

**TOWN OF
ESTES PARK, COLORADO
ANNUAL COMPREHENSIVE
FINANCIAL REPORT
For the Fiscal Year Ended
December 31, 2022**



Town of Estes Park, Colorado

Annual Comprehensive Financial Report

For the year ended December 31, 2022

Prepared by the Finance Department

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

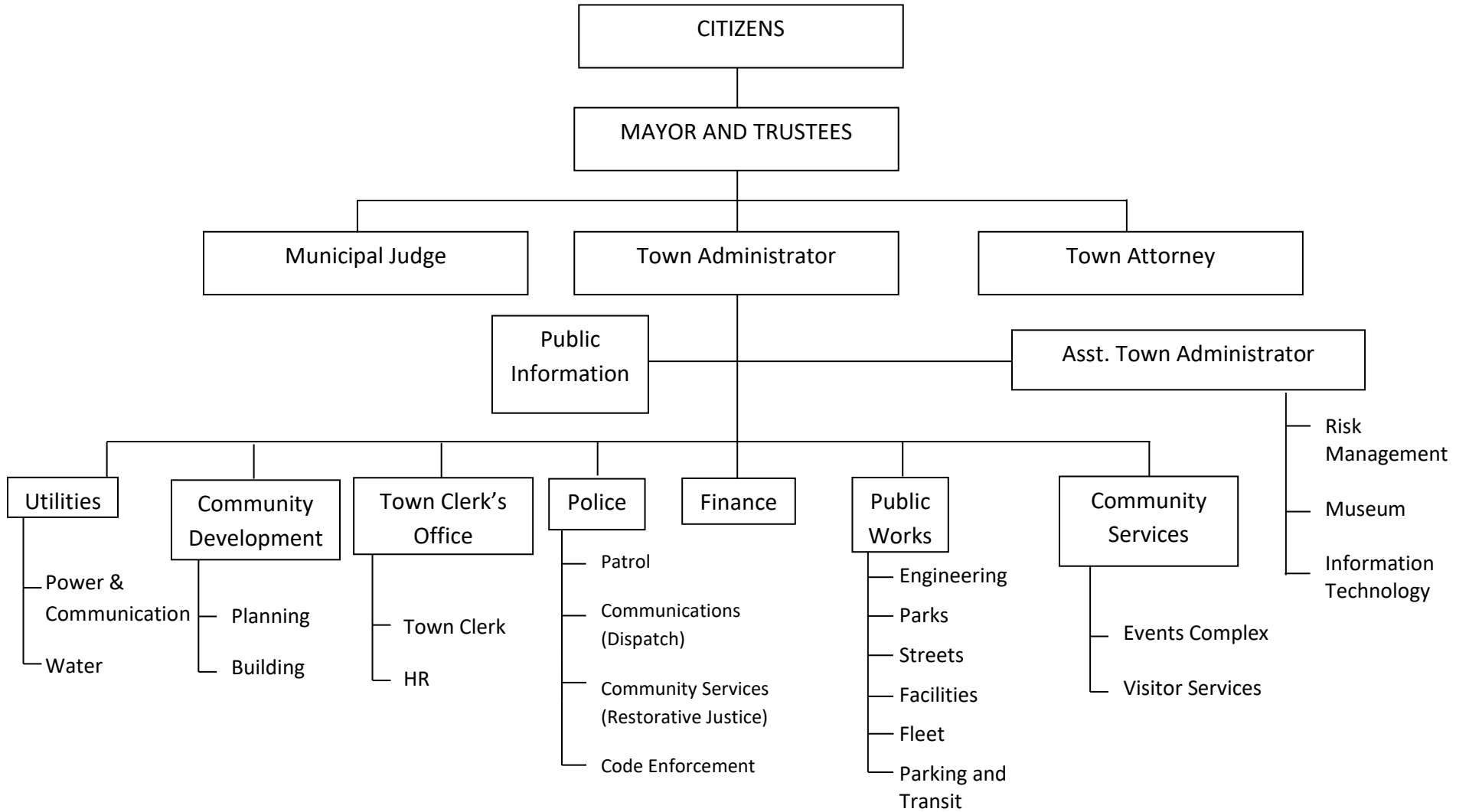
TOWN GOVERNMENT

The Town of Estes Park is governed by a Mayor and a six-member Board of Trustees. The Mayor and Trustees are elected for four year terms. The Trustees and the Mayor each have one vote in town board meetings. Listed below are the Town officials and principal staff members as of December 31, 2022.

Mayor	Elected 2020	Wendy Koenig
Mayor Pro Tem	Elected 2022	Scott Webermeier
Trustees		
	Re-elected 2022	Marie Cenac
	Elected 2022	Kirby Hazelton
	Elected 2020	Barbara MacAlpine
	Re-elected 2020	Patrick Martchink
	Elected 2020	Cindy Younglund
Staff		
	Town Administrator	Travis Machalek
	Assistant Town Administrator	Jason Damweber
	Town Clerk, Dir. of Admin Services	Jackie Williamson
	Finance Director	Duane Hudson
	Chief of Police	David Hayes
	Director of Community Development	Jessica Garner
	Director of Community Services	Rob Hinkle
	Director of Public Works	Greg Muhonen
	Director of Utilities	Reuben Bergsten
	Public Information Officer	Kate Miller
	Town Attorney	Dan Kramer
	Municipal Judge	David J. Thrower

2022 ORGANIZATIONAL CHART

**TOWN OF ESTES PARK
ORGANIZATIONAL CHART**





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Town of Estes Park
Colorado**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2021

Christopher P. Morill

Executive Director/CEO



TOWN OF ESTES PARK

June 28, 2023

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

Formal transmittal

The Annual Comprehensive Financial Report (“ACFR”) of the Town of Estes Park, Colorado (the “Town”) for the year ended December 31, 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. All disclosures necessary to enable the reader to gain an understanding of the Town’s financial activities have been included. The information provided in this section is introductory in nature. Specific financial details are reviewed in the Management’s Discussion and Analysis section of this report.

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

Haynie & Company has issued an unmodified (“clean”) opinion on the Town of Estes Park’s financial statements for the year ended December 31, 2022. The independent auditor’s report is located at the front of the financial section of this report.

Profile of the Government

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

area of nearly seven square miles and serves an official population of 5,862 (2022 estimate). The Town is empowered to levy a property tax on both real and personal properties located within its boundaries. It is also empowered to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the Town Board. There were no significant annexations in 2022.

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

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

The EVFPD began operating as an independent taxing district in 2010, ending its long-standing status as a department of the Town. The Town continues to contribute to the EVFPD, with the amount (currently 7% of General Fund sales tax collected) being appropriated annually. The Town is also financially accountable for the EPBA, which provided financing for golf course improvements in 1990. The EPBA completed its most recent agreement with EVRPD in 2009, did not operate in 2010-22, and currently does not have plans or agreements in place for 2023. The EVRPD is a separately elected special purpose district formed in 1955 and was created for the purpose of supplying recreational facilities within its boundaries. VEP began operating as an independent taxing district in 2009 and collects a 2% lodging tax that is used to promote and advertise Estes Park as a vacation destination, a task previously borne by the Town. VEP is listed in the ACFR as the Local Marketing District component unit. Additional information on these entities can be found in Note 1 in the Notes to the Financial Statements.

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

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

Assessment of Town’s economic condition

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

Local economy

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

economy. However, by the end of the year, sales tax collections for 2020 were only down by 7.4% from 2019's record collections. The recovery of the local economy continued throughout 2021 and 2022, setting a new record for sales tax collections. Sales tax collections for 2021 had been the previous record at \$20,930,809. For 2022, sales tax collections set a new record at \$22,636,311, an increase of 8% from the previous record.

In April 2014, citizens approved a Ballot issue (1A) that implemented a 1% sales tax increase, sun-setting in 2024. The 10-year increase dedicated an estimated \$2,000,000 annually to Street Improvements/Repairs (60% of the 1%), expansion of public trails (12.5%), construction of a community recreation center including facilities for the Senior Center (25%), and for acquisitions associated with emergency response capabilities of the Town (2.5%). For 2022, \$4,527,262 in sales tax was collected in these special revenue funds.

The Fort Collins/Loveland, Colorado unemployment rate decreased from 3.0% to 2.3% through December 2022 (source: [U.S. Bureau of Labor Statistics](#)). The Median Family Income in Estes Park (source: [U.S. Census Bureau Quick Facts](#)) was \$56,166 in 2022. Meanwhile, the Denver-Aurora-Lakewood Colorado CPI (consumer price index) increased from 3.5% in 2021 to 8.0% in 2022.

Long-term financial planning

The Town is currently in the process of building a municipally owned and operated high speed broadband service for the Estes Valley doing business as Trailblazer Broadband. Trailblazer Broadband will eventually span the entire electric service territory, providing gig speed internet service over a fiber-to-the-premise network, the only option of its kind available to residential customers in the Estes Valley. Trailblazer Broadband is a division of the Power and Communication Fund and is managed and operated by the Town. To finance construction and startup costs for the new utility, the Town issued \$30,030,000 in Power and Communication Fund revenue bonds in November 2019, refunding the remaining \$3,030,000 left on the 2007 Light and Power Bonds. Construction is progressing on schedule with over 3,184 customers signed up and receiving service as of the date of this letter.

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

Relevant financial policies

The Town has adopted Fund Balance Policy 660 that establishes a minimum annual fund balance reserve that should be maintained in the various funds. For the General Fund, unassigned fund balance at the end of the year must meet a minimum of 25% of total expenditures. In addition, Cash and Investment Reserve and Contingency Policy # 670 establishes guidelines for a monthly minimum cash and investment balance of 2 months average expenditures in order to weather an unexpected significant downturn in the economy. In case the targeted cash and investment balance is not met in any particular month, the policy establishes a foundation of principles and goals to guide budgetary and fiscal management decisions as management takes appropriate action. Both reserve requirements were fully met during 2022.

Major initiatives

Numerous street improvement projects are well underway with some extending into 2023 and beyond, including a new roundabout at US 36 & Community Drive, the long awaited downtown street project, and numerous Fall River Trail system improvement projects. For the utilities, the buildout of the Trailblazer Broadband fiber network continues within the Power and Communications Fund and the Water Fund is in the process of upgrading the former Prospect Mountain Water District water distribution system. This project is partially funded by a USDA grant and loan package with construction expected to continue into late 2023.

The Town continually strives to provide superior services to its citizens and visitors in a cost-effective manner, including aggressively seeking Federal and State grants, thus leveraging available local funds, such as in the aforementioned Fall River Trail and former Prospect Mountain Water District projects.

Award and acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town for its annual comprehensive financial report (ACFR) for the fiscal year ended December 31, 2021. In order to be awarded a Certificate of Achievement, the Town must publish an easily readable and efficiently organized ACFR. This report satisfied both Generally Accepted Accounting Principles (GAAP) and applicable legal requirements.

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

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

Sincerely,



Duane Hudson
Finance Director



Independent Auditor's Report

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Loveland, CO 80537

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 www.HaynieCPAs.com

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

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Town of Estes Park, Colorado (the "Town"), as of and for the year ended December 31, 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 financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Town of Estes Park, Colorado, as of December 31, 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 (GAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and GAS 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 and GAS, 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, the budgetary comparison information, and pension schedules, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules, and the Local Highway Finance Report, and the schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* are presented for purposes of additional analysis and are not a required part of the basic financial statements. The information is the responsibility of management, and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules, and component unit financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

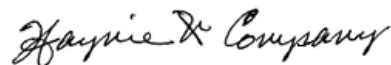
Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 28, 2023, on our consideration of Town of Estes Park, Colorado's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Town of Estes Park, Colorado's internal control over financial reporting and compliance



Littleton, Colorado
June 28, 2023

**Town of Estes Park, Colorado
Management's Discussion and Analysis
December 31, 2022**

Town of Estes Park, Colorado

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2022

This section of the Town of Estes Park's (the "Town") financial statements provides a narrative overview and analysis of its financial activities for the year ended December 31, 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 this section.

Financial Highlights

- The assets and deferred outflows of resources of the Town exceeded its liabilities and deferred inflows of resources at the close of 2022 by \$163,533,969 (\$89,840,000 in governmental activities net position and \$73,693,969 in business-type activities net position). Of the governmental activities net position total, \$17,973,032, or 20%, is unrestricted and may be used to meet the government's ongoing obligations to citizens and creditors. Similarly, \$27,724,282, or 38%, of business-type activities net positions is unrestricted.
It is important to note that "Unrestricted Net Position" is an accounting term referring to lack of formal commitments (loans, etc.) of assets. It does not reflect the amount of assets that are informally committed to targeted fund balances, unobligated monies for future projects, etc. For example, the Town targets a fund balance (reserve) in the General Fund of 25% of expenditures. This is not considered a "restricted" fund balance, but the Town has earmarked the amount as a reserve for budgetary purposes.
- Total net position of the Town increased by \$15,887,031, or 11%, from 2021 to 2022, up from the \$11,066,685 increase from 2020 to 2021. Net position of the governmental activities increased \$8,472,185 compared to the \$6,990,403 increase in 2021. Net position of the Town's business-type activities increased \$7,414,846 compared to the \$4,076,282 increase in 2021. These changes are explored in further detail in the Government-wide Financial Analysis section of this Management's Discussion and Analysis.
- Total revenues, excluding transfers, increased \$5,172,107, or 9%, to \$61,699,174 compared to 2021. Governmental activities revenues increased \$1,711,026, or 6%, to \$30,038,065, while revenues of business-type activities increased \$3,461,081, or 12%, to \$31,661,109 compared to 2021.
- The total expenses of all the Town's programs, excluding transfers, increased \$351,761, or less than 1%, to \$45,812,143 compared to 2021. The expenses of governmental activities programs increased \$39,968, or less than 1%, to \$23,178,632, while the expenses of business-type activities increased \$311,793, or less than 1%, from 2021 to \$22,633,511.

- As of December 31, 2022, the Town's governmental funds reported a combined ending fund balance of \$27,759,875. Approximately 46%, or \$12,690,815, is unrestricted, unassigned fund balance and, therefore, available for spending at the town's discretion within the purposes specified for the town's funds.

Overview of the Financial Statements

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

Government-wide Financial Statements

The government-wide financial statements are designed to provide the reader of the Town's basic financial statements a broad overview of the Town's finances, in a manner similar to a private sector business.

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

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

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

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

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town can be divided into two categories: governmental funds and proprietary funds.

Governmental Funds

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

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

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

Proprietary Funds

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

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

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

Notes to the Basic Financial Statements

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

Other Information

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

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

Government-wide Financial Analysis

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

Table 1 - Net Position

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total Primary Government</u>	
	2022	2021 Restated	2022	2021 Restated	2022	2021 Restated
Current and other assets	\$ 35,061,022	\$ 29,167,779	\$ 41,767,761	\$ 40,528,162	\$ 76,828,783	\$ 69,695,941
Capital assets	68,876,463	68,407,903	77,143,441	69,935,118	146,019,904	138,343,021
Total assets	103,937,485	97,575,682	118,911,202	110,463,280	222,848,687	208,038,962
Deferred outflows of resources	1,038,667	1,671,317	1,001,715	1,597,198	2,040,382	3,268,515
Long-term liabilities	6,017,280	9,975,867	34,179,774	38,208,247	40,197,054	48,184,114
Other liabilities	3,846,337	3,841,578	7,503,148	4,461,238	11,349,485	8,302,816
Total liabilities	9,863,617	13,817,445	41,682,922	42,669,485	51,546,539	56,486,930
Deferred inflows of resources	5,272,535	4,061,739	4,536,026	3,495,858	9,808,561	7,557,597
Net position:						
Invested in capital assets	63,172,558	61,939,706	44,719,687	45,872,510	107,892,245	107,812,216
Restricted	8,694,410	6,398,672	1,250,000	1,250,000	9,944,410	7,648,672
Unrestricted	17,973,032	12,729,796	27,724,282	18,772,625	45,697,314	31,502,421
Total net position	\$ 89,840,000	\$ 81,068,174	\$ 73,693,969	\$ 65,895,135	\$ 163,533,969	\$ 146,963,309

2021 was restated for account grouping changes implemented in 2022 and to reflect the prior period adjustment. (Note # 14)

Analysis of Net Position

Table 1 presents an analysis of the Town's net position as of December 31, 2022. The Town's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$163,533,969 at the close of December 31, 2022. By far the largest portion of the Town's net position (65%) reflects its net investment in capital assets (e.g., land, buildings, machinery, and equipment) less any related still-outstanding debt used to acquire those assets. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Net investment in capital assets increased \$80,029, or less than 1%, compared to 2021. Much of this change is attributable to acquisition of assets plus debt retirement less asset retirements, current depreciation and use of bond proceeds. Some of the more significant asset acquisitions include \$2,279,746 in street improvements, \$7,601,440 in broadband construction, \$2,282,537 in powerline construction, and \$725,954 in water system improvements. Asset retirements totaled \$2.2 million and depreciation expense increased to \$6.4 million for 2022 as well. Other changes include expenditure of capital related long term debt proceeds of \$9.2 million and retirement of capital related long term debt of \$1.7 million.

An additional 3% of the Town's net position (\$9,944,410) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (\$45,697,314) may be used to meet the government's ongoing obligations to citizens and creditors.

Restricted net position increased \$2,295,738 from 2021, primarily due to accumulation of reserves for future planned projects and uncompleted capital projects in the Street Improvement Fund (\$1,346,791), Open Space Fund (\$408,335), and the Trails Expansion Fund (\$361,318). The \$14,477,383 increase in unrestricted net position was due in large part to unexpected sales tax revenue increases in the General Fund and uncompleted capital projects at year end, both in the Governmental Funds and the Proprietary Funds.

At the end of the current fiscal year, the Town is able to report positive balances in all three categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities.

It is important to note that \$4,756,301 in governmental unrestricted net position arises from the net position of the Town's internal service funds, discussed above in "Overview of the Financial Statements – Proprietary Funds." Although it is highly unlikely that these funds will be liquidated, in the event that they are, the distribution of the net position of these funds would result in a portion of these unrestricted net positions being liquidated to governmental activities and a portion to business-type activities.

Analysis of Changes in Net Position

As can be seen from Table 2, the Town's total net position increased by \$15,887,031 during 2022. This increase is explained in the governmental and business-type activities discussions below.

Governmental Activities

Net position of governmental activities increased by \$8,472,185 during 2022, accounting for 53% of the total increase in the Town's net position. This increase was \$1,481,792 more than the \$6,990,403 increase in net position for 2021.

During 2022, governmental revenues increased by \$1,711,026 compared to 2021. This increase is primarily due to a \$1.7 million increase in sales tax revenue from increases in general economic activity. Several other categories saw increases which offset the \$1,106,458 decrease in capital grants received. The decrease in capital grant revenues was largely due to non-recurring Open Space state grants to purchase the Thumb Open Space in 2021.

Total governmental expenses for 2022 increased by \$39,968 compared to 2021. General government expenses decreased by \$524,420 and Culture and recreation expenses decreased by \$589,967, partially due to the decrease in the net pension liability. Public safety increased \$619,295 largely due to increased personnel costs from increased positions, pay scale adjustments and less vacancies. Public works increased by \$565,226 largely due to additional transportation contracted services and general operating increases in streets.

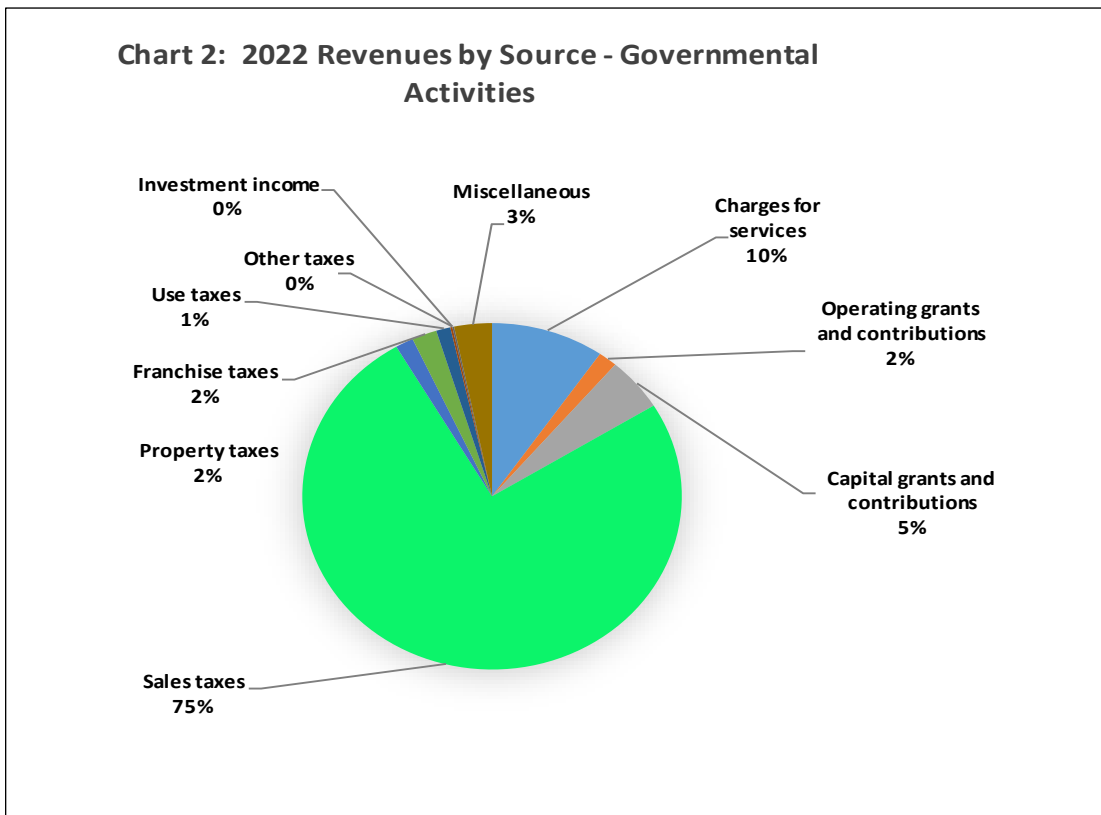
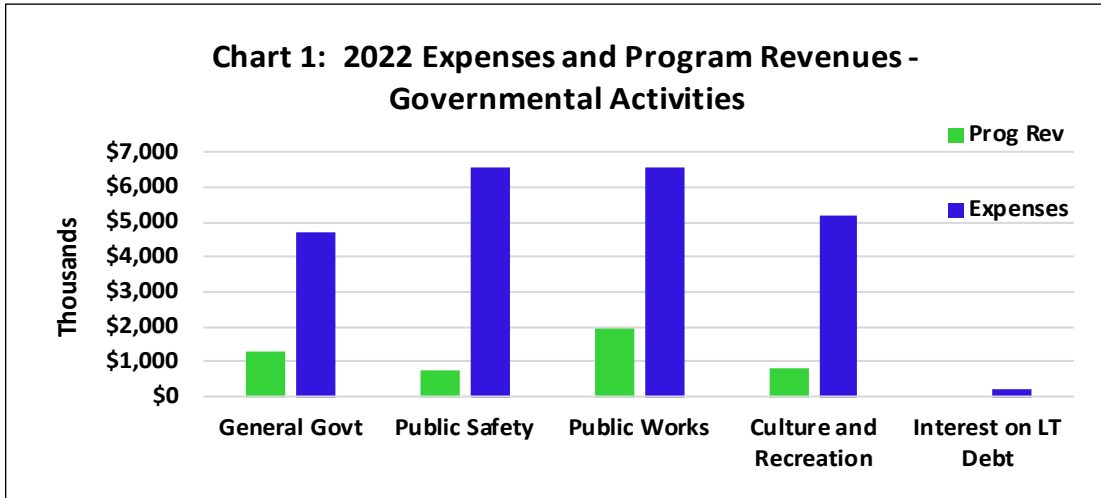
Table 2 - Changes in Net Position

	Governmental		Business-type		Total Primary Government	
	2022	2021 Restated	2022	2021 Restated	2022	2021 Restated
Program revenue:						
Charges for services	\$ 2,896,410	\$ 2,410,586	\$ 30,922,224	\$ 27,599,659	\$ 33,818,634	\$ 30,010,245
Operating grants and contributions	483,861	213,710	-	8,374	483,861	222,084
Capital grants and contributions	1,493,815	2,600,273	154,132	-	1,647,947	2,600,273
General revenue:						
Sales taxes	22,636,312	20,930,742	-	-	22,636,312	20,930,742
Property taxes	461,255	406,217	-	-	461,255	406,217
Franchise taxes	639,000	588,222	-	-	639,000	588,222
Use taxes	365,369	409,078	-	-	365,369	409,078
Other taxes	53,457	53,789	-	-	53,457	53,789
Investment income (loss)	44,217	(18,724)	200,153	(6,839)	244,370	(25,563)
Gain (Loss) on disposal of capital assets	-	-	-	-	-	-
Miscellaneous	964,369	733,146	384,600	598,834	1,348,969	1,331,980
Total revenues	30,038,065	28,327,039	31,661,109	28,200,028	61,699,174	56,527,067
Program expenses (includes indirect expense allocation):						
Governmental activities:						
General government	4,684,953	5,209,373	-	-	4,684,953	5,209,373
Public safety	6,559,825	5,940,530	-	-	6,559,825	5,940,530
Public works	6,559,015	5,993,789	-	-	6,559,015	5,993,789
Culture and recreation	5,179,185	5,769,152	-	-	5,179,185	5,769,152
Interest on long-term debt	195,654	225,820	-	-	195,654	225,820
Business-type activities:						
Power and Communications	-	-	17,205,293	17,519,237	17,205,293	17,519,237
Water	-	-	5,428,218	4,802,481	5,428,218	4,802,481
Total expenses	23,178,632	23,138,664	22,633,511	22,321,718	45,812,143	45,460,382
Excess before transfers	6,859,433	5,188,375	9,027,598	5,878,310	15,887,031	11,066,685
Transfers In (Out)	1,612,752	1,802,028	(1,612,752)	(1,802,028)	-	-
Increase in net position	8,472,185	6,990,403	7,414,846	4,076,282	15,887,031	11,066,685
Net position, beginning of year	81,367,815	74,377,412	66,279,123	61,818,853	147,646,938	136,196,265
Prior period restatement	-	-	-	383,988	-	383,988
Net position, end of year	\$ 89,840,000	\$ 81,367,815	\$ 73,693,969	\$ 66,279,123	\$ 163,533,969	\$ 147,646,938

2021 was restated for account grouping changes implemented in 2022 and to reflect the prior period adjustment. (Note # 14)

Charts 1 and 2 illustrate the Town’s governmental activities expenses and revenues by function and its revenues by source. General revenues such as sales taxes, property and other taxes are not shown in Chart 1 by program, but are used to support program activities town wide and included in Chart 2. For governmental activities overall, without regard to program, sales taxes are the largest single source (75%), followed by capital grants and contributions and charges for services.

