Town of Carbondale, Colorado

Financial Report

December 31, 2021

Town of Carbondale, Colorado
Financial Report
December 31, 2021

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INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Town Council
Town of Carbondale, Colorado
Carbondale**,** Colorado

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Town of Carbondale, Colorado (the "Town"), as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise Town of Carbondale basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Town of Carbondale as of December 31, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP").

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America ("U.S. GAAS"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of the Town and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

The Town's management is responsible for the preparation and fair presentation of the financial statements in accordance with U.S. GAAP, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Town of Carbondale's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with U.S. GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with U.S. GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Town's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control–related matters that we identified during the audit.

Required Supplementary Information

U.S. GAAP require the Management's Discussion and Analysis in section B be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with U.S. GAAS, 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.

Required Supplementary Information (continued)

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The combining non-major fund financial statements, individual fund budgetary comparison information, and the Local Highway Finance Report in section F, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining non-major fund financial statements, individual fund budgetary comparison information, and the Local Highway Finance Report are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with U.S. GAAS. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

McMahan and Associates, L.L.C.

McMahan and Associates, L.L.C.
Avon, Colorado
June 29, 2022

MANAGEMENT'S DISCUSSION AND ANALYSIS

Town of Carbondale, Colorado

Management's Discussion and Analysis
December 31, 2021

As management of the Town of Carbondale, Colorado (the "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, 2021.

Financial Highlights

- The 2021 Budget includes a 3% cost of living increase for Town employees.
- Sales and use tax revenue increased 28.9% from 2020. Interest and other revenue increased by 314.6% from 2020.
- The Town's governmental fund balances increased $3,595,853, which includes the General Fund balance increase of $2,596,885, and the Town's business-type activities increased $910,393.

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

The Statement of Activities 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 revenues such as grants or 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, streets, culture and recreation, and affordable housing. The business-type activities of the Town include water distribution and system maintenance, wastewater treatment and trash hauling services.

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 two categories: governmental and proprietary 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. The Balance Sheet and the Statement of Revenues, Expenditures and Changes in Fund Balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Town adopts an annual appropriated budget for all governmental funds. A budgetary comparison statement has been provided for all funds to demonstrate compliance with the state budget statutes.

Proprietary funds: The Town maintains proprietary funds commonly known as enterprise funds. 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, wastewater and trash 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 each of the business-type services provided by the Town, which are considered to be major funds of the Town.

The basic proprietary fund financial statements can be found in Section C of this report. The Town also presents budgetary comparison for its proprietary funds.

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 in Section D of this report.

Government-wide financial analysis: As previously mentioned, the government-wide financial statements are designed to provide readers with a broad overview and long-term analysis of the Town's finances, in a manner similar to a private-sector business.

Overview of the Financial Statements (continued)

Government-wide financial analysis (continued):

The following graph shows the Town's net position for 2021:

	Governmental Activities		Business-type Activities		Total	
	2021	**2020**	**2021**	**2020**	**2021**	**2020**
Current and other assets	$ 18,521,672	13,628,877	9,574,002	8,553,126	28,095,674	22,182,003
Capital assets	26,460,486	24,105,372	17,536,032	17,200,932	43,996,518	41,306,304
Total assets	44,982,158	37,734,249	27,110,034	25,754,058	72,092,192	63,488,307
Other liabilities	2,325,501	1,064,803	974,840	529,257	3,300,341	1,594,060
Long-term liabilities outstanding	586,200	771,200	-	-	586,200	771,200
Total liabilities	2,911,701	1,836,003	974,840	529,257	3,886,541	2,365,260
Deferred Inflows of Resources	626,410	559,742	-	-	626,410	559,742
Net Position:						
Net invested in capital assets	25,874,286	23,334,172	17,536,032	17,200,932	43,410,318	40,535,104
Restricted	3,941,161	3,314,139	-	-	3,941,161	3,314,139
Unrestricted	11,628,600	8,690,193	8,599,162	8,023,869	20,227,762	16,714,062
Total net position	$ 41,444,047	35,338,504	26,135,194	25,224,801	67,579,241	60,563,305

The largest portion of the Town's assets is reflected in the investment in capital assets (i.e., land, buildings, improvements, and equipment). Capital assets account for 61% of the total assets. The Town uses these assets to provide services to its citizens. The Town's remaining assets are generally available to pay liabilities or fund operations. At the end of the current fiscal year, the Town is able to report positive balances in all three categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities. The Town's capital assets increased due to purchased and donated capital assets being more than depreciation expense in 2021. Maturity for the Town's 2018 long-term debt issue will be retired in 2024. Additional information regarding the Town's long-term debt can be found in the Notes to the Financial Statements in Section D of this report.

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Overview of the Financial Statements (continued)

Government-wide financial analysis (continued):

The following chart provides financial information from the Town's Statement of Activities:

	Governmental Activities		Business-type Activities		Total	
REVENUES:	**2021**	**2020**	**2021**	**2020**	**2021**	**2020**
Program revenues:						
Charges for services	$ 1,559,958	1,216,137	4,062,109	3,527,046	5,622,067	4,743,183
Operating grants and contributions	646,234	1,127,344	-	-	646,234	1,127,344
Capital grants and contributions	282,667	55,500	987,625	2,088,597	1,270,292	2,144,097
General revenues:						
Property taxes	559,642	553,616	-	-	559,642	553,616
Sales and use taxes	8,360,208	6,485,722	-	-	8,360,208	6,485,722
Other taxes	1,219,536	1,058,796	-	-	1,219,536	1,058,796
Interest and other revenue	3,252,702	650,291	154,860	171,689	3,407,562	821,980
Total Revenues	15,880,947	11,147,406	5,204,594	5,787,332	21,085,541	16,934,738
EXPENSES:						
General government	3,194,148	2,853,431	-	-	3,194,148	2,853,431
Public safety	2,110,113	2,101,597	-	-	2,110,113	2,101,597
Public works	2,155,590	1,026,217	-	-	2,155,590	1,026,217
Culture and recreation	2,241,987	2,248,690	-	-	2,241,987	2,248,690
Interest	21,079	26,211	-	-	21,079	26,211
Affordable housing	52,487	5,142	-	-	52,487	5,142
Water	-	-	2,007,766	1,766,939	2,007,766	1,766,939
Wastewater	-	-	1,592,569	1,538,716	1,592,569	1,538,716
Trash	-	-	693,866	592,628	693,866	592,628
Total Expenses	9,775,404	8,261,288	4,294,201	3,898,283	14,069,605	12,159,571
Change in Net Position	6,105,543	2,886,118	910,393	1,889,049	7,015,936	4,775,167
Net Position - Beginning	35,338,504	32,452,386	25,224,801	23,335,752	60,563,305	55,788,138
Net Position - Ending	$41,444,047	35,338,504	26,135,194	25,224,801	67,579,241	60,563,305

The following provide additional insight into the above chart:

- Overall, revenues are up compared to 2020.
- Grants and contributions decreased in 2021 due to a decrease in water and wastewater tap fees and a decrease CARES Act funding.
- Charges for services, and sales and use taxes increased in 2021 due to the improving economy since the COVID-19 pandemic.
- Interest and other revenue increased in 2021 due to land donations.

Overview of the Financial Statements (continued)

Governmental activities: Governmental activities increased the Town's net position by $6,105,543. Key elements of this change are as follows:

- The Town capitalized $436,612 in fixed asset additions less depreciation expense of $1,039,063 during 2021. This was for land acquisitions, and various improvements, equipment, and vehicles.

- The Town received $2,957,580 in donated land during 2021.

Business-type activities: Business-type activities increased the Town's net position by $910,393. Key elements of this increase are as follows:

- Assets totaling $1,085,693 were capitalized less depreciation expense of $697,354 was recognized between the Water Fund and Wastewater Fund in 2021.

- Tap fee revenues totaling $987,626 were recognized between the Water and Wastewater Funds in 2021.

- The Water Fund had an increase in net position of $486,198, the Wastewater Fund had an increase in net position of $471,366, and the Trash Fund had a decrease in net position of $47,171. On a cash basis, the Funds cumulatively increased their cash and investment holdings by $1,414,104.

Financial Analysis of the Town's Funds

As mentioned on page B2 of this analysis, the Town uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

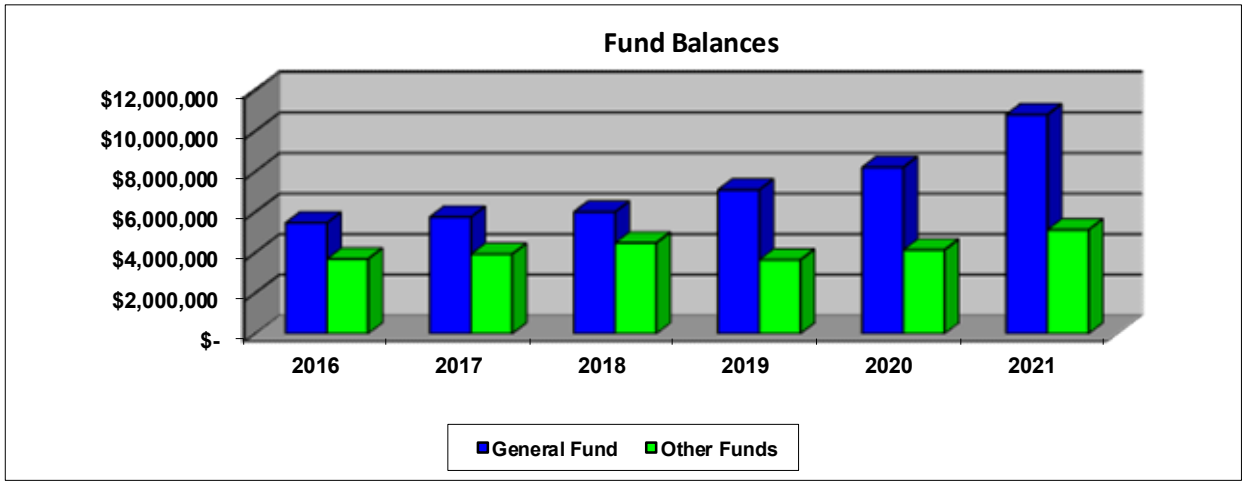
Governmental funds: The focus of the Town's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Town's financing requirements. In particular, fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. As of the end of the current fiscal year, the Town's governmental funds reported combined ending fund balances of $15,954,995; an increase of $3,595,853 from the prior year's ending fund balances. The following details ending fund balances for the past several years:

Fund	2016	2017	2018	2019	2020	2021
General	5,473,568	5,764,142	6,014,929	7,108,311	8,221,659	10,818,544
Recreation Sales and Use	937,617	1,152,124	1,571,632	1,910,234	1,887,682	2,235,369
Sales and Use	418,665	443,264	769,302	832,858	970,551	1,071,464
Streetscape	812,704	558,020	730,954	(389,683)	(142,552)	102,483
Development Dedication	312,517	347,421	351,764	455,038	573,064	680,702
Capital Projects	533,745	649,014	492,883	323,220	177,108	167,960
Other Governmental	679,285	784,163	569,772	517,304	671,630	878,473
Total	$ 9,168,101	9,698,148	10,501,236	10,757,282	12,359,142	15,954,995

Financial Analysis of the Town's Funds (continued)

Governmental funds (continued):

As indicated on the table on the previous page, the Capital Projects Fund balance decreased while balances increased for other funds. Certain Town fund balances are reduced from the prior year due to projects undertaken in the current year. The following graph is based on the table previously presented:



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

Cash in the Water Fund at the end of the current fiscal year was $3,813,236. The Wastewater Fund had cash of $5,606,440.

