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**TOWN OF MOUNTAIN VILLAGE  
COLORADO**

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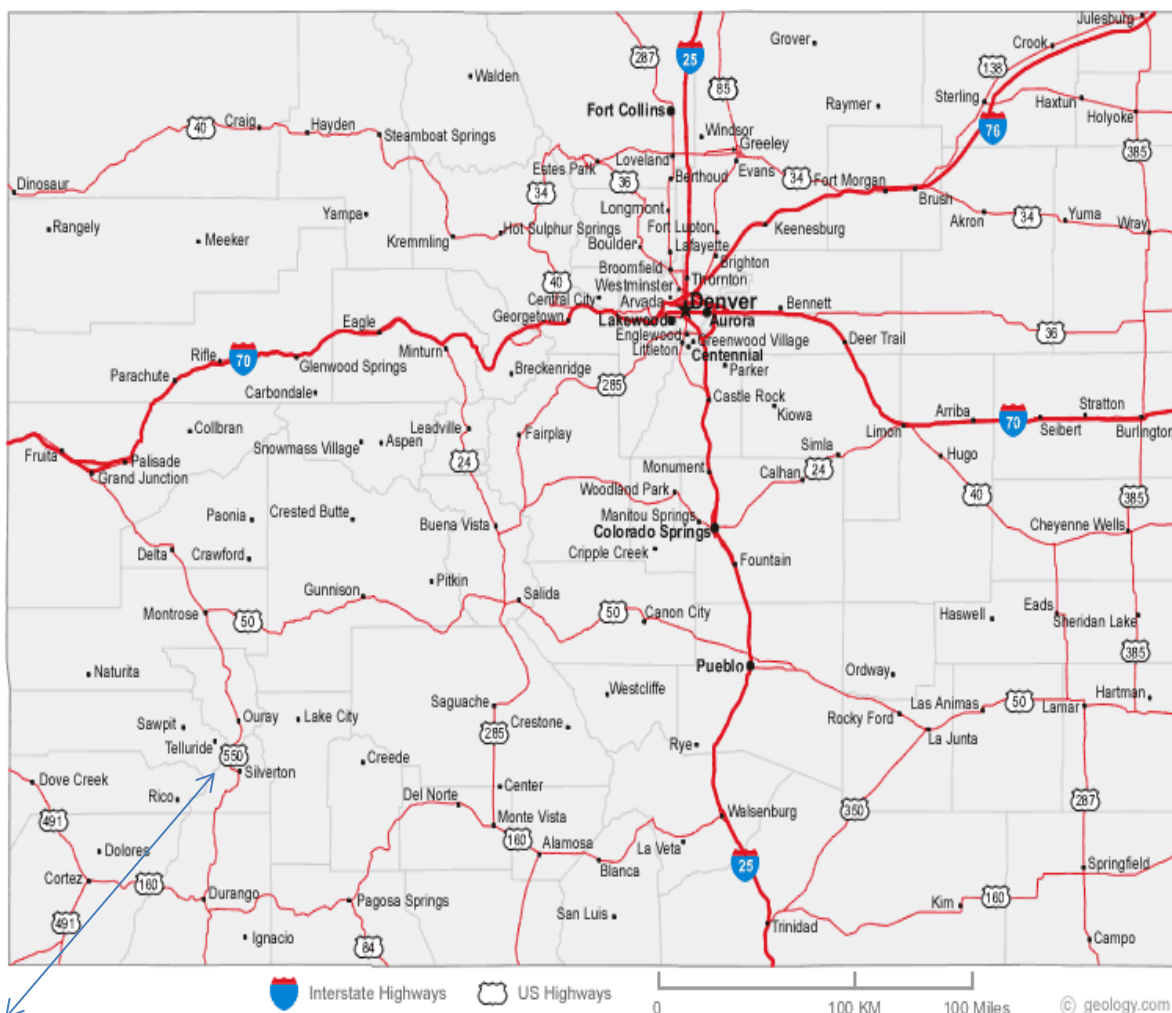
**Annual New Year's Torchlight Parade**

**ANNUAL COMPREHENSIVE FINANCIAL REPORT**

**For the Year Ended December 31, 2021**

## ABOUT MOUNTAIN VILLAGE

Situated in the heart of the breathtaking San Juan Mountains, Mountain Village was incorporated in 1995 as a home rule municipality. Its founders envisioned a European-style ski-in/ski-out, pedestrian-friendly destination resort that would complement the historic mining town of Telluride. A three-stage gondola transportation system connects the Town of Mountain Village with the Town of Telluride. Situated at 9,500 feet, Mountain Village is comparably a world apart from other resorts: it is innately spectacular, beautifully orchestrated and planned, and overflowing with style, charm and sophistication. For more information, please visit us on the Web at [www.townofmountainvillage.com](http://www.townofmountainvillage.com).



Mountain Village

## Table of Contents

|                                                                                                                                                     | Page      |
|-----------------------------------------------------------------------------------------------------------------------------------------------------|-----------|
| <b>Introductory Section</b>                                                                                                                         |           |
| Letter of Transmittal.....                                                                                                                          | i         |
| Organizational Chart.....                                                                                                                           | v         |
| List of Elected and Appointed Officials.....                                                                                                        | v         |
| Certification of Achievement for Excellence in Financial Reporting.....                                                                             | vii       |
| <b>Independent Auditor’s Report.....</b>                                                                                                            | <b>2</b>  |
| <b>Management’s Discussion and Analysis .....</b>                                                                                                   | <b>7</b>  |
| <b>Basic Financial Statements</b>                                                                                                                   |           |
| <b>Government-Wide Financial Statements</b>                                                                                                         |           |
| Statement of Net Position .....                                                                                                                     | 21        |
| Statement of Activities.....                                                                                                                        | 22        |
| <b>Fund Financial Statements</b>                                                                                                                    |           |
| Balance Sheet - Governmental Funds.....                                                                                                             | 25        |
| Reconciliation of the Governmental Funds Balance Sheet<br>to the Statement of Net Position .....                                                    | 26        |
| Statement of Revenues, Expenditures, and<br>Changes in Fund Balances - Governmental Funds .....                                                     | 27        |
| Reconciliation of the Governmental Funds Statement of<br>Revenues, Expenditures, and Changes in Fund Balance<br>to the Statement of Activities..... | 28        |
| Statement of Net Position - Enterprise Funds.....                                                                                                   | 29        |
| Statement of Revenues, Expenses, and Changes in Net<br>Position - Enterprise Funds.....                                                             | 30        |
| Statement of Cash Flows - Enterprise Funds.....                                                                                                     | 31        |
| <b>Notes to Basic Financial Statements.....</b>                                                                                                     | <b>35</b> |
| <b>Required Supplementary Information</b>                                                                                                           |           |
| Schedules of Revenues, Expenditures, and Changes in<br>Fund Balance - Budget and Actual:                                                            |           |
| General Fund.....                                                                                                                                   | 83        |
| Gondola (Special Revenue) Fund.....                                                                                                                 | 84        |
| Tourism Fund.....                                                                                                                                   | 85        |
| Schedules of Activity – Pension Liability and Contribution Schedules .....                                                                          | 86        |
| Schedules of Activity – OPEB Liability and Contribution Schedules .....                                                                             | 88        |

(Continued)

## Table of Contents (Continued)

|                                                                                                                   | Page |
|-------------------------------------------------------------------------------------------------------------------|------|
| <b>Other Supplementary Information</b>                                                                            |      |
| Combining Balance Sheet – Nonmajor Governmental Funds.....                                                        | 93   |
| Combining Statement of Revenues, Expenditures, and Changes<br>in Fund Balance – Nonmajor Governmental Funds ..... | 94   |
| Schedules of Revenues, Expenditures, and Changes in Fund<br>Balance - Budget and Actual:                          |      |
| Historical Museum Fund.....                                                                                       | 95   |
| Vehicle and Equipment Acquisition Fund .....                                                                      | 96   |
| Debt Service Fund.....                                                                                            | 97   |
| Capital Projects Fund .....                                                                                       | 98   |
| Enterprise Funds:                                                                                                 |      |
| Combining Schedule of Net Position-Housing Authority Enterprise Fund                                              | 99   |
| Combining Schedule of Revenues, Expenses, and Changes<br>in Net Position - Housing Authority Enterprise Fund..... | 100  |
| Combining Schedule of Cash Flows - Housing Authority Enterprise Fund                                              | 101  |
| Schedules of Revenues, Expenditures, and Changes in<br>Working Capital - Budget and Actual:                       |      |
| Village Court Apartments .....                                                                                    | 102  |
| Affordable Housing Development Fund.....                                                                          | 103  |
| Mortgage Assistance Pool.....                                                                                     | 104  |
| Water and Sewer Fund.....                                                                                         | 105  |
| Broadband Fund.....                                                                                               | 106  |
| Combining Statement of Net Position – Nonmajor Enterprise Funds .....                                             | 107  |
| Combining Statement of Revenues, Expenses, and Changes<br>in Net Position – Nonmajor Enterprise Funds .....       | 108  |
| Combining Statement of Cash Flows – Nonmajor Enterprise Funds .....                                               | 109  |
| Schedules of Revenues, Expenditures, and Changes in<br>Working Capital - Budget and Actual:                       |      |
| Child Development Enterprise Fund .....                                                                           | 110  |
| Telluride Conference Center .....                                                                                 | 111  |
| Parking Services Enterprise Fund .....                                                                            | 112  |
| Local Highway Finance Report .....                                                                                | 113  |

(Continued)

## **Table of Contents (Continued)**

### **STATISTICAL SECTION (Unaudited)**

#### **Financial Trends:**

|                                                  |            |
|--------------------------------------------------|------------|
| A-1 Net Position by Component                    | <b>116</b> |
| A-2 Changes in Net Position                      | <b>117</b> |
| A-3 Program Revenues by Function/Program         | <b>119</b> |
| A-4 Fund Balances, Governmental Funds            | <b>120</b> |
| A-5 Changes in Fund Balances, Governmental Funds | <b>121</b> |
| A-6 Tax Revenues by Source, Governmental Funds   | <b>122</b> |
| A-7 User Fee Revenues – Enterprise Funds         | <b>123</b> |
| A-8 Enterprise Fund Expenses                     | <b>124</b> |

#### **Revenue Capacity:**

|                                                                      |            |
|----------------------------------------------------------------------|------------|
| B-1 Actual Value and Estimated Assessed Value of<br>Taxable Property | <b>125</b> |
| B-2 Direct and Overlapping Property Tax Rates                        | <b>126</b> |
| B-3 Principal Property Taxpayers                                     | <b>127</b> |
| B-4 Property Tax Levies and Collections                              | <b>128</b> |

#### **Debt Capacity:**

|                                                               |            |
|---------------------------------------------------------------|------------|
| C-1 Ratios of Outstanding Debt Type- Town of Mountain Village | <b>129</b> |
| C-2 Direct and Overlapping Debt – Town of Mountain Village    | <b>130</b> |
| C-3 Pledged Revenue Coverage                                  | <b>131</b> |
| C-4 Legal debt Margin information                             | <b>132</b> |

#### **Demographic and Economic Information:**

|                                         |            |
|-----------------------------------------|------------|
| D-1 Demographic and Economic Statistics | <b>133</b> |
| D-2 Principal Employers                 | <b>134</b> |

#### **Operating Information:**

|                                                             |            |
|-------------------------------------------------------------|------------|
| E-1 Full-time Equivalent Town Employees by Function/Program | <b>135</b> |
| E-2 Operating Indicators by Function/Program                | <b>136</b> |
| E-3 Capital Asset Statistics by Function/Program            | <b>137</b> |

**Town of Mountain Village Colorado  
Annual Comprehensive Financial Report  
For the Year Ended December 31, 2021**



**Mayor, Laila Benitez  
Mayor Pro Tem, Dan Caton  
Council Members: Peter Duprey, Patrick Berry,  
Jack Gilbride, Harvey Mogenson, Marti Prohaska  
Interim Town Manager, Paul Wisor**

**Prepared by:  
Julie Vergari, Assistant Finance Director  
With contributions from The Finance Department of the Town of  
Mountain Village  
Lizbeth Lemley, Treasurer and Finance Director  
Kate Burns, Controller  
Kathy Smith, Accounts Payable Technician  
Sabra Tandy, Billing Services Specialist  
Patrick Dasaro, Payroll Technician**



September 29, 2022

To the Honorable Mayor, Members of the Governing Town Council and Citizens of the Town of Mountain Village:

The Annual Comprehensive Financial Report of the Town of Mountain Village (the "Town") for the year ended December 31, 2021, is hereby submitted as mandated by the Town's home rule charter and state statutes. The charter and statutes require that the Town issue annually a report on its financial position and activity, and that this report be audited by an independent firm of certified public accountants. Responsibility for both the accuracy of the presented information and the completeness and fairness of the presentation, including all disclosures, rests with the Town's management. We believe the information as presented 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 Town. All disclosures necessary to enable the reader to gain an understanding of the Town's financial activities have been included.

### **Governmental Structure**

The Town, incorporated under a Home Rule Charter in 1995, is located in the San Juan Range of the Rocky Mountains, in southwest Colorado, in San Miguel County, and consists of approximately 2,100 acres of land. The Town is an upscale European styled resort-oriented community situated in the mountains above and adjacent to, the Town of Telluride and includes a large part of the Telluride Ski Area. The Town also has the power, by state statute, to extend its corporate limits by annexation, which is done periodically when deemed appropriate by the governing Town Council.

The Town has operated under a council-mayor form of government since its inception. Policy-making and legislative authority are vested in the governing council; certain executive authority rests with the Mayor. The governing council ("Town Council" or the "Council") is responsible, among other things, for passing ordinances, adopting the budget and appointing committees. The Mayor is selected from within the Town Council and his or her tenure in office is subject to termination at any time by the Town Council. The Mayor is responsible, among other things, for appointing the various officials of the Town and is empowered to carry out the policies and ordinances of the Town Council.

The Council is elected on a non-partisan basis. Council members are elected at large to four year staggered terms.

It was determined by the Mountain Village Metropolitan District (“The District”) and the Town that it was in the best interests of the residents of the Town and the District that the District be dissolved and that the Town assume the governmental services and functions currently performed by the District. On December 13, 2006, the District Court, San Miguel County, Colorado approved the dissolution of the District effective January 1, 2007, which was approved by the District’s electors on November 7, 2006. The District stays in existence to the extent necessary to provide for the payment of the debt service requirements of its outstanding General Obligation Bonds. The Council of the Town is responsible for setting an annual mill levy on behalf of the District for the payment of the debt service requirements. The Town assumed the assets and all other obligations of the District effective January 1, 2007.

The Town is a body corporate and politic with all of the powers of a public or quasi-municipal corporation and is a political subdivision of the State of Colorado. The Town was organized for the purpose of providing for its residents various governmental services including, but not limited to, general governmental services, (affordable housing, building code enforcement, planning, zoning and design review) and law enforcement. The Town is empowered to levy taxes subject to voter authorization and may issue bonds. The Town imposes certain fees and charges upon its residents and users for design review, plan review, inspection, planning and zoning. Mountain Village has a zoned “person equivalent density” of just over 8,500. Currently 61% of this density has been constructed. Approximately 236 persons equivalent density is under construction or in the design review process. The U.S. Census 2020 estimate for Mountain Village permanent population is 1,277 people, and the 2021 assessed valuation of the Town is \$326,965,182.

### **Local Economic Condition and Outlook**

As a resort community, the Town of Mountain Village relies heavily on tourism and is therefore sensitive to changes in the national and global economies. The Town uses a conservative approach to budgeting and operations to ensure it can quickly respond to changes in economic conditions.

Prior to the COVID-19 pandemic, the Town experienced several years of favorable economic conditions which resulted in operating surpluses allowing for investments in capital and the growth of fund reserves. With healthy reserves, proactive measures put in place to offset the financial impacts of the pandemic, and the robust recovery experienced when restrictions were lifted, the Town has remained in a strong financial position throughout the pandemic.

While the Town has seen tourism growth in both the winter and summer seasons, it is still reliant on real estate development. Both the real estate market and new development remained strong throughout the year. With sustained growth in both tourism and development the Town is faced with increased need for affordable housing, demand for services, and required infrastructure improvements. The Town anticipates and has planned for significant capital investment in the coming years to address these municipal needs.

## **Financial Information**

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

The Town maintains extensive budgetary controls. The objective of these controls is to ensure compliance with the legal provisions embodied in the annually appropriated budget approved by the Council. Financial activities of the Town's governmental funds are included in the annual appropriated budget. The point of budgetary control (i.e. the level at which expenditures cannot legally exceed the appropriated amount) is at the fund level. In order to address long range financial planning issues, a long-range financial plan is maintained and revised periodically by the Council. As demonstrated by the statements and schedules included in the financial section of this report, the Town continues to meet its responsibility for sound financial management.

Generally accepted accounting principles require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis ("MD&A") which can be found immediately following the independent auditor's report.

## **Long Term Financial Planning**

As part of the Town's annual budget process, a five year financial plan for all funds and operations of the Town is updated and included as part of the budget adoption process. Revenue projections are updated and all Town department and fund budgets are forecast for the upcoming five years.

## **Independent Audit**

State statutes require an annual audit by independent certified public accountants. The firm of Chadwick, Steinkirchner, Davis, & Co. has been retained to audit the Town. The auditors used Generally Accepted Auditing Standards in conducting the engagement. The auditor's report in the general-purpose financial statements, and combining and individual fund statements and schedules, is included in the financial section of this report.

## **Awards**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town for its annual comprehensive financial report for the year ended December 31, 2020. This was the twenty-second consecutive year that the Town has achieved this prestigious award. In order to be awarded a Certificate of Achievement, the government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report 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.

### **Acknowledgements**

I would like to express my appreciation to all members of the Town's staff who assisted and contributed to the preparation of this report. I would also like to thank the Mayor and the Council for their interest and support in planning and conducting the financial operations of the Town in a responsible and progressive manner.

Respectfully submitted,

*Paul Wisor*

Paul Wisor  
Town Manager

|                                                                                                                                                                                                                                                                                          |                                                                                                                                                                                                                                                                                                                               |                                                                                 |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------|
| <p style="text-align: center;"><b>Town of Mountain Village<br/>Organizational Chart</b></p> <p style="text-align: center;"><b>Voters/Electorate</b></p> <p style="text-align: center;"><b>Town Council (Legislative)</b></p> <p style="text-align: center;"><b>Mayor (Executive)</b></p> |                                                                                                                                                                                                                                                                                                                               |                                                                                 |
| <p style="text-align: center;"><b><u>Town Offices</u></b><br/>Town Manager<br/>Town Attorney<br/>Town Clerk<br/>Town Treasurer</p>                                                                                                                                                       | <p style="text-align: center;"><b><u>Departments</u></b><br/>Planning &amp; Development Services,<br/>Public Safety, Road &amp; Bridge,<br/>Transportation, Recreation, Public<br/>Works, Vehicle Maintenance, Plaza &amp;<br/>Environmental Services,<br/>Communications &amp; Business<br/>Development, Human Relations</p> | <p style="text-align: center;"><b><u>(Judicial)</u></b><br/>Municipal Court</p> |
|                                                                                                                                                                                                                                                                                          | <p style="text-align: center;"><b><u>Enterprise Operations</u></b><br/>Broadband Services<br/>Water &amp; Sanitary Sewer<br/>Conference Center<br/>Child Development<br/>Housing Authority<br/>Parking Services</p>                                                                                                           |                                                                                 |

**List of Elected and Appointed Officials  
December 31, 2021**

**Elected Officials**

|                         |                           |
|-------------------------|---------------------------|
| Council Member-At large | Laila Benitez (Mayor)     |
| Council Member-At large | Jack Gilbride             |
| Council Member-At large | Patrick Berry             |
| Council Member-At large | Marti Prohaska            |
| Council Member-At large | Dan Caton (Mayor Pro Tem) |
| Council Member-At large | Peter Duprey              |
| Council Member-At large | Harvey Mogenson           |

**Appointed Officials**

|                                    |                 |
|------------------------------------|-----------------|
| Interim Town Manager               | Paul Wisor      |
| Town Attorney                      | Paul Wisor      |
| Town Clerk                         | Susan Johnston  |
| Town Treasurer                     | Vacant          |
| Director of Planning & Development | Michelle Haynes |
| Police Chief                       | Chris Broady    |

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Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Town of Mountain Village  
Colorado**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

December 31, 2020

*Christopher P. Morill*

Executive Director/CEO

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## **Independent Auditors Report**

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## INDEPENDENT AUDITOR'S REPORT

To the Town Council  
Town of Mountain Village, Colorado

### **Report on the Audit of the Financial Statements**

#### ***Opinions***

We have audited the accompanying financial statements of the governmental activities, the business-type activities and each major fund, and the aggregate remaining fund information of the Town of Mountain Village, 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, and each major fund, and the aggregate remaining fund information of the Town of Mountain Village, Colorado (the Town), 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### ***Responsibilities of Management for the Financial Statements***

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

#### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally



Town Council

Town of Mountain Village, Colorado

accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town's ability to continue as a going concern for a reasonable period of time.

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

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information for the general fund, gondola fund, and tourism fund as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with 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.



Town Council  
Town of Mountain Village, Colorado

***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The accompanying combining and individual nonmajor fund financial statements, supplementary budgetary comparison information, and the Local Highway Finance Report, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 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, supplementary budgetary comparison information, and the Local Highway Finance Report are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

***Other Information***

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated September 30, 2022, on our consideration of the Town's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town's internal control over financial reporting and compliance.

*Chadwick, Steinkirchner, Davis & Co., P.C.*

Chadwick, Steinkirchner, Davis & Co., P.C.  
September 30, 2022

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## **Management's Discussion and Analysis**

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# TOWN OF MOUNTAIN VILLAGE, COLORADO

## Management's Discussion and Analysis

### For the Year Ended December 31, 2021

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As management of the Town of Mountain Village (the Town), we offer readers of these financial statements this summary overview and analysis of the financial activities and position through and as of December 31, 2021. We encourage readers to consider the information presented in conjunction with the additional information furnished in our basic financial statements to more thoroughly understand the financial activities and position of the Town.

#### **A. Financial Highlights**

- The assets and deferred outflows of resources of the Town of Mountain Village exceeded its liabilities and deferred inflows of resources at the close of fiscal year 2021 by \$68,972,894 (net position). Of this amount, \$23,266,069 (unrestricted net position) may be used to meet the Town's ongoing obligations or unforeseen expenses. Net position increased by \$5,159,984 over 2020. This increase is attributed to record sales, lodging, restaurant and use tax collections in 2021.
- The Town had an increase in governmental activities net position of \$3,450,690. This change measures the Town's financial results using a long-term view. This increase is attributed to record sales, lodging, restaurant and use tax collections in 2021.
- As of the close of the year, the Town's governmental funds reported a combined ending fund balance of \$18,680,805. Town's governmental funds increased by \$4,017,794. This change measures the change in the Town's current resources. This increase was a result of record sales tax collections in 2021.
- The unassigned General Fund balance at year end totaled \$16,902,513.
- Overall General Fund revenues increased by \$2,901,551 as compared to 2020, due mainly to significant increases in sales tax collections coupled with permit, planning and development fee revenue due to an increase in development activity. These increases were partially offset by a decrease in Covid-19 related grant funding.

#### **B. Overview of Financial Statements**

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

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

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

The **statement of activities** presents information showing how the Town's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of timing of 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.

The government-wide financial statements distinguish functions 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 include general government, economic development, debt service, capital projects, culture and recreation, public safety and transportation. The business-type activities include affordable housing rental and development, cable television and broadband, water and sewer, conference center, child development, and parking services.

**Fund Financial Statements-** A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Fund accounting is used to ensure and demonstrate compliance with finance related legal requirements. The Town funds are separated into two classifications: governmental funds and enterprise (proprietary) funds.

**Governmental Funds-** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of expendable resources, as well as on balances of expendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental activities in the government-wide financial statements. By doing so, readers may more thoroughly understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and statement of revenues, expenditures and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. The governmental funds are separated into the following major funds: General Fund, Gondola Special Revenue Fund, and as a unit of The Town, Debt Service Fund. All non-major funds (Capital Projects Fund, Vehicle and Equipment Acquisition, Historical Museum and Tourism Funds) are combined as other governmental funds.

An annual appropriated budget is adopted for all governmental funds. A budgetary comparison statement has been provided for these funds to demonstrate compliance with the budgets.

**Enterprise Funds-** Enterprise funds (proprietary) are used to report the same functions presented as business-type activities in the government-wide financial statements, only in more detail. The enterprise funds are used to account for child development and affordable housing programs. The Town's major enterprise funds are the Housing Authority Fund, Broadband, and the Water and Sewer Fund. All non-major funds (Child Development, Parking Services, Telluride Conference Center) are combined as other enterprise funds.

**Notes to Financial Statements** The notes provide additional information that are essential to full understanding of the data provided in the various financial reports.

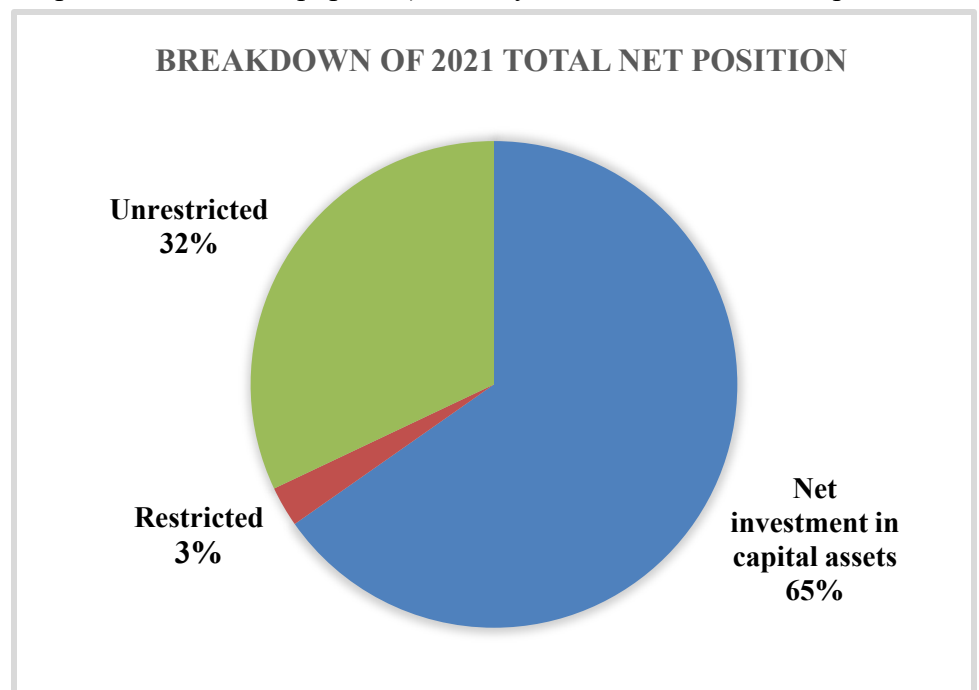
**Other Information** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information which is required to be disclosed by the *Governmental Accounting Standards Board*.

### C. Government-wide Financial Analysis

**Net Position** - The following is a summary of financial information relating to the Town's assets, deferred inflows and liabilities, deferred outflows as well as its net position. Net position may serve over time as a useful indicator of a government's financial position. For the Town, assets exceeded liabilities by \$68,972,894 at the end of 2021. The following chart shows the Town's net position:

| Statements of Net Position<br>December 31, 2021 and 2020 |                         |                      |                            |                      |                      |                      |
|----------------------------------------------------------|-------------------------|----------------------|----------------------------|----------------------|----------------------|----------------------|
|                                                          | Governmental Activities |                      | Business - Type Activities |                      | Total                |                      |
|                                                          | 2021                    | 2020                 | 2021                       | 2020                 | 2021                 | 2020                 |
| Current and Other Assets                                 | 26,094,065              | \$ 30,136,627        | \$ 13,329,345              | \$ 12,572,145        | \$ 39,423,409        | \$ 42,708,772        |
| Capital Assets                                           | 41,128,780              | 43,188,323           | 24,108,629                 | 23,399,245           | 65,237,408           | 66,587,568           |
| <b>Total Assets</b>                                      | <b>67,222,844</b>       | <b>73,324,950</b>    | <b>37,437,974</b>          | <b>35,971,390</b>    | <b>104,660,818</b>   | <b>109,296,340</b>   |
| <b>Deferred Outflow of Resources</b>                     | <b>2,638,840</b>        | <b>1,871,793</b>     | <b>1,243,120</b>           | <b>243,431</b>       | <b>3,881,960</b>     | <b>2,115,224</b>     |
| Current Liabilities                                      | 2,670,033               | 11,075,092           | 1,229,631                  | 2,703,754            | 3,899,664            | 13,778,846           |
| Non - Current Liabilities                                |                         |                      |                            |                      |                      |                      |
| Due Within One Year                                      | 563,576                 | 531,185              | 310,000                    | 432,904              | 873,576              | 964,089              |
| Due In More Than One Year                                | 12,006,489              | 14,559,299           | 12,596,888                 | 10,624,051           | 24,603,377           | 25,183,350           |
| <b>Total Liabilities</b>                                 | <b>15,240,098</b>       | <b>26,165,576</b>    | <b>14,136,519</b>          | <b>13,760,709</b>    | <b>29,376,617</b>    | <b>39,926,285</b>    |
| <b>Deferred Inflow of Resources</b>                      | <b>9,243,362</b>        | <b>7,103,633</b>     | <b>949,905</b>             | <b>568,738</b>       | <b>10,193,267</b>    | <b>7,672,371</b>     |
| Net Position                                             |                         |                      |                            |                      |                      |                      |
| Net Investment in Capital Assets                         | 32,870,245              | 35,107,676           | 11,027,629                 | 12,342,293           | 43,897,874           | 47,449,969           |
| Restricted for Debt Service                              | 351,594                 | 369,489              | 859,118                    | 852,589              | 1,210,712            | 1,222,078            |
| Restricted for Emergencies                               | 598,241                 | 517,614              | -                          | -                    | 598,241              | 517,614              |
| Unrestricted                                             | 11,558,144              | 5,932,755            | 11,707,923                 | 8,690,493            | 23,266,067           | 14,623,248           |
| <b>Total Net Position</b>                                | <b>\$ 45,378,224</b>    | <b>\$ 41,927,534</b> | <b>\$ 23,594,670</b>       | <b>\$ 21,885,375</b> | <b>\$ 68,972,894</b> | <b>\$ 63,812,910</b> |

The largest portion of the Town's net position (65%) reflects its investment in capital assets (e.g., infrastructure, land, buildings, improvements, and equipment) less any related debt used to acquire those assets. These assets are used to provide services to our citizens and thus they are not an available source for payment of future spending. Although the Town of Mountain Village's investment in capital assets is reported net of related debt, it should be noted the resources needed to repay this debt must be provided from other sources, since the capital assets themselves are not expected to be used to liquidate these liabilities.



Net investment in capital assets decreased in 2021 as depreciation recognized exceeded asset additions. Additional information on the Town's capital assets can be found in Note 9 – Capital Assets in the Notes to the Financial Statements.

A portion of the Town of Mountain Village's net position (3%) represents resources that are subject to external restrictions on how they may be used. Unrestricted net position \$23,266,067 may be used to meet the governments ongoing obligations to citizens and creditors.

**Changes in Net Position** – The following chart is a summary of financial information relating to the Town's Statement of Activities. The statement presents information showing how the Town's net position changed during the most recent fiscal year.

| Statements of Changes in Net Position          |                         |                      |                            |                      |                      |                      |
|------------------------------------------------|-------------------------|----------------------|----------------------------|----------------------|----------------------|----------------------|
| For the Years Ended December 31, 2021 and 2020 |                         |                      |                            |                      |                      |                      |
|                                                | Governmental Activities |                      | Business - Type Activities |                      | Total                |                      |
|                                                | 2021                    | 2020                 | 2021                       | 2020                 | 2021                 | 2020                 |
| <b>Revenues</b>                                |                         |                      |                            |                      |                      |                      |
| <b>Program Revenues</b>                        |                         |                      |                            |                      |                      |                      |
| Charges for Services                           | \$ 2,147,188            | \$ 1,479,401         | \$ 8,853,493               | \$ 8,586,986         | \$ 11,000,681        | \$ 10,066,387        |
| Operating Grants and Contributions             | 4,901,948               | 4,624,400            | 297,603                    | 302,642              | 5,199,551            | 4,927,042            |
| Capital Grants and Contributions               | 630,403                 | 839,370              | 215,840                    | 33,680               | 846,243              | 873,050              |
| Total Program Revenues                         | 7,679,539               | 6,943,171            | 9,366,936                  | 8,923,308            | 17,046,475           | 15,866,479           |
| <b>General Revenues</b>                        |                         |                      |                            |                      | -                    |                      |
| Property and Specific Ownership Taxes          | 4,837,368               | 4,875,677            | -                          | -                    | 4,837,368            | 4,875,677            |
| Sales and Use Taxes                            | 8,602,038               | 5,495,076            | -                          | -                    | 8,602,038            | 5,495,076            |
| Lodging and Restaurant Taxes                   | 3,807,782               | 2,356,895            | -                          | -                    | 3,807,782            | 2,356,895            |
| Miscellaneous                                  | 70,652                  | 76,614               | 103,149                    | 127,857              | 173,801              | 204,471              |
| Investment Earnings                            | (47,006)                | 192,297              | 20                         | 1,379                | (46,986)             | 193,676              |
| Gain on Sale of Assets                         | -                       | -                    | 14,705                     | -                    | 14,705               | -                    |
| Total General Revenues                         | 17,270,834              | 12,996,559           | 117,874                    | 129,237              | 17,388,708           | 13,125,796           |
| <b>Total Revenues</b>                          | <b>24,950,373</b>       | <b>19,939,730</b>    | <b>9,484,810</b>           | <b>9,052,545</b>     | <b>34,435,183</b>    | <b>28,992,275</b>    |
| <b>Expenses</b>                                |                         |                      |                            |                      |                      |                      |
| General Government                             | 2,921,108               | 3,621,340            | -                          | -                    | 2,921,108            | 3,621,340            |
| Gondola Operations and Capital Expenditures    | 4,831,026               | 4,160,226            | -                          | -                    | 4,831,026            | 4,160,226            |
| Public Safety                                  | 1,232,393               | 1,183,865            | -                          | -                    | 1,232,393            | 1,183,865            |
| Roads and Bridges                              | 1,661,137               | 1,500,271            | -                          | -                    | 1,661,137            | 1,500,271            |
| Culture and Recreation                         | 537,614                 | 501,008              | -                          | -                    | 537,614              | 501,008              |
| Equipment & Property Maintenance               | 2,630,934               | 2,254,858            | -                          | -                    | 2,630,934            | 2,254,858            |
| Transportation                                 | 1,456,469               | 1,559,932            | -                          | -                    | 1,456,469            | 1,559,932            |
| Water & Sewer                                  | -                       | -                    | 2,794,350                  | 2,357,119            | 2,794,350            | 2,357,119            |
| Broadband                                      | -                       | -                    | 1,897,424                  | 1,891,688            | 1,897,424            | 1,891,688            |
| Telluride Conference Center                    | -                       | -                    | 512,143                    | 490,449              | 512,143              | 490,449              |
| Economic Development                           | 5,212,339               | 3,252,865            | -                          | -                    | 5,212,339            | 3,252,865            |
| Housing Authority                              | -                       | -                    | 2,655,863                  | 2,502,582            | 2,655,863            | 2,502,582            |
| Parking Services                               | -                       | -                    | 381,095                    | 308,866              | 381,095              | 308,866              |
| Daycare Program                                | -                       | -                    | 551,305                    | 414,594              | 551,305              | 414,594              |
| <b>Total Expenses</b>                          | <b>20,483,020</b>       | <b>18,034,365</b>    | <b>8,792,179</b>           | <b>7,965,299</b>     | <b>29,275,199</b>    | <b>25,999,664</b>    |
| <b>Change in Net Position before Transfers</b> | <b>4,467,353</b>        | <b>1,905,365</b>     | <b>692,631</b>             | <b>1,087,246</b>     | <b>5,159,984</b>     | <b>2,992,611</b>     |
| <b>Transfers</b>                               | <b>(1,016,663)</b>      | <b>(1,907,818)</b>   | <b>1,016,663</b>           | <b>1,907,818</b>     | <b>-</b>             | <b>-</b>             |
| <b>Change in Net Position</b>                  | <b>3,450,690</b>        | <b>(2,453)</b>       | <b>1,709,294</b>           | <b>2,995,064</b>     | <b>5,159,984</b>     | <b>2,992,611</b>     |
| <b>Beginning Net Position</b>                  | <b>41,927,534</b>       | <b>41,929,987</b>    | <b>21,885,375</b>          | <b>18,890,311</b>    | <b>63,812,909</b>    | <b>60,820,298</b>    |
| <b>Ending Net Position</b>                     | <b>\$ 45,378,224</b>    | <b>\$ 41,927,534</b> | <b>\$ 23,594,669</b>       | <b>\$ 21,885,375</b> | <b>\$ 68,972,893</b> | <b>\$ 63,812,909</b> |

#### **D. Financial Analysis of the Town's Funds**

As noted earlier, the Town uses fund accounting to segregate resources for the purpose of carrying on a specific activity or attaining certain objectives in accordance with regulations, restrictions or other limitations on the use of the funds.

**Governmental Funds** - The focus of governmental funds is to provide information on near-term inflows, outflows, and balances of expendable resources. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. The Town's Governmental Funds are comprised of the following:

- General Fund
- Gondola Fund (special revenue)
- Tourism Fund (special revenue)
- Historical Museum Fund (special revenue)
- Debt Service Fund (acting for the Mountain Village Metropolitan District)
- Vehicle and Equipment Acquisition Fund
- Capital Projects Fund

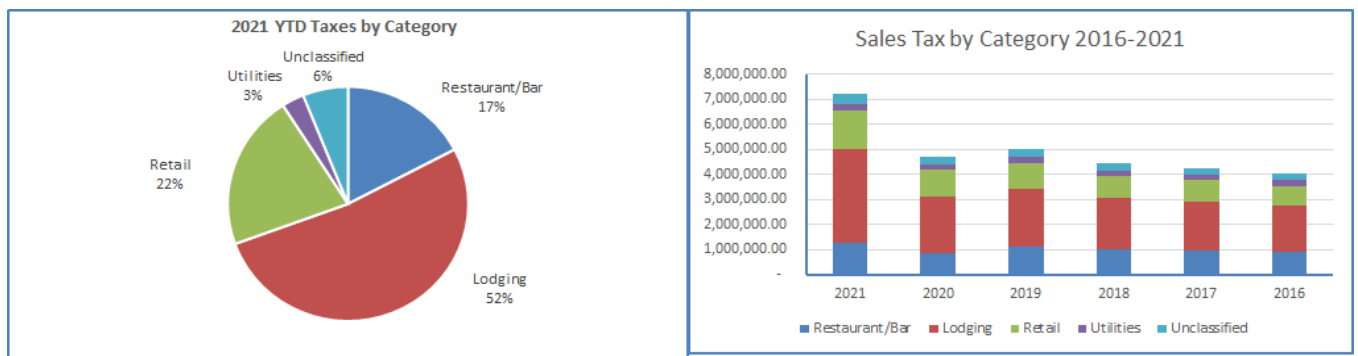
During 2021, net position for governmental activities increased \$3,450,690 to \$45,378,224. A brief discussion of the each of the governmental funds is provided below.

#### **General Fund**

Revenues of \$15.0 million were over budgeted expectations by \$788,600. Expenditures were under budget by \$1.0 million leaving the general fund a surplus of \$4.0 million after inter-fund transfers. Budget savings were due to the controlling expenditures and savings in employee expenses because of vacancies and turnover. Total fund balance remains healthy at \$17.8 million.

Sales tax revenues of \$7.25 million increased over prior year by \$2.5 million or 53.25%. Sales tax decreases were noticed most heavily in the utilities category. However, lodging increased heavily due to occupancy levels and higher daily rates, retail continues to increase due to the requirement for out of area retailers to collect and remit local taxes to municipalities. Please see detailed analysis that follows.

| Tax Collection Summary |               |               |                    |               |                    |               |                    |               |                    |               |                    |
|------------------------|---------------|---------------|--------------------|---------------|--------------------|---------------|--------------------|---------------|--------------------|---------------|--------------------|
| 4.5% Tax               | December 2021 | December 2020 | 2021-2020 % change | December 2019 | 2021-2019 % change | December 2018 | 2021-2018 % change | December 2017 | 2021-2017 % change | December 2016 | 2021-2016 % change |
| Restaurant/Bar         | 173,881.95    | 91,180.73     | 90.70%             | 129,103.25    | 35%                | 118,325.75    | 47%                | 122,183.25    | 42%                | 132,907.86    | 31%                |
| Lodging                | 631,080.18    | 309,178.61    | 104.12%            | 330,974.92    | 91%                | 319,294.75    | 98%                | 326,805.13    | 93%                | 350,966.64    | 80%                |
| Retail                 | 278,030.92    | 222,787.85    | 24.80%             | 193,730.20    | 44%                | 171,105.82    | 62%                | 232,091.00    | 20%                | 171,204.76    | 62%                |
| Utilities              | 26,277.15     | 25,692.71     | 2.27%              | 25,884.51     | 2%                 | 25,468.22     | 3%                 | 23,759.01     | 11%                | 26,632.11     | -1%                |
| Unclassified           | 73,604.50     | 52,493.94     | 40.22%             | 59,542.14     | 24%                | 55,815.32     | 32%                | 54,209.88     | 36%                | 56,953.06     | 29%                |
| Total                  | 1,182,874.70  | 701,333.84    | 68.66%             | 739,235.02    | 60%                | 690,009.86    | 71%                | 759,048.27    | 56%                | 738,664.43    | 60%                |
| 4.5% Tax               | YTD 2021      | YTD 2020      | 2021-2020 % change | YTD 2019      | 2021-2019 % change | YTD 2018      | 2021-2018 % change | YTD 2017      | 2021-2017 % change | YTD 2016      | 2021-2016 % change |
| Restaurant/Bar         | 1,256,429.36  | 874,564.23    | 43.66%             | 1,109,519.72  | 13.24%             | 994,707.35    | 26.31%             | 951,725.74    | 32.02%             | 926,505.94    | 35.61%             |
| Lodging                | 3,781,804.93  | 2,231,991.06  | 69.44%             | 2,320,113.83  | 63.00%             | 2,080,293.30  | 81.79%             | 1,941,478.64  | 94.79%             | 1,842,965.24  | 105.20%            |
| Retail                 | 1,556,275.38  | 1,109,627.85  | 40.25%             | 1,048,709.68  | 48.40%             | 866,058.04    | 79.70%             | 885,332.79    | 75.78%             | 783,359.88    | 98.67%             |
| Utilities              | 218,280.67    | 211,275.39    | 3.32%              | 238,578.60    | -8.51%             | 224,071.67    | -2.58%             | 235,197.84    | -7.19%             | 230,955.79    | -5.49%             |
| Unclassified           | 441,657.45    | 306,202.72    | 44.24%             | 325,498.78    | 35.69%             | 281,036.36    | 57.15%             | 257,101.47    | 71.78%             | 269,541.91    | 63.85%             |
| Total                  | 7,254,447.79  | 4,733,661.25  | 53.25%             | 5,042,420.61  | 43.87%             | 4,446,166.72  | 63.16%             | 4,270,836.48  | 69.86%             | 4,053,328.76  | 78.98%             |



## Gondola Fund

The Gondola Fund is used to account for the activity of financing, operating, and maintaining the Gondola and Chondola transit systems. These costs are primarily funded through grants and contributions. Funding for 2021 totaled \$4.9 million and was provided by operating grants of \$2.7 million (54%), \$1.7 million (35%) in contributions from Telluride Mountain Village Owner's Association, \$276,000 (6%) in additional grant funding, \$215,902 (4%) provided by Telluride Ski & Golf from lift ticket sales, and a contribution of \$36,000 from the Town of Telluride. Fund expenditures of \$4.9 million increased over prior year by \$659,900. Increases were attributed to capital outlay and the return to regular gondola schedules of the gondola after the lifting of COVID related restrictions.

## Tourism Fund

Lodging tax, restaurant tax and business license fee remittances are dedicated to the Tourism fund and are used to fund various Mountain Village marketing, promotion, and economic development programs. Those programs include general regional marketing, promotion and group sales activity through Marketing Telluride Inc. (MTI), and various airline guaranty programs through the Telluride and Montrose Regional Air Organization (TMRAO).