Net Position increased \$8,472,185 during the current fiscal year. Contributing factors have been discussed earlier in this section.

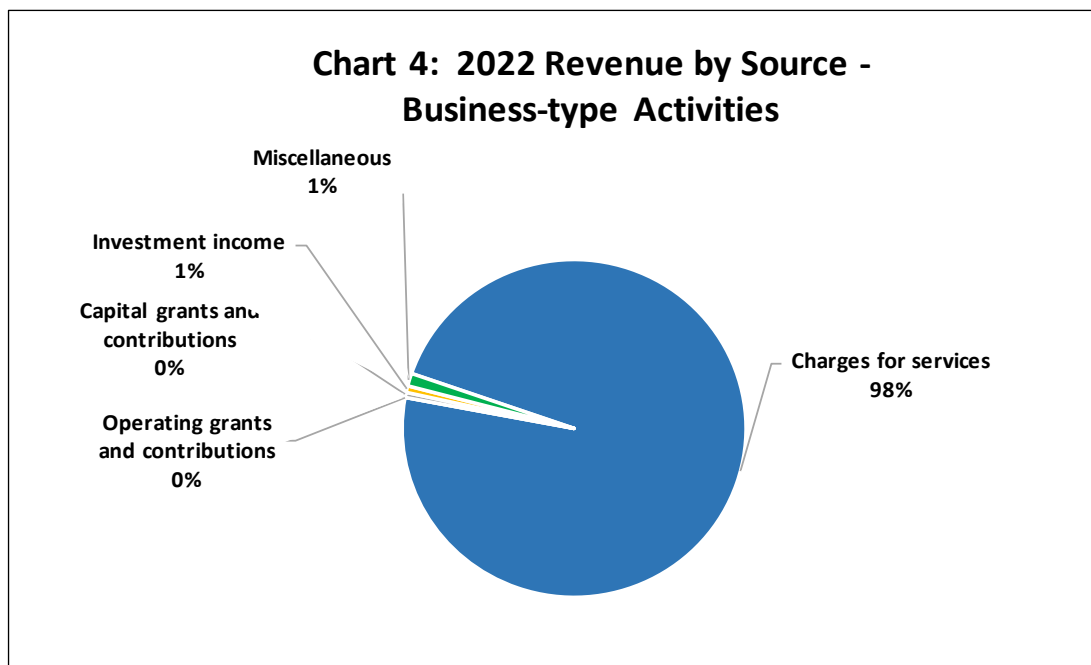
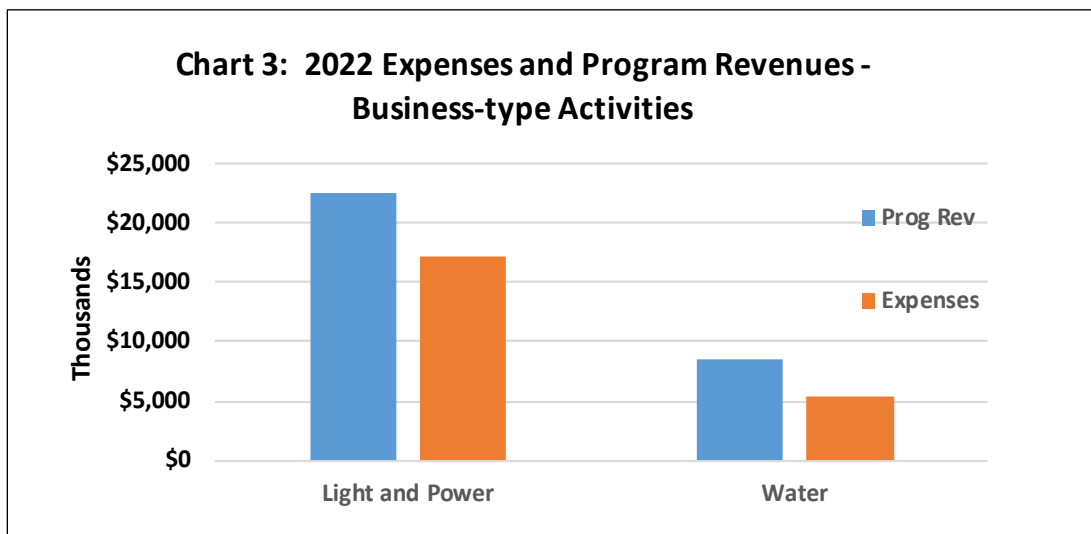


Business-type Activities

Net position in business-type activities increased \$7,414,846 in 2022. This increase was \$3,338,564, or 82%, more than the \$4,076,282 increase in net position in 2021.

Total business-type revenues increased \$3,461,081, or 12%, compared to 2021. Charges for services increased \$3,322,565 due to rate changes and sales volume changes, including a \$1,022,805 increase in Trailblazer Broadband charges from the continued buildout of the system.

Expenses of business-type activities increased \$311,793, or 1% compared to 2021. This was partially due to retirement of the construction in progress for the Glacier Creek Water Treatment Plant upgrade as management reevaluates the upgrades needed to keep both plants in operation. This was partially offset by the reductions in the net pension liabilities in both the Power and Communication Fund and the Water Fund.



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

The Power and Communications Fund and the Water Fund transferred a total of \$1,612,752 out to Governmental Activities in 2022 (General Fund).

In 2019, the Power and Communication Fund began construction of Trailblazer Broadband, a municipally owned and operated fiber-to-the-premise internet service. 2022 was the fourth year of Trailblazer Broadband operations with the Division beginning to cover its operating costs and debt service through user charges. The 2022 broadband revenues were \$2,292,331, operating expenses were \$1,148,567 and debt service was \$1,310,602. Costs for electric and water operations continue to be covered by customer charges for service revenues in accordance with policy. The utility funds are also subject to debt coverage requirements for the Power and Communication revenue bonds and the Water loan and all requirements were met.

Financial Analysis of the Town's Funds

As noted earlier, the Town uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

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

As of the end of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$27,759,875, an increase of \$5,721,641 from 2021. Approximately 40% of this ending fund balance constitutes unassigned fund balance, which is available for spending at the Town's discretion. The remainder of fund balance is non-spendable, restricted or assigned to indicate that it is not available for new spending because it has already been committed to inventories, other prepaid items, specific governmental funds, capital improvements, future appropriations, and emergencies.

The General Fund is the primary operating fund of the Town. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$11,207,757 (\$12,678,756 in 2021). As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund operating expenditures, including transfers out. The ratio for 2022 is 44%, a decrease from 2021's ratio of 67%. As discussed elsewhere in this document, sales tax revenues have increased significantly in 2022, setting a new record for sales tax collections. This additional revenue allowed the Town to establish a capital outlay reserve in the amount of \$1,700,000 which was transferred to the Community Reinvestment Fund as the Town's capital project fund. Additional unreserved fund balance was transferred as well, resulting in the decrease in the unassigned fund balance in 2022.

The Community Reinvestment Fund is the Town's capital project fund and transfers funding based on the planned capital projects. Significant capital projects were under construction in 2022 which were not completed by the end of the year. As a result, significant transfers had not been expended by the end of 2022. Also, as mentioned above, the General Fund transferred \$1,700,000 in capital reserve funds to the

Community Reinvestment Fund for future projects as well. This resulted in the fund balance growing to \$3,709,827 in 2022.

The Street Improvement Fund was created by the 1% sales tax initiative approved in April 2014 which went into effect on July 1, 2014. In 2022, expenditures were limited to street repairs and a few overlay projects due to staffing vacancies. Fund balance grew to \$3,994,914 as sales tax revenues exceeded expenditures in 2022.

The Community Center Fund, one of the "Other Governmental Funds", was created by the 1% sales tax initiative approved in April 2014. During 2017, the Town entered into an agreement with Estes Valley Recreation and Park District (EVRPD) to help pay for the costs of the new Estes Valley Community Center which began construction in 2017 and was completed early in 2019. During 2022, the Community Center Fund remitted \$1,131,816 in accumulated sales tax monies to EVRPD for that purpose.

In 2022, the Emergency Response System Fund primarily reflected debt service on a radio replacement lease purchase. Fund balance grew as sales tax revenues exceeded expenditures in 2022.

The Trails Expansion Fund is one of the funds created by the 1% sales tax initiative approved in April 2014. During 2022, construction began later in the year on the next phases of Fall River Trail improvement project. Due in part to the later start of the construction, the increase in sales tax revenues outpaced project expenditures resulting in an increase in Fund Balance.

In 2022, the Open Space Fund was also used to fund part of the Fall River Trail improvement project. Due to the timing of the start of construction, Fund Balance increased as revenues outpaced project expenditures.

The Parking Services Fund is a new fund created in 2020 to account for the operations of the new paid parking program for downtown Estes Park. Expenditures increased from \$676,695 in 2021 to \$737,807 in 2022 largely from contracted service costs increases.

The other governmental funds were comparable to the prior year.

Proprietary funds

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

As of December 31, 2022, the unrestricted net position of the Power and Communications Fund was \$13,511,534 and the Water Fund was \$12,923,960. The Power and Communications Fund had a net increase of \$4,180,839 and the Water Fund had a net increase of \$3,436,115 for 2022. The Power and Communications Fund and Water Fund both easily maintained their required bonded debt ratios (see statistical tables, Schedule 11). Other factors concerning the finances of these two funds have already been addressed in the discussion of the Town's business-type activities.

General Fund Budgetary Highlights

The Town's final budget differs from the original budget in that it contains carry-forward appropriations for various programs and projects and other supplemental appropriations and adjustments approved during the fiscal year. The final budgeted 2022 appropriations for the General Fund, including transfers

out, was \$526,994 more than the original budget. The primary reasons for this difference are related to the following changes:

- \$1,079,355 increase from rollover of uncompleted PO's and projects, including \$454,370 for a new electric trolley.
- \$200,000 increase in building inspection contracted services due to volume of building activity.
- \$238,124 increase in various salary budgets due to a one time mid-year pay scale adjustment.
- \$226,764 increase in public transit services funded by a federal grant.
- \$141,963 increase in funding for the Fire District.
- \$1,700,000 decrease in transfers to the Community Reinvestment Fund to establish a capital outlay reserve.

Actual revenue and transfers in were \$225,436 (1%) greater than final budgeted revenues and transfers in, with additional miscellaneous income as the most significant variance.

Actual expenditures and transfers out were \$4,588,556 (15%) less than the final budgeted appropriations. The primary factors contributing to this favorable variance include:

- General Government expenditures were \$1,769,737 less than budgeted. The Planning division had \$283,904 less in consulting than budgeted. Facilities had \$160,837 in building maintenance planned for 2022 that were not completed by year end. A new workforce housing appropriation had \$496,729 unused by year end as well. Numerous other variances accounted for the rest of the General Government budget savings.
- Public Works expenditures were \$1,351,191 less than budgeted. Vacancies in streets and stormwater accounted for \$331,203 of this difference. Parking services incurred \$359,208 less in transportation fees than anticipated.
- Culture and Recreation expenditures were \$1,006,078 less than budgeted. Some of the major repairs to walkways and bikeways were not completed by Parks and Recreation. Some planned repairs and maintenance were not completed at the visitor center. Finally, Special Events had vacancy savings in 2022.
- Capital Outlay expenditures were \$238,327 less than budgeted. Much of this is due to numerous small projects that were not completed in 2022.

The resulting actual ending fund balance for the General Fund of \$16,145,860 was \$9,679,578 more than the Final Budget's projected ending fund balance.

Capital Asset and Debt Administration

Capital Assets

Governmental activities capital asset additions for 2022 were \$4,612,252, with a net increase (after disposal/retirement/transfers of capital assets) of \$4,225,763. Some of the more significant capital acquisitions included:

- Equipment acquisition - \$1,172,822.
- Street Improvements - \$2,279,746.
- Park improvements - \$111,229.
- Trail improvements - \$112,300.

Business-type capital asset additions for 2022 were \$11,188,037, with a net increase (after disposal/retirement/transfers of capital assets) of \$9,314,267. Some of the more significant capital purchases in this area, including capital acquisitions in progress, were:

- Electric infrastructure (streetlights, overhead and underground distribution lines) - \$2,282,537
- Trailblazer Broadband fiber infrastructure – \$7,601,440
- Water infrastructure (distribution lines) - \$725,954

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

Debt Administration

The governmental activities are currently obligated on the 2013 Certificates of Participation to finance the Multipurpose Event Center Complex. Total payments are approximately \$520,000 per year and are paid out of the Community Reinvestment Fund. The remaining balance as of December 31, 2022 is \$2,410,000. The governmental activities are also obligated on the 2017 Lease Purchase Agreement to finance the Estes Park Visitor Center Parking Garage. Total payments are approximately \$400,000 per year and are also paid out of the Community Reinvestment Fund. The remaining balance as of December 31, 2022 is \$3,064,057. In 2019, the Town entered into a lease purchase agreement to upgrade the Town’s emergency hand held radios for both governmental-type and business-type activities. The total payments for the governmental-type activities is approximately \$49,000 per year and are paid out of the Emergency Response System Fund. The remaining balance as of December 31, 2022 is \$130,486.

The business-type activities (utility funds) are currently obligated to one Power and Communication revenue bond and two Water issues. The Power and Communication bonds Series A and Series B were issued in Nov 2019 to fund the buildout of the Trailblazer Broadband fiber network and complete implementation of the electric system smart meters. The Series A bonds mature in 2039 with a remaining balance of \$21,820,000 as of December 31, 2022 and the Series B bonds mature in 2029 with a remaining balance of \$7,050,000 as of December 31, 2022. The 2008 water loan was obtained to finance a membrane filter and to increase capacity at the Mary’s Lake Treatment Plant. Maturing in 2028, there is a remaining balance of \$2,037,699 at the end of 2022. In 2020, the Town entered into a USDA loan to finance upgrades to the Park Entrance Mutual Pipeline and Water Company distribution system. The loan matures in 2060 with a remaining balance of \$517,096 as of December 31, 2022. The business-type activity share of the emergency hand held radio replacement lease purchase has a balance of \$58,257 as of December 31, 2022. In 2022, the Town entered into a construction loan to make water distribution system upgrades for the former Prospect Mountain Water District areas which has a balance of \$54,376 as of December 31, 2022.

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

State statutes limit the amount of general obligation debt a government entity may issue to 3% of its total assessed valuation. The debt limitation for the Town as of December 31, 2022, is \$7,481,925 (see statistical section under Schedule 9).

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

Other Significant Matters

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

Requests for Information

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the Town. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Finance Director, P.O. Box 1200, Estes Park, Colorado 80517.

Basic Financial Statements

Town of Estes Park, Colorado
Statement of Net Position
December 31, 2022

	PRIMARY GOVERNMENT			COMPONENT UNIT MARKETING DISTRICT
	GOVERNMENTAL	BUSINESS-TYPE	TOTAL	
	ACTIVITIES	ACTIVITIES		
ASSETS				
Cash and investments	\$ 31,128,518	\$ 28,118,430	\$ 59,246,948	\$ 2,698,093
Restricted cash and investments	-	1,988,996	1,988,996	-
Accounts receivable, net	486,900	5,818,424	6,305,324	406,429
Taxes receivable	2,951,991	-	2,951,991	309,338
Intergovernmental receivable	1,013,569	101,186	1,114,755	-
Inventories	26,524	3,945,791	3,972,315	-
Prepaid items	207,565	1,543	209,108	7,772
Internal balances	(1,288,787)	1,288,787	-	-
Capital assets, not being depreciated	13,058,252	31,222,514	44,280,766	-
Capital assets, net of accumulated depreciation	55,818,211	45,920,927	101,739,138	23,087
Net pension asset	534,743	504,603	1,039,346	88,592
TOTAL ASSETS	<u>103,937,486</u>	<u>118,911,201</u>	<u>222,848,687</u>	<u>3,533,311</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows related to OPEB	134,191	115,444	249,635	31,940
Deferred outflows related to pension	904,476	886,271	1,790,747	155,326
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>1,038,667</u>	<u>1,001,715</u>	<u>2,040,382</u>	<u>187,266</u>
LIABILITIES				
Accounts payable	910,381	3,164,298	4,074,679	200,823
Accrued liabilities	393,313	784,778	1,178,091	-
Deposits	-	291,400	291,400	-
Accrued interest payable	77,430	134,237	211,667	-
Claims payable	671,640	-	671,640	-
Unearned revenue	504,191	1,815,876	2,320,067	-
Long-term liabilities:				
Due within one year	1,289,383	1,312,558	2,601,941	-
Due in more than one year	5,298,774	33,587,008	38,885,782	82,629
Net OPEB liability - due in more than one year	718,506	592,766	1,311,272	69,266
TOTAL LIABILITIES	<u>9,863,618</u>	<u>41,682,921</u>	<u>51,546,539</u>	<u>352,718</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows related to Pension	4,634,565	4,373,344	9,007,909	772,018
Deferred inflows related to OPEB	183,568	162,682	346,250	24,470
Property taxes	454,402	-	454,402	-
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>5,272,535</u>	<u>4,536,026</u>	<u>9,808,561</u>	<u>796,488</u>
NET POSITION				
Net investment in capital assets	63,172,558	44,719,687	107,892,245	23,087
Restricted for:				
Parks and open space	1,681,110	-	1,681,110	-
Capital improvements	6,214,132	-	6,214,132	-
Operations and Maintenance reserves	-	1,250,000	1,250,000	-
Emergencies	799,168	-	799,168	92,706
Unrestricted	17,973,032	27,724,282	45,697,314	2,455,578
TOTAL NET POSITION	<u>\$ 89,840,000</u>	<u>\$ 73,693,969</u>	<u>\$ 163,533,969</u>	<u>\$ 2,571,371</u>

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

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

FUNCTIONS / PROGRAMS	EXPENSES	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION			COMPONENT UNIT LOCAL MARKETING DIRECT
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	Primary Government			
					GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	
Primary Government								
Governmental activities:								
General government	\$ 4,684,953	\$ 516,608	\$ 100,710	\$ 686,797	\$ (3,380,838)	\$ -	\$ (3,380,838)	\$ -
Public safety	6,559,825	733,288	22,134	3,848	(5,800,555)	-	(5,800,555)	-
Public works	6,559,015	857,177	361,017	754,976	(4,585,845)	-	(4,585,845)	-
Culture and recreation	5,179,185	789,337	-	48,194	(4,341,654)	-	(4,341,654)	-
Interest on long-term debt	195,654	-	-	-	(195,654)	-	(195,654)	-
Total Governmental Activities	<u>23,178,632</u>	<u>2,896,410</u>	<u>483,861</u>	<u>1,493,815</u>	<u>(18,304,546)</u>	<u>-</u>	<u>(18,304,546)</u>	<u>-</u>
Business-Type Activities:								
Power and communications	17,205,293	22,418,799	-	106,968	-	5,320,474	5,320,474	-
Water	5,428,218	8,503,426	-	47,164	-	3,122,372	3,122,372	-
Total Business-Type Activities	<u>22,633,511</u>	<u>30,922,225</u>	<u>-</u>	<u>154,132</u>	<u>-</u>	<u>8,442,846</u>	<u>8,442,846</u>	<u>-</u>
Total Primary Government	<u>\$ 45,812,143</u>	<u>\$ 33,818,635</u>	<u>\$ 483,861</u>	<u>\$ 1,647,947</u>	<u>\$ (18,304,546)</u>	<u>\$ 8,442,846</u>	<u>\$ (9,861,700)</u>	<u>\$ -</u>
Component Unit								
Local Marketing Direct	2,772,922	328,246	42,992	-	-	-	-	(2,401,684)
Total Component Unit	<u>\$ 2,772,922</u>	<u>\$ 328,246</u>	<u>\$ 42,992</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,401,684)</u>
			Taxes:					
			Property taxes		\$ 461,255	\$ -	\$ 461,255	\$ -
			Sales taxes		22,636,312	-	22,636,312	-
			Franchise taxes		639,000	-	639,000	-
			Use taxes		365,369	-	365,369	-
			Other taxes		53,457	-	53,457	3,415,369
			Investment income (expense)		44,217	200,153	244,370	2,270
			Miscellaneous		964,369	384,599	1,348,968	697
			Transfers		1,612,752	(1,612,752)	-	-
			Total general revenues and transfers		<u>26,776,731</u>	<u>(1,028,000)</u>	<u>25,748,731</u>	<u>3,418,336</u>
			Change in net position		<u>8,472,185</u>	<u>7,414,846</u>	<u>15,887,031</u>	<u>1,016,652</u>
			NET POSITION, BEGINNING, as restated		<u>81,367,815</u>	<u>66,279,123</u>	<u>147,646,938</u>	<u>1,554,719</u>
			NET POSITION, ENDING		<u>\$ 89,840,000</u>	<u>\$ 73,693,969</u>	<u>\$ 163,533,969</u>	<u>\$ 2,571,371</u>

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

Town of Estes Park, Colorado
Balance Sheet
Governmental Funds
December 31, 2022

	GENERAL FUND	COMMUNITY REINVESTMENT FUND	STREET IMPROVEMENT FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS					
Cash and cash investments	\$ 14,418,408	\$ 3,725,619	\$ 3,844,795	\$ 4,111,982	\$ 26,100,804
Accounts and other receivables	239,513	46	1,689	16,578	257,826
Intergovernmental receivable	663,990	-	-	349,579	1,013,569
Taxes receivable	2,452,473	-	299,711	199,807	2,951,991
Due (to) from other funds	310,000	-	-	(310,000)	-
Prepaid items	15,195	-	-	-	15,195
TOTAL ASSETS	\$ 18,099,579	\$ 3,725,665	\$ 4,146,195	\$ 4,367,946	\$ 30,339,385
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Accounts payable	491,127	15,838	149,248	203,073	859,286
Accrued liabilities	369,158	-	2,033	6,105	377,296
TOTAL LIABILITIES	860,285	15,838	151,281	209,178	1,236,582
DEFERRED INFLOWS OF RESOURCES					
Property taxes	454,402	-	-	-	454,402
Unavailable revenue	639,032	-	-	249,494	888,526
TOTAL DEFERRED INFLOWS OF RESOURCES	1,093,434	-	-	249,494	1,342,928
FUND BALANCES					
Nonspendable					
Prepaid items	15,195	-	-	-	15,195
Restricted for:					
Parks and open space	72,895	-	-	1,608,215	1,681,110
Capital improvements	-	-	3,913,073	2,301,059	6,214,132
Emergencies	717,327	-	81,841	-	799,168
Assigned to subsequent year's budget - appropriation of fund balance	4,312,686	-	-	-	4,312,686
Capital improvements		3,709,827			3,709,827
Unassigned	11,027,757	-	-	-	11,027,757
TOTAL FUND BALANCES	16,145,860	3,709,827	3,994,914	3,909,274	27,759,875
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 18,099,579	\$ 3,725,665	\$ 4,146,195	\$ 4,367,946	\$ 30,339,385

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

Town of Estes Park, Colorado
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
For the Year Ended December 31, 2022

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

Total fund balances - governmental funds	\$ 27,759,875
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds:	
Capital assets, net of internal funds of \$1,372,411	67,504,052
The deferred outflows below are not current assets or financial resources; and the deferred inflows are not due and payable in the current period and therefore are not reported in the Governmental Funds.	
Deferred outflows related to pension	904,476
Deferred outflows related to OPEB	134,191
Deferred inflows related to pension	(4,634,565)
Deferred inflows related to OPEB	(183,568)
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the governmental funds balance sheet. Long-term liabilities at year end consist of:	
Net pension asset	534,743
Net OPEB liability (net of internal service funds of \$4,622)	(713,884)
Accrued interest payable	(77,430)
Long-term debt liabilities (net of internal service fund liabilities of \$59,634)	(6,528,524)
Total long-term liabilities	(6,785,095)
Other long term assets are not available to pay current expenditures and therefore, are deferred inflows of resources in the fund financial statements	384,332
Internal service funds are used by management to charge the costs of certain activities such is insurance, technology, and vehicles to individual funds. A portion of the assets and liabilities of the internal service fund is included in the governmental activities in the statement of net position.	<u>4,756,301</u>
Total net position - governmental activities	<u>\$ 89,840,000</u>

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

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

	<u>GENERAL FUND</u>	<u>COMMUNITY REINVESTMENT FUND</u>	<u>STREET IMPROVEMENT FUND</u>	<u>OTHER GOVERNMENTAL FUNDS</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
REVENUES:					
Taxes	\$ 19,628,130	\$ -	\$ 2,716,357	\$ 1,810,906	\$ 24,155,393
Licenses and Permits	991,751	-	-	22,641	1,014,392
Intergovernmental	1,283,094	-	-	639,837	1,922,931
Charges for Services	720,532	-	-	781,973	1,502,505
Fines and Forfeitures	48,861	-	-	58,841	107,702
Rental income	271,811	-	-	-	271,811
Contributions	54,745	-	-	-	54,745
Investment Income	29,106	25	11,692	3,394	44,217
Miscellaneous	882,860	(1)	-	315	883,174
TOTAL REVENUES	<u>23,910,890</u>	<u>24</u>	<u>2,728,049</u>	<u>3,317,907</u>	<u>29,956,870</u>
EXPENDITURES:					
Current:					
General Government	5,354,549	26,014	-	-	5,380,563
Public Safety	6,814,248	-	-	-	6,814,248
Public Works	2,453,977	-	601,539	741,823	3,797,339
Culture and Recreation	4,041,933	-	-	1,211,643	5,253,576
Debt Service:					
Principal	-	703,463	-	39,937	743,400
Interest	-	215,967	-	8,606	224,573
Capital outlay	466,043	1,940,694	779,719	330,207	3,516,663
TOTAL EXPENDITURES	<u>19,130,750</u>	<u>2,886,138</u>	<u>1,381,258</u>	<u>2,332,216</u>	<u>25,730,362</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	4,780,140	(2,886,114)	1,346,791	985,691	4,226,508
OTHER FINANCING SOURCES (USES)					
Transfers in	1,612,752	6,296,300	-	-	7,909,052
Transfers out	(6,413,919)	-	-	-	(6,413,919)
NET CHANGE IN FUND BALANCE	(21,027)	3,410,186	1,346,791	985,691	5,721,641
FUND BALANCES, BEGINNING OF YEAR	<u>16,166,887</u>	<u>299,641</u>	<u>2,648,123</u>	<u>2,923,583</u>	<u>22,038,234</u>
FUND BALANCES, END OF YEAR	<u>\$ 16,145,860</u>	<u>\$ 3,709,827</u>	<u>\$ 3,994,914</u>	<u>\$ 3,909,274</u>	<u>\$ 27,759,875</u>

