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City of Ouray  
Financial Statements and  
Independent Auditor's Report  
as of  
December 31, 2021

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**City of Ouray**  
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INDEPENDENT AUDITOR'S REPORT

To the City Council  
City of Ouray, Colorado

**Opinions**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Ouray, Colorado, (the City) as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the City of Ouray, Colorado'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, each major fund, and the aggregate remaining fund information of the City of Ouray, Colorado, as of December 31, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

**Basis for Opinions**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 City of Ouray, Colorado, 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 City of Ouray, Colorado'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 accepted 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, 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.

**Certified Public Accountants**

- 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 City of Ouray, Colorado'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 City of Ouray, Colorado'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, budgetary comparison information, Schedule of Activity-Net Position and Schedule of Contributions to Pension Plan on pages 3 through 11 and 39 through 41, 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.

### **Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Ouray, Colorado's basic financial statements. The combining, individual nonmajor fund financial statements and 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, individual nonmajor fund financial statements and Local Highway Finance Report are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

*Blair and Associates, P.C.*

Cedaredge, Colorado

June 7, 2022

**CITY OF OURAY**  
Management's Discussion and Analysis  
Year Ended December 31, 2021

The Ouray City Council and Administration are responsible for the management of the City's activities, and thus their financial results. We therefore offer the following analysis and discussion of the accompanying financial statements.

**FINANCIAL HIGHLIGHTS**

**As of December 31, 2021**

*Change in Net Position:*

Total Assets and Deferred Outflows		\$ 27,157,404
Total Liabilities and Deferred Resources		<u>9,463,235</u>
Net Position	12/31/21	\$ 17,694,169
	12/31/20	<u>14,771,145</u>
Increase (Decrease)		\$ 2,923,024

*Governmental Fund Balance:*

	<u>1/1/21</u>	<u>12/31/21</u>	Increase (Decrease)
General Fund	\$ 1,289,457	\$ 2,187,023	\$ 897,566
Capital Improvements Fund	1,213,402	1,636,800	423,398
Non-major Funds	<u>578,230</u>	<u>961,624</u>	383,394
	<u>\$ 3,081,089</u>	<u>\$ 4,785,447</u>	<u>\$ 1,704,358</u>

*Capital Assets, net of accumulated depreciation:*

	<u>1/1/21</u>	<u>12/31/21</u>	Increase (Decrease)
Governmental Activities	\$ 2,064,300	\$ 2,707,592	\$ 643,292
Business-type Activities	14,322,265	14,300,098	(22,167)
Total Capital Assets	<u>\$ 16,386,565</u>	<u>\$ 17,007,690</u>	<u>\$ 621,125</u>

*Cash and Cash Equivalents:*

	<u>12/31/21</u>
Governmental Activities	\$ 4,870,075
Business-type Activities	<u>3,594,143</u>
Total Cash and Cash Equivalents	\$ 8,464,218

**OVERVIEW OF FINANCIAL STATEMENTS**

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The basic statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

***Government-wide Financial Statements***

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

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

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

The government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*Governmental Activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*Business-type Activities*). The Governmental Activities of the City include general government administration, police, fire, public works, and community center. The Business-type Activities of the City include the following utilities: water, sewer, refuse/recycling, and utilities-capital improvements; in addition to parks and recreation.

### ***Fund Financial Statements***

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Fund accounting is used to ensure and demonstrate compliance with finance-related legal requirements. The City's funds can be divided into three categories: Governmental Funds, Proprietary Funds and Fiduciary Funds.

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

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 *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements.

By doing so, readers may better understand the long-term impact of the government's short-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City maintains one major government fund, the General Fund. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund.

**Proprietary Funds** – The City maintains one type of proprietary fund. *Enterprise Funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses a separate enterprise fund to account for each of its utility funds: Water, Sewer, Refuse/Recycling, and Utilities – Capital Improvements Fund, Parks and Recreation Fund and to account for its Pool Renovation Fund.

***Notes to Financial Statements***

The notes provide additional information that is essential to a full understanding of the data provided in the financial statements.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

**Net Position**

As noted previously, net position may serve over time as a useful indicator of the City’s financial position. For the year ended December 31, 2021, the City’s combined assets exceeded liabilities by \$ 17,694,169. Of this amount, \$ 7,924,348 is unrestricted and available to meet the City’s ongoing financial obligations.

By far the largest portion of net position is the investment in capital assets (net of related debt) of \$ 9,616,852 (54% of net position). This amount reflects the investment in all capital assets (e.g. infrastructure, land, buildings, and equipment) less any related debt used to acquire those assets that are still outstanding. These capital assets are used to provide services to citizens; consequently, these assets are not available for future spending. Although the investment in capital assets is reported net of debt, it should be noted that the resources needed to repay this debt must be provided from other sources since capital assets themselves cannot be used to liquidate these liabilities.

The following table summarizes the City’s governmental and business-type net position for 2021:

	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
<b>ASSETS</b>						
Cash and cash equivalents	\$ 4,870,075	\$ 3,202,128	\$ 3,594,143	\$ 2,847,902	\$ 8,464,218	\$ 6,050,030
Restricted cash	-	-	-	132,000	-	132,000
Property taxes receivable	654,285	585,369	-	-	654,285	585,369
Accounts receivables	116,383	38,657	193,050	186,522	309,433	225,179
Due from other governments	250,274	93,654	-	-	250,274	93,654
Prepaid and deposits	(665)	(665)	-	-	(665)	(665)
Inventories	7,321	7,321	25,524	25,524	32,845	32,845
Net pension assets	419,297	457,165	-	-	419,297	457,165
Capital assets, net	2,707,592	2,064,300	14,300,098	14,322,265	17,007,690	16,386,565
<b>Total assets</b>	<b>\$ 9,024,562</b>	<b>\$ 6,447,929</b>	<b>\$18,112,815</b>	<b>\$17,514,213</b>	<b>\$27,137,377</b>	<b>\$23,962,142</b>

	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
<b>Deferred outflows</b>						
Pension contributions made after measurement date	\$ 20,027	\$ -	\$ -	\$ -	\$ 20,027	\$ -
<b>Total deferred outflows</b>	<b>\$ 20,027</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 20,027</b>	<b>\$ -</b>
<b>LIABILITIES</b>						
Accounts payable	\$ 373,202	\$ 181,807	\$ 208,735	\$ 126,093	\$ 581,937	\$ 307,900
Accrued wages	22,992	35,847	115,940	79,895	138,932	115,742
Accrued interest payable	-	-	-	5,227	-	5,227
Performance bonds and deposits	-	-	7,597	5,731	7,597	5,731
Unearned revenue	61,747	42,352	333,912	190,213	395,659	232,565
Current portion of debt						
Loans and notes payable	36,219	35,712	96,456	100,768	132,675	136,480
Bonds payable	-	-	160,000	150,000	160,000	150,000
Compensated absences	105,657	74,448	-	-	105,657	74,448
Long-term liabilities						
Due more than one year:						
Bonds payable	-	-	4,525,000	4,685,000	4,525,000	4,685,000
Capital leases	99,163	135,224	2,474,000	2,551,140	2,573,163	2,686,364
<b>Total liabilities</b>	<b>698,980</b>	<b>505,390</b>	<b>7,921,640</b>	<b>7,894,067</b>	<b>8,620,620</b>	<b>8,399,457</b>
<b>Deferred inflows of resources</b>						
Deferred property tax revenue	654,285	585,369	-	-	654,285	585,369
Pension difference between expected & actual experience	188,330	206,171	-	-	188,330	206,171
<b>Total deferred inflows</b>	<b>842,615</b>	<b>791,540</b>	<b>-</b>	<b>-</b>	<b>842,615</b>	<b>791,540</b>
<b>NET POSITION</b>						
Invested in capital assets	2,572,210	1,893,364	7,044,642	6,835,357	9,616,852	8,728,721
Reserves	-	-	-	86,657	-	86,657
Restricted for:						
Emergencies	152,969	88,602	-	-	152,969	88,602
Unrestricted	4,777,815	3,169,033	3,146,533	2,698,132	7,924,348	5,867,165
<b>Total net position</b>	<b>\$ 7,502,994</b>	<b>\$ 5,150,999</b>	<b>\$ 10,191,175</b>	<b>\$ 9,620,146</b>	<b>\$ 17,694,169</b>	<b>\$ 14,771,145</b>

A portion of net position, \$152,969, represents resources that are subject to constitutional restrictions on how they may be used. Unrestricted net position of \$7,924,348 (45% of net position) may be used to meet the government's ongoing obligations to citizens and creditors.

## Change in Net Position

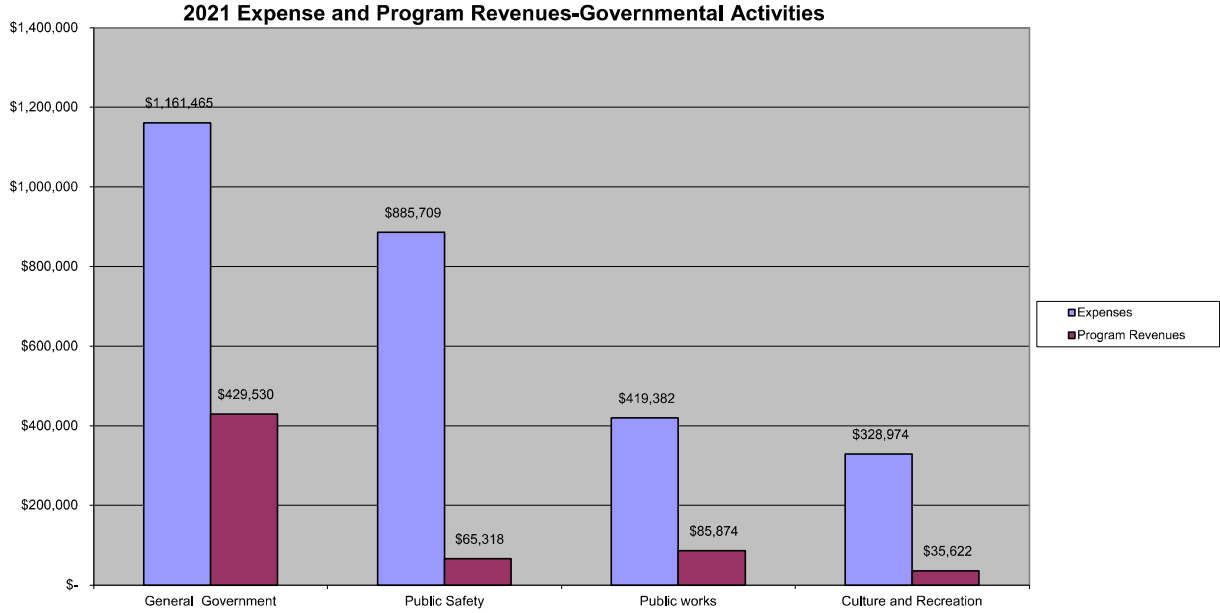
Governmental and business-type activities increased the City's net position by \$2,923,024 in 2021.