Lodging tax receipts of \$3.25 million were up 64.8% from prior year. Restaurant tax receipts of \$550,880 increased 42.6% from prior year. Business license fees totaled \$351,000, an increase of 6% over prior year. Contributions to the airline guarantee program were \$2.14 million and \$1.94 million was provided for regional marketing programs and group sales efforts. Overall, the town's tourism fund reinvested over \$4 million back into the region to support the various businesses operating in the community. Please see the lodging and restaurant tax revenue summary below for additional detail.

| Town of Mountain Village Colorado Lodging Tax Summary |               |               |               |               |               |  |        |              |
|-------------------------------------------------------|---------------|---------------|---------------|---------------|---------------|--|--------|--------------|
|                                                       | 2017          | 2018          | 2019          | 2020          | 2021          |  | 2020   | 2021         |
|                                                       | Activity (4%) | Activity (4%) | Activity (4%) | Activity (4%) | Activity (4%) |  | Var %  | Budget (1)   |
|                                                       |               |               |               |               |               |  |        | Budget Var % |
| Total                                                 | 1,725,680     | 1,846,001     | 2,066,729     | 1,973,334     | 3,251,742     |  | 64.78% | 2,861,770    |
| Tax Base                                              | 43,142,003    | 46,150,032    | 51,668,223    | 49,333,357    | 81,293,559    |  |        | 71,544,250   |

| Town of Mountain Village Colorado Restaurant/Bar Tax Summary |               |               |               |               |               |  |        |              |
|--------------------------------------------------------------|---------------|---------------|---------------|---------------|---------------|--|--------|--------------|
|                                                              | 2017          | 2018          | 2019          | 2020          | 2021          |  | 2020   | 2021         |
|                                                              | Activity (2%) | Activity (2%) | Activity (2%) | Activity (2%) | Activity (2%) |  | Var %  | Budget (1)   |
|                                                              |               |               |               |               |               |  |        | Budget Var % |
| Total                                                        | 423,017       | 442,390       | 493,579       | 386,293       | 550,880       |  | 42.61% | 524,940      |
| Tax Base                                                     | 21,150,852    | 22,119,524    | 24,678,936    | 19,314,627    | 27,544,013    |  |        | 26,247,000   |

### **Historical Museum Fund**

The Town instituted a voter approved mill levy January 1, 2005, for the purpose of providing funding to the Telluride Historical Museum for operating costs. The property taxes generated for this purpose in 2021 were \$102,308 less \$2,053 in treasurer's fees.

### **Debt Service Fund**

Current year debt service activity reflected \$450,000 in debt reduction (or 6%) from the prior year's outstanding debt. The fund balance decreased \$17,895 due to levied property tax collections coming in under budget because of abatements and delinquencies. The total general obligation bond debt outstanding at 12/31/2021 was \$7,520,000.

|                                             | 2018        | 2019        | 2020        | 2021        |
|---------------------------------------------|-------------|-------------|-------------|-------------|
| Assessed Valuation                          | 290,861,460 | 314,681,000 | 310,031,920 | 326,956,182 |
| Tax Supported Bonds Outstanding             | 6,835,000   | 6,550,000   | 6,070,000   | 5,750,000   |
| % of Tax Supported Bonds Outstanding vs. AV | 2%          | 2%          | 2%          | 2%          |
| Mill Levy                                   | 1.91        | 1.7415      | 1.5483      | 1.461       |
| Self Supported Bonds Outstanding            | 2,140,000   | 2,020,000   | 1,900,000   | 1,770,000   |

### **Vehicle and Equipment Acquisition Fund**

Purchases in 2021 were for Bobcat lease renewals, shop equipment, a Cat loader, and a plaza services vehicle. Total expenditures in 2021: \$210,738.

### **Capital Projects Fund**

Activity in the Capital Projects Fund was for consulting fees and other costs for safety improvements. Total for 2021: \$79,765

### **Enterprise Funds**

The Town's enterprise funds are comprised of the following:

- Housing Authority
  - Village Court Apartments (Affordable Housing)
  - Affordable Housing Development Fund
  - Mortgage Assistance Pool Fund
- Child Development Fund
- Broadband Fund
- Water and Sewer Fund
- Telluride Conference Center Fund
- Parking Services Fund

### **Village Court Apartments**

VCA net operating revenues of \$2.3 million increased \$28,200 over prior year. Operating costs of \$1.4 million decreased slightly from prior year mainly due to periodic projects in 2020 such as parking lot improvements. Long term bonds and other debt were refinanced in 2021 to take advantage of continued low interest rates and longer-term financing availability.

### **Affordable Housing Development Fund**

Since 2007, The Town has pledged 11.11% of sales taxes to the affordable housing development fund, 2021 contributions totaled \$803,876. Expenses of \$1,073,843 were for HOA dues and other small

repair items for Town owned units, support to the Regional Housing Authority and the purchase of a parcel of land to develop at a later date.

#### **Mortgage Assistance Pool Fund**

\$18,000 in mortgage assistance was granted and \$6,500 in interest was received.

#### **Child Development Fund**

The Town has operated daycare services since 2004. In September of 2009, the director launched a preschool, in addition to the daycare and the fund is now called the Child Development Fund with daycare and preschool activities as individual departments. The daycare program provides services for approximately 21 children (6 infants and 15 toddlers) and the preschool accommodates up to 15 children. The program has still had shut down periods due to Covid into 2021 and has operated on a four day a week schedule. The preschool showed a deficit of \$3,341 and the daycare a deficit of \$89,885. General Fund subsidy requirement of \$93,226 for the program was down \$31,588 from 2020 due to increased care hours and grant funds.

#### **Parking Services Fund**

Operating costs in 2021 of \$381,094 include personnel, utilities, and maintenance, were offset by parking fees of \$513,880, which includes fines of \$55,889 and a parking buyout of \$13,000. Capital expenditures were made for security cameras and equipment. Any deficit is funded by transfer from the general fund but was not required this year. In 2021, expenses were under budget \$23,575 due mainly to capital expenditures. The gondola intercept parking bonds are not accounted for in this fund; rather it is in the Debt Service Fund.

#### **Water and Sewer Fund**

The fund generated a surplus and added to reserves in the amount of \$905,800. Operating expenditures of \$2.7 million were \$585,400 more than prior year due mainly to regional sewer charges and tank replacement. Capital investment of \$635,700 was for regional sewer system improvements, new wells, and the “Ski Ranches” improvements. Remaining available reserves are improving.

#### **Broadband Fund**

Revenues of 2.2 million was slightly ahead of prior year performance by \$3,500 due mainly to growth in internet subscribers, although TV subscriptions have changed to a less expensive service which has caused and will cause revenues in that area to decrease, TV programming costs will decrease in tandem with the TV revenues. Operating expenses totaling \$1.8 million were more than prior year due to bulk equipment purchases for the new TV services. The cable fund was able to return to the General Fund a transfer of \$209,352 which is the overhead administrative allocation and support fees for the local television station, but the General Fund transferred back \$592,515 to help fund the “fiber to the home” capital project which was expected to be finished in 2021. 2021 capital expense was \$851,900.

#### **Telluride Conference Center**

In October 2009, the conference center operations were turned over to an outside local contractor. The required transfer from the general fund of \$233,360 was for HOA dues, marketing, and contracted marketing expenses. Under the agreement, the town continues to fund these costs, and upon certain thresholds being met, will share in a portion of the revenues earned.

### **E. General Fund Budgetary Results**

The General Fund finished the fiscal year with a surplus of \$4 million. The budgeted surplus was \$2.1 million. The budgetary variance was the result of total expenditures coming in under budget by \$1 million, revenues exceeding budget by \$788,600 and other sources and uses under budget by \$221,432.

Budget savings were due to the controlling expenditures and savings in employee expenses because of vacancies and turnover. Revenues came in over the revised budget expectations primarily in sales tax and development related revenues.

## **F. Capital Asset and Debt Administration**

### **Capital Assets**

The Town's investment in capital assets for its governmental activities decreased by \$2.1 million, from \$43,188,323 to \$41,128,779, due to depreciation. The Town's investment in capital assets for its business-type activities, which include Village Court Apartments, other affordable housing endeavors, the water and sewer system, and the regional communication system decreased \$431,113 from \$23,399,246 to \$23,830,358 primarily as a result of depreciation.

Additional information on the Town's capital assets can be found in Note 9.

### **Long-Term Debt**

Total outstanding debt at the beginning of the fiscal year amounted to \$7,970,000. Throughout the year, \$450,000 was paid bringing the outstanding bond debt down to \$7,520,000 at year end.

Additional information on the Town's long-term debt can be found in Note 10.

### **Economic Factors and Budgetary Impacts**

As a resort community, the Town of Mountain Village relies heavily on tourism and is therefore sensitive to changes in the national and global economies. The Town uses a conservative approach to budgeting and operations to ensure it can quickly respond to changes in economic conditions. The 2022 budget was developed with this conservative approach to both revenues and expenditures following the COVID-19 pandemic. Sales tax revenues were projected to increase 5% over 2021 revenues, however, year to date the Town's sales tax collections have continued to exceed budget. The Town budgeted in 2022 to move forward with capital projects previously deferred in 2020 and 2021. We anticipate we will need to defer some of these projects to 2023 as a result of inflation, supply chain issues and a tight labor market.

Prior to the COVID-19 pandemic, the Town experienced several years of favorable economic conditions which resulted in operating surpluses allowing for investments in capital and the growth of fund reserves. With healthy reserves, proactive measures put in place to offset the financial impacts of the pandemic, and the robust recovery experienced when restrictions were lifted, the Town has remained in a strong financial position throughout the pandemic. The Town is anticipating this will position will continue to strengthen based on 2022 performance year to date.

While the Town has seen tourism growth in both the winter and summer seasons, it is still reliant on real estate development. Both the real estate market and new development remained strong throughout the year and through the current year. With sustained growth in both tourism and development the Town is faced with increased need for affordable housing, demand for services, and required infrastructure improvements. The Town anticipates and has planned for significant capital investment in the coming years to address these municipal needs.

### **Request for Information**

This financial report is designed to provide a general overview of the Town of Mountain Village's finances for all those with an interest in the Town's finances. Questions concerning any of the information provided in the report or requests for additional information should be addressed to:

Lizbeth Lemley  
Town of Mountain Village  
455 Mountain Village Blvd-Suite A  
Mountain Village, CO 81435  
970.369-6407 [llemley@mtnvillage.org](mailto:llemley@mtnvillage.org)

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## **Basic Financial Statements**

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## **Government-Wide Financial Statements**

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**Town of Mountain Village**  
**Statement of Net Position**  
**December 31, 2021**

|                                                                                          | <b>Governmental<br/>Activities</b> | <b>Business-type<br/>Activities</b> | <b>Total</b>         |
|------------------------------------------------------------------------------------------|------------------------------------|-------------------------------------|----------------------|
| <b>Assets</b>                                                                            |                                    |                                     |                      |
| Cash and Cash Equivalents (See Note 5)                                                   | \$ 4,155,762                       | \$11,145,863                        | \$ 15,301,625        |
| Investments (See Note 5)                                                                 | 13,523,329                         | -                                   | 13,523,329           |
| Receivables                                                                              |                                    |                                     |                      |
| Grants                                                                                   | 812,081                            | -                                   | 812,081              |
| Taxes                                                                                    | 6,550,625                          | -                                   | 6,550,625            |
| Accounts                                                                                 | 622,911                            | 635,733                             | 1,258,644            |
| Notes (See Note 6)                                                                       | -                                  | 212,000                             | 212,000              |
| Internal Balances                                                                        | (438,661)                          | 438,661                             | -                    |
| Accrued Revenues                                                                         | -                                  | -                                   | -                    |
| Prepaid Items                                                                            | 150,736                            | 33,200                              | 183,936              |
| Deposits (See Note 5)                                                                    | 12,415                             | 4,772                               | 17,187               |
| Restricted Investments/Cash (See Note 5)                                                 |                                    |                                     |                      |
| Housing Authority                                                                        | -                                  | 859,116                             | 859,116              |
| Bond Reserve Fund                                                                        | 704,867                            | -                                   | 704,867              |
| Development Property Held for Sale (See Note 8)                                          | -                                  | 278,268                             | 278,268              |
| Capital Assets                                                                           |                                    |                                     |                      |
| Non-depreciable Capital Assets (See Note 9)                                              | 2,446,043                          | 1,660,807                           | 4,106,850            |
| Depreciable Capital Assets (See Note 9)                                                  | 38,682,737                         | 22,169,553                          | 60,852,290           |
| Total assets                                                                             | <u>67,222,844</u>                  | <u>37,437,973</u>                   | <u>104,660,817</u>   |
| Deferred Outflow of Resources Related to Pensions (See Note 14)                          | 1,886,139                          | 399,259                             | 2,285,398            |
| Deferred Outflow of Resources Related to Other Post Employment<br>Benefits (See Note 14) | 99,809                             | 21,129                              | 120,938              |
| Deferred Outflow of Resources Deferred Loss on Refunding                                 | <u>652,892</u>                     | <u>822,732</u>                      | <u>1,475,624</u>     |
| Deferred Outflow of Resources                                                            | <u>2,638,840</u>                   | <u>1,243,120</u>                    | <u>3,881,960</u>     |
| <b>Liabilities</b>                                                                       |                                    |                                     |                      |
| Accounts Payable                                                                         | 1,397,699                          | 456,035                             | 1,853,734            |
| Accrued Expenses                                                                         | 605,678                            | 365,367                             | 971,045              |
| Deposits                                                                                 | 112,094                            | 281,025                             | 393,119              |
| Due to Pooled Cash (See Note 5)                                                          | -                                  | 45,849                              | 45,849               |
| Accrued Interest Payable                                                                 | 12,687                             | -                                   | 12,687               |
| Deferred Revenue                                                                         | 358,425                            | -                                   | 358,425              |
| Unearned Revenue                                                                         | 183,451                            | 81,355                              | 264,806              |
| Noncurrent Liabilities (See Note 10)                                                     |                                    |                                     |                      |
| Due within one year                                                                      | 563,576                            | 310,000                             | 873,576              |
| Due in more than one year:                                                               |                                    |                                     |                      |
| Other Noncurrent Liabilities                                                             | 7,627,784                          | 11,670,000                          | 19,297,784           |
| Net Pension Liability                                                                    | 3,848,420                          | 814,636                             | 4,663,056            |
| Net OPEB Liability                                                                       | <u>530,285</u>                     | <u>112,252</u>                      | <u>642,537</u>       |
| Total liabilities                                                                        | <u>15,240,098</u>                  | <u>14,136,519</u>                   | <u>29,376,617</u>    |
| Deferred Inflow of Resources Related to Pensions (See Note 14)                           | 4,274,515                          | 910,101                             | 5,184,616            |
| Deferred Inflow of Resources Related to Other Post Employment<br>Benefits (See Note 14)  | 212,932                            | 39,804                              | 252,736              |
| Deferred Inflow of Resources Property Tax                                                | <u>4,755,915</u>                   | <u>-</u>                            | <u>4,755,915</u>     |
| Deferred Inflow of Resources                                                             | <u>9,243,362</u>                   | <u>949,905</u>                      | <u>10,193,267</u>    |
| <b>Net Position</b>                                                                      |                                    |                                     |                      |
| Net Investment in Capital Assets                                                         | 32,870,245                         | 11,027,629                          | 43,897,874           |
| Restricted For                                                                           |                                    |                                     |                      |
| Debt Service                                                                             | 351,594                            | 859,116                             | 1,210,710            |
| Emergencies                                                                              | 598,241                            | -                                   | 598,241              |
| Unrestricted                                                                             | <u>11,558,144</u>                  | <u>11,707,925</u>                   | <u>23,266,069</u>    |
| Total Net Position                                                                       | <u>\$45,378,224</u>                | <u>\$23,594,670</u>                 | <u>\$ 68,972,894</u> |

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

**Town of Mountain Village**  
**Statement of Activities**  
**For the Fiscal Year Ended December 31, 2021**

| Functions/Programs                   | Program Revenues     |                      |                                    |                                  | Net (Expense) Revenue and Changes in Net Position |                          |                      |
|--------------------------------------|----------------------|----------------------|------------------------------------|----------------------------------|---------------------------------------------------|--------------------------|----------------------|
|                                      | Expenses             | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Governmental Activities                           | Business-type Activities | Total                |
| Primary Government:                  |                      |                      |                                    |                                  |                                                   |                          |                      |
| Governmental Activities:             |                      |                      |                                    |                                  |                                                   |                          |                      |
| General Government                   | \$ 2,555,987         | \$ 38,758            | \$ 204,333                         | \$ -                             | \$ (2,312,896)                                    | \$ -                     | \$ (2,312,896)       |
| Administration                       | 102,688              | 3,071                | -                                  | -                                | (99,617)                                          | -                        | (99,617)             |
| Public Safety                        | 1,232,393            | 6,096                | -                                  | -                                | (1,226,297)                                       | -                        | (1,226,297)          |
| Roads & Bridges                      | 1,661,137            | 559,346              | -                                  | -                                | (1,101,791)                                       | -                        | (1,101,791)          |
| Equipment & Property Maintenance     | 2,630,934            | 17,632               | -                                  | -                                | (2,613,302)                                       | -                        | (2,613,302)          |
| Culture & Recreation                 | 537,614              | 19,746               | -                                  | -                                | (517,868)                                         | -                        | (517,868)            |
| Parking & Transportation             | 6,287,495            | -                    | 4,611,363                          | 630,403                          | (1,045,729)                                       | -                        | (1,045,729)          |
| Economic Development                 | 5,212,339            | 1,502,539            | 86,252                             | -                                | (3,623,548)                                       | -                        | (3,623,548)          |
| Interest on Long Term Debt           | 262,433              | -                    | -                                  | -                                | (262,433)                                         | -                        | (262,433)            |
| Total Governmental Activities        | <u>20,483,020</u>    | <u>2,147,188</u>     | <u>4,901,948</u>                   | <u>630,403</u>                   | <u>(12,803,481)</u>                               | <u>-</u>                 | <u>(12,803,481)</u>  |
| Business-type Activities:            |                      |                      |                                    |                                  |                                                   |                          |                      |
| Housing Authority                    | 2,655,863            | 2,204,961            | 93,259                             | -                                | -                                                 | (357,643)                | (357,643)            |
| Broadband                            | 1,897,424            | 2,227,939            | -                                  | -                                | -                                                 | 330,515                  | 330,515              |
| Child Development                    | 551,305              | 308,310              | 204,344                            | -                                | -                                                 | (38,651)                 | (38,651)             |
| Parking Services                     | 381,095              | 529,225              | -                                  | -                                | -                                                 | 148,130                  | 148,130              |
| Telluride Conference Center          | 512,143              | -                    | -                                  | -                                | -                                                 | (512,143)                | (512,143)            |
| Water and Sewer                      | 2,794,350            | 3,583,058            | -                                  | 215,840                          | -                                                 | 1,004,549                | 1,004,549            |
| Total Business-type Activities       | <u>8,792,179</u>     | <u>8,853,493</u>     | <u>297,603</u>                     | <u>215,840</u>                   | <u>-</u>                                          | <u>574,757</u>           | <u>574,757</u>       |
| Total                                | <u>\$ 29,275,199</u> | <u>\$ 11,000,681</u> | <u>\$ 5,199,551</u>                | <u>\$ 846,243</u>                |                                                   |                          |                      |
|                                      |                      |                      |                                    |                                  |                                                   |                          |                      |
| General Revenues:                    |                      |                      |                                    |                                  |                                                   |                          |                      |
| Taxes:                               |                      |                      |                                    |                                  |                                                   |                          |                      |
| Property                             |                      |                      |                                    |                                  | 4,605,172                                         | -                        | 215,840              |
| Specific Ownership                   |                      |                      |                                    |                                  | 232,196                                           | -                        | 232,196              |
| Sales & Use                          |                      |                      |                                    |                                  | 8,602,038                                         | -                        | 8,602,038            |
| Lodging                              |                      |                      |                                    |                                  | 3,256,460                                         | -                        | 3,256,460            |
| Restaurant                           |                      |                      |                                    |                                  | 551,322                                           | -                        | 551,322              |
| Miscellaneous                        |                      |                      |                                    |                                  | 70,652                                            | 103,149                  | 173,801              |
| Investment Earnings                  |                      |                      |                                    |                                  | (47,006)                                          | 20                       | (46,986)             |
| Gain or (loss) on Sale of Assets     |                      |                      |                                    |                                  | -                                                 | 14,705                   | 14,705               |
| Transfers                            |                      |                      |                                    |                                  | (1,016,663)                                       | 1,016,663                | -                    |
| Total General Revenues and Transfers |                      |                      |                                    |                                  | <u>16,254,171</u>                                 | <u>1,134,537</u>         | <u>12,999,376</u>    |
| Change in Net Position               |                      |                      |                                    |                                  | 3,450,690                                         | 1,709,294                | 5,159,984            |
| Net Position - Beginning             |                      |                      |                                    |                                  | 41,927,534                                        | 21,885,376               | 63,812,909           |
| Net Position - Ending                |                      |                      |                                    |                                  | <u>\$ 45,378,224</u>                              | <u>\$ 23,594,670</u>     | <u>\$ 68,972,894</u> |

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**Fund Financial Statements**

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**Town of Mountain Village**  
**Balance Sheet - Governmental Funds**  
**December 31, 2021**

|                                                           | <u>General</u>       | <u>Gondola</u>    | <u>Debt Service</u> | <u>Tourism</u>      | <u>Non-Major<br/>Governmental</u> | <u>Total</u>         |
|-----------------------------------------------------------|----------------------|-------------------|---------------------|---------------------|-----------------------------------|----------------------|
| <b>Assets:</b>                                            |                      |                   |                     |                     |                                   |                      |
| Cash and Cash Equivalents                                 | \$ 3,564,043         | \$ (594,049)      | \$ 214,185          | \$ 419,190          | \$ 552,393                        | \$ 4,155,762         |
| Investments                                               | 13,523,329           | -                 | -                   | -                   | -                                 | 13,523,329           |
| Receivables                                               |                      |                   |                     |                     |                                   |                      |
| Taxes                                                     | 5,371,355            | -                 | 455,574             | 619,426             | 104,270                           | 6,550,625            |
| Accounts                                                  | 435,932              | 186,979           | -                   | -                   | -                                 | 622,911              |
| Grants                                                    | 179,212              | 632,869           | -                   | -                   | -                                 | 812,081              |
| Notes                                                     | -                    | -                 | -                   | -                   | -                                 | -                    |
| Interest                                                  | -                    | -                 | -                   | -                   | -                                 | -                    |
| Due from Other Funds                                      | 568,905              | -                 | -                   | -                   | -                                 | 568,905              |
| Prepaid Items                                             | 150,736              | -                 | -                   | -                   | -                                 | 150,736              |
| Deposits                                                  | 12,415               | -                 | -                   | -                   | -                                 | 12,415               |
| Restricted Bond Reserve                                   | -                    | -                 | 704,867             | -                   | -                                 | 704,867              |
| Total Assets                                              | <u>\$ 23,805,927</u> | <u>\$ 225,799</u> | <u>\$ 1,374,626</u> | <u>\$ 1,038,616</u> | <u>\$ 656,663</u>                 | <u>\$ 27,101,631</u> |
| <b>Liabilities:</b>                                       |                      |                   |                     |                     |                                   |                      |
| Accounts Payable                                          | \$ 444,977           | \$ 97,541         | \$ -                | \$ 855,165          | \$ 16                             | \$ 1,397,699         |
| Accrued Payables                                          | 477,166              | 128,258           | 254                 | -                   | -                                 | 605,678              |
| Due to Other Funds                                        | 438,661              | -                 | 568,905             | -                   | -                                 | 1,007,566            |
| Deposits                                                  | 112,094              | -                 | -                   | -                   | -                                 | 112,094              |
| Due to Pooled Cash                                        | -                    | -                 | -                   | -                   | -                                 | -                    |
| Unearned Revenue                                          | -                    | -                 | -                   | 183,451             | -                                 | 183,451              |
| Deferred Revenue                                          | 358,425              | -                 | -                   | -                   | -                                 | 358,425              |
| Total Liabilities                                         | <u>1,831,323</u>     | <u>225,799</u>    | <u>569,159</u>      | <u>1,038,616</u>    | <u>16</u>                         | <u>3,664,913</u>     |
| Deferred Inflows, Property Tax                            | <u>4,198,606</u>     | <u>-</u>          | <u>453,874</u>      | <u>-</u>            | <u>103,435</u>                    | <u>4,755,915</u>     |
| <b>Fund Balances:</b>                                     |                      |                   |                     |                     |                                   |                      |
| Nonspendable                                              | 275,245              | -                 | -                   | -                   | -                                 | 275,245              |
| Restricted for:                                           |                      |                   |                     |                     |                                   |                      |
| Debt Service                                              | -                    | -                 | 351,594             | -                   | -                                 | 351,594              |
| Emergencies                                               | 598,241              | -                 | -                   | -                   | -                                 | 598,241              |
| Committed                                                 | -                    | -                 | -                   | -                   | -                                 | -                    |
| Assigned - Appropriations                                 | -                    | -                 | -                   | -                   | 553,212                           | 553,212              |
| Unassigned                                                | 16,902,513           | -                 | -                   | -                   | -                                 | 16,902,513           |
| Total Fund Balances                                       | <u>17,775,999</u>    | <u>-</u>          | <u>351,594</u>      | <u>-</u>            | <u>553,212</u>                    | <u>18,680,805</u>    |
| Total Liabilities, Deferred Inflows,<br>and Fund Balances | <u>\$ 23,805,928</u> | <u>\$ 225,799</u> | <u>\$ 1,374,627</u> | <u>\$ 1,038,616</u> | <u>\$ 656,663</u>                 | <u>\$ 27,101,633</u> |

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

**Town of Mountain Village**

**Reconciliation of the Governmental Funds Balance Sheet**  
**to the Statement of Net Position**  
**December 31, 2021**

|                                         |  |               |
|-----------------------------------------|--|---------------|
| Total Fund Balance - Governmental Funds |  | \$ 18,680,805 |
|-----------------------------------------|--|---------------|

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

Capital assets used in governmental activities are not financial resources and; therefore, are not reported as assets in the governmental funds:

|                               |                     |            |
|-------------------------------|---------------------|------------|
| Cost of Capital Assets        | \$ 75,210,426       |            |
| Less Accumulated Depreciation | <u>(34,081,647)</u> | 41,128,780 |

Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds:

|                          |                  |             |
|--------------------------|------------------|-------------|
| General Obligation Bonds | (7,520,000)      |             |
| Compensated Absences     | <u>(585,717)</u> | (8,105,717) |

Items related to pensions and other post employment benefits are considered to be long term items and are therefore not reported in the governmental funds.

|                                |                    |             |
|--------------------------------|--------------------|-------------|
| Net Pension Liability          | (3,848,420)        |             |
| Net OPEB Liability             | (530,285)          |             |
| Deferred OPEB/Pension Outflows | 1,985,947          |             |
| Deferred OPEB/Pension Inflows  | <u>(4,487,447)</u> | (6,880,205) |

Long-term debt premiums and discounts are reported in the governmental funds when first incurred, but deferred and amortized in the statement of Net Position.

(85,643)

Accrued interest on long-term debt is not due and payable in the current period and, therefore, is not reported as a liability in the governmental funds.

(12,687)

The difference between the net proceeds from the issuance of the refunding bonds and the carrying amount of refunded bonds is not reported in the governmental funds, but is deferred and amortized in the statement of Net Position.

652,892

Total Net Position - Governmental Activities

\$ 45,378,224

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

**Town of Mountain Village**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**For the Fiscal Year Ended December 31, 2021**

|                                                              | <b>General</b>       | <b>Gondola</b>   | <b>Debt Service</b> | <b>Tourism</b>   | <b>Non-Major<br/>Governmental</b> | <b>Total</b>         |
|--------------------------------------------------------------|----------------------|------------------|---------------------|------------------|-----------------------------------|----------------------|
| Revenues                                                     |                      |                  |                     |                  |                                   |                      |
| Taxes                                                        | \$ 12,851,738        | \$ -             | \$ 485,358          | \$ 3,807,782     | \$ 102,308                        | \$ 17,247,186        |
| Licenses & Permits                                           | 650,385              | -                | -                   | 351,156          | -                                 | 1,001,541            |
| Intergovernmental                                            | 512,565              | -                | -                   | -                | -                                 | 512,565              |
| Contributions from Other Entities                            | -                    | 1,980,264        | 206,000             | -                | -                                 | 2,186,264            |
| Charges for Services                                         | 738,211              | -                | -                   | -                | -                                 | 738,211              |
| Fines & Forfeitures                                          | 3,248                | -                | -                   | -                | -                                 | 3,248                |
| Miscellaneous                                                | 249,683              | 454              | -                   | 19,914           | -                                 | 270,051              |
| Interest Income                                              | (47,411)             | -                | 406                 | -                | -                                 | (47,005)             |
| Grants & Contributions                                       | 86,252               | 2,932,527        | -                   | -                | -                                 | 3,018,779            |
| Total Revenues                                               | <u>15,044,671</u>    | <u>4,913,245</u> | <u>691,764</u>      | <u>4,178,852</u> | <u>102,308</u>                    | <u>24,930,840</u>    |
| Expenditures                                                 |                      |                  |                     |                  |                                   |                      |
| Current:                                                     |                      |                  |                     |                  |                                   |                      |
| General Government                                           | 3,645,751            | -                | -                   | -                | -                                 | 3,645,751            |
| Public Safety                                                | 1,080,461            | -                | -                   | -                | -                                 | 1,080,461            |
| Roads & Bridges                                              | 978,600              | -                | -                   | -                | -                                 | 978,600              |
| Equipment & Property Maintenance                             | 2,130,724            | -                | -                   | -                | -                                 | 2,130,724            |
| Culture & Recreation                                         | 437,359              | -                | -                   | -                | 100,255                           | 537,614              |
| Parking & Transportation                                     | 261,728              | 4,831,026        | -                   | -                | -                                 | 5,092,754            |
| Economic Development                                         | 1,134,344            | -                | -                   | 4,077,995        | -                                 | 5,212,339            |
| Debt Service:                                                |                      |                  |                     |                  |                                   |                      |
| Administrative Charges                                       | -                    | -                | 15,650              | -                | 2,053                             | 17,703               |
| Principal                                                    | -                    | -                | 450,000             | -                | -                                 | 450,000              |
| Interest                                                     | -                    | -                | 220,033             | -                | -                                 | 220,033              |
| Bond Issuance Costs                                          | -                    | -                | -                   | -                | -                                 | -                    |
| Capital Outlay:                                              |                      |                  |                     |                  |                                   |                      |
| General Government                                           | 226,182              | -                | -                   | -                | 290,503                           | 516,685              |
| Culture & Recreation                                         | -                    | -                | -                   | -                | -                                 | -                    |
| Public Safety                                                | -                    | -                | -                   | -                | -                                 | -                    |
| Road & Bridge                                                | -                    | -                | -                   | -                | -                                 | -                    |
| Equipment & Property Maintenance                             | -                    | -                | -                   | -                | -                                 | -                    |
| Parking & Transportation                                     | -                    | 58,706           | -                   | -                | -                                 | 58,706               |
| Total Expenditures                                           | <u>9,895,149</u>     | <u>4,889,732</u> | <u>685,683</u>      | <u>4,077,995</u> | <u>392,811</u>                    | <u>19,941,370</u>    |
| Excess (Deficiency) of<br>Revenues Over (Under) Expenditures | <u>5,149,522</u>     | <u>23,513</u>    | <u>6,081</u>        | <u>100,857</u>   | <u>(290,503)</u>                  | <u>4,989,470</u>     |
| Other Financing Sources (Uses)                               |                      |                  |                     |                  |                                   |                      |
| Proceeds from Sale of Assets                                 | -                    | -                | -                   | -                | 25,452                            | 25,452               |
| Insurance Proceeds                                           | 13,410               | 6,124            | -                   | -                | -                                 | 19,534               |
| Transfers In                                                 | 860,784              | -                | -                   | -                | 320,637                           | 1,181,421            |
| Transfers Out                                                | (2,043,613)          | (29,637)         | (23,976)            | (100,857)        | -                                 | (2,198,083)          |
| Total Other Financing Sources (Uses)                         | <u>(1,169,419)</u>   | <u>(23,513)</u>  | <u>(23,976)</u>     | <u>(100,857)</u> | <u>346,089</u>                    | <u>(971,676)</u>     |
| Net Change in Fund Balances                                  | 3,980,103            | -                | (17,895)            | -                | 55,586                            | 4,017,794            |
| Fund balance - Beginning of Year                             | <u>13,795,896</u>    | <u>-</u>         | <u>369,489</u>      | <u>-</u>         | <u>497,626</u>                    | <u>14,663,011</u>    |
| Fund balance - End of Year                                   | <u>\$ 17,775,999</u> | <u>\$ -</u>      | <u>\$ 351,594</u>   | <u>\$ -</u>      | <u>\$ 553,212</u>                 | <u>\$ 18,680,805</u> |

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

**Town of Mountain Village**

**Reconciliation of the Governmental Funds Statement of Revenues,  
Expenditures, and Changes in Fund Balance to the Statement of Activities  
For the Fiscal Year Ended December 31, 2021**

Net Change in Fund Balance - Governmental Funds \$ 4,017,794

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

Capital outlays are reported as expenditures in the governmental  
funds; however, in the statement of activities, the cost is  
allocated over the estimated useful lives of the assets as  
depreciation expense. The following is the amount by which  
capital outlays exceeded depreciation in the current period:

|                |                    |             |
|----------------|--------------------|-------------|
| Capital Outlay | \$ 616,534         |             |
| Depreciation   | <u>(2,676,077)</u> | (2,059,543) |

Some expenses reported in the statement of activities do not require the  
use of current financial resources and, therefore, are not  
reported as expenditures in the governmental funds:

|                          |              |           |
|--------------------------|--------------|-----------|
| Pension Expense          | 993,814      |           |
| OPEB Expense             | 114,933      |           |
| Compensated Absences     | (23,907)     |           |
| Accrued Interest Payable | <u>5,649</u> | 1,090,489 |

The issuance of long-term debt provides current financial resources  
to governmental funds, while the repayment of principal of long-  
term debt consumes current financial resources of governmental  
funds. Neither transaction has any effect on Net Position in the  
government-wide statements. Also, governmental funds report  
the effect of issuance costs, premiums, discounts, and similar items  
when debt is issued, whereas these amounts are deferred and  
amortized in the statement of activities. This amount is the net  
effect of these differences in the treatment of long-term debt and  
related items.

|                                            |               |         |
|--------------------------------------------|---------------|---------|
| Principal Payment                          | 450,000       |         |
| Amortization of Deferred Loss on Refunding | (73,053)      |         |
| Premium on Bonds Payable                   | <u>25,004</u> | 401,951 |

Change in Net Position of Governmental Funds \$ 3,450,690

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

**Town of Mountain Village**  
**Statement of Net Position - Enterprise Funds**  
**December 31, 2021**

|                                                            | <b>Housing<br/>Authority</b> | <b>Water and<br/>Sewer</b> | <b>Broadband</b>    | <b>Non-Major<br/>Enterprise<br/>Funds</b> | <b>Total</b>         |
|------------------------------------------------------------|------------------------------|----------------------------|---------------------|-------------------------------------------|----------------------|
| <b>Assets</b>                                              |                              |                            |                     |                                           |                      |
| <b>Current Assets:</b>                                     |                              |                            |                     |                                           |                      |
| Cash and Cash Equivalents                                  | \$ 3,077,874                 | \$ 7,540,271               | \$ 12,432           | \$ 515,286                                | \$ 11,145,863        |
| Investments                                                | -                            | -                          | -                   | -                                         | -                    |
| Accounts Receivable                                        | 16,216                       | 382,651                    | 141,361             | 95,505                                    | 635,733              |
| Due from Other Funds                                       | 438,661                      | -                          | -                   | -                                         | 438,661              |
| Prepaid Expenses                                           | -                            | -                          | -                   | 33,200                                    | 33,200               |
| Deposits                                                   | 1,800                        | 1,136                      | 1,836               | -                                         | 4,772                |
| Total Current Assets                                       | <u>3,534,551</u>             | <u>7,924,058</u>           | <u>155,629</u>      | <u>643,991</u>                            | <u>12,258,229</u>    |
| <b>Noncurrent Assets:</b>                                  |                              |                            |                     |                                           |                      |
| Restricted Cash                                            | 859,116                      | -                          | -                   | -                                         | 859,116              |
| Notes Receivable                                           | 212,000                      | -                          | -                   | -                                         | 212,000              |
| <b>Development Property Held for Sale:</b>                 |                              |                            |                     |                                           |                      |
| Buildings                                                  | 278,268                      | -                          | -                   | -                                         | 278,268              |
| <b>Capital Assets:</b>                                     |                              |                            |                     |                                           |                      |
| Land and Land Improvements                                 | 1,309,596                    | -                          | -                   | -                                         | 1,309,596            |
| Buildings and Improvements                                 | 17,984,770                   | 18,670,992                 | -                   | 6,410,375                                 | 43,066,137           |
| Construction in Progress                                   | 160,499                      | 190,710                    | -                   | -                                         | 351,209              |
| Communications System                                      | -                            | -                          | 6,015,197           | -                                         | 6,015,197            |
| Vehicles & Equipment                                       | 573,044                      | 180,207                    | 314,569             | 425,392                                   | 1,493,212            |
| Less: Accumulated Depreciation                             | (11,589,689)                 | (9,849,040)                | (2,221,310)         | (4,744,951)                               | (28,404,990)         |
| Total Noncurrent Assets                                    | <u>9,787,604</u>             | <u>9,192,868</u>           | <u>4,108,456</u>    | <u>2,090,817</u>                          | <u>25,179,745</u>    |
| Total Assets                                               | <u>13,322,155</u>            | <u>17,116,926</u>          | <u>4,264,085</u>    | <u>2,734,808</u>                          | <u>37,437,974</u>    |
| <b>Deferred Outflow of Resources - Related to Pensions</b> |                              |                            |                     |                                           |                      |
| Deferred Outflow of Resources - Related to OPEB            | 85,245                       | 104,900                    | 111,299             | 97,815                                    | 399,259              |
| Deferred Outflow of Resources - Related to OPEB            | 4,512                        | 5,551                      | 5,890               | 5,176                                     | 21,129               |
| Deferred Outflow of Resources - Deferred Loss on Refunding | 822,732                      | -                          | -                   | -                                         | 822,732              |
| Deferred Outflow of Resources                              | <u>912,489</u>               | <u>110,451</u>             | <u>117,189</u>      | <u>102,991</u>                            | <u>1,243,120</u>     |
| <b>Liabilities</b>                                         |                              |                            |                     |                                           |                      |
| <b>Current Liabilities:</b>                                |                              |                            |                     |                                           |                      |
| Accounts Payable                                           | 20,587                       | 282,948                    | 106,406             | 46,094                                    | 456,035              |
| Accrued Expenses                                           | 32,530                       | 301,616                    | 16,785              | 14,436                                    | 365,367              |
| Due to Pooled Cash                                         | -                            | -                          | -                   | 45,849                                    | 45,849               |
| Deposits                                                   | 273,677                      | -                          | 7,348               | -                                         | 281,025              |
| Unearned Revenue                                           | 81,355                       | -                          | -                   | -                                         | 81,355               |
| Due to Other Funds                                         | -                            | -                          | -                   | -                                         | -                    |
| Current Portion of Notes and Bonds Payable                 | 310,000                      | -                          | -                   | -                                         | 310,000              |
| Total Current Liabilities                                  | <u>718,149</u>               | <u>584,564</u>             | <u>130,539</u>      | <u>106,379</u>                            | <u>1,539,631</u>     |
| <b>Noncurrent Liabilities:</b>                             |                              |                            |                     |                                           |                      |
| Revenue Bond Payable                                       | 11,670,000                   | -                          | -                   | -                                         | 11,670,000           |
| Net OPEB Liability                                         | 23,967                       | 29,492                     | 31,292              | 27,501                                    | 112,252              |
| Net Pension Liability                                      | 173,932                      | 214,034                    | 227,091             | 199,579                                   | 814,636              |
| Total Noncurrent Liabilities                               | <u>11,867,899</u>            | <u>243,526</u>             | <u>258,383</u>      | <u>227,080</u>                            | <u>12,596,888</u>    |
| Total Liabilities                                          | <u>12,586,048</u>            | <u>828,090</u>             | <u>388,922</u>      | <u>333,459</u>                            | <u>14,136,519</u>    |
| <b>Deferred Inflow of Resources - Related to OPEB</b>      |                              |                            |                     |                                           |                      |
| Deferred Inflow of Resources - Related to OPEB             | 4,354                        | 11,842                     | 12,565              | 11,043                                    | 39,804               |
| Deferred Inflow of Resources Related to Pensions           | 198,459                      | 237,732                    | 252,234             | 221,676                                   | 910,101              |
| Deferred Inflow of Resources                               | <u>202,813</u>               | <u>249,574</u>             | <u>264,799</u>      | <u>232,719</u>                            | <u>949,905</u>       |
| <b>Net Position</b>                                        |                              |                            |                     |                                           |                      |
| Net Investment in Capital Assets                           | (4,364,512)                  | 9,192,868                  | 4,108,456           | 2,090,817                                 | 11,027,629           |
| Restricted for Debt Service                                | 859,116                      | -                          | -                   | -                                         | 859,116              |
| Unrestricted                                               | 4,951,179                    | 6,956,845                  | (380,904)           | 180,805                                   | 11,707,925           |
| Total Net Position                                         | <u>\$ 1,445,783</u>          | <u>\$ 16,149,713</u>       | <u>\$ 3,727,553</u> | <u>\$ 2,271,621</u>                       | <u>\$ 23,594,670</u> |

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

**Town of Mountain Village**  
**Statement of Revenues, Expenses, and Changes in Net Position**  
**Enterprise Funds**  
**For the Fiscal Year Ended December 31, 2021**

|                                        | <b><u>Housing<br/>Authority</u></b> | <b><u>Water and<br/>Sewer</u></b> | <b><u>Broadband</u></b> | <b><u>Non-major<br/>Enterprise<br/>Funds</u></b> | <b><u>Total</u></b>  |
|----------------------------------------|-------------------------------------|-----------------------------------|-------------------------|--------------------------------------------------|----------------------|
| Operating Revenues:                    |                                     |                                   |                         |                                                  |                      |
| Charges for Sales & Services           | \$ 2,204,961                        | \$ 3,583,058                      | \$ 2,227,939            | \$ 837,535                                       | \$ 8,853,493         |
| Other                                  | 103,044                             | -                                 | -                       | 105                                              | 103,149              |
| Total Operating Revenues               | <u>2,308,005</u>                    | <u>3,583,058</u>                  | <u>2,227,939</u>        | <u>837,640</u>                                   | <u>8,956,642</u>     |
| Operating Expenses:                    |                                     |                                   |                         |                                                  |                      |
| Cost of Sales & Services               | 1,375,827                           | 1,976,114                         | 1,693,036               | 1,162,941                                        | 6,207,917            |
| Depreciation and Amortization          | 626,958                             | 818,236                           | 204,388                 | 281,602                                          | 1,931,184            |
| Total Operating Expenses               | <u>2,002,785</u>                    | <u>2,794,350</u>                  | <u>1,897,424</u>        | <u>1,444,543</u>                                 | <u>8,139,101</u>     |
| Operating Income (Loss)                | <u>305,221</u>                      | <u>788,709</u>                    | <u>330,515</u>          | <u>(606,903)</u>                                 | <u>817,541</u>       |
| Nonoperating Revenues (Expenses):      |                                     |                                   |                         |                                                  |                      |
| Interest Income                        | 20                                  | -                                 | -                       | -                                                | 20                   |
| Operating Grants and Contributions     | 93,259                              | -                                 | -                       | 204,344                                          | 297,603              |
| Gain (Loss) on Disposal of Assets      | 14,705                              | -                                 | -                       | -                                                | 14,705               |
| Major Repairs and Replacements         | (120,449)                           | -                                 | -                       | (86,211)                                         | (206,660)            |
| Bond Prepayment Penalties              | -                                   | -                                 | -                       | -                                                | -                    |
| Interest Expense                       | (335,317)                           | -                                 | -                       | -                                                | (335,317)            |
| Loan Fees                              | (111,102)                           | -                                 | -                       | -                                                | (111,102)            |
| Total Nonoperating Revenue (Expenses)  | <u>(458,884)</u>                    | <u>-</u>                          | <u>-</u>                | <u>118,133</u>                                   | <u>(340,751)</u>     |
| Income (Loss) Before Transfers         | <u>(153,663)</u>                    | <u>788,709</u>                    | <u>330,515</u>          | <u>(488,771)</u>                                 | <u>476,790</u>       |
| Transfers In                           | 815,305                             | -                                 | 592,515                 | 326,586                                          | 1,734,406            |
| Transfers Out                          | (250,441)                           | (219,652)                         | (209,352)               | (38,298)                                         | (717,743)            |
| Net Transfers From (To) Other Funds    | <u>564,864</u>                      | <u>(219,652)</u>                  | <u>383,163</u>          | <u>288,288</u>                                   | <u>1,016,663</u>     |
| Capital Grants & Contributions         | <u>-</u>                            | <u>215,840</u>                    | <u>-</u>                | <u>-</u>                                         | <u>215,840</u>       |
| Change in Net Position                 | 411,201                             | 784,897                           | 713,678                 | (200,483)                                        | 1,709,293            |
| Total Net Position - Beginning of Year | <u>1,034,582</u>                    | <u>15,364,817</u>                 | <u>3,013,875</u>        | <u>2,472,103</u>                                 | <u>21,885,376</u>    |
| Total Net Position - End of Year       | <u>\$ 1,445,783</u>                 | <u>\$16,149,713</u>               | <u>\$ 3,727,553</u>     | <u>\$ 2,271,621</u>                              | <u>\$ 23,594,669</u> |

