

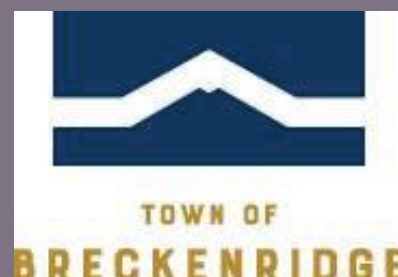
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Annual Comprehensive Financial Report

For the year ended December 31, 2022



***Watson roundabout-** The Town of Breckenridge is constantly working to improve traffic, most recently by constructing a new multi-lane roundabout at the intersection of Park Ave and Watson Ave as the previous intersection was not meeting traffic demand. This improved safety and traffic flow in that area.*



Town of Breckenridge, Colorado

Town of Breckenridge, Colorado

**Annual Comprehensive
Financial Report**

Year Ended December 31, 2022

Prepared By:

Finance Department

Town of Breckenridge, Colorado

Table of Contents December 31, 2022

Introductory Section

List of Principal Officials	7
Letter of Transmittal	8
Certificate of Achievement	12
Organization Chart	13

Financial Section

Independent Auditor's Report	15
------------------------------------	----

Management's Discussion and Analysis	18
--	----

Basic Financial Statements

Government-wide Financial Statements

Statement of Net Position	27
Statement of Activities	28

Governmental Funds

Balance Sheet	29
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	30
Statement of Revenues, Expenditures and Changes in Fund Balances	31
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	32

Proprietary Funds

Statement of Net Position	33
Statement of Revenues, Expenses and Changes in Net Position	34
Statement of Cash Flows	35

Notes to Financial Statements	36
-------------------------------------	----

Required Supplementary Information

Budgetary Comparison Schedule - General Fund	69
Budgetary Comparison Schedule - Affordable Housing Fund	72
Schedule of Changes in the Total OPEB Liability and Related Ratios - Last Ten Years	73

Notes to Required Supplementary Information	74
---	----

Supplementary Information

Combining Schedules - Nonmajor Governmental Funds

Combining Balance Sheet	76
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	77

Town of Breckenridge, Colorado

Table of Contents December 31, 2022 (Continued)

Financial Section (Continued)

Supplementary Schedules (Continued)

Budgetary Comparison Schedules - Nonmajor Governmental Funds

Open Space Acquisition Fund	78
Marketing Fund	79
Conversation Trust Fund	80
Accommodation Unit Compliance Fund	81

Budgetary Comparison Schedules - Capital Projects Fund

Capital Projects Fund	82
-----------------------------	----

Combining Schedules – Nonmajor Proprietary Funds

Combining Statement of Net Position	83
Combining Statement of Revenues, Expenditures and Changes in Net Position	84
Combining Statement of Cash Flows	85

Budgetary Comparison Schedules - Enterprises Funds

Utility Fund	86
Golf Course Fund	87
Cemetery Fund	88

Combining Schedules - Internal Service Funds

Combining Statement of Net Position	89
Combining Statement of Revenues, Expenditures and Changes in Net Position	90
Combining Statement of Cash Flows	91

Budgetary Comparison Schedules - Internal Service Funds

Garage Services Fund	92
Information Technology Fund	93
Facility Maintenance Fund	94
Health Benefits Fund	95

Statistical Section

Table of Contents	97
-------------------------	----

Financial Trends

Net Position by Component	98
Changes in Net Position	99
Fund Balances of Government Funds	101
Changes in Fund Balances, Government Funds	102

(Continued)

Town of Breckenridge, Colorado

Table of Contents December 31, 2022 (Continued)

Statistical Section (Continued)

Revenue Capacity

Assessed Value and Actual Value of Taxable Property	103
Property Tax Rates - All Direct and Overlapping Governments	104
Top Ten Principal Property Tax Payers	105
Taxable Sales and Sales Tax Collections by Category	106
Direct and Overlapping Sales Tax Rates	107
Property Tax Levies and Collections	108

Debt Capacity

Ratios of Outstanding Debt by Type	109
Ratios of General Bonded Debt Outstanding	110
Computation of Direct and Overlapping General Obligation Debt	111
Legal Debt Margin Information	112
Pledge Revenue Coverage	113

Demographic and Economic Information

Demographic and Economic Statistics	114
Principal Employers	115
Town Government Employees by Department	116

Operating Information

Operating Indicators by Function/Program	117
Capital Asset Indicators by Function/Program	118

State Compliance

Local Highway Finance Report	120
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Introductory Section

TOWN OF BRECKENRIDGE, COLORADO

LIST OF PRINCIPAL OFFICIALS

TOWN COUNCIL

Eric Mamula, Mayor

Kelly Owens, Mayor Pro Tem

Jeffrey Bergeron

Dick Carleton

Jay Beckerman

Todd Rankin

Carol Saade

TOWN STAFF

Rick Holman – Town Manager

Shannon Haynes – Deputy Town Manager

Kirsten Crawford – Town Attorney

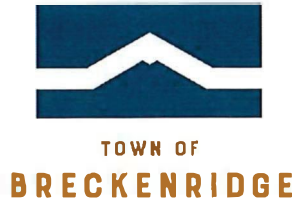
Mark Truckey – Community Development Director

James Phelps – Public Works Director

Dave Byrd – Finance Director

Jim Baird – Chief of Police

Scott Reid – Recreation Director



July 25, 2023

To the Honorable Mayor, Members of the Town Council, and the Citizens of the Town of Breckenridge:

Formal Transmittal of the Annual Comprehensive Financial Report

The comprehensive annual financial report of the Town of Breckenridge for the fiscal year ended December 31, 2022, is hereby submitted. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the Town. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the Town. Disclosures necessary to enable the reader to gain an understanding of the Town's financial activities have been included.

The Town provides a full range of services including police protection, cultural and recreational facilities, events, open space acquisition, public transportation, construction and maintenance of streets & infrastructure, affordable housing, and water service. This letter of transmittal is designed to complement Management's Discussion and Analysis, which can be found in the Financial Section of this report.

Profile of the Government

The Town of Breckenridge is a municipal corporation duly organized and existing under the laws of the State of Colorado. By vote of the electorate, the Town of Breckenridge adopted a charter pursuant to Article XX of the Constitution of the State of Colorado, creating a home-rule municipality.

The Town operates under the council-manager form of government. The Town Council, an elected body consisting of a mayor and six council members, is responsible for creating policy, including ordinances, resolutions, budget adoption and appointment of the Town Manager. The Town Manager is the Chief Administrative Officer and is responsible for carrying out the Council's policies and overseeing day-to-day operations. The Town of Breckenridge is located in Summit County, 86 miles west of Denver at 9,603 feet above sea level.

Information Useful in Assessing the Government's Economic Condition

Economic Condition and Outlook.

2022 financials reflect the continued strong economic turnaround after the impact of the COVID-19 pandemic on the tourism sector in 2020. While the Town took a conservative approach to the 2022 Budget, the Town found itself in a significantly better position than anticipated for the entire year of 2022 as tourism rebounded along with a strong year for Real Estate investment. 2022 sales tax figures portray a resilient economy across all sectors.

As Town management relies on a conservative projection philosophy, revenue growth was much higher for 2022 than originally budgeted. This philosophy ensures sufficient reserves, in the case of another shift in the economy. The Town, as a result, has implemented investments in Town departments and capital projects that were deferred in 2020. These projects will continue into 2023 and beyond based upon the approved 2023 Budget.

2022 had a strong year for Real Estate Transfer Taxes although there was a 37% reduction from 2021's record year. The Town recorded \$6.9M in revenue vs a budget of \$6M. The Town expects continued

decline in 2023 based upon the increase in mortgage rates and inflation pressure.

Financial Information.

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

Budgetary Controls.

The objective of budgetary controls is to ensure compliance with legal provisions in the annual appropriated budget approved by the Town Council. Expenditures may not legally exceed appropriations at the Fund level. In the event changes occur during the year, budget appropriations will be present to Town Council for approval.

Primary responsibility for fiscal analysis of the budget to actual cash flows and overall program fiscal standing rests with the operating departments along with support from Finance.

Debt Administration.

2022 COP funding supported \$19.5M for the Justice Center apartments. This project will deliver 52 apartments which will assist in providing Work Force Housing. This project will be completed in early 2024.

Required debt covenants are currently being met. Notes to the financial statements provide additional detailed information about the specific debt issues and repayment terms. In addition, the statistical section of the Annual Comprehensive Financial Report includes information relating to general bonded debt to assessed valuation and the amount of general bonded debt per capita, which can be useful indicators of the Town's debt position for the Town's management, citizens and investors.

The Past Year.

The Town of Breckenridge exemplifies exceptional values and philosophies. The Town has successfully transitioned out of the COVID-19 pandemic and has been able to provide staffing and services to the citizens and tourists of Breckenridge. The Town also launched the core values program focusing on Community, Adaptability, Integrity, Communication, and Innovation. All the departments focus on practicing these values while working both internally and externally.

In addition, the Town has continued to focus initiatives including Sustainability, Affordable Housing, Utility improvements, Parking, and Infrastructure, and hiring employees necessary to support all these efforts.

Looking Forward.

The Town is looking forward to new opportunities and meeting the challenges of 2023. The Town started off the year on a very strong note, and has continued the Community and Council Goals, which include the following:

- Goal 1: More boots and bikes, less cars
- Goal 2: Leading environmental stewardship
- Goal 3: Deliver a balanced year-round economy
- Goal 4: Hometown feel and authentic character

Other goal-specific accomplishments include:

- Additional housing units have or will be added to the current inventory, including the Alta Verde I: eighty (80) unit apartment project, completion of Block 11 Apartments: twenty- seven (27) units, Alta Verde II: one hundred and seventy-two (172) unit apartments, and the Justice Center: fifty-two (52) unit apartments, along with continued programs for deed-restricted buy-down units and deed-restriction acquisitions through Housing Helps. The targeted completion for the projects listed above is 2024/2025. In addition, future projects are in the pipeline to continue to address housing needs

including Stables Village, Block 11 Homes, and the redevelopment of the Wayside Inn/LOGE. These projects will provide single family housing along with duplexes, townhomes, and efficiency units for the workforce of Summit County.

Housing Crisis.

Workforce Housing is an issue in many communities throughout Colorado and is especially critical in resort communities.

The housing shortage was exacerbated by the pandemic, resulting in individuals leaving the county and the workforce shortage has impacted many businesses in the community. Post pandemic, the real estate market skyrocketed due to limited housing supply and unprecedented demand further stressing the local housing market. There are currently approximately 1,200 deed restricted units. Despite increases to wages we estimate that Countywide the housing available to local workforce is approximately 2,000 units short of the housing needed to meet the demands of the local workforce. The goal of the Breckenridge Housing Program is to house approximately 50% of the Breckenridge workforce in the Upper Blue Basin. In February of 2022, the Town Council committed to a 5 Year Blueprint to add almost 1,000 additional units over the next 5 years.

Independent Audit.

State statutes and the Town Charter require an annual audit by independent certified public accountants. The Town has engaged Hinkle & Company to complete the 2022 Single Audit and Financial Audit. The Town has been able to complete the audit by June 2023. This falls within the Town Charter and the State of Colorado requirements. In addition to meeting the requirements set forth in state statutes, the audit was also designed to meet the requirements of GASB Statement No. 34, Basic Financial Statements-and Management's Discussion and Analysis for State and Local Governments.

The goal of the independent audit was to provide reasonable assurance that the financial statements of the Town of Breckenridge for the fiscal year ended December 31, 2022, are free of material misstatement. The independent audit involved examining on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the Town of Breckenridge's financial statements for the fiscal year ended December 31, 2022, are fairly presented in conformity with GAAP.

The Independent Auditor's Report is presented as the first component of the financial section of this report. The report covers the financial statements of the governmental activities, business-type activities, and each major fund, collectively comprising the Town's basic financial statements.

Awards and Acknowledgements.

Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of Breckenridge for its annual comprehensive financial report for the fiscal year ended December 31, 2021. This was the 10th consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

The preparation and completion of this financial report could not have been accomplished without the efforts of the finance staff and other Town Departments. A special thanks is extended to all members of the independent certified public accounting firm for their able assistance and for the professional manner in which they have accomplished this assignment. I also would like to thank the Mayor and Town Council for their interest and support in planning and conducting the financial operations of the Town in a fiscally responsible and progressive manner.

Respectfully submitted,



Rick Holman
Town Manager



Dave Byrd, CPA
Director of Finance



The Government Finance Officers Association of
the United States and Canada

presents this

AWARD OF FINANCIAL REPORTING ACHIEVEMENT

to

Finance Department
Town of Breckenridge, Colorado

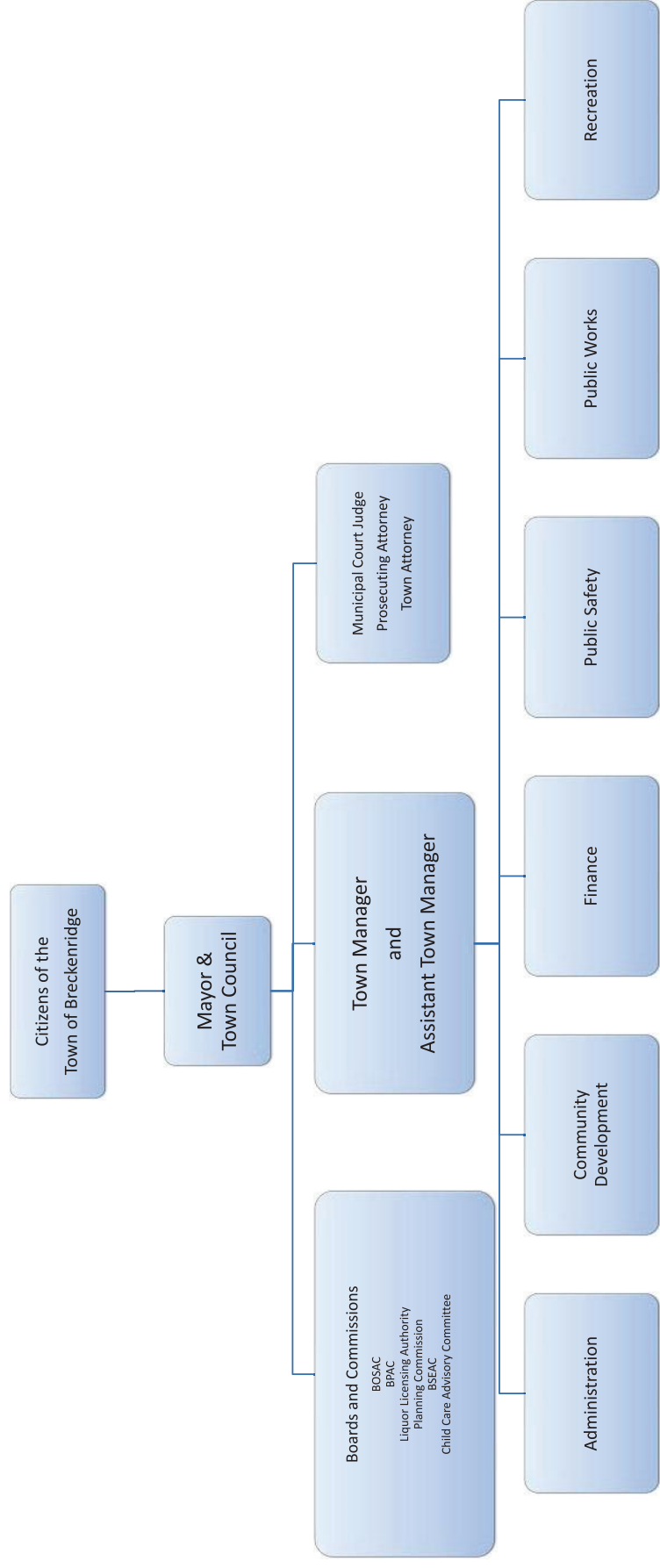


The Award of Financial Reporting Achievement is presented by the Government Finance Officers Association to the department or individual designated as instrumental in the government unit achieving a Certificate of Achievement for Excellence in Financial Reporting. A Certificate of Achievement is presented to those government units whose annual financial reports are judged to adhere to program standards and represents the highest award in government financial reporting.

Executive Director

Christopher P. Morill

Date: 6/20/2023



Financial Section



**HINKLE &
COMPANY**
Strategic ^{PC}
Business Advisors

Independent Auditor's Report

Honorable Mayor and Members of the Town Council
Town of Breckenridge, Colorado
Breckenridge, Colorado

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, and each major fund of the Town of Breckenridge, Colorado (the Town), as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, and each major fund of the Town, as of December 31, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

The Town's 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.

Office Locations:

Colorado Springs, CO
Denver, CO
Tulsa, OK

Denver Office:

750 W. Hampden Avenue
Suite 400
Englewood,
Colorado 80110
TEL: 303.796.1000
FAX: 303.796.1001
www.HinkleCPAs.com

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town's ability to continue as a going concern for one year after the date that the financial statements are issued including any currently known information that may rise 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 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 GAAS, we:

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

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



Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information 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.

Other Information

Management is responsible for the other information included in the Supplementary Information and the local highway finance report, as listed in the table of contents. The other information comprises the Supplementary Information and the local highway finance report but does not include the financial statements and our auditor's report thereon. Our opinions on the financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Hick & Company, PC

Englewood, Colorado
July 25, 2023



This section of the Town of Breckenridge's financial statements provides a narrative overview and analysis of the financial activities of the Town for the fiscal year ended December 31, 2022. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal at the front of this report and the Town's financial statements which follow within this section, as well as the accompanying statistical information, and state compliance sections.

I. FINANCIAL HIGHLIGHTS

- The Town of Breckenridge remains in a financially sound condition. The Town's increase in net position and continued investments in infrastructure demonstrate our continued positive overall financial health.
- The assets and deferred outflows of resources of the Town of Breckenridge exceeded its liabilities and deferred inflows of resources at the close of fiscal year 2022 by \$420,560,662 (net position). Of this amount, \$102,175,893 (unrestricted net position) may be used to meet the Town's ongoing obligations or unforeseen expenses.
- General fund 2022 revenues increased by \$9 million or 13.2% as compared to 2021. Governmental funds tax revenues increased by 9.3% compared to 2021. This continued rebound is due to the Town's businesses opening up versus the impact for the COVID-19 pandemic. In comparison to 2019 (pre COVID-19), overall, 2022 taxable sales increased by 39% versus 2019. Retail increased 42%, Restaurants/Bars increased 24%, Short Term Lodging increased 71% and Grocery/Liquor increased 19%.
- Since revenues exceeded budget and expenditures were below budget in 2022, the Town was able to increase its fund balances. As of the close of fiscal year 2022, the Town of Breckenridge's governmental funds reported a combined ending fund balance of \$174,621,461, an increase of \$27.5 million compared to fiscal year 2021. \$31,667,476 of the total is unassigned and equal to 30.7% of governmental expenditures.
- Certificates of Participation (COP) totaling \$19,667,049 were issued in December 2022 for Justice Center Apartments as part of the Affordable Housing Program. The COPs is payable over 20 years at an all-in true interest cost of 5.0% per annum.

II. OVERVIEW OF THE FINANCIAL STATEMENTS

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

1. Government-wide Financial Statements

The government-wide financial statements are intended to provide readers with a broad overview of the Town's financial condition. They are presented using accounting methods very similar to a private-sector business, or the economic resources measurement focus, and full accrual accounting.

- *The Statement of Net Position* presents information on all of the Town's assets, liabilities, and deferred inflows of resources, with the difference reported as *Net Position*. Over time, increases or decreases in net position can serve as an indicator of the Town's financial condition.
- *The Statement of Activities* presents information showing how the Town's net position changed during the given 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. Capital expenditures are not included in this statement; however capital grant revenues are reported.

2. Fund Financial Statements

A *fund* is a grouping that is used to maintain control over resources that have been segregated for specific activities or objectives. Some funds are required to be established by State law and bond covenants; however, Town Council establishes other funds to help control and manage money for particular purposes. All of the Town's funds can be divided into two categories: Governmental Funds and Proprietary Funds.

Governmental Funds

The governmental funds presentation is different from the governmental activities section of the government-wide financial statements even though these two statements account for essentially the same activities. Governmental funds presented have a budgetary or *current financial resources* measurement focus and use the modified accrual basis of accounting. That is, the governmental funds presentation focuses on the Town's near-term financial position and changes thereto.

Proprietary Funds

Proprietary funds are unlike governmental funds in that they report the business-type activities of the Town.

- *Enterprise funds* account for the operation of governmental programs that are intended to be supported primarily by user fees. These funds are presented as business-type activities on the government-wide financial statements but are presented in greater detail in the fund financial statements. In both cases, enterprise funds are presented using the *economic resources* measurement focus and full accrual accounting.
- *Internal service funds* account for goods and services provided by specific programs on a fee basis to the Town's other departments and programs.

3. Notes to the Basic Financial Statements

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

III. GOVERNMENT-WIDE FINANCIAL STATEMENT ANALYSIS

Statement of Net Position

As noted earlier, the Statement of Net Position can serve as an indicator of the overall financial condition of the Town. As of December 31, 2022, the Town had total assets of \$577,426,729. As of December 31, 2022, the Town's net position was \$420,560,662.

Condensed Statement of Net Position							
	Governmental Activities		Business-type Activities		Total		Discretely Presented
	2022	2021	2022	2021	2022	2021	Component-Unit
Current Assets	\$ 157,455,742	\$ 115,723,447	\$ 7,438,263	\$ 13,849,223	\$ 164,894,005	\$ 129,572,670	\$ 253,030
Capital Assets, net	245,811,755	224,787,100	106,862,231	97,502,649	352,673,986	322,289,749	6,599,333
Other Noncurrent Assets	40,309,122	53,951,340	19,549,616	6,419,616	59,858,738	60,370,956	230,679
Total Assets	<u>443,576,619</u>	<u>394,461,887</u>	<u>133,850,110</u>	<u>117,771,488</u>	<u>577,426,729</u>	<u>512,233,375</u>	<u>7,083,042</u>
Deferred Outflows of Resources	539,678	519,494	-	-	539,678	519,494	-
Current Liabilities	6,503,842	11,425,578	1,474,484	4,887,340	7,978,326	16,312,918	140,998
Noncurrent Liabilities	85,375,650	65,978,927	60,049,349	47,024,973	145,424,999	113,003,900	6,012,385
Total Liabilities	<u>91,879,492</u>	<u>77,404,505</u>	<u>61,523,833</u>	<u>51,912,313</u>	<u>153,403,325</u>	<u>129,316,818</u>	<u>6,153,383</u>
Deferred Inflows of Resources	4,002,420	3,974,496	-	-	4,002,420	3,974,496	-
Net Investment in Capital Assets	186,037,726	200,212,421	65,620,889	54,679,049	251,658,615	254,891,470	586,948
Restricted	65,192,222	49,081,979	-	-	65,192,222	49,081,979	-
Unrestricted	97,004,437	64,307,980	6,705,388	11,180,126	103,709,825	75,488,106	342,711
Total Net Position	<u>\$ 348,234,385</u>	<u>\$ 313,602,380</u>	<u>\$ 72,326,277</u>	<u>\$ 65,859,175</u>	<u>\$ 420,560,662</u>	<u>\$ 379,461,555</u>	<u>\$ 929,659</u>

Capital Assets make up the largest portion of the Town's Net Position. Capital assets include items such as infrastructure, buildings, equipment, machinery, land, art, and other tangible items. Infrastructure includes streets, traffic signals, buildings, and sidewalks. The Town uses capital assets to provide services to the community and thus they are not available for immediate spending. Although the Town of Breckenridge's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Unrestricted net position may be used to meet the Town's ongoing obligations to citizens and creditors. During 2022, the Town added the following to its capital assets:

- The Town of Breckenridge's investment in capital assets for its governmental and business type activities as of December 31, 2022, amounts to \$352,673,986, up from

\$322,289,749 in the preceding year. This investment in capital assets includes land, buildings, vehicles, art, equipment, roads, bridges, and utility system infrastructure.

- The total increase in the Town of Breckenridge's investment in capital assets (net of related debt) for the fiscal year ending 2022 was \$30,384,237. This is primarily due to the investments in affordable housing, parking and infrastructure.

Additional information on the Town's capital assets can be found in the Capital Assets Note 5 in the Notes to the Financial Statements section.

At the end of the current fiscal year, the Town of Breckenridge had no bonded debt outstanding in the form of General Obligation Bonds.

Additional information on the Town's long-term debt can be found in the Long-Term Debt Note 6 in the Notes to the Financial Statements section.

The \$199,227,801 in Current Assets of the total Primary Government includes \$173,324,285 in equity in pooled cash and investments. This reflects the strong cash balances that the Town of Breckenridge has maintained during 2022.

At the end of 2022, the Town of Breckenridge is able to report positive balances in all three categories of net position, both for the government as a whole, as well as for its separate Governmental, Business-type, and Component-unit activities. The net position, unrestricted for the Governmental activities, equals 125.14% of total expenses in the statement of activities for governmental activities for 2022 and 114.90% of the total government-wide expenses, including Business-Type activities.

