balance totaling \$229,595.
- The Town's Water Fund increased in Net Position for 2020 by \$175,188, with an ending fund balance of \$4,631,840.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Town's basic financial statements. The Town's basic financial statements include three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

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

The Statement of Net Position (C1) presents information on all of the Town's assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference reported as net position. The first and second columns of this statement provide separate reporting of governmental and business type assets, deferred outflows of resources, liabilities and deferred inflows of resources and calculate an ending net position by activity type. The third column provides a combined total of both governmental and business type categories. Over time, increases or decreases in net position may serve as a useful indicator of the Town's changing financial condition.

The Statement of Activities (C2) presents information showing how the government's 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 in this statement for some items that will only result in cash flows in future fiscal periods (i.e. uncollected taxes and earned but unused vacation leave.)

Both of the government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of the Town include general government, public safety, public works, culture and recreation, affordable housing, and health and welfare. The business-type activities of the Town are water services provided by the Town. The government-wide financial statements can be found on pages C1 and C2 of this report.

Overview of the Financial Statements (continued)

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 Town, 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 Town can be divided into three categories: governmental, proprietary 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 expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Town adopts an annual appropriated budget for all funds to demonstrate compliance with the State budget statutes.

Proprietary funds: The Town reports one category of proprietary funds, which is known as Enterprise. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Town uses enterprise funds to account for its water operations.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the business-type service provided by the Town, which is considered to be a major fund of the Town.

The basic proprietary fund financial statements can be found on pages C7 through C9 of this report. The Town also presents a budgetary comparison for its proprietary fund.

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 D1 through D27 of this report.

Statistical Section: This section of the report provides a historical analysis of key financial and demographic statistics regarding the Town of Basalt's operations as well as the community in general. This information helps to place the annual financial disclosure and reporting into context with the community's population and economic makeup by providing information regarding overlapping taxing jurisdictions, major employers, and broad economic and financial trends.

Government-wide Financial Analysis: The largest portion of the Town's assets is reflected in the investment in capital assets (i.e. land, buildings, improvements, and equipment). Net investment in Capital assets account for 77.1% of the total assets. The Town uses these assets to provide services to its citizens. Accordingly, these assets are not an available source for payment of future spending. In addition to the chart has unspendable net position of \$324,931. Of the remaining net position, the Town's restricted net position has the following ending balances:

Restricted for:	2020	2019
Emergencies	\$ 395,577	\$ 310,000
Recreation	229,595	208,112
Debt service	65,994	28,713
Willits LaneDevelop	3,000	-
Other Restrictions:		
Southside - Ped. Trans	26,228	21,782
REMP	67,328	63,828
Res. Transfer RFC	398,800	568,275
Affordable Housing	29,849	-
RETA Willits	805,835	626,493
VALE	58,652	63,433
Two Rivers Road	175,611	175,611
Police Training	9,470	5,901
Southside Roundabout	36,327	31,807
Parking Fees/Traffic	113,422	113,422
RETA Willits ARTS 50%	528,198	1,194,756
Climate Action Plan	63,463	50,597
Child Care	144,140	113,060
Tobacco Tax	690,026	167,407
Southside traffic calming	5,500	5,500
Lodging Tax	118,665	88,034
VALE Donations	20,948	19,852
Park Dedication	278,284	618,457
Open Space & Trails	1,889,108	1,651,250
Unspendable Open Space & Trails	(215,146)	-
Open Space & Trails - 20% Parks	12,222	-
Community Gardens	2,647	2,889
Community Enh.	15,504	23,418
Sopris Meadows	421,631	267,270
Willits Transportation Fees	153,865	201,784
RETA 2 Willits	232,886	81,025
Total	6,777,629	6,702,676

On the chart above the unspendable portion of Open Space & Trails of \$215,146 is for a deposit on materials.

Government-wide Financial Analysis (continued): An analysis of net position may serve as a useful indicator of a government's financial health of the Town. For December 31, 2020 the total assets and deferred outflows were \$67,701,079, total liabilities and deferred inflows were \$7,351,746, the Town's net position \$60,349,333. The following graphs show the Town's net position for 2019 and 2020:

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Assets:						
Current and other assets	\$ 17,778,335	15,806,744	\$ 1,049,521	\$ 861,350	\$ 18,827,856	\$ 16,668,094
Capital assets	44,655,170	42,382,200	3,756,227	3,825,264	48,411,397	46,207,464
Total Assets	62,433,505	58,188,944	4,805,748	4,686,614	67,239,253	62,875,558
Deferred Outflow of Resources:						
Deferred outflow relating to pensions	461,826	583,180	-	-	461,826	583,180
Total deferred outflow of resources	461,826	583,180	-	-	461,826	583,180
Liabilities:						
Current liabilities	1,122,429	1,085,885	105,662	33,071	1,228,091	1,118,956
Long-term liabilities	3,880,323	5,153,024	68,246	196,891	3,948,569	5,349,915
Total Liabilities	5,002,752	6,238,909	173,908	229,962	5,176,660	6,468,871
Deferred Inflow of Resources:						
Deferred inflow related to pensions	97,951	6,280	-	-	97,951	6,280
Unavailable property tax revenue	2,077,135	2,123,603	-	-	2,077,135	2,123,603
Total deferred inflow of resources	2,175,086	2,129,883	-	-	2,175,086	2,129,883
Net Position:						
Net investment in capital assets	42,956,395	37,588,109	3,622,385	3,628,373	46,578,780	41,216,482
Restricted	6,836,629	6,702,676	-	-	6,836,629	6,702,676
Unrestricted	5,924,469	6,112,547	1,009,455	828,279	6,933,924	6,940,826
Total Net Position	\$ 55,717,493	\$ 50,403,332	\$ 4,631,840	\$ 4,456,652	\$ 60,349,333	\$ 54,859,984

At the end of the current fiscal year, the Town reported 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. The same report can be made for the prior year. The following chart is a summary of the Town's Change in Net Position:

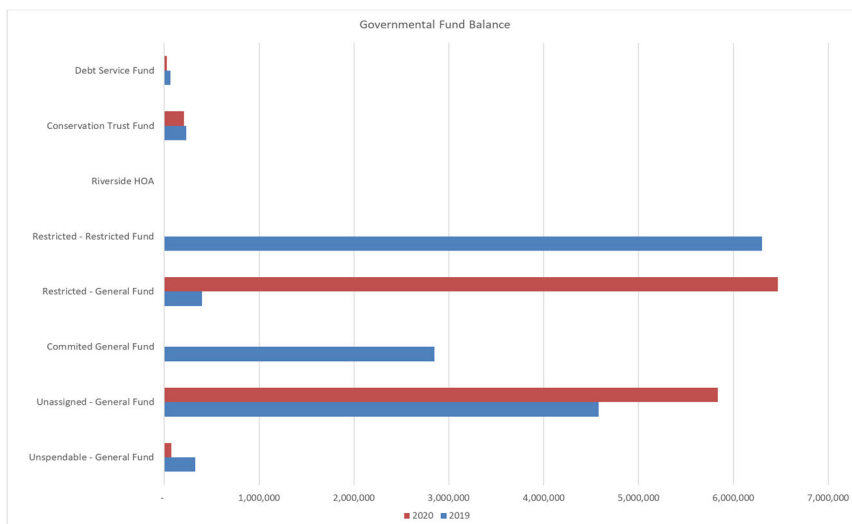
	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Revenues:						
Program revenues:						
Charges for services	\$ 1,350,146	\$ 1,103,951	\$ 925,875	\$ 913,272	\$ 2,276,021	\$ 2,017,223
Operating grants & contributions	677,552	3,646,818	22,512	23,707	700,064	3,670,525
Capital grants & contributions	946,529	830,066	26,927	183,814	973,456	1,013,880
General revenues:						
Property taxes	2,112,602	1,906,183	-	-	2,112,602	1,906,183
Sales and use taxes	7,734,458	7,009,042	-	-	7,734,458	7,009,042
Other taxes	1,251,877	786,770	-	-	1,251,877	786,770
Investment earnings and other revenue	592,333	854,412	88,964	8,243	681,297	862,655
Total Revenues	14,665,497	16,137,242	1,064,278	1,129,036	15,729,775	17,266,278
Expenses:						
General government	4,284,734	3,213,702	-	-	4,284,734	3,213,702
Public safety	2,211,249	2,184,285	-	-	2,211,249	2,184,285
Public works	1,494,847	2,749,438	-	-	1,494,847	2,749,438
Culture & recreation	1,206,873	1,038,123	-	-	1,206,873	1,038,123
Affordable housing	284,405	595,860	-	-	284,405	595,860
Interest	57,866	84,962	-	-	57,866	84,962
Water	-	-	663,180	669,271	663,180	669,271
Health & welfare	37,272	31,773	-	-	37,272	31,773
Total Expenses	9,577,246	9,898,143	663,180	669,271	10,240,426	10,567,414
Change in Net Position before transfers	5,088,251	6,239,099	401,098	459,765	5,489,349	6,698,864
Transfers	225,910	225,910	(225,910)	(225,910)	-	-
Change in Net Position	5,314,161	6,465,009	175,188	233,855	5,489,349	6,698,864
Net Position - Beginning	50,403,332	43,938,323	4,456,652	4,222,797	54,859,984	48,161,120
Net Position - Ending	\$ 55,717,493	\$ 50,403,332	\$ 4,631,840	\$ 4,456,652	\$ 60,349,333	\$ 54,859,984

Governmental activities: Governmental activities increased the Town's net position by \$5,314,161.

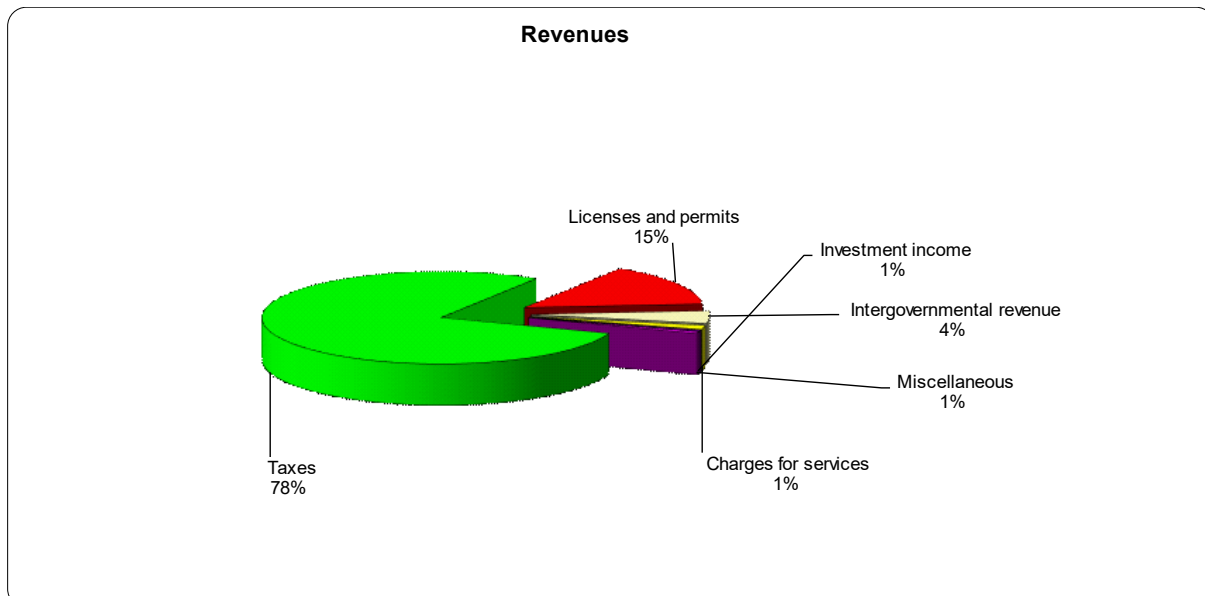
Key elements of this increase are as follows:

- An increase in restricted funding net position of \$192,951, which is the change in the Town's remaining balance from 2020 operations of restricted revenues, less restricted expenses.
- A increase in net position due to Capital Assets, net of related debt, totaling \$5,368,286, including \$2,348,296 in capital asset increases from restricted funding;
- Ending unrestricted net position \$5,865,471 at year end, a decrease of \$247,076, due to an increase in revenues, net of the significant investment in capital assets.

Fund balance is a useful indicator of whether the Town's financial position is improving or deteriorating. The improvement in the fund balance from 2019 to 2020 is a good indicator that the Town improved its financial position during 2020. For 2020, the Town meet its reserve fund balance policy of 40% of unrestricted General Fund revenues in reserves. Due to the improved financial position for 2020, the Town now exceeds its reserve fund balance policy by \$4,577,131.



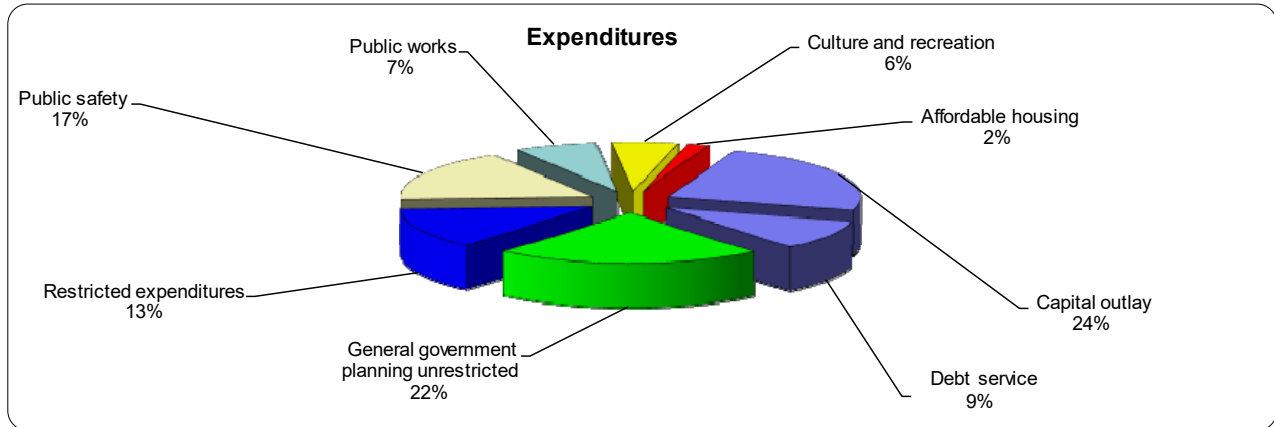
The Town's total \$14,176,273 in governmental fund revenues were from the following sources:



Financial Analysis of the Town's Funds (continued)

Governmental funds (continued):

The following is a graph of the Town's governmental funds' expenditures by function for 2020:



Proprietary funds: The Town's proprietary fund financial statements, which is the Water Fund, provide the same type of information found in the government-wide financial statements, but in more detail. In addition to a Statement of Net Position and Statement of Revenues, Expenses, and Changes in Fund Net Position, there is also a Statement of Cash Flows. This information can be found on pages C7 – C9 of the financial statements.

Budget variances in the General Fund: The Town's significant General Fund budget variances are detailed as follows:

	Final Budget	Actual	Variance	Reason
Revenues:				
Sales & use tax	5,271,566	5,437,925	166,359	New online sales tax collection and improved economy
Franchise tax	324,000	354,170	30,170	Improved economy and growth
Other licenses and permits	728,200	778,069	49,869	More building permits than expected
Recreation revenue	133,500	108,173	(25,327)	Pool closed due to Covid-19
Investment income	150,000	67,683	(82,317)	Lower returns on investment due to Covid-19
Total Revenues	8,141,707	8,299,816	158,109	
Expenditures:				
General government	3,319,456	2,800,595	518,861	Budgeted for COP issuance in 2020 but it wasn't completed until 2020
Public safety	2,267,125	2,071,717	195,408	Under budget on salaries and wages
Culture & recreation	447,341	231,150	216,191	Pool closure due to Covid-19
Capital outlay & repairs	829,897	624,871	205,026	Delay in 2 large projects
Total Expenditures	7,793,037	6,580,233	1,212,804	

Capital assets: The Town's government-wide capital assets, net of accumulated depreciation, increased from \$42,382,200 to \$44,655,170 in the current year. Additional information as well as a detailed classification of the Town's net capital assets can be found in the Notes to the Financial Statements on pages D14 and D15 of this report.

Financial Analysis of the Town's Funds (continued)

Long-term and short-term liabilities: Government-wide total liabilities decreased by \$1,236,157. As of the end of the current fiscal year. The majority of this can be accounted for by COP and lease payments of approximating \$1,045,000. Additionally, the Net pension liability was reduced from \$154,906 in 2019 to an asset of \$58,998 in 2020.

Capital Lease: In 2019 the Town entered into a lease agreement for a Street Sweeper. The total principal payments in the five-year lease agreement is \$265,000. Annual payments of \$56,596 are due in December with total repayments of \$282,982 over the life of the lease.

Sales and Use Tax: The Town's current sales and use tax rate is 3%. 1% of that tax funds Parks, Open Space & Trails, and 2% funds governmental operations. The increase in sales tax from 2019 was \$725,416 or 10.3%.

Restricted Fund - Funding Sources: The Town has many funding sources received that are restricted for a specific purpose. Restrictions can occur through ballot language, town ordinance, or contractual requirements. The below information summarizes the restricted revenue and expenses for 2020:

	2019 Ending fund balance	2020 Revenue	2020 Expenditure	2020 Ending restricted fund balance
Willits LaneDevelop	\$ -	\$ 3,000	\$ -	\$ 3,000
Southside - Ped. Trans	21,782	4,446	-	26,228
REMP	63,828	3,500	-	67,328
Res. Transfer RFC	568,275	16,650	186,125	398,800
Affordable Housing	-	189,946	160,097	29,849
RETA Willits	626,493	275,621	96,279	805,835
VALE	63,433	3,569	8,350	58,652
Two Rivers Road	175,611	-	-	175,611
Police Training	5,901	3,569	-	9,470
Southside Roundabout	31,807	4,520	-	36,327
Parking Fees/Traffic	113,422	-	-	113,422
RETA Willits ARTS 50%	1,194,756	275,623	942,181	528,198
Climate Action Plan	50,597	22,866	10,000	63,463
Child Care	113,060	31,080	-	144,140
Tobacco Tax	167,407	553,063	30,444	690,026
Southside traffic calming	5,500	-	-	5,500
Lodging Tax	88,034	250,210	219,579	118,665
VALE Donations	19,852	1,000	(96)	20,948
Park Dedication	618,457	9,827	350,000	278,284
Energy Review Fees	-	13,718	13,718	-
Open Space & Trails	1,651,250	1,837,226	1,599,368	1,889,108
<i>Unspendable Open Space & Trails</i>	-	-	215,146	(215,146)
Open Space & Trails - 20% Parks	-	459,306	447,084	12,222
Community Gardens	2,889	3,363	3,605	2,647
Community Enh.	23,418	42,086	50,000	15,504
Sopris Meadows	267,270	226,773	72,412	421,631
Willits Transportation Fees	201,784	84,984	132,903	153,865
RETA 2 Willits	81,025	151,861	-	232,886
Coronavirus Relief Funding	-	307,427	307,427	-
Hope Center Grant	-	33,971	33,971	-
	<u>\$ 6,155,851</u>	<u>\$ 4,809,205</u>	<u>\$ 4,878,593</u>	<u>\$ 6,086,463</u>

On the chart above the unspendable portion of Open Space & Trails of \$215,146 is for a deposit on materials.

Next year's budget and rates: The Town's General Fund balance at the end of the current fiscal year was \$7,926,956, comprised of \$4,577,133 in unassigned, 2,844,461 of committed, \$395,577 of restricted, and \$109,785 of unspendable funds. For 2021, the Town's General Fund budget anticipates \$8,315,164 in revenue and 9,029,989 in expenditures. resulting in a reduction of net position for the General Fund of \$714,825.

Town-wide capital expenses budgeted for 2021, including all funds, totals \$7,445,733. A few of the projects that are budgeted for 2021 include Albany park pool, Basalt River Park, Two Rivers Road, and other road and water projects.

The Town has developed a strategic Framework, which drove the expenditures for the 2020 budget. The Framework is based upon the following values of the Town:

- Teamwork
- Communication
- Customer Service
- Commitment
- Respect
- Safety

The Strategic Work Plan includes action items and work objectives for the following major categories, along with the goal for each category:

Environment – To preserve and protect the natural environment and climate.

Community – To create a safe and vibrant community where all people feel valued and are motivated to be involved in making Basalt an amazing place to live.

Built Environment – To create a well-designed, sustainable community that is uniquely Basalt.

Local Economy – To create a vibrant and diverse economy.

Financial Analysis of the Town's

Request for Information

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Town Finance Director, 101 Midland Avenue, Basalt CO 81621.