**City of Ouray**  
**For the Year Ended December 31, 2021 and 2020**  
**Changes in Net Position**

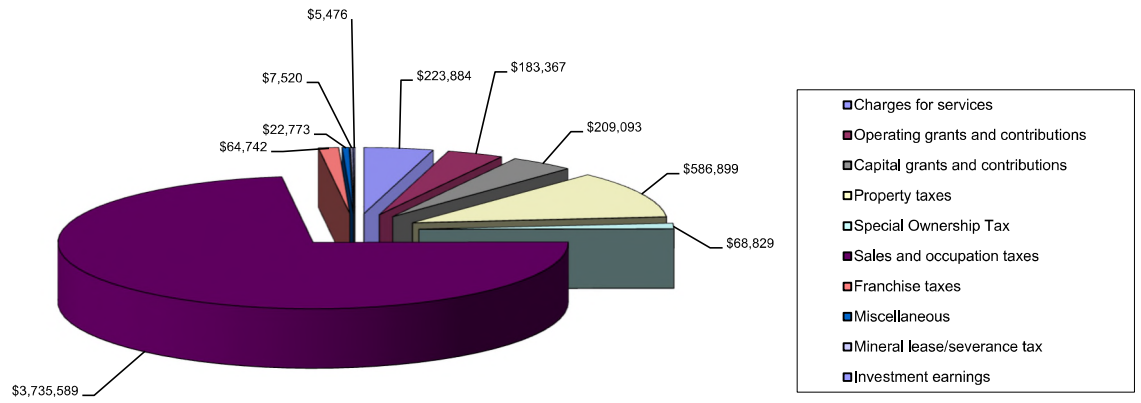
	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
<b>Revenues</b>						
<b>Program revenues</b>						
Charges for services	\$ 223,884	\$ 127,360	\$ 4,734,701	\$ 3,226,502	\$ 4,958,585	\$ 3,353,862
Operating grants	183,367	109,586	-	-	183,367	109,586
Capital grants	209,093	180,577	19,888	15,350	228,981	195,927
<b>General Revenues</b>						
Property taxes	586,899	580,277	-	-	586,899	580,277
Specific ownership	68,829	68,667	-	-	68,829	68,667
Sales taxes and other	3,735,589	2,578,222	-	-	3,735,589	2,578,222
Franchise taxes	64,742	48,586	-	-	64,742	48,586
Miscellaneous	22,773	15,824	43,010	2,161	65,783	17,985
Mineral lease/severance tax	7,520	25,393	-	-	7,520	25,393
Investment earnings	5,476	10,411	3,010	11,499	8,486	21,910
<b>Transfers In (Out)</b>	39,353	39,045	(39,353)	(39,045)	-	-
<b>Totals</b>	5,147,525	3,783,948	4,761,256	3,216,467	9,908,781	7,000,415
<b>Expenses</b>						
General government	1,161,465	1,083,397	-	-	1,161,465	1,083,397
Public safety	885,709	942,660	-	-	885,709	942,660
Public works	419,382	451,086	4,190,227	3,479,286	4,609,609	3,930,372
Culture and recreation	328,974	367,264	-	-	328,974	367,264
<b>Total Expenses</b>	2,795,530	2,844,407	4,190,227	3,479,286	6,985,757	6,323,693
<b>Changes in net position</b>	2,351,995	939,541	571,029	(262,819)	2,923,024	676,722
<b>Beginning</b>	5,150,999	4,211,458	9,620,146	9,882,965	14,771,145	14,094,423
<b>Ending</b>	\$ 7,502,994	\$ 5,150,999	\$ 10,191,175	\$ 9,620,146	\$ 17,694,169	\$ 14,771,145

## Governmental Activities

Governmental activities increased the City's net position by \$2,923,024.



## Revenues by Source-Governmental Activities



## **Business-type Activities**

Business-type activities for the year resulted in an increase in net position of \$ 571,029. Charges for services accounted for 99% of total revenues.

## **FINANCIAL ANALYSIS OF GOVERNMENT'S FUNDS**

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

As of the end of 2021, the City's governmental funds reported combined ending fund balances of \$ 4,785,447, an increase of \$ 1,704,358 in comparison with the prior year. Of the combined ending fund balances for all governmental funds 34% of this total amount, \$ 1,605,642, constitutes unassigned fund balance, which is available for appropriation at the City's discretion; committed fund balance is 60%, or \$ 2,855,248, of governmental fund balances. There is \$ 164,267 of fund balance that is statutorily restricted to capital spending for parks and recreation. Non-spendable fund balance of \$ 7,321 represents inventoried materials. The remaining fund balance is restricted to indicate that it is not available for new spending, because it is already committed to meet a state constitution mandated emergency reserve of \$ 152,969.

The City has one major governmental fund, the General Fund, which is the primary operating fund for the City. At the end of 2021, unassigned fund balance of the General Fund was \$ 1,605,642, while the total fund balance was \$ 2,187,023. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. The fund balance of the City's General Fund increased by \$ 897,566 during 2021.

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

The City has five enterprise funds: Water Fund, Sewer Fund, Refuse/Recycling Fund, Utilities – Capital Improvements Fund, and Parks and Recreation Fund. At the end of 2021, these funds represented the following net position amounts:

Fund:	Water	Sewer	Refuse/Rcycl.	Utilities – CI	Parks & Rec.
Unrestricted net position	126,031	651,900	18,166	1,088,718	1,261,718
Total net position	3,343,961	1,796,696	18,166	1,088,718	3,943,634
Increase (decrease) in net position	(42,402)	536,011	11,192	280,188	(213,960)

## **GENERAL FUND BUDGETARY HIGHLIGHTS**

The City budgeted \$ 3,032,589 for 2021 expenditures. Actual expenditures were \$ 3,137,588, or 3% more than the budgeted amount.

## **CAPITAL ASSET AND DEBT ADMINISTRATION**

The City's investment in capital assets, net of depreciation, for its governmental and business-type activities as of December 31, 2021, was \$ 17,007,690, an increase of \$ 621,125 from the prior year, representing \$ 1,675,980 of acquisitions offset by \$ 1,054,854 of depreciation expense. As required by GASB34, the investment in capital assets includes land, buildings, building improvements, and equipment.

### **Long-term Debt**

As of December 31, 2021, the City had long-term debt as follows:

	Balance			Balance	Due Within
	January 1, 2021	Additions	Reductions	December 31, 2021	One Year
Governmental Activities					
Fire Truck	\$ 160,698	\$ -	\$ (30,328)	\$ 130,370	\$ 31,207
Cat Backhoe	10,238	-	(5,226)	5,012	5,012
Accrued compensated absences	74,448	31,199		105,647	105,647
Total	<u>\$ 245,384</u>	<u>\$ 31,199</u>	<u>\$ (35,554)</u>	<u>\$ 241,029</u>	<u>\$ 141,866</u>
Enterprise Activities					
Sales Tax Revenue Bonds	\$ 4,845,000	\$ -	\$ (160,000)	\$ 4,685,000	\$ 160,000
COP (refined)	2,620,000	-	(2,620,000)	-	-
Zion Bank Loan	-	2,645,000	(86,000)	2,559,000	108,000
Cat Backhoe	21,908	-	(10,452)	11,456	11,456
Total	<u>\$ 7,486,908</u>	<u>\$ 2,645,000</u>	<u>\$ (2,876,452)</u>	<u>\$ 7,255,456</u>	<u>\$ 279,456</u>

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET**

- The City is in excellent financial condition.

**REQUEST FOR INFORMATION**

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

City Administrator: City of Ouray, PO Box 468, Ouray, CO 81427

**CITY OF OURAY, COLORADO**

**Statement of Net Position**

**December 31, 2021**

	<b>Governmental Activities</b>	<b>Business Type Activities</b>	<b>Total</b>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 4,870,075	\$ 3,594,143	\$ 8,464,218
Property taxes receivable	654,285	-	654,285
Accounts receivable	116,383	193,050	309,433
Due from other governments	250,274	-	250,274
Prepaid and deposits	(665)	-	(665)
Inventories	7,321	25,524	32,845
Net pension assets	419,297	-	419,297
Capital assets, net	2,707,592	14,300,098	17,007,690
<b>Total assets</b>	<b>9,024,562</b>	<b>18,112,815</b>	<b>27,137,377</b>
<b>Deferred outflows of resources</b>			
Contributions subsequent to the measurement date	20,027	-	20,027
<b>LIABILITIES</b>			
Accounts payable	373,202	208,735	581,937
Accrued wages	22,992	115,940	138,932
Performance bonds and deposits	-	7,597	7,597
Unearned revenue	61,747	333,912	395,659
Current portion of debt			
Loans and leases payable	36,219	119,456	155,675
Bonds payable	-	160,000	160,000
Compensated absences	105,657	-	105,657
Long-term liabilities			
Bonds payable	-	4,525,000	4,525,000
Loans and leases payable	99,163	2,451,000	2,550,163
<b>Total liabilities</b>	<b>698,980</b>	<b>7,921,640</b>	<b>8,620,620</b>
<b>Deferred inflow of resources</b>			
Deferred property tax revenue	654,285	-	654,285
Pension difference between expected and actual experience	188,330	-	188,330
<b>Total Deferred inflow of resources</b>	<b>842,615</b>	<b>-</b>	<b>842,615</b>
<b>NET POSITION</b>			
Invested in capital assets	2,572,210	7,044,642	9,616,852
Restricted for:			
Emergencies	152,969	-	152,969
Unrestricted	4,777,815	3,146,533	7,924,348
<b>Total net position</b>	<b>\$ 7,502,994</b>	<b>\$ 10,191,175</b>	<b>\$ 17,694,169</b>

**The accompanying notes are an integral part of this statement.**

**CITY OF OURAY, COLORADO**  
**Statement of Activities**  
**For the Year Ended December 31, 2021**

Functions/Programs	Expenses	Program Revenues		
		Charges for Service and Fees	Operating Grants and Contributions	Capital Grants and Contributions
<b>Primary government:</b>				
<b>Governmental activities:</b>				
General government	\$ 1,161,465	\$ 153,232	\$ 79,921	\$ 196,377
Public Safety	885,709	50,271	15,047	-
Public Works	419,382	10,899	74,975	-
Culture and Recreation	328,974	9,482	13,424	12,716
<b>Total governmental activities</b>	<u>2,795,530</u>	<u>223,884</u>	<u>183,367</u>	<u>209,093</u>
<b>Business-type activities:</b>				
Water	643,391	577,232	-	9,944
Sewer	582,284	742,906	-	9,944
Refuse	219,794	241,287	-	-
Utilities-Capital Improvements	-	642,478	-	-
Parks	2,744,758	2,530,798	-	-
<b>Total business- type activities</b>	<u>4,190,227</u>	<u>4,734,701</u>	<u>-</u>	<u>19,888</u>
<b>Total primary government</b>	<u>\$ 6,985,757</u>	<u>\$ 4,958,585</u>	<u>\$ 183,367</u>	<u>\$ 228,981</u>

**General Revenues**

Taxes:

Property taxes

Specific ownership

Sales taxes and miscellaneous

Franchise taxes

Miscellaneous

Mineral leasing and severance taxes

Investment earnings

**Transfers In (out)**

**Total General Revenues and Transfers**

**Changes in Net Position**

**Net Position-January 1**

**Net Position-December 31**

**Net (Expense) Revenue and Changes in Net Position**

**Primary Government**

<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
\$ (731,935)	\$ -	\$ (731,935)
(820,391)	-	(820,391)
(333,508)	-	(333,508)
(293,352)	-	(293,352)
<u>(2,179,186)</u>	<u>-</u>	<u>(2,179,186)</u>
-	(56,215)	(56,215)
-	170,566	170,566
-	21,493	21,493
-	642,478	642,478
-	(213,960)	(213,960)
<u>-</u>	<u>564,362</u>	<u>564,362</u>
<u>(2,179,186)</u>	<u>564,362</u>	<u>(1,614,824)</u>
586,899	-	586,899
68,829	-	68,829
3,735,589	-	3,735,589
64,742	-	64,742
22,773	43,010	65,783
7,520	-	7,520
5,476	3,010	8,486
39,353	(39,353)	-
<u>4,531,181</u>	<u>6,667</u>	<u>4,537,848</u>
2,351,995	571,029	2,923,024
5,150,999	9,620,146	14,771,145
<u>\$ 7,502,994</u>	<u>\$ 10,191,175</u>	<u>\$ 17,694,169</u>