Statement of Activities

This statement presents information showing how the Town's net position changed during the given fiscal year. The following reflects the Town's change in net position:

	Condensed Statement of Activities						Discretely Presented	
	Governmental Activities		Business-type Activities		Total		Component-Unit	
	2022	2021	2022	2021	2022	2021	2022	2021
Program Revenues								
Charges for Services	\$ 25,914,958	\$ 11,747,146	\$ 11,005,135	\$ 9,786,223	\$ 36,920,093	\$ 21,533,369	\$ 481,770	\$ 479,501
Operating Grants and Contributions	5,894,535	3,105,621	-	-	5,894,535	3,105,621	-	-
Capital Grants and Contributions	97,228	1,622,813	7,334,250	2,191,713	7,431,478	3,814,526	-	-
Total Program Revenues	31,906,721	16,475,580	18,339,385	11,977,936	50,246,106	28,453,516	481,770	479,501
General Revenues								
Unrestricted Grants and Contribution	-	-	-	-	-	-	-	-
Unrestricted Investment Earnings	628,064	54,642	79,642	25,410	707,706	80,052	982	-
Gain on Sale of Assets	(2,144,588)	4,323,488	-	(72,544)	(2,144,588)	4,250,944	-	6,758
Other General Revenues	6,587,725	1,716,475	-	530	6,587,725	1,717,005	3,023	-
Total General Revenues	5,071,201	6,094,605	79,642	(46,604)	5,150,843	6,048,001	4,005	6,758
Total Revenues	36,977,922	22,570,185	18,419,027	11,931,332	55,396,949	34,501,517	485,775	486,259
Expenses								
General Government	16,973,930	12,171,546	-	-	16,973,930	12,171,546	-	-
Public Safety	8,013,471	7,230,812	-	-	8,013,471	7,230,812	-	-
Public Works	22,536,647	13,257,302	-	-	22,536,647	13,257,302	847,878	876,667
Community Development	14,425,719	5,077,048	-	-	14,425,719	5,077,048	-	-
Culture and Recreation	9,948,687	8,060,391	-	-	9,948,687	8,060,391	-	-
Open Space Acquisition	1,572,929	1,479,997	-	-	1,572,929	1,479,997	-	-
Grants to Other Agencies	1,490,585	2,052,920	-	-	1,490,585	2,052,920	-	-
Debt Issuance Costs	153,845	106,916	-	-	153,845	106,916	-	-
Interest Expense not Allocated	1,865,769	1,803,419	-	-	1,865,769	1,803,419	-	-
Utility Operations	-	-	8,995,467	5,619,712	8,995,467	5,619,712	-	-
Golf Operations	-	-	2,923,207	2,920,361	2,923,207	2,920,361	-	-
Cemetery Operations	-	-	19,498	37	19,498	37	-	-
Total Expenses	76,981,582	51,240,351	11,938,172	8,540,110	88,919,754	59,780,461	847,878	876,667
Excess Before Transfers	(40,003,660)	(28,670,166)	6,480,855	3,391,222	(33,522,805)	(25,278,944)	(362,103)	(390,408)
Capital Contributions & Transfers	13,753	361,298	(13,753)	(361,298)	-	-	-	-
Change in Net Position	(39,989,907)	(28,308,868)	6,467,102	3,029,924	(33,522,805)	(25,278,944)	(362,103)	(390,408)
Net Position - Beginning	313,602,380	273,364,194	65,859,175	62,829,251	379,461,555	336,193,445	1,291,762	1,682,170
Net Position - Ending	\$ 273,612,473	\$ 245,055,326	\$ 72,326,277	\$ 65,859,175	\$ 345,938,750	\$ 310,914,501	\$ 929,659	\$ 1,291,762

IV. FUND FINANCIAL STATEMENT ANALYSIS

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

Governmental Fund Balances

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

As the Town completed the year, its governmental funds reported a combined fund balance of \$174,621,461. Of that fund balance, \$31,667,476 constitutes unassigned fund balance which is available for spending at the government's discretion. The remainder of the fund balance is categorized to indicate that it is not available for new spending, the largest of which is restricted for Capital Projects totaling \$61,226,900.

The General Fund is the chief operating fund of the Town of Breckenridge. At the end of 2022, the General Fund balance was \$102,282,919 and 34.55% of the fund balance was unassigned. The General Fund balance increased in 2022 by \$10,045,480 or approximately 10.9%. This balance allows the Town to be in a strong financial position for future projects and investments.

The Capital Projects Fund has a total fund balance of \$15,176,007. The decrease in fund balance during the current year was \$3,672,714. This decrease is primarily due to the reduced transfers from the Excise Tax Fund. Balances remain in the Capital Projects Fund to provide spending for previously appropriated projects. The major revenue source for the Capital Projects Fund is a transfer from the Excise Tax Fund, which is rolled into the General Fund for financial reporting purposes.

Special Revenue Funds – These funds have a total combined fund balance of \$57,162,535. The main ongoing revenue sources for the special revenue funds are taxes (sales and accommodations). These tax revenues amounted to \$15,616,734 in 2022.

The Affordable Housing Fund balance increased by \$11,391,741. Fund balance has increased as a result of the Justice Center COP; this project is due to be completed in 2023. The Breckenridge Housing Authority is a blended component unit of this fund; resales of the housing units developed by the Town are sold through this Authority.

Other Special Revenue Funds balance increased by \$9,720,061 in 2022 due to decreases in open space land acquisitions.

Proprietary Funds - The Town of Breckenridge's proprietary funds provide the same type of information found in the government wide financial statements, but in more detail. Unrestricted net position of the Utility, Golf Course, and Cemetery funds at the end of the year amounted to \$25,386,257.

The Utility Fund net position increased by \$5,451,466. Fund balance has increased as a result of a rate structure that allows for planned increases in Net Position designed to pay for upcoming infrastructure projects.

The Golf Fund net position increased by \$992,938. The performance of the Golf Course continued to be strong.

General Fund Budgetary Highlights

Over the course of the year, the Town Council revised the Town budget. These budget amendments fell into the following categories:

- Supplemental appropriations approved shortly after the beginning of the year to reflect projects and purchases not completed in the previous year.
- Supplemental appropriations approved after the beginning of the year to reflect new projects or revenues not previously considered.

Differences in the General Fund between the original budget and the final amended budget were related to both revenue and expenditures. The 2022 expenditure budget was increased by approximately \$1.2M. This was primarily due to the purchase of a building in town. In addition, \$6.4M was added to other Funds, primarily focused on capital for Affordable Housing, Parking and Transportation and Health Benefits.

Economic Factors and Next Year's Budget

Tax (including property, sales, accommodations and real estate transfer) revenues are the main source of governmental revenues and are an important source for providing funds for the general operations and maintenance of the Town of Breckenridge.

- The national, state and local economies are currently in a state of uncertainty in relation to current economic conditions and a potential recession.
- The Town of Breckenridge is well positioned to weather this uncertainty due to healthy fund balances and conservative budget practices.
- For 2023, revenue budgeted for the General Fund (excluding transfers in and other financing sources) totals \$78,563,174, as compared to the (revised) 2022 budget of \$65,646,493.
- Tax revenues are budgeted in line with actual collections of sales tax and accommodation tax; while Real Estate Transfer Tax revenue for 2023 is budgeted at \$5,405,283, a 21.3% decrease from 2022 actual collections of \$6,872,481.
- Budgeted expenditures for 2023 were based on projections of 2022 annual budget, with the exception of the Capital Fund. The budgeted expenditures for 2023 are \$150,902,781, excluding transfers.

The Town of Breckenridge will continue to closely monitor its financial position throughout 2023. Continued fiscal discipline and scrutiny of initiatives will ensure that future annual operational expenditures remain in balance with future revenues in light of overall local and national economic conditions.

IV. REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Town's finances. Questions concerning the information provided in this report or other financial information should be addressed to the Finance Department, Town of Breckenridge, 150 Ski Hill Road, Breckenridge, CO 80424, via telephone at (970) 453-3382, or via e-mail at websitefinance@townofbreckenridge.com.

Basic Financial Statements

Town of Breckenridge, Colorado
Statement of Net Position
December 31, 2022

	Governmental Activities	Business-Type Activities	Totals	Component Unit
Assets				
Cash and Investments	\$ 122,928,481	\$ 5,788,604	\$ 128,717,085	\$ 253,030
Restricted Cash and Investments	25,057,584	19,549,616	44,607,200	202,199
Receivables				
Accounts	693,530	1,649,659	2,343,189	-
Taxes	8,466,826	-	8,466,826	-
Intergovernmental Receivables	15,092,597	-	15,092,597	-
Prepaid Expenses and Deposits	904	-	904	-
Assets Held for Resale	10,273,404	-	10,273,404	-
Notes Receivable	15,251,538	-	15,251,538	-
Capital Assets				
Not Being Depreciated	131,454,482	30,263,880	161,718,362	-
Being Depreciated, <i>Net of Accumulated Depreciation</i>	114,357,273	76,598,351	190,955,624	6,599,333
Other Assets	-	-	-	28,480
Total Assets	443,576,619	133,850,110	577,426,729	7,083,042
Deferred Outflows of Resources				
OPEB, <i>Net of Accumulated Amortization</i>	539,678	-	539,678	-
Total Deferred Outflows of Resources	539,678	-	539,678	-
Liabilities				
Accounts Payable	3,266,550	179,343	3,445,893	37,748
Retainage Payable	665,186	868,746	1,533,932	-
Accrued Interest Payable	223,252	358,764	582,016	55,109
Accrued Liabilities	25,249	-	25,249	-
Accrued Salaries	711,018	61,422	772,440	-
Funds Held for Others	95,289	6,209	101,498	48,141
Unearned Revenues	9,336	-	9,336	-
Net OPEB Liability	1,507,962	-	1,507,962	-
Noncurrent Liabilities				
Due Within One Year	3,087,429	2,733,483	5,820,912	-
Due in More Than One Year	82,288,221	57,315,866	139,604,087	6,012,385
Total Liabilities	91,879,492	61,523,833	153,403,325	6,153,383
Deferred Inflows of Resources				
Property Taxes	3,693,864	-	3,693,864	-
OPEB, <i>Net of Accumulated Amortizations</i>	308,556	-	308,556	-
Total Deferred Inflows of Resources	4,002,420	-	4,002,420	-
Net Position				
Net Investment in Capital Assets	186,037,726	65,620,889	251,658,615	586,948
Restricted For				
Emergencies	3,345,000	-	3,345,000	-
Public Safety	33,500,903	-	33,500,903	-
Culture and Recreation	28,346,319	-	28,346,319	-
Unrestricted	97,004,437	6,705,388	103,709,825	342,711
Total Net Position	\$ 348,234,385	\$ 72,326,277	\$ 420,560,662	\$ 929,659

See Notes to the Financial Statements.

Town of Breckenridge, Colorado
Statement of Activities
For the Year Ended December 31, 2022

		Program Revenues			Net (Expense) Revenue and Change in Net Position			
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Totals	Component Unit
Primary Government								
<i>Governmental Activities</i>								
General Government	\$ 16,973,930	\$ 14,663,863	\$ 2,020,911	\$ -	\$ (289,156)	\$ -	\$ (289,156)	\$ -
Public Safety	8,013,471	2,950,489	23,027	-	(5,039,955)	-	(5,039,955)	-
Public Works	22,536,647	815,046	3,031,311	-	(18,690,290)	-	(18,690,290)	-
Community Development	14,425,719	1,065,662	691,686	32,500	(12,635,871)	-	(12,635,871)	-
Culture and Recreation	9,948,687	5,954,726	70,000	64,728	(3,859,233)	-	(3,859,233)	-
Open Space	1,572,929	465,172	57,600	-	(1,050,157)	-	(1,050,157)	-
Grants to Other Agencies	1,490,585	-	-	-	(1,490,585)	-	(1,490,585)	-
Interest Expense								
not Allocated	1,865,769	-	-	-	(1,865,769)	-	(1,865,769)	-
Debt Issuance Costs	153,845	-	-	-	(153,845)	-	(153,845)	-
Total Government Activities	76,981,582	25,914,958	5,894,535	97,228	(45,074,861)	-	(45,074,861)	-
<i>Business-Type Activities</i>								
Utility Fund	8,995,467	6,915,606	-	594,870	-	(1,484,991)	(1,484,991)	-
Golf Course	2,923,207	4,047,379	-	6,739,380	-	7,863,552	7,863,552	-
Cemetery Fund	19,498	42,150	-	-	-	22,652	22,652	-
Total Business-Type Activities	11,938,172	11,005,135	-	7,334,250	-	6,401,213	6,401,213	-
Total Primary Government	\$ 88,919,754	\$ 36,920,093	\$ 5,894,535	\$ 7,431,478	(45,074,861)	6,401,213	(38,673,648)	-
Component Unit								
Pinewood 2, LLLP	\$ 847,878	\$ 481,770	\$ -	\$ -	-	-	-	(366,108)
General Revenues								
Property Taxes					3,792,934	-	3,792,934	-
Specific Ownership Taxes					178,543	-	178,543	-
Sales and Use Taxes								
Marketing					630,112	-	630,112	-
Open Space					4,497,841	-	4,497,841	-
Other					41,890,395	-	41,890,395	-
Accommodation Taxes								
Marketing					4,278,516	-	4,278,516	-
Other					6,830,813	-	6,830,813	-
Marijuana Taxes					658,274	-	658,274	-
Franchise Fees					998,167	-	998,167	-
Real Estate Transfer Taxes					6,872,481	-	6,872,481	-
Lift Ticket Taxes					3,993,836	-	3,993,836	-
Investment Earnings					628,064	79,642	707,706	982
Gain (Loss) on Sale of Assets					(2,144,588)	-	(2,144,588)	-
Other Revenues					6,587,725	-	6,587,725	3,023
Transfers					13,753	(13,753)	-	-
Total General Revenues					79,706,866	65,889	79,772,755	4,005
Change in Net Position					34,632,005	6,467,102	41,099,107	(362,103)
Net Position, Beginning of year					313,602,380	65,859,175	379,461,555	1,291,762
Net Position, End of year					\$ 348,234,385	\$ 72,326,277	\$ 420,560,662	\$ 929,659

See Notes to the Financial Statements.

Town of Breckenridge, Colorado
Balance Sheet
Governmental Funds
December 31, 2022

	General Fund	Affordable Housing Fund	Other Governmental Funds	Capital Projects Fund	Totals
Assets					
Cash and Investments	\$ 76,246,615	\$ 8,980,894	\$ 22,332,946	\$ -	\$ 107,560,455
Restricted Cash and Investments	2,928,571	-	-	22,129,013	25,057,584
Receivables					
Taxes Receivable	7,090,601	-	1,376,225	-	8,466,826
Accounts Receivable	389,239	240,104	-	21,018	650,361
Intergovernmental Receivables	15,092,597	-	-	-	15,092,597
Interest Receivable	-	-	37,287	-	37,287
Prepaid Items and Deposits	904	-	-	-	904
To From Other Funds	4,880,284	-	-	-	-
Notes Receivable	1,111,248	14,140,290	-	-	15,251,538
Assets Held for Resale	-	10,273,404	-	-	10,273,404
	<u>-</u>	<u>10,273,404</u>	<u>-</u>	<u>-</u>	<u>10,273,404</u>
Total Assets	<u>\$ 107,740,059</u>	<u>\$ 33,634,692</u>	<u>\$ 23,746,458</u>	<u>\$ 22,150,031</u>	<u>\$ 182,390,956</u>
Liabilities					
Accounts Payable	1,026,112	113,481	62,421	2,093,740	3,295,754
Accrued Liabilities	-	-	8,503	-	8,503
Accrued Salaries	632,539	20,308	13,902	-	666,749
Due to Other Funds	-	-	-	4,880,284	-
Funds Held for Others	95,289	-	-	-	95,289
Unearned Revenues	9,336	-	-	-	9,336
Total Liabilities	<u>1,763,276</u>	<u>133,789</u>	<u>84,826</u>	<u>6,974,024</u>	<u>4,075,631</u>
Deferred Inflows of Resources					
Property Taxes and Assessments	3,693,864	-	-	-	3,693,864
Total Deferred Inflows of Resources	<u>3,693,864</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,693,864</u>
Fund Balances					
Nonspendable					
Prepaid Items	904	-	-	-	904
Notes Receivable	1,111,248	-	-	-	1,111,248
Restricted					
Emergencies	3,345,000	-	-	-	3,345,000
Capital Projects	61,226,900	-	-	-	61,226,900
Affordable Housing	-	33,500,903	-	-	33,500,903
Open Space	-	-	10,235,090	18,111,229	28,346,319
Accommodation Unit Compliance	-	-	6,552,306	-	6,552,306
Marketing	-	-	556,213	-	556,213
Parks and Recreation	-	-	22,378	-	22,378
Committed					
Marketing	-	-	6,295,645	-	6,295,645
Nicotine Programs	414,350	-	-	-	414,350
Sustainability Programs	479,239	-	-	-	479,239
Assigned					
Capital Projects	-	-	-	737,492	737,492
Next Year's Budget	365,088	-	-	-	365,088
Unassigned	35,340,190	-	-	(3,672,714)	31,667,476
	<u>102,282,919</u>	<u>33,500,903</u>	<u>23,661,632</u>	<u>15,176,007</u>	<u>174,621,461</u>
Total Fund Balances	<u>102,282,919</u>	<u>33,500,903</u>	<u>23,661,632</u>	<u>15,176,007</u>	<u>174,621,461</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 107,740,059</u>	<u>\$ 33,634,692</u>	<u>\$ 23,746,458</u>	<u>\$ 22,150,031</u>	<u>\$ 182,390,956</u>

See Notes to the Financial Statements.

Town of Breckenridge, Colorado
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
Governmental Funds
December 31, 2022

**Amounts Reported for Governmental Activities
in the Statement of Net Position are Different Because:**

Total Fund Balances of Governmental Funds	\$ 174,621,461
Capital assets used in governmental activities are not financial resources, and therefore, are not reported in governmental funds.	240,394,107
Long-term liabilities and related items are not due and payable in the current year, and therefore, are not reported in governmental funds.	
Certificates of Participation Payable	(73,465,000)
Debt Premiums	(10,530,336)
Capital Lease Liability	-
Accrued Interest Payable	(223,252)
Accrued Compensated Absences	(1,180,943)
Net OPEB Liability	(1,507,962)
OPEB-related Deferred Outflows of Resources	539,678
OPEB-related Deferred Inflows of Resources	(308,556)
Internal Service Funds are blended into Governmental Activities	
Garage Service Net Position	12,684,506
Information Services Net Position	1,194,784
Facilities Maintenance Net Position	4,974,945
Health Benefits Net Position	<u>1,040,953</u>
Total Net Position of Governmental Activities	<u>\$ 348,234,385</u>

Town of Breckenridge, Colorado
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2022

	General Fund	Affordable Housing Fund	Other Governmental Funds	Capital Projects Fund	Totals
Revenues					
Taxes and Assessments	\$ 59,271,954	\$ 5,966,809	\$ 9,649,925	\$ -	\$ 74,888,688
Licenses and Permits	1,739,815	-	1,461,422	-	3,201,237
Intergovernmental	4,797,069	719,650	122,328	864,479	6,503,526
Charges for Services	10,208,544	436,967	10,259,029	136,400	21,040,940
Fines and Forfeitures	827,546	-	-	-	827,546
Investment Earnings	272,318	85,979	(785)	261,905	619,417
Other	419,421	187,860	-	3,747,085	4,354,366
Total Revenues	<u>77,536,667</u>	<u>7,397,265</u>	<u>21,491,919</u>	<u>5,009,869</u>	<u>111,435,720</u>
Expenditures					
Current					
General Government	5,026,754	-	4,804,168	-	9,830,922
Public Safety	6,124,808	-	-	-	6,124,808
Public Works	13,903,312	-	-	3,657,561	17,560,873
Community Development	6,198,866	13,694,315	3,612,399	(75)	23,505,505
Culture and Recreation	9,240,104	-	-	-	9,240,104
Open Space Acquisition	-	-	1,720,427	-	1,720,427
Grants to Other Agencies	1,288,349	-	-	-	1,288,349
Capital Outlay	2,303,634	-	1,555,378	25,195,097	29,054,109
Debt Service					
Principal	1,620,000	620,000	-	-	2,240,000
Interest	1,712,124	661,126	-	-	2,373,250
Debt Issuance Costs	3,000	150,845	-	-	153,845
Total Expenditures	<u>47,420,951</u>	<u>15,126,286</u>	<u>11,692,372</u>	<u>28,852,583</u>	<u>103,092,192</u>
Revenues Over (Under) Expenditures	<u>30,115,716</u>	<u>(7,729,021)</u>	<u>9,799,547</u>	<u>(23,842,714)</u>	<u>8,343,528</u>
Other Financing Sources (Uses)					
Issuance of Certificates of Participation	-	17,775,000	-	-	17,775,000
Original Issue Premium on Certificates of Participation	-	1,892,049	-	-	1,892,049
Transfers In	135,719	-	-	20,170,000	20,305,719
Transfers Out	(20,205,955)	(546,287)	(79,486)	-	(20,831,728)
Total Other Financing Sources (Uses)	<u>(20,070,236)</u>	<u>19,120,762</u>	<u>(79,486)</u>	<u>20,170,000</u>	<u>19,141,040</u>
Net Change in Fund Balances	10,045,480	11,391,741	9,720,061	(3,672,714)	27,484,568
Fund Balances, Beginning of Year	<u>92,237,439</u>	<u>22,109,162</u>	<u>13,941,571</u>	<u>18,848,721</u>	<u>147,136,893</u>
Fund Balances, End of Year	<u>\$ 102,282,919</u>	<u>\$ 33,500,903</u>	<u>\$ 23,661,632</u>	<u>\$ 15,176,007</u>	<u>\$ 174,621,461</u>

See Notes to the Financial Statements.

Town of Breckenridge, Colorado
Reconciliation of the Statement of Revenues, Expenditures, and Changes in
Fund Balances of Governmental Funds to the Statement of Activities
Governmental Funds
For the Year Ended December 31, 2022

**Amounts Reported for Governmental Activities
in the Statement of Activities are Different Because:**

Net Change in Fund Balances of Governmental Funds	\$ 27,484,568
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Capital outlays to purchase or construct capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are capitalized in the statement of net position and are allocated over their estimated useful lives as annual depreciation expense in the statement of activities.

Capital Outlay	27,816,885
Loss on Disposal of Assets	(1,399,445)
Depreciation Expense	(6,253,771)

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

Payments on Long-Term Debt	2,744,367
Proceeds from Long-Term Debt	(19,667,049)
Change in Accrued Interest Payable	(28,396)
Change in Grants	-
Change in Accrued Compensated Absences	(176,074)
Change in Pension Asset	(49,600)
Change in Pension Related Deferred Outflows of Resources	20,184
Change in Pension Related Deferred Inflows of Resources	(117,733)

Internal Service Funds are blended into Governmental Activities:

Change in Net Position:	
Garage Services	2,553,733
Information Technology	336,458
Facility Maintenance	321,340
Health Benefits	<u>1,046,538</u>

Change in Net Position of Governmental Activities	\$ <u><u>34,632,005</u></u>
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Town of Breckenridge, Colorado
Statement of Net Position
Proprietary Funds
December 31, 2022

	Business-Type Activities			Governmental Activities
	Utility Fund	Nonmajor Funds	Totals	Internal Service Funds
Assets				
Current Assets				
Cash and Investments	\$ 2,362,844	\$ 3,425,760	\$ 5,788,604	\$ 15,368,026
Accounts Receivables	1,650,837	(1,178)	1,649,659	3,382
Total Current Assets	<u>4,013,681</u>	<u>3,424,582</u>	<u>7,438,263</u>	<u>15,371,408</u>
Noncurrent Assets				
Restricted Cash and Investments	19,549,616	-	19,549,616	-
Capital Assets				
Not Being Depreciated	24,473,298	5,790,582	30,263,880	-
Being Depreciated,				
Net of Accumulated Depreciation	73,449,798	3,148,553	76,598,351	5,417,648
Total Noncurrent Assets	<u>117,472,712</u>	<u>8,939,135</u>	<u>126,411,847</u>	<u>5,417,648</u>
Total Assets	<u>121,486,393</u>	<u>12,363,717</u>	<u>133,850,110</u>	<u>20,789,056</u>
Liabilities				
Current Liabilities				
Accounts Payable	1,022,599	25,490	1,048,089	638,819
Accrued Liabilities	-	-	-	19,912
Accrued Salaries	39,252	22,170	61,422	35,766
Accrued Interest Payable	358,764	-	358,764	-
Funds Held by Other	6,209	-	6,209	-
Current Portion of Long-term Liabilities				
Accrued Compensated Absences	7,848	4,866	12,714	2,828
Capital Lease Obligations Payable	323,653	53,600	377,253	-
Total Current Liabilities	<u>1,758,325</u>	<u>106,126</u>	<u>1,864,451</u>	<u>697,325</u>
Noncurrent Liabilities				
Accrued Compensated Absences	70,630	43,794	114,424	25,452
Capital Lease Obligations Payable	59,465,042	79,916	59,544,958	171,091
Total Noncurrent Liabilities	<u>59,535,672</u>	<u>123,710</u>	<u>59,659,382</u>	<u>196,543</u>
Total Liabilities	<u>61,293,997</u>	<u>229,836</u>	<u>61,523,833</u>	<u>893,868</u>
Net Position				
Net Investment in Capital Assets	38,134,401	8,805,619	46,940,020	5,246,557
Unrestricted	22,057,995	3,328,262	25,386,257	14,648,631
Total Net Position	<u>\$ 60,192,396</u>	<u>\$ 12,133,881</u>	<u>\$ 72,326,277</u>	<u>\$ 19,895,188</u>

See Notes to the Financial Statements.

Town of Breckenridge, Colorado
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2022

	Business-Type Activities			Governmental Activities
	Utility Fund	Nonmajor Funds	Total	Internal Service Fund
Operating Revenues				
Charges for Services	\$ 5,496,953	\$ 4,011,589	\$ 9,508,542	\$ 3,465
Intergovernmental	-	-	-	3,382
Reimbursement of Expenses	579,753	77,940	657,693	1,904,618
Insurance Recoveries	-	-	-	26,139
Internal Service Revenue	-	-	-	10,962,384
Employee Paid Premiums	-	-	-	613,257
Other Operating Revenue	34,477	-	34,477	172,528
Total Operating Revenues	<u>6,111,183</u>	<u>4,089,529</u>	<u>10,200,712</u>	<u>13,685,773</u>
Operating Expenses				
Administration	5,571,730	201,028	5,772,758	-
Water Rights Maintenance	127,061	-	127,061	-
Depreciation	2,695,446	617,668	3,313,114	1,128,141
Motor Vehicle Maintenance	-	-	-	757,173
Facility Maintenance	-	-	-	604,046
Information Systems Maintenance	-	-	-	1,252,966
Health Program	-	-	-	4,944,612
Golf Course Maintenance	-	1,084,769	1,084,769	-
Golf Pro Shop	-	1,231,388	1,231,388	-
Total Operating Expenses	<u>8,394,237</u>	<u>3,134,853</u>	<u>11,529,090</u>	<u>8,686,938</u>
Operating Income	<u>(2,283,054)</u>	<u>954,676</u>	<u>(1,328,378)</u>	<u>4,998,835</u>
Nonoperating Revenues (Expenses)				
Interest Income	75,824	3,819	79,643	8,647
Interest Expense	(840,452)	(6,836)	(847,288)	(4,133)
Proceeds from Sale of Assets	(101,556)	-	(101,556)	(745,280)
Total Nonoperating Revenues (Expenses)	<u>(866,184)</u>	<u>(3,017)</u>	<u>(869,201)</u>	<u>(740,766)</u>
Income Before Capital Contributions & Transfers	<u>(3,149,238)</u>	<u>951,659</u>	<u>(2,197,579)</u>	<u>4,258,069</u>
Capital Contributions & Transfers				
Grant	7,543,802	-	7,543,802	-
Plant Investment Fees	594,870	-	594,870	-
Transfers In	564,198	97,530	661,728	-
Transfers Out	(102,166)	(33,553)	(135,719)	-
Total Capital Contributions & Transfers	<u>8,600,704</u>	<u>63,977</u>	<u>8,664,681</u>	<u>-</u>
Change in Net Position	<u>5,451,466</u>	<u>1,015,636</u>	<u>6,467,102</u>	<u>4,258,069</u>
Net Position, Beginning of Year	<u>54,740,930</u>	<u>11,118,245</u>	<u>65,859,175</u>	<u>15,637,119</u>
Net Position, End of Year	<u>\$ 60,192,396</u>	<u>\$ 12,133,881</u>	<u>\$ 72,326,277</u>	<u>\$ 19,895,188</u>

See Notes to the Financial Statements.

