



**Financial Statements
December 31, 2022**

**Basalt Regional Library District
Financial Report
December 31, 2022**

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INDEPENDENT AUDITOR'S REPORT

**To the Board of Trustees
Basalt Regional Library District
Basalt, Colorado**

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the discretely presented component units, and each major fund of Basalt Regional Library District (the "District"), as of and for the year ended December 31, 2022, which collectively comprise the District's basic financial statements as listed in the Table of Contents, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component units, and each major fund, of Basalt Regional Library District, as of December 31, 2022 and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP").

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America ("U.S. GAAS"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of Basalt Regional Library District 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

Basalt Regional Library District's management is responsible for the preparation and fair presentation of the financial statements in accordance with U.S. GAAP, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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INDEPENDENT AUDITOR'S REPORT
To the Board of Trustees
Basalt Regional Library District
Basalt, Colorado

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District'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 District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

U.S. GAAP require that the Management's Discussion and Analysis in Section B be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with U.S. GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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

**INDEPENDENT AUDITOR'S REPORT
To the Board of Trustees
Basalt Regional Library District
Basalt, Colorado**

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Basalt Regional Library District's basic financial statements. The individual fund budgetary comparisons in Section F are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The individual fund budgetary comparison 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. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with U.S. GAAS. In our opinion, the information in Section F is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

McMahan and Associates, L.L.C.

**McMahan and Associates, L.L.C.
Avon, Colorado
May 19, 2023**



Management Discussion and Analysis

Management's Discussion and Analysis

As management of Basalt Regional Library District (the "District"), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended December 31, 2022.

Financial Highlights

- The assets of the District exceeded its liabilities by \$8,742,141 at the close of the most recent fiscal year end. The unrestricted net position, which represents the amounts available to meet the District's ongoing obligations to citizens and creditors, was \$2,306,015.
- The District's total net position increased by \$669,376.
- At the end of the current fiscal year, unrestricted fund balance for the general fund was \$1,684,897 or 105% of total general fund expenditures.

Overview of the Financial Statements

This discussion and analysis provided here are intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise of two components: Government-wide financial statements and 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 District's finances, in a manner similar to a private-sector business.

The Statement of Net Position presents information on all the District's assets and liabilities, and deferred inflows/outflows of resources, with the difference between the two reported as Net Position. Over time, increases or decreases in Net Position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The Statement of Activities presents information showing how the government's Net Position changed during the most recent fiscal year. All changes in Net Position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The governmental activity of the District is library services. There are currently no business-type activities of the District and the District discreetly presents several component units, non-profit organizations formed exclusively for the benefit of, to perform the functions of, or to carry out the charitable and educational purposes of the District.

The government-wide financial statements can be found on pages C1 and C2 of this report.

Fund financial statements: A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The District currently has three funds, the General Fund, the Debt Service Fund, and the Capital Reserve Fund, which are governmental fund.

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

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

Notes to the Financial Statements: The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The Notes to the Financial Statements can be found section D of this report.

Government-wide financial analysis: Almost all of the District's revenue was from property taxes (see the Notes to the Financial Statements). Most of the District's assets are reflected in the investment in capital assets (i.e., buildings, books, furniture, fixtures, and equipment). Capital assets account for 60% of the total assets. The District will use these assets to provide services to its citizens. Accordingly, these assets are not an available source for payment of future spending. Of the remaining net position, 3% of the governmental activities annual budget is restricted for use in the event of an emergency.

Basalt Regional Library District's Net Position

	2022	2021
Assets:		
Current and other assets	\$ 5,843,881	\$ 5,686,558
Capital assets	8,778,049	9,031,769
Total Assets	14,621,930	14,718,327
 Liabilities:		
Other liabilities	80,743	60,074
Long-term liabilities	3,301,283	4,095,076
Total Liabilities	3,382,026	4,155,150
 Deferred Inflows of Resources:		
Unavailable revenue	2,497,763	2,490,412
Total Deferred Inflows of Resources	2,497,763	2,490,412
 Net Position:		
Investment in capital assets	5,523,049	5,001,769
Restricted	913,077	873,715
Unrestricted	2,306,015	2,197,281
Total Net Position	\$ 8,742,141	\$ 8,072,765

Approximately 63% of the District's Net Position reflects its investment in capital assets, which includes construction in progress, buildings, equipment, land, vehicles, and books and periodicals. The increase in the District's investment in capital assets is largely due current year depreciation expense being less than capital asset additions and principal payments on debt.

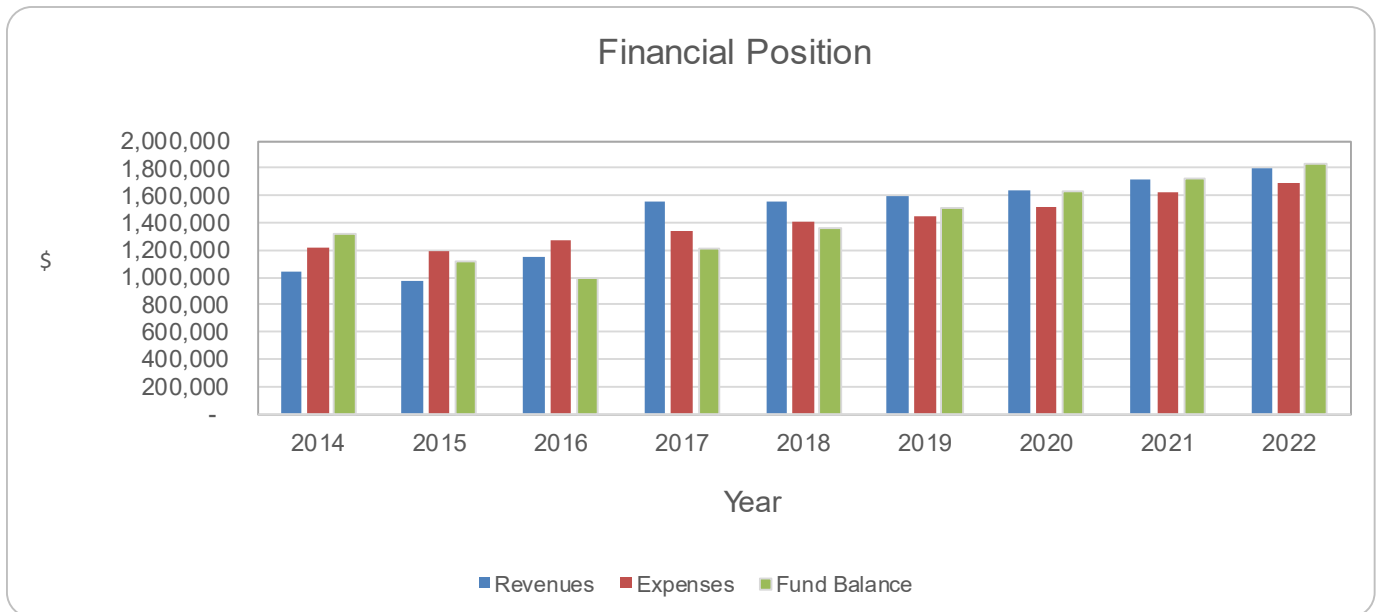
Basalt Regional Library District's Change in Net Position