**The accompanying notes are an integral part of this statement.**

**CITY OF OURAY, COLORADO**  
**Governmental Funds**  
**Balance Sheet**  
**December 31, 2021**

	<b>General Fund</b>	<b>Capital Improvement Fund</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>Assets</b>				
Cash and cash equivalents	\$ 2,351,773	\$ 1,554,831	\$ 963,471	\$ 4,870,075
Taxes receivable	654,285	-	-	654,285
Due from other governments	250,274	-	-	250,274
Accounts receivable	34,414	81,969	-	116,383
Inventory	7,321	-	-	7,321
Prepaid expenses	(665)	-	-	(665)
<b>Total assets</b>	<b>\$ 3,297,402</b>	<b>\$ 1,636,800</b>	<b>\$ 963,471</b>	<b>\$ 5,897,673</b>
<b>Liabilities, Deferred inflows of resources and Fund Balance</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 371,355	\$ -	\$ 1,847	\$ 373,202
Accrued wages	22,992	-	-	22,992
Unearned revenue	61,747	-	-	61,747
<b>Total liabilities</b>	<b>456,094</b>	<b>-</b>	<b>1,847</b>	<b>457,941</b>
<b>Deferred inflow of resources</b>				
Deferred property tax revenue	654,285	-	-	654,285
<b>Fund balances:</b>				
Non-spendable	7,321	-	-	7,321
Restricted				
Emergencies	152,969	-	-	152,969
Parks and recreation	-	-	164,267	164,267
Committed				
Flumes, streets and drainage	421,091	-	-	421,091
Capital improvements	-	1,636,800	-	1,636,800
Tourism	-	-	665,930	665,930
Beautification	-	-	131,427	131,427
Unassigned	1,605,642	-	-	1,605,642
<b>Total fund balance</b>	<b>2,187,023</b>	<b>1,636,800</b>	<b>961,624</b>	<b>4,785,447</b>
<b>Total liabilities, deferred inflows of resources and fund balance</b>	<b>\$ 3,297,402</b>	<b>\$ 1,636,800</b>	<b>\$ 963,471</b>	<b>\$ 5,897,673</b>

The accompanying notes are an integral part of this statement.

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

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**Total fund balance, governmental funds** \$ 4,785,447

Amounts reported for governmental activities in the Statement of Net Position is different because:

Capital assets used in governmental activities are not current period expenditures and therefore are not reported in this fund financial statement, but are reported in the governmental activities of the Statement of Net Position.

Cost of capital assets	\$10,729,320	
Less accumulated depreciation	<u>(8,021,728)</u>	2,707,592

Some liabilities, (such as Notes Payable, Capital Lease Contract Payable, Long-term Compensated Absences, and Bonds Payable), are not due and payable in the current period and are not included in the fund financial statement, but are included in the governmental activities of the Statement of Net Position.

Capital leases	\$ (135,382)	
Compensated absences	<u>(105,657)</u>	(241,039)

Net pension assets and related deferred inflows and outflows of resources are not recorded in the funds.		<u>250,994</u>
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<b>Net Position of Governmental Activities in the Statement of Net Position</b>		<b><u><u>\$ 7,502,994</u></u></b>
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**The accompanying notes are an integral part of this statement.**

**CITY OF OURAY, COLORADO**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended December 31, 2021**

	<u>General Fund</u>	<u>Capital Improvement Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>				
Property Taxes	\$ 586,899	\$ -	\$ -	\$ 586,899
Sales and miscellaneous taxes	2,333,316	748,160	722,942	3,804,418
Fees and fines	33,473	-	-	33,473
Licenses and permits	130,620	-	-	130,620
Intergovernmental	187,333	-	15,959	203,292
Charges for services	28,921	-	-	28,921
Investment earnings	11,453	-	442	11,895
Miscellaneous	308,664	-	-	308,664
<b>Total revenues</b>	<u>3,620,679</u>	<u>748,160</u>	<u>739,343</u>	<u>5,108,182</u>
<b>EXPENDITURES</b>				
Current:				
General government	730,464	-	305,589	1,036,053
Public safety	841,929	-	-	841,929
Public works	307,011	-	-	307,011
Culture and recreation	325,207	-	-	325,207
Debt service payments	40,698	-	-	40,698
Capital outlay	892,279	-	-	892,279
<b>Total expenditures</b>	<u>3,137,588</u>	<u>-</u>	<u>305,589</u>	<u>3,443,177</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>483,091</u>	<u>748,160</u>	<u>433,754</u>	<u>1,665,005</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In (out)	414,475	(324,762)	(50,360)	39,353
<b>Total other financing sources (uses)</b>	<u>414,475</u>	<u>(324,762)</u>	<u>(50,360)</u>	<u>39,353</u>
<b>Net change to fund balance</b>	897,566	423,398	383,394	1,704,358
<b>Fund balance, January 1</b>	1,289,457	1,213,402	578,230	3,081,089
<b>Fund balance, December 31</b>	<u>\$ 2,187,023</u>	<u>\$ 1,636,800</u>	<u>\$ 961,624</u>	<u>\$ 4,785,447</u>

The accompanying notes are an integral part of this statement.

**CITY OF OURAY, COLORADO**  
**Reconciliation of the Governmental Funds Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances to the Statement of Activities**  
**For the Year Ended December 31, 2021**

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**Net change in fund balances - total governmental funds** \$ 1,704,348

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.

Fixed assets current additions	\$ 810,521	
Depreciation expense	(167,229)	
Excess of capital outlay over depreciation	643,292	643,292
Gain on sale of assets		-

Some expenses reported in the statement of activities do not require the use of current financial resources: therefore, are not reported as expenditures in governmental funds.		(31,199)
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Repayment of long-term debt principal is reported as an expenditure in the governmental funds but reduces long-term liabilities in the statement of net position.		35,554
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<b>Change in net position of governmental funds</b>		<b>\$ 2,351,995</b>
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**The accompanying notes are an integral part of this statement.**

**CITY OF OURAY, COLORADO**  
**Statement of Net Position**  
**Enterprise Funds**  
**December 31, 2021**

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Utilities-CI Fund</u>
<b>ASSETS</b>			
<b>Current Assets:</b>			
Cash and cash equivalents	\$ 150,236	\$ 782,481	\$ 1,248,666
Receivables:			
Accounts	108,096	56,571	-
Inventories	19,901	5,319	-
<b>Total current assets</b>	<u>278,233</u>	<u>844,371</u>	<u>1,248,666</u>
<b>Restricted cash</b>		-	-
<b>Capital assets:</b>			
Land and improvements	149,131	-	-
Construction in progress	176,839	832,653	-
Utility system	5,354,554	2,096,759	-
Geothermal wells	-	-	-
Swimming pool	-	-	-
Pool filtration system	-	-	-
Box Cañon	-	-	-
Parks and other assets	-	-	-
Buildings	75,020	14,497	-
Equipment and furniture	303,482	363,888	-
Less accumulated depreciation	(2,835,368)	(2,157,273)	-
<b>Total capital assets</b>	<u>3,223,658</u>	<u>1,150,524</u>	<u>-</u>
<b>Total Assets</b>	<u>\$ 3,501,891</u>	<u>\$ 1,994,895</u>	<u>\$ 1,248,666</u>
<b>LIABILITIES</b>			
<b>Current liabilities:</b>			
Accounts payable	\$ 41,852	\$ 99,182	\$ -
Accrued payroll	21,667	28,046	-
Customer deposits	375	-	-
Unearned revenues	88,308	65,243	159,948
Current portion of long term debt	5,728	5,728	-
<b>Total current liabilities</b>	<u>157,930</u>	<u>198,199</u>	<u>159,948</u>
<b>Noncurrent liabilities</b>			
Bonds payable	-	-	-
Loans and leases payable	-	-	-
<b>Total noncurrent liabilities</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET POSITION</b>			
Invested in capital assets, net of related debt	3,217,930	1,144,796	-
Unrestricted	126,031	651,900	1,088,718
<b>Total net position</b>	<u>\$ 3,343,961</u>	<u>\$ 1,796,696</u>	<u>\$ 1,088,718</u>

<b>Refuse Fund</b>	<b>Parks Fund</b>	<b>Total Enterprise Funds</b>
\$ 54,229	\$ 1,358,531	\$ 3,594,143
2,997	25,386	193,050
-	304	25,524
<u>57,226</u>	<u>1,384,221</u>	<u>3,812,717</u>
-	-	-
-	-	149,131
-	-	1,009,492
-	-	7,451,313
-	167,138	167,138
-	12,512,490	12,512,490
-	5,202	5,202
-	351,707	351,707
-	1,485,632	1,485,632
-	-	89,517
-	-	667,370
-	(4,596,253)	(9,588,894)
<u>-</u>	<u>9,925,916</u>	<u>14,300,098</u>
<u>\$ 57,226</u>	<u>\$ 11,310,137</u>	<u>\$ 18,112,815</u>
\$ 18,647	\$ 49,054	\$ 208,735
-	66,227	115,940
-	7,222	7,597
20,413	-	333,912
-	268,000	279,456
<u>39,060</u>	<u>390,503</u>	<u>945,640</u>
-	4,525,000	4,525,000
-	2,451,000	2,451,000
-	6,976,000	6,976,000
-	2,681,916	7,044,642
18,166	1,261,718	3,146,533
<u>\$ 18,166</u>	<u>\$ 3,943,634</u>	<u>\$ 10,191,175</u>

The accompanying notes are an integral part of this statement.