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

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

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

Net change in fund balances - total governmental funds	\$ 5,721,641
<p>Capital outlays are reported in the governmental funds as an expenditure; however, for governmental activities, these costs are shown in the statement of net position and allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense exceeds capital outlay.</p>	
Depreciation expense	(3,586,683)
Net book value of capital assets disposed	(57,193)
Capital outlay	3,559,510
Net amount	(84,366)
<p>Payments of long-term debt principal are expenditures in governmental funds, but the payments reduce long-term liabilities in the statement of net position and do not affect the statement of activities. This amount represents payments on capital leases during the current year.</p>	
	743,400
<p>Some revenues/expenses reported in the statement of activities do not require the receipt/use of current financial resources and, therefore, are not reported as revenues/expenditures in the governmental funds.</p>	
Change in environmental remediation liability	4,964
Change in accrued interest	8,028
Amortization of lease purchase agreement premium	20,891
Change in accrued compensated absences	79,719
Net amount	113,602
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental fund statement of revenues, expenditures and changes in fund balances.</p>	
	18,620
<p>Pension income relating to changes in the Town's defined benefit retirement plan accounts do not provide current financial resources, and therefore, are not reported as revenue in the governmental fund financial statements.</p>	
	1,815,021
<p>OPEB income relating to changes in the Town's defined benefit retirement plan accounts do not provide current financial resources, and therefore, are not reported as revenue in the governmental fund financial statements.</p>	
	(24,245)
<p>An internal service fund is used by management to charge the costs of fleet maintenance, vehicle replacement and information technology to individual funds. A portion of the net income of the internal service fund is reported with governmental activities in the statement of activities.</p>	
	168,512
Change in net position - governmental activities	\$ 8,472,185

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

Town of Estes Park, Colorado

Proprietary Fund Statement of Net Position December 31, 2022

ASSETS	Business-Type Activities			Governmental Activities
	Power and Communications Fund	Water Fund	Total Enterprise Funds	Internal Service Fund
Current Assets:				
Cash and investments	\$ 14,203,622	\$ 13,914,808	\$ 28,118,430	\$ 5,027,714
Restricted cash and investments	1,988,996	-	1,988,996	-
Accounts receivable, net	3,576,294	2,242,130	5,818,424	229,074
Intergovernmental receivable	101,186	-	101,186	-
Inventories	3,557,639	388,152	3,945,791	26,524
Prepaid Items	1,543	-	1,543	192,370
Total Current Assets	23,429,280	16,545,090	39,974,370	5,475,682
Non-Current Assets:				
Capital assets, not being depreciated	25,299,265	5,923,249	31,222,514	177,143
Capital assets, net of accumulated depreciation	26,080,534	19,840,393	45,920,927	1,195,267
Net pension asset	349,324	155,279	504,603	-
Total Non-Current Assets	51,729,123	25,918,921	77,648,044	1,372,410
TOTAL ASSETS	75,158,403	42,464,011	117,622,414	6,848,092
DEFERRED OUTFLOWS OF RESOURCES				
Related to OPEB	80,108	35,336	115,444	-
Related to pension	618,605	267,666	886,271	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	698,713	303,002	1,001,715	-
LIABILITIES				
Current Liabilities:				
Accounts payable	2,817,762	346,536	3,164,298	51,090
Accrued liabilities	80,701	704,077	784,778	16,017
Customer deposits	283,900	7,500	291,400	-
Claims payable	-	-	-	671,640
Accrued interest payable	97,804	36,433	134,237	-
Unearned revenue	1,815,876	-	1,815,876	-
Compensated absences payable, current portion	220,493	87,799	308,292	40,860
Loans payable, current portion	15,499	2,421	17,920	-
Revenue bonds payable, current portion	666,303	320,043	986,346	-
Total Current Liabilities	5,998,338	1,504,809	7,503,147	779,607
Non-Current Liabilities:				
Compensated absences payable	111,025	67,499	178,524	18,774
OPEB liability	409,189	183,577	592,766	4,622
Long term debt	31,115,544	2,292,940	33,408,484	-
Total Non-Current Liabilities	31,635,758	2,544,016	34,179,774	23,396
TOTAL LIABILITIES	37,634,096	4,048,825	41,682,921	803,003
DEFERRED INFLOWS OF RESOURCES				
Related to OPEB	112,477	50,205	162,682	-
Related to pension	3,027,560	1,345,784	4,373,344	-
TOTAL DEFERRED INFLOWS OF RESOURCES	3,140,037	1,395,989	4,536,026	-
NET POSITION				
Net investment in capital assets	21,571,449	23,148,238	44,719,687	1,372,410
Restricted for operations and maintenance reserve	-	1,250,000	1,250,000	-
Unrestricted	13,511,534	12,923,961	26,435,495	4,672,679
TOTAL NET POSITION	\$ 35,082,983	\$ 37,322,199	\$ 72,405,182	\$ 6,045,089

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

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

	\$ 1,288,787
Total Net Position Business-Type Activities	\$ 73,693,969

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

Town of Estes Park, Colorado

Proprietary Fund

Statement of Revenues, Expenditures and Changes in Net Position

For the Year Ended December 31, 2022

	Business-Type Activities			Governmental Activities
	Power and Communications Fund	Water Fund	Total	Internal Service Fund
OPERATING REVENUES				
Charges for services	\$ 22,418,799	\$ 6,499,163	\$ 28,917,962	\$ 6,287,115
Grant revenue	106,968	47,164	154,132	34,608
Miscellaneous	188,012	170,605	358,617	7,994
TOTAL OPERATING REVENUES	\$ 22,713,779	\$ 6,716,932	\$ 29,430,711	\$ 6,329,717
OPERATING EXPENSES				
Source of supply	8,652,413	88,828	8,741,240	-
Purification	-	844,146	844,146	-
Distribution	2,676,962	1,127,155	3,804,117	-
Customer accounts	396,188	207,778	603,966	-
Administration and general	1,987,770	786,716	2,774,486	1,231,777
Depreciation expense	1,432,792	954,835	2,387,627	298,847
Broadband operations	1,148,566	-	1,148,566	4,375,380
Medical expenses	-	-	-	372,104
TOTAL OPERATING EXPENSES	16,294,691	4,009,458	20,304,148	6,278,108
OPERATING INCOME (LOSS)	6,419,088	2,707,474	9,126,563	51,609
NON-OPERATING REVENUES (EXPENSES)				
Investment income (expense)	160,353	39,800	200,153	10,468
Gain (loss) on sale of assets	-	(1,269,116)	(1,269,116)	41,854
Tap fees	-	2,004,263	2,004,263	-
Interest expense	(910,602)	(149,644)	(1,060,246)	-
TOTAL NON-OPERATING REVENUES (EXPENSES)	(750,249)	625,303	(124,946)	52,322
INCOME (LOSS)				
BEFORE CONTRIBUTIONS AND TRANSFERS	5,668,839	3,332,777	9,001,617	103,931
Transfers in	-	228,091	228,091	135,000
Transfers out	(1,488,000)	(124,752)	(1,612,752)	(245,472)
CHANGE IN NET POSITION	4,180,839	3,436,116	7,616,956	(6,541)
NET POSITION, BEGINNING OF YEAR, as restated	30,902,144	33,886,083	64,788,226	6,051,630
NET POSITION, END OF YEAR	\$ 35,082,983	\$ 37,322,199	\$ 72,405,182	\$ 6,045,089

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

Change in Net Position of Business-Type Activities

7,616,956

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

(202,109)

Total Change in Net Position of Business-Type Activities

\$ 7,414,847

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

Town of Estes Park, Colorado

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

	Business-Type Activities			Governmental Activities
	Power and Communications Fund	Water Fund	Total	Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received from customers	\$ 23,453,852	\$ 5,369,784	\$ 28,823,636	\$ 6,193,460
Cash received from other sources	294,980	217,769	512,749	42,602
Cash paid for goods and services	(10,896,001)	(2,055,691)	(12,951,692)	(4,902,445)
Cash paid to employees	(3,500,492)	(1,506,845)	(5,007,337)	(918,261)
NET CASH FROM OPERATING ACTIVITIES	<u>9,352,339</u>	<u>2,025,017</u>	<u>11,377,356</u>	<u>415,356</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES				
Transfers from other funds	-	228,091	228,091	135,000
Transfers to other funds	(1,488,000)	(124,752)	(1,612,752)	-
NET CASH FROM NON-CAPITAL FINANCING ACTIVITIES	<u>(1,488,000)</u>	<u>103,339</u>	<u>(1,384,661)</u>	<u>135,000</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of capital assets	(10,049,554)	(838,965)	(10,888,519)	(679,832)
Proceeds from sale of capital assets	23,453	-	23,453	(171,907)
Proceeds from the issuance of long-term debt	-	54,376	54,376	-
Principal paid on long-term debt	(414,736)	(316,382)	(731,118)	-
Interest paid on long-term debt	(1,147,782)	(152,118)	(1,299,900)	-
Tap fees received	-	2,004,263	2,004,263	-
NET CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(11,588,619)</u>	<u>751,174</u>	<u>(10,837,445)</u>	<u>(851,739)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	160,353	39,800	200,153	10,468
NET CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES	<u>160,353</u>	<u>39,800</u>	<u>200,153</u>	<u>10,468</u>
Non-cash prior period adjustment, LIFO Inventory change in accounting principle	-	-	\$ -	\$ -
NET CHANGE IN CASH AND CASH EQUIVALENTS	<u>(3,563,927)</u>	<u>2,919,330</u>	<u>(644,597)</u>	<u>(290,915)</u>
CASH AND CASH EQUIVALENTS				
Beginning of Year	<u>19,756,545</u>	<u>10,995,478</u>	<u>30,752,023</u>	<u>5,522,247</u>
End of Year	<u>\$ 16,192,618</u>	<u>\$ 13,914,808</u>	<u>\$ 30,107,426</u>	<u>\$ 5,231,332</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES				
Operating income	\$ 6,419,088	\$ 2,707,474	\$ 9,126,562	\$ 51,609
Adjustments to reconcile operating income to net cash flows from operating activities				
Depreciation	1,432,792	954,835	2,387,627	298,847
(Increase) decrease in operating assets:				
Accounts receivable	(656,773)	(1,129,378)	(1,786,151)	(93,655)
Inventories	633,287	(43,306)	589,981	(5,171)
Prepaid items	(1,543)	-	(1,543)	(115,560)
(Increase) decrease in operating liabilities:				
Accounts payable	873,485	239,874	1,113,359	281,266
Accrued liabilities	7,387	95,412	102,799	699
Unearned revenues	1,691,826	-	1,691,826	-
Deposits	68,746	-	68,746	-
Compensated absences payable	40,471	31,771	72,242	(2,679)
Net pension and OPEB liabilities and related deferred inflows and outflows of resources	(1,156,427)	(831,664)	(1,988,091)	-
NET CASH FROM OPERATING ACTIVITIES	<u>\$ 9,352,339</u>	<u>\$ 2,025,018</u>	<u>\$ 11,377,357</u>	<u>\$ 415,356</u>

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

Town of Estes Park, Colorado

Notes to Financial Statements

December 31, 2022

1. Summary of Significant Accounting Policies

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

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

Reporting Entity

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

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

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

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

The Estes Park Building Authority (the Building Authority) was formed to provide financing for improvements to the Town-owned golf course. The Estes Valley Recreation and Park District operates the course under a management agreement. The Town Board of Trustees appoints the Directors of the Building Authority. The Building Authority had no financial activity for the year ended December 31, 2022.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2022

1. Summary of Significant Accounting Policies (continued)

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

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

Government-wide and Fund Financial Statements

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

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

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

Measurement focus, basis of accounting, and financial statement presentation

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

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

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2022

1. Summary of Significant Accounting Policies (continued)

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

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

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

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

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

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

The Town also reports the following major proprietary funds:

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

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

Additionally, the Town reports the following fund types:

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

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2022

1. Summary of Significant Accounting Policies (continued)

Assets, Liabilities and Net Position/Fund Balance

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

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

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

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

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

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

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

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

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

Deferred Outflows of Resources - In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. A deferred outflow of resources is a consumption of net assets by the Town that is applicable to a future reporting period. The Town has two items that qualify as a deferred outflow of resources related to pension liabilities per GASB Statement No. 68 and 75. See Note 8 for additional information.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2022

1. Summary of Significant Accounting Policies (continued)

Unearned Revenues - Unearned revenues arise when resources are received by the Town before it has a legal claim to them or when assets are not available as current financial resources in the governmental funds. In addition, the Town recognizes unearned revenue related to water rates established to support estimated incremental expenses of future scheduled maintenance costs of the Water Fund, consistent with the regulatory provisions of GASB Statement No. 62. At December 31, 2022 the Town reported unearned revenue of \$504,191 in governmental funds and \$1,815,876 in the enterprise funds.

Deferred Inflows of Resources - In addition to liabilities, the statement of net position will sometimes report separate sections for deferred inflows of resources. A deferred inflow of resources is an acquisition of net assets by the Town that is applicable to a future reporting period. The Town has three items that qualify for reporting as deferred inflows of resources. The first type of deferred inflow of resources occurs because governmental fund revenues are not recognized until available (collected not later than 60 days after the end of the Town's year end) under the modified accrual basis of accounting. In the governmental funds, the Town recorded \$535,071 of deferred inflows of resources related to unavailable revenue and \$888,526 related to property taxes as of December 31, 2022. Finally, a deferred inflow of resources related to the pension and other post-employment benefit amounts per GASB Statement Nos. 68 and 75 have been recorded as of December 31, 2022. See Note 8 for additional information.

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

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

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

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

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2022

1. Summary of Significant Accounting Policies (continued)

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

As of December 31, 2022, the Town reported the following restrictions in the statement of net position: 1) \$1,681,110 restricted for parks and open space, \$6,214,132 restricted for future capital improvements and \$799,168 restricted for emergencies (see Note 11) reported under governmental activities; and 2) \$1,250,000 restricted for operations and maintenance reserves reported under business-type activities. Restricted net position is a result of externally imposed restrictions.

Property Taxes

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

Contraband forfeitures

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

Pensions

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

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2022

1. Summary of Significant Accounting Policies (continued)

Other Post-Employment Benefits ("OPEB")

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

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

New Accounting Pronouncements:

The Town implemented Governmental Accounting Standards Board (GASB) Statement No. 87, Leases effective January 1, 2022. GASB Statement No. 87 enhances the relevance and consistency of information of the government's leasing activities. It establishes requirements for lease accounting based on the principle that leases are financings of the right to use an underlying asset. A lessor is required to recognize a lease receivable and a deferred inflow of resources. These changes were incorporated in the Town's 2022 financial statements. The implementation of GASB Statement No. 87 had no effect on net position as of December 31, 2022.

2. Stewardship, Compliance and Accountability

Budgets and Budgetary Accounting

Budgets are legally adopted for all funds of the Town. Budgets for the governmental funds are adopted on a basis consistent with GAAP. Budgetary comparisons for the enterprise and internal service funds are presented on a non-GAAP budgetary basis. Capital outlay and debt service principal are budgeted as expenditures and depreciation is not budgeted. The Town follows these procedures in establishing the budgetary data reflected in the financial statements:

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

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

3. Cash and Investments

A summary of cash and investments as of December 31, 2022, follows:

	Town	Visit Estes Park
Petty Cash	\$ 4,350	\$ -
Deposits	6,719,808	2,698,093
Investments	<u>54,511,786</u>	<u>-</u>
Total	<u>\$ 61,235,944</u>	<u>\$ 2,698,093</u>

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

	Town	Visit Estes Park
Cash and investments	\$ 59,246,948	\$ 2,698,093
Restricted cash and investments	<u>1,988,996</u>	<u>-</u>
Total	<u>\$ 61,235,944</u>	<u>\$ 2,698,093</u>

Bank Deposits

The Colorado Public Deposit Protection Act (PDPA) requires all local government entities to deposit cash in eligible public depositories. Eligibility is determined by State regulations. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. The PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution, or held in trust for all uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. At December 31, 2022, the Town and Visit Estes Park bank deposits had carrying values of \$7,872,313 and \$2,701,069, respectively.

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

Investments

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

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

1. Repurchase agreements in obligations of the United States;
2. Obligations of the United States or obligations unconditionally guaranteed by the United States;
3. General obligation or revenue bonds of any state, District of Columbia, US territory or any of their subdivisions, with certain limitations;

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

3. Cash and Investments (continued)

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

At December 31, 2022, the Town had the following investments reported as cash and cash equivalents:

<u>Investment Type</u>	<u>Rating</u>	<u>Investment Maturities (in Years)</u>		<u>Fair Value</u>
		<u>Less than 1</u>	<u>1 to 5</u>	
Local Government Investment Pools	AAAm	\$ 35,093,849	\$ -	\$ 35,093,849
Corporate bonds		532,237	630,218	1,162,455
Government agencies	AA+	2,072,855	4,059,871	6,132,726
Government bonds	AA+	<u>4,062,918</u>	<u>8,059,838</u>	<u>12,122,756</u>
Total		<u>\$ 41,761,859</u>	<u>\$ 12,749,927</u>	<u>\$ 54,511,786</u>

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

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

Concentration of Credit Risk- State statutes do not limit the amount the Town may invest in one issuer. The Town's concentration of credit risk that exceed 5% is shown below as of December 31, 2022. Percentages are based on the Town's total investments.

<u>Investment Type</u>	<u>Concentration of Credit Risk</u>
Local Government Investment Pools	64.37%
Corporate Bonds	2.14%
Government Agencies	11.25%
Government Bonds	22.24%

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

3. Cash and Investments (continued)

Fair Value

The Town categorizes its fair value measurements within the fair value hierarchy established by the generally accepted accounting principles (GAAP). The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. Investment balances at December 31, 2022 were as follows:

Investments	Level 1	Level 2	Level 3	Total
Government agencies	\$ 6,132,726	\$ -	\$ -	\$ 6,132,726
Corporate bonds	-	1,162,455	-	1,162,455
Government bonds	-	<u>12,122,756</u>	-	<u>12,122,756</u>
Total	<u>\$ 6,132,726</u>	<u>\$ 13,290,986</u>	<u>\$ -</u>	<u>19,417,937</u>
Local government investment pool measured at NAV				23,934,025
Local government investment pool measured at amortized cost				<u>11,159,824</u>
Total				<u>\$ 54,511,786</u>

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

As of December 31, 2022, the Town had invested \$14,337,516 in the Colorado Local Government Liquid Asset Trust (COLOTRUST) (the Trust), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commission administers and enforces all State statutes governing the Trust. The Trust operates similarly to a money market fund and each share has a constant net asset value. The Trust offers shares in three portfolios, COLOTRUST PRIME, COLOTRUST PLUS+, and COLOTRUST EDGE. These portfolios may invest in U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities. COLOTRUST PLUS+ may also invest in certain obligations of U.S. Government agencies, highest rated commercial paper and any security allowed under CRS 24-75-601. A designated custodial bank serves as custodian for the Trust's portfolios pursuant to a custodian agreement. The custodian acts as the safekeeping agent for the Trust's investment portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by the Trust. COLOTRUST is rated AAAM by Standard & Poor's and is measured at net asset value (NAV). There are no unfunded commitments, the redemption frequency is daily and there is no redemption notice period.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

3. Cash and Investments (continued)

As of December 31, 2022, the Town had invested \$11,159,824 in the Colorado Surplus Asset Fund Trust (CSAFE), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces all State statutes governing the Trust. The Trust operated similarly to a money market fund and each share has a constant net asset value. The Trust is rated AAAM by Standard & Poor's and is valued at amortized cost. Based on the valuation method, additional disclosures are not required under GASB Statement No. 72.

As of December 31, 2022, the Town had \$8,154,089 invested in Colorado Statewide Investment Program (CSIP), an investment vehicle established for local government entities in Colorado to pool surplus funds for investment purposes. CSIP is a highly liquid fund operating similarly to a money market-like fund and each share is equal in value to \$1.00. CSIP measures all of its investment at net asset value in accordance with GASB Statement No. 79, Certain External Investment Pools and Pool Participants. CSIP invests primarily in United States Treasuries, United States Agencies, Primary Dealer Repurchase Agreements, highly rated commercial paper, AAAM rated money market funds, highly rated corporate bonds and Colorado Depositories. CSIP is rated AAAM by Standard & Poor's.

4. Capital Assets

Capital asset activity for the year ended December 31, 2022 is summarized below:

	Balance December 31, 2021	Transfers/ Additions	Transfers/ Retirements	Balance December 31, 2022
Governmental Activities				
<i>Capital assets, not being depreciated:</i>				
Land held for preservation	\$ 6,288,911	\$ -	\$ -	\$ 6,288,911
Construction in Progress	<u>4,770,928</u>	<u>2,048,670</u>	<u>(50,257)</u>	<u>6,769,341</u>
Total capital assets, <i>not being depreciated</i>	<u>11,059,839</u>	<u>2,048,670</u>	<u>(50,257)</u>	<u>13,058,252</u>
<i>Capital assets, being depreciated:</i>				
Buildings	23,275,129	465,645	-	23,740,774
Infrastructure	139,214,124	951,868	-	140,165,992
Machinery and Equipment	<u>8,933,866</u>	<u>1,146,070</u>	<u>(336,232)</u>	<u>9,743,704</u>
Total capital assets, being depreciated	<u>171,423,119</u>	<u>2,563,583</u>	<u>(336,232)</u>	<u>173,650,470</u>
<i>Less accumulated depreciation:</i>				
Buildings	(11,947,298)	(841,172)	-	(12,788,470)
Infrastructure	(96,014,568)	(2,546,314)	-	(98,560,882)
Machinery and Equipment	<u>(6,113,190)</u>	<u>(699,012)</u>	<u>329,294</u>	<u>(6,482,908)</u>
Total Accumulated Depreciation	<u>(114,075,055)</u>	<u>(4,086,498)</u>	<u>329,294</u>	<u>(117,832,260)</u>
Total capital assets, <i>being depreciated, net</i>	<u>57,348,064</u>	<u>(1,522,915)</u>	<u>(6,938)</u>	<u>55,818,211</u>
Total governmental activities capital assets, net	<u>\$ 68,407,903</u>	<u>\$ 525,755</u>	<u>\$ (57,195)</u>	<u>\$ 68,876,463</u>

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

4. Capital Assets (continued)

	Balance December 31, 2021	Transfers/ Additions	Transfers/ Retirements	Balance December 31, 2022
Business-Type Activities				
Capital assets, <i>not being depreciated</i> :				
Land and easements	\$ 4,266,517	\$ 5,122	\$ -	\$ 4,271,639
Construction in progress	<u>20,104,392</u>	<u>8,243,208</u>	<u>(1,396,725)</u>	<u>26,950,875</u>
Total capital assets, <i>not being depreciated</i>	<u>24,370,909</u>	<u>8,248,330</u>	<u>(1,396,725)</u>	<u>31,222,514</u>
Capital assets, being depreciated:				
Buildings	12,898,555	-	(372,907)	12,525,648
Infrastructure	46,073,840	2,160,463	-	48,234,303
Machinery and Equipment	<u>21,865,764</u>	<u>779,244</u>	<u>(104,138)</u>	<u>22,540,870</u>
Total capital assets, being depreciated	<u>80,838,159</u>	<u>2,939,707</u>	<u>(477,045)</u>	<u>83,300,821</u>
Less accumulated depreciation:				
Buildings	(4,878,020)	(334,379)	200,999	(5,011,400)
Infrastructure	(18,124,807)	(1,037,925)	-	(19,162,732)
Machinery and Equipment	<u>(12,271,123)</u>	<u>(1,015,323)</u>	<u>80,685</u>	<u>(13,205,761)</u>
Total Accumulated Depreciation	<u>(35,273,950)</u>	<u>(2,387,627)</u>	<u>281,684</u>	<u>(37,379,893)</u>
Total capital assets, <i>being depreciated, net</i>	<u>45,564,209</u>	<u>552,080</u>	<u>(195,361)</u>	<u>45,920,928</u>
Total business-type activities capital assets, net	<u>\$ 69,935,118</u>	<u>\$ 8,800,411</u>	<u>\$ (1,592,086)</u>	<u>\$ 77,143,442</u>

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

Governmental Activities	
General Government	\$ 544,372
Public Safety	101,216
Public Works	3,038,868
Culture and Recreation	<u>402,042</u>
Total	<u>\$ 4,086,498</u>
Business-Type Activities	
Power and Communications	\$ 1,432,792
Water	<u>954,835</u>
Total	<u>\$ 2,387,627</u>

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

5. Long-Term Debt

Governmental Activities

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

	December 31, 2021	Additions	Payments	December 31, 2022	Within One Year
<i>Governmental activities:</i>					
Certificates of participation	\$ 2,860,000	\$ -	\$ (450,000)	\$ 2,410,000	\$ 460,000
Lease purchase agreement	3,317,520	-	(253,463)	3,064,057	264,997
Radio Equipment Lease Purchase	170,423	-	(39,937)	130,486	41,933
Premium lease purchase	120,255	-	(20,893)	99,362	19,379
Total direct placements	<u>\$ 6,468,198</u>	<u>\$ -</u>	<u>\$ (764,293)</u>	<u>\$ 5,703,905</u>	<u>\$ 786,309</u>
Environmental remediation	\$ 89,198	\$ -	\$ (4,965)	\$ 84,233	\$ 5,500
Compensated Absences	855,329	805,282	(860,592)	800,019	497,574
Total other long-term liabilities	<u>\$ 944,527</u>	<u>\$ 805,282</u>	<u>\$ (865,557)</u>	<u>\$ 884,252</u>	<u>\$ 503,074</u>
Total	<u>\$ 7,412,725</u>	<u>\$ 805,282</u>	<u>\$ (1,629,850)</u>	<u>\$ 6,588,157</u>	<u>\$ 1,289,383</u>

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

Business-Type Activities

Following is a summary of long-term debt transactions for the business-type activities for the year ended December 31, 2022.