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Budget variances in the General Fund: The Town's General Fund revenues were over budget by $312,052; General Fund expenditures were under budget by $1,765,033. The General Fund's significant budget variances are detailed as follows:

	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Reason
Revenues:					
Licenses and permits	162,700	162,700	345,278	182,578	Budgeted conservatively
Charges for services	120,500	120,500	255,530	135,030	Budgeted conservatively
Expenditures:					
Administrative services	754,600	754,600	425,444	329,156	Budgeted conservatively
Building operations	371,856	371,856	142,383	229,473	Projects postponed
Police department	2,018,442	2,018,442	1,841,266	177,176	Budgeted conservatively
Community affairs	140,000	990,000	138,660	851,340	Budgeted contingency for pandemic

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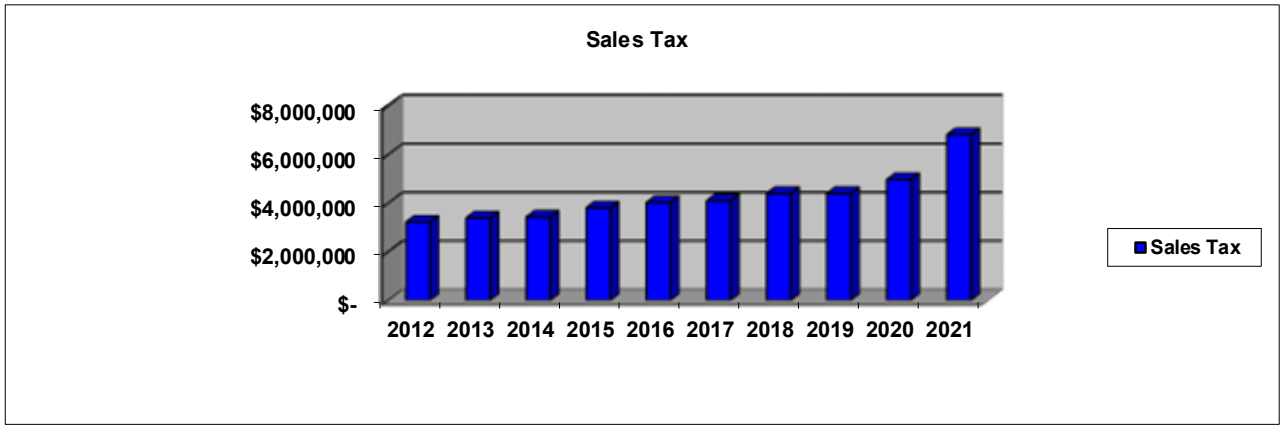
Financial Analysis of the Town's Funds (continued)

Capital assets: The Town's government-wide capital assets, net of accumulated depreciation, increased due to capital expenditures and donations exceeding depreciation. 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 in Section D of this report.

Long-term debt: As of the end of the current fiscal year, the Town had $1,069,418 in long-term debt. Additional information regarding the Town's debt can be found in the Notes to the Financial Statements in Section D of this report.

Sales tax: The Town has a 3.5% sales tax that is used to fund its governmental operations. One half percent of the tax is dedicated to recreation expenditures. Sales tax revenues increased from 2020 by approximately 37.2%. The following chart indicates changes in the sales tax:



Next year's budget and rates: The Town's General Fund balance at the end of fiscal year 2021 was $10,818,544. In the 2022 budget, the Town anticipates reducing accumulated fund balance by approximately $1,803,312.

Other information: Budgeted for 2022 include:

- Approx. 11.7% increase in Property Taxes;
- Approx. 5.0% increase in Sales Tax;
- A 5% and 3% wage increase for full time employees earning under and over $67,000, respectively;
- Transfer to Capital Construction Fund of $2,400,000

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 of Carbondale, Finance Department, 511 Colorado Ave., Carbondale, Colorado 81623.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Town of Carbondale, Colorado
Statement of Net Position
December 31, 2021

	Governmental Activities	Business-type Activities	Total
Assets:			
Cash and investments - Unrestricted	16,464,699	9,419,676	25,884,375
Cash and investments - Restricted	83,666	-	83,666
Receivables, net:			
Taxes	626,410	-	626,410
Accounts	-	297,367	297,367
Other	399,735	-	399,735
Intergovernmental	729,153	-	729,153
Internal balances	143,041	(143,041)	-
Prepaid expenses	71,406	-	71,406
Inventories	3,562	-	3,562
Capital assets, net	26,460,486	17,536,032	43,996,518
Total Assets	44,982,158	27,110,034	72,092,192
Liabilities:			
Accounts payable	225,094	151,632	376,726
Other liabilities	1,715,173	723,881	2,439,054
Compensated absences	383,891	99,327	483,218
Accrued interest	1,343	-	1,343
Bonded debt payable:			
Due within one year	190,100	-	190,100
Due in more than one year	396,100	-	396,100
Total Liabilities	2,911,701	974,840	3,886,541
Deferred Inflows of Resources:			
Unavailable property tax revenue	626,410	-	626,410
Total Deferred Inflows of Resources	626,410	-	626,410
Net Position:			
Net invested in capital assets	25,874,286	17,536,032	43,410,318
Restricted for other purposes	3,941,161	-	3,941,161
Unrestricted	11,628,600	8,599,162	20,227,762
Total Net Position	41,444,047	26,135,194	67,579,241

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

Town of Carbondale, Colorado
Statement of Activities
For the Year Ended December 31, 2021

Functions/Programs:	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Governmental Activities	Net (Expense) Revenue and Changes in Net Position: Business-type Activities	Net (Expense) Revenue and Changes in Net Position: Total
Governmental activities:							
General government	3,194,148	1,037,820	166,081	231	(1,990,016)	-	(1,990,016)
Public safety	2,110,113	52,866	-	-	(2,057,247)	-	(2,057,247)
Public works	2,155,603	-	388,549	226,186	(1,540,868)	-	(1,540,868)
Culture and recreation	2,241,987	395,907	90,768	56,250	(1,699,062)	-	(1,699,062)
Affordable housing	52,487	73,115	1,100	-	21,728	-	21,728
Interest on long-term debt	21,079	-	-	-	(21,079)	-	(21,079)
Total governmental activities	9,775,417	1,559,708	646,498	282,667	(7,286,544)	-	(7,286,544)
Business-type activities:							
Water	2,007,766	1,780,321	-	569,991	-	342,546	342,546
Wastewater	1,592,569	1,635,093	-	417,634	-	460,158	460,158
Trash	693,866	646,695	-	-	-	(47,171)	(47,171)
Total business-type activities	4,294,201	4,062,109	-	987,625	-	755,533	755,533
Total	14,069,618	5,621,817	646,498	1,270,292	(7,286,544)	755,533	(6,531,011)
General revenues:							
Taxes:							
Property tax, levied for general purposes					559,642	-	559,642
Specific ownership tax					41,487	-	41,487
Sales and use tax					8,360,208	-	8,360,208
Franchise tax					293,705	-	293,705
Lodging Tax					165,139	-	165,139
Other miscellaneous taxes					719,205	-	719,205
Investment earnings					18,737	14,304	33,041
Grants and contributions not restricted to specific programs					3,196,668	140,556	3,337,224
Gain on sale of capital assets					28,696	-	28,696
Miscellaneous					8,600	-	8,600
Total general revenues and special items					13,392,087	154,860	13,546,947
Change in Net Position					6,105,543	910,393	7,015,936
Net Position - Beginning					35,338,504	25,224,801	60,563,305
Net Position - Ending					41,444,047	26,135,194	67,579,241

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

FUND FINANCIAL STATEMENTS

Town of Carbondale, Colorado
Balance Sheet
Governmental Funds
December 31, 2021

	General	Recreation Sales and Use Tax	Sales and Use Tax	Streetscape	Development Dedication	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
Assets:								
Cash and investments - Unrestricted	12,163,002	2,113,921	363,531	101,263	680,702	168,961	873,319	16,464,699
Cash and investments - Restricted	83,666	-	-	-	-	-	-	83,666
Receivables, net of allowance for uncollectibles	245,060	130,593	-	-	-	-	24,082	399,735
Due from other governments	-	-	727,933	1,220	-	-	-	729,153
Due from other funds	165,489	-	-	-	-	-	-	165,489
Property tax receivable	364,970	-	-	261,440	-	-	-	626,410
Prepaid expenses	71,406	-	-	-	-	-	-	71,406
Inventory	3,562	-	-	-	-	-	-	3,562
Total Assets	13,097,155	2,244,514	1,091,464	363,923	680,702	168,961	897,401	18,544,120
Liabilities:								
Accounts/vouchers payable	207,067	5,396	-	-	-	1,001	11,630	225,094
Other liabilities	1,540,889	3,749	-	-	-	-	4,850	1,549,488
Accrued payroll and related liabilities	165,685	-	-	-	-	-	-	165,685
Due to other funds	-	-	20,000	-	-	-	2,448	22,448
Total Liabilities	1,913,641	9,145	20,000	-	-	1,001	18,928	1,962,715
Deferred Inflows of Resources:								
Unavailable property tax revenue	364,970	-	-	261,440	-	-	-	626,410
Total Deferred Inflows of Resources	364,970	-	-	261,440	-	-	-	626,410
Fund Balance:								
Nonspendable	91,621	-	-	-	-	-	-	91,621
Restricted	319,531	2,235,369	1,071,464	102,483	-	-	212,314	3,941,161
Committed	40,700	-	-	-	680,702	-	668,607	1,390,009
Assigned	177,379	-	-	-	-	167,960	-	345,339
Unassigned	10,189,313	-	-	-	-	-	(2,448)	10,186,865
Total Fund Balance	10,818,544	2,235,369	1,071,464	102,483	680,702	167,960	878,473	15,954,995
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	13,097,155	2,244,514	1,091,464	363,923	680,702	168,961	897,401	18,544,120