**CITY OF OURAY, COLORADO**  
**Statement of Revenues, Expenses and Changes in Net Position**  
**Enterprise Funds**  
**Year Ended December 31, 2021**

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Utilities-CI Fund</u>
<b>Operating Revenues</b>			
Charges for services	\$ 577,232	\$ 742,906	\$ 642,478
Miscellaneous	42,547	463	-
<b>Total operating revenues</b>	<u>619,779</u>	<u>743,369</u>	<u>642,478</u>
<b>Operating Expenses</b>			
Personal services	319,310	371,858	-
Contractual services	66,366	44,870	-
Utilities	5,033	28,921	-
Repairs and maintenance	36,232	46,213	-
Other supplies and expenses	48,982	43,288	-
Insurance claims and expenses	8,553	7,635	-
Depreciation	158,598	39,182	-
<b>Total operating expenses</b>	<u>643,074</u>	<u>581,967</u>	<u>-</u>
<b>Operating income (loss)</b>	<u>(23,295)</u>	<u>161,402</u>	<u>642,478</u>
<b>Nonoperating revenues (expenses)</b>			
Interest income	318	1,198	1,494
Interest expense	(317)	(317)	-
<b>Total nonoperating revenues (expenses)</b>	<u>1</u>	<u>881</u>	<u>1,494</u>
<b>Income (loss) before transfers and and Capital Contributions</b>	(23,294)	162,283	643,972
<b>Transfers in (out)</b>	(29,052)	363,784	(363,784)
<b>Capital contributions-Investment Fees</b>	<u>9,944</u>	<u>9,944</u>	<u>-</u>
<b>Change in net position</b>	(42,402)	536,011	280,188
<b>Total net position, January 1</b>	3,386,363	1,260,685	808,530
<b>Total net position, December 31</b>	<u>\$ 3,343,961</u>	<u>\$ 1,796,696</u>	<u>\$ 1,088,718</u>

<b>Refuse Fund</b>	<b>Parks Fund</b>	<b>Total Enterprise Funds</b>
\$ 241,287	\$ 2,530,798	\$ 4,734,701
-	-	43,010
<u>241,287</u>	<u>2,530,798</u>	<u>4,777,711</u>
-	1,118,077	1,809,245
219,794	71,786	402,816
-	108,038	141,992
-	114,051	196,496
-	361,007	453,277
-	10,211	26,399
-	689,845	887,625
<u>219,794</u>	<u>2,473,015</u>	<u>3,917,850</u>
<u>21,493</u>	<u>57,783</u>	<u>859,861</u>
-	-	3,010
-	(271,743)	(272,377)
-	<u>(271,743)</u>	<u>(269,367)</u>
21,493	(213,960)	590,494
(10,301)	-	(39,353)
-	-	19,888
<u>11,192</u>	<u>(213,960)</u>	<u>571,029</u>
<u>6,974</u>	<u>4,157,594</u>	<u>9,620,146</u>
<u>\$ 18,166</u>	<u>\$ 3,943,634</u>	<u>\$ 10,191,175</u>

The accompanying notes are an integral part of this statement.

**CITY OF OURAY, COLORADO**  
**Statement of Cash Flows**  
**Enterprise Funds**  
**Year Ended December 31, 2021**

	<b>Water Fund</b>	<b>Sewer Fund</b>
<b>Cash Flows From Operating Activities</b>		
Cash received from charges for services	\$ 620,570	\$ 754,055
Cash payments for goods and services	(144,556)	(119,875)
Cash payments to employees for services	(319,310)	(371,858)
<b>Net cash provided (used) by operating activities</b>	<b>156,704</b>	<b>262,322</b>
<b>Cash Flows from Noncapital Financing Activities</b>		
Grants and contributions	-	-
Miscellaneous	-	-
Transfers from (to) other funds	(29,052)	363,784
<b>Net cash provided (used) by noncapital financing activities</b>	<b>(29,052)</b>	<b>363,784</b>
<b>Cash Flows from Capital and Related Financing Activities</b>		
Investment fees	9,944	9,944
Acquisition of capital assets	(176,839)	(688,620)
Principal paid on loans and leases	(5,226)	(5,226)
Proceeds from Bond issuance Costs	-	-
Interest expense	(317)	(317)
<b>Net cash provided (used) by capital and related financing activities</b>	<b>(172,438)</b>	<b>(684,219)</b>
<b>Cash Flows from Investing Activities</b>		
Interest on investments	318	1,198
<b>Net increase (decrease) in cash and equivalents</b>	<b>(44,468)</b>	<b>(56,915)</b>
<b>Cash balances, January 1</b>	<b>194,704</b>	<b>839,396</b>
<b>Cash balances, December 31</b>	<b>\$ 150,236</b>	<b>\$ 782,481</b>
<b>Reconciling of operating income (loss) to net cash provided (used) by operating activities:</b>		
Operating income (loss)	<b>\$ (23,295)</b>	<b>\$ 161,402</b>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation expense	158,598	39,182
Assets (increase) decrease:		
Accounts receivable	(7,360)	(780)
Liabilities increase (decrease):		
Accounts payable	20,610	51,052
Accrued payroll	4,260	6,084
Unearned revenues	3,891	5,382
<b>Total adjustments</b>	<b>179,999</b>	<b>100,920</b>
<b>Net cash provided (used) by operating activities</b>	<b>\$ 156,704</b>	<b>\$ 262,322</b>

<b>Utilities-CI Fund</b>	<b>Refuse Fund</b>	<b>Parks Fund</b>	<b>Total Enterprise Funds</b>
\$ 772,426	\$ 247,346	\$ 2,556,530	\$ 4,950,927
-	(218,503)	(658,763)	(1,141,697)
-	-	(1,118,077)	(1,809,245)
<u>772,426</u>	<u>28,843</u>	<u>779,690</u>	<u>1,999,985</u>
-	-	-	-
-	-	-	-
<u>(363,784)</u>	<u>(10,301)</u>	<u>-</u>	<u>(39,353)</u>
<u>(363,784)</u>	<u>(10,301)</u>	<u>-</u>	<u>(39,353)</u>
-	-	-	19,888
-	-	-	(865,459)
-	-	(246,000)	(256,452)
-	-	25,000	25,000
-	-	<u>(271,743)</u>	<u>(272,377)</u>
-	-	<u>(492,743)</u>	<u>(1,349,400)</u>
<u>1,494</u>	<u>-</u>	<u>-</u>	<u>3,010</u>
410,136	18,542	286,947	614,242
838,530	35,687	1,071,584	2,979,901
<u>\$ 1,248,666</u>	<u>\$ 54,229</u>	<u>\$ 1,358,531</u>	<u>\$ 3,594,143</u>
<u>\$ 642,478</u>	<u>\$ 21,493</u>	<u>\$ 57,783</u>	<u>\$ 859,861</u>
-	-	689,845	887,625
-	1,581	31	(6,528)
-	1,291	4,464	77,417
-	-	25,701	36,045
<u>129,948</u>	<u>4,478</u>	<u>1,866</u>	<u>145,565</u>
<u>129,948</u>	<u>7,350</u>	<u>721,907</u>	<u>1,140,124</u>
<u>\$ 772,426</u>	<u>\$ 28,843</u>	<u>\$ 779,690</u>	<u>\$ 1,999,985</u>

The accompanying notes are an integral part of this statement.

**City of Ouray**  
**Notes to Basic Financial Statements**  
**December 31, 2021**

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**Note 1 - Summary of Significant Accounting Policies**

The financial statements of the City of Ouray, Colorado (the City) 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.

**A. Financial Reporting Entity**

The City adopted a home rule charter on May 5, 2009, with a council – administrator form of government with five elected Council members. As required by accounting principles generally accepted in the United States of America, these financial statements present the City of Ouray (the primary government). The City has no oversight responsibility for any other governmental entity since no other entities are considered to be controlled by or dependent on the City. Control or dependence is determined on the basis of budget adoption, taxing authority, funding, and appointment of the respective governing body.

Related Organizations

- The City and the Ouray Volunteer Fire Department provided fire protection to the citizens of Ouray. The volunteer fire department has a special fund that receives donations and fund-raising monies, which are also used to cover fire protection services. This fund is not included in these financial statements of the City of Ouray.

**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 City and its component units. These statements include the financial activities of the overall government, except fiduciary activities. For the most part, the effect of inter-fund activity has been removed from these statements. These statements distinguish between the *governmental* and *business-type activities* of the City. 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 is 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.

**City of Ouray**  
**Notes to Basic Financial Statements**  
**December 31, 2021**

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

**C. Fund Financial Statements**

The accounts of the City are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. 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 proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The City reports the following major governmental funds:

- The General Fund is the City's primary operating fund. It accounts for all financial resources of the City, except those required to be accounted for in another fund.
- The Capital Improvement Fund, which accounts for the Town's additional sales tax that is to be used for capital improvements.

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

- The Conservation Trust Fund, which accounts for State of Colorado lottery funds to be used for parks and recreation services and capital investment.
- Beautification Fund, which accounts for lodging tax collections to be used for City beautification projects.
- Tourism Promotion Fund, which accounts for lodging tax collections for the promotion of tourism.

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 the general public on a continuing basis be financed or recovered primarily through user charges. Enterprise funds are considered major funds because of community interests in the activities and sources of funding supporting these operations.

**City of Ouray**  
**Notes to Basic Financial Statements**  
**December 31, 2021**

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

**C. Fund Financial Statements - (continued)**

Enterprise funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with an enterprise fund's principal ongoing operations. The principal operating revenues of the City are charges for water, sewer, refuse, pool, park and other fees. Operating expenses for the enterprise funds include personnel services, contract services, utilities, repairs and maintenance, supplies, insurance and depreciation cost. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The City reports the following major enterprise fund business-type activities:

- Water, Sewer and Refuse Funds, which account for all operations of the City's water, sewer and refuse services. They are primarily financed by user charges.
- Utility Capital Improvement Fund, which accounts for the investment fees of water and sewer taps to be used for water and sewer capital expenditures.
- Park Fund, which accounts for all operations of the City's Hot Springs Pool and Box Cañon Park. They are primarily financed by user charges at the Hot Springs Pool and Box Cañon Park.
- Pool Renovation Fund, which accounts for the renovation of the City's Hot Springs Pool.

**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. 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.

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.

Those revenues susceptible to accrual are 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.

**City of Ouray**  
**Notes to Basic Financial Statements**  
**December 31, 2021**

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

**D. Measurement Focus and Basis of Accounting - (continued)**

The accrual basis of accounting is utilized by enterprise funds. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

**Deferred Outflows / Inflows of Resources**

In addition to assets, the statement of net position will sometimes report a separate section of deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expense/ expenditure) until then.

In addition to liabilities, the statement of net position will sometimes report a separate section of deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time. Property taxes revenue that are related to a future period have been recorded as deferred inflows. Grants and entitlements received before eligibility requirements are met (e.g., cash advances) are recorded as deferred inflows. These amounts are deferred and will be recognized as an inflow of resources in the period that the amounts become available.

**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 and restricted cash and highly liquid securities with an initial maturity of six months or less.

**F. 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.

**G. Property Taxes**

Property taxes for the current year are levied and attached as a lien on property the following January 1. They are payable in full by April 30 or in two equal installments due February 28 and June 15. Property taxes levied in the current year and collected in the following year are reported as deferred inflows of resources at December 31. However, since the taxes are not available to pay current liabilities, the receivable is recorded as deferred inflows of resources in the governmental fund.

**City of Ouray**  
**Notes to Basic Financial Statements**  
**December 31, 2021**

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

**H. Capital Assets**

Capital assets, which include property, equipment and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capitalized assets are defined by the City as assets that have a useful life of one or more years, and for which the initial, individual value equals or exceeds \$ 5,000.

All purchased assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated assets are valued at their estimated fair market value on the date received. 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.

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>
Improvements	10-20 years
Building and Other Improvements	40-50 years
Water and Sewer Systems	40-50 years
Furniture and Equipment	5-20 years
Swimming Pool	20-50 years
Infrastructure	15-40 years

Public domain assets consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems are examples of infrastructure assets. Infrastructure assets are distinguished from other capitalized assets as their useful life often extends beyond most other capital assets and are stationary in nature. General infrastructure assets are those associated with or arising from governmental activities.

**I. Long-Term Liabilities**

In the government-wide financial statements, and enterprise fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable government activities, business-type activities, or enterprise fund type statement of net position.