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

**Town of Mountain Village**  
**Statement of Cash Flows - Enterprise Funds**  
**For the Fiscal Year Ended December 31, 2021**

|                                                                | <b>Housing<br/>Authority</b> | <b>Water and<br/>Sewer</b> | <b>Broadband</b> | <b>Non-Major<br/>Enterprise<br/>Funds</b> | <b>Total</b>  |
|----------------------------------------------------------------|------------------------------|----------------------------|------------------|-------------------------------------------|---------------|
| Cash Flows from Operating Activities                           |                              |                            |                  |                                           |               |
| Receipts from Customers                                        | \$ 1,789,135                 | \$ 3,543,234               | \$ 2,190,328     | \$ 755,719                                | \$ 8,278,416  |
| Operating Contributions                                        | -                            | -                          | -                | 204,344                                   | 204,344       |
| Payments to Suppliers                                          | (1,305,445)                  | (1,604,735)                | (1,582,432)      | (732,401)                                 | (5,225,013)   |
| Employee Mortgage Assistance                                   | (18,000)                     | -                          | -                | -                                         | (18,000)      |
| Employee Mortgage Assistance                                   | 60,000                       | -                          | -                | -                                         | 60,000        |
| Payments to Employees                                          | (309,937)                    | (363,421)                  | (332,479)        | (480,536)                                 | (1,486,373)   |
| Other Receipts                                                 | 214,120                      | -                          | -                | -                                         | 214,120       |
| Net Cash Provided by (Used in) Operating Activities            | 429,874                      | 1,575,078                  | 275,417          | (252,875)                                 | 2,027,494     |
| Cash Flows from Non-capital Financing Activities               |                              |                            |                  |                                           |               |
| Non-Capital Purchases                                          | -                            | -                          | -                | (86,211)                                  | (86,211)      |
| Transfers to Other Funds                                       | (250,441)                    | (219,652)                  | (209,352)        | (38,298)                                  | (717,743)     |
| Transfers from Other Funds                                     | 815,305                      | -                          | 592,515          | 326,586                                   | 1,734,406     |
| Net Cash Provided by (Used in) Noncapital Financing Activities | 564,864                      | (219,652)                  | 383,163          | 202,077                                   | 930,452       |
| Cash Flows from Capital and Related Financing Activities       |                              |                            |                  |                                           |               |
| Principal Payments - Notes and Bonds                           | (15,000)                     | -                          | -                | -                                         | (15,000)      |
| Interest Expense                                               | (335,317)                    | -                          | -                | -                                         | (335,317)     |
| Loan Fees                                                      | (111,102)                    | -                          | -                | -                                         | (111,102)     |
| Purchase of Major Repairs and Replacements                     | (120,449)                    | -                          | -                | -                                         | (120,449)     |
| Purchase of Capital Assets                                     | (386,462)                    | (635,663)                  | (851,903)        | -                                         | (1,874,028)   |
| Proceeds from the Sale of Capital Assets                       | 14,705                       | -                          | -                | -                                         | 14,705        |
| Capital Grants and Contributions                               | -                            | 215,840                    | -                | -                                         | 215,840       |
| Net Cash Used in Capital and Related Financing Activities      | (953,625)                    | (419,823)                  | (851,903)        | -                                         | (2,225,351)   |
| Cash Flows from Investing Activities                           |                              |                            |                  |                                           |               |
| Proceeds from Sale of Investments                              | 401,219                      | -                          | -                | -                                         | 401,219       |
| Purchase of Investments                                        | -                            | -                          | -                | -                                         | -             |
| Interest Received                                              | 20                           | -                          | -                | -                                         | 20            |
| Net Cash Used in Investing Activities                          | 401,239                      | -                          | -                | -                                         | 401,239       |
| Net Increase in Cash and Cash Equivalents                      | 442,352                      | 935,603                    | (193,323)        | (50,798)                                  | 1,133,834     |
| Cash and Cash Equivalents, Beginning of Year                   | 2,635,522                    | 6,604,669                  | 205,755          | 520,235                                   | 9,966,181     |
| Cash and Cash Equivalents, End of Year                         | \$ 3,077,874                 | \$ 7,540,272               | \$ 12,432        | \$ 469,437                                | \$ 11,100,015 |

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

**Town of Mountain Village**

**Statement of Cash Flows - Enterprise Funds**  
**For the Fiscal Year Ended December 31, 2021**

|                                                  | <u>Housing<br/>Authority</u> | <u>Water and<br/>Sewer</u> | <u>Broadband</u>   | <u>Non-Major<br/>Enterprise<br/>Funds</u> | <u>Total</u>        |
|--------------------------------------------------|------------------------------|----------------------------|--------------------|-------------------------------------------|---------------------|
| Reconciliation of Operating Income               |                              |                            |                    |                                           |                     |
| (Loss) to Net Cash Provided by (Used in)         |                              |                            |                    |                                           |                     |
| Operating Activities                             |                              |                            |                    |                                           |                     |
| Operating Income (Loss)                          | \$ 398,480                   | \$ 788,709                 | \$ 330,515         | \$ (402,559)                              | \$ 1,115,144        |
| Adjustments to Reconcile Operating Income (Loss) |                              |                            |                    |                                           |                     |
| to Net Cash Provided by (Used in) Operating      |                              |                            |                    |                                           |                     |
| Activities                                       |                              |                            |                    |                                           |                     |
| Depreciation and Amortization                    | 626,958                      | 818,236                    | 204,388            | 281,602                                   | 1,931,184           |
| Changes in Assets and Liabilities:               |                              |                            |                    |                                           |                     |
| (Increase) Decrease in Accounts Receivable       | (368,609)                    | (39,824)                   | (37,436)           | (40,943)                                  | (486,812)           |
| (Increase) Decrease in Unearned Revenue          | 17,817                       | -                          | -                  | (40,978)                                  | (23,161)            |
| Increase (Decrease) in Net Pension Liability     | (49,233)                     | (61,664)                   | (65,426)           | (57,499)                                  | (233,822)           |
| (Increase) Decrease in Prepaid Items             | 1,890                        | -                          | -                  | (33,200)                                  | (31,310)            |
| Increase (Decrease) in Accounts Payable          | (207,505)                    | (142,308)                  | (152,686)          | 40,703                                    | (461,797)           |
| Increase (Decrease) in Accrued Expenses          | 15,293                       | 211,930                    | (3,763)            | -                                         | 223,460             |
| Increase (Decrease) in Deposits                  | (5,217)                      | -                          | (175)              | -                                         | (5,392)             |
|                                                  | <u>\$ 31,394</u>             | <u>\$ 786,369</u>          | <u>\$ (55,098)</u> | <u>\$ 149,685</u>                         | <u>\$ 912,350</u>   |
| Total                                            |                              |                            |                    |                                           |                     |
| Net Cash Provided by (Used in)                   |                              |                            |                    |                                           |                     |
| Operating Activities                             | <u>\$ 429,874</u>            | <u>\$ 1,575,078</u>        | <u>\$ 275,417</u>  | <u>\$ (252,874)</u>                       | <u>\$ 2,027,494</u> |

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

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## **Notes to Basic Financial Statements**

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# TOWN OF MOUNTAIN VILLAGE, COLORADO

## Notes to Basic Financial Statements

December 31, 2021

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### Note 1 - Summary of Significant Accounting Policies

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The financial statements of the Town of Mountain Village, Colorado (the Town) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The more significant of the Town's accounting policies are described below:

#### A. Financial Reporting Entity

The Town of Mountain Village, Colorado (the Town) was incorporated March 10, 1995 and operates under a Home Rule Charter and a council/mayor form of government with seven elected council members. As required by accounting principles generally accepted in the United States of America, after consideration of any potential component units for which the Town is financially accountable, there are no component units required to be presented in these financial statements.

On December 13, 2006, the District Court, San Miguel County, Colorado, approved the dissolution of the Mountain Village Metropolitan District (the District) effective January 1, 2007, which was approved by the District's electors on November 7, 2006. *The District will stay in existence to the extent necessary to provide for the payment of the debt service requirements of its outstanding general obligation bonds.* The Town Council, acting as the Board of Directors of the District, will be responsible for setting an annual mill levy on behalf of the District for the payment of the debt service requirements.

All other assets and obligations of the District have been transferred to the Town for providing the following services:

- Domestic water system
- Wastewater treatment system
- Road and bridge system
- Transportation (Gondola, Chondola, Employee Shuttle Program and Municipal Bus)
- Public parks and recreational facilities
- Telluride Conference Center
- Television relay and translator facilities
- Water rights

At a special Town election on November 7, 2006, the electorate approved an increase in taxes by \$2.75 million in 2007, and by such amounts annually thereafter that may be generated by the imposition of an additional mill levy not to exceed 10 mills for the purpose of funding the continued administration, operation, maintenance and capital replacement of the facilities and operations being assumed by the Town upon the dissolution of the District, without limitations contained in Article X, Section 20, of the Colorado Constitution.

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**Note 1 - Summary of Significant Accounting Policies (Continued)**

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**B. Government-Wide Financial Statements**

The government-wide financial statements (i.e. the statement of net position and the statement of activities) report information on all of the activities of the Town. For the most part, the effect of inter-fund activity has been removed from these statements however, interfund services provided and used are not eliminated in the process of consolidation. *Governmental activities*, which normally are supported by taxes, charges for services and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on user charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment, 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 those who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

**C. Fund Financial Statements**

The accounts of the Town are organized on the basis of funds, which are considered separate accounting entities. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

All governmental funds are accounted for on a flow of current financial resources basis. Balance sheets for these funds generally include only current assets and current liabilities. Reported fund balances are considered a measure of available, spendable resources. Operating statements for these funds present a summary of available, spendable resources and expenditures for the period.

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

The Town reports the following major governmental funds:

- The *General Fund* is the Town's primary operating fund. It accounts for all financial resources of the Town, except those required to be accounted for in another fund.
- The *Gondola Fund* is used to account for revenues restricted for the purpose of financing, improving and operating a gondola and "Chondola" transit system for the benefit of the Telluride Mountain Village Resort Company dba Telluride Mountain Village Owners Association (TMVOA), TSG Ski & Golf Company (TSGC), the Town of Telluride, the Town of Mountain Village and San Miguel County, Colorado. The cost of operations and maintenance of the transit system is funded mainly through contributions from TMVOA and TSGC.

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**Note 1 - Summary of Significant Accounting Policies (Continued)**

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- The *Debt Service Fund* is used to account for the accumulation of resources and payment of general obligation bond principal and interest.
- The *Tourism Fund*, which accounts for lodging taxes, restaurant taxes, and business license revenues remitted to Marketing Telluride, Inc. (MTI) to promote tourism in the Telluride and Mountain Village Communities, and the Telluride/Montrose Regional Air Organization to fund the Airline Guaranty Program.

The remaining governmental funds are aggregated and presented as non-major funds. Those funds include:

- The *Capital Projects Fund*, which accounts for the acquisition and construction of major capital facilities other than those financed by enterprise funds.
- The *Historical Museum Fund*, which accounts for the proceeds of a .333 property tax mill levy as authorized by the Town's electorate for remittance to the Telluride Historical Museum, a nonprofit entity.
- The *Vehicle and Equipment Acquisition Fund*, which accounts for the acquisition of vehicles and other capital equipment for the general government.

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

Enterprise funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with an enterprise fund's principal ongoing operations. The principal operating revenues of the Town are charges for apartment rental, charges to users for water and sewer, Broadband Services, conference center sales and services, and preschool and daycare fees. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The Town's major enterprise funds consist of:

- The Town of Mountain Village *Housing Authority*, which accounts for the Village Court apartments, as well as the Affordable Housing Development Fund and the Mortgage Assistance Pool Fund.
- The *Water and Sewer Fund* which accounts for water service to Mountain Village, the "Ski Ranches", and West Meadows or "Skyfield" housing communities and maintaining sewer service for Mountain Village.
- The *Broadband Fund* which accounts for cable television, digital phone service, and high speed internet services to Mountain Village residents.

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**Note 1 - Summary of Significant Accounting Policies (Continued)**

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The remaining enterprise funds are aggregated and presented as non-major funds. Those funds include:

- The *Telluride Conference Center (TCC) Fund* which accounts for the operations of the Telluride Conference Center, primarily funded by charges for sales and services, providing the area with 11,000 square feet of meeting space, video conferencing services, and food and beverage services. In October 2009, the conference center operations were turned over to an outside local party under an agreement that was transferred to another party November of 2012. A new agreement was executed in October 2015 with that party through December 2017 that includes two 5-year extension options.
- The *Child Development Fund*, which accounts for a daycare and preschool program in the Town.
- The *Parking Services Fund*, which accounts for all parking related expenses and revenues.

**D. Measurement Focus and Basis of Accounting**

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

The modified accrual basis of accounting is used by all governmental funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e. when they become both measurable and available). “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the Town considers revenues to be available if they are collected within 60 days of the end of the current year. Those revenues susceptible to accrual are taxes, interest revenue and charges for services. Entitlement revenues are not susceptible to accrual because generally, they are not measurable until received. Grant revenues are recognized as they are earned. Expenditures are recorded when the related fund liability is incurred. Exceptions to this general rule include principal and interest on general long-term debt which is recognized when due, and compensated absences which are recognized when the obligations are expected to be liquidated with expendable available resources.

**E. Cash and Cash Equivalents**

For the purposes of the statement of cash flows of the enterprise funds, cash and cash equivalents consist of operating cash and highly liquid securities with an initial maturity of three months or less.

**F. Investments**

Money market funds and external investment pools are stated at cost, which is equal to fair value. All other investments are stated at fair value based on quoted market values.

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**Note 1 - Summary of Significant Accounting Policies (Continued)**

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**G. Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**H. Property Taxes**

The Town of Mountain Village property taxes for the current year are levied and attach as a lien on property the following January 1. Property taxes in Mountain Village are payable in full by April 30 or in two equal installments due February 28 and June 15. Town property taxes are reported as receivable and deferred inflows of resources at December 31. The deferred property taxes are reported as revenue in the year they are available and collected.

**I. Restricted Assets**

Certain proceeds of the enterprise fund's revenue bonds, as well as other resources, are classified as restricted assets on the statement of net position because their use is limited by applicable bond covenants. The debt service fund is used to segregate resources accumulated for debt service payments. The debt service reserve fund is set aside to provide funds for potential deficiencies that could adversely affect debt service payments. When both restricted and unrestricted resources are available for use, it is the Town's policy to use restricted resources first, then unrestricted resources as they are needed.

**J. Capital Assets**

Capital assets, which include property and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capitalized assets are defined by the Town as assets that have a useful life of more than one year and a value of \$5,000 or greater.

All assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value rather than fair value. The cost of normal maintenance and repairs that does not add to the value of an asset or materially extend asset life is not capitalized.

Interest costs are capitalized when incurred by enterprise funds on debt where proceeds were used to finance the construction of assets. Interest earned on proceeds of tax exempt borrowing arrangements restricted for the acquisition of qualifying assets is offset against interest costs in determining the amount to be capitalized.

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**Note 1 - Summary of Significant Accounting Policies (Continued)**

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Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

| <u>Asset Class</u>             | <u>Useful Life</u> |
|--------------------------------|--------------------|
| Buildings and Improvements     | 30 - 31.5 years    |
| Vehicles and Equipment         | 5 years            |
| Gondola                        | 50 years           |
| Water System                   | 40 years           |
| Sewer System                   | 50 years           |
| Broadband Services System      | 20 years           |
| Regional Communications System | 10 years           |
| Other Infrastructure           | 50 years           |

**K. Deferred Outflows/Inflows of Resources**

Deferred outflow of resources - a consumption of net position by the government that is applicable to a future reporting period.

Deferred inflow of resources - an acquisition of net position by the government that is applicable to a future reporting period.

**L. Accrued Liabilities for Compensated Absences**

It is the Town's policy to permit employees to accumulate earned but unused paid time off (PTO). In the government-wide statements, PTO is accrued when incurred and reported as a liability of the governmental and business-type activities. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations or retirements.

**M. Net Position**

Net Position represents the difference between assets and deferred outflows and liabilities and deferred inflows. Net Position invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition or construction of improvements on those assets. Net Position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Town or through external restrictions imposed by creditors, grantors, laws or regulations of other governments.

The Town's policy is to apply restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted resources are available.

**N. Inter-fund Transactions**

Inter-fund receivables and payables arise from inter-fund transactions and are recorded by all funds affected in the period in which transactions are executed. At year end, outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

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**Note 2 - Reconciliation of Government-Wide and Fund Financial Statements**

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The governmental funds balance sheet includes a reconciliation between *total fund balances - governmental funds* and *total net position - governmental activities* as reported in the government-wide statement of net position. Additionally, the governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *net change in fund balances - governmental funds* and *changes in net position - governmental activities* as reported in the government-wide statement of activities.

These reconciliations detail items that require adjustment to convert from the current resources measurement and modified accrual basis for government fund statements to the economic resources measurement and full accrual basis used for government-wide statements. However, certain items having no effect on measurement and basis of accounting were eliminated from the governmental fund statements during the consolidation of governmental activities.

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**Note 3 - Tax, Spending and Debt Limitations**

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Colorado voters passed an amendment to the State Constitution, Article X, Section 20. The amendment has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local governments, excluding “enterprises.” The amendment is complex and subject to judicial interpretation. The Town believes it is in compliance with the requirements of the amendment.

On June 25, 1996 the Town electorate authorized the Town to collect, receive, retain and spend all Town revenues beginning in 1996, without limitations imposed by the amendment.

The Amendment requires that an emergency reserve be maintained at three percent of fiscal year spending. A portion of the General Fund’s fund balance is classified as restricted for emergencies as required by the Amendment.

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**Note 4 - Budgets**

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Approximately five months prior to the beginning of each year, the Mayor prepares a proposed budget and an accompanying message for the ensuing year and submits it to the Town Council.

The budget represents a complete financial plan of all Town funds and activities for the ensuing year indicating anticipated revenues, proposed operating, debt and capital expenditures, including a provision for contingencies. In addition, a long-range capital expenditure program is submitted and incorporated into the current year budget as applicable. The total proposed expenditures and provisions for contingencies shall not exceed the total of estimated revenues plus fund balance.

A public hearing on the proposed budget and proposed capital program is held by the Town Council prior to its final adoption. After the public hearing, the Council may adopt the budget with or without amendment.

The Council shall adopt the budget by ordinance on or before the final day established by law for the certification of the ensuing year’s tax levy to the County. Adoption of the budget by the Town Council shall constitute appropriations of the amounts specified therein as expenditures from the funds indicated and shall constitute a levy of the property tax therein proposed.

## Note 4 – Budgets (Continued)

The point of budgetary control (i.e. the level at which expenditures cannot legally exceed the appropriated amount) is at the fund level. If during the year the Mayor determines that there are revenues in excess of those estimated in the budget, the Council by ordinance may make supplemental appropriations for the year up to the amount of such excess. To meet an emergency affecting public property, health, peace or safety, the Council may make emergency appropriations. If at any time during the year it appears probable to the Mayor that the revenues available will be insufficient to meet the amount appropriated, he or she shall report to the Council without delay, indicating the estimated amount of deficit, any remedial action already taken, and his or her recommendation as to any further steps to be taken. Any time during the year the Mayor may transfer part or all of any unencumbered appropriation balance among programs within a department, within an office or within a fund. The Council may also, by ordinance, transfer part or all of any unencumbered appropriated balance from one department, office, or fund to another. The Town amended its original 2021 budget by increasing budgeted expenditures for the various funds by \$573,000. Budget appropriations lapse at the end of each year.

Encumbrance accounting (open purchase orders, contracts in process and other commitments for the expenditure of funds in future periods) is not used by the Town for budget or financial reporting purposes.

Budgets for the governmental funds are adopted on a basis consistent with generally accepted accounting principles (GAAP).

Budgets for the enterprise funds are adopted on a basis consistent with the governmental funds. Following are the adjustments to convert GAAP basis expenditures to budgetary basis expenditures:

|                         | VCA                    | Child<br>Development | Telluride<br>Conference<br>Center | Broadband         | Water and<br>Sewer | Parking<br>Services |
|-------------------------|------------------------|----------------------|-----------------------------------|-------------------|--------------------|---------------------|
| GAAP Basis              | \$ 2,820,094           | \$ 551,305           | \$ 543,356                        | \$2,106,776       | \$ 2,893,093       | \$ 436,093          |
| Add (Deduct)            |                        |                      |                                   |                   |                    |                     |
| Depreciation            | (626,598)              | (2,819)              | (278,783)                         | (204,388)         | (818,236)          | -                   |
| Pension Expense         | 44,039                 | 51,539               | -                                 | 58,644            | 55,272             | -                   |
| OPEB Expense            | 1,819                  | 5,960                | -                                 | 6,782             | 6,392              | -                   |
| Capital Outlay          | 905,943                | -                    | -                                 | 851,903           | 635,663            | -                   |
| Debt Principal Payments | 11,876,869             | -                    | -                                 | -                 | -                  | -                   |
| Budgetary Basis         | 15,022,166             | 605,985              | 264,573                           | 2,819,717         | 2,772,184          | 436,093             |
| Final Budget            | 3,559,490              | 715,067              | 151,538                           | 3,011,193         | 2,813,480          | 408,165             |
| Variance                | <u>\$ (11,462,676)</u> | <u>\$ 109,082</u>    | <u>\$ (113,035)</u>               | <u>\$ 191,476</u> | <u>\$ 41,296</u>   | <u>\$ (27,928)</u>  |

### Budgeted Expenditures in Excess of Appropriations

Expenditures for the Tourism Fund exceeded budget by \$420,635, the Affordable Housing Development Fund exceeded budget by \$35,859, and the Telluride Conference Center Fund exceeded its budget by \$113,035, which may be a violation of the Town's Charter.

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**Note 5 - Deposits and Investments**

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**A. Deposits**

The Colorado Public Deposit Protection Act (PDPA) governs the Town's cash deposits. The statutes specify eligible depositories for public cash deposits, which must be Colorado institutions and must maintain federal insurance (FDIC) on deposits held. Each eligible depository with deposits in excess of the insured levels must pledge a collateral pool of defined eligible assets, to be maintained by another institution or held in trust for all of its local government depositors as a group, with a market value at least equal to 102% of the uninsured deposits. The State Regulatory Commissions for banks and savings and loan associations are required by statute to monitor the naming of eligible depositories and the reporting of the uninsured deposits and assets maintained in the collateral pools.

At December 31, 2021, the carrying amount of the Town's deposits was \$15,773,301 and the bank balances were \$16,443,388. Of this amount, \$464,185 is covered by federal depository insurance and \$15,979,204 is collateralized with securities held in single financial institution collateral pools as provided by statute. Collateral for uninsured deposits is held by banks in the name of a number of government accounts of which the Town is a part.

**B. Investments****Credit Risk**

The Town's Charter specifies that the Town's investments conform to State statutes. Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local government entities may invest including: obligations of the United States and certain United States government agency securities; certain international agency securities; general obligation and revenue bonds of local government entities; bankers' acceptances of certain banks; commercial paper; local government investment pools; written repurchase agreements collateralized by certain authorized securities; certain money market funds; guaranteed investment contracts; and corporate or bank debt subject to certain limitations. The Town has no investment policy that would further limit its investment choices.

**Interest Rate Risk**

The maximum maturity date for all securities shall be no more than five years from the date of purchase unless otherwise authorized by the governing body.

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**Note 5 - Deposits and Investments (continued)**

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**C. A reconciliation of cash and investments to the amount shown on the statement of net position follows:****Cash and Investments:**

|                                |                      |
|--------------------------------|----------------------|
| Cash on hand                   | \$ 1,900             |
| Carrying amount of deposits    | 14,940,742           |
| Carrying amount of investments | 15,417,633           |
|                                | <u>\$ 30,360,275</u> |

**Statement of Net Position:**

|                           |                      |
|---------------------------|----------------------|
| Cash                      | \$ 14,971,304        |
| Due to pooled cash        | (45,849)             |
| Deposits                  | 17,187               |
| Investments               | 13,853,650           |
| Debt service reserve fund | 859,116              |
| Bond reserve fund         | 704,867              |
|                           | <u>\$ 30,360,275</u> |

**Fair Value of Investments**

The Town categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value measurements must maximize the use of observable inputs and minimize the use of unobservable inputs. There is a hierarchy of three levels of inputs that may be used to measure fair value:

**Level 1:** Quoted prices (unadjusted) in active markets for an identical asset or liability that a government can access at the measurement date.

**Level 2:** Inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly or indirectly. Level 2 inputs include quoted prices for similar assets or liabilities, quoted prices for identical or similar assets or liabilities in markets that are not active, or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.

**Level 3:** Unobservable inputs for an asset or liability.

The following table presents the fair value of measurements of assets recognized in the accompanying statement of net position measured at fair value on a recurring basis and the level within the fair value hierarchy in which the fair value measurements fall at December 31, 2021.

## Note 5 - Deposits and Investments (continued)

| Investments by Fair Value Levels | Balance 12/31/2021   | Fair Value Measurement |                      |             |
|----------------------------------|----------------------|------------------------|----------------------|-------------|
|                                  |                      | Level 1                | Level 2              | Level 3     |
| <b>Governmental Activities</b>   |                      |                        |                      |             |
| US Agency Securities             | \$ -                 | \$ -                   | \$ -                 | \$ -        |
| US Government Securities         | 10,996,882           | -                      | 10,996,882           | -           |
| Money Market Mutual Funds        | 3,760,142            | -                      | 3,760,142            | -           |
| Total                            | <u>\$ 14,757,024</u> | <u>\$ -</u>            | <u>\$ 14,757,024</u> | <u>\$ -</u> |

The following summarizes the Town's investments and maturities as of December 31, 2021:

| Investment Type                                | Fair Value           | Maturity Date |
|------------------------------------------------|----------------------|---------------|
| Freddie Mac (Rated AAA)                        | \$ 500,111           | 2022          |
| Freddie Mac (Rated AAA)                        | 1,000,008            | 2022          |
| Federal Farm Credit Bank (Rated AAA)           | 500,981              | 2023          |
| Freddie Mac (Rated AAA)                        | 499,802              | 2023          |
| Freddie Mac (Rated AAA)                        | 500,126              | 2023          |
| Freddie Mac (Rated AAA)                        | 500,316              | 2023          |
| Freddie Mac (Rated AAA)                        | 500,108              | 2023          |
| Freddie Mac (Rated AAA)                        | 500,971              | 2023          |
| FED Home Loan Bank (Rated AAA)                 | 498,865              | 2024          |
| FED Home Loan Bank (Rated AAA)                 | 499,373              | 2024          |
| Freddie Mac (Rated AAA)                        | 498,466              | 2024          |
| FED Home Loan Bank (Rated AAA)                 | 500,007              | 2024          |
| Freddie Mac (Rated AAA)                        | 500,065              | 2024          |
| FED Home Loan Bank (Rated AAA)                 | 1,000,816            | 2024          |
| Fannie Mae (Rated AAA)                         | 500,042              | 2025          |
| Federal Farm Credit Bank (Rated AAA)           | 500,242              | 2025          |
| Federal Farm Credit Bank (Rated AAA)           | 499,282              | 2025          |
| Freddie Mac (Rated AAA)                        | 498,809              | 2025          |
| FED Home Loan Bank (Rated AAA)                 | 498,489              | 2025          |
| FED Home Loan Bank (Rated AAA)                 | 500,003              | 2025          |
| Total                                          | <u>10,996,882</u>    |               |
| First American Prime Obligations Rated AAA/A+1 | 400,000              | 2025          |
| First American Prime Obligations Rated AAA/A+1 | 450,001              | 2025          |
| COLOTRUST                                      | 660,609              | n/a           |
| Money Market Funds (Unrated)                   | <u>2,910,141</u>     | n/a           |
| Total                                          | <u>\$ 15,417,633</u> |               |

COLOTRUST and CSAFE are investment vehicles established for local government entities in Colorado to pool surplus funds for investment purposes. They are routinely monitored by the Colorado Division of Securities with regard to their operations and investments, which is also subject to provisions of C.R.S. Title 24, Article 75, Section 6. The fair value of the investments in COLOTRUST and CSAFE are the same as the value of the pool shares. None of these types of investments are categorized because they are not evidenced by securities that exist in physical or book entry form. COLOTRUST is rated AAAM by Standard and Poor's. Financial statements for COLOTRUST may be obtained from [www.colotruster.com](http://www.colotruster.com).

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**Note 6 - Note Receivable**

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The notes receivable in the amount of \$212,000 consists of notes from employees participating in the *Town of Mountain Village Housing Authority Employer Assisted Housing Program with Shared Appreciation*. The program is to assist employees who are unable to qualify for a conventional mortgage on various affordable for sale housing projects located in the Town or the community.

The notes are payable upon the sale of the real property or 30 days following resignation or termination.

The Town has promissory notes receivable from a developer in the total amount of \$234,000. Principal and any accrued interest at The Wall Street Journal prime plus one percent are payable June 23, 2019 or earlier on the occurrence of certain events specified in the notes including default. The note receivables were originally booked as unearned revenue to be recognized in the years funds are collected. Interest due on the notes remains unpaid and the notes are in default since June 1, 2015. The Town has notified the issuer of its default and has taken an accounting charge to remove the asset from the Town's books. The Town continues to look for a remedy through other legal means that it is engaged in.

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**Note 7 – Inter-fund Receivables, Payables and Transfers**

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Inter-fund receivables and payables consist of the following as of December 31, 2021:

| Receivable Fund   | Payable Fund | Amount     |
|-------------------|--------------|------------|
| General Fund      | Debt Service | \$ 568,905 |
| Housing Authority | General Fund | \$ 438,661 |

The outstanding balances between funds result mainly from the time lag between the dates the receivable is incurred and the dates payments between funds are made.

Transfers between funds for the year ended December 31, 2021, were as follows:

| Transfer From              | Transfer To       |              |                  |                              |                   |                   |                            | Total               |
|----------------------------|-------------------|--------------|------------------|------------------------------|-------------------|-------------------|----------------------------|---------------------|
|                            | General           | Debt Service | Capital Projects | Non-Major Governmental Funds | Housing Authority | Broadband Fund    | Non-Major Enterprise Funds |                     |
| General Fund               | \$ -              | \$ -         | \$ 79,765        | \$ 240,872                   | \$ 803,876        | \$ 592,515        | \$ 326,586                 | \$ 2,043,614        |
| Gondola                    | 29,636            | -            | -                | -                            | -                 | -                 | -                          | 29,636              |
| Debt Service               | 23,976            | -            | -                | -                            | -                 | -                 | -                          | 23,976              |
| Non-Major Enterprise Funds | 38,298            | -            | -                | -                            | -                 | -                 | -                          | 38,298              |
| Tourism Fund               | 100,857           | -            | -                | -                            | -                 | -                 | -                          | 100,857             |
| Housing Authority          | 239,012           | -            | -                | -                            | -                 | -                 | -                          | 239,012             |
| Broadband                  | 209,352           | -            | -                | -                            | -                 | -                 | -                          | 209,352             |
| Water and Sewer            | 219,652           | -            | -                | -                            | -                 | -                 | -                          | 219,652             |
| Total                      | <u>\$ 860,783</u> | <u>\$ -</u>  | <u>\$ 79,765</u> | <u>\$ 240,872</u>            | <u>\$ 803,876</u> | <u>\$ 592,515</u> | <u>\$ 326,586</u>          | <u>\$ 2,904,397</u> |

Transfers are used to move unrestricted revenues of various funds to the General Fund and to move General Fund revenues to other funds to provide subsidies or matching funds for various projects.

## Note 8 - Development Property Held for Sale

The Town owns 3 deed restricted condominiums. Following is a summary of cumulative costs incurred as of December 31, 2021:

|           | Deep Restricted<br>Town Properties | Total      |
|-----------|------------------------------------|------------|
| Buildings | \$ 278,268                         | \$ 278,268 |

## Note 9 - Capital Assets

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

|                                              | Balance<br>12/31/20 | Additions      | Transfers | Deletions | Balance<br>12/31/21 |
|----------------------------------------------|---------------------|----------------|-----------|-----------|---------------------|
| Governmental Activities                      |                     |                |           |           |                     |
| Capital Assets Not Being Depreciated         |                     |                |           |           |                     |
| Land                                         | \$ 2,253,578        | \$ -           | \$ -      | \$ -      | \$ 2,253,578        |
| Construction in Progress                     | 112,448             | 80,017         | -         | -         | 192,465             |
| Total Capital Assets Not Being Depreciated   | 2,366,026           | 80,017         | -         | -         | 2,446,043           |
| Capital Assets Being Depreciated             |                     |                |           |           |                     |
| Buildings and Improvements                   | 12,557,245          | 116,804        | -         | -         | 12,674,049          |
| Gondola Transit System                       | 24,908,456          | 58,706         | -         | -         | 24,967,162          |
| Vehicles and Equipment                       | 6,433,697           | 361,007        | -         | (103,996) | 6,690,708           |
| Infrastructure                               | 28,432,464          | -              | -         | -         | 28,432,464          |
| Total                                        | 72,331,862          | 536,517        | -         | (103,996) | 72,764,384          |
| Less Accumulated Depreciation:               |                     |                |           |           |                     |
| Buildings and Improvements                   | (5,426,078)         | (444,888)      | -         | -         | (5,870,966)         |
| Gondola Transit System                       | (7,524,855)         | (687,549)      | -         | -         | (8,212,404)         |
| Infrastructure                               | (13,784,495)        | (511,935)      | -         | -         | (14,296,431)        |
| Vehicles and Equipment                       | (4,774,137)         | (1,031,705)    | -         | 103,996   | (5,701,846)         |
| Total                                        | (31,509,565)        | (2,676,077)    | -         | 103,996   | (34,081,647)        |
| Capital Assets Being Depreciated, Net        | 40,822,297          | (2,139,560)    | -         | -         | 38,682,737          |
| Total Governmental Activities Capital Assets | \$ 43,188,323       | \$ (2,059,543) | \$ -      | \$ -      | \$ 41,128,779       |

## Note 9 - Capital Assets - continued

|  |  |  |                                               | Balance<br>12/31/20 | Additions   | Transfers | Deletions   | Balance<br>12/31/21 |
|--|--|--|-----------------------------------------------|---------------------|-------------|-----------|-------------|---------------------|
|  |  |  | Business-type Activities                      |                     |             |           |             |                     |
|  |  |  | Capital Assets Not Being Depreciated:         |                     |             |           |             |                     |
|  |  |  | Land                                          | \$ 160,499          | \$ 880,000  | \$ -      | \$ -        | \$ 1,040,499        |
|  |  |  | Construction in Progress                      | 737,451             | 32,840      | (118,773) | (31,212)    | 620,306             |
|  |  |  | Total                                         | 897,950             | 912,840     | (118,773) | (31,212)    | 1,660,805           |
|  |  |  | Capital Assets Being Depreciated:             |                     |             |           |             |                     |
|  |  |  | Buildings and Improvements                    | 24,634,793          | -           | -         | -           | 24,634,793          |
|  |  |  | Water Systems                                 | 9,431,734           | 254,778     | 118,773   | -           | 9,805,285           |
|  |  |  | Sewer Systems                                 | 8,491,720           | 373,986     | -         | -           | 8,865,707           |
|  |  |  | Broadband Systems                             | 5,163,293           | 851,903     | -         | -           | 6,015,197           |
|  |  |  | Vehicles and Equipment                        | 1,299,348           | -           | -         | (20,268)    | 1,279,080           |
|  |  |  | Total                                         | 49,020,888          | 1,480,668   | 118,773   | (20,268)    | 50,600,061          |
|  |  |  | Less Accumulated Depreciation:                |                     |             |           |             |                     |
|  |  |  | Buildings and Improvements                    | (14,772,795)        | (867,330)   | -         | -           | (15,640,125)        |
|  |  |  | Water Systems                                 | (4,930,418)         | (401,544)   | -         | -           | (5,331,962)         |
|  |  |  | Sewer Systems                                 | (3,943,199)         | (404,395)   | -         | -           | (4,347,594)         |
|  |  |  | Cable TV Systems                              | (1,727,583)         | (190,953)   | -         | -           | (1,918,536)         |
|  |  |  | Vehicles and Equipment                        | (1,145,598)         | (66,961)    | -         | 20,268      | (1,192,291)         |
|  |  |  | Total                                         | (26,519,593)        | (1,931,184) | -         | 20,268      | (28,430,508)        |
|  |  |  | Capital Assets Being Depreciated, Net         | 22,501,296          | (450,516)   | 118,773   | (0)         | 22,169,553          |
|  |  |  | Total Business-type Activities Capital Assets | \$ 23,399,245       | \$ 462,325  | \$ -      | \$ (31,212) | \$ 23,830,358       |

Depreciation was charged to governmental activity functions/programs as follows:

|                                  |                    |
|----------------------------------|--------------------|
| General Government               | \$ 61,672          |
| Administration                   | 84,985             |
| Public safety                    | 151,932            |
| Roads & Bridges                  | 682,537            |
| Equipment & Property Maintenance | 500,210            |
| Parking & Transportation         | 1,194,741          |
| Total                            | <u>\$2,676,077</u> |

## Note 10 - Long-term Liabilities

### A. Changes in Long-term Liabilities

Long-term liability activity for the year ended December 31, 2021 was as follows:

|                                | Balance<br>12/31/2020 | Additions     | Deletions       | Balance<br>12/31/2021 | Due Within<br>One Year |
|--------------------------------|-----------------------|---------------|-----------------|-----------------------|------------------------|
| Governmental Activities:       |                       |               |                 |                       |                        |
| General Obligations Bonds:     |                       |               |                 |                       |                        |
| Tax Supported:                 |                       |               |                 |                       |                        |
| Series 2014                    | \$ 595,000            | \$ -          | \$ (295,000)    | \$ 300,000            | \$ 300,000             |
| Series 2020                    | 5,475,000             | -             | (25,000)        | 5,450,000             | 45,000                 |
| Self Supported:                |                       |               |                 |                       |                        |
| Series 2011                    | 1,900,000             | -             | (130,000)       | 1,770,000             | 135,000                |
| Total General Obligation Bonds | 7,970,000             | -             | (450,000)       | 7,520,000             | 480,000                |
| Discount/Premiums, Net         | 110,647               | -             | (25,004)        | 85,643                | 25,004                 |
| Compensated Absences           | 561,810               | 835,039       | (811,132)       | 585,717               | 58,572                 |
| Total Governmental             | 8,642,457             | 835,039       | (1,286,136)     | 8,191,360             | 563,576                |
| Business-type Activities       |                       |               |                 |                       |                        |
| Revenue Bonds:                 |                       |               |                 |                       |                        |
| Series 2014A                   | 11,056,955            | -             | (11,056,955)    | -                     | -                      |
| Series 2021                    | -                     | 11,995,000    | (15,000)        | 11,980,000            | 310,000                |
| Total Business-type            | 11,056,955            | 11,995,000    | (11,071,955)    | 11,980,000            | 310,000                |
| Total Long-term Liabilities    | \$ 19,699,412         | \$ 12,830,039 | \$ (12,358,091) | \$ 20,171,360         | \$ 873,576             |

The compensated absences liabilities are liquidated by the General Fund.

### General Obligation Bonds

#### *Series 2011*

On September 1, 2011 the District issued \$3,025,000 in General Obligation Refunding Bonds. A portion of the net proceeds of the Bonds, together with other funds of the District, were used to fund an optional redemption at par of all outstanding 2001 Series bonds. TMVOA and TSGC agreed to fund all debt service costs related to the Series 2011 bonds.

The Bonds mature between 2011 and 2032 and are subject to redemption prior to maturity. Principal on the bonds is payable annually on December 1 with interest at 2.5% to 4.0%, payable semi-annually on June 1 and December 1.

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**Note 10 - Long-term Liabilities- Continued**

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The bonds maturing December 1, 2023, December 1, 2026, and December 1, 2032 (the “Term Bonds”) are subject to mandatory sinking fund redemption at a price equal to the principal amount thereof plus accrued interest to the redemption date. The bonds subject to mandatory sinking fund redemption shall be selected by lot in such manner as the Registrar shall determine (giving proportionate weight to Bonds in denominations larger than \$5,000).

***Series 2014***

On December 1, 2014 the District issued \$7,155,000 in General Obligation Refunding Bonds. A portion of the net proceeds of the Bonds, together with other funds of the District, were used to fund an advance refunding of a portion of the 2006A Series bonds. The bonds maturing on or after December 1, 2018 in the aggregate principal amount of \$7,350,000 are the bonds defeased and paid from the refunding bond escrow.

The Bonds mature between 2015 and 2036 and are subject to redemption prior to maturity. Principal on the bonds is payable annually on December 1 with interest at 2.0% to 4.0%, payable semi-annually on June 1 and December 1.

The bonds maturing on or after December 1, 2023 are subject to redemption prior to maturity at the option of the district, on December 1, 2022 or on any date thereafter in whole or in part from such maturities as are selected by the district at a redemption price equal to the principal amount so redeemed plus accrued interest to the redemption date without a redemption premium.

A portion of the bonds outstanding were refunded on an advance refunding basis on October 22, 2020 from the proceeds of the General Obligation Refunding Bonds Series 2020. Bonds totaling \$595,000, maturing in 2021 and 2022, remain outstanding and will be paid as scheduled.

***Series 2020***

On October 22, 2020 the District issued \$5,475,000 in General Obligation Refunding Bonds. A portion of the net proceeds of the Bonds, together with other funds of the District, were used to advance refund of \$5,475,000 of the 2014 Series bonds. The bonds maturing on or after December 1, 2023 in the aggregate principal amount of \$6,550,000 are the bonds defeased and paid from the refunding bond escrow.

The Bond shall mature on December 1, 2035 and initially bear interest at the Taxable Interest Rate (2.03% per annum), as defined in the Resolution, and at the Tax-Exempt Interest Rate (1.60% per annum), as defined in the Resolution, commencing on the Tax-Exempt Reissuance Date (September 2, 2022).

Such maturities as are selected by the District at a redemption price equal to the principal amount so redeemed plus accrued interest to the redemption date without a redemption premium.

The bonds were issued at a total cost of \$80,712. Total debt service remaining on the old bonds was \$8,502,350, the total debt service on the new bonds is \$6,328,544. The savings resulting from the cash flow differential between the old issue and the new issue is \$2,173,806. The present value of the savings is \$600,996.

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**Note 10 - Long-term Liabilities- Continued**

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The Town of Mountain Village pursuant to the terms of the Transfer of Assets and Assumption of Services Agreement and The District Dissolution Order, is now responsible for the public parking facility project. Commencing in December of 2007, the Town shall consider annually an appropriation in an amount sufficient to pay the principal and interest coming due on the Bonds from its available funds. If on or before December 15<sup>th</sup> of each year, commencing December 15, 2007, an amount sufficient to pay the principal of and interest due on the 2006A bond on the next succeeding June 1 and December 1 is not on deposit, The District is required to levy an ad valorem property tax sufficient to make such payments.

The Mountain Village Metropolitan District has outstanding general obligation bonds from three issues totaling \$7,970,000. The bonds are general obligations of the District payable from ad valorem taxes which may be levied against all taxable property within the District without limitation of rate and in an amount sufficient to pay the bonds when due. In the event of a default there are limited remedies available to owners of the bonds. There is no provision for acceleration of maturity of the principal of the bonds. Consequently, remedies available to the owners of the bonds may have to be enforced from year to year.

The Town's Housing Authority has an outstanding loan balance of \$11,800,000 related to business activities of the Town. The obligation is secured by a Deed of Trust. In the event of a default the lender may apply all amounts constituting pledged revenue to the unpaid principal of the loan and all interest accrued and unpaid. The lender may accelerate the loan including any prepayment fee and take any other action or remedy available under the law.

**Debt Service Requirements**

Annual debt service requirements to maturity for general obligation bonds, are as follows:

|             | <b>Principal</b>    | <b>Interest</b>     | <b>Total</b>        |
|-------------|---------------------|---------------------|---------------------|
| <b>2022</b> | \$ 480,000          | \$ 187,641          | \$ 667,641          |
| <b>2023</b> | 510,000             | 151,880             | 661,880             |
| <b>2024</b> | 530,000             | 140,480             | 670,480             |
| <b>2025</b> | 535,000             | 128,520             | 663,520             |
| <b>2026</b> | 540,000             | 116,480             | 656,480             |
| <b>2027</b> | 560,000             | 104,240             | 664,240             |
| <b>2028</b> | 575,000             | 91,440              | 666,440             |
| <b>2029</b> | 590,000             | 78,280              | 668,280             |
| <b>2030</b> | 600,000             | 64,640              | 664,640             |
| <b>2031</b> | 620,000             | 50,720              | 670,720             |
| <b>2032</b> | 625,000             | 36,240              | 661,240             |
| <b>2033</b> | 445,000             | 21,680              | 466,680             |
| <b>2034</b> | 450,000             | 14,560              | 464,560             |
| <b>2035</b> | 460,000             | 7,360               | 467,360             |
| <b>2036</b> | -                   | -                   | -                   |
|             | <u>\$ 7,520,000</u> | <u>\$ 1,194,161</u> | <u>\$ 8,714,161</u> |

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**Note 10 - Long-term Liabilities- Continued**

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The 2011, 2014, and 2020 bond resolutions require the maintenance of a liquidity reserve of \$300,000. The liquidity reserve is available to pay debt service on all the District's outstanding General Obligation bonds.