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

Town of Carbondale, Colorado
Reconciliation of Governmental Funds Balance Sheet to the Statement of Net Position
December 31, 2021

Governmental Funds Total Fund Balance		15,954,995
Capital assets used in governmental activities are not considered current financial resources and, therefore, not reported in the governmental funds. Details of these amounts are as follows:		
Capital asset	40,800,581	
Accumulated depreciation	(14,340,095)	
		26,460,486
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds. This is the amount of Town long-term liabilities. Details of these amounts are as follows:		
Accrued interest payable	(1,343)	
Bonded debt	(586,200)	
Compensated absences	(383,891)	
		(971,434)
Governmental Activities Net Position		41,444,047

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

Town of Carbondale, Colorado
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2021

	General	Recreation Sales and Use Tax	Sales and Use Tax	Streetscape	Development Dedication	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:								
Taxes	1,240,000	1,165,146	6,944,038	249,325	-	-	289,853	9,888,362
Licenses, permits, and fees	345,278	-	-	-	128,783	-	-	474,061
Intergovernmental revenue	734,661	56,250	-	-	-	-	84,807	875,718
Charges for services	255,530	194,470	-	-	-	-	-	450,000
Fines and forfeitures	43,739	-	-	-	-	-	9,127	52,866
Investment income	5,368	4,385	-	366	3,855	4,716	47	18,737
Miscellaneous	818,194	1,362	-	14	-	226,185	89,185	1,134,940
Total Revenues	3,442,770	1,421,613	6,944,038	249,705	132,638	230,901	473,019	12,894,684
Expenditures:								
General government	2,702,100	-	9,357	-	25,000	-	76,736	2,813,193
Public safety	2,184,182	-	-	-	-	-	5,707	2,189,889
Public works	1,128,832	-	-	4,670	-	740,049	-	1,873,551
Culture and recreation	1,143,235	868,511	-	-	-	-	232,646	2,244,392
Debt service:								
Principal	-	-	-	-	-	-	185,000	185,000
Interest	-	-	-	-	-	-	21,502	21,502
Total Expenditures	7,158,349	868,511	9,357	4,670	25,000	740,049	521,591	9,327,527
Excess (Deficiency) of Revenues Over Expenditures	(3,715,579)	553,102	6,934,681	245,035	107,638	(509,148)	(48,572)	3,567,157
Other Financing Sources (Uses):								
Gain (loss) on disposal of capital assets	28,696	-	-	-	-	-	-	28,696
Operating transfers in	6,833,768	-	-	-	-	500,000	255,415	7,589,183
Operating transfers (out)	(550,000)	(205,415)	(6,833,768)	-	-	-	-	(7,589,183)
Total Other Financing Sources (Uses)	6,312,464	(205,415)	(6,833,768)	-	-	500,000	255,415	28,696
Net Change in Fund Balance	2,596,885	347,687	100,913	245,035	107,638	(9,148)	206,843	3,595,853
Fund Balance - Beginning (Deficit)	8,221,659	1,887,682	970,551	(142,552)	573,064	177,108	671,630	12,359,142
Fund Balance - Ending (Deficit)	10,818,544	2,235,369	1,071,464	102,483	680,702	167,960	878,473	15,954,995

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

Town of Carbondale, Colorado
Reconciliation of Revenues, Expenditures and Changes in Fund Balances (Deficit)
of Governmental Funds to the Statement of Activities
December 31, 2021

Governmental Funds Changes in Fund Balances (Deficit)		3,595,853
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The amount of capital outlay and depreciation are as follows:		
Capital outlay	436,612	
Depreciation expense	(1,039,063)	
		(602,451)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of the governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs and premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		
Repayment of principal on bonds	185,000	
Adjustments to current year interest	424	
		185,424
Changes in the Town employees' accrued compensated absences are considered changes in long-term liabilities. This is the change in accrued compensated absences during the year.		(30,848)
The Town has sold assets which are shown at their sales price on governmental funds but are shown as a gain or loss on sale of assets based upon sale price less the asset's book value.		(15)
The net effect of miscellaneous transactions involving capital assets (i.e., contributions, donations, etc.) is a decrease to net position.		2,957,580
Governmental Activities Change in Net Position		6,105,543

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

Town of Carbondale, Colorado
Statement of Net Position
Proprietary Funds
December 31, 2021

	Water Fund	Wastewater Fund	Trash Fund	Total
Assets:				
Current assets:				
Cash and investments	3,813,236	5,606,440	-	9,419,676
Accounts receivable, net of allowance for uncollectibles	97,384	138,687	61,296	297,367
Total current assets	3,910,620	5,745,127	61,296	9,717,043
Non-current assets:				
Land	51,048	133,391	-	184,439
Plant and system	15,557,247	13,451,617	-	29,008,864
Building and improvements	391,052	431,447	-	822,499
Machinery and equipment	527,581	1,279,598	-	1,807,179
Water rights	356,945	-	-	356,945
Construction in progress	19,905	1,621,772	-	1,641,677
Accumulated depreciation	(6,779,761)	(9,505,810)	-	(16,285,571)
Total non-current assets	10,124,017	7,412,015	-	17,536,032
Total Assets	14,034,637	13,157,142	61,296	27,253,075
Liabilities:				
Current liabilities:				
Accounts/vouchers payable	75,466	26,736	49,430	151,632
Other liabilities	8,754	-	-	8,754
Unearned revenue	449,627	265,500	-	715,127
Due to other funds	-	-	143,041	143,041
Total current liabilities	533,847	292,236	192,471	1,018,554
Long-term liabilities:				
Accrued compensated absences	32,778	66,549	-	99,327
Total long-term liabilities	32,778	66,549	-	99,327
Total Liabilities	566,625	358,785	192,471	1,117,881
Net Position:				
Net invested in capital assets	10,124,017	7,412,015	-	17,536,032
Unrestricted	3,343,995	5,386,342	(131,175)	8,599,162
Total Net Position	13,468,012	12,798,357	(131,175)	26,135,194

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

Town of Carbondale, Colorado
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2021

	Water Fund	Wastewater Fund	Trash Fund	Total
Operating Revenues:				
Charges for services:				
Service fees	1,654,072	1,482,733	646,459	3,783,264
Sale of meters	50,215	-	-	50,215
Other revenues:				
Penalty assessments	1,952	-	-	1,952
Miscellaneous	74,082	152,360	236	226,678
Total Operating Revenues	1,780,321	1,635,093	646,695	4,062,109
Operating Expenses:				
Operations and maintenance	631,497	400,011	639,523	1,671,031
Personnel costs	520,092	601,413	38,655	1,160,160
Administration	431,534	264,464	15,688	711,686
Depreciation	370,673	326,681	-	697,354
Total Operating Expenses	1,953,796	1,592,569	693,866	4,240,231
Operating (Loss)	(173,475)	42,524	(47,171)	(178,122)
Non-operating Revenue (Expenses):				
Investment income	4,501	9,803	-	14,304
Bad debt expense	(731)	-	-	(731)
Grants	139,151	1,405	-	140,556
Gain (loss) on disposal of capital assets	(53,239)	-	-	(53,239)
Total Non-operating Revenue (Expenses)	89,682	11,208	-	100,890
(Loss) Before Contributions and Transfers	(83,793)	53,732	(47,171)	(77,232)
Capital contributions, and tap fees	569,991	417,634	-	987,625
Change in Net Position	486,198	471,366	(47,171)	910,393
Total Net Position - Beginning (Deficit)	12,981,814	12,326,991	(84,004)	25,224,801
Total Net Position - Ending (Deficit)	13,468,012	12,798,357	(131,175)	26,135,194

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

Town of Carbondale, Colorado
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2021

	Water Fund	Wastewater Fund	Trash Fund	Total
Cash Flows From Operating Activities:				
Cash received from customers and others	1,788,845	1,746,325	644,415	4,179,585
Cash paid for goods, services and employees	(1,676,166)	(1,443,261)	(692,994)	(3,812,421)
Transfers	-	-	48,343	48,343
Other cash receipts	74,082	152,360	236	226,678
Net Cash Provided (Used) by Operating Activities	186,761	455,424	-	642,185
Cash Flows From Capital Financing Activities:				
Proceeds from tap and meter sales	569,991	417,634	-	987,625
Acquisition of capital assets	(240,991)	(844,702)	-	(1,085,693)
Proceeds from capital grants	588,778	266,905	-	855,683
Net Cash Provided (Used) by Capital Financing Activities	917,778	(160,163)	-	757,615
Cash Flows From Investing Activities				
Interest received	4,501	9,803	-	14,304
Net Cash Provided by Investing Activities	4,501	9,803	-	14,304
Net Increase (Decrease) in Cash and Cash Equivalents	1,109,040	305,064	-	1,414,104
Cash and Cash Equivalents - Beginning	2,704,196	5,301,376	-	8,005,572
Cash and Cash Equivalents - Ending	3,813,236	5,606,440	-	9,419,676
Reconciliation of Operating (Loss) to Net Cash Provided (Used) by Operating Activities:				
Operating (loss)	(173,475)	42,524	(47,171)	(178,122)
Adjustments to reconcile operating (loss) to net cash provided (used) by operating activities:				
Depreciation expense	370,673	326,681	-	697,354
(Increase) decrease in operating accounts receivable	82,606	263,592	(2,044)	344,154
Increase (decrease) in other liabilities	(100,064)	(191,627)	872	(290,819)
Increase (decrease) in compensated absences	7,021	14,254	-	21,275
Transfers	-	-	48,343	48,343
Total Adjustments	360,236	412,900	47,171	820,307
Net Cash Provided (Used) by Operating Activities	186,761	455,424	-	642,185

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

NOTES TO THE FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

The Town of Carbondale, Colorado (the "Town") is incorporated as a home rule municipality under Colorado statutes to provide public safety, highways and streets, water, sewer and trash service, culture-recreation, public health improvements, planning and zoning, and general administrative services. The Town is located in Garfield County, Colorado and operates under a Board of Trustees-Manager form of government.

An elected Mayor and Board of Trustees are responsible for setting policy, appointing administrative personnel and adopting an annual budget in accordance with state statutes. The Town's major operations include water and sewer operations, road maintenance, police services, and culture and recreation.

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.

Based upon the above criteria, the Town is not financially accountable for any other organization, nor is the Town a component unit of any other primary governmental entity.

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, road maintenance, culture and recreation, and administration are classified as governmental activities. The Town's utilities, water, sewer and trash service, are classified as business activities.

I. Summary of Significant Accounting Policies (continued)

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

1. Government-wide Financial Statements

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 invested in capital assets; restricted net position; and unrestricted net position.

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, highways and streets, utilities, 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 financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The fund focus is on current available resources and budget compliance.