BASIC FINANCIAL STATEMENTS

Town of Basalt, Colorado
Statement of Net Position
December 31, 2020

	Governmental Activities	Business type Activities	Total
Assets:			
Current assets:			
Cash and investments - Unrestricted	14,052,291	842,389	14,894,680
Accounts, taxes, and interest receivable	2,502,810	207,132	2,709,942
Due from other governments	839,305	-	839,305
Prepays	233,681	-	233,681
Deposit	91,250	-	91,250
Net pension assets	58,998	-	58,998
Capital assets not being depreciated:			
Construction in progress	624,150	28,584	652,734
Water rights	-	54,634	54,634
Land	19,500,693	256,235	19,756,928
Capital assets being depreciated:			
Buildings	7,244,269	7,302,921	14,547,190
Depreciable water rights	-	1,496,406	1,496,406
Improvements	3,042,640	-	3,042,640
Machinery and equipment	2,889,845	342,522	3,232,367
Infrastructure	20,862,801	-	20,862,801
Less accumulated depreciation	<u>(9,509,228)</u>	<u>(5,725,075)</u>	<u>(15,234,303)</u>
Total assets	<u>62,433,505</u>	<u>4,805,748</u>	<u>67,239,253</u>
Deferred Outflow of Resources:			
Deferred pension expense	<u>461,826</u>	<u>-</u>	<u>461,826</u>
Total deferred outflow of resources	<u>461,826</u>	<u>-</u>	<u>461,826</u>
Liabilities:			
Accounts payable	787,610	32,778	820,388
Accrued payroll	106,119	5,396	111,515
Accrued expenses	32,040	892	32,932
Accrued interest	8,871	-	8,871
Deposits	184,151	1,000	185,151
Unearned revenue	3,638	-	3,638
Noncurrent liabilities:			
Due within one year			
Compensated absences	45,352	-	45,352
COP's and lease's due within one year	1,130,709	65,596	1,196,305
Due in more than one year			
Compensated absences	136,055	-	136,055
COP's and lease's due in more than one year	<u>2,568,207</u>	<u>68,246</u>	<u>2,636,453</u>
Total liabilities	<u>5,002,752</u>	<u>173,908</u>	<u>5,176,660</u>
Deferred Inflow of Resources:			
Deferred inflow relating to pensions	97,951	-	97,951
Unavailable property tax revenue	<u>2,077,135</u>	<u>-</u>	<u>2,077,135</u>
Total deferred inflow of resources	<u>2,175,086</u>	<u>-</u>	<u>2,175,086</u>
Net Position:			
Net Investment in capital assets	42,956,395	3,622,385	46,578,780
Restricted	6,836,629	-	6,836,629
Unrestricted	<u>5,924,469</u>	<u>1,009,455</u>	<u>6,933,924</u>
Total Net Position	<u><u>55,717,493</u></u>	<u><u>4,631,840</u></u>	<u><u>60,349,333</u></u>

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

Town of Basalt, Colorado
Statement of Activities
For the Year Ended December 31, 2020

		Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total
	Expenses				Governmental Activities	Business-type Activities	
Functions/Programs							
Primary government:							
Governmental activities:							
General government	4,295,510	82,177	376,079	-	(3,837,254)	-	(3,837,254)
Public safety	2,211,249	635,137	44,724	-	(1,531,388)	-	(1,531,388)
Culture and recreation	1,206,873	156,223	21,449	-	(1,029,201)	-	(1,029,201)
Public works	1,494,847	232,754	235,300	946,529	(80,264)	-	(80,264)
Affordable housing	284,405	243,852	-	-	(40,553)	-	(40,553)
Health and welfare	37,272	-	-	-	(37,272)	-	(37,272)
Interest	57,866	-	-	-	(57,866)	-	(57,866)
Total Governmental Activities	<u>9,588,022</u>	<u>1,350,143</u>	<u>677,552</u>	<u>946,529</u>	<u>(6,613,798)</u>	<u>-</u>	<u>(6,613,798)</u>
Business-type activities:							
Water	663,180	925,875	22,512	26,927	-	312,134	312,134
Total Business-type Activities	<u>663,180</u>	<u>925,875</u>	<u>22,512</u>	<u>26,927</u>	<u>-</u>	<u>312,134</u>	<u>312,134</u>
Total Primary Government	<u>10,251,202</u>	<u>2,276,018</u>	<u>700,064</u>	<u>973,456</u>	<u>(6,613,798)</u>	<u>312,134</u>	<u>(6,301,664)</u>
General Revenues:							
Property tax, levied for general purposes					1,138,687	-	1,138,687
Property tax, levied for debt service					973,914	-	973,914
Specific ownership tax					94,434	-	94,434
General sales and use tax					7,734,458	-	7,734,458
Franchise tax					354,170	-	354,170
Other miscellaneous taxes					803,273	-	803,273
Investment earnings					67,727	1,813	69,540
Grants and contributions not restricted to any program					535,386	87,151	622,537
Transfers					<u>225,910</u>	<u>(225,910)</u>	<u>-</u>
Total General Revenues, Special Items, and Transfers					<u>11,927,959</u>	<u>(136,946)</u>	<u>11,791,013</u>
Change in Net Position					<u>5,314,161</u>	<u>175,188</u>	<u>5,489,349</u>
Net Position - Beginning					<u>50,403,332</u>	<u>4,456,652</u>	<u>54,859,984</u>
Net Position - Ending					<u>55,717,493</u>	<u>4,631,840</u>	<u>60,349,333</u>

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

Town of Basalt, Colorado
Balance Sheet
Governmental Funds
December 31, 2020

	General Fund	Restricted Fund	Riverside BC HOA Fund	Conservation Trust Fund	Debt Service Fund	Total Governmental Funds
Assets:						
Cash and investments - Unrestricted	7,660,537	6,086,464	9,701	229,595	65,994	14,052,291
Receivables, net of allowance for uncollectible accounts	410,984	-	3,846	-	-	414,830
Property tax receivable	1,146,967	-	-	-	941,013	2,087,980
Due from other governments	689,431	149,874	-	-	-	839,305
Due from other funds	-	115,232	-	-	-	115,232
Prepaid expenditures	18,535	215,146	-	-	-	233,681
Deposit	91,250	-	-	-	-	91,250
Total Assets	10,017,704	6,566,716	13,547	229,595	1,007,007	17,834,569
Liabilities:						
Accounts payable	527,901	250,653	9,056	-	-	787,610
Accrued payroll	105,163	955	-	-	-	106,118
Accrued expenditures	22,179	9,859	-	-	-	32,038
Due to other funds	115,232	-	-	-	-	115,232
Deposits	184,151	-	-	-	-	184,151
Unavailable revenue - other	-	3,638	-	-	-	3,638
Total Liabilities	954,626	265,105	9,056	-	-	1,228,787
Deferred inflow of resources:						
Unavailable property tax revenue	1,136,122	-	-	-	941,013	2,077,135
Total deferred inflow of resources	1,136,122	-	-	-	941,013	2,077,135
Fund Balances:						
Unspendable	109,785	215,146	-	-	-	324,931
Spendable:						
Restricted for emergencies	395,577	-	-	-	-	395,577
Restricted for recreation	-	-	-	229,595	-	229,595
Restricted for debt service	-	-	-	-	65,994	65,994
Restricted for other items	-	6,086,465	-	-	-	6,086,465
Committed	2,844,461	-	4,491	-	-	2,848,952
Unassigned	4,577,133	-	-	-	-	4,577,133
Total Fund Balances	7,926,956	6,301,611	4,491	229,595	65,994	14,528,647
Total Liabilities, Deferred Inflow of Resources and Fund Balances	10,017,704	6,566,716	13,547	229,595	1,007,007	17,834,569

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

Town of Basalt
Reconciliation of Governmental Funds Balance Sheet to Statement of Net Position
December 31, 2020

Governmental Funds Total Fund Balance	\$ 14,528,647
Add:	
Capital assets used in governmental activities are not considered current financial resources and, therefore, not reported in the governmental funds.	54,164,401
Deferred outflows related to pensions are reported in the statement of Net Position but not on the Town's Fund Balance Sheet	461,826
The Town's proportionate share of the net pension asset is not a current financial resource	58,998
Less:	
Accumulated depreciation is not recognized in the governmental funds because capital assets are expensed at the time of acquisition.	(9,509,228)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
	Compensated absences (181,407)
	Bonds payable (3,539,000)
	Lease payable <u>(159,916)</u>
	(3,880,323)
Accrued interest is not due and payable in the current period and not reported in the fund. This represents accrued interest on the Town's debt.	(8,877)
Deferred inflows for pensions are reported in the Statement of Net Position but not on the Town's Fund Balance Sheet.	<u>(97,951)</u>
Governmental Activities Net Position	<u><u>\$ 55,717,493</u></u>

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

Town of Basalt, Colorado
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2020

	General Fund	Restricted Fund	Riverside BC HOA Fund	Conservation Trust Fund	Debt Service Fund	Total Governmental Funds
Revenues:						
Taxes	7,025,216	3,099,806	-	-	973,914	11,098,936
Licenses and permits	778,069	1,314,415	-	-	-	2,092,484
Intergovernmental revenue	253,308	341,399	-	21,449	-	616,156
Charges for services	142,856	3,363	53,906	-	-	200,125
Fines and forfeitures	14,578	7,139	-	-	-	21,717
Investment income	67,682	-	-	34	11	67,727
Donations and contributions	-	1,000	-	-	-	1,000
Miscellaneous	36,042	42,086	-	-	-	78,128
Total Revenues	8,317,751	4,809,208	53,906	21,483	973,925	14,176,273
Expenditures:						
General government	2,800,594	1,588,505	-	-	-	4,389,099
Public safety	2,071,717	67,696	-	-	-	2,139,413
Public works	851,900	4,029	-	-	-	855,929
Culture and recreation	231,150	464,381	-	-	-	695,531
Affordable housing	-	160,097	63,490	-	-	223,587
Health and welfare	-	30,444	-	-	-	30,444
Capital outlay	624,871	2,348,296	-	-	-	2,973,167
Debt service	240,175	-	-	-	936,644	1,176,819
Total Expenditures	6,820,407	4,663,448	63,490	-	936,644	12,483,989
Excess (Deficiency) of Revenues Over Expenditures	1,497,344	145,760	(9,584)	21,483	37,281	1,692,284
Other Financing Sources (Uses):						
Sale of asset	1,095	-	-	-	-	1,095
Transfers in	225,910	6,155,851	14,075	-	-	6,395,836
Transfers (out)	(6,169,926)	-	-	-	-	(6,169,926)
Total Other Financing Sources (Uses)	(5,942,921)	6,155,851	14,075	-	-	227,005
Net changes in fund balances	(4,445,577)	6,301,611	4,491	21,483	37,281	1,919,289
Fund Balances - Beginning	12,372,533	-	-	208,112	28,713	12,609,358
Fund Balances - Ending	7,926,956	6,301,611	4,491	229,595	65,994	14,528,647

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

Town of Basalt
Reconciliation of Revenues, Expenditures and Changes in Fund
Balances (Deficit) of Governmental Fund to the Statement of Activities
For the Year Ended December 31, 2020

Governmental Funds Changes in Fund Balances	\$ 1,919,289
Add:	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount of capitalized assets during the year.	2,886,015
Retirement of lease principal and bonds outstanding on the Town's debt result in a reduction of accumulated resources on the fund financial statements. The government-wide statements show these as reduction against the long-term liabilities.	1,095,175
Contributed assets are recorded primarily on the government wide financial statements as a revenue and asset. This represents contributions of infrastructure to the Town relates to developments within the Town.	500,000
Less:	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the depreciation expense for the year.	(1,101,170)
Changes in the Town employees' accrued compensated absences are considered changes in long-term liabilities. This is the change in accrued compensated absences decreased.	22,620
The Town's net pension asset is a non-current asset. This represents the change in the net pension asset for the year.	879
Assets disposed of prior to being fully depreciated are charged off upon disposition. This represents the assets gain on Assets solid during the year.	(11,875)
Interest on long term liabilities is based upon when it due in the Statement of Activities as compared to when paid in the Governmental Fund financial statements.	3,228
Governmental Activities Change in Net Position	<u>\$ 5,314,161</u>

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

**Statement of Net Position
Proprietary Funds
December 31, 2020**

	Water Fund
Assets:	
Current assets:	
Cash and investments	842,389
Accounts receivables, net of allowance for uncollectibles	207,132
Total current assets	<u>1,049,521</u>
Non-current assets:	
Construction in progress	28,584
Land	256,235
Buildings and improvements	7,302,921
Water rights	1,551,040
Machinery and equipment	342,522
Less: Accumulated depreciation	<u>(5,725,075)</u>
Total non-current assets	<u>3,756,227</u>
Total Assets	<u>4,805,748</u>
Liabilities:	
Current liabilities:	
Accounts payable	32,780
Accrued payroll	5,394
Accrued expenses	892
Deposits held	1,000
Non-current liabilities due within one year:	
Loans	65,596
Total current liabilities	<u>105,662</u>
Non-current liabilities:	
Loans	68,246
Total non-current liabilities	<u>68,246</u>
Total Liabilities	<u>173,908</u>
Net Position:	
Net Investment in capital assets	3,622,385
Unrestricted	1,009,455
Total Net Position	<u>4,631,840</u>

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

Town of Basalt
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2020

	Water Fund
Operating Revenue:	
Utility sales	922,512
Other revenue	18,359
Operating Revenue	<u>940,871</u>
Operating Expenses:	
Water administration	245,731
Water supply	32,350
Water treatment and transmission	102,028
Depreciation & amortization	276,239
Operating Expenses	<u>656,348</u>
Operating income (loss)	284,523
Non-Operating Revenues (Expenses):	
Interest revenue	1,813
Interest expense	(6,831)
Grants and contributions	94,666
Total Non-Operating Revenues (Expenses)	<u>89,648</u>
Income (Loss) Before Contributions and Transfers	374,171
Capital contributions	26,927
Transfers (out)	(225,910)
Change in Net Position	<u>175,188</u>
Total Net Position - Beginning	4,456,652
Total Net Position - Ending	<u><u>4,631,840</u></u>

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

Town of Basalt
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2020

	Water Fund
Cash Flows From Operating Activities:	
Cash received from customers for services	897,984
Other cash received	17,359
Cash paid for goods and services	(227,419)
Cash paid for employment services	(144,696)
Net Cash Provided (Used) by Operating Activities	<u>543,228</u>
Cash Flows From Non-Capital Financing Activities:	
Grants and contributions	94,666
Transfers (out)	(225,910)
Net Cash Provided by Non-Capital Financing Activities	<u>(131,244)</u>
Cash Flows From Capital Financing Activities:	
Tap fees and meter sales received	26,927
Purchase of capital assets	(207,202)
Interest paid	(6,831)
Principal paid	(63,049)
Net Cash (Used) by Capital Financing Activities	<u>(250,155)</u>
Cash Flows From Investing Activities:	
Interest received	1,813
Net Cash Provided by Investing Activities	<u>1,813</u>
Net Increase (Decrease) in Cash and Cash Equivalents	163,642
Cash and Cash Equivalents - Beginning	678,747
Cash and Cash Equivalents - Ending	<u><u>842,389</u></u>
Reconciliation of Operating (Loss) to	
Net Cash Provided (Used) by Operating Activities:	
Operating income (loss)	284,523
Adjustments to reconcile operating (loss)	
to net cash provided (used) by operating activities:	
Depreciation	276,239
(Increase) decrease in accounts receivable	(24,529)
Increase (decrease) in accounts payable	6,645
Increase (decrease) in deposits	(1,000)
Increase (decrease) in accrued wages	1,350
Total Adjustments	<u>258,705</u>
Net Cash Provided (Used) by Operating Activities	<u><u>543,228</u></u>

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

NOTES TO THE FINANCIAL STATEMENTS

Town of Basalt
Notes to the Financial Statements
December 31, 2020

I. Summary of Significant Accounting Policies

The Town of Basalt began as a railroad town and was known as Aspen Junction until 1895, when the name was changed to Basalt. Basalt was officially incorporated during the summer of 1901 and adopted its Home Rule Charter during 2002. The Town operates under a Council-Manager form of government. An elected Mayor and Town Council are responsible for setting policy, appointing administrative personnel and adopting an annual budget in accordance with the Town Charter. The Town's major operations include public safety (police and building inspection); public works (engineering and streets); culture and recreation (swimming pool, recreation department and open space); affordable housing and general administrative services.

The Town's financial statements are prepared in accordance with generally accepted accounting principles ("GAAP"). The Governmental Accounting Standards Board ("GASB") is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant accounting policies established by GAAP used by the Town are discussed below.

A. Reporting Entity

The reporting entity consists of (a) the primary government; i.e., the Town, and (b) organizations for which the Town is financially accountable. The Town is considered financially accountable for legally separate organizations if it is able to appoint a voting majority of an organization's governing body and is either able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits, to, or to impose specific financial burdens on, the Town. Consideration is also given to other organizations that are fiscally dependent; i.e., unable to adopt a budget, levy taxes, or issue debt without approval by the Town. Organizations for which the nature and significance of their relationship with the Town are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete are also included in the reporting entity.

The accompanying financial statements present the primary government and its component units (entities for which the government is considered to be financially accountable).

Blended Component Units – Riverside BC Homeowners Association

The Town owns seven of the nine units in the Riverside BC Homeowners Association. The Town is the majority owner and management of the Town has the operational responsibility for Riverside BC Homeowners Association. Riverside BC Homeowners Association is shown on the Riverside BC HOA Fund as a blended component unit. A separate financial statement for the Riverside BC Homeowners Association is not issued. Additional information for the component unit can be obtained from the Town of Basalt Finance Office at 101 Midland Ave Basalt, Colorado 81621.

B. Government-wide and Fund Financial Statements

The Town's basic financial statements include both government-wide (reporting the Town as a whole) and fund financial statements (reporting the Town's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The Town's public safety; public works; culture and recreation; affordable housing and general administrative services are classified as governmental activities. The Town's water utility is classified as a business-type activity.

Town of Basalt
Notes to the Financial Statements
December 31, 2020
(continued)

I. Summary of Significant Accounting Policies (continued)

B. Government-wide and Fund Financial Statements (continued)

1. Government-wide Financial Statements (continued)

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Town's net position is reported in three parts—net investment in capital assets; restricted; and unrestricted.

The government-wide Statement of Activities reports both the gross and net cost of each of the Town's functions and business-type activities (public safety, public works, water utility, etc.). The functions are also supported by general government revenues (property and sales taxes, intergovernmental revenue, fines and permits, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function (police, roads, etc.) or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants. The net costs (by function or business-type activity) are normally covered by general revenue (property and sales taxes, interest income, etc.).

The government-wide focus is on the sustainability of the Town as an entity and the change in the Town's net position resulting from the current year's activities.

2. Fund Financial Statements

The financial transactions of the Town are reported in individual funds in the fund's financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, fund equity, revenues and expenditures/expenses.

The fund focus is on current available resources and budget compliance. The Town reports the following governmental funds:

- **General Fund**

The *General Fund* is the Town's primary operating fund. It accounts for all financial resources of the Town, except those required to be accounted for in another fund.

- **Special Revenue Funds**

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The term "proceeds of specific revenue sources" establishes that one or more specific restricted or committed revenues should be the foundation for a special revenue fund. The Town reports the following special revenue fund:

Town of Basalt
Notes to the Financial Statements
December 31, 2020
(continued)

I. Summary of Significant Accounting Policies (continued)

B. Government-wide and Fund Financial Statements (continued)

2. Fund Financial Statements (continued)

- **Special Revenue Funds (continued)**

The *Restricted Fund* accounts for revenues derived from electorate approved items including restricted sales tax, real estate transfer assessment, and other externally restricted revenues items including grants. Expenditures are restricted for various purposes based upon their revenue sources.

The *Riverside BC HOA Fund* accounts for revenue and expenditures within the homeowner's association, a blended component unit.

The *Conservation Trust Fund* accounts for revenues derived from state lottery revenues or other earmarked revenue sources which finance specific activities as required by law or administrative action.

- **Debt Service Fund**

The *Debt Service Fund* accounts for the collection of taxes and related payment of principal and interest on debt relating to governmental activities.

The Town reports the following proprietary or business-type funds:

- **Water Fund**

The *Water Fund* accounts for the production and sale of water to Town residents.

3. Categories and Classification of Fund Balance

Governmental accounting standards establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Fund balance classifications, include Non-spendable, Restricted, Committed, Assigned, and Unassigned. These classifications reflect not only the nature of funds, but also provide clarity to the level of restriction placed upon fund balance. Fund Balance can have different levels of restraint, such as external versus internal compliance requirements. Unassigned fund balance is a residual classification within the general fund. The General Fund should be the only fund that reports a positive unassigned balance. In all other funds, unassigned is limited to negative residual fund balance. For further details of the various fund balance classifications refer to Note I (B) (4).

Net position represents the difference between assets, liabilities, and deferred inflow (outflow) of resources. Net investment in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Town or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net position is reported as unrestricted.

Town of Basalt
Notes to the Financial Statements
December 31, 2020
(continued)

I. Summary of Significant Accounting Policies (continued)

B. Government-wide and Fund Financial Statements (continued)

4. Fund Balance Disclosure

The Town classifies governmental fund balances as follows:

Unspendable - includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual requirements.

Spendable Fund Balance:

Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation.

Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision-making authority which is Town Council. The Town's original budget legislation begins with combining historical data, assessment of needs for the upcoming year and the Town Council platform to review, and/or make changes to each department's budget. Before year end, a budgetary committee will meet again with each department for final review and approval of preliminary budget. The Budget is then formally presented to Town Council via an advertised public process for their review, revisions and final approval by year end. All subsequent budget requests made during the year, after Town Council approval, must be presented via a public process and again approval by Town Council.