**Tax Exempt Loan**

On September 30, 2014 the Town of Mountain Village Housing Authority issued \$12,340,000 in tax exempt debt in the form of a loan secured by pledged revenues, a deed of trust, a sales tax revenue fund and a debt services reserve. The loan proceeds were used to refinance the Series 2000 revenue bonds. The loan has a fixed rate of 3.17% with a maturity date of December 1, 2024.

The loan was refunded with the issuance of the Town of Mountain Village Housing Authority Revenue Refunding Bonds (Village Court Apartments Project), Series 2021 on August 26, 2021.

**Revenue Bonds****Series 2021**

On August 26, 2021, the Town issued the Town of Mountain Village Housing Authority Revenue Refunding Bonds (Village Court Apartments Project), Series 2021, in the aggregate principal amount of \$11,995,000. A portion of the net proceeds of the Bonds, together with other funds of the District, were used to fund an advance refunding of the Housing Authority Series 2014A bonds.

The Bonds mature on December 1, 2036 and are subject to redemption prior to maturity at the option of the Authority, at a redemption price equal to 101% of the principal amount so redeemed, plus accrued interest thereon to the redemption date. Principal on the bonds is payable annually on December 1 with interest at 2.350%, payable semi-annually on June 1 and December 1.

The bonds were issued at a total cost of \$203,948. Total debt service remaining on the old bonds was \$12,394,020, the total debt service on the new bonds is \$15,106,912. The cost resulting from the cash flow differential between the old issue and the new issue was \$2,712,892. The present value of the cost of refunding was \$125,328.

Annual debt service requirements for the Loan, series 2021, are as follows:

## Note 10 - Long-term Liabilities- Continued

|      | Principal            | Interest            | Total                |
|------|----------------------|---------------------|----------------------|
| 2022 | \$ 310,000           | \$ 281,530          | \$ 591,530           |
| 2023 | 325,000              | 274,245             | 599,245              |
| 2024 | 345,000              | 266,608             | 611,608              |
| 2025 | 360,000              | 258,500             | 618,500              |
| 2026 | 380,000              | 250,040             | 630,040              |
| 2027 | 395,000              | 241,110             | 636,110              |
| 2028 | 415,000              | 231,828             | 646,828              |
| 2029 | 435,000              | 222,075             | 657,075              |
| 2030 | 455,000              | 211,853             | 666,853              |
| 2031 | 475,000              | 201,160             | 676,160              |
| 2032 | 495,000              | 189,998             | 684,998              |
| 2033 | 520,000              | 178,365             | 698,365              |
| 2034 | 540,000              | 166,145             | 706,145              |
| 2035 | 560,000              | 153,455             | 713,455              |
| 2036 | 5,970,000            | -                   | 5,970,000            |
|      | <u>\$ 11,980,000</u> | <u>\$ 3,126,912</u> | <u>\$ 15,106,912</u> |

### Authorized Unissued Debt

The Town has no authorized or unissued debt.

### Pledged Revenues

The Town has issued General Obligation and Housing Facility Revenue Bonds which are outstanding through year end. These bonds were issued to finance various projects within each of the issuing funds, with pledged revenues coming from property taxes levied (for GO Bonds) and rent revenues (for Housing Authority Debt).

|                                  | Amount<br>Pledged | Term of<br>Commitment |
|----------------------------------|-------------------|-----------------------|
| <b>Governmental Activities:</b>  |                   |                       |
| Series 11                        | \$ 1,770,000      | 2032                  |
| Series 14                        | \$ 300,000        | 2022                  |
| Series 20                        | \$ 5,450,000      | 2035                  |
| <b>Business-type Activities:</b> |                   |                       |
| Series 14A Loan                  | \$ 11,980,000     | 2024                  |

The total pledged revenue is not estimable in comparison to pledged debt in that revenues are uncertain to future amounts. However, the debt coverage requirement for each issue must be met or the bonds will be in default. This provides sufficient coverage each year for the pledged debt. The debt service coverage or comparison of pledged revenues net of specific operating expenses, for each pledged debt is outlined in the Pledged-Revenue Coverage Table in the Statistical Section of this Comprehensive Annual Financial Report.

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**Note 11 - Relationship with Other Entities**

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TMVOA and the Town are members of the Mountain Village Condominium Owner's Association (MVCOA), which was created to manage the complex that includes a grocery store, postal and municipal office facilities.

The Telluride Fire Protection District (Fire District) and the Town have an intergovernmental agreement for the ownership of a joint service facility. The Fire District is responsible for administration of the joint service facility. The Town reports its percentage interest in the joint facility as a capital asset and its percentage of the joint service facility's operating costs as an operating expense. The Town's carrying value of its interest in the joint facility was \$329,015 as of December 31, 2021.

Marketing Telluride, Inc. (MTI) provides services to promote the communities of Telluride and Mountain Village. During 2021, the Town contributed 100% of the Town's business license revenues, net of a 6% administrative fee and ½ of a 4% lodging tax, net of a 1% administrative fee, imposed on the rental of accommodations within the Town to assist in funding these services. The total amount expended related to the funding to MTI during 2021 was \$1.94 million.

Beginning in 2004, the Town imposed a 2% sales tax on bar and restaurant sales to fund the Airline Guaranty Program administered by the TMRAO. The objective of the Airline Guaranty Program is to increase air service into the Telluride and Montrose regional airports. In addition, in 2003, the lodging tax was increased to 4%, with 2% of the tax to fund services provided by MTI above. The additional 2% is to fund the Airline Guaranty Program. The amount remitted to TMRAO during 2021 was \$2.14 million.

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**Note 12 - Transfer of Assets and Assumption of Services**

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In 1997, TMVOA entered into an agreement with TSGC to pay a certain portion of operational costs of the Chondola, which provides supplemental public transportation within the Town. The agreement is for a term of one year and automatically renews for one-year terms unless terminated by either party. The final capital lease payment was made June 1, 2007. TMVOA assigned its responsibilities under the agreement to the District effective January 1, 2004. Effective January 1, 2007, the responsibilities under the agreement were transferred to the Town pursuant to the Order.

TMVOA and TSGC have agreed to fund operations and maintenance costs of the gondola transit system operated by the District through December 31, 2027. The operation and maintenance costs of the gondola are paid by TMVOA except for a 1% surcharge on certain ski lift tickets, which is contributed by TSGC. Effective January 1, 2007, the responsibilities under the agreement were transferred to the Town pursuant to the Order.

TSGC leases a portion of a maintenance facility formerly from the District, now the Town. The original lease is now paid and the monthly rental for the balance of the ninety-nine year lease is \$1 with an option to purchase by each party for \$10. Effective January 1, 2007 the lease was transferred to the Town pursuant to the order.

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**Note 12 - Transfer of Assets and Assumption of Services (Continued)**

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In exchange for contributing certain water and sewer systems to the District in 1984, TSGC was to be given free water and sewer services and taps so long as such credit does not exceed \$36,000 annually, increasing by 4% each year. The Town assumed the obligation effective January 1, 2007. The Town has determined that the water credit exceeded the \$36,000, annually increased by 4% each year, therefore the agreement was terminated, and the Town will no longer be refunding water and sewer fees to TSG.

Effective January 1, 2004 TMVOA transferred the following functions and assets to the District.

- Common area property maintenance - open space parcels and related management functions.
- Trash services - trash facilities and removal.
- Postal operations - postal operations within Mountain Village.

Effective January 1, 2007, the village activities functions were transferred to the Town in accordance with the Order with continued funding by TMVOA. The Town continued the village activities function through August of 2007, at which time, it was transferred to TMVOA. Property Maintenance, Trash Services, and Postal Operations were transferred to the Town in accordance with the Order. The agreement with TMVOA for funding common area maintenance, trash services and postal functions was terminated and these functions and services were transferred to the Town effective January 1, 2007.

Under the agreement to sell Lots 50 and 51, TMVOA and MVMD agreed to purchase certain improvements to be constructed by the purchaser of the properties. These improvements include subsurface facilities (122 parking spaces, a loading dock and a pro-rata share of the cost to construct a ramp and tunnel to the garage), an ice skating rink, a skate rental facility, a building to house the Zamboni used for ice maintenance, public restrooms and certain plaza improvements. The purchase price for the subsurface facilities is \$5,867,000, plus an allowance of 8% (\$470,000) for soft costs. MVMD agreed to fund the subsurface facility costs through a bond issue in the amount of \$8,900,000. TMVOA subsequently assigned all of their rights to purchase the other improvements to MVMD (now the Town) and agreed to fund the purchase of all of the improvements, with the exception of the subsurface facilities.

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**Note 13 - Risk Management**

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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.

The Town belongs to the Colorado Intergovernmental Risk Sharing Agency (CIRSA) property and casualty pool, a public entity risk pool currently operating as a common risk management and insurance program for members. CIRSA is to be self-sustaining through member premiums and reinsures through commercial companies for claims in excess of certain limits for each insured event.

CIRSA members are subject to a supplemental assessment in the event of a deficiency. Claims settlements have not exceeded coverage in the last three years.

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**Note 13 - Risk Management (Continued)**

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Effective January 1, 2007, the Town changed its health insurance program from a self-insured program to a government pooled plan with the non-profit Colorado Employer Benefit Trust (CEBT). The Colorado Employer Benefit Trust (CEBT) is a multiple employer trust for public institutions providing employee benefits. Since 1980 CEBT has grown to approximately 38,000 members and about 435 participating groups. The Trust is governed by a Board of Trustees made up of representatives from participating groups. The Trust fund is approaching \$240 million in annual premium deposits with approximately \$41 million in reserves. The purpose of the CEBT is to spread risk of adverse claims over a larger base of members and to recognize reduced administrative costs through economies of scale. Under this program the Town takes on no additional risk beyond monthly premiums. If claim costs should exceed the Town's monthly plan premiums, CEBT will take on the additional cost associated with those claims. 2021 claims were 82% of premiums due.

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**Note 14 - Retirement Plans**

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**Defined Benefit Pension Plan**  
**Summary of Significant Accounting Policies**

*Pensions* The Town of Mountain Village participates 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.

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, of these changes were in effect as of December 31, 2021.

**General Information about the Pension Plan**

*Plan description* Eligible employees of The Town of Mountain Village are provided with pensions through the 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 that can be obtained at [www.copera.org/investments/pera-financial-reports](http://www.copera.org/investments/pera-financial-reports).

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**Note 14 - Retirement Plans (Continued)**

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*Benefits provided as of December 31, 2020.* PERA provides retirement, disability, and survivor benefits. Retirement benefits are determined by the amount of service credit earned and/or purchased, highest average salary, the benefit structure(s) under which the member retires, the benefit option selected at retirement, and age at retirement. Retirement eligibility is specified in tables set forth at C.R.S. § 24-51-602, 604, 1713, and 1714.

The lifetime retirement benefit for all eligible retiring employees under the PERA benefit structure is the greater of the:

- Highest average salary multiplied by 2.5 percent and then multiplied by years of service credit.
- The value of the retiring employee's member contribution account plus a 100 percent match on eligible amounts as of the retirement date. This amount is then annuitized into a monthly benefit based on life expectancy and other actuarial factors.

In all cases the service retirement benefit is limited to 100 percent of highest average salary and also cannot exceed the maximum benefit allowed by federal Internal Revenue Code.

Members may elect to withdraw their member contribution accounts upon termination of employment with all PERA employers; waiving rights to any lifetime retirement benefits earned. If eligible, the member may receive a match of either 50 percent or 100 percent on eligible amounts depending on when contributions were remitted to PERA, the date employment was terminated, whether 5 years of service credit has been obtained and the benefit structure under which contributions were made.

As of December 31, 2020, benefit recipients who elect to receive a lifetime retirement benefit are generally eligible to receive post-retirement cost-of-living adjustments, referred to as annual increases in the C.R.S., once certain criteria are met. Pursuant to SB 18-200, eligible benefit recipients under the PERA benefit structure who began membership before January 1, 2007, and all eligible benefit recipients of the DPS benefit structure will receive an annual increase of 1.25 percent unless adjusted by the automatic adjustment provision (AAP) pursuant to C.R.S. § 24-51-413. Eligible benefit recipients under the PERA benefit structure who began membership on or after January 1, 2007 will receive the lessor of an annual increase of 1.25 percent or the average of the Consumer Price Index for Urban Wage Earners and Clerical Workers for the prior calendar year, not to exceed 10 percent of PERA's Annual Increase Reserve (AIR) for the LGDTF. The AAP may raise or lower the aforementioned annual increase by up to 0.25 percent based on the parameters specified in C.R.S. § 24-51-413.

Disability benefits are available for eligible employees once they reach five years of earned service credit and are determined to meet the definition of disability. The disability benefit amount is based on the lifetime retirement benefit formula(s) shown above considering a minimum 20 years of service credit, if deemed disabled. Survivor benefits are determined by several factors, which include the

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**Note 14 - Retirement Plans (Continued)**

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amount of earned service credit, highest average salary of the deceased, the benefit structure(s) under which service credit was obtained, and the qualified survivor(s) who will receive the benefits.

*Contributions provisions as of December 31, 2021* Eligible employees and The Town of Mountain Village are required to contribute to the LGDTF at a rate set by Colorado statute. The contribution requirements are established under C.R.S. § 24-51-401, et seq. and § 24-51-413. Employee contribution rates for the period of 01/01/2020 through 12/31/2020 are summarized in the table below:

|                                                                    | January 1, 2020<br>Through<br>June 30, 2020 | July 1, 2020<br>Through<br>December 31, 2020 | January 1, 2021<br>Through<br>June 30, 2021 | July 1, 2021<br>Through<br>December 31, 2021 |
|--------------------------------------------------------------------|---------------------------------------------|----------------------------------------------|---------------------------------------------|----------------------------------------------|
| Employee contribution<br>(all employees other than State Troopers) | 8.00%                                       | 8.50%                                        | 8.50%                                       | 8.50%                                        |
| State Troopers                                                     | 10.75%                                      | 12.00%                                       | 12.00%                                      | 12.50%                                       |

\*\*Contribution rates for the LGDTF are expressed as a percentage of salary as defined in C.R.S. § 24-51-101(42).

The employer contribution requirements for all employees other than State Troopers are summarized in the table below:

|                                                                                                                    | January 1, 2020<br>Through<br>June 30, 2020 | July 1, 2020<br>Through<br>December 31, 2020 | January 1, 2021<br>Through<br>June 30, 2021 | July 1, 2021<br>Through<br>December 31, 2021 |
|--------------------------------------------------------------------------------------------------------------------|---------------------------------------------|----------------------------------------------|---------------------------------------------|----------------------------------------------|
| Employer contribution rate                                                                                         | 10.00%                                      | 10.50%                                       | 10.50%                                      | 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)%                                      | (1.02)%                                     | (1.02)%                                      |
| Amount apportioned to the LGDTF                                                                                    | 8.98%                                       | 9.48%                                        | 9.48%                                       | 9.48%                                        |
| Amortization Equalization Disbursement (AED) as specified in C.R.S. § 24-51-411                                    | 2.20%                                       | 2.20%                                        | 2.20%                                       | 2.20%                                        |
| Supplemental Amortization Equalization Disbursement (SAED) as specified in C.R.S. § 24-51-411                      | 1.50%                                       | 1.50%                                        | 1.50%                                       | 1.50%                                        |
| Defined Contribution Supplement as specified in C.R.S. § 24-51-415                                                 | N/A                                         | N/A                                          | 0.02%                                       | 0.02%                                        |
| <b>Total employer contribution rate to the LGDTF</b>                                                               | <b>12.68%</b>                               | <b>13.18%</b>                                | <b>13.20%</b>                               | <b>13.20%</b>                                |

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

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**Note 14 - Retirement Plans (Continued)**

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Employer contributions are recognized by the LGDTF in the period in which the compensation becomes payable to the member and The Town of Mountain Village is statutorily committed to pay the contributions to the LGDTF. Employer contributions recognized by the LGDTF from The Town of Mountain Village were \$933,066 for the year ended December 31, 2021. The fund breakout is shown below:

**Employer Contributions**

|                          |    |                |
|--------------------------|----|----------------|
| Governmental Funds       | \$ | 769,579        |
| Broadband                |    | 45,574         |
| Water/Sewer              |    | 42,954         |
| Child Development        |    | 40,053         |
| VCA (Affordable Housing) |    | 34,906         |
| Total                    | \$ | <u>933,066</u> |

The general fund is generally used to liquidate pension and OPEB liabilities.

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

At December 31, 2021, The Town of Mountain Village reported a liability of \$4,663,056 for its proportionate share of the net pension liability. The net pension liability 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 of Mountain Village's proportion of the net pension liability was based on the Town's contributions to the LGDTF for the calendar year 2020 relative to the total contributions of participating employers to the LGDTF. The fund breakout is shown below:

**Allocation of Net Pension Liability (NPL)**

|                               |    |                  |         |
|-------------------------------|----|------------------|---------|
| Governmental Funds            | \$ | 3,848,420        | 82.53%  |
| Broadband Fund                |    | 227,091          | 4.87%   |
| Water/Sewer Fund              |    | 214,034          | 4.59%   |
| Child Development Fund        |    | 199,579          | 4.28%   |
| VCA (Affordable Housing) Fund |    | 173,932          | 3.73%   |
| Total                         | \$ | <u>4,663,056</u> | 100.00% |

At December 31, 2020, The Town of Mountain Village proportion was 0.8948022440% which was a decrease of 0.0611543378% from its proportion measured as of December 31, 2019.

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**Note 14 - Retirement Plans (Continued)**

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For the year ended December 31, 2021, the recognized pension expenses for the Town and the enterprise funds were as follows:

| <b>Pension Expense</b>   |                     |
|--------------------------|---------------------|
| Governmental Funds       | \$ (317,392)        |
| Broadband                | (17,652)            |
| Water/Sewer              | (16,459)            |
| Child Development        | (13,468)            |
| VCA (Affordable Housing) | (19,029)            |
| Total                    | <u>\$ (384,000)</u> |

For the year ended December 31, 2021, The Town of Mountain Village recognized pension expense of \$727,199. At December 31, 2021, The Town of Mountain Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

|                                                                                                                 | <u>Deferred Outflows of<br/>Resources</u> | <u>Deferred Inflows of<br/>Resources</u> |
|-----------------------------------------------------------------------------------------------------------------|-------------------------------------------|------------------------------------------|
| Difference between expected and actual experience                                                               | \$225,454                                 | —                                        |
| Changes of assumptions or other inputs                                                                          | 1,126,878                                 | —                                        |
| Net difference between projected and actual earnings on pension plan investments                                | —                                         | \$(5,048,106)                            |
| Changes in proportion and differences between contributions recognized and proportionate share of contributions | —                                         | (136,510)                                |
| Contributions subsequent to the measurement date                                                                | 933,066                                   | N/A                                      |
| Total                                                                                                           | \$2,285,398                               | \$(5,184,616)                            |

\$935,816 reported as deferred outflows of resources related to pensions, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| <b>Amortization for the Year<br/>Ended December 31,</b> |            |              |
|---------------------------------------------------------|------------|--------------|
|                                                         | 2022       | \$ (498,766) |
|                                                         | 2023       | (479,028)    |
|                                                         | 2024       | (832,176)    |
|                                                         | 2025       | (1,008,567)  |
|                                                         | 2026       | (1,013,836)  |
|                                                         | Thereafter | -            |

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**Note 14 - Retirement Plans (Continued)**

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*Actuarial assumptions* the total pension liability in the December 31, 2019 actuarial valuation was determined using the following 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 1/1/07 and DPS benefit structure (automatic)                      | 1.25 percent compounded annually        |
| PERA benefit structure hired after 12/31/06 (ad hoc, substantively automatic) <sup>1</sup>              | Financed by the Annual Increase Reserve |

<sup>1</sup> Post-retirement benefit increases are provided by the AIR, accounted separately within each Division Trust Fund, and subject to moneys being available; therefore, liabilities related to increases for members of these benefit tiers can never exceed available assets.

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.

Post-retirement non-disabled mortality assumptions 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.

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

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.

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**Note 14 - Retirement Plans (Continued)**

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The actuarial assumptions used in the December 31, 2019, valuation were based on the results of the 2016 experience analysis for the period 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.

Based on the 2020 experience analysis, dated October 28, 2020, for the period January 1, 2016, through December 31, 2019, revised economic and demographic assumptions were adopted by PERA's Board on November 20, 2020, and were effective as of December 31, 2020. The assumptions shown below were reflected in the roll forward calculation of the total pension liability from December 31, 2019, to December 31, 2020.

|                                                                                                         |                     |
|---------------------------------------------------------------------------------------------------------|---------------------|
| Actuarial cost method                                                                                   | Entry age           |
| Price inflation                                                                                         | 2.30%               |
| Real wage growth                                                                                        | 0.70%               |
| Wage inflation                                                                                          | 3.00%               |
| Salary increases, including wage inflation:                                                             |                     |
| Members other than State Troopers                                                                       | 3.20%-11.30%        |
| State Troopers <sup>1</sup>                                                                             | 3.20%-12.40%        |
| Long-term investment rate of return, net of pension plan investment expenses, including price inflation | 7.25%               |
| Discount rate                                                                                           | 7.25%               |
| Post-retirement benefit increases:                                                                      |                     |
| PERA benefit structure hired prior to 1/1/07 and DPS benefit structure (compounded annually)            | 1.25%               |
| PERA benefit structure hired after 12/31/06 <sup>2</sup>                                                | Financed by the AIR |

<sup>1</sup> C.R.S. § 24-51-101 (46), as amended, expanded the definition of "State Troopers" to include certain employees within the LGDTF, effective January 1, 2020. See Note 4 of the Notes to the Financial Statements in PERA's 2020 Annual Report for more information.

<sup>2</sup> Post-retirement benefit increases are provided by the AIR, accounted separately within each Division Trust Fund, and subject to moneys being available; therefore, liabilities related to increases for members of these benefit tiers can never exceed available assets.

Salary scale assumptions were revised to align with revised economic assumptions and to more closely reflect actual experience.

Rates of termination/withdrawal, retirement, and disability were revised to more closely reflect actual experience.

Pre-retirement mortality assumptions for Members other than State Troopers were based upon the PubG-2010 Employee Table with generational projection using scale MP-2019.

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**Note 14 - Retirement Plans (Continued)**

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Pre-retirement mortality assumptions for State Troopers were based upon the PubS-2010 Employee Table with generational projection using scale MP-2019.

Post-retirement non-disabled mortality assumptions for Members other than State Troopers were based upon the PubG-2010 Healthy Retiree Table, adjusted as follows:

- **Males:** 94 percent of the rates prior to age 80 and 90 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.
- **Females:** 87 percent of the rates prior to age 80 and 107 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.

Post-retirement non-disabled mortality assumptions for State Troopers were based upon the unadjusted PubS-2010 Healthy Retiree Table, with generational projection using scale MP-2019.

Post-retirement non-disabled beneficiary mortality assumptions were based upon the Pub-2010 Contingent Survivor Table, adjusted as follows:

- **Males:** 97 percent of the rates for all ages, with generational projection using scale MP-2019.
- **Females:** 105 percent of the rates for all ages, with generational projection using scale MP-2019.

Disabled mortality assumptions for Members other than State Troopers were based upon the PubNS-2010 Disabled Retiree Table using 99 percent of the rates for all ages with generational projection using scale MP-2019.

Disabled mortality assumptions for State Troopers were based upon the unadjusted PubS-2010 Disabled Retiree Table with generational projection using scale MP-2019.

The mortality tables described above are generational mortality tables on a benefit-weighted basis.

The long-term expected return on plan assets is reviewed as part of regular experience studies prepared every four to five years for PERA. Recently this assumption has been reviewed more frequently. The most recent analyses were outlined in the Experience Study report dated October 28, 2020. As a result of the November 20, 2020, PERA Board meeting, the following economic assumptions were changed, effective December 31, 2020:

- Price inflation assumption decreased from 2.40 percent per year to 2.30 percent per year.
- Real rate of investment return assumption increased from 4.85 percent per year, net of investment expenses to 4.95 percent per year, net of investment expenses.

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**Note 14 - Retirement Plans (Continued)**

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- Wage inflation assumption decreased from 3.50 percent per year to 3.00 percent per year.

Several factors are considered in evaluating the long-term rate of return assumption, 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 percentages and then adding expected inflation.

The PERA Board first adopted the 7.25 percent long-term expected rate of return as of November 18, 2016. Following an asset/liability study, the Board reaffirmed the assumed rate of return at the Board's November 15, 2019, meeting, to be effective January 1, 2020. As of the most recent reaffirmation of the long-term rate of return, the target asset allocation and best estimates of geometric real rates of return for each major asset class are summarized in the table as follows:

| <b>Asset Class</b>        | <b>Target Allocation</b> | <b>30 Year Expected Geometric Real Rate of Return</b> |
|---------------------------|--------------------------|-------------------------------------------------------|
| 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 <sup>1</sup> | 6.00%                    | 4.70%                                                 |
| <b>Total</b>              | <b>100.00%</b>           |                                                       |

<sup>1</sup> The Opportunity Fund's name changed to Alternatives, effective January 1, 2020.

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 percent.
- 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.

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**Note 14 - Retirement Plans (Continued)**


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- 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 of Mountain Village'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:

**Sensitivity to Discount Rate**

|                          | 1% Decrease<br>6.25% | Current Discount<br>Rate 7.25% | 1% Increase<br>8.25% |
|--------------------------|----------------------|--------------------------------|----------------------|
| Governmental Funds       | 8,865,227            | 3,848,420                      | (339,959)            |
| Broadband                | 523,127              | 227,091                        | (20,061)             |
| Water/Sewer              | 493,050              | 214,034                        | (18,907)             |
| Child Development        | 459,750              | 199,579                        | (17,630)             |
| VCA (Affordable Housing) | 400,670              | 173,932                        | (15,365)             |
| Total                    | <u>\$ 10,741,824</u> | <u>\$ 4,663,056</u>            | <u>\$ (411,922)</u>  |

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**Note 14 - Retirement Plans (Continued)**

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*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](http://www.copera.org/investments/pera-financial-reports).

**Defined Contribution Pension Plans****Voluntary Investment Program**

*Plan Description* - Employees of The Town of Mountain Village that are also members of the LGDTF may voluntarily contribute to the Voluntary Investment Program, an Internal Revenue Code Section 401(k) defined contribution plan administered by PERA. Title 24, Article 51, Part 14 of the C.R.S., as amended, assigns the authority to establish the Plan provisions to the PERA Board of Trustees. PERA issues a publicly available comprehensive annual financial report which includes additional information on the Voluntary Investment Program. That report can be obtained at [www.copera.org/investments/pera-financial-reports](http://www.copera.org/investments/pera-financial-reports).

*Funding Policy* - The Voluntary Investment Program is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Title 24, Article 51, Section 1402 of the C.R.S., as amended. In addition, The Town of Mountain Village has agreed to match employee contributions up to 9 percent of covered salary as determined by the Internal Revenue Service. Employees are immediately vested in their own contributions, employer contributions and investment earnings. The 401(k) Plan member contributions from the Town for the year ended December 31, 2021, were \$352,919. The employer contributions to the 401(k) Plan from the Town for the year ended December 31, 2021 were \$281,371

**Defined Benefit Other Post Employment Benefit (OPEB) Plan****Summary of Significant Accounting Policies**

*OPEB.* The Town of Mountain Village 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.

**General Information about the OPEB Plan**

*Plan description.* Eligible employees of the Town of Mountain Village 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

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**Note 14 - Retirement Plans (Continued)**

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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](http://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.

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

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**Note 14 - Retirement Plans (Continued)**

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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 B and 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 of Mountain Village is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from The Town of Mountain Village were \$75,057 for the year ended December 31, 2021. The fund breakout is shown below:

**Employer Contributions**

|                          |                  |
|--------------------------|------------------|
| Governmental Funds       | \$ 61,945        |
| Broadband                | 3,655            |
| Water/Sewer              | 3,445            |
| Child Development        | 3,212            |
| VCA (Affordable Housing) | 2,800            |
| Total                    | <u>\$ 75,057</u> |

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

At December 31, 2021, the Town of Mountain Village reported a liability of \$642,536 for its proportionate share of the net OPEB liability. 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 of Mountain Village proportion of the net OPEB liability was based on The Town of Mountain Village contributions to the HCTF for the calendar year 2020 relative to the total contributions of participating employers to the HCTF. The fund breakout is shown below:

**Allocation of Net OPEB Liability (NOPEBL)**

|                            |                   |         |
|----------------------------|-------------------|---------|
| Governmental Funds         | \$ 530,285        | 82.53%  |
| Broadband Fund             | 31,292            | 4.87%   |
| Water/Sewer Fund           | 29,492            | 4.59%   |
| Child Development Fund     | 27,501            | 4.28%   |
| VCA (Affordable Housing) F | 23,967            | 3.73%   |
| Total                      | <u>\$ 642,537</u> | 100.00% |

## Note 14 - Retirement Plans (Continued)

At December 31, 2020, the Town of Mountain Village proportion was 0.0676193585%, which was a decrease of 0.0054384915% from its proportion measured as of December 31, 2019. For the year ended December 31, 2021, the Town of Mountain Village recognized negative OPEB expense of (\$60,158). The breakout is as follows:

### OPEB Expense

|                          |                    |
|--------------------------|--------------------|
| Governmental Funds       | \$ (52,988)        |
| Broadband                | (3,127)            |
| Water/Sewer              | 1,100              |
| Child Development        | (2,748)            |
| VCA (Affordable Housing) | (2,395)            |
| Total                    | <u>\$ (60,158)</u> |

At December 31, 2021, the Town of Mountain Village reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

|                                                                                                                 | <u>Deferred Outflows of<br/>Resources</u> | <u>Deferred Inflows of<br/>Resources</u> |
|-----------------------------------------------------------------------------------------------------------------|-------------------------------------------|------------------------------------------|
| Difference between expected and actual                                                                          | \$1,705                                   | \$(135,990)                              |
| Changes of assumptions or other inputs                                                                          | 4,801                                     | (39,400)                                 |
| Net difference between projected and actual earnings on OPEB plan investments                                   | —                                         | (26,255)                                 |
| Changes in proportion and differences between contributions recognized and proportionate share of contributions | 39,374                                    | (51,091)                                 |
| Contributions subsequent to the measurement                                                                     | 75,057                                    | N/A                                      |
| Total                                                                                                           | \$120,937                                 | \$(252,736)                              |

\$75,057 reported as deferred outflows of resources related to OPEB, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the year ended December 31, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

### Amortization for the Year Ended December 31,

|            |             |
|------------|-------------|
| 2022       | \$ (49,556) |
| 2023       | (45,882)    |
| 2024       | (49,000)    |
| 2025       | (43,011)    |
| 2026       | (18,386)    |
| Thereafter | (1,081)     |

## Note 14 - Retirement Plans (Continued)

*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 |
| Medicare Part A premiums                                                                             | 3.5 percent for 2020, gradually increasing to 4.50 percent in 2029 |
| DPS benefit structure:                                                                               |                                                                    |
| Service-based premium subsidy                                                                        | 0.00 percent                                                       |
| PERACare Medicare plans                                                                              | N/A                                                                |
| Medicare Part A premiums                                                                             | N/A                                                                |

In determining the additional liability for PERACare enrollees who are age 65 or older and who are not eligible for premium-free Medicare Part A in the December 31, 2019, valuation, the following monthly costs/premiums (actual dollars) are assumed for 2020 for the PERA Benefit Structure:

| Medicare Plan                            | Initial Costs for Members<br>without Medicare Part A |                 |                          |
|------------------------------------------|------------------------------------------------------|-----------------|--------------------------|
|                                          | Monthly Cost                                         | Monthly Premium | Monthly Cost Adjusted to |
| Medicare Advantage/Self-Insured Rx       | \$588                                                | \$227           | \$550                    |
| Kaiser Permanente Medicare Advantage HMO | 621                                                  | 232             | 586                      |

The 2020 Medicare Part A premium is \$458 per month.

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.

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**Note 14 - Retirement Plans (Continued)**

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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 industry methods developed by health plan actuaries and administrators. In addition, projected trends for the Federal Hospital Insurance Trust Fund (Medicare Part A premiums) provided by the Centers for Medicare & Medicaid Services are referenced in the development of these rates. 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:

| <b>Year</b> | <b>PERACare<br/>Medicare Plans</b> | <b>Medicare Part<br/>A</b> |
|-------------|------------------------------------|----------------------------|
| 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 used in the December 31, 2019 valuation 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.

Post-retirement non-disabled 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.

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**Note 14 - Retirement Plans (Continued)**


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- 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.

Post-retirement non-disabled 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.

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

The actuarial assumptions used in the December 31, 2019, valuation were based on the results of the 2016 experience analysis for the period 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.

Based on the 2020 experience analysis, dated October 28, 2020, and November 4, 2020, for the period of January 1, 2016, through December 31, 2019, revised economic and demographic assumptions were adopted by PERA's Board on November 20, 2020, and were effective as of December 31, 2020. The assumptions shown below were reflected in the roll forward calculation of the total OPEB liability from December 31, 2019, to December 31, 2020.

|                                             | <b>Trust Fund</b>         |                            |                                          |                              |
|---------------------------------------------|---------------------------|----------------------------|------------------------------------------|------------------------------|
|                                             | <b>State<br/>Division</b> | <b>School<br/>Division</b> | <b>Local<br/>Government<br/>Division</b> | <b>Judicial<br/>Division</b> |
| Actuarial cost method                       | Entry age                 | Entry age                  | Entry age                                | Entry age                    |
| Price inflation                             | 2.30%                     | 2.30%                      | 2.30%                                    | 2.30%                        |
| Real wage growth                            | 0.70%                     | 0.70%                      | 0.70%                                    | 0.70%                        |
| Wage inflation                              | 3.00%                     | 3.00%                      | 3.00%                                    | 3.00%                        |
| Salary increases, including wage inflation: |                           |                            |                                          |                              |
| Members other than State Troopers           | 3.30%-10.90%              | 3.40%-11.00%               | 3.20%-11.30%                             | 2.80%-5.30%                  |
| State Troopers                              | 3.20%-12.40%              | N/A                        | 3.20%-12.40% <sup>1</sup>                | N/A                          |

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**Note 14 - Retirement Plans (Continued)**

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The long-term rate of return, net of OPEB plan investment expenses, including price inflation and discount rate assumptions were 7.25 percent.

Rates of termination/withdrawal, retirement, and disability were revised to more closely reflect actual experience.

Mortality assumptions used in the roll forward calculations for the determination of the total pension liability for each of the Division Trust Funds as shown below were applied, as applicable, in the roll forward calculation for the HCTF, using a headcount-weighted basis.

Pre-retirement mortality assumptions for the State and Local Government Divisions (Members other than State Troopers) were based upon the PubG-2010 Employee Table with generational projection using scale MP-2019.

Pre-retirement mortality assumptions for State Troopers were based upon the PubS-2010 Employee Table with generational projection using scale MP-2019.

The pre-retirement mortality assumptions for the School Division were based upon the PubT-2010 Employee Table with generational projection using scale MP-2019.

Pre-retirement mortality assumptions for the Judicial Division were based upon the PubG-2010(A) Above-Median Employee Table with generational projection using scale MP-2019.

Post-retirement non-disabled mortality assumptions for the State and Local Government Divisions (Members other than State Troopers) were based upon the PubG-2010 Healthy Retiree Table, adjusted as follows:

- Males: 94 percent of the rates prior to age 80 and 90 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.
- Females: 87 percent of the rates prior to age 80 and 107 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.

Post-retirement non-disabled mortality assumptions for State Troopers were based upon the unadjusted PubS-2010 Healthy Retiree Table, with generational projection using scale MP-2019.

Post-retirement non-disabled mortality assumptions for the School Division were based upon the PubT-2010 Healthy Retiree Table, adjusted as follows:

- Males: 112 percent of the rates prior to age 80 and 94 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.
- Females: 83 percent of the rates prior to age 80 and 106 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.

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**Note 14 - Retirement Plans (Continued)**

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Post-retirement non-disabled mortality assumptions for the Judicial Division were based upon the unadjusted PubG-2010(A) Above-Median Healthy Retiree Table with generational projection using scale MP-2019.

Post-retirement non-disabled beneficiary mortality assumptions were based upon the Pub-2010 Contingent Survivor Table, adjusted as follows:

- Males: 97 percent of the rates for all ages, with generational projection using scale MP-2019.
- Females: 105 percent of the rates for all ages, with generational projection using scale MP-2019.

Disabled mortality assumptions for Members other than State Troopers were based upon the PubNS-2010 Disabled Retiree Table using 99 percent of the rates for all ages with generational projection using scale MP-2019.

Disabled mortality assumptions for State Troopers were based upon the unadjusted PubS-2010 Disabled Retiree Table with generational projection using scale MP-2019.

The mortality tables described above are generational mortality tables on a head-count weighted basis.

The following health care costs assumptions were updated and used in the roll forward calculation 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.

Actuarial assumptions pertaining to per capita health care costs and their related trend rates are analyzed and updated annually by the Board's actuary, as discussed above.

The long-term expected return on plan assets is reviewed as part of regular experience studies prepared every four to five years for PERA. Recently this assumption has been reviewed more frequently. The most recent analyses were outlined in the Experience Study report dated October 28, 2020. As a result of the November 20, 2020, PERA Board meeting, the following economic assumptions were changed, effective December 31, 2020:

- Price inflation assumption decreased from 2.40 percent per year to 2.30 percent per year.

## Note 14 - Retirement Plans (Continued)

- Real rate of investment return assumption increased from 4.85 percent per year, net of investment expenses to 4.95 percent per year, net of investment expenses.
- Wage inflation assumption decreased from 3.50 percent per year to 3.00 percent per year.

Several factors are considered in evaluating the long-term rate of return assumption, 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 percentages and then adding expected inflation.

The PERA Board first adopted the 7.25 percent long-term expected rate of return as of November 18, 2016. Following an asset/liability study, the Board reaffirmed the assumed rate of return at the Board's November 15, 2019, meeting, to be effective January 1, 2020. As of the most recent reaffirmation of the long-term rate of return, the target asset allocation and best estimates of geometric real rates of return for each major asset class are summarized in the table as follows:

| 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 <sup>1</sup> | 6.00%             | 4.70%                                          |
| <b>Total</b>              | <b>100.00%</b>    |                                                |

<sup>1</sup> The Opportunity Fund's name changed to Alternatives, effective January 1, 2020.

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.

*Sensitivity of the Town of Mountain Village 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 |
|---------------------------------------|----------------------------|---------------------|----------------------------|
| Initial PERACare Medicare trend rate  | 7.10%                      | 8.10%               | 9.10%                      |
| Ultimate 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%                      |
| Net OPEB Liability                    | \$625,929                  | \$642,537           | \$661,869                  |
|                                       |                            |                     |                            |

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**Note 14 - Retirement Plans (Continued)**

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*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.
- Estimated transfers of dollars into the HCTF representing a portion of purchase service agreements intended to cover the costs associated with OPEB benefits.
- Employer contributions and the amount of total service costs for future plan members were based upon a process used by the plan to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- Benefit payments and contributions were assumed to be made at the end 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. 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 of Mountain Village 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:

## Note 14 - Retirement Plans (Continued)

### Sensitivity to Discount Rate

|                          | 1% Decrease<br>6.25% | Current Discount<br>Rate 7.25% | 1% Increase<br>8.25% |
|--------------------------|----------------------|--------------------------------|----------------------|
| Governmental Funds       | \$ 607,599           | \$ 530,285                     | \$ 464,465           |
| Broadband                | 35,845               | 31,292                         | 27,401               |
| Water/Sewer              | 33,784               | 29,492                         | 25,825               |
| Child Development        | 31,502               | 27,501                         | 24,081               |
| VCA (Affordable Housing) | 27,307               | 23,967                         | 20,874               |
| Total                    | <u>\$ 736,037</u>    | <u>\$ 642,536</u>              | <u>\$ 562,647</u>    |

*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](http://www.copera.org/investments/pera-financial-reports).

### Law Enforcement Pension Plans

Law enforcement employees participate in the statewide Fire and Police Pension Association (FPPA) money purchase plan, a defined contribution plan. In a defined contribution plan, benefits depend solely on amounts contributed to the money purchase plan plus investment earnings. The employees contribute at the rate of 8% and the Town contributes at the rate of 14% of employee salaries. Member contributions are 100% vested. Employer contributions vest over a period of five years. Contribution obligations and benefit provisions of the plan are established under the authority of state statute.

|                                                                        |  |                   |
|------------------------------------------------------------------------|--|-------------------|
| Following is a summary of 2021 FPPA money purchase plan contributions: |  |                   |
| Total payroll                                                          |  | \$ 4,513,023      |
| Covered payroll                                                        |  | 468,489           |
| Contributions:                                                         |  |                   |
| Town                                                                   |  | 67,437            |
| Employees                                                              |  | 43,678            |
| Total                                                                  |  | <u>\$ 111,114</u> |

The Town offers its law enforcement employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan permits the employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are (until paid or made available to the employee or other beneficiary) held in the Deferred Compensation Plan Trusts for the exclusive benefit of participants and their beneficiaries. FPPA is trustee of the trusts. The Town has no ownership interest in the plan nor is the Town liable for losses under the deferred compensation plan.

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**Note 14 - Retirement Plans (Continued)**

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The Town matches the employee's contributions anywhere from 1% to 9%, depending on the employee's years of service. This is a discretionary match. For the year ended December 31, 2021, the Town contributed \$17,474 on \$20,432 of employee contributions.

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**Note 15 – Fund Balance Classifications**

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**General Fund**

The Town's policy is to apply committed resources first when an expense is incurred for purposes for which committed, restricted, assigned, and unassigned net position are available.

The non-spendable fund balance in the General Fund consists of deposits and prepaid expenses.

The assigned fund balance, authorized by Town Council, is for future purchases of vehicles or equipment in the Vehicle and Equipment Acquisition Fund and the budgeted deficit in the General Fund.

The committed fund balance in the General Fund is collected revenues for energy mitigation that are unexpended but are to be used for specific purposes.

Colorado voters passed an amendment to the State Constitution, Article X, Section 20. The amendment has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local governments, excluding "enterprises." The amendment is complex and subject to judicial interpretation. The Town believes it is in compliance with the requirements of the amendment. On June 25, 1996 the Town electorate authorized the Town to collect, receive, retain and spend all Town revenues beginning in 1996, without limitations imposed by the amendment. The amendment requires that an emergency reserve be maintained at three percent of fiscal year spending. A portion of the General Fund's fund balance is classified as restricted for emergencies as required by the amendment.

The remaining fund balance in the General Fund is unassigned.

**Debt Service Fund**

The restricted fund balance in the Debt Service Fund is entirely restricted for debt service obligations.

**Vehicle & Equipment Acquisition Fund**

Town Council is authorized, by article VIII of The Town of Mountain Village Home Rule Charter to assign amounts to a specific purpose. The assigned fund balance in the Vehicle & Equipment Acquisition Fund is to be used for future vehicle or equipment acquisitions via a resolution as adopted by Town Council.

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**Note 15 – Fund Balance Classifications**

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**Special Revenue Funds**

**Gondola Fund** – Used to account for revenues restricted for the purpose of financing, improving and operating a gondola and “Chondola” transit system for the benefit of the Telluride Mountain Village Resort Company dba Telluride Mountain Village Owners Association (TMVOA), TSG Ski & Golf Company (TSGC), the Town of Telluride, the Town of Mountain Village and San Miguel County, Colorado. The cost of operations and maintenance of the transit system is funded through contributions from TMVOA and TSGC.

**Historical Museum Fund** - Accounts for the proceeds of a .333 property tax mill levy as authorized by the Town’s electorate for remittance to the Telluride Historical Museum, a nonprofit entity.

**Tourism Fund** - Accounts for lodging taxes, restaurant taxes, and business license revenues remitted to Marketing Telluride, Inc. (MTI) to promote tourism in the Telluride and Mountain Village Communities, and the Telluride/Montrose Regional Air Organization to fund the Airline Guaranty Program.