Revenues:	2022	2021
Program revenues:		
Collection revenue	\$ 9,252	\$ 16,100
General revenues:		
Property taxes	2,479,723	2,534,704
Specific ownership taxes	123,102	119,816
Earnings on investments	65,684	1,547
Operating grants and contributions	65,576	49,903
Other income	1,250	15,644
Total Revenues	2,744,587	2,737,714
 Expenses:		
Personnel services	949,664	940,998
Supplies	112,130	122,610
Operating expenses	144,887	115,820
Contracted services	110,596	120,004
Repairs and maintenance	58,781	32,844
Library programs	71,263	63,346
Treasurer's fee	95,280	98,057
Capital outlay	47,446	16,000
Depreciation and amortization	393,239	387,145
Debt service:		
Interest	91,925	107,873
Total Expenses	2,075,211	2,004,697
Change in Net Position	669,376	733,017
 Net Position:		
Beginning of Year	8,072,765	7,339,748
Ending of Year	\$ 8,742,141	\$ 8,072,765

The increase in net position is mainly attributable to savings of personnel services expenses due to staff shortages. Property taxes were the most significant source of general revenues for the District accounting for approximately 90.3% of revenues. Specific ownership taxes, which consist of vehicle taxes collected at the Counties, were also a significant source of revenue accounting for 4.49% of total revenues.

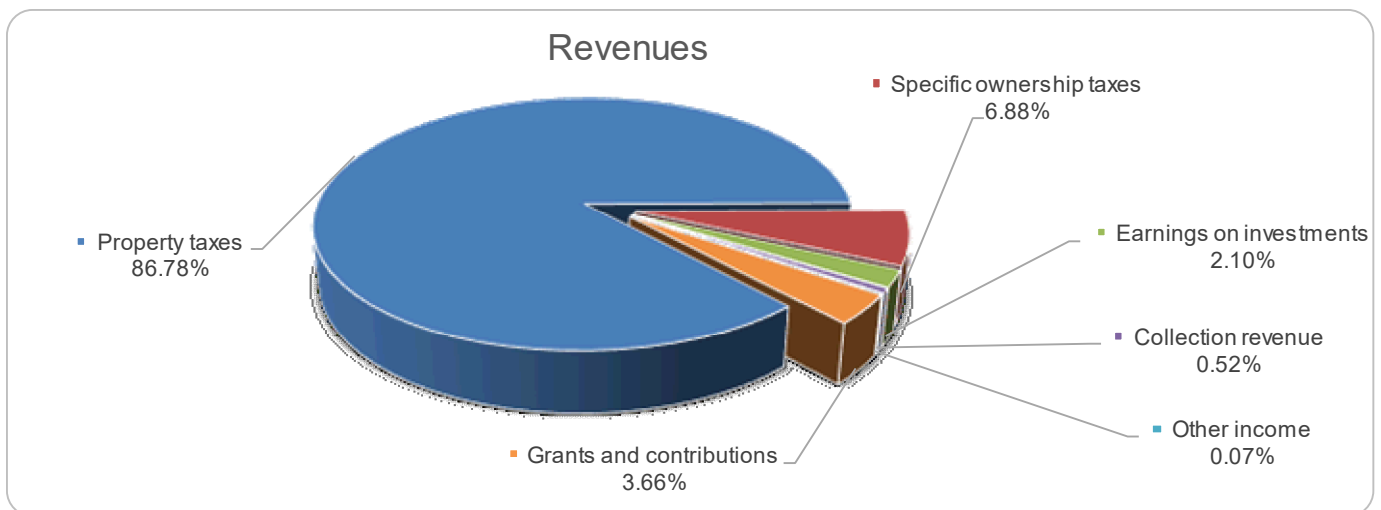
Financial Analysis of the District's Funds

As mentioned earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The District had the following changes in its General Fund for the years 2014 through 2022:



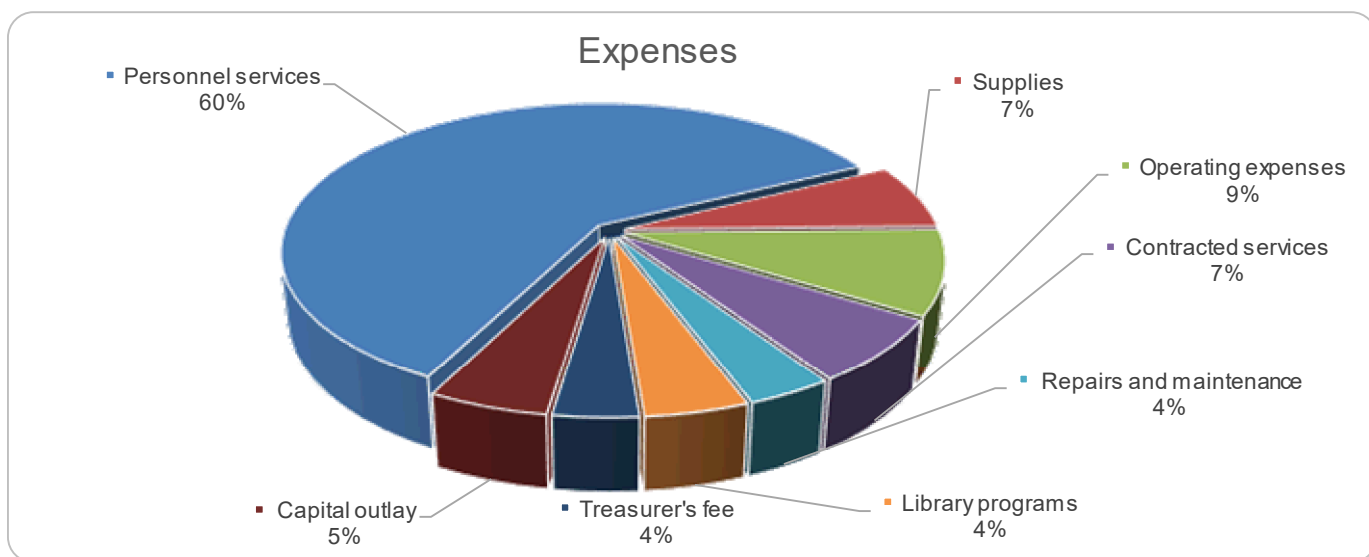
The District's General Fund had a change in fund balance of \$99,673 and an ending fund balance of \$1,828,170. Revenues increased \$69,144 from 2021. This was largely due to increases in property tax revenues and an increase in investment earnings. Expenditures decreased \$12,727 from 2021.

The following chart represents the District's revenues:



Property taxes make up the largest source of revenue for the District.

The following chart represents the District's expenses:



The District's General Fund expenditures and other financing sources decreased 0.8%. Personnel services (wages, retirement, health insurance, etc.) made up the largest source of expenditures for the District.

Budget variances in the General Fund: The District's 2022 budget was approved at the end of 2021. The District did not amend its budget for 2022. Significant budget variances were as follows:

	Final Budget	Actual	Variance From Final Budget	Reason
Revenues:				
Specific ownership taxes	110,000	123,102	13,102	Conservative budgeting
Earnings on investments	1,000	37,579	36,579	Increase in Colotrust yield rates
Expenditures:				
Personnel services	1,121,787	965,552	156,235	Budgeted for full staffing
	29,470	58,781	(29,311)	Unanticipated lighting and heat troubleshooting. Replacement of bulbs and light fixtures throughout library.
Repairs and maintenance				

Capital assets: The District's had a net investment in capital of assets of \$8,778,049 at the end of 2022. Additional information as well as a detailed classification of the District's net capital assets can be found in the Notes to the Financial Statements in section D of this report.

Next year's budget and rates: The District had \$1,828,170 of general fund balance at the end of the current fiscal year. The District's 2023 budget anticipates a beginning general fund balance of \$1,841,229. The 2023 budget also anticipates revenues of \$1,802,016 and expenditures of \$2,567,968.

Request for Information

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Basalt Regional Library District, 99 Midland Avenue, Basalt, CO 81621 or you may call 970-927-4640.



Basic Financial Statements

Basalt Regional Library District
Governmental Funds Balance Sheet / Statement of Net Position
December 31, 2022

	Primary Government					Component Units		
	General Fund	Debt Service Fund	Capital Reserve Fund	Governmental Balance Sheet	Adjustments	Statement of Net Position	Friends of the Library	Basalt Regional Library Trust
Assets:								
Cash and cash equivalents	-	317,497	602,128	919,625	-	919,625	9,546	5,237
Investments	1,842,749	500,824	-	2,343,573	-	2,343,573	-	-
Cash with County Treasurer	8,383	-	-	8,383	-	8,383	-	-
Due (to) from other funds	(16,756)	16,756	-	-	-	-	-	-
Accounts receivable	9,264	-	-	9,264	-	9,264	-	-
Prepaid expenses	65,273	-	-	65,273	-	65,273	-	-
Property taxes receivable	1,568,103	929,660	-	2,497,763	-	2,497,763	-	-
Capital assets, net of depreciation	-	-	-	-	8,778,049	8,778,049	-	-
Total Assets	3,477,016	1,764,737	602,128	5,843,881	8,778,049	14,621,930	9,546	5,237
Liabilities:								
Accounts payable and accrued liabilities	80,743	-	-	80,743	-	80,743	-	-
Accrued interest payable	-	-	-	-	12,898	12,898	-	-
Non-current liabilities:								
Due within one year - bonds payable	-	-	-	-	780,000	780,000	-	-
Due longer than one year - bonds payable	-	-	-	-	2,475,000	2,475,000	-	-
Due longer than one year - compensated absences	-	-	-	-	33,385	33,385	-	-
Total Liabilities	80,743	-	-	80,743	3,301,283	3,382,026	-	-
Deferred Inflows of Resources:								
Unavailable revenue - property taxes	1,568,103	929,660	-	2,497,763	-	2,497,763	-	-
Total Deferred Inflows of Resources	1,568,103	929,660	-	2,497,763	-	2,497,763	-	-
Fund Balance/Net Position:								
Fund Balance:								
Nonspendable	65,273	-	-	65,273				
Restricted for:								
Labor	78,000	-	-	78,000				
Debt service	-	835,077	-	835,077				
Committed for future projects	-	-	602,128	602,128				
Unassigned	1,684,897	-	-	1,684,897				
Total Fund Balance	1,828,170	835,077	602,128	3,265,375				
Total Liabilities, Deferred Inflows of Resources and Fund Balance	3,477,016	1,764,737	602,128	5,843,881				
Net Position:								
Investment in capital assets					5,523,049	-	-	
Restricted for constitutionally required emergency reserve					78,000	-	-	
Restricted for debt service					835,077	-	-	
Unrestricted					2,306,015	9,546	5,237	
Total Net Position					8,742,141	9,546	5,237	

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

Basalt Regional Library District
Statement of Revenues, Expenditures and Changes in Fund Balances / Statement of Activities
For the Year Ended December 31, 2022