Town of Breckenridge, Colorado
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2022

	Business-Type Activities			Governmental Activities
	Utility Fund	Nonmajor Funds	Total	Internal Service Fund
Cash Flows From Operating Activities				
Cash Received from Customers	\$ 5,686,329	\$ 4,091,303	\$ 9,777,632	\$ 13,683,832
Cash Payments to Employees	(859,376)	(1,065,509)	(1,924,885)	(686,835)
Cash Payments to Vendors and Suppliers	(5,871,978)	(1,495,130)	(7,367,108)	(7,049,490)
Net Cash Provided by Operating Activities	(1,045,025)	1,530,664	485,639	5,947,507
Cash Flows From Noncapital Financing Activities				
Repayment of Loans to Other Funds	7,543,802	-	7,543,802	-
Transfers from Other Funds	564,198	-	564,198	-
Transfers to Other Funds	(102,166)	12,594	(89,572)	-
Net Cash Used in Noncapital Financing Activities	8,005,834	12,594	8,018,428	-
Cash Flows From Capital and Related Financing Activities				
Acquisition and Construction of Capital Assets	(10,857,240)	(1,843,170)	(12,700,410)	(2,313,648)
Proceeds from Sale of Assets	(101,556)	28,262	(73,294)	68,226
Plant Investment Fees	594,870	-	594,870	-
Proceeds from Issuance of Debt	13,130,000	-	13,130,000	-
Principal Payments on Debt	(2,343,516)	-	(2,343,516)	(58,513)
Interest Payments on Debt	(888,183)	(7,224)	(895,407)	(5,654)
Net Cash Used in Capital and Related Financing Activities	(465,625)	(1,822,132)	(2,287,757)	(2,309,589)
Cash Flows from Investing Activities				
Interest Received	75,824	3,819	79,643	8,647
Net Increase (Decrease) in Cash and Cash Equivalents	6,571,008	(275,055)	6,295,953	3,646,565
Cash and Cash Equivalents, Beginning of Year	15,341,452	3,700,815	19,042,267	11,721,461
Cash and Cash Equivalents, End of Year	<u>\$ 21,912,460</u>	<u>\$ 3,425,760</u>	<u>\$ 25,338,220</u>	<u>\$ 15,368,026</u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities				
Operating Income	\$ (2,283,054)	\$ 954,676	\$ (1,328,378)	\$ 4,998,835
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities				
Depreciation	2,688,807	623,759	3,312,566	1,290,897
Changes in Asset and Liabilities				
Accounts Receivable	(424,854)	1,767	(423,087)	(1,941)
Accounts Payable and Accrued Liabilities	(1,005,299)	(17,021)	(1,022,320)	(300,024)
Accrued Salaries	9,406	5,381	14,787	10,126
Deposits	1,209	7	1,216	-
Accrued Compensated Absences	(31,240)	(37,905)	(69,145)	(50,386)
Net Cash Provided by Operating Activities	<u>\$ (1,045,025)</u>	<u>\$ 1,530,664</u>	<u>\$ 485,639</u>	<u>\$ 5,947,507</u>

See Notes to the Financial Statements.

Town of Breckenridge, Colorado

Notes to Financial Statements

December 31, 2022

Note 1: Summary of Significant Accounting Policies

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

Reporting Entity

The Town of Breckenridge became a home rule municipal corporation in 1980. The Town is governed by a mayor and six-member council elected by the residents.

In accordance with Governmental Accounting Standards, the Town has considered the possibility of inclusion of additional entities in its basic financial statements. The definition of the reporting entity is based primarily on financial accountability. The Town is financially accountable for organizations that make up its legal entity. It is also financially accountable for legally separate organizations if Town officials appoint a voting majority of the organization's governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the Town. The Town may also be financially accountable for governmental organizations that are fiscally dependent upon it. As such, the reporting entity is comprised of the primary government and its component units, entities for which the government is considered to be financially accountable.

Blended component units are, in substance, part of the Town's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the Town. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the Town.

Blended Component Units

The Town of Breckenridge Finance Authority (the Finance Authority) was established to allow for the issuance of certificates of participation with subsequent leasing of the underlying assets to the Town. The Finance Authority is fully controlled by the Town Council. The transactions of the Finance Authority have been eliminated as part of the financial presentation, but it is hereby incorporated by reference.

On January 13, 2015, the Town established the Breckenridge Housing Authority (BHA) and Pinewood 2, LLC (LLC) to facilitate the construction of a 47-unit affordable rental housing project, Pinewood 2 (PW2). The BHA has a three-member board; the Mayor as Chairperson, the Mayor Pro Tem as Vice Chairperson, and the Town Manager (or designee) as Secretary and Executive Director of the Finance Authority. As a result, the LLC is reflected in the accompanying financial statements as a blended component unit as its governing body is substantively the same as the Town, and the LLC provides services entirely to the government. The BHA does not issue separate financial statements and is a blended component unit. The BHA is the sole member of the LLC, which does not issue separate financial statements. The LLC is presented as a blended unit in the Affordable Housing Fund.

Town of Breckenridge, Colorado

Notes to Financial Statements

December 31, 2022

Note 1: Summary of Significant Accounting Policies (Continued)

Discretely Presented Component Unit

Pinewood 2, LLC is the general partner of Pinewood 2, LLLP (LLLP). The LLLP contains the project itself, and its financials are presented discretely as a component unit of the Town. This organizational structure was utilized in order to allow the Town to realize the benefits of low-income housing tax credits (LIHTEC). The LLLP has another partner, the Midwest Housing Equity Group (MHEG). MHEG's membership in the LLLP allows for the monetization of the LIHTEC. Pinewood 2 LLLP would not exist without its relationship with the Town for the purpose of providing an affordable housing option to the residents. Due to the nature and significance of this relationship, it is presented as a discretely presented component unit with the financial statements of the Town.

Separately issued financial statements for the Pinewood 2, LLLP can be obtained from Corum Real Estate at 600 S. Cherry Street Glendale, CO 80246.

Related Organizations

Breckenridge Tourism Office (formerly known as GoBreck), is a marketing organization that serves the Town's business community. The BTO appoints the board and submits a request to the Town each year for budget support. In 2020, the Town expended \$3,987,248 to the Breckenridge Tourism Office (BTO) out of its Marketing Fund.

The Breckenridge History (BH) is another organization that works closely with the Town. The BH is responsible for administering many of the Town's historical sites, such as the Barney Ford Victorian Home, Edwin Carter Discovery Center, and William H. Briggles House. They also provide walking tours of the Town's historic core. They also recommend and administer capital maintenance and improvements to our historic sites. The BH maintains its own 7-member board. In 2020, the Town contributed \$470,058 to the BH's efforts.

The Breckenridge Creative Arts (BCA) is an independent non-profit organization that works with the Town to maintain and program our Arts District campus. It has an eleven-member board, including one Town Council liaison (appointed by the Mayor) and the Town Manager as an *ex-officio* member. The remaining members are appointed by BCA. Town support for the BCA in 2020 was \$2,036,961. In addition, the BCA paid the Town \$173,174 for facility maintenance and \$38,327 for information technology.

The Town and Summit County cut the ribbon on Huron Landing, a 26-unit workforce housing rental development on County Road 450. The Huron Landing Authority is a 50-50 partnership between the Town and Summit County formed to operate the rental units. Each organization contributed funding, staff time and in-kind resources to the housing project. Summit County has owned the 1.7-acre property on CR 450 since the 1960s; the community identified it as a potential workforce housing site during the 2010 update of the Upper Blue Master Plan. Corum Real Estate Group will provide day-to-day property management services at Huron Landing. Four units are reserved for employees of the Town and Summit County government.

Town of Breckenridge, Colorado

Notes to Financial Statements

December 31, 2022

Note 1: Summary of Significant Accounting Policies (Continued)

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all nonfiduciary activities of the Town and its component unit.

The reporting information includes all of the non-fiduciary activities of the Town. These statements are to distinguish between the governmental and business-type activities of the Town. Governmental activities normally are supported by taxes and intergovernmental revenues, and are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the Town and for each function of the Town's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include fees and charges paid by the recipients of goods or services offered by the programs, and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues. In general, the effects of interfund activity have been eliminated from the government-wide financial statements. For 2020, this included the offset of internal service activity in the governmental activities presentation.

The fund financial statements provide information about the Town's funds. Separate statements for each fund category, governmental and proprietary, are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds would be aggregated and reported as non-major funds. The Town presently does not treat any of its governmental or enterprise funds as non-major.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

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

Town of Breckenridge, Colorado

Notes to Financial Statements

December 31, 2022

Note 1: Summary of Significant Accounting Policies (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

(Continued)

Taxes, intergovernmental revenues, and interest associated with the current year are considered to be susceptible to accrual and so have been recognized as revenues of the current year. All other revenues are considered to be measurable and available only when cash is received by the Town.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due. Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

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

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

Special Revenue Funds - Special Revenue Funds are used to account for the collection and disbursement of specific revenue sources. The Town's major Special Revenue Fund is as follows:

Affordable Housing Fund - The Affordable Housing Program is intended to assure the provision of housing for employees who work in the Upper Blue basin. The program's major components include the development and implementation of policies and programs that assure housing. A down payment assistance program for Town employees is provided to assist employees in obtaining housing in the area. This loan program is designed to assist with recruitment and retention. In addition, the Town provides limited transitional housing for employees in units both leased and owned by the Town. Costs related to owned and leased units including homeowner's association dues and general maintenance are accounted for in this fund as well.

Capital Projects Fund - This fund accounts for major Town multi-year capital projects. The Town accounts for the capital expenditures in this fund to facilitate the monitoring of operations in the Town's General Fund departments.

Town of Breckenridge, Colorado

Notes to Financial Statements

December 31, 2022

Note 1: Summary of Significant Accounting Policies (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

(Continued)

In addition to the above, the Town reports the following nonmajor special revenue funds:

Open Space Acquisition Fund - A one half of one percent sales tax has been authorized by the voters for the purpose of an open space program. At times, implementing the goals of this program may require acquiring land for open space values. An open space master plan has been adopted which provides a framework for decisions on open space purchases. Revenues include a dedicated ½ of 1% sales tax, various grants, and annexation fees.

Marketing Fund - This fund accounts for the Town's participation in the Breckenridge Resort Chamber marketing program as well as community marketing grants through various non-profit organizations. The source of funding is a dedicated portion of the Town's sales and accommodations taxes as well as business license fees.

Conservation Trust Fund - This fund was established pursuant to Colorado State law to account for the receipt and disbursement of lottery funds. Each year the State distributes a percentage of the profits from the sale of lottery tickets to municipalities which may be used only to maintain, acquire, or construct recreation facilities, park facilities, or open space. As the Town funds its capital projects through the Capital Fund, the Town transfers their conservation trust proceeds to the Capital Fund as allowed projects are completed.

Accommodation Unit Compliance Fund - This fund accounts for the Town's accommodation unit fee charged to short-term rental units. Funds generated from this fee is used to assist the Town in provided workforce housing.

Proprietary Funds

Enterprise Funds - Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The Town's enterprise funds are as follows:

Utility Fund - This fund accounts for the operations of the Town's water system.

Golf Course Fund (nonmajor) - This fund accounts for the operations of the Town's golf course.

Cemetery Fund (nonmajor) - This fund accounts for the operations of the Town's cemetery.

Town of Breckenridge, Colorado

Notes to Financial Statements

December 31, 2022

Note 1: Summary of Significant Accounting Policies (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

(Continued)

Internal Service Funds - Internal Service Funds are used to account for operations that provide services to other departments or agencies of the Town on a cost-reimbursement basis. The Town's Internal Service funds are as follows:

Garage Fund - This fund accounts for the administration and operating expenses associated with the repair and maintenance of Town vehicles and equipment. The Fund will also purchase new vehicles and equipment. Costs related to the fund are allocated to the Town's other operating funds based on budgeted usage. Business-type activities represent only 1.61% of Garage Fund activities; therefore, the fund is consolidated with the governmental activities in the government-wide financial statements.

Information Services Fund - This fund is responsible for all aspects of the Town's computerized information systems. Costs related to the fund are allocated to the Town's other operating funds based on budgeted usage. Business-type activities represent only 9.24% of Information Services Fund activities; therefore, the fund is consolidated with the governmental activities in the government-wide financial statements.

Facility Maintenance Fund - This fund is responsible for certain aspects of the Town's facilities maintenance. Costs related to the fund are allocated to the Town's other operating funds based on budgeted usage. Business-type activities represent only 2.21% of Facilities Maintenance Fund activities; therefore, the fund is consolidated with the governmental activities in the government-wide financial statements.

Health Benefits Fund - This fund was created in 2018 to better track and predict the cost of the Town's employee health plan. Costs related to the fund are allocated to the Town's other operating funds based on budgeted use. Business-type activities represent 9.00% of Health Benefits Fund activities, therefore, the fund is consolidated with the governmental activities in the government-wide financial statements.

Town of Breckenridge, Colorado

Notes to Financial Statements

December 31, 2022

Note 1: Summary of Significant Accounting Policies (Continued)

Budgets

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

- The Town's charter contains the following budget language:
Adoption of the budget by council shall constitute appropriations of the amounts specified therein for expenditure from the funds indicated. The proceeds of any municipal borrowing authorized by Article XI of this Charter shall not be subject to any requirement of prior budgeting or appropriation as a condition to their expenditure. The amount necessary to repay any such municipal borrowing (including interest thereon) need not be budgeted or appropriated in full in the year in which the borrowing occurs; however, amounts necessary to pay debt service shall (except to the extent they may be payable from other legally available funds in the first year) be budgeted and appropriated on an annual basis, provided that no failure to budget and appropriate such annual debt service amounts shall affect the enforceability of any covenant of the town to make such payments. An appropriation for a capital expenditure shall continue in effect until the purpose for which the appropriation was made has been accomplished, or until the appropriation is abandoned or transferred. (Ord. 7, Series 2002, Election 4-2-2002)
- All appropriations lapse at year end except as noted previously. Colorado governments may not exceed budgeted appropriations at the fund level.
- By October 15th of each year the Town Administration submits to the Town Council a proposed operating budget for the fiscal year commencing the following January 1st. The operating budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted to obtain taxpayer comments.
- The Town certifies the mill levies to the Board of County Commissioners by December 15th.
- Prior to December 31, the budget is legally enacted through passage of an ordinance.
- The Town Administration is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Town Council.
- Budgets are legally adopted for all funds of the Town. Budgets for the General, Special Revenue, and Capital Projects Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgetary comparisons presented for the Enterprise and Internal Service Funds are presented on a non-GAAP budgetary basis. Tap fees, grant revenues and debt proceeds are recognized as revenue for budget purposes. Capital outlay is budgeted as an expenditure.

Assets, Liabilities and Net Position/Fund Balances

Cash Equivalents - Cash equivalents include investments with original maturities of three months or less. Investments in pooled cash are considered cash equivalents.

Town of Breckenridge, Colorado

Notes to Financial Statements

December 31, 2022

Note 1: Summary of Significant Accounting Policies (Continued)

Assets, Liabilities and Net Position/Fund Balances (Continued)

Receivables - All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. As of December 31, 2022, town management determined that an allowance was not necessary.

Inventory - Inventories are valued at cost, using the first-in, first-out (FIFO) method. The costs of inventories are recorded as expenses when consumed rather than when purchased.

Prepaid Expenses - Certain payments to vendors reflect costs applicable to future years and are reported as prepaid expenses. Expenses are recorded when consumed rather than when purchased.

Capital Assets - Capital assets, which include land, buildings, equipment, and all infrastructure owned by the Town, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the proprietary funds in the fund financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at the acquisition value on the date of donation. The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized.

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

Buildings	5 - 100 years
Infrastructure	5 - 30 years
Collection and Distribution Systems	30 - 50 years
Machinery, Equipment and Vehicles	5 - 15 years

Compensated Absences - Employees of the Town are allowed to accumulate unused vacation time up to 240 hours and unused sick time up to 480 hours. One-third of sick leave will be paid out to any employee upon termination after three years of continuous service not to exceed 80 hours.

Accumulated unpaid vacation pay is accrued when earned. In the government-wide presentation, accumulated compensated absences not expected to be paid with current available resources are reported as long-term liabilities. Governmental Activity compensated absences have normally been liquidated by the General Fund. The Town has estimated that 10% of the outstanding compensated absence balances will be liquidated within the next twelve months.

Town of Breckenridge, Colorado

Notes to Financial Statements

December 31, 2022

Note 1: Summary of Significant Accounting Policies (Continued)

Assets, Liabilities and Net Position/Fund Balances (Continued)

Long-Term Obligations – In the government-wide financial statements and the proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net position. Debt premiums and discounts are deferred and amortized over the life of the debt using the straight-line method.

In the fund financial statements, governmental funds recognize the face amount of debt issued as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

Debt issuance costs, whether or not withheld from the debt proceeds, are reported as current expenses or expenditures.

Bond Premiums - For the government-wide presentation as well as proprietary fund types, bond premiums are included with long-term debt and amortized over the life of the bonds using straight-line method. In the governmental fund financial statements, bond premiums are recognized as current period expenditures.

Deferred Outflows of Resources - In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. A deferred outflow of resources is a consumption of net assets by the Town that is applicable to a future reporting period. The Town has one item that qualifies as a deferred outflow of resources related to its OPEB liability per GASB Statement No. 75. See Note 11 for additional information.

Deferred Inflows of Resources - In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has only two types of deferred inflows of resources, which arises both under the full accrual and modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported in both the governmental activities statement of net position and in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. Since property tax revenues are collected in arrears during the succeeding year, a receivable and corresponding deferred inflow is recorded at December 31. As the tax is collected in the succeeding year, the deferred inflow is recognized as revenue and the receivable is reduced. In addition, the Town has deferred inflows of resources related to the OPEB liability per GASB Statement No. 75 has been recorded as of December 31, 2020. See Note 11 for additional information.

Town of Breckenridge, Colorado

Notes to Financial Statements

December 31, 2022

Note 1: Summary of Significant Accounting Policies (Continued)

Assets, Liabilities and Net Position/Fund Balances (Continued)

Net Position/Fund Balances - In the government-wide financial statements and for the proprietary fund statements, net position is either shown as invested in capital assets net of related debt, with these assets essentially being nonexpendable; restricted when constraints placed on the net position are externally imposed; or unrestricted.

For the governmental fund presentation, fund balances that are classified as *non-spendable* include amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The *not in spendable form* criterion includes items that are not expected to be converted to cash, for example, inventories, prepaid amounts, and notes receivable.

Fund balance should be reported as *restricted* when constraints placed on the use of resources are either (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority, the Town Council, should be reported as *committed* fund balance. Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action (for example, legislation, resolution, ordinance) it employed to previously commit those amounts.

Amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed, should be reported as *assigned* fund balance. Through resolution, the Town Council has authorized the Town's financial services director or designee to assign fund balances.

All remaining fund balance in the General Fund or deficits in the other governmental funds are presented as unassigned.

Property Taxes

Property taxes attach as an enforceable lien on January 1, are levied the following December, and are collected in the subsequent calendar year. Taxes are payable in full on April 30 or in two installments on February 28 and June 15. The County Treasurer's Office collects property taxes and remits to the Town on a monthly basis.

Since property tax revenues are collected in arrears during the succeeding year, receivables and corresponding deferred inflows of resources are reported at December 31.

Town of Breckenridge, Colorado

Notes to Financial Statements

December 31, 2022

Note 1: Summary of Significant Accounting Policies (Continued)

Other Post-Employment Benefits (OPEB)

The Town provides a single-employer defined benefit post-employment (OPEB) health care plan that covers eligible retired employees of the Plan. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Subsequent Events

We have evaluated subsequent events through July 25, 2023, the date the financial statements were available to be issued.

Note 2: Cash and Investments

Cash Deposits

Cash and investments at December 31, 2022, consisted of the following:

Cash on Hand	\$	5,085
Deposits		54,929,696
Investments		56,113,875
Local Government Investment Pool		62,275,629
Total	\$	<u>173,324,285</u>

Cash and investments are reported in the financial statements as follows:

Cash and Investments	\$	128,717,085
Restricted Cash and Investments		44,607,200
Total	\$	<u>173,324,285</u>

The Colorado Public Deposit Protection Act (PDPA) requires all local government entities to deposit cash in eligible public depositories. Eligibility is determined by State regulations. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. The PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution or held in trust for all uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. At December 31, 2022, the Town had bank deposits of \$46,689,574 collateralized with securities held by the financial institution's agent but not in the Town's name.

Town of Breckenridge, Colorado

Notes to Financial Statements

December 31, 2022

Note 2: Cash and Investments (Continued)

Cash Deposits (Continued)

The discretely presented component unit - Pinewood 2, LLLP has cash deposits of \$455,229, of which \$253,030 is unrestricted and \$202,199 is restricted. Cash in excess of \$250,000 is collateralized by PDPA.

Restricted Cash

The General Fund has restricted cash of \$2,928,571 representing \$322,720 in forfeitures of retirement contributions and \$2,605,851 held by UMB Trust. The cash will be held by UMB until requests to draw against these funds are paid by the Town as construction expenses for the parking structure as incurred.

The Utility Fund has a restricted cash balance of \$19,549,616 that was held by Colorado Water Resources & Power Development Authority (CWRPDA). The cash will be held by CWRPDA until requests to draw against these funds are paid by the Town as construction expenses are incurred. The Note Payable that relates to this cash is described in Note 6 - Long Term Debt.

The Capital Fund has cash of \$22,129,013 restricted for the construction of the fiber infrastructure. The cash will be held by UMB until requests to draw against these funds are paid by the Town as construction expenses as incurred.

Investments

State statutes and the Town's investment policy specify the investment instruments meeting defined rating, maturity, and concentration risk criteria in which the Town may invest, which include the following. State statutes do not address custodial risk.

- Obligations of the United States and certain U.S. 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
- Guaranteed investment contracts

The Town measures and records its investments using guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered 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

Town of Breckenridge, Colorado

Notes to Financial Statements

December 31, 2022

Note 2: Cash and Investments (Continued)

Investments (Continued)

The Town had the following investments at December 31, 2022:

Investment	Maturity	Rating	Level 1	Level 2	Level 3	Total
ColoTrust Plus+	N/A	Aam	\$ 62,275,629	\$ -	\$ -	\$ 62,275,629
U.S. Treasuries	Less than 1 year	Aaa	-	24,825,557	-	24,825,557
U.S. Treasuries	1 to 5 years	Aaa	-	17,459,690	-	17,459,690
U.S. Instruments	Less than 1 year	Aaa	-	8,437,075	-	8,437,075
U.S. Instruments	1 to 5 years	Aaa	-	3,442,345	-	3,442,345
Corporate Fixed Income	Less than 1 year	N/A	-	1,949,208	-	1,949,208
Total						\$ 118,389,504

The Town's investments in U.S. Treasuries are valued using quoted prices in markets that are not considered to be active, dealer quotations or alternative pricing sources for similar assets or liabilities for which all significant inputs are observable, either directly or indirectly (Level 2 inputs).

Fair Value Measurements - The Town reports its investments using the fair value measurements established by generally accepted accounting principles. As such, a fair value hierarchy categorizes the inputs used to measure the fair value of the investments into three levels. Level 1) inputs are quoted prices in active markets for identical investments; Level 2) inputs include quoted prices in active markets for similar investments, or other observable inputs; and Level 3) inputs are unobservable inputs. At December 31, 2022, the Town's investments in U.S. Treasury and Agency securities were measured utilizing quoted prices in active markets for similar investments (Level 2 inputs). The Town's investments in the Invesco Treasury Money Market Fund and the local government investment pools were measured at the net asset value per share.

Interest Rate Risk - State statutes generally limit investment securities to an original maturity of five years unless the governing board authorizes the investment for a period in excess of five years.

Credit Risk - State statutes limit investments in money market funds to those that maintain a constant share price, with a maximum remaining maturity in accordance with the Securities and Exchange Commission's Rule 2a-7, and either assets of one billion dollars or the highest rating issued by one or more nationally recognized statistical rating organizations.

Local Government Investment Pools - At December 31, 2022, the Town had a total of \$62,275,629 invested in the Colorado Local Government Liquid Asset Trust (Colotrust). The pool are investment vehicles established for local government entities in Colorado to pool surplus funds. The Colorado Division of Securities administers and enforces the requirements of creating and operating the pools. The pools operate in conformity with the Securities and Exchange Commission's Rule 2a-7.

Town of Breckenridge, Colorado

Notes to Financial Statements

December 31, 2022

Note 2: Cash and Investments (Continued)

Investments (Continued)

The pools are measured at the net asset value per share, with each share valued at \$1. The pools are rated AAAM by Standard and Poor's. Investments of the pools are limited to those allowed by State statutes. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodian's internal records identify the investments owned by the participating governments.

Custodial Credit Risk - At December 31, 2022, the Town's investments in U.S. Treasury and Agency securities were held by the counterparty (broker), but not in the Town's name.

Note 3: Note Receivable

A summary of the Changes in the Note Receivable is as follows:

Notes Receivable	Balance 12/31/21	Additions	Deletions	Balance 12/31/22
Breckenridge Nordic Center, LLC	\$ 1,147,899	\$ -	\$ (36,651)	\$ 1,111,248
Pinewood 2, LLLC	6,012,386	-	(100,000)	5,912,386
Alta Verda Affordable Housing	3,986,731	1,225,269	-	5,212,000
Alta Verda Affordable Housing	-	3,000,000	-	3,000,000
Employee Verde Affordable Housing	76,745	-	(60,841)	15,904
	<u>\$ 11,223,761</u>	<u>\$ 4,225,269</u>	<u>\$ (197,492)</u>	<u>\$ 15,251,538</u>

The Town has outstanding notes receivable totaling \$1,111,248 at December 31, 2022, due from the Breckenridge Nordic Center, LLC under a loan agreement dated June 15, 2011, for the construction of a new facility and storage building. The note is collateralized by a deed of trust/security interest in the new facility. The note is paid in monthly installments of principal and interest over 30 years beginning May 1, 2014, at an interest rate of 4% per annum.

The Town's 2015 contributions to Pinewood 2, LLLC, for construction of a new affordable rental housing project, Pinewood 2, are recognized as a note receivable in the Affordable Housing Fund. As of December 31, 2022, the amount of this note receivable was \$5,912,386. The project was completed in July of 2016. In 2017, the loan was converted from a construction loan to a permanent financing loan. The annual payments are to be made from the net income from the housing project. The first annual payment will be made in 2018 from the 2017 net income, and then annually thereafter. The term of the loan is an interest rate of 2.5% and a 40-year term.

In 2021 and in 2022, Town Council approved resolutions to enter into an agreement with Alta Verde, LLC in order to assist Alta Verde, LLC in securing interest in real property. The note was collateralized by a deed of trust and an assignment of leases and rents. The amount of the note outstanding as of December 31, 2022, was \$8,212,000. Under the agreement principal and interest is paid based upon surplus cash flow of the project. Any unpaid interest is capitalized into the principal on a monthly basis, with interest at a rate of 1.0% per annum.