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### **Required Supplementary Information**

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**Town of Mountain Village**  
**General Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended December 31, 2021**

|                                         | <b><u>Budgeted Amounts</u></b> |                     |                      |                                              |
|-----------------------------------------|--------------------------------|---------------------|----------------------|----------------------------------------------|
|                                         | <b><u>Original</u></b>         | <b><u>Final</u></b> | <b><u>Actual</u></b> | <b><u>Variance with<br/>Final Budget</u></b> |
| Revenues                                |                                |                     |                      |                                              |
| Taxes                                   | \$ 8,653,973                   | \$12,169,502        | \$ 12,851,738        | \$ 682,236                                   |
| Licenses & Permits                      | 339,828                        | 543,578             | 650,385              | 106,807                                      |
| Intergovernmental                       | 413,533                        | 415,303             | 512,565              | 97,262                                       |
| Charges for Services                    | 291,458                        | 633,274             | 738,211              | 104,937                                      |
| Fines & Forfeitures                     | 11,841                         | 11,841              | 3,248                | (8,593)                                      |
| Earnings on Deposits & Investments      | 100,000                        | 35,000              | (47,411)             | (82,411)                                     |
| Miscellaneous                           | 89,118                         | 359,214             | 249,683              | (109,531)                                    |
| Grants & Contributions                  | 33,340                         | 88,340              | 86,252               | (2,088)                                      |
| Total Revenues                          | <u>9,933,091</u>               | <u>14,256,052</u>   | <u>15,044,671</u>    | <u>788,619</u>                               |
| Expenditures                            |                                |                     |                      |                                              |
| General Government                      | 3,503,945                      | 4,164,879           | 3,645,751            | (519,128)                                    |
| Public Safety                           | 1,126,598                      | 1,148,085           | 1,080,461            | (67,624)                                     |
| Roads & Bridges                         | 1,128,648                      | 1,095,539           | 978,600              | (116,939)                                    |
| Equipment & Property Maintenance        | 2,221,479                      | 2,197,658           | 2,130,724            | (66,934)                                     |
| Culture & Recreation                    | 514,139                        | 468,184             | 437,359              | (30,825)                                     |
| Parking & Transportation                | 298,424                        | 306,864             | 261,728              | (45,136)                                     |
| Economic Development                    | 1,146,655                      | 1,315,514           | 1,134,344            | (181,170)                                    |
| Capital Outlay                          | 191,535                        | 215,000             | 226,182              | 11,182                                       |
| Total Expenditures                      | <u>10,131,423</u>              | <u>10,911,723</u>   | <u>9,895,149</u>     | <u>(1,016,574)</u>                           |
| Excess of Revenues<br>Over Expenditures | <u>(198,332)</u>               | <u>3,344,329</u>    | <u>5,149,522</u>     | <u>1,805,193</u>                             |
| Other Financing Sources (Uses)          |                                |                     |                      |                                              |
| Proceeds from Sale of Assets            | -                              | -                   | -                    | -                                            |
| Insurance Proceeds                      | -                              | -                   | 13,410               | 13,410                                       |
| Transfers In                            | 696,052                        | 891,617             | 860,784              | (30,833)                                     |
| Transfers Out                           | <u>(2,478,596)</u>             | <u>(2,282,468)</u>  | <u>(2,043,613)</u>   | <u>238,855</u>                               |
| Total Other Financing<br>Sources (Uses) | <u>(1,782,544)</u>             | <u>(1,390,851)</u>  | <u>(1,169,419)</u>   | <u>221,432</u>                               |
| Net Change in Fund Balance              | <u>(1,980,876)</u>             | <u>1,953,478</u>    | <u>3,980,103</u>     | <u>2,026,625</u>                             |
| Fund Balance - Beginning of Year        | <u>12,806,208</u>              | <u>13,795,896</u>   | <u>13,795,896</u>    | <u>-</u>                                     |
| Fund Balance - End of Year              | <u>\$ 10,825,332</u>           | <u>\$15,749,374</u> | <u>\$ 17,775,999</u> | <u>\$ 2,026,625</u>                          |

The basis of budgeting is the same as GAAP and this schedule is presented on that basis.

See the accompanying independent auditor's report.

**Town of Mountain Village**

**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance - Budget and Actual - Special Revenue Fund -**  
**Gondola Fund**

**For the Fiscal Year Ended December 31, 2021**

|                                         | <b><u>Budgeted Amounts</u></b> |                     |                      | <b><u>Variance with</u></b> |
|-----------------------------------------|--------------------------------|---------------------|----------------------|-----------------------------|
|                                         | <b><u>Original</u></b>         | <b><u>Final</u></b> | <b><u>Actual</u></b> | <b><u>Final Budget</u></b>  |
| Revenues                                |                                |                     |                      |                             |
| Contributions:                          |                                |                     |                      |                             |
| Mountain Village Owner's Association    | \$ 4,463,056                   | \$ 1,987,611        | \$ 1,728,362         | \$ (259,249)                |
| Telluride Ski and Golf Company          | 150,000                        | 200,000             | 215,902              | 15,902                      |
| Other Revenues:                         |                                |                     |                      |                             |
| Event Operating Hours Subsidies         | -                              | -                   | -                    | -                           |
| Grant Funding                           | 453,354                        | 2,976,532           | 2,932,527            | (44,005)                    |
| Miscellaneous                           | -                              | -                   | 454                  | 454                         |
| Operating Contributions                 | 36,000                         | 36,000              | 36,000               | -                           |
| Total Revenues                          | <u>5,102,410</u>               | <u>5,200,143</u>    | <u>4,913,245</u>     | <u>(286,898)</u>            |
| Expenditures                            |                                |                     |                      |                             |
| Gondola:                                |                                |                     |                      |                             |
| Grant Success Fees                      | -                              | -                   | -                    | -                           |
| Operations                              | 1,952,917                      | 2,061,486           | 2,157,906            | 96,420                      |
| MARRS                                   | 79,363                         | 79,417              | 68,674               | (10,743)                    |
| Maintenance                             | 1,436,841                      | 1,434,095           | 1,387,002            | (47,093)                    |
| Fixed Costs                             | 456,132                        | 458,306             | 431,487              | (26,819)                    |
| Contingency                             | 120,000                        | 120,000             | -                    | (120,000)                   |
| Major Repairs and Maintenance           | 710,000                        | 736,000             | 630,403              | (105,597)                   |
| Capital Outlay                          | 49,500                         | 60,000              | 58,706               | (1,294)                     |
| Chondola:                               |                                |                     |                      |                             |
| Operations                              | 167,712                        | 195,839             | 155,554              | (40,285)                    |
| Capital Outlay                          | 74,945                         | -                   | -                    | -                           |
| Total Expenditures                      | <u>5,047,410</u>               | <u>5,145,143</u>    | <u>4,889,732</u>     | <u>(255,411)</u>            |
| Excess of Revenues<br>Over Expenditures | <u>55,000</u>                  | <u>55,000</u>       | <u>23,513</u>        | <u>31,487</u>               |
| Other Financing Uses                    |                                |                     |                      |                             |
| Proceeds from Sale of Assets            | -                              | -                   | -                    | -                           |
| Insurance Proceeds                      | -                              | -                   | 6,124                |                             |
| Transfers To Other Funds                | (55,000)                       | (55,000)            | (29,637)             | 25,363                      |
| Other Financing Uses                    | <u>(55,000)</u>                | <u>(55,000)</u>     | <u>(23,513)</u>      | <u>25,363</u>               |
| Net Change in Fund Balance              | -                              | -                   | -                    | -                           |
| Fund Balance, Beginning of Year         | -                              | -                   | -                    | -                           |
| Fund Balance, End of Year               | <u>\$ -</u>                    | <u>\$ -</u>         | <u>\$ -</u>          | <u>\$ -</u>                 |

The basis of budgeting is the same as GAAP and this schedule is presented on that basis.

See the accompanying independent auditor's report.

**Town of Mountain Village**

**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance - Budget and Actual - Special Revenue Fund -**  
**Tourism Fund**

**For the Fiscal Year Ended December 31, 2021**

|                                       | <b>Budgeted Amounts</b> |              |               | <b>Variance with</b> |
|---------------------------------------|-------------------------|--------------|---------------|----------------------|
|                                       | <b>Original</b>         | <b>Final</b> | <b>Actual</b> | <b>Final Budget</b>  |
| Revenues                              |                         |              |               |                      |
| Sales and Marketing:                  |                         |              |               |                      |
| Lodging Taxes                         | \$ 1,235,628            | \$ 2,868,448 | \$ 3,256,460  | \$ 388,012           |
| Restaurant Taxes                      | 295,485                 | 525,040      | 551,322       | 26,282               |
| Business License Fees                 | 315,307                 | 335,000      | 351,156       | 16,156               |
| Penalties and Interest                | 10,500                  | 14,500       | 19,914        | 5,414                |
| Total Revenues                        | 1,856,920               | 3,742,988    | 4,178,852     | 435,864              |
| Expenditures                          |                         |              |               |                      |
| Administrative Expense                | 2,500                   | 2,500        | -             | (2,500)              |
| Contract Sales and Marketing Services | 908,024                 | 1,734,781    | 1,942,035     | 207,254              |
| Airline Guaranty                      | 895,033                 | 1,920,079    | 2,135,960     | 215,881              |
| Total Expenditures                    | 1,805,557               | 3,657,360    | 4,077,995     | 420,635              |
| Revenues Over                         |                         |              |               |                      |
| Expenditures Before Transfers         | 51,363                  | 85,628       | 100,857       | 15,229               |
| Transfers                             |                         |              |               |                      |
| Transfer In (Out)                     | (51,363)                | (85,628)     | (100,857)     | (15,229)             |
| Net Change in Fund Balance            | -                       | -            | -             | -                    |
| Fund Balance, Beginning of Year       | -                       | -            | -             | -                    |
| Fund Balance, End of Year             | \$ -                    | \$ -         | \$ -          | \$ -                 |

See the accompanying independent auditor's report.

**Town of Mountain Village**  
**Schedule of the Town's Proportionate Share of the Net Pension Liability**  
**Last Eight Years - Pension Schedules will eventually be shown for the last ten years, information will be added as it becomes available**

|                                                                                                                   | <u>2020</u>   | <u>2019</u>   | <u>2018</u>   | <u>2017</u>   | <u>2016</u>   | <u>2015</u>   | <u>2014</u>   | <u>2013</u>   |
|-------------------------------------------------------------------------------------------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Town of Mountain Village proportion (share) of the collective net pension liability                               | 0.8948022440% | 0.9559565818% | 0.9817834720% | 0.9644828282% | 0.9648373425% | 0.9835017662% | 0.9782010094% | 0.9833245881% |
| Town of Mountain Village share of the collective pension liability                                                | \$ 4,663,056  | \$ 6,991,780  | \$ 12,343,109 | \$ 10,738,841 | \$ 13,028,594 | \$ 10,834,069 | \$ 8,767,731  | \$ 8,091,985  |
| Covered payroll                                                                                                   | \$ 6,462,829  | \$ 6,629,833  | \$ 6,439,455  | \$ 6,084,367  | \$ 5,848,122  | \$ 5,586,318  | \$ 5,362,058  | \$ 5,241,993  |
| Town of Mountain Village proportionate share of the net pension liability as a percentage of it's covered payroll | 72.15%        | 105.46%       | 191.68%       | 176.50%       | 222.78%       | 193.94%       | 163.51%       | 154.37%       |
| Plan fiduciary net pension as a percentage of the total pension liability                                         | 90.88%        | 86.26%        | 75.96%        | 79.37%        | 73.65%        | 76.87%        | 80.72%        | 81.00%        |

**The amounts presented for each fiscal year were determined as of December 31**

**Town of Mountain Village**  
**Schedule of Activity - Employer Pension Contributions**  
**Last Eight Years - Pension Schedules will eventually be shown for the last ten years, information will be added as it becomes available**

|                                                                    | <u>December 31, 2021</u> | <u>December 31, 2020</u> | <u>December 31, 2019</u> | <u>December 31, 2018</u> | <u>December 31, 2017</u> | <u>December 31, 2016</u> | <u>December 31, 2015</u> | <u>December 31, 2014</u> |
|--------------------------------------------------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| Statutorily Required Contributions                                 | \$ 816,795               | \$ 841,893               | \$ 834,747               | \$ 816,523               | \$ 771,498               | \$ 741,542               | \$ 708,245               | \$ 679,663               |
| Contributions in Relation to the Statutorily Required Contribution | <u>816,795</u>           | <u>841,893</u>           | <u>834,747</u>           | <u>816,523</u>           | <u>771,498</u>           | <u>741,542</u>           | <u>708,245</u>           | <u>679,663</u>           |
| Contribution Deficiency (Excess)                                   | \$ <u>-</u>              | \$ <u>-</u>              | \$ <u>-</u>              | \$ <u>-</u>              | \$ <u>-</u>              | \$ <u>-</u>              | \$ <u>-</u>              | \$ <u>-</u>              |
| Covered Payroll                                                    | 6,462,829                | 6,639,535                | 6,629,833                | 6,439,455                | 6,084,367                | 5,848,122                | 5,586,318                | 5,362,058                |
| Contributions as a percentage of Employer Payroll                  | 12.6%                    | 12.7%                    | 12.6%                    | 12.7%                    | 12.7%                    | 12.7%                    | 12.7%                    | 12.7%                    |

The amounts presented for each fiscal year were determined as of December 31

**Town of Mountain Village**  
**Schedule of the Town's Proportionate Share of the Net OPEB Liability**  
**Last Five Years - OPEB Schedules will eventually be shown for the last ten years, information will be added as it becomes available (1)**

|                                                                                                                | <u>2020</u>   | <u>2019</u>   | <u>2018</u>   | <u>2017</u>   | <u>2016</u>   |
|----------------------------------------------------------------------------------------------------------------|---------------|---------------|---------------|---------------|---------------|
| Town of Mountain Village proportion (share) of the collective net OPEB liability                               | 0.0676193585% | 0.0730578500% | 0.0761373829% | 0.0749447761% | 0.0740643865% |
| Town of Mountain Village share of the collective OPEB liability                                                | \$ 955,817    | \$ 821,169    | \$ 1,035,881  | \$ 973,982    | \$ 960,270    |
| Covered payroll                                                                                                | \$ 6,462,829  | \$ 6,629,833  | \$ 6,439,455  | \$ 6,084,367  | \$ 5,848,122  |
| Town of Mountain Village proportionate share of the net OPEB liability as a percentage of it's covered payroll | 14.79%        | 12.39%        | 16.09%        | 16.01%        | 16.42%        |
| Plan fiduciary net OPEB as a percentage of the total OPEB liability                                            | 32.78%        | 24.49%        | 17.03%        | 17.53%        | 0.02%         |

**The amounts presented for each fiscal year were determined as of December 31**

**(1) The Town implemented GASB 75 beginning in 2018. Information prior to 2016 is not available.**

**Town of Mountain Village**  
**Schedule of Activity - Employer OPEB Contributions**  
**Last Five Years - Pension Schedules will eventually be shown for the last ten years, information will be added as it becomes available (1)**

|                                                                    | <u>December 31, 2021</u> | <u>December 31, 2020</u> | <u>December 31, 2019</u> | <u>December 31, 2018</u> | <u>December 31, 2017</u> |
|--------------------------------------------------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| Statutorily Required Contributions                                 | \$ 63,781                | \$ 67,723                | \$ 67,004                | \$ 65,682                | \$ 62,061                |
| Contributions in Relation to the Statutorily Required Contribution | <u>63,781</u>            | <u>67,723</u>            | <u>67,004</u>            | <u>65,682</u>            | <u>62,061</u>            |
| Contribution Deficiency (Excess)                                   | \$ <u>-</u>              | \$ <u>-</u>              | \$ <u>-</u>              | \$ <u>-</u>              | \$ <u>-</u>              |
| Covered Payroll                                                    | 6,462,829                | 6,639,535                | 6,569,057                | 6,439,455                | 6,084,367                |
| Contributions as a percentage of Employer Payroll                  | 0.99%                    | 1.02%                    | 1.02%                    | 1.02%                    | 1.02%                    |

**The amounts presented for each fiscal year were determined as of December 31**

**(1) The Town implemented GASB 75 beginning in 2018. Information prior to 2016 is not available.**

**Due to the implementation of GASB 75 in 2018, 2017 - 2019 contributions are separated between PERA and OPEB**

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### **Other Supplementary Information**

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**Town of Mountain Village**

**Combining Balance Sheet - Nonmajor Governmental Funds**

**December 31, 2021**

|                                             | <b><u>Special<br/>Revenue Fund</u></b> |                                  | <b>Vehicle and<br/>Equipment<br/>Acquisition<br/>Fund</b> | <b>Total</b>      |
|---------------------------------------------|----------------------------------------|----------------------------------|-----------------------------------------------------------|-------------------|
|                                             | <b>Historical<br/>Museum</b>           | <b>Capital<br/>Projects Fund</b> |                                                           |                   |
| Assets                                      |                                        |                                  |                                                           |                   |
| Cash                                        | \$ (820)                               | \$ -                             | \$ 553,212                                                | \$ 552,393        |
| Receivables:                                |                                        |                                  |                                                           |                   |
| Taxes                                       | 104,270                                | -                                | -                                                         | 104,270           |
| Grants                                      | -                                      | -                                | -                                                         | -                 |
| Interest                                    | -                                      | -                                | -                                                         | -                 |
| Total Assets                                | <u>103,451</u>                         | <u></u>                          | <u>553,212</u>                                            | <u>656,663</u>    |
| Liabilities and Fund Balances               |                                        |                                  |                                                           |                   |
| Liabilities:                                |                                        |                                  |                                                           |                   |
| Accounts Payable                            | 16                                     | -                                | -                                                         | 16                |
| Due to Pooled Cash                          | <u>-</u>                               | <u>-</u>                         | <u>-</u>                                                  | <u>-</u>          |
| Total Liabilities                           | <u>16</u>                              | <u>-</u>                         | <u>-</u>                                                  | <u>16</u>         |
| Deferred Inflows of Resources, Property Tax | <u>103,435</u>                         | <u>-</u>                         | <u>-</u>                                                  | <u>103,435</u>    |
| Fund Balances:                              |                                        |                                  |                                                           |                   |
| Assigned                                    | <u>-</u>                               | <u>-</u>                         | <u>553,212</u>                                            | <u>553,212</u>    |
| Total Fund Balance                          | <u>\$ -</u>                            | <u>\$ -</u>                      | <u>\$ 553,212</u>                                         | <u>\$ 553,212</u> |

See the accompanying independent auditor's report.

**Town of Mountain Village**

**Combining Statement of Revenues, Expenditures, and  
Changes in Fund Balance - Nonmajor Governmental Funds**  
For the Fiscal Year Ended December 31, 2021

|                                       | <b><u>Special<br/>Revenue Fund</u></b> |                                  | <b>Vehicle and<br/>Equipment<br/>Acquisition<br/>Fund</b> |                          |
|---------------------------------------|----------------------------------------|----------------------------------|-----------------------------------------------------------|--------------------------|
|                                       | <b>Historical<br/>Museum</b>           | <b>Capital<br/>Projects Fund</b> |                                                           | <b>Total</b>             |
| Revenues                              |                                        |                                  |                                                           |                          |
| Taxes                                 | \$ 102,308                             | \$ -                             | \$ -                                                      | \$ 102,308               |
| Grant Revenues                        | -                                      | -                                | -                                                         | -                        |
| Total Revenues                        | <u>102,308</u>                         | <u>-</u>                         | <u>-</u>                                                  | <u>102,308</u>           |
| Expenditures                          |                                        |                                  |                                                           |                          |
| Culture and Recreation                | 100,255                                | -                                | -                                                         | 100,255                  |
| Vehicles and Equipment                | -                                      | -                                | 210,738                                                   | 210,738                  |
| Capital Outlay                        | -                                      | 79,765                           | -                                                         | 79,765                   |
| Grant Success Fees                    | -                                      | -                                | -                                                         | -                        |
| Administrative Costs                  | 2,053                                  | -                                | -                                                         | 2,053                    |
| Total Expenditures                    | <u>102,308</u>                         | <u>79,765</u>                    | <u>210,738</u>                                            | <u>392,811</u>           |
| Revenues Over (Under)<br>Expenditures | <u>-</u>                               | <u>(79,765)</u>                  | <u>(210,738)</u>                                          | <u>(290,503)</u>         |
| Other Financing Sources (Uses)        |                                        |                                  |                                                           |                          |
| Proceeds from Sale of Assets          | -                                      | -                                | 25,452                                                    | 25,452                   |
| Insurance Claim Proceeds              | -                                      | -                                | -                                                         | -                        |
| Transfers In (Out)                    | -                                      | 79,765                           | 240,872                                                   | 320,637                  |
| Total Other Financing Sources (Uses)  | <u>-</u>                               | <u>79,765</u>                    | <u>266,324</u>                                            | <u>346,089</u>           |
| Net Change in Fund Balance            | -                                      | -                                | 55,586                                                    | 55,586                   |
| Fund Balance, Beginning of Year       | <u>-</u>                               | <u>-</u>                         | <u>497,626</u>                                            | <u>497,626</u>           |
| Fund Balance, End of Year             | <u><u>\$ -</u></u>                     | <u><u>\$ -</u></u>               | <u><u>\$ 553,212</u></u>                                  | <u><u>\$ 553,212</u></u> |

See the accompanying independent auditor's report.

**Town of Mountain Village**

**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance - Budget and Actual - Special Revenue Fund -**  
**Historical Museum Fund**  
**For the Fiscal Year Ended December 31, 2021**

|                                 | <b><u>Budgeted Amounts</u></b> |                     |                      | <b><u>Variance with</u></b> |
|---------------------------------|--------------------------------|---------------------|----------------------|-----------------------------|
|                                 | <b><u>Original</u></b>         | <b><u>Final</u></b> | <b><u>Actual</u></b> | <b><u>Final Budget</u></b>  |
| Revenues                        |                                |                     |                      |                             |
| Property Taxes                  | \$ 103,241                     | \$ 103,241          | \$ 102,308           | \$ (933)                    |
| Expenditures                    |                                |                     |                      |                             |
| Administrative Costs            | 2,069                          | 2,100               | 2,053                | (47)                        |
| Culture and Recreation          | 101,172                        | 101,141             | 100,255              | (886)                       |
| Total Expenditures              | 103,241                        | 103,241             | 102,308              | (933)                       |
| Net Change in Fund Balance      | -                              | -                   | -                    | -                           |
| Fund Balance, Beginning of Year | -                              | -                   | -                    | -                           |
| Fund Balance, End of Year       | <u>\$ -</u>                    | <u>\$ -</u>         | <u>\$ -</u>          | <u>\$ -</u>                 |

See the accompanying independent auditor's report.

**Town of Mountain Village**

**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance - Budget and Actual -**  
**Vehicle and Equipment Acquisition Fund**  
**For the Fiscal Year Ended December 31, 2021**

|                                                                            | <b><u>Budgeted Amounts</u></b> |                     |                      | <b><u>Variance with</u></b> |
|----------------------------------------------------------------------------|--------------------------------|---------------------|----------------------|-----------------------------|
|                                                                            | <b><u>Original</u></b>         | <b><u>Final</u></b> | <b><u>Actual</u></b> | <b><u>Final Budget</u></b>  |
| Revenues                                                                   |                                |                     |                      |                             |
| Insurance Claim Proceeds                                                   | \$ -                           | \$ -                | \$ -                 | \$ -                        |
| Grant Revenues                                                             | -                              | -                   | -                    | -                           |
| Total Revenues                                                             | -                              | -                   | -                    | -                           |
| Expenditures                                                               |                                |                     |                      |                             |
| Vehicles and Equipment                                                     | 223,716                        | 223,716             | 210,738              | (12,978)                    |
| Total Expenditures                                                         | 223,716                        | 223,716             | 210,738              | (12,978)                    |
| Revenue Under Expenditures Before<br>Transfers and Other Financing Sources | (223,716)                      | (223,716)           | (210,738)            | 12,978                      |
| Other Financing Sources                                                    |                                |                     |                      |                             |
| Proceeds from Sale of Assets                                               | -                              | -                   | 25,452               | 25,452                      |
| Transfers In                                                               | 290,831                        | 290,831             | 240,872              | (49,959)                    |
| Total Other Financing Sources (Uses)                                       | 290,831                        | 290,831             | 266,324              | (24,507)                    |
| Net Change in Fund Balance                                                 | 67,115                         | 67,115              | 55,586               | (11,529)                    |
| Fund Balance, Beginning of Year                                            | 521,677                        | 497,626             | 497,626              | -                           |
| Fund Balance, End of Year                                                  | <u>\$ 588,792</u>              | <u>\$ 564,741</u>   | <u>\$ 553,212</u>    | <u>\$ (11,529)</u>          |

See the accompanying independent auditor's report.

**Town of Mountain Village**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**Debt Service Fund**  
**For the Fiscal Year Ended December 31, 2021**

|                                   | <b><u>Budgeted Amounts</u></b> |                     |                      | <b>Variance</b>                 |
|-----------------------------------|--------------------------------|---------------------|----------------------|---------------------------------|
|                                   | <b><u>Original</u></b>         | <b><u>Final</u></b> | <b><u>Actual</u></b> | <b><u>with Final Budget</u></b> |
| Revenues                          |                                |                     |                      |                                 |
| Property Taxes                    | \$ 512,012                     | \$ 512,012          | \$ 485,358           | \$ (26,654)                     |
| Contributions from Other Entities | 206,000                        | 206,000             | 206,000              | -                               |
| Interest Income                   | 2,000                          | 2,000               | 406                  | (1,594)                         |
| Miscellaneous Income              | -                              | -                   | -                    | -                               |
| Total Revenues                    | <u>720,012</u>                 | <u>720,012</u>      | <u>691,764</u>       | <u>(28,248)</u>                 |
| Expenditures                      |                                |                     |                      |                                 |
| Debt Service:                     |                                |                     |                      |                                 |
| Administrative Charges            | 17,979                         | 17,979              | 15,650               | (2,329)                         |
| Principal                         | 450,000                        | 450,000             | 450,000              | -                               |
| Interest                          | <u>220,033</u>                 | <u>220,033</u>      | <u>220,033</u>       | <u>-</u>                        |
| Total Expenditures                | <u>688,012</u>                 | <u>688,012</u>      | <u>685,683</u>       | <u>(2,329)</u>                  |
| Income (Loss) Before Transfers    | <u>32,000</u>                  | <u>32,000</u>       | <u>6,081</u>         | <u>(25,919)</u>                 |
| Other Financing Uses              |                                |                     |                      |                                 |
| Transfers In                      | -                              | -                   | -                    | -                               |
| Transfers Out                     | <u>(32,000)</u>                | <u>(32,000)</u>     | <u>(23,976)</u>      | <u>8,024</u>                    |
| Total Other Financing Uses        | <u>(32,000)</u>                | <u>(32,000)</u>     | <u>(23,976)</u>      | <u>8,024</u>                    |
| Net Change in Fund Balances       | -                              | -                   | (17,895)             | (17,895)                        |
| Fund Balance - Beginning of Year  | <u>405,573</u>                 | <u>369,489</u>      | <u>369,489</u>       | <u>-</u>                        |
| Fund Balance - End of Year        | <u>\$ 405,573</u>              | <u>\$ 369,489</u>   | <u>\$ 351,594</u>    | <u>\$ (17,895)</u>              |

See the accompanying independent auditor's report.

**Town of Mountain Village**

**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance - Budget and Actual -**  
**Capital Projects Fund**  
**For the Fiscal Year Ended December 31, 2021**

|                                                       | <b>Budgeted Amounts</b> |                   |               | <b>Variance with</b> |
|-------------------------------------------------------|-------------------------|-------------------|---------------|----------------------|
|                                                       | <b>Original</b>         | <b>Final</b>      | <b>Actual</b> | <b>Final Budget</b>  |
| Revenues                                              |                         |                   |               |                      |
| Grant Revenues                                        | \$ 400,000              | \$ -              | \$ -          | \$ -                 |
| Interest Income                                       | -                       | -                 | -             | -                    |
| Total Revenues                                        | 400,000                 | -                 | -             | -                    |
| Expenditures                                          |                         |                   |               |                      |
| Capital Outlay                                        | 1,446,546               | 100,000           | 79,765        | (20,235)             |
| Income (Loss) Before Other Financing Sources and Uses | (1,046,546)             | (100,000)         | (79,765)      | 20,235               |
| Other Financing Sources and Uses                      |                         |                   |               |                      |
| Sale of Assets                                        | -                       | 488,000           | -             | (488,000)            |
| Transfer In (Out)                                     | 1,046,546               | 100,000           | 79,765        | (20,235)             |
| Total Other Financing Sources and Uses                | 1,046,546               | 588,000           | 79,765        | (508,235)            |
| Net Change in Fund Balance                            | -                       | 488,000           | -             | (488,000)            |
| Fund Balance, Beginning of Year                       | 488,000                 | -                 | -             | -                    |
| Fund Balance, End of Year                             | <u>\$ 488,000</u>       | <u>\$ 488,000</u> | <u>\$ -</u>   | <u>\$ (488,000)</u>  |

See the accompanying independent auditor's report.

**Town of Mountain Village**

**Combining Schedule of Net Position -**  
**Housing Authority Enterprise Fund**  
**December 31, 2021**

|                                                            | <b>Village Court<br/>Apartments</b> | <b>Affordable<br/>Housing<br/>Development</b> | <b>Mortgage<br/>Assistance<br/>Pool</b> | <b>Total</b>        |
|------------------------------------------------------------|-------------------------------------|-----------------------------------------------|-----------------------------------------|---------------------|
| <b>Assets</b>                                              |                                     |                                               |                                         |                     |
| Current Assets                                             |                                     |                                               |                                         |                     |
| Cash and Cash Equivalents                                  | \$ 964,035                          | \$ 1,970,809                                  | \$ 143,030                              | \$ 3,077,874        |
| Investments                                                | -                                   | -                                             | -                                       | -                   |
| Accounts Receivable                                        | 16,216                              | -                                             | -                                       | 16,216              |
| Due from Other Funds                                       | 438,661                             | -                                             | -                                       | 438,661             |
| Deposits                                                   | -                                   | 1,800                                         | -                                       | 1,800               |
| Prepaid Expenses                                           | -                                   | -                                             | -                                       | -                   |
| Total Current Assets                                       | <u>1,418,912</u>                    | <u>1,972,609</u>                              | <u>143,030</u>                          | <u>3,534,551</u>    |
| Non Current Assets                                         |                                     |                                               |                                         |                     |
| Restricted Cash                                            | 859,116                             | -                                             | -                                       | 859,116             |
| Notes Receivable                                           | -                                   | -                                             | 212,000                                 | 212,000             |
| Development Property Held for Sale                         |                                     |                                               |                                         |                     |
| Buildings and Improvements                                 | -                                   | 278,268                                       | -                                       | 278,268             |
| Capital Assets                                             |                                     |                                               |                                         |                     |
| Land and Land Improvements                                 | 429,596                             | 880,000                                       | -                                       | 1,309,596           |
| Construction in Progress                                   | 160,499                             | -                                             | -                                       | 160,499             |
| Buildings and Improvements                                 | 17,984,770                          | -                                             | -                                       | 17,984,770          |
| Vehicles and Equipment                                     | 573,044                             | -                                             | -                                       | 573,044             |
| Less Accumulated Depreciation                              | <u>(11,589,689)</u>                 | <u>-</u>                                      | <u>-</u>                                | <u>(11,589,689)</u> |
| Total Noncurrent Assets                                    | <u>8,417,336</u>                    | <u>1,158,268</u>                              | <u>212,000</u>                          | <u>9,787,604</u>    |
| Total Assets                                               | <u>9,836,248</u>                    | <u>3,130,877</u>                              | <u>355,030</u>                          | <u>13,322,155</u>   |
| Deferred Outflow of Resources - Related to Pensions        | 85,245                              | -                                             | -                                       | 85,245              |
| Deferred Outflow of Resources - Related to OPEB            | 4,512                               | -                                             | -                                       | 4,512               |
| Deferred Outflow of Resources - Deferred Loss on Refunding | 822,732                             | -                                             | -                                       | 822,732             |
| Deferred Outflow of Resources                              | <u>912,489</u>                      | <u>-</u>                                      | <u>-</u>                                | <u>912,489</u>      |
| <b>Liabilities</b>                                         |                                     |                                               |                                         |                     |
| Current Liabilities                                        |                                     |                                               |                                         |                     |
| Accounts Payable                                           | 21,465                              | (878)                                         | -                                       | 20,587              |
| Accrued Expenses                                           | 32,530                              | -                                             | -                                       | 32,530              |
| Due to Other Funds                                         | -                                   | -                                             | -                                       | -                   |
| Deposits                                                   | 269,577                             | 4,100                                         | -                                       | 273,677             |
| Unearned Revenue                                           | 81,355                              | -                                             | -                                       | 81,355              |
| Current Portion of Notes and Bond Payable                  | <u>310,000</u>                      | <u>-</u>                                      | <u>-</u>                                | <u>310,000</u>      |
| Total Current Liabilities                                  | <u>714,927</u>                      | <u>3,222</u>                                  | <u>-</u>                                | <u>718,149</u>      |
| Noncurrent Liabilities                                     |                                     |                                               |                                         |                     |
| Net Pension Liability                                      | 173,932                             | -                                             | -                                       | 173,932             |
| Net OPEB Liability                                         | 23,967                              | -                                             | -                                       | 23,967              |
| Revenue Bonds Payable                                      | <u>11,670,000</u>                   | <u>-</u>                                      | <u>-</u>                                | <u>11,670,000</u>   |
| Total Noncurrent Liabilities                               | <u>11,867,899</u>                   | <u>-</u>                                      | <u>-</u>                                | <u>11,867,899</u>   |
| Total Liabilities                                          | <u>12,582,826</u>                   | <u>3,222</u>                                  | <u>-</u>                                | <u>12,586,048</u>   |
| Deferred Inflow of Resources - Related to Pensions         | 198,459                             | -                                             | -                                       | 198,459             |
| Deferred Inflow of Resources - Related to OPEB             | 4,354                               | -                                             | -                                       | 4,354               |
| Deferred Inflow of Resources                               | <u>202,813</u>                      | <u>-</u>                                      | <u>-</u>                                | <u>202,813</u>      |
| <b>Net Position</b>                                        |                                     |                                               |                                         |                     |
| Net Investment in Capital Assets                           | (5,244,512)                         | 880,000                                       | -                                       | (4,364,512)         |
| Restricted for Debt Service                                | 859,116                             | -                                             | -                                       | 859,116             |
| Unrestricted                                               | <u>2,348,494</u>                    | <u>2,247,655</u>                              | <u>355,030</u>                          | <u>4,951,179</u>    |
| Total Net Position                                         | <u>\$ (2,036,902)</u>               | <u>\$ 3,127,655</u>                           | <u>\$ 355,030</u>                       | <u>\$ 1,445,783</u> |

See the accompanying independent auditors' report.

**Town of Mountain Village**

**Combining Schedule of Revenues, Expenses, and Changes in Net Position -  
Housing Authority Enterprise Fund**

**For the Fiscal Year Ended December 31, 2021**

|                                        | <b>Village Court<br/>Apartments</b> | <b>Affordable<br/>Housing<br/>Development</b> | <b>Mortgage<br/>Assistance<br/>Pool</b> | <b>Total</b> |
|----------------------------------------|-------------------------------------|-----------------------------------------------|-----------------------------------------|--------------|
| Operating Revenues                     |                                     |                                               |                                         |              |
| Rental/Sales Income                    | \$ 2,168,836                        | \$ 36,125                                     | \$ -                                    | \$ 2,204,961 |
| Grant Revenues                         | 93,259                              | -                                             | -                                       | 93,259       |
| Other                                  | 96,473                              | -                                             | 6,571                                   | 103,044      |
| Total Operating Revenues               | 2,358,568                           | 36,125                                        | 6,571                                   | 2,401,264    |
| Operating Expenses                     |                                     |                                               |                                         |              |
| Office Operations                      | 145,751                             | -                                             | -                                       | 145,751      |
| General and Administrative             | 138,888                             | 191,796                                       | -                                       | 330,684      |
| Utilities                              | 338,465                             | 1,793                                         | -                                       | 340,258      |
| Repair and Maintenance                 | 559,134                             | -                                             | -                                       | 559,134      |
| Depreciation and Amortization          | 626,958                             | -                                             | -                                       | 626,958      |
| Total Operating Expenses               | 1,809,196                           | 193,589                                       | -                                       | 2,002,785    |
| Operating Income (Loss)                | 549,373                             | (157,464)                                     | 6,571                                   | 398,480      |
| Nonoperating Revenue (Expense)         |                                     |                                               |                                         |              |
| Interest Income                        | 20                                  | -                                             | -                                       | 20           |
| Purchase of Property                   | -                                   | -                                             | -                                       | -            |
| Major Repairs and Replacements         | (120,449)                           | -                                             | -                                       | (120,449)    |
| Loss on Disposal of Assets             | -                                   | 14,705                                        | -                                       | 14,705       |
| Interest Expense                       | (335,317)                           | -                                             | -                                       | (335,317)    |
| Loan Fees                              | (111,102)                           | -                                             | -                                       | (111,102)    |
| Total Nonoperating Revenues (Expenses) | (566,848)                           | 14,705                                        | -                                       | (552,143)    |
| Income (Loss) Before Transfers         | (17,475)                            | (142,759)                                     | 6,571                                   | (153,663)    |
| Transfers In                           | -                                   | 803,876                                       | 11,429                                  | 815,305      |
| Transfers Out                          | (163,425)                           | (87,016)                                      | -                                       | (250,441)    |
| Total Transfers In (Out)               | (163,425)                           | 716,860                                       | 11,429                                  | 564,864      |
| Capital Grants and Contributions       | -                                   | -                                             | -                                       | -            |
| Changes in Net Position                | (180,900)                           | 574,101                                       | 18,000                                  | 411,201      |
| Net Position, Beginning of Year        | (1,856,002)                         | 2,553,554                                     | 337,030                                 | 1,034,582    |
| Net Position, End of Year              | \$ (2,036,902)                      | \$ 3,127,655                                  | \$ 355,030                              | \$ 1,445,783 |

See the accompanying independent auditors' report.

**Town of Mountain Village**

**Combining Schedule of Cash Flows -**  
**Housing Authority Enterprise Fund**  
**For the Fiscal Year Ended December 31, 2021**

|                                                                                                               | <b>Village Court<br/>Apartments</b> | <b>Affordable<br/>Housing<br/>Development</b> | <b>Mortgage<br/>Assistance<br/>Pool</b> | <b>Total</b> |
|---------------------------------------------------------------------------------------------------------------|-------------------------------------|-----------------------------------------------|-----------------------------------------|--------------|
| Cash Flows from Operating Activities                                                                          |                                     |                                               |                                         |              |
| Receipts from Renters                                                                                         | \$ 1,750,710                        | \$ 38,425                                     | \$ -                                    | \$ 1,789,135 |
| Payments to Suppliers                                                                                         | (1,112,599)                         | (192,846)                                     | -                                       | (1,305,445)  |
| Employee Mortgage Assistance                                                                                  | -                                   | -                                             | (18,000)                                | (18,000)     |
| Mortgage Assistance Repayment                                                                                 | -                                   | -                                             | 60,000                                  | 60,000       |
| Payments to Employees                                                                                         | (309,937)                           | -                                             | -                                       | (309,937)    |
| Other Receipts                                                                                                | 207,549                             | -                                             | 6,571                                   | 214,120      |
| Net Cash Provided by (Used in)<br>Operating Activities                                                        | 535,724                             | (154,421)                                     | 48,571                                  | 429,874      |
| Cash Flows from Non-capital Financing Activities                                                              |                                     |                                               |                                         |              |
| Transfers to Other Funds                                                                                      | (163,425)                           | (87,016)                                      | -                                       | (250,441)    |
| Transfers from Other Funds                                                                                    | -                                   | 803,876                                       | 11,429                                  | 815,305      |
| Net Cash Provided by (Used in)<br>Noncapital Financing Activities                                             | (163,425)                           | 716,860                                       | 11,429                                  | 564,864      |
| Cash Flows from Capital and Related Financing Activities                                                      |                                     |                                               |                                         |              |
| Principal Payments                                                                                            | (15,000)                            | -                                             | -                                       | (15,000)     |
| Interest Expense                                                                                              | (335,317)                           | -                                             | -                                       | (335,317)    |
| Major Repairs and Replacements                                                                                | (120,449)                           | -                                             | -                                       | (120,449)    |
| Purchase of Capital Assets                                                                                    | (25,943)                            | (360,519)                                     | -                                       | (386,462)    |
| Loan Fees                                                                                                     | (111,102)                           | -                                             | -                                       | (111,102)    |
| Net Cash Used in Capital<br>and Related Financing Activities                                                  | (607,811)                           | (360,519)                                     | -                                       | (968,330)    |
| Cash Flows from Investing Activities                                                                          |                                     |                                               |                                         |              |
| Proceeds from Sale of Investments                                                                             | -                                   | 401,219                                       | -                                       | 401,219      |
| Proceeds from Sale of Assets                                                                                  | -                                   | 14,705                                        | -                                       | 14,705       |
| Purchase of Capital Assets                                                                                    | -                                   | -                                             | -                                       | -            |
| Interest Received                                                                                             | 20                                  | -                                             | -                                       | 20           |
| Net Cash Used in Investing Activities                                                                         | 20                                  | 415,924                                       | -                                       | 415,944      |
| Net Increase (Decrease) in Cash<br>and Cash Equivalents                                                       | (235,492)                           | 617,844                                       | 60,000                                  | 442,352      |
| Cash, Beginning of Year                                                                                       | 1,199,527                           | 1,352,965                                     | 83,030                                  | 2,635,522    |
| Cash, End of Year                                                                                             | \$ 964,035                          | \$ 1,970,809                                  | \$ 143,030                              | \$ 3,077,874 |
| Reconciliation of Operating Income<br>(Loss) to Net Cash Provided by (Used in)<br>Operating Activities        |                                     |                                               |                                         |              |
| Operating Income (Loss)                                                                                       | \$ 549,373                          | \$ (157,464)                                  | \$ 6,571                                | \$ 398,480   |
| Adjustments to Reconcile Operating Income (Loss)<br>to Net Cash Provided by (Used in) Operating<br>Activities |                                     |                                               |                                         |              |
| Depreciation and Amortization                                                                                 | 626,958                             | -                                             | -                                       | 626,958      |
| Changes in Assets and Liabilities:                                                                            |                                     |                                               |                                         |              |
| (Increase) Decrease in Accounts Receivable                                                                    | (410,609)                           | -                                             | 42,000                                  | (368,609)    |
| Increase (Decrease) in Net Pension Liability                                                                  | (49,233)                            | -                                             | -                                       | (49,233)     |
| (Increase) Decrease in Prepaid Items                                                                          | -                                   | 1,890                                         | -                                       | 1,890        |
| Increase (Decrease) in Accounts Payable                                                                       | (206,358)                           | (1,147)                                       | -                                       | (207,505)    |
| Increase (Decrease) in Accrued Expenses                                                                       | 15,293                              | -                                             | -                                       | 15,293       |
| Increase (Decrease) in Unearned Revenues                                                                      | 17,817                              | -                                             | -                                       | 17,817       |
| Increase (Decrease) in Deposits                                                                               | (7,517)                             | 2,300                                         | -                                       | (5,217)      |
| Total Adjustments                                                                                             | (13,649)                            | 3,043                                         | 42,000                                  | 31,394       |
| Net Cash Provided by (Used in) Operating<br>Activities                                                        | \$ 535,724                          | \$ (154,421)                                  | \$ 48,571                               | \$ 429,874   |

See the accompanying independent auditor's report.