**J. Compensated Absences**

It is the City's policy for employees to accumulate earned but unused vacation and sick pay benefits, but employees are not entitled to be paid for sick leave upon termination. In the government-wide statements, vacation and unused compensation time is accrued when incurred and reported as a liability of the governmental and business-type activities. In the governmental funds, vacation and unused compensation time is not expected to be liquidated with expendable available financial resources and therefore are not reported as expenditure.

**City of Ouray**  
**Notes to Basic Financial Statements**  
**December 31, 2021**

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

**K. Net Position**

Net position represents the difference between assets and liabilities. 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 City or through external restrictions imposed by creditors, grantors, laws or regulations of other governments.

**L. Interfund Transactions**

Interfund receivables and payables arise from interfund 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." Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

**M. Encumbrances**

The City does not use an encumbrance system for budgetary control.

**N. Inventory**

Inventory is valued at lower of cost (first-in, first-out) or market. Reported inventories are equally offset by a fund balance reserve which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets.

**O. Fund Equity**

The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- Non-spendable fund balance amounts that are not in spendable form (such as inventory) or are required to be maintained intact;
- Restricted fund balance-amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions or by enabling legislation;
- Committed fund balance-amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint;
- Assigned fund balance-amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority;
- Unassigned fund balance-amounts that are available for any purpose; positive amounts are reported only in the general fund.

**City of Ouray**  
**Notes to Basic Financial Statements**  
**December 31, 2021**

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

**O. Fund Equity - (continued)**

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless City Council has provided otherwise in its commitment or assignment actions.

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

The governmental funds balance sheet includes reconciliation between total fund balance, governmental funds and 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 reconciliation between net change in fund balances - total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. The enterprise fund statement of net position and statement of revenues, expenses and changes in net position also includes reconciliation to the government-wide statement of net position and 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.

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

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local governments, excluding “enterprises.” The City’s voters on November 8, 1994, approved a ballot measure to permit the City to collect, retain and expend the full proceeds of the City’s 3% sales tax, existing lodging occupation tax and nonfederal grants.

The Amendment is complex and subject to judicial interpretation. The City believes it is in compliance with the requirements of 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.

**City of Ouray**  
**Notes to Basic Financial Statements**  
**December 31, 2021**

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**Note 4 - Budgets**

The City adheres to the following procedures in establishing budgetary data reflected in the financial statements:

- A.** By mid August of each year, the City Administrator gives public notice of the budget calendar for the next fiscal year. The City Administrator asks that all City departments, boards, commissions or citizens submit within thirty days from the notice, any request for funds under the budget being prepared. The City Administrator, with assistance from the City Treasurer, then prepares a proposed budget for the ensuing fiscal year and submits it to the Council no later than forty-five days prior to any date required by state law for the certification to the County of the tax levy.
- B.** The budget provides a complete financial plan of all City funds and activities for the ensuing fiscal year indicating anticipated revenues, proposed operating and capital expenditures, a provision for contingencies, and anticipated net surplus or deficit for the ensuing fiscal year.
- C.** A public hearing on the proposed budget is held by the Council in early November.
- D.** The Council adopts the budget by resolution 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 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.
- E.** If during the fiscal year the City Administrator determines that there are expenses in excess of those estimated in the budget, the Council by resolution 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 fiscal year it appears probable to the City Administrator that the revenues available will be insufficient to meet the amount appropriated, the City Administrator reports to the Council, indicating the estimated amount of deficit, any remedial action already taken, and a recommendation as to any other steps to be taken. Any time during the fiscal year the City Administrator may transfer part or all of any unencumbered appropriation balance within a department.
- F.** Budget appropriations lapse at the end of each year.
- G.** Expenditures may not exceed appropriations at the fund level. Budget amounts included in the financial statements are based on the final amended budget. The City could be in violation of Colorado Budget Law because expenditures exceed budgetary amounts in the General, Beautification, Sewer and Park Funds.
- H.** Budgets for governmental funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America (GAAP), except for long-term receivables and advances and capital lease financing which are budgeted when liquidated rather than when the receivable/liability is incurred. Budgets for enterprise funds are adopted on a basis consistent with the spending measurement focus of the governmental funds.

**City of Ouray**  
**Notes to Basic Financial Statements**  
**December 31, 2021**

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**Note 5 - Deposits and Investments**

**A. Deposits**

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories; eligibility is determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. The PDPA allows the institution to create a single collateral pool for all public funds. The pool is to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to the aggregate uninsured deposits. Collateral in the pool is considered to be equal to depository insurance pursuant to definitions listed in GASB Statement No. 40. At December 31, 2021, the bank balance of the City's deposits was \$8,294,627 of which \$267,856 was covered by federal depository insurance and \$8,026,771 was collateralized under PDPA.

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local government entities may invest. Authorized investments include obligations of the United States and certain U.S. government agency securities; certain international agency securities; general obligation and revenue bonds of U.S. 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; and, guaranteed investment contracts. The City's investment policy follows Colorado statutes. At December 31, 2021 the City's investments included funds held in COLOTRUST.

The City had invested \$203,488 in the Colorado Government Liquid Asset Trust (COLOTRUST), an investment vehicle established for local government entities in Colorado to pool surplus funds. COLOTRUST operates similarly to a money market fund and each share is equal in value to \$1.00. Investments of COLOTRUST consist of U.S. Treasury bills, notes and note strips and repurchase agreements collateralized by U.S. Treasury securities. A designated custodial bank provides safekeeping and depository services to COLOTRUST in connection with the direct investment and withdrawal functions of COLOTRUST. Substantially all securities owned by COLOTRUST are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by COLOTRUST. These pools are not required to and are not registered with the SEC. COLOTRUST's funds are rated AAA by Standard and Poor's, Fitch's and Moody's rating services.

**City of Ouray**  
**Notes to Basic Financial Statements**  
**December 31, 2021**

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

**A. Deposits - (continued)**

The City maintains a cash pool that is available to the General Fund, Special Revenue Funds and Enterprise Funds.

Cash and cash equivalents	
Cash on hand	\$ 2,840
Deposits	8,037,716
Certificate of deposits	214,172
Cash with county treasurer	6,002
COLOTRUST	<u>203,488</u>
Total	<u>\$ 8,464,218</u>

Statement of Net Position

Cash and cash equivalents	<u>\$ 8,464,218</u>
Total	<u>\$ 8,464,218</u>

**Note 6 - Risk Management**

The City 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 City is a member of the Colorado Intergovernmental Risk Sharing Agency (CIRSA), a public entity risk pool currently operating as a common risk management and insurance program for property/casualty and workers' compensation coverage. CIRSA is to be self-sustaining through member contributions 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.

**City of Ouray**  
**Notes to Basic Financial Statements**  
**December 31, 2021**

**Note 7 - Long-term Liabilities**

	Balance			Balance December 31, 2021	Due Within One Year
	January 1, 2021	Additions	Reductions		
<b>Governmental Activities</b>					
Fire Truck	\$ 160,698		\$ (30,328)	\$ 130,370	\$ 31,207
Cat Backhoe	10,238		(5,226)	5,012	5,012
Accrued compensated absences	74,458	31,199		105,657	105,647
Total	<u>\$ 245,394</u>	<u>\$ 31,199</u>	<u>\$ (35,554)</u>	<u>\$ 241,039</u>	<u>\$ 141,866</u>
<b>Enterprise Activities</b>					
Sales Tax Revenue Bonds	\$ 4,845,000	\$ -	\$ (160,000)	\$ 4,685,000	\$ 160,000
COP (refinanced)	2,620,000	-	(2,620,000)	-	-
Zion Bank Loan	-	2,645,000	(86,000)	2,559,000	108,000
Cat Backhoe	21,908	-	(10,452)	11,456	11,456
Total	<u>\$ 7,486,908</u>	<u>\$ 2,645,000</u>	<u>\$ (2,876,452)</u>	<u>\$ 7,255,456</u>	<u>\$ 279,456</u>

**Fire Truck**

\$ 300,000, July 2015, due in annual payments of \$ 34,988 each on July 31 starting on July 31 of 2016 at an interest rate of 2.90%.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 31,207	\$ 3,781	\$ 34,988
2023	32,112	2,876	34,988
2024	32,994	1,994	34,988
2025	34,057	931	34,988
Total	<u>\$ 130,370</u>	<u>\$ 9,582</u>	<u>\$ 139,952</u>

**Cat Backhoe**

\$ 104,694, January 2016, due in annual payments of \$ 16,795.82 each on January 1 starting on January 1 of 2017 at an interest rate of 2.987%.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 16,468	\$ 328	\$ 16,796
Total	<u>\$ 16,468</u>	<u>\$ 328</u>	<u>\$ 16,796</u>

**City of Ouray**  
**Notes to Basic Financial Statements**  
**December 31, 2021**

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**Note 7 - Long-term Liabilities – (continued)**

**Sales Tax Revenue Bonds, Series 2016**

On November 3, 2015, the City's electorate approved the issuance of \$5,300,000 in sales tax revenue bonds, for the purpose planning, constructing, acquiring and equipping improvements to the City's Hot Springs Pool Facility. The sales tax revenue bonds are payable from revenues generated by sales tax increase and also payable from any other legally available City revenues and pledge the full faith and credit of the City. The annual coupon interest ranges from 2% to 4%. The following is a breakdown of the payments:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 160,000	\$ 182,525	\$ 342,525
2023	165,000	178,525	343,525
2024	170,000	174,400	344,400
2025	175,000	167,600	342,600
2026	185,000	160,600	345,600
2027-3031	1,035,000	686,600	1,721,600
2032-2036	1,260,000	462,200	1,722,200
2037-2041	1,535,000	188,800	1,723,800
	<u>\$ 4,685,000</u>	<u>\$ 2,201,250</u>	<u>\$ 6,886,250</u>

**Zion Bank**

The City refinanced the Certificate of Participation loan in 2021, that was for part of the construction of the City's Hot Springs Pool Facility Renovation Project, with Zion Bank. The loan requires semi-annual payments on June 1 and December 1 of each year until the loan is paid off on December 1, 2040. The annual interest rate on the loan is 2.35% through December 1, 2035, and 2.31% through December 1, 2040.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 108,000	\$ 59,820	\$ 167,820
2023	112,000	57,282	169,282
2024	116,000	54,650	170,650
2025	115,000	51,924	166,924
2026-2030	755,000	217,344	972,344
2031-2035	714,000	141,040	855,040
2036-2040	639,000	55,625	694,625
	<u>\$ 2,559,000</u>	<u>\$ 637,685</u>	<u>\$ 3,196,685</u>

**City of Ouray**  
**Notes to Basic Financial Statements**  
**December 31, 2021**

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**Note 8 - Defined Benefit Pension Plans**

All volunteer fire fighters participate in the Defined Benefit Pension Plan administrated by the FPPA for plan administration and investment only. The plan has a plan document, actuarial valuation and is governed by the local pension board.

Any fire fighter, who has reached the age of 50 years and completed 20 years of active service, including 36 hours of training per year, is eligible for \$90 per month. In addition, there are survivor benefits of \$45 per month and a one-time only lump sum death benefit of \$180.

At December 31, 2021, the City reported an asset of \$419,297 for its proportionate share of the net pension asset. The net pension asset was measured as of December 31, 2021, and the total pension asset used to calculate the net pension asset was determined by an actuarial study as of December 31, 2020. Standard update procedures were used to roll forward the total pension liability to December 31, 2019. The City's proportion of the net asset was based on City's contributions to FPPA for the calendar year 2021 relative to the total contributions of participating employers to FPPA.