Town of Breckenridge, Colorado
Notes to Financial Statements
December 31, 2022

Note 3: Note Receivable (Continued)

In 2000, The Town instituted a housing down payment assistance program where regular (non-seasonal) Town employees can borrow money from the Town to purchase housing. The purpose of the program is to assist qualified Town of Breckenridge employees with the purchase of a home within a reasonable commuting distance of their jobs. Eligible activities are down payment assistance for a home purchase or new construction only. The Town's note is a second mortgage on the property with a fixed interest rate of 3% amortized over 20 years. The note is due in 10 years or upon sale or transfer of the home from the employee to another party. The default interest rate of Prime plus 3% is put into effect as the new fixed rate upon a payment past due 90 days or greater or 1 year after termination of employment from the Town. As of December 31, 2022, the amount of these notes outstanding totaled \$15,904.

Town of Breckenridge, Colorado

Notes to Financial Statements

December 31, 2022

Note 4: Assets Held for Resale

The Town has a program whereas they acquire housing properties within the Town limits and resale the properties to employees of either the Town or Town employers. The Town holds 18 properties as of December 31, 2022. During 2022, the Town sold thirteen (13) properties for a total of \$9,726,842, resulting in a net loss of \$2,574,905.

A summary of the activity is as follows:

	Balance	Additions	Sales	Balance	Loss on Sale of Properties
Airport Rd, Unit 207	\$ 422,957	\$ -	\$ -	\$ 422,957	\$ -
Altanic Lode, 120	-	699,957	(699,957)	-	211,681
Berlin Placer #10	310,700	-	-	310,700	-
Berlin Placer #9	310,700	-	-	310,700	-
Blazing Saddles, Unit 116	-	520,373	-	520,373	-
Bucyrus 145	675,852	-	(675,852)	-	90,863
Edleweiss, Unit 4	-	365,384	(365,384)	-	131,644
Fairview, 671	-	1,318,561	(1,318,561)	-	408,970
Farivew, 841	1,135,867	-	(1,135,867)	-	275,453
Gold Camp, Unit A48	-	814,674	-	814,674	-
Gold Camp C66	651,418	-	-	651,418	-
Gold Camp E42	735,372	-	-	735,372	-
Gold Camp, E90	651,062	-	(651,062)	-	187,853
Gold Camp, I120	440,921	-	(440,921)	-	(22,967)
Grandview, Unit B9	-	536,151	-	536,151	-
Grandview, Unit C3	-	810,086	-	810,086	-
High Tor 163, Unit 8	613,870	-	(613,870)	-	174,382
High Tor 163, Unit 9	-	725,949	-	725,949	-
Highland Greens, Unit 213	-	596,985	(596,985)	-	197,045
Highlands Green 205	400,803	-	-	400,803	-
Highlands Green 309	402,353	-	-	402,353	-
Kenington, Unit 227	-	899,903	(899,903)	-	278,871
Kenington, Unit 261	-	784,687	(784,687)	-	295,743
Kingdom Park, 850	849,827	-	-	849,827	-
Magnum Bonum, Unit 58	-	817,760	-	817,760	-
Peak 8 Village, B6	659,473	-	(659,473)	-	100,000
Reiling, 66	-	884,320	(884,320)	-	245,367
Tannhauser 2, Unit 10	-	650,247	-	650,247	-
Val d Isere, Unit 111	336,768	-	-	336,768	-
Val d Isere, Unit 207	427,099	-	-	427,099	-
Wildflower, Unit A110	-	550,167	-	550,167	-
Assets Held for Resales	<u>\$ 9,025,042</u>	<u>\$ 10,975,204</u>	<u>\$ (9,726,842)</u>	<u>\$ 10,273,404</u>	<u>\$ 2,574,905</u>

Town of Breckenridge, Colorado
Notes to Financial Statements
December 31, 2022

Note 5: Capital Assets

Governmental capital assets activity for the year ended December 31, 2022, is summarized below:

Governmental Activities	Balance 12/31/21	Additions	Transfers	Deletions	Balance 12/31/22
<i>Capital Assets, Not Being Depreciated</i>					
Land	\$ 54,557,935	\$ 312,122	\$ 1,409,642	\$ (10,883)	\$ 56,268,816
Art	117,914	-	-	-	117,914
Construction in Progress	<u>60,622,495</u>	<u>26,073,857</u>	<u>(11,628,600)</u>	<u>-</u>	<u>75,067,752</u>
Total Capital Assets, Not Being Depreciated	<u>115,298,344</u>	<u>26,385,979</u>	<u>(10,218,958)</u>	<u>(10,883)</u>	<u>131,454,482</u>
<i>Capital Assets, Being Depreciated</i>					
Buildings	102,681,761	1,223,634	-	(388,854)	103,516,541
Improvements	37,946,940	-	4,557,564	-	42,504,504
Infrastructure	23,846,041	-	4,890,196	(6,924,785)	21,811,452
Equipment	13,258,489	207,270	771,198	(8,787,796)	5,449,161
Internal Service Improvements	104,520	-	-	-	104,520
Equipment	<u>16,345,795</u>	<u>2,965,389</u>	<u>-</u>	<u>(7,555,772)</u>	<u>11,755,412</u>
Total Capital Assets, Being Depreciated	<u>194,183,546</u>	<u>4,396,293</u>	<u>10,218,958</u>	<u>(23,657,207)</u>	<u>185,141,590</u>
<i>Less Accumulated Depreciation for</i>					
Buildings	(37,044,211)	(3,149,651)	-	179,655	(40,014,207)
Improvements	(12,241,983)	(1,888,184)	-	-	(14,130,167)
Infrastructure	(10,956,565)	(796,258)	-	5,753,762	(5,999,061)
Equipment	(12,567,150)	(419,678)	-	8,787,796	(4,199,032)
Internal Service Improvements	(52,823)	(6,968)	-	-	(59,791)
Equipment	<u>(11,832,058)</u>	<u>(1,283,929)</u>	<u>-</u>	<u>6,733,928</u>	<u>(6,382,059)</u>
Total Accumulated Depreciation	<u>(84,694,790)</u>	<u>(7,544,668)</u>	<u>-</u>	<u>21,455,141</u>	<u>(70,784,317)</u>
Total Capital Assets, Being Depreciated, Net	<u>109,488,756</u>	<u>(3,148,375)</u>	<u>10,218,958</u>	<u>(2,202,066)</u>	<u>114,357,273</u>
Governmental Activities Capital Assets, Net	<u>\$ 224,787,100</u>	<u>\$ 23,237,604</u>	<u>\$ -</u>	<u>\$ (2,212,949)</u>	<u>\$ 245,811,755</u>

Depreciation is allocated to the Town's governmental activities as follows:

Governmental Activities	
General Government	\$ 1,204,985
Public Safety	761,476
Public Works	1,117,881
Community Development	2,210,339
Culture and Recreation	959,090
Internal Service Funds	<u>1,290,897</u>
Total	<u>\$ 7,544,668</u>

Town of Breckenridge, Colorado
Notes to Financial Statements
December 31, 2022

Note 5: Capital Assets (Continued)

Business-type capital assets activity for the year ended December 31, 2022, is summarized below:

Business-Type Activities	Balance 12/31/21	Additions	Transfers	Deletions	Balance 12/31/22
<i>Capital Assets, Not Being Depreciated</i>					
Land	\$ 5,634,909	\$ -	\$ -	\$ -	\$ 5,634,909
Construction in Progress	9,426,743	12,011,255	-	-	21,437,998
Water and Water Storage Rights	3,190,973	-	-	-	3,190,973
Total Capital Assets, Not Being Depreciated	18,252,625	12,011,255	-	-	30,263,880
<i>Capital Assets, Being Depreciated</i>					
Buildings	69,026,356	-	-	-	69,026,356
Infrastructure	5,306,300	631,397	-	-	5,937,697
Improvements	15,757,187	5,536	-	(205,927)	15,556,796
Equipment	25,672,629	160,417	-	(203,681)	25,629,365
Total Capital Assets, Being Depreciated	115,762,472	797,350	-	(409,608)	116,150,214
<i>Less Accumulated Depreciation for</i>					
Buildings	(10,365,172)	(1,652,025)	(102,833)	(102,833)	(12,222,863)
Infrastructure	(1,394,572)	(416,580)	-	-	(1,811,152)
Improvements	(10,263,762)	(740,369)	102,833	205,927	(10,695,371)
Equipment	(14,488,942)	(503,592)	-	170,057	(14,822,477)
Total Accumulated Depreciation	(36,512,448)	(3,312,566)	-	273,151	(39,551,863)
Total Capital Assets, Being Depreciated, Net	79,250,024	(2,515,216)	-	(136,457)	76,598,351
Business-Type Activities Capital Assets, Net	\$ 97,502,649	\$ 9,496,039	\$ -	\$ (136,457)	\$ 106,862,231

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

Business-type Activities	
Utility Fund	\$ 2,688,807
Golf Course Fund	623,759
Total	\$ 3,312,566

Town of Breckenridge, Colorado
Notes to Financial Statements
December 31, 2022

Note 5: Capital Assets (Continued)

Component Unit capital assets activity for the year ended December 31, 2022, is summarized below:

	Balance 12/31/21	Additions	Transfers	Deletions	Balance 12/31/22
Discreetly Presented Component Unit					
Capital Assets, <i>Being Depreciated</i>					
Buildings and Improvements	\$ 9,035,023	\$ -	\$ -	\$ -	\$ 9,035,023
Equipment	787,735	-	-	-	787,735
Total Capital Assets, <i>Being Depreciated</i>	9,822,758	-	-	-	9,822,758
Less: Accumulated Depreciation for					
Buildings and Improvements	(2,848,293)	(375,132)	-	-	(3,223,425)
Equipment	-	-	-	-	-
Total Accumulated Depreciation	(2,848,293)	(375,132)	-	-	(3,223,425)
Total Capital Assets, <i>Being Depreciated, Net</i>	6,974,465	(375,132)	-	-	6,599,333
Discreetly Presented Component Unit Capital Assets, <i>Net</i>	\$ 6,974,465	\$ (375,132)	\$ -	\$ -	\$ 6,599,333

Note 6: Long-Term Debt

Governmental Activities

Following is a summary of long-term transactions for the year ended December 31, 2022:

	Balance 12/31/21	Additions	Payments	Balance 12/31/22	Due Within One Year
Governmental Activities					
Certificate of Participation, 2016	\$ 6,965,000	\$ -	\$ (575,000)	\$ 6,390,000	\$ 590,000
Premium	729,445	-	(52,104)	677,341	-
Certificate of Participation, 2020	41,810,000	-	(1,380,000)	40,430,000	1,430,000
Premium	6,354,404	-	(276,278)	6,078,126	-
Certificate of Participation, 2021	9,155,000	-	(285,000)	8,870,000	300,000
Premium	2,058,805	-	(175,985)	1,882,820	-
Certificate of Participation, 2022	-	17,775,000	-	17,775,000	585,000
Premium	-	1,892,049	-	1,892,049	-
Capital Leases - Internal Services	229,604	-	(58,513)	171,091	61,507
Compensated Absences					
Governmental	1,004,869	276,561	(100,487)	1,180,943	118,094
Internal Services	78,666	36,146	(86,532)	28,280	2,828
Totals	\$ 68,385,793	\$ 19,979,756	\$ (2,989,899)	\$ 85,375,650	\$ 3,087,429

Town of Breckenridge, Colorado

Notes to Financial Statements

December 31, 2022

Note 6: Long-Term Debt (Continued)

Governmental Activities (Continued)

Certificates of Participation

On March 10, 2016, the Town issued certificates of participation in the amount of \$10,060,000 (2016 COPs). \$2,325,000 was used for the refunding of the 2005 COP (related to the construction of the police department facility) and \$7,735,000 was available for the construction of the Huron Landing affordable housing project. The certificates require semi-annual interest and annual principal payments on June 1 and December 1 through December 2030. The Certificates bear interest at rates varying from 2-5%. Payments are allocated between the Housing Fund and the Excise Fund, which is combined with the General Fund for reporting purposes.

The annual debt service requirements for the 2016 COPs are as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 590,000	\$ 264,500	\$ 854,500
2024	605,000	246,800	851,800
2025	620,000	228,650	848,650
2026	380,000	203,850	583,850
2027	395,000	188,650	583,650
2028 - 2032	2,210,000	698,500	2,908,500
2033 - 2036	<u>1,590,000</u>	<u>161,500</u>	<u>1,751,500</u>
Total	<u>\$ 6,390,000</u>	<u>\$ 1,992,450</u>	<u>\$ 8,382,450</u>

In May of 2020, the Town Council approved the issuance of certificates of participation (2020 COPs). After final pricing, the proceeds for the Town for the 2020 Certificates of Participation total \$50,716,961. The underlying assets securing these COPs are the Breckenridge Grand Vacation Community Center (BGVCC), Breckenridge Town Hall, Breckenridge Recreation Center & Kingdom Park, Riverwalk Center Theatre, and the Police Department Building. The COPs are payable over 25 years at an all-in true interest cost of 2.734% per annum for the 2020A taxable bonds and 1.131% per annum for the 2020B tax exempt bonds. Of this issue, \$2.4M was used to retire the principle of the 2007 COP debt issue (related to the construction of a childcare facility). The remaining amount is designated to fund the construction of a parking structure and expansion of the Fiber Infrastructure project. Construction began in June of 2020.

Town of Breckenridge, Colorado
Notes to Financial Statements
December 31, 2022

Note 6: Long-Term Debt (Continued)

Governmental Activities (Continued)

Certificates of Participation

The annual debt service requirements for the 2020 COPs are as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 1,430,000	\$ 1,598,523	\$ 3,028,523
2024	1,490,000	1,539,075	3,029,075
2025	1,555,000	1,476,293	3,031,293
2026	1,575,000	1,452,845	3,027,845
2027	1,645,000	1,382,866	3,027,866
2028 - 2032	8,065,000	5,870,433	13,935,433
2033 - 2037	9,870,000	4,063,468	13,933,468
2038 - 2042	10,430,000	2,090,064	12,520,064
2043 - 2044	4,370,000	264,000	4,634,000
Total	\$ <u>40,430,000</u>	\$ <u>19,737,567</u>	\$ <u>60,167,567</u>

In December 2021, the Town Council approved the issuance of certificates of participation (2021 COPs). The proceeds of the 2021 COPs were used for the purpose of finance the acquisition, construction, installation, equipping of for rent workforce housing on the leased property. The lease term is 20 years, maturing on December 1, 2041 with annual principal and interest payments of approximately \$1,422,000. Interest accrues at 5% per year.

The annual debt service requirements for the 2021 COPs are as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 300,000	\$ 397,550	\$ 697,550
2024	315,000	382,550	697,550
2025	330,000	366,800	696,800
2026	350,000	350,300	700,300
2027	365,000	332,800	697,800
2028 - 2032	2,125,000	1,370,250	3,495,250
2033 - 2037	2,640,000	817,100	3,457,100
2038 - 2041	2,445,000	249,200	2,694,200
Total	\$ <u>8,870,000</u>	\$ <u>4,266,550</u>	\$ <u>13,136,550</u>

In December 2022, the Town Council approved the issuance of certificates of participation (2022 COPs). The proceeds of the 2022 COPs will be used for the purpose building 52 work force housing apartments. The lease term is 20 years, maturing on December 1, 2042 with annual principal and interest payments of increasing from \$285,000 to \$645,000. Interest accrues at 5% per year.

Town of Breckenridge, Colorado

Notes to Financial Statements

December 31, 2022

Note 6: Long-Term Debt (Continued)

Governmental Activities (Continued)

The annual debt service requirements for the 2022 COPs are as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 585,000	\$ 836,906	\$ 1,421,906
2024	565,000	859,500	1,424,500
2025	590,000	831,250	1,421,250
2026	620,000	801,750	1,421,750
2027	650,000	770,750	1,420,750
2028 - 2032	3,780,000	3,331,250	7,111,250
2033 - 2037	4,825,000	2,287,000	7,112,000
2038 - 2041	<u>6,160,000</u>	<u>954,000</u>	<u>7,114,000</u>
Total	\$ <u>17,775,000</u>	\$ <u>10,672,406</u>	\$ <u>28,447,406</u>

In 2019, the Town entered into a lease agreement for \$355,298 for the purchase of high voltage battery packs for the Town's buses. The lease term is six years, maturing on August 1, 2025, with monthly principal and interest payments of \$5,833. Interest accrues at 5% per year.

Following is a schedule of the future lease payments under this capital lease and the present value of the lease payments at December 31, 2022:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 61,507	\$ 8,493	\$ 70,000
2024	64,654	5,346	70,000
2025	<u>44,930</u>	<u>1,737</u>	<u>46,667</u>
Total	\$ <u>171,091</u>	\$ <u>15,576</u>	\$ <u>186,667</u>

Compensated absences of the governmental activities are expected to be liquidated primarily with revenues of the General Fund.

Town of Breckenridge, Colorado
Notes to Financial Statements
December 31, 2022

Note 6: Long-Term Debt (Continued)

Business-Type Activities

Following is a summary of long-term debt transactions for the year ended December 31, 2022:

	Balance 12/31/21	Additions	Payments	Balance 12/31/22	Due Within One Year
Business-Type Activities					
CWR&PDA, Series 2017	\$ 48,048,413	\$ -	\$ (2,343,516)	\$ 45,704,897	\$ 2,343,516
Premium	1,009,904	-	(56,106)	953,798	-
CWR&PDA, Series 2022	-	13,130,000	-	13,130,000	323,653
Premium	-	-	-	-	-
Capital Lease	184,899	-	(51,382)	133,517	53,600
Compensated Absences					
Stormwater Fund	196,283	18,349	(87,495)	127,137	12,714
Totals	\$ <u>49,439,499</u>	\$ <u>13,148,349</u>	\$ <u>(2,538,499)</u>	\$ <u>60,049,349</u>	\$ <u>2,733,483</u>

Notes Payable

In November 2017, the Town entered into a loan agreement with the Colorado Water Resources Power Development Authority (CWRPDA) for a principal amount of \$56,990,796, in order to construct a 2nd water plant to serve the Town's growing needs. The loan has a prime interest rate and is payable in bi-annual payments beginning on February 1, 2018, with a maturity date of August 1, 2039.

The annual debt service requirements for the 2017 CWRPDA are as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 2,365,634	\$ 861,033	\$ 3,226,667
2024	2,410,399	816,783	3,227,182
2025	2,454,376	774,033	3,228,409
2026	2,497,507	733,033	3,230,540
2027	2,534,683	694,033	3,228,716
2028 - 2032	13,015,185	3,133,063	16,148,248
2033 - 2037	14,194,559	1,956,706	16,151,265
2038 - 2039	6,232,554	225,446	6,458,000
Total	\$ <u>45,704,897</u>	\$ <u>9,194,130</u>	\$ <u>54,899,027</u>

In August 2022, the Town entered into a loan agreement with the Colorado Water Resources Power Development Authority (CWRPDA) for a principal amount of \$13,130,000, in order to provide the matching funds required for the FEMA grant which involves reconstruction of the Tarn Dam for the purpose of flood control. The loan has a 2.0% interest rate and is payable in annual payments beginning on August 1, 2023, with a maturity date of August 1, 2053.

Town of Breckenridge, Colorado
Notes to Financial Statements
December 31, 2022

Note 6: Long-Term Debt (Continued)

Business-Type Activities

Notes Payable

The annual debt service requirements for the 2022 CWRPDA are as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 323,653	\$ 262,600	\$ 586,253
2024	330,127	256,127	586,254
2025	336,729	249,524	586,253
2026	343,464	242,790	586,254
2027	350,333	235,921	586,254
2028 - 2032	1,859,610	1,071,658	2,931,268
2033 - 2037	2,053,159	878,108	2,931,267
2038 - 2042	2,266,854	664,414	2,931,268
2043 - 2047	2,502,790	428,478	2,931,268
2048 - 2052	2,763,281	167,984	2,931,265
Total	<u>\$ 13,130,000</u>	<u>\$ 4,457,604</u>	<u>\$ 17,587,604</u>

Capital Lease

In June 2021, the Town entered into a lease agreement for \$213,885 for the purchase of golf carts for use at the Town's golf course. The lease term is 48 months, maturing in May 2025 with monthly principal and interest payments of \$4,852. Interest accrues at 4.23% per year.

Following is a schedule of the future lease payments under this capital lease and the present value of the lease payments at December 31, 2022:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 53,600	\$ 4,619	\$ 58,219
2024	55,913	2,306	58,219
2025	24,004	255	24,259
Total	<u>\$ 133,517</u>	<u>\$ 7,180</u>	<u>\$ 140,697</u>

Discretely Presented Component Unit

Pinewood 2 LLLP has a note payable to the Town of Breckenridge, related to an affordable housing project known as Pinewood 2. A bridge loan was issued in 2016 for \$3.37 million at 0.75% interest and retired with a payment in full through the refinancing process in 2017. The outstanding note payable was refinanced in 2017, converting the construction loan to a permanent financing loan, with interest only payments made from available cash flow at a rate of 2.50% annually, excess interest added to the principal balance, and the principal balance due at maturity, April 30, 2057. Loan balance as of December 31, 2022, was \$6,012,385 million at 2.5% interest. Payments are made annually from available cash flow.

Town of Breckenridge, Colorado

Notes to Financial Statements

December 31, 2022

Note 7: Interfund Balances and Transfers

It is the Town's policy to report all sales, accommodations and real estate transfer taxes into the General Fund and then distribute these receipts to the other funds for operating purposes. As the Town funds its capital projects during the year, through the Capital Fund, the Town transfers the Conservation Trust proceeds to the Capital Fund as allowed projects are completed.

During the year ended December 31, 2022, the Town made the following transfers:

Transfers Out	Transfers In:				
	General	Capital Projects	Special Revenue Funds		Total
			Marketing	Health Utility	
General Fund	\$ -	\$ 20,115,000	\$ -	\$ -	\$ 20,115,000
Affordable Housing	-	-	-	546,287	546,287
Open Space	-	-	-	17,911	17,911
Conservation Trust	-	55,000	-	-	55,000
Utility	102,166	-	-	-	102,166
Golf Course	33,553	-	-	-	33,553
Total	\$ 135,719	\$ 20,170,000	\$ -	\$ 564,198	\$ 20,869,917

Note 8: Retirement Commitments

Money Purchase Pension Plan

The Town provides pension benefits for its employees through a defined contribution money purchase plan. The plan is administered by the ICMA Retirement Corporation. Covered employees are required to participate in the plan from the date of employment and are fully vested after six years of continuous service. The plan provisions can be modified by the Town Council. The Town contributes an amount equal to 7% or 9% of the covered employee's salary each month, depending upon the employee's length of full-time regular employment with the Town. During the year ended December 31, 2022, contributions totaled \$1,000,794. The Town has no liability for this plan beyond its current annual contribution.

Deferred Compensation Plan

Pursuant to GASB Statement No. 32: *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*, the Town established a trust to hold the assets of its Deferred Compensation Plan, and modified the plan document to state that the plan is *held in trust for the exclusive benefit of participants and their beneficiaries*. As such the plan's assets are no longer the property and rights of the Town and are not reflected in the financial statements of the Town.

Town of Breckenridge, Colorado
Notes to Financial Statements
December 31, 2022

Note 9: Commitments and Contingencies

Claims and Judgments

The Town participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental entities. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the Town may be required to reimburse the grantor government. At December 31, 2022, significant amounts of grant expenditures have not been audited but management believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on the overall financial position of the Town.

TABOR Amendment

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. On April 5, 1994, voters within the Town approved the collection, retention and expenditure of the full revenues generated by the Town in 1994 and subsequent years, notwithstanding the provisions of the Amendment. The Amendment is complex and subject to judicial interpretation. The Town believes it is in substantial compliance with the requirements of the Amendment. However, the Town has made certain interpretations to determine compliance with the Amendment. The Town has established an emergency reserve, representing 3% of qualifying expenditures, as required by the Amendment.

Litigation

The Town is involved in various pending or threatened litigation. The outcome of the litigation cannot be predicted at this time. However, management does not believe the outcome will have a significant effect on the Town's financial position.

Subsequent Year Commitments

As of December 31, 2022, the Town had unexpended commitments that were rolled over into the 2023 budget in the amount of \$_____ in the General Fund.

Note 10: Risk Management

Colorado Intergovernmental Risk Sharing Agency

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. For these risks of loss, the Town is involved with the Colorado Intergovernmental Risk Sharing Agency (CIRSA), a separate and independent governmental and legal entity formed by intergovernmental agreement by member municipalities pursuant to the provision of 24-10-115.5, Colorado Revised Statutes (1982 Replacement Volume) and Colorado Constitution, Article XIV, Section 18(2).

Town of Breckenridge, Colorado

Notes to Financial Statements

December 31, 2022

Note 10: Risk Management (Continued)

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

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

The amounts of settlements have not exceeded insurance coverage the past three years, nor were there any significant changes in insurance coverage. The Town carries commercial insurance for workers compensation coverage.

Self-Insurance

The Town partially self-insures its medical and dental insurance claims. The Town provides coverage up to \$80,000 per employee and a total stop loss of \$2,243,005 or 125% of the prior year claims. The Town carries commercial insurance for all claims in excess of that amount.

A summary of the Town's self-insured claims and liability is as follows:

Claims Payable, December 31, 2020	\$ 428,208
Claims Incurred and Adjustments	4,867,381
Claims Paid	(5,166,240)
Claims Payable, December 31, 2021	129,349
Claims Incurred and Adjustments	4,944,612
Claims Paid	(5,054,049)
Claims Payable, December 31, 2021	<u>\$ 19,912</u>

Note 11: Other Post -Employment Benefits

Plan Description

The Town of Breckenridge provides a single employer defined benefit post-employment health care plan that covers eligible retired employees of the Town. An employee is eligible for retiree coverage when he or she has reached a minimum age of 55 years and satisfies one of the following:

Town of Breckenridge, Colorado

Notes to Financial Statements

December 31, 2022

Note 11: Other Post -Employment Benefits (Continued)

Plan Description (Continued)

- For continuous employment, the employee has been employed by the Town for a minimum of 15 years on a regular full-time basis; or
- For non-continuous employment, the employees have been employed by the Town in aggregate a minimum of 15 years on a regular full-time basis. Any period of unemployment with the Town shall not exceed five years at any one time.

The Town of Breckenridge follows the Rule of 70 which enables an employee to retire as early as age 55, and with a minimum of 15 years of regular full-time employment, without a benefit reduction, provided the combined credited service and age at termination equals or exceeds the sum of 70. If an employee would have qualified for the Rule of 70 prior to July 1, 2016, they will be permitted to participate in the employer's retiree coverage.

The spouse of a covered employee is eligible for retiree coverage on the same date the covered employee qualifies for retiree coverage only if the following two criteria are met:

- The spouse was covered under the Town's medical plan immediately prior to the employee becoming eligible for retiree coverage (regardless of whether the employee is enrolled in Medicare at the time of retirement); and
- He/she has been the employee's spouse (including common law or domestic partner if appropriate documents and affidavits are provided) for at least two years.

In the event the employee and spouse meet the retiree medical plan benefit eligibility criteria, but the employee dies before retiring, the surviving spouse will maintain his/her eligibility rights to retiree coverage, if timely elected. All other retiree medical plan provisions will apply.