**Town of Mountain Village**

**Schedule of Revenues, Expenditures, and Changes in  
Working Capital - Budget and Actual (Budgetary Basis) -  
Village Court Apartments  
For the Fiscal Year Ended December 31, 2021**

|                                                             | <b>Budgeted Amounts</b> |              | <b>Actual</b>         | <b>Variance with<br/>Final Budget</b> |
|-------------------------------------------------------------|-------------------------|--------------|-----------------------|---------------------------------------|
|                                                             | <b>Original</b>         | <b>Final</b> |                       |                                       |
| Operating Revenues                                          |                         |              |                       |                                       |
| Rental Income                                               | \$ 2,262,740            | \$ 2,262,740 | \$ 2,168,836          | \$ (93,904)                           |
| Grant Revenues                                              | -                       | -            | 93,259                | 93,259                                |
| Other                                                       | 91,210                  | 118,410      | 96,473                | (21,937)                              |
| Total Operating Income                                      | 2,353,950               | 2,381,150    | 2,358,568             | (22,582)                              |
| Operating Expenditures                                      |                         |              |                       |                                       |
| Office Operations                                           | 220,524                 | 215,173      | 194,984               | (20,189)                              |
| General and Administrative                                  | 158,762                 | 148,979      | 138,888               | (10,091)                              |
| Utilities                                                   | 307,071                 | 305,624      | 338,465               | 32,841                                |
| Repairs and Maintenance                                     | 687,322                 | 667,020      | 559,134               | (107,886)                             |
| Contingency                                                 | 14,500                  | 14,500       | -                     | (14,500)                              |
| Total Operating Expenditures                                | 1,388,179               | 1,351,296    | 1,231,471             | (119,826)                             |
| Excess of Operating Revenues<br>Over Operating Expenditures | 965,771                 | 1,029,854    | 1,127,098             | 97,244                                |
| Nonoperating Revenues (Expenditures)                        |                         |              |                       |                                       |
| Interest Revenue                                            | 3,500                   | 50           | 20                    | (30)                                  |
| Interest Expense                                            | (354,198)               | (354,198)    | (335,317)             | 18,881                                |
| Loan Fees                                                   | -                       | -            | (111,102)             | (111,102)                             |
| Major Repairs and Replacements                              | (181,000)               | (227,000)    | (120,449)             | 106,551                               |
| Capital Outlay                                              | -                       | (30,000)     | (25,943)              | 4,057                                 |
| Loss on Disposal of Assets                                  | -                       | -            | -                     | -                                     |
| Debt Principal Payments                                     | (434,079)               | (434,079)    | (15,000)              | 419,079                               |
| Total Nonoperating Revenues<br>(Expenditures)               | (965,777)               | (1,045,227)  | (607,791)             | 437,436                               |
| Transfers Out                                               | (145,466)               | (163,425)    | (163,425)             | -                                     |
| Transfers In                                                | 141,750                 | 56,190       | -                     | (56,190)                              |
| Total Operating Transfers                                   | (3,716)                 | (107,235)    | (163,425)             | (56,190)                              |
| Net Change in Working Capital                               | (3,722)                 | (122,608)    | 355,882               | 478,490                               |
| Working Capital, Beginning of Year                          | (47,286)                | 122,609      | 122,609               | -                                     |
| Working Capital, End of Year                                | <u>\$ (51,008)</u>      | <u>\$ 1</u>  | 478,491               | <u>\$ 478,490</u>                     |
| Add (Deduct):                                               |                         |              |                       |                                       |
| Depreciation and Amortization                               |                         |              | (626,958)             |                                       |
| Debt Principal                                              |                         |              | 15,000                |                                       |
| Pension Expense                                             |                         |              | 44,039                |                                       |
| OPEB Expense                                                |                         |              | 5,194                 |                                       |
| Capital Outlay                                              |                         |              | 25,943                |                                       |
| Carryover from Prior Years                                  |                         |              | (1,978,611)           |                                       |
| Net Position, End of Year, GAAP Basis                       |                         |              | <u>\$ (2,036,902)</u> |                                       |

See the accompanying independent auditor's report.

**Town of Mountain Village**

**Schedule of Revenues, Expenditures, and Changes in**  
**Working Capital - Budget and Actual (Budgetary Basis) -**  
**Affordable Housing Development Fund**  
**For the Fiscal Year Ended December 31, 2021**

|                                              | <b>Budgeted Amounts</b> |                     |                     | <b>Variance with</b> |
|----------------------------------------------|-------------------------|---------------------|---------------------|----------------------|
|                                              | <b>Original</b>         | <b>Final</b>        | <b>Actual</b>       | <b>Final Budget</b>  |
| Revenues                                     |                         |                     |                     |                      |
| Sale/Rental Proceeds                         | \$ 34,630               | \$ 34,080           | \$ 36,125           | \$ 2,045             |
| Expenditures                                 |                         |                     |                     |                      |
| Operating Expenditures                       | 150,483                 | 132,730             | 193,589             | 60,859               |
| Total Expenditures                           | 150,483                 | 132,730             | 193,589             | 60,859               |
| Excess (Deficiency) of Revenues Over (Under) |                         |                     |                     |                      |
| Expenditures Before Transfers                | (115,853)               | (98,650)            | (157,464)           | (58,814)             |
| Nonoperating Revenues (Expenditures)         |                         |                     |                     |                      |
| Property Purchases/Transfers                 | -                       | (905,000)           | (880,000)           | 25,000               |
| Gain (Loss) on Disposal of Assets            | -                       | -                   | 14,705              | 14,705               |
| Total Nonoperating Revenues (Expenditures)   | -                       | (905,000)           | (865,295)           | 39,705               |
| Transfers                                    |                         |                     |                     |                      |
| Transfers In                                 | 415,792                 | 726,319             | 803,876             | 77,557               |
| Transfer Out                                 | (223,447)               | (155,929)           | (87,016)            | 68,913               |
| Total Transfers In (Out)                     | 192,345                 | 570,390             | 716,860             | 146,470              |
| Net Change in Working Capital                | 76,492                  | (433,260)           | (305,899)           | 127,361              |
| Working Capital, Beginning of Year           | 2,432,635               | 206,822             | 206,822             | -                    |
| Working Capital, End of Year                 | <u>\$ 2,509,127</u>     | <u>\$ (226,438)</u> | (99,077)            | <u>\$ 127,361</u>    |
| Add (Deduct):                                |                         |                     |                     |                      |
| Carryover from Prior Years                   |                         |                     | 2,346,732           |                      |
| Purchase of Property                         |                         |                     | <u>880,000</u>      |                      |
| Net Position, End of Year, GAAP Basis        |                         |                     | <u>\$ 3,127,655</u> |                      |

See the accompanying independent auditor's report.

**Town of Mountain Village**

**Schedule of Revenues, Expenditures, and Changes in**  
**Working Capital - Budget and Actual (Budgetary Basis) -**  
**Mortgage Assistance Pool**  
**For the Fiscal Year Ended December 31, 2021**

|                                              | <u>Budgeted Amounts</u> |                  |                   | <u>Variance with</u> |
|----------------------------------------------|-------------------------|------------------|-------------------|----------------------|
|                                              | <u>Original</u>         | <u>Final</u>     | <u>Actual</u>     | <u>Final Budget</u>  |
| Revenues                                     | \$ -                    | \$ 6,251         | \$ 6,571          | \$ 320               |
| Expenditures                                 |                         |                  |                   |                      |
| Mortgage Assistance                          | <u>60,000</u>           | <u>18,000</u>    | <u>18,000</u>     | <u>-</u>             |
| Excess (Deficiency) of Revenues Over (Under) |                         |                  |                   |                      |
| Expenditures Before Transfers                | <u>(60,000)</u>         | <u>(11,749)</u>  | <u>(11,429)</u>   | <u>320</u>           |
| Transfers                                    |                         |                  |                   |                      |
| Transfers In                                 | <u>60,000</u>           | <u>11,479</u>    | <u>11,429</u>     | <u>(50)</u>          |
| Net Change in Working Capital                | -                       | (270)            | -                 | 270                  |
| Working Capital, Beginning of Year           | <u>35,672</u>           | <u>35,672</u>    | <u>35,672</u>     | <u>-</u>             |
| Working Capital, End of Year                 | <u>\$ 35,672</u>        | <u>\$ 35,402</u> | <u>35,672</u>     | <u>\$ 270</u>        |
| Add (Deduct):                                |                         |                  |                   |                      |
| Mortgage Assistance                          |                         |                  | 18,000            |                      |
| Carryover from Prior Years                   |                         |                  | <u>301,358</u>    |                      |
| Net Position, End of Year, GAAP Basis        |                         |                  | <u>\$ 355,030</u> |                      |

See the accompanying independent auditor's report.

**Town of Mountain Village**

**Schedule of Revenues, Expenditures, and Changes in**  
**Working Capital - Budget and Actual (Budgetary Basis) -**  
**Water and Sewer Fund**  
**For the Fiscal Year Ended December 31, 2021**

|                                                             | <u>Budgeted Amounts</u> |                     |                      |                                       |
|-------------------------------------------------------------|-------------------------|---------------------|----------------------|---------------------------------------|
|                                                             | <u>Original</u>         | <u>Final</u>        | <u>Actual</u>        | <u>Variance with<br/>Final Budget</u> |
| Operating Revenues                                          |                         |                     |                      |                                       |
| Charges for Services                                        | \$ 3,516,564            | \$ 3,516,564        | \$ 3,583,058         | \$ 66,494                             |
| Operating Expenditures                                      |                         |                     |                      |                                       |
| Operating Costs                                             | 2,020,511               | 2,121,319           | 2,037,778            | (83,542)                              |
| Excess of Operating Revenues<br>Over Operating Expenditures | 1,496,053               | 1,395,245           | 1,545,281            | 150,036                               |
| Nonoperating Revenues (Expenditures)                        |                         |                     |                      |                                       |
| Capital Outlay                                              | (2,080,500)             | (677,000)           | (635,663)            | 41,338                                |
| Grants and Contributions                                    | 107,000                 | 204,492             | 215,840              | 11,348                                |
| Total Nonoperating Revenues (Expenditures)                  | (1,973,500)             | (472,508)           | (419,823)            | 52,686                                |
| Transfers Out                                               | (187,306)               | (219,652)           | (219,652)            | -                                     |
| Net Change in Working Capital                               | (664,753)               | 703,085             | 905,806              | 202,721                               |
| Working Capital, Beginning of Year                          | 5,267,049               | 6,467,477           | 6,467,477            | -                                     |
| Working Capital, End of Year                                | <u>\$ 4,602,296</u>     | <u>\$ 7,170,562</u> | 7,373,283            | <u>\$ 202,721</u>                     |
| Add (Deduct):                                               |                         |                     |                      |                                       |
| Depreciation                                                |                         |                     | (818,236)            |                                       |
| Pension Expense                                             |                         |                     | 55,272               |                                       |
| OPEB Expense                                                |                         |                     | 6,392                |                                       |
| Capital Outlay                                              |                         |                     | 635,663              |                                       |
| Carryover from Prior Years                                  |                         |                     | 8,897,340            |                                       |
| Net Position, End of Year, GAAP Basis                       |                         |                     | <u>\$ 16,149,713</u> |                                       |

See the accompanying independent auditor's report.

**Town of Mountain Village**

**Schedule of Revenues, Expenditures, and Changes in**  
**Working Capital - Budget and Actual (Budgetary Basis) -**  
**Broadband Enterprise Fund**  
**For the Fiscal Year Ended December 31, 2021**

|                                                                                  | <u>Budgeted Amounts</u> |              |                     | <u>Variance with</u> |
|----------------------------------------------------------------------------------|-------------------------|--------------|---------------------|----------------------|
|                                                                                  | <u>Original</u>         | <u>Final</u> | <u>Actual</u>       | <u>Final Budget</u>  |
| Operating Revenues                                                               |                         |              |                     |                      |
| Charges for Sales and Services                                                   | \$ 2,115,212            | \$ 2,115,212 | \$ 2,227,939        | \$ 112,727           |
| Total Revenues                                                                   | 2,115,212               | 2,115,212    | 2,227,939           | 112,727              |
| Operating Expenditures                                                           |                         |              |                     |                      |
| Cost of Sales and Services                                                       | 1,843,187               | 2,018,841    | 1,758,462           | (260,379)            |
| Contingency                                                                      | 3,000                   | 3,000        | -                   | (3,000)              |
| Total Expenditures                                                               | 1,846,187               | 2,021,841    | 1,758,462           | (263,379)            |
| Excess (Deficiency) of Operating Revenues<br>Over (Under) Operating Expenditures | 269,025                 | 93,371       | 469,477             | 376,106              |
| Nonoperating Expenditures                                                        |                         |              |                     |                      |
| Capital Outlay                                                                   | (545,000)               | (780,000)    | (851,903)           | (71,903)             |
| Total Non-Operating<br>Expenditures                                              | (545,000)               | (780,000)    | (851,903)           | (71,903)             |
| Transfers                                                                        |                         |              |                     |                      |
| Transfers In                                                                     | 447,120                 | 895,981      | 592,515             | (303,466)            |
| Transfers Out                                                                    | (171,145)               | (209,352)    | (209,352)           | -                    |
| Total Transfers                                                                  | 275,975                 | 686,629      | 383,163             | (303,466)            |
| Net Change in Working Capital                                                    | -                       | -            | 737                 | 737                  |
| Working Capital, Beginning of Year                                               | -                       | -            | 3,873               | 3,873                |
| Working Capital, End of Year                                                     | <u>\$ -</u>             | <u>\$ -</u>  | 4,610               | <u>\$ 4,610</u>      |
| Add (Deduct):                                                                    |                         |              |                     |                      |
| Capital Outlay                                                                   |                         |              | 851,903             |                      |
| Pension Expense                                                                  |                         |              | 58,644              |                      |
| OPEB Expense                                                                     |                         |              | 6,782               |                      |
| Depreciation                                                                     |                         |              | (204,388)           |                      |
| Carryover from Prior Years                                                       |                         |              | 3,010,002           |                      |
| Net Position, End of Year, GAAP Basis                                            |                         |              | <u>\$ 3,727,553</u> |                      |

See the accompanying independent auditor's report.

**Town of Mountain Village**

**Combining Statement of Net Position -**  
**Nonmajor Enterprise Funds**  
**December 31, 2021**

|                                                     | <b>Child<br/>Development</b> | <b>Telluride<br/>Conference<br/>Center</b> | <b>Parking<br/>Services</b> | <b>Total</b> |
|-----------------------------------------------------|------------------------------|--------------------------------------------|-----------------------------|--------------|
| Current Assets                                      |                              |                                            |                             |              |
| Cash                                                | \$ -                         | \$ -                                       | \$ 515,286                  | \$ 515,286   |
| Accounts Receivable                                 | 47,396                       | -                                          | 48,109                      | 95,505       |
| Prepaid Expenses                                    | -                            | 33,200                                     | -                           | 33,200       |
| Total Current Assets                                | 47,396                       | 33,200                                     | 563,395                     | 643,991      |
| Capital Assets                                      |                              |                                            |                             |              |
| Construction in Progress                            | -                            | -                                          | -                           | -            |
| Buildings and Improvements                          | 199,368                      | 6,211,007                                  | -                           | 6,410,375    |
| Vehicles and Equipment                              | 27,650                       | 397,742                                    | -                           | 425,392      |
| Less Accumulated Depreciation                       | (217,526)                    | (4,527,425)                                | -                           | (4,744,951)  |
| Total Capital Assets                                | 9,493                        | 2,081,324                                  | -                           | 2,090,817    |
| Total Assets                                        | 56,889                       | 2,114,524                                  | 563,395                     | 2,734,808    |
| Deferred Outflow of Resources - Related to OPEB     | 5,176                        | -                                          | -                           | 5,176        |
| Deferred Outflow of Resources - Related to Pensions | 97,815                       | -                                          | -                           | 97,815       |
| Total Deferred Outflows                             | 102,991                      | -                                          | -                           | 102,991      |
| Current Liabilities                                 |                              |                                            |                             |              |
| Accounts Payable                                    | 2,022                        | 8,597                                      | 35,475                      | 46,094       |
| Due to Pooled Cash                                  | 37,366                       | 8,483                                      | -                           | 45,849       |
| Accrued Expenses                                    | 8,008                        | -                                          | 6,428                       | 14,436       |
| Unearned Revenue                                    | -                            | -                                          | -                           | -            |
| Total Current Liabilities                           | 47,396                       | 17,080                                     | 41,903                      | 106,379      |
| Noncurrent Liabilities                              |                              |                                            |                             |              |
| Net OPEB Liability                                  | 27,501                       | -                                          | -                           | 27,501       |
| Net Pension Liability                               | 199,579                      | -                                          | -                           | 199,579      |
| Total Noncurrent Liabilities                        | 227,080                      | -                                          | -                           | 227,080      |
| Total Liabilities                                   | 274,476                      | 17,080                                     | 41,903                      | 333,459      |
| Deferred Inflow of Resources - Related to OPEB      | 11,043                       | -                                          | -                           | 11,043       |
| Deferred Inflow of Resources - Related to Pensions  | 221,676                      | -                                          | -                           | 221,676      |
| Total Deferred Inflows                              | 232,719                      | -                                          | -                           | 232,719      |
| Net Position                                        |                              |                                            |                             |              |
| Net Investment in Capital Assets                    | 9,493                        | 2,081,324                                  | -                           | 2,090,817    |
| Unrestricted                                        | (356,808)                    | 16,121                                     | 521,492                     | 180,805      |
| Total Net Position                                  | \$ (347,315)                 | \$ 2,097,445                               | \$ 521,492                  | \$ 2,271,621 |

See the accompanying independent auditor's report.

**Town of Mountain Village**

**Combining Statement of Revenues, Expenses, and Changes  
in Net Position - Nonmajor Enterprise Funds**  
**For the Fiscal Year Ended December 31, 2021**

|                                                           | <b>Child<br/>Development</b> | <b>Telluride<br/>Conference<br/>Center</b> | <b>Parking Services</b>  | <b>Total</b>               |
|-----------------------------------------------------------|------------------------------|--------------------------------------------|--------------------------|----------------------------|
| Operating Revenues                                        |                              |                                            |                          |                            |
| Charges for Sales and Services                            | \$ 308,310                   | \$ -                                       | \$ 529,225               | \$ 837,535                 |
| Operating Grants and Contributions                        | 204,344                      | -                                          | -                        | 204,344                    |
| Other Revenues                                            | 105                          | -                                          | -                        | 105                        |
| Total Operating Revenues                                  | <u>512,759</u>               | <u>-</u>                                   | <u>529,225</u>           | <u>1,041,984</u>           |
| Operating Expenses                                        |                              |                                            |                          |                            |
| Cost of Sales and Services                                | 548,486                      | 233,360                                    | 381,095                  | 1,162,941                  |
| Depreciation Expense                                      | 2,819                        | 278,783                                    | -                        | 281,602                    |
| Total Operating Expenses                                  | <u>551,305</u>               | <u>512,143</u>                             | <u>381,095</u>           | <u>1,444,543</u>           |
| Operating Gain (Loss)                                     | <u>(38,546)</u>              | <u>(512,143)</u>                           | <u>148,130</u>           | <u>(402,559)</u>           |
| Non-operating Revenues (Expenses)                         |                              |                                            |                          |                            |
| Non-Capital Purchases                                     | <u>-</u>                     | <u>(31,213)</u>                            | <u>(54,998)</u>          | <u>(86,211)</u>            |
| Total Non-Operating Revenue (Expenses)                    | <u>-</u>                     | <u>(31,213)</u>                            | <u>(54,998)</u>          | <u>(86,211)</u>            |
| Profit/Loss Before Capital<br>Contributions and Transfers | (38,546)                     | (543,356)                                  | 93,132                   | (488,770)                  |
| Transfers                                                 |                              |                                            |                          |                            |
| Transfers In                                              | 93,226                       | 233,360                                    | -                        | 326,586                    |
| Transfers Out                                             | <u>-</u>                     | <u>-</u>                                   | <u>(38,298)</u>          | <u>(38,298)</u>            |
| Total Operating Transfers                                 | <u>93,226</u>                | <u>233,360</u>                             | <u>(38,298)</u>          | <u>288,288</u>             |
| Changes in Net Position                                   | 54,680                       | (309,996)                                  | 54,834                   | (200,482)                  |
| Net Position, Beginning of Year                           | <u>(401,995)</u>             | <u>2,407,440</u>                           | <u>466,658</u>           | <u>2,472,103</u>           |
| Net Position, End of Year                                 | <u><u>\$ (347,315)</u></u>   | <u><u>\$ 2,097,445</u></u>                 | <u><u>\$ 521,491</u></u> | <u><u>\$ 2,271,621</u></u> |

See the accompanying independent auditor's report.

**Town of Mountain Village**

**Combining Statement of Cash Flows -**  
**Nonmajor Enterprise Funds**  
**For the Fiscal Year Ended December 31, 2021**

|                                                                                  | <b>Child<br/>Development</b> | <b>Telluride<br/>Conference<br/>Center</b> | <b>Parking Services</b> | <b>Total</b>        |
|----------------------------------------------------------------------------------|------------------------------|--------------------------------------------|-------------------------|---------------------|
| Cash Flows From Operating Activities:                                            |                              |                                            |                         |                     |
| Operating Contributions                                                          | \$ 204,344                   | \$ -                                       | \$ -                    | \$ 204,344          |
| Cash Receipts                                                                    | 229,517                      | -                                          | 526,202                 | 755,719             |
| Payments to Suppliers                                                            | (236,709)                    | (226,748)                                  | (268,944)               | (732,401)           |
| Payments to Employees                                                            | (377,026)                    | -                                          | (103,510)               | (480,536)           |
| Net Cash Used in Operating Activities                                            | <u>(179,874)</u>             | <u>(226,748)</u>                           | <u>153,747</u>          | <u>(252,875)</u>    |
| Cash Flows from Non-Capital Financing Activities:                                |                              |                                            |                         |                     |
| Non-Capital Purchases                                                            | -                            | (31,213)                                   | (54,998)                | (86,211)            |
| Transfer of Capital Assets                                                       | -                            | -                                          | -                       | -                   |
| Transfers (to)/from Other Funds                                                  | <u>93,226</u>                | <u>233,360</u>                             | <u>(38,298)</u>         | <u>288,288</u>      |
| Net Cash Provided by Noncapital Financing Activities                             | <u>93,226</u>                | <u>202,147</u>                             | <u>(93,296)</u>         | <u>202,077</u>      |
| Net Increase (Decrease) in Cash and Cash Equivalents                             | (86,648)                     | (24,601)                                   | 60,451                  | (50,798)            |
| Cash and Cash Equivalents, Beginning of Year                                     | <u>49,282</u>                | <u>16,119</u>                              | <u>454,834</u>          | <u>520,235</u>      |
| End of Year                                                                      | <u>\$ (37,366)</u>           | <u>\$ (8,482)</u>                          | <u>\$ 515,285</u>       | <u>\$ 469,437</u>   |
| Reconciliation of Operating Loss to Net Cash Used in Operating Activities        |                              |                                            |                         |                     |
| Operating Gain (Loss)                                                            | (38,546)                     | (512,143)                                  | 148,130                 | (402,559)           |
| Adjustments to Reconcile Operating Loss to Net Cash Used in Operating Activities |                              |                                            |                         |                     |
| Depreciation                                                                     | 2,819                        | 278,783                                    | -                       | 281,602             |
| (Increase) Decrease in Accounts Receivable                                       | (37,920)                     | -                                          | (3,023)                 | (40,943)            |
| (Increase) Decrease in Prepaid Items                                             | -                            | (33,200)                                   | -                       | (33,200)            |
| Increase (Decrease) in Net Pension Liability                                     | (57,499)                     | -                                          | -                       | (57,499)            |
| Increase (Decrease) in Unearned Revenues                                         | (40,978)                     | -                                          | -                       | (40,978)            |
| Increase (Decrease) in Accounts Payable and Accrued Expenses                     | <u>(7,750)</u>               | <u>39,812</u>                              | <u>8,641</u>            | <u>40,703</u>       |
| Net Cash Used in Operating Activities                                            | <u>\$ (179,874)</u>          | <u>\$ (226,748)</u>                        | <u>\$ 153,747</u>       | <u>\$ (252,874)</u> |

See the accompanying independent auditor's report.

**Town of Mountain Village**

**Schedule of Revenues, Expenditures, and Changes in**  
**Working Capital - Budget and Actual (Budgetary Basis) -**  
**Child Development Enterprise Fund**  
**For the Fiscal Year ended December 31, 2021**

|                                                                  | <b><u>Budgeted Amounts</u></b> |                          | <b><u>Actual</u></b>       | <b><u>Variance with<br/>Final Budget</u></b> |
|------------------------------------------------------------------|--------------------------------|--------------------------|----------------------------|----------------------------------------------|
|                                                                  | <b><u>Original</u></b>         | <b><u>Final</u></b>      |                            |                                              |
| Operating Revenues                                               |                                |                          |                            |                                              |
| Charges for Services                                             | \$ 452,628                     | \$ 357,428               | \$ 308,310                 | \$ (49,118)                                  |
| Other Revenues                                                   | 47,000                         | 47,200                   | 105                        | (47,095)                                     |
| Grant Proceeds                                                   | 70,134                         | 192,640                  | 204,344                    | 11,704                                       |
| Total Revenues                                                   | <u>569,762</u>                 | <u>597,268</u>           | <u>512,759</u>             | <u>(84,509)</u>                              |
| Operating Expenditures                                           |                                |                          |                            |                                              |
| Operating Costs                                                  | <u>696,532</u>                 | <u>715,067</u>           | <u>605,985</u>             | <u>(109,082)</u>                             |
| Deficiency of Operating Revenues<br>Under Operating Expenditures | (126,770)                      | (117,799)                | (93,226)                   | 24,573                                       |
| Transfers In                                                     | <u>126,770</u>                 | <u>117,799</u>           | <u>93,226</u>              | <u>(24,573)</u>                              |
| Net Change in Working Capital                                    | -                              | -                        | -                          | -                                            |
| Working Capital, Beginning of Year                               | <u>(3,155)</u>                 | <u>(3,155)</u>           | <u>(3,155)</u>             | <u>-</u>                                     |
| Working Capital, End of Year                                     | <u><u>\$ (3,155)</u></u>       | <u><u>\$ (3,155)</u></u> | <u>(3,155)</u>             | <u><u>\$ -</u></u>                           |
| Add (Deduct):                                                    |                                |                          |                            |                                              |
| Depreciation                                                     |                                |                          | (2,819)                    |                                              |
| OPEB Expense                                                     |                                |                          | 5,960                      |                                              |
| Pension Expense                                                  |                                |                          | 51,539                     |                                              |
| Carryover from Prior Years                                       |                                |                          | <u>(398,840)</u>           |                                              |
| Net Position, End of Year, GAAP Basis                            |                                |                          | <u><u>\$ (347,315)</u></u> |                                              |

See the accompanying independent auditor's report.

**Town of Mountain Village**

**Schedule of Revenues, Expenditures, and Changes in  
Working Capital - Budget and Actual (Budgetary Basis) -  
Telluride Conference Center  
For the Fiscal Year Ended December 31, 2021**

|                                                                                  | <u>Budgeted Amounts</u> |              |               | <b>Variance<br/>with Final<br/>Budget</b> |
|----------------------------------------------------------------------------------|-------------------------|--------------|---------------|-------------------------------------------|
|                                                                                  | <u>Original</u>         | <u>Final</u> | <u>Actual</u> |                                           |
| Operating Revenues                                                               |                         |              |               |                                           |
| Operating Contributions                                                          | \$ -                    | \$ -         | \$ -          | \$ -                                      |
| Total Revenues                                                                   | -                       | -            | -             | -                                         |
| Operating Expenditures                                                           |                         |              |               |                                           |
| Operating Costs                                                                  | 131,538                 | 131,538      | 233,360       | 101,822                                   |
| Excess (Deficiency) of Operating Revenues<br>Over (Under) Operating Expenditures | (131,538)               | (131,538)    | (233,360)     | (101,822)                                 |
| Nonoperating Expenditures                                                        |                         |              |               |                                           |
| Non-Capitalized Expenditures                                                     | (20,000)                | (20,000)     | (31,213)      | (11,213)                                  |
| Non-Operating Revenues (Expenses)                                                | (20,000)                | (20,000)     | (31,213)      | (11,213)                                  |
| Transfers                                                                        |                         |              |               |                                           |
| Transfers In                                                                     | 151,538                 | 151,538      | 233,360       | 81,822                                    |
| Total Operating Transfers                                                        | 151,538                 | 151,538      | 233,360       | 81,822                                    |
| Net Change in Working Capital                                                    | -                       | -            | (31,213)      | (31,213)                                  |
| Working Capital, Beginning of Year                                               | 1,318                   | 1,318        | 1,318         | -                                         |
| Working Capital, End of Year                                                     |                         |              |               |                                           |
| End of Year                                                                      | \$ 1,318                | \$ 1,318     | (29,896)      | \$ -                                      |
| Add (Deduct):                                                                    |                         |              |               |                                           |
| Depreciation                                                                     |                         |              | (278,783)     |                                           |
| Capital Outlay                                                                   |                         |              | -             |                                           |
| Carryover from Prior Years                                                       |                         |              | 2,406,123     |                                           |
| Net Position, End of Year, GAAP Basis                                            |                         |              | \$ 2,097,445  |                                           |

See the accompanying independent auditor's report.

**Town of Mountain Village**

**Schedule of Revenues, Expenditures, and Changes in  
Working Capital - Budget and Actual (Budgetary Basis) -**

**Parking Services Fund**

**For the Fiscal Year Ended December 31, 2021**

|                                                              | <b>Budgeted Amounts</b> |                   | <b>Actual</b>     | <b>Variance with<br/>Final Budget</b> |
|--------------------------------------------------------------|-------------------------|-------------------|-------------------|---------------------------------------|
|                                                              | <b>Original</b>         | <b>Final</b>      |                   |                                       |
| Revenues                                                     |                         |                   |                   |                                       |
| Other Revenues:                                              |                         |                   |                   |                                       |
| Parking Permits                                              | 10,000                  | 12,000            | 11,050            | (950)                                 |
| Parking Fines                                                | 35,000                  | 45,000            | 55,889            | 10,889                                |
| Other Revenues                                               | -                       | 15,345            | 15,345            | -                                     |
| Parking Revenues                                             | 363,000                 | 410,000           | 446,941           | 36,941                                |
| Total Revenues                                               | 408,000                 | 482,345           | 529,225           | 46,880                                |
| Expenditures                                                 |                         |                   |                   |                                       |
| Parking Services                                             | 160,457                 | 153,571           | 160,739           | 7,168                                 |
| Gondola Parking Garage                                       | 68,834                  | 72,766            | 97,235            | 24,469                                |
| Surface Lots                                                 | 28,900                  | 29,900            | 21,326            | (8,574)                               |
| Heritage Parking Garage                                      | 86,830                  | 112,630           | 100,795           | (11,835)                              |
| Meadows Parking                                              | 1,000                   | 1,000             | 1,000             | -                                     |
| Total Expenditures                                           | 346,021                 | 369,867           | 381,095           | 11,228                                |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | 61,979                  | 112,478           | 148,130           | 35,652                                |
| Nonoperating (Expenditures) Revenues                         |                         |                   |                   |                                       |
| Non-Capital Purchases                                        | (29,800)                | (89,800)          | (54,998)          | 34,802                                |
| Transfers from Other Funds                                   | -                       | -                 | -                 | -                                     |
| Transfers to Other Funds                                     | (32,077)                | (38,298)          | (38,298)          | -                                     |
| Other Financing Sources (Uses), Net                          | (61,877)                | (128,098)         | (93,296)          | 34,802                                |
| Change in Fund Balance                                       | 102                     | (15,620)          | 54,834            | 70,454                                |
| Fund Balance, Beginning of Year                              | 324,550                 | 466,658           | 466,658           | -                                     |
| Fund Balance, End of Year                                    | <u>\$ 324,652</u>       | <u>\$ 451,038</u> | <u>\$ 521,492</u> | <u>\$ 70,454</u>                      |

See the accompanying independent auditor's report.

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

|                                                               |                                      |                                          |
|---------------------------------------------------------------|--------------------------------------|------------------------------------------|
| <b>LOCAL HIGHWAY FINANCE REPORT</b>                           |                                      | City or County: Town of Mountain Village |
|                                                               |                                      | YEAR ENDING :<br>December 2021           |
| This Information From The Records Of Town of Mountain Village | Prepared By:<br>Phone: (970)369-6448 | Julie Vergari                            |

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

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

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

| ITEM                                                     | AMOUNT  |
|----------------------------------------------------------|---------|
| <b>A. Receipts from local sources:</b>                   |         |
| 1. Local highway-user taxes                              |         |
| a. Motor Fuel (from Item I.A.5.)                         |         |
| b. Motor Vehicle (from Item I.B.5.)                      |         |
| c. Total (a.+b.)                                         |         |
| 2. General fund appropriations                           | 459,312 |
| 3. Other local imposts (from page 2)                     | 443,140 |
| 4. Miscellaneous local receipts (from page 2)            | -       |
| 5. Transfers from toll facilities                        | -       |
| 6. Proceeds of sale of bonds and notes:                  |         |
| a. Bonds - Original Issues                               | -       |
| b. Bonds - Refunding Issues                              | -       |
| c. Notes                                                 | -       |
| d. Total (a. + b. + c.)                                  | -       |
| 7. Total (1 through 6)                                   | 902,451 |
| <b>B. Private Contributions</b>                          | -       |
| <b>C. Receipts from State government (from page 2)</b>   | 76,149  |
| <b>D. Receipts from Federal Government (from page 2)</b> | -       |
| <b>E. Total receipts (A.7 + B + C + D)</b>               | 978,600 |

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

| ITEM                                              | AMOUNT  |
|---------------------------------------------------|---------|
| <b>A. Local highway disbursements:</b>            |         |
| 1. Capital outlay (from page 2)                   | -       |
| 2. Maintenance:                                   | 529,473 |
| 3. Road and street services:                      |         |
| a. Traffic control operations                     | -       |
| b. Snow and ice removal                           | 449,128 |
| c. Other                                          | -       |
| d. Total (a. through c.)                          | 449,128 |
| 4. General administration & miscellaneous         | -       |
| 5. Highway law enforcement and safety             | -       |
| 6. Total (1 through 5)                            | 978,600 |
| <b>B. Debt service on local obligations:</b>      |         |
| 1. Bonds:                                         |         |
| a. Interest                                       | -       |
| b. Redemption                                     | -       |
| c. Total (a. + b.)                                | -       |
| 2. Notes:                                         |         |
| a. Interest                                       | -       |
| b. Redemption                                     | -       |
| c. Total (a. + b.)                                | -       |
| 3. Total (1.c + 2.c)                              | -       |
| <b>C. Payments to State for highways</b>          | -       |
| <b>D. Payments to toll facilities</b>             | -       |
| <b>E. Total disbursements (A.6 + B.3 + C + D)</b> | 978,600 |

**IV. LOCAL HIGHWAY DEBT STATUS**

(Show all entries at par)

|                              | Opening Debt | Amount Issued | Redemptions | Closing Debt |
|------------------------------|--------------|---------------|-------------|--------------|
| <b>A. Bonds (Total)</b>      | -            | -             | -           | -            |
| 1. Bonds (Refunding Portion) |              | -             | -           |              |
| <b>B. Notes (Total)</b>      | -            | -             | -           | -            |

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

|  | A. Beginning Balance | B. Total Receipts | C. Total Disbursements | D. Ending Balance | E. Reconciliation |
|--|----------------------|-------------------|------------------------|-------------------|-------------------|
|  | -                    | 978,600           | 978,600                | -                 | (0)               |

Notes and Comments:

|                              |  |                                       |  |
|------------------------------|--|---------------------------------------|--|
| LOCAL HIGHWAY FINANCE REPORT |  | STATE:<br>Colorado                    |  |
|                              |  | YEAR ENDING (mm/yy):<br>December 2021 |  |

| II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL |         |                                           |        |
|----------------------------------------------------|---------|-------------------------------------------|--------|
| ITEM                                               | AMOUNT  | ITEM                                      | AMOUNT |
| <b>A.3. Other local imposts:</b>                   |         | <b>A.4. Miscellaneous local receipts:</b> |        |
| a. Property Taxes and Assessments                  | 294,408 | a. Interest on investments                | -      |
| b. Other local imposts:                            |         | b. Traffic Fines & Penalties              | -      |
| 1. Sales Taxes                                     | -       | c. Parking Garage Fees                    | -      |
| 2. Infrastructure & Impact Fees                    | 148,732 | d. Parking Meter Fees                     | -      |
| 3. Liens                                           | -       | e. Sale of Surplus Property               | -      |
| 4. Licenses                                        | -       | f. Charges for Services                   | -      |
| 5. Specific Ownership &/or Other                   | -       | g. Other Misc. Receipts                   | -      |
| 6. Total (1. through 5.)                           | 148,732 | h. Other                                  | -      |
| c. Total (a. + b.)                                 | 443,140 | i. Total (a. through h.)                  | -      |
| (Carry forward to page 1)                          |         | (Carry forward to page 1)                 |        |

| ITEM                                     | AMOUNT | ITEM                                       | AMOUNT |
|------------------------------------------|--------|--------------------------------------------|--------|
| <b>C. Receipts from State Government</b> |        | <b>D. Receipts from Federal Government</b> |        |
| 1. Highway-user taxes                    | 69,994 | 1. FHWA (from Item I.D.5.)                 |        |
| 2. State general funds                   |        | 2. Other Federal agencies:                 |        |
| 3. Other State funds:                    |        | a. Forest Service                          | -      |
| a. State bond proceeds                   |        | b. FEMA                                    | -      |
| b. Project Match                         |        | c. HUD                                     | -      |
| c. Motor Vehicle Registrations           | 6,155  | d. Federal Transit Admin                   | -      |
| d. Other (Specify) - DOLA Grant          | -      | e. U.S. Corps of Engineers                 | -      |
| e. Other (Specify) CDOT Grant            | -      | f. Other Federal                           | -      |
| f. Total (a. through e.)                 | 6,155  | g. Total (a. through f.)                   | -      |
| 4. Total (1. + 2. + 3.f)                 | 76,149 | 3. Total (1. + 2.g)                        |        |
|                                          |        | (Carry forward to page 1)                  |        |

| III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL |                                         |                                          |              |
|----------------------------------------------------------|-----------------------------------------|------------------------------------------|--------------|
|                                                          | ON NATIONAL<br>HIGHWAY<br>SYSTEM<br>(a) | OFF NATIONAL<br>HIGHWAY<br>SYSTEM<br>(b) | TOTAL<br>(c) |
| <b>A.1. Capital outlay:</b>                              |                                         |                                          |              |
| a. Right-Of-Way Costs                                    | -                                       | -                                        | -            |
| b. Engineering Costs                                     | -                                       | -                                        | -            |
| c. Construction:                                         |                                         |                                          |              |
| (1). New Facilities                                      | -                                       | -                                        | -            |
| (2). Capacity Improvements                               | -                                       | -                                        | -            |
| (3). System Preservation                                 | -                                       | -                                        | -            |
| (4). System Enhancement & Operation                      | -                                       | -                                        | -            |
| (5). Total Construction (1) + (2) + (3) + (4)            | -                                       | -                                        | -            |
| d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)      | -                                       | -                                        | -            |
|                                                          |                                         | (Carry forward to page 1)                |              |

|                            |
|----------------------------|
| <b>Notes and Comments:</b> |
|                            |

## TOWN OF MOUNTAIN VILLAGE

### Statistical Section

December 31, 2021

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

#### Contents

##### **Financial Trends**

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

- A-1 Net Position by Component
- A-2 Changes in Net Position
- A-3 Program Revenues by Function/Program
- A-4 Fund Balances, Governmental Funds
- A-5 Changes in Fund Balances, Governmental Funds
- A-6 Tax Revenues by Source, Governmental Funds
- A-7 User Fee Revenues, Enterprise Funds
- A-8 Enterprise Fund Expenses

##### **Revenue Capacity**

These schedules contain information to help the reader assess the Town's most significant local revenue source, the property tax.

- B-1 Actual Value and Estimated Assessed Value of Taxable Property
- B-2 Direct and Overlapping Property Tax Rates
- B-3 Principal Property Taxpayers
- B-4 Property Tax Levies and Collections

##### **Debt Capacity**

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

- C-1 Ratios of Outstanding Debt by Type
- C-2 Direct and Overlapping Bond Debt
- C-3 Pledged-Revenue Coverage
- C-4 Legal Debt Margin Information

##### **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.

- D-1 Demographic and Economic Statistics
- D-2 Principal Employers

##### **Operating Information**

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

- E-1 Full-Time Equivalent Town Employees by Function/Program
- E-2 Operating Indicators by Function/Program
- E-3 Capital Asset Statistics by Function/Program

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report for the relevant year. The Town implemented GASB 34 in 2004; schedules presenting government-wide information include information beginning in that year.