	Primary Government					Component Units		
	General Fund	Debt Service Fund	Capital Reserve Fund	Total Governmental Funds	Adjustments	Statement of Activities	Friends of the Library	Basalt Regional Library Trust
Revenues:								
Property taxes								
General operating	1,205,169	-	-	1,205,169	-	1,205,169	-	-
Supplemental	348,618	-	-	348,618	-	348,618	-	-
Debt service	-	925,936	-	925,936	-	925,936	-	-
Subtotal - property taxes	<u>1,553,787</u>	<u>925,936</u>	<u>-</u>	<u>2,479,723</u>	<u>-</u>	<u>2,479,723</u>	<u>-</u>	<u>-</u>
Specific ownership taxes	123,102	-	-	123,102	-	123,102	-	-
Earnings on investments	37,579	16,189	11,916	65,684	-	65,684	-	-
Fines and fees	9,252	-	-	9,252	-	9,252	-	-
Grants and contributions	65,576	-	-	65,576	-	65,576	-	7,050
Other income	1,250	-	-	1,250	-	1,250	4,780	-
Total Revenues	<u>1,790,546</u>	<u>942,125</u>	<u>11,916</u>	<u>2,744,587</u>	<u>-</u>	<u>2,744,587</u>	<u>4,780</u>	<u>7,050</u>
Expenditures/Expenses:								
Personnel services								
Salaries and wages	822,530	-	-	822,530	(15,888)	806,642	-	-
Payroll taxes	63,147	-	-	63,147	-	63,147	-	-
Payroll service	6,178	-	-	6,178	-	6,178	-	-
Retirement contributions	18,444	-	-	18,444	-	18,444	-	-
Wellness / health insurance	55,253	-	-	55,253	-	55,253	-	-
Subtotal - Personnel Services	<u>965,552</u>	<u>-</u>	<u>-</u>	<u>965,552</u>	<u>(15,888)</u>	<u>949,664</u>	<u>-</u>	<u>-</u>
Supplies	112,130	-	-	112,130	-	112,130	-	-
Operating expenses	144,887	-	-	144,887	-	144,887	2,250	1,813
Contracted services	110,596	-	-	110,596	-	110,596	-	-
Repairs and maintenance	58,781	-	-	58,781	-	58,781	-	-
Library programs	71,263	-	-	71,263	-	71,263	-	-
Treasurer's fee	58,348	36,932	-	95,280	-	95,280	-	-
Capital outlay	82,316	-	104,648	186,964	(139,518)	47,446	-	-
Depreciation and amortization	-	-	-	-	393,239	393,239	-	-
Debt service:								
Principal	-	775,000	-	775,000	(775,000)	-	-	-
Interest	-	94,831	-	94,831	(2,906)	91,925	-	-
Total Expenditures/Expenses	<u>1,603,873</u>	<u>906,763</u>	<u>104,648</u>	<u>2,615,284</u>	<u>(540,073)</u>	<u>2,075,211</u>	<u>2,250</u>	<u>1,813</u>
Excess (Deficiency) of Revenues Over Expenditures	186,673	35,362	(92,732)	129,303	540,073	669,376	2,530	5,237
Other Financing Sources (Uses):								
Operating transfer (out) in	(87,000)	-	87,000	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>(87,000)</u>	<u>-</u>	<u>87,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in Fund Balance/Net Position	99,673	35,362	(5,732)	129,303	540,073	669,376	2,530	5,237
Fund Balance/Net Position:								
Beginning of Year	<u>1,728,497</u>	<u>799,715</u>	<u>607,860</u>	<u>3,136,072</u>	<u>-</u>	<u>8,072,765</u>	<u>7,016</u>	<u>-</u>
End of Year	<u>1,828,170</u>	<u>835,077</u>	<u>602,128</u>	<u>3,265,375</u>	<u>-</u>	<u>8,742,141</u>	<u>9,546</u>	<u>5,237</u>

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



Notes to the Basic Financial Statements

Basalt Regional Library District
Notes to the Financial Statements
December 31, 2022

I. Summary of Significant Accounting Policies

The Basalt Regional Library District (the "District"), Basalt, Colorado was incorporated as a special district under Colorado Revised Statutes to provide library services to Basalt and the surrounding areas of Eagle and Pitkin Counties. The District operates under the laws of the State of Colorado and its governed by a Board of Trustees who are appointed jointly by the County Commissioners of Eagle and Pitkin Counties.

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

A. Reporting Entity

The reporting entity consists of the primary government and component units. Component units are legally separate entities that are included in a government's reporting entity because of the significance of their operating or financial relationships with the District. The District's financial statements include the Basalt Regional Library District Foundation, Inc. (the "Foundation"), the Friends of the Library (the "Friends") and the Basalt Regional Library Trust (the "Trust"), which were formed exclusively to carry out the charitable and education functions of the District.

The financial statements are formatted to allow the user to clearly distinguish between the primary government and its component units.

B. Government-wide and Fund Financial Statements

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. Currently, the District has only governmental activities.

1. Government-wide Financial Statements

In the government-wide Statement of Net Position, the governmental activities columns are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's Net Position is reported in three parts - invested in capital assets, net of related debt, restricted Net Position and unrestricted Net Position.

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

Basalt Regional Library District
Notes to the Financial Statements
December 31, 2022
(Continued)

I. Summary of Significant Accounting Policies (continued)

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

2. Fund Financial Statements

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

The fund focus is on current available resources and budget compliance.

The District reports the following major governmental funds:

General Fund - This is the District's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Debt Service Fund - The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs, if any. Main sources of revenues are property and specific ownership taxes.

Capital Reserve Fund - The Capital Reserve Fund is used to account for the accumulation of resources from transfers for approved capital expenditures.

C. Measurement Focus and Basis of Accounting

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

1. Long-term Economic Focus and Accrual Basis

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

2. Current Financial Focus and Modified Accrual Basis

The governmental fund financial statements use the current financial focus and are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are generally recognized when the related liability is incurred. The exception to this general rule is that principal and interest on general long-term debt, if any, is recognized when due.

Basalt Regional Library District
Notes to the Financial Statements
December 31, 2022
(Continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts

1. Cash, Cash Equivalents, and Investments

Cash and cash equivalents are defined as deposits that can be withdrawn at any time without notice or penalty and investments with maturities of three months or less.

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

The District follows Colorado statutes specifying specific investment instruments meeting defined rating criteria in which local governments may invest, which 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
- Banker's acceptances of certain banks
- Commercial paper
- FDIC-Insured Certificates of Deposit
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market mutual funds
- Guaranteed investment contract
- Local government investment pools

2. Receivables

Receivables are reported net of an allowance for uncollectible accounts.

