

**TOWN OF
ESTES PARK, COLORADO
ANNUAL COMPREHENSIVE
FINANCIAL REPORT
For the Fiscal Year Ended
December 31, 2021**



Town of Estes Park, Colorado

Annual Comprehensive Financial Report

December 31, 2021

Table of Contents

	Page
Introductory Section	
List of Principal Officials	i
Organizational Chart	ii
GFOA Certificate of Achievement	iii
Letter of Transmittal	1
Financial Section	
Independent Auditor's Report	7
Management's Discussion and Analysis	10
Basic Financial Statements	
<i>Government-wide Financial Statements</i>	
Statement of Net Position	23
Statement of Activities	24
<i>Governmental Funds</i>	
Balance Sheet	25
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	26
Combined Statement of Revenues, Expenditures and Changes in Fund Balance	27
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	28
<i>Proprietary Funds</i>	
Statement of Net Position	29
Statement of Revenues, Expenditures and Changes in Net Position.....	30
Statement of Cash Flows.....	31
<i>Notes to Financial Statements</i>	32-75
Required Supplemental Information	
Schedule of Revenues, Expenditures and Changes in Fund Balances —Budget and Actual General Fund	76
Schedule of Revenues, Expenditures and Changes in Fund Balances —Budget and Actual Street Improvement Fund	77
Schedule of Revenues, Expenditures and Changes in Fund Balances —Budget and Actual Community Reinvestment Fund	78
Schedules of Proportionate Share of the Net Pension and OPEB Liabilities and Related Ratios and Schedule of Employer Contributions – PERA Local Government Division Trust Fund	79
Schedules of Changes in the Town's OPEB Liability and Related Ratios.....	80

Other Supplementary Information

Combining, Individual Fund Financial Statements and Schedules Nonmajor Governmental Funds –

Combining Balance Sheet	81
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	82

Schedule of Revenues, Expenditures and Changes in Fund Balances —Budget and Actual – Governmental Funds

Open Space Fund	83
Conservation Trust Fund	84
Emergency Response Fund	85
Community Service Fund	86
Parking Services Fund	87
Trails Expansion Fund	88

Schedule of Revenues, Expenditures and Changes in Fund Balances —Budget and Actual – Proprietary Funds

Power and Communications Fund	89
Water Fund	90

Combining, Individual Fund Financial Statements and Schedules Internal Service Funds –

Combining Statement of Net Position	91
Combining Statement of Revenues, Expenditures, and Changes in Fund Net Position	92
Combining Statement Cash Flows.....	93

Schedule of Revenues, Expenditures and Changes in Fund Balances —Budget and Actual – Internal Service Funds

Fleet Maintenance Fund	94
Vehicle Replacement Fund	95
Information Technology Fund	96
Medical Insurance Fund	97
Risk Management Fund	98

Statistical Section

Financial Trends

Net Position	99
Changes in Net Position	100-101
Fund Balances – Governmental Funds	102
Changes in Fund Balances – Governmental Funds	103

Revenue Capacity

Sales Tax Revenue by Type of Industry	104
Direct and Overlapping Sales Tax Rates	105
Principal Sales Tax Categories	106

<i>Debt Capacity</i>	
Ratios of Outstanding Debt by Type	107
Ratios of General Bonded Debt Outstanding and Legal Debt Margin	108
Direct and Overlapping Governmental Activities Debt	109
Pledged – Revenue Coverage	110

Demographic and Economic Information

Demographic and Economic Statistics	111
Largest Employers	112

Operating Information

Full-Time Equivalent Employees by Function/Program	113
Operating Indicators by Function/Program	114
Capital Indicators by Function/Program.....	115
Capital Assets Statistics by Function/Program.....	116

Compliance Section

State Compliance

Local Highway Finance Report	117-118
------------------------------------	---------

**TOWN OF ESTES PARK
LIST OF PRINCIPAL OFFICIALS**

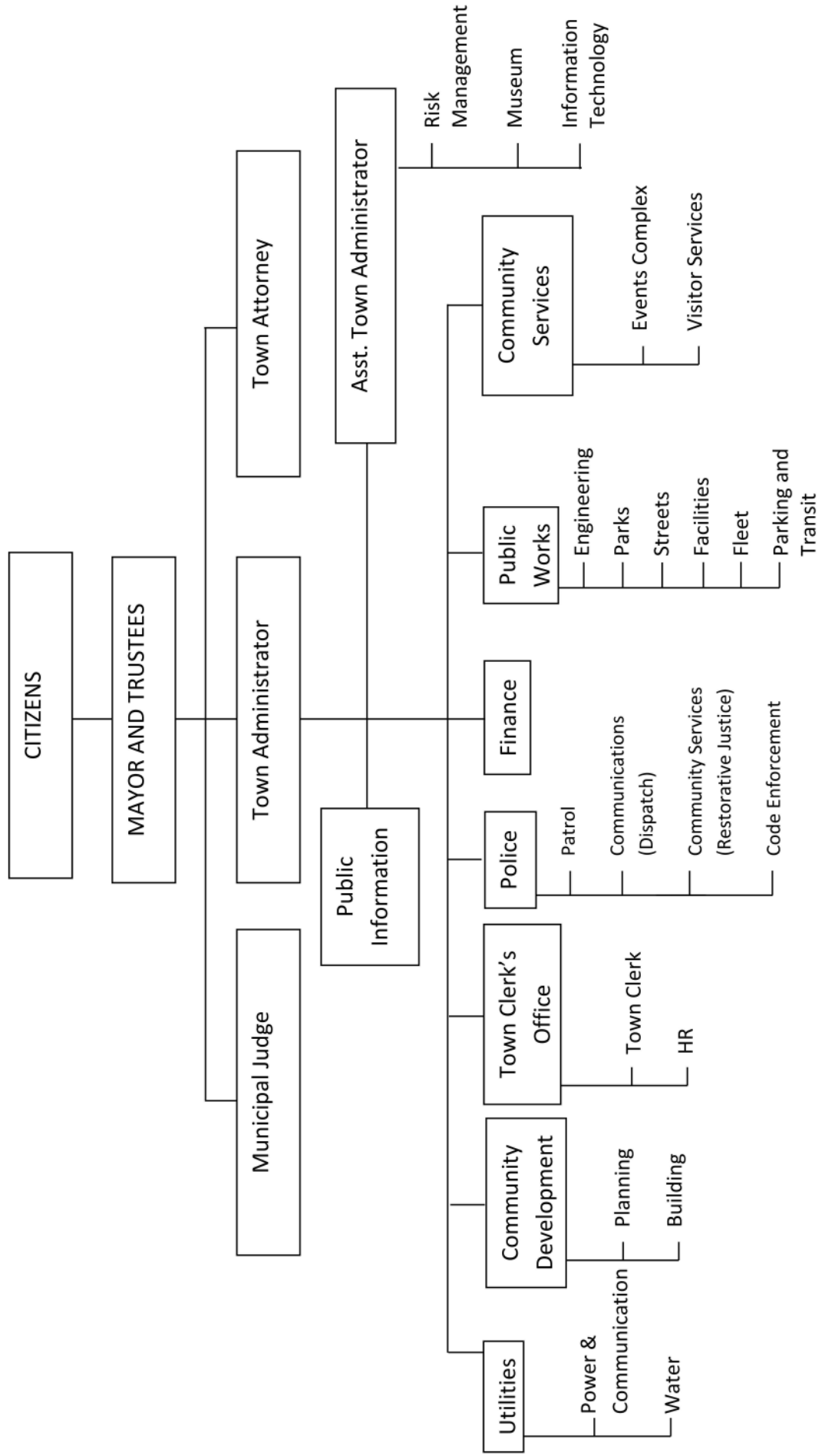
TOWN GOVERNMENT

The Town of Estes Park is governed by a Mayor and a six-member Board of Trustees. The Mayor and Trustees are elected for four year terms. The Trustees and the Mayor each have one vote in town board meetings. Listed below are the Town officials and principal staff members as of December 31, 2021.

Mayor	Elected 2020	Wendy Koenig
Mayor Pro Tem	Re-elected 2020	Patrick Martchink
Trustees		
	Elected 2018	Carlie Bangs
	Elected 2018	Marie Cenac
	Elected 2020	Barbara MacAlpine
	Elected 2020	Scott Webermeier
	Elected 2020	Cindy Younglund
Staff		
	Town Administrator	Travis Machalek
	Assistant Town Administrator	Jason Damweber
	Town Clerk, Dir. of Admin Services	Jackie Williamson
	Finance Director	Duane Hudson
	Chief of Police	Wes Kufeld
	Director of Community Development	Jessica Garner
	Director of Community Services	Rob Hinkle
	Director of Public Works	Greg Muhonen
	Director of Utilities	Reuben Bergsten
	Public Information Officer	Kate Rusch
	Town Attorney	Dan Kramer
	Municipal Judge	David J. Thrower

2021 ORGANIZATIONAL CHART

TOWN OF ESTES PARK ORGANIZATIONAL CHART





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Town of Estes Park
Colorado**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2020

Christopher P. Morrill

Executive Director/CEO



TOWN OF ESTES PARK

June 27, 2022

To: The Honorable Mayor, Board of Trustees, and Citizens of the Town of Estes Park, Colorado:

Formal transmittal

The Annual Comprehensive Financial Report (“ACFR”) of the Town of Estes Park, Colorado (the “Town”) for the year ended December, 31, 2021, is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the Town. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the Town. All disclosures necessary to enable the reader to gain an understanding of the Town’s financial activities have been included. The information provided in this section is introductory in nature. Specific financial details are reviewed in the Management’s Discussion and Analysis section of this report.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Haynie & Company has issued an unmodified (“clean”) opinion on the Town of Estes Park’s financial statements for the year ended December 31, 2021. The independent auditor’s report is located at the front of the financial section of this report.

Profile of the Government

The Town of Estes Park, incorporated in 1917, is a destination resort community nestled in the Rocky Mountain foothills 65 miles northwest of Denver, Colorado. The Town is at the eastern entrance to Rocky Mountain National Park and is visited by over four million people each year. Rocky Mountain National Park has been the number one tourist attraction in northern Colorado for as long as records have been compiled. The Town of Estes Park currently occupies a land

area of nearly seven square miles and serves an official population of 5,904 (2021 estimate). The Town is empowered to levy a property tax on both real and personal properties located within its boundaries. It is also empowered to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the Town Board. There were no significant annexations in 2021.

Estes Park is a statutory town. Policy-making and legislative authority are vested in the governing board consisting of the Mayor and six Trustees. The governing board is responsible, among other duties, for passing ordinances, adopting the budget, appointing committees, and hiring the Town Administrator. The Town Administrator is responsible for carrying out the policies and ordinances of the governing body, and for overseeing the day-to-day operations of the government. The Board is elected on an at-large basis. Board members serve four-year staggered terms, with three trustees elected every two years. The Mayor is elected to serve a four-year term. Elected officials are limited to two consecutive elected terms of office.

The ACFR includes all Town funds. The Town provides a broad range of services, including police protection, electric, broadband and water utility services, construction and maintenance of streets and infrastructure, municipal parks, museum, visitors' center, community planning, building inspections, business and liquor licensing, and an extensive cultural events calendar. In addition to general government activities, the Town has significant operational and/or financial relationships with the Estes Park Building Authority ("EPBA"), the Estes Valley Fire Protection District ("EVFPD"), the Estes Valley Recreation and Park District ("EVRPD"), and the Estes Park Local Marketing District (Visit Estes Park – "VEP").

The EVFPD began operating as an independent taxing district in 2010, ending its long-standing status as a department of the Town. The Town continues to contribute to the EVFPD, with the amount (currently 7% of General Fund sales tax collected) being appropriated annually. The Town is also financially accountable for the EPBA, which provided financing for golf course improvements in 1990. The EPBA completed its most recent agreement with EVRPD in 2009, did not operate in 2010-21, and currently does not have plans or agreements in place for 2022. The EVRPD is a separately elected special purpose district formed in 1955 and was created for the purpose of supplying recreational facilities within its boundaries. VEP began operating as an independent taxing district in 2009 and collects a 2% lodging tax that is used to promote and advertise Estes Park as a vacation destination, a task previously borne by the Town. VEP is listed in the ACFR as the Local Marketing District component unit. Additional information on these entities can be found in Note 1 in the Notes to the Financial Statements.

The annual budget serves as the foundation for the Town’s financial planning and controls. All departments of the Town are required to submit annual requests for appropriation to the Town’s Finance Director beginning in June. The Finance Director uses these requests as the starting point for developing a proposed budget. The proposed budget is then reviewed in a meeting with the Directors and a final balanced budget is then presented to the Town Administrator for his review and revisions. Next, the proposed budget is presented to the Town Board for deliberation in September/October. The board is required to hold public hearings on the proposed budget and to formally adopt the budget before December 15th. This date also serves as the deadline to certify the property tax mill levy to the Larimer County Commissioners. The appropriated budget is prepared by fund and department (e.g., General Fund and Public Works department). Budget-to-actual comparisons are provided in this report for each individual fund for which an appropriated annual budget has been adopted. For the General Fund, the Community Reinvestment Fund, and the Street Improvement Fund, this comparison is presented as part of the required supplemental information of the basic financial statements for the governmental funds. For the other governmental funds with appropriated annual budgets, the budget-to-actual comparison is presented in the Combining and Individual Fund Financial Statements and Schedules section of this report.

The Town maintains budgetary controls, the objective of which is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Town Board. Budgetary controls (the level at which expenditures cannot legally exceed the appropriated amount) are established at the fund level. The Town also maintains an encumbrance accounting system as a budgetary control to prevent expenditures from exceeding legal appropriations. Encumbered amounts lapse at fiscal year-end, and qualifying encumbrances are formally re-appropriated in the following year as necessary.

Assessment of Town’s economic condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the Town operates.

Local economy

Beginning in March 2020, the COVID-19 global pandemic (pandemic) arrived in Colorado. The initial State Government actions taken to slow the spread of the virus resulted in short term closures for many of the local businesses, including closing Rocky Mountain National Park. Businesses began to reopen a few weeks later and the National Park went to a timed entry process to reduce crowding and the spread of the virus. These restrictions continued in some form for much of the remainder of the year, negatively impacting the local tourism based

economy. However, by the end of the year, sales tax collections for 2020 were only down by 7.4% from 2019's record collections. The local economy recovery continued throughout 2021, setting a new record for sales tax collections. Sales tax collections for 2019 had been the previous record at \$16,339,342. For 2021, sales tax collections set a new record at \$20,930,809, an increase of 28% from the previous record.

In April 2014, citizens approved a Ballot issue (1A) that implemented a 1% sales tax increase, sun-setting in 2024. The 10-year increase dedicated an estimated \$2,000,000 annually to Street Improvements/Repairs (60% of the 1%), expansion of public trails (12.5%), construction of a community recreation center including facilities for the Senior Center (25%), and for acquisitions associated with emergency response capabilities of the Town (2.5%). For 2021, \$4,186,162 in sales tax was collected in these special revenue funds.

Largely due to the COVID 19 pandemic, the Fort Collins/Loveland, Colorado unemployment rate decreased from 6.4% to 3.0% through December 2021 (source: [U.S. Bureau of Labor Statistics](#)). Family Median Income in Estes Park (source: [U.S. Census Bureau Quick Facts](#)) was \$54,925 in 2021. Meanwhile, the Denver-Aurora-Lakewood Colorado CPI (consumer price index) increased from 1.6% in 2020 to 5.5% in 2021.

Long-term financial planning

The Town is currently in the process of building a municipally owned and operated high speed broadband service for the Estes Valley doing business as Trailblazer Broadband. Trailblazer Broadband will eventually span the entire electric service territory, providing gig speed internet service over a fiber-to-the-premise network, the only option of its kind available to residential customers in the Estes Valley. Trailblazer Broadband is a division of the Power and Communication Fund and is managed and operated by the Town. To finance construction and startup costs for the new utility, the Town issued \$30,030,000 in Power and Communication Fund revenue bonds in November 2019, refunding the remaining \$3,030,000 left on the 2007 Light and Power Bonds. Construction is progressing on schedule with over 2,100 customers already signed up and receiving service as of the date of this letter.

Also, a small portion of these bond proceeds is being used to complete build out of an electric smart meter project that will provide real time detailed information on the status of the electric distribution system. During power outage events such as snowstorms, the smart meter system provides very valuable information to help manage responses throughout the service territory.

Relevant financial policies

The Town has adopted Fund Balance Policy 660 that establishes a minimum annual fund balance reserve that should be maintained in the various funds. For the General Fund, unassigned fund balance at the end of the year must meet a minimum of 25% of total expenditures. In addition, Cash and Investment Reserve and Contingency Policy # 670 establishes guidelines for a monthly minimum cash and investment balance of 2 months average expenditures in order to weather an unexpected significant downturn in the economy. In case the targeted cash and investment balance is not met in any particular month, the policy establishes a foundation of principles and goals to guide budgetary and fiscal management decisions as management takes appropriate action. Both reserve requirements were fully met during 2021.

Major initiatives

In addition to the buildout of the Trailblazer Broadband fiber network, the Water Fund is in the process of upgrading its Glacier Creek Water Treatment Plant. This project is partially funded by a USDA grant and loan package with construction expected to be begin in 2023.

The Town continually strives to provide superior services to its citizens and visitors in a cost-effective manner. The Town continues to aggressively seek Federal and State grants, thus leveraging available local funds. Examples include grants and other funding for multiple projects to expand the Fall River Trail system.

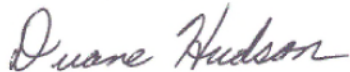
Award and acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town for its comprehensive annual financial report (ACFR) for the fiscal year ended December 31, 2020. In order to be awarded a Certificate of Achievement, the Town must publish an easily readable and efficiently organized ACFR. This report satisfied both Generally Accepted Accounting Principles (GAAP) and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The Town believes that its current ACFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The successful preparation of this report could not have been accomplished without the dedication and efforts of the entire staff of the Finance Department: Sharla Beesley, Laura Garcia, Tania Mitchell, Deb Holgorsen, Karen Johnson, Kim McEachern, Melissa Scraggs, and Dee Johnston. Valuable input was also received from Public Works, Community Development, the Power and Communications/Water utilities, Human Resources and the Public Information Officer. We also wish to extend appreciation to the Mayor and the Trustees for their efforts and support in setting and administering policies for the prudent financial management of the Town of Estes Park.

Sincerely,





Duane Hudson
Finance Director



Independent Auditor's Report

1221 W. Mineral Avenue, Suite 202
Littleton, CO 80120

 303-734-4800

 303-795-3356

 www.HaynieCPAs.com

Honorable Mayor and Board of Trustees
Town of Estes Park, Colorado

Opinions

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Town of Estes Park, Colorado, 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (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 opinion.

Responsibilities of Management for the Financial Statements

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

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 the Town's ability to continue as a going concern within one year after the date that the financial statements are available to be 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 opinion. 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 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, including omissions, 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 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion, schedule of funding progress, the budgetary comparison information, and pension schedules, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules, Local Highway Finance Report, and other information, such as the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, budgetary comparison schedules and the Local Highway Finance Report are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules, and component unit financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Haynie & Company

Littleton, Colorado
June 27, 2022

**Town of Estes Park, Colorado
Management's Discussion and Analysis
December 31, 2021**

Town of Estes Park, Colorado

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2021

This section of the Town of Estes Park's (the "Town") financial statements provides a narrative overview and analysis of its financial activities for the year ended December 31, 2021. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal at the front of this report and the Town's financial statements, which follow this section.

Financial Highlights

- The assets and deferred outflows of resources of the Town exceeded its liabilities and deferred inflows of resources at the close of 2021 by \$147,262,950 (\$81,367,815 in governmental activities net position and \$65,895,135 in business-type activities net position). Of the governmental activities net position total, \$16,546,751, or 20%, is unrestricted and may be used to meet the government's ongoing obligations to citizens and creditors. Similarly, \$18,772,625, or 28%, of business-type activities net positions is unrestricted.

It is important to note that "Unrestricted Net Position" is an accounting term referring to lack of formal commitments (loans, etc.) of assets. It does not reflect the amount of assets that are informally committed to targeted fund balances, unobligated monies for future projects, etc. For example, the Town targets a fund balance (reserve) in the General Fund of 25% of expenditures. This is not considered a "restricted" fund balance, but the Town has earmarked the amount as a reserve for budgetary purposes.

- Total net position of the Town increased by \$11,066,685, or 8%, from 2020 to 2021, up from the \$5,811,178 increase from 2019 to 2020. Net position of the governmental activities increased \$6,990,403 compared to the \$1,778,543 increase in 2020. Net position of the Town's business-type activities increased \$4,076,282 compared to the \$4,032,635 increase in 2020. These changes are explored in further detail in the Government-wide Financial Analysis section of this Management's Discussion and Analysis.
- Total revenues, excluding transfers, increased \$9,144,986, or 19%, to \$56,527,067 compared to 2020. Governmental activities revenues increased \$7,553,485, or 36%, to \$28,327,039, while revenues of business-type activities increased \$1,591,501, or 6%, to \$28,200,028 compared to 2020.
- The total expenses of all the Town's programs, excluding transfers, increased \$3,889,479, or 9%, to \$45,460,382 compared to 2020. The expenses of governmental activities programs increased \$2,285,088, or 11%, to \$23,138,664, while the expenses of business-type activities increased \$1,604,391, or 8%, from 2020 to \$22,321,718.

- As of December 31, 2021, the Town's governmental funds reported a combined ending fund balance of \$22,038,234. Approximately 71%, or \$15,551,183, is unrestricted, unassigned fund balance and, therefore, available for spending at the town's discretion within the purposes specified for the town's funds.

Overview of the Financial Statements

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

Government-wide Financial Statements

The government-wide financial statements are designed to provide the reader of the Town's basic financial statements 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 of the Town's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

The **statement of activities** presents information showing how the net position of the Town 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 (e.g., uncollected taxes and earned but unused accrued vacation leave).

Both the statement of net position and statement of activities distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the Town include general government, public safety, public works, and culture and recreation. The business-type activities of the Town include electric distribution and broadband services (Power and Communications Fund) and a water utility that treats and distributes water (Water Fund).

The government-wide financial statements include not only the Town itself (known as the primary government), but also the legally separate entities, the Estes Park Building Authority and Local Marketing District (established by election in 2009). For informational purposes, the Building Authority did not have any activity during the year. The Local Marketing District began issuing separate financial statements starting December 31, 2017. Statements are available upon request by contacting Visit Estes Park at (970) 586-0500. This component unit is discretely presented in the Town's financial statements as the Local Marketing District.

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 funds 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 statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances or spendable resources available at year end. Such information may be useful in evaluating a government's near-term financing requirements.

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

The Town maintains eight individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Community Reinvestment Fund, and the Street Improvement Fund, all of which are considered to be major funds. Data from the other six governmental funds, (Open Space Fund, Conservation Trust Fund, Emergency Response System Fund, Community Recreation Center Fund, the Trails Expansion Fund, and the Parking Services Fund) are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements and schedules elsewhere in this report.

Proprietary Funds

Proprietary funds are generally used to account for services for which the Town charges customers – either outside customers or internal units or departments of the Town. Proprietary funds provide the same type of information as shown in the government-wide financial statements, only in more detail. The Town maintains the following two types of proprietary funds:

- **Enterprise funds** are used to report the same functions presented as business-type activities in the government-wide financial statements. The Town uses enterprise funds to account for the operations of the Power and Communications Fund and the Water Fund. These are considered to be major funds of the Town.
- **Internal Service funds** are used by the Town to account for the costs of acquiring, operating and maintaining certain types of equipment and funding for Town-wide risk management and medical insurance programs. Because these services predominantly benefit governmental rather than business-type functions, the assets and liabilities of the internal service funds have been included within governmental activities in the government-wide financial statements. Internal service funds are combined

into a single, aggregated memo presentation in the proprietary fund financial statements. The internal service funds consist of Fleet Maintenance, Vehicle Replacement, Information Technology, Medical Insurance, and Risk Management Funds. Individual fund data for the internal service funds is provided in the form of combining statements in the “Combining and Individual Fund Financial Statements and Schedules” section.

Notes to the Basic Financial Statements

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Town’s progress in funding its obligation to provide pension benefits to its employees, and budgetary comparison schedules for the general and major special revenue funds.

The combining and individual fund statements and schedules referred to earlier in connection with non-major governmental funds and internal service funds are presented immediately following the required supplementary information.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government’s financial position. Our analysis below focuses on the net position and changes in net position of the Town’s governmental and business-type activities.

Table 1 - Net Position

	Governmental Activities		Business-type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Current and other assets	\$ 29,167,779	\$ 21,361,242	\$ 40,528,162	\$ 47,148,270	\$ 69,695,941	\$ 68,509,512
Capital assets	68,407,903	69,708,238	69,935,118	60,075,181	138,343,021	129,783,419
Total assets	97,575,682	91,069,480	110,463,280	107,223,451	208,038,962	198,292,931
Deferred outflows of resources	1,671,317	1,055,951	1,597,198	922,998	3,268,515	1,978,949
Noncurrent liabilities	9,975,867	12,237,651	38,208,247	40,201,563	48,184,114	52,439,214
Other liabilities	3,841,578	3,073,027	4,461,238	4,353,642	8,302,816	7,426,669
Total liabilities	13,817,445	15,310,678	42,669,485	44,555,205	56,486,930	59,865,883
Deferred inflows of resources	4,061,739	2,437,341	3,495,858	1,772,391	7,557,597	4,209,732
Net position:						
Invested in capital assets	60,995,178	61,698,464	45,872,510	45,632,830	106,867,688	107,331,294
Restricted	3,825,886	1,878,535	1,250,000	1,114,118	5,075,886	2,992,653
Unrestricted	16,546,751	10,800,413	18,772,625	15,071,905	35,319,376	25,872,318
Total net position	\$ 81,367,815	\$ 74,377,412	\$ 65,895,135	\$ 61,818,853	\$ 147,262,950	\$ 136,196,265

Analysis of Net Position

Table 1 presents an analysis of the Town's net position as of December 31, 2021. The Town's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$147,262,950 at the close of December 31, 2021. By far the largest portion of the Town's net position (73%) reflects its net investment in capital assets (e.g., land, buildings, machinery, and equipment) less any related still-outstanding debt used to acquire those assets. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Net investment in capital assets decreased \$463,606, or less than 1%, compared to 2020. Much of this decrease is attributable to \$0.6 million for acquisition of the Thumb Open Space, \$1.8 million for Fall River Trail improvements, \$1.7 million for equipment acquisition, \$1.0 million for the new Trailblazer / Utility Administration office, \$8.3 million for Trailblazer Broadband buildout, \$1.6 million in power infrastructure improvements, \$1.7 million for the Brook Drive Water Shop building, and \$0.6 million for water improvements in 2021. Depreciation expense increased by \$0.9 million to \$6.1 million for 2021 as well. Other changes include expenditure of capital related long term debt proceeds of \$10.6 million and retirement of capital related long term debt of \$1.0 million.

An additional 3% of the Town's net position (\$5,075,886) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (\$35,319,376) may be used to meet the government's ongoing obligations to citizens and creditors.

Restricted net position increased \$2,083,233 from 2020, primarily from \$1,527,865 in additional shared revenue in the Open Space Fund and \$145,051 in additional revenue in the Trails Expansion Fund, both due to stronger sales tax collections in the Town and in Larimer County (Open Space Fund). The Parking Services Fund increased \$252,779 due to the start of paid parking fees in 2021. The \$9,447,058 increase in unrestricted net position was due in large part to unexpected sales tax revenue increases in the General Fund and uncompleted capital projects at year end.

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.

It is important to note that \$4,560,734 in governmental unrestricted net position arises from the net position of the Town's internal service funds, discussed above in "Overview of the Financial Statements – Proprietary Funds." Although it is highly unlikely that these funds will be liquidated, in the event that they are, the distribution of the net position of these funds would result in a portion of these unrestricted net positions being liquidated to governmental activities and a portion to business-type activities.

Analysis of Changes in Net Position

As can be seen from Table 2, the Town's total net position increased by \$11,066,685 during 2021. This increase is explained in the governmental and business-type activities discussions below.

Governmental Activities

Net position of governmental activities increased by \$6,990,403 during 2021, accounting for 63% of the total increase in the Town's net position. This increase was \$5,211,860 more than the \$1,778,543 increase in net position for 2020.

During 2021, governmental revenues increased by \$7,553,485 compared to 2020. This increase is primarily due to a \$5.5 million increase in sales tax revenues from increases in general economic activity and a \$1.7 million increase in charges for services from event fees after events and gatherings were authorized in 2021 after the COVID-19 pandemic had shut them down in 2020.