Assigned – includes spendable fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund Balance may be assigned by the Town Council or its management designee.

Unassigned - includes residual positive fund balance within the General Fund which has not been classified within the other above-mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

The Town uses restricted amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents/contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the Town would first use committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

The Town's formal minimum fund balance policy requires that the budget anticipate fund balance equal to at least thirty-three percent (33%) and at least forty Percent (40%) of budgeted unrestricted Water Fund revenues and General Fund, respectively.

Town of Basalt
Notes to the Financial Statements
December 31, 2020
(continued)

I. Summary of Significant Accounting Policies (continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Measurement focus refers to whether financial statements measure changes in current resources only (current financial focus) or changes in both current and long-term resources (long-term economic focus). Basis of accounting refers to the point at which revenues, expenditures, or expenses are recognized in the accounts and reported in the financial statements. Financial statement presentation refers to classification of revenues by source and expenses by function.

1. Long-term Economic Focus and Accrual Basis

Both governmental and business-type activities in the government-wide financial statements and the proprietary fund financial statements use the long-term economic focus and are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred, regardless of the timing of the related cash flows.

2. Current Financial Focus and Modified Accrual Basis

The governmental fund financial statements use the current financial focus and are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or soon enough thereafter (60 days) to be used to pay liabilities of the current period. Property taxes, sales taxes, intergovernmental revenues, other taxes, and investment income associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Expenditures are generally recognized when the related liability is incurred. The exception to this general rule is that principal and interest on general long-term debt, if any, is recognized when due.

3. Financial Statement Presentation

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

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 Town's enterprise funds are charges to customers for sales and services. Operating expenses for the enterprise 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.

Town of Basalt
Notes to the Financial Statements
December 31, 2020
(continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts

1. Cash, Cash Equivalents and Investments

Cash and cash equivalents include amounts in demand deposits as well as short-term investments with a maturity date within 3 months of the date acquired by the Town.

Investments are stated at fair value. The change in fair value of investments is recognized as an increase or decrease to investment assets and investment income.

The Town's investment policy permits investments in the following type of obligations which corresponds with state statutes:

- U.S. Treasury Obligations (maximum maturity of 60 months)
- Federal Instrumentality Securities (maximum maturity of 60 months)
- FDIC-insured Certificates of Deposit (maximum maturity of 18 months)
- Corporate Bonds (maximum maturity of 36 months)
- Prime Commercial Paper (maximum maturity of 9 months)
- Eligible Bankers Acceptances
- Repurchase Agreements
- General Obligations and Revenue Obligations
- Local Government Investment Pools
- Certain Money Market Mutual Funds

2. Receivables

Receivables are reported net of an allowance for uncollectible accounts.

3. Prepaid expenses

Payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid items in both government-wide and fund financial statements.

4. Inventories

Inventories are valued at cost, using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased on the fund financial statements.

5. Property Taxes

Property taxes are assessed in one year as a lien on the property, but not collected by the governmental units until the subsequent year. In accordance with generally accepted accounting principles, the assessed but uncollected property taxes have been recorded as a receivable and as deferred inflow of resources.

Town of Basalt
Notes to the Financial Statements
December 31, 2020
(continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

6. Capital Assets

Capital assets, which include land, buildings and other improvements, machinery and equipment, infrastructure and vehicle assets, are reported in the applicable governmental or business-type activity columns in the government-wide financial statements. The Town defines capital assets as assets with an initial cost of \$5,000 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost. Donated capital assets are recorded at acquisition value at the date of donation.

Capital outlay for projects is capitalized as projects are constructed. Infrastructure, buildings, and equipment are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Infrastructure	15 - 50
Buildings and improvements	15 - 40
Land improvements	15 - 25
Machinery and equipment	3 - 10
Licensed vehicles	5 - 8

7. Deferred Outflows and 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 future periods and so will not be recognized as an outflow of resources (expense/ expenditure) until then. Accordingly, the Town recorded a deferred outflow for pensions. 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 future periods and so will not be recognized as an inflow of resources (revenue) until that time. The Town has two types of item that qualifies for reporting in this category. Accordingly, property tax revenue, and pensions, is recorded deferred and recognized as an inflow of resources in the period that the amounts become available and earned.

Town of Basalt
Notes to the Financial Statements
December 31, 2020
(continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

8. Compensated Absences

Earned but unused vacation benefits are accrued when incurred in the government-wide and proprietary fund financial statements. The liability for the amounts is reported in governmental funds. Governmental funds report the compensated absence liability at the fund reporting level only *"when due."*

9. Interfund Transactions

On the fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/interfund payables." These amounts are eliminated in the governmental and business-type activities columns of the Statement of Net Position, except for any net residual amounts due between governmental and business-type activities, which are reclassified and presented as internal balances.

10. Accrued Liabilities and Long-Term Debt

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of these funds. However, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are "due for payment" during the current year.

11. Pensions

The Town participates in an agent multiple-employer defined benefit plan administered by the Fire and Police Pension Association of Colorado ("FPPA"). The net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position of the plans have been determined using the economic resources measurement focus and the accrual basis of accounting. 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.

Town of Basalt
Notes to the Financial Statements
December 31, 2020
(continued)

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 reconciliation between *fund balance – total governmental funds* and *net position of governmental activities* as reported in the government-wide Statement of Net Position. One element of that reconciliation explains that capital assets are recorded as assets when purchased and depreciated over the life of the assets. Net capital assets of \$44,655,170 represents capitalized costs of \$54,164,398 and accumulated depreciation of \$9,509,228.

Another element of that reconciliation states that "Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds." The total amount of compensated absences payable reported due within one year and due in more than one year is \$181,407.

B. Explanation of certain differences between the governmental fund Statement of Revenues, Expenditures and Changes in Fund Balance and the government-wide Statement of Activities

The governmental fund Statement of Revenues, Expenditures and Changes in Fund Balance includes reconciliation between *net change in fund balances of 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 as depreciation expense". The Town had depreciation expense of \$1,101,171.

III. Stewardship, Compliance, and Accountability

A. Budgetary Information

Budgets are adopted on a basis consistent with generally accepted accounting principles, except for the proprietary funds. Annual appropriations are adopted for all funds. Expenditures may not legally exceed appropriations at the fund level. All appropriations lapse at year end.

As required by Colorado Statutes and the Town Charter, the Town followed the required timetable noted below in preparing, approving, and enacting its budget for 2020.

1. For the 2020 budget year, prior to August 25, 2019 (revised November 30), the County Assessor sent to the Town an assessed valuation of all taxable property within the Town's boundaries.
2. The Town Finance Director annually prepares a proposed budget, which is submitted to the Council by October 15 of each year. The proposed budget provides a complete financial plan for all Town funds and activities for the ensuing fiscal year. In organizing the budget, the Budget Officer shall utilize the most feasible combination of expenditure classification by fund, organization unit, program, purpose or activity and object. The recommended budget detailed the necessary property taxes needed along with other available revenues to meet the Town's operating requirements.

Town of Basalt
Notes to the Financial Statements
December 31, 2020
(continued)

III. Stewardship, Compliance, and Accountability (continued)

A. Budgetary Information (continued)

3. Prior to December 15, 2019, a public hearing was held for the budget, the Council certified to the County Commissioners a levy rate that derived the necessary property taxes as computed in the proposed budget, and the Council adopted the proposed budget and an appropriating resolution that legally appropriated expenditures for the upcoming year.
4. After adoption of the budget resolution, the Town may make the following changes: a) it may transfer appropriated money between funds; b) approve supplemental appropriations to the extent of revenues in excess of estimated revenues in the budget; c) approve emergency appropriations; and d) reduce appropriations for which originally estimated revenues are insufficient.

Taxes levied in one year are collected in the succeeding year. Thus, taxes certified in 2019 were collected in 2020 and taxes certified in 2020 will be collected in 2021. Taxes are due on January 1st in the year of collection; however, they may be paid in either one installment (no later than April 30th) or two equal installments (not later than February 28th and June 15th) without interest or penalty. Taxes that are not paid within the prescribed time bear interest at the rate of one percent (1%) per month until paid. Unpaid amounts and the accrued interest thereon become delinquent on June 16th.

During the year the Town had the following budget amendments:

<u>Fund</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Amendment</u>
General Fund	7,684,063	7,793,037	108,974
Restricted Fund	7,239,212	7,522,712	283,500

B. TABOR Amendment

In November 1992, Colorado voters amended Article X of the Colorado Constitution by adding Section 20; commonly known as the Taxpayer's Bill of Rights ("TABOR"). TABOR contains revenue, spending, tax and debt limitations that apply to the State of Colorado and local governments. TABOR requires, with certain exceptions, advance voter approval for any new tax, tax rate increase, mill levy above that for the prior year, extension of any expiring tax, or tax policy change directly causing a net tax revenue gain to any local government.

Except for refinancing bonded debt at a lower interest rate or adding new employees to existing pension plans, TABOR requires advance voter approval for the creation of any multiple-fiscal year debt or other financial obligation unless adequate present cash reserves are pledged irrevocably and held for payments in all future fiscal years.

Town of Basalt
Notes to the Financial Statements
December 31, 2020
(continued)

III. Stewardship, Compliance, and Accountability (continued)

B. TABOR Amendment (continued)

TABOR also requires local governments to establish an emergency reserve to be used for declared emergencies only. The reserve is calculated at 3% of fiscal year spending. Fiscal year spending excludes bonded debt service and enterprise spending. The Town has reserved \$395,577, which is the approximate required reserve at December 31, 2020.

On April 5, 1994 the Town's electorate approved to allow the Town to *collect and expend the full revenues generated during 1994 and each subsequent year (and to receive and expend state grants) and to receive and expend all sales tax and property tax revenues for capital projects and municipal operations without limiting in any year the amount of other revenues that may be collected and spent by the Town. Nothing herein shall permit any increase in the property tax mill levy and sales and use tax rates imposed by the Town of Basalt.*

The Gallagher Amendment requires 45% of property tax collected to come from residential property, and 55% to come from commercial property. Further, the Amendment requires that the commercial assessment rate applied to actual values be fixed at 29% with the residential assessment rate ("RAR") to be adjusted to hold the 45/55 split constant. Because of the increase in residential property values, the RAR has historically trended downward, which, in combination with TABOR's set mill levy rate, may limit the amount of property taxes the District can generate annually.

IV. Detailed Notes on All Funds

A. Deposits and Investments

The Town's deposits are entirely covered by federal depository insurance ("FDIC") or by collateral held under Colorado's Public Deposit Protection Act ("PDPA"). The FDIC insures the first \$250,000 of the Town's deposits at each financial institution. Deposit balances over \$250,000 are collateralized as required by PDPA.

Fair Value of Investments

The Town measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy, as follows:

- *Level 1:* Quoted prices for identical investments in active markets;
- *Level 2:* Observable inputs other than quoted market prices; and,
- *Level 3:* Unobservable inputs.

Town of Basalt
Notes to the Financial Statements
December 31, 2020
(continued)

IV. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

At December 31, 2020, the Town had the following recurring fair value measurements:

Investments Measured at Net Asset Value	
Colotrust	\$ 14,550,340
	<u>14,550,340</u>
 Total Investments	 <u>\$ 14,550,340</u>

Any items classified in Level 1 are valued using prices quoted in active markets for those securities. Any debt and equity securities classified in Level 2 are valued using the following approaches:

- U.S. Treasuries and U.S. Agencies: quoted prices for identical securities in markets that are not active;
- Certificates of Deposit, and Collateralized Debt Obligations: matrix pricing based on the securities' relationship to benchmark quoted prices.

The Investment Pool represents investments in COLOTRUST, which is a 2a7-like pool. The fair value of the pool is determined by the pool's net asset value. by the pool's share. The Town has no regulatory oversight for the pool. At December 31, 2020, the Town's investments in COLOTRUST represented 98% of the Town's investment portfolio.

Interest Rate Risk. As a means of limiting its exposure to interest rate risk, the Town diversifies its investments by security type and institution, and limits holdings in any one type of investment with any one issuer. The Town coordinates its investment maturities to closely match cash flow needs and restricts the maximum investment term to less than five years from the purchase date. As a result of the limited length of maturities the Town has limited its interest rate risk.

Credit Risk. State law and Town policy limit investments to those authorized by State statutes including U.S. Agencies and 2a7-like pools. The Town's general investment policy is to apply the prudent-person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments.

Concentration of Credit Risk. The Town diversifies its investments by security type and institution. Investments may only be made in those financial institutions which are insured by the Federal Deposit Insurance Corporation, the Federal Home Mortgage Association, the Federal Savings and Loan Insurance Corporation, Congressionally authorized mortgage lenders and investments that are federally guaranteed. Financial institutions holding Town funds must provide the Town with a statement of collateral in the form of a listing of securities pledged, and a copy of the certificate from the Banking Authority that states that the institution is an eligible public depository.

Town of Basalt
Notes to the Financial Statements
December 31, 2020
(continued)

IV. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

At year end, the Town had the following cash and investments with the following maturities:

	Standard & Poors Rating	Carrying Amounts	Maturities	
			Less than one year	One to five years
<i>Petty cash:</i>	Not Rated	\$ 450	\$ 450	\$ -
<i>Demand Deposits:</i>				
Checking	Not Rated	343,890	343,890	-
<i>Investments:</i>				
Investment Pools	AAAm	14,550,340	14,550,340	-
 Total Cash and Investments		<u>\$ 14,894,680</u>	<u>\$ 14,894,680</u>	<u>\$ -</u>

B. Receivables

Receivables as of year-end for the Town's governmental funds, including applicable allowances for uncollectible accounts, are as follows:

	Governmental Funds				
	General	Restricted Fund	Riverside HOA Fund	Conservation Trust Fund	Debt Service Fund
Receivables:					
Taxes	\$ 1,146,968	\$ -	\$ -	\$ -	\$ 941,013
Accounts and other receivable	410,983	-	3,846	-	-
Due from other governments	689,431	149,874	-	-	-
Gross receivables	2,247,382	149,874	3,846	-	941,013
Less: allowance for uncollectible	-	-	-	-	-
Net Receivables	<u>\$ 2,247,382</u>	<u>\$ 149,874</u>	<u>\$ 3,846</u>	<u>\$ -</u>	<u>\$ 941,013</u>

Governmental funds report *unavailable revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. This includes property taxes levied in 2020 but not available until 2021.

Town of Basalt
Notes to the Financial Statements
December 31, 2020
(continued)

IV. Detailed Notes on All Funds (continued)

C. Capital Assets

Capital asset activity for governmental activities for the year ended December 31, 2020 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 17,966,931	\$ 1,533,762	\$ -	\$ 19,500,693
Construction in progress	546,485	523,002	(445,337)	624,150
Capital assets, being depreciated:				
Buildings	6,716,655	527,614	-	7,244,269
Improvements	3,022,871	19,769	-	3,042,640
Vehicles and equipment	2,489,737	428,811	(28,703)	2,889,845
Infrastructure	20,064,406	798,394	-	20,862,801
Total capital assets being depreciated	<u>50,807,085</u>	<u>3,831,352</u>	<u>(474,040)</u>	<u>54,164,398</u>
Less accumulated depreciation for:				
Buildings	(1,348,378)	(172,641)	-	(1,521,019)
Improvements	(1,272,055)	(181,124)	-	(1,453,179)
Machinery and equipment	(1,565,249)	(205,304)	16,828	(1,753,724)
Infrastructure	(4,239,203)	(542,101)	-	(4,781,306)
Total accumulated depreciation	<u>(8,424,885)</u>	<u>(1,101,170)</u>	<u>16,828</u>	<u>(9,509,228)</u>
Governmental Activities Capital Assets, Net	<u>\$ 42,382,200</u>	<u>\$ 2,730,182</u>	<u>\$ (457,212)</u>	<u>\$ 44,655,170</u>

Capital asset activity for the year ended December 31, 2020 for business-type activities was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 256,235	\$ -	\$ -	\$ 256,235
Non-depreciable Water rights	54,634	-	-	54,634
Construction in progress	-	28,584	-	28,584
Total Capital Assets, Not Depreciated	<u>310,869</u>	<u>28,584</u>	<u>-</u>	<u>339,453</u>
Capital assets, being depreciated:				
Depreciable water rights	1,496,406	-	-	1,496,406
Plant and system	7,133,830	169,091	-	7,302,921
Machinery and equipment	332,995	9,527	-	342,522
Total Capital Assets Being Depreciated	<u>8,963,231</u>	<u>178,618</u>	<u>-</u>	<u>9,141,849</u>
Less accumulated depreciation for:				
Depreciable water rights	(801,703)	(54,147)	-	(855,850)
Plant and system	(4,493,593)	(197,576)	-	(4,691,169)
Machinery and equipment	(153,540)	(24,516)	-	(178,056)
Total Accumulated Depreciation	<u>(5,448,836)</u>	<u>(276,239)</u>	<u>-</u>	<u>(5,725,075)</u>
Business-type activities capital assets, net	<u>\$ 3,825,264</u>	<u>\$ (69,037)</u>	<u>\$ -</u>	<u>\$ 3,756,227</u>

Town of Basalt
Notes to the Financial Statements
December 31, 2020
(continued)

IV. Detailed Notes on All Funds (continued)

C. Capital Assets (continued)

The Town had the following capital outlay and depreciation expense for the following functions:

	Depreciation Expense	Capital Outlay
Governmental activities:		
General government	\$ 76,541	\$ 27,691
Public safety	79,153	373,259
Culture and recreation	229,365	2,147,280
Public works	648,465	337,785
Affordable housing	60,818	-
Health and welfare	6,828	-
Total - Governmental Activities	\$ 1,101,170	\$ 2,886,015
Business-type activities:		
Water Fund	276,239	207,202
Total - Business-type Activities	\$ 276,239	\$ 207,202

Difference between capital outlay and asset additions represent contributed assets and assets below the Town's \$5,000 capital asset addition threshold.

D. Interfund Transfers

The Town had the following interfund transfers:

	In	Out	Reason
<i>Governmental Funds:</i>			
General Fund	\$ 225,910	\$ (6,169,926)	Administration support to create restricted fund
Restricted Fund	6,155,851	-	Create restricted fund
Riverside HOA Fund	14,075	-	Administrative support to create Riverside HOA Fund
<i>Proprietary Funds:</i>			
Water Fund	-	(225,910)	Administration support
Total	\$ 6,395,836	\$ (6,395,836)	

E. Non-GAAP Basis

The water fund budgets on a modified accrual budgetary basis. The following schedule represents a reconciliation of expenditures on the budgetary basis to GAAP Basis:

Change in Net Position - Budgetary Basis \$ 181,176

Reconciliation to GAAP Basis:

Adjustments:

Depreciation	(276,239)
Capital outlay	207,202
Debt service - Principal	63,049
Total Adjustments	(5,988)

Change in Net Position - GAAP Basis \$ 175,188

Town of Basalt
Notes to the Financial Statements
December 31, 2020
(continued)

IV. Detailed Notes on All Funds (continued)

G. General Obligation Improvement and Refunding Bonds, Series 2013

At the 2013 Election, Town voters approved the issuance of \$5,000,000 of general obligation debt for the purpose of financing certain capital improvements. The issuance utilized \$3,070,000 to be used to primarily finance redeveloping the Pan and Fork Trailer Park area, including river restoration, floodplain mitigation, construction of park and street improvements, and site redevelopment. The remaining portion of the authorized issuance occurred with the Taxable General Obligation Bond, Series 2014.

The Town's 2013 issue also included \$2,330,000, which was used to refund the Town's outstanding Series 2011 Bonds. The Bonds bear interest at a rate of 2% to 3%, depending upon the maturity date. The bonds require interest payments semiannually and annual principal payments through December 1, 2023. The Bonds maturing on and after December 1, 2021 are subject to redemption prior to maturity at the option of the Town.

H. Taxable General Obligation Bonds, Series 2014

In 2014, the issued \$1,888,000 of taxable general obligation bonds to complete the aforementioned Pan and Fork Trailer Park area restoration project. The Bonds mature on December 1, 2021 and bear interest in at the rate of 2.7%. The bonds are subject to redemption prior to maturity at the at any time requested by the Town.

I. Certificates of Participation, Series 2019

In 2019, the issued \$2,200,000 of Certificates of Participation to voluntarily refund Town taxpayers amounts which may have been collected in violation of Article X, Section 20 of the Colorado Constitution, commonly known as the Tabor Amendment. UMB Bank is the Trustee. The certificates which allowed for the sale and leaseback of the following properties as collateral:

102 Lakeside Court (Affordable housing unit)
1400 E Valley Road (Affordable housing unit)
6101 Elk Run (Affordable housing unit)
221 Fiou Lane (Public works facility)

The certificates require principal payments on November 15th through 2029. Interest payments are required May 15th and November 15th at a rate of 2.23% per annum. The Town retains the option to redeem the certificates prior to maturity under certain conditions.