The Town reports the following major governmental funds:

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

The *Recreation Sales and Use Tax Fund* - accounts for a ½ cent sales and use tax which is restricted for recreation purposes and for repayment of long-term debt. The Recreation Sales and Use Tax Fund is considered a special revenue fund.

The *Sales and Use Tax Fund* - accounts for the 3% sales and use tax revenues. The Sales and Use Tax Fund is presented as a special revenue fund because the revenues are derived from specific sales and use taxes and the expenditures involving not only various capital projects, but specific functions, activities, and debt service of the Town.

I. Summary of Significant Accounting Policies (continued)

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

2. Fund Financial Statements (continued)

The *Streetscape Fund* - accounts for a 1.5 mill ad valorem tax restricted to public streetscape improvements within the Town, including expanded downtown parking, pedestrian safety and street lights and beautification.

The *Development Dedication Fund* - accounts for revenue received from developers for new construction. It is based on a dollar value per square foot and assessed at time of building permit. This fee applies to all new annexations. Also represented in this fund is revenue derived from park dedication fees associated with new development.

The *Capital Projects Fund* - accounts for capital construction costs incurred by the Town.

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

The *Water Fund* - accounts for the purchase and delivery of water to the citizens of the Town. The water fund also maintains the infrastructure needed to provide water service.

The *Wastewater Fund* - accounts for activities related to the sewage treatment facilities and sewage transmission lines.

The *Trash Fund* – accounts for activities related to the trash hauling services to the citizens of the Town.

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.

I. Summary of Significant Accounting Policies (continued)

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

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 to be used to pay liabilities of the current 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.

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.

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

1. Cash, Cash Equivalents, and Investments (continued)

Colorado statutes specify instruments in which local governments may invest, including:

- 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 60 months)
- Corporate Bonds (maximum maturity of 60 months)
- Prime Commercial Paper (maximum maturity of 60 months)
- Eligible Bankers Acceptances
- Repurchase Agreements
- General Obligations and Revenue Obligations
- Local Government Investment Pools
- Money Market Mutual Funds

2. Restricted Assets

Certain deposits and investments held by the Town are classified as restricted assets on the balance sheet because their use is limited to TRIDENT purposes.

3. Receivables

Receivables are reported net of an allowance for uncollectible accounts. Uncollectible amounts are charged off when management determines that the receivable will not be collected.

4. 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.

5. Capital Assets

Capital assets, which include land, buildings, equipment, vehicles, and infrastructure assets (only infrastructure acquired after January 1, 2002), 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 two years. Such assets are recorded at historical cost. Donated capital assets are recorded at estimated fair value at the date of donation.

Capital outlay for projects is capitalized as projects are constructed. Interest incurred during the construction phase is expensed as incurred.

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

5. Capital Assets (continued)

Infrastructure, buildings, and equipment are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Infrastructure	15 - 30
Buildings and improvements	15 - 40
Distribution systems	40 - 60
Equipment and vehicles	5 - 8

6. Compensated Absences

Earned but unused vacation benefits are accrued when incurred in the government-wide and proprietary fund financial statements.

7. Deferred Inflows of Resources

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Town has one item that qualifies for reporting in this category. Unavailable property tax revenue is reported in both the government-wide statement of net position and the governmental funds balance sheet. This amount is deferred and recognized as an inflow of resources in the period that the amount becomes available.

8. Categories and Classification of Fund Balance

Governmental accounting standards establish 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.

The Town classifies governmental fund balances as follows:

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

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

8. Categories and Classification of Fund Balance (continued)

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 the Board of Trustees. The Town's original budget legislation begins with combining historical data, assessment of needs for the upcoming year and the Board of Trustees 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 a preliminary budget. The Budget is then formally presented to the Board of Trustees via an advertised public process for their review, revisions and final approval by year end. All subsequent budget requests made during the year, after the Board of Trustees approval, must be presented via a public process and again approval by the Board of Trustees.

Assigned – includes spendable fund balance amounts that are intended to be used for specific purposes that are neither considered restricted nor committed. Fund Balance may be assigned by the Board of Trustees or its management designee.

Unassigned – includes residual positive fund balance within a 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. The Town does not have a formal minimum fund balance policy.

In addition to the above note disclosure, GASB 54 requires disclosure of the following fund definitions:

General Fund:

The general fund is used to account for and report all financial resources not accounted for and reported in another fund.

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

8. Categories and Classification of Fund Balance (continued)

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.

Capital Projects Funds:

Capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Capital projects funds exclude those types of capital-related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organizations, or other governments.

Debt Service Funds:

Debt service funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. Debt service funds should be used to report resources if legally mandated. Financial resources that are being accumulated for principal and interest maturing in future years also should be reported in debt service funds.

E. Significant Accounting Policies

1. Use of Estimates

The preparation of financial statements in conformity with GAAP requires the Town's management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenditures or expenses during the reporting period. Actual results could differ from those estimates.

2. Comparative Data

Comparative data for the prior year have been presented in certain sections of the accompanying financial statements in order to provide an understanding of changes in the Town's financial position and operations.

II. 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, the Town followed the required timetable noted below in preparing, approving, and enacting its budget for 2021.

(1) For the 2021 budget year, prior to August 25, 2020, the County Assessor sent to the Town an assessed valuation of all taxable property within the Town's boundaries.

(2) The Town Manager, or other qualified person appointed by the Board of Trustees, submitted to the Board of Trustees, on or before October 15, 2020, a recommended budget which detailed the necessary property taxes needed along with other available revenues to meet the Town's operating requirements.

(3) Prior to December 15, 2020, a public hearing was held for the budget, the Board of Trustees certified to the County Commissioners a levy rate that derived the necessary property taxes as computed in the proposed budget, and the Board of Trustees 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 2020 were collected in 2021 and taxes certified in 2021 will be collected in 2022. 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.

II. Stewardship, Compliance, and Accountability (continued)

A. Budgetary Information (continued)

During the year, supplemental appropriations were necessary. The budgetary comparison statements reflect the original budget and the final budget after legally authorized revisions were made. As a result of the supplementary budget appropriations, the 2021 appropriations were increased as follows:

Fund	Original Appropriation	Supplemental Appropriation
General Fund	$ 8,623,381	9,473,381
Recreation Sales and Use Tax Fund	1,293,135	1,393,135
Sales and Use Tax Fund	5,008,105	6,308,105
Capital Projects Fund	875,000	1,130,000
Wastewater Fund	1,738,546	2,114,046
Trash Fund	650,044	795,044
Victim Assistance Fund	5,000	6,000
CHA Housing Fund	6,000	56,000
Lodging Tax Fund	105,000	165,000
Disposable Bag Fee Fund	19,000	24,600

The Town's Bond Fund had expenditures in excess of appropriations.

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.

In 2002 the Town's electorate voted to allow the Town to collect, retain, and expend revenues notwithstanding any of TABOR's restrictions.

The Town's management believes it is in compliance with the financial provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of its provisions, including the interpretation of how to calculate fiscal year spending limits, will require judicial interpretation.

III. Detailed Notes on all Funds

A. Cash and Investments

The Town has adopted, by resolution, an investment policy governing the types of institutions and investments with which it may deposit funds and transact business. Under this policy, the Town may invest in U.S. Treasury obligations, federal agency securities, federal instrumentality securities, repurchase agreements, commercial paper, general obligation debt, revenue obligation debt, local government investment pools including 2a7-like pools, money market funds and time certificates of deposit subject to policy requirements.

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. The carrying amount of the Town's deposits was $17,557,711.

At year end, the Town had the following deposits and investment:

			Maturities	
Type	**Standard & Poor's Rating**	**Carrying Amount**	**Less Than One Year**	**Less Than Five Years**
Deposits:				
Petty cash	Not Rated	$ 795	-	-
Checking	Not Rated	355,842	-	-
Certificates of deposit	Not Rated	3,124,622	3,124,622	-
Savings and money market	Not Rated	14,077,247	-	-
Investments				
COLOTRUST	AAAm	5,304,477	-	-
CSAFE	AAAm	3,105,058	-	-
		$ 25,968,041	3,124,622	-

The Town had the following recurring measurements:

Investments Measured at Net Asset Value	**Total**
COLOTRUST	$ 5,304,477

Investments Measured at Amortized Cost	**Total**
CSAFE	$ 3,105,058

The Town has invested in Colorado Government Liquid Asset Trust ("COLOTRUST") and Colorado Surplus Asset Fund Trust ("CSAFE"), which are investment vehicles established for local government entities in Colorado to pool surplus funds. They operate similarly to money market funds, whereby each share is equal in value to $1. The local government investment pools are measured at the net asset valuation and amortized cost, respectively. Investments of the trusts consist of U.S. Treasury bills, notes and note strips, and repurchase agreements collateralized by U.S. Treasury securities. The Town has no regulatory oversight for the pools.

III. Detailed Notes on all Funds (continued)

A. Cash and Investments (continued)

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 investments term to less than five years from the purchase date. As a result of the limited length on 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 expect to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments.

Concentration of Credit Risk: The Town places a forty percent (40%) limit in which the Town may invest in any one issuer. The asset allocation in a portfolio is flexible depending on the outlook for the economy, the securities market and the Town's anticipated cash flow needs.

B. Receivables

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

	General	Recreation Sales and Use Tax	Sales and Use Tax	Streetscape	Nonmajor Governmental Funds	Total Governmental Funds
Receivables:						
Taxes	$ 364,970	-	-	261,440	-	626,410
Other	245,060	130,593	-	-	23,777	399,430
Intergovernmental	-	-	727,933	1,220	305	729,458
Net receivables	$ 610,030	130,593	727,933	262,660	24,082	1,755,298

	Water	Wastewater	Trash	Total Business Funds
Receivables:				
Accounts	$ 97,384	138,687	61,296	297,367
Net receivables	$ 97,384	138,687	61,296	297,367

Governmental funds report unearned revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. This includes $626,410 of unearned revenue for property taxes levied in 2021 but not available until 2022.