The General Fund typically have been used in prior years to liquidate the OPEB liabilities.

Benefits Provided

Retirees are eligible for medical and dental benefits. Health care coverage is provided through one of two self-insured medical plans, a Health Reimbursement Arrange Plan (HRA) or a Health Savings Account (HSA).

Town of Breckenridge, Colorado

Notes to Financial Statements

December 31, 2022

Note 11: Other Post -Employment Benefits (Continued)

Contributions

Retiree premiums for the medical and dental program in 2022 are shown below. The rates are the same for the HRA and HSA plans. Retirees pay the same rates as actives.

<u>Coverage Category</u>	<u>Medical</u>	<u>Dental</u>
Retire Only	\$ 110.00	\$ 22.88
Retire + Spouse	\$ 235.00	\$ 43.12
Retire + Child(ren)	\$ 220.00	\$ 58.12
Retire + Family	\$ 345.00	\$ 73.47

Employees Covered by Benefit Terms

As of December 31, 2022, the number of active and inactive employees covered by the plan was as follows. The count of retirees does not include spouses unless covered as spouse only. The count of active employees does not include COBRA continues or employees who waived medical coverage.

Retired Employees Currently Receiving Benefit Payments	7
Active Employees	<u>176</u>
Total	<u>\$ 183</u>

Total OPEB Liability

The Town's total OPEB liability is \$1,507,962 as of December 31, 2022 and was determined by an actuarial valuation as of that date.

Actuarial Methods and Assumptions

The total OPEB liability in the December 31, 2022, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	3.0% per year
Salary Increases	5.0%
Discount Rate	2.25%
Healthcare Cost Trend Rates	6.4 percent for 2022, decreasing 0.1 percent per year to an ultimate rate of 5.7 percent for 2027 and future years
Retirees' share of benefit-Related Costs	15.0 percent of projected health insurance premiums for retirees

Town of Breckenridge, Colorado

Notes to Financial Statements

December 31, 2022

Note 11: Other Post -Employment Benefits (Continued)

Actuarial Methods and Assumptions (Continued)

The discount rate was based on S&P Municipal Bond 20-year High Grade Rate Index as of December 31, 2021.

Mortality rates were based on the RP-2000 Healthy Annuitant Mortality Table for Males or Females, as appropriate, with adjustments for mortality improvements based on Scale BB.

The actuarial assumptions used in the December 31, 2021 valuation were based on the results of an actuarial experience study for the period January 1, 2021 - December 31, 2022.

Changes in the Total OPEB Liability

Changes in the Total OPEB Liability

Balance at December 31, 2021	\$ 1,458,362
Changes During the Year:	
Service Cost	108,145
Interest	62,855
Difference Between Expected and Actual Experience	112,202
Change of Assumption or Other Inputs	(168,778)
Employer Contributions	(64,824)
Net Changes	<u>49,600</u>
Balance at December 31, 2022	<u>\$ 1,507,962</u>

Changes of assumptions and other inputs reflect a change in the discount rate, participation rate, retirement and termination rates, medical and dental trend, payroll trend and excise tax, as further presented below:

<u>Assumption</u>	<u>Description of Change</u>	<u>Impact on Liability</u>
Discount Rate	Increased from 2.25% to 4.31%	\$ (37,201)
Participation Rate	Updated assumptions based on recent experience:	73,770
	Retire participation increased from 45% to 51.0%	
	Spouse participation reduced from 52% to 49%	
Medical and Dental Trend	Updated assumptions based on historical claims and industry trend study	(69,060)
Total Impact		<u>\$ (32,491)</u>

Town of Breckenridge, Colorado

Notes to Financial Statements

December 31, 2022

Note 11: Other Post -Employment Benefits (Continued)

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the Town, as well as what the Town's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (0.93%) or 1-percentage-point higher (2.93%) than the current discount rate:

	1% Decrease (3.31%)	Current Discount Rate (4.31%)	1% Increase (5.31%)
Total OPEB Liability	\$ <u>1,610,010</u>	\$ <u>1,507,962</u>	\$ <u>1,413,283</u>

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability of the Town, as well as what the Town's total OPEB liability would be if it were calculated using healthcare cost trend rates that is 1-percentage-point lower (5.4%) or 1-percentage-point higher (7.4%) than the current healthcare cost trend rates:

	1% Decrease (4.9%)	Current Trend Rate (5.9%)	1% Increase (6.9%)
Total OPEB Liability	\$ <u>1,384,692</u>	\$ <u>1,507,962</u>	\$ <u>1,650,239</u>

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

For the year ended December 31, 2021, the Town recognized negative OPEB expense of \$180,162. At December 31, 2021, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 590,426	\$ 32,064
Changes in assumptions and other inputs	<u>(50,748)</u>	<u>276,492</u>
Total	\$ <u>539,678</u>	\$ <u>308,556</u>

Town of Breckenridge, Colorado

Notes to Financial Statements

December 31, 2022

Note 11: Other Post -Employment Benefits (Continued)

OPEB Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources relate to OPEB will be recognized in OPEB expense as follows:

<u>Year Ended December 31,</u>	
2023	\$ 36,887
2024	36,887
2025	36,887
2026	36,887
2027	36,887
Thereafter	<u>46,687</u>
Total	\$ <u>231,122</u>

Required Supplementary Information

Town of Breckenridge, Colorado
 Budgetary Comparison Schedule
 General Fund
 For the Year Ended December 31, 2022

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes:				
Property Taxes	\$ 4,256,565	\$ 4,256,565	\$ 3,785,874	\$ (470,691)
Specific Ownership Taxes	165,000	165,000	178,543	13,543
Sales Taxes	29,805,800	29,805,800	35,873,815	6,068,015
Accommodations Taxes	5,118,200	5,118,200	6,830,813	1,712,613
Marijuana Taxes	728,500	728,500	658,274	(70,226)
Franchise Taxes	832,300	832,300	998,167	165,867
Real Estate Transfer Taxes	6,000,000	6,000,000	6,872,481	872,481
Lift Ticket Taxes	-	-	3,993,836	3,993,836
Payments in Lieu of Tax	3,906,206	3,906,206	-	(3,906,206)
Other Taxes	52,700	52,700	49,771	(2,929)
Interest on Taxes	91,065	91,065	7,060	(84,005)
Total Taxes	<u>50,956,336</u>	<u>50,956,336</u>	<u>59,248,634</u>	<u>8,292,298</u>
Licenses and Permits				
Liquor Licenses and Fees	30,000	30,000	25,843	(4,157)
Animal Licenses	750	750	680	(70)
Street Cut Permits	19,000	19,000	35,997	16,997
Building Inspection Permits	450,000	450,000	396,519	(53,481)
Electrical Inspection Permits	40,000	40,000	52,554	12,554
Plumbing and Mechanical Permits	64,537	64,537	109,442	44,905
Parking Permits	-	-	207,917	207,917
Miscellaneous Licenses and Permits	14,000	14,000	906,472	892,472
Total Licenses and Permits	<u>618,287</u>	<u>618,287</u>	<u>1,735,424</u>	<u>1,117,137</u>
Intergovernmental				
Motor Vehicle Fees	27,999	27,999	21,905	(6,094)
Highway Users	214,862	214,862	218,568	3,706
Road and Bridge Levy	236,999	236,999	332,318	95,319
Grants	12,000	860,105	3,693,832	2,833,727
Other	702,459	702,459	538,092	(164,367)
Total Intergovernmental	<u>1,194,319</u>	<u>2,042,424</u>	<u>4,804,715</u>	<u>2,762,291</u>
Charges for Services				
Building Plan Review	350,000	350,000	315,919	(34,081)
Class A, B, C and D Fees	178,752	178,752	188,378	9,626
Recreation Fees and Contributions	3,563,014	3,563,014	5,954,726	2,391,712
Sales of Publication	-	-	1,346	1,346
Other Planning Fees	-	-	2,850	2,850
Parking Fees	5,983,960	5,983,960	2,741,892	(3,242,068)
Administration Fees	-	-	7,184	7,184
Rental Income	869,365	869,365	206,258	(663,107)
Other Charges	395,900	395,900	809,921	414,021
Total Charges for Services	<u>11,340,991</u>	<u>11,340,991</u>	<u>10,228,474</u>	<u>(1,112,517)</u>

(Continued)

See Accompanying Independent Auditor's Report.

Town of Breckenridge, Colorado
 Budgetary Comparison Schedule
 General Fund
 For the Year Ended December 31, 2022
 (Continued)

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues (Continued)				
Fines and Forfeitures				
Court Costs	20,000	20,000	9,170	(10,830)
Dog Fines	1,000	1,000	560	(440)
Parking Citations	-	-	751,675	751,675
Traffic Citations	75,000	75,000	21,565	(53,435)
Penal Fines	41,300	41,300	40,070	(1,230)
Municipal Forfeits	-	-	(690)	(690)
Other Fines	-	-	5,196	5,196
Total Fines and Forfeits	<u>137,300</u>	<u>137,300</u>	<u>827,546</u>	<u>690,246</u>
Investment Earnings	<u>224,997</u>	<u>224,997</u>	<u>272,318</u>	<u>47,321</u>
Other Revenue				
Reimbursement of Expenditures	22,900	22,900	125,628	102,728
Insurance Recoveries	35,000	35,000	93,858	58,858
Pension Forfeitures	55,000	55,000	108,702	53,702
Contributions and Donations	-	-	50,000	50,000
Other	<u>213,258</u>	<u>213,258</u>	<u>41,368</u>	<u>(171,890)</u>
Total Other Revenue	<u>326,158</u>	<u>326,158</u>	<u>419,556</u>	<u>93,398</u>
Total Revenue	<u>64,798,388</u>	<u>65,646,493</u>	<u>77,536,667</u>	<u>11,890,174</u>
Expenditures				
Current				
General Government				
Legislative	293,636	293,636	326,184	(32,548)
Committees	72,600	72,600	89,105	(16,505)
Judicial	189,607	189,607	167,306	22,301
Legal	312,480	312,480	378,286	(65,806)
Executive and Management	4,435,017	4,435,017	1,671,602	2,763,415
Town Clerk	591,967	591,967	583,693	8,274
Finance	1,519,521	1,519,521	1,393,441	126,080
Other Expenditures	<u>191,454</u>	<u>191,638</u>	<u>417,137</u>	<u>(225,499)</u>
Total General Government	<u>7,606,282</u>	<u>7,606,466</u>	<u>5,026,754</u>	<u>2,579,712</u>
Public Safety				
Police Services	<u>5,445,236</u>	<u>5,445,236</u>	<u>6,124,808</u>	<u>(679,572)</u>

(Continued)

Town of Breckenridge, Colorado
 Budgetary Comparison Schedule
 General Fund
 For the Year Ended December 31, 2022
 (Continued)

	Original Budget	Final Budget	Actual	Variance <i>Positive (Negative)</i>
Expenditures (Continued)				
Public Works				
General Services	1,099,217	1,099,217	641,833	457,384
Street and Parks	5,763,825	5,763,825	5,832,450	(68,625)
Facilities Maintenance	2,388,202	2,388,202	2,108,232	279,970
Engineering and Construction	820,867	820,867	832,374	(11,507)
Public Transportation	6,085,770	6,085,770	4,488,423	1,597,347
Total Public Works	<u>16,157,881</u>	<u>16,157,881</u>	<u>13,903,312</u>	<u>2,254,569</u>
Community Development				
Planning Services	1,295,765	1,295,765	1,305,886	(10,121)
Building Services	763,846	763,846	629,491	134,355
Other Community Development	185,795	185,795	3,164,328	(2,978,533)
Special Projects	650,000	650,000	856,395	(206,395)
Child Care	245,499	245,499	242,766	2,733
Total Community Development	<u>3,140,905</u>	<u>3,140,905</u>	<u>6,198,866</u>	<u>(3,057,961)</u>
Culture and Recreation				
Recreation Programs	<u>8,717,715</u>	<u>8,717,715</u>	<u>9,240,104</u>	<u>(522,389)</u>
Grants to Other Agencies	<u>993,000</u>	<u>993,000</u>	<u>1,288,349</u>	<u>(295,349)</u>
Capital Outlay	<u>8,568,675</u>	<u>8,852,827</u>	<u>2,303,634</u>	<u>6,549,193</u>
Debt Service				
Principal	885,000	885,000	1,620,000	(735,000)
Interest	1,975,190	1,975,190	1,712,124	263,066
Debt Issuance Cost	-	-	3,000	(3,000)
	<u>2,860,190</u>	<u>2,860,190</u>	<u>3,335,124</u>	<u>(474,934)</u>
Total Expenditures	<u>53,489,884</u>	<u>53,774,220</u>	<u>47,420,951</u>	<u>6,353,269</u>
Excess Revenues Over (Under)				
Expenditures	<u>11,308,504</u>	<u>11,872,273</u>	<u>30,115,716</u>	<u>18,243,443</u>
Other Financing Sources (Uses)				
Transfers In	17,817,643	19,087,643	14,484,719	(4,602,924)
Transfers Out	(20,121,510)	(20,121,510)	(34,554,955)	(14,433,445)
Total Other Financing Sources (Uses)	<u>(2,303,867)</u>	<u>(1,033,867)</u>	<u>(20,070,236)</u>	<u>(19,036,369)</u>
Change in Fund Balance	9,004,637	10,838,406	10,045,480	(792,926)
Fund Balance, Beginning of Year	<u>70,591,420</u>	<u>70,591,420</u>	<u>92,237,439</u>	<u>21,646,019</u>
Fund Balance, End of Year	<u>\$ 79,596,057</u>	<u>\$ 81,429,826</u>	<u>\$ 102,282,919</u>	<u>\$ 20,853,093</u>

See Accompanying Independent Auditor's Report.

Town of Breckenridge, Colorado
 Budgetary Comparison Schedule
 Affordable Housing Fund
 For the Year Ended December 31, 2022

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes	\$ 4,928,500	\$ 4,928,500	\$ 5,966,809	\$ 1,038,309
Intergovernmental	292,250	292,250	719,650	427,400
Charges for Services	584,000	584,000	436,967	(147,033)
Investment Earnings	50,000	50,000	85,979	35,979
Other Revenue	16,000,000	16,000,000	187,860	(15,812,140)
	<u>21,854,750</u>	<u>21,854,750</u>	<u>7,397,265</u>	<u>(14,457,485)</u>
Total Revenues				
Expenditures				
Current				
Culture and Recreation	2,800,569	2,750,042	13,694,315	10,944,273
Debt Service				
Principal Payments	285,000	285,000	620,000	335,000
Interest Payments	411,080	411,000	661,126	250,126
Debt Issuance Cost	-	-	150,845	150,845
Capital Outlays	3,150,000	-	-	-
	<u>6,646,649</u>	<u>3,446,042</u>	<u>15,126,286</u>	<u>11,680,244</u>
Excess Revenues Over (Under) Expenditures	15,208,101	18,408,708	(7,729,021)	(26,137,729)
Other Financing Sources (Uses)				
Proceeds from Issuance of Debt	-	-	19,667,049	19,667,049
Proceeds from Sale of Assets	3,400,000	3,400,000	-	(3,400,000)
Payments Received on Notes Receivable	151,487	116,551	-	(116,551)
Transfers Out	(22,516,389)	(6,835,000)	(546,287)	6,288,713
	<u>(18,964,902)</u>	<u>(3,318,449)</u>	<u>19,120,762</u>	<u>22,439,211</u>
Total Other Financing Sources (Uses)				
Net Change in Fund Balance	(3,756,801)	15,090,259	11,391,741	(3,698,518)
Fund Balance, Beginning of Year	20,240,983	20,240,983	22,109,162	1,868,179
Fund Balance, End of Year	<u>\$ 16,484,182</u>	<u>\$ 35,331,242</u>	<u>\$ 33,500,903</u>	<u>\$ (1,830,339)</u>

See Accompanying Independent Auditor's Report.

Town of Breckenridge, Colorado
Required Supplementary Information
Schedule of Changes in the Total OPEB Liability and Related Ratios
For the Year Ended December 31, 2022

	2022	2021	2020	2019	2018
Total OPEB Liability					
Service Cost	\$ 108,145	\$ 117,494	\$ 126,782	\$ 68,527	\$ 71,686
Interest on Total OPEB Liability	62,855	34,076	17,451	30,163	40,237
Difference between Expected and Actual Experience	112,202	(41,564)	366,468	59,687	50,006
Change in Assumptions or Other Inputs	(168,778)	(37,201)	220,756	(20,641)	(192,711)
Employer Contribution	<u>(64,824)</u>	<u>(128,922)</u>	<u>(121,167)</u>	<u>(158,791)</u>	<u>(149,380)</u>
Net Change in OPEB Liability	49,600	(56,117)	610,290	(21,055)	(180,162)
Total OPEB Liability - Beginning of Year	<u>1,458,362</u>	<u>1,514,479</u>	<u>904,189</u>	<u>925,244</u>	<u>1,105,406</u>
Total OPEB Liability - End of Year	<u><u>\$ 1,507,962</u></u>	<u><u>\$ 1,458,362</u></u>	<u><u>\$ 1,514,479</u></u>	<u><u>\$ 904,189</u></u>	<u><u>\$ 925,244</u></u>
City's Covered-employee Payroll	\$ 15,827,560	\$ 12,219,719	\$ 11,637,828	\$ 11,668,453	\$ 11,668,453
Total OPEB Liability as a Percentage of Covered Payroll	9.5%	11.9%	13.0%	7.7%	7.9%

Note: There are no assets accumulated in a trust to pay related benefits for the OPEB plan.

This schedule is presented to show information for 10 years. Until information for the full 10-year period is available, information will be presented for the years information is available.

Town of Breckenridge, Colorado
Notes to Required Supplementary Information
December 31, 2022

Note 1: Stewardship, Compliance and Accountability

Budgetary Accounting

Budgets are adopted for all funds of the Town in accordance with State statutes. Fiduciary fund budgets are not required and have not been presented in the financial statements. Budgets for the governmental funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgetary comparisons for the enterprise funds are presented on a non-GAAP budgetary basis. Capital outlay and debt principle are budgeted as expenditures, but depreciation and amortization are not budgeted.

The Town follows these procedures to establish the budgetary information reflected in the financial statements:

- In October, management submits to the Town Council a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted to obtain taxpayer comments.
- Prior to December 31, the budget is legally adopted through passage of an ordinance.
- Management is authorized to transfer budgeted amounts between departments within any fund. However, any revisions that alter the total expenditures of any fund must be approved by the Town Council.
- All appropriations lapse at year end.

Supplementary Information

Town of Breckenridge, Colorado
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2022

	Special Revenue Funds				
	Open Space Acquisition Fund	Marketing Fund	Conservation Trust Fund	Accommodation Unit Compliance Fund	Totals
Assets					
Cash	\$ 9,597,003	\$ 6,124,540	\$ 22,378	\$ 6,589,025	\$ 22,332,946
Receivables					
Taxes	641,159	735,066	-	-	1,376,225
Accounts Receivable	37,287	-	-	-	37,287
Total Assets	<u>\$ 10,275,449</u>	<u>\$ 6,859,606</u>	<u>\$ 22,378</u>	<u>\$ 6,589,025</u>	<u>\$ 23,746,458</u>
Liabilities					
Accounts Payable	\$ 26,457	\$ 7,748	\$ -	\$ 28,216	\$ 62,421
Accrued Liabilities	-	-	-	8,503	8,503
Accrued Salaries	13,902	-	-	-	13,902
Total Liabilities	<u>40,359</u>	<u>7,748</u>	<u>-</u>	<u>36,719</u>	<u>84,826</u>
Fund Balances					
Restricted for					
Parks and Recreation	-	-	22,378	-	22,378
Marketing	-	556,213	-	-	556,213
Accommodation Unit Compliance	-	-	-	6,552,306	6,552,306
Open Space	10,235,090	-	-	-	10,235,090
Committed to					
Marketing	-	6,295,645	-	-	6,295,645
Total Fund Balances	<u>10,235,090</u>	<u>6,851,858</u>	<u>22,378</u>	<u>6,552,306</u>	<u>23,661,632</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 10,275,449</u>	<u>\$ 6,859,606</u>	<u>\$ 22,378</u>	<u>\$ 6,589,025</u>	<u>\$ 23,746,458</u>

See Accompanying Independent Auditor's Report.

Town of Breckenridge, Colorado

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Governmental Funds For the Year Ended December 31, 2022

	Special Revenue Funds				
	Open Space Acquisition Fund	Marketing Fund	Conservation Trust Fund	Accommodation Unit Compliance Trust Fund	Totals
Revenues					
Taxes	\$ 4,741,297	\$ 4,908,628	\$ -	\$ -	\$ 9,649,925
Licenses and Permits	-	1,461,422	-	-	1,461,422
Intergovernmental	57,600	-	64,728	-	122,328
Charges for Services	221,716	-	-	10,037,313	10,259,029
Investment Earnings	(5,506)	(2,331)	38	7,014	(785)
Total Revenues	<u>5,015,107</u>	<u>6,367,719</u>	<u>64,766</u>	<u>10,044,327</u>	<u>21,491,919</u>
Expenditures					
Current					
General Government	-	4,438,668	-	365,500	4,804,168
Community Development	-	-	-	3,612,399	3,612,399
Open Space Acquisition	1,720,427	-	-	-	1,720,427
Capital Outlay	1,555,378	-	-	-	1,555,378
Total Expenditures	<u>3,275,805</u>	<u>4,438,668</u>	<u>-</u>	<u>3,977,899</u>	<u>11,692,372</u>
Excess of Revenues Over (Under) Expenditures	<u>1,739,302</u>	<u>1,929,051</u>	<u>64,766</u>	<u>6,066,428</u>	<u>9,799,547</u>
Other Financing Sources (Uses)					
Transfers Out	(24,486)	-	(55,000)	-	(79,486)
Total Other Financing Sources (Uses)	<u>(24,486)</u>	<u>-</u>	<u>(55,000)</u>	<u>-</u>	<u>(79,486)</u>
Net Change in Fund Balances	1,714,816	1,929,051	9,766	6,066,428	9,720,061
Fund Balances, Beginning of year	<u>8,520,274</u>	<u>4,922,807</u>	<u>12,612</u>	<u>485,878</u>	<u>13,941,571</u>
Fund Balances, End of year	<u>\$ 10,235,090</u>	<u>\$ 6,851,858</u>	<u>\$ 22,378</u>	<u>\$ 6,552,306</u>	<u>\$ 23,661,632</u>

See Accompanying Independent Auditor's Report.

Town of Breckenridge, Colorado
 Budgetary Comparison Schedule
 Open Space Acquisition Fund
 Nonmajor Governmental Funds
 For the Year Ended December 31, 2022

	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Taxes	\$ 4,000,800	\$ 4,497,841	\$ 497,041
Intergovernmental	40,000	57,600	17,600
Charges for Services	132,911	465,172	332,261
Investment Earnings	39,000	(5,506)	(44,506)
Other	35,604	-	(35,604)
	<u>4,248,315</u>	<u>5,015,107</u>	<u>766,792</u>
Total Revenues			
	<u>4,248,315</u>	<u>5,015,107</u>	<u>766,792</u>
Expenditures			
Current			
Open Space Acquisition	1,993,785	1,720,427	273,358
Capital Outlay	-	1,555,378	(1,555,378)
	<u>1,993,785</u>	<u>3,275,805</u>	<u>(1,282,020)</u>
Total Expenditures			
	<u>1,993,785</u>	<u>3,275,805</u>	<u>(1,282,020)</u>
Excess of Revenues Over (Under) Expenditures	<u>2,254,530</u>	<u>1,739,302</u>	<u>(515,228)</u>
Other Financing Sources (Uses)			
Transfers Out	(693,996)	(24,486)	669,510
Total Other Financing Sources (Uses)	(693,996)	(24,486)	669,510
	<u>(693,996)</u>	<u>(24,486)</u>	<u>669,510</u>
Net Change in Fund Balance	1,560,534	1,714,816	154,282
Fund Balance, Beginning of Year	<u>5,368,108</u>	<u>8,520,274</u>	<u>3,152,166</u>
Fund Balance, End of Year	<u>\$ 6,928,642</u>	<u>\$ 10,235,090</u>	<u>\$ 3,306,448</u>

See Accompanying Independent Auditor's Report.

Town of Breckenridge, Colorado
 Budgetary Comparison Schedule
 Marketing Fund
 Nonmajor Governmental Funds
 For the Year Ended December 31, 2022

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes	\$ 4,140,930	\$ 4,140,930	\$ 4,908,628	\$ 767,698
Licenses and Permits	951,547	951,547	1,461,422	509,875
Investment Income	6,320	6,320	(2,331)	(8,651)
Total Revenues	<u>5,098,797</u>	<u>5,098,797</u>	<u>6,367,719</u>	<u>1,268,922</u>
Expenditures				
Current				
General Government	<u>4,447,840</u>	<u>4,447,840</u>	<u>4,438,668</u>	<u>9,172</u>
Total Expenditures	<u>4,447,840</u>	<u>4,447,840</u>	<u>4,438,668</u>	<u>9,172</u>
Net Change in Fund Balance	650,957	650,957	1,929,051	1,278,094
Fund Balance, Beginning of Year	<u>1,546,057</u>	<u>1,546,057</u>	<u>4,922,807</u>	<u>3,376,750</u>
Fund Balance, End of Year	<u><u>\$ 2,197,014</u></u>	<u><u>\$ 2,197,014</u></u>	<u><u>\$ 6,851,858</u></u>	<u><u>\$ 4,654,844</u></u>

Town of Breckenridge, Colorado
 Budgetary Comparison Schedule
 Conservation Trust Fund
 Nonmajor Governmental Funds
 For the Year Ended December 31, 2022

	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Intergovernmental	\$ 55,000	\$ 64,728	\$ 9,728
Investment Earnings	-	38	38
	<u>55,000</u>	<u>64,766</u>	<u>9,766</u>
Total Revenues			
	<u>55,000</u>	<u>64,766</u>	<u>9,766</u>
Excess of Revenues Over (Under) Expenditures			
	<u>55,000</u>	<u>64,766</u>	<u>9,766</u>
Other Financing Sources (Uses)			
Transfers Out	(55,000)	(55,000)	-
	<u>(55,000)</u>	<u>(55,000)</u>	<u>-</u>
Net Change in Fund Balance	-	9,766	9,766
Fund Balance, Beginning of Year	<u>6,106</u>	<u>12,612</u>	<u>6,506</u>
Fund Balance, End of Year	<u><u>\$ 6,106</u></u>	<u><u>\$ 22,378</u></u>	<u><u>\$ 16,272</u></u>

See Accompanying Independent Auditor's Report.