**TOWN OF MOUNTAIN VILLAGE**  
**Net Position by Component**  
**Last Ten Years**

**TABLE A-1**

|                                  | <u>2021</u>       | <u>2020</u>       | <u>2019</u>       | <u>2018</u>       | <u>2017</u>       | <u>2016</u>       | <u>2015</u>       | <u>2014</u>       | <u>2013</u>          | <u>2012</u>          |
|----------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|----------------------|----------------------|
| Governmental Activities:         |                   |                   |                   |                   |                   |                   |                   |                   |                      |                      |
| Net Investment in Capital Assets | \$ 32,870,245     | \$ 35,107,676     | \$ 35,801,449     | \$ 35,778,398     | \$ 36,036,460     | \$ 32,372,113     | \$ 30,763,276     | \$ 29,055,499     | \$ 27,532,327        | 26,700,785           |
| Restricted for:                  |                   |                   |                   |                   |                   |                   |                   |                   |                      |                      |
| Debt Service                     | 351,594           | 369,489           | 405,573           | 404,087           | 450,278           | 947,096           | 743,941           | 750,647           | 734,651              | 1,033,003            |
| Emergencies                      | 598,241           | 517,614           | 543,493           | 547,975           | 641,878           | 619,295           | 551,223           | 536,090           | 532,144              | 501,617              |
| Unrestricted                     | <u>11,558,144</u> | <u>5,951,091</u>  | <u>5,179,470</u>  | <u>2,447,828</u>  | <u>3,216,687</u>  | <u>2,872,639</u>  | <u>2,878,480</u>  | <u>7,047,403</u>  | <u>6,046,962</u>     | <u>3,160,555</u>     |
| Total Net Position               | <u>45,378,224</u> | <u>41,945,870</u> | <u>41,929,986</u> | <u>39,178,288</u> | <u>40,345,303</u> | <u>36,811,143</u> | <u>34,936,921</u> | <u>37,389,639</u> | <u>34,846,083</u>    | <u>31,395,960</u>    |
| Business-type Activities:        |                   |                   |                   |                   |                   |                   |                   |                   |                      |                      |
| Net Investment in Capital Assets | 11,027,629        | 12,342,293        | 11,279,643        | 10,356,758        | 10,436,162        | 11,330,752        | 12,230,261        | 11,694,046        | 13,318,565           | 13,681,119           |
| Restricted for:                  |                   |                   |                   |                   |                   |                   |                   |                   |                      |                      |
| Capital Projects                 | -                 | -                 | -                 | -                 | -                 | -                 | -                 | -                 | -                    | -                    |
| Debt Service                     | 859,116           | 852,589           | 855,336           | 857,723           | 852,366           | 850,109           | 850,160           | 850,023           | 450,000              | 450,077              |
| Unrestricted                     | <u>11,707,925</u> | <u>8,690,493</u>  | <u>6,755,330</u>  | <u>5,787,966</u>  | <u>5,210,881</u>  | <u>3,562,653</u>  | <u>2,250,944</u>  | <u>4,313,988</u>  | <u>3,377,277</u>     | <u>3,606,621</u>     |
| Total Net Position               | <u>23,594,670</u> | <u>21,885,375</u> | <u>18,890,309</u> | <u>17,002,447</u> | <u>16,499,409</u> | <u>15,743,514</u> | <u>15,331,365</u> | <u>16,858,058</u> | <u>17,145,842</u>    | <u>17,737,817</u>    |
| Primary Government:              |                   |                   |                   |                   |                   |                   |                   |                   |                      |                      |
| Net Investment in Capital Assets | 43,897,874        | 47,449,969        | 47,081,092        | 46,135,156        | 46,472,622        | 43,702,865        | 42,993,537        | 40,749,545        | 40,850,892           | 40,381,904           |
| Restricted for:                  |                   |                   |                   |                   |                   |                   |                   |                   |                      |                      |
| Debt Service                     | 1,210,710         | 1,222,078         | 1,260,909         | 1,261,810         | 1,302,643         | 1,797,205         | 1,594,101         | 1,600,670         | 1,184,651            | 1,483,080            |
| Capital Projects                 | -                 | -                 | -                 | -                 | -                 | -                 | -                 | -                 | -                    | -                    |
| Emergencies                      | 598,241           | 517,614           | 543,493           | 547,975           | 641,878           | 619,295           | 551,223           | 536,090           | 532,144              | 501,617              |
| Unrestricted                     | <u>23,266,069</u> | <u>14,641,584</u> | <u>11,934,800</u> | <u>8,235,794</u>  | <u>8,427,568</u>  | <u>6,435,292</u>  | <u>5,129,424</u>  | <u>11,361,392</u> | <u>9,424,239</u>     | <u>6,767,176</u>     |
| Total Net Position               | <u>68,972,894</u> | <u>63,831,245</u> | <u>60,820,295</u> | <u>56,180,735</u> | <u>56,844,712</u> | <u>52,554,657</u> | <u>50,268,286</u> | <u>54,247,697</u> | <u>\$ 51,991,925</u> | <u>\$ 49,133,777</u> |

**TOWN OF MOUNTAIN VILLAGE**  
**Changes in Net Position**  
**Last Ten Years**

**TABLE A-2**

|                                                 | <u>2021</u>         | <u>2020</u>         | <u>2019</u>        | <u>2018</u>         | <u>2017</u>         | <u>2016</u>         | <u>2015</u>         | <u>2014</u>         | <u>2013</u>         | <u>2012</u>         |
|-------------------------------------------------|---------------------|---------------------|--------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Primary Government:                             |                     |                     |                    |                     |                     |                     |                     |                     |                     |                     |
| Program Expenses:                               |                     |                     |                    |                     |                     |                     |                     |                     |                     |                     |
| Governmental Activities:                        |                     |                     |                    |                     |                     |                     |                     |                     |                     |                     |
| General Government                              | \$ 13,500,674       | \$ 13,096,626       | \$ 11,867,345      | \$ 14,726,414       | \$ 13,988,003       | \$ 14,918,579       | \$ 12,733,573       | \$ 12,114,348       | \$ 12,816,565       | \$ 13,393,334       |
| Public Safety                                   | 1,232,393           | 1,183,865           | 1,151,101          | 1,045,572           | 964,517             | 947,987             | 899,441             | 926,589             | 1,211,029           | 930,812             |
| Culture and Recreation                          | 537,614             | 501,008             | 552,237            | 620,871             | 607,253             | 538,001             | 485,452             | 487,552             | 430,976             | 623,271             |
| Economic Development                            | 5,212,339           | 3,252,865           | 3,513,504          | 3,477,676           | 3,145,477           | 3,110,718           | 2,681,472           | 2,348,837           | 2,220,203           | 1,433,224           |
| Total Governmental Activities Expenses          | <u>20,483,020</u>   | <u>18,034,364</u>   | <u>17,084,187</u>  | <u>19,870,532</u>   | <u>18,705,250</u>   | <u>19,515,286</u>   | <u>16,799,937</u>   | <u>15,877,325</u>   | <u>16,678,773</u>   | <u>16,380,641</u>   |
| Business-type Activities:                       |                     |                     |                    |                     |                     |                     |                     |                     |                     |                     |
| Housing Authority                               | 2,655,863           | 2,502,582           | 2,458,320          | 2,633,077           | 2,358,389           | 2,229,997           | 2,309,596           | 2,536,978           | 2,347,284           | 2,526,775           |
| Water & Sewer                                   | 2,794,350           | 2,357,119           | 2,201,198          | 2,219,360           | 2,201,536           | 2,083,243           | 2,041,858           | 2,059,875           | 2,013,911           | 1,989,756           |
| Telluride Conference Center                     | 512,143             | 490,449             | 482,538            | 502,306             | 500,926             | 498,242             | 495,140             | 416,111             | 416,067             | 449,473             |
| Daycare Program                                 | 551,305             | 414,593             | 547,267            | 797,545             | 772,782             | 605,668             | 572,489             | 567,180             | 563,955             | 574,001             |
| Parking Services                                | 381,095             | 308,866             | 434,665            | 299,944             | 405,192             | 286,610             | 280,298             | 328,928             | 288,821             | 259,665             |
| Cable TV                                        | 1,897,424           | 1,891,688           | 1,721,322          | 1,793,692           | 1,704,488           | 1,783,156           | 1,541,273           | 1,393,850           | 1,361,458           | 1,317,112           |
| Regional Communication System                   | -                   | -                   | -                  | -                   | -                   | -                   | -                   | -                   | 193,646             | 210,346             |
| Total Business-type Activities Expenses         | <u>8,792,179</u>    | <u>7,965,298</u>    | <u>7,845,309</u>   | <u>8,245,923</u>    | <u>7,943,312</u>    | <u>7,486,915</u>    | <u>7,240,654</u>    | <u>7,302,922</u>    | <u>7,185,143</u>    | <u>7,327,128</u>    |
| Total Primary Government Expenses               | <u>29,275,199</u>   | <u>25,999,663</u>   | <u>24,929,496</u>  | <u>28,116,455</u>   | <u>26,648,562</u>   | <u>27,002,201</u>   | <u>24,040,591</u>   | <u>23,180,248</u>   | <u>23,863,916</u>   | <u>23,707,769</u>   |
| Program Revenues:                               |                     |                     |                    |                     |                     |                     |                     |                     |                     |                     |
| Governmental Activities:                        |                     |                     |                    |                     |                     |                     |                     |                     |                     |                     |
| Charges for Services:                           |                     |                     |                    |                     |                     |                     |                     |                     |                     |                     |
| General Government                              | 638,553             | 473,850             | 511,079            | 525,328             | 523,332             | 405,889             | 463,438             | 332,853             | 598,790             | 686,119             |
| Public Safety                                   | 6,096               | 4,675               | 9,252              | 9,448               | 10,625              | 2,765               | 7,146               | 5,592               | 4,150               | (558)               |
| Transportation                                  | -                   | 6,831               | 6,262              | 3,556               | 14,157              | 7,029               | 16,663              | 5,525               | 11,779              | 9,380               |
| Economic Development                            | 1,502,539           | 994,045             | 982,861            | 972,118             | 1,225,480           | 847,437             | 826,881             | 787,029             | 1,249,554           | 604,430             |
| Total Charges for Services                      | <u>2,147,188</u>    | <u>1,479,401</u>    | <u>1,509,454</u>   | <u>1,510,450</u>    | <u>1,773,594</u>    | <u>1,263,120</u>    | <u>1,314,128</u>    | <u>1,130,999</u>    | <u>1,864,273</u>    | <u>1,299,371</u>    |
| Operating Grants and Contributions              | 4,901,948           | 4,624,400           | 4,780,757          | 5,099,138           | 5,187,988           | 5,104,263           | 3,677,500           | 3,883,361           | 3,520,479           | 3,477,497           |
| Capital Grants and Contributions                | 630,403             | 839,370             | 737,062            | 888,328             | 209,970             | 986,478             | 964,267             | 482,543             | 537,244             | 291,709             |
| Total Governmental Activities Program Revenues  | <u>7,679,539</u>    | <u>6,943,171</u>    | <u>7,027,273</u>   | <u>7,497,916</u>    | <u>7,171,552</u>    | <u>7,353,861</u>    | <u>5,955,896</u>    | <u>5,496,903</u>    | <u>5,921,996</u>    | <u>5,068,578</u>    |
| Business-type Activities:                       |                     |                     |                    |                     |                     |                     |                     |                     |                     |                     |
| Housing Authority:                              |                     |                     |                    |                     |                     |                     |                     |                     |                     |                     |
| Charges for Services                            | 2,204,961           | 2,144,351           | 2,324,024          | 2,274,472           | 2,257,221           | 2,287,713           | 2,277,184           | 1,941,392           | 1,766,045           | 1,677,183           |
| Operating Grants and Contributions              | 93,259              | 175,837             | -                  | -                   | -                   | -                   | -                   | -                   | -                   | -                   |
| Capital Grants and Contributions                | -                   | -                   | -                  | -                   | -                   | -                   | -                   | -                   | -                   | 147,708             |
| Water & Sewer                                   |                     |                     |                    |                     |                     |                     |                     |                     |                     |                     |
| Charges for Services                            | 3,583,058           | 3,382,523           | 3,147,818          | 3,019,668           | 2,790,778           | 2,438,021           | 2,439,540           | 2,362,197           | 2,379,454           | 2,125,578           |
| Capital Grants and Contributions                | 215,840             | 33,680              | 118,829            | 113,108             | 276,548             | 42,960              | 173,002             | 37,761              | 176,725             | 124,573             |
| Telluride Conference Center                     |                     |                     |                    |                     |                     |                     |                     |                     |                     |                     |
| Charges for Services                            | -                   | -                   | -                  | -                   | -                   | -                   | -                   | -                   | -                   | -                   |
| Operating Grants and Contributions              | -                   | -                   | -                  | -                   | -                   | -                   | -                   | -                   | -                   | -                   |
| Child Development:                              |                     |                     |                    |                     |                     |                     |                     |                     |                     |                     |
| Charges for Services                            | 308,310             | 296,579             | 480,620            | 445,726             | 454,663             | 478,042             | 441,422             | 430,994             | 429,238             | 404,664             |
| Operating Grants and Contributions              | 204,344             | 126,805             | 97,055             | 66,905              | 38,650              | 46,522              | 38,499              | 26,075              | 39,475              | 40,099              |
| Capital Grants and Contributions                | -                   | -                   | -                  | -                   | -                   | -                   | -                   | 9,240               | -                   | -                   |
| Broadband                                       |                     |                     |                    |                     |                     |                     |                     |                     |                     |                     |
| Charges for Services                            | 2,227,939           | 2,224,411           | 2,195,536          | 2,100,372           | 1,945,869           | 1,818,604           | 1,717,541           | 1,625,486           | 1,572,602           | 1,522,159           |
| Parking Services:                               |                     |                     |                    |                     |                     |                     |                     |                     |                     |                     |
| Charges for Services                            | 529,225             | 539,123             | 564,325            | 421,557             | 480,887             | 397,478             | 494,359             | 376,729             | 311,311             | 272,803             |
| Operating Grants and Contributions              | -                   | -                   | -                  | 5,985               | 12,230              | 9,953               | 7,732               | 20,771              | 19,567              | 24,419              |
| Regional Communication System:                  |                     |                     |                    |                     |                     |                     |                     |                     |                     |                     |
| Charges for Services                            | -                   | -                   | -                  | -                   | -                   | -                   | -                   | -                   | 15,767              | 27,024              |
| Capital Grants and Contributions                | -                   | -                   | -                  | -                   | -                   | -                   | -                   | -                   | -                   | -                   |
| Total Business-type Activities Program Revenues | <u>9,366,936</u>    | <u>8,923,308</u>    | <u>8,928,207</u>   | <u>8,447,793</u>    | <u>8,256,845</u>    | <u>7,519,293</u>    | <u>7,589,279</u>    | <u>6,830,646</u>    | <u>6,710,184</u>    | <u>6,366,210</u>    |
| Total Primary Government Program Revenues       | <u>17,046,475</u>   | <u>15,866,479</u>   | <u>15,955,480</u>  | <u>15,945,709</u>   | <u>15,428,397</u>   | <u>14,873,154</u>   | <u>13,545,174</u>   | <u>12,327,549</u>   | <u>12,632,180</u>   | <u>11,434,787</u>   |
| Net (Expense)/Revenues:                         |                     |                     |                    |                     |                     |                     |                     |                     |                     |                     |
| Governmental Activities                         | (12,803,481)        | (11,091,193)        | (10,056,914)       | (12,372,616)        | (11,533,698)        | (12,161,425)        | (10,844,041)        | (10,380,422)        | (10,756,777)        | (11,312,063)        |
| Business-type Activities                        | 574,757             | 958,010             | 1,082,898          | 201,870             | 313,534             | 32,377              | 348,625             | (472,277)           | (474,959)           | (960,918)           |
| Total Primary Government Net Expense            | <u>(12,228,724)</u> | <u>(10,133,183)</u> | <u>(8,974,016)</u> | <u>(12,170,746)</u> | <u>(11,220,165)</u> | <u>(12,129,048)</u> | <u>(10,495,417)</u> | <u>(10,852,699)</u> | <u>(11,231,736)</u> | <u>(12,272,982)</u> |

**TOWN OF MOUNTAIN VILLAGE**  
**Changes in Net Position**  
**Last Ten Years**

**TABLE A-2**

|                                                             | <b>2021</b>         | <b>2020</b>         | <b>2019</b>         | <b>2018</b>       | <b>2017</b>         | <b>2016</b>         | <b>2015</b>         | <b>2014</b>         | <b>2013</b>         | <b>2012</b>       |
|-------------------------------------------------------------|---------------------|---------------------|---------------------|-------------------|---------------------|---------------------|---------------------|---------------------|---------------------|-------------------|
| General Revenues and Other Changes in Net Position:         |                     |                     |                     |                   |                     |                     |                     |                     |                     |                   |
| Governmental Activities:                                    |                     |                     |                     |                   |                     |                     |                     |                     |                     |                   |
| Taxes:                                                      |                     |                     |                     |                   |                     |                     |                     |                     |                     |                   |
| Property                                                    | 4,605,172           | 4,659,819           | 4,516,714           | 4,407,067         | 7,334,897           | 7,368,209           | 7,070,688           | 7,128,873           | 7,709,941           | 7,845,065         |
| Specific Ownership                                          | 232,196             | 215,858             | 224,573             | 224,100           | 325,149             | 291,693             | 303,008             | 287,077             | 258,341             | 219,426           |
| Sales and Use                                               | 8,602,038           | 5,495,076           | 5,819,146           | 5,041,962         | 5,460,964           | 4,497,202           | 4,394,807           | 3,502,280           | 4,196,071           | 2,780,228         |
| Lodging                                                     | 3,256,460           | 1,969,942           | 2,064,690           | 1,846,440         | 1,721,579           | 1,638,909           | 1,502,265           | 1,203,169           | 1,082,424           | 872,113           |
| Restaurant                                                  | 551,322             | 386,953             | 494,255             | 441,005           | 422,623             | 412,054             | 367,006             | 314,825             | 274,993             | 246,473           |
| Miscellaneous                                               | 70,652              | 76,614              | 90,710              | 95,991            | 100,150             | 90,656              | 114,614             | 144,401             | 126,629             | 116,976           |
| Grants and Contributions Not Restricted to Specific Program | -                   | -                   | -                   | 34,532            | 1,672               | 8,172               | 40,534              | 43,990              | -                   | -                 |
| Interest Earnings                                           | (47,006)            | 192,297             | 283,186             | 161,639           | 36,824              | 49,223              | 62,211              | 94,542              | 9,122               | 65,634            |
| Gain on Sale of Capital Assets                              | -                   | -                   | 26,316              | -                 | -                   | -                   | -                   | -                   | -                   | -                 |
| Transfers                                                   | (1,016,663)         | (1,907,818)         | (686,275)           | (334,668)         | (336,000)           | (320,470)           | 495,157             | 204,820             | 549,382             | 25,455            |
| Total Governmental Activities General Revenues              | <u>16,254,171</u>   | <u>11,088,741</u>   | <u>12,833,315</u>   | <u>11,918,068</u> | <u>15,067,857</u>   | <u>14,035,648</u>   | <u>14,350,289</u>   | <u>12,923,978</u>   | <u>14,206,903</u>   | <u>12,171,370</u> |
| Business-type Activities:                                   |                     |                     |                     |                   |                     |                     |                     |                     |                     |                   |
| Miscellaneous                                               | 103,149             | 127,857             | 114,070             | 124,801           | 105,096             | 59,251              | 72,856              | 389,133             | 384,538             | 352,202           |
| Investment Earnings                                         | 20                  | 1,379               | 7,830               | 5,383             | 1,264               | 52                  | 72                  | 179                 | 470                 | 931               |
| Gain (Loss) on Sale of Capital Assets                       | 14,705              | -                   | (3,208)             | -                 | -                   | -                   | -                   | -                   | -                   | -                 |
| Contributions                                               | -                   | -                   | -                   | -                 | -                   | -                   | -                   | -                   | -                   | -                 |
| Transfers                                                   | 1,016,663           | 1,907,818           | 686,275             | 334,668           | 336,000             | 320,470             | (495,157)           | (204,820)           | (549,381)           | (25,455)          |
| Total Business-type Activities General Revenues             | <u>1,134,537</u>    | <u>2,037,055</u>    | <u>804,967</u>      | <u>464,852</u>    | <u>442,361</u>      | <u>379,773</u>      | <u>(422,228)</u>    | <u>184,493</u>      | <u>(164,373)</u>    | <u>327,678</u>    |
| Total Primary Government General Revenues and Transfers     | <u>17,388,708</u>   | <u>13,125,796</u>   | <u>13,638,282</u>   | <u>12,382,920</u> | <u>15,510,218</u>   | <u>14,415,421</u>   | <u>13,928,061</u>   | <u>13,108,470</u>   | <u>14,042,530</u>   | <u>12,499,048</u> |
| Change in Net Position:                                     |                     |                     |                     |                   |                     |                     |                     |                     |                     |                   |
| Governmental Activities                                     | 3,450,690           | (2,452)             | 2,776,401           | (454,548)         | 3,534,159           | 1,874,223           | 3,506,248           | 2,543,555           | 3,450,126           | 859,307           |
| Business-type Activities                                    | 1,709,294           | 2,995,065           | 1,887,865           | 666,722           | 755,894             | 412,150             | (73,604)            | (287,784)           | (639,332)           | (633,241)         |
| Total Primary Government                                    | <u>\$ 5,159,984</u> | <u>\$ 2,992,612</u> | <u>\$ 4,664,266</u> | <u>\$ 212,174</u> | <u>\$ 4,290,053</u> | <u>\$ 2,286,373</u> | <u>\$ 3,432,644</u> | <u>\$ 2,255,772</u> | <u>\$ 2,810,794</u> | <u>\$ 226,066</u> |

**TOWN OF MOUNTAIN VILLAGE**  
**Program Revenues by Function/Program**  
**Last Ten Years**

**TABLE A-3**

| Function/Program:                          | <u>2021</u>          | <u>2020</u>          | <u>2019</u>          | <u>2018</u>          | <u>2017</u>          | <u>2016</u>          | <u>2015</u>          | <u>2014</u>          | <u>2013</u>          | <u>2012</u>          |
|--------------------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| Governmental Activities:                   |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| General Government                         | \$ 638,553           | \$ 473,850           | \$ 511,079           | \$ 525,328           | \$ 523,332           | \$ 405,889           | \$ 463,438           | \$ 332,853           | \$ 598,790           | \$ 686,119           |
| Administration                             |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Public Safety                              | 6,096                | 4,675                | 9,252                | 9,448                | 10,625               | 2,765                | 7,146                | 5,592                | 4,150                | (558)                |
| Parking & Transportation                   | -                    | 6,831                | 6,262                | 3,556                | 14,157               | 7,029                | 16,663               | 5,525                | 11,779               | 9,380                |
| Economic Development                       | 1,502,539            | 994,045              | 982,861              | 972,118              | 1,225,480            | 847,437              | 826,881              | 787,029              | 1,249,554            | 604,430              |
| Operating Grants and Contributions         | 4,901,948            | 4,624,400            | 4,780,757            | 5,099,138            | 5,187,988            | 5,104,263            | 3,677,500            | 3,883,361            | 3,520,479            | 3,477,497            |
| Capital Grants and Contributions           | 630,403              | 839,370              | 737,062              | 888,328              | 209,970              | 986,478              | 964,267              | 482,543              | 537,244              | 291,709              |
| Total Governmental Activities              | <u>7,679,539</u>     | <u>6,943,171</u>     | <u>7,027,273</u>     | <u>7,497,916</u>     | <u>7,171,552</u>     | <u>7,353,861</u>     | <u>5,955,896</u>     | <u>5,496,903</u>     | <u>5,921,996</u>     | <u>5,068,578</u>     |
| Business-type Activities:                  |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Housing Authority:                         |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Charges for Services                       | 2,204,961            | 2,144,351            | 2,324,024            | 2,552,330            | 2,257,221            | 2,287,713            | 2,277,184            | 1,941,392            | 1,766,045            | 1,677,183            |
| Operating Grants and Contributions         | 93,259               | 175,837              | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    |
| Capital Grants and Contributions           | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    | 147,708              |
| Water & Sewer                              |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Charges for Services                       | 3,583,058            | 3,382,523            | 3,147,818            | 3,019,668            | 2,790,778            | 2,438,021            | 2,439,540            | 2,362,197            | 2,379,454            | 2,125,578            |
| Operating Grants and Tap Fee Contributions | 215,840              | 33,680               | 118,829              | 113,108              | 276,548              | 42,960               | 173,002              | 37,761               | 176,725              | 124,573              |
| Telluride Conference Center                |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Charges for Services                       | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    |
| Operating Grants and Tap Fee Contributions | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    |
| Daycare Program:                           |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Charges for Services                       | 308,310              | 296,579              | 480,620              | 445,726              | 454,663              | 478,042              | 441,422              | 430,994              | 429,238              | 404,664              |
| Operating Grants and Contributions         | 204,344              | 126,805              | 97,055               | 66,905               | 38,650               | 46,522               | 38,499               | 26,075               | 39,475               | 40,099               |
| Capital Grants and Contributions           | -                    | -                    | -                    | -                    | -                    | -                    | -                    | 9,240                | -                    | -                    |
| Broadband                                  |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Charges for Services                       | 2,227,939            | 2,224,411            | 2,195,536            | 2,100,372            | 1,945,869            | 1,818,604            | 1,717,541            | 1,625,486            | 1,572,602            | 1,522,159            |
| Parking Services:                          |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Charges for Services                       | 529,225              | 539,123              | 564,325              | 421,557              | 480,887              | 397,478              | 494,359              | 376,729              | 311,311              | 272,803              |
| Operating Grants and Contributions         | -                    | -                    | -                    | 5,985                | 12,230               | 9,953                | 7,732                | 20,771               | 19,567               | 24,419               |
| Regional Communication System:             |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Charges for Services                       | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    | 15,767               | 27,024               |
| Capital Grants and Contributions           | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    |
| Total Business-type Activities             | <u>9,366,936</u>     | <u>8,923,308</u>     | <u>8,928,207</u>     | <u>8,725,652</u>     | <u>8,256,845</u>     | <u>7,519,293</u>     | <u>7,589,279</u>     | <u>6,830,646</u>     | <u>6,710,184</u>     | <u>6,366,210</u>     |
| Total Primary Government                   | <u>\$ 17,046,475</u> | <u>\$ 15,866,479</u> | <u>\$ 15,955,480</u> | <u>\$ 16,223,568</u> | <u>\$ 15,428,397</u> | <u>\$ 14,873,154</u> | <u>\$ 13,545,174</u> | <u>\$ 12,327,549</u> | <u>\$ 12,632,180</u> | <u>\$ 11,434,787</u> |

**TOWN OF MOUNTAIN VILLAGE**  
**Fund Balances, Governmental Funds**  
**Last Ten Years**

**TABLE A-4**

|                                   | <u>2021</u>          | <u>2020</u>          | <u>2019</u>          | <u>2018</u>          | <u>2017</u>          | <u>2016</u>          | <u>2015</u>         | <u>2014</u>         | <u>2013</u>         | <u>2012</u>         |
|-----------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|---------------------|---------------------|---------------------|---------------------|
| General Fund:                     |                      |                      |                      |                      |                      |                      |                     |                     |                     |                     |
| Restricted for:                   |                      |                      |                      |                      |                      |                      |                     |                     |                     |                     |
| Emergencies                       | \$ 598,241           | \$ 517,614           | \$ 543,493           | \$ 547,975           | \$ 641,878           | \$ 619,295           | \$ 551,223          | \$ 536,090          | \$ 532,144          | \$ 501,617          |
| Non-spendable                     | 275,245              | 312,399              | 257,450              | 301,361              | 264,540              | 288,447              | 287,930             | 322,325             | 395,397             | 34,385              |
| Committed                         | -                    | 51,607               | 81,257               | -                    | -                    | -                    | -                   | -                   | -                   | -                   |
| Assigned                          | -                    | 1,978,329            | 3,184,945            | 1,867,205            | 1,574,347            | -                    | -                   | -                   | -                   | -                   |
| Unassigned                        | <u>16,902,513</u>    | <u>10,935,946</u>    | <u>9,636,465</u>     | <u>9,311,392</u>     | <u>8,433,159</u>     | <u>8,538,573</u>     | <u>8,146,194</u>    | <u>6,253,526</u>    | <u>5,709,655</u>    | <u>3,324,779</u>    |
| Total Fund Balance                | <u>17,775,999</u>    | <u>13,795,896</u>    | <u>13,703,610</u>    | <u>12,027,932</u>    | <u>10,913,925</u>    | <u>9,446,315</u>     | <u>8,985,348</u>    | <u>7,111,942</u>    | <u>6,637,196</u>    | <u>3,860,781</u>    |
| All Other Governmental Funds:     |                      |                      |                      |                      |                      |                      |                     |                     |                     |                     |
| Restricted for:                   |                      |                      |                      |                      |                      |                      |                     |                     |                     |                     |
| Debt Service                      | 351,594              | 369,489              | 405,573              | 404,087              | 450,278              | 947,096              | 743,941             | 750,647             | 734,651             | 1,033,003           |
| Capital Projects                  | -                    | -                    | -                    | -                    | -                    | -                    | -                   | -                   | -                   | -                   |
| Assigned                          | 553,212              | 497,626              | 493,526              | 451,531              | 369,185              | 239,544              | 157,316             | 91,938              | 20,346              | 102,710             |
| Unassigned, Reported in:          | -                    | -                    | -                    | -                    | -                    | -                    | -                   | -                   | -                   | -                   |
| Capital Projects Funds            | -                    | -                    | -                    | -                    | -                    | -                    | -                   | -                   | -                   | -                   |
| Special Revenue Funds             | -                    | -                    | -                    | -                    | -                    | -                    | -                   | -                   | -                   | -                   |
| Total Fund Balances               | <u>904,806</u>       | <u>867,115</u>       | <u>899,099</u>       | <u>855,617</u>       | <u>819,462</u>       | <u>1,186,641</u>     | <u>901,257</u>      | <u>842,584</u>      | <u>754,997</u>      | <u>1,135,713</u>    |
| Total Governmental Funds          |                      |                      |                      |                      |                      |                      |                     |                     |                     |                     |
| Restricted for:                   |                      |                      |                      |                      |                      |                      |                     |                     |                     |                     |
| Long-term Receivables             | -                    | -                    | -                    | -                    | -                    | -                    | -                   | -                   | -                   | -                   |
| Debt Service                      | 351,594              | 369,489              | 405,573              | 404,087              | 450,278              | 947,096              | 750,647             | 750,647             | 734,651             | 1,033,003           |
| Capital Projects                  | -                    | -                    | -                    | -                    | -                    | -                    | -                   | -                   | -                   | -                   |
| Emergencies                       | 598,241              | 517,614              | 543,493              | 547,975              | 641,878              | 619,295              | 536,090             | 536,090             | 532,144             | 501,617             |
| Non-spendable                     | 275,245              | 312,399              | 257,450              | 301,361              | 264,540              | 288,447              | 322,325             | 322,325             | 395,397             | 34,385              |
| Committed                         | -                    | 51,607               | 81,257               | -                    | -                    | -                    | -                   | -                   | -                   | -                   |
| Assigned                          | 553,212              | 2,475,955            | 3,678,471            | 2,318,736            | 1,943,532            | 239,544              | 91,938              | 91,938              | 20,346              | 102,710             |
| Unassigned, Reported in:          |                      |                      |                      |                      |                      |                      |                     |                     |                     |                     |
| General Fund                      | 16,902,513           | 10,935,946           | 9,636,465            | 9,311,392            | 8,433,159            | 8,538,573            | 8,185,605           | 6,253,526           | 5,709,655           | 3,324,779           |
| Other Funds                       | -                    | -                    | -                    | -                    | -                    | -                    | -                   | -                   | -                   | -                   |
| Total Fund Balances               | \$ <u>18,680,805</u> | \$ <u>14,663,010</u> | \$ <u>14,602,709</u> | \$ <u>12,883,549</u> | \$ <u>11,733,387</u> | \$ <u>10,632,956</u> | \$ <u>9,886,605</u> | \$ <u>7,954,526</u> | \$ <u>7,392,193</u> | \$ <u>4,996,494</u> |
| Percent change from previous year | <u>27.4%</u>         | <u>0.4%</u>          | <u>13.3%</u>         | <u>9.8%</u>          | <u>10.3%</u>         | <u>7.5%</u>          | <u>24.3%</u>        | <u>7.6%</u>         | <u>47.9%</u>        | <u>11.7%</u>        |

**TOWN OF MOUNTAIN VILLAGE**  
**Changes in Fund Balances, Governmental Funds**  
**Last Ten Years**

**TABLE A-5**

|                                                                  | <u>2021</u>         | <u>2020</u>        | <u>2019</u>         | <u>2018</u>         | <u>2017</u>         | <u>2016</u>       | <u>2015</u>         | <u>2014</u>       | <u>2013</u>         | <u>2012</u>       |
|------------------------------------------------------------------|---------------------|--------------------|---------------------|---------------------|---------------------|-------------------|---------------------|-------------------|---------------------|-------------------|
| <b>Revenues:</b>                                                 |                     |                    |                     |                     |                     |                   |                     |                   |                     |                   |
| Taxes                                                            | \$ 17,247,186       | \$ 12,727,648      | \$ 13,119,377       | \$ 11,960,574       | \$ 15,265,211       | \$ 14,208,068     | \$ 13,637,774       | \$ 12,436,224     | \$ 13,521,770       | \$ 11,963,305     |
| Licenses and Permits                                             | 1,001,541           | 721,949            | 743,995             | 667,418             | 887,675             | 599,560           | 631,681             | 545,126           | 762,552             | 417,710           |
| Intergovernmental                                                | 512,565             | 572,124            | 629,801             | 475,260             | 374,212             | 377,290           | 375,754             | 363,555           | 440,285             | 415,315           |
| Charges for Services                                             | 738,211             | 309,705            | 370,751             | 395,716             | 503,424             | 275,112           | 357,801             | 284,648           | 736,705             | 441,139           |
| Fines and Forfeitures                                            | 3,248               | 68,175             | 10,152              | 57,899              | 8,282               | 11,157            | 7,146               | 4,093             | 2,725               | (558)             |
| Investment Earnings                                              | (47,005)            | 192,297            | 283,186             | 161,639             | 36,824              | 49,223            | 62,211              | 94,543            | 41,151              | 65,634            |
| Grants and Contributions                                         | 5,205,043           | 5,271,218          | 5,263,659           | 5,901,623           | 5,503,850           | 6,090,741         | 4,583,515           | 4,346,616         | 3,968,785           | 3,769,206         |
| Miscellaneous                                                    | 270,051             | 76,614             | 90,401              | 95,991              | 100,150             | 90,656            | 114,614             | 97,266            | 108,789             | 142,742           |
| Total Revenue                                                    | <u>24,930,840</u>   | <u>19,939,730</u>  | <u>20,511,321</u>   | <u>19,716,120</u>   | <u>22,679,628</u>   | <u>21,701,806</u> | <u>19,770,495</u>   | <u>18,172,070</u> | <u>19,582,763</u>   | <u>17,214,493</u> |
| <b>Expenditures:</b>                                             |                     |                    |                     |                     |                     |                   |                     |                   |                     |                   |
| Current:                                                         |                     |                    |                     |                     |                     |                   |                     |                   |                     |                   |
| General Government                                               | 11,847,829          | 10,849,898         | 10,694,200          | 10,603,186          | 9,943,665           | 10,765,818        | 9,362,252           | 9,003,564         | 9,722,040           | 10,073,500        |
| Public Safety                                                    | 1,080,461           | 1,052,595          | 1,032,255           | 910,530             | 829,791             | 828,338           | 811,016             | 714,239           | 765,603             | 838,821           |
| Culture and Recreation                                           | 537,614             | 501,008            | 552,237             | 620,871             | 607,253             | 538,001           | 485,452             | 487,552           | 434,215             | 574,777           |
| Economic Development                                             | 5,212,339           | 3,252,865          | 3,513,504           | 3,477,676           | 3,145,477           | 3,110,718         | 2,681,472           | 2,348,837         | 2,220,203           | 1,433,224         |
| Capital Outlay                                                   | 575,391             | 871,732            | 1,563,071           | 1,898,128           | 2,953,051           | 1,950,973         | 1,343,475           | 954,735           | 952,990             | 163,233           |
| Debt service:                                                    |                     |                    |                     |                     |                     |                   |                     |                   |                     |                   |
| Administrative Charges                                           | 17,703              | 103,906            | 22,255              | 22,557              | 109,099             | 119,633           | 119,254             | 113,844           | 114,780             | 114,912           |
| Bond Issuance Costs                                              | -                   | -                  | -                   | -                   | -                   | -                 | -                   | 120,673           | -                   | -                 |
| Principal                                                        | 450,000             | 405,000            | 405,000             | 390,000             | 3,315,000           | 2,695,000         | 2,815,000           | 3,185,000         | 2,495,000           | 2,400,000         |
| Interest                                                         | 220,033             | 216,813            | 333,925             | 342,875             | 492,608             | 634,675           | 756,186             | 941,225           | 1,033,300           | 1,122,098         |
| Total Expenditures                                               | <u>19,941,370</u>   | <u>17,253,816</u>  | <u>18,116,447</u>   | <u>18,265,822</u>   | <u>21,395,944</u>   | <u>20,643,157</u> | <u>18,374,106</u>   | <u>17,869,670</u> | <u>17,738,132</u>   | <u>16,720,567</u> |
| Excess of Revenues Over<br>(Under) Expenditures                  | <u>4,989,470</u>    | <u>2,685,914</u>   | <u>2,394,874</u>    | <u>1,450,298</u>    | <u>1,283,684</u>    | <u>1,058,650</u>  | <u>1,396,389</u>    | <u>302,400</u>    | <u>1,844,631</u>    | <u>493,927</u>    |
| <b>Other Financing Sources (Uses):</b>                           |                     |                    |                     |                     |                     |                   |                     |                   |                     |                   |
| Transfers In                                                     | 1,181,421           | 1,540,184          | 793,077             | 1,012,284           | 1,724,070           | 1,303,273         | 1,710,628           | 1,579,663         | 1,787,359           | 856,571           |
| Transfers Out                                                    | (2,198,083)         | (3,448,002)        | (1,530,380)         | (1,346,952)         | (2,060,070)         | (1,623,743)       | (1,215,471)         | (1,489,270)       | (1,237,977)         | (831,117)         |
| Payments of Refunded Bonds                                       | -                   | -                  | -                   | -                   | -                   | -                 | -                   | (7,445,847)       | -                   | -                 |
| Insurance Proceeds                                               | 19,534              | -                  | 35,273              | 19,534              | 149,777             | -                 | -                   | -                 | -                   | -                 |
| Issuance of Refunded Bonds                                       | -                   | (717,795)          | -                   | -                   | -                   | -                 | -                   | 7,571,396         | -                   | -                 |
| Proceeds from Sale of Capital Assets                             | 25,452              | -                  | 26,316              | 34,532              | 2,972               | 8,172             | 40,534              | 43,990            | 1,685               | 5,563             |
| Total Other Financing Sources (Uses)                             | <u>(971,676)</u>    | <u>(2,625,613)</u> | <u>(675,714)</u>    | <u>(280,602)</u>    | <u>(183,251)</u>    | <u>(312,298)</u>  | <u>535,690</u>      | <u>259,933</u>    | <u>551,067</u>      | <u>31,018</u>     |
| Net Change in Fund Balances                                      | <u>\$ 4,017,794</u> | <u>\$ 60,301</u>   | <u>\$ 1,719,160</u> | <u>\$ 1,169,696</u> | <u>\$ 1,100,432</u> | <u>\$ 746,351</u> | <u>\$ 1,932,079</u> | <u>\$ 562,332</u> | <u>\$ 2,395,698</u> | <u>\$ 524,945</u> |
| <b>Debt Service as a Percent of<br/>Non-capital Expenditures</b> | <u>3.5%</u>         | <u>3.8%</u>        | <u>4.5%</u>         | <u>4.5%</u>         | <u>20.6%</u>        | <u>17.8%</u>      | <u>21.0%</u>        | <u>24.4%</u>      | <u>21.0%</u>        | <u>21.3%</u>      |

**TOWN OF MOUNTAIN VILLAGE**  
**Tax Revenues by Source, Governmental Funds**  
**Last Ten Years**

**TABLE A-6**

| <b>Year</b>   | <b>Property</b> | <b>Specific<br/>Ownership</b> | <b>Sales</b> | <b>Use and<br/>Cigarette</b> | <b>Lodging</b> | <b>Restaurant</b> | <b>Penalties<br/>and Interest</b> | <b>Total</b> |
|---------------|-----------------|-------------------------------|--------------|------------------------------|----------------|-------------------|-----------------------------------|--------------|
| 2012          | 7,790,254       | 219,426                       | 2,496,731    | (1) 279,374                  | 872,113        | 246,473           | 60,423                            | 11,964,795   |
| 2013          | 7,694,069       | 258,341                       | 2,955,474    | 1,229,436                    | 1,082,424      | 274,993           | 27,032                            | 13,521,770   |
| 2014          | 7,026,165       | 287,077                       | 3,138,781    | 357,359                      | 1,203,169      | 314,825           | 23,316                            | 12,350,692   |
| 2015          | 7,055,375       | 303,008                       | 3,812,811    | 570,271                      | 1,502,265      | 367,006           | 27,037                            | 13,637,773   |
| 2016          | 7,350,889       | 291,693                       | 4,008,650    | 479,148                      | 1,638,909      | 412,054           | 26,724                            | 14,208,067   |
| 2017          | 7,334,897       | 325,149                       | 4,270,722    | 1,184,263                    | 1,720,340      | 421,623           | 8,218                             | 15,265,211   |
| 2018          | 4,407,067       | 224,100                       | 4,437,870    | 587,017                      | 1,833,880      | 439,896           | 30,745                            | 11,960,575   |
| 2019          | 4,509,529       | 224,573                       | 5,042,434    | 769,303                      | 2,064,690      | 494,255           | 14,594                            | 13,119,377   |
| 2020          | 4,659,819       | 215,858                       | 4,720,124    | 767,326                      | 1,969,942      | 386,953           | 23,502                            | 12,743,524   |
| 2021          | 4,594,731       | 232,196                       | 7,235,609    | 1,357,486                    | 3,256,460      | 551,322           | 23,162                            | 17,250,966   |
| <b>Change</b> |                 |                               |              |                              |                |                   |                                   |              |
| 2012-2021     | -41.0%          | 5.8%                          | 189.8%       | 385.9%                       | 273.4%         | 123.7%            | -61.7%                            | 44.2%        |
| 2012-2019     | -42.1%          | 2.3%                          | 102.0%       | 175.4%                       | 136.7%         | 100.5%            | -75.8%                            | 9.6%         |
| 2017-2021     | -37.4%          | -28.6%                        | 69.4%        | 14.6%                        | 89.3%          | 30.8%             | 181.8%                            | 13.0%        |

(1) Effective January 1, 2012 the Town of Mountain Village began self collection of sales taxes.

**Town of Mountain Village**  
**User Fee Revenues, Enterprise Funds**  
**Last Ten Years**

**TABLE A-7**

| <b>Year</b> | <b>Water and<br/>Sewer Fund<br/>User Fees</b> | <b>Water<br/>System<br/>Development<br/>User (Tap) Fees</b> | <b>Broadband<br/>Fund<br/>User Fees</b> | <b>Child Development<br/>Fund<br/>User Fees</b> | <b>Parking Services<br/>Fund<br/>User Fees</b> | <b>Housing<br/>Authority<br/>User Fees</b> | <b>Telluride<br/>Conference<br/>Center Fund<br/>User Fees</b> | <b>Total<br/>User Fees</b> |
|-------------|-----------------------------------------------|-------------------------------------------------------------|-----------------------------------------|-------------------------------------------------|------------------------------------------------|--------------------------------------------|---------------------------------------------------------------|----------------------------|
| 2011        | 2,116,620                                     | 20,356                                                      | 1,472,986                               | 352,011                                         | 263,113                                        | 2,010,108                                  | -                                                             | 6,235,194                  |
| 2012        | 2,125,578                                     | 124,573                                                     | 1,522,159                               | 393,119                                         | 286,544                                        | 2,029,386                                  | -                                                             | 6,481,360                  |
| 2013        | 2,379,454                                     | 176,725                                                     | 1,572,602                               | 415,121                                         | 323,035                                        | 2,151,523                                  | -                                                             | 7,018,459                  |
| 2014        | 2,362,197                                     | 37,761                                                      | 1,625,486                               | 430,994                                         | 368,318                                        | 2,342,523                                  | 920                                                           | 7,168,199                  |
| 2015        | 2,439,540                                     | 173,002                                                     | 1,717,541                               | 441,422                                         | 494,359                                        | 2,350,040                                  | -                                                             | 7,615,904                  |
| 2016        | 2,438,021                                     | 42,960                                                      | 1,818,604                               | 460,305                                         | 397,478                                        | 2,346,963                                  | -                                                             | 7,504,332                  |
| 2017        | 2,790,778                                     | 276,548                                                     | 1,945,869                               | 454,663                                         | 480,887                                        | 2,257,221                                  | -                                                             | 8,205,966                  |
| 2018        | 3,019,668                                     | 113,108                                                     | 2,100,372                               | 445,726                                         | 421,557                                        | 2,274,472                                  | -                                                             | 8,374,903                  |
| 2019        | 3,147,818                                     | 118,829                                                     | 2,195,536                               | 480,620                                         | 564,325                                        | 2,324,024                                  | -                                                             | 8,831,152                  |
| 2020        | 3,382,523                                     | 33,680                                                      | 2,224,411                               | 296,579                                         | 539,123                                        | 2,144,351                                  | -                                                             | 8,620,667                  |
| 2021        | 3,583,058                                     | 215,840                                                     | 2,227,939                               | 308,415                                         | 529,225                                        | 2,308,005                                  | -                                                             | 9,172,482                  |

**Town of Mountain Village**  
**Enterprise Fund Expenses**  
**Last Ten Years**

**TABLE A-8**

|      | Operations                 |                   |                              |                             |                              |                                        | Capital Outlay             |                   |                              |                             |                              |                                        | Total<br>Expenses |
|------|----------------------------|-------------------|------------------------------|-----------------------------|------------------------------|----------------------------------------|----------------------------|-------------------|------------------------------|-----------------------------|------------------------------|----------------------------------------|-------------------|
|      | Water and<br>Sewer<br>Fund | Broadband<br>Fund | Child<br>Development<br>Fund | Parking<br>Services<br>Fund | Housing<br>Authority<br>Fund | Telluride<br>Conference<br>Center Fund | Water and<br>Sewer<br>Fund | Broadband<br>Fund | Child<br>Development<br>Fund | Parking<br>Services<br>Fund | Housing<br>Authority<br>Fund | Telluride<br>Conference<br>Center Fund |                   |
| 2011 | 1,403,872                  | 1,086,474         | 546,161                      | 351,065                     | 1,116,628                    | 130,749                                | 27,284                     | 10,057            | -                            | -                           | 1,021,836                    | -                                      | 5,694,126         |
| 2012 | 1,380,534                  | 1,155,171         | 550,406                      | 259,665                     | 1,599,720                    | 139,959                                | 121,563                    | 19,897            | -                            | -                           | 63,543                       | 15,525                                 | 5,305,984         |
| 2013 | 1,305,576                  | 1,214,275         | 540,929                      | 281,338                     | 1,076,244                    | 105,542                                | 401,407                    | 105,431           | -                            | -                           | 283,011                      | 92,787                                 | 5,406,540         |
| 2014 | 1,447,875                  | 1,237,251         | 544,006                      | 328,928                     | 1,093,578                    | 120,368                                | 298,653                    | 41,971            | 9,240                        | -                           | 206,806                      | 33,648                                 | 5,362,324         |
| 2015 | 1,414,788                  | 1,384,582         | 553,015                      | 280,298                     | 1,033,410                    | 193,103                                | 1,756,814                  | 125,976           | -                            | -                           | 90,721                       | -                                      | 6,832,707         |
| 2016 | 1,416,328                  | 1,620,961         | 586,679                      | 286,610                     | 1,094,375                    | 196,206                                | 326,024                    | 51,774            | -                            | -                           | 170,044                      | -                                      | 5,749,000         |
| 2017 | 1,458,927                  | 1,583,014         | 613,717                      | 405,192                     | 1,181,232                    | 199,089                                | 382,628                    | 131,574           | -                            | -                           | 201,745                      | 5,564                                  | 6,162,683         |
| 2018 | 1,587,320                  | 1,660,393         | 668,388                      | 299,944                     | 1,574,749                    | 202,543                                | 607,301                    | 227,622           | -                            | 5,615                       | 714,771                      | -                                      | 7,548,647         |
| 2019 | 1,479,196                  | 1,719,596         | 682,430                      | 369,116                     | 1,259,514                    | 197,239                                | 801,557                    | 954,084           | -                            | 65,549                      | 661,226                      | -                                      | 8,189,507         |
| 2020 | 1,580,694                  | 1,707,987         | 548,197                      | 303,450                     | 1,363,034                    | 211,666                                | 507,321                    | 1,938,040         | -                            | 5,415                       | 172,196                      | -                                      | 8,338,000         |
| 2021 | 2,037,778                  | 1,758,462         | 605,985                      | 326,097                     | 1,443,060                    | 233,360                                | 635,663                    | 851,903           | -                            | 54,998                      | 146,392                      | 13,882                                 | 6,069,801         |

**TOWN OF MOUNTAIN VILLAGE**  
**Actual Value and Estimated Assessed Value of Taxable Property**  
**Last Ten Years**

**TABLE B-1**

| <b>Collection<br/>Year</b> | <b>Assessment<br/>Year</b> | <b>Vacant<br/>Property</b> | <b>Residential<br/>Property</b> | <b>Commercial<br/>Property</b> | <b>Personal<br/>Property</b> | <b>State<br/>Assessed</b> | <b>Less:<br/>Tax-Exempt<br/>Property</b> | <b>Total Taxable<br/>Actual<br/>Value</b> | <b>Total<br/>Direct<br/>Tax<br/>Rate</b> | <b>Estimated<br/>Assessed<br/>Taxable<br/>Value</b> | <b>Taxable<br/>Estimated Assessed<br/>Value as a %<br/>of Actual Total<br/>Taxable Value</b> |
|----------------------------|----------------------------|----------------------------|---------------------------------|--------------------------------|------------------------------|---------------------------|------------------------------------------|-------------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------------------------------------------------------------|
| 2012                       | 2011                       | 285,890,645                | 2,564,807,411                   | 81,866,265                     | 26,986,021                   | 743,724                   | 31,912,149                               | 2,928,597,597                             | 13.691                                   | 318,849,890                                         | 10.89%                                                                                       |
| 2013                       | 2012                       | 225,264,565                | 2,177,223,916                   | 117,188,460                    | 21,971,079                   | N/A                       | 34,225,675                               | 2,507,422,345                             | 13.479                                   | 317,578,720                                         | 12.67%                                                                                       |
| 2014                       | 2013                       | 213,148,847                | 2,147,342,272                   | 90,787,423                     | 21,529,847                   | 712,289                   | 33,739,055                               | 2,439,781,623                             | 13.485                                   | 265,515,290                                         | 10.88%                                                                                       |
| 2015                       | 2014                       | 231,186,150                | 2,529,775,804                   | 93,154,429                     | 20,427,600                   | 508,131                   | 41,826,618                               | 2,833,225,496                             | 13.460                                   | 266,407,970                                         | 9.40%                                                                                        |
| 2016                       | 2015                       | 228,599,611                | 2,466,526,089                   | 89,150,287                     | 20,755,650                   | 674,965                   | 41,832,526                               | 2,763,874,076                             | 13.447                                   | 294,538,840                                         | 10.66%                                                                                       |
| 2017                       | 2016                       | 224,533,231                | 2,467,868,983                   | 89,423,928                     | 21,852,112                   | 633,586                   | 43,543,186                               | 2,760,768,654                             | 13.589                                   | 294,011,170                                         | 10.65%                                                                                       |
| 2018                       | 2017                       | 218,489,561                | 2,683,621,949                   | 91,328,149                     | 23,321,304                   | 400,206                   | 155,371,444                              | 2,861,789,725                             | 13.717                                   | 314,681,000                                         | 11.00%                                                                                       |
| 2019                       | 2018                       | 197,066,289                | 2,972,959,400                   | 132,629,306                    | 28,354,103                   | N/A                       | 156,743,565                              | 3,174,265,533                             | 13.660                                   | 316,402,400                                         | 9.97%                                                                                        |
| 2020                       | 2019                       | 195,273,835                | 2,964,609,268                   | 128,299,320                    | 30,256,664                   | 324,999                   | 156,812,480                              | 3,161,951,606                             | 13.485                                   | 314,681,000                                         | 9.95%                                                                                        |
| 2021                       | 2020                       | 175,781,228                | 3,294,997,733                   | 119,072,078                    | 32,225,199                   | N/A                       | 157,716,228                              | 3,464,360,010                             | 13.448                                   | 310,031,920                                         | 8.95%                                                                                        |

N/A - information is not available.