Town of Basalt
Notes to the Financial Statements
December 31, 2020
(continued)

IV. Detailed Notes on All Funds (continued)

J. Colorado Water Resources and Power Development Authority Loan

On December 19, 2002 the Town entered into a loan agreement for \$948,246 with the Colorado Water Resources and Power Development Authority for the construction of a micro-filtration water treatment plant. The term of the loan requires semi-annual payments of \$35,150 for 20 years at an annual interest rate of 4%. The Loan is secured by water user rates, fees, including connection fees, and other charges from the operation of the System, after the payment of operations and maintenance expenses of the System. The Loan includes a rate covenant requiring the Town to establish, levy and collect, rents, rates and other charges sufficient, after meeting the operation and maintenance expenses of its System, to pay 110% of the debt service coming due.

The Town can prepay the Loan, in whole or in part, upon prior written notice of not less than ninety (90) days to the Authority.

K. Accrued Compensated Absences

Earned but unused compensated absence (e.g. paid time off) benefits amounted to \$181,407 at December 31, 2020. The Town determined that accrued vacation and holiday leave was not expected to be paid with General Fund currently available resources, therefore, the accrual relating to those compensated absences is reported on the Statement of Net Position.

L. Capital Lease

The Town entered into a lease agreement as a lessee for financing a street sweeper. The lease qualifies as a capital lease for accounting purposes and therefore has been recorded at the present value of future minimum payments at the inception date, \$265,000.

The future minimum lease obligations and the net present value of the minimum as of December 31, 2020, were as follows:

Governmental Activities Leases			
Year	Principal	Interest	Total
2021	51,709	4,888	56,597
2022	53,289	3,307	56,596
2023	54,918	1,679	56,597
Total	\$ 159,916	\$ 9,874	\$ 169,790

Town of Basalt
Notes to the Financial Statements
December 31, 2020
(continued)

IV. Detailed Notes on All Funds (continued)

M. Debt Schedules

The following payments relating to governmental activity debt are required as of December 31, 2020:

Year	Governmental Activities Debt		Total
	Principal	Interest	
2021	1,079,000	84,046	1,163,046
2022	535,000	59,902	594,902
2023	545,000	45,469	590,469
2024	220,000	30,774	250,774
2025	220,000	25,868	245,868
2026 - 2030	940,000	53,186	993,186
Total	\$ 3,539,000	\$ 299,245	\$ 3,838,245

The following payments relating to business-type activity debt are required as of December 31, 2020:

Year	Business-Type Activities Debt		Total
	Principal	Interest	
2021	65,596	4,704	70,300
2022	68,246	2,054	70,300
Total	\$ 133,842	\$ 6,758	\$ 140,600

The Town had the following changes in debt for the year ended December 31, 2020:

	1/1/20	Additions	Deletions	12/31/20	Due within one year
Governmental Activities Debt:					
2013 G.O. Bonds	\$ 1,795,000	\$ -	\$ (565,000)	\$ 1,230,000	\$ 575,000
2014 G.O. Taxable Bonds	589,000	-	(290,000)	299,000	299,000
2019 COPs	2,200,000	-	(190,000)	2,010,000	205,000
Compensated absences	204,027	107,988	(130,608)	181,407	45,352
Leased asset	210,091	-	(50,175)	159,916	51,709
Net Pension Liability	154,906	-	(154,906)	-	-
Business Type Activities Debt:					
CWRPD Loan	196,891	-	(63,049)	133,842	65,596
Total	\$ 5,349,915	\$ 107,988	\$ (1,443,738)	\$ 4,014,165	\$ 1,241,657

The Town is compliant in ongoing disclosure requirements to the secondary bond market in accordance with the Securities and Exchange Commission's rule 15c2-12.

Town of Basalt
Notes to the Financial Statements
December 31, 2020
(continued)

IV. Detailed Notes on All Funds (continued)

N. Fund Balance Designations and Restrictions

The Town had the following restrictions on fund balances at December 31, 2020:

	<u>General Fund</u>	<u>Restricted Fund</u>	<u>Riverside BC HOA fund</u>	<u>Conservation Trust Fund</u>	<u>Debt Service Fund</u>	<u>Total</u>
Non-Spendable:						
Prepaid expenses	\$ 18,535	\$ 215,146	\$ -	\$ -	\$ -	\$ 233,681
Deposit	91,250	-	-	-	-	91,250
Restricted for:						
Emergencies	395,577	-	-	-	-	395,577
Recreation	-	-	-	229,595	-	229,595
Debt service	-	-	-	-	65,994	65,994
Other:						
Pension asset	-					-
Development infrastructure	-	1,133,271	-	-	-	1,133,271
Renewable energy mitigation	-	67,328	-	-	-	67,328
Affordable housing	-	29,849	-	-	-	29,849
Police officer training	-	9,471	-	-	-	9,471
Victims & Police (VALE)	-	79,602	-	-	-	79,602
Arts	-	1,732,834	-	-	-	1,732,834
Child care	-	144,140	-	-	-	144,140
Tobacco education	-	690,026	-	-	-	690,026
Park dedication	-	278,283	-	-	-	278,283
Parks, open space & trails	-	1,686,184	-	-	-	1,686,184
Community gardens	-	2,646	-	-	-	2,646
Community promotions	-	63,463	-	-	-	63,463
Community enhancement	-	15,504	-	-	-	15,504
Transportation	-	153,864	-	-	-	153,864
Assigned						-
Committed	2,844,461	-	4,491	-	-	2,848,952
Unassigned	4,577,133	-	-	-	-	4,577,133
Total	<u>\$ 7,926,956</u>	<u>\$ 6,301,611</u>	<u>\$ 4,491</u>	<u>\$ 229,595</u>	<u>\$ 65,994</u>	<u>\$ 14,528,647</u>

O. Pension Asset (Liability), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - FPPA Statewide Defined Benefit Plan (SDBP)

The Town's police officers participate in a Fire and Police Pension Association statewide defined benefit plan. The following provides details regarding this plan:

Plan Description: The Statewide Defined Benefit Plan (SWDB) is a cost-sharing multiple-employer defined benefit pension plan covering substantially all full-time employees of participating fire or police departments in Colorado hired on or after April 8, 1978 (New Hires), provided that they are not already covered by a statutorily exempt plan. As of August 5, 2003, the Plan may include clerical and other personnel from fire districts whose services are auxiliary to fire protection. The Plan became effective January 1, 1980.

The Plan assets are included in the Fire & Police Members' Benefit Investment Fund and the Fire & Police Members' Self-Directed Investment Fund (for Deferred Retirement Option Plan (DROP) assets and Separate Retirement Account assets from eligible retired members).

The Plan is administered by the Fire & Police Pension Association of Colorado (FPPA). FPPA issues a publicly available comprehensive annual financial report that can be obtained on FPPA's [website at http://www.FPPAco.org](http://www.FPPAco.org).

Town of Basalt
Notes to the Financial Statements
December 31, 2020
(continued)

IV. Detailed Notes on All Funds (continued)

O. Pension Asset (Liability), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - FPPA Statewide Defined Benefit Plan (SDBP) (continued)

Contributions: Through December 31, 2020, 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. Effective January 1, 2021, contribution rates for employers and members may be increased equally by the FPPA Board of Directors upon approval through an election by both the employers and members.

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 pensionable earnings. Employer contributions are 8 percent in 2019 and 2020. Employer contributions will increase 0.5 percent annually beginning in 2021 through 2030 to a total of 13 percent of pensionable earnings. In 2019, members of the SWDB plan and their employers are contributing at the rate of 10.5 percent and 8 percent, respectively, of pensionable earnings for a total contribution rate of 18.5 percent.

Contributions from members and employers of departments reentering the system are established by resolution and approved by the FPPA Board of Directors. The reentry group has a combined contribution rate of 22.5 percent and 23.0 percent of pensionable earnings in 2019 and 2020, respectively. It is a local decision as to whether the member or employer pays the additional 4 percent contribution. The member and employer contribution rates will increase through 2030 as described above for the non-reentering departments. Effective January 1, 2021, reentry departments may submit a resolution to the FPPA Board of Directors to reduce the additional 4 percent contribution, to reflect the actual cost of reentry by department, to the plan for reentry contributions. Each reentry department is responsible to remit contributions to the plan in accordance with their most recent FPPA Board of Directors approved resolution.

The contribution rate for members and employers of affiliated social security employers is 5.25 percent and 4 percent, respectively, of pensionable earnings for a total contribution rate of 9.25 percent in 2019 and 9.50 percent in 2020. Per the 2014 member election, members of the affiliate social security group had their required contribution rate increase 0.25 percent annually beginning in 2015 through 2022 to a total of 6 percent of pensionable earnings. Employer contributions are 4 percent in 2019 and 2020. Employer contributions will increase 0.25 percent annually beginning in 2021 through 2030 to a total of 6.5 percent of pensionable earnings.

Description of Benefits: 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. Effective January 1, 2021, a member may also qualify for a normal retirement pension if the member's combined years of service and age equals at least 80, with a minimum age of 50 (Rule of 80).

Town of Basalt
Notes to the Financial Statements
December 31, 2020
(continued)

IV. Detailed Notes on All Funds (continued)

O. Pension Asset (Liability), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - FPPA Statewide Defined Benefit Plan (SDBP) (continued)

The annual normal retirement benefit is 2 percent of the average of the member's highest three years' pensionable earnings 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 covered under Statewide Defined Benefit Social Security Component will receive half the benefit when compared to the Statewide Defined Benefit Plan. Benefit adjustments paid to retired members are evaluated annually 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 for Urban Wage Earners and Clerical Workers (CPI-W).

A member is eligible for an early retirement after completion of 30 years of service or attainment of age 50 with at least five years of credited 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' pensionable earnings for each year of credited service up to ten years, plus 2.5 percent for each year of service thereafter.

The Town's police officers participate in a Fire and Police Pension Association statewide defined benefit plan. The following provides details regarding this plan:

Net Pension asset (liability): At December 31, 2020, the Town reported an asset (liability) of \$58,998 for its proportionate share of the net pension asset (liability). The Plan's fiduciary net position currently is exceeded by the total pension asset, resulting in an asset reported by the Town. The net pension asset was measured at of December 31 2019, and the total pension asset was determined by an actuarial valuation as of January 1, 2020. The Town's proportion of the net pension asset was based on the Town's contributions to the Plan for calendar year 2019, relative to the total contributions of participating employers to the Plan.

Town of Basalt
Notes to the Financial Statements
December 31, 2020
(continued)

IV. Detailed Notes on All Funds (continued)

O. Pension asset (liability), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - FPPA Statewide Defined Benefit Plan (SDBP) (continued)

At December 31, 2020, the Town's proportion was 0.10432%, as compared to 0.12253% at December 31 2019. For the year ended December 31, 2020, the Town recognized pension (revenues) expense of (\$879). At December 31, 2020, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 199,656	\$ 1,154
Changes of assumptions or other inputs	78,277	-
Net difference between projected and actual earnings on pension plan investments	-	92,745
Changes in proportion share	91,414	
Changes in proportion and differences between contributions recognized and proportionate share of contributions	-	4,052
Contributions subsequent to the measurement date	92,479	-
Total	<u>\$ 461,826</u>	<u>\$ 97,951</u>

Contributions subsequent to the measurement date of December 31, 2019, which are reported as deferred outflows of resources related to pensions, will be recognized as an adjustment against the net pension asset (liability) in the subsequent year. 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 ending December 31:	
2021	\$ 27,280
2022	19,250
2023	49,422
2024	10,287
2025	49,862
Thereafter	115,295
	<u>\$ 271,396</u>

Town of Basalt
Notes to the Financial Statements
December 31, 2020
(continued)

IV. Detailed Notes on All Funds (continued)

O. Pension asset (liability), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - FPPA Statewide Defined Benefit Plan (continued)

Actuarial assumptions. The collective total pension asset (liability) and actuarially determined contributions in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions and other inputs:

	Total Pension Liability	Actuarially Determined Contributions
Actuarial Valuation Date	January 1, 2020	January 1, 2019
Actuarial Method	Entry Age Normal	Entry Age Normal
Amortization Method	N/A	Level % of Payroll, Open
Amortization Period	N/A	30 Years
Long-term investment Rate of Return *	7.0%	7.0%
Projected Salary Increases	4.25% to 11.25%	4.25% to 11.25%
Cost of Living Adjustments	0.0%	0.0%
* Includes Inflation at	2.5%	2.5%

Actuarial Assumptions (continued): For determining the total pension liability and actuarially determined contributions, the post-retirement mortality tables for non-disabled retirees uses the 2006 central rates from the RP-2014 Annuitant Mortality Tables projected to 2018 using the MP-2017 projection scales, and the projected prospectively using the ultimate rates of the scale for all years. The pre-retirement off-duty mortality tables are adjusted to 50% of the RP-2014 mortality tables for active employees. The on-duty mortality rate is 0.00015.

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 2018 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, 2019. 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 (assumed at 2.5 percent). 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, 2019 are summarized in the following table

Town of Basalt
Notes to the Financial Statements
December 31, 2020
(continued)

IV. Detailed Notes on All Funds (continued)

O. Pension asset (liability), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - FPPA Statewide Defined Benefit Plan (continued)

Actuarial Assumptions (continued).

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long Term Expected Real Rate of Return</u>
Global Equity	38%	7.00%
Equity Long/Short	8%	6.00%
Illiquid Alternatives	25%	9.20%
Fixed Income	15%	5.20%
Absolute Return	8%	5.50%
Managed Futures	4%	5.00%
Cash	2%	2.52%
Total	100%	

The discount rate used to measure the total pension liability was 7.00 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: Projected benefit payments are required to be discounted to their actuarial present values using a Single Discount Rate that reflects (1) a long-term expected rate of return on pension plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the plan's projected fiduciary net position is not sufficient to pay benefits).

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.00 percent; the municipal bond rate is 2.75 percent (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 7.00 percent.

Town of Basalt
Notes to the Financial Statements
December 31, 2020
(continued)

IV. Detailed Notes on All Funds (continued)

O. Pension asset (liability), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - FPPA Statewide Defined Benefit Plan (continued)

Sensitivity of the Town's proportionate share of the net pension asset (liability) to changes in the discount rate. 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 7.00 percent, 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 (6.0%)	Current Discount Rate (7.0%)	1% Increase (8.0%)
Collective pension (asset) liability	\$342,913,305	\$ (56,556,341)	\$ (387,863,540)
Proportionate share of net pension (asset) liability	\$ 357,711	\$ (58,998)	\$ (404,601)

Contributions subsequent to the measurement date of December 31, 2019, which are reported as deferred outflows of resources related to pensions, will be recognized as a reduction of the net pension liability in the year ended December 31, 2021. 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 ending December 31:	
2021	\$ 27,280
2022	19,250
2023	49,422
2024	10,287
2025	49,862
Thereafter	115,295
	<u>\$ 271,396</u>

Pension plan fiduciary net position. Detailed information about the Plan's fiduciary net position is available in FPPA's comprehensive annual financial report which can be obtained at http://www.fppaco.org/annual_reports.htm.

P. Section 457 Deferred Compensation Plan

The Town offers all its employees a deferred compensation plan created in accordance with internal revenue code Section 457. Participants may defer up to the lesser of \$11,000 or 100% of the participant's includable compensation. Participants over age 50 are eligible to contribute more than the \$11,000 limit due to a catch up provision in the plan. The Town is neither the trustee nor the administrator and has no liability under the plan. The deferred compensation is not available to employees until termination, retirement, death, or unforeseen non-reimbursed emergency.

Town of Basalt
Notes to the Financial Statements
December 31, 2020
(continued)

IV. Detailed Notes on All Funds (continued)

Q. Retirement Plan

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

The Town is the Plan Administrator and has approved and can amend the following terms. All full-time employees are required to participate in the plan upon the first day of the payroll period following the employee's date of hire. The Town is required to contribute 5% of employee compensation excluding overtime. The employee is required to contribute an amount equal to the Town's contribution. Employees are immediately vested in their participant contributions and become vested in employer contributions to the plan over a three-year period. There are no unfunded past service liabilities or forfeitures in 2020.

V. Other Information

A. Risk Management

The Town is exposed to various risks of loss related to workers' compensation and general liability. The Town has acquired commercial coverage for these risks and any settled claims are not expected to exceed the commercial insurance coverage. The Town is also exposed to the risks of loss related to torts; theft of, damage to, and destruction of assets; and errors and omissions. To address such risks, the Town is a participant in a public entity risk pool administered by Colorado Intergovernmental Risk Sharing Agency ("CIRSA"). Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

CIRSA's operations are funded by contributions from member governments. Coverage is provided up to the value of property, \$1,000,000 per claim or occurrence for liability, and \$150,000 per claim or occurrence for crime. CIRSA has also acquired additional excess coverage from outside sources. While the Town may be liable for any losses in excess of this coverage, the Town does not anticipate such losses at December 31, 2020. Surpluses or deficits realized by CIRSA for any given year are subject to change for such reasons as interest earnings on invested amounts for those years and funds, re-estimation of losses for those years and funds, and credits or distributions from surplus for those years and funds.

The Town's share of CIRSA's fund equity as of December 31, 2020, is:

<u>Property and Casualty Pool:</u>	<u>Town Share</u>
Cumulative Loss Fund	\$ 25,379
Cumulative Operating fund	4,780
Cumulative excess fund	18,942
Cumulative reserve fund	(9,836)
Total	<u>\$ 39,265</u>

Town of Basalt
Notes to the Financial Statements
December 31, 2020
(continued)

V. Other Information (continued)

A. Risk Management (continued)

CIRSA's combined financial information for the year ended December 31, 2020, is summarized as follows:

Assets:

Cash, investments, and accrued investment income	\$ 85,609,779
Capital assets, net	3,800,468
Other current assets	4,763,483
Total Assets	<u>94,173,730</u>

Liabilities:

Reserves for unpaid losses and loss adjustment expenses	33,945,294
Other current liabilities	1,805,552
Total liabilities	<u>35,750,846</u>

Net position

Invested in capital assets	3,800,468
Restricted	527,625
Unrestricted	54,094,791
Total Net Position	<u>\$ 58,422,884</u>

B. Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the government expects such amounts, if any, to be immaterial.

IV. Subsequent Event

A. Certificate of Participation Issuance

On February 5, 2021, the Town issued \$2,116,000 in Certificates of Participation (COP) to be towards the Arbaney Park pool project. The COP's bear an interest rate of 1.35%. Interest payments are due on May 15, principal and interest payments are due on November 15. The final payment is on November 15, 2026.

REQUIRED SUPPLEMENTARY INFORMATION

GENERAL FUND

The General Fund is the primary fund of the Town and is used to account for activities that are not accounted for in other funds.

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

The *Restricted Fund* accounts for revenues derived from electorate approved items included restricted sales tax, real estate transfer assessment, and other externally restricted items including grants.

The *Riverside BC HOA Fund* accounts for the Towns revenue and expenditures within the homeowners association, which is presented as a blended component unit.

The *Conservation Trust Fund* accounts for lottery proceeds received from the State of Colorado that is required to be used for recreation.

PENSION INFORMATION

The Town provides additional information regarding their participation in Colorado's Fire and Police Pension Administration.