III. Detailed Notes on all Funds (continued)

C. Capital Assets

Capital asset activity for the year ended December 31, 2021 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land and improvements	$ 6,484,829	3,017,552	-	9,502,381
Construction in progress	55,171	-	(6,963)	48,208
Total capital assets, not being depreciated	6,540,000	3,017,552	(6,963)	9,550,589
Capital assets, being depreciated:				
Infrastructure	11,475,260	31,971	-	11,507,231
Buildings	10,463,612	61,595	-	10,525,207
Improvements other than buildings	4,604,485	28,907	-	4,633,392
Vehicles	1,706,775	119,269	(67,777)	1,758,267
Equipment	3,082,801	141,861	(398,767)	2,825,895
Total capital assets being depreciated	31,332,933	383,603	(466,544)	31,249,992
Less accumulated depreciation for:				
Infrastructure	(3,735,167)	(409,633)	-	(4,144,800)
Buildings	(3,819,947)	(265,485)	-	(4,085,432)
Improvements other than buildings	(3,007,989)	(83,535)	-	(3,091,524)
Vehicles	(1,231,851)	(114,522)	67,762	(1,278,611)
Equipment	(1,972,607)	(165,888)	398,767	(1,739,728)
Total accumulated depreciation	(13,767,561)	(1,039,063)	466,529	(14,340,095)
Total capital assets, being depreciated, net	17,565,372	(655,460)	(15)	16,909,897
Governmental activities capital assets, net	$ 24,105,372	2,362,092	(6,978)	26,460,486

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III. Detailed Notes on all Funds (continued)

C. Capital Assets (continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities				
Capital assets, not being depreciated:				
Land	$ 184,439	-	-	184,439
Water rights	356,945	-	-	356,945
Construction in progress	2,145,844	83,433	(587,600)	1,641,677
Total capital assets, not being depreciated	2,687,228	83,433	(587,600)	2,183,061
Capital assets, being depreciated:				
Water/wastewater system and improvements	27,785,116	1,503,206	(279,458)	29,008,864
Buildings and improvements	822,745	-	(246)	822,499
Equipment	1,780,418	86,654	(59,893)	1,807,179
Total capital assets being depreciated	30,388,279	1,589,860	(339,597)	31,638,542
Less accumulated depreciation for:				
Water/wastewater system and improvements	(14,335,035)	(553,789)	226,219	(14,662,605)
Buildings and improvements	(420,123)	(28,254)	246	(448,131)
Equipment	(1,119,417)	(115,311)	59,893	(1,174,835)
Total accumulated depreciation	(15,874,575)	(697,354)	286,358	(16,285,571)
Total capital assets, being depreciated, net	14,513,704	892,506	(53,239)	15,352,971
Business-type activities capital assets, net	$ 17,200,932	975,939	(640,839)	17,536,032

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

	Capital Outlay	Depreciation Expense
Governmental activities:		
General government	$ 59,972	340,372
Public safety	152,920	62,065
Public works, including infrastructure	98,326	380,463
Culture and recreation	125,394	256,163
Total - governmental activities	$ 436,612	1,039,063
Business-type activities:		
Water	$ 240,991	370,673
Wastewater	844,702	326,681
Total - business-type activities	$ 1,085,693	697,354

Any difference between capital outlay and additions to the business-type activity funds generally consists of contributed assets.

III. Detailed Notes on all Funds (continued)

D. Interfund Receivables, Payables, and Transfers

The Town had the following interfund receivables or payables as of December 31, 2021:

Fund	Interfund Receivable	Interfund Payable
General Fund	$ 165,489	-
Victim Assistance Fund	-	2,448
Sales and Use Tax Fund	-	20,000
Trash Fund	-	143,041
Total	$ 165,489	165,489

Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed. The balances result from the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur, transactions are recorded in the accounting system, and payments between funds are made.

Transfers were as follows:

Fund In (Out)	Amount	Reason
General / (Sales and Use Tax)	$ 6,833,768	Operating transfer
Capital Projects / (General)	500,000	To increase fund balance for Capital Projects
CHA Mortgage Fund / (General)	50,000	Affordable housing acquisition
Bond Fund / (Recreation Sales and Use Tax)	205,415	Debt service for ANB Bank Loan

E. Long-term Debt

1. ANB Bank Loan

On July 25, 2018, the Town issued a bank loan with ANB. The loan proceeds were used to redeem the Recreation Sales and Use Tax Series 2004 and 2006 Bonds and cover loan issuance costs. Interest is payable semi-annually on June 1 and December 1 at 2.75%. Principal payments are made December 1. The loan requires debt service payments through 2024.

2. Schedule of Future Payment

The Town's annual debt service is as follows:

	ANB Bank Loan		
Year	Principal	Interest	Total
2022	$ 190,100	16,121	206,221
2023	195,400	10,893	206,293
2024	200,700	5,519	206,219
Bonds outstanding	$ 586,200	32,533	618,733

III. Detailed Notes on all Funds (continued)

E. Long-term Debt (continued)

3. Compensated Absences

The Town has a policy for the accumulation of sick pay, vacation pay and compensatory time up to certain limits. Earned vacation pay accrues on a graduated scale from the date of employment and must be used within 12 months of the date of accrual. Upon retirement, an employee's accrued sick leave may be converted to monetary payment based upon the following scale:

Length of Employment	Percentage Payment
0 - 9 years	25%
10 - 14 years	33%
Over 15 years	50%

The estimated liability for accrued leave for the Water, Wastewater and Trash Fund employees is recorded on that fund's financial statements; the estimated liability for all other employees is recorded in governmental activities in the Statement of Net Position.

4. Changes in the Long-term Debt

The following is a summary of changes in long-term debt for the year ended December 31, 2021:

	Balance 1/1/21	Additions	(Reductions)	Balance 12/31/21	Due in One Year
Governmental Activities:					
ANB Bank Loan	$ 771,200	-	(185,000)	586,200	190,100
Compensated absences	353,043	30,848	-	383,891	11,517
Business-Type Activities:					
Compensated absences	78,052	21,275	-	99,327	2,980
Total	$ 1,202,295	52,123	(185,000)	1,069,418	204,597

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III. Detailed Notes on all Funds (continued)

F. Fund Balance

Fund balance classifications are reported in the aggregate on the face of the balance sheet. The components of each classification are as follows:

	General	Recreation Sales and Use Tax	Sales and Use Tax	Streetscape	Development Dedication	Capital Projects	Conservation Trust	Victims Assistance
Nonspendable:								
Prepaid expenses	$ 71,406	-	-	-	-	-	-	-
Inventory	3,562	-	-	-	-	-	-	-
Economic development	16,653	-	-	-	-	-	-	-
Total Nonspendable:	91,621	-	-	-	-	-	-	-
Restricted:								
Constitutionally required emergency reserve	294,000	-	-	-	-	-	-	-
Capital projects	-	-	1,071,464	-	-	-	-	-
Community enhancement	-	-	-	102,483	-	-	-	-
Culture and recreation	-	2,235,369	-	-	-	-	147,274	-
Tree funding	25,531	-	-	-	-	-	-	-
Total Restricted:	319,531	2,235,369	1,071,464	102,483	-	-	147,274	-
Committed:								
General operating	-	-	-	-	680,702	-	-	-
Parking	40,700	-	-	-	-	-	-	-
Total Committed:	40,700	-	-	-	680,702	-	-	-
Assigned:								
Economic development	177,379	-	-	-	-	-	-	-
Capital projects	-	-	-	-	-	167,960	-	-
Total Assigned:	177,379	-	-	-	-	167,960	-	-

	CHA Mortgage	Community Enhancement	Lodging Tax	1% of Arts	Efficient Building	Disposable Bag Tax	Bond
Restricted:							
Culture and recreation	$ -	43,324	15,942	-	-	-	-
Debt service	-	-	-	-	-	-	5,774
Total Restricted:	-	43,324	15,942	-	-	-	5,774
Committed:							
Community enhancement	-	-	-	21,804	-	-	-
Affordable housing	614,435	-	-	-	-	-	-
Efficient building	-	-	-	-	22,018	-	-
Education and awareness	-	-	-	-	-	10,350	-
Total Committed:	614,435	-	-	21,804	22,018	10,350	-

As of December 31, 2021, the Victims Assistance Fund had a deficit fund balance of $2,448. In Business-type activities, the Trash Fund had a deficit fund balance of $131,175.

IV. Other Information

A. Benefits

The Town has established three contributory benefit plans as follows.

1. Contributory Pension Plan - IRC Section 401(a)

The Town established a defined contribution pension plan for all full-time employees. The plan is administered and invested by AXA Equitable Life Insurance Company.

A defined contribution pension plan provides pension benefits in return for services rendered, provides an individual account for each participant, and specifies how contributions to the individual's account are to be determined instead of specifying the amount of benefits the individual is to receive. Under a defined contribution pension plan, the benefits a participant will receive depend solely on the amount contributed to the participant's account, the returns earned on investments of those contributions, and forfeitures of other participants' benefits that may be allocated to such participant's account. All full time Town employees are eligible to participate in this plan. Eligibility is at the date of employment.

The Town contributes 5% of the employees' compensation to this plan. The Town's contributions vest 40% after two years, the vesting percentage increases 20% each year thereafter, and becomes fully vested after five years. Forfeitures may first be used to pay administrative expenses of the plan, with any remainder being applied to reduce the Town's contributions. Forfeitures during 2021 totaled $30,445. The Town has no liability under the plan beyond the requirement to make the aforementioned contributions.

The Town's current year covered payroll was $3,925,615 and current year total payroll was $4,517,398. For 2021, the Town's required and actual contributions to the plan were $165,835.

2. Deferred Compensation Plan - IRC Section 457

The Town offers its full-time employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency.

The plan is a defined contribution plan and the Town has no liability for losses under the plan and is only liable to pay the value of benefits credited to a participant. The Town previously matched employee contributions up to 2% of the employees' wages. The maximum amount of deferred compensation for any participant for any taxable year shall not exceed the lesser of $7,500 or 33% of the participant's includible compensation for the taxable year. The Town does not administer the plan; therefore, it is not presented in the Town's financial statements.

Due to economic conditions, the Town indefinitely suspended all matching contributions to the plan on January 1, 2010. Reinstatement of the matching contributions will be considered in future budgets. The Town may at any time amend this plan.

IV. Other Information (continued)

A. Benefits (continued)

3. Police Pension 401(a) Plan

The Town's police department is covered by a defined contribution plan allowed under I.R.C. 401(a). The plan is administered and invested by AXA Equitable Life Insurance Company.

A defined contribution pension plan provides pension benefits in return for services rendered, provides an individual account for each participant, and specifies how contributions to the individual's account are to be determined instead of specifying the amount of benefits the individual is to receive. Under a defined contribution pension plan, the benefits a participant will receive depend solely on the amount contributed to the participant's account, the returns earned on investments of those contributions, and forfeitures of other participants' benefits that may be allocated to such participant's account. Eligibility is at the date of employment.

Employees contribute 8% and the Town contributes 8% of the employee's annual salary. Employee contributions are 100% vested when paid. The Town's contributions vest 20% after one year, the vesting percentage increases 20% each year thereafter, and becomes fully vested after five years. Forfeitures may first be used to pay administrative expenses of the plan, with any remainder being applied to reduce the Town's contributions. Forfeitures during 2021 totaled $1,701. The Town has no liability under the plan beyond the requirement to make the aforementioned contributions.

The Town's current year covered payroll was $1,065,671 and current year total payroll was $1,128,143. For 2021, the Town's required and actual contributions to the plan were $83,552.