	Balance at December 31, 2021	Additions	Payments	Balance at December 31, 2022	Due Within One Year
<i>Business-type activities:</i>					
2019A Power and Comm Rev Bonds	\$ 22,220,000	\$ -	\$ (400,000)	\$ 21,820,000	\$ 435,000
2019A Power and Comm Rev Bonds Premium	3,108,754	-	(233,433)	2,875,321	231,303
2019B Taxable Power and Comm Rev Bonds	7,050,000	-	-	7,050,000	820,000
Total bonded debt	<u>\$ 32,378,754</u>	<u>\$ -</u>	<u>\$ (633,433)</u>	<u>\$ 31,745,321</u>	<u>\$ 1,486,303</u>
2008A Water Loan	\$ 2,338,529	\$ -	\$ (300,830)	\$ 2,037,699	\$ 306,506
2019 Radio Equipment Lease	66,760	-	(14,735)	52,025	15,499
2020 USDA Loan	530,332	-	(13,236)	517,096	13,537
2019 Radio Equipment Lease Purchase (503)	8,547	-	(2,315)	6,232	2,421
2022 Construction Loan	-	54,376	-	54,376	-
Total direct placements	<u>\$ 2,944,168</u>	<u>\$ 54,376</u>	<u>\$ (331,116)</u>	<u>\$ 2,667,428</u>	<u>\$ 337,963</u>
Compensated Absences	\$ 414,575	\$ 523,003	\$ (450,762)	\$ 486,816	\$ 308,292
Total other long-term liabilities	<u>\$ 414,575</u>	<u>\$ 523,003</u>	<u>\$ (450,762)</u>	<u>\$ 486,816</u>	<u>\$ 308,292</u>
Total	<u>\$ 35,737,497</u>	<u>\$ 577,379</u>	<u>\$ (1,415,311)</u>	<u>\$ 34,899,565</u>	<u>\$ 2,132,558</u>

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

5. Long-Term Debt (continued)

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

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

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

- (a) Payment of the principal of any bond is not made when the same becomes due and payable;
- (b) Payment of any installment of interest on any bond is not made when the same becomes due and payable;
- (c) The Town, for any reason becomes incapable of fulfilling its obligations under the Bond Ordinance;
- (d) The Town shall have failed to carry out and to perform (or in good faith to begin the performance of) all acts and things lawfully required to be carried out or to be performed by it under any contract relating to the Revenue or to the Light and Power Facilities, the Communications Facilities or otherwise, and such failure shall continue for 60 days after receipt of notice from the registered owners of 25% in aggregate principal amount of the bonds then outstanding; provided that if such failure cannot be cured within such 60 days and if during that period corrective action has commenced to remedy such failure and subsequently is diligently pursued by the Town to the completion of such performance, an event of default shall not be deemed to have occurred;
- (e) The Town discontinues or unreasonably delays or fails to carry out with reasonable dispatch the reconstruction of any essential part of the Light and Power Facilities or the Communications Facilities which is condemned, destroyed or damaged and is not promptly repaired or replaced (whether such failure to repair the same is due to impracticality of such repair or replacement, or is due to a lack of moneys therefor, or for other reason);
- (f) An order or decree is entered by a court of competent jurisdiction, with the consent or acquiescence of the Town, appointing a receiver or receivers for the Light and Power Facilities or the Communications Facilities or for the Revenue and any other moneys subject to the lien to secure the payment of the Bonds, or if any order or decree, having been entered without the consent or acquiescence of the Town is not vacated or discharged or stayed on appeal within 60 days after entry; or
- (g) The Town defaults in the due and punctual performance of any other of the representations, covenants, conditions, agreements and other provisions contained in the bonds or the Bond Ordinance on its part to be performed, and if such default continues for 60 days after written notice, specifying such default and requiring the same to be remedied, is given to the Town by the registered owners of 25% in aggregate principal amount of the Bonds then outstanding; provided that if such failure cannot be cured within such 60 days and if during that period corrective action has commenced to remedy

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

5. Long-Term Debt (continued)

such default and subsequently is diligently pursued to the completion of such performance, an event of default shall not be deemed to have occurred.

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

The annual debt service requirements for the outstanding bonds at December 31, 2022 are as follows:

<u>Year ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 1,255,000	\$ 1,123,110	\$ 2,378,110
2024	1,295,000	1,081,992	2,376,992
2025	1,340,000	1,039,241	2,379,241
2026	1,385,000	991,805	2,376,805
2027	1,425,000	952,503	2,377,503
2028-2032	7,900,000	3,987,755	11,887,755
2033-2037	9,790,000	2,101,800	11,891,800
2038-2039	4,480,000	270,600	4,750,600
Total	<u>\$28,870,000</u>	<u>\$ 11,548,806</u>	<u>\$ 40,418,806</u>

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

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

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

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

5. Long-Term Debt (continued)

appointed by court order to take possession of the Town or its property or assets if such order remains in effect or such possession continues for more than thirty days.

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

All income derived from the operations of the water facilities must be sufficient to pay: a) all Operating Expenses during the fiscal year; and b) 110% of the debt service due during the fiscal year. During the year ended December 31, 2022, revenues of \$6,716,931 were available to pay 110% of annual debt service of \$443,397 and operating expenses of \$4,009,458.

Annual debt service requirements for the outstanding Water Loan at December 31, 2022 are as follows:

<u>Year ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 306,506	\$ 98,234	\$ 404,740
2024	306,506	89,309	395,815
2025	329,211	70,791	400,002
2026	346,239	55,301	401,540
2027	363,267	39,613	402,880
2028	<u>385,970</u>	<u>17,234</u>	<u>403,204</u>
Total	<u>\$ 2,037,699</u>	<u>\$ 370,482</u>	<u>\$ 2,408,181</u>

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

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

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

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

5. Long-Term Debt (continued)

Annual debt service requirements for the outstanding lease obligation at December 31, 2022 are as follows:

<u>Year ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 59,854	\$ 9,557	\$ 69,411
2024	62,864	6,526	69,390
2025	<u>66,025</u>	<u>2,548</u>	<u>68,573</u>
Total	<u>\$ 188,743</u>	<u>\$ 18,631</u>	<u>\$ 207,374</u>

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

The following are events of default under this agreement:

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

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

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

5. Long-Term Debt (continued)

Annual debt service requirements for the outstanding Certificates of Participation at December 31, 2022 are as follows:

<u>Year ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 460,000	\$ 59,103	\$ 519,103
2024	470,000	47,385	517,385
2025	480,000	35,964	515,964
2026	495,000	24,300	519,300
2027	505,000	12,272	517,272
Total	<u>\$ 2,410,000</u>	<u>\$ 179,024</u>	<u>\$ 2,589,024</u>

On January 1, 2017, the Town entered into a Lease Purchase Agreement commencing on January 23, 2017 and terminating on January 1, 2032 with Saulsbury Hill Financial, LLC. Under the agreement, Saulsbury Hill Financial, LLC will lease real property, including improvements, fixtures and equipment from the Town and provide funds in the aggregate amount of the principal rental payments. Saulsbury Hill Financial, LLC will also lease its interest in the property to the Town for rental payments until termination of the agreement. Upon execution of the Lease Purchase Agreement, \$4,497,093 was deposited into a project fund and was fully disbursed at December 31, 2022. The total principal balance on the lease is \$3,559,951 at an annual interest rate of 4.5%. A balance of \$99,363 remains on the premium. Rental payments are to be made by the Town, semi-annually, in the amount of \$199,966. The Town has the option to purchase on any rental payment date beginning January 1, 2022 with payment in full of the rental payments plus the applicable purchase price. The Town may exercise its option to purchase at any time in the event of substantial damage or destruction to the leased property, upon payment in full of rental payments, plus the purchase price.

The following are events of default under this agreement:

- (i) Failure by the Town to make any payments required to be paid at the time specified;
- (ii) Failure by the Town to observe and perform any covenant, condition or agreement under the agreement on its part to be observed or performed, other than as referred to in the agreement;
- (iii) Any statement, representation or warranty made by Town in or pursuant to the agreement or any instrument or certificate related thereto or to the project shall be incorrect, untrue or misleading in any material respect;
- (iv) Any provision of the agreement shall at any time for any reason cease to be valid and binding on the Town, or shall be declared to be null and void, or the validity or enforceability thereof shall be contested by the Town or any governmental agency or authority if the loss of such provision would materially adversely affect the rights or security of the Town, or the Town denies that it has any further liability or obligation under this agreement; or

The filing by the Town of a voluntary petition in bankruptcy, or failure by the Town to promptly lift any execution, garnishment or attachment of such consequence as would impair the ability of the Town to carry on its essential functions, or adjudication of the Town as a bankrupt, or assignment for the benefit of creditors, or the entry into an agreement of composition with creditors, or the approval

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

5. Long-Term Debt (continued)

by a court of competent jurisdiction of a petition applicable to the Town in any proceedings instituted under the provisions of any applicable federal bankruptcy law.

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

Annual debt service requirements for the outstanding Lease Purchase Agreement at December 31, 2022 are as follows:

<u>Year ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 264,998	\$ 134,935	\$ 399,933
2024	277,056	122,875	399,931
2025	289,664	110,268	399,932
2026	302,846	97,086	399,932
2027	316,627	83,305	399,932
2028-2032	<u>1,612,866</u>	<u>186,827</u>	<u>1,799,693</u>
Total	<u>\$ 3,064,057</u>	<u>\$ 735,296</u>	<u>\$ 3,799,353</u>

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

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

Annual debt service requirements for the USDA loan at December 31, 2022 are as follows:

<u>Year ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 13,507	\$ 11,525	\$ 25,032
2024	13,847	11,185	25,032
2025	14,162	10,870	25,032
2026	14,484	10,548	25,032
2027	14,784	10,248	25,032
2028-2032	79,242	45,918	125,160
2033-2037	88,672	36,488	125,160
2038-2042	99,225	25,935	125,160
2043-2047	111,027	14,133	125,160
2048-2050	<u>68,145</u>	<u>2,233</u>	<u>70,378</u>
Total	<u>\$ 517,095</u>	<u>\$ 179,083</u>	<u>\$ 696,178</u>

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

5. Long-Term Debt (continued)

On October 11, 2022, the Town entered into a construction loan agreement with a commercial lender in the amount drawn on the loan, up to \$4,493,000, to fund the upgrade and rebuild of a water distribution system. Upon completion of the project, the USDA has agreed to provide a permanent loan to replace the current loan, for an amount up to \$4,493,000. The note bears interest at a variable rate, which is initially set at the Daily Simple Secured Overnight Financing Rate, with semi-annual interest payments due on February 1 and August 1 of each year, beginning February 1, 2023. The note matures on August 1, 2025.

Events of default on the loan include events of non-payment of interest and principal, bankruptcy or nonperformance of other covenants, conditions, agreements and provisions of the note. In the event of default, the lender may proceed under the law to enforce or compel performance of the terms of the note.

In prior years, the Town was identified as a responsible party in the mitigation of ground water and drainage issues at the Elm Road Landfill. The Town has received a mandated request from the State of Colorado to submit a drainage plan to address the issues. During 2014, the Town contracted with Steward Environmental Consultants, LLC regarding the identified drainage issues and the Town's estimated liability. The Town's estimate was based on a drainage plan of the area and cost estimates for completing the site specific controls necessary. During 2022, the Town made payments in the amount of \$4,964 for monitoring costs. As of December 31, 2022, the Town's estimated liability is \$84,234 which represents estimated monitoring costs for two fiscal years. This amount has been reported as a long-term liability in the government-wide financial statements.

6. Interfund Transfers

Interfund transfers for the year ended December 31, 2022, were comprised of the following:

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
General Fund	Power and Communications Fund	\$ 1,488,000
General Fund	Water Fund	124,752
Community Reinvestment Fund	General Fund	6,278,919
Community Reinvestment Fund	Vehicle Replacement	17,381
Water Fund	Fleet Service	228,091
Fleet Service	General Fund	135,000
		<u>\$ 8,272,143</u>

Annually, the Power and Communications and Water Funds subsidizes the General Fund out of surplus revenues. The transfer from the General Fund to the Community Reinvestment fund was to move capital project reserves to a capital project fund. The transfer from General fund to the Fleet internal service fund provided funds to purchase a building from the Water Fund.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

7. Notes Receivable

Following is a summary of note receivable activity for the business-type activities for the year ended December 31, 2022.

	Balance at December 31, 2021	Additions	Payments	Balance at December 31, 2022	Due Within One Year
<i>Business-type activities:</i>					
Notes receivable	\$ 327,863	\$ 1,010,739	\$ (120,744)	\$ 1,217,858	\$ 109,249
Total	<u>\$ 327,863</u>	<u>\$ 1,010,739</u>	<u>\$ (120,744)</u>	<u>\$ 1,217,858</u>	<u>\$ 109,249</u>

In February 2019, the Town entered into an agreement with a business to access to the Town’s water system which required payment of system development fees. The agreement totaled \$206,050, with a \$26,050 up front payment, with the remaining \$180,000 to be repaid in annual installments totaling \$20,000 per year, plus accrued interest at a rate of 4.0% annually until February 2028. The balance outstanding on this agreement as of December 31, 2022 totaled \$120,000.

In August 2020, the Town entered into an agreement with a business to expand access to the Town’s water system which required additional system development fees. The agreement totaled \$237,414, with a \$35,551 credit provided for existing water service, \$14,000 assistance from the Town credited to the agreement, and the remaining \$187,863 to be repaid in annual installments totaling \$21,744 per year beginning in August 2024, plus accrued interest at a rate of 1.75% annually until August 2033. No payments are required from August 2020 to August 2023; however interest accrues on the balance each year. The balance outstanding on this agreement as of December 31, 2022 totaled \$191,164.

In November 2021, the Town entered into a treated water service agreement with a business which required payment of system development fees. The agreement was effective January 1, 2022 and totaled \$1,007,438, with a \$100,743 up front payment, and the remaining balance to be repaid in annual installments totaling \$116,450 until 2031. Interest accrues annually at 3.0%. The balance outstanding on this agreement as of December 31, 2022 totaled \$906,694.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2022

8. Risk Management

Public Entity Risk Pool

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

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

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

9. Defined Benefit Pension Plan

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

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

The Trust Fund serves as a defined benefit retirement plan where retirees receive a monthly benefit for their lifetime, and generally, an annual increase each year, as eligible. Members of affiliated employers are eligible to receive a lifetime monthly retirement benefit when certain age and service credit requirements are met. These eligibilities vary by the membership date and consider credited service at key dates.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

9. Defined Benefit Pension Plan (continued)

The benefits are based upon a defined or fixed multiplier, age, years of credited service, and highest average salary (HAS). For most employees, HAS, as of December 31, 2021, is one-twelfth of the average of the highest annual salaries that are associated with three periods (five periods, under certain circumstances) of 12 consecutive months under PERA-covered employment. The basic retirement benefit equals 2.5% x HAS x Years of Service. If a member reaches early retirement eligibility and wishes to begin benefit payments prior to achieving the full retirement requirements, then the monthly amount is reduced to consider the early receipt of monthly payments. Alternatively, if greater, a lifetime benefit is available that is calculated by annuitizing the member's account. At benefit commencement, the member can choose from different payment options, some of which can continue after the retiree's death to a named beneficiary, and for which the benefit amount is appropriately adjusted.

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

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

	January 1, 2022 Through June 30, 2022	July 1, 2022 thru December 31, 2022
Employer contribution rate	10.50%	11.00%
Amount of employer contribution apportioned to the Health Care Trust Fund as specified in C.R.S. § 24-51-208(1)(f)	(1.02%)	(1.02%)
Amount apportioned to the LGDTF	9.48%	9.98%
Amortization Equalization Disbursement (AED) as specified in C.R.S. § 24-51-411	2.20%	2.20%
Supplemental Amortization Equalization Disbursement (SAED) as specified in C.R.S. § 24-51-411	1.50%	1.50%
Defined Contribution Supplement as specified in C.R.S. § 24-51-415	0.03%	0.03%
Total employer contribution rate to the LGDTF	13.21%	13.71%

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

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

9. Defined Benefit Pension Plan (continued)

Employer contributions are recognized by the LGDTF in the period in which the compensation becomes payable to the member and the Town is statutorily committed to pay the contributions to the LGDTF. Employer contributions recognized by the LGDTF from the Town and Visit Estes Park for the year ended December 31, 2022 were as follows:

	Contributions
Primary Government	
Governmental Activities	\$ 645,443
Power and Communications Fund	449,390
Water Fund	192,449
Total primary government	\$ 1,287,282
Component Unit	\$ 120,964

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

At December 31, 2022, the Town and Visit Estes Park reported a net pension asset as follows:

	Net Pension Liability (Asset)
Primary Government	
Governmental Activities	\$ (534,743)
Power and Communications Fund	(349,324)
Water Fund	(155,279)
Total primary government	\$ (1,039,346)
Component Unit	\$ (88,592)

The net pension liability for the LGDTF was measured as of December 31, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2020. Standard update procedures were used to roll-forward the total pension liability to December 31, 2021. The Town and Visit Estes Park's proportion of the net pension liability was based on The Town and Visit Estes Park's contributions to the LGDTF for the calendar year 2021 relative to the total contributions of participating employers to the LGDTF. For the plan year end, the proportionate share of the net pension liability is as follows:

	December 31, 2022	December 31, 2021	Change
Primary Government			
Governmental Activities	0.624%	0.607%	0.017%
Power and Communications Fund	0.407%	0.388%	0.019%
Water Fund	<u>0.181%</u>	<u>0.202%</u>	<u>(0.021)%</u>
Total primary government	<u>1.212%</u>	<u>1.197%</u>	<u>0.015%</u>
Component Unit	<u>0.103%</u>	<u>0.103%</u>	<u>0.000%</u>

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

9. Defined Benefit Pension Plan (continued)

For the year ended December 31, 2022, the Town and Visit Estes Park reported pension income and expense as follows:

	Pension Expense (Income)
Primary Government	
Governmental Activities	\$ (1,815,020)
Power and Communications Fund	(1,128,031)
Water Fund	(770,662)
Total primary government	\$ (3,713,713)
Component Unit	\$ (306,072)

At December 31, 2022, the Town and Visit Estes Park reported deferred outflows of resources from the following:

	Governmental Activities	Power and Communications Fund	Water Fund	Total
Deferred outflows of resources:				
Changes in proportion and differences between Town contributions and proportionate share of contributions	\$ 51,633	\$ 33,730	\$ 14,993	\$ 100,356
Differences between expected and actual experience	26,133	17,072	7,588	50,793
Changes in assumptions or other inputs	181,267	118,413	52,636	352,316
Town contributions subsequent to measurement date	645,443	449,390	192,449	1,287,282
Total deferred outflows of resources	\$ 904,476	\$ 618,605	\$ 267,666	\$ 1,790,747

**Visit Estes
Park**

Deferred outflows of resources:

Differences between expected and actual experience	\$ 4,330
Changes in assumptions or other inputs	30,031
Contributions subsequent to measurement date	120,965
Total deferred outflows of resources	\$ 155,326

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

9. Defined Benefit Pension Plan (continued)

At December 31, 2022, the Town and Visit Estes Park reported deferred inflows of resources from the following sources:

<u>Primary Government</u>	<u>Governmental Activities</u>	<u>Power and Communications Fund</u>	<u>Water Fund</u>	<u>Total</u>
Deferred inflows of resources:				
Differences between projected and actual earnings on pension plan investments	\$ 4,625,634	\$ 3,021,726	\$ 1,343,191	\$ 8,990,551
Differences between expected and actual experience	<u>8,931</u>	<u>5,834</u>	<u>2,593</u>	<u>17,358</u>
Total deferred inflows of resources	<u>\$ 4,634,565</u>	<u>\$ 3,027,560</u>	<u>\$ 1,345,784</u>	<u>\$ 9,007,909</u>

<u>Component unit</u>	<u>Visit Estes Park</u>
Deferred inflows of resources:	
Differences between projected and actual earnings on pension plan investments	\$ 766,340
Differences between expected and actual experience	1,480
Changes in proportion and differences between contributions and proportionate share of contributions	<u>4,198</u>
Total deferred inflows of resources	<u>\$ 772,018</u>

The amounts above reported in governmental activities, Power and Communications Fund, the Water Fund and Visit Estes Park as deferred outflow of resources related to pensions, resulting from contributions made subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended December 31, 2023. Within the governmental funds, the general fund is typically used to liquidate pension (assets)/ liabilities.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

9. Defined Benefit Pension Plan (continued)

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

<u>Primary Government</u>	<u>Governmental Activities</u>	<u>Power and Communications Fund</u>	<u>Water Fund</u>	<u>Total</u>
2023	\$ (951,402)	\$ (621,509)	\$ (276,267)	\$ (1,849,178)
2024	(1,746,761)	(1,141,081)	(507,223)	(3,395,066)
2025	(1,116,065)	(729,076)	(324,082)	(2,169,223)
2026	(561,305)	(366,678)	(162,993)	(1,090,976)
Total	<u>\$ (4,375,534)</u>	<u>\$ (2,858,344)</u>	<u>\$ (1,270,566)</u>	<u>\$ (8,504,444)</u>

<u>Component Unit</u>	<u>Visit Estes Park</u>
2023	\$ (169,778)
2024	(289,986)
2025	(184,901)
2026	(92,992)
Total	<u>\$ (737,657)</u>

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

Actuarial cost method	Entry age
Price inflation	2.30 percent
Real wage growth	0.70 percent
Wage inflation	3.00 percent
Salary increases, including wage inflation	3.20 – 11.30 percent
Long-term investment rate of return, net of pension plan investment expenses, including price inflation	7.25 percent
Discount rate	7.25 percent
Post-retirement benefit increases:	
PERA benefit structure hired prior to 1/07; and DPS benefit structure (automatic) annually	1.00 percent
PERA benefit structure hired after 12/31/06 (ad hoc, substantively automatic)	Financed by the Annual Increase Reserve

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

9. Defined Benefit Pension Plan (continued)

The actuarial assumptions used in the December 31, 2020, valuations were based on the 2020 experience analysis, dated October 28, 2020, for the period January 1, 2016, through December 31, 2019. Revised economic and demographic assumptions were adopted by PERA's Board on November 20, 2020.

The mortality tables described below are generational mortality tables developed on a benefit-weighted basis. Pre-retirement mortality assumptions for members other than State Troopers were based upon the PubG-2010 Employee Table with generational projection using scale MP-2019. Post-retirement non-disabled mortality assumptions for members other than State Troopers were based upon the PubG-2010 Healthy Retiree Table, adjusted as follows:

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

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

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

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

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

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

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

9. Defined Benefit Pension Plan (continued)

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

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

- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00%
- Employee contributions were assumed to be made at the member contribution rates in effect for each year, including the required adjustments resulting from the 2018 AAP assessment, and the additional 0.50%, resulting from the 2020 AAP assessment, statutorily recognized July 1, 2021, and effective July 1, 2022. Employee contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law for each year, including the required adjustments resulting from the 2018 AAP assessment, and the additional 0.50%, resulting from the 2020 AAP assessment, statutorily recognized July 1, 2021, and effective July 1, 2022. Employer contributions also include current and estimated future AED and SAED, until the actuarial value funding ratio reaches 103%, at which point the AED and SAED will each drop 0.50% every year until they are zero. Additionally, estimated employer contributions reflect reductions for the funding of the AIR and retiree healthcare benefits. For future plan members, employer contributions were further reduced by the estimated amount of total service costs for future plan members not financed by their member contributions.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- The AIR balance was excluded from the initial FNP, as, per statute, AIR amounts cannot be used to pay benefits until transferred to either the retirement benefits reserve or the survivor benefits reserve, as appropriate. AIR transfers to the FNP position and the subsequent AIR benefit payments were estimated and included in the projections. Benefit payments and contributions were assumed to be made at the middle of the year.
- The projected benefit payments reflect the lowered annual increase cap, from 1.25% to 1.00%, resulting from the 2020 AAP assessment, statutorily recognized July 1, 2021, and effective July 1, 2022.
- Benefit payments and contributions were assumed to be made at the middle of the year.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

9. Defined Benefit Pension Plan (continued)

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

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

	1% Decrease (6.25%)	Current	1% Increase (8.25%)
Primary government	\$ 7,126,365	\$ (1,039,346)	\$ (7,869,607)
Component unit	\$ 607,440	\$ (88,592)	\$ (670,793)

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

10. Defined Contribution Plan

Management Employees and Police Money Purchase Pension Plans

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

Management Employees Plan - Management employees are eligible to participate in the Plan. The Plan is administered by the International Town/County Management Association (ICMA). The Town is required to contribute 13.7% of each participant's covered salary to the Plan, and employees must contribute 8% of covered salary. During the year ended December 31, 2022, the Town and employee contributions were \$77,040 and \$46,449, respectively, equal to the required contributions.

Police Plan - All sworn police employees shall be eligible to participate in the Plan administered by ICMA. The Town is required to contribute 13.7% of each participating employee's covered salary, and each employee must contribute 8% of covered salary. During the year ended December 31, 2022, the Town and employee contributions were \$376,630 and \$227,516, respectively equal to the required contributions.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

11. Post-Employment Healthcare Benefits

OPEB Liabilities, and Deferred Outflows of Resources and Deferred Inflows of Resources

At December 31, 2022, the Town and Visit Estes Park reported the following amounts related to other post-employment retirement benefits. These plans are described in further detail in the following notes.

	Net OPEB Liability			Deferred Outflows of Resources			Deferred Inflows of Resources		
	HCTF	RMIP	Total	HCTF	RMIP	Total	HCTF	RMIP	Total
Primary Government									
Governmental Activities	\$412,562	\$305,944	\$ 718,506	\$ 85,296	\$ 48,894	\$ 134,190	\$ 145,740	\$ 37,828	\$ 183,568
Power and Communications Fund	269,512	139,677	409,189	57,787	22,321	80,108	95,207	17,270	112,477
Water Fund	119,800	63,777	183,577	25,143	10,193	35,336	42,320	7,885	50,205
Total primary government	\$801,874	\$ 509,398	\$1,311,272	\$ 168,226	\$ 81,408	\$ 249,634	\$ 283,267	\$ 62,983	\$ 346,250
Component Unit	\$69,266	\$0	\$69,266	\$31,940	\$0	\$31,940	\$24,470	\$0	\$24,470

Multiple-Employer Defined Benefit Plan

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

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

C.R.S. § 24-51-1202 et seq. specifies the eligibility for enrollment in the health care plans offered by PERA and the amount of the premium subsidy. The law governing a benefit recipient's eligibility for the subsidy and the amount of the subsidy differs slightly depending under which benefit structure the benefits are calculated.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

11. Post-Employment Healthcare Benefits (continued)

All benefit recipients under the PERA benefit structure and all retirees under the DPS benefit structure are eligible for a premium subsidy, if enrolled in a health care plan under PERACare. Upon the death of a DPS benefit structure retiree, no further subsidy is paid.

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

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

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

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

Employer contributions are recognized by the HCTF in the period in which the compensation becomes payable to the member and the Town is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from the Town were \$91,225 for the year ended December 31, 2022.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

11. Post-Employment Healthcare Benefits (continued)

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

At December 31, 2022, the Town and Visit Estes Park reported a net OPEB liability as follows:

	Net OPEB Liability
Primary Government	
Governmental Activities	\$ 412,562
Power and Communications Fund	269,512
Water Fund	119,800
Total primary government	\$ 801,874
Component Unit	\$ 69,266

The net OPEB liability for the HCTF was measured as of December 31, 2021, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2020. Standard update procedures were used to roll-forward the total OPEB liability to December 31, 2021. The Town's proportion of the net OPEB liability was based on the Town's contributions to the HCTF for the calendar year 2021 relative to the total contributions of participating employers to the HCTF.

At December 31, 2021, the Town's proportion was 0.0930 percent, which was an increase of 0.003 percent from its proportion measured as of December 31, 2020. At December 31, 2021, Visit Estes Park proportion was 0.0080 percent, which was a decrease of 0.0010 from its proportion measured as of December 31, 2020.