Town of Basalt
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual - General Fund
For the Year Ended December 31, 2020
(With Comparative Actual Amounts For the Year Ended 2019)

	2020				2019
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Taxes:					
General property taxes	1,127,769	1,127,769	1,138,687	10,918	984,018
Specific ownership tax	90,000	90,000	94,434	4,434	95,925
Sales & use tax	4,571,566	5,271,566	5,437,925	166,359	7,009,042
Franchise tax	324,000	324,000	354,170	30,170	378,918
Other taxes	-	-	-	-	311,932
Total Taxes	6,113,335	6,813,335	7,025,216	211,881	8,779,835
Licenses and Permits:					
Other licenses and permits	537,200	728,200	778,069	49,869	1,864,921
Intergovernmental Revenue:					
Grant revenue	24,900	24,900	22,008	(2,892)	1,550,329
State highway users tax	127,772	127,772	119,603	(8,169)	158,933
County road and bridge	83,000	83,000	93,146	10,146	84,187
Other intergovernmental revenue	18,000	18,000	18,551	551	18,660
Total Intergovernmental Revenue	253,672	253,672	253,308	(364)	1,812,109
Charges for Services:					
Zoning and subdivision fees	5,000	5,000	4,000	(1,000)	11,192
Recreation revenue	133,500	133,500	108,173	(25,327)	132,444
Park dedication fees	-	-	-	-	127,911
Other charges for services	18,000	18,000	12,747	(5,253)	82,768
Sunday market	-	25,000	17,936	(7,064)	-
Total Charges for Services	156,500	181,500	142,856	(38,644)	354,315
Fines and Forfeitures:					
Traffic fines	14,200	14,200	14,578	378	22,173
Miscellaneous Revenue:					
Investment income	150,000	150,000	67,683	(82,317)	260,033
Donations and contributions	-	-	-	-	375
Other income	25,800	25,800	36,042	10,242	127,420
Total Miscellaneous Revenue	175,800	175,800	103,725	(72,075)	387,828
Total Revenues	7,250,707	8,166,707	8,317,752	151,045	13,221,181
Expenditures:					
General Government:					
Legislative	537,117	562,117	449,425	112,692	442,570
Judicial	27,150	27,150	23,320	3,830	21,900
Finance and administration	1,523,358	1,705,358	1,409,145	296,213	1,491,840
Elections	15,000	24,000	23,798	202	1,939
Planning	672,638	672,638	623,461	49,177	773,696
Municipal building facilities	328,193	328,193	271,446	56,747	277,109
Lodging	-	-	-	-	247,657
Total General Government	3,103,456	3,319,456	2,800,595	518,861	3,256,711

(continued on E2)

Town of Basalt
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual - General Fund
For the Year Ended December 31, 2020
(With Comparative Actual Amounts For the Year Ended 2019)

	2020				2019
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Expenditures: (continued)					
Public Safety:					
Police	2,006,493	2,006,493	1,827,998	178,495	1,923,296
Building Inspection	199,632	260,632	243,719	16,913	198,034
Total Public Safety	<u>2,206,125</u>	<u>2,267,125</u>	<u>2,071,717</u>	<u>195,408</u>	<u>2,121,330</u>
Public Works:					
Engineering	65,000	65,000	7,221	57,779	3,090
Streets	561,942	561,942	572,487	(10,545)	440,847
Public works administration	285,270	285,270	269,144	16,126	263,573
Grants	3,500	3,500	3,048	452	1,415,120
Total Public Works	<u>915,712</u>	<u>915,712</u>	<u>851,900</u>	<u>63,812</u>	<u>2,122,630</u>
Culture and Recreation:					
Cemetery	15,000	15,000	2,909	12,091	934
Recreation	200,922	200,922	141,973	58,949	204,729
Swimming pool	155,578	155,578	86,268	69,310	148,362
Parks, open space and trails	75,841	75,841	-	75,841	386,162
Total Culture and Recreation	<u>447,341</u>	<u>447,341</u>	<u>231,150</u>	<u>216,191</u>	<u>740,187</u>
Affordable Housing:					
Affordable housing	13,506	13,506	-	13,506	519,728
Total Affordable Housing	<u>13,506</u>	<u>13,506</u>	<u>-</u>	<u>13,506</u>	<u>519,728</u>
Health and Welfare:					
Cigarette tax expense	-	-	-	-	24,945
Total Health and Welfare	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>24,945</u>
Capital Outlay:					
Capital outlay and repairs	997,923	829,897	624,871	205,026	1,524,571
Total Capital Outlay	<u>997,923</u>	<u>829,897</u>	<u>624,871</u>	<u>205,026</u>	<u>1,524,571</u>
Debt Service:					
Principal	-	-	240,175	(240,175)	54,909
Cost of issuance	-	-	-	-	50,500
Total Debt Service	<u>-</u>	<u>-</u>	<u>240,175</u>	<u>(240,175)</u>	<u>105,409</u>
Total Expenditures	<u>7,684,063</u>	<u>7,793,037</u>	<u>6,820,408</u>	<u>972,629</u>	<u>10,415,511</u>
	<u>7,759,063</u>	<u>7,868,037</u>			
Excess (Deficiency) of Revenues over Expenditures	(433,356)	373,670	1,497,344	1,123,674	2,805,670
Other Financing Sources (Uses):					
Transfer in	225,910	225,910	225,910	-	225,910
Transfer (out)	(6,155,851)	(6,155,851)	(6,169,926)	(14,075)	-
Capital lease initiation	-	-	-	-	265,000
Bond proceeds	-	-	-	-	2,200,000
Sale of assets	30,000	30,000	1,095	(28,905)	1,626,100
Total Other Financing Sources (Uses)	<u>(5,899,941)</u>	<u>(5,899,941)</u>	<u>(5,942,921)</u>	<u>(42,980)</u>	<u>4,317,010</u>
Net Change in Fund Balance	<u>(6,333,297)</u>	<u>(5,526,271)</u>	<u>(4,445,577)</u>	<u>1,080,694</u>	<u>7,122,680</u>
Fund Balance - Beginning			12,372,533		5,249,853
Fund Balance - Ending			<u>7,926,956</u>		<u>12,372,533</u>

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

Town of Basalt
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual - Restricted Fund
For the Year Ended December 31, 2020
(With Comparative Actual Amounts For the Year Ended 2019)

	2020				2019
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Sales & use tax	1,940,000	1,940,000	2,296,533	356,533	-
Lodging and tobacco tax	570,000	570,000	803,273	233,273	-
Other licenses and permits	659,211	659,211	1,314,415	655,204	-
Grant revenue	65,000	348,500	341,399	(7,101)	-
Traffic fines	6,400	6,400	7,139	739	-
Charges for service	3,000	3,000	3,363	363	-
Donations and contributions	-	-	1,000	1,000	-
Other income	969,353	969,353	42,086	(927,267)	-
Total Revenues	4,212,964	4,496,464	4,809,208	312,744	-
Expenditures:					
General Government:					
Legislative	105,000	388,500	1,357,006	(968,506)	-
Finance and administration	5,475	5,475	8,477	(3,002)	-
Planning	-	-	1,181	(1,181)	-
Municipal building facilities	-	-	2,262	(2,262)	-
Lodging	290,000	290,000	219,579	70,421	-
Total General Government	400,475	683,975	1,588,505	(904,530)	-
Public Safety					
Police	145,500	145,500	53,978	91,522	-
Building inspection	28,000	28,000	13,718	14,282	-
Total Public Safety	173,500	173,500	67,696	105,804	-
Public Works					
Administration	-	-	4,029	(4,029)	-
Total Public Works	-	-	4,029	(4,029)	-
Culture and Recreation					
Recreation	-	-	1,211	(1,211)	-
Garden parks and forestry	-	-	907	(907)	-
Open space and trails	388,000	388,000	462,263	(74,263)	-
Total Culture and Recreation	388,000	388,000	464,381	(76,381)	-
Affordable Housing					
Affordable Housing	192,000	192,000	160,097	31,903	-
Total Affordable Housing	192,000	192,000	160,097	31,903	-
Cigarette Tax					
Cigarette tax	200,000	200,000	30,444	169,556	-
Total Cigarette Tax	200,000	200,000	30,444	169,556	-
Capital Outlay					
Capital outlay and repairs	5,885,237	5,885,237	2,348,296	3,536,941	-
Total Capital Outlay	5,885,237	5,885,237	2,348,296	3,536,941	-
Total Expenditure	7,239,212	7,522,712	4,663,448		-
Excess (Deficiency) of Revenues over Expenditures	(3,026,248)	(3,026,248)	145,760	(2,546,520)	-
Other Financing Sources (Uses):					
Transfer in	6,155,851	6,155,851	6,155,851	-	-
Total Other Financing Sources (Uses)	6,155,851	6,155,851	6,155,851	-	-
Net Change in Fund Balance	3,129,603	3,129,603	6,301,611	(2,546,520)	-
Fund Balance - Beginning			-		-
Fund Balance - Ending			6,301,611		-

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

Town of Basalt
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual - Riverside BC Homeowners Association
For the Year Ended December 31, 2020
(With Comparative Actual Amounts For the Year Ended 2019)

	2020				2019
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Charges for service	75,000	75,000	53,906	(21,094)	-
Total Revenues	75,000	75,000	53,906	(21,094)	-
Expenditures:					
Affordable housing	75,000	75,000	63,490	(11,510)	-
Total Expenditures	75,000	75,000	63,490	(11,510)	-
Net Change in Fund Balance	-	-	(9,584)	(32,604)	-
Other Financing Sources (Uses):					
Transfer in	-	-	14,075		-
Total Other Financing Sources (Uses)	-	-	14,075		-
Net Change in Fund Balance			4,491		-
Fund Balance - Beginning			-		-
Fund Balance - Ending			4,491		-

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

Town of Basalt
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual - Conservation Trust Fund
For the Year Ended December 31, 2020
(With Comparative Actual Amounts For the Year Ended 2019)

	2020				2019
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Intergovernmental revenue:					
State grants	20,000	20,000	21,449	1,449	24,058
Investment income	150	150	34	(116)	152
Total Revenues	<u>20,150</u>	<u>20,150</u>	<u>21,483</u>	<u>1,333</u>	<u>24,210</u>
Expenditures:					
Culture and recreation:					
Capital outlay	25,000	25,000	-	25,000	-
Total Expenditures	<u>25,000</u>	<u>25,000</u>	<u>-</u>	<u>25,000</u>	<u>-</u>
Net Change in Fund Balance	<u>(4,850)</u>	<u>(4,850)</u>	21,483	<u>26,333</u>	24,210
Fund Balance - Beginning			208,112		183,902
Fund Balance - Ending			<u>229,595</u>		<u>208,112</u>

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

Town of Basalt, Colorado
Schedule of Town's Proportionate Share of Net Pension Asset / Liability
Fire and Police Association of Colorado
Last 10 Fiscal Years *

Defined Benefit:	2019	2018	2017	2016	2015
Town's portion of the net pension asset	0.104315%	0.122526%	0.124962%	0.136713%	0.125920%
Town's proportionate share of the net pension asset (liability)	58,998	(154,906)	\$ 179,725	\$ (49,400)	\$ 2,220
Town's covered payroll	904,892	924,413	\$ 1,358,470	\$ 1,153,907	\$ 574,530
Town's proportionate share of the net pension asset (liability) as a percentage of its covered payroll	6.52%	-16.76%	13.23%	-4.28%	0.39%
Plan fiduciary net position as a percentage of the total pension asset/(liability)	101.90%	95.20%	106.30%	98.21%	100.10%

* The amounts presented for each fiscal year were determined as of the calendar year-end that occurred one year prior. Information is only available beginning in fiscal year 2015.

** Includes both plan sponsor and State of Colorado Supplemental Discretionary Payment

Town of Basalt
Schedule of District Contributions
Fire and Police Pension Association of Colorado
Last 10 Fiscal Years *

Defined Benefit:	2020	2019	2018	2017	2016	2015
Statutorily required contribution	\$ 61,507	\$ 65,660	\$ 58,458	\$ 76,513	\$ 48,835	\$ 42,802
Contributions in relation to the statutorily required contribution	<u>(61,507)</u>	<u>(65,660)</u>	<u>(58,458)</u>	<u>(76,513)</u>	<u>(48,835)</u>	<u>(42,802)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Town's covered payroll	\$ 768,838	\$ 820,750	\$ 974,836	\$ 878,335	\$ 839,587	\$ 741,301
Contributions as a percentage of covered payroll	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%

* Information is only available beginning in fiscal year 2015.

** Includes both plan sponsor and State of Colorado Supplemental Discretionary Payment

Town of Basalt
Notes to the Required Supplementary Information
December 31, 2020

**I. Schedule of Employer's Proportionate Share of the Net Pension Liability/(Asset)
Statewide Defined Benefit Plan**

A. Changes to assumptions or other inputs

1. Changes Since the January 1, 2019 Actuarial Valuation are as Follows:

- No changes.

2. Changes Since the January 1, 2018 Actuarial Valuation are as Follows:

- For determining the total pension liability, the post-retirement mortality tables for non-disabled retirees uses the 2006 central rate from the RP-2014 annuity mortality tables projected to 2018 using the MP-2017 projection scales, and the projected prospectively using the ultimate rates of the scale for all years. The pre-retirement off-duty mortality tables are adjusted to 50% of the RP-2014 mortality tables for active employees. The on-duty mortality rate is 0.00015.

3. Changes Since the January 1, 2017 Actuarial Valuation are as Follows:

- No changes.

4. Changes Since the January 1, 2016 Actuarial Valuation are as Follows:

- No changes.

5. Changes Since the January 1, 2015 Actuarial Valuation are as Follows:

- 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 that 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.

Town of Basalt
Notes to the Required Supplementary Information
December 31, 2020

- II. Schedule of Employer's Proportionate Share of the Net Pension Liability/(Asset)
Statewide Defined Benefit Plan (continued)**
- A. Changes of benefit terms**
- No changes during the years presented.
- B. Changes of size or composition of population covered by benefit terms**
- No changes during the years presented.
- III. Notes to the Schedule of District Contributions – Statewide Defined Benefit Plan**
- A. Changes to assumptions or other inputs**
- No changes during the years presented.
- B. Changes of benefit terms.**
- No changes during the years presented.
- C. Changes of size or composition of population covered by benefit terms.**
- No changes during the years presented.

SUPPLEMENTARY INFORMATION

DEBT SERVICE FUND

The *Debt Service Fund* accounts for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

PROPRIETARY FUNDS

ENTERPRISE FUNDS

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The intent of the Town is that the costs of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges.

Major Enterprise Funds:

The *Water Fund* accounts for the activities of the water utility owned by the Town for the delivery of water service to the residents of Basalt. The major sources of revenue are from water user fees, which are used for operations, and from tap fees, which are used for capital improvements and are charged to new or expanded water services in the Town.

Town of Basalt
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual - Debt Service Fund
For the Year Ended December 31, 2020
(With Comparative Actual Amounts For the Year Ended 2019)

	2020			2019
	Original and Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:				
Taxes:				
Property taxes	939,000	973,914	34,914	922,165
Investment income	-	11	11	1,280
Total Revenues	939,000	973,925	34,925	923,445
Expenditures:				
Debt Service:				
Interest	61,178	61,094	84	79,519
Principal	855,000	855,000	-	831,000
Other	22,500	20,550	1,950	7,846
Total Expenditures	938,678	936,644	2,034	918,365
Excess (Deficiency) of Revenues Over Expenditures	322	37,281	36,959	5,080
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	322	37,281	36,959	5,080
Fund Balance - Beginning		28,713		23,633
Fund Balance - Ending		65,994		28,713

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

Town of Basalt
Schedule of Revenues and Expenditures Budget (Non-GAAP Basis)
and Actual With Reconciliation to GAAP Basis
Proprietary Funds
Water Fund
For the Year Ended December 31, 2020
(With Comparative Actual Amounts For the Year Ended 2019)

	2020			2019
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative) Actual
Operating Revenue:				
Sales	849,828	849,828	922,512	72,684
Other revenue	19,000	19,000	18,359	(641)
Operating Revenue	868,828	868,828	940,871	72,043
Operating Expenses:				
Water administration	258,663	258,663	245,731	12,932
Capital outlay	325,000	325,000	207,202	117,798
Water supply	34,000	34,000	32,350	1,650
Water treatment and transmission	152,100	152,100	102,028	50,072
Operating Expenses	769,763	769,763	587,311	182,452
Operating income (loss)	99,065	99,065	353,560	254,495
Non-Operating Revenues (Expenses):				
Interest Revenue	8,000	8,000	1,813	(6,187)
Debt service - principal	(63,049)	(63,049)	(63,049)	-
Interest expense	(8,252)	(8,252)	(6,831)	1,421
Grants and contributions	5,000	5,000	94,666	89,666
Total Non-Operating Revenues (Expenses)	(58,301)	(58,301)	26,599	84,900
Income (Loss) Before Contributions and Transfers	40,764	40,764	380,159	339,395
Capital contributions	31,085	31,085	26,927	(4,158)
Transfers (out)	(225,910)	(225,910)	(225,910)	-
Change in Net Position - Budgetary Basis	(154,061)	(154,061)	181,176	335,237
Reconciliation to GAAP Basis:				
Adjustments:				
Depreciation			(276,239)	(268,858)
Capital outlay			207,202	78,454
Debt service - Principal			63,049	60,601
Total Adjustments			(5,988)	(129,803)
Total Net Position - Beginning			4,456,652	4,222,797
Total Net Position - Ending			4,631,840	4,456,652

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

**ANNUAL SCHEDULE OF REVENUES AND EXPENDITURES
FOR ROADS, BRIDGES, AND STREETS**

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

LOCAL HIGHWAY FINANCE REPORT		City or County: Basalt
		YEAR ENDING : December 2020
This Information From The Records Of (example - City of _ or County of Basalt)	Prepared By: Jenny Aragon Phone: 970-279-4387	

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

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES**III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES**

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	466,043
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	393,532
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	
2. General fund appropriations	1,953,220	b. Snow and ice removal	90,916
3. Other local imposts (from page 2)	94,434	c. Other	800
4. Miscellaneous local receipts (from page 2)	107,408	d. Total (a. through c.)	91,716
5. Transfers from toll facilities		4. General administration & miscellaneous	14,120
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	1,327,806
a. Bonds - Original Issues		6. Total (1 through 5)	2,293,217
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	2,155,063	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	138,154	2. Notes:	
D. Receipts from Federal Government (from page 2)	0	a. Interest	
E. Total receipts (A.7 + B + C + D)	2,293,217	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)	2,293,217

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
		2,293,217	2,293,217		0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT		STATE: Colorado YEAR ENDING (mm/yy): December 2020	
II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL			
ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments		a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	14,262
1. Sales Taxes		c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other	94,434	g. Other Misc. Receipts	93,146
6. Total (1. through 5.)	94,434	h. Other	
c. Total (a. + b.)	94,434	i. Total (a. through h.)	107,408
	(Carry forward to page 1)		(Carry forward to page 1)
ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	119,603	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	18,551	d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant		e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	
f. Total (a. through e.)	18,551	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	138,154	3. Total (1. + 2.g)	
			(Carry forward to page 1)
III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL			
	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs		9,229	9,229
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation		421,222	421,222
(4). System Enhancement & Operation		35,593	35,593
(5). Total Construction (1) + (2) + (3) + (4)	0	456,815	456,815
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	466,043	466,043
			(Carry forward to page 1)
Notes and Comments:			



STATISTICAL SECTION

This section of the Town of Basalt's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Town's overall financial position.

Contents

Page

Financial Trends

These schedules contain trend information to help the reader understand how the Town's financial performance and well-being have changed over time.

G1 - G8

Revenue Capacity

These schedules contain information to help the reader assess the Town's most significant local revenue sources; property tax, sales tax and real estate transfer tax.

G9 - G19

Debt Capacity

These schedules present information to help the reader assess the affordability of the Town's current levels of outstanding debt and the Town's ability to issue additional debt in the future.

G20 - G24

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the Town's financial activities take place.

G25 - G26

Operating Information

These schedules contain service and capital asset data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.

G27 - G29

Town of Basalt, Colorado
Net Position by Component
Last Ten Years

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Governmental activities										
Net investment in capital assets	\$ 20,994,949	\$ 21,819,133	\$ 19,463,556	\$ 18,436,209	\$ 30,729,660	\$ 26,536,086	\$ 37,316,464	\$ 38,288,851	\$ 37,588,109	\$ 42,956,395
Restricted	2,590,994	2,840,041	3,088,704	3,696,394	2,153,843	2,258,330	2,910,758	4,383,049	6,702,676	6,836,629
Unrestricted	3,409,646	3,403,790	7,074,020	5,157,470	4,101,995	3,708,751	684,423	1,266,423	6,112,547	5,924,469
Total governmental activities net position	26,995,589	28,062,964	29,626,280	27,290,073	36,985,498	32,503,167	40,911,645	43,938,323	50,403,332	55,717,493
Business-type activities										
Net investment in capital assets	4,330,189	4,259,817	4,186,468	4,106,749	3,965,225	3,881,505	3,605,622	3,758,179	3,628,373	3,622,385
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	405,509	555,022	474,660	413,036	231,970	285,730	322,235	464,618	828,279	1,009,455
Total business-type activities net position	4,735,698	4,814,839	4,661,128	4,519,785	4,197,195	4,167,235	3,927,857	4,222,797	4,456,652	4,631,840
Primary government										
Net investment in capital assets	25,325,138	26,078,950	23,650,024	22,542,958	34,694,885	30,417,591	40,922,086	42,047,030	41,216,482	46,578,780
Restricted	2,590,994	2,840,041	3,088,704	3,696,394	2,153,843	2,258,330	2,910,758	4,383,049	6,702,676	6,836,629
Unrestricted	3,815,155	3,958,812	7,548,680	5,570,506	4,333,965	3,994,481	1,006,658	1,731,041	6,940,826	6,933,924
Total primary government net position	\$ 31,731,287	\$ 32,877,803	\$ 34,287,408	\$ 31,809,858	\$ 41,182,693	\$ 36,670,402	\$ 44,839,502	\$ 48,161,120	\$ 54,859,984	\$ 60,349,333

SOURCE: 2017 - 2020 audited financial statements for the Town of Basalt.