B. Commitments and Contingencies - Landfill

The Town stopped accepting waste at its landfill in 1993 and substantially completed closure in 1995. Due to the Town's landfill being closed, it is not subject to certain state and federal requirements. However, state and federal laws and regulations did require that the Town place a final cover on its landfill and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. No future costs associated with the Landfill are anticipated.

C. Risk Management

The Town is exposed to various risks of loss related to workers' compensation, general liability, and worker unemployment. The Town has acquired commercial coverage for these risks. 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. The Town is a member of the insurance pool described below to cover these risks.

Pursuant to an inter-local agreement authorized by state statute, the Town joined the Colorado Intergovernmental Risk Sharing Agency ("CIRSA") to provide insurance coverage. Members of the Council of directors are nominated and elected by members to two-year, staggered terms and meet at least monthly to direct operations. CIRSA budgets are funded by contributions from member governments.

IV. Other Information (continued)

C. Risk Management (continued)

The Town's share of assets, liabilities and fund equity as of December 31, 2021, is as follows:

Property and Casualty Pool:	**%**
Loss fund	0.765%
Pooled excess fund	0.723%

The December 31, 2021, combined financial information is as follows:

Cash and investments	$ 90,532,926
Other assets	7,633,822
Total	$ 98,166,748
Liabilities	$ 42,047,618
Members fund balance	56,119,130
Total	$ 98,166,748
Total revenue	$ 32,058,222
Total expense	(33,223,759)
Excess of Revenue Over Expense	$ (1,165,537)

Coverage provided by CIRSA is as follows: 1) $250,000 per claim/occurrence property; 2) $1,000,000 per claim/occurrence liability; and 3) $150,000 per claim/occurrence crime. CIRSA has also acquired additional excess coverage from outside sources. The Town may be liable for any losses in excess of the above coverage. At December 31, 2021, the Town does not expect to incur losses in excess of the above coverage.

Surpluses or deficits for any year are subject to change for reasons which include: 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.

D. Lease Agreements

1. Operating Leases

The Town is committed under various leases for office equipment. These leases are considered, for accounting purposes, to be operating leases, and therefore, the liability and the related assets have not been recorded in these financial statements.

2. Building Lease

In October 2008 the Town entered into a lease agreement with Carbondale Community Nonprofit Center for use of a building. The term of the lease is for 49 years and will expire on August 31, 2057, with an option to extend. The lease requires a onetime base lease payment of $49 and reimbursement of certain costs incurred by the Town.

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REQUIRED SUPPLEMENTARY INFORMATION

Town of Carbondale, Colorado
General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
For the Year Ended December 31, 2021
(With Comparative Totals For 2020)

	2021				2020
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Taxes	1,256,393	1,256,393	1,240,000	(16,393)	1,221,505
Licenses and permits	162,700	162,700	345,278	182,578	310,900
Intergovernmental	725,796	725,796	734,661	8,865	1,128,571
Charges for services	120,500	120,500	255,530	135,030	182,109
Fines and forfeitures	50,000	50,000	43,739	(6,261)	42,729
Investment income	70,000	70,000	5,368	(64,632)	39,702
Administrative charges	460,629	460,629	461,379	750	453,685
Developer reimbursable	25,000	25,000	44,105	19,105	21,536
Other	259,700	259,700	312,710	53,010	587,042
Total Revenues	3,130,718	3,130,718	3,442,770	312,052	3,987,779
Expenditures:					
General Government:					
Attorney	145,000	145,000	118,430	26,570	242,446
Municipal elections	9,000	9,000	7	8,993	9,261
Trustees	226,634	226,634	186,070	40,564	260,475
Municipal Court	40,939	40,939	45,721	(4,782)	44,183
Town Manager	347,258	347,258	338,414	8,844	343,249
Administrative services	754,600	754,600	425,444	329,156	374,604
Finance and records	400,209	400,209	409,517	(9,308)	357,593
Planning	404,345	404,345	416,109	(11,764)	314,581
Data processing	187,000	187,000	174,374	12,626	178,287
Building operations	371,856	371,856	142,383	229,473	90,437
Motor pool	288,119	288,119	288,597	(478)	252,123
Economic development	55,000	55,000	50,000	5,000	40,000
Sales tax administration	18,900	18,900	17,815	1,085	17,728
Affordable housing	30,000	30,000	30,000	-	30,000
Total General Government	3,278,860	3,278,860	2,642,881	635,979	2,554,967
Public Safety:					
Police department	2,018,442	2,018,442	1,841,266	177,176	1,835,031
Communications	52,000	52,000	42,326	9,674	58,230
Building inspection	242,306	242,306	224,134	18,172	203,136
Ordinance control	85,049	85,049	76,456	8,593	72,499
Total Public Safety	2,397,797	2,397,797	2,184,182	213,615	2,168,896
Public Works:					
Streets, alleys, snow removal	905,034	905,034	867,279	37,755	790,440
Public works administration	237,881	237,881	261,553	(23,672)	307,005
Total Public Works	1,142,915	1,142,915	1,128,832	14,083	1,097,445

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

Town of Carbondale, Colorado
General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
For the Year Ended December 31, 2021
(With Comparative Totals For 2020)
(Continued)

	2021				2020
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Expenditures (continued):					
Culture and Recreation:					
Recreation	412,908	412,908	397,060	15,848	438,132
Parks and cemetery	571,037	571,037	502,843	68,194	607,005
RV park	60,365	60,365	98,600	(38,235)	92,489
Boat ramp	9,000	9,000	6,072	2,928	5,431
Community affairs	140,000	990,000	138,660	851,340	472,743
Total Culture and Recreation	1,193,310	2,043,310	1,143,235	900,075	1,615,800
Other:					
Environmental health and recycling	60,500	60,500	59,219	1,281	30,223
Total Other	60,500	60,500	59,219	1,281	30,223
Total Expenditures	8,073,382	8,923,382	7,158,349	1,765,033	7,467,331
Excess (Deficiency) of Revenues Over Expenditures	(4,942,664)	(5,792,664)	(3,715,579)	2,077,085	(3,479,552)
Other Financing Sources (Uses):					
Gain (loss) on disposal of capital assets	20,000	20,000	28,696	8,696	-
Transfers (out)	(550,000)	(550,000)	(550,000)	-	(650,000)
Transfers in	4,997,855	4,997,855	6,833,768	1,835,913	5,242,900
Total Other Financing Sources (Uses)	4,467,855	4,467,855	6,312,464	1,844,609	4,592,900
Net Change in Fund Balance	(474,809)	(1,324,809)	2,596,885	3,921,694	1,113,348
Fund Balance - Beginning			8,221,659		7,108,311
Fund Balance - Ending			10,818,544		8,221,659

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

Town of Carbondale, Colorado
Recreation Sales and Use Tax Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
For the Year Ended December 31, 2021
(With Comparative Totals For 2020)

	2021				2020
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Sales tax revenue	753,375	753,375	946,821	193,446	745,209
Use tax - motor vehicle	65,000	65,000	110,499	45,499	76,396
Use tax - building permits	51,000	51,000	107,826	56,826	78,161
Investment income	5,000	5,000	4,385	(615)	11,747
Intergovernmental	280,000	280,000	56,250	(223,750)	25,000
Charges for services	117,500	117,500	194,470	76,970	116,024
Other income	10,600	10,600	1,362	(9,238)	7,484
Total Revenues	1,282,475	1,282,475	1,421,613	139,138	1,060,021
Expenditures:					
Pool	450	450	16,830	(16,380)	22,270
Park improvements	322,000	322,000	990	321,010	29,723
Trail improvements	10,000	10,000	13,194	(3,194)	28,890
Riding area and building	2,000	2,000	-	2,000	-
Salaries and benefits	480,159	480,159	512,509	(32,350)	440,502
Park and recreation facilities	273,111	373,111	324,988	48,123	353,638
Total Expenditures	1,087,720	1,187,720	868,511	319,209	875,023
Excess (Deficiency) of Revenues Over Expenditures	194,755	94,755	553,102	458,347	184,998
Other Financing Sources (Uses):					
Operating transfers (out)	(205,415)	(205,415)	(205,415)	-	(207,550)
Total Other Financing Sources (Uses)	(205,415)	(205,415)	(205,415)	-	(207,550)
Net Change in Fund Balance	(10,660)	(110,660)	347,687	458,347	(22,552)
Fund Balance - Beginning			1,887,682		1,910,234
Fund Balance - Ending			2,235,369		1,887,682

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

Town of Carbondale, Colorado
Sales and Use Tax Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
For the Year Ended December 31, 2021
(With Comparative Totals For 2020)

	2021				2020
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Sales tax	4,483,105	4,483,105	5,634,549	1,151,444	4,462,829
Use tax - motor vehicle	350,000	350,000	662,760	312,760	458,217
Use tax - building permits	175,000	175,000	646,729	471,729	468,800
Total Revenues	5,008,105	5,008,105	6,944,038	1,935,933	5,389,846
Expenditures:					
Miscellaneous	10,250	10,250	9,357	893	9,253
Total Expenditures	10,250	10,250	9,357	893	9,253
Excess (Deficiency) of Revenues Over Expenditures	4,997,855	4,997,855	6,934,681	1,936,826	5,380,593
Other Financing (Uses):					
Operating transfers (out)	(4,997,855)	(6,297,855)	(6,833,768)	(535,913)	(5,242,900)
Total Other Financing (Uses)	(4,997,855)	(6,297,855)	(6,833,768)	(535,913)	(5,242,900)
Net Change in Fund Balance	-	(1,300,000)	100,913	1,400,913	137,693
Fund Balance - Beginning			970,551		832,858
Fund Balance - Ending			1,071,464		970,551

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

Town of Carbondale, Colorado
Streetscape Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
For the Year Ended December 31, 2021
(With Comparative Totals For 2020)

	2021			2020
	Original and Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:				
Property tax	242,191	233,203	(8,988)	230,453
Specific ownership tax	10,000	15,835	5,835	15,160
Delinquent tax and interest	150	287	137	604
Investment income	-	366	366	5,535
Other revenue	-	14	14	-
Total Revenues	252,341	249,705	(2,636)	251,752
Expenditures:				
Treasurer fee	5,100	4,670	430	4,621
Total Expenditures	5,100	4,670	430	4,621
Net Change in Fund Balance	247,241	245,035	(2,206)	247,131
Fund Balance - Beginning (Deficit)		(142,552)		(389,683)
Fund Balance - Ending (Deficit)		102,483		(142,552)

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

Town of Carbondale, Colorado
Special Revenue Funds
Development Dedication Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
For the Year Ended December 31, 2021
(With Comparative Totals For 2020)