For the year ended December 31, 2022, the Town recognized OPEB income of \$53,923 and Visit Estes Park recognized OPEB income of \$2,992. At December 31, 2022, the Town and Visit Estes park reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

11. Post-Employment Healthcare Benefits (continued)

<u>Primary Government</u>	<u>Governmental Activities</u>	<u>Power and Communications Fund</u>	<u>Water Fund</u>	<u>Total</u>
Deferred outflows of resources:				
Changes in proportion and differences between Town contributions and proportionate share of contributions	\$ 28,102	\$ 18,359	\$ 8,161	\$ 54,622
Differences between expected and actual experience	628	411	183	1,222
Changes in assumptions or other inputs	8,542	5,580	2,480	16,602
Town contributions subsequent to measurement date	48,024	33,437	14,319	95,780
Total deferred outflows of resources	<u>\$ 85,296</u>	<u>\$ 57,787</u>	<u>\$ 25,143</u>	<u>\$ 168,226</u>

<u>Component unit</u>	<u>Visit Estes Park</u>
Deferred outflows of resources:	
Changes in proportion and differences between contributions and proportionate share of contributions	\$ 21,225
Differences between expected and actual experience	106
Changes in assumptions or other inputs	1,434
Contributions subsequent to measurement date	9,175
Total deferred outflows of resources	<u>\$ 31,940</u>

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

11. Post-Employment Healthcare Benefits (continued)

<u>Primary Government</u>	<u>Governmental Activities</u>	<u>Power and Communications Fund</u>	<u>Water Fund</u>	<u>Total</u>
Deferred inflows of resources:				
Differences between projected and actual earnings on pension plan investments	\$ 25,537	\$ 16,683	\$ 7,416	\$ 49,636
Changes in assumptions or other inputs	22,380	14,619	6,498	43,497
Differences between expected and actual experience	<u>97,823</u>	<u>63,905</u>	<u>28,406</u>	<u>190,134</u>
Total deferred inflows of resources	<u>\$ 145,740</u>	<u>\$ 95,207</u>	<u>\$ 42,320</u>	<u>\$ 283,267</u>
<u>Component unit</u>	<u>Visit Estes Park</u>			
Deferred inflows of resources:				
Differences between projected and actual earnings on pension plan investments	\$ 4,288			
Changes in assumptions or other inputs	3,757			
Differences between expected and actual experience	<u>16,425</u>			
Total deferred inflows of resources	<u>\$ 24,470</u>			

The above amounts reported in governmental activities, Power and Communications Fund, the Water Fund and Visit Estes Park as deferred outflow of resources related to OPEB, resulting from contributions made subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the year ended December 31, 2023. Within governmental activities, the general fund is typically used to liquidate OPEB liabilities.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

11. Post-Employment Healthcare Benefits (continued)

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

<u>Primary Government</u>	<u>Governmental Activities</u>	<u>Power and Communications Fund</u>	<u>Water Fund</u>	<u>Total</u>
2023	\$ (27,626)	\$ (17,626)	\$ (9,197)	\$ (54,449)
2024	(33,510)	(21,380)	(11,156)	(66,046)
2025	(31,922)	(20,367)	(10,627)	(62,917)
2026	(13,547)	(8,643)	(4,510)	(26,700)
2027	(439)	(280)	(146)	(866)
Thereafter	80	51	27	157
Total	<u>\$ (106,964)</u>	<u>\$ (68,247)</u>	<u>\$ (35,610)</u>	<u>\$ (210,821)</u>

<u>Component Unit</u>	<u>Visit Estes Park</u>
2023	\$ 132
2024	375
2025	1,483
2026	(3,367)
2027	(325)
Total	<u>\$ (1,702)</u>

Actuarial assumptions. The total OPEB liability in the December 31, 2020 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

Actuarial cost method	Entry age
Price inflation	2.40 percent
Real wage growth	0.70 percent
Wage inflation	3.00 percent
Salary increases, including wage inflation	3.20 – 11.30 percent
Long-term investment rate of return, net of OPEB plan investment expenses, including price inflation	7.25 percent
Discount rate	7.25 percent
Health care cost trend rates	
PERA benefit structure:	
Service-based premium subsidy	0.00 percent
PERACare Medicare plans	4.50 percent in 2021, 6.00 percent in 2022 gradually decreasing to 4.50 percent in 2029
Medicare Part A premiums	3.75 percent in 2021, gradually rising to 4.50 percent in 2029

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

11. Post-Employment Healthcare Benefits (continued)

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

Medicare Plan	Cost for Members Without Medicare Part A	Premiums for Members Without Medicare Part A
Medicare Advantage/Self-Insured Prescription	\$633	\$230
Kaiser Permanente Medicare Advantage HMO	596	199

The 2021 Medicare Part A premium is \$471 per month. In determining the additional liability for PERACare enrollees in the PERA Benefit Structure who are age sixty-five or older and who are not eligible for premium-free Medicare Part A, the following chart details the initial expected value of Medicare Part A benefits, age adjusted to age 65 for the year following the valuation date:

Medicare Plan	Cost for Members Without Medicare Part A
Medicare Advantage/Self-Insured Prescription	\$591
Kaiser Permanente Medicare Advantage HMO	562

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

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

Health care cost trend rates for the PERA benefit structure are based on published annual health care inflation surveys in conjunction with actual plan experience (if credible), building block models and industry methods developed by health plan actuaries and administrators. In addition, projected trends for the Federal Hospital Insurance Trust Fund (Medicare Part A premiums) provided by the Centers for Medicare & Medicaid Services are referenced in the development of these rates. Effective December 31, 2020, the health care cost trend rates for Medicare Part A premiums were revised to reflect the current expectation of future increases in rates of inflation applicable to Medicare Part A premiums. The PERA benefit structure health care cost trend rates that were used to measure the total OPEB liability are summarized in the table below:

Year	PERACare Medicare Plans	Medicare Part A Premiums
2021	4.50%	3.75%
2022	6.00%	3.75%
2023	5.80%	4.00%
2024	5.60%	4.00%
2025	5.40%	4.00%
2026	5.10%	4.25%
2027	4.90%	4.25%
2028	4.70%	4.25%
2029+	4.50%	4.50%

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

11. Post-Employment Healthcare Benefits (continued)

Mortality assumptions used in the December 31, 2020, valuation for the State Division, School Division, Local Government Division, and Judicial Division Trust Funds as shown below, reflect generational mortality and were applied, as applicable, in the December 31, 2020, valuation for the Trust Fund, but developed on a headcount-weighted basis. Affiliated employers of these Division Trust Funds participate in the Trust Fund.

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

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

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

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

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

- Initial per capita health care costs for those PERACare enrollees under the PERA benefit structure who are expected to attain age 65 and older ages and are not eligible for premium-free Medicare Part A benefits were updated to reflect the change in costs for the 2021 plan year.
- The health care cost trend rates for Medicare Part A premiums were revised to reflect the then-current expectation of future increases in rates of inflation applicable to Medicare Part A premiums.

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

The actuarial assumptions used in the December 31, 2020, valuations were based on the 2020 experience analysis, dated October 28, 2020, and November 4, 2020, for the period January 1, 2016, through December 31, 2019. Revised economic and demographic assumptions were adopted by PERA's Board on November 20, 2020.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

11. Post-Employment Healthcare Benefits (continued)

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

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

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

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

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

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

	1% Decrease in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
PERACare Medicare trend rate	3.50%	4.50%	5.50%
Initial Medicare Part A trend rate	2.75%	3.75%	4.75%
Ultimate Medicare Part A trend rate	3.50%	4.50%	5.50%
Town's Net OPEB liability	\$ 778,846	\$ 801,874	\$ 828,550
Component unit net OPEB liability	\$ 62,277	\$ 69,266	\$ 71,570

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

11. Post-Employment Healthcare Benefits (continued)

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

- Updated health care cost trend rates for Medicare Part A premiums as of the December 31, 2021, measurement date.
- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00%.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law and effective as of the measurement date.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- Estimated transfers of dollars into the Trust Fund representing a portion of purchase service agreements intended to cover the costs associated with OPEB benefits.
- Benefit payments and contributions were assumed to be made at the middle of the year.

Based on the above assumptions and methods, the projection test indicates the HCTF's fiduciary net position was projected to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25 percent on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability. The discount rate determination does not use the municipal bond index rate, and therefore, the discount rate is 7.25 percent.

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

	1% Decrease (6.25%)	Current	1% Increase (8.25%)
Primary government	\$ 931,293	\$ 801,874	\$ 691,328
Component unit	\$ 80,445	\$ 69,266	\$ 59,717

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

11. Post-Employment Healthcare Benefits (continued)

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

Single-Employer Defined Benefit Plan

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

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

Employees covered by benefit terms. At January 1, 2022 the following employees were covered by the benefit terms:

Active employees	69
Retired members	1
	70

Total OPEB Liability

The Town's total OPEB liability of \$509,398 was measured as of December 31, 2021 was determined by an actuarial valuation as of January 1, 2022.

Actuarial assumptions and other inputs. The total OPEB liability in the January 1, 2022 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial cost method	Entry Age Normal
Price inflation	2.30 percent
Salary increases, including wage inflation	3.00 percent
Discount rate	2.06 percent

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

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

11. Post-Employment Healthcare Benefits (continued)

Mortality rates were based on the following:

- Pre-retirement: Sex-distinct Pub-2010 General Employee Mortality Tables adjusted to reflect Mortality Improvement Scale MP-2021 from the 2010 base year, and projected forward using MP-2021 on a generational basis
- Post-retirement: Sex-distinct Pub-2010 General Healthy Retiree Mortality Tables adjusted to reflect Mortality Improvement Scale MP-2021 from the 2010 base year, and projected forward using MP-2021 on a generational basis

The actuarial assumptions used in the January 1, 2022 valuation were based on a prior study on retirement used by a pension plan covering a population similar to that of the Town's current active employees. Actual experience is annually compared to that expected to ensure the assumed retirement rates continue to be reasonable.

Changes in the Total OPEB Liability:

	Total OPEB Liability
Balance at December 31, 2021	\$ 439,242
Changes for the year:	
Service cost	23,808
Interest on total OPEB liability	9,569
Effect of economic/demographic gains or losses	23,045
Effect of assumptions changes or inputs	37,240
Benefit payments	(23,506)
Balance at December 31, 2022	<u>\$ 509,398</u>

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the Town, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.06 percent) or 1- percentage-point higher (3.06 percent) than the current discount rate:

	1% Decrease (1.06%)	Current	1% Increase (3.06%)
Primary government	\$ 546,193	\$ 509,398	\$ 475,871

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 are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

11. Post-Employment Healthcare Benefits (continued)

	1% Decrease	Current Trend Rate	1% Increase
Primary government	\$ 466,632	\$ 509,398	\$ 559,401

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

For the year ended December 31, 2022, the Town recognized OPEB expense of \$6,610. At December 31, 2022, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Primary Government	Governmental Activities	Power and Communications Fund	Water Fund	Total
Deferred outflows of resources:				
Differences between expected and actual experience	\$ 17,465	\$ 7,974	\$ 3,641	\$ 29,080
Changes of assumptions	31,430	14,347	6,552	52,329
Town contributions subsequent to measurement date	-	-	-	-
Total deferred outflows of resources	\$ 48,895	\$ 22,321	\$ 10,193	\$ 81,409

Primary Government	Governmental Activities	Power and Communications Fund	Water Fund	Total
Deferred inflows of resources:				
Changes of assumptions	\$ 37,828	\$ 17,270	\$ 7,885	\$ 62,983
Total deferred inflows of resources	\$ 37,828	\$ 17,270	\$ 7,885	\$ 62,983

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

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

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

11. Post-Employment Healthcare Benefits (continued)

<u>Primary Government</u>	<u>Amortization</u>
2023	\$ 990
2024	990
2025	990
2026	990
2027	(319)
Thereafter	14,786
Total	\$ 18,427

Total net aggregate OPEB income for the HCTF and RMIP was \$45,818.

12. Self-Funded Health Insurance

Effective January 1, 2012, the Town established a self-insurance plan related to medical insurance for Town employees. The Town administers the plan; however, the Town utilizes a third-party service provider in the administration of the plan. Excess insurance coverage is maintained for claims greater than \$40,000 to limit the loss of any individual claim. The plan assesses other funds for estimates of current claims based on historical claims. The estimated claim liability of \$164,874 as of December 31, 2022, represents an estimate of incurred but not reported claims. This plan is an internal service fund.

13. Commitments and Contingencies

TABOR Amendment

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

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

The Town and Visit Estes Park have established emergency reserves, representing 3% of qualifying revenues, as required by the Amendment. At December 31, 2022, the emergency reserves of \$799,168 and \$113,687, respectively, were reported as restricted net position. In addition, the Town's emergency reserve was reported as restricted fund balance in the General Fund.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2022

13. Commitments and Contingencies (continued)

Claims and Judgements

The Town is involved in various threatened and pending litigation. The outcome of this litigation cannot to be determined at this time.

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

At December 31, 2022, significant amounts of grant expenses have not been audited but management believes that subsequent audits will not have a material effect on the overall financial position of the Town.

14. Prior-Period Restatement – Change in Accounting Principle

The Town elected to change its method of accounting for inventory from a first-in first-out methodology to a last-in last-out methodology. This change in accounting principle resulted in a \$390,638 increase in net position in the Power and Communications Fund, and a \$6,650 decrease in net position in the Water Fund.

Town of Estes Park, Colorado

Required Supplementary Information

Town of Estes Park, Colorado
General Fund
Schedule of Revenues, Expenditures
and Changes in Fund Balances—Budget and Actual
For the Year Ended December 31, 2022

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
REVENUES				
Taxes				
Sales taxes	\$ 16,284,259	\$ 18,312,318	\$ 18,129,478	\$ (182,840)
Property taxes	492,408	492,408	495,008	2,600
Franchise taxes	563,064	563,064	639,000	75,936
Use taxes	330,000	330,000	364,644	34,644
Total Taxes	<u>17,669,731</u>	<u>19,697,790</u>	<u>19,628,130</u>	<u>(69,660)</u>
Licenses and Permits	703,950	904,150	991,751	87,601
Intergovernmental	419,604	1,435,608	1,283,094	(152,514)
Charges for services	851,109	867,329	992,343	125,014
Fines and forfeitures	32,000	37,000	48,861	11,861
Contributions and donations	34,800	42,800	54,745	11,945
Investment income	175,000	175,000	29,106	(145,894)
Miscellaneous	536,879	525,779	882,860	357,081
Total Charges for Services	<u>2,753,342</u>	<u>3,987,666</u>	<u>4,282,760</u>	<u>295,094</u>
TOTAL REVENUES	<u>\$ 20,423,073</u>	<u>\$ 23,685,456</u>	<u>\$ 23,910,890</u>	<u>\$ 225,434</u>
EXPENDITURES				
General Government				
Legislative	\$ 367,569	\$ 401,635	\$ 319,471	\$ 82,164
Attorney	341,957	349,397	308,308	41,089
Judicial	78,015	81,476	67,282	14,194
Town administrator	366,830	385,216	347,735	37,481
Town clerk	352,340	388,364	303,663	84,701
Financial administration	659,199	669,016	627,155	41,861
Planning division	972,023	1,066,398	651,658	414,740
Facilities	1,212,599	1,194,496	870,738	323,758
Outside entity funding	1,436,653	1,578,617	1,560,308	18,309
Human Resources	410,058	411,671	196,960	214,711
Workforce Housing	525,000	598,000	101,271	496,729
Total General Government	<u>6,722,243</u>	<u>7,124,286</u>	<u>5,354,549</u>	<u>1,769,737</u>
Public Safety				
Police	6,357,852	6,641,844	6,087,101	554,743
Protective inspection	647,837	849,997	727,147	122,850
Total Public Safety	<u>7,005,689</u>	<u>7,491,841</u>	<u>6,814,248</u>	<u>677,593</u>
Public Works				
Engineering	423,661	511,189	395,111	116,078
Parking services and transit	537,088	947,624	833,765	113,859
Streets	1,459,904	1,489,333	1,186,569	302,764
Stormwater	361,067	402,652	38,532	364,120
Total Public Works	<u>2,781,720</u>	<u>3,350,798</u>	<u>2,453,977</u>	<u>896,821</u>
Culture and Recreation				
Parks and recreation	1,603,849	1,648,511	1,174,858	473,653
Visitor services	562,019	627,701	426,082	201,619
Museum	435,713	468,278	429,150	39,128
Special events	2,261,079	2,303,521	2,011,843	291,678
Total Culture and Recreation	<u>4,862,660</u>	<u>5,048,011</u>	<u>4,041,933</u>	<u>1,006,078</u>
Capital outlay	<u>250,000</u>	<u>704,370</u>	<u>466,043</u>	<u>238,327</u>
TOTAL EXPENDITURES	<u>21,622,312</u>	<u>23,719,306</u>	<u>19,130,750</u>	<u>4,588,556</u>
Excess (deficiency) of revenues over expenditures	<u>(1,199,239)</u>	<u>(33,850)</u>	<u>4,780,140</u>	<u>4,813,990</u>
OTHER FINANCING SOURCES AND (USES)				
Transfers in	6,533,530	1,612,750	1,612,752	2
Transfers out	<u>(7,983,919)</u>	<u>(6,413,919)</u>	<u>(6,413,919)</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES AND (USES)	<u>(1,450,389)</u>	<u>(4,801,169)</u>	<u>(4,801,167)</u>	<u>2</u>
NET CHANGE IN FUND BALANCE	<u>\$ (2,649,628)</u>	<u>\$ (4,835,019)</u>	<u>\$ (21,027)</u>	<u>\$ 4,813,992</u>
FUND BALANCES, BEGINNING OF YEAR	<u>11,301,301</u>	<u>11,301,301</u>	<u>16,166,887</u>	<u>4,865,586</u>
FUND BALANCES, END OF YEAR	<u>\$ 8,651,673</u>	<u>\$ 6,466,282</u>	<u>\$ 16,145,860</u>	<u>9,679,578</u>

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

Town of Estes Park, Colorado
Street Improvements Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2022

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>(NEGATIVE)</u>
REVENUES				
Taxes	\$ 2,440,239	\$ 2,744,448	\$ 2,716,357	\$ (28,091)
Intergovernmental	1,030,000	1,030,000	-	(1,030,000)
Investment income	20,000	20,000	11,692	(8,308)
TOTAL REVENUES	<u>3,490,239</u>	<u>3,794,448</u>	<u>2,728,049</u>	<u>(1,066,399)</u>
EXPENDITURES				
Current:				
Operations and Maintenance	608,779	563,009	468,139	94,870
Personnel Services	182,447	182,447	133,400	49,047
Capital outlay	1,817,000	3,030,010	779,719	2,250,291
TOTAL EXPENDITURES	<u>2,608,226</u>	<u>3,775,466</u>	<u>1,381,258</u>	<u>2,394,208</u>
NET CHANGE IN FUND BALANCE	<u>\$ 882,013</u>	<u>\$ 18,982</u>	<u>\$ 1,346,791</u>	<u>\$ 1,327,809</u>
FUND BALANCE, BEGINNING OF YEAR			<u>2,648,123</u>	
FUND BALANCE, END OF YEAR			<u>\$ 3,994,914</u>	

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

Town of Estes Park, Colorado
Retirement Plan Supplementary Information
For the Year Ended December 31, 2022

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

Colorado PERA - Pension						
<u>Year Ending*</u>	<u>Proportion of the Net Pension Liability</u>	<u>Proportionate Share of the Net Pension Liability (Asset)</u>	<u>Actual Member Payroll</u>	<u>Net Pension Liability as a Percentage of Member Payroll</u>	<u>Fiduciary Net Position as a Percentage of Total Pension Liability</u>	
12/31/2014	0.844%	\$ 6,497,912	\$ 4,502,074	144.33%	77.66%	
12/31/2015	0.927%	\$ 8,303,953	\$ 5,078,452	163.51%	80.70%	
12/31/2016	1.030%	\$ 11,344,006	5,842,524	194.16%	76.90%	
12/31/2017	1.142%	\$ 15,044,400	6,541,376	229.99%	73.60%	
12/31/2018	1.138%	\$ 12,668,982	7,189,091	176.23%	79.37%	
12/31/2019	1.157%	\$ 14,543,721	7,485,300	194.30%	75.96%	
12/31/2020	1.180%	\$ 8,627,642	7,993,965	107.93%	86.26%	
12/31/2021	1.197%	\$ 6,238,307	8,301,248	75.15%	90.88%	
12/31/2022	1.212%	\$ (1,039,346)	8,901,035	-11.68%	101.49%	

Colorado PERA - OPEB						
<u>Year Ending*</u>	<u>Proportion of the Net OPEB Liability</u>	<u>Proportionate Share of the Net OPEB Liability</u>	<u>Actual Member Payroll</u>	<u>OPEB Liability as a Percentage of Member Payroll</u>	<u>Fiduciary Net Position as a Percentage of Total OPEB Liability</u>	
12/31/2017	0.085%	\$ 1,102,634	\$ 6,541,376	16.86%	16.72%	
12/31/2018	0.088%	\$ 1,138,541	\$ 7,189,091	15.84%	17.53%	
12/31/2019	0.088%	\$ 1,198,408	\$ 7,485,300	16.01%	17.03%	
12/31/2020	0.089%	\$ 999,076	\$ 7,993,965	12.50%	24.49%	
12/31/2021	0.089%	\$ 854,999	\$ 8,301,248	10.30%	32.78%	
12/31/2022	0.093%	\$ 801,874	\$ 8,901,035	9.01%	39.40%	

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

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

Schedule of Employer Contributions

Colorado PERA - Pension						
<u>Year Ending</u>	<u>Statutorily Required Contributions</u>	<u>Actual Employer Contributions</u>	<u>Contribution Excess/(Deficiency)</u>	<u>Actual Covered Member Payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>	
12/31/2013	570,863	570,863	-	4,502,074	12.68%	
12/31/2014	643,712	643,712	-	5,078,452	12.68%	
12/31/2015	740,832	740,832	-	5,842,524	12.68%	
12/31/2016	829,447	829,447	-	6,541,376	12.68%	
12/31/2017	911,577	911,577	-	7,189,091	12.68%	
12/31/2018	949,136	949,136	-	7,485,300	12.68%	
12/31/2019	1,013,635	1,013,635	-	7,993,965	12.68%	
12/31/2020	1,073,351	1,073,351	-	8,301,248	12.93%	
12/31/2021	1,190,666	1,190,666	-	8,901,035	13.38%	
12/31/2022	1,287,282	1,287,282	-	9,390,182	13.71%	

Colorado PERA - OPEB						
<u>Year Ending</u>	<u>Statutorily Required Contributions</u>	<u>Actual Employer Contributions</u>	<u>Contribution Excess/(Deficiency)</u>	<u>Actual Covered Member Payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>	
12/31/2016	66,722	66,722	-	6,541,376	1.02%	
12/31/2017	73,329	73,329	-	7,189,091	1.02%	
12/31/2018	75,765	75,765	-	7,485,300	1.01%	
12/31/2019	81,470	81,470	-	7,993,965	1.02%	
12/31/2020	84,672	84,672	-	8,301,248	1.02%	
12/31/2021	90,791	90,791	-	8,901,035	1.02%	
12/31/2022	95,780	95,780	-	9,390,182	1.02%	

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

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

Town of Estes Park, Colorado
Schedule of Changes in the Town's Total OPEB
Liability and Related Ratios - Retiree Medical Insurance Plan
December 31, 2022

Year Ended December 31,	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability					
Service Cost	\$ 23,808	\$ 20,891	\$ 27,201	\$ 30,281	\$ 27,609
Interest on total OPEB liability	9,569	11,529	20,137	18,576	20,240
Differences between expected and actual experience	23,045	-	13,372	-	-
Changes of assumptions or other inputs	37,240	18,548	(76,080)	(23,110)	11,799
Benefit payments	<u>(23,506)</u>	<u>(23,013)</u>	<u>(73,844)</u>	<u>(69,396)</u>	<u>(46,251)</u>
Net change in total OPEB liability	70,156	27,955	(89,214)	(43,649)	13,397
Total OPEB liability - beginning	<u>439,242</u>	<u>411,287</u>	<u>500,501</u>	<u>544,150</u>	<u>530,753</u>
Total OPEB liability - ending	<u>\$ 509,398</u>	<u>\$ 439,242</u>	<u>\$ 411,287</u>	<u>\$ 500,501</u>	<u>\$ 544,150</u>
Covered employee payroll	\$ 12,669,436	\$ 11,115,810	\$ 11,175,908	\$ 10,542,533	\$ 10,015,583
Total OPEB liability as a percentage of covered payroll	4.02%	3.95%	3.68%	4.75%	5.43%

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

There are no assets accumulated in a trust that meets the definition of GASB codification P22.101 or P52.101 to pay related benefits for the OPEB plan.