Town of Basalt, Colorado
Changes in Net Position
Last Ten Years

	2011	2012	2013	2014	2015	2016	2017	2018 (NOTE A)	2019	2020
Expenses:										
Governmental Activities:										
General government	\$ 2,050,593	\$ 2,345,304	\$ 2,870,421	\$ 3,075,790	\$ 2,586,990	\$ 3,052,082	\$ 4,421,145	\$ 2,651,745	\$ 3,213,702	\$ 4,295,510
Public safety	1,405,174	1,200,108	1,375,878	1,630,753	1,893,125	2,005,598	2,406,660	2,033,117	2,184,285	2,211,249
Culture and recreation	614,361	792,321	853,533	973,478	896,584	803,778	791,106	1,020,129	1,038,123	1,206,873
Public works	673,729	785,963	748,985	4,184,009	973,619	1,456,788	1,413,368	1,617,148	2,749,438	1,494,847
Affordable housing	-	-	-	-	-	-	182,502	239,209	595,860	284,405
Health & welfare	-	-	-	-	-	-	-	19,206	31,773	37,272
Interest (Included before 2018 under programs)	-	-	-	-	-	-	-	96,507	84,962	57,866
Total Governmental Activities	4,743,857	5,123,696	5,848,817	9,864,030	6,350,318	7,318,246	9,214,781	7,677,061	9,898,143	9,588,022
Business-type Activities:										
Water	687,776	625,654	621,517	580,130	736,885	679,690	727,911	658,689	669,271	663,180
Total Business-type Activities	687,776	625,654	621,517	580,130	736,885	679,690	727,911	658,689	669,271	663,180
Total Primary Government Expenses	5,431,633	5,749,350	6,470,334	10,444,160	7,087,203	7,997,936	9,942,692	8,335,750	10,567,414	10,251,202
Program Revenues:										
Governmental Activities:										
Charges for services:										
General government	31,215	42,545	119,807	34,484	(3,024)	58,463	489,022	85,775	69,012	82,177
Public safety	27,165	19,967	38,311	80,696	72,817	48,610	27,367	651,560	541,509	635,137
Culture and recreation	120,918	120,890	129,101	110,058	103,589	204,296	87,866	328,928	269,136	156,223
Public works	315,221	257,388	527,065	842,516	312,155	1,412,932	621,200	215,125	166,909	232,754
Affordable housing (tracked separately starting in 2019)									57,385	243,852
Operating grants and contributions	292,863	247,105	252,187	248,582	252,631	282,115	256,710	1,715,355	1,965,639	677,552
Capital grants and contributions	-	-	-	-	-	-	4,656,011	-	830,066	946,529
Total Governmental Activities Program Revenues	787,382	687,895	1,066,471	1,316,336	738,168	2,006,416	6,138,176	2,996,743	3,899,656	2,974,224
Business-type Activities:										
Charges for services:										
Water	556,267	769,254	607,562	596,664	571,347	680,241	671,421	885,481	913,272	925,875
Operating & Capital grants	49,797	97,921	31,459	21,964	14,034	193,186	19,390	288,474	207,521	49,439
Total Business-Type Activities Program Revenues	606,064	867,175	639,021	618,628	585,381	873,427	690,811	1,173,955	1,120,793	975,314
Total Primary Government Program Revenues	1,393,446	1,555,070	1,705,492	1,934,964	1,323,549	2,879,843	6,828,987	4,170,698	5,020,449	3,949,538
Net (Expense)/Revenue										
Governmental activities	(3,956,475)	(4,435,801)	(4,782,346)	(8,547,694)	(5,612,150)	(5,311,830)	(3,076,605)	(4,680,318)	(5,998,487)	(6,613,798)
Business-type activities	(81,712)	241,521	17,504	38,498	(151,504)	193,737	(37,100)	515,266	451,522	312,134
Total Primary Government Net Expense	\$ (4,038,187)	\$ (4,194,280)	\$ (4,764,842)	\$ (8,509,196)	\$ (5,763,654)	\$ (5,118,093)	\$ (3,113,705)	\$ (4,165,052)	\$ (5,546,965)	\$ (6,301,664)

NOTE A: The 2017 audited financial statements were restated during the 2018 audit. That restatement is reflected in this page of data.

SOURCE: 2017 - 2020 audited financial statements for the Town of Basalt.

Town of Basalt, Colorado
General Revenues and Expenses
Last Ten Years

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Revenues and Other Changes in Net Position:										
Governmental Activities:										
Taxes:										
Property taxes	\$ 913,882	\$ 935,876	\$ 969,753	\$ 1,018,535	\$ 1,134,619	\$ 1,409,317	\$ 1,653,296	\$ 1,901,051	\$ 1,906,183	\$ 2,112,601
Specific ownership taxes	26,106	28,532	37,833	36,866	62,327	53,323	88,470	90,462	95,925	94,434
Sales and use and miscellaneous taxes	3,749,352	3,962,863	4,633,629	4,860,077	5,544,258	5,552,073	6,120,232	6,506,268	7,009,042	8,537,731
Franchise and business taxes	281,290	268,704	298,270	295,321	303,208	296,818	316,301	375,809	378,918	354,170
Miscellaneous	141,896	127,057	223,462	89,348	258,776	305,622	345,289	-	311,927	-
Unrestricted investment earnings	16,030	17,016	11,070	11,230	3,736	46,365	96,302	194,044	261,466	67,727
Grants and contributions not restricted to specific programs	-	-	-	-	-	-	-	317,463	1,681,179	535,386
Sale of capital assets	-	-	-	-	630,395	-	-	(57,346)	592,946	-
Transfers	186,368	163,128	171,645	180,227	171,645	225,910	225,910	227,506	225,910	225,910
TABOR Refund, Special Item	-	-	-	-	-	-	-	(1,848,261)	-	-
2017 Audit Other restatements (NOTE A)	-	-	-	-	-	-	2,639,285	-	-	-
Total General Revenues and Transfers	<u>\$ 5,314,924</u>	<u>\$ 5,503,176</u>	<u>\$ 6,345,662</u>	<u>\$ 6,491,604</u>	<u>\$ 8,108,964</u>	<u>\$ 7,889,428</u>	<u>\$ 11,485,085</u>	<u>\$ 7,706,996</u>	<u>\$ 12,463,496</u>	<u>\$ 11,927,959</u>
Business-type Activities:										
Unrestricted investment earnings	1,204	748	430	386	589	2,183	3,802	7,180	8,243	1,813
Grants and contributions not restricted to specific programs	-	-	-	-	-	-	-	-	-	87,151
Transfers	(186,368)	(163,128)	(171,645)	(180,227)	(171,645)	(225,910)	(225,910)	(227,506)	(225,910)	(225,910)
Total Business-type Activities	<u>(185,164)</u>	<u>(162,380)</u>	<u>(171,215)</u>	<u>(179,841)</u>	<u>(171,056)</u>	<u>(223,727)</u>	<u>(222,108)</u>	<u>(220,326)</u>	<u>(217,667)</u>	<u>(136,946)</u>
Total Primary Government Revenues	<u>5,129,760</u>	<u>5,340,796</u>	<u>6,174,447</u>	<u>6,311,763</u>	<u>7,937,908</u>	<u>7,665,701</u>	<u>11,262,977</u>	<u>7,486,670</u>	<u>12,245,829</u>	<u>11,791,013</u>
Change in Net Position										
Governmental activities	1,358,449	1,067,375	1,563,316	(2,056,090)	2,496,814	2,577,598	8,408,480	3,026,678	6,465,009	5,314,161
Business-type activities	(266,876)	79,141	(153,711)	(141,343)	(322,560)	(29,990)	(259,208)	294,940	233,855	175,188
Total Change in Net Position	<u>\$ 1,091,573</u>	<u>\$ 1,146,516</u>	<u>\$ 1,409,605</u>	<u>\$ (2,197,433)</u>	<u>\$ 2,174,254</u>	<u>\$ 2,547,608</u>	<u>\$ 8,149,272</u>	<u>\$ 3,321,618</u>	<u>\$ 6,698,864</u>	<u>\$ 5,489,349</u>

NOTE A: The 2017 audited financial statements were restated as a part of the 2018 audit. However, the Statement of Activities was not restated by line item for that year, which is why most of the restated amount is listed on one line.

SOURCE: 2017 - 2020 audited financial statements for the Town of Basalt.

Town of Basalt
Fund Balance of Governmental Funds
Last Ten Years

	2011	2012	2013	2014	2015	2016	2017 (NOTE A)	2018	2019	2020
General Fund										
Restricted:										
Emergency Reserves	148,429	148,429	397,092	247,100	324,000	324,000	461,500	250,000	310,000	395,577
Unspendable	-	-	-	-	-	-	-	6,138	73,117	109,785
Committed	-	-	-	-	-	-	-	-	-	2,844,461
Unreserved/ Unassigned	3,134,031	3,156,977	4,598,842	3,714,368	3,820,722	3,444,244	438,127	1,068,201	5,833,564	4,577,133
Total General Fund	<u>3,282,460</u>	<u>3,305,406</u>	<u>4,995,934</u>	<u>3,961,468</u>	<u>4,144,722</u>	<u>3,768,244</u>	<u>899,627</u>	<u>1,324,339</u>	<u>6,216,681</u>	<u>7,926,956</u>
Restricted Fund (Reflected 2011 - 2019 Project Restrictieions for Comparison to Restricted Fund)										
Unspendable	-	-	-	-	-	-	-	-	-	215,146
Open space and trails	737,157	1,202,542	1,202,542	1,887,449	2,021,027	1,171,514	-	321,423	1,651,249	1,686,184
Parks	262,228	254,728	254,728	266,488	166,488	262,728	274,928	490,546	618,457	278,283
Transportation	108,778	108,778	108,778	21,433	23,238	135,224	150,484	245,568	201,784	153,865
Willits RETAs	744,576	567,114	567,114	666,995	713,640	1,130,973	1,204,253	1,240,575	1,902,274	1,566,919
Highway and streets	330,997	330,997	330,997	330,997	330,997	343,431	447,658	327,513	916,397	755,888
Traffic enforcement	112,672	112,672	112,672	-	-	-	-	-	-	-
Other Projects	146,157	114,781	114,781	275,932	(1,425,547)	(1,109,540)	371,935	1,299,889	865,691	1,645,326
Total Restricted Fund	<u>2,442,565</u>	<u>2,691,612</u>	<u>2,691,612</u>	<u>3,449,294</u>	<u>1,829,843</u>	<u>1,934,330</u>	<u>2,449,258</u>	<u>3,925,514</u>	<u>6,155,852</u>	<u>6,301,611</u>
Riverside BC HOA Fund (Fund Started for 2020)										
Committed	-	-	-	-	-	-	-	-	-	4,491
Total Bond Fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,491</u>
Bond Fund										
Restricted for Debt service payments	290,218	259,072	2,471,956	1,428,914	60,121	(3,424)	6,941	23,633	28,713	65,994
Unassigned	-	-	-	-	-	-	-	-	-	-
Total Bond Fund	<u>290,218</u>	<u>259,072</u>	<u>2,471,956</u>	<u>1,428,914</u>	<u>60,121</u>	<u>(3,424)</u>	<u>6,941</u>	<u>23,633</u>	<u>28,713</u>	<u>65,994</u>
All other Governmental Funds										
Restricted for Parks and recreation	45,317	64,649	85,370	103,930	122,449	144,337	163,989	183,902	208,112	229,595
Total All other Governmental Funds	<u>45,317</u>	<u>64,649</u>	<u>85,370</u>	<u>103,930</u>	<u>122,449</u>	<u>144,337</u>	<u>163,989</u>	<u>183,902</u>	<u>208,112</u>	<u>229,595</u>
Total Governmental Funds										
Restricted	2,926,529	3,163,762	5,646,030	5,229,238	2,336,413	2,399,243	3,081,688	4,383,049	6,702,677	6,777,631
Committed/Unspendable	-	-	-	-	-	-	-	6,138	73,117	3,173,883
Unassigned	3,134,031	3,156,977	4,598,842	3,714,368	3,820,722	3,444,244	438,127	1,068,201	5,833,564	4,577,133
Total Governmental Fund Balance	<u>6,060,560</u>	<u>6,320,739</u>	<u>10,244,872</u>	<u>8,943,606</u>	<u>6,157,135</u>	<u>5,843,487</u>	<u>3,519,815</u>	<u>5,457,388</u>	<u>12,609,358</u>	<u>14,528,647</u>

NOTE A: The 2017 audit was restated to record the lines of credit as short-term liabilities, which had an affect on the balances for 2017. Additionally, other restatements were made to various committed accounts for this year.

SOURCE: 2017 - 2020 audited financial statements for the Town of Basalt.

Town Of Basalt
Changes in Fund Balances, Governmental and Water Funds
Last Ten Years

	2011	2012	2013	2014	2015	2016	2017 (NOTE A)	2018	2019	2020
Governmental Funds										
Revenues by Source										
Taxes	\$ 4,970,630	\$ 5,195,975	\$ 5,939,485	\$ 6,210,799	\$ 6,569,424	\$ 7,311,531	\$ 8,178,299	\$ 8,873,590	\$ 9,701,995	\$ 11,098,936
Licenses and permits	365,893	302,729	630,175	895,861	493,146	1,670,294	918,045	2,557,021	1,864,921	2,092,484
Intergovernmental revenues	292,863	247,105	252,187	248,582	252,631	282,115	4,912,721	306,700	1,836,167	616,156
Charges for Services	142,282	159,932	251,590	130,071	98,337	250,170	546,430	351,124	354,316	200,125
Fines & forfeitures	27,165	19,967	38,311	80,696	72,817	48,610	27,367	53,946	22,173	21,717
Investment income									261,466	67,727
Donations and contributions									375	1,000
Miscellaneous revenue	117,105	102,235	128,739	61,704	83,745	107,214	175,204	239,461	127,420	78,128
Total revenues	5,915,938	6,027,943	7,240,487	7,627,713	7,570,100	9,669,934	14,758,066	12,381,842	14,168,833	14,176,273
Expenditures by Function										
General government	1,698,894	2,018,205	2,736,883	2,912,037	5,363,659	3,057,908	3,596,204	2,565,678	3,256,709	4,389,099
Public Safety	1,329,082	1,136,145	1,330,287	1,782,516	1,985,952	1,914,639	2,306,109	2,065,646	2,121,334	2,139,413
Culture and recreation	659,287	687,756	836,798	942,847	808,732	772,061	752,753	664,395	740,186	695,531
Public works	1,085,327	1,150,286	1,469,874	4,023,144	1,403,356	1,186,992	1,076,748	926,655	2,122,629	855,929
Affordable housing (NOTE B)	-	-	-	-	-	-	182,502	209,209	519,726	223,587
Health and welfare	-	-	-	-	-	-	-	12,378	24,944	30,444
Capital outlay	1,222,916	588,537	31,388	555,582	888,265	2,159,802	8,348,287	1,480,061	1,524,570	2,973,167
Debt Service payments (NOTE C)										
Debt Service principal	352,980	293,969	231,969	564,393	676,053	939,196	808,418	818,000	885,909	1,095,175
Debt service interest	67,234	55,994	44,185	107,504	128,772	178,894	153,984	98,036	116,365	61,094
Debt service fees	-	-	-	-	-	-	-	20,057	21,500	20,550
Total expenditures	6,415,720	5,930,892	6,681,384	10,888,023	11,254,789	10,209,492	17,225,005	8,860,115	11,333,872	12,483,989
Excess (deficiency) of revenues over expenditures	(499,782)	97,051	559,103	(3,260,310)	(3,684,689)	(539,558)	(2,466,939)	3,521,727	2,834,961	1,692,284
Other financing sources (uses)										
Bond/COP Issuance	-	-	-	1,888,000	(1,968,793)	-	-	-	2,200,000	-
Underwriter discount	-	-	-	(6,891)	-	-	-	-	-	-
Capital lease initiation	-	-	-	177,825	-	-	-	-	265,000	-
Sale of Assets	-	-	-	-	640,276	-	-	36,601	1,626,100	1,095
Loan proceeds	-	-	3,193,386	-	1,500,000	-	3,892,936	-	-	-
TABOR Refund	-	-	-	-	-	-	-	(1,848,261)	-	-
Operating Transfers in (out)	186,368	163,128	171,645	180,227	171,645	225,910	225,910	227,506	225,910	225,910
Total other financing sources (uses)	186,368	163,128	3,365,031	2,239,161	343,128	225,910	4,118,846	(1,584,154)	4,317,010	227,005
Total Change in Fund Balance	(313,414)	260,179	3,924,134	(1,021,149)	(3,341,561)	(313,648)	1,651,907	1,937,573	7,151,971	1,919,289
Ratio of Total debt service expenditures to noncapital expenditures	9%	7%	4%	7%	8%	16%	12%	14%	11%	14%

Town Of Basalt
Changes in Fund Balances, Governmental and Water Funds
Last Ten Years

	2011	2012	2013	2014	2015	2016	2017 (NOTE A)	2018	2019	2020
Enterprise Funds - Water										
Revenue										
User Charges	554,198	624,979	584,749	575,891	542,502	660,189	669,309	885,481	912,021	922,512
Other Revenue	2,069	144,275	22,813	20,773	28,845	20,052	19,204	273,706	19,960	18,359
Total Revenues	<u>556,267</u>	<u>769,254</u>	<u>607,562</u>	<u>596,664</u>	<u>571,347</u>	<u>680,241</u>	<u>688,513</u>	<u>1,159,187</u>	<u>931,981</u>	<u>940,871</u>
Expenses										
Personnel Services	167,673	180,026	176,367	136,737	181,136	191,480	195,008	171,449	188,103	193,833
Contractual services	41,093	39,622	40,474	58,646	60,528	45,406	69,391	40,294	48,311	78,419
Utilities	22,115	26,709	28,882	25,445	34,462	29,344	29,552	25,291	27,416	30,443
Repairs and Maintenance	13,377	32,290	29,921	4,617	88,667	54,699	21,196	66,289	67,628	54,709
Other supplies and expenses	155,084	43,512	48,261	63,941	71,211	74,974	46,623	52,758	59,658	22,705
Depreciation	259,139	275,630	275,095	262,960	270,630	265,798	267,195	289,007	268,858	276,239
Total Expenses	<u>658,481</u>	<u>597,789</u>	<u>599,000</u>	<u>552,346</u>	<u>706,634</u>	<u>661,701</u>	<u>628,965</u>	<u>645,088</u>	<u>659,974</u>	<u>656,348</u>
Net income (loss) from operations	<u>(102,214)</u>	<u>171,465</u>	<u>8,562</u>	<u>44,318</u>	<u>(135,287)</u>	<u>18,540</u>	<u>59,548</u>	<u>514,099</u>	<u>272,007</u>	<u>284,523</u>
Non-operating revenue (expense)										
Interest revenue	1,204	748	430	386	589	2,183	3,802	7,180	8,241	1,813
Interest expense	(29,295)	(27,865)	(22,517)	(27,784)	(30,251)	(17,989)	(15,087)	(13,601)	(9,296)	(6,831)
Grants/Donation of Assets from Town	48,180	70,845	-	-	-	-	-	-	5,000	94,666
Total non-operating revenue (expense)	<u>20,089</u>	<u>43,728</u>	<u>(22,087)</u>	<u>(27,398)</u>	<u>(29,662)</u>	<u>(15,806)</u>	<u>(11,285)</u>	<u>(6,421)</u>	<u>3,945</u>	<u>89,648</u>
General Fund	(186,368)	(163,128)	(171,645)	(180,227)	(171,645)	(225,910)	(225,910)	(227,506)	(225,910)	(225,910)
Capital Contributions Tap Fees	1,617	27,076	31,459	21,964	14,034	193,186	18,990	14,768	183,814	26,927
Change in Net Position	<u>\$ (266,876)</u>	<u>\$ 79,141</u>	<u>\$ (153,711)</u>	<u>\$ (141,343)</u>	<u>\$ (322,560)</u>	<u>\$ (29,990)</u>	<u>\$ (158,657)</u>	<u>\$ 294,940</u>	<u>\$ 233,856</u>	<u>\$ 175,188</u>

NOTE A: The 2017 financial information has not been restated in this analysis.

NOTE B: Affordable housing was included in Public works prior to 2017, and not broken out separately.

NOTE C: The Town's beginning general fund balances for the year ended December 31, 2018, were amended to reflect prior period adjustments. Details on the prior period adjustments can be found in Note V. E. in the Notes to the 2018 Financial Statements.

SOURCE: 2017 - 2020 audited financial statements for the Town of Basalt.