3. Property Taxes

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

4. Prepaid Expenses

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the district-wide and fund financial statements.

Basalt Regional Library District
Notes to the Financial Statements
December 31, 2022
(Continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

5. Capital Assets

Capital assets, which include buildings, equipment, vehicles and infrastructure, are reported in the government-wide financial statements. Capital assets include assets with an individual cost of \$5,000 or more and an estimated useful life in excess of two years. Books and periodicals, although having an individual cost of less than \$5,000, are also considered capital assets. Such assets are recorded at historical cost. Donated capital assets are recorded at estimated fair value at the date of donation.

Books and periodicals are depreciated using the average of the past five years' purchases. Total depreciation expense for the fiscal year ending is \$393,239.

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

Furniture, fixtures and equipment	5 to 10 years
Buildings and improvements	40 years
Books and media	5 years

6. Compensated Absences

The District allows its employees to accumulate paid time off. The liability for compensated absences reported in the government-wide statements consists of unpaid, accumulated annual and sick leave balances. The liability has been calculated at 100%, in which leave amounts for both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included. The District does not limit the amount of paid time off employees can accrue, however payout is limited to a max of 240 hours. The District liability at December 31, 2022 is \$33,385.

7. Deferred Inflows of Resources

Deferred inflows of resources represent an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has only one item that qualifies for reporting in this category, unavailable revenue from property taxes, reported in the governmental balance sheet and on the Statement of Net Position. This amount is deferred and recognized as an inflow of resources in the period that the amount becomes available.

Basalt Regional Library District
Notes to the Financial Statements
December 31, 2022
(Continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

8. Categories and Classification of Fund Balance:

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

E. Fund Balance Disclosure

The District classifies governmental fund balances as follows:

- 1. Non-spendable** - includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual requirements. As of December 31, 2022, \$65,273 was non-spendable.
- 2. Spendable Fund Balance:**
 - a. Restricted** – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation. As of December 31, 2022 \$78,000 was restricted for emergencies and \$835,077 for debt service.
 - b. Committed** – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority which is the Board. The District's original budget legislation begins with combining historical data, assessment of needs for the upcoming year and the Board's platform to review and/or make changes to each department's budget. Before year end, a budgetary committee will meet again with each department for final review and approval of preliminary budget. The Budget is then formally presented to the Board via an advertised public process for their review, revisions and final approval by year end. All subsequent budget requests made during the year, after the Board's approval, must be presented via a public process and again approval by the Board. As of December 31, 2022 \$602,128 was committed for future projects.
 - c. Assigned** – includes spendable fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund Balance may be assigned by the Board or its management designee.

Basalt Regional Library District
Notes to the Financial Statements
December 31, 2022
(Continued)

I. Summary of Significant Accounting Policies (continued)

E. Fund Balance Disclosure

- d. Unassigned** - includes residual positive fund balance within the General Fund which has not been classified within the other above-mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed. As of December 31, 2022, \$1,684,897 was unassigned.

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

The District does not have a formal minimum fund balance policy. However, the District's budget includes a calculation of a targeted reserve positions, and the Administration calculates targets and report them annually to the Board.

II. Reconciliation of Government-wide and Fund Financial Statements

A. Explanation of certain differences between the governmental funds Balance Sheet to Statement of Net Position

The governmental fund Balance Sheet includes adjustments between *fund balance – governmental funds* and *Net Position of governmental activities* as reported in the government-wide Statement of Net Position. One element of the reconciling column accounts for capital assets used in governmental activities that are not financial resources and, therefore, are not reported in the funds. \$8,778,049 represents the book value of capital assets at December 31, 2022. Long-term liabilities of \$3,288,385 are not due and payable in the current period, and therefore are not reported in the fund financial statements. This amount is made up of \$33,385 related to compensated absences, and \$3,255,000 of bonds payable. \$12,898 represents accrued interest due on long-term debt.

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

The governmental fund Statement of Revenues, Expenditures and Changes in Fund Balances includes adjustments between *net change in fund balance of governmental funds* and *changes in Net Position of governmental activities* as reported in the government-wide Statement of Activities. One element of the reconciliation involves the additions of capital assets including books and periodicals of \$82,316, furniture and equipment of \$22,154, building additions of \$9,886, and projects in process at year-end of \$25,163. These items are reported as expenditures in the governmental funds report. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense therefore another reconciling item includes depreciation on fixed assets of \$393,239.

The payments on long-term debt totaled \$775,000 and are expenditures on the governmental funds report. Another element of the reconciliation is the change in accrued interest on long-term debt of \$2,906. The final element of the reconciliation is the change in the accrued compensated absences of \$15,888.

Basalt Regional Library District
Notes to the Financial Statements
December 31, 2022
(Continued)

III. Stewardship, Compliance, and Accountability

A. Budgetary Information

Budgets are adopted on a basis consistent with U.S. generally accepted accounting principles. Annual appropriations are adopted for all funds. Expenditures may not legally exceed appropriations at the fund level. All appropriations lapse at year end. In the fall of each year, the District's Board of Trustees formally adopts a budget with appropriations by fund for the ensuing year pursuant to the Colorado Local Budget Law. The budget for the governmental funds are adopted on a basis consistent with U.S. generally accepted accounting principles (GAAP).

- (1) For the 2022 budget, prior to August 25, the County Assessor sent to the District a certified assessed valuation of all taxable property within the District's boundaries.
- (2) On or before October 15, 2021, the Director submitted to the District's Board of Trustees a recommended budget that detailed the necessary property taxes needed along with other available revenues to meet the District's operating requirements.
- (3) For the 2021 budget, prior to December 15, 2021, the District computed and certified to the County Commissioners a rate of levy that will derive the necessary property taxes as computed in the proposed budget.
- (4) After a required public hearing, the District adopted the proposed budget and an appropriating resolution that legally appropriated expenditures for the upcoming year.
- (5) After adoption of the budget resolution, the District may make the following changes: (a) supplemental appropriations to the extent of revenues in excess of the estimated in the budget; (b) emergency appropriations; and (c) reduction of appropriations for which originally estimated revenues are insufficient.