Town of Breckenridge, Colorado

Budgetary Comparison Schedule Accommodation Unit Compliance Fund Nonmajor Governmental Funds For the Year Ended December 31, 2022

	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Charges for Services	\$ 8,700,900	\$ 10,037,313	\$ 1,336,413
Investment Earnings	-	7,014	7,014
Total Revenues	8,700,900	10,044,327	1,343,427
Expenditures			
Current			
General Government	420,243	365,500	54,743
Community Development	4,999,000	3,612,399	1,386,601
	5,419,243	3,977,899	1,441,344
Net Change in Fund Balance	3,281,657	6,066,428	2,784,771
Fund Balance, Beginning of Year	6,106	485,878	479,772
Fund Balance, End of Year	<u>\$ 3,287,763</u>	<u>\$ 6,552,306</u>	<u>\$ 3,264,543</u>

See Accompanying Independent Auditor's Report.

Town of Breckenridge, Colorado
 Budgetary Comparison Schedule
 Capital Projects Fund
 For the Year Ended December 31, 2022

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services	\$ 205,000	\$ 205,000	\$ 136,400	\$ (68,600)
Intergovernmental	-	-	864,479	864,479
Investment Earnings	1,000	1,000	261,905	260,905
Other	-	-	3,747,085	3,747,085
Total Revenues	<u>206,000</u>	<u>206,000</u>	<u>5,009,869</u>	<u>4,803,869</u>
Expenditures				
Current				
Public Works	1,745,000	-	3,657,486	(3,657,486)
Capital Outlay	35,475,000	49,265,000	25,195,097	24,069,903
Debt Service				
Principal Payments	310,000	310,000	-	310,000
Interest Payments	157,917	161,157	-	161,157
Total Expenditures	<u>37,687,917</u>	<u>49,736,157</u>	<u>28,852,583</u>	<u>20,883,574</u>
Excess of Revenues Over (Under) Expenditures	<u>(37,481,917)</u>	<u>(49,530,157)</u>	<u>(23,842,714)</u>	<u>25,687,443</u>
Other Financing Sources (Uses)				
Transfers In	44,212,474	-	20,170,000	20,170,000
Total Other Financing Sources (Uses)	<u>44,212,474</u>	<u>-</u>	<u>20,170,000</u>	<u>20,170,000</u>
Net Change in Fund Balance	6,730,557	(49,530,157)	(3,672,714)	45,857,443
Fund Balance, Beginning of Year	<u>9,107,391</u>	<u>9,107,391</u>	<u>18,848,721</u>	<u>9,741,330</u>
Fund Balance, End of Year	<u>\$ 15,837,948</u>	<u>\$ (40,422,766)</u>	<u>\$ 15,176,007</u>	<u>\$ 55,598,773</u>

See Accompanying Independent Auditor's Report.

Town of Breckenridge, Colorado
Statement of Net Position
Nonmajor Proprietary Funds
December 31, 2022

	Golf Course Fund	Cemetery Fund	Totals
Assets			
Current Assets			
Cash and Investments	\$ 3,167,764	\$ 257,996	\$ 3,425,760
Accounts Receivables	(1,178)	-	(1,178)
Total Current Assets	<u>3,166,586</u>	<u>257,996</u>	<u>3,424,582</u>
Noncurrent Assets			
Capital Assets			
Not Being Depreciated	5,790,582	-	5,790,582
Being Depreciated,			
Net of Accumulated Depreciation	<u>3,148,553</u>	<u>-</u>	<u>3,148,553</u>
Total Noncurrent Assets	<u>8,939,135</u>	<u>-</u>	<u>8,939,135</u>
Total Assets	<u>12,105,721</u>	<u>257,996</u>	<u>12,363,717</u>
Liabilities			
Current Liabilities			
Accounts Payable	25,490	-	25,490
Accrued Salaries	22,170	-	22,170
Current Portion of Long-term Liabilities			
Accrued Compensated Absences	4,866	-	4,866
Capital Lease Obligations Payable	<u>53,600</u>	<u>-</u>	<u>53,600</u>
Total Current Liabilities	<u>106,126</u>	<u>-</u>	<u>106,126</u>
Noncurrent Liabilities			
Accrued Compensated Absences	43,794	-	43,794
Capital Lease Obligations Payable	<u>79,916</u>	<u>-</u>	<u>79,916</u>
Total Noncurrent Liabilities	<u>123,710</u>	<u>-</u>	<u>123,710</u>
Total Liabilities	<u>229,836</u>	<u>-</u>	<u>229,836</u>
Net Position			
Net Investment in Capital Assets	8,805,619	-	8,805,619
Unrestricted	<u>3,070,266</u>	<u>257,996</u>	<u>3,328,262</u>
Total Net Position	<u>\$ 11,875,885</u>	<u>\$ 257,996</u>	<u>\$ 12,133,881</u>

See Notes to the Financial Statements.

Town of Breckenridge, Colorado
Statement of Revenues, Expenses, and Changes in Net Position
Nonmajor Proprietary Funds
For the Year Ended December 31, 2022

	Golf Course Fund	Cemetery Fund	Total
Operating Revenues			
Charges for Services	\$ 3,969,439	\$ 42,150	\$ 4,011,589
Reimbursement of Expenses	77,940	-	77,940
Total Operating Revenues	<u>4,047,379</u>	<u>42,150</u>	<u>4,089,529</u>
Operating Expenses			
Administration	181,530	19,498	201,028
Depreciation	617,668	-	617,668
Golf Course Maintenance	1,084,769	-	1,084,769
Golf Pro Shop	1,231,388	-	1,231,388
Total Operating Expenses	<u>3,115,355</u>	<u>19,498</u>	<u>3,134,853</u>
Operating Income	<u>932,024</u>	<u>22,652</u>	<u>954,676</u>
Nonoperating Revenues (Expenses)			
Interest Income	3,773	46	3,819
Interest Expense	(6,836)	-	(6,836)
Total Nonoperating Revenues (Expenses)	<u>(3,063)</u>	<u>46</u>	<u>(3,017)</u>
Income Before Capital Contributions & Transfers	928,961	22,698	951,659
Capital Contributions & Transfers			
Transfers In	97,530	-	97,530
Transfers Out	(33,553)	-	(33,553)
Total Capital Contributions & Transfers	<u>63,977</u>	<u>-</u>	<u>63,977</u>
Change in Net Position	992,938	22,698	1,015,636
Net Position, Beginning of Year	<u>10,882,947</u>	<u>235,298</u>	<u>11,118,245</u>
Net Position, End of Year	<u>\$ 11,875,885</u>	<u>\$ 257,996</u>	<u>\$ 12,133,881</u>

See Notes to the Financial Statements.

Town of Breckenridge, Colorado
Statement of Cash Flows
Nonmajor Proprietary Funds
For the Year Ended December 31, 2022

	Golf Course Fund	Cemetery Fund	Total
Cash Flows From Operating Activities			
Cash Received from Customers	\$ 4,049,153	\$ 42,150	\$ 4,091,303
Cash Payments to Employees	(1,065,509)	-	(1,065,509)
Cash Payments to Vendors and Suppliers	(1,475,632)	(19,498)	(1,495,130)
Net Cash Provided by Operating Activities	<u>1,508,012</u>	<u>22,652</u>	<u>1,530,664</u>
Cash Flows From Noncapital Financing Activities			
Transfers to Other Funds	<u>12,594</u>	<u>-</u>	<u>12,594</u>
Net Cash Used in Noncapital Financing Activities	<u>12,594</u>	<u>-</u>	<u>12,594</u>
Cash Flows From Capital and Related Financing Activities			
Acquisition and Construction of Capital Assets	(1,843,170)	-	(1,843,170)
Proceeds from Sale of Assets	28,262	-	28,262
Interest Payments on Debt	(7,224)	-	(7,224)
Net Cash Used in Capital and Related Financing Activities	<u>(1,822,132)</u>	<u>-</u>	<u>(1,822,132)</u>
Cash Flows from Investing Activities			
Interest Received	<u>3,773</u>	<u>46</u>	<u>3,819</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(297,753)	22,698	(275,055)
Cash and Cash Equivalents, <i>Beginning of Year</i>	<u>3,465,517</u>	<u>235,298</u>	<u>3,700,815</u>
Cash and Cash Equivalents, <i>End of Year</i>	<u>\$ 3,167,764</u>	<u>\$ 257,996</u>	<u>\$ 3,425,760</u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities			
Operating Income	\$ 932,024	\$ 22,652	\$ 954,676
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities			
Depreciation	623,759	-	623,759
Changes in Asset and Liabilities			
Accounts Receivable	1,767	-	1,767
Accounts Payable and Accrued Liabilities	(17,021)	-	(17,021)
Accrued Salaries	5,381	-	5,381
Deposits	7	-	7
Accrued Compensated Absences	(37,905)	-	(37,905)
Net Cash Provided by Operating Activities	<u>\$ 1,508,012</u>	<u>\$ 22,652</u>	<u>\$ 1,530,664</u>

See Notes to the Financial Statements.

Town of Breckenridge, Colorado
 Budgetary Comparison Schedule
 Utility Fund
 Enterprise Funds
 For the Year Ended December 31, 2022

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services	\$ 5,107,203	\$ 5,107,203	\$ 5,496,953	\$ 389,750
Grant Revenue	-	-	7,543,802	7,543,802
Investment Income	54,400	54,400	75,824	21,424
Plant Investment Fees	925,000	925,000	594,870	(330,130)
Other	799,500	799,500	512,674	(286,826)
Total Revenues	<u>6,886,103</u>	<u>6,886,103</u>	<u>14,224,123</u>	<u>7,338,020</u>
Expenditures				
Administration	2,658,104	2,658,104	5,571,730	(2,913,626)
Water Rights Maintenance	364,265	364,265	127,061	237,204
Debt Service				
Principal Payments	2,343,516	2,343,516	2,295,776	47,740
Interest Payments	888,183	888,183	840,452	47,731
Capital Outlays	15,868,750	15,868,750	6,870,300	8,998,450
Total Expenditures	<u>22,122,818</u>	<u>22,122,818</u>	<u>15,705,319</u>	<u>6,417,499</u>
Revenues Over (Under) Expenditures	(15,236,715)	(15,236,715)	(1,481,196)	13,755,519
Other Financing Sources and Uses and Transfers				
Transfers In	167,911	167,911	564,198	396,287
Transfers Out	<u>(102,166)</u>	<u>(102,166)</u>	<u>(102,166)</u>	<u>-</u>
Change in Net Position - Budgetary Basis	<u>\$ (15,170,970)</u>	<u>\$ (15,170,970)</u>	(1,019,164)	<u>\$ 14,151,806</u>
Adjustments to GAAP Basis				
Capital Outlay			6,870,300	
Debt Principal Payments			2,295,776	
Depreciation			<u>(2,695,446)</u>	
Change in Net Position, GAAP Basis			<u>\$ 5,451,466</u>	

See Accompanying Independent Auditor's Report.

Town of Breckenridge, Colorado
 Budgetary Comparison Schedule
 Golf Course Fund
 Enterprise Funds
 For the Year Ended December 31, 2022

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services	\$ 3,212,506	\$ 3,212,506	\$ 3,969,439	\$ 756,933
Interest Income	10,065	10,065	3,773	(6,292)
Other	-	-	77,940	77,940
Total Revenues	<u>3,222,571</u>	<u>3,222,571</u>	<u>4,051,152</u>	<u>828,581</u>
Expenditures				
Administration	199,582	199,582	181,530	18,052
Gold Course Maintenance	1,038,723	1,038,723	1,084,769	(46,046)
Golf Pro Shop	1,078,499	1,078,499	1,231,388	(152,889)
Debt Service				
Principal Payments	-	-	28,986	(28,986)
Interest Payments	-	-	6,836	(6,836)
Capital Outlay	<u>2,291,969</u>	<u>2,291,969</u>	<u>151,419</u>	<u>2,140,550</u>
Total Expenditures	<u>4,608,773</u>	<u>4,608,773</u>	<u>2,684,928</u>	<u>1,923,845</u>
Revenues Over (Under) Expenditures	(1,386,202)	(1,386,202)	1,366,224	2,752,426
Other Financing Sources and Uses and Transfers				
Transfers In	-	-	97,530	97,530
Transfers Out	<u>-</u>	<u>(33,553)</u>	<u>(33,553)</u>	<u>-</u>
Change in Net Position - Budgetary Basis	<u>\$ (1,386,202)</u>	<u>\$ (1,419,755)</u>	1,430,201	<u>\$ 2,849,956</u>
Adjustments to GAAP Basis				
Capital Outlay			151,419	
Debt Service Principal			28,986	
Depreciation			<u>(617,668)</u>	
Change in Net Position, GAAP Basis			<u>\$ 992,938</u>	

See Accompanying Independent Auditor's Report.

Town of Breckenridge, Colorado
 Budgetary Comparison Schedule
 Cemetery Fund
 Enterprise Funds
 For the Year Ended December 31, 2022

	Original and Final Budget	Actual	Variance <i>Positive</i> <i>(Negative)</i>
Revenues			
Charges for Services	\$ 16,405	\$ 42,150	\$ 25,745
Investment Income	-	46	46
Total Revenues	<u>16,405</u>	<u>42,196</u>	<u>25,791</u>
Expenditures			
Administration	<u>18,500</u>	<u>19,498</u>	<u>(998)</u>
Total Expenditures	<u>18,500</u>	<u>19,498</u>	<u>(998)</u>
Change in Net Position - Budgetary Basis	<u>\$ (2,095)</u>	22,698	<u>\$ 24,793</u>
Adjustments to GAAP Basis			
None		<u>-</u>	
Change in Net Position, GAAP Basis		<u>\$ 22,698</u>	

See Accompanying Independent Auditor's Report.

Town of Breckenridge, Colorado
Combining Statement of Net Position
Internal Service Funds
December 31, 2022

	Garage Services Fund	Information Technology Fund	Facility Maintenance Fund	Health Benefit Fund	Totals
Assets					
Current Assets					
Cash	\$ 8,117,866	\$ 1,243,251	\$ 4,946,044	\$ 1,060,865	\$ 15,368,026
Accounts Receivable	3,382	-	-	-	3,382
Total Current Assets	<u>8,121,248</u>	<u>1,243,251</u>	<u>4,946,044</u>	<u>1,060,865</u>	<u>15,371,408</u>
Noncurrent Assets					
Capital Assets					
Being Depreciated, Net of Accumulated Depreciation	5,372,919	-	44,729	-	5,417,648
Total Noncurrent Assets	<u>5,372,919</u>	<u>-</u>	<u>44,729</u>	<u>-</u>	<u>5,417,648</u>
Total Assets	<u>\$ 13,494,167</u>	<u>\$ 1,243,251</u>	<u>\$ 4,990,773</u>	<u>\$ 1,060,865</u>	<u>\$ 20,789,056</u>
Liabilities					
Current Liabilities					
Accounts Payable	\$ 599,860	\$ 23,131	\$ 15,828	\$ -	\$ 638,819
Accrued Liabilities	-	-	-	19,912	19,912
Accrued Salaries	23,154	12,612	-	-	35,766
Accrued Interest	-	-	-	-	-
Accrued Compensated Absences, Current Portion	1,556	1,272	-	-	2,828
Capital Lease Obligations, Current Portion	-	-	-	-	-
Total Current Liabilities	<u>624,570</u>	<u>37,015</u>	<u>15,828</u>	<u>19,912</u>	<u>697,325</u>
Noncurrent Liabilities					
Accrued Compensated Absences	14,000	11,452	-	-	25,452
Capital Lease Obligations	171,091	-	-	-	171,091
Total Noncurrent Liabilities	<u>185,091</u>	<u>11,452</u>	<u>-</u>	<u>-</u>	<u>196,543</u>
Total Liabilities	<u>809,661</u>	<u>48,467</u>	<u>15,828</u>	<u>19,912</u>	<u>893,868</u>
Fund Balances					
Net Investment in Capital Assets	5,201,828	-	44,729	-	5,246,557
Unrestricted	7,482,678	1,194,784	4,930,216	1,040,953	14,648,631
Total Fund Balances	<u>12,684,506</u>	<u>1,194,784</u>	<u>4,974,945</u>	<u>1,040,953</u>	<u>19,895,188</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 13,494,167</u>	<u>\$ 1,243,251</u>	<u>\$ 4,990,773</u>	<u>\$ 1,060,865</u>	<u>\$ 20,789,056</u>

See Accompanying Independent Auditor's Report.

Town of Breckenridge, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Net Position
Internal Service Funds
For the Year Ended December 31, 2022

	Garage Services Fund	Information Technology Fund	Facility Maintenance Fund	Health Benefit Fund	Totals
Revenues					
Internal Service Revenue	\$ 5,055,065	\$ 1,589,963	\$ 759,342	\$ 3,558,014	\$ 10,962,384
Charges for Services	3,465	-	-	-	3,465
Intergovernmental	3,382	-	-	-	3,382
Insurance Recoveries	26,139	-	-	-	26,139
Reimbursement of Expenses	82,743	-	-	1,821,875	1,904,618
Employee Paid Premiums	-	-	-	613,257	613,257
Other Revenue	-	-	172,528	-	172,528
Total Operating Revenues	<u>5,170,794</u>	<u>1,589,963</u>	<u>931,870</u>	<u>5,993,146</u>	<u>13,685,773</u>
Expenditures					
Depreciation	1,121,173	-	6,968	-	1,128,141
Health Program	-	-	-	4,944,612	4,944,612
Motor Vehicle Maintenance	757,173	-	-	-	757,173
Information Systems Maintenance	-	1,252,966	-	-	1,252,966
Facility Maintenance	-	-	604,046	-	604,046
Total Operating Expenditures	<u>1,878,346</u>	<u>1,252,966</u>	<u>611,014</u>	<u>4,944,612</u>	<u>8,686,938</u>
Operating Income	<u>3,292,448</u>	<u>336,997</u>	<u>320,856</u>	<u>1,048,534</u>	<u>4,998,835</u>
Non-Operating Revenue (Expense)					
Investments Earnings	10,698	(539)	484	(1,996)	8,647
Gain of Sale of Assets	(745,280)	-	-	-	(745,280)
Interest Expense	(4,133)	-	-	-	(4,133)
Total Non-Operating Revenue (Expense)	<u>(738,715)</u>	<u>(539)</u>	<u>484</u>	<u>(1,996)</u>	<u>(740,766)</u>
Change in Net Position	<u>2,553,733</u>	<u>336,458</u>	<u>321,340</u>	<u>1,046,538</u>	<u>4,258,069</u>
Net Position, Beginning of year	<u>10,130,773</u>	<u>858,326</u>	<u>4,653,605</u>	<u>(5,585)</u>	<u>15,637,119</u>
Net Position, End of year	<u>\$ 12,684,506</u>	<u>\$ 1,194,784</u>	<u>\$ 4,974,945</u>	<u>\$ 1,040,953</u>	<u>\$ 19,895,188</u>

See Accompanying Independent Auditor's Report.

Town of Breckenridge, Colorado
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2022

	Garage Services Fund	Information Technology Fund	Facility Maintenance Fund	Health Benefit Fund	Totals
Cash Flows From Operating Activities					
Cash Received from Customers	\$ 5,168,853	\$ 1,589,963	\$ 931,870	\$ 5,993,146	\$ 13,683,832
Cash Payments to Employees	(383,068)	(303,767)	-	-	(686,835)
Cash Payments to Vendors and Suppliers	(361,438)	(1,037,726)	(593,464)	(5,056,862)	(7,049,490)
Net Cash Provided by Operating Activities	<u>4,424,347</u>	<u>248,470</u>	<u>338,406</u>	<u>936,284</u>	<u>5,947,507</u>
Cash Flows From Capital and Related Financing Activities					
Acquisition and Construction of Capital Assets	(2,313,648)	-	-	-	(2,313,648)
Proceeds from Sale of Assets	68,226	-	-	-	68,226
Principal Payments on Debt	(58,513)	-	-	-	(58,513)
Interest Payments on Debt	(5,654)	-	-	-	(5,654)
Net Cash Used in Capital and Related Financing Activities	<u>(2,309,589)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,309,589)</u>
Cash Flows from Investing Activities					
Interest Received	<u>10,698</u>	<u>(539)</u>	<u>484</u>	<u>(1,996)</u>	<u>8,647</u>
Net Increase (Decrease) in Cash and Cash Equivalents	2,125,456	247,931	338,890	934,288	3,646,565
Cash and Cash Equivalents, Beginning of Year	<u>5,992,410</u>	<u>995,320</u>	<u>4,607,154</u>	<u>126,577</u>	<u>11,721,461</u>
Cash and Cash Equivalents, End of Year	<u><u>\$ 8,117,866</u></u>	<u><u>\$ 1,243,251</u></u>	<u><u>\$ 4,946,044</u></u>	<u><u>\$ 1,060,865</u></u>	<u><u>\$ 15,368,026</u></u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities					
Operating Income	\$ 3,292,448	\$ 336,997	\$ 320,856	\$ 1,048,534	\$ 4,998,835
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities					
Depreciation	1,283,929	-	6,968	-	1,290,897
Changes in Asset and Liabilities					
Accounts Receivable	(1,941)	-	-	-	(1,941)
Accounts Payable and Accrued liabilities	(136,760)	(61,596)	10,582	(112,250)	(300,024)
Accrued Salaries	8,390	1,736	-	-	10,126
Accrued Compensated Absences	(21,719)	(28,667)	-	-	(50,386)
Net Cash Provided by Operating Activities	<u><u>\$ 4,424,347</u></u>	<u><u>\$ 248,470</u></u>	<u><u>\$ 338,406</u></u>	<u><u>\$ 936,284</u></u>	<u><u>\$ 5,947,507</u></u>

See Notes to the Financial Statements.

Town of Breckenridge, Colorado
 Budgetary Comparison Schedule
 Garage Services Fund
 Internal Service Funds
 For the Year Ended December 31, 2022

	Original and Final Budget	Actual	Variance Positive (Negative)
Operating Revenues			
Internal Service Revenue	\$ 5,099,915	\$ 5,055,065	\$ (44,850)
Charges for Services	-	3,465	3,465
Intergovernmental	2,015,775	3,382	(2,012,393)
Other Revenue	186,868	108,882	(77,986)
	<u>7,302,558</u>	<u>5,170,794</u>	<u>(2,131,764)</u>
Operating Expenses			
General Government	-	17,149	(17,149)
Motor Vehicle Maintenance	2,069,552	740,024	1,329,528
Capital Outlay	4,704,698	230,267	4,474,431
	<u>6,774,250</u>	<u>987,440</u>	<u>5,786,810</u>
Operating Income	528,308	4,183,354	3,655,046
Non-Operating Revenues (Expenses)			
Investments Earnings	-	10,698	10,698
Gain (Loss) on Sale of Assets	95,500	(745,280)	(840,780)
Interest Expense	-	(4,133)	(4,133)
Total Non-Operating Revenue (Expenses)	<u>95,500</u>	<u>(738,715)</u>	<u>(834,215)</u>
Change in Net Position - Budget Basis	<u>\$ 623,808</u>	<u>3,444,639</u>	<u>\$ 2,820,831</u>
GAAP Basis Adjustments			
Capital Outlay		230,267	
Depreciation		(1,121,173)	
Total GAAP Basis Adjustments		<u>(890,906)</u>	
Change in Net Position - GAAP Basis		2,553,733	
Fund Balance, Beginning of Year		<u>10,130,773</u>	
Fund Balance, End of Year		<u>\$ 12,684,506</u>	

See Accompanying Independent Auditor's Report.

Town of Breckenridge, Colorado
 Budgetary Comparison Schedule
 Information Technology Fund
 Internal Service Funds
 For the Year Ended December 31, 2022

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Operating Revenues				
Internal Service Revenue	\$ 1,486,646	\$ 1,486,646	\$ 1,589,963	\$ 103,317
Other Revenue	<u>11,170</u>	<u>5,585</u>	<u>-</u>	<u>(11,170)</u>
Total Operating Revenues	<u>1,497,816</u>	<u>1,492,231</u>	<u>1,589,963</u>	<u>92,147</u>
Operating Expenses				
Information Systems Maintenance	<u>1,536,125</u>	<u>1,536,125</u>	<u>1,252,966</u>	<u>283,159</u>
Total Operating Expenses	<u>1,536,125</u>	<u>1,536,125</u>	<u>1,252,966</u>	<u>283,159</u>
Operating Income	(38,309)	(43,894)	336,997	375,306
Non-Operating Revenues (Expenses)				
Investments Earnings	<u>(5,585)</u>	<u>(7,260)</u>	<u>(539)</u>	<u>5,046</u>
Total Non-Operating Revenue (Expenses)	<u>(5,585)</u>	<u>(7,260)</u>	<u>(539)</u>	<u>5,046</u>
Change in Net Position - Budget Basis	<u>\$ (43,894)</u>	<u>\$ (51,154)</u>	<u>336,458</u>	<u>\$ 380,352</u>
GAAP Basis Adjustments				
None			<u>-</u>	
Total GAAP Basis Adjustments			<u>-</u>	
Change in Net Position - GAAP Basis			336,458	
Fund Balance, Beginning of Year			<u>858,326</u>	
Fund Balance, End of Year			<u>\$ 1,194,784</u>	

See Accompanying Independent Auditor's Report.

Town of Breckenridge, Colorado
 Budgetary Comparison Schedule
 Facility Maintenance Fund
 Internal Service Funds
 For the Year Ended December 31, 2022

	Original and Final Budget	Actual	Variance Positive (Negative)
Operating Revenues			
Internal Service Revenue	\$ 953,802	\$ 759,342	\$ (194,460)
Other Revenue	<u>-</u>	<u>172,528</u>	<u>172,528</u>
Total Operating Revenues	<u>953,802</u>	<u>931,870</u>	<u>(21,932)</u>
Operating Expenses			
Facility Maintenance	<u>689,417</u>	<u>604,046</u>	<u>85,371</u>
Total Operating Expenses	<u>689,417</u>	<u>604,046</u>	<u>85,371</u>
Operating Income	264,385	327,824	63,439
Non-Operating Revenues (Expenses)			
Investments Earnings	<u>-</u>	<u>484</u>	<u>484</u>
Total Non-Operating Revenue (Expenses)	<u>-</u>	<u>484</u>	<u>484</u>
Change in Net Position - Budget Basis	<u>\$ 264,385</u>	<u>328,308</u>	<u>\$ 63,923</u>
GAAP Basis Adjustments			
Depreciation		<u>(6,968)</u>	
Total GAAP Basis Adjustments		<u>(6,968)</u>	
Change in Net Position - GAAP Basis		321,340	
Fund Balance, Beginning of Year		<u>4,653,605</u>	
Fund Balance, End of Year		<u>\$ 4,974,945</u>	

See Accompanying Independent Auditor's Report.

Town of Breckenridge, Colorado

Budgetary Comparison Schedule

Health Benefits Fund

Internal Service Funds

For the Year Ended December 31, 2022

	Original and Final Budget	Actual	Variance Positive (Negative)
Operating Revenues			
Internal Service Revenue	\$ 3,314,406	\$ 3,558,014	\$ 243,608
Employee Paid Premiums	431,800	1,821,875	1,390,075
Reimbursement of Expenditures	300,000	613,257	313,257
 Total Operating Revenues	 4,046,206	 5,993,146	 1,946,940
Operating Expenses			
Health Program	3,933,627	4,944,612	(1,010,985)
 Total Expenditures	 3,933,627	 4,944,612	 (1,010,985)
Operating Income	112,579	1,048,534	935,955
Non-Operating Revenue (Expense)			
Investment Earnings	6,240	(1,996)	(8,236)
Net Change in Fund Balance	118,819	1,046,538	927,719
Fund Balance, Beginning of Year	271,000	(5,585)	(276,585)
Fund Balance, End of Year	<u>\$ 389,819</u>	<u>\$ 1,040,953</u>	<u>\$ 651,134</u>

See Accompanying Independent Auditor's Report.