For the year ended December 31, 2021, the City recognized pension expense of \$20,027. At December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ -	\$ 188,330
Net difference between projected and actual earnings on pension plan investments	-	
Changes in proportion and differences between contributions recognized and proportionate share of contributions	-	-
Contributions subsequent to the measurement date	<u>20,027</u>	<u>-</u>
Total	<u>\$ 20,027</u>	<u>\$ 188,330</u>

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

<u>Year Ending December 31</u>	<u>Net Deferred Outflows/ (Inflows) of Resources</u>
2021	\$ (188,330)
2022	-
2023	-
2024	-
2025	-
Thereafter	-
Total	<u>\$ (188,330)</u>

Actuarial assumptions. The total pension asset in December 31, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs:

**City of Ouray**  
**Notes to Basic Financial Statements**  
**December 31, 2021**

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**Note 8 - Defined Benefit Pension Plans – (continued)**

Actuarially determined contribution rates are calculated as of January 1 of odd numbered years. The contribution rates have a one-year lag, so the actuarial valuation as of January 1, 2021, determines the contribution amounts for 2020 and 2019.

**Methods and Assumptions Used to Determine Contribution Rates:**

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Open*
Remaining Amortization Period	20 years*
Asset Valuation Method	5-Year smoothed market
Inflation	3.00%
Salary Increases	N/A
Investment Rate of Return	7.50%
Retirement Age	50% per year of eligibility until 100% at age 65
Mortality	<b>Pre-retirement:</b> RP-2000 Combined Mortality Table with Blue Collar Adjustment, 40% multiplier for off-duty mortality. <b>Post-retirement:</b> RP-2000 Combined Mortality Table with Blue Collar Adjustment. <b>Disabled:</b> RP-2000 Disabled Mortality Table All tables projected with Scale AA

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

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

Sensitivity of Net Pension Liability/(Asset)  
to the Single Discount Rate Assumption

Current Single Discount		
1% Decrease	Rate Assumption	1% Increase
6.00%	7.00%	8.00%
\$ (359,397)	\$ (419,297)	\$ (479,197)

The Fire & Police Pension Association (FPPA) administers an agent multiple-employer Public Employee Retirement System (PERS). The PERS represents the assets of numerous separate plans that have been pooled for investment purposes. The pension plans have elected to affiliate with FPPA for plan administration and investment only. FPPA issues a publicly available comprehensive annual financial report that can be obtained at:<http://www.fppaco.org>.

**City of Ouray**  
**Notes to Basic Financial Statements**  
**December 31, 2021**

**Note 9 - Defined Contribution Plan**

All full-time permanent employees of the City must participate in the City's group-retirement plan and may participate in the City's deferred compensation plan, after twelve (12) months of continuous employment. The plans are administered by Colorado Retirement Association (CRA) plan. The employees' contributions are fully vested, and the City's contributions are vested at the rate of 20% per year. The Plan may be amended by resolution of the City Council, but it may not be amended beyond the limits established by state statute.

Under the group retirement plan, the City contributes 3% of eligible employees' base salary, matching the amount contributed by the employees. In 2021 the City's total payroll was \$2,294,281. The City's contribution was calculated using a base salary amount of \$1,629,100. The City and the covered employees made the following contributions, amounting to \$48,873 and \$48,873 respectively for a total of \$97,746.

**Note 10 - Capital Assets**

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

	Balance January 1, 2021	Additions	Dispositions	Balance December 31, 2021
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 325,094	\$ -	\$ -	\$ 325,094
Construction in progress	-	564,598	-	564,598
	<u>325,094</u>	<u>564,598</u>	<u>-</u>	<u>889,692</u>
Capital assets being depreciated				
Buildings	793,318	68,354	-	861,672
Improvements other than building	37,459	-	-	37,459
Infrastructure	6,051,396	-	-	6,051,396
Equipment and vehicles	2,711,532	177,569	-	2,889,101
	<u>9,593,705</u>	<u>245,923</u>	<u>-</u>	<u>9,839,628</u>
Less accumulated depreciation				
Buildings	(627,547)	(2,367)	-	(629,914)
Improvements	(14,110)	(1,651)	-	(15,761)
Infrastructure	(5,358,728)	(66,384)	-	(5,425,112)
Equipment and vehicles	(1,854,114)	(96,827)	-	(1,950,941)
	<u>(7,854,499)</u>	<u>(167,229)</u>	<u>-</u>	<u>(8,021,728)</u>
Capital asset being depreciated, net	<u>1,739,206</u>	<u>78,694</u>	<u>-</u>	<u>1,817,900</u>
Total Governmental Activities Capital Assets	<u>\$ 2,064,300</u>	<u>\$ 643,292</u>	<u>\$ -</u>	<u>\$ 2,707,592</u>

**City of Ouray**  
**Notes to Basic Financial Statements**  
**December 31, 2021**

**Note 10 - Capital Assets – (continued)**

<b>Business - Type Activities</b>	Balance January 1, 2021	Additions	Dispositions	Balance December 31, 2021
Capital assets not being depreciated				
Land	\$ 149,131	\$ -	\$ -	\$149,131
Construction in progress	144,033	865,459	-	1,009,492
	<u>293,164</u>	<u>865,459</u>	<u>-</u>	<u>1,158,623</u>
Capital assets being depreciated				
Utility system	7,451,313	-	-	7,451,313
Geothermal wells	167,138	-	-	167,138
Swimming pool	12,512,490	-	-	12,512,490
Pool filtration system	5,202	-	-	5,202
Box Cañon	351,707	-	-	351,707
Other Parks assets	1,485,632	-	-	1,485,632
Buildings	89,517	-	-	89,517
Equipment and furniture	667,370	-	-	667,370
Less accumulated depreciation	(8,701,269)	(887,625)	-	(9,588,894)
Capital assets being depreciated, net	<u>14,029,100</u>	<u>(887,625)</u>	<u>-</u>	<u>13,141,475</u>
<b>Total Business-Type Activities Capital Assets</b>	<u>\$ 14,322,264</u>	<u>\$ (22,166)</u>	<u>\$ -</u>	<u>\$ 14,300,098</u>

Depreciation expense was charged to governmental activities of the City as follows:

General Government	\$ 12,455
Public Safety	39,120
Public Works	111,887
Culture and Recreation	<u>3,767</u>
Total depreciation	<u>\$ 167,229</u>

**Note 11 - Contingent Liabilities**

Lawsuits and Claims

Various claims and lawsuits are pending against the City. In the opinion of the City's management, after consulting with legal counsel, the potential loss on all claims and lawsuits will not materially affect the City's financial position.

**City of Ouray**  
**Notes to Basic Financial Statements**  
**December 31, 2021**

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**Note 12 - Transfers**

The following are the interfund transfers that occurred in 2021:

Funds	Transfers	
	In	Out
Utilities-Capital Improvement Fund	\$ -	\$ 363,784
Water Fund	-	29,052
General Fund	414,475	-
Sewer Fund	363,784	-
Refuse Fund	-	10,301
Beautification Fund	-	50,360
Capital Improvement Fund	-	324,762
Totals	\$ 778,259	\$ 778,259

**Note 13 – Subsequent events**

In 2021, some of the COVID mandates were lifted by the State of Colorado, and tourism increased for the year in the state. Revenues increased at the swimming pool and box canon. The City is dependent on the tourism revenue to operate the Parks Fund.

## Required Supplementary Information

**CITY OF OURAY, COLORADO**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual**  
**General Fund**  
**For the Year Ended December 31, 2021**

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance</b>
	<b>Original</b>	<b>Final</b>		<b>Favorable (Unfavorable)</b>
<b>Revenues</b>				
Property taxes	\$ 587,694	\$ 587,694	\$ 586,899	\$ (795)
Sales taxes and other taxes	1,389,931	1,389,931	2,333,316	943,385
Licenses and permits	40,500	40,500	130,620	90,120
Intergovernmental revenues	171,335	171,335	187,333	15,998
Fees and fines	21,000	21,000	33,473	12,473
Charges for services	16,662	16,662	28,921	12,259
Miscellaneous revenue	20,420	20,420	308,664	288,244
Interest income	12,500	12,500	11,453	(1,047)
<b>Total revenues</b>	<b>2,260,042</b>	<b>2,260,042</b>	<b>3,620,679</b>	<b>1,360,637</b>
<b>Expenditures</b>				
General government	630,068	630,068	730,464	(100,396)
Capital outlay	144,081	144,081	95,383	48,698
Public safety	827,479	827,479	841,929	(14,450)
Capital outlay	192,700	192,700	209,286	(16,586)
Public works	354,497	354,497	307,011	47,486
Capital outlay	77,350	77,350	57,200	20,150
Culture and recreation	359,365	359,365	325,207	34,158
Capital outlay	406,350	406,350	530,410	(124,060)
Debt service payments	40,699	40,699	40,698	1
<b>Total Expenditures</b>	<b>3,032,589</b>	<b>3,032,589</b>	<b>3,137,588</b>	<b>(104,999)</b>
<b>Excess of Revenues over (under) Expenditures</b>	<b>(772,547)</b>	<b>(772,547)</b>	<b>483,091</b>	<b>1,255,638</b>
<b>Other financing sources (uses)</b>				
Transfers in	816,398	816,398	414,475	(401,923)
<b>Total other financing sources (uses)</b>	<b>816,398</b>	<b>816,398</b>	<b>414,475</b>	<b>(401,923)</b>
<b>Excess of Revenues and sources over or (under) Expenditures and uses</b>	<b>43,851</b>	<b>43,851</b>	<b>897,566</b>	<b>853,715</b>
<b>Fund balance, January 1</b>	<b>1,152,500</b>	<b>1,152,500</b>	<b>1,289,457</b>	<b>136,957</b>
<b>Fund balance, December 31</b>	<b>\$ 1,196,351</b>	<b>\$ 1,196,351</b>	<b>\$ 2,187,023</b>	<b>\$ 990,672</b>

## Schedules of Required Supplementary Information Schedule of Changes in Net Pension Liability/(Asset) and Related Ratios Multiyear

Last 10 Fiscal Years (to be built prospectively)

Measurement period ending December 31,	2020	2019	2018	2017	2016
<b>Total Pension Liability</b>					
Service Cost	\$ 2,130	\$ 2,130	\$ 2,130	\$ 2,130	\$ 2,303
Interest on the Total Pension Liability	28,351	28,351	28,351	28,351	35,004
Contributions	67,599	67,599	67,599	67,599	-
Difference between Expected and Actual Experience	(29,625)	(29,625)	(29,625)	(29,625)	(22,406)
Benefit Payments	(24,158)	(24,158)	(24,158)	(24,158)	(19,764)
<b>Net Change in Total Pension Liability</b>	44,297	44,297	44,297	-	(4,863)
<b>Total Pension Liability - Beginning</b>	263,591	263,591	263,591	263,591	287,188
<b>Total Pension Liability - Ending (a)</b>	<u>\$ 307,888</u>	<u>\$ 307,888</u>	<u>\$ 307,888</u>	<u>\$ -</u>	<u>\$ 282,325</u>
<b>Plan Fiduciary Net Position</b>					
Employer Contributions	\$ 20,027	\$ 18,000	\$ 18,000	\$ 18,000	\$ 18,000
Pension Plan Net Investment Income	93,517	90,654	37,358	43,524	11,794
Benefit Payments	(20,844)	(21,843)	(23,094)	(22,248)	(19,764)
Pension Plan Administrative Expense	(13,356)	(17,022)	(11,185)	(10,497)	(5,643)
State of Colorado supplemental discretionary payment	-	16,200	15,756	15,843	15,190
<b>Net Change in Plan Fiduciary Net Position</b>	79,344	85,989	36,835	44,622	19,577
<b>Plan Fiduciary Net Position - Beginning</b>	685,709	599,720	590,538	545,916	526,339
<b>Plan Fiduciary Net Position - Ending (b)</b>	<u>\$ 765,053</u>	<u>\$ 685,709</u>	<u>\$ 627,373</u>	<u>\$ 590,538</u>	<u>\$ 545,916</u>
<b>Net Pension Liability/(Asset) - Ending (a) - (b)</b>	<u>(457,165)</u>	<u>(377,821)</u>	<u>(319,485)</u>	<u>(590,538)</u>	<u>(263,591)</u>
<b>Plan Fiduciary Net Position as a Percentage of Total Pension Liability</b>	248.48%	222.71%	203.77%	203.77%	193.36%
<b>Covered Payroll</b>	N/A	N/A	N/A	N/A	N/A
<b>Net Pension Liability as a Percentage of Covered Payroll</b>	N/A	N/A	N/A	N/A	N/A