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

Town of Estes Park, Colorado

Other Supplementary Information

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

	<u>OPEN SPACE FUND</u>	<u>CONSERVATION TRUST FUND</u>	<u>EMERGENCY RESPONSE SYSTEM FUND</u>	<u>COMMUNITY CENTER FUND</u>	<u>TRAILS EXPANSION FUND</u>	<u>PARKING SERVICES FUND</u>	<u>TOTAL NONMAJOR GOVERNMENTAL FUNDS</u>
ASSETS							
Cash and Investments	\$ 1,730,524	\$ 98,625	\$ 205,765	\$ 11	\$ 1,627,178	\$ 449,879	\$ 4,111,982
Taxes receivable	-	-	12,488	124,879	62,440	-	199,807
Accounts Receivable	1,238	90	39	-	1,631	13,580	16,578
Intergovernmental Receivable	349,579	-	-	-	-	-	349,579
TOTAL ASSETS	<u>\$ 2,081,341</u>	<u>\$ 98,715</u>	<u>\$ 218,292</u>	<u>\$ 124,890</u>	<u>\$ 1,691,249</u>	<u>\$ 463,459</u>	<u>\$ 4,677,946</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
LIABILITIES							
Accounts payable	\$ 11,165	\$ -	\$ -	\$ 124,879	\$ 28,497	38,532	\$ 203,073
Accrued liabilities	1,182	-	-	-	1,766	3,157	6,105
Due to other funds	310,000	-	-	-	-	-	310,000
TOTAL LIABILITIES	<u>322,347</u>	<u>-</u>	<u>-</u>	<u>124,879</u>	<u>30,263</u>	<u>41,689</u>	<u>519,178</u>
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue	249,494	-	-	-	-	-	249,494
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>571,841</u>	<u>-</u>	<u>-</u>	<u>124,879</u>	<u>30,263</u>	<u>41,689</u>	<u>768,672</u>
FUND BALANCES							
Nonspendable	-	-	-	-	-	-	-
Restricted for:							
Parks and open space	1,509,500	98,715	-	-	-	-	1,608,215
Capital improvements	-	-	218,292	11	1,660,986	421,770	2,301,059
TOTAL FUND BALANCES	<u>1,509,500</u>	<u>98,715</u>	<u>218,292</u>	<u>11</u>	<u>1,660,986</u>	<u>421,770</u>	<u>3,909,274</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 2,081,341</u>	<u>\$ 98,715</u>	<u>\$ 218,292</u>	<u>\$ 124,890</u>	<u>\$ 1,691,249</u>	<u>\$ 463,459</u>	<u>\$ 4,677,946</u>

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

Town of Estes Park, Colorado
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures
And Changes in Fund Balance
For the Year Ended December 31, 2022

	<u>OPEN SPACE FUND</u>	<u>CONSERVATION TRUST FUND</u>	<u>EMERGENCY RESPONSE SYSTEM FUND</u>	<u>COMMUNITY CENTER FUND</u>	<u>TRAILS EXPANSION FUND</u>	<u>PARKING SERVICES FUND</u>	<u>TOTAL NONMAJOR GOVERNMENTAL FUNDS</u>
REVENUES							
Intergovernmental	\$ 602,197	\$ 37,640	\$ -	\$ -		\$ -	\$ 639,837
Charges for Services	-	-	-	-	-	781,973	781,973
Miscellaneous	-	-	-	-	-	315	315
Taxes	-	-	113,182	1,131,816	565,908	-	1,810,906
Licenses and Permits	-	-	-	-	-	22,641	22,641
Fines and forfeitures	-	-	-	-	-	58,841	58,841
Investment Income (Expense)	3,197	22	9	-	166	-	3,394
TOTAL REVENUES	<u>605,394</u>	<u>37,662</u>	<u>113,191</u>	<u>1,131,816</u>	<u>566,074</u>	<u>863,770</u>	<u>3,317,907</u>
EXPENDITURES							
Current:							
Culture and Recreation	67,592	10,736	1,499	1,131,816	-	-	1,211,643
Public Works	-	-	-	-	46,889	694,934	741,823
Capital Outlay	129,467	-	-	-	157,867	42,873	330,207
Debt Service:							
Principal	-	-	39,937	-	-	-	39,937
Interest	-	-	8,606	-	-	-	8,606
TOTAL EXPENDITURES	<u>197,059</u>	<u>10,736</u>	<u>50,042</u>	<u>1,131,816</u>	<u>204,756</u>	<u>737,807</u>	<u>2,332,216</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>408,335</u>	<u>26,926</u>	<u>63,149</u>	<u>-</u>	<u>361,318</u>	<u>125,963</u>	<u>985,691</u>
NET CHANGE IN FUND BALANCE	<u>408,335</u>	<u>26,926</u>	<u>63,149</u>	<u>-</u>	<u>361,318</u>	<u>125,963</u>	<u>985,691</u>
FUND BALANCE, BEGINNING OF YEAR	<u>1,101,165</u>	<u>71,789</u>	<u>155,143</u>	<u>11</u>	<u>1,299,668</u>	<u>295,807</u>	<u>2,923,583</u>
FUND BALANCE, END OF YEAR	<u>\$ 1,509,500</u>	<u>\$ 98,715</u>	<u>\$ 218,292</u>	<u>\$ 11</u>	<u>\$ 1,660,986</u>	<u>\$ 421,770</u>	<u>\$ 3,909,274</u>

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

Town of Estes Park, Colorado
Community Reinvestment Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2022

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
Intergovernmental	\$ 50,000	\$ 1,230,116	\$ -	\$ (1,230,116)
Investment income	500	500	25	(475)
Miscellaneous	18,000	18,000	(1)	(18,001)
TOTAL REVENUES	68,500	1,248,616	24	(1,248,592)
EXPENDITURES				
Professional Services	123,500	159,238	26,014	133,224
Capital outlay	2,280,628	6,757,013	1,940,694	4,816,319
Debt Service				
Principal	712,167	709,167	703,463	5,704
Interest	215,968	218,968	215,967	3,001
TOTAL EXPENDITURES	3,332,263	7,844,386	2,886,138	4,958,248
EXCESS OF EXPENDITURES OVER REVENUES	(3,263,763)	(6,595,770)	(2,886,114)	3,709,656
OTHER FINANCING SOURCES				
Transfers in	7,848,919	6,296,300	6,296,300	-
Transfers out	(4,920,780)	-	-	-
TOTAL OTHER FINANCING SOURCES	2,928,139	6,296,300	6,296,300	-
NET CHANGE IN FUND BALANCE	\$ (335,624)	\$ (299,470)	\$ 3,410,186	\$ 3,709,656
FUND BALANCE, BEGINNING OF YEAR			299,641	
FUND BALANCE, END OF YEAR			\$ 3,709,827	

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

Town of Estes Park, Colorado
Open Space Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2022

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES				
Intergovernmental	\$ 475,000	\$ 966,501	\$ 602,197	\$ (364,304)
Investment income	2,000	2,000	3,197	1,197
TOTAL REVENUES	477,000	968,501	605,394	(363,107)
EXPENDITURES				
Culture and Recreation	109,668	123,749	67,592	56,157
Capital outlay	-	1,934,943	129,467	1,805,476
TOTAL EXPENDITURES	109,668	2,058,692	197,059	1,861,633
EXCESS OF EXPENDITURES OVER REVENUES	367,332	(1,090,191)	408,335	1,498,526
OTHER FINANCING USES				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
TOTAL OTHER FINANCING USES	-	-	-	-
NET CHANGE IN FUND BALANCE	\$ 367,332	\$ (1,090,191)	\$ 408,335	\$ 1,498,526
FUND BALANCE, BEGINNING OF YEAR			1,101,165	
FUND BALANCE, END OF YEAR			\$ 1,509,500	

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

Town of Estes Park, Colorado
Conservation Trust Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2022

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>(NEGATIVE)</u>
REVENUES				
Intergovernmental	\$ 34,000	\$ 34,000	\$ 37,640	\$ 3,640
Investment Income	100	100	22	(78)
TOTAL REVENUES	<u>34,100</u>	<u>34,100</u>	<u>37,662</u>	<u>3,562</u>
EXPENDITURES				
Culture and Recreation	15,000	15,000	10,736	4,264
Capital Outlay	-	19,000	-	19,000
TOTAL EXPENDITURES	<u>15,000</u>	<u>34,000</u>	<u>10,736</u>	<u>23,264</u>
NET CHANGE IN FUND BALANCE	<u>\$ 19,100</u>	<u>\$ 100</u>	<u>\$ 26,926</u>	<u>\$ 26,826</u>
FUND BALANCE, BEGINNING OF YEAR			<u>71,789</u>	
FUND BALANCE, END OF YEAR			<u>\$ 98,715</u>	

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

Town of Estes Park, Colorado
Emergency Response Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2022

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>(NEGATIVE)</u>
REVENUES				
Taxes	\$ 101,677	\$ 114,352	\$ 113,182	\$ (1,170)
Intergovernmental	-	-	-	-
Investment income	100	100	9	(91)
TOTAL REVENUES	<u>101,777</u>	<u>114,452</u>	<u>113,191</u>	<u>(1,261)</u>
EXPENDITURES				
Culture and Recreation	16,700	16,700	1,499	15,201
Debt Service				
Principal	39,938	39,938	39,937	1
Interest	<u>8,607</u>	<u>8,607</u>	<u>8,606</u>	<u>1</u>
TOTAL EXPENDITURES	<u>65,245</u>	<u>65,245</u>	<u>50,042</u>	<u>15,203</u>
EXCESS OF EXPENDITURES OVER REVENUES	<u>36,532</u>	<u>49,207</u>	<u>63,149</u>	<u>13,942</u>
NET CHANGE IN FUND BALANCE	<u>\$ 36,532</u>	<u>\$ 49,207</u>	<u>\$ 63,149</u>	<u>\$ 13,942</u>
FUND BALANCE, BEGINNING OF YEAR			<u>155,143</u>	
FUND BALANCE, END OF YEAR			<u>\$ 218,292</u>	

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

Town of Estes Park, Colorado
Community Center Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2022

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>(NEGATIVE)</u>
REVENUES				
Taxes	\$ 1,016,766	\$ 1,143,520	\$ 1,131,816	\$ (11,704)
TOTAL REVENUES	<u>1,016,766</u>	<u>1,143,520</u>	<u>1,131,816</u>	<u>(11,704)</u>
EXPENDITURES				
Culture and Recreation	1,016,766	1,143,520	1,131,816	11,704
TOTAL EXPENDITURES	<u>1,016,766</u>	<u>1,143,520</u>	<u>1,131,816</u>	<u>11,704</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
FUND BALANCE, BEGINNING OF YEAR			<u>11</u>	
FUND BALANCE, END OF YEAR			<u>\$ 11</u>	

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

Town of Estes Park, Colorado
Parking Services Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2022

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>(NEGATIVE)</u>
REVENUES				
Charges for Services	\$ 795,000	\$ 795,000	\$ 781,973	\$ (13,027)
Parking Permits and Tickets	21,095	21,095	81,482	60,387
Miscellaneous	-	-	315	315
TOTAL REVENUES	<u>816,095</u>	<u>816,095</u>	<u>863,770</u>	<u>47,675</u>
EXPENDITURES				
Public Works	693,976	813,042	694,934	118,108
Capital outlay	-	<u>51,762</u>	<u>42,873</u>	<u>8,889</u>
TOTAL EXPENDITURES	<u>693,976</u>	<u>864,804</u>	<u>737,807</u>	<u>126,997</u>
EXCESS OF EXPENDITURES OVER REVENUES	<u>122,119</u>	<u>(48,709)</u>	<u>125,963</u>	<u>174,672</u>
OTHER FINANCING SOURCES				
Transfers in	-	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 122,119</u>	<u>\$ (48,709)</u>	<u>\$ 125,963</u>	<u>\$ 174,672</u>
FUND BALANCE, BEGINNING OF YEAR			<u>295,807</u>	
FUND BALANCE, END OF YEAR			<u>\$ 421,770</u>	

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

Town of Estes Park, Colorado
Trails Expansion Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2022

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		(NEGATIVE)
REVENUES				
Intergovernmental	\$ -	\$ 1,998,745	\$ -	\$ (1,998,745)
Taxes	508,383	576,760	565,908	(10,852)
Investment income	200	200	166	(34)
TOTAL REVENUES	<u>508,583</u>	<u>2,575,705</u>	<u>566,074</u>	<u>(2,009,631)</u>
EXPENDITURES				
Public Works	102,050	103,904	46,889	57,015
Capital outlay	400,000	3,209,744	157,867	3,051,877
TOTAL EXPENDITURES	<u>502,050</u>	<u>3,313,648</u>	<u>204,756</u>	<u>3,108,892</u>
EXCESS OF EXPENDITURES OVER REVENUES	<u>6,533</u>	<u>(737,943)</u>	<u>361,318</u>	<u>1,099,261</u>
NET CHANGE IN FUND BALANCE	<u>\$ 6,533</u>	<u>\$ (737,943)</u>	<u>\$ 361,318</u>	<u>\$ 1,099,261</u>
FUND BALANCE, BEGINNING OF YEAR			<u>1,299,668</u>	
FUND BALANCE, END OF YEAR			<u>\$ 1,660,986</u>	

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

Town of Estes Park, Colorado
Power and Communications Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2022

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Charges for services	\$ 20,289,610	\$ 20,289,610	\$ 22,418,799	\$ 2,129,189
Intergovernmental	-	2,805,423	106,968	(2,698,455)
Investment income	122,000	122,000	160,353	38,353
Miscellaneous	98,000	98,000	188,012	90,012
TOTAL REVENUES	<u>20,509,610</u>	<u>23,315,033</u>	<u>22,874,132</u>	<u>(440,901)</u>
EXPENDITURES				
Source of supply	8,168,860	8,168,860	8,652,413	(483,553)
Distribution	4,725,610	4,817,061	2,676,962	2,140,099
Customer accounts	566,354	585,510	396,188	189,322
Administration and general	2,557,168	2,578,933	1,987,770	591,163
Broadband	1,323,728	1,406,817	1,148,566	258,251
Capital outlay	1,366,344	13,797,256	9,053,693	4,743,563
Debt Service				
Other	231,799	231,799	-	231,799
Principal	414,735	414,735	414,735	-
Interest	1,146,406	1,146,406	1,144,035	2,371
TOTAL EXPENDITURES	<u>20,501,004</u>	<u>33,147,377</u>	<u>25,474,362</u>	<u>7,673,015</u>
OTHER FINANCING SOURCES AND (USES)				
Transfers in	-	-	-	-
Transfers out	(1,488,000)	(1,488,000)	(1,488,000)	-
Loss on sale of capital assets	-	-	-	-
TOTAL OTHER FINANCING SOURCES AND (USES)	<u>(1,488,000)</u>	<u>(1,488,000)</u>	<u>(1,488,000)</u>	<u>-</u>
CHANGE IN NET POSITION, BUDGETARY BASIS	<u>\$ (1,479,394)</u>	<u>\$ (11,320,344)</u>	<u>\$ (4,088,230)</u>	<u>\$ 7,232,114</u>
ADJUSTMENTS FROM BUDGETARY BASIS TO GAAP BASIS				
Capital outlay			9,053,693	
Depreciation expense			(1,432,792)	
Bond Premium Amortization			233,433	
Debt principal payments			414,735	
CHANGE IN NET POSITION - GAAP BASIS			4,180,839	
NET POSITION, BEGINNING OF YEAR, as restated			<u>30,902,144</u>	
NET POSITION, END OF YEAR			<u>\$ 35,082,983</u>	

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

Town of Estes Park, Colorado
Water Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2022

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Charges for Services	\$ 5,580,272	\$ 5,580,272	\$ 6,499,163	\$ 918,891
Other	-	-	170,605	170,605
Intergovernmental	-	12,979,000	47,164	(12,931,836)
Investment Income	100,000	100,000	39,800	(60,200)
TOTAL REVENUES	5,680,272	18,659,272	6,756,732	(11,902,540)
EXPENDITURES				
Current				
Source of supply	120,000	120,000	88,828	31,172
Purification	1,114,130	1,174,434	844,146	330,288
Distribution	1,970,802	2,135,845	1,127,155	1,008,690
Customer accounts	408,891	416,689	207,778	208,911
Administration and general	1,261,022	1,273,971	786,716	487,255
Capital outlay	2,062,397	29,766,477	1,003,636	28,762,841
Debt service				
Principal	382,494	382,494	310,180	72,314
Interest	104,687	104,687	149,644	(44,957)
TOTAL EXPENDITURES	7,424,423	35,374,597	4,518,083	30,856,514
OTHER FINANCING SOURCES AND (USES)				
Transfers in	-	-	228,091	228,091
Transfers out	(124,750)	(124,750)	(124,752)	(2)
Financing proceeds	-	12,168,000	-	(12,168,000)
Tap Fee	-	-	2,004,263	2,004,263
Loss on abandonment of capital assets	135,000	135,000	(1,269,116)	(1,404,116)
TOTAL OTHER FINANCING SOURCES AND (USES)	10,250	12,178,250	838,486	(11,567,855)
CHANGE IN NET POSITION, BUDGETARY BASIS	\$ (1,733,901)	\$ (4,537,075)	\$ 3,077,135	\$ 7,614,210
ADJUSTMENTS FROM BUDGETARY BASIS TO GAAP BASIS				
Capital outlay, including capitalized interest			1,003,636	
Depreciation expense			(954,835)	
Capital contributions			-	
Debt principal			310,180	
CHANGE IN NET POSITION - GAAP BASIS			3,436,116	
NET POSITION, BEGINNING OF YEAR			33,886,083	
NET POSITION, END OF YEAR			\$ 37,322,199	

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

Town of Estes Park, Colorado

Combining Statement of Net Position

Internal Service Funds

December 31, 2022

	Fleet Maintenance Fund	Vehicle Replacement Fund	Information Technology Fund	Medical Insurance Fund	Risk Management Fund	Total
ASSETS						
Current Assets:						
Cash and investments	\$ 480,334	\$ 1,497,403	\$ 845,639	\$ 2,149,307	\$ 55,031	\$ 5,027,714
Accounts receivable	23,249	1,274	751	203,800	-	229,074
Inventories	26,524	-	-	-	-	26,524
Prepaid items	-	-	43,864	148,506	-	192,370
Total Current Assets	<u>530,107</u>	<u>1,498,677</u>	<u>890,254</u>	<u>2,501,613</u>	<u>55,031</u>	<u>5,475,682</u>
Non-Current Assets:						
Capital assets, net of accumulated depreciation	<u>342,460</u>	<u>874,292</u>	<u>155,658</u>	-	-	<u>1,372,410</u>
TOTAL ASSETS	<u>872,567</u>	<u>2,372,969</u>	<u>1,045,912</u>	<u>2,501,613</u>	<u>55,031</u>	<u>6,848,092</u>
LIABILITIES						
Current Liabilities:						
Accounts payable	30,687	4,011	15,959	-	433	51,090
Accrued liabilities	8,353	-	7,664	-	-	16,017
Claims payable	-	-	-	671,640	-	671,640
Compensated absences payable	<u>27,514</u>	<u>-</u>	<u>13,346</u>	<u>-</u>	<u>-</u>	<u>40,860</u>
Total Current Liabilities	<u>66,554</u>	<u>4,011</u>	<u>36,969</u>	<u>671,640</u>	<u>433</u>	<u>779,607</u>
Non-Current Liabilities:						
Compensated absences payable	16,496	-	2,278	-	-	18,774
OPEB Liability	<u>2,264</u>	<u>-</u>	<u>2,358</u>	<u>-</u>	<u>-</u>	<u>4,622</u>
Total Non-Current Liabilities	<u>18,760</u>	<u>-</u>	<u>4,636</u>	<u>-</u>	<u>-</u>	<u>23,396</u>
TOTAL LIABILITIES	<u>85,314</u>	<u>4,011</u>	<u>41,605</u>	<u>671,640</u>	<u>433</u>	<u>803,003</u>
NET POSITION						
Net investment in capital assets	342,460	874,292	155,658	-	-	1,372,410
Unrestricted	<u>444,793</u>	<u>1,494,666</u>	<u>848,649</u>	<u>1,829,973</u>	<u>54,598</u>	<u>4,672,679</u>
TOTAL NET POSITION	<u>787,253</u>	<u>\$ 2,368,958</u>	<u>\$ 1,004,307</u>	<u>\$ 1,829,973</u>	<u>\$ 54,598</u>	<u>\$ 6,045,089</u>

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

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

	Fleet Maintenance Fund	Vehicle Replacement Fund	Information Technology Fund	Medical Insurance Fund	Risk Management Fund	Total
OPERATING REVENUES						
Charges for services	\$ 561,946	\$ 646,558	\$ 938,274	\$ 3,755,337	\$ 385,000	\$ 6,287,115
Miscellaneous	6,454	40	1,500	-	-	7,994
Grant revenue	34,608	-	-	-	-	34,608
TOTAL OPERATING REVENUES	<u>603,008</u>	<u>646,598</u>	<u>939,774</u>	<u>3,755,337</u>	<u>385,000</u>	<u>6,329,717</u>
OPERATING EXPENSES						
Salaries and benefits	422,305	-	514,754	-	-	937,059
Supplies	6,609	-	33,391	-	-	40,000
Utilities	12,407	-	17,492	-	-	29,899
Training	9,095	-	2,082	-	-	11,177
Maintenance and repairs	24,904	-	157,015	-	-	181,919
Professional fees	12,898	-	15,404	-	3,421	31,723
Depreciation	9,423	221,024	68,400	-	-	298,847
Medical benefits	-	-	-	4,375,380	-	4,375,380
Property and liability insurance	3,029	-	6,228	-	362,847	372,104
TOTAL OPERATING EXPENSES	<u>500,670</u>	<u>221,024</u>	<u>814,766</u>	<u>4,375,380</u>	<u>366,268</u>	<u>6,278,108</u>
OPERATING INCOME (LOSS)	<u>102,338</u>	<u>425,574</u>	<u>125,008</u>	<u>(620,043)</u>	<u>18,732</u>	<u>51,609</u>
NON-OPERATING REVENUES						
Investment income	1,953	4,027	1,848	2,640	-	10,468
Gain on sale of asset	-	41,854	-	-	-	41,854
TOTAL NON-OPERATING REVENUES	<u>1,953</u>	<u>45,881</u>	<u>1,848</u>	<u>2,640</u>	<u>-</u>	<u>52,322</u>
INCOME (LOSS) BEFORE TRANSFERS	104,291	471,455	126,856	(617,403)	18,732	103,931
Transfers in	135,000	-	-	-	-	135,000
Transfers out	(228,091)	(17,381)	-	-	-	(245,472)
CHANGE IN NET POSITION	11,200	454,074	126,856	(617,403)	18,732	(6,541)
NET POSITION, BEGINNING OF YEAR	<u>776,053</u>	<u>1,914,884</u>	<u>877,451</u>	<u>2,447,376</u>	<u>35,866</u>	<u>6,051,630</u>
NET POSITION, END OF YEAR	<u>\$ 787,253</u>	<u>\$ 2,368,958</u>	<u>\$ 1,004,307</u>	<u>\$ 1,829,973</u>	<u>\$ 54,598</u>	<u>\$ 6,045,089</u>

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

Town of Estes Park, Colorado

Combining Statement of Cash Flows

Nonmajor Internal Service Funds

For the Year Ended December 31, 2022

	Fleet Maintenance Fund	Vehicle Replacement Fund	Information Technology Fund	Medical Insurance Fund	Risk Management Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES						
Cash received from customers	\$ 541,994	\$ 646,017	\$ 937,820	\$ 3,682,629	\$ 385,000	\$ 6,193,460
Cash received from other sources	41,062	40	1,500	-	-	42,602
Cash paid for goods and services	(88,415)	4,011	(252,458)	(4,198,595)	(366,988)	(4,902,445)
Cash paid to employees	(403,507)	-	(514,754)	-	-	(918,261)
NET CASH FROM OPERATING ACTIVITIES	<u>91,134</u>	<u>650,068</u>	<u>172,108</u>	<u>(515,966)</u>	<u>18,012</u>	<u>415,356</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES						
Transfers in from other funds	135,000	-	-	-	-	135,000
Transfers out	(228,091)	(17,381)	-	-	-	(245,472)
NET CASH FROM NON-CAPITAL FINANCING ACTIVITIES	<u>(93,091)</u>	<u>(17,381)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(110,472)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Proceeds from the sale of assets	-	41,854	-	-	-	41,854
Acquisitions of capital assets from other funds, net of depreciation	(171,907)	-	-	-	-	(171,907)
Acquisitions of capital assets	(60,888)	(618,944)	-	-	-	(679,832)
NET CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(232,795)</u>	<u>(577,090)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(809,885)</u>
CASH FLOWS FROM INVESTING ACTIVITIES						
Investment income (expense)	1,953	4,027	1,848	2,640	-	10,468
NET CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES	<u>1,953</u>	<u>4,027</u>	<u>1,848</u>	<u>2,640</u>	<u>-</u>	<u>10,468</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	<u>(232,799)</u>	<u>59,624</u>	<u>173,956</u>	<u>(513,326)</u>	<u>18,012</u>	<u>(494,533)</u>
CASH AND CASH EQUIVALENTS						
Beginning of Year	713,133	1,437,779	671,683	2,662,633	37,019	5,522,247
End of Year	<u>\$ 480,334</u>	<u>\$ 1,497,403</u>	<u>\$ 845,639</u>	<u>\$ 2,149,307</u>	<u>\$ 55,031</u>	<u>\$ 5,027,714</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES						
Operating income (loss)	\$ 102,338	\$ 425,574	\$ 125,008	\$ (620,043)	\$ 18,732	\$ 51,609
Adjustments to reconcile operating income (loss) to net cash flows from operating activities:						
Depreciation	9,423	221,024	68,400	-	-	298,847
(Increase) decrease in operating assets:						
Accounts receivable	(19,952)	(541)	(454)	(72,708)	-	(93,655)
Inventories	(5,171)	-	-	-	-	(5,171)
Prepaid items	-	-	(2,054)	(113,506)	-	(115,560)
Increase (decrease) in operating liabilities:						
Accounts payable	(16,964)	4,011	4,648	290,291	(720)	281,266
Accrued liabilities	2,362	-	(1,663)	-	-	699
Compensated absences payable	19,098	-	(21,777)	-	-	(2,679)
NET CASH FROM OPERATING ACTIVITIES	<u>\$ 91,134</u>	<u>\$ 650,068</u>	<u>\$ 172,108</u>	<u>\$ (515,966)</u>	<u>\$ 18,012</u>	<u>\$ 415,356</u>

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

Town of Estes Park, Colorado
Fleet Maintenance Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2022

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		(NEGATIVE)
REVENUES				
Charges for Services	\$ 567,725	\$ 592,797	\$ 561,946	\$ (30,851)
Fleet In/Out	135,000	135,000	(93,091)	(228,091)
Grant revenue	-	-	34,608	34,608
Miscellaneous	-	558,567	6,454	(552,113)
Investment income	4,000	4,000	1,953	(2,047)
TOTAL REVENUES	706,725	1,290,364	511,870	(778,494)
EXPENDITURES				
Salaries and benefits	376,949	527,191	422,305	104,886
Supplies	16,710	13,060	6,609	6,451
Utilities	9,017	15,841	12,407	3,434
Job performance expenses	11,770	11,770	9,095	2,675
Maintenance and repairs	33,823	30,649	24,904	5,745
Professional fees	12,409	12,409	12,898	(489)
Property and liability insurance	3,029	3,029	3,029	-
Capital outlay	135,000	1,180,923	232,795	948,128
TOTAL EXPENDITURES	598,707	1,794,872	724,042	1,070,830
CHANGE IN NET POSITION, BUDGETARY BASIS	\$ 108,018	\$ (504,508)	\$ (212,172)	\$ 292,336
ADJUSTMENTS FROM BUDGETARY BASIS TO GAAP BASIS				
Capital outlay			232,795	
Depreciation			(9,423)	
CHANGE IN NET POSITION - GAAP BASIS			11,200	
NET POSITION, BEGINNING OF YEAR			776,053	
NET POSITION, END OF YEAR			\$ 787,253	

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

Town of Estes Park, Colorado
Vehicle Replacement Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2022