Taxes levied in one year are collected in the succeeding year. Thus taxes certified in 2021 were collected in 2022 and taxes certified in 2022 will be collected in 2023. Taxes are due on January 1st in the year of collection; however, they may be paid in either one installment (no later than April 30th) or two equal installments (not later than February 28th and June 15th) without interest or penalty. Taxes that are not paid within the prescribed time bear interest at the rate of one percent (1%) per month until paid. Unpaid amounts and the accrued interest thereon become delinquent on June 15th.

B. TABOR Amendment

Colorado voters passed an amendment to the State Constitution, Article X, Section 20 ("TABOR"), which has several limitations, including raising revenue, spending abilities, and other specific requirements of state and local governments. The amendment is complex and subject to judicial interpretation. The District believes it is in compliance with the requirements of the amendment.

Basalt Regional Library District
Notes to the Financial Statements
December 31, 2022
(Continued)

III. Stewardship, Compliance, and Accountability (continued)

B. TABOR Amendment (continued)

One of the requirements of TABOR is for emergency reserves to be used for declared emergencies only. Emergencies, as defined by TABOR, exclude economic conditions, revenue shortfalls, or salary or fringe benefit increases. These reserves are required to be 3% or more of fiscal year revenue (excluding bonded debt service). The District has reserved a portion of its December 31, 2022 year end fund balance in the General Fund for emergencies as required under TABOR in the amount of \$78,000, which is the approximate required reserve at December 31, 2022.

On November 2, 2004, the District's electorate approved the following ballot question:

"Shall Basalt Regional Library District taxes be increased up to \$394,000 annually (for collection in calendar year 2005) and by such additional amounts raised annually thereafter by an ad valorem property tax mill levy imposed for District operations and maintenance at a rate of 1.14 mills (making the District's total mill levy for operations and maintenance 2.06 mills) to pay the costs of District operations and maintenance; and shall the revenue from such taxes constitute permanent voter-approved revenue changes within the meaning of Article X, Section 20 of the Colorado Constitution and an exception to the limitations set forth in Section 29-1-301 of the Colorado Revised Statutes?"

On November 7, 2006, the District's electorate approved the following ballot questions:

"Shall Basalt Library District taxes be increased up to \$175,000, annually (for collection in calendar year 2008) and by such additional amounts raised annually thereafter by an ad valorem property tax mill levy imposed at a rate of up to .55 mills for the costs associated with the operation of the new regional library facility including but not limited to replacement and upkeep of library furnishings and equipment, utilities, books and other library materials and support of library programs and services for the patrons, which increase shall be in addition to the mill levy currently imposed by the District; and shall the revenue from such taxes constitute permanent voter- approved revenue changes within the meaning of Article X, Section 20 of the Colorado Constitution and an exception to the limitations set forth in Section 29-1-3-01 of the Colorado Revised Statues."

"Shall Basalt Regional Library District debt be increased up to \$11,000,000 with a maximum repayment cost of up to \$17,943,600 and shall District taxes be increased up to \$931,000 annually for the purpose of: Purchasing Land within the town of Basalt and the constructing and equipping a new regional library facility. Such Debt to consist of the issuance and payment of general obligation bonds, which shall bear interest at a maximum net effective interest rate not to exceed 5.50% per annum and be issued dated and sold at such time or times, at such prices (at, above or below par) and in such manner and containing such terms, not inconsistent here within, as the board of trustees may determine; shall ad valorem property taxes be levied in any year, without limitation as to rate or amount, to pay the principal of, premium if any, and interest on such bonds as the same become due, which property tax levy shall not extend beyond the year in which the bonds are paid in full; and shall any earnings on the investment of the revenues from such taxes and on any proceeds of such bonds (regardless of amount) constitute a voter-approved revenue change within the meaning of Article X, Section 20 of the Colorado Constitution?"

Basalt Regional Library District
Notes to the Financial Statements
December 31, 2022
(Continued)

III. Stewardship, Compliance, and Accountability (continued)

B. TABOR Amendment (continued)

On November 1, 2016, the District electorate approved the following ballot question:

Shall Basalt Regional Library District Taxes be increased \$350,000 annually for a limited seven-year period (with such voter authorization to expire after tax collection year 2023), through a tax levy imposed at a rate sufficient to produce the amount stated above, which taxes shall be used for the purpose of sustaining and maintaining District operations and services, and building reserves for scheduled capital maintenance?"

IV. Detailed Notes on All Funds

A. Cash, Cash Equivalents, and Investments

The District's cash, cash equivalents and investments are entirely covered by federal depository insurance ("FDIC") or by collateral held under Colorado's Public Deposit Protection Act ("PDPA"). The FDIC insures the first \$250,000 of the District's deposits at each financial institution. Deposit balances over \$250,000 are collateralized as required by PDPA. As of year-end, the carrying amount of the District's cash, cash equivalents and investments was \$919,625.

At December 31, 2022, the District had no unrealized gains or losses. The District had the following cash, cash equivalents and investments with the following maturities:

	Rating	Carrying Amounts	Maturities	
			Less than one year	One to five years
Primary Government:				
<i>Cash and cash equivalents:</i>				
Checking	Not Rated	\$ 919,625	\$ -	\$ -
<i>Investment pool</i>	AAAm	2,343,573	-	-
		<u>\$ 3,263,198</u>		
Component Unit:				
<i>Cash and cash equivalents:</i>				
Checking	Not Rated	\$ 14,783	\$ -	\$ -
		<u>\$ 14,783</u>		

The Investment Pool represents investments in the Colorado Government Liquid Asset Trust ("COLOTRUST") which is a 2a7-like pool. The fair value of the pool is determined by the pool's share price. The District has no regulatory oversight for the pool.

Basalt Regional Library District
Notes to the Financial Statements
December 31, 2022
(Continued)

IV. Detailed Notes on All Funds (continued)

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

Fair Value of Investments

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

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

At December 31, 2022 the District had the following recurring fair value measurements:

Primary Government:

Investments Measured at Net Asset Value

Colotrust investment pool	\$ 2,343,573
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Investments classified in Level 1 are valued using prices quoted in active markets for those securities. Investments classified in Level 2 are valued using the following approaches

- U.S. Treasuries, U.S. Agencies, and Commercial Paper: quoted prices for identical securities in markets that are not active;
- Repurchase Agreements, Negotiable Certificates of Deposit, and Collateralized Debt Obligations: matrix pricing based on the securities' relationship to benchmark quoted prices;
- Money Market, Bond, and Equity Mutual Funds: published fair value per share (unit) for each fund.