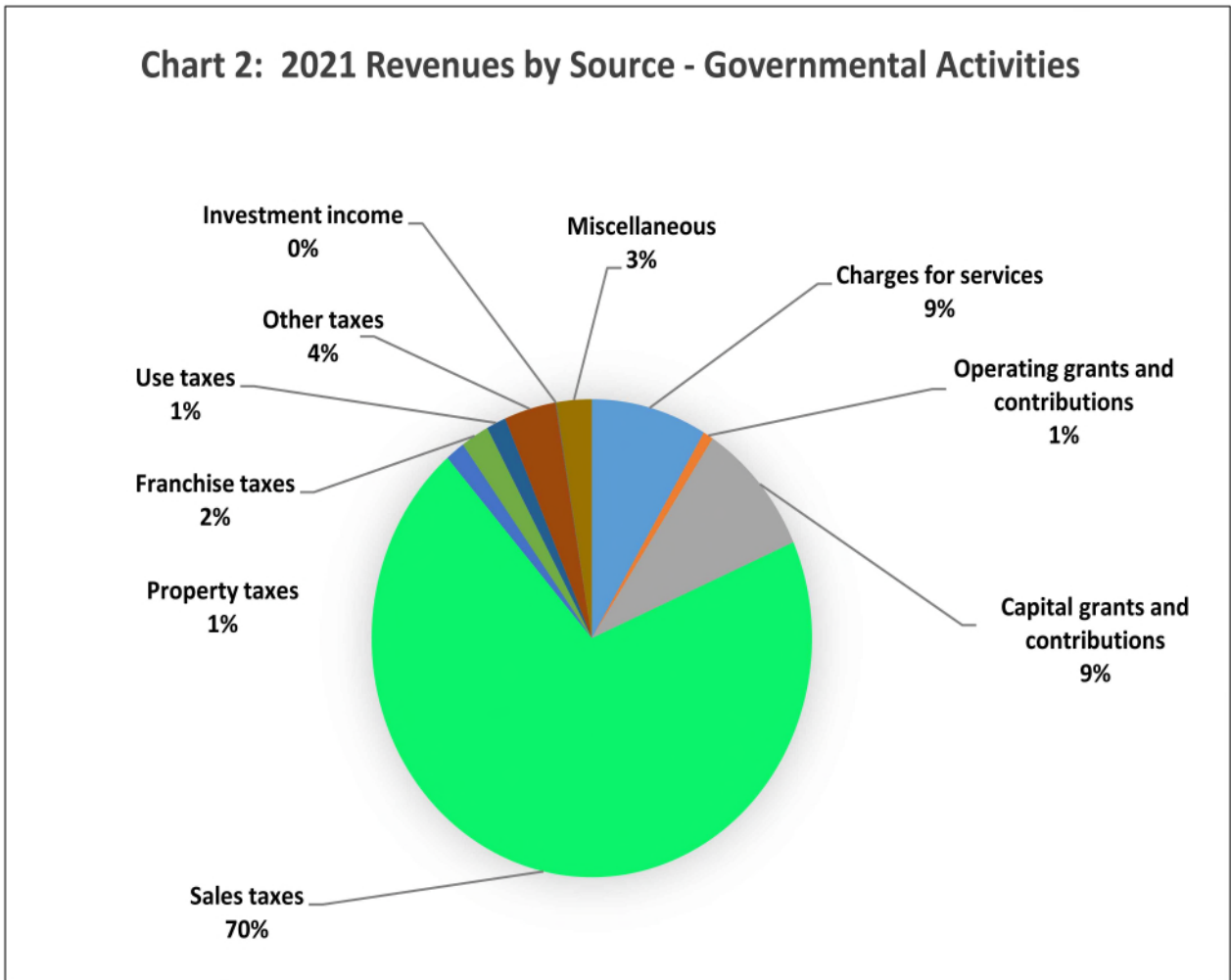
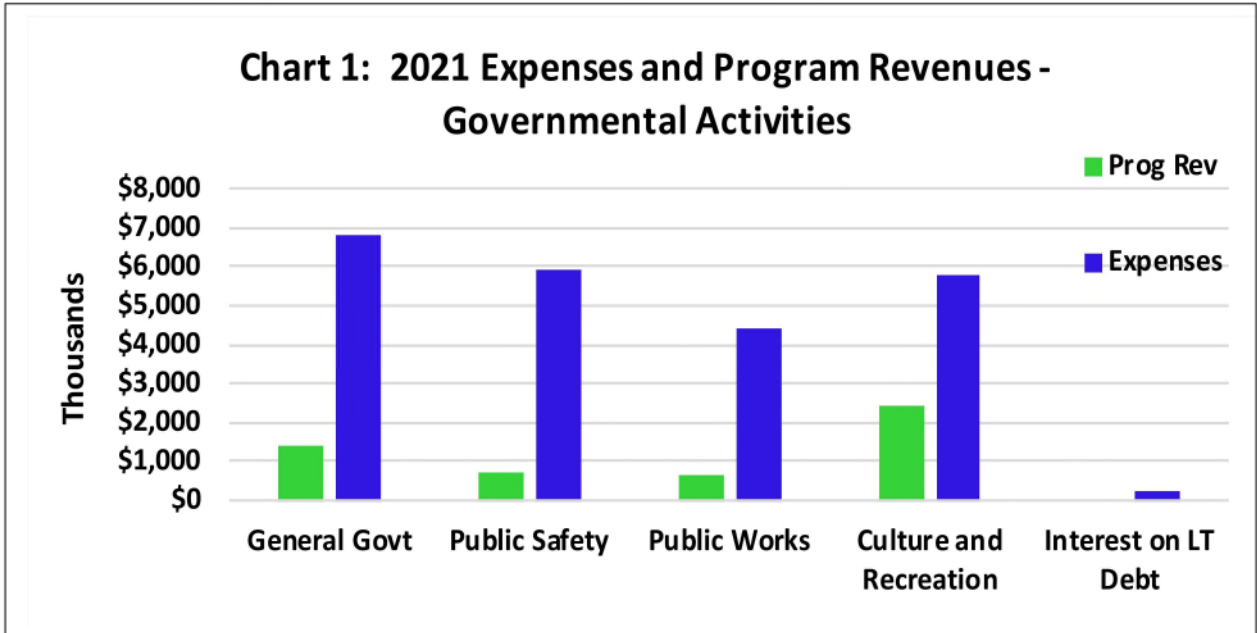
Total governmental expenses for 2021 increased by \$2,285,088 compared to 2020. General government expenses increased by \$655,524, primarily due to the increase in sales tax revenues shared with the Fire District (7% of General Fund sales tax revenues). Culture and recreation expenses increased \$1,383,988 as events were allowed to restart in 2021 after they were cancelled in 2020 due to the pandemic.

Table 2 - Changes in Net Position

	Governmental		Business-type		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Program revenue:						
Charges for services	\$ 2,410,586	\$ 745,063	\$ 27,599,659	\$ 25,630,058	\$ 30,010,245	\$ 26,375,121
Operating grants and contributions	213,710	103,277	8,374	97,309	222,084	200,586
Capital grants and contributions	2,600,273	3,070,901	-	24,809	2,600,273	3,095,710
General revenue:						
Sales taxes	19,909,713	14,390,465	-	-	19,909,713	14,390,465
Property taxes	406,217	436,515	-	-	406,217	436,515
Franchise taxes	588,222	560,865	-	-	588,222	560,865
Use taxes	409,078	317,686	-	-	409,078	317,686
Other taxes	1,074,818	787,956	-	-	1,074,818	787,956
Investment income (loss)	(18,724)	170,372	(6,839)	447,994	(25,563)	618,366
Gain (Loss) on disposal of capital assets	-	(464,667)	-	-	-	(464,667)
Miscellaneous	733,146	655,121	598,834	408,357	1,331,980	1,063,478
Total revenues	28,327,039	20,773,554	28,200,028	26,608,527	56,527,067	47,382,081
Program expenses (includes indirect expense allocation):						
Governmental activities:						
General government	6,785,895	6,130,371	-	-	6,785,895	6,130,371
Public safety	5,940,530	6,231,721	-	-	5,940,530	6,231,721
Public works	4,417,267	3,858,918	-	-	4,417,267	3,858,918
Culture and recreation	5,769,152	4,385,164	-	-	5,769,152	4,385,164
Interest on long-term debt	225,820	247,402	-	-	225,820	247,402
Business-type activities:						
Power and Communications	-	-	17,519,237	16,381,774	17,519,237	16,381,774
Water	-	-	4,802,481	4,335,553	4,802,481	4,335,553
Total expenses	23,138,664	20,853,576	22,321,718	20,717,327	45,460,382	41,570,903
Excess before transfers	5,188,375	(80,022)	5,878,310	5,891,200	11,066,685	5,811,178
Transfers In (Out)	1,802,028	1,858,565	(1,802,028)	(1,858,565)	-	-
Increase in net position	6,990,403	1,778,543	4,076,282	4,032,635	11,066,685	5,811,178
Net position, beginning of year	74,377,412	72,598,869	61,818,853	57,786,218	136,196,265	130,385,087
Net position, end of year	\$ 81,367,815	\$ 74,377,412	\$ 65,895,135	\$ 61,818,853	\$ 147,262,950	\$ 136,196,265

Charts 1 and 2 illustrate the Town's governmental activities expenses and revenues by function and its revenues by source. General revenues such as sales taxes, property and other taxes are not shown in Chart 1 by program, but are used to support program activities town wide and included in Chart 2. For governmental activities overall, without regard to program, sales taxes are the largest single source (70%), followed by capital grants and contributions and charges for services.

Net Position increased \$6,990,403 during the current fiscal year. Contributing factors have been discussed earlier in this section.

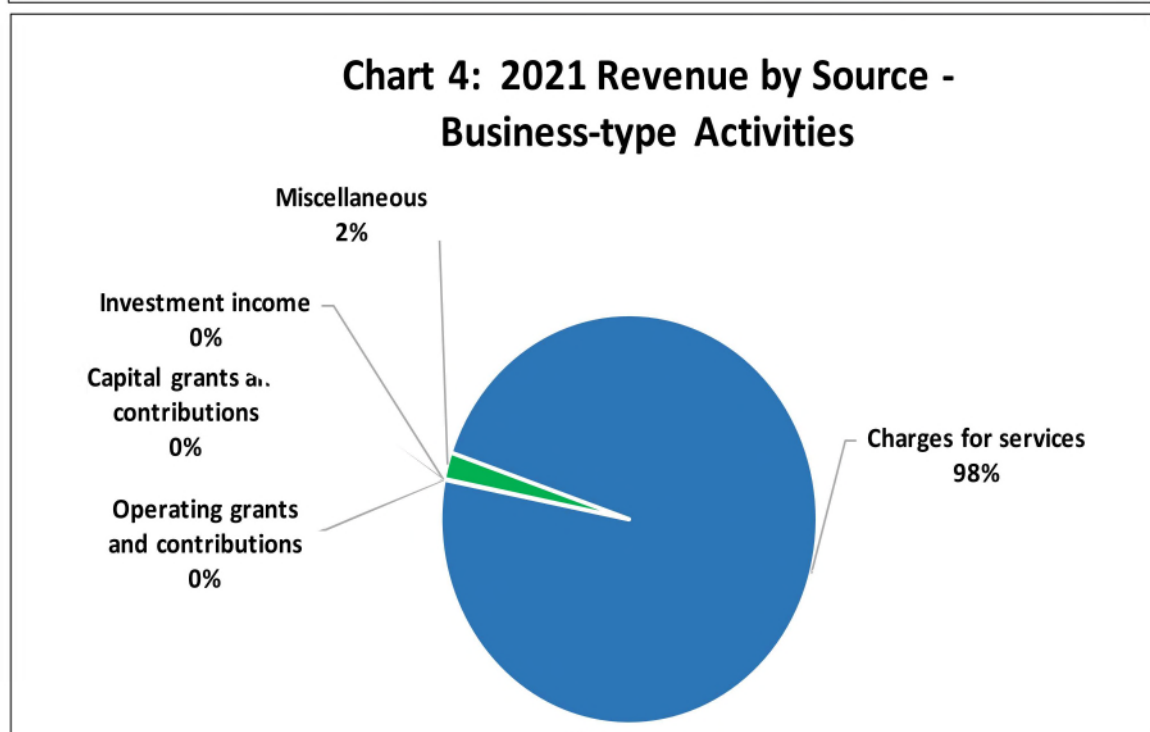
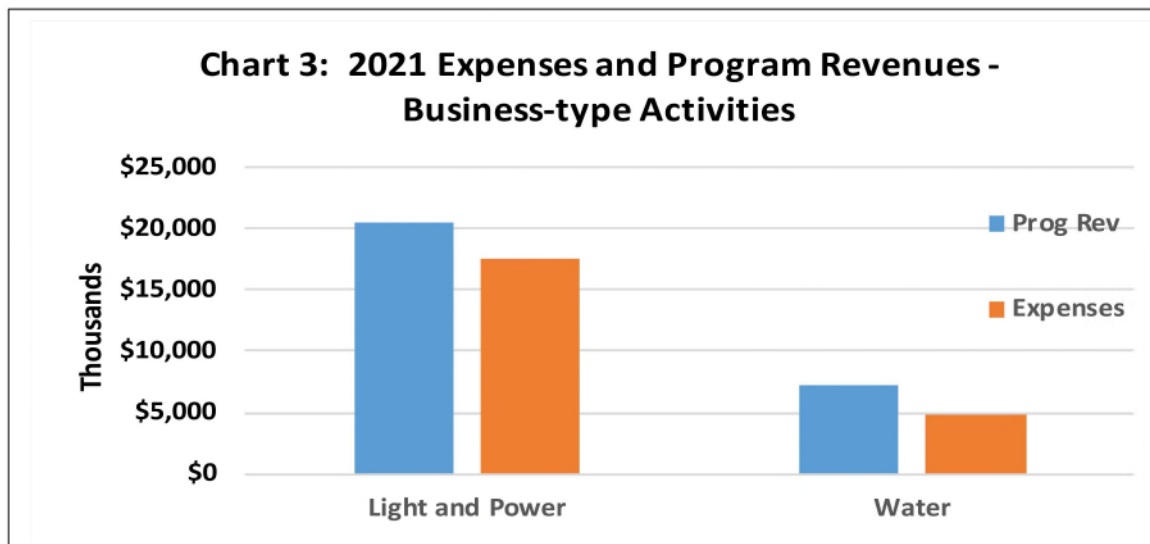


Business-type Activities

Net position in business-type activities increased \$4,076,282 in 2021. This increase was \$43,647, or 1%, more than the \$4,032,635 increase in net position in 2020.

Total business-type revenues increased \$1,591,501, or 6%, compared to 2020. Charges for services increased \$1,969,601 due to rate changes and sales volume changes. There was a reduction of \$454,833 in investment income as a result of market value decreases of fixed rate securities as interest rates began to increase in 2021.

Expenses of business-type activities increased \$1,604,391, or 8% compared to 2020, partially due to an increase of \$327,271 for the new Trailblazer Broadband operating division, an increase in purchased power costs of \$245,306 for increased volume of power sold, an increase in power distribution costs of \$701,225 due to additional line repairs, an increase in water distribution expenses of \$209,737 due to a reduction to the pension liability accruals in 2020, and other smaller changes.



As can be seen from Charts 3 and 4, the Town's Power and Communications utility and Water utility account for the Town's business-type activities, representing 100% of total business-type activities expenses. Charges for services provide the largest share of revenues (98%).

The Power and Communications Fund and the Water Fund transferred a total of \$1,802,028 out to Governmental Activities in 2021 (General Fund).

In 2019, the Power and Communication Fund began construction of Trailblazer Broadband, a municipally owned and operated fiber-to-the-premise internet service. 2021 was the third year of Trailblazer Broadband operations with the Division beginning to cover its operating costs through user charges. The 2021 broadband revenues were \$1,131,183 and operating expenses were \$963,202. Costs for electric and water operations continue to be covered by customer charges for service revenues in accordance with policy. The utility funds are also subject to debt coverage requirements for the Power and Communication revenue bonds and the Water loan and all requirements were met.

Financial Analysis of the Town's Funds

As noted earlier, 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 resources available for spending. Such information is useful in assessing the Town's financing requirements. In particular, unrestricted 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 \$22,038,234, an increase of \$6,975,544 from 2020. Approximately 71% of this ending fund balance constitutes unassigned fund balance, which is available for spending at the Town's discretion. The remainder of fund balance is non-spendable, restricted or assigned to indicate that it is not available for new spending because it has already been committed to inventories, other prepaid items, specific governmental funds, capital improvements, future appropriations, and emergencies.

The General Fund is the primary operating fund of the Town. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$12,678,756 (\$9,092,668 in 2020). As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund operating expenditures, including transfers out. The ratio for 2021 is 67%, an increase from 2020's ratio of 51%. As discussed elsewhere in this document, sales tax revenues have increased significantly in 2021, setting a new record for sales tax collections. This additional revenue had not been anticipated nor was it included in budgeted expenditures, resulting in the General Fund unassigned fund balance growing significantly by year's end.

The Community Reinvestment Fund was primarily used for debt service in 2021, along with some minor capital costs. Other capital projects were deferred until after the pandemic.

The Street Improvement Fund was created by the 1% sales tax initiative approved in April 2014 which went into effect on July 1, 2014. In 2021, expenditures were limited to street repairs and a few overlay

projects due to revenue uncertainties when the budget was developed in 2020. Fund balance grew as sales tax revenues exceeded the budgeted revenues in 2021.

The Community Center Fund, one of the “Other Governmental Funds”, was created by the 1% sales tax initiative approved in April 2014. During 2017, the Town entered into an agreement with Estes Valley Recreation and Park District (EVRPD) to help pay for the costs of the new Estes Valley Community Center which began construction in 2017 and was completed early in 2019. During 2021, the Community Center Fund remitted \$1,046,540 in accumulated sales tax monies to EVRPD for that purpose.

In 2021, the Emergency Response System Fund primarily reflected debt service on a radio replacement lease purchase. Fund balance grew as sales tax revenues exceeded the budgeted revenues in 2021.

The Trails Expansion Fund is one of the funds created by the 1% sales tax initiative approved in April 2014. During 2021, construction continued on the Fall River Trail improvement project. Again, the unexpected increase in sales tax revenues resulted in an increase in Fund Balance.

In 2021, the Open Space Fund was also used to fund part of the Fall River Trail improvement project. Again, the unexpected increase in sales tax revenues, this time for Larimer County’s Open Space Sales Tax, resulted in an increase in Fund Balance.

The Parking Services Fund is a new fund created in 2020 to account for the operations of the new paid parking program for downtown Estes Park. After the pandemic began in March 2020, the Town Board made the decision to defer implementation of the paid parking fees to 2021. Full operations of the Parking Services Fund commenced in 2021, generating \$929,474 in revenue and 676,695 in operating expenses for 2021.

The other governmental funds were comparable to the prior year.

Proprietary funds

As already discussed, the Town’s proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

As of December 31, 2021, the unrestricted net position of the Power and Communications Fund was \$8,910,214 and the Water Fund was \$8,371,515. The Power and Communications Fund had a net increase of \$1,650,812 and the Water Fund had a net increase of \$2,249,180 for 2021. The Power and Communications Fund and Water Fund both easily maintained their required bonded debt ratios (see statistical tables, Schedule 11). Other factors concerning the finances of these two funds have already been addressed in the discussion of the Town’s business-type activities.

General Fund Budgetary Highlights

The Town’s final budget differs from the original budget in that it contains carry-forward appropriations for various programs and projects and other supplemental appropriations and adjustments approved during the fiscal year, including adjustments related to the pandemic. The final budgeted 2021 appropriations for the General Fund, including transfers out, was \$9,327,482 more than the original budget. The primary reasons for this difference are related to the following changes:

- \$628,654 increase from rollover of uncompleted PO's and projects, including \$454,370 for one new electric trolley.
- \$2,675,916 increase in operating expenditures, transfers to the Community Reinvestment Fund, and other projects as the 2020 COVID-19 pandemic budget reductions were restored in mid-2021.
- \$3,699,143 increase in transfers to the Community Reinvestment Fund from revised sales tax estimates for the revenues collected in excess of the TABOR limits per the Nov. 2000 De-Brucing Ballot Language.

Actual revenue and transfers in were \$7,104,585 (31%) less than final budgeted revenues and transfers in. Much of this increase was due to a \$6,062,893 reduction in the transfer from the Community Reinvestment Fund. The transfer of the revenues in excess of the TABOR limits into the Community Reinvestment Fund is no longer required after the April 2022 De-Brucing Ballot Measure was approved eliminating all restrictions on these funds.

Actual expenditures and transfers out were \$9,920,019 (35%) less than the final budgeted appropriations. Just like the revenues, much of this was due to elimination of the TABOR transfer into the Community Reinvestment Fund as mentioned above. The primary factors contributing to this favorable variance include:

- General Government expenditures were \$1,058,492 less than budgeted. The Planning division had a major consulting project budgeted for a comprehensive land use plan which was not completed in 2021 partially due to the pandemic. Also, Facilities had a facilities master plan that was also delayed in 2021 by the pandemic.
- Public Works expenditures were \$341,803 less than budgeted. Some of the budgeted street projects were not completed in 2021 and will be rolled into 2022.
- Culture and Recreation expenditures were \$618,780 less than budgeted. Some of the planned events for early 2021 were not held due to the pandemic.
- Capital Outlay expenditures were \$578,760 less than budgeted. Much of this is due to the delay in manufacturing the second electric trolley due to the pandemic. Some other smaller projects were also delayed and will roll forward into 2021.

The resulting actual ending fund balance for the General Fund of \$16,166,887 was \$3,507,379 more than the Final Budget's projected ending fund balance.

Capital Asset and Debt Administration

Capital Assets

Governmental activities capital asset additions for 2021 were \$4,329,232, with a net increase (after disposal/retirement/transfers of capital assets) of \$2,492,079. Some of the more significant capital acquisitions included:

- Fall River Trail improvements - \$1,849,734.
- Street Improvements - \$1,181,472.
- Prospect Mountain Thumb open space acquisition - \$647,975

Business-type capital asset additions for 2021 were \$14,547,276, with a net increase (after disposal/retirement/transfers of capital assets) of \$11,876,959. Some of the more significant capital purchases in this area, including capital acquisitions in progress, were:

- Electric infrastructure (street lights, overhead and underground distribution lines) - \$1,616,167
- Trailblazer Broadband fiber infrastructure – \$8,383,110
- Trailblazer Broadband utility office - \$1,049,434
- Water infrastructure (distribution lines) - \$139,655
- Brook Drive Water Shop remodel - \$1,680,780
- Vehicle acquisition / replacements - \$707,432

Additional information can be found in notes to financial statements Note 4 – Capital Assets.

Debt Administration

The governmental activities are currently obligated on the 2013 Certificates of Participation to finance the Multipurpose Event Center Complex. Total payments are approximately \$520,000 per year and are paid out of the Community Reinvestment Fund. The remaining balance as of December 31, 2021 is \$2,860,000. The governmental activities are also obligated on the 2017 Lease Purchase Agreement to finance the Estes Park Visitor Center Parking Garage. Total payments are approximately \$400,000 per year and are also paid out of the Community Reinvestment Fund. The remaining balance as of December 31, 2021 is \$3,317,520. In 2019, the Town entered into a lease purchase agreement to upgrade the Town's emergency hand held radios for both governmental-type and business-type activities. The total payments for the governmental-type activities is approximately \$49,000 per year and are paid out of the Emergency Response System Fund. The remaining balance as of December 31, 2021 is \$170,423.

The business-type activities (utility funds) are currently obligated to one Power and Communication revenue bond and two Water issues. The Power and Communication bonds Series A and Series B were issued in Nov 2019 to fund the buildout of the Trailblazer Broadband fiber network and complete implementation of the electric system smart meters. The Series A bonds mature in 2039 with a remaining balance of \$22,220,000 as of December 31, 2021 and the Series B bonds mature in 2029 with a remaining balance of \$7,050,000 as of December 31, 2021. The 2008 water loan was obtained to finance a membrane filter and to increase capacity at the Mary's Lake Treatment Plant. Maturing in 2028, there is a remaining balance of \$2,338,529 at the end of 2021. In 2020, the Town entered into a USDA loan to finance upgrades to the Park Entrance Mutual Pipeline and Water Company distribution system. The loan matures in 2060 with a remaining balance of \$530,332 as of December 31, 2021. The business-type activity share of the emergency hand held radio replacement lease purchase has a balance of \$75,309 as of December 31, 2021.

The Town's Power and Communications fund currently maintains a rating from Standard & Poor's and Fitch of "A+" on its outstanding revenue bonds.

State statutes limit the amount of general obligation debt a government entity may issue to 3% of its total assessed valuation. The debt limitation for the Town as of December 31, 2021, is \$7,601,799 (see statistical section under Schedule 9).

Additional information on these loans can be found in Note 5 – Long-Term Debt of the notes to financial statements, and in the statistical section under Schedule 8.

Other Significant Matters

- The Town continues to aggressively seek grants to assist in creating and putting into service assets that enhance the lives of its citizens and the enjoyment of its visitor base. This includes trail expansion and other enhancements as well as system repairs and maintenance type projects.

Requests 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 Town. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Finance Director, P.O. Box 1200, Estes Park, Colorado 80517.

Basic Financial Statements

Town of Estes Park, Colorado
Statement of Net Position
December 31, 2021

	PRIMARY GOVERNMENT			COMPONENT UNIT
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	MARKETING DISTRICT
ASSETS				
Cash and investments	\$ 26,635,292	\$ 19,491,706	\$ 46,126,998	\$ 2,356,429
Restricted cash and investments	-	11,260,317	11,260,317	-
Accounts receivable, net	300,501	4,133,459	4,433,960	90,243
Taxes receivable	3,038,554	-	3,038,554	356,505
Intergovernmental receivable	574,628	-	574,628	-
Inventories	21,353	4,151,784	4,173,137	-
Prepaid items	88,347	-	88,347	8,080
Internal balances	(1,490,896)	1,490,896	-	-
Capital assets, not being depreciated	11,059,839	24,370,909	35,430,748	-
Capital assets, net of accumulated depreciation	57,348,064	45,564,209	102,912,273	30,965
TOTAL ASSETS	<u>97,575,682</u>	<u>110,463,280</u>	<u>208,038,962</u>	<u>2,842,222</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows related to OPEB	93,649	81,705	175,354	33,751
Deferred outflows related to pension	1,577,668	1,515,493	3,093,161	279,082
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>1,671,317</u>	<u>1,597,198</u>	<u>3,268,515</u>	<u>312,833</u>
LIABILITIES				
Accounts payable	723,197	2,050,940	2,774,137	251,930
Accrued liabilities	352,106	681,979	1,034,085	37,895
Deposits	-	222,654	222,654	-
Accrued interest payable	85,458	140,458	225,916	-
Claims payable	381,349	-	381,349	-
Unearned revenue	1,037,345	124,050	1,161,395	-
Long-term liabilities:				
Due within one year	1,262,123	1,241,157	2,503,280	-
Due in more than one year	6,150,602	34,496,342	40,646,944	98,720
Net OPEB liability	660,139	638,724	1,298,863	74,535
Net pension liability	3,165,126	3,073,181	6,238,307	534,847
TOTAL LIABILITIES	<u>13,817,445</u>	<u>42,669,485</u>	<u>56,486,930</u>	<u>997,927</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows related to Pension	3,422,909	3,323,474	6,746,383	578,407
Deferred inflows related to OPEB	177,148	172,384	349,532	24,002
Property taxes	461,682	-	461,682	-
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>4,061,739</u>	<u>3,495,858</u>	<u>7,557,597</u>	<u>602,409</u>
NET POSITION				
Net investment in capital assets	60,995,178	45,872,510	106,867,688	30,965
Restricted for:				
Parks and open space	1,369,156	-	1,369,156	-
Capital improvements	1,750,629	-	1,750,629	-
Operations and Maintenance reserves	-	1,250,000	1,250,000	-
Emergencies	706,101	-	706,101	127,114
Unrestricted	16,546,751	18,772,625	35,319,376	1,396,640
TOTAL NET POSITION	<u>\$ 81,367,815</u>	<u>\$ 65,895,135</u>	<u>\$ 147,262,950</u>	<u>\$ 1,554,719</u>

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

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

FUNCTIONS / PROGRAMS Primary Government	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		COMPONENT UNIT LOCAL MARKETING DIRECT	
	CHARGES FOR SERVICES	OPERATING CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	Primary Government		
				GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES
General government	\$ 6,785,895	1,284,871	109,910	\$ (5,352,433)	\$ (5,352,433)	-
Public safety	5,940,530	625,061	29,783	(5,245,789)	(5,245,789)	-
Public works	4,417,267	3,300	15,814	(3,787,592)	(3,787,592)	-
Culture and recreation	5,769,152	497,354	58,203	(3,302,461)	(3,302,461)	-
Interest on long-term debt	225,820	-	-	(225,820)	(225,820)	-
Total Governmental Activities	<u>23,138,664</u>	<u>2,410,586</u>	<u>213,710</u>	<u>(17,914,095)</u>	<u>(17,914,095)</u>	<u>-</u>
Business-Type Activities:						
Power and communications	17,519,237	20,433,120	8,374	-	2,922,257	-
Water	4,802,481	7,166,539	-	-	2,364,058	-
Total Business-Type Activities	<u>22,321,718</u>	<u>27,599,659</u>	<u>8,374</u>	<u>-</u>	<u>5,286,315</u>	<u>-</u>
Total Primary Government	<u>\$ 45,460,382</u>	<u>\$ 30,010,245</u>	<u>\$ 222,084</u>	<u>\$ (17,914,095)</u>	<u>\$ 5,286,315</u>	<u>\$ (12,627,780)</u>
Component Unit						
Local Marketing Direct	3,402,665	322,630	-	-	-	(3,080,035)
Total Component Unit	<u>\$ 3,402,665</u>	<u>\$ 322,630</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,080,035)</u>
Taxes:						
Property taxes			\$ 406,217	-	\$ 406,217	-
Sales and Use Taxes			19,909,713	-	19,909,713	-
Franchise taxes			588,222	-	588,222	-
Use taxes			409,078	-	409,078	-
Other taxes			1,074,818	-	1,074,818	3,551,271
Investment income (loss)			(18,724)	(6,839)	(25,563)	132
Miscellaneous			733,146	598,834	1,331,980	350,467
Transfers			1,802,028	(1,802,028)	-	-
Total general revenues and transfers			<u>24,904,498</u>	<u>(1,210,033)</u>	<u>23,694,465</u>	<u>3,901,870</u>
Change in net position			6,990,403	4,076,282	11,066,685	821,835
NET POSITION, BEGINNING			<u>74,377,412</u>	<u>61,818,853</u>	<u>136,196,265</u>	<u>732,884</u>
NET POSITION, ENDING			<u>\$ 81,367,815</u>	<u>\$ 65,895,135</u>	<u>\$ 147,262,950</u>	<u>\$ 1,554,719</u>

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

Town of Estes Park, Colorado
Balance Sheet
Governmental Funds
December 31, 2021

	<u>GENERAL FUND</u>	<u>COMMUNITY REINVESTMENT FUND</u>	<u>STREET IMPROVEMENT FUND</u>	<u>OTHER GOVERNMENTAL FUNDS</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
ASSETS					
Cash and cash investments	\$ 15,338,440	\$ 310,310	\$ 2,341,297	\$ 3,122,998	\$ 21,113,045
Accounts and other receivables	160,735	27	971	3,349	165,082
Intergovernmental receivable	218,616	-	-	356,012	574,628
Taxes receivable	2,523,179	-	309,225	206,150	3,038,554
Due (to) from other funds	310,000	-	-	(310,000)	-
Prepaid items	11,537	-	-	-	11,537
TOTAL ASSETS	<u>\$ 18,562,507</u>	<u>\$ 310,337</u>	<u>\$ 2,651,493</u>	<u>\$ 3,378,509</u>	<u>\$ 24,902,846</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Accounts payable	\$ 452,553	\$ 10,696	\$ -	\$ 199,833	\$ 663,082
Accrued liabilities	329,544	-	3,370	3,874	336,788
Deferred revenue	807,857	-	-	-	807,857
TOTAL LIABILITIES	<u>1,589,954</u>	<u>10,696</u>	<u>3,370</u>	<u>203,707</u>	<u>1,807,727</u>
DEFERRED INFLOWS OF RESOURCES					
Property taxes	461,682	-	-	-	461,682
Unavailable revenue	343,984	-	-	251,219	595,203
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>805,666</u>	<u>-</u>	<u>-</u>	<u>251,219</u>	<u>1,056,885</u>
FUND BALANCES					
Nonspendable					
Prepaid items	11,537	-	-	-	11,537
Restricted for:					
Parks and open space	196,202	-	-	1,172,954	1,369,156
Capital improvements	-	-	-	1,750,629	1,750,629
Emergencies	630,764	-	75,337	-	706,101
Assigned to Subsequent year's budget - appropriation of fund balance	2,649,628	-	-	-	2,649,628
Unassigned	12,678,756	299,641	2,572,786	-	15,551,183
TOTAL FUND BALANCES	<u>16,166,887</u>	<u>299,641</u>	<u>2,648,123</u>	<u>2,923,583</u>	<u>22,038,234</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 18,562,507</u>	<u>\$ 310,337</u>	<u>\$ 2,651,493</u>	<u>\$ 3,378,509</u>	<u>\$ 24,902,846</u>