Schedules of Required Supplementary Information  
Schedule of Contributions to Pension Plan

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Required State Contributions	December 31, 2017	\$33,190
Required State Contributions	December 31, 2018	\$33,843
Required State Contributions	December 31, 2019	\$34,200
Required State Contributions	December 31, 2020	\$36,227
Required State Contributions	December 31, 2021	\$54,092

**CITY OF OURAY, COLORADO**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**December 31, 2021**

	<b>Conservation Trust Fund</b>	<b>Tourism Promotion Fund</b>	<b>Beautification Fund</b>	<b>Total Nonmajor Governmental Funds</b>
<b>Assets</b>				
Cash and cash equivalents	\$ 164,267	\$ 667,759	\$ 131,445	\$ 963,471
<b>Total assets</b>	<b>\$ 164,267</b>	<b>\$ 667,759</b>	<b>\$ 131,445</b>	<b>\$ 963,471</b>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities:</b>				
Accounts payable	\$ -	\$ 1,829	\$ 18	\$ 1,847
<b>Total liabilities</b>	<b>-</b>	<b>1,829</b>	<b>18</b>	<b>1,847</b>
<b>Fund balances:</b>				
Unreserved:	164,267	665,930	131,427	961,624
Total fund balances	164,267	665,930	131,427	961,624
<b>Total liabilities and fund balances</b>	<b>\$ 164,267</b>	<b>\$ 667,759</b>	<b>\$ 131,445</b>	<b>\$ 963,471</b>

**CITY OF OURAY, COLORADO**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**December 31, 2021**

	<b>Conservation Trust Fund</b>	<b>Tourism Promotion Fund</b>	<b>Beautification Fund</b>	<b>Total Nonmajor Governmental Funds</b>
<b>REVENUES</b>				
Lodging taxes	\$ -	\$ 636,097	\$ 86,845	\$ 722,942
Intergovernmental	12,716	-	3,243	15,959
Interest earnings	236	-	206	442
<b>Total revenues</b>	<u>12,952</u>	<u>636,097</u>	<u>90,294</u>	<u>739,343</u>
<b>EXPENDITURES</b>				
Current:				
General government	5,493	268,675	31,421	305,589
<b>Total expenditures</b>	<u>5,493</u>	<u>268,675</u>	<u>31,421</u>	<u>305,589</u>
<b>Excess revenues over (under) expenditures</b>	7,459	367,422	58,873	433,754
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer out	-	-	(50,360)	(50,360)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(50,360)</u>	<u>(50,360)</u>
Net change to fund balance	7,459	367,422	8,513	383,394
<b>Fund balance, January 1</b>	156,808	298,508	122,914	578,230
<b>Fund balance, December 31</b>	<u>\$ 164,267</u>	<u>\$ 665,930</u>	<u>\$ 131,427</u>	<u>\$ 961,624</u>

**CITY OF OURAY, COLORADO**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual**  
**Conservation Trust Fund**  
**For the Year Ended December 31, 2021**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
State entitlement	\$ 9,500	\$ 9,500	\$ 12,716	\$ 3,216
Interest Income	800	800	236	(564)
<b>Total revenues</b>	<u>10,300</u>	<u>10,300</u>	<u>12,952</u>	<u>2,652</u>
<b>Expenditures</b>				
Culture and recreation	85,000	85,000	5,493	79,507
<b>Total expenditures</b>	<u>85,000</u>	<u>85,000</u>	<u>5,493</u>	<u>79,507</u>
<b>Excess of Revenues over (under) Expenditures</b>	(74,700)	(74,700)	7,459	82,159
<b>Fund balance, January 1</b>	<u>155,650</u>	<u>155,650</u>	<u>156,808</u>	<u>1,158</u>
<b>Fund balance, December 31</b>	<u>\$ 80,950</u>	<u>\$ 80,950</u>	<u>\$ 164,267</u>	<u>\$ 83,317</u>

**CITY OF OURAY, COLORADO**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual**  
**Tourism Promotion Fund**  
**For the Year Ended December 31, 2021**

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with Final Budget Favorable (Unfavorable)</b>
	<b>Original</b>	<b>Final</b>		
<b>Revenues</b>				
Taxes	\$ 333,774	\$ 333,774	\$ 636,097	\$ 302,323
<b>Total revenues</b>	<u>333,774</u>	<u>333,774</u>	<u>636,097</u>	<u>302,323</u>
<b>Expenditures</b>				
General government	270,055	270,055	268,675	1,380
<b>Total expenditures</b>	<u>270,055</u>	<u>270,055</u>	<u>268,675</u>	<u>1,380</u>
<b>Excess of revenues over (under) expenditures</b>	63,719	63,719	367,422	303,703
<b>Fund balance, January 1</b>	<u>181,490</u>	<u>181,490</u>	<u>298,508</u>	<u>117,018</u>
<b>Fund balance, December 31</b>	<u><u>\$ 245,209</u></u>	<u><u>\$ 245,209</u></u>	<u><u>\$ 665,930</u></u>	<u><u>\$ 420,721</u></u>

**CITY OF OURAY, COLORADO**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual**  
**Beautification Fund**  
**For the Year Ended December 31, 2021**

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>		<b>Final Budget</b>
<b>Revenues</b>				<b>Favorable</b>
Lodging taxes	\$ 35,000	\$ 35,000	\$ 86,845	\$ 51,845
Interest income	950	950	206	(744)
Grants and donations	3,550	3,550	3,243	(307)
<b>Total revenues</b>	<u>39,500</u>	<u>39,500</u>	<u>90,294</u>	<u>50,794</u>
<b>Expenditures</b>				
General government	26,300	26,300	31,421	(5,121)
<b>Total expenditures</b>	<u>26,300</u>	<u>26,300</u>	<u>31,421</u>	<u>(5,121)</u>
<b>Excess of Revenues over</b>				
<b>(under) Expenditures</b>	13,200	13,200	58,873	45,673
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer out	(43,595)	(43,595)	(50,360)	(6,765)
Total other financing sources (uses)	<u>(43,595)</u>	<u>(43,595)</u>	<u>(50,360)</u>	<u>(6,765)</u>
Net change to fund balance	(30,395)	(30,395)	8,513	38,908
<b>Fund balance, January 1</b>	<u>99,313</u>	<u>99,313</u>	<u>122,914</u>	<u>23,601</u>
<b>Fund balance, December 31</b>	<u><u>\$ 68,918</u></u>	<u><u>\$ 68,918</u></u>	<u><u>\$ 131,427</u></u>	<u><u>\$ 62,509</u></u>

**CITY OF OURAY, COLORADO**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual**  
**Capital Improvement Fund**  
**For the Year Ended December 31, 2021**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with</b>
	<u>Original</u>	<u>Final</u>		<b>Final Budget</b>
<b>Revenues</b>				<b>Favorable</b>
Sales tax	\$ 434,125	\$ 434,125	\$ 748,160	\$ 314,035
<b>Total revenues</b>	<u>434,125</u>	<u>434,125</u>	<u>748,160</u>	<u>314,035</u>
<b>Expenditures</b>				
Capital Improvements	-	-	-	-
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess of Revenues over (under) Expenditures</b>	434,125	434,125	748,160	314,035
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer out	(733,381)	(733,381)	(324,762)	408,619
<b>Total other financing sources (uses)</b>	<u>(733,381)</u>	<u>(733,381)</u>	<u>(324,762)</u>	<u>408,619</u>
Net change to fund balance	(299,256)	(299,256)	423,398	722,654
<b>Fund balance, January 1</b>	<u>1,155,655</u>	<u>1,155,655</u>	<u>1,213,402</u>	<u>57,747</u>
<b>Fund balance, December 31</b>	<u>\$ 856,399</u>	<u>\$ 856,399</u>	<u>\$ 1,636,800</u>	<u>\$ 780,401</u>

**CITY OF OURAY, COLORADO**  
**Schedule of Revenues, Expenditures and Changes in Available Resources-Budget and Actual**  
**Water Fund**

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

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with Final Budget Favorable (Unfavorable)</b>
	<b>Original</b>	<b>Final</b>		
<b>Revenues</b>				
Water services	\$ 564,076	\$ 564,076	\$ 577,232	\$ 13,156
Investment fees	7,500	7,500	9,944	2,444
Miscellaneous	300,000	300,000	42,547	(257,453)
Interest revenue	800	800	318	(482)
<b>Total revenues</b>	<u>872,376</u>	<u>872,376</u>	<u>630,041</u>	<u>(242,335)</u>
<b>Expenditures</b>				
Salaries and wages	267,341	267,341	230,615	36,726
Taxes and benefits	106,093	106,093	88,695	17,398
Overhead	30,607	30,607	26,713	3,894
Operating maintenance	122,400	122,400	136,454	(14,054)
Capital expenditures	710,000	710,000	178,839	531,161
Debt service	5,543	5,543	5,543	-
<b>Total expenditures</b>	<u>1,241,984</u>	<u>1,241,984</u>	<u>666,859</u>	<u>575,125</u>
<b>Excess of Revenues over (under) Expenditures</b>	(369,608)	(369,608)	(36,818)	332,790
<b>Other Financing Sources (Uses)</b>				
<b>Transfers in/Out</b>	369,700	369,700	(29,052)	(398,752)
Net change to fund balance	92	92	(65,870)	(65,962)
<b>Available resources, January 1</b>	<u>228,642</u>	<u>228,642</u>	<u>191,901</u>	<u>(36,741)</u>
<b>Available resources, December 31</b>	<u>\$ 228,734</u>	<u>\$ 228,734</u>	<u>\$ 126,031</u>	<u>\$ (102,703)</u>

**CITY OF OURAY, COLORADO**  
**Schedule of Revenues, Expenditures and Changes in Available Resources-Budget and Actual**  
**Sewer Fund**  
**For the Year Ended December 31, 2021**