The fair value of the COLOTRUST investment pool is determined by the pool's share price. The District has no regulatory oversight for the pool. At December 31 2022, the District's cash in COLOTRUST were 72% of the District's portfolio.

Interest Rate Risk. As a means of limiting its exposure to interest rate risk, the District has invested primarily in COLOTRUST. Funds in COLOTRUST can be withdrawn without notice or penalty.

Credit Risk. The District's investment policy limits investments to those authorized by State statutes as listed in note I.D.1. The District's general investment policy is to apply the prudent-person rule: investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments.

Concentration of Credit Risk. The District diversifies its investments by security type and institution. Financial institutions holding District funds must provide the District a copy of the certificate from the Banking Authority that states that the institution is an eligible public depository.

Basalt Regional Library District
Notes to the Financial Statements
December 31, 2022
(Continued)

IV. Detailed Notes on All Funds (continued)

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

Custodial Credit Risk: At December 31, 2022, the District had invested \$2,343,573 in the Colorado Local Government Liquid Asset Trust (the "Trust"), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commission administers and enforces all State statutes governing the Trust. The Trust operates similarly to a money market fund and each share is equal in value to \$1. The Trust offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+. The District holds all funds in COLOTRUST PLUS+. COLOTRUST PLUS+ can invest in U.S. Treasury, government agencies, and in the highest-rate commercial paper. A designated custodial bank serves as custodian for the Trust's portfolios pursuant to a custodian agreement. The custodian acts as a safekeeping agent for the Trust's investment portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by the Trust. The Trust is rated AAAM by Standard and Poor's and is measured at net asset value. There are no unfunded commitments, the redemption frequency is daily and there is no redemption notice period.

B. Capital Assets

The District had the following capital asset changes during the past year:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Construction in progress	\$ -	\$ 25,163	\$ -	\$ 25,163
Land	1,319,613	-	-	1,319,613
Total capital assets not being depreciated	<u>1,319,613</u>	<u>25,163</u>	<u>-</u>	<u>1,344,776</u>
Capital assets, being depreciated:				
Building	10,770,172	9,886	-	10,780,058
Furniture and equipment	317,222	22,154	-	339,376
Books and audio visual devices	553,193	82,316	-	635,509
Total capital assets being depreciated	<u>11,640,587</u>	<u>114,356</u>	<u>-</u>	<u>11,754,943</u>
Less accumulated depreciation for:				
Buildings	(3,292,636)	(275,361)	-	(3,567,997)
Furniture and equipment	(291,411)	(13,782)	-	(305,193)
Books and audio visual devices	(344,384)	(104,096)	-	(448,480)
Total accumulated depreciation	<u>(3,928,431)</u>	<u>(393,239)</u>	<u>-</u>	<u>(4,321,670)</u>
Governmental Activities Capital Assets, Net	<u>\$ 9,031,769</u>	<u>\$ (253,720)</u>	<u>\$ -</u>	<u>\$ 8,778,049</u>

Basalt Regional Library District
Notes to the Financial Statements
December 31, 2022
(Continued)

IV. Detailed Notes on All Funds (continued)

C. Long-Term Debt

1. Refunding General Obligation Debt – Series 2012

In October of 2012, the District issued \$7,790,000 of General Obligation Bonds, Series 2012 for the advance refunding of the Series 2006 bonds on November 1, 2016. The interest rate for Series 2012 debt ranges from 2% to 2.5%. The Bond interest payments are payable semiannually on May 1 and November 1 of each year, commencing May 1, 2013 through November 1, 2026. The Bond principal payments are payable annually on November 1 of each year, commencing November 1, 2016 through November 1, 2016.

2. Schedule of Debt Service Requirements

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
2023	\$ 780,000	\$ 77,394	\$ 857,394
2024	800,000	59,844	859,844
2025	825,000	40,844	865,844
2026	850,000	21,250	871,250
Total	<u>\$ 3,255,000</u>	<u>\$ 199,332</u>	<u>\$ 3,454,332</u>

3. Changes in Long-term Obligations

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due within one year</u>
Series 2012 G.O. Bonds	\$ 4,030,000	\$ -	\$ (775,000)	\$ 3,255,000	\$ 780,000
Accrued Comp. Absences	49,273	-	(15,888)	33,385	-
	<u>\$ 4,079,273</u>	<u>\$ -</u>	<u>\$ (790,888)</u>	<u>\$ 3,288,385</u>	<u>\$ 780,000</u>

The Series 2012 General Obligation Bonds are serviced by the debt service fund. The compensated absences liabilities will be paid from the general fund as payments become due.

4. Debt Requirements

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

D. Interfund Transactions

The District had the following transfers during the year ended December 31, 2022:

	<u>In</u>	<u>(Out)</u>
General Fund	\$ -	\$ (87,000)
Capital Reserve Fund	87,000	-
Total	<u>\$ 87,000</u>	<u>\$ (87,000)</u>

The transfer was made from the General Fund to the Capital Reserve fund for future capital outlays.

Basalt Regional Library District
Notes to the Financial Statements
December 31, 2022
(Continued)

IV. Detailed Notes on All Funds (continued)

D. Interfund Transactions (continued)

The District had an interfund payable from the general fund to the debt service fund of \$16,756 resulting from the use of pooled cash.

V. Other Information

A. Risk Management

1. Colorado Special District Property and Liability Pool

The District is insured for such risks as a member of the Colorado Special Districts Property and Liability Pool ("Pool"). Additionally, the District is afforded certain protection under the Colorado Governmental Immunity Act which limits the District's liability in certain situations to \$387,000 per person and \$1,093,000 per occurrence. The Pool is an organization created by intergovernmental agreement to provide property and general liability, automobile physical damage and liability, public officials liability and boiler and machinery coverage to its members. The Pool provides coverage for property claims up to the values declared and liability coverage for claims up to \$1,000,000. Settled claims have not exceeded this coverage in any of the past three fiscal years.