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

Town of Estes Park, Colorado
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
For the Year Ended December 31, 2021

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

Total fund balance - governmental funds	\$ 22,038,234
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds:	
Capital assets, net of internal fund assets of \$819,518	67,588,385
The deferred outflows below are not current assets or financial resources; and the deferred inflows are not due and payable in the current period and therefore are not reported in the Governmental Funds.	
Deferred outflows related to OPEB	93,649
Deferred outflows related to pension	1,577,668
Deferred inflows related to pension	(3,422,909)
Deferred inflows related to OPEB	(177,148)
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the governmental funds balance sheet. Long-term liabilities at year end consist of:	
Net pension liability	(3,165,126)
Net OPEB liability (net of internal service funds of \$4,622)	(655,517)
Accrued interest payable	(85,458)
Long-term debt liabilities (net of internal service fund liabilities of \$62,313)	(7,350,412)
Total long-term liabilities	(11,256,513)
Other long term assets are not available to pay current expenditures and therefore, are deferred inflows of resources in the fund financial statements	365,715
An internal service fund is used by management to charge the costs of health insurance to individual funds. A portion of the assets and liabilities of the internal service fund is included in the governmental activities in the statement of net position.	4,560,734
Total net position - governmental activities	<u>\$ 81,367,815</u>

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

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

	<u>GENERAL FUND</u>	<u>COMMUNITY REINVESTMENT FUNDS</u>	<u>STREET IMPROVEMENT FUND</u>	<u>OTHER GOVERNMENTAL FUNDS</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
REVENUES:					
Taxes	\$ 18,201,847	\$ -	\$ 2,511,721	\$ 1,674,480	\$ 22,388,048
Licenses and Permits	762,930	-	-	24,887	787,817
Intergovernmental	1,111,435	-	1,235	2,288,929	3,401,599
Charges for Services	464,497	-	-	864,783	1,329,280
Fines and Forfeitures	35,174	-	-	39,759	74,933
Rental income	218,558	-	-	-	218,558
Contributions	51,791	-	-	9,018	60,809
Investment Income (Expense)	(15,694)	(21)	(1,730)	(1,279)	(18,724)
Miscellaneous	194,921	4,683	-	45	199,649
TOTAL REVENUES	<u>21,025,459</u>	<u>4,662</u>	<u>2,511,226</u>	<u>4,900,622</u>	<u>28,441,969</u>
EXPENDITURES:					
Current:					
General Government	5,265,249	97,016	-	-	5,362,265
Public Safety	5,896,062	-	-	-	5,896,062
Public Works	2,005,870	-	545,029	612,435	3,163,334
Culture and Recreation	4,242,385	-	-	1,175,022	5,417,407
Debt Service:					
Principal	-	677,431	-	38,037	715,468
Interest	-	237,569	-	10,506	248,075
Capital outlay	15,955	280,504	1,121,054	1,048,329	2,465,842
TOTAL EXPENDITURES	<u>17,425,521</u>	<u>1,292,520</u>	<u>1,666,083</u>	<u>2,884,329</u>	<u>23,268,453</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	3,599,938	(1,287,858)	845,143	2,016,293	5,173,516
OTHER FINANCING SOURCES (USES)					
Transfers in	2,012,028	1,371,857	-	-	3,383,885
Transfers out	(1,371,857)	-	-	(210,000)	(1,581,857)
NET CHANGE IN FUND BALANCE	4,240,109	83,999	845,143	1,806,293	6,975,544
FUND BALANCES, BEGINNING OF YEAR	<u>11,926,778</u>	<u>215,642</u>	<u>1,802,980</u>	<u>1,117,290</u>	<u>15,062,690</u>
FUND BALANCES, END OF YEAR	<u>\$ 16,166,887</u>	<u>\$ 299,641</u>	<u>\$ 2,648,123</u>	<u>\$ 2,923,583</u>	<u>\$ 22,038,234</u>

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

Town of Estes Park, Colorado
Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended December 31, 2021

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

Net change in fund balances - total governmental funds	\$ 6,975,544
<p>Capital outlays are reported in the governmental funds as an expenditure; however, for governmental activities, these costs are shown in the statement of net position and allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense exceeds capital outlay.</p>	
Depreciation expense	(3,550,279)
Net book value of capital assets disposed	-
Capital outlay	<u>2,465,714</u>
Net amount	(1,084,565)
<p>Payments of long-term debt principal are expenditures in governmental funds, but the payments reduce long-term liabilities in the statement of net position and do not affect the statement of activities. This amount represents payments on capital leases during the current year.</p>	
	715,468
<p>Some revenues/expenses reported in the statement of activities do not require the receipt/use of current financial resources and, therefore, are not reported as revenues/expenditures in the governmental funds.</p>	
Change in environmental remediation liability	10,802
Change in accrued interest	7,591
Amortization of lease purchase agreement premium	22,255
Change in accrued compensated absences	<u>(124,390)</u>
Net amount	(83,742)
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental fund statement of revenues, expenditures and changes in fund balances.</p>	
	(648,425)
<p>Pension income relating to changes in the Town's defined benefit retirement plan accounts do not provide current financial resources, and therefore, are not reported as revenue in the governmental fund financial statements.</p>	
	510,179
<p>OPEB income relating to changes in the Town's defined benefit retirement plan accounts do not provide current financial resources, and therefore, are not reported as revenue in the governmental fund financial statements.</p>	
	72,449
<p>An internal service fund is used by management to charge the costs of fleet maintenance, vehicle replacement and information technology to individual funds. A portion of the net income of the internal service fund is reported with governmental activities in the statement of activities.</p>	
	<u>533,495</u>
Change in net position - governmental activities	<u>\$ 6,990,403</u>

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

Town of Estes Park, Colorado

Proprietary Fund Statement of Net Position December 31, 2021

ASSETS	Business-Type Activities			Governmental Activities
	Power and Communications Fund	Water Fund	Total Enterprise Funds	Internal Service Fund
Current Assets:				
Cash and investments	\$ 8,496,228	\$ 10,995,478	\$ 19,491,706	5,522,247
Restricted cash and investments	11,260,317	-	11,260,317	-
Accounts receivable, net	3,020,707	1,112,752	4,133,459	135,419
Intergovernmental receivable	-	-	-	-
Inventories	3,800,288	351,496	4,151,784	21,353
Prepaid Items	-	-	-	76,810
Total Current Assets	26,577,540	12,459,726	39,037,266	5,755,829
Non-Current Assets:				
Capital assets, not being depreciated	17,675,880	6,695,029	24,370,909	-
Capital assets, net of accumulated depreciation	25,110,610	20,453,599	45,564,209	819,518
Total Non-Current Assets	42,786,490	27,148,628	69,935,118	819,518
TOTAL ASSETS	69,364,030	39,608,354	108,972,384	6,575,347
DEFERRED OUTFLOWS OF RESOURCES				
Related to OPEB	54,706	26,999	81,705	-
Related to pension	1,015,712	499,781	1,515,493	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	1,070,418	526,780	1,597,198	-
LIABILITIES				
Current Liabilities:				
Accounts payable	1,944,277	106,663	2,050,940	60,115
Accrued liabilities	73,314	608,665	681,979	15,318
Claims payable	-	-	-	381,349
Customer deposits	215,154	7,500	222,654	-
Accrued interest payable	101,551	38,907	140,458	-
Unearned revenue	124,050	-	124,050	-
Compensated absences payable, current portion	192,956	83,652	276,608	40,380
Loans payable, current portion	14,735	2,315	17,050	-
Revenue bonds payable, current portion	633,433	314,066	947,499	-
Total Current Liabilities	3,299,470	1,161,768	4,461,238	497,162
Non-Current Liabilities:				
Compensated absences payable	98,091	39,875	137,966	21,933
OPEB liability	412,588	226,136	638,724	4,622
Net pension liability	2,019,450	1,053,731	3,073,181	-
Long term debt	31,797,347	2,561,029	34,358,376	-
Total Non-Current Liabilities	34,327,476	3,880,771	38,208,247	26,555
TOTAL LIABILITIES	37,626,946	5,042,539	42,669,485	523,717
DEFERRED INFLOWS OF RESOURCES				
Related to OPEB	112,073	60,311	172,384	-
Related to pension	2,183,923	1,139,551	3,323,474	-
TOTAL DEFERRED INFLOWS OF RESOURCES	2,295,996	1,199,862	3,495,858	-
NET POSITION				
Net investment in capital assets	21,601,292	24,271,218	45,872,510	819,518
Restricted for operations and maintenance reserve	-	1,250,000	1,250,000	-
Unrestricted	8,910,214	8,371,515	17,281,729	5,232,112
TOTAL NET POSITION	\$ 30,511,506	\$ 33,892,733	\$ 64,404,239	\$ 6,051,630

Amounts reported for Business-Type Activities in the Statement of Net Position are different because:

An internal service fund is used by management to charge the costs of fleet maintenance, vehicle replacement and information technology to individual funds. A portion of the assets and liabilities of the internal service fund is included in business-type activities in the statement of net position.

	1,490,896
Total Net Position Business-Type Activities	\$ 65,895,135

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

Town of Estes Park, Colorado
Proprietary Fund
Statement of Revenues, Expenditures
and Changes in Net Position
For the Year Ended December 31, 2021

	<u>Business-Type Activities</u>			<u>Governmental Activities</u>
	<u>Power and Communications Fund</u>	<u>Water Fund</u>	<u>Total</u>	<u>Internal Service Fund</u>
OPERATING REVENUES				
Charges for services	\$ 20,433,120	\$ 6,172,286	\$ 26,605,406	\$ 5,871,683
Grant revenue	4,375	3,999	8,374	-
Miscellaneous	397,931	24,613	422,544	7,222
TOTAL OPERATING REVENUES	\$ 20,835,426	\$ 6,200,898	\$ 27,036,324	\$ 5,878,905
OPERATING EXPENSES				
Source of supply	7,963,435	125,029	8,088,464	-
Purification	-	836,596	836,596	-
Distribution	3,846,422	1,576,772	5,423,194	-
Customer accounts	431,232	305,035	736,267	-
Administration and general	2,077,725	925,374	3,003,099	1,209,818
Depreciation expense	1,307,957	923,133	2,231,090	319,261
Broadband operations	963,202	-	963,202	3,265,131
Medical expenses	-	-	-	337,724
TOTAL OPERATING EXPENSES	16,589,973	4,691,939	21,281,912	5,131,934
OPERATING INCOME (LOSS)	4,245,453	1,508,959	5,754,412	746,971
NON-OPERATING REVENUES (EXPENSES)				
Investment income (expense)	4,651	(11,490)	(6,839)	(3,419)
Gain (loss) on sale of assets	-	(3,961)	(3,961)	(38,389)
Tap fees	-	994,253	994,253	-
Interest expense	(929,264)	(106,581)	(1,035,845)	-
TOTAL NON-OPERATING REVENUES (EXPENSES)	(924,613)	872,221	(52,392)	(41,808)
INCOME (LOSS)				
BEFORE CONTRIBUTIONS AND TRANSFERS	3,320,840	2,381,180	5,702,020	705,163
Transfers out	(1,670,028)	(132,000)	(1,802,028)	-
CHANGE IN NET POSITION	1,650,812	2,249,180	3,899,992	705,163
NET POSITION, BEGINNING OF YEAR	28,860,694	31,643,553	60,504,247	5,346,467
NET POSITION, END OF YEAR	\$ 30,511,506	\$ 33,892,733	\$ 64,404,239	\$ 6,051,630
Amounts reported for Business-Type Activities in the Statement of Activities are different because:				
Change in Net Position of Business-Type Activities			3,899,992	
An internal service fund is used by management to charge the costs of fleet maintenance, vehicle replacement and information technology to individual funds. A portion of the net income of the internal service fund is included in business-type activities in the statement of activities.			176,291	
Total Change in Net Position of Business-Type Activities			\$ 4,076,283	

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

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

	Business-Type Activities			Governmental Activities
	Power and Communications Fund	Water Fund	Total	Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received from customers	\$ 20,671,874	\$ 6,667,360	\$ 27,339,234	\$ 3,537,618
Cash received from other sources	402,306	28,612	430,918	2,608,885
Cash paid for goods and services	(12,421,127)	(2,527,048)	(14,948,175)	(3,863,858)
Cash paid to employees	(3,160,919)	(1,440,280)	(4,601,199)	(891,028)
NET CASH FROM OPERATING ACTIVITIES	<u>5,492,134</u>	<u>2,728,644</u>	<u>8,220,778</u>	<u>1,391,617</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES				
Transfers from other funds	-	-	-	-
Transfers to other funds	(1,670,028)	(132,000)	(1,802,028)	-
NET CASH FROM NON-CAPITAL FINANCING ACTIVITIES	<u>(1,670,028)</u>	<u>(132,000)</u>	<u>(1,802,028)</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of capital assets	(11,064,714)	(1,030,274)	(12,094,988)	(144,581)
Proceeds from sale of capital assets	-	-	-	2,700
Proceeds from the issuance of long-term debt	-	-	-	-
Principal paid on long-term debt	(404,006)	(310,180)	(714,186)	-
Interest paid on long-term debt	(1,163,897)	(120,530)	(1,284,427)	-
Tap fees received	-	994,253	994,253	-
NET CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(12,632,617)</u>	<u>(466,731)</u>	<u>(13,099,348)</u>	<u>(141,881)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	4,651	-	4,651	(3,419)
NET CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES	<u>4,651</u>	<u>-</u>	<u>4,651</u>	<u>(3,419)</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	<u>(8,805,860)</u>	<u>2,129,913</u>	<u>(6,675,947)</u>	<u>1,246,317</u>
CASH AND CASH EQUIVALENTS				
Beginning of Year	<u>28,562,405</u>	<u>8,865,565</u>	<u>37,427,970</u>	<u>4,275,930</u>
End of Year	<u>\$ 19,756,545</u>	<u>\$ 10,995,478</u>	<u>\$ 30,752,023</u>	<u>\$ 5,522,247</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES				
Operating income (loss)	\$ 4,245,453	\$ 1,508,959	\$ 5,754,412	\$ 746,971
Adjustments to reconcile operating income to net cash flows from operating activities				
Depreciation	1,307,957	923,133	2,231,090	319,262
(Increase) decrease in operating assets:				
Accounts receivable	157,761	495,074	652,835	268,003
Inventories	(506,395)	(54,644)	(561,039)	1,037
Prepaid items	28,655	-	28,655	2,559
(Increase) decrease in operating liabilities:				
Accounts payable	54,972	(296,489)	(241,517)	15,861
Accrued liabilities	17,732	94,027	111,759	6,216
Unearned revenues	80,993	-	80,993	-
Claims payable	-	-	-	-
Deposits	51,271	(5,324)	45,947	-
Compensated absences payable	58,974	(24,236)	34,738	31,708
Net pension and OPEB liabilities and related deferred inflows and outflows of resources	(5,239)	88,144	82,905	-
NET CASH FROM OPERATING ACTIVITIES	<u>\$ 5,492,134</u>	<u>\$ 2,728,644</u>	<u>\$ 8,220,778</u>	<u>\$ 1,391,617</u>

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

Town of Estes Park, Colorado

Notes to Financial Statements

December 31, 2021

1. Summary of Significant Accounting Policies

The Town of Estes Park, Colorado (the Town) is a statutory municipality governed by a town administrator form of government through a Mayor and six-member Board of Trustees elected by the residents at large.

The accounting policies of the Town and its component units conform to generally accepted accounting principles as applicable to government entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Following is a summary of the more significant policies.

Reporting Entity

The financial reporting entity consists of the Town, organizations for which the Town is financially accountable, and organizations that raise and hold economic resources for the direct benefit of the Town. All funds, organizations, institutions, agencies, departments and offices that are not legally separate are part of the Town. Legally separate organizations for which the Town is financially accountable are considered part of the reporting entity. Financial accountability exists if the Town appoints a voting majority of the organization's governing board and is able to impose its will on the organization, or if the organization provides benefits to, or imposes financial burdens, on the Town.

Based on the application of these criteria, the Town includes the following component units in its financial statements.

The Estes Park Local Marketing District (Visit Estes Park) was established by election in November 2008, to assist with the marketing of businesses and activities in the Marketing District's boundaries, which include the Town and the surrounding area. The election allowed Visit Estes Park to assess a 2% marketing and promotion tax on all lodging establishments in the District. Visit Estes Park has a separate Board of Directors with seven members appointed by the Town and Larimer County. Although Visit Estes Park is legally separate from the Town, the financial statements are discretely presented in the Town's reporting entity because Visit Estes Park provides services almost exclusively to the Town, the Town's Board of Trustees approves the Visit Estes Park's budget, and the Town appoints five members of the Board of Directors. Separately issued financial statements of Visit Estes Park can be obtained from Visit Estes Park at 1230 Big Thompson Ave., P.O. Box 4426, Estes Park, Colorado 80517.

Certain disclosures required by generally accepted accounting principles (GAAP) have been omitted from the Town's notes, as they may be viewed by obtaining Visit Estes Park's financial statements as described above.

The Estes Park Building Authority (the Building Authority) was formed to provide financing for improvements to the Town-owned golf course. The Estes Valley Recreation and Park District operates the course under a management agreement. The Town Board of Trustees appoints the Directors of the Building Authority. The Building Authority had no financial activity for the year ended December 31, 2021.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2021

1. Summary of Significant Accounting Policies (continued)

Joint Venture - In 1975, the Town joined with the cities of Fort Collins, Longmont, and Loveland to establish the Platte River Power Authority (the Authority), to provide electrical power and energy to the Town and Cities. The Authority is governed by an eight-member Board of Directors. Each participant's governing board appoints two members to the Authority's Board of Directors.

The Town has a residual interest in the assets of the Authority that may revert to the Town upon dissolution of the Authority. The Town has no equity interest in the Authority. Complete financial statements of the Authority may be obtained by contacting the Platte River Power Authority at 2000 East Horsetooth Road, Fort Collins, Colorado 80525-2942.

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Town and its component units. For the most part, the effect of interfund activity has been removed from these statements. Exceptions to this general rule are charges for interfund services that are reasonably equivalent to the services provided. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the *primary government* is reported separately from the legally separate *component unit* for which the Town is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of the given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*. Internally dedicated resources are reported as general revenues rather than as program revenues.

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

Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and pension trust fund financial statements. Revenues are recorded when earned and expenses are recorded when the liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current year. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current year.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2021

1. Summary of Significant Accounting Policies (continued)

Taxes, intergovernmental revenues, and interest associated with the current year are considered to be susceptible to accrual and so have been recognized as revenues of the current year. Expenditure-driven grants are recognized when the qualifying expenditures have been incurred and all other eligibility requirements have been met. All other revenues are considered to be measurable and available only when cash is received by the Town.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due.

Proprietary funds distinguish operating revenues and expenses from nonoperating 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. Operating expenses for enterprise funds and internal service 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 nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the Town's practice to use restricted resources first, then unrestricted resources as they are needed.

In the fund financial statements, the Town reports the following major governmental funds:

General Fund – The General Fund is the general operating fund of the Town. It is used to account for all financial resources except those accounted for in another fund.

Community Reinvestment Fund – This fund was reclassified as a capital projects fund in 2018 from a special revenue fund. The fund accounts for general capital improvements of the Town, including the acquisition, construction, improvement, and maintenance of capital assets. These expenditures are financed by General Fund transfers, intergovernmental grants and debt issuances.

Street Improvement Fund – This fund is a special revenue fund created April 2015 by vote of the Board of Trustees. The fund accounts for the restricted 0.60% sales tax approved by voters in 2014. The fund is used for selected street department personnel costs, operations, street repairs; such as chip sealing and crack sealing efforts, street replacement, rehabilitation, and construction within the Town of Estes Park.

The Town also reports the following major proprietary funds:

The **Power and Communications Fund** accounts for the financial activities associated with the provision of electric and broadband services. In 2019, the Town passed an ordinance to change the name of this fund from the Light and Power fund to the Power and Communications Fund.

The **Water Fund** accounts for the financial activities associated with the provision of water services.

Additionally, the Town reports the following fund types:

The **Internal Service Funds** account for fleet maintenance, vehicle replacement, information technology, medical insurance services and risk management services provided to other departments of the Town on a cost reimbursement basis.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

1. Summary of Significant Accounting Policies (continued)

Assets, Liabilities and Net Position/Fund Balance

Cash and Investments - Cash equivalents include investments with original maturities of three months or less. Investments in pooled cash are considered cash equivalents. Investments are reported at fair value. Whenever possible, the Town pools cash to enhance investment opportunities and to facilitate management of cash resources.

Restricted Cash and Investments - The amounts restricted are in compliance with the debt requirements associated with the Town's long-term debt.

Interfund Receivables/Payables - During the course of operations, certain transactions occur between individual funds. The resulting receivables and payables are classified in the fund financial statement as interfund receivables and interfund payables. Any residual balances outstanding between governmental and business-type activities are reported in the government-wide financial statements as internal balances.

Inventories - Inventories are valued at cost, using the weighted average unit method. The costs of inventories are recorded as expenditures when consumed rather than when purchased.

Prepaid Items - Certain payments to vendors reflect costs applicable to future years and are reported as prepaid items using the consumption method.

Capital Assets - Capital assets, which include land, buildings, equipment, and all infrastructure owned by the Town, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and the proprietary funds in the fund financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of \$5,000 or more (\$50,000 or more for street, bridge and trail infrastructure) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of arts or similar items, and capital assets received in a service concession arrangement are reported at their acquisition cost at the date of donation.

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

Capital assets of the Town are depreciated using the straight-line method over the following estimated useful lives.

Buildings	30 - 40 years
Infrastructure – Collection and Distribution Systems	25 - 50 years
Infrastructure – Streets, Bridges and Trails	30 – 40 years
Machinery and Equipment	20 - 25 years
Vehicles	5 - 10 years

Deferred Outflows of Resources - In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. A deferred outflow of resources is a consumption of net position by the Town that is applicable to a future reporting period. The Town has one item that qualifies as a deferred outflow of resources related to pension liabilities per GASB Statement No. 68. See Note 8 for additional information.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

1. Summary of Significant Accounting Policies (continued)

Unearned Revenues - Unearned revenues arise when resources are received by the Town before it has a legal claim to them or when assets are not available as current financial resources in the governmental funds. In addition, the Town recognizes unearned revenue related to water rates established to support estimated incremental expenses of future scheduled maintenance costs of the Water Fund, consistent with the regulatory provisions of GASB Statement No. 62. At December 31, 2021 the Town reported unearned revenue of \$1,037,345 in governmental funds and \$124,050 in the enterprise funds.

Deferred Inflows of Resources - In addition to liabilities, the statement of net position will sometimes report separate sections for deferred inflows of resources. A deferred inflow of resources is an acquisition of net position by the Town that is applicable to a future reporting period. The Town has two items that qualify for reporting as deferred inflows of resources. The first type of deferred inflow of resources occurs because governmental fund revenues are not recognized until available (collected not later than 60 days after the end of the Town's year) under the modified accrual basis of accounting. In the governmental funds, the Town recorded \$1,056,885 of deferred inflows of resources related to unavailable revenue and \$461,682 related to property taxes as of December 31, 2021. Finally, a deferred inflow of resources related to the pension liabilities per GASB Statement No. 68 has been recorded as of December 31, 2021. See Note 8 for additional information.

Deposits - Deposits reported in the General Fund represent customer payments for specific public improvements. The Power and Communications Fund reports deposits received from customers for the construction of electric service facilities at their locations. These deposits are recognized as revenue when the underlying construction is completed. The Power and Communications Fund also includes utility service deposits held as collateral for utility bills. These utility service deposits may be refunded, including accrued interest, at the end of the deposit term if the customer has demonstrated a good payment history.

Compensated Absences - Employees of the Town are allowed to accumulate unused vacation and sick time. Upon termination of employment from the Town, an employee will be compensated for all accrued vacation time and, if the employee has completed 20 years of continuous service, will be compensated for 50% of accrued sick time at their current pay rate.

These compensated absences are recognized as current salary costs when earned in the proprietary funds and when due in the governmental funds. A long-term liability has been reported in the proprietary funds and government-wide financial statements for the accrued compensated absences.

Long-term Obligations - In the government-wide financial statements and the proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net position. Long-term debt is reported net of the applicable premium or discount. Long-term debt issuance costs are expensed when incurred.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

1. Summary of Significant Accounting Policies (continued)

Net Position/Fund Balances - In the government-wide and fund financial statements, net position and fund balances are restricted when constraints placed on the use of resources are externally imposed. Committed fund balance represents amounts constrained by the Board of Trustees, which is the highest level of decision-making authority, by formal action (resolution). While there is no formal policy, the Board of Trustees has authorized the Town Administrator or his designee to assign fund balances for specific purposes consistent with the adopted budget. If both restricted and unrestricted fund balances are available, the Town uses restricted fund balance first, followed by committed, assigned and unassigned.

As of December 31, 2021, the Town reported the following restrictions in the statement of net position: 1) \$1,395,357 restricted for parks and open space, \$1,750,629 restricted for future capital improvements and \$706,101 restricted for emergencies (see Note 11) reported under governmental activities; and 2) \$1,114,118 restricted for operations and maintenance reserves reported under business-type activities. Restricted net position is a result of externally imposed restrictions.

Property Taxes

Property taxes attach as an enforceable lien on property on January 1, are levied the following December, and collected in the subsequent year. Taxes are payable in full on April 30 or in two installments on the last day of February and June 15. The Larimer County Treasurer's Office collects property taxes and remits to the Town on a monthly basis. Since property taxes are collected in arrears during the succeeding year, a receivable and corresponding deferred inflows of resources are reported at year-end.

Contraband forfeitures

The Colorado Contraband Forfeiture Act allows law enforcement agencies to retain proceeds from the seizure of contraband. These proceeds are not subject to appropriation in the budget process. Cash proceeds are recorded in the General Fund. Property and equipment seized are recorded as capital assets.

Pensions

The Town and the discretely presented component unit participate in the Local Government Division Trust Fund ("LGDTF"), a cost-sharing multiple-employer defined benefit pension plan administered by the Public Employees' Retirement Association of Colorado ("PERA"). The net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position of the LGDTF have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

1. Summary of Significant Accounting Policies (continued)

Other Post-Employment Benefits ("OPEB")

The Town and the discretely presented component unit participate in the Health Care Trust Fund ("HCTF"), participates in the Health Care Trust Fund (HCTF}, a cost-sharing multiple- employer defined benefit OPEB fund administered by the Public Employees' Retirement Association of Colorado ("PERA"). The net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, OPEB expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position of the HCTF have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefits paid on behalf of health care participants are recognized when due and/or payable in accordance with the benefit terms. Investments are reported at fair value.

The Town also provides post-employment medical insurance premium assistance to all active and retired employees under the Retiree Medical Insurance Plan (the "Plan"). The Plan is a single-employer defined benefit OPEB plan administered by the Town. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

2. Stewardship, Compliance and Accountability

Budgets and Budgetary Accounting

Budgets are legally adopted for all funds of the Town. Budgets for the governmental funds are adopted on a basis consistent with GAAP. Budgetary comparisons for the enterprise and internal service funds are presented on a non-GAAP budgetary basis. Capital outlay and debt service principal are budgeted as expenditures and depreciation is not budgeted.

The Town follows these procedures in establishing the budgetary data reflected in the financial statements:

- Management submits to the Board of Trustees a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them;
- Public hearings are conducted to obtain taxpayer comments;
- Prior to December 15, the budget is legally enacted through passage of a resolution;
- Management is authorized to transfer budgeted amounts between departments within any fund. However, any revisions that alter the total expenditures of any fund must be approved by the Board of Trustees;
- All budget appropriations lapse at year-end.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

3. Cash and Investments

A summary of cash and investments as of December 31, 2021, follows:

	Town	Visit Estes Park
Petty Cash	\$ 3,300	\$ -
Deposits	1,633,462	2,356,429
Investments	<u>55,750,553</u>	<u>-</u>
Total	<u>\$ 57,387,315</u>	<u>\$ 2,356,429</u>

Cash and investments are presented in the government-wide financial statements as follows:

	Town	Visit Estes Park
Cash, cash equivalents and investments per Statement of Net Cash and investments	\$ 40,244,721	\$ 2,356,429
Restricted cash and investments	<u>17,142,594</u>	<u>-</u>
Total	<u>\$ 57,387,315</u>	<u>\$ 2,356,429</u>

Bank Deposits

The Colorado Public Deposit Protection Act (PDPA) requires all local government entities to deposit cash in eligible public depositories. Eligibility is determined by State regulations. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. The PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution, or held in trust for all uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. At December 31, 2021, the Town and Visit Estes Park reported bank deposits with carrying values of \$2,589,613 and \$2,457,333, respectively.

Deposits collateralized under the PDPA are considered collateralized with securities held by the pledging financial institution's trust department or agent in the Town's or Visit Estes Park's name, because the collateral pool meets the "held in name of the government" criterion

Investments

The Town is required to comply with State statutes which specify investments meeting defined rating, maturity, and concentration risk criteria in which local governments may invest, which include the following (listed below). State statutes do not address custodial risk. The Town's investment policy does not further limit these investment choices.

Colorado statutes specify in which instruments the local government may invest, which include:

1. Repurchase agreements in obligations of the United States;
2. Obligations of the United States or obligations unconditionally guaranteed by the United States;

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

3. Cash and Investments (continued)

3. General obligation or revenue bonds of any state, District of Columbia, US territory or any of their subdivisions, with certain limitations;
4. Bankers acceptance issued by a state or national bank, with certain limitations;
5. Commercial paper, with certain limitations;
6. Any obligation, certificate of participation or lease/purchase of the investing public entity;
7. Money market funds, with certain limitations, which invest in the types of securities listed above;
8. Guaranteed investment contracts, with other certain limitations;
9. Participation with other local governments in pooled investment funds (trusts). These trusts are supervised by participating governments, and must comply with the same restrictions on cash deposits and investments. These trusts are "Colotrust" and "CSAFE".