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Charges for Services	\$ 646,557	\$ 646,557	\$ 646,558	\$ 1
Miscellaneous	-	-	40	40
Investment income	500	500	4,027	3,527
TOTAL REVENUES	647,057	647,057	650,625	3,568
EXPENDITURES				
Capital outlay	272,000	793,332	618,945	174,387
TOTAL EXPENDITURES	272,000	793,332	618,945	174,387
OTHER FINANCING SOURCES (USES)				
Transfers out	-	(17,381)	(17,381)	-
Gain on sale of capital assets	-	-	41,854	41,854
TOTAL OTHER FINANCING SOURCES	-	(17,381)	24,473	41,854
CHANGE IN NET POSITION, BUDGETARY BASIS	\$ 375,057	\$ (163,656)	\$ 56,153	\$ 177,955
ADJUSTMENTS FROM BUDGETARY BASIS TO GAAP BASIS				
Depreciation			(221,024)	
Capital outlay			618,945	
CHANGE IN NET POSITION - GAAP BASIS			454,074	
NET POSITION, BEGINNING OF YEAR			1,914,884	
NET POSITION, END OF YEAR			\$ 2,368,958	

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

Town of Estes Park, Colorado
Information Technology Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2022

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
Charges for services	\$ 935,672	\$ 935,672	\$ 938,274	\$ 2,602
Investment income	4,000	4,000	1,848	(2,152)
Miscellaneous	-	-	1,500	1,500
TOTAL REVENUES	939,672	939,672	941,622	1,950
EXPENDITURES				
Salaries and benefits	587,967	599,186	514,754	84,432
Insurance Premiums	6,228	6,228	6,228	-
Professional Services/Fees	12,500	15,000	15,404	(404)
Repair and Maintenance	179,705	179,705	157,015	22,690
Materials and Supplies	44,774	42,275	33,391	8,884
Job Performance Expenses	7,450	7,450	2,082	5,368
Utilities	23,000	23,000	17,492	5,508
Capital outlay	89,000	106,500	-	106,500
TOTAL EXPENDITURES	950,624	979,344	746,366	232,978
 CHANGE IN NET POSITION, BUDGETARY BASIS	 \$ (10,952)	 \$ (39,672)	 \$ 195,256	 \$ 234,928
ADJUSTMENTS FROM BUDGETARY BASIS TO GAAP BASIS				
Capital outlay			-	
Depreciation expense			(68,400)	
CHANGE IN NET POSITION - GAAP BASIS			126,856	
NET POSITION, BEGINNING OF YEAR			877,451	
NET POSITION, END OF YEAR			\$ 1,004,307	

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

Town of Estes Park, Colorado
Medical Insurance Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2022

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
REVENUES				
Charges for services	\$3,315,368	\$3,315,368	\$ 3,755,337	\$ 439,969
Investment income	20,000	20,000	2,640	(17,360)
TOTAL REVENUES	<u>3,335,368</u>	<u>3,335,368</u>	<u>3,757,977</u>	<u>422,609</u>
EXPENDITURES				
Current				
Medical expense	4,145,000	4,987,454	4,375,380	612,074
TOTAL EXPENDITURES	<u>4,145,000</u>	<u>4,987,454</u>	<u>4,375,380</u>	<u>612,074</u>
CHANGE IN NET POSITION, BUDGETARY BASIS	<u>\$ (809,632)</u>	<u>\$ (1,652,086)</u>	<u>\$ (617,403)</u>	<u>\$ 1,034,683</u>
NET POSITION, BEGINNING OF YEAR			<u>2,447,376</u>	
NET POSITION, END OF YEAR			<u>\$ 1,829,973</u>	

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

Town of Estes Park, Colorado
Risk Management Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2022

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
REVENUES				
Charges for services	\$ 385,000	\$ 395,500	\$ 385,000	\$ (10,500)
TOTAL REVENUES	<u>385,000</u>	<u>395,500</u>	<u>385,000</u>	<u>(10,500)</u>
EXPENDITURES				
Property and liability insurance	<u>385,000</u>	<u>395,500</u>	<u>366,268</u>	<u>29,232</u>
TOTAL EXPENDITURES	<u>385,000</u>	<u>395,500</u>	<u>366,268</u>	<u>29,232</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Gain on sale of capital assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
CHANGE IN NET POSITION, BUDGETARY BASIS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,732</u>	<u>\$ 18,732</u>
NET POSITION, BEGINNING OF YEAR			<u>35,866</u>	
NET POSITION, END OF YEAR			<u>\$ 54,598</u>	

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

Town of Estes Park, Colorado

Statistical Section

Statistical Section

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

Contents	Schedules	Pages
Financial Trends These schedules contain trend information to help the reader understand how the Town's financial condition has changed over time.	1-4	103-107
Revenue Capacity These schedules contain information to help the reader assess the Town's largest revenue source, sales and use taxes.	5-7	108-110
Debt Capacity These schedules present information to help the reader assess the affordability of the Town's current levels of outstanding debt and the Town's ability to issue debt in the future.	8-11	111-114
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the Town's financial activities take place.	12-13	115-116
Operating Information These schedules contain service data to help the reader understand how information in the financial report relates to the services the Town provides and the activities it performs.	14-16	117-120

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

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Governmental Activities										
Net Investment in capital assets	\$ 42,700,081	\$ 43,113,642	\$ 42,539,162	\$ 49,411,763	\$ 57,733,149	\$ 59,401,578	\$ 62,894,857	\$ 61,698,464	\$ 61,939,706	\$ 63,172,558
Restricted	560,342	912,392	9,406,344	4,797,549	5,348,119	4,739,559	3,581,754	1,878,535	6,398,672	8,694,410
Unrestricted	8,225,881	9,808,049	5,434,320	4,165,544	1,585,920	3,587,854	6,122,258	10,800,413	12,729,796	17,973,032
Total governmental activities net position	<u>\$ 51,486,304</u>	<u>\$ 53,834,083</u>	<u>\$ 57,379,826</u>	<u>\$ 58,374,856</u>	<u>\$ 64,667,188</u>	<u>\$ 67,728,991</u>	<u>\$ 72,598,869</u>	<u>\$ 74,377,412</u>	<u>\$ 81,068,174</u>	<u>\$ 89,840,000</u>
Business-type Activities										
Net Investment in capital assets	\$ 26,673,350	\$ 26,771,542	\$ 29,175,592	\$ 30,145,069	\$ 32,596,716	\$ 37,356,339	\$ 41,111,109	\$ 45,632,830	\$ 45,872,510	\$ 44,719,687
Restricted	1,429,588	1,503,341	1,671,908	1,693,717	1,250,000	1,250,000	845,273	1,114,118	1,250,000	1,250,000
Unrestricted	14,852,929	16,679,006	12,728,316	12,717,005	13,112,576	12,019,357	15,829,836	15,071,905	18,772,625	27,724,282
Total business-type activities net position	<u>\$ 42,955,867</u>	<u>\$ 44,953,889</u>	<u>\$ 43,575,816</u>	<u>\$ 44,555,791</u>	<u>\$ 46,959,292</u>	<u>\$ 50,625,696</u>	<u>\$ 57,786,218</u>	<u>\$ 61,818,853</u>	<u>\$ 65,895,135</u>	<u>\$ 73,693,969</u>
Primary Government										
Net Investment in capital assets	\$ 69,373,431	\$ 69,885,184	\$ 71,714,754	\$ 79,556,832	\$ 90,329,865	\$ 96,757,917	\$ 104,005,966	\$ 107,331,294	\$ 107,812,216	\$ 107,892,245
Restricted	1,989,930	2,415,733	11,078,252	6,491,266	6,598,119	5,989,559	4,427,027	2,992,653	7,648,672	9,944,410
Unrestricted	23,078,810	26,487,055	18,162,636	16,882,549	14,698,496	15,607,211	21,952,094	25,872,318	31,502,421	45,697,314
Total primary governmental net position	<u>\$ 94,442,171</u>	<u>\$ 98,787,972</u>	<u>\$ 100,955,642</u>	<u>\$ 102,930,647</u>	<u>\$ 111,626,480</u>	<u>\$ 118,354,687</u>	<u>\$ 130,385,087</u>	<u>\$ 136,196,265</u>	<u>\$ 146,963,309</u>	<u>\$ 163,533,969</u>

Source: Current and prior years' financial statements

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

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Expenses										
Governmental Activities:										
General Government	\$ 3,769,227	\$ 4,660,385	\$ 5,280,912	\$ 6,229,691	\$ 5,847,655	\$ 5,101,078	\$ 4,944,301	\$ 6,130,371	\$ 5,209,373	\$ 4,684,953
Public Safety	3,754,648	5,281,116	4,063,117	4,915,545	5,276,247	5,339,084	6,038,646	6,231,721	5,940,530	6,559,825
Public Works	2,794,976	2,192,522	2,736,985	2,549,174	4,284,402	2,884,866	2,109,022	3,858,918	5,993,789	6,559,015
Culture and Recreation	4,441,986	4,669,256	5,342,804	6,471,134	6,495,360	6,969,523	5,985,682	4,385,164	5,769,152	5,179,185
Interest on Long-Term Debt	86,521	146,875	147,226	136,216	298,651	317,206	258,959	247,402	225,820	195,654
Total governmental activities expenses	<u>14,847,358</u>	<u>16,950,154</u>	<u>17,571,044</u>	<u>20,301,760</u>	<u>22,202,315</u>	<u>20,611,757</u>	<u>19,336,610</u>	<u>20,853,576</u>	<u>23,138,664</u>	<u>23,178,632</u>
Business-type Activities:										
Light & Power	12,031,616	12,272,416	12,813,281	14,122,680	14,727,651	15,628,176	14,367,197	16,381,774	17,519,237	17,205,293
Water	3,900,610	3,614,506	3,776,050	4,083,190	4,719,776	4,937,246	3,876,141	4,335,553	4,802,481	5,428,218
Total business-type activities expenses	<u>15,932,226</u>	<u>15,886,922</u>	<u>16,589,331</u>	<u>18,205,870</u>	<u>19,447,427</u>	<u>20,565,422</u>	<u>18,243,338</u>	<u>20,717,327</u>	<u>22,321,718</u>	<u>22,633,511</u>
Total primary governmental expenses	<u>\$ 30,779,584</u>	<u>\$ 32,837,076</u>	<u>\$ 34,160,375</u>	<u>\$ 38,507,630</u>	<u>\$ 41,649,742</u>	<u>\$ 41,177,179</u>	<u>\$ 37,579,948</u>	<u>\$ 41,570,903</u>	<u>\$ 45,460,382</u>	<u>\$ 45,812,143</u>
Program Revenues										
Governmental activities:										
Charges for services:										
General Government	\$ 858,746	\$ 1,151,278	\$ 1,013,428	\$ 1,243,244	\$ 799,158	\$ 779,069	\$ 711,282	\$ 291,902	\$ 1,284,871	\$ 516,608
Public Safety	54,823	60,462	57,676	45,045	140,346	190,659	150,535	444,821	625,061	733,288
Public Works	-	-	-	-	476,240	470,681	440,780	5,015	3,300	857,177
Culture and Recreation	498,317	581,743	518,606	517,037	647,523	596,444	246,454	3,235	497,354	789,337
Operating grants and contributions	812,750	977,593	1,500,181	1,041,897	1,776,442	38,090	18,999	103,277	213,710	483,861
Capital grants and contributions	850,689	2,142,712	5,275,791	1,616,090	7,426,948	5,213,494	1,467,471	3,070,901	2,600,273	1,493,815
Total governmental activities program revenues	<u>3,075,325</u>	<u>4,913,788</u>	<u>8,365,682</u>	<u>4,463,313</u>	<u>11,266,657</u>	<u>7,288,437</u>	<u>3,035,521</u>	<u>3,919,151</u>	<u>5,224,569</u>	<u>4,874,086</u>
Business-type Activities:										
Light & Power	13,425,840	13,238,766	13,639,816	13,907,893	15,287,109	16,381,233	17,863,980	19,045,222	20,433,120	22,418,799
Water	3,568,840	3,508,109	3,822,059	4,458,412	4,964,756	5,541,465	5,334,499	6,584,836	7,166,539	8,503,425
Operating grants and contributions	-	-	-	-	-	-	-	97,309	8,374	-
Capital grants and contributions	942,121	774,133	2,049,792	789,735	1,448,452	983,621	1,147,464	24,809	-	154,132
Total business-type activities program revenues	<u>17,936,801</u>	<u>17,521,008</u>	<u>19,511,667</u>	<u>19,156,040</u>	<u>21,700,317</u>	<u>22,906,319</u>	<u>24,345,943</u>	<u>25,752,176</u>	<u>27,608,033</u>	<u>31,076,356</u>
Total primary government program revenues	<u>\$ 21,012,126</u>	<u>\$ 22,434,796</u>	<u>\$ 27,877,349</u>	<u>\$ 23,619,353</u>	<u>\$ 32,966,974</u>	<u>\$ 30,194,756</u>	<u>\$ 27,381,464</u>	<u>\$ 29,671,327</u>	<u>\$ 32,832,602</u>	<u>\$ 35,950,442</u>
Net (Expense)/Revenue										
Governmental activities	\$ (11,772,033)	\$ (12,036,366)	\$ (9,205,362)	\$ (15,838,447)	\$ (10,935,658)	\$ (13,323,320)	\$ (16,301,089)	\$ (16,934,425)	\$ (17,914,095)	\$ (18,304,546)
Business-type activities	2,004,575	1,634,086	2,922,336	950,170	2,252,890	2,340,897	6,102,605	5,034,849	5,286,315	8,442,845
Total primary government net expenses	<u>\$ (9,767,458)</u>	<u>\$ (10,402,280)</u>	<u>\$ (6,283,026)</u>	<u>\$ (14,888,277)</u>	<u>\$ (8,682,768)</u>	<u>\$ (10,982,423)</u>	<u>\$ (10,198,484)</u>	<u>\$ (11,899,576)</u>	<u>\$ (12,627,780)</u>	<u>\$ (9,861,701)</u>

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

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Taxes										
Sales taxes	\$ 7,863,605	\$ 10,405,574	\$ 12,227,589	\$ 13,027,892	\$ 13,859,472	\$ 15,076,059	\$ 16,357,777	\$ 14,390,465	\$ 19,909,713	\$ 22,636,312
Property taxes	366,548	353,864	343,135	361,750	21,676	388,128	415,220	436,515	406,217	461,255
Franchise taxes	468,706	480,676	470,612	488,325	512,132	542,058	564,658	560,865	588,222	639,000
Use taxes	-	-	280,612	304,540	335,175	331,579	361,623	317,686	409,078	365,369
Other taxes & contributions	85,217	132,712	458,250	528,506	442,651	513,425	831,379	787,956	1,074,818	53,457
Investment income (loss)	1,336	47,534	41,358	106,420	221,620	199,804	359,280	170,372	(18,724)	44,217
Miscellaneous	1,056,596	614,451	424,843	1,279,985	432,218	575,169	345,109	655,121	733,146	964,369
Gain (Loss) on sale of capital assets	-	835,373	-	-	-	55,776	13,950	(464,667)	-	-
Extraordinary item: Environmental Remediation	-	-	-	-	-	-	-	-	-	-
Special item: Elim. Of net pension obligation	-	-	-	-	-	-	-	-	-	-
Transfers In (Out)	1,488,135	1,513,961	1,555,141	736,059	1,403,046	(815,338)	1,921,970	1,858,565	1,802,028	1,612,752
Total governmental activities	\$ 11,330,143	\$ 14,384,145	\$ 15,801,540	\$ 16,833,477	\$ 17,227,990	\$ 16,866,660	\$ 21,170,966	\$ 18,712,878	\$ 24,904,498	\$ 26,776,731
Business-type activities:										
Investment income	\$ 12,790	\$ 67,013	\$ 53,616	\$ 113,292	\$ 147,234	\$ 307,128	\$ 537,901	\$ 447,994	\$ (6,839)	\$ 200,153
Miscellaneous	687,391	1,810,884	367,588	457,589	1,197,549	816,467	2,457,193	408,357	598,834	384,600
Gain (Loss) on sale of capital assets	-	-	-	-	208,874	93,769	(15,207)	-	-	-
Transfers In (Out)	(1,488,135)	(1,513,961)	(1,555,141)	(736,059)	(1,403,046)	815,338	(1,921,970)	(1,858,565)	(1,802,028)	(1,612,752)
Total business-type activities	(787,954)	363,936	(1,133,937)	(165,178)	150,611	2,032,702	1,057,917	(1,002,214)	(1,210,033)	(1,027,999)
Total primary government	\$ 10,542,189	\$ 14,748,081	\$ 14,667,603	\$ 16,668,299	\$ 17,378,601	\$ 18,899,362	\$ 22,228,883	\$ 17,710,664	\$ 23,694,465	\$ 25,748,732
Changes in Net Position										
Governmental activities	\$ (441,890)	\$ 2,347,779	\$ 6,596,178	\$ 995,030	\$ 6,292,332	\$ 3,543,340	\$ 4,869,877	\$ 1,778,453	\$ 6,990,403	\$ 8,472,185
Business-type activities	1,216,621	1,998,022	1,788,399	784,992	2,403,501	4,373,599	7,160,522	4,032,635	4,076,282	7,414,846
Total primary government	\$ 774,731	\$ 4,345,801	\$ 8,384,577	\$ 1,780,022	\$ 8,695,833	\$ 7,916,939	\$ 12,030,399	\$ 5,811,088	\$ 11,066,685	\$ 15,887,031

Source: Current and prior year's financial statements

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

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
General Fund										
Nonspendable	\$ 14,099	\$ 103,454	\$ 41,672	\$ 48,693	\$ 105,093	\$ 103,694	\$ 47,654	\$ 26,368	\$ 11,537	\$ 15,195
Restricted	361,000	443,437	545,557	576,778	599,398	707,795	628,494	716,368	826,966	790,222
Assigned	569,653	715,775	678,791	373,866	945,296	300,087	755,923	2,091,374	2,649,628	4,132,686
Unassigned	<u>3,750,551</u>	<u>3,036,517</u>	<u>2,932,790</u>	<u>4,422,749</u>	<u>529,245</u>	<u>7,541,385</u>	<u>9,802,762</u>	<u>9,092,668</u>	<u>12,678,756</u>	<u>11,207,757</u>
Total general fund	<u>\$ 4,695,303</u>	<u>\$ 4,299,183</u>	<u>\$ 4,198,810</u>	<u>\$ 5,422,086</u>	<u>\$ 2,179,032</u>	<u>\$ 8,652,961</u>	<u>\$ 11,234,833</u>	<u>\$ 11,926,778</u>	<u>\$ 16,166,887</u>	<u>\$ 16,145,860</u>
All other Governmental Funds										
Nonspendable	30,807	-	-	-	199,966	-	199,966	210,546	-	-
Restricted	199,342	468,955	8,860,787	4,220,771	4,654,222	4,031,764	2,953,260	1,162,166	2,998,920	7,904,188
Assigned	5,403,719	5,545,301	2,516,777	1,206,842	430,752	2,201,452	-	1,763,200	2,872,427	3,709,827
Unassigned	-	-	-	(247,404)	(371,805)	-	(199,966)	-	-	-
Total all other governmental funds	<u>\$ 5,633,868</u>	<u>\$ 6,014,256</u>	<u>\$ 11,377,564</u>	<u>\$ 5,180,209</u>	<u>\$ 4,913,135</u>	<u>\$ 6,233,216</u>	<u>\$ 2,953,260</u>	<u>\$ 3,135,912</u>	<u>\$ 5,871,347</u>	<u>\$ 11,614,015</u>
Total general fund + all other govt funds	<u>\$ 10,329,171</u>	<u>\$ 10,313,439</u>	<u>\$ 15,576,374</u>	<u>\$ 10,602,295</u>	<u>\$ 7,092,167</u>	<u>\$ 14,886,177</u>	<u>\$ 14,188,093</u>	<u>\$ 15,062,690</u>	<u>\$ 22,038,234</u>	<u>\$ 27,759,875</u>

Source: Current and prior year's financial statements

The Town adopted GASB 54 for 2011.

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

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Revenues										
Taxes	\$ 8,698,859	\$ 11,240,114	\$ 13,321,948	\$ 14,182,507	\$ 14,728,455	\$ 16,851,249	\$ 18,530,657	\$ 16,493,487	\$ 22,388,048	\$ 24,155,393
Licenses, fees and permits	511,477	525,376	581,401	730,684	962,487	912,204	809,296	630,350	787,817	1,014,392
Intergovernmental	1,116,976	3,024,306	6,665,193	3,167,621	6,798,487	8,899,628	1,175,891	2,566,116	3,401,599	1,922,931
Charges for services	641,241	1,004,843	665,719	702,261	685,200	741,016	574,802	310,959	1,329,280	1,502,505
Fines and forfeitures	54,823	60,462	57,676	45,045	38,831	76,366	61,890	59,925	74,933	107,702
Rental Income	204,345	202,802	284,914	327,336	376,749	307,267	103,063	293,228	218,558	271,811
Contributions	-	-	-	-	-	-	-	41,510	60,809	54,745
Investment Income (Loss)	2,810	32,759	31,571	86,049	153,494	153,046	308,544	170,372	(18,724)	44,217
Miscellaneous	1,081,675	607,341	307,110	544,691	470,923	547,970	338,462	188,778	199,649	883,174
Total revenues	12,312,206	16,698,003	21,915,532	19,786,194	24,214,626	28,488,746	21,902,605	20,754,725	28,441,969	29,956,870
Expenditures										
General Government	3,336,471	3,877,566	4,452,444	4,698,211	4,531,015	4,468,864	4,577,812	5,539,291	5,362,265	5,380,563
Public Safety	3,708,234	5,081,198	3,991,990	4,758,036	5,037,114	4,535,463	5,492,446	5,309,712	5,896,062	6,814,248
Public Works	2,539,203	1,268,615	2,907,909	2,274,000	3,300,722	2,435,684	1,966,190	2,622,594	3,163,334	3,797,339
Culture and Recreation	3,554,387	3,962,643	4,402,049	5,545,079	4,996,013	5,380,601	5,513,533	4,005,928	5,417,407	5,253,576
Community Reinvestment	219,832	160,649	329,556	169,735	23,151	2,600	-	-	-	-
Capital outlay	5,121,863	4,359,403	1,541,624	8,118,339	15,324,161	4,751,293	6,201,862	3,297,297	2,465,842	3,516,663
Debt Service										
Principal	-	370,000	434,171	445,926	566,989	692,149	766,072	692,990	715,468	743,400
Interest, Fiscal Charges, bond issuance costs	144,739	147,622	147,995	137,006	266,955	304,006	281,589	270,881	248,075	224,573
Total expenditures	18,624,729	19,227,696	18,207,738	26,146,332	34,046,120	22,570,660	24,799,504	21,738,693	23,268,453	25,730,362
Excess of revenues over (under) expenditures	(6,312,523)	(2,529,693)	3,707,794	(6,360,138)	(9,831,494)	5,918,086	(2,896,899)	(983,968)	5,173,516	4,226,508
Other Financing Sources (Uses)										
Capital Lease Proceeds	-	-	-	-	-	-	291,845	-	-	-
Transfers in	4,668,135	5,008,419	2,850,141	2,760,009	3,849,670	3,226,246	7,932,227	3,203,703	3,383,885	7,909,052
Transfers out	(3,180,000)	(3,494,458)	(1,295,000)	(2,023,950)	(2,080,921)	(1,350,322)	(6,025,257)	(1,345,138)	(1,581,857)	(6,413,919)
Proceeds on sale of assets	-	1,000,000	-	650,000	-	-	-	-	-	-
Bond Proceeds/premiums/Escrow activity	6,075,000	-	-	-	4,552,617	-	-	-	-	-
Total other financing sources (uses)	7,563,135	2,513,961	1,555,141	1,386,059	6,321,366	1,875,924	2,198,815	1,858,565	1,802,028	1,495,133
Net change in fund balances	\$ 1,250,612	\$ (15,732)	\$ 5,262,935	\$ (4,974,079)	\$ (3,510,128)	\$ 7,794,010	\$ (698,084)	\$ 874,597	\$ 6,975,544	\$ 5,721,641
Debt service as a percentage of noncapital expenditures	<u>1.1%</u>	<u>3.5%</u>	<u>3.7%</u>	<u>3.2%</u>	<u>4.4%</u>	<u>5.7%</u>	<u>5.6%</u>	<u>5.2%</u>	<u>4.6%</u>	<u>4.4%</u>

Source: Current and prior year's financial statements

GASB 34 implemented in 2003

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

Fiscal Year	Amusement/ Recreation	Automotive	Food	General Merchandise (Retail)	Lodging	Lumber & Building	Personal/ Professional Services	Utilities	Total Sales Tax
2013*	65,553	155,617	2,784,728	1,582,516	2,083,848	452,674	134,371	604,298	7,863,605
2014	77,638	180,808	3,640,784	2,233,404	2,896,359	521,716	174,221	680,645	10,405,574
2015	75,434	207,133	4,407,514	2,302,864	3,695,728	602,859	204,986	731,071	12,227,589
2016	85,086	244,733	4,852,342	2,372,937	3,903,203	595,912	211,821	746,250	13,012,284
2017	113,131	275,744	5,038,864	2,363,339	4,402,806	681,341	212,289	771,958	13,859,472
2018	97,563	283,633	5,506,167	2,692,364	4,764,050	702,690	244,331	785,261	15,076,059
2019	95,323	280,253	5,800,822	3,141,904	4,896,981	879,626	789,818	473,050	16,357,777
2020**	96,815	252,344	5,280,932	3,175,428	4,152,606	1,075,819	355,518	757,449	15,146,911
2021	119,477	238,929	7,029,142	4,673,622	6,316,430	1,262,306	504,397	811,955	20,956,258
2022	104,812	280,175	7,630,779	4,766,670	6,913,106	1,453,020	583,098	925,081	22,656,741

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

Source: Town of Estes Park Sales and Use Tax Reports

*sales tax adversely affected by September 2013 flood

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

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

Fiscal Year	City Direct Rate		Overlapping Rates		Total Overlapping Sales Tax Rate
	Town of Estes Park	Total Direct Sales Tax Rate	State of Colorado	Larimer County	
2013	4.00%	4.00%	2.90%	0.60%	7.50%
2014*	5.00%	5.00%	2.90%	0.65%	8.55%
2015*	5.00%	5.00%	2.90%	0.65%	8.55%
2016	5.00%	5.00%	2.90%	0.65%	8.55%
2017	5.00%	5.00%	2.90%	0.65%	8.55%
2018	5.00%	5.00%	2.90%	0.80%	8.70%
2019	5.00%	5.00%	2.90%	0.80%	8.70%
2020	5.00%	5.00%	2.90%	0.80%	8.70%
2021	5.00%	5.00%	2.90%	0.80%	8.70%
2022	5.00%	5.00%	2.90%	0.80%	8.70%

Source: Colorado Department of Revenue Taxation Division

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

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

	<u>2013</u>	<u>2022</u>
Top three categories (alphabetical)		
Food	\$ 2,784,728	\$ 7,630,779
Lodging	2,083,848	6,913,106
Retail	<u>1,582,516</u>	<u>4,766,670</u>
Total:	6,451,092	19,310,555
Aggregate all other categories	<u>1,412,513</u>	<u>3,346,186</u>
Total sales and use tax	<u>\$ 7,863,605</u>	<u>\$ 22,656,741</u>
Top three categories as a percentage of total sales tax	82.04%	85.23%

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

Fiscal Year	Governmental Activities				Business-Type Activities								Total Primary Government	Percentage of Personal Income ⁷	Per Capita ⁷
	Certificates of Participation ⁸	Lease Purchase Agreement ⁹	Lease Purchase Premium ⁹	Capital Leases	Light and Power Revenue Bonds ³	Power and Communications Revenue Bonds ¹⁰	Power and Communications Revenue Bond Premium ¹⁰	Capital Leases	Water Loan ⁴	Construction Loan ⁵	2020 USDA Bond	Water Loans ⁶			
2013	6,075,000	0	0	0	4,770,000	0	0	0	0	0	0	4,597,593	15,442,593	26.72%	2,587
2014	5,705,000	0	0	0	4,510,000	0	0	0	0	0	0	4,330,819	14,545,819	24.31%	2,390
2015	5,325,000	0	0	234,813	4,235,000	0	0	0	0	0	0	4,058,369	13,853,182	24.63%	2,214
2016	4,935,000	0	0	178,887	3,950,000	0	0	0	0	0	0	3,780,243	12,844,130	23.55%	2,019
2017	4,540,000	4,427,381	201,632	121,149	3,655,000	0	0	0	0	0	0	3,502,117	16,447,279	33.89%	2,595
2018	4,135,000	4,203,062	189,446	61,540	3,350,000	0	0	0	0	0	0	3,218,315	15,157,363	28.59%	2,386
2019	3,720,000	3,791,830	165,989	244,572	0	30,030,000	0	107,076	2,928,838	0	0	0	40,988,305	80.63%	6,453
2020	3,295,000	3,559,951	142,510	208,461	0	29,660,000	3,340,253	91,530	2,633,684	0	543,145	0	43,474,533	79.04%	6,765
2021	2,860,000	3,317,520	120,255	170,423	0	29,270,000	3,108,754	75,309	2,338,529	0	530,332	0	41,791,122	76.09%	7,078
2022	2,410,000	3,064,057	99,363	130,486	0	28,870,000	2,875,321	52,025	2,037,699	54,376	517,096	0	40,110,423	71.41%	6,842

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

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

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

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

⁵ 2022 Water Construction Loan was obtained from CoBank to finance improvements to water system. Interest accrues at a daily variable interest rate.