	2021			2020
	Original and Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:				
General development fee	25,000	128,783	103,783	115,373
Investment income	350	3,855	3,505	2,653
Total Revenues	25,350	132,638	107,288	118,026
Expenditures:				
Reserve	75,000	25,000	50,000	-
Total Expenditures	75,000	25,000	50,000	-
Net Change in Fund Balance	(49,650)	107,638	157,288	118,026
Fund Balance - Beginning		573,064		455,038
Fund Balance - Ending		680,702		573,064

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

SUPPLEMENTARY INFORMATION

Town of Carbondale, Colorado
Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
For the Year Ended December 31, 2021
(With Comparative Totals For 2020)

	2021				2020
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Grants	200,000	200,000	-	(200,000)	30,000
Investment income	150	150	4,716	4,566	3,245
Miscellaneous	14,446	14,446	226,185	211,739	-
Total Revenues	214,596	214,596	230,901	16,305	33,245
Expenditures:					
Property acquisition	-	-	60,681	(60,681)	1,059
Highway 133	155,000	155,000	34,633	120,367	72,035
Construction	250,000	505,000	266,961	238,039	412,296
Street resurfacing	285,000	285,000	207,426	77,574	186,692
Vehicles	185,000	185,000	170,348	14,652	107,275
Total Expenditures	875,000	1,130,000	740,049	389,951	779,357
Excess (Deficiency) of Revenues Over Expenditures	(660,404)	(915,404)	(509,148)	406,256	(746,112)
Other Financing Sources (Uses):					
Operating transfers in	625,000	625,000	500,000	(125,000)	600,000
Total Other Financing Sources (Uses)	625,000	625,000	500,000	(125,000)	600,000
Net Change in Fund Balance	(35,404)	(290,404)	(9,148)	281,256	(146,112)
Fund Balance - Beginning			177,108		323,220
Fund Balance - Ending			167,960		177,108

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

Town of Carbondale, Colorado
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, 2021
(With Comparative Totals For 2020)

	2021			2020
	Original and Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues:				
Charges for services:				
Sale of meters	10,000	50,215	40,215	38,813
Service fees	1,442,461	1,654,072	211,611	1,522,397
Penalty assessments	3,000	1,952	(1,048)	(14,026)
Miscellaneous	67,800	74,082	6,282	43,574
Total Revenues	1,523,261	1,780,321	257,060	1,590,758
Operating Expenses:				
Operations and maintenance	287,495	359,933	(72,438)	249,738
Personnel costs	462,211	520,092	(57,881)	542,823
Administration	538,269	431,534	106,735	465,481
Capital outlay	2,159,400	512,555	1,646,845	847,465
Total operating expenses	3,447,375	1,824,114	1,623,261	2,105,507
Operating Income (Loss) Budget Basis	(1,924,114)	(43,793)	1,880,321	(514,749)
Non-operating revenues (expenses):				
Investment income	7,000	4,501	(2,499)	7,986
Grant revenue	600,000	139,151	(460,849)	137,548
Total non-operating revenues (expenses):	607,000	143,652	(463,348)	145,534
Capital contributions	186,900	569,991	383,091	728,945
Excess (Deficiency) of Revenues Over Expenditures Budget (Non-GAAP) Basis	(1,130,214)	669,850	1,800,064	359,730
Reconciliation to GAAP Basis:				
Capitalized assets		240,991		674,392
Contributed capital assets		-		469,100
Bad debt expense		(731)		-
Depreciation		(370,673)		(335,824)
Loss on disposal of capital assets		(53,239)		-
Net Income - GAAP Basis		486,198		1,167,398

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

Town of Carbondale, Colorado
Schedule of Revenues and Expenditures
Budget and Actual
Proprietary Funds
Wastewater Fund
For the Year Ended December 31, 2021
(With Comparative Totals For 2020)

	2021				2020
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues:					
Charges for services:					
Service fees	1,459,000	1,459,000	1,482,733	23,733	1,361,273
Penalty assessments	3,860	3,860	-	(3,860)	-
Miscellaneous	261,645	261,645	152,360	(109,285)	64,430
Total Revenues	1,724,505	1,724,505	1,635,093	(89,412)	1,425,703
Operating Expenses:					
Operations and maintenance	354,875	730,375	383,872	346,503	351,025
Personnel costs	569,241	569,241	601,413	(32,172)	497,907
Administration	280,430	280,430	264,464	15,966	231,734
Capital outlay	534,000	534,000	860,841	(326,841)	1,761,576
Total operating expenses	1,738,546	2,114,046	2,110,590	3,456	2,842,242
Operating Income (Loss) Budget Basis	(14,041)	(389,541)	(475,497)	(85,956)	(1,416,539)
Non-operating revenues (expenses):					
Investment income	16,000	16,000	9,803	(6,197)	26,153
Grant revenue	-	-	1,405	1,405	-
Total non-operating revenues (expenses):	16,000	16,000	11,208	(4,792)	26,153
Capital contributions	100,000	100,000	417,634	317,634	511,600
Excess (Deficiency) of Revenues Over Expenditures Budget (Non-GAAP) Basis	101,959	(273,541)	(46,655)	226,886	(878,786)
Reconciliation to GAAP Basis:					
Capitalized assets			844,702		1,735,514
Contributed capital assets			-		336,750
Depreciation			(326,681)		(348,981)
Loss on disposal of capital assets			-		(83,007)
Net Income - GAAP Basis			471,366		761,490

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

Town of Carbondale, Colorado
Schedule of Revenues and Expenditures
Budget and Actual
Proprietary Funds
Trash Fund
For the Year Ended December 31, 2021
(With Comparative Totals For 2020)

	2021				2020
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues:					
Charges for services:					
Service fees	600,816	600,816	646,459	45,643	552,788
Miscellaneous	-	-	236	236	-
Total Revenues	600,816	600,816	646,695	45,879	552,788
Operating Expenses:					
Operations and maintenance	604,662	749,662	639,523	110,139	545,523
Personnel costs	30,342	30,342	38,655	(8,313)	31,505
Administration	15,040	15,040	15,688	(648)	15,599
Total operating expenses	650,044	795,044	693,866	101,178	592,627
Operating Income (Loss) Budget Basis	(49,228)	(194,228)	(47,171)	147,057	(39,839)
Non-operating revenues (expenses):					
Investment income	-	-	-	-	-
Total non-operating revenues (expenses):	-	-	-	-	-
Excess (Deficiency) of Revenues Over Expenditures Budget (Non-GAAP) Basis	(49,228)	(194,228)	(47,171)	147,057	(39,839)
Reconciliation to GAAP Basis:					
Capitalized assets			-		-
Net Income - GAAP Basis			(47,171)		(39,839)

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

Town of Carbondale, Colorado
Combining Balance Sheet
Non-Major Governmental Funds
December 31, 2021

	Special Revenue					
	Conservation Trust	Victims Assistance	CHA Mortgage	Community Enhancement	Lodging Tax	Sub-total Non-Major Governmental Funds
Assets:						
Cash and investments - Unrestricted	147,274	-	619,970	43,324	10,776	821,344
Receivables, net of allowance for uncollectibles	-	-	305	-	15,806	16,111
Total Assets	147,274	-	620,275	43,324	26,582	837,455
Liabilities:						
Accounts/vouchers payable	-	-	990	-	10,640	11,630
Other liabilities	-	-	4,850	-	-	4,850
Due to other funds	-	2,448	-	-	-	2,448
Total Liabilities	-	2,448	5,840	-	10,640	18,928
Fund Balance:						
Restricted	147,274	-	-	43,324	15,942	206,540
Committed	-	-	614,435	-	-	614,435
Unassigned	-	(2,448)	-	-	-	(2,448)
Total Fund Balance	147,274	(2,448)	614,435	43,324	15,942	818,527
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	147,274	-	620,275	43,324	26,582	837,455

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

Town of Carbondale, Colorado
Combining Balance Sheet
Non-Major Governmental Funds
December 31, 2021
(Continued)

	Special Revenue			Debt Service		
	1% of Arts	Efficient Building	Disposable Bag Tax	Bond	Sub-total Non-Major Governmental Funds	Total Non-Major Governmental Funds
Assets:						
Cash and investments - Unrestricted	21,804	22,018	2,379	5,774	821,344	873,319
Receivables, net of allowance for uncollectibles	-	-	7,971	-	16,111	24,082
Total Assets	21,804	22,018	10,350	5,774	837,455	897,401
Liabilities:						
Accounts/vouchers payable	-	-	-	-	11,630	11,630
Other liabilities	-	-	-	-	4,850	4,850
Due to other funds	-	-	-	-	2,448	2,448
Total Liabilities	-	-	-	-	18,928	18,928
Fund Balance:						
Restricted	-	-	-	5,774	206,540	212,314
Committed	21,804	22,018	10,350	-	614,435	668,607
Unassigned	-	-	-	-	(2,448)	(2,448)
Total Fund Balance	21,804	22,018	10,350	5,774	818,527	878,473
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	21,804	22,018	10,350	5,774	837,455	897,401

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

Town of Carbondale, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the Year Ended December 31, 2021

	Special Revenue					
	Conservation Trust	**Victims Assistance**	**CHA Mortgage**	**Community Enhancement**	**Lodging Tax**	**Sub-total Non-major Governmental Funds**
Revenues:						
Taxes	-	-	85,757	-	165,139	250,896
Intergovernmental revenue	83,707	-	1,100	-	-	84,807
Fines and forfeitures	-	9,127	-	-	-	9,127
Investment income	47	-	-	-	-	47
Miscellaneous	-	-	73,115	7,470	-	80,585
Total Revenues	83,754	9,127	159,972	7,470	165,139	425,462
Expenditures:						
General government	-	-	52,487	-	-	52,487
Public safety	-	5,707	-	-	-	5,707
Culture and recreation	66,764	-	-	-	159,432	226,196
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total Expenditures	66,764	5,707	52,487	-	159,432	284,390
Excess (Deficiency) of Revenues Over Expenditures	16,990	3,420	107,485	7,470	5,707	141,072
Other Financing Sources (Uses):						
Operating transfers in	-	-	50,000	-	-	50,000
Total Other Financing Sources (Uses)	-	-	50,000	-	-	50,000
Net Change in Fund Balance	16,990	3,420	157,485	7,470	5,707	191,072
Fund Balance - Beginning (Deficit)	130,284	(5,868)	456,950	35,854	10,235	627,455
Fund Balance - Ending (Deficit)	147,274	(2,448)	614,435	43,324	15,942	818,527

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

Town of Carbondale, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the Year Ended December 31, 2021
(Continued)