At December 31, 2021, the Town had the following investments reported as cash and cash equivalents:

Investment Type	Rating	Investment Maturities (in Years)		Fair Value
		Less than 1	1 to 5	
Local Government Investment Pools	AAAm	\$ 40,914,719	\$ -	\$ 40,914,719
Corporate bonds		971,044	562,114	1,533,158
U.S. Treasury Securities	AA+	1,782,748	4,144,671	5,927,419
Government agencies	AA+	2,160,016	5,215,241	7,375,257
Total		\$ 45,828,527	\$ 9,922,026	\$ 55,750,553

Interest Rate Risk- State statutes limit investments in U.S. Treasury and Agency securities to an original maturity of five years unless the governing board authorizes the investment for a period in excess of five years.

Credit Risk - State statutes limit investments in U.S. Agency securities to the highest rating issued by two or more nationally recognized statistical rating organizations (NRSROs). State statutes also limit investments in money market funds to those that maintain a constant share price, with a maximum remaining maturity in accordance with Rule 2a-7, and either have assets of one billion dollars or the highest rating issued by a NRSRO.

Concentration of Credit Risk- State statutes do not limit the amount the Town may invest in one issuer. The Town's concentration of credit risk that exceed 5% is shown below as of December 31, 2021. Percentages are based on the Town's total investments.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

3. Cash and Investments (continued)

Investment Type	Concentration of Credit Risk
Local Government Investment Pools	73.39%
Corporate Bonds	2.75%
U.S. Treasury Securities	10.63%
Government Agencies	13.23%

Fair Value

The Town categorizes its fair value measurements within the fair value hierarchy established by the generally accepted accounting principles (GAAP). The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. Investment balances at December 31, 2021 were as follows:

Investments	Level 1	Level 2	Level 3	Total
U.S. Treasury Securities	\$ 5,927,419	\$ -	\$ -	\$ 5,927,419
Corporate bonds	-	1,533,158	-	1,533,158
Government agencies	-	7,375,257	-	7,375,257
Total	<u>\$ 5,927,419</u>	<u>\$ 8,908,415</u>	<u>\$ -</u>	<u>14,835,834</u>
Local government investment pool measured at NAV				25,934,242
Local government investment pool measured at amortized cost				<u>14,980,477</u>
Total				<u>\$ 55,750,553</u>

Securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities or offer same day liquidity at a price of par. Securities classified in Level 2 are valued using inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity. The Town's securities in Level 2 are valued using matrix pricing and various relational pricing model techniques.

As of December 31, 2021, the Town had invested \$14,724,641 in the Colorado Local Government Liquid Asset Trust (COLOTRUST) (the Trust), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commission administers and enforces all State statutes governing the Trust. The Trust operates similarly to a money market fund and each share has a constant net asset value. The Trust offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+. Both portfolios may invest in U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities. COLOTRUST PLUS+ may also invest in certain obligations of U.S. Government agencies, highest rated commercial paper and any security allowed under CRS 24-75-601. A designated custodial bank serves as custodian for the Trust's portfolios pursuant to a custodian agreement. The custodian acts as the safekeeping agent for the Trust's investment portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by the Trust. COLOTRUST is rated AAAM by Standard & Poor's and is measured at net asset value (NAV). There are no unfunded commitments, the redemption frequency is daily and there is no redemption notice period.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

3. Cash and Investments (continued)

As of December 31, 2021, the Town had invested \$14,980,477 in the Colorado Surplus Asset Fund Trust (CSAFE), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces all State statutes governing the Trust. The Trust operated similarly to a money market fund and each share has a constant net asset value. The Trust is rated AAAM by Standard & Poor's and is valued at amortized cost. Based on the valuation method, additional disclosures are not required under GASB Statement No. 72.

As of December 31, 2021, the Town had \$11,193,616 invested in Colorado Statewide Investment Program (CSIP), an investment vehicle established for local government entities in Colorado to pool surplus funds for investment purposes. CSIP is a highly liquid fund operating similarly to a money market-like fund and each share is equal in value to \$1.00. CSIP measures all of its investment at net asset value in accordance with GASB Statement No. 79, Certain External Investment Pools and Pool Participants. CSIP invests primarily in United States Treasuries, United States Agencies, Primary Dealer Repurchase Agreements, highly rated commercial paper, AAAM rated money market funds, highly rated corporate bonds and Colorado Depositories. CSIP is rated AAAM by Standard & Poor's.

4. Capital Assets

Capital asset activity for the year ended December 31, 2021 is summarized below:

	Balance December 31, 2020	Transfers/ Additions	Transfers/ Retirements	Balance December 31, 2021
Governmental Activities				
Capital assets, <i>not being depreciated</i> :				
Land held for preservation	\$ 5,640,936	\$ 647,975	\$ -	\$ 6,288,911
Construction in Progress	<u>5,632,605</u>	<u>857,260</u>	<u>(1,718,937)</u>	<u>4,770,928</u>
Total capital assets, <i>not being depreciated</i>	<u>11,273,541</u>	<u>1,505,235</u>	<u>(1,718,937)</u>	<u>11,059,839</u>
Capital assets, being depreciated:				
Buildings	23,176,069	99,060	-	23,275,129
Infrastructure	136,672,686	2,541,438	-	139,214,124
Machinery and Equipment	<u>8,868,583</u>	<u>183,499</u>	<u>(118,216)</u>	<u>8,933,866</u>
Total capital assets, being depreciated	<u>168,717,338</u>	<u>2,823,997</u>	<u>(118,216)</u>	<u>171,423,119</u>
Less accumulated depreciation:				
Buildings	(11,339,876)	(640,945)	-	(11,980,821)
Infrastructure	(93,460,210)	(2,520,563)	-	(95,980,773)
Machinery and Equipment	<u>(5,482,555)</u>	<u>(702,604)</u>	<u>71,698</u>	<u>(6,113,461)</u>
Total Accumulated Depreciation	<u>(110,282,641)</u>	<u>(3,864,112)</u>	<u>71,698</u>	<u>(114,075,055)</u>
Total capital assets, <i>being depreciated</i> , net	<u>58,434,697</u>	<u>(1,040,115)</u>	<u>(46,518)</u>	<u>57,348,064</u>
Total governmental activities capital assets, net	<u>\$ 69,708,238</u>	<u>\$ 465,120</u>	<u>\$ (1,765,455)</u>	<u>\$ 68,407,903</u>

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

4. Capital Assets (continued)

	Balance December 31, 2020	Transfers/ Additions	Transfers/ Retirements	Balance December 31, 2021
Business-Type Activities				
Capital assets, <i>not being depreciated</i> :				
Land and easements	\$ 4,266,517	\$ -	\$ -	\$ 4,266,517
Construction in progress	<u>13,727,423</u>	<u>8,829,257</u>	<u>(2,452,288)</u>	<u>20,104,392</u>
Total capital assets, <i>not being depreciated</i>	<u>17,993,940</u>	<u>8,829,257</u>	<u>(2,452,288)</u>	<u>24,370,909</u>
Capital assets, being depreciated:				
Buildings	10,276,936	2,621,619	-	12,898,555
Infrastructure	44,485,347	1,577,067	-	46,062,414
Machinery and Equipment	<u>20,576,739</u>	<u>1,519,333</u>	<u>(218,029)</u>	<u>21,878,043</u>
Total capital assets, being depreciated	<u>75,339,022</u>	<u>5,718,019</u>	<u>(218,029)</u>	<u>80,839,012</u>
Less accumulated depreciation:				
Buildings	(4,532,559)	(345,461)	-	(4,878,020)
Infrastructure	(17,139,389)	(985,418)	-	(18,124,807)
Machinery and Equipment	<u>(11,585,833)</u>	<u>(900,211)</u>	<u>214,068</u>	<u>(12,271,976)</u>
Total Accumulated Depreciation	<u>(33,257,781)</u>	<u>(2,231,090)</u>	<u>214,068</u>	<u>(35,274,803)</u>
Total capital assets, <i>being depreciated</i> , net	<u>42,081,241</u>	<u>3,486,929</u>	<u>(3,961)</u>	<u>45,564,209</u>
Total business-type activities capital assets, net	<u>\$ 60,075,181</u>	<u>\$ 12,316,186</u>	<u>\$ (2,456,249)</u>	<u>\$ 69,935,118</u>

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

Governmental Activities	
General Government	\$ 1,935,537
Public Safety	106,350
Public Works	1,337,637
Culture and Recreation	<u>484,588</u>
Total	<u>\$ 3,864,112</u>
Business-Type Activities	
Power and Communications	\$ 1,307,957
Water	<u>923,133</u>
Total	<u>\$ 2,231,090</u>

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

5. Long-Term Debt

Governmental Activities

Following is a summary of long-term debt transactions for the governmental activities for the year ended December 31, 2021.

	Balance at December 31, 2020	Additions	Payments	Balance at December 31, 2021	Due Within One Year
<i>Governmental activities:</i>					
Certificates of participation	\$ 3,295,000	\$ -	\$ (435,000)	\$ 2,860,000	\$ 450,000
Lease purchase agreement	3,559,951	-	(242,431)	3,317,520	253,463
Radio Equipment Lease Purchase	208,460	-	(38,037)	170,423	39,937
Premium lease purchase	142,510	-	(22,255)	120,255	20,892
Total direct placements	<u>\$ 7,205,921</u>	<u>\$ -</u>	<u>\$ (737,723)</u>	<u>\$ 6,468,198</u>	<u>\$ 764,292</u>
Environmental remediation	\$ 100,000	\$ -	\$ (10,802)	\$ 89,198	\$ 5,000
Compensated Absences	703,853	754,596	(603,120)	855,329	492,831
Total other long-term liabilities	<u>\$ 803,853</u>	<u>\$ 754,596</u>	<u>\$ (613,922)</u>	<u>\$ 944,527</u>	<u>\$ 497,831</u>
Total	<u>\$ 8,009,774</u>	<u>\$ 754,596</u>	<u>\$ (1,351,645)</u>	<u>\$ 7,412,725</u>	<u>\$ 1,262,123</u>

Compensated absences and postemployment benefits are expected to be liquidated primarily with revenues of the General Fund.

Business-Type Activities

Following is a summary of long-term debt transactions for the business-type activities for the year ended December 31, 2021.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

5. Long-Term Debt (continued)

	Balance at December 31, 2020	Additions	Payments	Balance at December 31, 2021	Due Within One Year
<i>Business-type activities:</i>					
2019A Power and Comm Rev Bonds	\$ 22,610,000	\$ -	\$ (390,000)	\$ 22,220,000	\$ 400,000
2019A Power and Comm Rev Bonds Premium	3,340,253	-	(231,499)	3,108,754	233,433
2019B Taxable Power and Comm Rev Bonds	<u>7,050,000</u>	<u>-</u>	<u>-</u>	<u>7,050,000</u>	<u>-</u>
Total bonded debt	<u>\$ 33,000,253</u>	<u>\$ -</u>	<u>\$ (621,499)</u>	<u>\$ 32,378,754</u>	<u>\$ 633,433</u>
2008A Water Loan	\$ 2,633,682	\$ -	\$ (295,153)	\$ 2,338,529	\$ 300,830
2019 Radio Equipment Lease	80,769	-	(14,007)	66,762	14,735
2020 USDA Loan	543,145	-	(12,813)	530,332	13,236
2019 Radio Equipment Lease Purchase (503)	<u>10,760</u>	<u>-</u>	<u>(2,213)</u>	<u>8,547</u>	<u>2,315</u>
Total direct placements	<u>\$ 3,268,356</u>	<u>\$ -</u>	<u>\$ (324,186)</u>	<u>\$ 2,944,170</u>	<u>\$ 331,116</u>
Compensated Absences	\$ 379,837	\$ 472,895	\$ (438,157)	\$ 414,575	\$ 276,608
Total other long-term liabilities	<u>\$ 379,837</u>	<u>\$ 472,895</u>	<u>\$ (438,157)</u>	<u>\$ 414,575</u>	<u>\$ 276,608</u>
Total	<u>\$ 36,648,446</u>	<u>\$ 472,895</u>	<u>\$ (1,383,842)</u>	<u>\$ 35,737,499</u>	<u>\$ 1,241,157</u>

The Refunding and Improvement Power and Communications Revenue Bonds, Series 2019A were issued to advance refund the 2007 Light and Power Bond and to finance the Electric SmartGrid and Broadband projects. Principal payments are due annually on November 1 through 2039. Interest payments are due semi-annually on May 1 and November and interest rates vary from 3.0 to 5.0%

The Power and Communications Revenue Bonds, Series 2019B, were issued to finance Power and Communications projects. Principal payments are due annually on November 1 starting in 2023 through 2029. Interest payments are due semi-annually on May 1 and November and interest rates vary from 2.362 to 2.988%.

The following are considered to be events of default under these bond agreements:

- (a) Payment of the principal of any bond is not made when the same becomes due and payable;
- (b) Payment of any installment of interest on any bond is not made when the same becomes due and payable;
- (c) The Town, for any reason becomes incapable of fulfilling its obligations under the Bond Ordinance;
- (d) The Town shall have failed to carry out and to perform (or in good faith to begin the performance of) all acts and things lawfully required to be carried out or to be performed by it under any contract relating to the Revenue or to the Light and Power Facilities, the Communications Facilities or otherwise, and such failure shall continue for 60 days after receipt of notice from the registered owners

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

5. Long-Term Debt (continued)

of 25% in aggregate principal amount of the bonds then outstanding; provided that if such failure cannot be cured within such 60 days and if during that period corrective action has commenced to remedy such failure and subsequently is diligently pursued by the Town to the completion of such performance, an event of default shall not be deemed to have occurred;

(e) The Town discontinues or unreasonably delays or fails to carry out with reasonable dispatch the reconstruction of any essential part of the Light and Power Facilities or the Communications Facilities which is condemned, destroyed or damaged and is not promptly repaired or replaced (whether such failure to repair the same is due to impracticality of such repair or replacement, or is due to a lack of moneys therefor, or for other reason);

(f) An order or decree is entered by a court of competent jurisdiction, with the consent or acquiescence of the Town, appointing a receiver or receivers for the Light and Power Facilities or the Communications Facilities or for the Revenue and any other moneys subject to the lien to secure the payment of the Bonds, or if any order or decree, having been entered without the consent or acquiescence of the Town is not vacated or discharged or stayed on appeal within 60 days after entry; or

(g) The Town defaults in the due and punctual performance of any other of the representations, covenants, conditions, agreements and other provisions contained in the bonds or the Bond Ordinance on its part to be performed, and if such default continues for 60 days after written notice, specifying such default and requiring the same to be remedied, is given to the Town by the registered owners of 25% in aggregate principal amount of the Bonds then outstanding; provided that if such failure cannot be cured within such 60 days and if during that period corrective action has commenced to remedy such default and subsequently is diligently pursued to the completion of such performance, an event of default shall not be deemed to have occurred.

In the event of default, the registered owners of not less than 25% in aggregate principal amount of the bonds outstanding may initiate legal proceedings to enforce their rights under the Bond Ordinance.

The annual debt service requirements for the outstanding bonds at December 31, 2021 are as follows:

<u>Year ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 400,000	\$ 1,143,110	\$ 1,543,110
2023	1,255,000	1,123,110	2,378,110
2024	1,295,000	1,081,991	2,376,991
2025	1,340,000	1,039,241	2,379,241
2026	1,385,000	991,805	2,376,805
2027-2031	7,605,000	4,283,458	11,888,458
2032-2036	9,395,000	2,494,800	11,889,800
2037-2039	6,595,000	534,400	7,129,400
Total	<u>\$29,270,000</u>	<u>\$ 12,691,914</u>	<u>\$ 41,961,914</u>

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

5. Long-Term Debt (continued)

The 2008 Water Loan from the Colorado Water Resources and Power Development Authority was obtained to finance a membrane filter and increase capacity at the Mary's Lake Water Treatment Plant. Principal and Interest payments are due semi-annually on February 1 and August 1 through 2028. Interest accrues at 3.26% per annum.

The following are considered to be events of default under the loan agreement:

- (a) failure by the Town to pay or cause to be paid any amounts required to be paid when due, which failure shall continue for a period of ten days;
- (b) failure by the Town to make or cause to be made any required payments of principal of redemption premium if any and interest on any bonds notes or other obligations for borrowed money, after giving effect to the applicable grace period, the payments of which are secured by pledged property;
- (c) failure by the Town to pay or cause to be paid the Administrative Fee or any portion thereof when due or to observe and perform any duty covenant obligation or agreement on its part to be observed or performed under the loan agreement and other than a failure to comply with the provisions of the loan agreement, which failure shall continue for a period of thirty days after written notice specifying such failure and requesting that it be remedied is given to the Town by the Trustee;
- (d) a petition is filed by or against the Town under any federal or state bankruptcy or insolvency law or other similar law in effect on the date of the loan agreement or thereafter enacted unless in the case of any such petition filed against the Town such petition shall be dismissed within thirty days after such filing and such dismissal shall be final and not subject to appeal or the Town shall become insolvent or bankrupt or make an assignment for the benefit of its creditors or a custodian including without limitation a receiver liquidator or trustee of the Town or any of its property shall be appointed by court order to take possession of the Town or its property or assets if such order remains in effect or such possession continues for more than thirty days.

In the event of default, the lender may initiate legal proceedings to enforce their rights under the loan agreement.

All income derived from the operations of the water facilities must be sufficient to pay: a) all Operating Expenses during the fiscal year; and b) 110% of the debt service due during the fiscal year. During the year ended December 31, 2021, revenues of \$7,195,151 were available to pay 110% of annual debt service of \$433,506 and operating expenses of \$4,691,939.

Annual debt service requirements for the outstanding Water Loan at December 31, 2021 are as follows:

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

5. Long-Term Debt (continued)

<u>Year ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	300,830	102,258	403,088
2023	306,506	98,234	404,740
2024	306,506	89,309	395,815
2025	329,211	70,791	400,002
2026	346,239	55,301	401,540
2027-2028	749,238	56,847	806,085
Total	<u>\$ 2,338,530</u>	<u>\$ 472,740</u>	<u>\$ 2,811,270</u>

Effective January 1, 2019, the Town entered into a capital lease obligation in the amount of \$419,293 for the lease of radio equipment. The lease requires annual principal and interest payments of \$69,348, with interest at 5.030%. The gross carrying amount of the assets was \$433,758 with current year depreciation of \$61,991.

The following are events of default under this agreement: (i) failure to make any lease payment (or any other payment) as it becomes due in accordance with the terms of the lease when funds have been appropriated sufficient for such purpose, and any such failure continues for ten (10) days after the due date thereof; (ii) failure to perform or observe any other covenant, condition, or agreement to be performed or observed by it hereunder and such failure is not cured within twenty (20) days after written notice thereof by the lessor; (iii) the discovery by lessor that any statement, representation, or warranty made by the Town in the lease or in writing delivered by lessee is false, misleading or erroneous in any material respect; (iv) proceedings under any bankruptcy, insolvency, reorganization or similar legislation shall be instituted against or by the lessee, or a receiver or similar officer shall be appointed for lessee or any of its property, and such proceedings or appointments shall not be vacated, or fully stayed, within twenty (20) days after the institution or occurrence thereof; or (v) an attachment, levy or execution is threatened or levied upon or against the equipment.

In the event of default, the lessor may, at its option: (i) declare all amounts due under the lease; (ii) request the Town to discontinue use of the equipment; (iii) sell or lease the equipment; (iv) request the return of the equipment to the lessor; or (v) exercise any other right available under law.

Annual debt service requirements for the outstanding lease obligation at December 31, 2021 are as follows:

<u>Year ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	56,987	12,443	69,430
2023	59,854	9,557	69,411
2024	62,864	6,526	69,390
2025	66,027	2,548	68,575
Total	<u>\$ 245,732</u>	<u>\$ 31,074</u>	<u>\$ 276,806</u>

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

5. Long-Term Debt (continued)

On May 30, 2013, the Town issued Certificates of Participation, Series 2013, in the amount of \$6,075,000, for the purpose of financing construction of a multi-purpose events center and new stall barns at the Stanley Park Fairgrounds complex. The certificates are subject to mandatory sinking fund redemption prior to maturity of December 1, 2027. Payments of principal are due annually on December 1, through 2027. Interest accrues at a rate of 2.430% and is payable semiannually on June 1 and December 1.

The following are events of default under this agreement:

- (i) failure by the Town to pay any amounts due during the term of the agreement within five days following the due date;
- (ii) failure by the Town to vacate the underlying property by the specified date in an event of Nonappropriation;
- (iii) any sublease, assignment, encumbrance, conveyance or other transfer of the interest of the Town in all or any portion of the underlying property, in violation of terms of the agreement;
- (iv) failure by the Town to observe and perform any covenant, condition or agreement on its part to be observed or performed, other than as excluded by the agreement, for a period of 30 days after written notice; or
- (v) the Town files a petition or application seeking reorganization or protection under federal bankruptcy law or for other debtor relief under the laws of the State or a receiver is appointed for all or any material portion of the Town's assets or revenues or the Town is the subject of such a petition or application which is not contested by the Town or otherwise dismissed, vacated, discharged or stayed within 60 days.

In the event of default, the trustee has the right to terminate the agreement, request the Town to vacate the underlying property and sell or assign its interest in the agreement. They may also recover any unpaid amounts and take any additional action allowed by law.

Annual debt service requirements for the outstanding Certificates of Participation at December 31, 2021 are as follows:

<u>Year ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	450,000	69,498	\$ 519,498
2023	460,000	59,103	\$ 519,103
2024	470,000	47,385	\$ 517,385
2025	480,000	35,964	\$ 515,964
2026	495,000	24,300	\$ 519,300
2027	505,000	12,272	517,272
Total	<u>\$ 2,860,000</u>	<u>\$ 248,522</u>	<u>\$ 3,108,522</u>

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

5. Long-Term Debt (continued)

On January 1, 2017, the Town entered into a Lease Purchase Agreement commencing on January 23, 2017 and terminating on January 1, 2032 with Saulsbury Hill Financial, LLC. Under the agreement, Saulsbury Hill Financial, LLC will lease real property, including improvements, fixtures and equipment from the Town and provide funds in the aggregate amount of the principal rental payments. Saulsbury Hill Financial, LLC will also lease its interest in the property to the Town for rental payments until termination of the agreement. Upon execution of the Lease Purchase Agreement, \$4,497,093 was deposited into a project fund and was fully disbursed at December 31, 2021. The total principal balance on the lease is \$3,559,951 at an annual interest rate of 4.5%. A balance of \$208,460 remains on the premium. Rental payments are to be made by the Town, semi-annually, in the amount of \$199,966. The Town has the option to purchase on any rental payment date beginning January 1, 2022 with payment in full of the rental payments plus the applicable purchase price. The Town may exercise its option to purchase at any time in the event of substantial damage or destruction to the leased property, upon payment in full of rental payments, plus the purchase price.

The following are events of default under this agreement:

- (i) Failure by the Town to make any payments required to be paid at the time specified;
- (ii) Failure by the Town to observe and perform any covenant, condition or agreement under the agreement on its part to be observed or performed, other than as referred to in the agreement;
- (iii) Any statement, representation or warranty made by Town in or pursuant to the agreement or any instrument or certificate related thereto or to the project shall be incorrect, untrue or misleading in any material respect;
- (iv) Any provision of the agreement shall at any time for any reason cease to be valid and binding on the Town, or shall be declared to be null and void, or the validity or enforceability thereof shall be contested by the Town or any governmental agency or authority if the loss of such provision would materially adversely affect the rights or security of the Town, or the Town denies that it has any further liability or obligation under this agreement; or
- (v) The filing by the Town of a voluntary petition in bankruptcy, or failure by the Town to promptly lift any execution, garnishment or attachment of such consequence as would impair the ability of the Town to carry on its essential functions, or adjudication of the Town as a bankrupt, or assignment for the benefit of creditors, or the entry into an agreement of composition with creditors, or the approval by a court of competent jurisdiction of a petition applicable to the Town in any proceedings instituted under the provisions of any applicable federal bankruptcy law.

In the event of default, the trustee has the right to terminate the agreement, request the Town to vacate the underlying property and sell or assign its interest in the agreement. They may also recover any unpaid amounts and take any additional action allowed by law.

Annual debt service requirements for the outstanding Lease Purchase Agreement at December 31, 2021 are as follows:

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

5. Long-Term Debt (continued)

<u>Year ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	253,463	146,469	399,932
2023	264,998	134,935	399,933
2024	277,056	122,875	399,931
2025	289,664	110,268	399,932
2026	302,846	97,086	399,932
2027-2031	1,733,927	265,731	1,999,658
2032	195,566	4,400	199,966
Total	<u>\$ 3,317,520</u>	<u>\$ 881,764</u>	<u>\$ 4,199,284</u>

On July 15, 2020, the Town entered into a loan agreement with the U.S. Department of Agriculture (USDA) in the amount of \$658,000, to fund a water project that was completed in 2020. The note bears interest at a rate of 2.25% per annum and requires monthly payments of principal and interest in the amount \$2,086, through July 2050.

In the event that the Town does not comply with the terms of the USDA loan, the non-compliance would be addressed under the provisions of 7 CFR 1782 and other applicable regulations, statutes and policies.

Annual debt service requirements for the USDA loan at December 31, 2021 are as follows:

<u>Year ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	13,239	11,793	25,032
2023	13,507	11,525	25,032
2024	13,847	11,185	25,032
2025	14,162	10,870	25,032
2026	14,484	10,548	25,032
2027-2031	77,453	47,707	125,160
2032-2036	86,701	38,459	125,160
2037-2041	97,019	28,141	125,160
2042-2046	108,565	16,595	125,160
2047-2050	91,355	4,052	95,407
Total	<u>\$ 530,332</u>	<u>\$ 190,875</u>	<u>\$ 721,207</u>

In prior years, the Town was identified as a responsible party in the mitigation of ground water and drainage issues at the Elm Road Landfill. The Town has received a mandated request from the State of Colorado to submit a drainage plan to address the issues. During 2014, the Town contracted with Steward Environmental Consultants, LLC regarding the identified drainage issues and the Town's estimated liability. The Town's estimate was based on a drainage plan of the area and cost estimates for completing the site specific controls necessary. During 2021, the Town made payments in the amount of \$10,802 for monitoring costs. As of December 31, 2021, the Town's estimated liability is \$89,198 which represents estimated monitoring costs for two fiscal years. This amount has been reported as a long-term liability in the government-wide financial statements.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

6. Interfund Transfers

Interfund transfers for the year ended December 31, 2021, were comprised of the following:

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
General Fund	Power and Communications Fund	\$ 1,670,028
General Fund	Water Fund	132,000
General Fund	Open Space Fund	210,000
Community Reinvestment Fund	General Fund	<u>1,371,857</u>
		<u>\$ 3,383,885</u>

Annually, the Power and Communications and Water Funds subsidizes the General Fund out of surplus revenues. The transfer from the General Fund to the Community Reinvestment Fund is for current year capital outlay and debt service. The transfer from the Open Space Fund to the General Fund was to repay for prior year transfers as a result of cash flow needs due to the large receivable and revenue deferrals for the Fall River Trail grants.

7. Risk Management

Public Entity Risk Pool

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. For these risks of loss, the Town is a member of the Colorado Intergovernmental Risk Sharing Agency (CIRSA), a separate and independent governmental and legal entity formed by intergovernmental agreement by member municipalities pursuant to State statute.

The purposes of CIRSA are to provide members defined liability, property, and workers compensation coverage and to assist members in preventing and reducing losses and injuries to municipal property and to persons or property, which might result in claims being made against members of CIRSA, their employees and officers.

It is the intent of the members of CIRSA to create an entity in perpetuity, which will administer and use funds contributed by the members to defend and indemnify, in accordance with the bylaws, any member of CIRSA against stated liability of loss, to the limit of the financial resources of CIRSA. It is also the intent of the members to have CIRSA provide continuing stability and availability of needed coverages at reasonable costs. All income and assets of CIRSA shall be at all times dedicated to the exclusive benefit of its members. CIRSA is a separate legal entity and the Town does not approve its budgets nor does it have the ability to significantly affect the operations of CIRSA. Claims have not exceeded insurance coverage for the previous three years.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

8. Defined Benefit Pension Plan

Plan description - Eligible employees of the Town are provided with pensions through the Local Government Division Trust Fund (LGDTF)-a cost-sharing multiple-employer defined benefit pension plan administered by PERA. Plan benefits are specified in Title 24, Article 51 of the Colorado Revised Statutes (C.R.S.), administrative rules set forth at 8 C.C.R. 1502-1, and applicable provisions of the federal Internal Revenue Code. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. PERA issues a publicly available comprehensive annual financial report (CAFR) that can be obtained at www.copera.org/investments/pera-financial-reports.

The Colorado General Assembly passed significant pension reform through Senate Bill (SB) 18-200: Concerning Modifications To the Public Employees' Retirement Association Hybrid Defined Benefit Plan Necessary To Eliminate with a High Probability the Unfunded Liability of the Plan Within the Next Thirty Years. The bill was signed into law by Governor Hickenlooper on June 4, 2018. SB 18-200 makes changes to certain benefit provisions. Some, but not all, were in effect at the end of 2019.

Plan benefits are specified in Title 24, Article 51 of the Colorado Revised Statutes (C.R.S.), administrative rules set forth at 8 C.C.R. 1502-1, and applicable provisions of the federal Internal Revenue Code. Colorado State law provisions may be amended from time to time by the Colorado General Assembly.

The Trust Fund serves as a defined benefit retirement plan where retirees receive a monthly benefit for their lifetime, and generally, an annual increase (AI) each year, as eligible. Members of affiliated employers are eligible to receive a lifetime monthly retirement benefit when certain age and service credit requirements are met. These eligibilities vary by the membership date and consider credited service at key dates. The benefits are based upon a defined or fixed multiplier, age, years of credited service, and highest average salary (HAS). For most employees, HAS, as of December 31, 2019, is one-twelfth of the average of the highest annual salaries that are associated with three periods (five periods, under certain circumstances) of 12 consecutive months under PERA-covered employment. The basic retirement benefit equals $2.5\% \times \text{HAS} \times \text{Years of Service}$. If a member reaches early retirement eligibility and wishes to begin benefit payments prior to achieving the full retirement requirements, then the monthly amount is reduced to consider the early receipt of monthly payments. Alternatively, if greater, a lifetime benefit is available that is calculated by annuitizing the member's account. At benefit commencement, the member can choose from different payment options, some of which can continue after the retiree's death to a named beneficiary, and for which the benefit amount is appropriately adjusted.