Statistical Section

Town of Breckenridge, Colorado
Statistical Section
Table of Contents
December 31, 2022

Financial Trends

These schedules contain trend information to help the reader understand how the Town's financial performance and position have changed over time. 98

Revenue Capacity

These schedules contain information to help the reader assess the Town's most significant revenue sources. 103

Debt Capacity

These schedules present information to help the reader assess the Town's ability to service current levels of outstanding debt and the Town's ability to issue additional debt in the future. 109

Demographic and Economic Information

This schedule offers demographic and economic indicators to help the reader understand the environment within which the Town's financial activities take place. 114

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the Town's financial report relates to the services the Town provides and the activities it performs. 117

Town of Breckenridge, Colorado

Net Position By Component

Fiscal Years 2013 - 2022

(accrual basis of accounting)

	2013	2014	2015	(RESTATED) 2016	2017	2018	2019	2020	2021	2022
Governmental activities										
Net investment in capital assets	\$ 93,917,065	\$ 108,410,278	\$ 116,435,026	\$ 129,188,337	\$ 152,282,331	\$ 150,790,936	\$ 169,947,960	\$ 189,023,735	\$ 200,212,421	\$ 186,037,726
Restricted	1,807,154	1,961,175	8,822,838	20,728,773	25,595,213	25,188,466	34,458,694	33,628,759	49,081,979	65,192,222
Unrestricted	56,397,826	55,165,357	57,664,412	49,883,058	44,651,645	57,313,543	52,091,100	50,711,700	64,307,980	97,004,437
Total governmental activities net assets	152,122,045	165,536,810	182,922,276	199,800,168	222,529,188	233,292,945	256,497,754	273,364,194	313,602,380	348,234,385
Business type activities										
Net investment in capital assets	30,580,331	30,394,504	31,843,641	35,176,269	38,447,810	48,951,205	49,578,352	48,601,735	54,679,049	65,620,889
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	11,321,054	12,557,694	12,376,386	12,042,644	12,294,438	4,883,072	8,411,656	14,227,516	11,180,126	6,705,388
Total business-type activities net assets	41,901,385	42,952,198	44,220,027	47,218,913	50,742,248	53,834,277	57,990,008	62,829,251	65,859,175	72,326,277
Primary government										
Net investment in capital assets	124,497,396	138,804,782	148,278,667	164,364,606	190,730,140	199,742,141	219,526,312	237,625,470	254,891,470	251,658,615
Restricted	1,807,154	1,961,175	8,822,838	20,728,773	25,595,213	25,188,466	34,458,694	33,628,759	49,081,979	65,192,222
Unrestricted	67,718,880	67,723,051	70,040,798	61,925,702	56,946,083	62,196,615	60,502,756	64,939,216	75,488,106	103,709,825
Total primary government	\$ 194,023,430	\$ 208,489,008	\$ 227,142,303	\$ 247,019,081	\$ 273,271,436	\$ 287,127,222	\$ 314,487,762	\$ 336,193,445	\$ 379,461,555	\$ 420,560,662

Source: Town of Breckenridge Financial Statements.

Town of Breckenridge, Colorado

Changes in Net Position

Fiscal Years 2013 - 2022

(*accrual basis of accounting*)

Expenses												
	2013	2014	2015	(RESTATED) 2016	2017	2018	2019	2020	2021	2022		
Governmental activities:												
General government	\$ 6,501,386	\$ 7,671,566	\$ 8,057,598	\$ 7,930,256	\$ 8,638,950	\$ 9,480,565	\$ 10,065,011	\$ 8,806,877	\$ 12,171,546	\$ 16,973,930		
Public safety	3,461,033	3,434,058	3,562,030	3,805,509	4,402,722	4,848,018	4,520,414	5,477,252	7,230,812	8,013,471		
Community development	2,457,789	2,262,734	2,529,819	4,259,530	4,475,804	6,242,802	4,497,618	4,992,313	5,077,048	22,536,647		
Public works	8,364,315	8,397,377	8,803,963	9,898,260	12,157,779	14,208,520	17,669,597	15,534,891	13,257,302	14,425,719		
Culture and recreation	5,818,049	6,377,076	6,750,015	7,011,762	7,369,924	8,270,000	8,734,929	7,725,406	8,060,391	9,948,687		
Open Space acquisition	1,012,550	979,969	839,227	1,302,756	1,089,770	1,052,080	1,269,812	1,123,966	1,479,997	1,572,929		
Grants to Other Agencies	-	-	-	-	-	-	1,186,319	3,392,349	2,052,920	1,490,585		
Debt service	404,947	325,463	1,120,737	-	-	-	-	-	-	-		
Debt issuance cost	-	-	-	-	-	-	-	380,012	106,916	153,845		
Interest expense not allocated	-	-	-	-	-	-	-	878,860	1,803,419	1,865,769		
Total governmental activities expenses	28,742,599	30,239,757	31,835,924	583,287	440,543	374,881	383,726	48,311,926	51,240,351	76,981,582		
Business-type activities expenses												
Utility operations	3,067,347	2,744,499	2,773,743	1,717,478	2,943,666	2,893,540	2,835,088	3,170,087	5,619,712	8,995,467		
Golf operations	1,951,860	1,993,984	1,985,393	2,222,408	2,243,872	2,409,354	2,697,169	2,869,185	2,920,361	2,923,207		
Cemetery	-	1,575	4,290	6,750	-	14,068	-	8,405	37	19,498		
Total business-type activities expenses	5,019,207	4,740,058	4,763,426	3,946,636	5,187,538	5,316,962	5,532,257	6,047,677	8,540,110	11,938,172		
Total primary government expenses	33,761,806	34,979,815	36,599,350	38,737,996	43,763,030	49,793,628	53,859,683	54,359,603	59,780,461	88,919,754		
Program Revenues												
Governmental activities:												
Charges for services:												
General government	915,310	1,181,252	937,631	972,222	1,097,231	1,244,710	1,063,027	1,791,657	3,586,082	14,663,863		
Public safety	831,339	902,115	989,953	1,163,870	1,810,163	2,369,723	2,526,085	1,049,490	2,431,006	2,950,489		
Community development	1,223,159	1,840,740	1,450,391	1,486,115	1,982,306	1,673,799	1,791,496	2,909,934	743,143	815,046		
Public works	633,388	531,400	602,886	681,918	677,130	693,063	629,170	186,508	1,434,658	1,065,662		
Culture and recreation	3,491,885	3,593,584	3,246,217	3,246,192	3,123,114	3,541,801	3,725,008	1,838,174	3,378,481	5,954,726		
Open space acquisition	87,231	113,495	733,199	138,369	671,860	155,028	190,657	174,311	173,776	465,172		
Motor vehicle maintenance	-	-	-	-	-	-	-	-	-	-		
Information systems maintenance	-	-	-	-	-	-	-	-	-	-		
Facility Maintenance	-	-	-	-	-	-	-	-	-	-		
Operating grants and contributions	506,429	1,029,614	707,507	987,617	1,248,648	1,518,366	1,209,389	2,451,808	3,105,621	5,894,535		
Capital grants	1,134,053	2,304,075	3,242,886	1,529,878	1,837,174	643,734	774,877	349,842	1,622,813	97,228		
Total governmental activities program revenues	8,822,794	11,496,275	11,910,670	10,206,181	12,447,626	11,840,224	11,909,709	10,751,724	16,475,580	31,906,721		
Business-type activities:												
Charges for services:												
Water operations	2,947,712	2,938,797	3,447,348	3,700,688	3,859,127	4,395,081	5,566,562	5,365,132	6,035,785	6,915,606		
Golf operations	2,076,702	2,123,389	2,224,527	2,629,037	2,648,169	2,888,193	3,047,900	2,853,602	3,634,238	4,047,379		
Cemetery	-	26,025	21,863	15,725	12,249	10,426	32,075	16,600	116,200	42,150		
Capital grants and contributions	495,388	1,111,609	798,995	1,894,843	2,180,080	896,378	1,051,652	923,897	2,191,713	7,334,250		
Total business-type activities program revenues	5,519,802	6,199,820	6,492,733	8,240,293	8,699,625	8,190,078	9,698,189	9,159,231	11,977,936	18,339,385		
Total primary government program revenues	14,342,596	17,696,095	18,403,403	18,446,474	21,147,251	20,030,302	21,607,898	19,910,955	28,453,516	50,246,106		
Net (Expense)/Revenue												
Government activities	(19,919,805)	(18,743,482)	(19,926,254)	(24,585,179)	(26,127,866)	(32,636,442)	(36,417,717)	(37,560,202)	(34,764,771)	(45,074,861)		
Business-type activities	500,595	1,459,762	1,729,307	4,293,657	3,512,087	2,873,116	4,165,932	3,111,554	3,437,826	6,401,213		
Total primary government net expense	\$ (19,419,210)	\$ (17,283,720)	\$ (18,196,947)	\$ (20,291,522)	\$ (22,615,779)	\$ (29,763,326)	\$ (32,251,785)	\$ (34,448,648)	\$ (31,326,945)	\$ (38,673,648)		

Town of Breckenridge, Colorado

Changes in Net Position

Fiscal Years 2013 - 2022

(accrual basis of accounting)

	2013	2014	2015	(RESTATED) 2016	2017	2018	2019	2020	2021	2022
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes										
Property taxes	\$ 3,294,668	\$ 2,286,592	\$ 2,364,153	\$ 2,558,773	\$ 2,603,320	\$ 2,797,563	\$ 2,866,154	\$ 3,388,704	\$ 3,498,737	\$ 3,792,934
Specific ownership taxes	159,170	123,104	129,276	124,910	157,594	165,951	181,376	158,861	173,079	178,543
Sales taxes	17,513,609	19,197,964	21,410,354	24,409,261	28,256,524	30,855,272	34,077,087	31,434,053	38,621,267	47,018,348
Accommodations taxes	3,411,171	3,900,582	4,443,509	5,071,813	5,216,501	5,905,499	6,633,176	6,607,864	10,049,182	11,109,329
Marijuana taxes	-	474,066	483,532	561,510	604,058	593,742	634,024	720,353	693,539	658,274
Franchise taxes	743,857	543,199	888,469	744,256	763,972	744,710	815,317	814,759	704,509	998,167
Real estate transfer taxes	4,462,232	4,604,914	5,468,732	5,240,098	6,239,221	6,156,677	7,166,614	7,838,100	11,038,657	6,872,481
Lift Ticket taxes	-	-	-	586,418	3,504,004	3,718,145	3,591,637	2,111,885	3,768,084	3,993,836
Other taxes	135,743	49,067	49,441	55,140	52,578	53,159	52,750	1,224,155	-	-
Unrestricted grants and contributions	11,403	17,222	13,705	9,846	7,071	7,902	11,130	61,527	-	-
Unrestricted investment earnings	97,098	122,424	121,788	359,992	518,195	849,419	1,732,050	432,304	54,642	628,064
Gain on Sale of Assets	383,224	117,592	1,121,283	11,923	142,869	(8,293,853)	-	7,308	4,323,488	(2,144,588)
Other general revenues	485,141	298,893	412,405	1,183,909	680,708	720,619	1,746,189	1,110,288	1,716,475	6,587,725
Transfers	205,342	422,628	472,152	477,024	110,271	113,592	115,023	(1,483,516)	361,298	13,753
Special Item-Valley Brook Reimbursement	-	-	-	-	-	-	-	-	-	-
Prior Period Restatement	-	-	-	-	-	-	-	-	-	-
Total governmental activities	30,902,658	32,158,247	37,378,799	41,394,873	48,856,886	44,391,397	59,622,527	54,426,645	75,002,957	79,706,866
Business-type activities:										
Unrestricted investment earnings	22,806	12,705	-	74,275	118,278	324,505	96,288	244,172	25,410	79,642
Other general revenues	1,600	974	-	-	-	-	-	-	530	-
Gain on Sale of Assets	-	-	-	5,337	3,241	8,000	8,535	-	(72,544)	-
Transfers	(205,342)	(422,628)	(422,628)	(477,024)	(110,271)	(113,592)	(115,023)	1,483,516	(361,298)	(13,753)
Prior Period Restatement	-	-	-	-	-	-	-	-	-	-
Total business-type activities	(180,936)	(408,949)	(422,628)	(397,412)	11,248	218,913	(10,200)	1,727,688	(407,902)	65,889
Total primary government	30,721,722	31,749,298	36,956,171	40,997,461	48,868,134	44,610,310	59,612,327	56,154,333	74,595,055	79,772,755
Change in Net Position										
Governmental activities	#REF!	13,414,765	17,385,585	16,655,668	22,729,020	11,754,955	23,204,810	16,866,443	40,238,186	34,632,005
Business-type activities	#REF!	1,050,813	1,267,829	2,998,886	3,523,335	3,092,029	4,155,732	4,839,242	3,029,924	6,467,102
Total primary government	\$ #REF!	\$ 14,465,578	\$ 18,653,414	\$ 19,654,554	\$ 26,252,355	\$ 14,846,984	\$ 27,360,542	\$ 21,705,685	\$ 43,268,110	\$ 41,099,107

Source: Town of Breckenridge Financial Statements.

Town of Breckenridge, Colorado

Fund Balances, Governmental Funds

Fiscal Years 2013 - 2022

(modified accrual basis of accounting)

	2013	2014	2015	(RESTATED) 2016	2017	2018	2019	2020	2021	2022
General Fund										
Nonspendable	\$ 1,011,791	\$ 1,385,689	\$ -	\$ 1,274,719	\$ 1,255,501	\$ 1,351,783	\$ 1,261,002	\$ 1,185,469	\$ 1,149,899	\$ 1,112,152
Restricted	1,763,154	1,917,175	2,261,415	3,134,604	3,117,109	4,099,842	7,106,607	45,302,323	56,827,607	64,571,900
Committed	-	-	-	-	-	-	-	824,688	777,944	893,589
Assigned	-	798,534	3,055,523	4,488,920	290,000	-	210,900	210,900	365,088	365,088
Unassigned	26,872,177	25,514,108	32,405,219	31,548,493	27,716,111	35,727,738	35,604,841	38,501,740	33,116,901	35,340,190
Total General Fund	29,647,122	29,615,506	37,722,157	40,446,736	32,378,721	41,179,363	44,183,350	86,025,120	92,237,439	102,282,919
All Other Governmental Funds										
Nonspendable		1,662,239	7,534,513	-	-	-	-	-	-	-
Restricted, reported in:										
Special Revenue Funds	7,795,013	2,685,959	6,561,423	12,962,517	22,478,104	21,088,624	27,352,087	37,022,737	49,790,368	68,978,119
Capital Projects Fund	-	-	-	142,732	-	-	-	-	-	-
Committed, reported in:										
Special Revenue Funds	-	-	-	448,833	317,455	323,544	580,145	1,494,693	4,366,594	6,295,645
Assigned, reported in:										
Special Revenue Funds	6,261,121	11,723,945	155,243	-	-	-	-	-	-	-
Capital Projects Fund	7,207,468	3,507,274	5,955,575	8,483,801	11,142,479	15,040,628	9,186,384	737,492	737,492	727,492
Unassigned, reported in:										
Special Revenue Funds	-	-	-	-	-	-	-	-	-	-
Total all other governmental funds	21,263,602	19,579,417	20,206,754	22,037,883	33,938,038	36,452,796	37,118,616	39,254,922	54,894,454	76,001,256
Total Governmental Funds Balance	\$ 50,910,724	\$ 49,194,923	\$ 57,928,911	\$ 62,484,619	\$ 66,316,759	\$ 77,632,159	\$ 81,301,966	\$ 125,280,042	\$ 147,131,893	\$ 178,284,175

Source: Town of Breckenridge Financial Statements.

2011: Excise Fund rolled into General Fund for implementation of GASB 54

Town of Breckenridge, Colorado

Changes in Fund Balances, Governmental Funds

Fiscal Years 2013 - 2022

(modified accrual basis of accounting)

	2013	2014	2015	(RESTATED) 2016	2017	2018	2019	2020	2021	2022
Revenues										
Taxes	\$ 29,720,450	\$ 31,179,488	\$ 35,237,467	\$ 39,352,179	\$ 47,397,773	\$ 50,993,718	\$ 56,018,135	\$ 54,298,734	\$ 68,547,054	\$ 74,888,688
Licenses and permits	1,278,245	1,827,110	1,590,838	1,794,597	1,992,995	1,698,476	1,819,382	2,114,542	2,803,400	3,201,237
Intergovernmental	1,829,872	3,461,620	3,878,175	2,456,413	3,129,849	2,185,013	1,867,089	2,926,177	4,677,237	6,503,526
Charges for services	5,247,675	5,663,973	5,987,120	5,581,231	6,961,064	7,582,979	8,682,126	5,529,977	8,736,094	21,040,940
Fines and forfeits	421,840	403,033	429,761	471,234	312,188	291,072	255,340	348,845	343,621	827,546
Interest	97,098	122,424	121,838	329,553	468,800	736,287	1,487,445	432,304	34,311	619,417
Miscellaneous	597,554	456,655	1,834,541	1,164,541	739,309	746,205	1,043,091	938,519	5,112,370	4,354,366
Total revenues	39,192,734	43,114,303	49,079,740	51,149,748	61,001,978	64,233,750	71,172,608	66,589,098	90,254,087	111,435,720
Expenditures										
General government	5,722,593	6,798,567	7,334,615	7,143,089	7,636,618	8,498,479	9,106,931	7,960,145	8,270,211	9,830,922
Public safety	3,127,265	3,115,845	3,274,868	3,564,679	4,073,393	4,420,323	4,070,443	5,035,834	5,141,647	6,124,808
Community development	2,151,835	2,065,749	2,284,598	2,523,265	2,771,157	4,362,599	3,879,126	4,359,850	4,329,358	17,560,873
Public works	7,557,708	7,766,689	8,294,233	9,599,073	11,477,330	13,272,015	15,962,117	13,947,626	14,845,842	23,505,505
Culture and recreation	5,261,768	5,769,724	6,157,336	6,459,033	6,792,019	7,441,773	7,785,028	6,750,268	6,997,211	9,240,104
Open Space Acquisition	722,530	793,429	844,410	1,309,989	1,108,694	1,069,615	1,284,113	1,152,471	1,572,685	1,720,427
Grants to Other Agencies	1,012,550	956,431	1,035,191	1,372,447	1,288,705	1,238,574	1,186,319	3,392,349	1,824,837	1,288,349
Capital outlay	10,334,373	17,111,630	9,280,717	22,521,726	24,541,342	17,303,800	23,363,040	24,477,291	32,449,734	29,054,109
Debt service										
Principal	849,453	535,000	3,115,002	605,000	675,000	695,000	715,000	3,020,000	1,980,000	2,240,000
Interest and charges	369,302	339,668	323,487	571,089	490,267	458,949	425,249	1,118,620	2,081,305	2,373,250
Debt issuance costs	-	-	-	-	-	-	-	380,012	106,916	153,845
Total expenditures	37,109,377	45,252,732	41,944,457	55,669,390	60,854,525	58,761,127	67,777,366	71,594,466	79,599,746	103,092,192
Excess of revenues over (under) expenditures	2,083,357	(2,138,429)	7,135,283	(4,519,642)	147,453	5,472,623	3,395,242	(5,005,368)	10,654,341	8,343,528
Other Financing Sources (Uses)										
Proceeds from Debt Issuances	-	-	-	10,600,000	-	-	-	43,810,000	-	-
Issuance of COP Premium	-	-	-	1,042,063	-	-	-	6,906,961	11,320,191	19,667,049
Payment to Refunding COP Escrow Agent	-	-	-	(2,435,658)	-	-	-	-	-	-
Sale of Capital Assets	493,289	-	1,058,475	-	-	6,329,185	159,542	-	-	-
Operating transfers in	14,936,623	13,439,705	12,027,316	11,676,765	28,941,537	19,956,460	14,490,735	17,988,177	13,857,128	20,305,719
Operating transfers out	(14,731,281)	(13,017,077)	(11,555,164)	(11,199,741)	(25,256,850)	(20,442,868)	(14,375,712)	(19,721,693)	(13,974,809)	(20,831,728)
Total other financing sources (uses)	698,631	422,628	1,530,627	9,683,429	3,684,687	5,842,777	274,565	48,983,445	11,202,510	19,141,040
Special Item-Valley Brook Reimbursement										
Net changes in fund balances	\$ 2,781,988	\$ (1,715,801)	\$ 8,665,910	\$ 5,163,787	\$ 3,832,140	\$ 11,315,400	\$ 3,669,807	\$ 43,978,077	\$ 21,856,851	\$ 27,484,568
Capitalized Capital Outlay	\$ 9,662,522	\$ 17,144,215	\$ 9,280,717	\$ 22,521,725	\$ 24,541,342	\$ 17,303,800	\$ 23,363,040	\$ 24,477,291	\$ 32,775,318	\$ 27,816,885
Noncapital Expenditures	\$ 27,446,855	\$ 28,108,517	\$ 32,663,740	\$ 33,147,665	\$ 36,313,183	\$ 41,457,327	\$ 44,414,326	\$ 47,117,175	\$ 46,824,428	\$ 75,275,307
Debt services as a percentage of noncapital expenditures	4.4%	3.1%	10.5%	3.5%	3.2%	2.8%	2.6%	8.8%	8.7%	6.1%

Source: Town of Breckenridge Financial Statements.

Town of Breckenridge, Colorado

Assessed Value and Actual Value of Taxable Property

Last Ten Fiscal Years

Fiscal Year Ended December 31	Residential Property	Commercial & Industrial Property	Vacant & Agricultural Property	State Assessed	Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
2013	\$ 312,524,160	\$ 93,070,550	\$ 48,571,900	\$ 6,583,520	\$ 16,310,030	\$ 460,750,130	5.07	\$ 4,437,377,520	10%
2014	319,923,220	93,166,870	47,313,330	6,727,020	16,921,060	467,130,440	5.07	4,526,813,340	10%
2015	359,661,730	102,857,550	47,919,560	6,813,460	17,488,410	517,252,300	5.07	5,061,778,400	10%
2016	371,301,310	104,198,650	40,060,590	7,080,640	21,982,900	522,641,190	5.07	5,186,450,130	10%
2017	401,810,440	115,291,110	40,692,430	7,359,180	22,875,060	565,153,160	5.07	6,143,950,390	9%
2018	414,591,880	119,641,750	33,788,530	7,038,610	24,491,890	575,060,770	5.07	6,396,015,040	9%
2019	497,338,880	135,391,830	43,618,350	8,524,820	24,689,250	684,873,880	5.07	7,687,628,800	9%
2020	509,393,360	138,574,060	33,249,250	9,090,520	25,540,430	690,307,190	5.07	7,836,291,970	9%
2021	562,458,910	138,729,700	35,476,160	9,621,750	26,473,640	772,760,160	5.07	8,591,731,290	9%
2022	\$ 553,095,465	\$ 138,162,789	\$ 29,259,161	\$ 8,055,337	\$ 32,433,666	\$ 728,572,752	5.07	\$ 8,681,125,587	8%

Source: Summit County Assessor's Office.

Town of Breckenridge, Colorado
Property Tax Rates
All Direct and Overlapping Governments
Last Ten Fiscal Years

Fiscal Year	DIRECT				OVERLAPPING								
	Town of Breckenridge				Summit County	Summit School District	Colorado Mountain College	Red, White & Blue Fire District	Middle Park Water Con.				
	General Operating	GO Debt		Total Town					Colorado River Water Con.	Metro Dist			
2013	5,070	-	-	5,070	12,789	20,275	3,997	9,013	0.254	0.056	51,454	-	25,000
2014	5,070	-	-	5,070	15,173	20,135	3,997	9,018	0.253	0.056	53,702	-	25,000
2015	5,070	-	-	5,070	15,072	19,618	3,997	9,004	0.243	0.055	53,059	-	25,000
2016	5,070	-	-	5,070	15,072	19,618	3,997	9,004	0.243	0.055	53,059	-	25,000
2017	5,070	-	-	5,070	15,086	20,417	3,997	9,015	0.256	0.055	53,896	-	25,000
2018	5,070	-	-	5,070	19,643	20,417	3,997	9,015	0.256	0.055	58,453	-	25,000
2019	5,070	-	-	5,070	19,280	19,092	4,013	9,053	0.235	0.048	56,791	-	25,000
2020	5,070	-	-	5,070	19,603	19,183	4,013	9,118	0.502	0.048	57,537	-	25,000
2021	5,070	-	-	5,070	19,530	18,835	4,013	9,110	0.501	0.046	57,105	-	25,000
2022	5,070	-	-	5,070	19,809	18,871	4,085	9,250	0.501	0.046	57,632	-	25,000

Note: All numbers shown are Mill Levies (amounts assessed per \$1,000 in valuation).

Source: Summit County Assessor's Office.

Town of Breckenridge, Colorado

Top Ten Principal Property Tax Payers

Current Year and Nine Years Ago

Taxpayer	Type of Business	2022			2013		
		Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Vail Summit Resorts, Inc	Ski Area Owner, Developer	12,623,110	1	1.733%	11,472,114	1	2.490%
Gold Point Lodging & Realty, Inc.	Hotel/Retail Condo Resort & Management	10,277,770	3	1.411%	8,433,671	2	1.830%
One Ski Hill Place LLC	Developer			0.000%	4,932,393	5	1.071%
Peak 8 Properties LLC	Developer	10,360,533	2	1.422%			
Grand Lodge on Peak 7 Intrvl Owner Assoc.	Timeshare Organization	7,678,210	4	1.054%	6,048,822	4	1.313%
Public Service Co. of Colorado	Public Utility	6,292,547	5	0.864%	4,558,434	6	0.989%
Beaver Run Interim Center Acquisition LLC	Developer	6,081,387	6	0.835%	6,755,555	3	1.466%
Welk Resorts Breckenridge LLC				0.000%			
Opfers Partners, LLC	Commercial Real Estate			0.000%	2,691,424	8	0.584%
Marriott Ownership Resorts, Inc.	Developer	3,096,005	10	0.425%			
Village at Breckenridge Acquisition Corp.	Hotel/Retail Condo Resort & Management				3,158,756	7	0.686%
Valdoro Mtn Lodge Interval Owner Assoc.	Hotel/Retail Condo Resort & Management	\$ 3,145,354	9	0.432%	2,430,891	10	0.528%
Main Street Station Shopping Center	Hotel/Retail Condo Resort & Management				2,537,546	9	0.551%
Shock Hill Painters LLC	Developer						
Riva RE Holdings		\$ 5,495,094	7	0.754%			
BD 550 Village LLC		\$ 5,416,765	8	0.743%			
		\$ 70,466,775		9.672%	\$ 53,019,606		11.507%
Total							

Source: Summit County Assessor's Office.