	Special Revenue			Debt Service		
	1% of Arts	Efficient Building	Disposable Bag Tax	Bond	Sub-total Non-major Governmental Funds	Total Non-major Governmental Funds
Revenues:						
Taxes	-	-	38,957	-	250,896	289,853
Intergovernmental revenue	-	-	-	-	84,807	84,807
Fines and forfeitures	-	-	-	-	9,127	9,127
Investment income	-	-	-	-	47	47
Miscellaneous	8,600	-	-	-	80,585	89,185
Total Revenues	8,600	-	38,957	-	425,462	473,019
Expenditures:						
General government	-	-	24,249	-	52,487	76,736
Public safety	-	-	-	-	5,707	5,707
Culture and recreation	6,450	-	-	-	226,196	232,646
Debt service:						
Principal	-	-	-	185,000	-	185,000
Interest	-	-	-	21,502	-	21,502
Total Expenditures	6,450	-	24,249	206,502	284,390	521,591
Excess (Deficiency) of Revenues Over Expenditures	2,150	-	14,708	(206,502)	141,072	(48,572)
Other Financing Sources (Uses):						
Operating transfers in	-	-	-	205,415	50,000	255,415
Total Other Financing Sources (Uses)	-	-	-	205,415	50,000	255,415
Net Change in Fund Balance	2,150	-	14,708	(1,087)	191,072	206,843
Fund Balance - Beginning (Deficit)	19,654	22,018	(4,358)	6,861	627,455	671,630
Fund Balance - Ending (Deficit)	21,804	22,018	10,350	5,774	818,527	878,473

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

Town of Carbondale, Colorado
Special Revenue Funds
Conservation Trust Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
For the Year Ended December 31, 2021
(With Comparative Totals For 2020)

	2021			2020
	Original and Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:				
Intergovernmental revenue	72,000	83,707	11,707	71,082
Investment income	600	47	(553)	114
Total Revenues	72,600	83,754	11,154	71,196
Expenditures:				
Personnel	42,283	54,889	(12,606)	38,288
Park maintenance	26,500	11,875	14,625	10,951
Total Expenditures	68,783	66,764	2,019	49,239
Net Change in Fund Balance	3,817	16,990	13,173	21,957
Fund Balance - Beginning		130,284		108,327
Fund Balance - Ending		147,274		130,284

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

Town of Carbondale, Colorado
Special Revenue Funds
Victims Assistance Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
For the Year Ended December 31, 2021
(With Comparative Totals For 2020)

	2021				2020
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Fines and surcharge	10,000	10,000	9,127	(873)	7,740
Total Revenues	10,000	10,000	9,127	(873)	7,740
Expenditures:					
Victim's assistance	5,000	6,000	5,000	1,000	8,000
Police training	-	-	707	(707)	5,051
Total Expenditures	5,000	6,000	5,707	293	13,051
Net Change in Fund Balance	5,000	4,000	3,420	(580)	(5,311)
Fund Balance - Beginning (Deficit)			(5,868)		(557)
Fund Balance - Ending (Deficit)			(2,448)		(5,868)

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

Town of Carbondale, Colorado
Special Revenue Funds
CHA Mortgage Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
For the Year Ended December 31, 2021
(With Comparative Totals For 2020)

	2021				2020
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Real estate transfer assessment	5,000	5,000	85,757	80,757	22,090
Lease income	56,000	56,000	73,115	17,115	74,443
Grant revenue	-	-	1,100	1,100	1,175
Other revenue	-	-	-	-	26
Total Revenues	61,000	61,000	159,972	98,972	97,734
Expenditures:					
Fixed asset - housing purchase	-	50,000	50,000	-	-
Other expense	5,500	5,500	2,487	3,013	5,141
Grant expense	500	500	-	500	-
Total Expenditures	6,000	56,000	52,487	3,513	5,141
Excess (Deficiency) of Revenues Over Expenditures	55,000	5,000	107,485	102,485	92,593
Other Financing Sources (Uses):					
Operating transfers in	50,000	50,000	50,000	-	50,000
Total Other Financing Sources (Uses)	50,000	50,000	50,000	-	50,000
Net Change in Fund Balance	105,000	55,000	157,485	102,485	142,593
Fund Balance - Beginning			456,950		314,357
Fund Balance - Ending			614,435		456,950

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

Town of Carbondale, Colorado
Special Revenue Funds
Community Enhancement Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
For the Year Ended December 31, 2021
(With Comparative Totals For 2020)

	2021			2020
	Original and Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:				
Community enhancement	8,500	7,470	(1,030)	7,470
Total Revenues	8,500	7,470	(1,030)	7,470
Expenditures:				
Community projects	-	-	-	-
Total Expenditures	-	-	-	-
Net Change in Fund Balance	8,500	7,470	(1,030)	7,470
Fund Balance - Beginning		35,854		28,384
Fund Balance - Ending		43,324		35,854

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

Town of Carbondale, Colorado
Special Revenue Funds
Lodging Tax Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
For the Year Ended December 31, 2021
(With Comparative Totals For 2020)

	2021				2020
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Lodging tax	105,000	105,000	165,139	60,139	114,805
Total Revenues	105,000	105,000	165,139	60,139	114,805
Expenditures:					
Chamber of Commerce	105,000	165,000	159,432	5,568	105,155
Total Expenditures	105,000	165,000	159,432	5,568	105,155
Net Change in Fund Balance	-	(60,000)	5,707	65,707	9,650
Fund Balance - Beginning			10,235		585
Fund Balance - Ending			15,942		10,235

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

Town of Carbondale, Colorado
Special Revenue Funds
1% of Arts Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
For the Year Ended December 31, 2021
(With Comparative Totals For 2020)

	2021			2020
	Original and Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:				
Miscellaneous	2,000	8,600	6,600	-
Total Revenues	2,000	8,600	6,600	-
Expenditures:				
Reserve	7,000	6,450	550	-
Total Expenditures	7,000	6,450	550	-
Excess (Deficiency) of Revenues Over Expenditures	(5,000)	2,150	7,150	-
Net Change in Fund Balance	(5,000)	2,150	7,150	-
Fund Balance - Beginning		19,654		19,654
Fund Balance - Ending		21,804		19,654

Town of Carbondale, Colorado
Special Revenue Funds
Efficient Building Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
For the Year Ended December 31, 2021
(With Comparative Totals For 2020)

	2021			2020
	Original and Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:				
Miscellaneous	-	-	-	-
Total Revenues	-	-	-	-
Expenditures:				
Building inspection	2,000	-	2,000	2,000
Total Expenditures	2,000	-	2,000	2,000
Net Change in Fund Balance	(2,000)	-	2,000	(2,000)
Fund Balance - Beginning		22,018		24,018
Fund Balance - Ending		22,018		22,018

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

Town of Carbondale, Colorado
Special Revenue Funds
Disposable Bag Tax Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
For the Year Ended December 31, 2021
(With Comparative Totals For 2020)

	2021				2020
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Taxes	22,000	22,000	38,957	16,957	7,793
Total Revenues	22,000	22,000	38,957	16,957	7,793
Expenditures:					
Miscellaneous	19,000	24,600	24,249	351	28,651
Total Expenditures	19,000	24,600	24,249	351	28,651
Net Change in Fund Balance	3,000	(2,600)	14,708	17,308	(20,858)
Fund Balance - Beginning			(4,358)		16,500
Fund Balance - Ending			10,350		(4,358)

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

Town of Carbondale, Colorado
Debt Service Funds
Bond Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
For the Year Ended December 31, 2021
(With Comparative Totals For 2020)

	2021			2020
	Original and Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:				
Investment income	-	-	-	-
Total Revenues	-	-	-	-
Expenditures:				
Long-term debt principal	185,000	185,000	-	180,100
Long-term debt interest	21,208	21,502	(294)	26,625
Total Expenditures	206,208	206,502	(294)	206,725
Excess (Deficiency) of Revenues Over Expenditures	(206,208)	(206,502)	(294)	(206,725)
Other Financing Sources (Uses):				
Operating transfers in	205,415	205,415	-	207,550
Total Other Financing Sources (Uses)	205,415	205,415	-	207,550
Net Change in Fund Balance	(793)	(1,087)	(294)	825
Fund Balance - Beginning		6,861		6,036
Fund Balance - Ending		5,774		6,861

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

LOCAL HIGHWAY FINANCE REPORT

Form Approved
The public report burden for this information collection is estimated to average 380 hours annually. OMB No. 2125-0032

LOCAL HIGHWAY FINANCE REPORT	City or County: Carbondale
	YEAR ENDING : December 2021
This Information From The Records Of (example - City of _ or County of _) Town of Carbondale	Prepared By: S Renae Gustine Phone: 970.510.1204

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

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Receipts from local sources:	
1. Local highway-user taxes	
a. Motor Fuel (from Item I.A.5.)	
b. Motor Vehicle (from Item I.B.5.)	
c. Total (a.+b.)	
2. General fund appropriations	1,113,492
3. Other local imposts (from page 2)	567,387
4. Miscellaneous local receipts (from page 2)	38,413
5. Transfers from toll facilities	
6. Proceeds of sale of bonds and notes:	
a. Bonds - Original Issues	
b. Bonds - Refunding Issues	
c. Notes	
d. Total (a. + b. + c.)	0
7. Total (1 through 6)	1,719,292
B. Private Contributions	
C. Receipts from State government (from page 2)	229,619
D. Receipts from Federal Government (from page 2)	178,158
E. Total receipts (A.7 + B + C + D)	2,127,069

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Local highway disbursements:	
1. Capital outlay (from page 2)	274,373
2. Maintenance:	844,235
3. Road and street services:	
a. Traffic control operations	
b. Snow and ice removal	73,190
c. Other	13,616
d. Total (a. through c.)	86,806
4. General administration & miscellaneous	157,716
5. Highway law enforcement and safety	763,939
6. Total (1 through 5)	2,127,069
B. Debt service on local obligations:	
1. Bonds:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
2. Notes:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
3. Total (1.c + 2.c)	0
C. Payments to State for highways	
D. Payments to toll facilities	
E. Total disbursements (A.6 + B.3 + C + D)	2,127,069

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
	2,127,069	2,127,069		0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT	STATE: Colorado
	YEAR ENDING (mm/yy): December 2021

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	480,081	a. Interest on investments	5,609
b. Other local imposts:		b. Traffic Fines & Penalities	32,804
1. Sales Taxes	52,232	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	35,074	g. Other Misc. Receipts	
6. Total (1. through 5.)	87,306	h. Other	
c. Total (a. + b.)	567,387	i. Total (a. through h.)	38,413
	(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	203,682	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	25,937	d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant		e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	178,158
f. Total (a. through e.)	25,937	g. Total (a. through f.)	178,158
4. Total (1. + 2. + 3.f)	229,619	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		2,855	2,855
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation		271,518	271,518
(4). System Enhancement & Operation		0	0
(5). Total Construction (1) + (2) + (3) + (4)	0	271,518	271,518
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	274,373	274,373
			(Carry forward to page 1)

Notes and Comments:

FORM FHWA-536