In addition to retirement benefits, the Trust Fund provides refund opportunities with matching employer dollars, if eligible, when leaving covered employment, and disability retirement and survivor benefits for those meeting certain criteria.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

8. Defined Benefit Pension Plan (continued)

Employers are required to contribute to the Trust Fund at a rate set by Colorado statute. The contribution requirements are established under C.R.S. § 24-51-401, et seq. The employer contribution requirements are summarized in the table below:

January 1st through June 30, 2020 and July 1, 2020 through December 31, 2020	Jan-June	Jul-Dec
Employer Contribution Rate	10.00%	10.50%
Amount of Employer Contribution apportioned to the Health Care Trust Fund as specified in C.R.S. § 24-51-208(1)(f)	(1.02%)	(1.02%)
Amount Apportioned to the LGDTF	8.98%	9.48%
Amortization Equalization Disbursement (AED) as specified in C.R.S. §24-51-411	2.20%	2.20%
Supplemental Amortization Equalization Disbursement (SAED) as specified in C.R.S. § 24-51-411	1.50%	1.50%
Total Employer Contribution Rate to the LGDTF	12.68%	13.18%

*Rates are expressed as a percentage of salary as defined in C.R.S. § 24-51-101(42)

Employer contributions are recognized by the LGDTF in the period in which the compensation becomes payable to the member and the Town is statutorily committed to pay the contributions to the LGDTF. Employer contributions recognized by the LGDTF from the Town and Visit Estes Park for the year ended December 31, 2021 were as follows:

	Contributions
Primary Government	
Governmental Activities	\$ 598,383
Power and Communications Fund	390,897
Water Fund	173,758
Total primary government	\$ 1,163,037
Component Unit	\$ 101,491

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources

At December 31, 2021, the Town and Visit Estes Park reported a net pension liability as follows:

	Net Pension Liability
Primary Government	
Governmental Activities	\$ 3,165,126
Power and Communications Fund	2,019,450
Water Fund	1,053,731
Total primary government	\$ 6,238,307
Component Unit	\$ 534,847

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

8. Defined Benefit Pension Plan (continued)

The net pension liability for the LGDTF was measured as of December 31, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019. Standard update procedures were used to roll- forward the total pension liability to December 31, 2020. The Town and Visit Estes Park's proportion of the net pension liability was based on The Town and Visit Estes Park's contributions to the LGDTF for the calendar year 2019 relative to the total contributions of participating employers to the LGDTF. For the plan year end, the proportionate share of the net pension liability is as follows:

	December 31, 2021	December 31, 2020	Change
Primary Government			
Governmental Activities	0.607%	0.629%	(0.022)%
Power and Communications Fund	0.388%	0.365%	0.023%
Water Fund	<u>0.202%</u>	<u>0.186%</u>	<u>0.016%</u>
Total primary government	<u>1.197%</u>	<u>1.180%</u>	<u>0.017%</u>
Component Unit	<u>0.103%</u>	<u>0.109%</u>	<u>0.006%</u>

For the year ended December 31, 2021, the Town and Visit Estes Park reported pension income and expense as follows:

	Pension Expense (Income)
Primary Government	
Governmental Activities	\$ (510,179)
Power and Communications Fund	13,187
Water Fund	(63,225)
Total primary government	<u>\$ (460,142)</u>
Component Unit	<u>\$ 153,062</u>

At December 31, 2021, the Town and Visit Estes Park reported deferred outflows of resources from the following sources:

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

8. Defined Benefit Pension Plan (continued)

<u>Primary Government</u>	<u>Governmental Activities</u>	<u>Power and Communications Fund</u>	<u>Water Fund</u>	<u>Total</u>
Deferred outflows of resources:				
Changes in proportion and differences between Town contributions and proportionate share of contributions	\$ 61,368	\$ 39,155	\$ 20,431	\$ 120,954
Differences between expected and actual experience	153,031	97,638	50,947	301,616
Changes in assumptions or other inputs	764,887	488,022	254,645	1,507,554
Town contributions subsequent to measurement date	<u>598,382</u>	<u>390,897</u>	<u>173,758</u>	<u>1,163,037</u>
Total deferred outflows of resources	<u>\$ 1,577,668</u>	<u>\$ 1,015,712</u>	<u>\$ 499,781</u>	<u>\$ 3,093,161</u>

**Visit Estes
Park**

Deferred outflows of resources:	
Changes in proportion and differences between contributions and proportionate share of contributions	22,480
Differences between expected and actual experience	25,859
Changes in assumptions or other inputs	129,251
Contributions subsequent to measurement date	<u>101,491</u>
Total deferred outflows of resources	<u>\$ 279,081</u>

At December 31, 2021, the Town and Visit Estes Park reported deferred inflows of resources from the following sources:

<u>Primary Government</u>	<u>Governmental Activities</u>	<u>Power and Communications Fund</u>	<u>Water Fund</u>	<u>Total</u>
Deferred inflows of resources:				
Differences between projected and actual earnings on pension plan investments	<u>\$ 3,422,909</u>	<u>\$ 2,183,923</u>	<u>\$ 1,139,551</u>	<u>\$ 6,746,383</u>
Total deferred inflows of resources	<u>\$ 3,422,909</u>	<u>\$ 2,183,923</u>	<u>\$ 1,139,551</u>	<u>\$ 6,746,383</u>

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

8. Defined Benefit Pension Plan (continued)

Component unit	Visit Estes Park
Deferred inflows of resources:	
Differences between projected and actual earnings on pension plan investments	\$ 578,407
Total deferred inflows of resources	\$ 578,407

The amounts above reported in governmental activities, Power and Communications Fund, the Water Fund and Visit Estes Park as deferred outflow of resources related to pensions, resulting from contributions made subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended December 31, 2022.

Other amounts related to pensions will be recognized in pension expense as follows:

Primary Government	Governmental Activities	Power and Communications Fund	Water Fund	Total
2022	\$ (338,723)	\$ (216,116)	\$ (112,767)	\$ (667,606)
2023	(404,384)	(258,010)	(134,627)	(797,021)
2024	(1,160,304)	(740,310)	(386,287)	(2,286,901)
2025	(540,210)	(344,673)	(179,848)	(1,064,731)
Total	\$ (2,443,621)	\$ (1,559,109)	\$ (813,529)	\$ (4,816,259)

Component Unit	Visit Estes Park
2022	\$ (35,441)
2023	(78,019)
2024	(196,069)
2025	(91,287)
Total	\$ (400,816)

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

8. Defined Benefit Pension Plan (continued)

Actuarial assumptions. The total pension liability in the December 31, 2019 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

Actuarial cost method	Entry age
Price inflation	2.40 percent
Real wage growth	1.10 percent
Wage inflation	3.50 percent
Salary increases, including wage inflation	3.50 – 10.45 percent
Long-term investment rate of return, net of pension plan investment expenses, including price inflation	7.25 percent
Discount rate	7.25 percent
Post-retirement benefit increases: PERA benefit structure hired prior to 1/07; and DPS benefit structure (automatic) annually	1.25 percent
PERA benefit structure hired after 12/31/06 (ad hoc, substantively automatic)	Financed by the Annual Increase Reserve

The actuarial assumptions used in the December 31, 2019, valuation were based on the results of the 2016 experience analysis for the periods January 1, 2012, through December 31, 2015, as well as, the October 28, 2016, actuarial assumptions workshop and were adopted by PERA's Board during the November 18, 2016, Board meeting.

Healthy mortality assumptions for active members reflect the RP-2014 White Collar Employee Mortality Table, a table specifically developed for actively working people. To allow for an appropriate margin of improved mortality prospectively, the mortality rates incorporate a 70 percent factor applied to male rates and a 55 percent factor applied to female rates.

Healthy, post-retirement mortality assumptions reflect the RP-2014 Healthy Annuitant Mortality Table, adjusted as follows:

- **Males:** Mortality improvement projected to 2018 using the MP-2015 projection scale, a 73 percent factor applied to rates for ages less than 80, a 108 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.
- **Females:** Mortality improvement projected to 2020 using the MP-2015 projection scale, a 78 percent factor applied to rates for ages less than 80, a 109 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.

For disabled retirees, the mortality assumption was based on 90 percent of the RP-2014 Disabled Retiree Mortality Table.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

8. Defined Benefit Pension Plan (continued)

The long-term expected return on plan assets is reviewed as part of regular experience studies prepared every four or five years for PERA. Recently, this assumption has been reviewed more frequently. The most recent analyses were outlined in presentations to PERA's Board on October 28, 2016.

Several factors were considered in evaluating the long-term rate of return assumption for the LGDTF, including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation.

As of the most recent adoption of the long-term expected rate of return by the PERA Board, the target asset allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	30 Year Expected Geometric Real Rate of Return
Global Equity	54.00%	5.60%
Fixed Income	23.00%	1.30%
Private Equity	8.50%	7.10%
Real Estate	8.50%	4.40%
Alternatives	6.00%	4.70%
Total	100.00%	

In setting the long-term expected rate of return, projections employed to model future returns provide a range of expected long-term returns that, including expected inflation, ultimately support a long-term expected rate of return assumption of 7.25 percent.

Discount rate. The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate applied the actuarial cost method and assumptions shown above. In addition, the following methods and assumptions were used in the projection of cash flows:

- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00%.
- Employee contributions were assumed to be made at the member contribution rates in effect for each year, including the scheduled increase in SB-18-200. Employee contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

8. Defined Benefit Pension Plan (continued)

- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law for each year, including the scheduled increase in SB 18-200. Employer contributions also include current and estimated future AED and SAED, until the actuarial value funding ratio reaches 103 percent, at which point the AED and SAED will each drop 0.50 percent every year until they are zero. Additionally, estimated employer contributions reflect reductions for the funding of the AIR and retiree health care benefits. For future plan members, employer contributions were further reduced by the estimated amount of total service costs for future plan members not financed by their member contributions.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- The AIR balance was excluded from the initial fiduciary net position, as, per statute, AIR amounts cannot be used to pay benefits until transferred to either the retirement benefits reserve or the survivor benefits reserve, as appropriate. AIR transfers to the fiduciary net position and the subsequent AIR benefit payments were estimated and included in the projections.
- Benefit payments and contributions were assumed to be made at the middle of the year.

Based on the above assumptions and methods, LGDTF's fiduciary net position was projected to be available to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25 percent on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The discount rate determination does not use the municipal bond index rate, and therefore, the discount rate is 7.25 percent. There was no change in the discount rate from the prior measurement date.

Sensitivity of the Town's proportionate share of the net pension liability to changes in the discount rate. The following presents the proportionate share of the net pension liability calculated using the discount rate of 7.25 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1- percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

	1% Decrease (6.25%)	Current	1% Increase (8.25%)
Primary government	\$ 14,370,573	\$ 6,238,307	\$ (551,076)
Component unit	\$ 1,232,073	\$ 534,847	\$ (47,247)

Pension plan fiduciary net position. Detailed information about the LGDTF's fiduciary net position is available in PERA's comprehensive annual financial report which can be obtained at www.copera.org/investments/pera-financial-reports.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

9. Defined Contribution Plan

Management Employees and Police Money Purchase Pension Plans

The Town contributes to a single-employer defined contribution money purchase pension plan on behalf of management employees and to a similar plan for police officers. The contribution requirements of Plan participants and the Town are established and may be amended by the Town's Board of Trustees.

Management Employees Plan - Management employees are eligible to participate in the Plan. The Plan is administered by the International Town/County Management Association (ICMA). The Town is required to contribute 13.7% of each participant's covered salary to the Plan, and employees must contribute 8% of covered salary. During the year ended December 31, 2021, the Town and employee contributions were \$76,195 and \$45,545, respectively, equal to the required contributions.

Police Plan - All sworn police employees shall be eligible to participate in the Plan administered by ICMA. The Town is required to contribute 13.7% of each participating employee's covered salary, and each employee must contribute 8% of covered salary. During the year ended December 31, 2021, the Town and employee contributions were \$342,955 and \$205,001, respectively equal to the required contributions.

10. Post-Employment Healthcare Benefits

Multiple-Employer Defined Benefit Plan

Plan Description - Eligible employees of the Town are provided with OPEB through the HCTF - a cost-sharing multiple-employer defined benefit OPEB plan administered by PERA. The HCTF is established under Title 24, Article 51, Part 12 of the Colorado Revised Statutes (C.R.S.), as amended. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. Title 24, Article 51, Part 12 of the C.R.S., as amended, sets forth a framework that grants authority to the PERA Board to contract, self-insure, and authorize disbursements necessary in order to carry out the purposes of the PERACare program, including the administration of the premium subsidies. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. PERA issues a publicly available comprehensive annual financial report that can be obtained at www.copera.org/investments/pera-financial-reports.

Benefits provided. The HCTF provides a health care premium subsidy to eligible participating PERA benefit recipients and retirees who choose to enroll in one of the PERA health care plans, however, the subsidy is not available if only enrolled in the dental and/or vision plan(s). The health care premium subsidy is based upon the benefit structure under which the member retires and the member's years of service credit. For members who retire having service credit with employers in the Denver Public Schools (DPS) Division and one or more of the other four Divisions (State, School, Local Government and Judicial), the premium subsidy is allocated between the HCTF and the Denver Public Schools Health Care Trust Fund (DPS HCTF). The basis for the amount of the premium subsidy funded by each trust fund is the percentage of the member contribution account balance from each division as it relates to the total member contribution account balance from which the retirement benefit is paid.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

10. Post-Employment Healthcare Benefits (continued)

C.R.S. § 24-51-1202 et seq. specifies the eligibility for enrollment in the health care plans offered by PERA and the amount of the premium subsidy. The law governing a benefit recipient's eligibility for the subsidy and the amount of the subsidy differs slightly depending under which benefit structure the benefits are calculated. All benefit recipients under the PERA benefit structure and all retirees under the DPS benefit structure are eligible for a premium subsidy, if enrolled in a health care plan under PERACare. Upon the death of a DPS benefit structure retiree, no further subsidy is paid.

Enrollment in the PERACare is voluntary and is available to benefit recipients and their eligible dependents, certain surviving spouses, and divorced spouses and guardians, among others. Eligible benefit recipients may enroll into the program upon retirement, upon the occurrence of certain life events, or on an annual basis during an open enrollment period.

PERA Benefit Structure. The maximum service-based premium subsidy is \$230 per month for benefit recipients who are under 65 years of age and who are not entitled to Medicare; the maximum service-based subsidy is \$115 per month for benefit recipients who are 65 years of age or older or who are under 65 years of age and entitled to Medicare. The basis for the maximum service-based subsidy, in each case, is for benefit recipients with retirement benefits based on 20 or more years of service credit. There is a 5 percent reduction in the subsidy for each year less than 20. The benefit recipient pays the remaining portion of the premium to the extent the subsidy does not cover the entire amount.

For benefit recipients who have not participated in Social Security and who are not otherwise eligible for premium-free Medicare Part A for hospital-related services, C.R.S. § 24-51- 1206(4) provides an additional subsidy. According to the statute, PERA cannot charge premiums to benefit recipients without Medicare Part A that are greater than premiums charged to benefit recipients with Part A for the same plan option, coverage level, and service credit. Currently, for each individual PERACare enrollee, the total premium for Medicare coverage is determined assuming plan participants have both Medicare Part A and Part Sand the difference in premium cost is paid by the HCTF or the DPS HCTF on behalf of benefit recipients not covered by Medicare Part A.

Contributions. Pursuant to Title 24, Article 51, Section 208(1)(f) of the C.R.S., as amended, certain contributions are apportioned to the HCTF. PERA-affiliated employers of the State, School, Local Government, and Judicial Divisions are required to contribute at a rate of 1.02 percent of PERA-includable salary into the HCTF.

Employer contributions are recognized by the HCTF in the period in which the compensation becomes payable to the member and the Town is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from the Town were \$90,791 for the year ended December 31, 2021.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

10. Post-Employment Healthcare Benefits (continued)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At December 31, 2021, the Town and Visit Estes Park reported a net OPEB liability as follows:

	Net OPEB Liability
Primary Government	
Governmental Activities	\$ 433,801
Power and Communications Fund	276,780
Water Fund	144,418
Total primary government	\$ 854,999
Component Unit	\$ 74,535

The net OPEB liability for the HCTF was measured as of December 31, 2020, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2019. Standard update procedures were used to roll-forward the total OPEB liability to December 31, 2020. The Town's proportion of the net OPEB liability was based on the Town's contributions to the HCTF for the calendar year 2020 relative to the total contributions of participating employers to the HCTF.

At December 31, 2020, the Town's proportion was 0.0889 percent, which was an increase of 0.0008 from its proportion measured as of December 31, 2019. At December 31, 2020, Visit Estes Park proportion was 0.0090 percent, which was an increase of 0.0011 from its proportion measured as of December 31, 2019.

For the year ended December 31, 2021, the Town recognized OPEB expense of \$62,938 and Visit Estes Park recognized OPEB income of \$411. At December 31, 2021, the Town and Visit Estes park reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

10. Post-Employment Healthcare Benefits (continued)

<u>Primary Government</u>	<u>Governmental Activities</u>	<u>Power and Communications Fund</u>	<u>Water Fund</u>	<u>Total</u>
Deferred outflows of resources:				
Changes in proportion and differences between Town contributions and proportionate share of contributions	\$ 17,141	\$ 10,937	\$ 5,706	\$ 33,784
Differences between expected and actual experience	1,151	735	383	2,269
Changes in assumptions or other inputs	3,241	2,068	1,079	6,388
Town contributions subsequent to measurement date	<u>46,935</u>	<u>30,661</u>	<u>13,629</u>	<u>91,225</u>
Total deferred outflows of resources	<u>\$ 68,468</u>	<u>\$ 44,401</u>	<u>\$ 20,797</u>	<u>\$ 133,666</u>

<u>Component unit</u>	<u>Visit Estes Park</u>
Deferred outflows of resources:	
Changes in proportion and differences between contributions and proportionate share of contributions	\$ 25,155
Differences between expected and actual experience	198
Changes in assumptions or other inputs	557
Contributions subsequent to measurement date	<u>7,842</u>
Total deferred outflows of resources	<u>\$ 33,752</u>

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

10. Post-Employment Healthcare Benefits (continued)

<u>Primary Government</u>	<u>Governmental Activities</u>	<u>Power and Communications Fund</u>	<u>Water Fund</u>	<u>Total</u>
Deferred inflows of resources:				
Differences between projected and actual earnings on pension plan investments	\$ 17,726	\$ 11,309	\$ 5,901	\$ 34,936
Changes in assumptions or other inputs	26,600	16,972	8,856	52,428
Differences between expected and actual experience	<u>95,370</u>	<u>60,850</u>	<u>31,750</u>	<u>187,970</u>
Total deferred inflows of resources	<u>\$ 139,696</u>	<u>\$ 89,131</u>	<u>\$ 46,507</u>	<u>\$ 275,334</u>

<u>Component unit</u>	<u>Visit Estes Park</u>
Deferred inflows of resources:	
Differences between projected and actual earnings on pension plan investments	\$ 3,046
Changes in assumptions or other inputs	4,570
Differences between expected and actual experience	<u>16,386</u>
Total deferred inflows of resources	<u>\$ 24,002</u>

The above amounts reported in governmental activities, Power and Communications Fund, the Water Fund and Visit Estes Park as deferred outflow of resources related to OPEB, resulting from contributions made subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the year ended December 31, 2022.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

9. Post-Employment Healthcare Benefits (continued)

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Primary Government</u>	<u>Governmental Activities</u>	<u>Power and Communications Fund</u>	<u>Water Fund</u>	<u>Total</u>
2022	\$ (26,184)	\$ (16,706)	\$ (8,717)	\$ (51,607)
2023	(23,704)	(15,124)	(7,892)	(46,720)
2024	(29,479)	(18,809)	(9,814)	(58,102)
2025	(27,967)	(17,844)	(9,311)	(55,122)
2026	(10,218)	(6,519)	(3,402)	(20,139)
Thereafter	(610)	(389)	(203)	(1,202)
Total	<u>\$ (118,162)</u>	<u>\$ (75,391)</u>	<u>\$ (39,339)</u>	<u>\$ (232,892)</u>

<u>Component Unit</u>	<u>Visit Estes Park</u>
2021	\$ 473
2022	898
2023	1,155
2024	2,254
2025	(2,673)
Thereafter	(199)
Total	<u>\$ 1,908</u>

Actuarial assumptions. The total OPEB liability in the December 31, 2019 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

Actuarial cost method	Entry age
Price inflation	2.40 percent
Real wage growth	1.10 percent
Wage inflation	3.50 percent
Salary increases, including wage inflation	3.50 percent in aggregate
Long-term investment rate of return, net of OPEB plan investment expenses, including price inflation	7.25 percent
Discount rate	7.25 percent
Health care cost trend rates	
PERA benefit structure:	
Service-based premium subsidy	0.00 percent
PERACare Medicare plans	8.10 percent in 2020, gradually decreasing to 4.50 percent in 2029
	3.50 percent for 2020, gradually rising to 4.50 percent in 2029
Medicare Part A premiums	

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

10. Post-Employment Healthcare Benefits (continued)

Calculations are based on the benefits provided under the terms of the substantive plan in effect at the time of each actuarial valuation and on the pattern of sharing of costs between employers of each fund to that point.

The actuarial assumptions used in the December 31, 2018, valuations were based on the results of the 2016 experience analysis for the periods January 1, 2012, through December 31, 2015, as well as, the October 28, 2016, actuarial assumptions workshop and were adopted by the PERA Board during the November 18, 2016, Board meeting. In addition, certain actuarial assumptions pertaining to per capita health care costs and their related trends are analyzed and reviewed by PERA's actuary, as discussed below.

In determining the additional liability for PERACare enrollees who are age sixty- five or older and who are not eligible for premium-free Medicare Part A, the following monthly costs/premiums are assumed for 2020 for the PERA Benefit Structure:

Medicare Plan	Cost for Members Without Medicare Part A	Premiums for Members Without Medicare Part A
Medicare Advantage/Self-Insured Prescription	\$588	\$227
Kaiser Permanente Medicare Advantage HMO	621	232

The 2020 Medicare Part A premium is \$458 per month. In determining the additional liability for PERACare enrollees in the PERA Benefit Structure who are age sixty-five or older and who are not eligible for premium-free Medicare Part A, the following chart details the initial expected value of Medicare Part A benefits, age adjusted to age 65 for the year following the valuation date:

Medicare Plan	Cost for Members Without Medicare Part A
Medicare Advantage/Self-Insured Prescription	\$550
Kaiser Permanente Medicare Advantage HMO	586

All costs are subject to the health care cost trend rates, as discussed below.

Health care cost trend rates reflect the change in per capita health costs over time due to factors such as medical inflation, utilization, plan design, and technology improvements. For the PERA benefit structure, health care cost trend rates are needed to project the future costs associated with providing benefits to those PERACare enrollees not eligible for premium-free Medicare Part A.

Health care cost trend rates for the PERA benefit structure are based on published annual health care inflation surveys in conjunction with actual plan experience (if credible), building block models and heuristics developed by health plan actuaries and administrators , and projected trends for the Federal Hospital Insurance Trust Fund (Medicare Part A premiums) provided by the Centers for Medicare & Medicaid Services. Effective December 31, 2019, the health care cost trend rates for Medicare Part A premiums were revised to reflect the current expectation of future increases in rates of inflation applicable to Medicare Part A premiums.

The PERA benefit structure health care cost trend rates that were used to measure the total OPEB liability are summarized in the table below:

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

10. Post-Employment Healthcare Benefits (continued)

Year	PERACare Medicare Plans	Medicare Part A Premiums
2020	8.10%	3.50%
2021	6.40%	3.75%
2022	6.00%	3.75%
2023	5.70%	3.75%
2024	5.50%	4.00%
2025	5.30%	4.00%
2026	5.10%	4.00%
2027	4.90%	4.25%
2028	4.70%	4.25%
2029+	4.50%	4.50%

Mortality assumptions for the determination of the total pension liability for each of the Division Trust Funds as shown below are applied, as applicable, in the determination of the total OPEB liability for the HCTF. Affiliated employers of the State, School, Local Government, and Judicial Divisions participate in the HCTF.

Healthy mortality assumptions for active members were based on the RP-2014 White Collar Employee Mortality Table, a table specifically developed for actively working people. To allow for an appropriate margin of improved mortality prospectively, the mortality rates incorporate a 70 percent factor applied to male rates and a 55 percent factor applied to female rates.

Healthy, post-retirement mortality assumptions for the State and Local Government Divisions were based on the RP-2014 Healthy Annuitant Mortality Table, adjusted as follows:

- Males: Mortality improvement projected to 2018 using the MP-2015 projection scale, a 73 percent factor applied to rates for ages less than 80, a 108 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.
- Females: Mortality improvement projected to 2020 using the MP-2015 projection scale, a 78 percent factor applied to rates for ages less than 80, a 109 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.

Healthy, post-retirement mortality assumptions for the School and Judicial Divisions were based on the RP-2014 White Collar Healthy Annuitant Mortality Table, adjusted as follows:

- Males: Mortality improvement projected to 2018 using the MP-2015 projection scale, a 93 percent factor applied to rates for ages less than 80, a 113 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.
- Females: Mortality improvement projected to 2020 using the MP-2015 projection scale, a 68 percent factor applied to rates for ages less than 80, a 106 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.

For disabled retirees, the mortality assumption was based on 90 percent of the RP-2014 Disabled Retiree Mortality Table.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

10. Post-Employment Healthcare Benefits (continued)

The following health care costs assumptions were updated and used in the measurement of the obligations for the HCTF:

- Initial per capita health care costs for those PERACare enrollees under the PERA benefit structure who are expected to attain age 65 and older ages and are not eligible for premium-free Medicare Part A benefits were updated to reflect the change in costs for the 2020 plan year.
- The health care cost trend rates for Medicare Part A premiums were revised to reflect the then-current expectation of future increases in rates of inflation applicable to Medicare Part A premiums.

The long-term expected return on plan assets is reviewed as part of regular experience studies prepared every four or five years for PERA. Recently, this assumption has been reviewed more frequently. The most recent analyses were outlined in presentations to PERA's Board on October 28, 2020.

Several factors were considered in evaluating the long-term rate of return assumption for the HCTF, including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation.

As of the most recent adoption of the long-term expected rate of return by the PERA Board, the target asset allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	30 Year Expected Geometric Real Rate of Return
Global Equity	54.00%	5.60%
Fixed Income	23.00%	1.30%
Private Equity	8.50%	7.10%
Real Estate	8.50%	4.40%
Alternatives	6.00%	4.70%
Total	100.00%	

In setting the long-term expected rate of return, projections employed to model future returns provide a range of expected long-term returns that, including expected inflation, ultimately support a long-term expected rate of return assumption of 7.25%.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

10. Post-Employment Healthcare Benefits (continued)

Sensitivity of the Town's proportionate share of the net OPEB liability to changes in the Health Care Cost Trend Rates. The following presents the net OPEB liability using the current health care cost trend rates applicable to the PERA benefit structure, as well as if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current rates:

	1% Decrease in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
PERACare Medicare trend rate	3.50%	4.50%	5.50%
Initial Medicare Part A trend rate	2.50%	3.50%	4.50%
Ultimate Medicare Part A trend rate	3.50%	4.50%	5.50%
Town's Net OPEB liability	\$ 987,334	\$ 1,011,358	\$ 1,039,120
Component unit net OPEB liability	\$ 86,072	\$ 88,166	\$ 90,586

Discount rate. The discount rate used to measure the total OPEB liability was 7.25 percent. The projection of cash flows used to determine the discount rate applied the actuarial cost method and assumptions shown above. In addition, the following methods and assumptions were used in the projection of cash flows:

- Updated health care cost trend rates for Medicare Part A premiums as of the December 31, 2020, measurement date.
- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00%.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law and effective as of the measurement date.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- Transfers of a portion of purchase service agreements intended to cover the costs associated with OPEB benefits were estimated and included in the projections.
- Benefit payments and contributions were assumed to be made at the middle of the year.

Based on the above assumptions and methods, the projection test indicates the HCTF's fiduciary net position was projected to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25 percent on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

10. Post-Employment Healthcare Benefits (continued)

The discount rate determination does not use the municipal bond index rate, and therefore, the discount rate is 7.25 percent.

Sensitivity of the Town's proportionate share of the net OPEB liability to changes in the discount rate. The following presents the proportionate share of the net OPEB liability calculated using the discount rate of 7.25 percent, as well as what the proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage- point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

	1% Decrease (6.25%)	Current	1% Increase (8.25%)
Primary government	\$ 979	\$ 854,999	\$ 748,694
Component unit	\$ 85	\$ 74,535	\$ 65,268

OPEB plan fiduciary net position. Detailed information about the HCTF's fiduciary net position is available in PERA's comprehensive annual financial report which can be obtained at www.copera.org/investments/pera-financial-reports.

Single-Employer Defined Benefit Plan

Plan Description - The Town has established the Retiree Medical Insurance Plan (the "RMIP"), single-employer defined benefit OPEB plan which provides benefits to employees with at least 15 years of service with the Town, and who have reached at least 60 years of age. These benefits expire when the retiree reaches the age of 65. The authority to establish and amend benefit provisions rests with the Town's Board of Trustees. The Town does not issue a stand-alone financial report for the plan. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits provided. The Town of Estes Park, through the RMIP, pays 90% of the premium for single coverage only. Spouses are not eligible for coverage under the plan.

Employees covered by benefit terms. At January 1, 2020 the following employees were covered by the benefit terms:

Active employees	76
Retired members	1
	77

Total OPEB Liability

The Town's total OPEB liability of \$443,864 was measured as of December 31, 2020 was determined by an actuarial valuation as of January 1, 2020.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

10. Post-Employment Healthcare Benefits (continued)

Actuarial assumptions and other inputs. The total OPEB liability in the January 1, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial cost method	Entry Age Normal
Price inflation	2.20 percent
Salary increases, including wage inflation	3.00 percent
Long-term investment rate of return, net of OPEB plan investment expenses, including price inflation	7.25 percent
Discount rate	2.12 percent

The discount rate was based on the Bond Buyers General Obligation 20-Bond Municipal Bond Index.

Mortality rates were based on the following:

- Pre-retirement: Sex-distinct Pub-2010 General Employee Mortality Tables adjusted to reflect Mortality Improvement Scale MP-2020 from the 2010 base year, and projected forward using MP-2020 on a generational basis
- Post-retirement: Sex-distinct Pub-2010 General Healthy Retiree Mortality Tables adjusted to reflect Mortality Improvement Scale MP-2020 from the 2010 base year, and projected forward using MP-2020 on a generational basis

The actuarial assumptions used in the January 1, 2020 valuation were based on a prior study on retirement used by a pension plan covering a population similar to that of the Town's current active employees. Actual experience is annually compared to that expected to ensure the assumed retirement rates continue to be reasonable.