Town of Basalt, Colorado
History of General, Restricted, and HOA Funds' Revenues, Expenditures, and Changes in Fund Balance
Last Ten Years

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Revenues:										
Taxes	\$ 4,678,057	\$ 4,915,828	\$ 5,663,331	\$ 5,928,181	\$ 6,569,424	\$ 6,749,096	\$ 7,262,441	\$ 7,922,736	\$ 8,779,835	\$ 10,125,022
Licenses, permits, & fees	365,893	302,729	630,175	895,861	493,146	1,670,294	918,045	2,557,021	1,864,921	2,092,484
Intergovernmental	277,402	227,787	231,471	230,029	234,123	260,268	237,128	286,919	1,812,109	594,707
Charges for services	142,282	159,932	251,590	130,071	98,337	250,170	138,967	351,124	354,315	200,125
Fines & forfeitures	27,165	19,967	38,311	80,696	72,817	48,610	27,367	53,946	22,173	21,717
Miscellaneous	97,515	82,264	108,929	55,094	83,734	107,160	150,137	237,397	387,828	146,810
Total Revenues	5,588,314	5,708,507	6,923,807	7,319,932	7,551,581	9,085,598	8,734,085	11,409,143	13,221,181	13,180,865
Expenditures:										
General government	1,687,148	2,009,123	2,472,536	2,866,239	5,363,659	3,048,490	2,983,427	2,565,678	3,275,993	4,389,099
Public safety	1,329,082	1,136,145	1,330,287	1,782,516	1,985,952	1,914,639	2,302,419	2,065,646	2,121,330	2,139,413
Public works	1,085,327	1,108,265	733,915	1,122,417	1,403,356	1,188,992	1,018,637	926,655	2,122,630	855,929
Culture and recreation	659,287	687,756	836,798	942,847	808,732	772,061	698,310	664,395	740,187	695,531
Affordable Housing (NOTE A)	-	-	-	-	-	-	149,120	209,209	519,728	223,587
Health & welfare (NOTE B)	-	-	-	-	-	-	-	12,378	24,945	30,444
Debt service payments	143,215	69,816	-	405,050	249,735	499,515	-	-	105,409	240,175
Capital Outlay	1,222,916	588,537	31,388	555,582	888,265	2,159,802	4,479,592	1,480,061	1,505,289	2,973,167
Total Expenditures	6,126,975	5,599,642	5,404,924	7,674,651	10,699,699	9,583,499	11,631,505	7,924,022	10,415,511	11,547,345
Excess (Deficiency) of Revenues Over Expenditures	(538,661)	108,865	1,518,883	(354,719)	(3,148,118)	(497,901)	(2,897,420)	3,485,121	2,805,670	1,633,520
Other Financing Sources (Uses):										
Proceeds from sale of assets	-	-	-	-	-	-	24,975	36,602	1,626,100	1,095
Loan proceeds/lines of credit and trade-ins	-	-	-	177,825	1,540,276	-	3,892,937	-	2,465,000	-
Transfers in	186,367	163,128	171,645	180,227	171,645	225,910	633,374	227,506	225,910	225,910
Total Other Financing Sources (Uses)	186,367	163,128	171,645	358,052	1,711,921	225,910	4,551,286	264,108	4,317,010	227,005
Net Change in Fund Balances	(352,294)	271,993	1,690,528	3,333	(1,436,197)	(271,991)	1,653,866	3,749,229	7,122,680	1,860,525
Fund Balances - Beginning	6,077,319	5,725,025	5,997,018	7,687,546	7,410,762	5,974,565	5,702,574	3,348,885	5,249,853	12,372,533
TABOR refund (special item)	-	-	-	-	-	-	-	(1,848,261)	-	-
Residual transfer/Restatements	-	-	-	(280,117)	-	-	(4,007,555)	-	-	-
Fund Balances - Ending	\$ 5,725,025	\$ 5,997,018	\$ 7,687,546	\$ 7,410,762	\$ 5,974,565	\$ 5,702,574	\$ 3,348,885	\$ 5,249,853	\$ 12,372,533	\$ 14,233,058

NOTE A: Affordable housing was added to this schedule for 2017. Prior to that, it was not broken out separately.

NOTE B: Health & welfare was added to this schedule for 2018, which is the year that the Town approved a tobacco tax restricted for health and welfare.

SOURCE: Town of Basalt Audited Financial Statements.

Town of Basalt, Colorado
History of Water Enterprise Fund Revenues, Expenses, and Changes in Fund Net Position
Last Ten Years

	2011	2012	2013	2014	2015	2016	2017 (NOTE A)	2018	2019	2020
Revenues:										
User charges	\$ 554,198	\$ 624,979	\$ 584,749	\$ 575,891	\$ 542,502	\$ 660,189	\$ 671,421	\$ 884,542	\$ 912,020	\$ 910,592
Grants	48,180	70,845	-	-	-	-	-	-	5,000	7,516
Other revenues	2,069	144,275	22,813	20,773	28,845	20,052	16,692	15,707	19,960	14,996
Investment earnings (losses)	1,204	748	430	386	589	2,183	3,802	7,180	8,241	1,813
Total Revenues	605,651	840,847	607,992	597,050	571,936	682,424	691,915	907,429	945,221	934,917
Expenses:										
Operating:										
Personnel services	167,673	180,026	176,367	136,737	181,136	191,480	195,008	171,449	188,103	193,833
General operations	39,225	50,550	51,974	67,620	72,933	60,800	76,429	51,182	41,021	51,898
Water line expenses	33,311	34,992	29,819	17,296	67,801	36,545	40,116	45,999	94,247	48,249
Water rights & utilities for source of water	12,716	9,437	10,036	12,165	10,081	40,272	23,213	36,674	30,808	32,350
Water treatment expenses	21,709	29,598	39,860	24,027	58,843	63,238	27,004	50,777	36,938	53,779
Capital expenses:										
Property, plant, and equipment	1,974,507	166,136	29,813	147,107	111,209	120,043	-	370,445	78,454	207,202
Debt service:										
Debt service	83,562	84,542	70,300	98,771	93,388	83,562	83,562	71,848	69,897	69,880
Total Expenses	2,332,703	555,281	408,169	503,723	595,391	595,940	445,332	798,374	539,468	657,191
Income (Loss) Before Contributions and Transfers	(1,727,052)	285,566	199,823	93,327	(23,455)	86,484	246,583	109,055	405,753	277,726
Capital contributions	1,617	27,076	31,459	21,964	14,034	193,186	19,390	273,706	183,814	129,361
Other per audit	(124,708)	(17,556)	(15,848)	(31,542)	(45,210)	(3,568)	(12,246)	-	-	-
Transfers out	(186,368)	(163,128)	(171,645)	(180,227)	(171,645)	(225,910)	(225,910)	(227,506)	(225,910)	(225,910)
Change in Net Position - Budget Basis	(2,036,511)	131,958	43,789	(96,478)	(226,276)	50,192	27,817	155,255	363,657	181,177
Reconciliation to GAAP Basis:										
Debt principal payments	54,267	56,677	47,783	70,987	63,137	65,573	-	58,247	60,602	63,048
Capitalized expenses	1,974,507	166,136	29,813	147,107	111,209	120,043	-	370,445	78,454	207,202
Depreciation	(259,139)	(275,630)	(275,095)	(262,960)	(270,630)	(265,798)	(267,195)	(289,007)	(268,858)	(276,239)
Change in Net Position - GAAP Basis	(266,876)	79,141	(153,710)	(141,344)	(322,560)	(29,990)	(239,378)	294,940	233,855	175,188
Net Position - Beginning	5,032,574	4,735,698	4,814,839	4,661,129	4,519,785	4,197,225	4,167,235	3,927,857	4,222,797	4,456,652
Residual transfer/Restatements (NOTE B)	(30,000)	-	-	-	-	-	-	-	-	-
Net Position - Ending	\$ 4,735,698	\$ 4,814,839	\$ 4,661,129	\$ 4,519,785	\$ 4,197,225	\$ 4,167,235	\$ 3,927,857	\$ 4,222,797	\$ 4,456,652	\$ 4,631,840

NOTE A: The audit for 2017 was restated due to the start of new auditors hired by the Town. The "reconciliation GAAP basis" was also added to the financials at that time.

NOTE B: These numbers reflect the difference that was due to a change in reporting/inconsistencies in records. Starting in 2017, the financial information was put in a different format.

SOURCE: Town of Basalt Audited Financial Statements & Caselle Financial Records.

Town of Basalt, Colorado
Assessed Value and Actual Value of Taxable Property
Last Ten Years

Fiscal Year Ended December 31 (NOTE A)	Valuation Base Year (NOTE B)	Residential Property Assessment Rate (NOTE C)	Residential Property	Commercial/ Industrial Property	Vacant Land	Agricultural	State Assessed	Other Property	Tax-exempt Property	Assessed Value (Excludes Tax- exempt)	Estimated Actual Value	Taxable Assessed Value as a Percentage of Estimated Actual Taxable Value	Total Direct Tax Rate
2011	2010	7.96%	72,833,230	70,749,190	7,182,740	94,210	1,538,190	-	10,740,810	152,397,560	\$ 1,227,551,110	12.41%	6.139
2012	2010	7.96%	72,277,310	71,278,910	7,301,950	94,120	1,556,480	-	11,116,240	152,508,770	\$ 1,224,740,220	12.45%	6.386
2013	2012	7.96%	61,782,250	64,328,130	6,198,720	113,390	1,684,080	745,950	14,338,261	134,852,520	\$ 1,028,004,644	13.12%	7.560
2014	2012	7.96%	62,197,330	66,818,810	5,383,450	113,390	1,771,530	-	19,713,900	136,284,510	\$ 1,106,676,890	12.31%	9.881
2015	2014	7.96%	72,899,025	70,669,065	5,831,035	118,865	1,658,740	1,823,990	20,065,329	153,000,720	\$ 1,244,044,067	12.30%	9.158
2016	2014	7.96%	79,138,270	70,567,820	5,965,380	105,820	1,839,290	-	20,994,530	157,616,580	\$ 1,341,841,550	11.75%	11.591
2017	2016	7.20%	84,015,800	77,010,000	5,463,350	124,340	1,633,400	680,920	23,167,430	168,927,810	\$ 1,460,083,490	11.57%	11.588
2018	2016	7.20%	85,023,040	77,440,710	5,919,370	124,310	1,350,450	-	23,231,970	169,857,880	\$ 1,567,398,220	10.84%	11.563
2019	2018	7.15%	93,855,510	86,432,930	10,333,120	99,440	1,425,810	-	27,509,400	192,146,810	\$ 1,767,734,020	10.87%	11.052
2020	2018	7.15%	97,871,470	85,993,700	5,662,490	99,500	1,093,440	-	28,591,310	190,720,600	\$ 1,684,296,380	11.32%	10.891

NOTE A: Property taxes levied on the valuation for the year indicated are collected in the following year.

NOTE B: Actual value is reappraised biennially from sales that occurred in the 24 month period ending June 30 of the indicated valuation base year.

NOTE C: Residential property is assessed based on the actual value as indicated. All other property is assessed at 29% of actual value, except oil and gas production, which is assessed at 87.5%.

For more information, visit <https://cdola.colorado.gov/residential-assessment-rate>

SOURCE: 2018 Audited Financial Statements and Eagle/Pitkin Counties.

Town of Basalt, Colorado
Direct and Overlapping Property Tax Rates
Last Ten Years
(rate per \$1,000 of assessed value)

Tax Year	General Fund	Bond Mill Levy	Refund / Abatements	Total Direct Tax Rate
2011	4.301	1.838	-	6.139
2012	4.549	1.837	-	6.386
2013	5.464	2.096	-	7.560
2014	5.761	4.120	-	9.881
2015	5.480	3.678	-	9.158
2016	5.810	5.781	-	11.591
2017	5.792	5.796	-	11.588
2018	5.957	5.593	0.013	11.563
2019	5.957	4.885	0.210	11.052
2020	5.957	4.906	0.028	10.891

Tax Year	Overlapping Rates												
	Eagle County	Colorado Mountain College	RE-1 School District	Basalt & Rural Fire	Basalt Regional Library	Basalt Sanitation	Basalt Water Cons Distr.	Colo. River Water Cons.	Crown Mountain Park	Roaring Fork Transit Authority	Pitkin County	Basalt Fire Protection	Aspen Valley Hospital
2010	8.499	3.997	30.992	5.464	4.510	1.904	0.044	0.188	1.925	-	7.511	8.745	2.606
2011	8.499	3.997	39.589	5.772	4.520	2.706	0.044	0.228	2.380	-	7.511	8.745	2.606
2012	8.499	3.997	38.388	8.857	4.760	2.716	0.044	0.242	2.283	-	7.511	8.745	2.606
2013	8.499	3.997	42.445	8.981	5.000	3.041	0.044	0.254	2.494	-	7.511	8.745	2.606
2014	8.499	3.997	42.149	8.962	5.000	2.998	0.044	0.253	2.458	-	7.511	8.745	2.606
2015	8.499	3.997	46.300	9.102	5.000	3.125	0.039	0.243	2.283	-	7.511	8.745	2.606
2016	8.499	3.997	45.245	8.892	5.938	2.770	0.039	0.253	2.256	-	7.511	8.745	2.606
2017	8.499	3.997	44.038	8.852	5.910	2.767	0.039	0.254	2.212	-	7.511	8.745	2.606
2018	8.499	3.997	44.041	8.848	5.890	2.669	0.039	0.256	4.126	2.249	7.511	8.745	2.606
2019	8.499	4.013	42.903	8.981	5.882	2.598	0.036	0.235	4.011	2.650	7.511	8.745	2.606
2020	8.499	4.013	42.030	8.781	5.942	2.434	0.037	0.502	4.032	2.650	7.657	9.115	2.297

Source: Pitkin County & Eagle County /website, Levy Matrix.

TOWN OF BASALT
Property Tax Levies and Collections
Last Ten Years

Fiscal Year Ended 12/31	Collected within the Fiscal Year following the Levy			Collections in Subsequent Years	Total Collections to Date	
	Taxes Levied for the Fiscal Year	Amount Collected	Percentage of Levy		Amount	Percentage of Levy
2010	\$ 921,266	913,882	99.20%	\$ -	\$ 913,882	99.20%
2011	935,631	930,020	99.40%	-	930,020	99.40%
2012	969,972	969,753	99.98%	-	969,753	99.98%
2013	1,019,460	1,018,535	99.91%	2	1,018,537	99.91%
2014	1,344,380	1,323,152	98.42%	11,404	1,334,556	99.27%
2015	1,400,982	1,399,316	99.88%	-	1,399,316	99.88%
2016	1,832,973	1,653,296	90.20%	475	1,653,771	90.22%
2017	1,931,020	1,901,051	98.45%	1,109	1,902,160	98.51%
2018	1,963,720	1,904,980	97.01%	714	1,905,694	97.05%
2019	2,123,603	2,111,888	99.45%	-	2,111,888	99.45%

**Town of Basalt, Colorado
Principal Property Taxpayers
Current Year and Ten Years Ago**

EAGLE COUNTY

Taxpayer	2020			2011		
	Assessed Value	Rank	% of Total Town Assessed Value	Assessed Value	Rank	% of Total Town Assessed Value
TKG WILLITS TOWN CENTER LLC	\$ 4,651,020	1	2.44%			
WILLITS BLOCK 12 LLC	4,510,700	2	2.37%			
DILLON REAL ESTATE CO INC	3,204,730	3	1.68%	1,571,050	3	0.82%
WILLITS TOWN CENTER LLC	2,904,590	4	1.52%	2,035,380	1	1.07%
TKG-STORAGEMART PTNRS PORTF. LLC	2,675,710	5	1.40%	1,554,870	4	0.82%
ASPEN SKIING COMPANY LLC	2,663,590	6	1.40%			
BASALT TRADE ASSOCIATES LLC	1,871,060	7	0.98%			
VALLEY VIEW HOSPITAL ASSOCIATION	1,779,450	8	0.93%			
DISCOVERY PLACE INVESTMENTS LTD	1,269,650	9	0.67%			
KEELTY DEV LLC	974,560	10	0.51%	947,670	8	0.50%
RIVERSIDE PLAZA LOT A				1,899,360	2	1.00%
KNAPP, MICHAEL P., SR - IDEVCO INC				1,199,690	5	0.63%
QUEST				1,103,000	6	0.58%
STUTSMAN TRI-ALLIANCE LTD				1,020,810	7	0.54%
MECA HOLDINGS LLC				943,030	9	0.49%
SENIOR COMFORT CORP				937,420	10	0.49%

SOURCE: Eagle County and Pitkin County Assessor's Office.

**Town of Basalt, Colorado
Principal Property Taxpayers
Current Year and Ten Years Ago**

PITKIN COUNTY

Taxpayer	2020			2011		
	Assessed Value	Rank	% of Total Town Assessed Value	Assessed Value	Rank	% of Total Town Assessed Value
ROARING FORK CLUB CABIN OPER.	\$ 4,009,520	1	2.10%	\$ 3,881,030	1	2.03%
ROARING FOR CLUB LLC	3,373,900	2	1.77%	3,229,040	2	1.69%
NORTHFORK LLC	2,916,650	3	1.53%			
MYERS REAL ESTATE HOLDINGS LLC	1,387,650	4	0.73%	1,186,540	4	0.62%
BASALT CENTER LLC	776,590	5	0.41%	1,018,830	6	0.53%
DD BUILDINGS LLC	772,760	6	0.41%			
DAVIDCO LLC	649,120	7	0.34%			
SOUTH SIDE DRIVE LLC	630,610	8	0.33%	705,280	8	0.37%
DA TRUST	551,000	9	0.29%	529,980	9	0.28%
ISBERIAN STEPHAN G & HEATHER REV TRL	522,170	10	0.27%	512,720	10	0.27%
BASALT MINI STORAGE LLC				1,469,170	3	0.77%
BASALT BUILDINGS LLC				775,770	7	0.41%
RIVER PARK LLC				1,035,590	5	0.54%
234 CODY LANE LLC						

SOURCE: Eagle County and Pitkin County Assessor's Office.

Town of Basalt, Colorado
Sales, Lodging, & Tobacco Tax Receipts
Last Ten Years

Year	1.0% Original Parks and Open Space Sales Tax Receipts	2.0% General Sales Tax Receipts	Other Sales Tax Receipts	Total Sales Tax Receipts	4% Lodging Tax (NOTE A)	Tobacco Tax (NOTE B) (tax question approved in 2018)	Total Sales, Lodging, & Tobacco Tax Receipts
2010	1,051,164	2,102,327	564,314	3,717,805	30,152	-	3,747,957
2011	1,061,548	2,123,096	518,660	3,703,304	28,320	-	3,731,624
2012	1,144,889	2,289,777	482,398	3,917,064	29,401	-	3,946,465
2013	1,362,415	2,724,830	501,884	4,589,129	28,677	-	4,617,806
2014	1,407,512	2,815,024	590,262	4,812,798	31,619	-	4,844,417
2015	1,548,634	3,097,269	810,026	5,455,929	72,036	-	5,527,965
2016	1,607,309	3,214,617	598,444	5,420,370	115,356	-	5,535,726
2017	1,707,118	3,414,235	803,690	5,925,043	178,982	-	6,104,025
2018	1,795,377	3,590,753	700,295	6,086,425	241,847	175,568	6,503,840
2019	1,992,323	3,984,646	743,300	6,720,269	282,765	29,162	7,032,196
2020	2,296,532	4,593,065	844,860	7,734,458	250,210	553,063	8,537,731

Source: Town of Basalt Finance Department

NOTE A: Lodging tax was increased from 2% to 4% through an election in November 2014. Prior to 2018, there were expenses that were netted against revenue.

NOTE B: Tobacco Tax for 2019 was limited to \$29,162 by the Town's TABOR notice provided during the 2018 election. Additional funds collected were refunded through a suspension of the Tobacco Tax.

TOWN OF BASALT
Retail Sales Tax Receipts by Industry - Last Ten Years
2011 - 2020

	2011	2012	2013	2014	2015	2016	2017	2018	2019 (NOTE A)	2020	% Change 2019 vs. 2020
Automotive	\$ 170,305	\$ 170,820	\$ 177,244	\$ 178,862	\$ 196,740	\$ 178,433	\$ 174,147	\$ 178,187	\$ 190,843	\$ 190,391	-0.2%
Lodging	51,512	45,307	45,352	63,189	61,582	167,000	173,002	163,646	198,318	180,785	-8.8%
Restaurant Without Bar	95,625	97,267	99,395	122,299	121,771	134,195	120,978	136,231	119,856	100,978	-15.8%
Restaurant With Bar	299,504	321,038	324,675	352,575	387,726	397,571	478,120	495,841	495,140	499,133	0.8%
Retail Sales	466,984	526,138	641,153	643,204	812,344	783,500	946,895	986,545	1,359,204	1,759,911	29.5%
Sporting Retail	132,198	143,509	174,225	195,905	216,476	232,332	231,884	218,454	224,792	254,910	13.4%
Finance	8,119	7,028	7,541	8,692	5,545	5,863	6,529	25,174	33,985	36,552	7.6%
In-Home Sales	4,053	2,845	2,240	2,282	2,412	1,919	2,991	857	5,299	5,174	-2.4%
Retail Liquor	175,506	180,354	205,495	225,686	236,381	247,515	250,229	256,373	261,574	326,363	24.8%
Telecommunications	128,922	115,108	102,842	95,332	94,082	89,036	89,059	99,947	93,042	110,232	18.5%
Utilities	148,177	148,841	176,489	163,381	171,063	158,410	172,049	201,713	196,259	186,227	-5.1%
Building	182,624	195,004	208,413	239,048	276,876	271,799	284,627	361,543	458,204	695,926	51.9%
Retail Food	1,321,114	1,481,407	1,922,181	1,932,081	2,062,905	2,154,353	2,190,843	2,261,619	2,340,453	2,543,014	8.7%
TOTAL, Broken out	\$ 3,184,644	\$ 3,434,666	\$ 4,087,245	\$ 4,222,536	\$ 4,645,903	\$ 4,821,926	\$ 5,121,353	\$ 5,386,130	\$ 5,976,969	\$ 6,889,597	15.3%
Other sales tax	518,660	482,398	501,884	590,262	810,026	598,444	803,690	700,295	743,300	844,860	13.7%
Total, All Sales Tax	\$ 3,703,304	\$ 3,917,064	\$ 4,589,129	\$ 4,812,798	\$ 5,455,929	\$ 5,420,370	\$ 5,925,043	\$ 6,086,425	\$ 6,720,269	\$ 7,734,458	15.1%
% change vs. prior yr.	-0.4%	5.8%	17.2%	4.9%	13.4%	-0.7%	9.3%	2.7%	10.4%	15.1%	

Source: Town of Basalt Finance Department

GENERAL NOTE: Sales tax rates are 2% for general operating sales tax and 1% for Parks, Open Space & Trails.