**Source:** San Miguel County Assessor's Office

**TOWN OF MOUNTAIN VILLAGE**  
**Property Tax Rates**  
**Direct and Overlapping Governments**  
**Last Ten Years**

**TABLE B-2**

| Fiscal<br>Year | Town Direct Rates |          |                      |                 | Overlapping Rates                               |                               |                         |                            |                                 |                                      |                                                          |                                                   |                                   |
|----------------|-------------------|----------|----------------------|-----------------|-------------------------------------------------|-------------------------------|-------------------------|----------------------------|---------------------------------|--------------------------------------|----------------------------------------------------------|---------------------------------------------------|-----------------------------------|
|                |                   |          |                      |                 | Mountain<br>Village<br>Metropolitan<br>District | Telluride<br>Fire<br>District | San<br>Miguel<br>County | Library<br>District<br>R-1 | Telluride<br>School<br>District | Lone<br>Tree<br>Cemetery<br>District | San Miguel<br>Authority of<br>Regional<br>Transportation | Southwestern<br>Water<br>Conservation<br>District | Telluride<br>Hospital<br>District |
|                | Operations *      | Debt (1) | Historical<br>Museum | Total<br>Direct |                                                 |                               |                         |                            |                                 |                                      |                                                          |                                                   |                                   |
| 2011           | 13.271            | -        | 0.333                | 13.604          | 8.794                                           | 2.498                         | 10.120                  | 3.492                      | 10.290                          | 0.051                                | -                                                        | 0.272                                             | 2.294                             |
| 2012           | 13.358            | -        | 0.333                | 13.691          | 10.750                                          | 2.947                         | 10.120                  | 3.587                      | 10.113                          | 0.051                                | -                                                        | 0.291                                             | 2.304                             |
| 2013           | 13.146            | -        | 0.333                | 13.479          | 10.823                                          | 2.967                         | 10.120                  | 3.630                      | 8.678                           | 0.051                                | -                                                        | 0.307                                             | 2.288                             |
| 2014           | 13.152            | -        | 0.333                | 13.485          | 13.325                                          | 3.038                         | 10.120                  | 3.710                      | 8.989                           | 0.051                                | -                                                        | 0.368                                             | 2.286                             |
| 2015           | 13.127            | -        | 0.333                | 13.460          | 13.052                                          | 3.020                         | 10.120                  | 3.655                      | 11.922                          | 0.051                                | -                                                        | 0.362                                             | 2.280                             |
| 2016           | 13.114            | -        | 0.333                | 13.447          | 11.820                                          | 2.855                         | 10.120                  | 3.661                      | 11.332                          | 0.049                                | -                                                        | 0.340                                             | 2.280                             |
| 2017           | 13.256            | -        | 0.333                | 13.589          | 11.840                                          | 2.958                         | 10.120                  | 3.656                      | 11.447                          | 0.150                                | 0.750                                                    | 0.395                                             | 2.280                             |
| 2018           | 13.384            | -        | 0.333                | 13.717          | 1.904                                           | 2.940                         | 10.870                  | 2.830                      | 11.059                          | 0.150                                | 0.750                                                    | 0.407                                             | 2.299                             |
| 2019           | 13.327            | -        | 0.333                | 13.660          | 1.910                                           | 2.943                         | 11.967                  | 2.902                      | 13.025                          | 0.156                                | 0.775                                                    | 0.407                                             | 3.608                             |
| 2020           | 13.152            | -        | 0.333                | 13.485          | 1.742                                           | 4.857                         | 11.652                  | 3.555                      | 12.485                          | 0.150                                | 0.752                                                    | 0.403                                             | 3.417                             |
| 2021           | 13.115            | -        | 0.333                | 13.448          | 1.548                                           | 4.902                         | 11.662                  | 3.634                      | 12.779                          | 0.150                                | 0.752                                                    | 0.407                                             | 3.560                             |
| 2022           | 13.517            | -        | 0.333                | 13.850          | 1.461                                           | 4.793                         | 11.830                  | 3.596                      | 13.323                          | 0.141                                | 0.775                                                    | 0.407                                             | 3.379                             |

**Source:** San Miguel County Treasurer's Office

Tax rates are per \$1,000 assessed valuation, a rate of 1,000 results in \$1 of revenue for every \$1,000 of assessed

\* The mill levy for general operating expenses has remained stable - the small variances are caused by refunds and abatements.

(1) The debt for the town is still serviced through the district.

Combined Mill Levy for the Town of Mountain Village Residents by year:

|      |        |      |        |
|------|--------|------|--------|
| 2013 | 24.302 | 2018 | 15.621 |
| 2014 | 26.810 | 2019 | 15.570 |
| 2015 | 26.512 | 2020 | 15.227 |
| 2016 | 25.267 | 2021 | 14.996 |
| 2017 | 25.429 | 2022 | 15.311 |

**TOWN OF MOUNTAIN VILLAGE**  
**Principal Property Taxpayers**  
**Current Year and Ten Years Ago**

**TABLE B-3**

| Taxpayer                                            | Type of Business             | 2021                   |      | Percentage of Town's Taxable Assessed Value | 2012 (2)               |      | Percentage of Town's Taxable Assessed Value |
|-----------------------------------------------------|------------------------------|------------------------|------|---------------------------------------------|------------------------|------|---------------------------------------------|
|                                                     |                              | Taxable Assessed Value | Rank |                                             | Taxable Assessed Value | Rank |                                             |
| Telluride Ski and Golf Company                      | Ski Area Owner and Operator  | \$ 16,238,850          | 1    | 5.0%                                        | \$ -                   | 2    | 0.0%                                        |
| TSG Assets Holdings                                 | Ski Area Owner and Operator  | 11,353,090             | 2    | 3.5%                                        | -                      | 3    | 0.0%                                        |
| Telluride Resort Partners (1)                       | Hotel/Condominium Units      | 6,176,700              | 3    | 1.9%                                        | -                      | 1    | 0.0%                                        |
| AMMV Investments, LLC / Club Telluride LLC          | Residential Ownership Club   | 2,616,690              | 4    | 0.8%                                        | -                      | 8    | 0.0%                                        |
| Club Telluride Company I LLC                        | Residential Ownership Club   | 2,384,780              | 5    | 0.7%                                        | -                      | 10   | 0.0%                                        |
| Base Telluride LLC                                  | Real Estate Investment Group | 2,331,600              | 6    | 0.7%                                        | -                      |      | 0.0%                                        |
| Yellow Brick Road Company LLC                       | Private Property Owner       | 2,316,080              | 7    | 0.7%                                        | -                      |      | 0.0%                                        |
| Northern Trust NA AS TRTEE ET AL                    | Financial Institution        | 2,256,570              | 8    | 0.7%                                        | -                      | 9    | 0.0%                                        |
| TSG Gondola LLC                                     | Ski Area Owner and Operator  | 2,050,000              | 9    | 0.6%                                        | -                      |      | 0.0%                                        |
| Telluride 331 LLC                                   | Real Estate Investment Group | 1,663,300              | 10   | 0.5%                                        | -                      |      | 0.0%                                        |
| Primegro Telluride LLC                              | Real Estate Developer        | -                      |      | 0.0%                                        | -                      | 7    | 0.0%                                        |
| Peaks Resort and Spa (Telluride Resort and Spa LLC) | Hotel and Spa                | -                      |      | 0.0%                                        | -                      | 4    | 0.0%                                        |
| Telluride Holdings LLC                              | Real Estate Investment Group | -                      |      | 0.0%                                        | -                      |      | 0.0%                                        |
| Villas at Cortina Developers LLC                    | Real Estate Developer        | -                      |      | 0.0%                                        | -                      |      | 0.0%                                        |
| Stonegate Sundance Partners, LLC                    | Real Estate Developer        | -                      |      | 0.0%                                        | -                      | 5    | 0.0%                                        |
| Lot 161CR Mountain Village LLC                      | Developer                    | -                      |      | 0.0%                                        | -                      | 6    | 0.0%                                        |
| Exclusive Resorts                                   | Residential Ownership Club   | -                      |      | 0.0%                                        | -                      |      | 0.0%                                        |
| St. Sophia Partners, LLLP                           | Real Estate Developer        | -                      |      | 0.0%                                        | -                      |      | 0.0%                                        |
| Butler, Alice L as Trustee                          | Private Property Owner       | -                      |      | 0.0%                                        | -                      |      | 0.0%                                        |
| Subtotal Principal Taxpayers                        |                              | 49,387,660             |      | 15.1%                                       | -                      |      | 0.0%                                        |
| All Other Taxpayers                                 |                              | 277,568,522            |      | 84.9%                                       | 317,578,720            |      | 100.0%                                      |
| Total Taxpayers                                     |                              | \$ 326,956,182         |      | 100.0%                                      | \$ 317,578,720         |      | 100.0%                                      |

**Source: San Miguel County Assessor's Office**

(1) Formerly Lost Creek Associates & RAL Mountain Village Lodging & Ektornet US Telluride LLC, & Madeline Property Owner LLC

(2) 2012 data is/was unavailable.

**TOWN OF MOUNTAIN VILLAGE**  
**Property Tax Levies and Collections**  
**Last Ten Years**

**TABLE B-4**

| <b>Collection<br/>Year</b> | <b>Assessment<br/>Year</b> | <b>Total Tax<br/>Levy for<br/>Fiscal Year</b> | <b>Collected within the<br/>Fiscal Year of the Levy</b> |                  | <b>Collection in<br/>Subsequent<br/>Years</b> | <b>Total Collections<br/>to Date</b> |                  |
|----------------------------|----------------------------|-----------------------------------------------|---------------------------------------------------------|------------------|-----------------------------------------------|--------------------------------------|------------------|
|                            |                            |                                               | <b>Amount</b>                                           | <b>% of Levy</b> |                                               | <b>Amount</b>                        | <b>% of Levy</b> |
| 2012                       | 2011                       | 8,368,027                                     | 8,330,119                                               | 99.55%           | (12,169)                                      | 8,317,950                            | 99.40%           |
| 2013                       | 2012                       | 7,793,017                                     | 7,742,011                                               | 99.35%           | (1,076)                                       | 7,740,935                            | 99.33%           |
| 2014                       | 2013                       | 7,717,798                                     | 7,697,744                                               | 99.74%           | 163                                           | 7,697,907                            | 99.74%           |
| 2015                       | 2014                       | 7,118,465                                     | 7,116,268                                               | 99.97%           | -                                             | 7,116,268                            | 99.97%           |
| 2016                       | 2015                       | 7,063,008                                     | 7,060,595                                               | 99.97%           | -                                             | 7,060,595                            | 99.97%           |
| 2017                       | 2016                       | 7,442,123                                     | 7,376,897                                               | 99.12%           | (25,988)                                      | 7,350,909                            | 98.77%           |
| 2018                       | 2017                       | 7,476,559                                     | 7,479,876                                               | 100.04%          | (144,607)                                     | 7,335,269                            | 98.11%           |
| 2019                       | 2018                       | 4,529,348                                     | 4,523,908                                               | 99.88%           | -                                             | 4,523,908                            | 99.88%           |
| 2020                       | 2019                       | 4,518,902                                     | 4,518,813                                               | 100.00%          | -                                             | 4,518,813                            | 100.00%          |
| 2021                       | 2020                       | 4,791,652                                     | 4,735,852                                               | 98.84%           | -                                             | 4,735,852                            | 98.84%           |

**Source:** San Miguel County Treasurer Office

**Notes:** The San Miguel County Treasurer's fee has not been deducted from the collection amounts. The negative numbers reflect abatements (refunds) that have been granted to property owners who successfully protested their valuations in the tax area in subsequent years.

**TOWN OF MOUNTAIN VILLAGE**  
**Ratios of Outstanding Debt by Type -Town of Mountain Village**  
**Last Ten Years**

**TABLE C-1**

| <b>Year</b> | <b>Governmental<br/>Activities</b>          | <b>Business-Type<br/>Activities</b> |                         | <b>Total<br/>Primary<br/>Government</b> | <b>Percentage of<br/>Actual Property<br/>Value (1)</b> | <b>Per<br/>Capita<br/>(2)</b> | <b>Per<br/>Personal<br/>Income</b> |
|-------------|---------------------------------------------|-------------------------------------|-------------------------|-----------------------------------------|--------------------------------------------------------|-------------------------------|------------------------------------|
|             | <b>General<br/>Obligation<br/>Bonds (1)</b> | <b>Revenue<br/>Bonds (3)</b>        | <b>Note<br/>Payable</b> |                                         |                                                        |                               |                                    |
| 2011        | 26,090,000                                  | 12,840,000                          | 1,088,946               | 40,018,946                              | 1.4%                                                   | 29,932                        | 785                                |
| 2012        | 23,565,000                                  | 12,650,000                          | 1,066,251               | 37,281,251                              | 1.5%                                                   | 27,657                        | 702                                |
| 2013        | 21,070,000                                  | 12,450,000                          | 1,042,247               | 34,562,247                              | 1.4%                                                   | 25,545                        | 556                                |
| 2014        | 18,190,000                                  | 12,340,000                          | 1,017,055               | 31,547,055                              | 1.1%                                                   | 22,893                        | 430                                |
| 2015        | 15,375,000                                  | 12,275,527                          | 660,221                 | 28,310,748                              | 1.0%                                                   | 20,530                        | 356                                |
| 2016        | 12,680,000                                  | 12,340,000                          | 292,600                 | 25,312,600                              | 0.9%                                                   | 18,029                        | 334                                |
| 2017        | 9,365,000                                   | 12,275,527                          | -                       | 21,640,527                              | 0.8%                                                   | 15,524                        | 267                                |
| 2018        | 8,975,000                                   | 11,881,789                          | -                       | 20,856,789                              | 0.7%                                                   | 14,688                        | 238                                |
| 2019        | 8,570,000                                   | 11,475,396                          | -                       | 20,045,396                              | 0.6%                                                   | 14,018                        | 222                                |
| 2020        | 8,080,647                                   | 11,056,955                          | -                       | 19,137,602                              | 0.6%                                                   | 15,141                        | 205                                |
| 2021        | 7,605,643                                   | 11,980,000                          | -                       | 19,585,643                              | 0.6%                                                   | 15,342                        | 204                                |

**Note:** Details regarding the Town's outstanding debt can be found in the notes to the financial statements.

(1) See Table B-1 for taxable property value data.

(2) See Table D-1 for population data.

(3) The revenue bonds were issued on December 29, 2000.

**Town Of Mountain Village**  
**Direct and Overlapping Bond Debt**  
**December 31, 2021**

**TABLE C-2**

| <b>Governmental Unit</b>                                                          | <b>2021<br/>Valuation</b> | <b>Bond<br/>Debt<br/>Outstanding</b> | <b>Estimated<br/>Percentage<br/>Applicable</b> | <b>Estimated<br/>Share of<br/>Overlapping<br/>Debt</b> |
|-----------------------------------------------------------------------------------|---------------------------|--------------------------------------|------------------------------------------------|--------------------------------------------------------|
| Library District R-1                                                              | \$ -                      | \$ -                                 | 0.0%                                           | \$ -                                                   |
| Telluride Fire District                                                           | -                         | -                                    | 0.0%                                           | -                                                      |
| Subtotal                                                                          |                           | -                                    |                                                | -                                                      |
| Mountain Village Metropolitan District, a unit of<br>the Town of Mountain Village | 326,956,182               | 7,605,643 (1)                        | 100.0%                                         | 7,605,643                                              |
| Total Direct and Overlapping Debt                                                 |                           | \$ <u>7,605,643</u>                  |                                                | \$ <u>7,605,643</u>                                    |

**Sources:** San Miguel County Assessor's Office for the valuation; each governmental unit for the debt outstanding data.

**Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the Town. This schedule** estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the Town of Mountain Village by taking the total valuation of MV divided by the total valuation of the entire district times the outstanding debt of each entity. This process recognizes that, when considering the Town's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. This does not imply that every taxpayer is a resident, and therefore responsible for (1) For the purposes of debt service, Mountain Village Metropolitan District has been kept in existence until all debt service is retired.

# TOWN OF MOUNTAIN VILLAGE

## Pledged-Revenue Coverage

### Last Ten Years

TABLE C-3

| Village Court Apartments (VCA) Revenue Bonds and Construction Note (1) |                  |                       |                      |              |          |          |
|------------------------------------------------------------------------|------------------|-----------------------|----------------------|--------------|----------|----------|
| Year                                                                   | Gross<br>Revenue | Less:                 | Net                  | Debt Service |          | Coverage |
|                                                                        |                  | Operating<br>Expenses | Available<br>Revenue | Principal    | Interest |          |
| 2011                                                                   | 1,996,266        | 1,095,394             | 900,872              | 201,745      | 293,179  | 1.82     |
| 2012                                                                   | 2,007,358        | 1,003,534             | 1,003,824            | 214,502      | 272,229  | 2.06     |
| 2013                                                                   | 2,129,888        | 1,049,555             | 1,080,333            | 224,004      | 266,229  | 2.20     |
| 2014                                                                   | 2,324,246        | 1,005,537             | 1,318,710            | 285,801      | 262,799  | 2.40     |
| 2015                                                                   | 2,337,461        | 1,030,000             | 1,307,461            | 356,834      | 480,291  | 1.56     |
| 2016                                                                   | 2,333,828        | 987,015               | 1,346,814            | 367,621      | 432,260  | 1.68     |
| 2017                                                                   | 2,343,641        | 1,049,464             | 1,294,177            | 357,073      | 406,401  | 1.70     |
| 2018                                                                   | 2,386,123        | 1,055,377             | 1,330,746            | 393,738      | 394,539  | 1.69     |
| 2019                                                                   | 2,404,321        | 1,214,929             | 1,189,392            | 406,393      | 381,884  | 1.51     |
| 2020                                                                   | 2,412,980        | 1,230,439             | 1,182,540            | 418,441      | 369,833  | 1.50     |
| 2021                                                                   | 2,265,309        | 1,358,284             | 907,025              | 15,000       | 335,317  | 2.59     |

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

Gross revenues include non-operating interest income and grants and contributions.

Operating expenses do not include interest, loan fees, depreciation, or amortization.

(1) The VCA revenue bonds were issued on December 29, 2000. The construction Note issued in 2006.

**Town of Mountain Village - Mountain Village Metropolitan District**  
**Legal Debt Margin Information**  
**Last Ten Years**

**TABLE C-4**

|                                                                             | <u>2021</u>           | <u>2020</u>           | <u>2019</u>           | <u>2018</u>           | <u>2017</u>           | <u>2016</u>           | <u>2015</u>           | <u>2014</u>           | <u>2013</u>           | <u>2012</u>           |
|-----------------------------------------------------------------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| Assessed Value                                                              | \$ <u>326,956,182</u> | \$ <u>310,031,920</u> | \$ <u>314,681,000</u> | \$ <u>290,861,460</u> | \$ <u>289,947,030</u> | \$ <u>294,011,170</u> | \$ <u>294,538,840</u> | \$ <u>266,407,970</u> | \$ <u>265,515,290</u> | \$ <u>317,578,720</u> |
| Debt Limit                                                                  | 163,478,091           | 155,015,960           | 157,340,500           | 145,430,730           | 144,973,515           | 147,005,585           | 147,269,420           | 133,203,985           | 132,757,645           | 158,789,360           |
| Total Net Debt Applicable to Limit                                          | <u>5,750,000</u>      | <u>6,070,000</u>      | <u>6,550,000</u>      | <u>6,835,000</u>      | <u>7,110,000</u>      | <u>10,310,000</u>     | <u>12,890,000</u>     | <u>15,595,000</u>     | <u>18,370,000</u>     | <u>20,765,000</u>     |
| Legal debt margin                                                           | \$ <u>157,728,091</u> | \$ <u>148,945,960</u> | \$ <u>150,790,500</u> | \$ <u>138,595,730</u> | \$ <u>137,863,515</u> | \$ <u>136,695,585</u> | \$ <u>134,379,420</u> | \$ <u>117,608,985</u> | \$ <u>114,387,645</u> | \$ <u>138,024,360</u> |
| Total Net Debt Applicable to the Limit<br>as a percentage of the Debt Limit | 3.5%                  | 3.9%                  | 4.2%                  | 4.7%                  | 4.9%                  | 7.0%                  | 8.8%                  | 11.7%                 | 13.8%                 | 13.1%                 |

**Source:** San Miguel County Assessor's Office for the assessed value.

**TOWN OF MOUNTAIN VILLAGE**  
**Demographic and Economic Statistics**  
**Last Eleven Years**

**TABLE D-1**

| Town of Mountain Village |            |                                  |                               |                     | San Miguel County Area |                                  |                               |                      |                      |
|--------------------------|------------|----------------------------------|-------------------------------|---------------------|------------------------|----------------------------------|-------------------------------|----------------------|----------------------|
| Year                     | Population | Per Capita<br>Personal<br>Income | Per Capita<br>Total<br>Income | Zoned<br>Population | Population             | Per Capita<br>Personal<br>Income | Per Capita<br>Total<br>Income | School<br>Enrollment | Unemployment<br>Rate |
| 2012                     | 1,348      | -                                | -                             | 8,027               | 7,578                  | 53,133                           | 402,641,874                   | 738                  | 6.9%                 |
| 2013                     | 1,353      | -                                | -                             | 8,027               | 7,626                  | 62,144                           | 473,910,144                   | 863                  | 5.5%                 |
| 2014                     | 1,378      | -                                | -                             | 8,027               | 7,736                  | 73,448                           | 568,193,728                   | 835                  | 3.7%                 |
| 2015                     | 1,379      | -                                | -                             | 8,027               | 7,842                  | 79,519                           | 623,587,998                   | 907                  | 2.4%                 |
| 2016                     | 1,404      | -                                | -                             | 8,027               | 8,013                  | 75,810                           | 607,465,530                   | 933                  | 2.4%                 |
| 2017                     | 1,394      | -                                | -                             | 8,027               | 8,039                  | 81,166                           | 614,303,502                   | 902                  | 2.7%                 |
| 2018                     | 1,420      | -                                | -                             | 8,027               | 8,176                  | 87,521                           | 632,795,880                   | 913                  | 3.4%                 |
| 2019                     | 1,430      | -                                | -                             | 8,027               | 8,175                  | 90,444                           | 726,730,136                   | 920                  | 2.5%                 |
| 2020                     | 1,264      | 53,125                           | 76,728,438                    | 8,027               | 8,068                  | 93,157                           | 772,553,655                   | 890                  | 8.5%                 |
| 2021                     | 1,277      | -                                | -                             | 8,027               | 8,149                  | 95,952                           | 781,882,466                   | 880                  | 3.0%                 |

**Source:** Population and income data provided by the Colorado Division of local Government, State Demography Office; school enrollment data provided by Telluride School District; unemployment data provided by the US Bureau of Labor Statistics. Personal per capita income for the Town of Mountain Village is only calculated every ten years during the U.S. Census. 2020 Census data is unavailable for this year. Telluride School District enrollment as of 2016 includes Pre-K through 12th grade.

**TOWN OF MOUNTAIN VILLAGE**

**Principal Employers**

**Last Ten Years**

**TABLE D-2**

| <b>2021</b>                                   |                             |                  |                              |             |  |
|-----------------------------------------------|-----------------------------|------------------|------------------------------|-------------|--|
| <b>Employer</b>                               | <b>Type of Business</b>     | <b>Employees</b> | <b>% of Total Employment</b> | <b>Rank</b> |  |
| Telluride Ski and Golf Company (1)            | Ski Area Owner and Operator | 950              | 79.44%                       | 1           |  |
| Madeline Property Owners (Hotel Madeline)     | Hotel and Restaurants       | 105              | 8.78%                        | 2           |  |
| Town of Mountain Village                      | Government                  | 141              | 11.78%                       | 3           |  |
| Total                                         |                             | 1,196            |                              |             |  |
| <b>2020</b>                                   |                             |                  |                              |             |  |
| <b>Employer</b>                               | <b>Type of Business</b>     | <b>Employees</b> | <b>% of Total Employment</b> | <b>Rank</b> |  |
| Telluride Ski and Golf Company (1)            | Ski Area Owner and Operator | 855              | 78.26%                       | 1           |  |
| Madeline Property Owners (Hotel Madeline)     | Hotel and Restaurants       | 100              | 9.15%                        | 2           |  |
| Town of Mountain Village                      | Government                  | 138              | 12.59%                       | 3           |  |
| Total                                         |                             | 1,093            |                              |             |  |
| <b>2019</b>                                   |                             |                  |                              |             |  |
| <b>Employer</b>                               | <b>Type of Business</b>     | <b>Employees</b> | <b>% of Total Employment</b> | <b>Rank</b> |  |
| Telluride Ski and Golf Company (1)            | Ski Area Owner and Operator | 986              | 76.95%                       | 1           |  |
| Madeline Property Owners (Hotel Madeline)     | Hotel and Restaurants       | 156              | 12.17%                       | 2           |  |
| Town of Mountain Village                      | Government                  | 139              | 10.88%                       | 3           |  |
| Total                                         |                             | 1,281            |                              |             |  |
| <b>2018</b>                                   |                             |                  |                              |             |  |
| <b>Employer</b>                               | <b>Type of Business</b>     | <b>Employees</b> | <b>% of Total Employment</b> | <b>Rank</b> |  |
| Telluride Ski and Golf Company (1)            | Ski Area Owner and Operator | 1,077            | 79.05%                       | 1           |  |
| Madeline Property Owners (Hotel Madeline)     | Hotel and Restaurants       | 146              | 10.72%                       | 2           |  |
| Town of Mountain Village                      | Government                  | 139              | 10.23%                       | 3           |  |
| Total                                         |                             | 1,362            |                              |             |  |
| <b>2017</b>                                   |                             |                  |                              |             |  |
| <b>Employer</b>                               | <b>Type of Business</b>     | <b>Employees</b> | <b>% of Total Employment</b> | <b>Rank</b> |  |
| Telluride Ski and Golf Company (1)            | Ski Area Owner and Operator | 1,050            | 77.05%                       | 1           |  |
| Madeline Property Owners (Hotel Madeline)     | Hotel and Restaurants       | 176              | 12.92%                       | 2           |  |
| Town of Mountain Village                      | Government                  | 137              | 10.03%                       | 3           |  |
| Total                                         |                             | 1,363            |                              |             |  |
| <b>2016</b>                                   |                             |                  |                              |             |  |
| <b>Employer</b>                               | <b>Type of Business</b>     | <b>Employees</b> | <b>% of Total Employment</b> | <b>Rank</b> |  |
| Telluride Ski and Golf Company (1)            | Ski Area Owner and Operator | 1,050            | 76.63%                       | 1           |  |
| Madeline Property Owners (Hotel Madeline)     | Hotel and Restaurants       | 185              | 13.50%                       | 2           |  |
| Town of Mountain Village                      | Government                  | 135              | 9.87%                        | 3           |  |
| Total                                         |                             | 1,370            |                              |             |  |
| <b>2015</b>                                   |                             |                  |                              |             |  |
| <b>Employer</b>                               | <b>Type of Business</b>     | <b>Employees</b> | <b>% of Total Employment</b> | <b>Rank</b> |  |
| Telluride Ski and Golf Company (1)            | Ski Area Owner and Operator | 1,020            | 86.22%                       | 1           |  |
| Madeline Property Owners (Hotel Madeline)     | Hotel and Restaurants       | 163              | 13.78%                       | 2           |  |
| Town of Mountain Village                      | Government                  | 132              | 11.12%                       | 3           |  |
| Total                                         |                             | 1,183            |                              |             |  |
| <b>2014</b>                                   |                             |                  |                              |             |  |
| <b>Employer</b>                               | <b>Type of Business</b>     | <b>Employees</b> | <b>% of Total Employment</b> | <b>Rank</b> |  |
| Telluride Ski and Golf Company (1)            | Ski Area Owner and Operator | 953              | 72.17%                       | 1           |  |
| Town of Mountain Village                      | Government                  | 129              | 9.80%                        | 2           |  |
| Telluride Resort and Spa                      | Hotel, Restaurants, and Spa | 125              | 9.47%                        | 3           |  |
| Ektornet (Hotel Madeline)                     | Hotel and Restaurants       | 113              | 8.56%                        | 4           |  |
| Total                                         |                             | 1,320            |                              |             |  |
| <b>2013</b>                                   |                             |                  |                              |             |  |
| <b>Employer</b>                               | <b>Type of Business</b>     | <b>Employees</b> | <b>% of Total Employment</b> | <b>Rank</b> |  |
| Telluride Ski and Golf Company (1)            | Ski Area Owner and Operator | 965              | 73.26%                       | 1           |  |
| Town of Mountain Village                      | Government                  | 130              | 9.88%                        | 2           |  |
| Telluride Resort and Spa                      | Hotel, Restaurants, and Spa | 121              | 9.19%                        | 3           |  |
| Ektornet (Hotel Madeline)                     | Hotel and Restaurants       | 101              | 7.67%                        | 4           |  |
| Total                                         |                             | 1,317            |                              |             |  |
| <b>2012</b>                                   |                             |                  |                              |             |  |
| <b>Employer</b>                               | <b>Type of Business</b>     | <b>Employees</b> | <b>% of Total Employment</b> | <b>Rank</b> |  |
| Telluride Ski and Golf Company                | Ski Area Owner and Operator | 1,050            | 69.12%                       | 1           |  |
| Ektornet (Hotel Madeline & Inn at Lost Creek) | Hotel and Restaurants       | 180              | 11.85%                       | 2           |  |
| Telluride Resort and Spa                      | Hotel, Restaurants, and Spa | 145              | 9.55%                        | 3           |  |
| Town of Mountain Village                      | Government                  | 144              | 9.48%                        | 4           |  |
| Total                                         |                             | 1,519            |                              |             |  |

(1) In 2013, TSG purchased the Inn at Lost Creek and in 2015, The Peaks Resort and Spa.

**Source:** Human Resource departments for various agencies.

**TOWN OF MOUNTAIN VILLAGE**  
**Full-Time Equivalent Town Employees by Function/Program**  
**Last Ten Years**

**TABLE E-1**

| Year | General<br>Government | Public<br>Safety | Planning and<br>Development | Housing<br>Authority | Daycare<br>Program | Administration | Road &<br>Bridge/Shop | Parking &<br>Transit | Plaza Services        |         | Water &<br>Sewer | Broadband<br>Fund | Total  |
|------|-----------------------|------------------|-----------------------------|----------------------|--------------------|----------------|-----------------------|----------------------|-----------------------|---------|------------------|-------------------|--------|
|      |                       |                  |                             |                      |                    |                |                       |                      | Parks &<br>Recreation | Gondola |                  |                   |        |
| 2012 | 3.50                  | 8.70             | 6.85                        | 6.15                 | 8.55               | 9.50           | 12.50                 | 17.90                | 15.70                 | 44.25   | 6.50             | 4.00              | 144.10 |
| 2013 | 3.50                  | 7.70             | 5.00                        | 6.15                 | 8.50               | 9.50           | 12.50                 | 6.95                 | 15.80                 | 44.05   | 6.50             | 4.00              | 130.15 |
| 2014 | 3.50                  | 7.70             | 4.85                        | 6.15                 | 8.50               | 9.50           | 12.00                 | 4.90                 | 17.90                 | 43.95   | 6.50             | 4.00              | 129.45 |
| 2015 | 3.50                  | 7.70             | 5.85                        | 6.15                 | 8.50               | 9.50           | 12.00                 | 4.80                 | 19.00                 | 44.10   | 6.50             | 4.00              | 131.60 |
| 2016 | 4.00                  | 7.70             | 6.25                        | 6.15                 | 8.20               | 9.00           | 12.00                 | 5.80                 | 20.25                 | 45.40   | 6.50             | 4.00              | 135.25 |
| 2017 | 4.00                  | 7.70             | 6.25                        | 6.15                 | 9.50               | 10.00          | 11.84                 | 5.18                 | 19.88                 | 45.92   | 6.33             | 4.00              | 136.75 |
| 2018 | 4.00                  | 8.70             | 6.25                        | 7.15                 | 9.50               | 12.00          | 11.84                 | 6.40                 | 18.63                 | 44.60   | 6.33             | 4.00              | 139.40 |
| 2019 | 4.00                  | 8.70             | 6.25                        | 7.15                 | 9.50               | 12.20          | 11.84                 | 6.40                 | 17.63                 | 44.60   | 6.33             | 4.80              | 139.40 |
| 2020 | 3.00                  | 8.70             | 5.85                        | 7.15                 | 9.50               | 12.20          | 11.84                 | 6.40                 | 16.83                 | 44.60   | 6.63             | 4.80              | 137.50 |
| 2021 | 4.00                  | 8.70             | 5.25                        | 8.15                 | 9.50               | 12.20          | 11.66                 | 6.40                 | 18.48                 | 44.60   | 6.16             | 5.80              | 140.90 |

**Source:** Town of Mountain Village Human Resources Department

**TOWN OF MOUNTAIN VILLAGE**  
**Operating Indicators by Function/Program**  
**Last Ten Years**

**TABLE E-2**

| Function/Program:                                 | 2021 (4)      | 2020 (4)      | 2019 (4)      | 2018          | 2017          | 2016          | 2015          | 2014          | 2013          | 2012          |
|---------------------------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| General:                                          |               |               |               |               |               |               |               |               |               |               |
| Business Licenses Issued (3)                      | 1,854         | 1,643         | 1,543         | 1,340         | 1,325         | 1,263         | 1,101         | 1,043         | 1,038         | 1,035         |
| Business Licenses Revenue                         | \$ 351,156    | \$ 325,546    | \$ 321,392    | \$ 313,553    | \$ 320,389    | \$ 296,585    | \$ 281,898    | \$ 270,572    | \$ 268,235    | \$ 245,933    |
| Skier Days (1)                                    | 553,226       | 496,342       | 385,220       | 535,387       | 425,206       | 487,144       | 505,592       | 478,211       | 454,259       | 424,822       |
| Real Estate Transfer Assessments (RETA)           | \$ 17,057,535 | \$ 12,411,961 | \$ 7,014,416  | \$ 5,692,753  | \$ 8,478,982  | \$ 5,700,044  | \$ 5,416,271  | \$ 6,301,078  | \$ 3,962,093  | \$ 4,873,158  |
| Planning and Development Services:                |               |               |               |               |               |               |               |               |               |               |
| Construction Permits Issued                       | 83            | 75            | 98            | 97            | 115           | 107           | 83            | 93            | 128           | 127           |
| Building Permits Valuation                        | \$ 72,131,310 | \$ 38,855,437 | \$ 45,036,262 | \$ 30,532,893 | \$ 64,003,406 | \$ 22,855,998 | \$ 28,594,840 | \$ 17,782,576 | \$ 56,574,803 | \$ 37,471,121 |
| Housing Authority                                 |               |               |               |               |               |               |               |               |               |               |
| Occupancy Rate                                    | 99.62%        | 99.51%        | 99.32%        | 98.53%        | 97.13%        | 99.28%        | 99.36%        | 95.53%        | 87.16%        | 81.56%        |
| Public Works:                                     |               |               |               |               |               |               |               |               |               |               |
| Street Resurfacing (miles)                        | 3.44          | 2.50          | 1.60          | 2.57          | 6.49          | 3.51          | 1.00          | 1.06          | 3.30          | 1.50          |
| Water:                                            |               |               |               |               |               |               |               |               |               |               |
| Average Daily Consumption (gallons)               | 623,784       | 551,871       | 776,485       | 806,564       | 593,477       | 661,178       | 619,452       | 530,348       | 644,682       | 686,717       |
| Wastewater:                                       |               |               |               |               |               |               |               |               |               |               |
| Average Daily Sewage Treatment (gallons)          | 328,810       | 292,636       | 270,953       | 251,580       | 216,159       | 258,150       | 232,521       | 240,565       | 223,572       | 212,085       |
| Transit:                                          |               |               |               |               |               |               |               |               |               |               |
| Gondola Passengers                                | 2,805,713     | 2,412,631     | 3,151,603     | 3,026,131     | 2,813,254     | 2,778,910     | 2,617,642     | 2,407,193     | 2,283,778     | 2,171,113     |
| Chondola Passengers                               | 114,949       | 110,576       | 134,052       | 132,608       | 118,257       | 111,256       | 122,086       | 118,232       | 108,156       | N/A           |
| Bus Passengers                                    | 36,158        | 19,147        | 68,605        | 53,264        | 55,935        | 46,221        | 43,490        | 40,003        | 35,889        | N/A           |
| Employee Shuttle Riders (6)                       | 0             | 3,598         | 16,990        | 15,053        | 14,887        | 15,530        | 18,752        | 16,780        | 20,362        | N/A           |
| Dial A Ride Passengers                            | 89,346        | 76,788        | 110,129       | 85,578        | 92,092        | 46,221        | 74,008        | 48,172        | 26,887        | 59,280        |
| Broadband Services:                               |               |               |               |               |               |               |               |               |               |               |
| Cable TV Subscribers                              | 1,429         | 1,601         | 1,625         | 1,695         | 1,715         | 1,691         | 1,685         | 1,560         | 1,423         | 1,412         |
| Phone Subscribers                                 | 48            | 82            | 98            | 102           | 102           | 99            | 98            | 96            | 88            | 84            |
| Internet Subscribers                              | 2,124         | 1,830         | 1,845         | 1,842         | 1,840         | 1,820         | 1,815         | 1,012         | 952           | 955           |
| Daycare Services: (5)                             |               |               |               |               |               |               |               |               |               |               |
| Average # of Resident Infants Tended Per Day      | 4.28          | 4.50          | 5.12          | 5.70          | 5.49          | 5.52          | 5.04          | 4.39          | 3.92          | 4.57          |
| Average # of Resident Toddlers Tended Per Day     | 8.96          | 10.08         | 14.78         | 12.55         | 13.44         | 12.73         | 11.15         | 12.14         | 12.45         | 9.10          |
| Average # of Non-resident Infants Tended Per Day  | 1.62          | 0.48          | 0.00          | 0.00          | 0.16          | 0.49          | 0.65          | 0.77          | 0.73          | 0.92          |
| Average # of Non-resident Toddlers Tended Per Day | 1.55          | 0.54          | 0.21          | 1.07          | 1.65          | 2.53          | 2.27          | 1.10          | 1.83          | 2.18          |
| Preschool Services:                               |               |               |               |               |               |               |               |               |               |               |
| Average # of Resident Students Tended Per Day     | 13.65         | 13.26         | 15.44         | 14.48         | 13.47         | 11.02         | 11.02         | 9.81          | 8.55          | 9.80          |
| Average # of Non-resident Students Tended Per Day | 0.00          | 0.00          | 0.55          | 0.24          | 0.00          | 3.71          | 3.71          | 4.06          | 4.98          | 4.30          |
| Conference Center: (2)                            |               |               |               |               |               |               |               |               |               |               |
| Attendance at Events                              | 7,835         | 6,460         | 18,901        | 23,316        | 27,624        | 27,390        | 36,937        | 28,943        | 13,321        | 11,839        |
| Number of Event Days                              | 24            | 46            | 64            | 78            | 119           | 130           | 150           | 81            | 129           | 87            |
| Percentage of Possible Event Days                 | 6.58%         | 12.60%        | 17.53%        | 21.37%        | 32.60%        | 35.62%        | 41.10%        | 22.19%        | 35.34%        | 23.84%        |

N/A - information is not available or has changed in the way that it is tracked.

**Sources:** Various town departments. skier days data provided by the Telluride Ski and Golf Company.

(1) Skier Days represents the number of skiers visits. The ski company reports by the ski season rather than calendar year, due to Covid-19, the 2019/2020 ski season was cut short 21 days.

(2) Conference Center operations are contracted out to a management company.

(3) The increase in BL's from 2009-2011 was due mainly to a change in the BL ordinance and new audit procedures. For business licensing and tax collections, the Town went to an online filing and payment system in 2012. The jump in number of licensees from 2018 to 2019 was affected by new laws requiring remote sellers to pay sales taxes without a physical presence. However, remote sellers are granted a "no fee" license, therefore revenues did not increase proportionately.

(4) Due to the pandemic, (2019/2020) skier days were limited, the daycare and preschool was closed for two months plus other periods when forced to shut down. The gondola was shut down for greater periods than the normal off season periods. The conference center was used very little due to restrictions of large gatherings. 2021 began to get back to "normal".

(5) Because of the pandemic, staff was reduced, reducing class time by one day per week in 2021.

**TOWN OF MOUNTAIN VILLAGE**  
**Capital Asset Statistics by Function/Program**  
**Last Ten Years**

**TABLE E-3**

|                                     | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> | <u>2013</u> | <u>2012</u> |
|-------------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Function/Program:                   |             |             |             |             |             |             |             |             |             |             |
| Public Safety:                      |             |             |             |             |             |             |             |             |             |             |
| Stations                            | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           |
| Public Works:                       |             |             |             |             |             |             |             |             |             |             |
| Streets (miles)                     | 21          | 20          | 20          | 20          | 20          | 20          | 20          | 20          | 18          | 18          |
| Water Mains (miles)                 | 38          | 38          | 38          | 38          | 38          | 38          | 35          | 35          | 30          | 30          |
| Sewer Lines (miles)                 | 29          | 29          | 29          | 29          | 29          | 29          | 29          | 29          | 19          | 19          |
| Fleet:                              |             |             |             |             |             |             |             |             |             |             |
| Vehicles (1)                        | 93          | 97          | 96          | 99          | 104         | 98          | 82          | 81          | 79          | 78          |
| Broadband Services:                 |             |             |             |             |             |             |             |             |             |             |
| Cable TV Line (miles)               | 45          | 36          | 36          | 36          | 34          | 33          | 33          | 33          | 33          | 33          |
| Parks and Recreation:               |             |             |             |             |             |             |             |             |             |             |
| Acreage of Parks and Open Space     | 1169        | 1169        | 1169        | 1169        | 1169        | 1169        | 1169        | 1169        | 1169        | 1169        |
| Miles of Maintained Trails (Winter) | 15          | 15          | 15          | 15          | 15          | 15          | 15          | 15          | 15          | 13          |
| Miles of Maintained Trails (Summer) | 13          | 13          | 13          | 13          | 13          | 13          | 16          | 16          | 16          | 10          |
| Ponds                               | 1           | 1           | 1           | 1           | 1           | 3           | 3           | 3           | 3           | 3           |
| Outdoor Ice Skating Rink            | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           |
| Outdoor Ice Skating Pond            | 1           | 1           | 1           | 1           | 1           | 1           | 0           | 0           | 0           | 0           |
| Conference Center                   | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           |

**Sources:** Various town departments.

(1) Due to the classification of "vehicles" by our insurance company, we have reclassified trailers from "equipment" to "vehicles" in our system, thus increasing the count in 2016.

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