Changes in the Total OPEB Liability:

	Total OPEB Liability
Balance at December 31, 2020	\$ 411,287
Changes for the year:	
Service cost	25,513
Interest on total OPEB liability	11,529
Effect of economic/demographic gains or losses	-
Effect of assumptions changes or inputs	18,548
Benefit payments	<u>(23,013)</u>
Balance at December 31, 2021	<u>\$ 443,864</u>

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

9. Post-Employment Healthcare Benefits (continued)

Changes of assumptions and other inputs reflect the following changes:

- The actuarial cost method has been changed to a 20-year tax-exempt municipal bond yield as of the measurement date, as prescribed by GASB 75.
- The mortality assumption was updated to Pub-2010 General Mortality Tables, projected generationally with the MP-2020 Improvement Projection Scale to better reflect anticipated plan experience.
- The retirement assumption was updated to assume full retirement at age 65. No benefits are payable to retirees age 65 or older.
- Updated claims costs and contribution assumptions to reflect 2020 premiums.
- The trend assumption was updated based on the current Milliman Adjusted Getzen Trend Model and reflects actual 2021 premium increases.

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the Town, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.12 percent) or 1- percentage-point higher (3.12 percent) than the current discount rate:

	1% Decrease (1.12%)	Current	1% Increase (3.12%)
Primary government	\$ 476,104	\$ 443,864	\$ 414,467

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPES liability of the Town, as well as what the Town's total OPES liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Current Trend Rate	1% Increase
Primary government	\$ 401,478	\$ 443,864	\$ 493,662

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended December 31, 2021, the Town recognized OPEB expense of \$26,146. At December 31, 2021, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2021

10. Post-Employment Healthcare Benefits (continued)

<u>Primary Government</u>	<u>Governmental Activities</u>	<u>Power and Communications Fund</u>	<u>Water Fund</u>	<u>Total</u>
Deferred outflows of resources:				
Differences between expected and actual experience	\$ 5,215	\$ 3,195	\$ 1,922	\$ 10,332
Changes of assumptions	11,607	7,110	4,278	22,995
Town contributions subsequent to measurement date	<u>8,357</u>	<u>-</u>	<u>-</u>	<u>8,357</u>
Total deferred outflows of resources	<u>\$ 25,179</u>	<u>\$ 10,305</u>	<u>\$ 6,200</u>	<u>\$ 41,684</u>

<u>Primary Government</u>	<u>Governmental Activities</u>	<u>Power and Communications Fund</u>	<u>Water Fund</u>	<u>Total</u>
Deferred inflows of resources:				
Changes of assumptions	<u>\$ 37,452</u>	<u>\$ 22,940</u>	<u>\$ 13,804</u>	<u>\$ 74,196</u>
Total deferred inflows of resources	<u>\$ 37,452</u>	<u>\$ 22,940</u>	<u>\$ 13,804</u>	<u>\$ 74,196</u>

The above amounts reported in governmental activities, Power and Communications Fund and the Water Fund for the primary government as deferred outflow of resources related to OPEB, resulting from contributions made subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the year ended December 31, 2021.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Primary Government</u>	<u>Amortization</u>
2022	\$ (6,274)
2023	(6,274)
2024	(6,274)
2025	(6,274)
2026	(6,274)
Thereafter	<u>(9,499)</u>
Total	<u>\$ (40,869)</u>

Total aggregate OPEB expense for the HCTF and RMIP was \$89,495.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2021

11. Self-Funded Health Insurance

Effective January 1, 2012, the Town established a self-insurance plan related to medical insurance for Town employees. The Town administers the plan; however, the Town utilizes a third-party service provider in the administration of the plan. Excess insurance coverage is maintained for claims greater than \$40,000 to limit the loss of any individual claim. The plan assesses other funds for estimates of current claims based on historical claims. The estimated claim liability of \$231,049 as of December 31, 2021, represents an estimate of incurred but not reported claims. This plan is an internal service fund.

12. Commitments and Contingencies

TABOR Amendment

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations, including revenue raising, spending limitations, and other specific requirements of state and local government. In November 2000, voters within the Town authorized the Town to collect and retain all revenue in excess of the revenue limitations of the Amendment, and to spend all such revenues by transferring said revenues into the Community Reinvestment Fund for the purpose of acquisition, maintenance, repair and replacement of capital assets.

In November 2008, voters within Visit Estes Park authorized Visit Estes Park to levy a 2% marketing and promotion tax, and to collect, keep and spend all revenues received in 2009 and each year thereafter without limitation.

The Town and Visit Estes Park have established emergency reserves, representing 3% of qualifying revenues, as required by the Amendment. At December 31, 2021, the emergency reserves of \$630,764 and \$75,337, respectively, were reported as restricted net position. In addition, the Town's emergency reserve was reported as restricted fund balance in the General Fund.

Claims and Judgements

The Town participates in a number of federal, state, and local programs that are fully or partially funded by grants received from other governmental entities. Expenses financed by grants are subject to audit by the appropriate grantor government. If expenses are disallowed due to noncompliance with grant program regulations, the Town may be required to reimburse the grantor government.

At December 31, 2021, significant amounts of grant expenses have not been audited but management believes that subsequent audits will not have a material effect on the overall financial position of the Town.

Town of Estes Park, Colorado

Required Supplementary Information

Town of Estes Park, Colorado
General Fund
Schedule of Revenues, Expenditures
and Changes in Fund Balances—Budget and Actual
For the Year Ended December 31, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES				
Taxes				
Sales taxes	\$ 11,437,663	\$ 16,970,513	\$ 16,770,057	\$ (200,456)
Property taxes	437,535	437,535	435,036	(2,499)
Franchise taxes	566,164	566,164	588,222	22,058
Use taxes	330,000	330,000	408,527	78,527
Total Taxes	<u>12,771,362</u>	<u>18,304,212</u>	<u>18,201,842</u>	<u>(102,370)</u>
Licenses and Permits				
Intergovernmental	705,893	789,893	762,930	(26,963)
Charges for services	433,773	1,795,790	1,111,435	(684,355)
Fines and forfeitures	825,770	825,970	683,055	(142,915)
Contributions and donations	33,000	30,000	35,174	5,174
Investment income	39,300	46,300	51,791	5,491
Miscellaneous	124,000	124,000	(15,694)	(139,694)
Total Charges for Services	<u>160,406</u>	<u>150,981</u>	<u>194,921</u>	<u>43,940</u>
TOTAL REVENUES	\$ 15,093,504	\$ 22,067,146	\$ 21,025,454	\$ (1,041,692)
EXPENDITURES				
General Government				
Legislative	\$ 269,952	\$ 339,952	\$ 230,717	\$ 109,235
Attorney	311,647	338,331	320,880	17,451
Judicial	73,594	72,401	64,202	8,199
Town administrator	316,650	373,943	348,020	25,923
Town clerk	280,489	283,138	261,852	21,286
Financial administration	598,691	606,248	603,905	2,343
Planning division	950,240	1,122,285	701,203	421,082
Facilities	1,101,067	1,132,059	909,954	222,105
Outside entity funding	1,149,551	1,775,191	1,625,993	149,198
Human resources	<u>255,574</u>	<u>280,188</u>	<u>198,518</u>	<u>81,670</u>
Total General Government	<u>5,307,455</u>	<u>6,323,736</u>	<u>5,265,244</u>	<u>1,058,492</u>
Public Safety				
Police	5,625,403	5,715,848	5,896,062	(180,214)
Protective inspection	546,736	629,544	609,889	19,655
Total Public Safety	<u>6,172,139</u>	<u>6,345,392</u>	<u>6,505,951</u>	<u>(160,559)</u>
Public Works				
Engineering	357,487	381,019	354,343	26,676
Parking services and transit	520,210	672,052	641,697	30,355
Streets	<u>1,262,547</u>	<u>1,326,410</u>	<u>1,041,638</u>	<u>284,772</u>
Total Public Works	<u>2,140,244</u>	<u>2,379,481</u>	<u>2,037,678</u>	<u>341,803</u>
Culture and Recreation				
Parks and recreation	1,079,551	1,143,628	995,867	147,761
Visitor services	454,162	460,791	408,476	52,315
Museum	404,403	412,247	401,042	11,205
Special events	<u>2,163,099</u>	<u>2,202,802</u>	<u>1,795,303</u>	<u>407,499</u>
Total Culture and Recreation	<u>4,101,215</u>	<u>4,219,468</u>	<u>3,600,688</u>	<u>618,780</u>
Capital outlay				
Debt Service	82,000	594,715	15,955	578,760
Principal	-	-	-	-
Interest	-	-	-	-
TOTAL EXPENDITURES	17,803,053	19,862,792	17,425,516	2,437,276
Excess (deficiency) of revenues over expenditures	(2,709,549)	2,204,354	3,599,938	1,395,584
OTHER FINANCING SOURCES AND (USES)				
Transfers in	2,205,029	8,074,921	2,012,028	(6,062,893)
Transfers out	<u>(1,586,857)</u>	<u>(8,854,600)</u>	<u>(1,371,857)</u>	<u>7,482,743</u>
TOTAL OTHER FINANCING SOURCES AND (USES)	618,172	(779,679)	640,171	1,419,850
NET CHANGE IN FUND BALANCE	\$ (2,091,377)	\$ 1,424,675	\$ 4,240,109	\$ 2,815,434
FUND BALANCES, BEGINNING OF YEAR	11,234,833	11,234,833	11,926,778	
FUND BALANCES, END OF YEAR	\$ 9,143,456	\$ 12,659,508	\$ 16,166,887	

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

Town of Estes Park, Colorado
Street Improvements Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>
				<u>POSITIVE</u>
				<u>(NEGATIVE)</u>
REVENUES				
Taxes	\$ 1,713,324	\$ 2,528,252	\$ 2,511,721	\$ (16,531)
Intergovernmental	-	-	1,235	1,235
Investment income	43,000	43,000	(1,730)	(44,730)
TOTAL REVENUES	<u>1,756,324</u>	<u>2,571,252</u>	<u>2,511,226</u>	<u>(60,026)</u>
EXPENDITURES				
Current:				
Operations and Maintenance	608,754	528,476	364,882	163,594
Personnel Services	181,765	185,210	180,147	5,063
Capital outlay	1,294,300	2,043,124	1,121,054	922,070
TOTAL EXPENDITURES	<u>2,084,819</u>	<u>2,756,810</u>	<u>1,666,083</u>	<u>1,090,727</u>
NET CHANGE IN FUND BALANCE	<u>\$ (328,495)</u>	<u>\$ (185,558)</u>	<u>\$ 845,143</u>	<u>\$ 1,030,701</u>
FUND BALANCE, BEGINNING OF YEAR			<u>1,802,980</u>	
FUND BALANCE, END OF YEAR			<u>\$ 2,648,123</u>	

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

Town of Estes Park, Colorado
Community Reinvestment Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>
				<u>POSITIVE</u>
				<u>(NEGATIVE)</u>
REVENUES				
Intergovernmental	\$ -	\$ 750,000	\$ -	\$ (750,000)
Investment income	29,000	139,000	(21)	(139,021)
Miscellaneous	<u>-</u>	<u>-</u>	<u>4,683</u>	<u>4,683</u>
TOTAL REVENUES	<u>29,000</u>	<u>889,000</u>	<u>4,662</u>	<u>(884,338)</u>
EXPENDITURES				
Current				
Professional Services	25,000	129,340	97,016	32,324
Capital outlay	59,000	2,002,409	280,504	1,721,905
Debt Service				
Principal	677,431	677,431	677,431	-
Interest	<u>237,570</u>	<u>237,570</u>	<u>237,569</u>	<u>1</u>
TOTAL EXPENDITURES	<u>999,001</u>	<u>3,046,750</u>	<u>1,292,520</u>	<u>1,754,230</u>
EXCESS OF EXPENDITURES OVER REVENUES	<u>(970,001)</u>	<u>(2,157,750)</u>	<u>(1,287,858)</u>	<u>869,892</u>
OTHER FINANCING SOURCES				
Transfers in	1,371,857	8,000,000	1,371,857	(6,628,143)
Transfers out	<u>(403,000)</u>	<u>(6,047,892)</u>	<u>-</u>	<u>6,047,892</u>
TOTAL OTHER FINANCING SOURCES	<u>968,857</u>	<u>1,952,108</u>	<u>1,371,857</u>	<u>(580,251)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (1,144)</u>	<u>\$ (205,642)</u>	<u>\$ 83,999</u>	<u>\$ 289,641</u>
FUND BALANCE, BEGINNING OF YEAR			<u>215,642</u>	
FUND BALANCE, END OF YEAR			<u>\$ 299,641</u>	

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

Town of Estes Park, Colorado
Retirement Plan Supplementary Information
For the Year Ended December 31, 2021

Schedule of Proportionate Share of the Net Pension and OPEB Liability and Related Ratios

Colorado PERA - Pension

<u>Year Ending*</u>	<u>Proportion of the Net Pension Liability</u>	<u>Proportionate Share of the Net Pension Liability</u>	<u>Actual Member Payroll</u>	<u>Net Pension Liability as a Percentage of Member Payroll</u>	<u>Fiduciary Net Position as a Percentage of Total Pension Liability</u>
12/31/2014	0.844%	\$ 6,497,912	\$ 4,502,074	144.33%	77.66%
12/31/2015	0.927%	\$ 8,303,953	\$ 5,078,452	163.51%	80.70%
12/31/2016	1.030%	\$ 11,344,006	\$ 5,842,524	194.16%	76.90%
12/31/2017	1.142%	\$ 15,044,400	\$ 6,541,376	229.99%	73.60%
12/31/2018	1.138%	\$ 12,668,982	\$ 7,189,091	176.23%	79.37%
12/31/2019	1.157%	\$ 14,543,721	\$ 7,485,300	194.30%	75.96%
12/31/2020	1.180%	\$ 8,627,642	\$ 7,993,965	107.93%	86.26%
12/31/2021	1.197%	\$ 6,238,307	\$ 8,301,248	75.15%	90.88%

Colorado PERA - OPEB

<u>Year Ending*</u>	<u>Proportion of the Net OPEB Liability</u>	<u>Proportionate Share of the Net OPEB Liability</u>	<u>Actual Member Payroll</u>	<u>OPEB Liability as a Percentage of Member Payroll</u>	<u>Fiduciary Net Position as a Percentage of Total OPEB Liability</u>
12/31/2017	0.085%	\$ 1,102,634	\$ 6,541,376	16.86%	16.72%
12/31/2018	0.088%	\$ 1,138,541	\$ 7,189,091	15.84%	17.53%
12/31/2019	0.088%	\$ 1,198,408	\$ 7,485,300	16.01%	17.03%
12/31/2020	0.089%	\$ 999,076	\$ 7,993,965	12.50%	24.49%
12/31/2021	0.089%	\$ 854,999	\$ 8,301,248	10.30%	32.78%

Note: This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

* The data provided in this schedule is based as of the measurement date of the City's net pension liability, which is as of the beginning of the year.

Schedule of Employer Contributions

Colorado PERA - Pension

<u>Year Ending</u>	<u>Statutorily Required Contributions</u>	<u>Actual Employer Contributions</u>	<u>Contribution Excess/(Deficiency)</u>	<u>Actual Covered Member Payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>
12/31/2013	570,863	570,863	-	4,502,074	12.68%
12/31/2014	643,712	643,712	-	5,078,452	12.68%
12/31/2015	740,832	740,832	-	5,842,524	12.68%
12/31/2016	829,447	829,447	-	6,541,376	12.68%
12/31/2017	911,577	911,577	-	7,189,091	12.68%
12/31/2018	949,136	949,136	-	7,485,300	12.68%
12/31/2019	1,013,635	1,013,635	-	7,993,965	12.68%
12/31/2020	1,073,351	1,073,351	-	8,301,248	12.93%
12/31/2021	1,190,666	1,190,666	-	8,901,035	13.38%

Colorado PERA - OPEB

<u>Year Ending</u>	<u>Statutorily Required Contributions</u>	<u>Actual Employer Contributions</u>	<u>Contribution Excess/(Deficiency)</u>	<u>Actual Covered Member Payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>
12/31/2016	66,722	66,722	-	6,541,376	1.02%
12/31/2017	73,329	73,329	-	7,189,091	1.02%
12/31/2018	75,765	75,765	-	7,485,300	1.01%
12/31/2019	81,470	81,470	-	7,993,965	1.02%
12/31/2020	84,672	84,672	-	8,301,248	1.02%
12/31/2021	90,791	90,791	-	8,901,035	1.02%

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

Note: This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

Town of Estes Park, Colorado
Schedule of Changes in the Town's Total OPEB
Liability and Related Ratios - Retiree Medical Insurance Plan
December 31, 2021

Year Ended December 31,	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability				
Service Cost	\$ 20,891	\$ 27,201	\$ 30,281	\$ 27,609
Interest on total OPEB liability	11,529	20,137	18,576	20,240
Changes of benefit terms	-	-	-	-
Differences between expected and actual experience	-	13,372	-	-
Changes of assumptions or other inputs	18,548	(76,080)	(23,110)	11,799
Benefit payments	<u>(23,013)</u>	<u>(73,844)</u>	<u>(69,396)</u>	<u>(46,251)</u>
Net change in total OPEB liability	27,955	(89,214)	(43,649)	13,397
Total OPEB liability - beginning	<u>411,287</u>	<u>500,501</u>	<u>544,150</u>	<u>530,753</u>
Total OPEB liability - ending	<u>\$ 439,242</u>	<u>\$ 411,287</u>	<u>\$ 500,501</u>	<u>\$ 544,150</u>
Covered payroll	\$ 11,115,810	\$ 11,175,908	\$ 10,542,533	\$ 10,015,583
Total OPEB liability as a percentage of covered payroll	3.95%	3.68%	4.75%	5.43%

The Town implemented GASB Statement No. 75 in 2018; therefore 10 years of data is not available.

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

Town of Estes Park, Colorado

Other Supplementary Information

Town of Estes Park, Colorado
 Combining Balance Sheet
 Nonmajor Governmental Funds
 December 31, 2021

	OPEN SPACE FUND	CONSERVATION TRUST FUND	EMERGENCY RESPONSE SYSTEM FUND	COMMUNITY CENTER FUND	TRAILS EXPANSION FUND	PARKING SERVICES FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS
ASSETS							
Cash and Investments	\$ 1,306,806	\$ 71,737	\$ 142,237	\$ 11	\$ 1,276,400	\$ 325,807	\$ 3,122,988
Taxes receivable	-	-	12,884	128,844	64,422	-	206,150
Accounts Receivable	712	52	22	-	938	1,625	3,349
Intergovernmental Receivable	356,012	-	-	-	-	-	356,012
Prepaid items	-	-	-	-	-	-	-
TOTAL ASSETS	\$ 1,663,530	\$ 71,789	\$ 155,143	\$ 128,855	\$ 1,341,760	\$ 327,432	\$ 3,688,509
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
LIABILITIES							
Accounts payable	-	-	-	\$ 128,844	\$ 41,553	29,436	\$ 199,833
Accrued liabilities	1,146	-	-	-	539	2,189	3,874
Due to other funds	310,000	-	-	-	-	-	310,000
TOTAL LIABILITIES	311,146	-	-	128,844	42,092	31,625	513,707
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue	251,219	-	-	-	-	-	251,219
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	562,365	-	-	128,844	42,092	31,625	764,926
FUND BALANCES							
Nonspendable	-	-	-	-	-	-	-
Restricted for:							
Parks and open space	1,101,165	71,789	-	-	-	-	1,172,954
Capital improvements	-	-	155,143	11	1,299,668	295,807	1,750,629
TOTAL FUND BALANCES	1,101,165	71,789	155,143	11	1,299,668	295,807	2,923,583
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 1,663,530	\$ 71,789	\$ 155,143	\$ 128,855	\$ 1,341,760	\$ 327,432	\$ 3,688,509

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

Town of Estes Park, Colorado
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures
 And Changes in Fund Balance
 For the Year Ended December 31, 2021

	OPEN SPACE FUND	CONSERVATION TRUST FUND	EMERGENCY RESPONSE SYSTEM FUND	COMMUNITY CENTER FUND	TRAILS EXPANSION FUND	PARKING SERVICES FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS
REVENUES							
Intergovernmental	\$ 2,120,769	\$ 38,161	\$ 9,960	\$ -	120,039	\$ -	2,288,929
Charges for Services	-	-	-	-	-	864,783	864,783
Miscellaneous	-	-	-	-	-	45	45
Taxes	-	-	104,655	1,046,550	523,275	-	1,674,480
Licenses and Permits	-	-	-	-	-	24,887	24,887
Fines and forfeitures	-	-	-	-	-	39,759	39,759
Contributions and donations	-	-	-	-	9,018	-	9,018
Investment Income (Expense)	(928)	(46)	(19)	-	(286)	-	(1,279)
TOTAL REVENUES	2,119,841	38,115	114,596	1,046,550	652,046	929,474	4,900,622
EXPENDITURES							
Current:							
Culture and Recreation	90,838	14,298	23,346	1,046,540	-	-	1,175,022
Public Works	658,002	70,000	-	-	34,212	578,223	612,435
Capital Outlay	-	-	-	-	221,855	98,472	1,048,329
Debt Service:							
Principal	-	-	38,037	-	-	-	38,037
Interest	-	-	10,506	-	-	-	10,506
TOTAL EXPENDITURES	748,840	84,298	71,889	1,046,540	256,067	676,695	2,884,329
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,371,001	(46,183)	42,707	10	395,979	252,779	2,016,293
OTHER FINANCING USES							
Transfers in (out)	(210,000)	-	-	-	-	-	(210,000)
TOTAL OTHER FINANCING USES	(210,000)	-	-	-	-	-	(210,000)
NET CHANGE IN FUND BALANCE	1,161,001	(46,183)	42,707	10	395,979	252,779	1,806,293
FUND BALANCE, BEGINNING OF YEAR	(59,836)	117,972	112,436	1	903,689	43,028	1,117,290
FUND BALANCE, END OF YEAR	1,101,165	71,789	155,143	11	1,299,668	295,807	2,923,583

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

Town of Estes Park, Colorado
Open Space Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
REVENUES				
Intergovernmental	\$ 393,000	\$ 1,437,635	\$ 2,120,769	\$ 683,134
Investment income	8,000	8,000	(928)	(8,928)
TOTAL REVENUES	<u>401,000</u>	<u>1,445,635</u>	<u>2,119,841</u>	<u>674,206</u>
EXPENDITURES				
Current				
Culture and Recreation	115,040	116,062	90,838	25,224
Capital outlay	113,500	1,631,089	658,002	973,087
TOTAL EXPENDITURES	<u>228,540</u>	<u>1,747,151</u>	<u>748,840</u>	<u>998,311</u>
EXCESS OF EXPENDITURES OVER REVENUES	<u>172,460</u>	<u>(301,516)</u>	<u>1,371,001</u>	<u>1,672,517</u>
OTHER FINANCING USES				
Transfers in	-	580,000	-	(580,000)
Transfers out	-	(210,000)	(210,000)	-
TOTAL OTHER FINANCING USES	<u>-</u>	<u>370,000</u>	<u>(210,000)</u>	<u>(580,000)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 172,460</u>	<u>\$ 68,484</u>	<u>\$ 1,161,001</u>	<u>\$ 1,092,517</u>
FUND BALANCE, BEGINNING OF YEAR			<u>(59,836)</u>	
FUND BALANCE, END OF YEAR			<u>\$ 1,101,165</u>	

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

Town of Estes Park, Colorado
Conservation Trust Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>(NEGATIVE)</u>
REVENUES				
Intergovernmental	\$ 33,000	\$ 33,000	\$ 38,161	\$ 5,161
Investment Income	<u>300</u>	<u>300</u>	<u>(46)</u>	<u>(346)</u>
TOTAL REVENUES	<u>33,300</u>	<u>33,300</u>	<u>38,115</u>	<u>4,815</u>
EXPENDITURES				
Current				
Culture and recreation	11,500	13,966	14,298	(332)
Capital Outlay	<u>19,000</u>	<u>89,000</u>	<u>70,000</u>	<u>19,000</u>
TOTAL EXPENDITURES	<u>30,500</u>	<u>102,966</u>	<u>84,298</u>	<u>18,668</u>
NET CHANGE IN FUND BALANCE	<u>\$ 2,800</u>	<u>\$ (69,666)</u>	<u>\$ (46,183)</u>	<u>\$ 23,483</u>
FUND BALANCE, BEGINNING OF YEAR			<u>117,972</u>	
FUND BALANCE, END OF YEAR			<u>\$ 71,789</u>	

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

Town of Estes Park, Colorado
Emergency Response Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>
				<u>POSITIVE</u>
				<u>(NEGATIVE)</u>
REVENUES				
Taxes	\$ 71,389	\$ 105,344	\$ 104,655	\$ (689)
Intergovernmental	-	9,960	9,960	-
Investment income	200	200	(19)	(219)
TOTAL REVENUES	<u>71,589</u>	<u>115,504</u>	<u>114,596</u>	<u>(908)</u>
EXPENDITURES				
Current				
Culture and Recreation	15,300	30,260	23,346	6,914
Debt Service				
Principal	38,038	38,038	38,037	1
Interest	10,507	10,507	10,506	1
TOTAL EXPENDITURES	<u>63,845</u>	<u>78,805</u>	<u>71,889</u>	<u>6,916</u>
EXCESS OF EXPENDITURES OVER REVENUES	<u>7,744</u>	<u>36,699</u>	<u>42,707</u>	<u>6,008</u>
NET CHANGE IN FUND BALANCE	<u>\$ 7,744</u>	<u>\$ 36,699</u>	<u>\$ 42,707</u>	<u>\$ 6,008</u>
FUND BALANCE, BEGINNING OF YEAR			<u>112,436</u>	
FUND BALANCE, END OF YEAR			<u>\$ 155,143</u>	

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

Town of Estes Park, Colorado
Community Center Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>(NEGATIVE)</u>
REVENUES				
Taxes	\$ 713,885	\$ 1,103,438	\$ 1,046,550	\$ (56,888)
TOTAL REVENUES	<u>713,885</u>	<u>1,103,438</u>	<u>1,046,550</u>	<u>(56,888)</u>
EXPENDITURES				
Culture and Recreation	<u>713,885</u>	<u>1,103,438</u>	<u>1,046,540</u>	<u>56,898</u>
TOTAL EXPENDITURES	<u>713,885</u>	<u>1,103,438</u>	<u>1,046,540</u>	<u>56,898</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10</u>	<u>\$ 10</u>
FUND BALANCE, BEGINNING OF YEAR			<u>1</u>	
FUND BALANCE, END OF YEAR			<u>\$ 11</u>	

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

Town of Estes Park, Colorado
Parking Services Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Charges for Services	20,000	771,105	864,783	93,678
Parking Permits and Tickets	5,500	21,095	64,646	43,551
Miscellaneous	-	-	45	45
TOTAL REVENUES	<u>25,500</u>	<u>792,200</u>	<u>929,474</u>	<u>137,274</u>
EXPENDITURES				
Current				
Public Works	204,947	634,998	578,223	56,775
Capital outlay	3,200	150,234	98,472	51,762
TOTAL EXPENDITURES	<u>208,147</u>	<u>785,232</u>	<u>676,695</u>	<u>108,537</u>
EXCESS OF EXPENDITURES OVER REVENUES	<u>(182,647)</u>	<u>6,968</u>	<u>252,779</u>	<u>245,811</u>
OTHER FINANCING SOURCES				
Transfers in	215,000	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>215,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 32,353</u>	<u>\$ 6,968</u>	<u>\$ 252,779</u>	<u>\$ 245,811</u>
FUND BALANCE, BEGINNING OF YEAR			<u>43,028</u>	
FUND BALANCE, END OF YEAR			<u>\$ 295,807</u>	

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

Town of Estes Park, Colorado
Trails Expansion Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	VARIANCE WITH
	<u>ORIGINAL</u>	<u>FINAL</u>		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
REVENUES				
Intergovernmental	\$ -	\$ 1,998,745	\$ 120,039	\$ (1,878,706)
Taxes	356,943	526,719	523,275	(3,444)
Contributions and donations	-	-	9,018	9,018
Investment income	<u>3,000</u>	<u>3,000</u>	<u>(286)</u>	<u>(3,286)</u>
TOTAL REVENUES	<u>359,943</u>	<u>2,528,464</u>	<u>652,046</u>	<u>(1,876,418)</u>
EXPENDITURES				
Current				
Public Works	33,327	34,027	34,212	(185)
Capital outlay	<u>200,000</u>	<u>3,004,967</u>	<u>221,855</u>	<u>2,783,112</u>
TOTAL EXPENDITURES	<u>233,327</u>	<u>3,038,994</u>	<u>256,067</u>	<u>2,782,927</u>
EXCESS OF EXPENDITURES OVER REVENUES	<u>126,616</u>	<u>(510,530)</u>	<u>395,979</u>	<u>906,509</u>
NET CHANGE IN FUND BALANCE	<u>\$ 126,616</u>	<u>\$ (510,530)</u>	<u>\$ 395,979</u>	<u>\$ 906,509</u>
FUND BALANCE, BEGINNING OF YEAR			<u>903,689</u>	
FUND BALANCE, END OF YEAR			<u>\$ 1,299,668</u>	

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

Town of Estes Park, Colorado
Power and Communications Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
Utility Sales	\$ 18,638,875	\$ 18,838,875	\$ 20,433,120	\$ 1,594,245
Intergovernmental	-	-	4,375	4,375
Investment income	241,000	241,000	4,651	(236,349)
Miscellaneous	96,000	96,000	397,931	301,931
Contributions and Donations	10,000	10,000	-	(10,000)
TOTAL REVENUES	<u>18,985,875</u>	<u>19,185,875</u>	<u>20,840,077</u>	<u>1,654,202</u>
EXPENDITURES				
Current				
Source of supply	8,218,997	8,218,997	7,963,435	255,562
Distribution	4,596,205	5,023,470	3,846,422	1,177,048
Customer accounts	568,897	581,070	431,232	149,838
Administration and general	2,350,429	2,400,980	2,077,725	323,255
Broadband	548,195	749,398	963,202	(213,804)
Capital outlay	985,000	19,687,712	10,048,156	9,639,556
Debt Service				
Other	264,584	264,584	-	264,584
Principal	404,008	404,008	404,008	-
Interest	1,160,134	1,160,134	929,264	230,870
TOTAL EXPENDITURES	<u>19,096,449</u>	<u>38,490,353</u>	<u>26,663,444</u>	<u>11,826,909</u>
OTHER FINANCING SOURCES AND (USES)				
Transfers in	-	-	-	-
Transfers out	(1,670,029)	(1,670,029)	(1,670,028)	1
Loss on sale of capital assets	-	-	-	-
TOTAL OTHER FINANCING SOURCES AND (USES)	<u>(1,670,029)</u>	<u>(1,670,029)</u>	<u>(1,670,028)</u>	<u>1</u>
CHANGE IN NET POSITION, BUDGETARY BASIS	<u>\$ (1,780,603)</u>	<u>\$ (20,974,507)</u>	<u>\$ (7,493,395)</u>	<u>\$ 13,481,112</u>
ADJUSTMENTS FROM BUDGETARY BASIS TO GAAP BASIS				
Capital outlay			10,048,156	
Depreciation expense			(1,307,957)	
Debt principal payments			404,008	
CHANGE IN NET POSITION - GAAP BASIS			1,650,812	
NET POSITION, BEGINNING OF YEAR			<u>28,860,694</u>	
NET POSITION, END OF YEAR			<u>\$ 30,511,506</u>	