NOTE A: The year 2019 increased 10.4% mostly due to a change in State requirements to include online sales in sales tax remittances.

TOWN OF BASALT
Taxable Retail Sales by Industry - Last Ten Years
2011 - 2020

	2011	2012	2013	2014	2015	2016	2017	2018	2019 (NOTE A)	2020	% Change 2019 vs. 2020
Automotive	\$ 5,676,833	\$ 5,694,000	\$ 5,908,133	\$ 5,962,067	\$ 6,558,000	\$ 5,947,767	\$ 5,804,900	\$ 5,939,581	\$ 6,361,433	\$ 6,346,368	7.1%
Lodging	1,717,067	1,510,233	1,511,733	2,106,300	2,052,733	5,566,667	5,766,733	5,454,871	6,610,600	6,026,168	21.2%
Restaurant Without Bar	3,187,500	3,242,233	3,313,167	4,076,633	4,059,033	4,473,167	4,032,600	4,541,021	3,995,200	3,365,949	-12.0%
Restaurant With Bar	9,983,467	10,701,267	10,822,500	11,752,500	12,924,200	13,252,367	15,937,333	16,528,031	16,504,667	16,637,757	-0.1%
Retail Sales	15,566,149	17,537,933	21,371,767	21,440,133	27,078,133	26,116,667	31,563,161	32,884,836	45,306,800	58,663,700	37.8%
Sporting Retail	4,406,600	4,783,633	5,807,500	6,530,167	7,215,867	7,744,400	7,729,467	7,281,800	7,493,067	8,497,013	2.9%
Finance	270,633	234,267	251,367	289,733	184,833	195,433	217,633	839,144	1,132,833	1,218,411	35.0%
In-Home Sales	135,100	94,833	74,667	76,067	80,400	63,967	99,700	28,569	176,633	172,479	518.3%
Retail Liquor	5,850,215	6,011,800	6,849,833	7,522,867	7,879,367	8,250,500	8,340,967	8,545,763	8,719,133	10,878,755	2.0%
Telecommunications	4,297,400	3,836,933	3,428,067	3,177,733	3,136,067	2,967,867	2,968,633	3,331,582	3,101,400	3,674,404	-6.9%
Utilities	4,939,233	4,961,367	5,882,967	5,446,033	5,702,100	5,280,333	5,734,967	6,723,754	6,541,967	6,207,551	-2.7%
Building	6,087,467	6,500,133	6,947,100	7,968,267	9,229,200	9,059,967	9,487,567	12,051,418	15,273,467	23,197,548	26.7%
Retail Food	44,037,133	49,380,233	64,072,700	64,402,700	68,763,500	71,811,767	73,028,100	75,387,297	78,015,100	84,767,144	3.5%
TOTAL, Broken out	\$ 106,154,798	\$ 114,488,867	\$ 136,241,500	\$ 140,751,200	\$ 154,863,433	\$ 160,730,867	\$ 170,711,761	\$ 179,537,668	\$ 199,232,300	\$ 229,653,248	11.0%
% change vs. prior yr.	1.0%	7.9%	19.0%	3.3%	10.0%	3.8%	6.2%	5.2%	11.0%	15.3%	

Source: Town of Basalt Finance Department

GENERAL NOTE: This schedule calculates sales by industry using the sales tax remittances collected by the State of Colorado and dividing that by the tax rate of 3%.

This schedule excludes sales tax not collected through the State of Colorado, which is not broken out by industry.

NOTE A: The year 2019 increased substantially compared to 2018 mostly due to a change in State requirements to include online sales in sales tax remittances.

Town of Basalt, Colorado
Ten Largest Industries - Sales Tax Remitters
Current Year and Nine Years Ago

2020	
Industry Name	Amount
Retail Food	\$ 2,543,014
Retail Sales	1,759,911
Building	695,926
Restaurants	600,111
Retail Liquor	326,363
Sporting retail	254,910
Automotive	190,391
Lodging	180,785
Utilities	186,227
Telecommunications	110,232

2011	
Industry Name	Amount
Retail Food	\$ 1,321,114
Retail Sales	472,219
Restaurants	395,129
Building	177,389
Retail Liquor	175,506
Automotive	170,305
Utilities	148,177
Sporting retail	132,198
Telecommunications	128,922
Lodging	51,512

SOURCE: Town of Basalt Finance Department.

NOTE: GFOA Guidelines suggest to use the top ten businesses for this analysis. However, according to Colorado Revised Statute 39-21-113, it is not allowed to provide sales tax receipts by business. Per C.R.S 39-21-113, "every tax return and all information therein contained"... "are secret and confidential and no information relating thereto can be disclosed". The Town believes that the top ten industries is useful and telling information to the reader of the financial statements, because it provides an economic summary of the Town based upon sales tax collections.

Town of Basalt, Colorado
Real Estate Transfer Assessment Receipts
Last Ten Years

Fiscal Year	Willits RETA 1	RFC RETA	Sopris Meadows RETA	RETA 2 Willits (implemented 2018)	Total Real Estate Transfer Assessments
2011	66,635	12,395	-	-	79,030
2012	27,886	23,010	-	-	50,896
2013	7,278	9,065	-	-	16,343
2014	148,293	17,000	72,180	-	237,473
2015	104,041	11,864	25,614	-	141,519
2016	518,933	6,395	84,098	-	609,426
2017	207,238	12,015	76,747	-	296,000
2018	491,458	520,230	86,020	-	1,097,708
2019	505,153	11,700	156,666	81,025	673,519
2020	551,244	16,650	226,773	151,861	794,667

"RETA" is a "real estate transfer assessment" charged as an assessment to certain developments.
SOURCE: Town of Basalt Finance Department

Town of Basalt, Colorado
Major Revenue Sources - Governmental Funds
Last Ten Years

	Taxes (NOTE A)	Licenses and Permits	Inter- governmental	Charges for Services (NOTE B)	Fines and Forfeits	Earnings on Investments	Other	Total
2011	4,970,630	365,893	292,863	142,282	27,165	16,240	100,865	5,915,938
2012	5,195,975	302,729	247,105	159,932	19,967	16,845	85,390	6,027,943
2013	5,939,485	630,175	252,187	251,590	38,311	11,060	117,679	7,240,487
2014	6,210,799	895,861	248,582	130,071	80,696	11,220	50,484	7,627,713
2015	7,044,412	493,146	252,631	98,337	72,817	3,721	80,028	8,045,092
2016	7,311,531	1,670,294	282,115	250,170	48,610	46,311	60,903	9,669,934
2017	8,178,299	918,045	256,710	138,967	27,367	96,209	54,021	9,669,618
2018	8,873,590	2,557,021	306,700	351,124	53,946	194,044	45,417	12,381,842
2019	9,701,995	1,864,921	1,836,167	354,316	22,173	261,466	127,795	14,168,833
2020	11,098,936	2,092,484	616,156	200,125	21,717	67,727	79,128	14,176,273

NOTE A: Includes, among other tax revenues, sales taxes, lodging taxes, property taxes, tobacco taxes & franchise fees.

NOTE B: Charges for Services are those revenues derived from services provided that are deemed to be mission-related for each fund. Examples include, but are not limited to, fees for the use of recreational facilities, building permits and sprinkler fees.

Source: Audited financial statements by year.

**Town of Basalt, Colorado
Outstanding Debt by Type
Last Ten Years**

Fiscal Year	Governmental Activities				Business-Type Activities		Total Primary Government	% of Estimated Personal Income	Per Capita
	General Obligation Bonds	Line of Credit (NOTE A)	Capital Leases	Certificates of Participation	Ruedi Loan	CCWR Loan			
2010	2,440,000	-	198,769	-	102,801	664,828	3,406,398	2.2%	\$ 886
2011	2,330,000	-	67,683	-	92,678	620,683	3,111,044	1.9%	811
2012	2,141,000	-	124,701	-	81,928	574,756	2,922,385	1.7%	758
2013	5,010,000	-	124,071	-	81,928	526,973	5,742,972	3.1%	1,480
2014	6,373,000	-	131,676	-	60,655	477,258	7,042,589	3.6%	1,805
2015	5,615,000	1,250,265	88,885	-	49,241	425,536	7,428,927	3.7%	1,905
2016	4,833,000	1,047,433	45,002	-	37,479	371,725	6,334,639	2.4%	1,611
2017	4,033,000	4,940,371	-	-	12,869	315,739	9,301,979	3.0%	2,226
2018	3,215,000	3,150,000	-	-	-	257,492	6,622,492	2.0%	1,590
2019	2,384,000	-	210,091	2,200,000	-	196,891	4,990,982	1.3%	1,131
2020	1,529,000	-	159,916	2,010,000	-	133,843	3,832,759	1.1%	920

SOURCES: Source of debt is the Finance Department of Basalt. Source of personal income is apps.bea.gov/itable/itable.cfm?reqID=70&step=1. Personal income was derived from the State of Colorado data for 2010 - 2015. No historical data was provided on this site. 2016 - 2019 uses Eagle County's data. Source of population is worldpopulationreview.com/us-cities/basalt-co-population. Estimated personal income calculated at population * average pers. income.

NOTE A: Lines of credit had been restated in the 2017 audit, and recorded in the 2018 audit, as a short-term debt.

Town of Basalt, Colorado
Ratios of Bonded Debt Outstanding
Last Ten Years

Fiscal Year	General Obligation Bonds	Certificates of Participation	Capital Lease	Percentage of Actual Value of Taxable Property	Net General Bonded Debt Per Capita
2011	2,330,000	-	67,683	0.20%	625
2012	2,141,000	-	124,701	0.18%	588
2013	5,010,000	-	124,071	0.50%	1,323
2014	6,373,000	-	131,676	0.59%	1,667
2015	5,615,000	-	88,885	0.46%	1,463
2016	4,833,000	-	45,002	0.36%	1,240
2017	4,033,000	-	-	0.28%	965
2018	3,215,000	-	-	0.21%	772
2019	2,384,000	2,200,000	210,091	0.27%	1,087
2020	1,529,000	2,010,000	159,916	0.22%	888

Source: Town of Basalt Finance Department

Town of Basalt, Colorado
Direct and Overlapping Governmental Activities Debt
As of December 31, 2020
(in thousands)

<u>Overlapping Debt</u>	<u>Total General Obligation Debt Outstanding</u>	<u>Estimated Percentage Applicable (NOTE A)</u>	<u>Estimated Share of Overlapping Debt</u>
Roaring Fork School District (June 30)	\$ 173,080	16.6%	\$ 28,769
Eagle County (Dec. 31)	83,994	5.0%	4,219
Pitkin County (Dec. 31)	67,764	5.6%	3,800
Total Overlapping Debt	<u>\$ 324,838</u>		<u>36,789</u>
Town of Basalt Direct Debt			3,699
Total Direct and Overlapping Debt			<u>\$ 40,487</u>

SOURCE: Assessed value data used to estimate applicable percentages provided by the County Assessors. Debt outstanding provided by each governmental unit.

NOTE A: Debt repaid with property taxes and the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the Town's boundaries and dividing it by each unit's total taxable assessed value.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the Town. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the Town of Basalt. This process recognizes that, when considering the Town's ability to issue and repay long-term debt, the entire debt burden borne by the residents and the businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

Town of Basalt, Colorado
Legal Debt Margin Information
Last Ten Years
(in thousands)

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Debt Limit (3% of Actual Value)	\$ 36,827	\$ 36,742	\$ 30,840	\$ 33,200	\$ 37,321	\$ 40,255	\$ 43,803	\$ 47,022	\$ 53,032
Total net debt applicable to limit	2,330	2,141	5,010	6,373	5,615	4,833	4,033	3,215	2,384
Legal Debt Margin	<u>\$ 34,497</u>	<u>\$ 34,601</u>	<u>\$ 25,830</u>	<u>\$ 26,827</u>	<u>\$ 31,706</u>	<u>\$ 35,422</u>	<u>\$ 39,770</u>	<u>\$ 43,807</u>	<u>\$ 50,648</u>
Total net debt applicable to limit as a percentage of debt limit	6.8%	6.2%	19.4%	23.8%	17.7%	13.6%	10.1%	7.3%	4.7%

Legal Debt Margin Calculation for Current Fiscal Year

Actual value (NOTE A)
Debt limit (3% of actual value)
Debt applicable to limit:
General Obligation Bonds (No other debt applies to limit)
Legal debt margin

SOURCE: Pitkin/Eagle County Assessors.

NOTE A: Per Colorado Revised Statute 31-15-302, "The total amount of indebtedness for all such purposes shall not at any time exceed three percent of the actual value."

Town of Basalt, Colorado
Debt Service Requirements
Current Year through Final Maturity

Year	General Obligation Governmental Activities						Business-Type Activities			Total
	Debt			Certificates of Participation			Debt			
	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total	
2021	874,000	39,223	913,223	205,000	44,823	249,823	65,596	4,704	70,300	1,233,346
2022	325,000	19,650	344,650	210,000	40,252	250,252	68,246	2,054	70,300	665,202
2023	330,000	9,900	339,900	215,000	35,569	250,569	-	-	-	590,469
2024	-	-	-	220,000	30,774	250,774	-	-	-	250,774
2025	-	-	-	220,000	25,868	245,868	-	-	-	245,868
2026	-	-	-	225,000	20,962	245,962	-	-	-	245,962
2027	-	-	-	230,000	15,945	245,945	-	-	-	245,945
2028	-	-	-	240,000	10,816	250,816	-	-	-	250,816
2029	-	-	-	245,000	5,464	250,464	-	-	-	250,464
Total	\$ 1,529,000	\$ 68,773	\$ 1,597,773	\$ 2,010,000	\$ 120,643	\$ 750,643	\$ 133,842	\$ 6,758	\$ 140,600	\$ 2,489,016

Assumes no optional redemptions prior to maturity.

SOURCE: Town of Basalt finance department.

**Town of Basalt, Colorado
Demographic and Economic Statistics
Last Ten Years**

Fiscal Year	Population (NOTE A)	Estimated Personal Income (<i>in thousands</i>)	Per Capita Personal Income (NOTE B)	Unemployment (NOTE C)
2010	3,845	\$ 156,414	\$ 40,680	8.5%
2011	3,836	167,140	43,572	7.9%
2012	3,856	176,037	45,653	7.2%
2013	3,880	183,512	47,297	6.1%
2014	3,902	197,737	50,676	4.2%
2015	3,900	203,402	52,154	3.2%
2016	3,933	267,338	67,973	2.8%
2017	4,179	305,543	73,114	2.3%
2018	4,166	325,581	78,152	2.6%
2019	4,412	369,739	83,803	2.2%
2020	4,167	353,216	84,765	9.5%

NOTE A: Source of population is worldpopulationreview.com/us-cities/basalt-co-population.

NOTE B: Eagle County Per Capita Income figures per U.S. Department of Commerce, Bureau of Economic Analysis (<http://www.bea.gov/data/income-saving>). Personal income rates were used for the State of Colorado for 2010 - 2015. No historical data was provided on this site. 2016 - 2019 uses Eagle County's data. 2020 uses 2019's data as an estimate, since that information has not yet been released.

NOTE C: Real Estate Center, Texas A&M University
(<http://recenter.tamu.edu/data/employment>)
The unemployment rate of Eagle County was used to estimate the Town's rate.

**Town of Basalt, Colorado
Principal Employers
2019 and 2010**

PITKIN COUNTY:

Employer	2019 Employees*	Rank	Percentage of Total County Employment	2010 Estimated Employees	Rank	Percentage of Total County Employment
Aspen Skiing Company	4,292	1	38.3%	3,600	1	29.4%
Aspen Valley Hospital	521	2	4.7%	389	2	3.2%
Roaring Fork Transit	368	3	3.3%	250	6	2.0%
Aspen School District	329	4	2.9%	238	7	1.9%
Pitkin County	317	5	2.8%	256	5	2.1%
City of Aspen	296	6	2.6%	354	3	2.9%
Hotel Jerome	270	7	2.4%			
Viceroy Snowmass Resort	225	8	2.0%	150	10	1.2%
St. Regis Aspen	175	9	1.6%	268	4	2.2%
Silvertree Hotel				218	8	1.8%
Ritz Carlton				188	9	1.5%
TOTAL	6,793		60.7%	5,911		48.3%
TOTAL PITKIN COUNTY LABOR FORCE	11,195			12,243		

EAGLE COUNTY

Employer	2019 Employees	Rank	Percentage of Total County Employment	2010 Estimated Employees	Rank	Percentage of Total County Employment
Vail Resorts, Inc.	9,047	1	25.7%	10,760	1	36.6%
Eagle County School Dist. RE-50J	1,022	2	2.9%	1,230	2	4.2%
Vail Health (used 2018 data for 2019)	1,005	3	2.9%	805	3	2.7%
City Market	550	4	1.6%			
Eagle County Government	508	5	1.4%	475	5	1.6%
East West Resorts (Used 2018 data for '19)	502	6	1.4%			
Westin Riverfront Resort (Used 2018 data for '19)	422	7	1.2%			
Sonnenalp Resort	385	8	1.1%	322	7	1.1%
Vail Marriot	381	9	1.1%			
Town of Vail	320	10	0.9%	305	8	1.0%
Gallegos Corporation				256	10	0.9%
Ritz-Carlton-Bachelor Gulch				478	4	1.6%
Vail Cascade Resort				383	6	1.3%
Park Hyatt Beaver Creek Resort & Spa				295	9	1.0%
TOTAL	14,142		40.2%	15,309		52.1%
TOTAL EAGLE COUNTY LABOR FORCE	35,218			29,377		

SOURCE: Pitkin County and Eagle County Comprehensive Annual Financial Reports for 2019. The data is not available for the Town of Basalt specifically.

NOTE: The number of employees can vary based on season in this general ski resort area. As such, the largest number of employees at any point in the year has been presented for each employer.

* Most current information available

Town of Basalt, Colorado
Full-time Equivalent City Government Employees by Program
Last Ten Years

Program	2011	2012	2013	2014	2015	2016	2017	2018	2019
General government	4	4	4	4	4	5	5	5	5
Public Safety	13	13	13	13	13	13	13	13	13
Public Works	10	10	10	10	10	10	10	10	10
Building & Planning	5	5	5	5	5	5	5	5	5
Recreation	1	1	1	1	1	1	1	1	1
Water	2	2	2	2	2	2	2	2	2
Total:	35	35	35	35	35	36	36	36	36

Source: Town Finance Department

NOTE: The above analysis excludes seasonal 10 seasonal pool employees that work varying schedules from the end of May through Labor Day.

Town of Basalt, Colorado
Operating Indicators by Function and Program
Last Ten Years

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Government										
Building permits issued										
Multi Family Units	0	0	10	8	17	131	14	2	2	3
Single Family Units	1	4	10	2	2	1	7	21	17	16
Commercial Buildings	1	1	3	2	7	1	7	3	2	3
Police										
Number of calls (NOTE A)	7,170	6,585	9,063	10,415	9,745	12,416	11,859	9,659	7,830	8,384
Traffic Citations:										
Penalty Assessments	398	302	552	954	758	608	332	209	177	234
Parking	310	289	519	261	111	101	124	135	171	130
Summons	91	70	122	93	94	30	54	47	57	69
Total Traffing Citations	799	661	1193	1308	963	739	510	391	405	433
Traffic Accidents	178	191	203	119	144	133	196	194	186	151
Public Works (Started tracking in 2018)										
Square Foot of Street								2,973,641	2,973,641	3,025,913
Estimated Cost/Sq. Ft.								\$ 0.463	\$ 0.559	\$ 0.400
Utility										
New taps issued (Started collecting in 2019)									39	12

Source: Town of Basalt departmental data.

NOTE A: The number of calls show a decrease due to a change in the reporting of officer initiated activity. Prior to 2018, that activity was called in to dispatch, but now the officer initiated calls do not go through dispatch.

Town of Basalt, Colorado
Capital Asset Statistics by Program
Last Ten Years

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Parks									
Developed acres	538.0	539.7	540.0	542.0	543.8	545.0	548.3	550.0	550.7
Undeveloped acres	53.0	51.3	51.0	49.0	47.2	46.0	42.7	40.9	40.1
Parks & Open Space Acreage	178.0	178.0	178.0	178.0	178.0	178.0	178.0	178.0	178.0
Paved trails (linear miles)	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0
Unpaved trails (linear miles)	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Nordic trails (linear miles) ²	3.1	3.1	3.1	3.1	3.1	3.1	3.1	3.1	3.1
Police									
Stations	1	1	1	1	1	1	1	1	1
Licensed vehicles	12	12	12	12	12	12	12	12	12
Public Services									
Streets (lane miles)	41.50	41.50	41.50	41.50	41.50	41.50	41.50	41.50	41.50
Street lights	155	160	175	182	182	187	187	187	187
Sq. ft. of buildings maintained	34,380	34,380	35,043	44,791	46,241	46,241	46,241	46,241	48,042
Utility									
Water Sources (NOTE A)	13	13	13	13	13	13	13	13	13
Water storage tanks	5	6	6	6	6	6	6	6	6

Source: Town of Basalt departmental data.

NOTE A: Includes two springs that include spring boxes and a filter plant, and one water source shared with the Roaring Fork School District.