Town of Breckenridge, Colorado

Taxable Sales and Sales Tax Collections By Category

Last Ten Years

	2018		2019		2020		2021		2022	
	Percent of Total		Percent of Total		Percent of Total		Percent of Total		Percent of Total	
<u>Taxable Sales</u>	Amount		Amount		Amount		Amount		Amount	
Retail	\$ 168,252,098	27%	\$ 166,200,876	25%	\$ 156,718,184	26%	\$ 221,707,598	26%	\$ 239,982,824	26%
Marijuana	9,976,918	2%	10,254,704	2%	11,582,448	2%	12,148,814	1%	10,332,606	1%
Restaurants/Bars	140,080,648	23%	149,387,100	22%	113,138,431	18%	157,535,075	19%	185,637,284	20%
Short-Term Lodging	167,408,538	27%	188,625,802	28%	191,579,948	31%	294,052,704	35%	323,260,950	35%
Grocery/Liquor Stores	67,779,218	11%	69,250,236	10%	71,505,483	12%	77,785,415	9%	85,549,534	9%
Construction	32,212,484	5%	47,480,013	7%	35,010,912	6%	40,615,154	5%	45,844,558	5%
Utilities	25,776,614	4%	28,130,222	4%	31,905,330	5%	32,093,270	4%	37,058,024	4%
Undefined	2,565,274	0%	4,616,737	1%	3,083,184	1%	3,320,302	0%	3,657,345	0%
Total	\$ 614,051,792	100%	\$ 663,945,690	100%	\$ 614,523,920	100%	\$ 839,258,332	100%	\$ 931,323,125	100%

<u>Sales Tax Collected</u>	Amount		Amount		Amount		Amount		Amount	
Retail	\$ 7,600,210	27%	\$ 7,653,663	25%	\$ 7,197,854	26%	\$ 9,470,253	26%	\$ 10,468,826	26%
Marijuana	450,673	2%	472,236	2%	531,966	2%	518,937	1%	450,305	1%
Restaurants/Bars	6,327,662	23%	6,879,378	22%	5,196,295	18%	6,729,120	19%	8,098,097	20%
Short-Term Lodging	7,562,105	27%	8,686,347	28%	8,799,008	31%	12,560,479	35%	14,101,885	35%
Grocery/Liquor Stores	3,061,693	11%	3,189,021	10%	3,284,150	12%	3,322,609	9%	3,731,946	9%
Construction	1,455,088	5%	2,186,487	7%	1,608,004	6%	1,734,879	5%	1,999,887	5%
Utilities	1,164,370	4%	1,295,416	4%	1,465,369	5%	1,370,866	4%	1,616,590	4%
Undefined	115,877	0%	212,604	1%	141,606	1%	141,827	0%	159,545	0%
Total	\$ 27,737,678	100%	\$ 30,575,151	100%	\$ 28,224,252	100%	\$ 35,848,969	100%	\$ 40,626,881	100%

	2013		2014		2015		2016		2017	
	Percent of Total		Percent of Total		Percent of Total		Percent of Total		Percent of Total	
<u>Taxable Sales</u>	Amount		Amount		Amount		Amount		Amount	
Retail	\$ 113,042,463	28%	\$ 115,950,573	26%	\$ 131,135,835	27%	\$ 141,987,227	26%	\$ 152,200,147	27%
Marijuana	2,393,937	1%	8,351,852	2%	7,791,474	2%	9,192,345	2%	9,714,804	2%
Restaurants/Bars	87,874,565	22%	97,472,880	22%	107,664,478	22%	117,125,970	22%	126,504,293	22%
Short-Term Lodging	99,161,964	25%	114,537,058	26%	130,677,280	26%	148,960,209	28%	148,927,636	26%
Grocery/Liquor Stores	53,564,231	13%	55,544,066	13%	59,327,490	12%	62,692,608	12%	64,306,218	11%
Construction	19,588,910	5%	22,045,591	5%	29,765,442	6%	32,236,255	6%	37,328,216	7%
Utilities	25,755,299	6%	26,866,047	6%	26,624,825	5%	25,836,403	5%	27,068,676	5%
Undefined	1,796,980	0%	1,606,347	0%	1,503,290	0%	2,355,541	0%	2,053,401	0%
Total	\$ 403,178,349	100%	\$ 442,374,414	100%	\$ 494,490,114	100%	\$ 540,386,559	100%	\$ 568,103,391	100%

<u>Sales Tax Collected</u>	Amount		Amount		Amount		Amount		Amount	
Retail	\$ 4,910,435	28%	\$ 5,031,897	26%	\$ 5,677,898	27%	\$ 6,413,582	26%	\$ 6,819,967	27%
Marijuana	103,990	1%	362,445	2%	337,354	2%	415,219	2%	435,313	2%
Restaurants/Bars	3,817,171	22%	4,230,022	22%	4,661,639	22%	5,290,596	22%	5,668,556	22%
Short-Term Lodging	4,307,482	25%	4,970,554	26%	5,658,044	26%	6,728,552	28%	6,673,328	26%
Grocery/Liquor Stores	2,326,769	13%	2,410,441	13%	2,588,752	12%	2,831,833	12%	2,881,510	11%
Construction	850,920	5%	956,711	5%	1,288,779	6%	1,456,116	6%	1,672,648	7%
Utilities	1,118,781	6%	1,165,903	6%	1,152,797	5%	1,167,034	5%	1,212,926	5%
Undefined	78,059	0%	69,711	0%	65,089	0%	106,400	0%	92,011	0%
Total	\$ 17,513,607	100%	\$ 19,197,683	100%	\$ 21,410,354	100%	\$ 24,409,332	100%	\$ 25,456,259	100%

Revenues and sales taxes are reported by category. Publication of revenues and sales taxes paid by specific individual business is prohibited (Breckenridge Town Code Section 3-1-17).

Town of Breckenridge, Colorado

Direct and Overlapping Sales Tax Rates

Last Ten Years

Fiscal Year	TOB Direct Rate	Summit Combined Housing Authority	Summit County	State of Colorado	Total
2013	2.50%	0.125%	2.750%	2.90%	8.275%
2014	2.50%	0.125%	2.750%	2.90%	8.275%
2015	2.50%	0.125%	2.750%	2.90%	8.275%
2016	2.50%	0.125%	2.750%	2.90%	8.275%
2017	2.50%	0.725%	2.750%	2.90%	8.875%
2018	2.50%	0.725%	2.750%	2.90%	8.875%
2019	2.50%	0.725%	2.750%	2.90%	8.875%
2020	2.50%	0.725%	2.750%	2.90%	8.875%
2021	2.50%	0.725%	2.750%	2.90%	8.875%
2022	2.50%	0.725%	2.750%	2.90%	8.875%

Source: State of Colorado, Town of Breckenridge

Town of Breckenridge, Colorado

Property Tax Levies and Collections

Last Ten Years

Fiscal Year Ended Dec 31	Taxes Levied for the Fiscal Year		Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2013	\$	3,361,496	\$ 3,357,942	99.89%	\$ (287)	\$ 3,357,655	99.89%
2014	*	2,333,257	2,332,328	99.96%	89	2,332,417	99.96%
2015		2,368,351	2,366,820	99.94%	5,566	2,372,386	100.17%
2016		2,622,469	2,610,997	99.56%	-	2,610,997	99.56%
2017		2,649,791	2,874,541	108.48%	-	2,874,541	108.48%
2018		2,865,327	2,792,028	97.44%	1,878	2,793,906	97.51%
2019		2,915,558	2,860,052	98.10%	1,714	2,861,766	98.15%
2020		3,472,311	3,388,916	97.60%	-	3,388,916	97.60%
2021		3,499,857	3,491,458	99.76%	-	3,491,458	99.76%
2022	\$	3,783,673	\$ 3,785,874	100.06%	\$ -	\$ 3,785,874	100.06%

Sources: Town of Breckenridge Financial Statements
Summit County Assessor's and Treasurer's Offices

Property taxes are levied in year x1 and are paid the following year x2.

*Mill levy for GO Debt no longer in place as of 2014

Town of Breckenridge, Colorado

Ratios of Outstanding Debt By Type

Last Ten Years

Fiscal Year	General Obligation	Governmental Activities				Business-Type Activities				Total Primary Government	Percentage of Personal Income	Outstanding Debt Per Capita
		Certificates of Participation	Notes Payable	Capital Leases	Debt Premium Net of Accum Amort	Revenue Bonds	Capital Leases	Notes Payable	Debt Premium Net of Accum Amort			
2013	\$ -	\$ 5,600,000	\$ 2,960,000	\$ -	\$ 133,098	\$ -	\$ -	\$ 450,769	\$ -	\$ 9,143,867	8.39%	\$ 1,931
2014	-	5,260,000	2,765,000	-	10,150	-	-	408,178	-	8,443,328	7.79%	1,769
2015	-	4,910,000	-	-	13,798	-	-	363,879	-	5,287,677	5.07%	1,097
2016	-	1,002,608	-	-	1,002,608	-	-	68,756	-	2,073,972	2.08%	424
2017	-	11,290,000	-	-	949,355	-	133,122	56,990,796	1,234,328	70,597,601	65.03%	14,405
2018	-	10,595,000	-	-	896,102	-	93,198	54,804,129	1,178,222	67,566,651	59.99%	13,587
2019	-	9,880,000	-	338,225	842,849	-	44,712	52,592,710	1,122,116	64,820,612	58.82%	13,103
2020	-	51,230,000	-	285,269	7,412,176	-	-	50,344,189	1,066,010	110,337,644	91.40%	21,914
2021	-	57,930,000	-	229,604	9,142,654	-	184,899	48,048,413	1,009,904	116,545,474	129.81%	29,628
2022	\$ -	\$ 73,465,000	\$ -	\$ 171,090	\$ 10,530,336	\$ -	\$ 133,516	\$ 58,834,897	\$ 953,798	\$ 144,088,637	121.38%	\$ 28,375

Source: Details regarding the Town's outstanding debt can be found in the Town's financial statements.
 Personal Income and Per Capita information is found in the demographic and economic schedule.

Town of Breckenridge, Colorado
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year	Gen. Oblig. Bonded Debt Outstanding	Population	G.O Debt Per Capita	Assessed Valuation	Ratio of Debt to Assessed Valuation
2013	\$ -	4,735	- \$	460,750,130	N/A
2014	-	4,772	-	467,130,440	N/A
2015	-	4,820	-	517,252,300	N/A
2016	-	4,896	-	522,641,190	N/A
2017	-	4,901	-	565,153,160	N/A
2018	-	4,973	-	575,060,770	N/A
2019	-	4,947	-	684,873,880	N/A
2020	-	5,035	-	690,307,190	N/A
2021	-	5,024	-	746,286,520	N/A
2022	\$ -	5,078	- \$	728,572,750	N/A

Source: Summit County Assessor's Office,
Town of Breckenridge Financial Statements

Town of Breckenridge, Colorado

Computation of Direct and Overlapping General Obligation Debt

December 31, 2022

Jurisdiction	Assessed Value				Debt Outstanding	Percentage Applicable to Town	Amount Applicable to Town
	2018	2019	2020	2021	2022		
Direct Debt:							
Town of Breckenridge	\$ 575,060,770	\$ 684,873,880	\$ 690,307,190	\$ 746,286,520	\$ 728,572,750	\$ 84,166,427	\$ 84,166,427
Summit County	1,897,719,190	2,257,439,910	2,271,614,210	2,477,541,750	2,458,966,100	-	-
Summit School District	1,883,475,430	2,247,566,630	2,249,526,050	2,441,567,490	2,449,685,940	61,415,000	18,265,727
Colorado Mountain College	1,883,475,430	2,247,566,630	2,249,526,050	2,468,313,700	2,449,685,940	-	-
Red, White & Blue Fire Protection District	869,706,140	1,033,309,600	1,038,514,420	1,116,425,400	1,283,365,050	-	-
Colorado River Water Conservation District	1,891,679,220	2,247,521,320	2,259,159,280	2,477,541,750	2,458,966,100	-	-
Middle Park Water Conservancy District	1,891,679,220	2,247,521,320	2,259,159,280	2,477,541,750	2,458,966,100	-	-
Upper Blue Sanitation District	730,370,010	873,408,690	883,454,180	956,620,720	937,726,180	-	-
Alpine Metropolitan District	15,910	79,040	13,410	7,600	5,710	-	-
Breckenridge Mountain Metropolitan District	\$ 49,168,010	\$ 54,531,290	\$ 56,329,430	\$ 59,324,240	\$ 59,544,810	21,940,000	-
Overlapping Debt:							
Direct Debt:						83,355,000	18,265,727
Total Debt:						84,166,427	84,166,427
						<u>\$ 167,521,427</u>	<u>\$ 102,432,154</u>

The percent applicable to the Town is based upon the percent of valuation the Town makes up of the Jurisdiction's total valuation.

Source: Individual Entities

Town of Breckenridge, Colorado

Legal Debt Margin Information

Last Ten Years

Legal Debt Margin Computation	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Maximum Debt Allowed:										
Actual value	4,437,377,520	4,526,813,340	5,061,778,400	5,186,450,130	6,143,950,390	6,396,015,040	7,687,628,800	7,836,291,970	8,591,731,290	8,681,125,587
Debt limit (3% of valuation)	0.03	0.03	0.03	0.03	0.03	0.03	0.03	0.03	0.03	0.03
Legal debt limit	\$ 133,121,326	\$ 135,804,400	\$ 151,853,352	\$ 155,593,504	\$ 184,318,512	\$ 191,880,451	\$ 230,628,864	\$ 235,088,759	\$ 257,751,939	\$ 260,433,768
Debt Applicable to Limit:										
Total bonds outstanding	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Less: Sales Tax Revenue Bonds	-	-	-	-	-	-	-	-	-	-
Debt subject to limitation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt limit										
Total net debt applicable to limit	\$ 133,121,326	\$ 135,804,400	\$ 151,853,352	\$ 155,593,504	\$ 184,318,512	\$ 191,880,451	\$ 230,628,864	\$ 235,088,759	\$ 257,751,939	\$ 260,433,768
Legal debt margin	-	-	-	-	-	-	-	-	-	-
Total net debt applicable to the limit as a percentage of debt limit	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%

Note: Colorado statutes limit legal debt margin to 3% of valuation, excepting general obligation debt serviced by enterprise funds and revenue bonds.

Source: Summit County Assessor's Office and Town of Breckenridge Financial Statements.

Town of Breckenridge, Colorado

Pledged Revenue Coverage

Last Ten Years

Colorado Water Resources & Power Development Authority					
Fiscal Year	Net Pledged Revenues	Debt Service		Coverage	
		Principal	Interest		
2013	\$ 377,900	\$ 185,000	146,488	1.1	
2014	377,900	195,000	137,238	1.1	
2015	377,900	2,765,000	104,964	0.1	
2016	377,900	3,005,000	57,197	0.1	
2017	-	-	-	0.0	
2018	3,521,504	2,186,667	835,751	1.2	
2019	4,663,684	2,211,419	1,019,883	1.4	
2020	4,120,212	2,248,521	981,683	1.3	
2021	4,356,931	2,295,776	934,433	1.3	
2022	\$ 4,345,479	\$ 2,689,287	\$ 1,123,633	1.1	

Source: Town of Breckenridge Financial Statements

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

Town of Breckenridge, Colorado

Demographic and Economic Statistics

Last Ten Fiscal Years

Fiscal Year	Breckenridge Population (1)	Summit County Population (2)	Median Family Income (2)(3)	School Enrollment (4)	Unemployment Rate (3)
2013	4,735	31,895	\$ 92,100	509	6.1%
2014	4,772	29,404	90,800	535	4.2%
2015	4,820	29,399	86,600	535	2.8%
2016	4,896	30,299	81,500	530	1.4%
2017	4,901	30,622	88,600	508	2.1%
2018	4,973	31,007	90,600	485	2.2%
2019	4,947	31,011	89,100	471	1.3%
2020	5,035	31,205	95,900	403	5.1%
2021	5,024	30,941	91,299	418	2.3%
2022	5,078	31,055	\$ 93,505	437	1.6%

Sources: Town of Breckenridge Planning Department, Summit County, and Colorado Department of Education (CDE).

(1) Town of Breckenridge Planning Department

(2) Area Median Income for a family of four-Annual Government Census

(3) Statistics only available for Summit County

(4) CDE: RE-1 School District enrollment for Breckenridge Elementary & Upper Blue Elementary combined

Town of Breckenridge, Colorado

Principal Employers

Fiscal Years 2020 - 2022

Fiscal Year 2022

Employer	Employees	Rank	Percentage of Total Town Employment
Vail Resorts Inc. ¹	1,643	1	25%
Breckenridge Grand Vacations	609	2	9%
Beaver Run Resort And Conference Center ²	211	3	3%
Town of Breckenridge	203	4	3%
City Market #30	137	5	2%
Barbu Group	120	6	2%
Flame Group	108	7	2%
Breckenridge BBQ (Kenosha Steakhouse and Rita's)	80	8	1%
Gravity Haus	70	9	1%
Vacasa LLC	65	10	1%
Total	3,246		49%

Total Employees within the Town of Breckenridge: 6,152

Fiscal Year 2021

Employer	Employees	Rank	Percentage of Total Town Employment
Vail Resorts Inc. ¹	1,539	1	24%
Breckenridge Grand Vacations	735	2	11%
Town of Breckenridge	263	3	4%
Beaver Run Resort And Conference Center ²	205	4	3%
City Market #30	128	5	2%
Mi Casa Mexican Restaurant & Cantina	105	6	2%
Breckenridge BBQ (Kenosha Steakhouse and Rita's)	80	7	1%
Vacasa LLC	65	8	1%
Christy Sports	55	9	1%
Breckenridge Building Center	47	10	1%
Total	3,222		50%

Total Employees within the Town of Breckenridge: 6,435

Fiscal Year 2020

Employer	Employees	Rank	Percentage of Total Town Employment
Vail Resorts Inc. ¹	2,157	1	34%
Breckenridge Grand Vacations	583	2	9%
Town of Breckenridge	279	3	4%
Beaver Run Resort And Conference Center ²	212	4	3%
City Market #30	137	5	2%
Mi Casa Mexican Restaurant & Cantina	115	6	2%
Resort Quest	60	7	1%
Breckenridge BBQ (Kenosha Steakhouse and Rita's)	80	8	1%
Christy Sports	55	9	1%
Breckenridge Building Center	47	10	1%
Total	3,725		58%

Total Employees within the Town of Breckenridge: 6,580

¹ Vail Resorts Inc. includes Keystone Food & Beverage

² Beaver Run Resort & Conference Center includes Bridge Hospitality

Town of Breckenridge, Colorado

Town Government Employees by Department

Last Ten Years

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Administration (Includes Gen Govt, Executive Mgmt, HR & MS)	12	14	14	14	13	13	13	13	13	15
Finance & IT	14	9	9	9	10	11	11	11	11	13
Community Development (including Aff. Housing & Child Care)	15	14	13	14	15	16	16	16	16	17
Police	30	30	31	32	26	28	28	28	28	30
Public Works (includes Garage, Utility)	60	60	58	62	83	90	90	91	85	94
Recreation (includes Open Space)	26	24	24	24	26	26	27	28	29	29
Golf Course	4	4	3	5	5	5	5	5	5	5
Total	161	155	152	160	177.85	189	190	192	188	203

Source: Town of Breckenridge Payroll

Note: Full time equivalents assigned. as of December 31st.

Town of Breckenridge, Colorado

Operating Indicators by Function/Program

Last Ten Years

Function/Program	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Public Safety										
Physical arrests	750	687	558	625	690	657	723	753	369	407
Traffic violations	1,203	886	932	693	1,179	987	941	506	1,384	440
Municipal Water										
Number of customers	4,410	4,488	4,565	4,627	4,750	4,857	4,951	5,014	5,097	5,369
Residential	4,090	4,139	4,213	4,273	4,380	4,501	4,588	4,644	4,730	4,970
Commercial	320	349	352	354	370	356	363	370	367	399
Water gallons billed to customers	562,722,000	517,736,000	515,679,000	513,790,000	535,967,000	570,670,000	552,747,000	554,484,000	559,053,000	535,576,000
Residential	424,594,000	398,178,000	398,416,000	397,385,000	413,914,000	441,684,000	426,989,000	445,579,000	440,989,000	415,477,000
Commercial	138,128,000	119,558,000	117,263,000	116,405,000	122,053,000	128,986,000	125,758,000	109,005,000	118,064,000	120,099,000
Average residential daily consumption in gallons per customer per day	284	264	259	255	259	269	255	263		229
Public Works										
Street resurfacing (miles)	1.9	0.6	1.4	2.5	4.533	4.533	4.533	4.533	3.5	3.8
Resurfacing as a percentage of total street miles	3.3%	1.0%	2.4%	4.4%	8.0%	8.0%	8.0%	8.0%	5.4%	5.8%
Transit										
Total route miles	244,828	238,873	276,726	355,060	504,820	498,839	496,353	248,137	346,228	319,790
Passengers	614,425	660,369	748,806	885,508	1,009,179	1,174,127	1,310,282	668,409	681,671	862,602
Administration										
Business licenses	5,466	6,065	6,208	6,277	6,561	6,901	7,412	7,651	7,656	7,596
In Town	573	567	575	571	574	575	587	587	577	563
Lodges	12	11	10	11	10	11	10	10	8	9
Nonprofits	69	73	78	78	77	79	88	88	86	86
In-Home	130	143	154	151	158	150	158	158	170	170
Vendor	1,008	1,078	1,118	1,164	1,214	1,282	1,483	1,483	1,584	1,550
Seasonal Vendor	732	760	762	736	757	845	975	975	1,088	1,256
Short Term Rental	2,911	3,321	3,365	3,388	3,572	3,737	3,783	3,762	3,870	3,713
Chalet Homes	2	2	2	2	2	-	-	-	1	-
Administrative Licenses*	29	110	144	176	197	233	254	254	272	249

Source: Town of Breckenridge Departmental Statistics.

*Administrative licenses are a new type of license in 2013 provided to companies who are only performing services for the Town.

Town of Breckenridge, Colorado

Capital Asset Indicators by Function/Program

Last Ten Years

Function/Program	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	11	11	11							
Public Works										
Street miles	57.51	57.51	57.51	56.73	56.73	56.73	56.73	56.73	65	65
Street lights	1,075	1,075	1,075	1,100	1,100	1,100	1,112	1,112	1,590	1,590
Traffic signals	2	2	2	2	2	2	2	2	2	2
Total Town area (mi)	5.88	5.88	5.88	6.01	6.01	6.01	6.01	6.01	6.02	6.02
Culture and Recreation										
Golf (number of holes)	27	27	27	27	27	27	27	27	27	27
Recreation Centers	1	1	1	1	1	1	1	1	1	1
Parks	2	2	6	6	6	7	7	7	7	7
Baseball, soccer and multipurpose fields	4	4	4	4	4	4	4	4	4	4
Swimming Pools	2	2	2	2	2	2	2	2	2	2
Skateboard parks	1	1	1	1	1	1	1	1	1	1
Tennis courts	14	14	14	14	12	12	12	12	12	12
Trails in miles	42	47	55	55	58.2	60.75	61.73	63	63	68
Nordic ski trails in miles	14	14	14	14	26.7**	26.7**	26.7**	28.50**	28.50**	25
Indoor ice rinks	1	1	1	1	1	1	1	1	1	1
Outdoor ice rinks	1	1	1	1	1	1	1	1	1	1
Performing Arts Theaters	2	2	2	2	2	2	2	2	2	2
Municipal Water										
Water mains in miles	103	104	104	104	104	104	104	104	104	104
										104

Source: Town of Breckenridge Departmental Statistics.

*Prior to 2013, water main miles were measured manually with a wheel. The Town now has mapping software which provides a more accurate measurement.
 **Nordic ski trails in miles including groomed nordic ski, snowshoe and fat bike trails.

State Compliance

LOCAL HIGHWAY FINANCE REPORT	STATE: COLORADO YEAR ENDING (mm/yy): 12/31/2022
This Information From The Records Of: BRECKENRIDGE	Prepared By: TRACEY LAMBERT

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

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

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

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway expenditures:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	\$ 8,836,209.02
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	\$ 489,172
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	\$ 733,758
2. General fund appropriations	11,769,236	b. Snow and ice removal	\$ 1,406,370
3. Other local imposts (from page 2)	\$ 510,861	c. Other	
4. Miscellaneous local receipts (from page 2)	\$ -	d. Total (a. through c.)	\$ 2,140,128
5. Transfers from toll facilities		4. General administration & miscellaneous	\$ 428,026
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	\$ 627,035
a. Bonds - Original Issues		6. Total (1 through 5)	\$ 12,520,570
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	\$ -	a. Interest	
7. Total (1 through 6)	\$ 12,280,097	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	\$ -
C. Receipts from State government (from page 2)	\$ 240,473	2. Notes:	
D. Receipts from Federal Government (from page 2)	\$ -	a. Interest	
E. Total receipts (A.7 + B + C + D)	\$ 12,520,570.02	b. Redemption	
		c. Total (a. + b.)	\$ -
		3. Total (1.c + 2.c)	\$ -
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total expenditures (A.6 + B.3 + C + D)	\$ 12,520,570.02

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

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

V. LOCAL ROAD AND STREET FUND BALANCE (RECEIPTS AND DISBURSEMENTS ONLY)

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
		\$ 12,520,570.02	\$ 12,520,570.02		\$ -

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT		STATE: COLORADO	
		YEAR ENDING (mm/yy): 12/31/2022	

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL			
ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assesments	\$ 332,318	a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes		c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other	\$ 178,543	g. Other Misc. Receipts	
6. Total (1. through 5.)	\$ 178,543	h. Other	
c. Total (a. + b.)	\$ 510,861	i. Total (a. through h.)	\$ -
(Carry forward to page 1)		(Carry forward to page 1)	
ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes (from Item I.C.5.)	\$ 218,568	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	\$ 21,905	d. Federal Transit Administration	
d. DOLA Grant		e. U.S. Corps of Engineers	
e. Other		f. Other Federal	
f. Total (a. through e.)	\$ 21,905	g. Total (a. through f.)	\$ -
4. Total (1. + 2. + 3.f)	\$ 240,473	3. Total (1. + 2.g)	\$ -
(Carry forward to page 1)		(Carry forward to page 1)	

III. EXPENDITURES FOR ROAD AND STREET PURPOSES - DETAIL			
	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			\$ -
b. Engineering Costs			\$ -
c. Construction:			
(1). New Facilities			\$ -
(2). Capacity Improvements			\$ -
(3). System Preservation		\$ 2,558,565	\$ 2,558,564.99
(4). System Enhancement And Operation		\$ 6,277,644	\$ 6,277,644.03
(5). Total Construction (1)+(2)+(3)+(4)	\$ -	\$ 8,836,209.02	\$ 8,836,209.02
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.4)	\$ -	\$ 8,836,209.02	\$ 8,836,209.02
(Carry forward to page 1)			
Notes and Comments:			