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

Town of Estes Park, Colorado
Water Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Charges for Services	\$ 5,689,272	\$ 5,689,272	\$ 6,172,286	\$ 483,014
Other	45,200	45,200	24,613	(20,587)
Intergovernmental	-	8,916,000	3,999	(8,912,001)
Investment Income	166,000	166,000	(11,490)	(177,490)
TOTAL REVENUES	<u>5,900,472</u>	<u>14,816,472</u>	<u>6,189,408</u>	<u>(8,627,064)</u>
EXPENDITURES				
Current				
Source of supply	123,000	123,000	125,029	(2,029)
Purification	1,090,056	1,110,295	836,596	273,699
Distribution	2,041,043	2,104,346	1,576,772	527,574
Customer accounts	366,518	374,315	305,035	69,280
Administration and general	958,116	967,149	925,374	41,775
Capital outlay	3,277,946	27,339,143	1,027,794	26,311,349
Debt service				
Principal	297,369	297,369	310,180	(12,811)
Interest	94,467	94,467	106,581	(12,114)
TOTAL EXPENDITURES	<u>8,248,515</u>	<u>32,410,084</u>	<u>5,213,361</u>	<u>27,196,723</u>
OTHER FINANCING SOURCES AND (USES)				
Transfers out	(132,000)	(132,000)	(132,000)	-
Tap Fee	517,000	517,000	994,253	477,253
Revenue Bond Proceeds	-	12,168,000	-	(12,168,000)
Gain on sale of capital assets	265,000	285,000	(3,961)	(288,961)
TOTAL OTHER FINANCING SOURCES AND (USES)	<u>650,000</u>	<u>12,838,000</u>	<u>858,292</u>	<u>(11,979,708)</u>
CHANGE IN NET POSITION, BUDGETARY BASIS	<u>\$ (1,698,043)</u>	<u>\$ (4,755,612)</u>	<u>\$ 1,834,339</u>	<u>\$ 6,589,951</u>
ADJUSTMENTS FROM BUDGETARY BASIS TO GAAP BASIS				
Capital outlay, including capitalized interest			1,027,794	
Depreciation expense			(923,133)	
Capital contributions			-	
Debt principal			310,180	
CHANGE IN NET POSITION - GAAP BASIS			<u>2,249,180</u>	
NET POSITION, BEGINNING OF YEAR			<u>31,643,553</u>	
NET POSITION, END OF YEAR			<u>\$ 33,892,733</u>	

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

Town of Estes Park, Colorado

Combining Statement of Net Position

Internal Service Funds

December 31, 2021

	Fleet Maintenance Fund	Vehicle Replacement Fund	Information Technology Fund	Medical Insurance Fund	Risk Management Fund	Total
ASSETS						
Current Assets:						
Cash and investments	\$ 713,133	\$ 1,437,779	\$ 671,683	\$ 2,662,633	\$ 37,019	\$ 5,522,247
Accounts receivable	3,297	733	297	131,092	-	135,419
Inventories	21,353	-	-	-	-	21,353
Prepaid items	-	-	41,810	35,000	-	76,810
Total Current Assets	<u>737,783</u>	<u>1,438,512</u>	<u>713,790</u>	<u>2,828,725</u>	<u>37,019</u>	<u>5,755,829</u>
Non-Current Assets:						
Capital assets, net of accumulated depreciation	119,088	476,372	224,058	-	-	819,518
TOTAL ASSETS	<u>856,871</u>	<u>1,914,884</u>	<u>937,848</u>	<u>2,828,725</u>	<u>37,019</u>	<u>6,575,347</u>
LIABILITIES						
Current Liabilities:						
Accounts payable	47,651	-	11,311	-	1,153	60,115
Accrued liabilities	5,991	-	9,327	-	-	15,318
Claims payable	-	-	-	381,349	-	381,349
Compensated absences payable	16,141	-	24,239	-	-	40,380
Total Current Liabilities	<u>69,783</u>	<u>-</u>	<u>44,877</u>	<u>381,349</u>	<u>1,153</u>	<u>497,162</u>
Non-Current Liabilities:						
Compensated absences payable	8,771	-	13,162	-	-	21,933
OPEB Liability	2,264	-	2,358	-	-	4,622
Total Non-Current Liabilities	<u>11,035</u>	<u>-</u>	<u>15,520</u>	<u>-</u>	<u>-</u>	<u>26,555</u>
TOTAL LIABILITIES	<u>80,818</u>	<u>-</u>	<u>60,397</u>	<u>381,349</u>	<u>1,153</u>	<u>523,717</u>
NET POSITION						
Net investment in capital assets	119,088	476,372	224,058	-	-	819,518
Unrestricted	656,965	1,438,512	653,393	2,447,376	35,866	5,232,112
TOTAL NET POSITION	<u>\$ 776,053</u>	<u>\$ 1,914,884</u>	<u>\$ 877,451</u>	<u>\$ 2,447,376</u>	<u>\$ 35,866</u>	<u>\$ 6,051,630</u>

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

Town of Estes Park, Colorado
Combining Statement of Revenues, Expenditures
and Changes in Fund Net Position
Internal Service Funds
For the Year Ended December 31, 2021

	Fleet Maintenance Fund	Vehicle Replacement Fund	Information Technology Fund	Medical Insurance Fund	Risk Management Fund	Total
OPERATING REVENUES						
Charges for services	\$ 617,916	\$ 517,006	\$ 968,933	\$ 3,409,472	\$ 358,356	\$ 5,871,683
Miscellaneous	-	-	1,615	405	5,202	7,222
TOTAL OPERATING REVENUES	<u>617,916</u>	<u>517,006</u>	<u>970,548</u>	<u>3,409,877</u>	<u>363,558</u>	<u>5,878,905</u>
OPERATING EXPENSES						
Salaries and benefits	368,454	-	522,979	-	-	891,433
Supplies	9,815	-	65,748	-	-	75,563
Utilities	8,123	-	17,444	-	-	25,567
Training	8,455	-	10,675	-	-	19,130
Maintenance and repairs	48,851	-	133,658	-	-	182,509
Professional fees	12,927	-	2,689	-	-	15,616
Depreciation	4,301	239,955	75,005	-	-	319,261
Medical benefits	-	-	-	3,265,131	-	3,265,131
Property and liability insurance	2,841	-	6,531	-	328,352	337,724
TOTAL OPERATING EXPENSES	<u>463,767</u>	<u>239,955</u>	<u>834,729</u>	<u>3,265,131</u>	<u>328,352</u>	<u>5,131,934</u>
OPERATING INCOME (LOSS)	<u>154,149</u>	<u>277,051</u>	<u>135,819</u>	<u>144,746</u>	<u>35,206</u>	<u>746,971</u>
NON-OPERATING REVENUES (EXPENSES)						
Investment income	(340)	202	(314)	(2,967)	-	(3,419)
Gain (loss) on sale of asset	-	(38,389)	-	-	-	(38,389)
TOTAL NON-OPERATING REVENUES (EXPENSES)	<u>(340)</u>	<u>(38,187)</u>	<u>(314)</u>	<u>(2,967)</u>	<u>-</u>	<u>(41,808)</u>
INCOME (LOSS) BEFORE TRANSFERS	153,809	238,864	135,505	141,779	35,206	705,163
CHANGE IN NET POSITION	153,809	238,864	135,505	141,779	35,206	705,163
NET POSITION, BEGINNING OF YEAR	<u>622,244</u>	<u>1,676,020</u>	<u>741,946</u>	<u>2,305,597</u>	<u>660</u>	<u>5,346,467</u>
NET POSITION, END OF YEAR	<u>\$ 776,053</u>	<u>\$ 1,914,884</u>	<u>\$ 877,451</u>	<u>\$ 2,447,376</u>	<u>\$ 35,866</u>	<u>\$ 6,051,630</u>

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

Town of Estes Park, Colorado
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For the Year Ended December 31, 2021

	Fleet Maintenance Fund	Vehicle Replacement Fund	Information Technology Fund	Medical Insurance Fund	Risk Management Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES						
Cash received from customers	\$ 621,677	\$ 516,354	\$ 971,204	\$ 1,070,027	\$ 358,356	\$ 3,537,618
Cash received from other sources	-	-	1,615	2,602,068	5,202	2,608,885
Cash paid for goods and services	(52,771)	-	(195,132)	(3,288,756)	(327,199)	(3,863,858)
Cash paid to employees	(368,454)	-	(522,979)	405	-	(891,028)
NET CASH FROM OPERATING ACTIVITIES	<u>200,452</u>	<u>516,354</u>	<u>254,708</u>	<u>383,744</u>	<u>36,359</u>	<u>1,391,617</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES						
Transfers in from other funds	-	-	-	-	-	-
NET CASH FROM NON-CAPITAL FINANCING ACTIVITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Proceeds from sale of capital assets	-	2,700	-	-	-	2,700
Acquisitions of capital assets	(75,509)	(7,572)	(61,500)	-	-	(144,581)
NET CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(75,509)</u>	<u>(4,872)</u>	<u>(61,500)</u>	<u>-</u>	<u>-</u>	<u>(141,881)</u>
CASH FLOWS FROM INVESTING ACTIVITIES						
Investment income (expense)	(340)	202	(314)	(2,967)	-	(3,419)
NET CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(340)</u>	<u>202</u>	<u>(314)</u>	<u>(2,967)</u>	<u>-</u>	<u>(3,419)</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	<u>124,603</u>	<u>511,684</u>	<u>192,894</u>	<u>380,777</u>	<u>36,359</u>	<u>1,246,317</u>
CASH AND CASH EQUIVALENTS						
Beginning of Year	588,530	926,095	478,789	2,281,856	660	4,275,930
End of Year	<u>\$ 713,133</u>	<u>\$ 1,437,779</u>	<u>\$ 671,683</u>	<u>\$ 2,662,633</u>	<u>\$ 37,019</u>	<u>\$ 5,522,247</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES						
Operating income (loss)	\$ 154,149	\$ 277,051	\$ 135,819	\$ 144,746	\$ 35,206	\$ 746,971
Adjustments to reconcile operating income (loss) to net cash flows from operating activities:						
Depreciation	4,301	239,955	75,006	-	-	319,262
(Increase) decrease in operating assets:						
Accounts receivable	3,761	(652)	2,271	262,623	-	268,003
Inventories	1,037	-	-	-	-	1,037
Prepaid items	-	-	2,559	-	-	2,559
Increase (decrease) in operating liabilities:						
Accounts payable	29,626	-	8,707	(23,625)	1,153	15,861
Accrued liabilities	1,483	-	4,733	-	-	6,216
Compensated absences payable	6,095	-	25,613	-	-	31,708
NET CASH FROM OPERATING ACTIVITIES	<u>\$ 200,452</u>	<u>\$ 516,354</u>	<u>\$ 254,708</u>	<u>\$ 383,744</u>	<u>\$ 36,359</u>	<u>\$ 1,391,617</u>

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

Town of Estes Park, Colorado
Fleet Maintenance Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES				
Charges for Services	\$ 459,307	\$ 459,307	\$ 617,916	\$ 158,609
Intergovernmental	300,800	300,800	-	(300,800)
Miscellaneous	-	24,600	-	(24,600)
Investment income	7,000	7,000	(340)	(7,340)
TOTAL REVENUES	767,107	791,707	617,576	(174,131)
EXPENDITURES				
Current				
Salaries and benefits	354,399	376,903	368,454	8,449
Supplies	13,340	13,340	9,815	3,525
Utilities	9,017	9,017	8,123	894
Job performance expenses	6,670	11,270	8,455	2,815
Maintenance and repairs	24,176	24,176	48,851	(24,675)
Professional fees	13,058	13,058	12,927	131
Property and liability insurance	2,616	2,616	2,841	(225)
Capital outlay	883,000	870,000	75,509	794,491
TOTAL EXPENDITURES	1,306,276	1,320,380	534,975	785,405
CHANGE IN NET POSITION, BUDGETARY BASIS	\$ (539,169)	\$ (528,673)	\$ 82,601	\$ 611,274
ADJUSTMENTS FROM BUDGETARY BASIS TO GAAP BASIS				
Capital outlay			75,509	
Depreciation			(4,301)	
CHANGE IN NET POSITION - GAAP BASIS			153,809	
NET POSITION, BEGINNING OF YEAR			622,244	
NET POSITION, END OF YEAR			\$ 776,053	

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

Town of Estes Park, Colorado
Vehicle Replacement Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Charges for Services	\$ 508,736	\$ 508,736	\$ 517,006	\$ 8,270
Investment income	650	650	202	(448)
TOTAL REVENUES	509,386	509,386	517,208	7,822
EXPENDITURES				
Capital outlay	-	514,693	7,572	507,121
TOTAL EXPENDITURES	-	514,693	7,572	507,121
OTHER FINANCING SOURCES (USES)				
Transfers in	-	41,000	-	(41,000)
TOTAL OTHER FINANCING SOURCES	-	41,000	-	(41,000)
CHANGE IN NET POSITION, BUDGETARY BASIS	\$ 509,386	\$ 35,693	\$ 509,636	\$ 514,943
ADJUSTMENTS FROM BUDGETARY BASIS TO GAAP BASIS				
Loss on sale of assets			(38,389)	
Depreciation			(239,955)	
Capital outlay			7,572	
CHANGE IN NET POSITION - GAAP BASIS			238,864	
NET POSITION, BEGINNING OF YEAR			1,676,020	
NET POSITION, END OF YEAR			\$ 1,914,884	

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

Town of Estes Park, Colorado
Information Technology Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
REVENUES				
Charges for services	950,751	950,751	\$ 953,242	\$ 2,491
Intergovernmental	-	20,740	15,691	(5,049)
Investment income	5,000	5,000	(314)	(5,314)
Miscellaneous	-	-	1,615	1,615
TOTAL REVENUES	<u>955,751</u>	<u>976,491</u>	<u>970,234</u>	<u>(6,257)</u>
EXPENDITURES				
Current				
Salaries and benefits	637,534	646,019	522,979	123,040
Insurance Premiums	5,679	5,679	6,531	(852)
Professional Services/Fees	11,500	11,500	2,689	8,811
Publishing	500	500	-	500
Repair and Maintenance	148,266	138,766	133,658	5,108
Materials and Supplies	39,650	71,490	65,748	5,742
Job Performance Expenses	7,250	7,250	10,675	(3,425)
Utilities	22,000	22,000	17,444	4,556
Capital outlay	79,000	85,100	61,500	23,600
TOTAL EXPENDITURES	<u>951,379</u>	<u>988,304</u>	<u>821,224</u>	<u>167,080</u>
CHANGE IN NET POSITION, BUDGETARY BASIS	<u>\$ 4,372</u>	<u>\$ (11,813)</u>	<u>\$ 149,010</u>	<u>\$ 160,823</u>
ADJUSTMENTS FROM BUDGETARY BASIS TO GAAP BASIS				
Capital outlay			61,500	
Depreciation expense			<u>(75,005)</u>	
CHANGE IN NET POSITION - GAAP BASIS			135,505	
NET POSITION, BEGINNING OF YEAR			<u>741,946</u>	
NET POSITION, END OF YEAR			<u>\$ 877,451</u>	

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

Town of Estes Park, Colorado
Medical Insurance Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
REVENUES				
Charges for services	\$2,757,228	\$3,320,868	\$ 3,409,472	\$ 88,604
Investment income	27,000	27,000	(2,967)	(29,967)
Miscellaneous	<u>-</u>	<u>-</u>	405	405
TOTAL REVENUES	<u>2,784,228</u>	<u>3,347,868</u>	<u>3,406,910</u>	<u>59,042</u>
EXPENDITURES				
Current				
Medical expense	<u>2,731,792</u>	<u>4,245,432</u>	<u>3,265,131</u>	<u>980,301</u>
TOTAL EXPENDITURES	<u>2,731,792</u>	<u>4,245,432</u>	<u>3,265,131</u>	<u>980,301</u>
CHANGE IN NET POSITION, BUDGETARY BASIS	<u>\$ 52,436</u>	<u>\$ (897,564)</u>	<u>\$ 141,779</u>	<u>\$ 1,039,343</u>
NET POSITION, BEGINNING OF YEAR			<u>2,305,597</u>	
NET POSITION, END OF YEAR			<u>\$ 2,447,376</u>	

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

Town of Estes Park, Colorado
Risk Management Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Charges for services	\$361,327	\$361,327	\$ 358,356	\$ (2,971)
Miscellaneous	-	-	5,202	5,202
TOTAL REVENUES	<u>361,327</u>	<u>361,327</u>	<u>363,558</u>	<u>2,231</u>
EXPENDITURES				
Current				
Property and liability insurance	<u>361,327</u>	<u>346,327</u>	<u>328,352</u>	<u>17,975</u>
TOTAL EXPENDITURES	<u>361,327</u>	<u>346,327</u>	<u>328,352</u>	<u>17,975</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	(15,000)	-	15,000
Gain on sale of capital assets	-	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>(15,000)</u>	<u>-</u>	<u>15,000</u>
CHANGE IN NET POSITION, BUDGETARY BASIS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 35,206</u>	<u>\$ 35,206</u>
NET POSITION, BEGINNING OF YEAR			<u>660</u>	
NET POSITION, END OF YEAR			<u>\$ 35,866</u>	

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

Town of Estes Park, Colorado

Statistical Section

Statistical Section

This section of the Town of Estes Park Comprehensive Annual Financial Report presents detailed data as a context for understanding the information in the financial statements, note disclosures, and required supplementary information.

Contents	Schedules	Pages
Financial Trends These schedules contain trend information to help the reader understand how the Town's financial condition has changed over time.	1-4	99-103
Revenue Capacity These schedules contain information to help the reader assess the Town's largest revenue source, sales and use taxes.	5-7	104-106
Debt Capacity These schedules present information to help the reader assess the affordability of the Town's current levels of outstanding debt and the Town's ability to issue debt in the future.	8-11	107-110
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the Town's financial activities take place.	12-13	111-112
Operating Information These schedules contain service data to help the reader understand how information in the financial report relates to the services the Town provides and the activities it performs.	14-16	113-116

Schedule 1
Town of Estes Park, Colorado
Net Position
(accrual basis of accounting)
As of December 31,

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Governmental Activities										
Net investment in capital assets	\$ 41,859,310	\$ 42,700,081	\$ 43,113,642	\$ 42,539,162	\$ 49,411,763	\$ 57,733,149	\$ 59,401,578	\$ 62,894,857	\$ 61,698,464	\$ 60,995,178
Restricted	501,501	560,342	912,392	9,406,344	4,797,549	5,348,119	4,739,559	3,581,754	1,878,535	3,825,886
Unrestricted	9,567,385	8,225,881	9,808,049	5,434,320	4,165,544	1,585,920	3,587,854	6,122,258	10,800,413	16,546,751
Total governmental activities net position	\$ 51,928,196	\$ 51,486,304	\$ 53,834,083	\$ 57,379,826	\$ 58,374,856	\$ 64,667,188	\$ 67,728,991	\$ 72,598,869	\$ 74,377,412	\$ 81,367,815
Business-type Activities										
Net investment in capital assets	\$ 27,343,710	\$ 26,673,350	\$ 26,771,542	\$ 29,175,592	\$ 30,145,069	\$ 32,596,716	\$ 37,356,339	\$ 41,111,109	\$ 45,632,830	\$ 45,872,510
Restricted	1,245,740	1,429,588	1,503,341	1,671,908	1,693,717	1,250,000	1,250,000	845,273	1,114,118	1,250,000
Unrestricted	13,294,644	14,852,929	16,679,006	12,728,316	12,717,005	13,112,576	12,019,357	15,829,836	15,071,905	18,772,625
Total business-type activities net position	\$ 41,884,094	\$ 42,955,867	\$ 44,953,889	\$ 43,575,816	\$ 44,555,791	\$ 46,959,292	\$ 50,625,696	\$ 57,786,218	\$ 61,818,853	\$ 65,895,135
Primary Government										
Net investment in capital assets	\$ 69,203,020	\$ 69,373,431	\$ 69,885,184	\$ 71,714,754	\$ 79,556,832	\$ 90,329,865	\$ 96,757,917	\$ 104,005,966	\$ 107,331,294	\$ 106,867,688
Restricted	1,747,241	1,989,930	2,415,733	11,078,252	6,491,266	6,598,119	5,989,559	4,427,027	2,992,653	5,075,886
Unrestricted	22,862,029	23,078,810	26,487,055	18,162,636	16,882,549	14,698,496	15,607,211	21,952,094	25,872,318	35,319,376
Total primary governmental net position	\$ 93,812,290	\$ 94,442,171	\$ 98,787,972	\$ 100,955,642	\$ 102,930,647	\$ 111,626,480	\$ 118,354,687	\$ 130,385,087	\$ 136,196,265	\$ 147,262,950

Source: Current and prior years' financial statements

Schedule 2
Town of Estes Park, Colorado
Changes in Net Position
(accrual basis of accounting)
For Years Ended December 31,

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses										
Governmental Activities:										
General Government	\$ 3,468,703	\$ 3,769,227	\$ 4,660,385	\$ 5,280,912	\$ 6,229,691	\$ 5,847,655	\$ 5,101,078	\$ 4,944,301	\$ 6,130,371	\$ 6,785,895
Public Safety	3,166,031	3,754,648	5,281,116	4,063,117	4,915,545	5,276,247	5,339,084	6,038,646	6,231,721	5,940,530
Public Works	2,251,653	2,794,976	2,192,522	2,736,985	2,549,174	4,284,402	2,884,866	2,109,022	3,858,918	4,417,267
Culture and Recreation	3,892,393	4,441,986	4,669,256	5,342,804	6,471,134	6,495,360	6,969,523	5,985,682	4,385,164	5,769,152
Interest on Long-Term Debt	-	86,521	146,875	147,226	136,216	298,651	317,206	258,959	247,402	225,820
Total governmental activities expenses	12,778,780	14,847,358	16,950,154	17,571,044	20,301,760	22,202,315	20,611,757	19,336,610	20,853,576	23,138,664
Business-type Activities:										
Light & Power	11,397,397	12,031,616	12,272,416	12,813,281	14,122,680	14,727,651	15,628,176	14,367,197	16,381,774	17,519,237
Water	3,300,558	3,900,610	3,614,506	3,776,050	4,083,190	4,719,776	4,937,246	3,876,141	4,335,553	4,802,481
Total business-type activities expenses	14,697,955	15,932,226	15,886,922	16,589,331	18,205,870	19,447,427	20,565,422	18,243,338	20,717,327	22,321,718
Total primary governmental expenses	\$ 27,476,735	\$ 30,779,584	\$ 32,837,076	\$ 34,160,375	\$ 38,507,630	\$ 41,649,742	\$ 41,177,179	\$ 37,579,948	\$ 41,570,903	\$ 45,460,382
Program Revenues										
Governmental activities:										
Charges for services:										
General Government	\$ 818,757	\$ 858,746	\$ 1,151,278	\$ 1,013,428	\$ 1,243,244	\$ 799,158	\$ 779,069	\$ 711,282	\$ 291,902	\$ 1,284,871
Public Safety	46,759	54,823	60,462	57,676	45,045	140,346	190,659	150,535	444,821	625,061
Public Works	-	-	-	-	-	476,240	470,681	440,780	5,015	3,300
Culture and Recreation	554,770	498,317	581,743	518,606	517,037	647,523	596,444	246,454	3,235	497,354
Operating grants and contributions	779,545	812,750	977,593	1,500,181	1,041,897	1,776,442	38,090	18,999	103,277	213,710
Capital grants and contributions	269,832	850,689	2,142,712	5,275,791	1,616,090	7,426,948	5,213,494	1,467,471	3,070,901	2,600,273
Total governmental activities program revenues	2,469,663	3,075,325	4,913,788	8,365,682	4,463,313	11,266,657	7,288,437	3,035,521	3,919,151	5,224,569
Business-type Activities:										
Light & Power	12,587,633	13,425,840	13,238,766	13,639,816	13,907,893	15,287,109	16,381,233	17,863,980	19,045,222	20,433,120
Water	3,586,899	3,568,840	3,508,109	3,822,059	4,458,412	4,964,756	5,541,465	5,334,499	6,584,836	7,166,539
Operating grants and contributions	3,067	-	-	-	-	-	-	-	-	8,374
Capital grants and contributions	359,973	942,121	774,133	2,049,792	789,735	1,448,452	983,621	1,147,464	24,809	-
Total business-type activities program revenues	16,537,572	17,936,801	17,521,008	19,511,667	19,156,040	21,700,317	22,906,319	24,345,943	25,752,176	27,608,033
Total primary government program revenues	\$ 19,007,235	\$ 21,012,126	\$ 22,434,796	\$ 27,877,349	\$ 23,619,353	\$ 32,966,974	\$ 30,194,756	\$ 27,381,464	\$ 29,671,327	\$ 32,832,602
Net (Expense)/Revenue										
Governmental activities	\$ (10,309,117)	\$ (11,772,033)	\$ (12,036,366)	\$ (9,205,362)	\$ (15,838,447)	\$ (10,935,658)	\$ (13,323,320)	\$ (16,301,089)	\$ (16,934,425)	\$ (17,914,095)
Business-type activities	1,839,617	2,004,575	1,634,086	2,922,336	950,170	2,252,890	2,340,897	6,102,605	5,034,849	5,286,315
Total primary government net expenses	\$ (8,469,500)	\$ (9,767,458)	\$ (10,402,280)	\$ (6,283,026)	\$ (14,888,277)	\$ (8,682,768)	\$ (10,982,423)	\$ (10,198,484)	\$ (11,899,576)	\$ (12,627,780)

Schedule 2 (continued)
Town of Estes Park, Colorado
Changes in Net Position
(accrual basis of accounting)
For Years Ended December 31,

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Taxes										
Sales taxes	\$ 7,891,798	\$ 7,863,605	\$ 10,405,574	\$ 12,227,589	\$ 13,027,892	\$ 13,859,472	\$ 15,076,059	\$ 16,357,777	\$ 14,390,465	\$ 19,909,713
Property taxes	370,682	366,548	353,864	343,135	361,750	21,676	388,128	415,220	436,515	406,217
Franchise taxes	458,823	468,706	480,676	470,612	488,325	512,132	542,058	564,658	560,865	588,222
Use taxes	210,782	-	-	280,612	304,540	335,175	331,579	361,623	317,686	409,078
Other taxes & contributions	40,415	85,217	132,712	458,250	528,506	442,651	513,425	831,379	787,956	1,074,818
Investment income (loss)	38,914	1,336	47,534	41,358	106,470	221,620	199,804	359,280	170,372	(18,724)
Miscellaneous	366,860	1,056,596	614,451	424,843	1,279,985	432,218	575,169	345,109	655,121	733,146
Gain (Loss) on sale of capital assets	-	-	835,373	-	-	-	55,776	13,950	(464,667)	-
Extraordinary item: Environmental Remediation	-	-	-	-	-	-	-	-	-	-
Special item: Elim. Of net pension obligation	-	-	-	-	-	-	-	-	-	-
Transfers In (Out)	435,322	1,488,135	1,513,961	1,555,141	736,059	1,403,046	(815,338)	1,921,970	1,858,565	1,802,028
Total governmental activities	\$ 9,813,596	\$ 11,330,143	\$ 14,384,145	\$ 15,801,540	\$ 16,833,477	\$ 17,227,990	\$ 16,866,660	\$ 21,170,966	\$ 18,712,878	\$ 24,904,498
Business-type activities:										
Investment income	\$ 66,217	\$ 12,790	\$ 67,013	\$ 53,616	\$ 113,292	\$ 147,234	\$ 307,128	\$ 537,901	\$ 447,994	\$ (6,839)
Miscellaneous	475,446	687,391	1,810,884	367,588	457,589	1,197,549	816,467	2,457,193	408,357	598,834
Gain (Loss) on sale of capital assets	(435,322)	(1,488,135)	(1,513,961)	(1,555,141)	(736,059)	(1,403,046)	815,338	(1,921,970)	(1,858,565)	(1,802,028)
Transfers In (Out)	106,341	(787,954)	363,936	(1,133,937)	(165,178)	150,611	2,032,702	1,057,917	(1,002,214)	(1,210,033)
Total business-type activities	\$ 9,919,937	\$ 10,542,189	\$ 14,748,081	\$ 14,667,603	\$ 16,668,299	\$ 17,378,601	\$ 18,899,362	\$ 22,228,883	\$ 17,710,664	\$ 23,694,465
Changes in Net Position										
Governmental activities	\$ (495,521)	\$ (441,890)	\$ 2,347,779	\$ 6,596,178	\$ 995,030	\$ 6,292,332	\$ 3,543,340	\$ 4,869,877	\$ 1,778,453	\$ 6,990,403
Business-type activities	1,945,958	1,216,621	1,998,022	1,788,399	784,992	2,403,501	4,373,599	7,160,522	4,032,635	4,076,282
Total primary government	\$ 1,450,437	\$ 774,731	\$ 4,345,801	\$ 8,384,577	\$ 1,780,022	\$ 8,695,833	\$ 7,916,939	\$ 12,030,399	\$ 5,811,088	\$ 11,066,685

Source: Current and prior year's financial statements

Schedule 3
Town of Estes Park, Colorado
Fund Balances, Governmental Funds
(modified accrual basis of accounting)
As of December 31,

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Fund										
Nonspendable	\$ 21,121	\$ 14,099	\$ 103,454	\$ 41,672	\$ 48,693	\$ 105,093	\$ 103,694	\$ 47,654	\$ 26,368	\$ 11,537
Restricted	348,000	361,000	443,437	545,557	576,778	599,398	707,795	628,494	716,368	826,966
Assigned	1,351,691	569,653	715,775	678,791	373,866	945,296	300,087	755,923	2,091,374	2,649,628
Unassigned	4,176,411	3,750,551	3,036,517	2,932,790	4,422,749	529,245	7,541,385	9,802,762	9,092,668	12,678,756
Total general fund	\$ 5,897,223	\$ 4,695,303	\$ 4,299,183	\$ 4,198,810	\$ 5,422,086	\$ 2,179,032	\$ 8,652,961	\$ 11,234,833	\$ 11,926,778	\$ 16,166,887
All other Governmental Funds										
Nonspendable	15,156	30,807	-	-	-	199,966	-	199,966	210,546	-
Restricted	153,501	199,342	468,955	8,860,787	4,220,771	4,654,222	4,031,764	2,953,260	1,162,166	2,998,920
Assigned	3,012,679	5,403,719	5,545,301	2,516,777	1,206,842	430,752	1,693,812	-	-	-
Unassigned	-	-	-	-	(247,404)	(371,805)	507,640	(199,966)	1,763,200	2,872,427
Total all other governmental funds	\$ 3,181,336	\$ 5,633,868	\$ 6,014,256	\$ 11,377,564	\$ 5,180,209	\$ 4,913,135	\$ 6,233,216	\$ 2,953,260	\$ 3,135,912	\$ 5,871,347
Total general fund + all other govt funds	\$ 9,078,559	\$ 10,329,171	\$ 10,313,439	\$ 15,576,374	\$ 10,602,295	\$ 7,092,167	\$ 14,886,177	\$ 14,188,093	\$ 15,062,690	\$ 22,038,234

Source: Current and prior year's financial statements

The Town adopted GASB 54 for 2011.