The District pays annual premiums to the Pool for liability, property and public official's coverage. In the event aggregated losses incurred by the Pool exceed amounts recoverable from reinsurance contracts and funds accumulated by the Pool, the Pool may require additional contributions from the Pool members. Any excess funds which the Pool determines are not needed for purposes of the Pool may be returned to the members pursuant to a distribution formula.

A summary of audited statutory basis financial information for the Pool as of and for the year ended December 31, 2021 (the latest audited information available) is available here: <https://csdpool.org/financials>

2. Other Risks

The District carried commercial insurance for all other risks of loss not addressed above, including worker's compensation and employee health and accident insurance. Any settled claims are not expected to exceed the commercial insurance coverage.

B. Employee Benefit Plans

1. Retirement Savings Plan - IRC 401(a)

Effective June of 2005, the employees of the District were eligible to enter into a defined contribution plan through TIAA CREFF, a retirement fund administrator. The district will match up to 5% of the employee's contributions under the plan. Total contributions made by the District was \$18,444 in 2022.



Required Supplemental Information

Basalt Regional Library District
Schedule of Revenues, Expenditure and Changes in Fund Balances - Budget to Actual
General Fund
For the Year Ended December 31, 2022
(With Comparative Actual Amounts for 2021)

	2022		Final Budget Variance Positive (Negative)	2021
	Original and Final Budget	Actual Amounts		Actual Amounts
Revenues:				
Property taxes - General operating	1,214,004	1,205,169	(8,835)	1,168,626
Property taxes - Supplemental	350,000	348,618	(1,382)	350,278
Specific ownership taxes	110,000	123,102	13,102	119,816
Earnings on investments	1,000	37,579	36,579	1,035
Fines and fees	7,530	9,252	1,722	16,100
Grants and contributions	43,500	65,576	22,076	49,903
Other income	5,000	1,250	(3,750)	15,644
	Total Revenues	1,731,034	59,512	1,721,402
Expenditures:				
Personnel services:				
Salaries and wages	945,318	822,530	122,788	791,375
Payroll taxes	76,369	63,147	13,222	59,366
Payroll service	7,500	6,178	1,322	6,232
Retirement contributions	16,000	18,444	(2,444)	14,483
Wellness / health insurance	75,600	55,253	20,347	71,828
COVID - Weekly testing	1,000	-	1,000	-
Subtotal - Personnel Services	1,121,787	965,552	156,235	943,284
Supplies	125,500	112,130	13,370	122,610
Operating expenses	128,101	144,887	(16,786)	115,820
Contracted services	119,395	110,596	8,799	120,004
Repairs and maintenance	29,470	58,781	(29,311)	32,844
Library programs	60,940	71,263	(10,323)	63,346
Treasurer's fee	66,439	58,348	8,091	54,344
Capital outlay	99,400	82,316	17,084	77,348
	Total Expenditures	1,603,873	147,159	1,529,600
Excess (Deficiency) of Revenues Over (Under) Expenditures	(19,998)	186,673	206,671	191,802
Other Financing (Uses):				
Operating transfer (out) in	(87,000)	(87,000)	-	(87,000)
Total Other Financing (Uses)	(87,000)	(87,000)	-	(87,000)
Change in Net Position	(106,998)	99,673	206,671	104,802
Net Position - Beginning of Year	1,597,115	1,728,497	131,382	1,623,695
Net Position - Ending of Year	1,490,117	1,828,170	338,053	1,728,497



Supplemental Information

Basalt Regional Library District
Schedule of Revenues, Expenditure and Changes in Fund Balances - Budget to Actual
Debt Service Fund
For the Year Ended December 31, 2022
(With Comparative Actual Amounts for 2021)

	<u>2022</u>		Final Budget Variance Positive (Negative)	<u>2021</u>
	Original and Final Budget	Actual Amounts		Actual Amounts
Revenues:				
Property taxes - Debt service	928,359	925,936	(2,423)	1,015,800
Earnings on investments	500	16,189	15,689	222
Total Revenues	<u>928,859</u>	<u>942,125</u>	<u>13,266</u>	<u>1,016,022</u>
Expenditures:				
Treasurer's fee	35,563	36,932	(1,369)	43,713
Total Expenditures	<u>35,563</u>	<u>36,932</u>	<u>(1,369)</u>	<u>43,713</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	893,296	905,193	11,897	972,309
Other Financing (Uses):				
Debt principal payments	(775,000)	(775,000)	-	(760,000)
Interest expense	(94,831)	(94,831)	-	(110,031)
Total Other Financing (Uses)	<u>(869,831)</u>	<u>(869,831)</u>	<u>-</u>	<u>(870,031)</u>
Change in Fund Balance - Budget Basis	23,465	35,362	11,897	102,278
Fund Balance - Beginning of Year	<u>602,648</u>	<u>799,715</u>	<u>197,067</u>	<u>697,437</u>
Fund Balance - Ending of Year	<u><u>626,113</u></u>	<u><u>835,077</u></u>	<u><u>208,964</u></u>	<u><u>799,715</u></u>

Basalt Regional Library District
Schedule of Revenues, Expenditure and Changes in Fund Balances - Budget to Actual
Capital Reserve Fund
For the Year Ended December 31, 2022
(With Comparative Actual Amounts for 2021)

	2022		Final Budget Variance Positive (Negative)	2021
	Original and Final Budget	Actual Amounts		Actual Actual
Revenues:				
Earnings on investments	300	11,916	11,616	290
Total Revenues	300	11,916	11,616	290
Expenditures:				
Capital outlay	115,500	104,648	10,852	16,000
Total Expenditures	115,500	104,648	10,852	16,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	(115,200)	(92,732)	22,468	(15,710)
Other Financing (Uses):				
Operating transfer (out) in	87,000	87,000	-	87,000
Total Other Financing (Uses)	87,000	87,000	-	87,000
Change in Net Position	(28,200)	(5,732)	22,468	71,290
Net Position - Beginning of Year	656,181	607,860	(48,321)	536,570
Net Position - Ending of Year	627,981	602,128	(25,853)	607,860