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

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

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

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

¹⁰ Issued Power and Communications Revenue Bonds Series 2019A & B to finance the municipal broadband and smart grid buildout. Duration: 30 years, Interest rate: 2.362% - 2.988%.

Source: Current and prior year's financial statements

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

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
General bonded debt outstanding	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Certificates of Participation	<u>6,075,000</u>	<u>5,705,000</u>	<u>5,325,000</u>	<u>4,935,000</u>	<u>4,540,000</u>	<u>4,135,000</u>	<u>3,720,000</u>	<u>3,295,000</u>	<u>2,860,000</u>	<u>2,410,000</u>
Total	<u>6,075,000</u>	<u>5,705,000</u>	<u>5,325,000</u>	<u>4,935,000</u>	<u>4,540,000</u>	<u>4,135,000</u>	<u>3,720,000</u>	<u>3,295,000</u>	<u>2,860,000</u>	<u>2,410,000</u>
Per capita ¹	\$ 1,018	\$ 937	\$ 851	\$ 776	716.20	650.98	585.64	512.76	484.42	411.12
Less: Amounts not subject to the statutory debt limit	<u>6,075,000</u>	<u>5,705,000</u>	<u>5,325,000</u>	<u>4,935,000</u>	<u>4,540,000</u>	<u>4,135,000</u>	<u>3,720,000</u>	<u>3,295,000</u>	<u>2,860,000</u>	<u>2,410,000</u>
Less: Amounts set aside to repay general debt	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>6,075,000</u>	<u>5,705,000</u>	<u>5,325,000</u>	<u>4,935,000</u>	<u>4,540,000</u>	<u>4,135,000</u>	<u>3,720,000</u>	<u>3,295,000</u>	<u>2,860,000</u>	<u>2,410,000</u>
Total net debt applicable to debt limit	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Legal debt margin ²	<u>\$ 5,357,761</u>	<u>\$ 5,194,916</u>	<u>\$ 5,838,622</u>	<u>\$ 5,877,432</u>	<u>\$ 6,248,723</u>	<u>\$ 6,284,768</u>	<u>\$ 7,238,652</u>	<u>\$ 7,249,531</u>	<u>\$ 7,601,799</u>	<u>\$ 7,481,925</u>

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

² The legal debt margin is the city's available borrowing authority. It is calculated from estimated actual property value as provided by Larimer County. For 2022, the computation is: \$249,397,502 x 3% = \$7,481,925.

GASB 34 implemented in 2003

Schedule 10
Town of Estes Park, Colorado
Direct and Overlapping Governmental Activities Debt
As of December 31, 2022

Jurisdiction	Debt Outstanding	Percentage Applicable To Government	Estimated Share of Overlapping Debt
Direct:			
Town of Estes Park	\$ 5,703,906	100.00%	\$ 5,703,906
Overlapping:			
Northern Colorado Water Conservancy District	2,583,671	1.06%	27,336
Park Hospital District	12,006,926	57.25%	6,873,505
Park R-3 School District	<u>12,920,000</u>	52.00%	<u>6,718,400</u>
Total	<u>\$ 33,214,503</u>	58.18%	<u>\$ 19,323,147</u>

Sources: documentation from entities listed above

Notes:

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

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

Water Revenue Bonds						
Fiscal Year	Water Revenues ¹	Less: Operating Expenses ²	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2013	4,263,303	3,290,474	972,829	266,774	140,430	2.39
2014	4,087,720	3,165,030	922,690	266,774	136,335	2.29
2015	5,211,779	2,985,121	2,226,658	272,450	132,440	5.50
2016	5,219,482	3,255,765	1,963,717	278,126	128,668	4.83
2017	5,747,358	3,906,535	1,840,823	278,126	125,027	4.57
2018	6,846,182	3,848,853	2,997,329	283,802	120,357	7.42
2019	7,309,877	2,989,397	4,320,480	289,478	111,369	10.78
2020	6,870,008	3,339,270	3,530,738	299,394	106,701	8.69
2021	7,179,700	3,768,806	3,410,894	307,967	108,479	8.19
2022	7,491,878	3,054,623	4,437,255	314,066	101,659	10.67

Power & Communications Revenue Bonds						
	Power & Communications Revenues	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2013	14,373,679	11,746,547	2,627,132	255,000	194,719	5.84
2014	15,311,185	11,818,066	3,493,119	260,000	184,838	7.85
2015	14,721,092	11,963,511	2,757,581	275,000	174,763	6.13
2016	14,507,439	13,201,872	1,305,567	285,000	164,106	2.91
2017	16,475,414	13,858,488	2,616,926	295,000	153,063	5.84
2018	17,277,501	13,990,269	3,287,232	305,000	141,631	7.36
2019	20,031,160	13,089,751	6,941,409	320,000	129,812	15.43
2020	19,558,776	14,154,799	5,403,977	370,000	1,127,566	3.61
2021	20,840,077	15,626,771	5,213,306	390,000	1,158,710	3.37
2022	22,873,862	14,861,899	8,011,963	400,000	1,119,300	5.27

Source: Current and prior year's financial statements

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

Fiscal Year	Population ^{1,3,5}	Total Personal Income ⁴	Median Family Income ^{1,3}	Per Capita Personal Income ^{1,3}	Median Age ¹	School Enrollment ²	Fort Collins/ Loveland, CO Unemployment Rate ³
1997	5,229		37,565		45	1,353	3.3%
1998	5,229	N/A	37,565	N/A	45	1,344	3.5%
1999	5,229	N/A	37,565	N/A	45	1,316	3.2%
2000	5,413	165,091,087	55,667	30,499	45	1,354	2.4%
2001	5,413	165,091,087	55,667	30,499	45	1,393	3.1%
2002	5,413	165,091,087	55,667	30,499	45	1,411	4.5%
2003	5,413	165,091,087	55,667	30,499	45	1,363	5.1%
2004	5,413	165,091,087	55,667	30,499	45	1,260	4.7%
2005	5,413	165,091,087	55,667	30,499	45	1,265	4.3%
2006	5,413	165,091,087	55,667	30,499	45	1,219	3.3%
2007	5,413	165,091,087	55,667	30,499	45	1,206	3.5%
2008	5,413	165,091,087	55,667	30,499	45	1,162	4.8%
2009	5,413	165,091,087	55,667	30,499	45	1,210	6.8%
2010	5,413	165,091,087	55,667	30,499	45	1,120	7.7%
2011	5,858	204,807,396	52,778	34,962	52	1,126	6.7%
2012	5,913	206,730,306	56,053	34,962	52	1,095	6.1%
2013	5,969	221,539,435	57,789	37,115	52	1,126	5.0%
2014	6,086	243,202,646	59,826	39,961	51	1,125	4.2%
2015	6,257	231,327,547	56,236	36,971	51	1,143	3.5%
2016	6,362	243,410,120	54,530	38,260	51	1,117	2.8%
2017	6,339	221,370,558	48,533	34,922	58	1,162	2.5%
2018	6,352	234,960,480	53,025	36,990	59	1,160	2.7%
2019	6,352	228,093,968	50,833	35,909	59	1,151	2.0%
2020	6,426	258,389,460	55,000	40,210	57	1,017	6.4%
2021	5,904	271,920,528	54,925	46,057	62	1,058	3.0%
2022	5,862	282,237,714	56,166	48,147	60.1	1,061	2.3%

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

² Park R-3 School district

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

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

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

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

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

2012	# of full-time equivalent employees	2022	# of full-time equivalent employees
1 Estes Park Medical Center	N/A	Stanley Hotel	136
2 Estes Valley Recreation District	N/A	Estes Park Medical Center	288.75
3 Harmony Foundation	N/A	Town of Estes Park	163
4 Holiday Inn	N/A	Park School District R-3	168
5 Park School District R-3	N/A	Rocky Mountain National Park	176
6 Rocky Mountain National Park	N/A	YMCA of the Rockies	128
7 Safeway	N/A	Harmony Foundation	83.5
8 Town of Estes Park	114	Safeway	89
9 YMCA of the Rockies	N/A	Estes Valley Recreation District	78
10 Stanley Hotel	N/A	Rocky Mountain Park Inn	47.5

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

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

<u>Function/Program</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
General Government										
Judicial	1	1	1	1	1	1	0.5	0.5	0.5	0.5
Town Attorney ¹							2.00	2.00	2.00	2.00
Town Administration ²										
Town Administrator	5.00	5.00	5.00	5.00	5.00	4.00	4.00	4.00	4.00	4.00
Town Clerk	4.00	4.00	4.00	4.00	4.00	4.50	4.50	4.50	3.50	3.50
Human Resources ³									1.00	2.00
Finance	7.00	8.00	9.00	10.00	10.00	9.00	8.75	8.75	9.13	9.00
Community Development	7.00	8.00	9.00	12.00	12.00	10.00	11.00	10.00	5.00	5.00
Police	30.00	32.00	33.00	34.00	36.00	37.00	38.71	38.71	38.13	40.71
Public Works	20.04	18.00	21.00	22.17	22.53	23.94	26.42	26.42	21.66	28.50
Community / Cultural Services										
Community Services	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Visitor Services Center	6.10	5.10	5.35	6.32	6.64	6.64	5.81	5.50	4.30	5.50
Senior Services	2.00	2.00	2.40	2.40	2.55	0.11	0.00	0.00	0.00	0.00
Special Events	4.00	5.00	8.66	12.00	12.00	11.50	13.15	14.12	13.03	13.03
Transportation	0.00	1.00	1.00	1.00	1.00	1.25	0.00	0.00	0.00	0.00
Museum	3.00	3.00	3.00	3.00	3.00	3.00	3.21	3.00	3.00	3.00
Enterprise										
Light & Power	21.00	21.68	21.68	25.00	25.33	26.00	26.00	31.00	30.00	38.00
Water	12.00	12.00	12.00	13.75	15.00	17.31	15.12	18.12	20.00	21.08
Internal Services										
Information Systems (IT)	3.00	2.00	4.00	4.00	4.00	4.00	5.00	5.00	5.00	5.00
Fleet Maintenance	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
TOTALS	128.14	130.78	143.09	158.64	163.05	162.25	167.17	174.62	163.25	183.82
	2.64%	2.06%	9.41%	10.87%	2.78%	-0.49%	2.53%	7.62%	0.62%	9.96%

¹Town Attorney Department was added in 2019.

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

³Human Resources previously reported under Town Clerk

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

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

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Police										
<i>PD Incidents</i>	16,260	17,880	14,591	13,446	16,736	14,048	16,691	12,716	14,774	13,272
<i>PD Report Numbers</i>	1,690	1,728	1,903	1,886	1,743	1,748	1,653	1,405	1,534	1,489
<i>Total Arrests</i>	262	315	297	174	155	195	205	113	102	111
<i>Number of allotted PD Employees</i>	29	32	32	32	32	33	37	37	37	32
<i>Number of allotted Sworn Employees</i>	19	20	20	20	20	21	22	22	22	23
<i>Number of allotted Civilian Employees</i>	10	12	12	12	12	12	15	15	15	9
<i>Total Phone Calls</i>	53,514	46,309	47,407	48,215	50,309	50,833	50,324	48,135	49,353	45,561
<i>911 Calls</i>	4,488	4,813	5,250	5,071	5,088	5,180	5,428	5,466	6,453	5,145
<i>Total Incidents Police/Fire/Ambulance</i>	15,656	20,235	17,154	20,295	19,587	16,435	5,428	14,768	16,956	15,476
<i>*data lost during phone conversion</i>										
Fire										
<i>Number of volunteers</i>	33	38	32	43	43	45	45	39	35	40
<i>Emergency Responses</i>	650	596	618	685	742	621	615	570	570	673
<i>Fire insurance rating</i>	ISO PPC 4	ISO PPC 4	ISO PPC 4	ISO PPC 4	ISO PPC 3	ISO PPC 3	ISO PPC 3	ISO PPC 3	ISO PPC 3	ISO PPC 3
Utilities-Electric										
<i>No. of accounts</i>	10,473	10,540	10,623	10,674	10,418	10,813	10,875	10,875	11,067	11,142
<i>Wind Power customers</i>	157	145	135	128	133	140	124	122	113	109
<i>Substation Capacity (MW)</i>	100	100	100	100	100	100	100	100	100	100
<i>Average daily consumption</i>	345,348	348,423	342,382	346,496	341,479	344,698	363,252	345,995	363,368	368,133
<i>Annual consumption</i>	126,052,183	127,174,378	124,969,364	126,470,866	124,639,921	125,814,757	132,586,967	126,288,254	132,629,252	134,368,663
<i>Distribution system (in miles)</i>	300	300	300	300	300	300	300	300	300	300
<i>Number of Street Lights</i>	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250
Utilities-Water										
<i>No. of accounts</i>	5,087	5,154	5,197	5,228	5,027	5,368	5,536	5,536	5,600	5,600
<i>Plant Capacity (gallons)</i>	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000
<i>Average daily consumption (gallons)</i>	1,078,848	1,082,184	1,098,997	1,172,322	1,128,180	1,192,523	1,127,274	1,116,770	1,143,920	1,189,865
<i>Annual consumption (gallons)</i>	393,779,690	394,997,119	401,133,914	427,897,375	411,785,866	435,270,803	411,455,154	407,621,094	417,530,905	434,300,786

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

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Town Government										
<i>Elected officials</i>	7	7	7	7	7	7	7	7	7	7
<i>Appointed officials</i>	7	7	7	7	7	7	7	7	7	7
<i>Full-time employees</i>	128	121	131	133	136	141	138	153	152	176
<i>Part-time employees</i>	7	7	7	12	13	13	9	8	9	1.5
<i>Seasonal employees</i>	49	49	49	36	43	37	35	28	9	13
<i>Building Permits</i>	496	616	716	559	814	829	781	577	541	800
Culture and Recreation										
<i>Museum</i>	1	1	1	1	1	1	1	1	1	1
<i>Senior Center</i>	1	1	1	1	1	0	0	0	0	0
<i>Event Center</i>	0	0	1	1	1	1	1	1	1	1
<i>Convention Center</i>	1	1	1	1	1	1	1	1	1	1
<i>Local Marketing District</i>	1	1	1	1	1	1	1	1	1	1
Other Miscellaneous Data										
<i>Hotels, Motels, B&Bs **</i>	124	124	124	146	137	132	115	107	103	161
<i>Financial Institutions</i>	5	5	5	5	5	4	4	4	4	4
<i>Newspapers</i>	2	2	2	2	2	2	2	2	2	2
<i>Theaters</i>	2	2	2	2	2	2	2	2	2	2
<i>Bus/Taxi Companies</i>	2	2	2	2	2	2	2	2	2	2
<i>Radio Stations</i>	1	1	1	1	0	0	0	0	0	0
<i>Hospitals</i>	1	1	1	1	1	1	1	1	1	1
<i>Churches</i>	18	18	18	21	19	19	19	19	19	19
<i>State highways (Highways 7, 34 and 36)</i>	3	3	3	3	3	3	3	3	3	3
Other Miscellaneous Data										
<i>No. of Registered Voters</i>	4,517	4537	4040	4040	4813	4810	4408	4930	4930	4329
Facilities and services not included in the reporting entity:										
Education-Park School District R-3 (enrolled)										
<i>Estes Park High School (9-12)</i>	332	322	331	325	334	333	351	371	375	326
<i>Estes Park Middle School (6-8)</i>	240	249	259	274	281	274	267	225	227	228
<i>Estes Park Elementary School (K-5)</i>	524	521	553	518	488	475	477	394	424	507
<i>Estes Park Options & Home Schooled</i>	30	33	24	36	53	47	56	27	32	0
Parks and Recreation										
<i>Estes Valley Recreation and Park District</i>	1	1	1	1	1	1	1	1	1	1

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

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

Function/Program	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	12	15	15	15	15	15	16	16	16	16
Fire Protection										
Stations	2	2	2	2	2	2	2	2	2	2
Fire Rating	ISO PPC 4	ISO PPC 4	ISO PPC 4	ISO PPC 4	ISO PPC 3	ISO PPC 3	ISO PPC 3	ISO PPC 3	ISO PPC 3	ISO PPC 3
Public Works										
Area in Square Miles	6.88	6.88	6.88	6.88	6.88	6.88	6.88	6.88	6.88	6.88
Utilities										
Water mains (miles)	100	100	100	100	100	100	100	100	100	100
Fire Hydrants	681	683	684	714	717	740	747	752	757	768
Water Treatment Plants	2	2	2	2	2	2	2	2	2	2
Number of Street Lights	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250
Electric Substations	2	2	2	2	2	2	2	2	2	2

Source: Town of Estes Park departmental data,
Community Profile

Town of Estes Park, Colorado

Compliance Section

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

LOCAL HIGHWAY FINANCE REPORT	City or County: Town of Estes Park, Larimer County
	YEAR ENDING : December 2022
This Information From The Records Of: Town of Estes Park	Prepared By: Duane Hudson, Finance Director Phone: (970) 577-3560

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

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	2,317,818
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	1,161,129
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	17,350
2. General fund appropriations	3,002,375	b. Snow and ice removal	183,696
3. Other local imposts (from page 2)	2,782,232	c. Other	87,715
4. Miscellaneous local receipts (from page 2)	38,419	d. Total (a. through c.)	288,761
5. Transfers from toll facilities	0	4. General administration & miscellaneous	646,139
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	1,728,245
a. Bonds - Original Issues		6. Total (1 through 5)	6,142,092
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	5,823,026	b. Redemption	
B. Private Contributions	0	c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	319,066	2. Notes:	
D. Receipts from Federal Government (from page 2)	0	a. Interest	
E. Total receipts (A.7 + B + C + D)	6,142,092	b. Redemption	
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	0
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	6,142,092

IV. LOCAL HIGHWAY DEBT STATUS
(Show all entries at par)

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

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	1,802,981	6,142,092	6,142,092	2,648,123	(845,142)

Notes and Comments:

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

LOCAL HIGHWAY FINANCE REPORT

STATE:
Colorado
YEAR ENDING (mm/yy):
December 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 Assessments	0	a. Interest on investments	11,692
b. Other local imposts:		b. Traffic Fines & Penalties	0
1. Sales Taxes	2,716,357	c. Parking Garage Fees	0
2. Infrastructure & Impact Fees	0	d. Parking Meter Fees	0
3. Liens	0	e. Sale of Surplus Property	0
4. Licenses	0	f. Charges for Services	8,950
5. Specific Ownership &/or Other	65,875	g. Other Misc. Receipts	0
6. Total (1. through 5.)	2,782,232	h. Other	17,777
c. Total (a. + b.)	2,782,232	i. Total (a. through h.)	38,419
	(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	288,298	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	0
a. State bond proceeds		b. FEMA	0
b. Project Match		c. HUD	0
c. Motor Vehicle Registrations	30,768	d. Federal Transit Admin	0
d. Other (Operating Grant)	0	e. U.S. Corps of Engineers	0
e. Other (Specify)	0	f. Other Federal	0
f. Total (a. through e.)	30,768	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	319,066	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs		0	0
b. Engineering Costs		38,070	38,070
c. Construction:			
(1). New Facilities		0	0
(2). Capacity Improvements		2,279,748	2,279,748
(3). System Preservation		0	0
(4). System Enhancement & Operation		0	0
(5). Total Construction (1) + (2) + (3) + (4)	0	2,279,748	2,279,748
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	2,317,818	2,317,818
			(Carry forward to page 1)

Notes and Comments:

**INDEPENDENT AUDITOR’S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING
STANDARDS**

To the Board of Trustees
Town of Estes Park, Colorado

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Town of Estes Park, Colorado, as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise Town of Estes Park, Colorado’s basic financial statements, and have issued our report thereon dated June 28, 2023.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Town of Estes Park, Colorado’s internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Town of Estes Park, Colorado’s internal control. Accordingly, we do not express an opinion on the effectiveness of Town of Estes Park, Colorado’s internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity’s financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

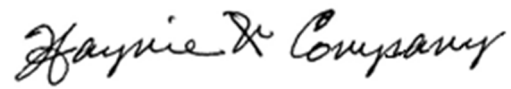
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Town of Estes Park, Colorado’s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Haynie & Company". The script is cursive and fluid.

Littleton, Colorado

June 28, 2023

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON
INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

To the Board of Trustees
Town of Estes Park, Colorado

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Town of Estes Park, Colorado's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of Town of Estes Park, Colorado's major federal programs for the year ended December 31, 2022. Town of Estes Park, Colorado's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Town of Estes Park, Colorado, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Town of Estes Park, Colorado and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of Town of Estes Park, Colorado's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Town of Estes Park, Colorado's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Town of Estes Park, Colorado's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists.

The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Town of Estes Park, Colorado's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 Town of Estes Park, Colorado's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Town of Estes Park, Colorado's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Town of Estes Park, Colorado's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

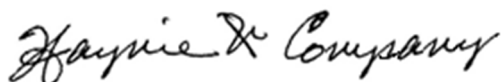
Report on Internal Control over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



Littleton, CO
June 28, 2023

Town of Estes Park, Colorado

Supplemental Information

Schedule of Findings and Questioned Costs for the Year Ended December 31, 2022

1. Summary of Auditor's Results

Type of report issued on the financial statements:	Unmodified
Material weaknesses in financial reporting internal control noted:	None
Significant deficiency(s) identified that are not considered to be material weaknesses in financial reporting:	None identified
Material noncompliance noted:	None
Material weaknesses in internal control over major programs:	None
Significant deficiency(s) identified that are not considered to be material weaknesses over major programs:	None identified
Type of report issued on compliance for major programs:	Unmodified
Audit findings required to be reported:	None
The following programs are considered to be major:	
<i>20.526 Bus and Bus Facilities Formula Program (Bus Program)</i>	\$404,643
Dollar threshold used to distinguish Type A and Type B programs:	\$750,000
Risk type qualification:	Not low-risk

2. Findings relating to the financial statements which are required to be reported in accordance with Government Auditing Standards.

None

3. Findings and questioned costs for Federal Awards

None

4. Summary Schedule of Prior Audit Findings

None

Town of Estes Park, Colorado
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2022

Federal Agency/Pass-through Entity/Program or Cluster	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Amount
<i>Federal Transit Cluster-Cluster</i>			
Department of Transportation		19-HTR-ZL-00209 - ELTRL2	
Bus and Bus Facilities Formula Program (Bus Program)	20.526	21-HTR-ZL-00293 / PO 491002595 - ELTRCH-CHRG STN	404,643
<i>Total Department of Transportation</i>		21-HTR-ZL-00308 / PO 491002610 - ELTRCH-DESIGN	404,643
<i>Total Federal Transit Cluster-Cluster</i>			404,643
<i>Other Programs</i>			
Department of the Interior			
WaterSMART (Sustain and Manage America's Resources for Tomorrow) Grants	15.507	Proj # SWEB-031 (PO Line - R-DO-2021-000317 SWEP TOEP)	47,164
<i>Total Department of the Interior</i>			47,164
United States Department of Justice			
Bulletproof Vest Partnership Program	16.607	N/A	2,278
Total Bulletproof Vest Partnership Program			2,278
Equitable Sharing Program	16.922	N/A	6,430
Total Equitable Sharing Program			6,430
<i>Total United States Department of Justice</i>			8,708
Department of Transportation			
Formula Grants For Rural Areas			
Formula Grants For Rural Areas	20.509	20-HTR-ZL-03243 / PO 491002209 - COVTRN	374,842
Total Formula Grants For Rural Areas		22-HTR-ZL-00074 / PO 491002726 - CRRSAA	374,842
<i>Total Department of Transportation</i>		22-HTR-ZL-00205 / PO 491002884 - *TR22	374,842
Department of the Treasury			
Coronavirus State and Local Fiscal Recovery Funds	21.027	State Of Colorado, Department of Local Affairs	5,783
<i>Total Department of the Treasury</i>		TRAUNCHE 1 & 2 - TBDOLA (BROADBAND)	5,782
<i>Total Other Programs</i>			436,497
<i>Total Expenditures of Federal Awards</i>			\$ 841,140

The accompanying notes are an integral part of this schedule

Town of Estes Park, Colorado

Schedule of Expenditures of Federal Awards

For the Year Ended December 31, 2022

Notes to the Schedule

1. ***Basis of Presentation***

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of the Town of Estes Park under programs of the federal government for the year ended December 31, 2022. The information in this Schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Town of Estes Park it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Town of Estes Park.

2. **Summary of Significant Accounting Policies**

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

3. Town of Estes Park Colorado has elected not to use the 10% de minimus indirect cost rate allowed under the Uniform Guidance.