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>		<b>Final Budget</b>
<b>Revenues</b>				<b>Favorable</b>
Sewer services	\$ 738,582	\$ 738,582	\$ 742,906	\$ 4,324
Investment fees	7,500	7,500	9,944	2,444
Miscellaneous	500	500	463	(37)
Interest	4,500	4,500	1,198	(3,302)
<b>Total revenues</b>	<u>751,082</u>	<u>751,082</u>	<u>754,511</u>	<u>3,429</u>
<b>Expenditures</b>				
Salaries and wages	306,150	306,150	273,319	32,831
Taxes and benefits	116,755	116,755	98,539	18,216
Overhead	54,803	54,803	47,987	6,816
Operating maintenance	124,500	124,500	119,614	4,886
Capital expenditures	725,500	725,500	691,947	33,553
Debt service	5,543	5,543	5,543	-
<b>Total expenditures</b>	<u>1,333,251</u>	<u>1,333,251</u>	<u>1,236,949</u>	<u>96,302</u>
<b>Excess of Revenues over</b>				
<b>(under) Expenditures</b>	(582,169)	(582,169)	(482,438)	99,731
<b>Other Financing Sources (Uses)</b>				
<b>Transfers in</b>	575,450	575,450	363,784	(211,666)
Net change to fund balance	(6,719)	(6,719)	(118,654)	(111,935)
<b>Available resources, January 1</b>	<u>714,168</u>	<u>714,168</u>	<u>770,554</u>	<u>56,386</u>
<b>Available resources, December 31</b>	<u>\$ 707,449</u>	<u>\$ 707,449</u>	<u>\$ 651,900</u>	<u>\$ (55,549)</u>

**CITY OF OURAY, COLORADO**  
**Schedule of Revenues, Expenditures and Changes in Available Resources-Budget and Actual**  
**Utilities-Capital Improvement Fund**  
**For the Year Ended December 31, 2021**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Water Fund				
Charges for services	\$ 233,737	\$ 233,737	\$ 252,692	\$ 18,955
Interest Income	5,000	5,000	1,494	(3,506)
Sewer Fund				
Charges for services	367,190	367,190	389,786	22,596
<b>Total revenues</b>	<u>605,927</u>	<u>605,927</u>	<u>643,972</u>	<u>38,045</u>
<b>Expenditures</b>				
Capital expenditures/Transfers	973,450	973,450	363,784	609,666
<b>Total expenditures</b>	<u>973,450</u>	<u>973,450</u>	<u>363,784</u>	<u>609,666</u>
<b>Excess of Revenues over (under) Expenditures</b>	(367,523)	(367,523)	280,188	647,711
<b>Available resources, January 1</b>	<u>999,225</u>	<u>999,225</u>	<u>808,530</u>	<u>(190,695)</u>
<b>Available resources, December 31</b>	<u>\$ 631,702</u>	<u>\$ 631,702</u>	<u>\$ 1,088,718</u>	<u>\$ 457,016</u>

**CITY OF OURAY, COLORADO**  
**Schedule of Revenues, Expenditures and Changes in Available Resources-Budget and Actual**  
**Refuse Fund**  
**For the Year Ended December 31, 2021**

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with Final Budget Favorable (Unfavorable)</b>
	<b>Original</b>	<b>Final</b>		
<b>Revenues</b>				
Refuse collection service	\$ 178,046	\$ 178,046	\$ 173,609	\$ (4,437)
Recycling	68,441	68,441	67,678	(763)
<b>Total revenues</b>	<u>246,487</u>	<u>246,487</u>	<u>241,287</u>	<u>(5,200)</u>
<b>Expenditures</b>				
Contract hauling	227,597	227,597	219,794	7,803
<b>Total expenditures</b>	<u>227,597</u>	<u>227,597</u>	<u>219,794</u>	<u>7,803</u>
<b>Excess of revenues over (under) expenditures</b>	18,890	18,890	21,493	2,603
<b>Other Financing Sources (Uses)</b>				
<b>Transfers out</b>	(10,301)	(10,301)	(10,301)	-
Net change to fund balance	8,589	8,589	11,192	2,603
<b>Available funds, January 1</b>	<u>(8,490)</u>	<u>(8,490)</u>	<u>6,974</u>	<u>15,464</u>
<b>Available funds, December 31</b>	<u>\$ 99</u>	<u>\$ 99</u>	<u>\$ 18,166</u>	<u>\$ 18,067</u>

**CITY OF OURAY, COLORADO**  
**Schedule of Revenues, Expenditures and Changes in Available Resources-Budget and Actual**  
**Parks Fund**  
**For the Year Ended December 31, 2021**

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with Final Budget Favorable (Unfavorable)</b>
	<b>Original</b>	<b>Final</b>		
<b>Revenues</b>				
Swimming pool	\$ 1,479,470	\$ 1,479,470	\$ 2,055,945	\$ 576,475
Box Cañon	331,500	331,500	437,888	106,388
Ice rink	11,000	11,000	11,444	444
Gym	18,000	18,000	25,521	7,521
<b>Total revenues</b>	<u>1,839,970</u>	<u>1,839,970</u>	<u>2,530,798</u>	<u>690,828</u>
<b>Expenditures</b>				
Salaries and wages	850,397	850,397	923,883	73,486
Taxes and benefits	201,058	201,058	194,194	(6,864)
Overhead	215,560	215,560	258,929	43,369
Operating maintenance	273,000	273,000	352,184	79,184
Capital expenditures	69,500	69,500	53,984	(15,516)
Debt Service	531,325	531,325	517,743	(13,582)
<b>Total expenditures</b>	<u>2,140,840</u>	<u>2,140,840</u>	<u>2,300,917</u>	<u>(160,077)</u>
<b>Excess of Revenues over (under) expenditures</b>	(300,870)	(300,870)	229,881	530,751
<b>Available resources, January 1</b>	937,102	937,102	1,006,838	69,736
<b>Bond Issuance Costs</b>	-	-	25,000	25,000
<b>Available resources, December 31</b>	<u>\$ 636,232</u>	<u>\$ 636,232</u>	<u>\$ 1,261,719</u>	<u>\$ 625,487</u>



**COLORADO**  
Department of Transportation

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3. Confirm that print settings are correct - make sure "selection only" isn't checked.
4. Print hard copy or to PDF.
5. Click "Edit Mode" to return to modifying your data.
6. Remember to click "Save" to save any changes.

## Annual Highway Finance Report - CY21

Email address: drakem@cityofouray.com

City/County: Ouray

### Receipts, Disbursements & Costs

#### II - Receipts for Road & Street Purposes

##### A. Receipts from local sources

2. General Fund Appropriations:	\$	515,678.00
3. Other local imposts: <i>from A.3. 'Total' below)</i>	\$	95,965.00
4. Miscellaneous local receipts: <i>from A.4. 'Total' below)</i>	\$	0.00
5. Transfers from toll facilities	\$	0.00
6. Proceeds of sale of bonds and notes		
a. Bonds - Original Issues:	\$	0.00
b. Bonds - Refunding Issues:	\$	0.00
c. Notes:	\$	0.00

SubTotal: \$ 611,643.00

**B. Private Contributions** \$ 0.00

# Receipts, Disbursements & Costs

## II - Receipts for Road & Street Purposes (Detail)

### A.3. Other local imposts

a. Property Taxes & Assessments	\$	0.00
b. Other Local Imposts		
1. Sales Taxes:	\$	0.00
2. Infrastructure and Impact Fees:	\$	0.00
3. Liens:	\$	0.00
4. Licenses:	\$	0.00
5. Specific Ownership and/or Other:	\$	95,965.00
<b>Total:</b> (a + b) carried to 'Other local imposts' above	\$	<b>95,965.00</b>

### A.4. Miscellaneous local receipts

a. Interest on Investments:	\$	0.00
b. Traffic fines and Penalties:	\$	0.00
c. Parking Garage Fees:	\$	0.00
d. Parking Meter Fees:	\$	0.00
e. Sale of Surplus Property:	\$	0.00
f. Charges for Services:	\$	0.00
g. Other Misc. Receipts:	\$	0.00
h. Other:	\$	0.00
<b>Total:</b> (a through h) carried to 'Misc local receipts' above	\$	<b>0.00</b>

### C. Receipts from State Government

1. Highway User Taxes:	\$	47,329.00
3. Other State funds:		
c. Motor Vehicle Registrations:	\$	5,811.00
d. Other (Specify):		
Comments: undefined	\$	0.00
e. Other (Specify):		
Comments: undefined	\$	0.00
<b>Total:</b> (1+3c,d,e)	\$	<b>53,140.00</b>

### D. Receipts from Federal Government

2. Other Federal Agencies		
a. Forest Service:	\$	0.00

b. FEMA:	\$	0.00
c. HUD:	\$	0.00
d. Federal Transit Administration:	\$	0.00
e. U.S. Corp of Engineers	\$	0.00
f. Other Federal:	\$	0.00
<b>Total: (2a-f)</b>	<b>\$</b>	<b>0.00</b>

## Receipts, Disbursements & Costs

### III - Disbursements for Road & Street Purposes

#### A. Local highway disbursements

1. Capital outlay: <i>(from A.1.d. Total Capital Outlay below)</i>	\$	0.00
2. Maintenance:	\$	244,796.00
3. Road and street services		
a. Traffic control operations:	\$	13,311.00
b. Snow and ice removal:	\$	57,504.00
c. Other:	\$	1,640.00
4. General administration and miscellaneous	\$	1,797.00
5. Highway law enforcement and safety	\$	345,735.00
<b>Total: (A.1-5)</b>	<b>\$</b>	<b>664,783.00</b>

#### B. Debt service on local obligations

1. Bonds		
a. Interest	\$	0.00
b. Redemption	\$	0.00
2. Notes		
a. Interest	\$	0.00
b. Redemption	\$	0.00
<b>SubTotal: (1+2)</b>	<b>\$</b>	<b>0.00</b>

<b>C. Payments to State for Highways:</b>	\$	0.00
<b>D. Payments to Toll Facilities:</b>	\$	0.00

Total Disbursements: *(A+B+C+D)* \$ 664,783.00

## Receipts, Disbursements & Costs

### III - Disbursements for Road & Street Purposes - (Detail)

	A. ON NATIONAL HIGHWAY SYSTEM	B. OFF NATIONAL HIGHWAY SYSTEM	C. TOTAL
<b>A.1. Capital Outlay</b>			
a. Right-Of-Way Costs:	\$ 0.00	\$ 0.00	\$ 0.00
b. Engineering Costs:	\$ 0.00	\$ 0.00	\$ 0.00
c. Construction			
1. New Facilities:	\$ 0.00	\$ 0.00	\$ 0.00
2. Capacity Improvements:	\$ 0.00	\$ 0.00	\$ 0.00
3. System Preservation:	\$ 0.00	\$ 0.00	\$ 0.00
4. System Enhancement:	\$ 0.00	\$ 0.00	\$ 0.00
5. Total Construction:			\$ <u>0.00</u>
d. Total Capital Outlay: <i>(Lines A.1.a. + 1.b. + 1.c.5)</i>			\$ <u>0.00</u>

## Receipts, Disbursements & Costs

### IV. Local Highway Debt Status

	OPENING DEBT	AMOUNT ISSUED	REDEMPTIONS	CLOSING DEBT
<b>A. Bonds (Total)</b>	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
1. Bonds (Refunding Portion)		\$ 0.00	\$ 0.00	\$ 0.00
<b>B. Notes (Total):</b>	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00

## Receipts, Disbursements & Costs

### V - Local Road & Street Fund Balance

A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
\$ 0.00	\$ 664,783.00	\$ 664,783.00	\$ 0.00	\$ 0.00

**Notes and Comments:**

na

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