Schedule 4
Town of Estes Park, Colorado
Changes in Fund Balances, Governmental Funds
(modified accrual basis of accounting)
For Years Ended December 31,

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues										
Taxes	\$ 8,932,085	\$ 8,698,859	\$ 11,240,114	\$ 13,321,948	\$ 14,182,507	\$ 14,728,455	\$ 16,851,249	\$ 18,530,657	\$ 16,493,487	\$ 22,388,048
Licenses, fees and permits	504,579	511,477	525,376	581,401	730,684	962,487	912,204	809,296	630,350	787,817
Intergovernmental	961,212	1,116,976	3,024,306	6,665,193	3,167,621	6,798,487	8,899,628	1,175,891	2,566,116	3,401,599
Charges for services	686,701	641,241	1,004,843	665,719	702,261	685,200	741,016	574,802	310,959	1,329,280
Fines and forfeitures	46,759	54,823	60,462	57,676	45,045	38,831	76,366	61,890	59,925	74,933
Rental Income	182,247	204,345	202,802	284,914	327,336	376,749	307,267	103,063	293,228	218,558
Contributions	-	-	-	-	-	-	-	-	41,510	60,809
Investment Income (Loss)	38,914	2,810	32,759	31,571	86,049	153,494	153,046	308,544	170,372	(18,724)
Miscellaneous	457,786	1,081,675	607,341	307,110	544,691	470,923	547,970	338,462	188,778	199,649
Total revenues	11,810,283	12,312,206	16,698,003	21,915,532	19,786,194	24,214,626	28,488,746	21,902,605	20,754,725	28,441,969
Expenditures										
General Government	3,091,136	3,336,471	3,877,566	4,452,444	4,698,211	4,531,015	4,468,864	4,577,812	5,539,291	5,362,265
Public Safety	3,108,298	3,708,234	5,081,198	3,991,990	4,758,036	5,037,114	4,535,463	5,492,446	5,309,712	5,896,062
Public Works	1,273,172	2,539,203	1,268,615	2,907,909	2,274,000	3,300,722	2,435,684	1,966,190	2,622,594	3,163,334
Culture and Recreation	3,223,997	3,554,387	3,962,643	4,402,049	5,545,079	4,996,013	5,380,601	5,513,533	4,005,928	5,417,407
Community Reinvestment	-	219,832	160,649	329,556	169,735	23,151	2,600	-	-	-
Capital outlay	2,064,186	5,121,863	4,359,403	1,541,624	8,118,339	15,324,161	4,751,293	6,201,862	3,297,297	2,465,842
Debt Service	-	-	370,000	434,171	445,926	566,989	692,149	766,072	692,990	715,468
Principal	-	-	144,739	147,622	137,006	266,955	304,006	281,589	270,881	248,075
Interest, Fiscal Charges, bond issuance costs	-	-	-	-	-	-	-	-	-	-
Total expenditures	12,760,789	18,624,729	19,227,696	18,207,738	26,146,332	34,046,120	22,570,660	24,799,504	21,738,693	23,268,453
Excess of revenues over (under) expenditures	(950,506)	(6,312,523)	(2,529,693)	3,707,794	(6,360,138)	(9,831,494)	5,918,086	(2,896,899)	(983,968)	5,173,516
Other Financing Sources (Uses)										
Capital Lease Proceeds	-	-	-	-	-	-	-	291,845	-	-
Transfers in	2,850,195	4,668,135	5,008,419	2,850,141	2,760,009	3,849,670	3,226,246	7,932,227	3,203,703	3,383,885
Transfers out	(2,536,788)	(3,180,000)	(3,494,458)	(1,295,000)	(2,023,950)	(2,080,921)	(1,350,322)	(6,025,257)	(1,345,138)	(1,581,857)
Proceeds on sale of assets	-	-	1,000,000	-	650,000	-	-	-	-	-
Bond Proceeds/premiums/Escrow activity	-	6,075,000	-	-	-	4,552,617	-	-	-	-
Total other financing sources (uses)	313,407	7,563,135	2,513,961	1,555,141	1,386,059	6,321,366	1,875,924	2,198,815	1,858,565	1,802,028
Net change in fund balances	\$ (637,099)	\$ 1,250,612	\$ (15,732)	\$ 5,262,935	\$ (4,974,079)	\$ (3,510,128)	\$ 7,794,010	\$ (698,084)	\$ 874,597	\$ 6,375,544
Debt service as a percentage of noncapital expenditures	0.0%	1.1%	3.5%	3.7%	3.2%	4.4%	5.7%	5.6%	5.2%	4.6%

Source: Current and prior year's financial statements

GASB 34 implemented in 2003

Schedule 5
Town of Estes Park, Colorado
Sales Tax Revenue by Type of Industry
For Years Ended December 31,

Fiscal Year	Amusement/ Recreation	Automotive	Food	General			Lumber & Building	Personal/ Professional Services	Utilities	Total Sales Tax
				Merchandise (Retail)	Lodging					
2012	55,460	147,339	2,945,021	1,492,710	2,162,856	409,641	135,494	543,276	7,891,798	
2013*	65,553	155,617	2,784,728	1,582,516	2,083,848	452,674	134,371	604,298	7,863,605	
2014	77,638	180,808	3,640,784	2,233,404	2,896,359	521,716	174,221	680,645	10,405,574	
2015	75,434	207,133	4,407,514	2,302,864	3,695,728	602,859	204,986	731,071	12,227,589	
2016	85,086	244,733	4,852,342	2,372,937	3,903,203	595,912	211,821	746,250	13,012,284	
2017	113,131	275,744	5,038,864	2,363,339	4,402,806	681,341	212,289	771,958	13,859,472	
2018	97,563	283,633	5,506,167	2,692,364	4,764,050	702,690	244,331	785,261	15,076,059	
2019	95,323	280,253	5,800,822	3,141,904	4,896,981	879,626	789,818	473,050	16,357,777	
2020**	96,815	252,344	5,280,932	3,175,428	4,152,606	1,075,819	355,518	757,449	15,146,911	
2021	119,477	238,929	7,029,142	4,673,622	6,316,430	1,262,306	504,397	811,955	20,956,258	

Sales tax rate: increased from 4.00% to 5.00%, July 1, 2014

Source: Town of Estes Park Sales and Use Tax Reports

*sales tax adversely affected by September 2013 flood

** sales tax adversely affected by the COVID-19 pandemic

Schedule 6
Town of Estes Park, Colorado
Direct and Overlapping Sales Tax Rates
As of December 31,

Fiscal Year	City Direct Rate		Overlapping Rates		Total Overlapping Sales Tax Rate
	Town of Estes Park	Total Direct Sales Tax Rate	State of Colorado	Larimer County	
2012	4.00%	4.00%	2.90%	0.60%	7.50%
2013	4.00%	4.00%	2.90%	0.60%	7.50%
2014*	5.00%	5.00%	2.90%	0.65%	8.55%
2015*	5.00%	5.00%	2.90%	0.65%	8.55%
2016	5.00%	5.00%	2.90%	0.65%	8.55%
2017	5.00%	5.00%	2.90%	0.65%	8.55%
2018	5.00%	5.00%	2.90%	0.80%	8.70%
2019	5.00%	5.00%	2.90%	0.80%	8.70%
2020	5.00%	5.00%	2.90%	0.80%	8.70%
2021	5.00%	5.00%	2.90%	0.80%	8.70%

Source: Colorado Department of Revenue Taxation Division

* City sales tax increased from 4.00% to 5.00% on July 1, 2014, as a result of April 2014 ballot issue

Schedule 7
Town of Estes Park, Colorado
Principal Sales Tax Categories
Current and nine years ago
For Years Ended December 31,

	<u>2012</u>	<u>2021</u>
Top three categories (alphabetical)		
Food	\$ 2,945,021	\$ 7,029,142
Lodging	2,162,856	6,316,430
Retail	<u>1,492,710</u>	<u>4,673,622</u>
Total:	6,600,587	18,019,194
Aggregate all other categories	<u>1,291,211</u>	<u>2,937,064</u>
Total sales and use tax	<u>\$ 7,891,798</u>	<u>\$ 20,956,258</u>
Top three categories as a percentage of total sales tax	83.64%	85.98%

Schedule 8
Town of Estes Park, Colorado
Ratio of Outstanding Debt, by Type
As of December 31,

Fiscal Year	Governmental Activities					Business-Type Activities										Total Primary Government	Percentage of Personal Income ⁷	Per Capita ⁷
	Certificates of Participation ⁸	Lease Purchase Agreement ⁹	Lease Purchase Premium ⁹	Capital Leases	Light and Power Revenue Bonds ³	Power and Communications Revenue Bonds ¹⁰	Power and Communications Revenue Bond Premium ¹⁰	Capital Leases	Water Loan ⁴	2020 USDA Bond	Water Loans ⁵							
2012	0	0	0	0	5,025,000	0	0	0	0	0	0	0	0	0	4,864,366	9,889,366	17.64%	1,672
2013	6,075,000	0	0	0	4,770,000	0	0	0	0	0	0	0	0	0	4,597,593	15,442,593	26.72%	2,587
2014	5,705,000	0	0	0	4,510,000	0	0	0	0	0	0	0	0	0	4,330,819	14,545,819	24.31%	2,390
2015	5,325,000	0	0	234,813	4,235,000	0	0	0	0	0	0	0	0	0	4,058,369	13,853,182	24.63%	2,214
2016	4,935,000	0	0	178,887	3,950,000	0	0	0	0	0	0	0	0	0	3,780,243	12,844,130	23.55%	2,019
2017	4,540,000	4,427,381	201,632	121,149	3,655,000	0	0	0	0	0	0	0	0	0	3,502,117	16,447,279	33.89%	2,595
2018	4,135,000	4,203,062	189,446	61,540	3,350,000	0	0	0	0	0	0	0	0	0	3,218,315	15,157,363	28.59%	2,386
2019	3,720,000	3,791,830	165,989	244,572	0	30,030,000	0	107,076	2,928,838	0	0	0	0	0	0	40,988,305	80.63%	6,453
2020	3,295,000	3,559,951	142,510	208,461	0	29,660,000	3,340,253	91,530	2,633,684	543,145	0	0	0	0	0	43,474,533	79.04%	6,765
2021	2,860,000	3,317,520	120,255	170,423	0	29,270,000	3,108,754	75,309	2,338,529	530,332	0	0	0	0	0	41,791,122	76.09%	7,078

¹ Issued by Estes Park Urban Renewal Authority to refinance Series 1993 Bonds. Interest accrues at rates between 3.00-3.25%.

² Issued by the Estes Park Building Authority to refinance 1990 Certificates of Participation. Interest accrues at rate of 5.50%.

³ 2007 Light and Power Revenue Bonds issued to finance construction and equipping of a new substation, and to rebuild certain distribution lines and make other improvements to Town's L&P facilities. 1999 Revenue Bonds (\$1,305,000 remaining in 2010) were paid in full during the year ending December 31, 2010. Interest accrues at 3.88%.

⁴ 1997B Water Loan from the Colorado Water Resources and Power Development Authority (CWRPDA) obtained to finance improvements to water system. Interest accrues at rates between 3.80-5.00%.

⁵ 1993A and 1990A Water Loans were obtained from the CWRPDA to finance improvements to water system. Interest accrues at rates between 2.70-5.00%.

⁶ 2008A Water Loan was obtained from the CWRPDA to finance improvements to water system. Interest accrues at 3.26%.

⁷ See schedule 12 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

⁸ Certificates of Participation Series 2013 (\$6,075,000) obtained to finance Multipurpose Event Center/Pavillion complex. Duration: 14 years, Interest rate: 2.43%.

⁹ Lease Purchase Financing Agreement dated 1-1-17 obtained to finance the Visitor Center Parking Garage. Duration: 15 years, Interest rate: 4.5%.

Source: Current and prior year's financial statements

Schedule 9
Town of Estes Park, Colorado
Ratio of General Bonded Debt Outstanding and Legal Debt Margin
As of December 31,

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General bonded debt outstanding	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Certificates of Participation	-	6,075,000	5,705,000	5,325,000	4,935,000	4,540,000	4,135,000	3,720,000	3,295,000	2,860,000
Total	-	6,075,000	5,705,000	5,325,000	4,935,000	4,540,000	4,135,000	3,720,000	3,295,000	2,860,000
Per capita ¹	\$ -	1,018	937	851	776	716.20	650.98	585.64	512.76	484.42
Less: Amounts not subject to the statutory debt limit	-	6,075,000	5,705,000	5,325,000	4,935,000	4,540,000	4,135,000	3,720,000	3,295,000	2,860,000
Less: Amounts set aside to repay general debt	-	-	-	-	-	-	-	-	-	-
Total net debt applicable to debt limit	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Legal debt margin ²	\$ 5,577,154	\$ 5,357,761	\$ 5,194,916	\$ 5,838,622	\$ 5,877,432	\$ 6,248,723	\$ 6,284,768	\$ 7,238,652	\$ 7,249,531	\$ 7,601,799

¹ See Schedule 12 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

² The legal debt margin is the city's available borrowing authority. It is calculated from estimated actual property value as provided by Larimer County. For 2021, the computation is: \$253,393,298 x 3% = \$7,601,799.

GASB 34 implemented in 2003

Schedule 10
Town of Estes Park, Colorado
Direct and Overlapping Governmental Activities Debt
As of December 31, 2021

Jurisdiction	Debt Outstanding	Percentage Applicable To Government	Estimated Share of Overlapping Debt
Direct:			
Town of Estes Park	\$ 6,468,198	100.00%	\$ 6,468,198
Overlapping:			
Northern Colorado Water Conservancy District	2,749,019	1.06%	29,086
Park Hospital District	13,841,029	57.25%	7,923,458
Park R-3 School District	<u>14,135,000</u>	52.00%	<u>7,350,200</u>
Total	<u>\$ 37,193,246</u>	58.53%	<u>\$ 21,770,942</u>

Sources: documentation from entities listed above

Notes:

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

Schedule 11
Town of Estes Park, Colorado
Pledged-Revenue Coverage
For Years Ended December 31,

Water Revenue Bonds

Fiscal Year	Water Revenues ¹	Less: Operating Expenses ²	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2012	4,034,656	2,517,063	1,517,593	261,098	144,688	3.74
2013	4,263,303	3,290,474	972,829	266,774	140,430	2.39
2014	4,087,720	3,165,030	922,690	266,774	136,335	2.29
2015	5,211,779	2,985,121	2,226,658	272,450	132,440	5.50
2016	5,219,482	3,255,765	1,963,717	278,126	128,668	4.83
2017	5,747,358	3,906,535	1,840,823	278,126	125,027	4.57
2018	6,846,182	3,848,853	2,997,329	283,802	120,357	7.42
2019	7,309,877	2,989,397	4,320,480	289,478	111,369	10.78
2020	6,870,008	3,339,270	3,530,738	299,394	106,701	8.69
2021	7,179,700	3,768,806	3,410,894	307,967	108,479	8.19

Power & Communications Revenue Bonds

	Power & Communications Revenues	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2012	13,044,579	10,395,785	2,648,794	245,000	204,213	5.90
2013	14,373,679	11,746,547	2,627,132	255,000	194,719	5.84
2014	15,311,185	11,818,066	3,493,119	260,000	184,838	7.85
2015	14,721,092	11,963,511	2,757,581	275,000	174,763	6.13
2016	14,507,439	13,201,872	1,305,567	285,000	164,106	2.91
2017	16,475,414	13,858,488	2,616,926	295,000	153,063	5.84
2018	17,277,501	13,990,269	3,287,232	305,000	141,631	7.36
2019	20,031,160	13,089,751	6,941,409	320,000	129,812	15.43
2020	19,558,776	14,154,799	5,403,977	370,000	1,127,566	3.61
2021	20,840,077	15,626,771	5,213,306	390,000	1,158,710	3.37

Source: Current and prior year's financial statements

Schedule 12
Town of Estes Park, Colorado
Demographic and Economic Statistics
As of December 31,

Fiscal Year	Population ^{1,3,5}	Total Personal Income ⁴	Median Family Income ^{1,3}	Per Capita Personal Income ^{1,3}	Median Age ¹	School Enrollment ²	Fort Collins/ Loveland, CO Unemployment Rate ³
2012	5,913	206,730,306	56,053	34,962	52	1,095	6.1%
2013	5,969	221,539,435	57,789	37,115	52	1,126	5.0%
2014	6,086	243,202,646	59,826	39,961	51	1,125	4.2%
2015	6,257	231,327,547	56,236	36,971	51	1,143	3.5%
2016	6,362	243,410,120	54,530	38,260	51	1,117	2.8%
2017	6,339	221,370,558	48,533	34,922	58	1,162	2.5%
2018	6,352	234,960,480	53,025	36,990	59	1,160	2.7%
2019	6,352	228,093,968	50,833	35,909	59	1,151	2.0%
2020	6,426	258,389,460	55,000	40,210	57	1,017	6.4%
2021	5,904	271,920,528	54,925	46,057	62	1,058	3.0%

¹ 2010 Census, 2013 www.census.gov factfinder.

² Park R-3 School district

³ Data obtained from www.Larimer.org/compass or U.S. Bureau of Labor Statistics for Eastern & Southern Colorado Nonmetro area

⁴ Total Personal Income derived from Per Capita Personal Income x Population

⁵ Population numbers for 2012-13 are estimates as posted on www.census.gov

Note: The Town of Estes Park implemented GASB 34 as of December 31, 2003

Schedule 13
Town of Estes Park, Colorado
Principal Employers
As of December 31,

2012	# of full-time equivalent employees	2021	# of full-time equivalent employees
1 Estes Park Medical Center	N/A	Stanley Hotel	288
2 Estes Valley Recreation District	N/A	Estes Park Medical Center	267
3 Harmony Foundation	N/A	Town of Estes Park	163
4 Holiday Inn	N/A	Park School District R-3	168
5 Park School District R-3	N/A	Rocky Mountain National Park	160
6 Rocky Mountain National Park	N/A	YMCA of the Rockies	146
7 Safeway	N/A	Harmony Foundation	95
8 Town of Estes Park	114	Safeway	83
9 YMCA of the Rockies	N/A	Estes Valley Recreation District	74
10 Stanley Hotel	N/A	Rocky Mountain Park Inn	38

Source: Town of Estes Park's Community Profile and local informal surveys.

Schedule 14
Town of Estes Park, Colorado
Full-time Equivalent Employees by Function/Program
As of December 31,

Function/Program	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Government										
Judicial	1	1	1	1	1	1	1	0.5	0.5	0.5
Town Attorney ¹								2.00	2.00	2.00
Town Administration ²										
Town Administrator	4.00	5.00	5.00	5.00	5.00	5.00	4.00	4.00	4.00	4.00
Town Clerk	4.00	4.00	4.00	4.00	4.00	4.00	4.50	4.50	4.50	3.50
Human Resources ³										1.00
Finance	7.00	7.00	8.00	9.00	10.00	10.00	9.00	8.75	8.75	9.13
Community Development	6.00	7.00	8.00	9.00	12.00	12.00	10.00	11.00	10.00	5.00
Police	29.56	30.00	32.00	33.00	34.00	36.00	37.00	38.71	38.71	38.13
Public Works	18.09	20.04	18.00	21.00	22.17	22.53	23.94	26.42	26.42	21.66
Community / Cultural Services										
Community Services	14.30	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Visitor Services Center	5.10	6.10	5.10	5.35	6.32	6.64	6.64	5.81	5.50	4.30
Senior Services	0.00	2.00	2.00	2.40	2.40	2.55	0.11	0.00	0.00	0.00
Special Events	0.00	4.00	5.00	8.66	12.00	12.00	11.50	13.15	14.12	13.03
Transportation	0.00	0.00	1.00	1.00	1.00	1.00	1.25	0.00	0.00	0.00
Museum	0.00	3.00	3.00	3.00	3.00	3.00	3.00	3.21	3.00	3.00
Enterprise										
Light & Power	18.80	21.00	21.68	21.68	25.00	25.33	26.00	26.00	31.00	30.00
Water	11.00	12.00	12.00	12.00	13.75	15.00	17.31	15.12	18.12	20.00
Internal Services										
Information Systems (IT)	3.00	3.00	2.00	4.00	4.00	4.00	4.00	5.00	5.00	5.00
Fleet Maintenance	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
TOTALS	124.85	128.14	130.78	143.09	158.64	163.05	162.25	167.17	174.62	163.25
	-3.43%	2.64%	2.06%	9.41%	10.87%	2.78%	-0.49%	2.53%	7.62%	-2.34%

¹Town Attorney Department was added in 2019.

²Town Administration was separated between the Town Administrator's Office and the Town Clerk's Office in 2012.

³Human Resources previously reported under Town Clerk

source: Town of Estes Park Human Resources Department, Annual Town Budget

Schedule 15
Town of Estes Park, Colorado
Operating Indicators by Function/Program
As of December 31,

	2012*	2013	2014	2015	2016	2017	2018	2019	2020	2021
Police										
PD Incidents	13,262	16,260	17,880	14,591	13,446	16,736	14,048	16,691	12,716	14,774
PD Report Numbers	1,613	1,690	1,728	1,903	1,886	1,743	1,748	1,653	1,405	1,534
Total Arrests	264	262	315	297	174	155	195	205	113	102
Number of allotted PD Employees	28	29	32	32	32	32	33	37	37	37
Number of allotted Sworn Employees	18	19	20	20	20	20	21	22	22	22
Number of allotted Civilian Employees	10	10	12	12	12	12	12	15	15	15
Total Phone Calls	0	53,514	46,309	47,407	48,215	50,309	50,833	50,324	48,135	49,353
911 Calls	0	4,488	4,813	5,250	5,071	5,088	5,180	5,428	5,466	6,453
Total Incidents Police/Fire/Ambulance	15,520	15,656	20,235	17,154	20,295	19,587	16,435	5,428	14,768	16,956
<i>*data lost during phone conversion</i>										
Fire										
Number of volunteers	31	33	38	32	43	43	45	45	39	35
Emergency Responses	648	650	596	618	685	742	621	615	570	570
Fire insurance rating	ISO Class 4	ISO PPC 4	ISO PPC 4	ISO PPC 4	ISO PPC 4	ISO PPC 3	ISO PPC 3	ISO PPC 3	ISO PPC 3	ISO PPC 3
Utilities-Electric										
No. of accounts	10,500	10,473	10,540	10,623	10,674	10,418	10,813	10,875	10,875	11,067
Wind Power customers	164	157	145	135	128	133	140	124	122	113
Substation Capacity (MW)	100	100	100	100	100	100	100	100	100	100
Average daily consumption	337,063	345,348	348,423	342,382	346,496	341,479	344,698	363,252	345,995	363,368
Annual consumption	123,028,066	126,052,183	127,174,378	124,969,364	126,470,866	124,639,921	125,814,757	132,586,967	126,288,254	132,629,252
Distribution system (in miles)	400	300	300	300	300	300	300	300	300	300
Number of Street Lights	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250
Utilities-Water										
No. of accounts	5,053	5,087	5,154	5,197	5,228	5,027	5,368	5,536	5,536	5,600
Plant Capacity (gallons)	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000
Average daily consumption (gallons)	1,179,679	1,078,848	1,082,184	1,098,997	1,172,322	1,128,180	1,192,523	1,127,274	1,116,770	1,143,920
Annual consumption (gallons)	430,582,865	393,779,690	394,997,119	401,133,914	427,897,375	411,785,866	435,270,803	411,455,154	407,621,094	417,530,905

Schedule 15
Town of Estes Park, Colorado
Operating Indicators by Function/Program
As of December 31,

	2012*	2013	2014	2015	2016	2017	2018	2019	2020	2021
Town Government										
Elected officials	7	7	7	7	7	7	7	7	7	7
Appointed officials	7	7	7	7	7	7	7	7	7	7
Full-time employees	114	128	121	131	133	136	141	138	153	152
Part-time employees	7	7	7	7	12	13	13	9	8	9
Seasonal employees	49	49	49	49	36	43	37	35	28	9
Building Permits	485	496	616	716	559	814	829	781	577	541
Culture and Recreation										
Museum	1	1	1	1	1	1	1	1	1	1
Senior Center	1	1	1	1	1	1	0	0	0	0
Event Center	0	0	0	1	1	1	1	1	1	1
Convention Center	1	1	1	1	1	1	1	1	1	1
Local Marketing District	1	1	1	1	1	1	1	1	1	1
Other Miscellaneous Data										
Hotels, Motels, B&Bs **	124	124	124	124	146	137	132	115	107	103
Financial Institutions	5	5	5	5	5	5	4	4	4	4
Newspapers	2	2	2	2	2	2	2	2	2	2
Theaters	2	2	2	2	2	2	2	2	2	2
Bus/Taxi Companies	2	2	2	2	2	2	2	2	2	2
Radio Stations	2	1	1	1	1	0	0	0	0	0
Hospitals	1	1	1	1	1	1	1	1	1	1
Churches	18	18	18	18	21	19	19	19	19	19
State highways (Highways 7, 34 and 36)	3	3	3	3	3	3	3	3	3	3
Other Miscellaneous Data										
No. of Registered Voters	4,474	4,517	4,537	4,040	4,040	4,813	4,810	4,408	4,930	4,930
Facilities and services not included in the reporting entity:										
Education-Park School District R-3 (enrolled)										
Estes Park High School (9-12)	325	332	322	331	325	334	333	351	371	375
Estes Park Middle School (6-8)	250	240	249	259	274	281	274	267	225	227
Estes Park Elementary School (K-5)	490	524	521	553	518	488	475	477	394	424
Estes Park Options & Home Schooled	30	30	33	24	36	53	47	56	27	32
Parks and Recreation										
Estes Valley Recreation and Park District	1	1	1	1	1	1	1	1	1	1

Source: Local authorities including: Local Marketing District, EVRPD, Park School District R-3, Dex Online Listings

Schedule 16
Town of Estes Park, Colorado
Capital Asset Statistics by Function/Program
As of December 31,

Function/Program	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	11	12	15	15	15	15	15	16	16	16
Fire Protection										
Stations	2	2	2	2	2	2	2	2	2	2
Fire Rating	ISO 4	ISO PPC 4	ISO PPC 4	ISO PPC 4	ISO PPC 4	ISO PPC 3	ISO PPC 3	ISO PPC 3	ISO PPC 3	ISO PPC 3
Public Works										
Area in Square Miles	6.78	6.88	6.88	6.88	6.88	6.88	6.88	6.88	6.88	6.88
Utilities										
Water mains (miles)	100	100	100	100	100	100	100	100	100	100
Fire Hydrants	672	681	683	684	714	717	740	747	752	757
Water Treatment Plants	2	2	2	2	2	2	2	2	2	2
Number of Street Lights	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250
Electric Substations	2	2	2	2	2	2	2	2	2	2

Source: Town of Estes Park departmental data,
[Community Profile](#)

Town of Estes Park, Colorado

Compliance Section

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

LOCAL HIGHWAY FINANCE REPORT	City or County: Town of Estes Park, Larimer County YEAR ENDING : December 2021
This Information From The Records Of: Town of Estes Park	Prepared By: Duane Hudson, Finance Director Phone: (970) 577-3560

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

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	979,478
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	887,906
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	19,084
2. General fund appropriations	1,398,489	b. Snow and ice removal	165,720
3. Other local imposts (from page 2)	2,578,893	c. Other	84,709
4. Miscellaneous local receipts (from page 2)	18,102	d. Total (a. through c.)	269,513
5. Transfers from toll facilities	0	4. General administration & miscellaneous	674,592
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	1,731,003
a. Bonds - Original Issues		6. Total (1 through 5)	4,542,492
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	3,995,484	b. Redemption	
B. Private Contributions	0	c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	388,384	2. Notes:	
D. Receipts from Federal Government (from page 2)	158,624	a. Interest	
E. Total receipts (A.7 + B + C + D)	4,542,492	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)	4,542,492

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

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

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	1,802,981	4,542,492	4,542,492	2,648,123	(845,142)

Notes and Comments:

The \$(845,142) reconciliation amount is for 2021 transactions in other funds than the Street Improvement Fund but are still subject to reporting on Form FHWA-536.

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	0	a. Interest on investments	(1,731)
b. Other local imposts:		b. Traffic Fines & Penalties	0
1. Sales Taxes	2,511,721	c. Parking Garage Fees	0
2. Infrastructure & Impact Fees	0	d. Parking Meter Fees	0
3. Liens	0	e. Sale of Surplus Property	0
4. Licenses	0	f. Charges for Services	3,300
5. Specific Ownership &/or Other	67,172	g. Other Misc. Receipts	0
6. Total (1. through 5.)	2,578,893	h. Other	16,533
c. Total (a. + b.)	2,578,893	i. Total (a. through h.)	18,102
	(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	306,802	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	0
a. State bond proceeds		b. FEMA	158,624
b. Project Match		c. HUD	0
c. Motor Vehicle Registrations	31,555	d. Federal Transit Admin	0
d. Other (Operating Grant)	50,027	e. U.S. Corps of Engineers	0
e. Other (Specify)	0	f. Other Federal	0
f. Total (a. through e.)	81,582	g. Total (a. through f.)	158,624
4. Total (1. + 2. + 3.f)	388,384	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	0
b. Engineering Costs		53,070	53,070
c. Construction:			
(1). New Facilities		0	0
(2). Capacity Improvements		926,408	926,408
(3). System Preservation		0	0
(4). System Enhancement & Operation		0	0
(5). Total Construction (1) + (2) + (3) + (4)	0	926,408	926,408
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	979,478	979,478
			(Carry forward to page 1)

Notes and Comments: