



Annual Comprehensive Financial Report

For the year ended
December 31, 2022

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CITY OF STEAMBOAT SPRINGS, COLORADO

**Annual
Comprehensive
Financial Report**

Year Ended December 31, 2022

**Prepared by
Department of Financial Services**

**Kim Weber
Finance Director**

**Chloe Flam
City Controller**

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INTRODUCTORY SECTION

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May 10, 2023

To the City Council and Citizens of the City of Steamboat Springs:

State Law requires that all general-purpose local governments publish within 240 days of the close of each fiscal year a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the annual comprehensive financial report of the City of Steamboat Springs for the fiscal year ended December 31, 2022.

This report consists of management's representations concerning the finances of the City of Steamboat Springs. Consequently, management assumes full responsibility for the completeness and reliability of the information presented in this report. To provide a reasonable basis for making these representations, management of the City of Steamboat Springs has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City of Steamboat Springs' financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City of Steamboat Springs' comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City of Steamboat Springs' financial statements have been audited by Eide Bailly LLP, a firm of licensed certified public accountants. The objective of the independent audit was to provide reasonable assurance that the financial statements of the City of Steamboat Springs for the fiscal year ended December 31, 2022, are free of material misstatement. The independent audit was conducted in accordance with GAAS and Government Auditing Standards and involved professional judgment and skepticism in identifying and assessing risks to design audit procedures to include examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of Steamboat Springs' financial statements for the fiscal year ended December 31, 2022, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City of Steamboat Springs' MD&A can be found immediately following the Independent Auditor's Report.

General

The City of Steamboat Springs was incorporated in 1900 as a municipal corporation and a statutory town under the constitution and laws of the State of Colorado until 1973, when the electors of the town, pursuant to the home rule provisions of Article XX of the State Constitution, adopted the original Charter of the City. The City is a "home rule" city and its Charter governs all local and municipal matters.

The Constitution of the State reserves to the City certain powers, including the power to issue, refund and liquidate municipal obligations and the power to assess property in the City for municipal taxation, and the power to levy and collect taxes on such property for municipal purposes.

The City encompasses over 6,500 acres and is located in the northwestern portion of the State at an altitude of 6,700 feet above sea level, on the western slope of the Rocky Mountains, 160 miles northwest of Denver. The City is the population center and county seat of Routt County, Colorado (the "County") with 13,300 residents. The City serves as the headquarters for Routt National Forest. Approximately half of the land in the County is public land, with approximately 40% in the Routt National Forest.

City Council and Administration

The City operates under a council-manager form of government, whereby the City Council constitutes the City's legislative and governing body. The City Council consists of seven members, with two council members elected from each of the City's three districts and one member elected from the City at large. Each district council member is elected for a four-year term and the council member elected at large is elected for a two-year term. The City Council elects a chairperson who acts as the President of the City Council and serves at the pleasure of City Council for a two-year term. The President is the official head of the City for the purpose of presiding at all meetings of the City Council and executing legal instruments. The Council President is recognized as the head of the City government for all ceremonial and legal purposes.

The City Council appoints boards and commissions, the City Manager, the City Attorney, and the Municipal Judge. The City Manager is the administrative head of the government and is responsible for the administration and execution of all affairs of the City. The City Manager's duties include: enforcing the laws and ordinances of the City; hiring, suspension, and removal of City employees; preparing a proposed budget annually and submitting it to the City Council and administering the budget after its adoption; preparing and submitting to the City Council as of the end of the fiscal year a complete report on finances and administrative activities of the City for the preceding year; keeping the City Council advised of the financial condition of the City; establishing a system of accounting and auditing for the City which shall reflect, in accordance with generally accepted accounting principles, exercising supervision and control over all departments, and performing such duties as may be prescribed by the Charter, by ordinance or required by the City Council.

The City provides its citizens with fire and police protection, emergency medical services, a general aviation airport, parks and recreation, golf course, rodeo arena, ski area, tennis facility, ice arena, parking and traffic management, judicial and legislative services, streets and highways, public works and improvements, planning and zoning, free transit system, cultural events and general administrative services. The City also provides for wastewater treatment and water and sewer distribution services.

The City operates on a calendar year basis. The City Manager is required to prepare and submit to the City Council not less than 75 days prior to the beginning of the fiscal year a budget and accompanying explanation. The budget must provide a complete financial plan of all City funds and activities for the ensuing fiscal year, contain a general summary of its contents, and show comparative figures for income and expenditures of the preceding fiscal year.

A public hearing on the proposed budget and proposed capital program is required to be held by the City Council before the final adoption. After the public hearing, the City Council may adopt the budget with or without amendment. The City Council must adopt the budget by ordinance on or before the first day of the new fiscal year. Adoption of the budget by the City Council constitutes appropriation of the amounts specified therein as expenditures from the funds indicated.

Local Economy

The City of Steamboat Springs is a major tourist destination resort known across the country and world as a great place for skiing, biking and other winter and summer outdoor recreation. Tourism is a major revenue driver of many local businesses; however, the City continues to develop a diverse, year-round economy with a variety of strong industry sectors such as energy production and exploration, location-neutral businesses, outdoor recreation equipment and clothing, construction, and regional health care. As the population has grown in the past two decades, the economy continues to expand as residents enjoy a wonderful place to live, work and play. The City serves as the regional economic center for Northwest Colorado as its largest city.

Relevant Financial Policies

The City has a comprehensive set of financial policies. These policies require a Stabilization Reserve equal to 25% of the prior year's General Fund expenditures be held in unassigned fund balance. The Stabilization Reserve is designated for budget stabilization during revenue downturns. The financial policies also include budget policies, revenue policies, investment policies, debt management policies, and a section pertaining to arbitrage compliance.

Long Term Financial Planning and Major Initiatives

The City prepares a six-year capital improvement plan each year that serves as its planning document to ensure that its facilities, equipment and infrastructure are well maintained and in safe operating condition. It is funded from a combination of dedicated taxes, grants, contributions, transfers from the General Fund and reserves. Taxes that are earmarked for capital improvements are the building use and excise taxes and a 1% franchise fee for under-grounding of utilities.

City Council established two-year goals earlier this year. Those goals are as follows:

1. Housing – Pursue affordable and attainable housing by:
 - a. Partnering with the Yampa Valley Housing Authority to annex the Brown Ranch project as quickly as possible to include a robust public outreach process.
 - b. Evaluating and adopting policies and legislation from other communities that have successfully resulted in built workforce housing.
 - c. Design, develop and construct city employee housing projects including More Ranch and SST seasonal housing.
2. Transportation/Mobility – Improve and increase transportation and mobility options for the residents and visitors of Steamboat Springs.
 - a. Pursue a Regional Transit Authority in partnership with other local governments. Ensure alignment of goals with the Innovative Transportation Task Force.
 - b. Implement the recently adopted Transportation and Mobility Master Plan as financially feasible.
 - c. Investigate and pursue transportation related funding sources for future west Steamboat development.
 - d. Partner with Routt County to construct the multi-modal trail options to include Core Trail expansion.
 - e. Provide background information and evaluate options for paid parking.
3. Long-and Short-Term Water Planning
 - a. Plan for a secure water future for the City of Steamboat Springs by reviewing and updating the city's water agreements, implementing effective water conservation policies, planning for expansion of the wastewater treatment plant, and planning for the Elk River Water Treatment plant design and construction.
 - b. Evaluate stormwater utility to provide additional revenue diversification.
 - c. Continue to pursue federal and state funding opportunities for above projects.

Awards and Acknowledgements

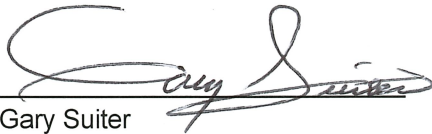
The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Steamboat Springs for its annual comprehensive financial report (ACFR) for the fiscal year ended December 31, 2021. This was the thirty-fourth consecutive year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized annual comprehensive financial report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The City believes the current report continues to conform to the Certificate of Achievement Program requirements and will submit this ACFR to the GFOA to determine eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the City's finance department. We would like to express our appreciation to all members of the department who assisted and contributed to the preparation of this report.

A special thanks to you, the reader, for taking an interest in the City of Steamboat Springs.

Respectfully submitted,



Gary Suiter
City Manager



Kim Weber
Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Steamboat Springs
Colorado**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2021

Christopher P. Morill

Executive Director/CEO

Citizenry of Steamboat Springs

City Council

Boards & Commissions

Ad Hoc Committees

Municipal Judge

City Attorney

City Manager

Executive Assistant

HR & Risk Manager

Parks & Recreation Director

Planning Director

Fire Chief

Police Chief

Public Works Director

Finance Director

Deputy City Manager

Benefits
Recruitment
Employee Relations
Risk Management
Policies and Legal Compliance

Parks Trails
Recreation
Tennis
Howelsen Ski Area
Ice Arena
Rodeo Grounds
Open Space
River Management
Haymaker Golf Course

Current Planning
Long-Range
Current Code
Enforcement
Historic Preservation

Fire Suppression
Fire Prevention
Safety Education
Building Inspection
Code Enforcement

Patrol Services
Investigations
Parking
Animal Control
Code Enforcement

Fleet
Streets
Water
Wastewater
Engineering
Transit
Airport

Budget
Tax
Accounting
Treasury
Procurement & Contracts
Utility Billing

Information Systems
GIS
Facilities & Energy Management
Grants & Projects
City Clerk's Office

**CITY OF STEAMBOAT SPRINGS
PRINCIPAL OFFICIALS**

CITY COUNCIL

ROBIN CROSSAN
Council President
District I

GAIL GAREY
Council Member
District I

JOELLA WEST
Council Member
District II

HEATHER SLOOP
Council Member
District III

MICHAEL BUCCINO
Council Member
District II

**DAKOTAH
MCGINLAY**
Council Member
District III

ED BRIONES
Council Member
At-Large

CITY ADMINISTRATION

GARY SUITER
City Manager

TOM LEESON
Deputy City Manager

CHUCK CERASOLI
Fire Chief

ANGELA COSBY
Director of Parks & Recreation

JON SNYDER
Director of Public Works

KIM WEBER
Director of Financial Services

SHERRY BURLINGHAME
Police Chief

REBECCA BESSEY
Director of Planning Services &
Community Development

JULIE FRANKLIN
City Clerk

LEGAL AND COURT

DAN FOOTE
City Attorney

PAUL SACHS
Municipal Court Judge

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FINANCIAL SECTION

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Independent Auditor's Report

To the City Council
City of Steamboat Springs, Colorado

Report on the Audit of the Financial Statements

Opinions

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

In our opinion, the accompanying 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 City, 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 (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and pension schedules be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The individual fund financial statements and schedules, Schedule of Capital Assets used in the Operation of Governmental Funds – By Source, and Local Highway Finance Report are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information as referred to above is 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 section and statistical section 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 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 May 10, 2023, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

The image shows a handwritten signature in black ink that reads "Eide Bailly LLP". The signature is written in a cursive, flowing style.

Denver, Colorado
May 10, 2023

Management's Discussion and Analysis

As the financial management team of the City of Steamboat Springs, we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2022. We encourage readers to consider the information presented here as well as the information in the letter of transmittal found earlier in this document.

Financial Highlights

- The assets and deferred outflows of resources of the City of Steamboat Springs exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$306,384,364 (*net position*). Of this amount, \$86,027,184 represents unrestricted net position, which may be used to meet the government's ongoing obligations to citizens and creditors.
- The City of Steamboat Springs' total net position increased by \$32,576,284 from the prior year. 29% of this increase is attributable to an increase in the City's investment in capital assets.
- At the close of the current fiscal year, the City of Steamboat Springs' governmental funds reported a combined ending fund balance of \$77,263,758, which is an increase of \$17,824,551 from the prior year. The increase in fund balance at fiscal year-end is primarily due to general fund revenues being \$5,546,632 higher than budgeted and general fund expenditures being \$6,101,752 lower than budgeted.
- At the end of the current fiscal year the unrestricted fund balance (the total of the committed, assigned, and unassigned components of fund balance) for the general fund increased by \$1,862,729 bringing it to \$33,698,774. The unrestricted fund balance for the capital projects fund increased by \$13,621,912 bringing it up to \$27,137,195.
- The City of Steamboat Springs' total outstanding long-term debt and unamortized premium decreased by \$1,636,221, or 6%, during the current fiscal year.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City of Steamboat Springs' basic financial statements. The City of Steamboat Springs' basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also includes required and other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements. The *government-wide financial statements* (pages 15-16 of this report) are designed to provide readers with a broad overview of the City of Steamboat Springs' finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the City of Steamboat Springs' assets, liabilities, deferred inflows/outflows 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 City of Steamboat Springs is improving or deteriorating.

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

Both of the government-wide financial statements distinguish functions of the City of Steamboat Springs that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City of Steamboat Springs include general government, public safety, public works, transportation services, legal and municipal court, parks and recreation, planning and interest on long-term debt. The major business-type activities of the City of Steamboat Springs include water and wastewater utilities, an airport, and a golf course.

The government-wide financial statements include not only the City of Steamboat Springs itself (known as the *primary government*), but also the Local Marketing District, a legally separate entity, for which the City of Steamboat Springs is financially accountable. Financial information for this component unit is reported separately from the financial information presented for the primary government itself. The Steamboat Springs Redevelopment Authority, although also legally separate, functions for all practical purposes as a department of the City of Steamboat Springs and therefore is included as an integral part of the primary government.

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 City of Steamboat Springs, 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 City of Steamboat Springs can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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

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

The City of Steamboat Springs maintains six 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, the Capital Projects Fund, Accommodations Tax Capital Projects Fund, the Steamboat Springs Redevelopment Authority, the Fire and EMS Tax Fund, and the Community Housing Fund, all of which are considered major funds.

The City of Steamboat Springs adopts an annual appropriated budget for its governmental funds. A budgetary comparison statement has been provided for each of the governmental funds to demonstrate compliance with these budgets. The City of Steamboat Springs also adopts annual appropriated budgets for all its proprietary funds. Budgetary comparison statements have been provided for these funds in the Individual Fund Financial Statements and Schedules section to demonstrate compliance with their respective budgets.

The basic governmental fund financial statements can be found on pages 17-20 of this report.

Proprietary Funds. The City of Steamboat Springs maintains two different 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 City of Steamboat Springs uses enterprise funds to account for its utility activities, its airport operation, and a golf course. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City of Steamboat Springs' various functions. The City of Steamboat Springs uses an internal service fund to account for its fleet of vehicles. Because fleet services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

The basic proprietary fund financial statements can be found on pages 21-23 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the City of Steamboat Springs' own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The City collects a half-cent sales tax to be used for educational purposes and forwards these funds to the Steamboat Springs Education Fund, a private non-profit organization.

The basic custodial fund financial statements can be found on pages 24-25 of this report.

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 26-70 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City of Steamboat Springs. Required supplementary information can be found on pages 71-80 of this report.

Government-wide Overall Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The City's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$306,384,364 at the close of the most recent fiscal year.

City of Steamboat Springs Net Position						
	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Current and other assets	\$ 99,859,058	\$ 79,392,274	\$ 23,473,660	\$ 20,647,794	\$ 123,332,718	\$ 100,040,068
Capital assets	150,216,284	145,704,330	81,469,222	74,897,747	231,685,506	220,602,077
Total assets	<u>250,075,342</u>	<u>225,096,604</u>	<u>104,942,882</u>	<u>95,545,541</u>	<u>355,018,224</u>	<u>320,642,145</u>
Total deferred outflows of resources	<u>1,040,589</u>	<u>1,138,484</u>	<u>1,797,434</u>	<u>1,741,700</u>	<u>2,838,023</u>	<u>2,880,184</u>
Long-term liabilities outstanding	19,809,687	21,767,691	8,295,867	8,887,146	28,105,554	30,654,837
Other liabilities	11,413,092	8,909,054	3,627,489	2,114,356	15,040,581	11,023,410
Total liabilities	<u>31,222,779</u>	<u>30,676,745</u>	<u>11,923,356</u>	<u>11,001,502</u>	<u>43,146,135</u>	<u>41,678,247</u>
Total deferred inflows of resources	<u>6,148,029</u>	<u>5,566,911</u>	<u>2,177,719</u>	<u>2,469,091</u>	<u>8,325,748</u>	<u>8,036,002</u>
Net Position:						
Net investment in capital assets	128,850,353	124,547,743	72,477,878	67,215,972	201,328,231	191,763,715
Restricted	16,936,231	11,867,780	2,092,718	2,004,027	19,028,949	13,871,807
Unrestricted	<u>67,958,539</u>	<u>53,575,909</u>	<u>18,068,645</u>	<u>14,596,649</u>	<u>86,027,184</u>	<u>68,172,558</u>
Total net position	<u>\$ 213,745,123</u>	<u>\$ 189,991,432</u>	<u>\$ 92,639,241</u>	<u>\$ 83,816,648</u>	<u>\$ 306,384,364</u>	<u>\$ 273,808,080</u>

By far the largest portion of the City of Steamboat Springs' net position (66%) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment) less any related outstanding debt used to acquire those assets. The City of Steamboat Springs uses these tangible capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City of Steamboat Springs' investment in its capital assets is reported net of related debt, it should be noted that the resources used to repay this debt must be provided from other sources, since the capital assets themselves are not expected be used to liquidate these liabilities.

A portion of the City of Steamboat Springs' net position (6%) represents resources that are subject to external restrictions on how they may be used. *Unrestricted net position* \$86,027,184 may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the City 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.

City of Steamboat Springs' Changes in Net Position

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Revenues:						
Program revenues:						
Charges for services	\$ 5,539,237	\$ 4,912,011	\$ 11,830,820	\$ 11,549,938	\$ 17,370,057	\$ 16,461,949
Operating grants and contributions	5,247,872	6,664,318	4,066,453	637,726	9,314,325	7,302,044
Capital grants and contributions	2,397,955	7,183,663	3,257,644	2,205,180	5,655,599	9,388,843
General revenues:						
Sales and use taxes	46,183,089	40,219,349	-	-	46,183,089	40,219,349
Accommodations taxes	1,980,781	1,616,316	-	-	1,980,781	1,616,316
Other taxes	9,312,891	8,297,146	-	-	9,312,891	8,297,146
Investment earnings	1,354,441	88,396	370,702	156,739	1,725,143	245,135
Other	579,941	361,961	110,417	188,296	690,358	550,257
Total revenues	72,596,207	69,343,160	19,636,036	14,737,879	92,232,243	84,081,039
Expenses:						
General government	11,777,522	12,693,094	-	-	11,777,522	12,693,094
Public safety services	11,398,965	9,601,761	-	-	11,398,965	9,601,761
Public works	7,973,908	7,381,602	-	-	7,973,908	7,381,602
Transportation services	5,536,962	4,720,908	-	-	5,536,962	4,720,908
Legal and municipal court	747,415	584,776	-	-	747,415	584,776
Parks, open space and recreation	8,909,849	6,710,499	-	-	8,909,849	6,710,499
Planning	1,287,256	1,033,331	-	-	1,287,256	1,033,331
Interest on long-term debt	522,900	590,873	-	-	522,900	590,873
Water and wastewater	-	-	7,533,813	6,354,581	7,533,813	6,354,581
Airport	-	-	1,805,156	1,442,052	1,805,156	1,442,052
Golf course	-	-	2,162,213	1,926,136	2,162,213	1,926,136
Total expenses	48,154,777	43,316,844	11,501,182	9,722,769	59,655,959	53,039,613
Increase in net position before transfers	24,441,430	26,026,316	8,134,854	5,015,110	32,576,284	31,041,426
Transfers - Net	(687,739)	(166,175)	687,739	166,175	-	-
Increase/(Decrease) in net position	23,753,691	25,860,141	8,822,593	5,181,285	32,576,284	31,041,426
Net position - Beginning of year	189,991,432	164,131,291	83,816,648	78,635,363	273,808,080	242,766,654
Net position - End of year	\$ 213,745,123	\$ 189,991,432	\$ 92,639,241	\$ 83,816,648	\$ 306,384,364	\$ 273,808,080

Governmental activities

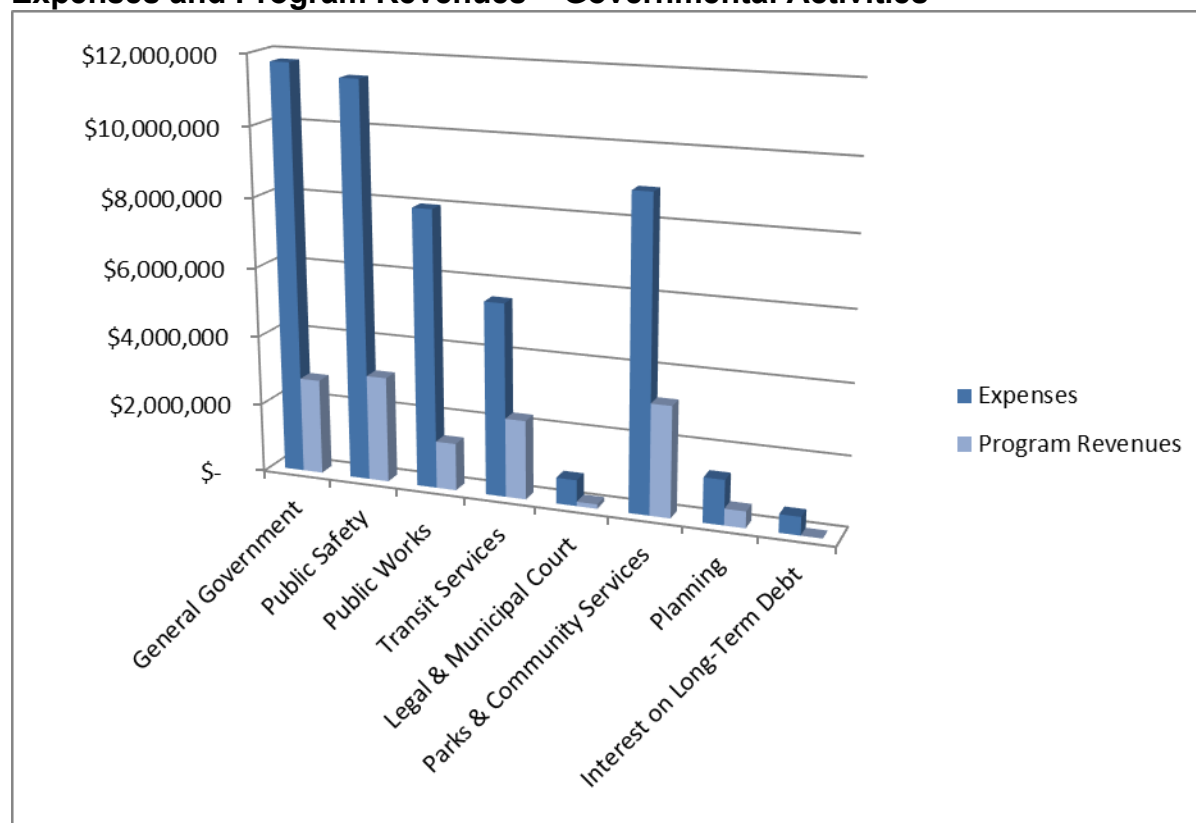
During the current fiscal year, net position for governmental activities increased \$23,753,691 from the prior fiscal year for an ending balance of \$213,745,123. Some key highlights from the statement of activities during 2022 include the following items:

- Sales and use tax revenue increased by \$5,963,740 over the prior year due to a variety of reasons. The largest contributor to this increase was seen in the first quarter of 2022. Winter tourism (January – March 2022) surpassed all previous years which resulted in lodging and restaurants collecting significantly more in sales tax than collected in 2021 for

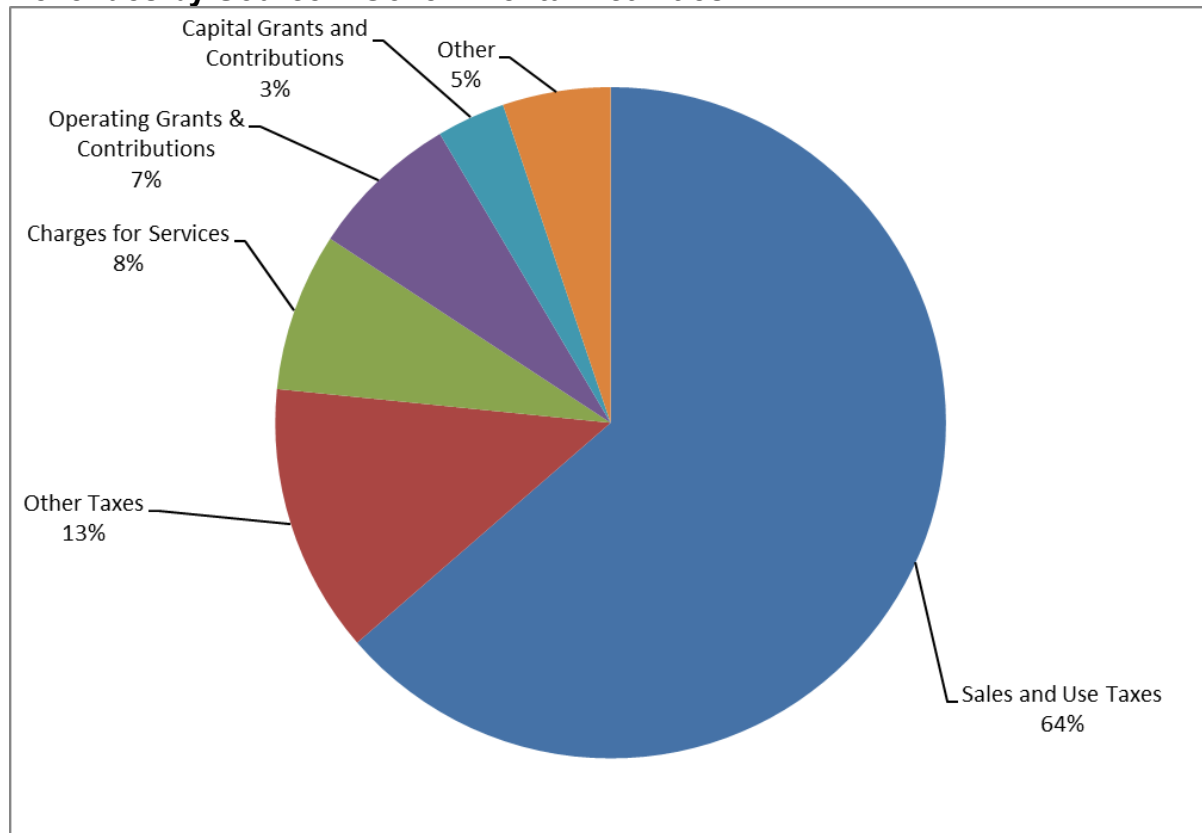
the same months. Over \$2M of this increase was collected by these two business sectors in the first quarter of 2022. The remaining amount of the increase is contributed to inflation (higher prices of tangible personal property), increased sales tax collection from on-line retailers, and strong construction activity in the City of Steamboat Springs.

- Capital grants and contributions revenue decreased by \$4,785,708 over the prior year. In the prior year there were three major projects that caused substantially higher than normal grant and contribution revenue. One was the redevelopment of the rodeo grounds parking lot; the second was a sidewalk/trail extension west of town; and the third was a regional solar grant for which the City was fiscal agent.
- Operating grants and contributions revenue also decreased by \$1,416,446 over the prior year mostly related to a reduction in Transit operating grants.
- Charges for services increased by \$627,226 over the prior year due to an increase in parks and recreation related activities as well as utility fees increases. The parks and recreation activities include increased usage and fees at Howelsen Hill Ski Area, Howelsen Ice Arena and other youth and adult recreation. There was also an increase in water and wastewater revenue due to an increase in the fee structure approved by City Council as part of an on-going strategy to keep fees aligned with the Utility Fund projected costs.
- While total governmental revenues increased by \$3,253,047 total governmental expenses increased by \$4,837,933 over the prior year.

Expenses and Program Revenues – Governmental Activities



Revenues by Source – Governmental Activities

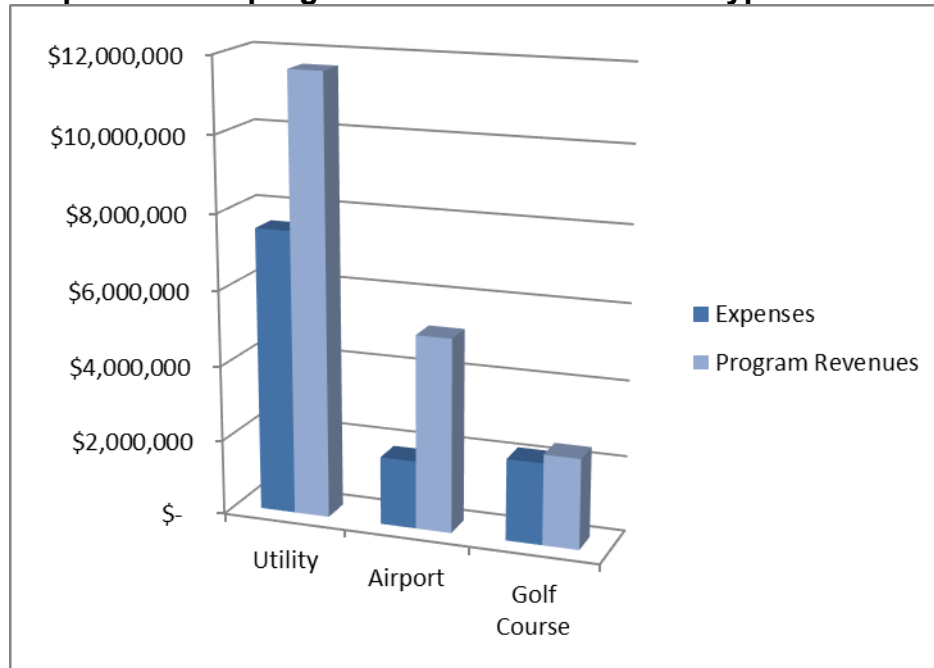


Business-Type Activities

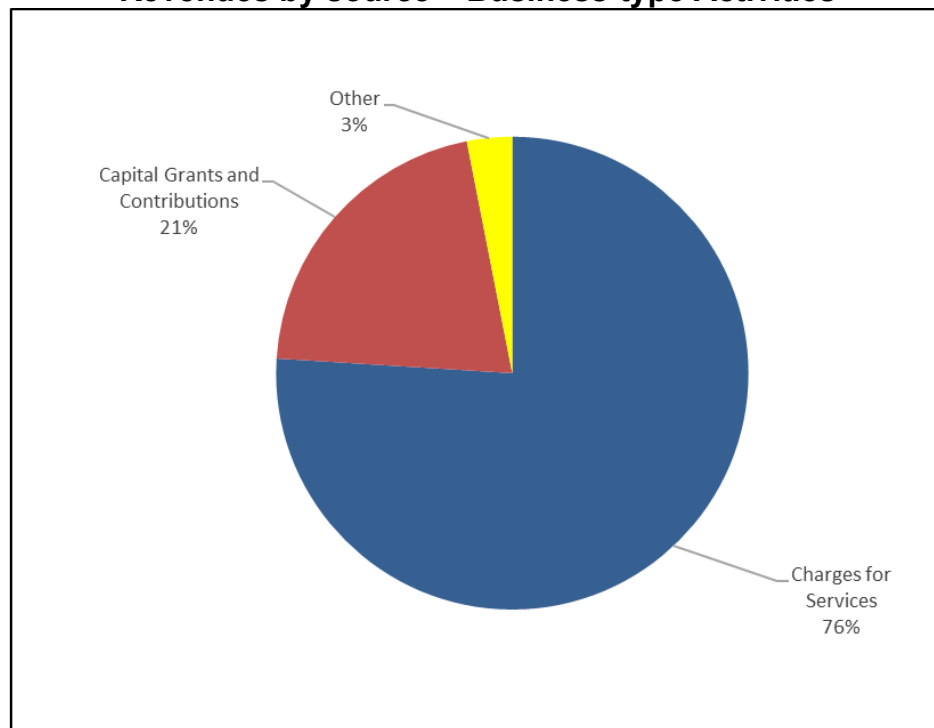
During the fiscal year business-type activities increased in net position \$8,822,593 from the prior fiscal year for an ending balance of \$92,639,241. Some key elements of this increase are as follows:

- The Utility Fund net position increased by \$4,411,722 comprising net income before capital contributions of \$1,154,078, and capital contributions of \$3,257,644. Capital contributions showed an increase over the prior year of 52%, mostly due to three large development projects being started.
- The Airport Fund net position increased by \$4,117,729 mostly due to a grant-funded runway rehabilitation project that was completed in 2022.

Expenses and program revenues – Business-type Activities



Revenues by source – Business-type Activities



Financial Analysis of the Governmental Funds

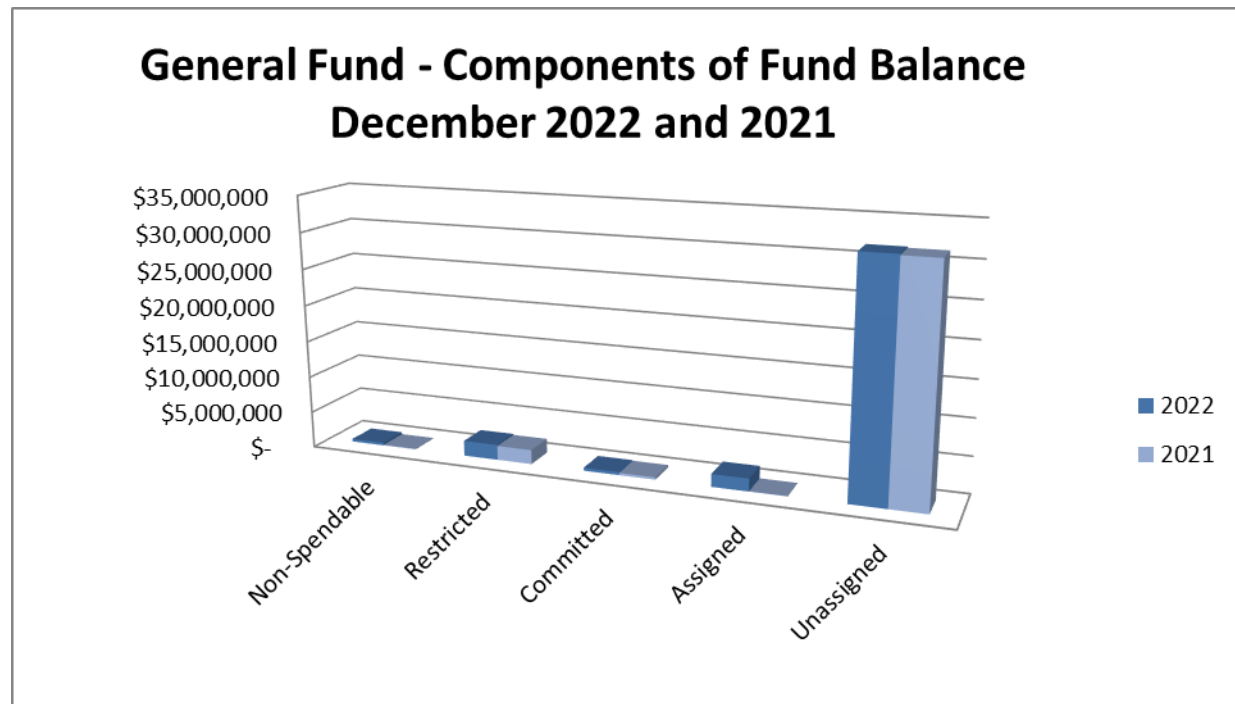
The City of Steamboat Springs uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements and to budget resources.

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

As of the end of the current fiscal year, the City's governmental funds reported ending fund balances of \$77,263,758. 77% of this total amount, or \$59,467,727, represents assigned and unassigned fund balance, which is available for spending at the City's discretion. Within assigned fund balance, the City has encumbered \$18,874,480 for spending in 2023. Within unassigned fund balance, the City has designated \$9,602,390 as a fiscal policy stabilization reserve.

The remainder of fund balance is non-spendable, restricted, or committed, and is not available for new spending. Restricted fund balance includes: 1) a TABOR emergency reserve as required by state law of \$2,111,682, 2) \$5,687,182 restricted for capital projects, 3) \$7,513,154 restricted for redevelopment with the Steamboat Springs Redevelopment Authority, 4) \$600,421 restricted for Fire and EMS purposes, and 5) \$148,023 for community housing.

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the assigned and unassigned fund balance of the General Fund was \$33,285,367 and total fund balance was \$36,177,783. As a measure of the General Fund's liquidity, it may be useful to compare both assigned and unassigned fund balance and total fund balance to total fund expenditures including transfers made to other funds. Assigned and unassigned fund balance represents 64% of total General Fund expenditures and transfers, while total fund balance represents 69% of total General Fund expenditures and transfers.



The fund balance of the City's General Fund increased by \$2,293,410 during the fiscal year. Although the City transferred over \$3M out of General Fund reserves to fund capital projects, the City still increased the General Fund balance due to higher than anticipated revenue from taxes and charges for services, as well as lower than budgeted expenditures. Expenditures were lower than budget due primarily to hiring challenges which resulted in dozens of vacant positions throughout the year.

This was especially evident in the Police Department which was severely understaffed most of the year. The increase in revenue and the underspending due to vacancy savings both contributed to the increase in General Fund balance.

The City's Capital Projects Fund had a total fund balance of \$27,826,029 at the end of the current fiscal year, representing an increase of \$13,621,912 from 2021 mostly due to transfers in from General Fund of \$9,626,087 and \$4,000,000 from the Fire and EMS Tax Fund in preparation for the Fire Station & City Hall project.

Proprietary Funds. The City of Steamboat Springs' proprietary funds resemble the government-wide financial statements by listing all assets and liabilities and fully accruing revenues and expenses.

Unrestricted net position of the City's enterprise funds at the end of the current fiscal year was \$18,068,645 and total net position was \$92,639,241 which is an increase of \$8,822,593, compared to 2021. Net position of the Golf Fund increased by \$293,142. Net position of the Airport Fund increased by \$4,117,729 in 2022 due primarily to continued investment in capital assets at the airport including the grant-funded runway rehabilitation project that was completed in 2022. Net position of the Utility Fund increased by \$4,411,722 because operating revenues and tap fee contributions exceeded operating expenses, allowing for future investment in capital outlay.

General Fund Budgetary Highlights

Original budget compared to final budget. The City's budgeted revenues increased by \$2,629,068 due to an increase in grant-funded spending in 2022. The City's budgeted expenditures increased by \$3,598,352 through the year mostly in reaction to the anticipated increase in revenues, and partly due to mid-year pay increases. Additionally, some minor budgetary adjustments to insurance proceeds and internal fund transfers caused the total budgeted net change during the fiscal year to be \$1,322,396.

Final budget compared to actual results. General Fund total revenues were \$5,546,632 over final budget for the current fiscal year because revenue exceeded expectations. The significant reasons for the variance were:

- Sales tax was \$5,058,348 greater than final budget.
- Investment income was \$589,365 greater than final budget.

General Fund total operating expenses were \$6,101,752 under final budget for the current fiscal year, with savings realized in all departments. Most of this savings was due to the inability to hire qualified staff. The City was understaffed in many areas during 2022 including Police Services, Parks & Recreation, and Public Works.

Capital Asset and Debt Administration

Capital Assets. The City's governmental and business-type activities had \$231,685,506 invested in capital assets including construction in progress, net of depreciation as of December 31, 2022. The investment in capital assets includes land improvements, road, sidewalk and utility collection line improvements, machinery and equipment purchases, and parks improvements in 2022.

Major capital asset events during the year included the following:

- Completion of Howelsen Hill Ice Arena Expansion \$2.2 million.
- Replaced and installed new playground equipment at Lil Toots Park \$288,000.
- Purchase and put into service regional bus at a cost of \$317,500.
- Haymaker Golf Course driving range expansion totaling \$160,000.
- Currently in process of completing Dream Island water line replacement \$2.5 million.

- The City recorded \$4.7 million as construction in progress on runway rehabilitation project at Bob Adam's Field.

City of Steamboat Springs' Capital Assets (net of depreciation)

City of Steamboat Springs' Capital Assets
(net of depreciation)

	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
Land and improvements	\$ 41,859,200	\$ 41,174,827	\$ 13,958,554	\$ 14,067,851	\$ 55,817,754	\$ 55,242,678
Buildings and improvements	39,875,624	39,175,790	18,374,173	19,424,074	58,249,797	58,599,864
Infrastructure	40,055,166	41,151,089	-	-	40,055,166	41,151,089
Utility transmission lines	-	-	25,049,287	25,995,740	25,049,287	25,995,740
Machinery and equipment	10,367,028	10,211,896	2,178,630	2,254,286	12,545,658	12,466,182
Intangible assets	500,269	591,622	-	-	500,269	591,622
Construction in progress	17,558,997	13,399,106	21,908,578	13,155,796	39,467,575	26,554,902
Total	<u>\$ 150,216,284</u>	<u>\$ 145,704,330</u>	<u>\$ 81,469,222</u>	<u>\$ 74,897,747</u>	<u>\$ 231,685,506</u>	<u>\$ 220,602,077</u>

Additional information on the City of Steamboat Springs capital assets can be found in the notes to the financial statements on pages 47-48 of this report.

Long-term debt. At the end of the current fiscal year the City had \$9,640,000 in certificates of participation outstanding, \$17,375 in capitalized leases outstanding, a \$10,310,000 loan secured by specific revenue sources generated by the Steamboat Springs Redevelopment Authority, and \$6,870,000 in loans outstanding with the Colorado Water Resources and Power Development Authority that are secured by specific revenue sources.

City of Steamboat Springs' Outstanding Debt

	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
Tax Increment Revenue Loan	\$ 10,310,000	\$ 10,715,000	\$ -	\$ -	\$ 10,310,000	\$ 10,715,000
Certificates of Participation	9,640,000	10,135,000	-	-	9,640,000	10,135,000
Unamortized premium	350,473	396,178	103,886	127,949	454,359	524,127
Capitalized Leases	-	-	17,375	68,826	17,375	68,826
CWRPDA Loans	-	-	6,870,000	7,485,000	6,870,000	7,485,000
Total	<u>\$ 20,300,473</u>	<u>\$ 21,246,178</u>	<u>\$ 6,991,261</u>	<u>\$ 7,681,775</u>	<u>\$ 27,291,734</u>	<u>\$ 28,927,953</u>

During 2022, the City decreased total debt by \$1,636,219, which includes normal repayment of debt and full repayment of the 2017 Haymaker Golf Mowers Lease.

On November 16, 2022 Moody's Investors Service affirmed the City's Aa2 credit rating.

The City's Charter does not impose a legal restriction on debt issuance; however, the Taxpayer's Bill of Rights (TABOR) imposes certain restrictions on issuing debt depending upon whether the issuance is backed by the full faith and credit of the City, taxes or backed by enterprise revenues.

Additional information on the City of Steamboat Springs' long-term debt can be found in the notes to the financial statements on pages 49-54 of this report.

Economic Factors, Conditions, and 2023 Budgets and Rates. As the City of Steamboat Springs developed the 2023 budget several economic factors and conditions were taken into consideration. The pressures of inflation on expenditure, hiring challenges, and the potential of a recession were all considered when establishing forecasts and budgets.

- Sales Tax is the largest revenue source for the City with approximately 67% of the General Fund revenue coming from this source. With 2022 having record sales tax collections, the City was unsure if this was sustainable. Therefore, the City took a conservative approach and set the 2023 sales tax revenue budget 4% lower sales tax than 2022 projected.
- January sales tax collections have significantly exceeded the budget with collections being almost 14% above January 2022.
- The local growth percentage used in our TABOR reserve calculation, based on property valuation and construction, was 1.34% in 2022 and the Denver-Aurora-Lakewood CPI (formerly Denver/Boulder) was 8.01% in 2022. The combined total growth was 9.35%.
- Affordable housing in Steamboat Springs continues to be an issue with the median home price above \$1M in 2022. This contributes to the difficulty in recruiting employees to fill the critical roles across the organization.
- As of December 2022, Routt County unemployment was 2.1% which is lower than the national rate of 3.5% and lower than Colorado's unemployment rate at year-end of 2.8%. The local unemployment rate remains low as we move into 2023, with January coming in at 2.2%. This is reflected in the difficulty of finding employees for many of the City's positions especially for seasonal jobs.
- The adopted 2023 budget includes a 4.7% increase in Full Time Equivalents (FTEs) throughout the City. Most of the new FTEs are in the Fire Department and Parks and Recreation Department which are experiencing growth in demand for services from locals and visitors.
- In the first quarter of 2023, the City has experienced increasing construction contract bids along with increasing equipment costs above the budgeted amounts. Each situation will be evaluated by the Leadership Team and determine if a supplemental budget appropriation will be requested, or projects and purchases will be delayed.
- The City and the Yampa Valley Housing Authority (YVHA) are currently in negotiations regarding an annexation of 420 acres of land west of Steamboat Springs owned by the YVHA. The proposal is to build 2,264 affordable housing units over 20-years. Although there is no question that affordable housing is a need in the community, due to the City's dependance on sales tax rather than property tax, conversations regarding the fiscal impact to the City to provide services to this area are the leading concern in the negotiations.

Requests for Information

This financial report is designed to provide a general overview of the City of Steamboat Springs' finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City of Steamboat Springs Finance Department, 124 10th Street, Steamboat Springs, CO 80487.

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**CITY OF STEAMBOAT SPRINGS
STATEMENT OF NET POSITION
DECEMBER 31, 2022**

	PRIMARY GOVERNMENT			COMPONENT UNIT
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	LOCAL MARKETING DISTRICT
ASSETS				
Cash and investments	\$ 83,030,313	\$ 13,713,826	\$ 96,744,139	\$ 2,956,681
Receivables				
Sales taxes	5,429,154	-	5,429,154	-
Property taxes	4,706,527	-	4,706,527	-
Accounts	2,462,852	1,192,027	3,654,879	539,133
Assessments	6,607	-	6,607	-
Notes	629,789	-	629,789	-
Leases	238,056	2,307,361	2,545,417	-
Inventory	25,086	58,490	83,576	-
Due from other governments	292,455	4,096,057	4,388,512	-
Prepaid expenses	354,305	13,181	367,486	-
Restricted cash and investments	1,108,573	2,092,718	3,201,291	-
Net pension assets	1,575,341	-	1,575,341	-
Capital assets not being depreciated	36,957,095	30,870,785	67,827,880	-
Capital assets, net of accumulated depreciation/amortization	113,259,189	50,598,437	163,857,626	-
Total assets	250,075,342	104,942,882	355,018,224	3,495,814
DEFERRED OUTFLOWS OF RESOURCES				
Loss on refunding	56,568	-	56,568	-
Pension related amounts	984,021	-	984,021	-
Asset retirement obligation	-	1,797,434	1,797,434	-
Total deferred outflow of resources	1,040,589	1,797,434	2,838,023	-
Total assets and deferred outflows of resources	\$ 251,115,931	\$ 106,740,316	\$ 357,856,247	\$ 3,495,814
LIABILITIES				
Accounts payable	\$ 3,525,231	\$ 2,553,767	\$ 6,078,998	\$ -
Health insurance payable	599,804	-	599,804	-
Accrued interest payable	43,028	132,895	175,923	-
Deposits held in escrow	1,243,223	55,582	1,298,805	-
Unearned revenue	3,531,575	144,605	3,676,180	-
Lease liability due within one year	10,636	-	10,636	-
Long-term debt due within one year	2,459,595	740,640	3,200,235	-
Noncurrent liabilities				
Asset retirement obligation	-	1,797,434	1,797,434	-
Lease liability due in more than one year	43,051	-	43,051	-
Long-term debt due in more than one year	19,766,636	6,498,433	26,265,069	-
Total liabilities	31,222,779	11,923,356	43,146,135	-
DEFERRED INFLOWS OF RESOURCES				
Lease related	227,634	2,177,719	2,405,353	-
Pension related amounts	1,222,002	-	1,222,002	-
Property taxes	4,698,393	-	4,698,393	-
Total deferred inflows of resources	6,148,029	2,177,719	8,325,748	-
NET POSITION				
Net investment in capital assets	128,850,353	72,477,878	201,328,231	-
Net position restricted for				
Defined benefit pension	893,455	-	893,455	-
Emergency reserves	2,111,682	-	2,111,682	-
Operations and maintenance	-	1,131,924	1,131,924	-
Debt service	-	960,794	960,794	-
Capital projects	688,834	-	688,834	-
Accommodations tax capital projects	4,998,348	-	4,998,348	-
Community housing	730,758	-	730,758	-
Steamboat Springs Redevelopment Authority	7,513,154	-	7,513,154	-
Local Marketing District	-	-	-	3,495,814
Unrestricted	67,958,539	18,068,645	86,027,184	-
Total Net Position	213,745,123	92,639,241	306,384,364	3,495,814
Total liabilities, deferred inflows of resources, and net position	\$ 251,115,931	\$ 106,740,316	\$ 357,856,247	\$ 3,495,814

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

**CITY OF STEAMBOAT SPRINGS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2022**

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION			
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	PRIMARY GOVERNMENT			COMPONENT UNIT LOCAL MARKETING DISTRICT
					GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	
PRIMARY GOVERNMENT								
GOVERNMENTAL ACTIVITIES								
General government	\$ 11,777,522	\$ 1,701,147	\$ 986,897	\$ 40,726	\$ (9,048,752)	\$ -	\$ (9,048,752)	\$ -
Public safety services	11,398,965	1,020,610	1,632,793	393,573	(8,351,989)	-	(8,351,989)	-
Public works	7,973,908	-	-	1,361,632	(6,612,276)	-	(6,612,276)	-
Transportation services	5,536,962	214,085	2,001,100	54,487	(3,267,290)	-	(3,267,290)	-
Legal and municipal court	747,415	-	127,448	-	(619,967)	-	(619,967)	-
Parks and recreation	8,909,849	2,125,921	499,634	547,537	(5,736,757)	-	(5,736,757)	-
Planning	1,287,256	477,474	-	-	(809,782)	-	(809,782)	-
Interest on long-term debt	522,900	-	-	-	(522,900)	-	(522,900)	-
Total governmental activities	48,154,777	5,539,237	5,247,872	2,397,955	(34,969,713)	-	(34,969,713)	-
BUSINESS-TYPE ACTIVITIES								
Water and wastewater	7,533,813	8,320,779	46,889	3,257,644	-	4,091,499	4,091,499	-
Airport	1,805,156	1,116,170	4,019,564	-	-	3,330,578	3,330,578	-
Golf course	2,162,213	2,393,871	-	-	-	231,658	231,658	-
Total business-type activities	11,501,182	11,830,820	4,066,453	3,257,644	-	7,653,735	7,653,735	-
Total Primary government	\$ 59,655,959	\$ 17,370,057	\$ 9,314,325	\$ 5,655,599	(34,969,713)	7,653,735	(27,315,978)	-
COMPONENT UNIT								
Local Marketing District	\$ 2,314,244	\$ -	\$ -	\$ -				(2,314,244)
General revenues:								
Sales taxes					40,348,023	-	40,348,023	3,009,324
Use taxes					5,835,066	-	5,835,066	-
Accommodations taxes					1,980,781	-	1,980,781	-
Property taxes					4,663,150	-	4,663,150	-
Development excise tax					2,538,380	-	2,538,380	-
Franchise taxes					1,874,141	-	1,874,141	-
Other taxes					237,220	-	237,220	-
Investment earnings					1,354,441	370,702	1,725,143	57,284
Gain on sale of capital assets					108,405	-	108,405	-
Miscellaneous revenue					471,536	110,417	581,953	-
Transfers					(687,739)	687,739	-	-
Total general revenues and transfers					58,723,404	1,168,858	59,892,262	3,066,608
Change in net position					23,753,691	8,822,593	32,576,284	752,364
Net position - beginning					189,991,432	83,816,648	273,808,080	2,743,450
Net position - ending					\$ 213,745,123	\$ 92,639,241	\$ 306,384,364	\$ 3,495,814

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

**CITY OF STEAMBOAT SPRINGS
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2022**

	General Fund	Capital Projects Fund	Accommodations Tax Capital Projects Fund	Steamboat Springs Redevelopment Authority Fund	Fire and EMS Tax Fund	Community Housing Fund	Total Governmental Funds
ASSETS							
Cash and investments	\$ 33,107,511	\$ 31,126,942	\$ 4,658,149	\$ 6,808,247	\$ 592,287	\$ 148,023	\$ 76,441,159
Receivable							
Sales taxes	5,429,154	-	-	-	-	-	5,429,154
Property taxes	-	-	-	3,105,145	1,601,382	-	4,706,527
Accounts	1,700,674	482,266	279,912	-	-	-	2,462,852
Assessments	-	6,607	-	-	-	-	6,607
Notes	47,054	-	-	-	-	582,735	629,789
Leases	238,056	-	-	-	-	-	238,056
Inventory	13,022	-	-	-	-	-	13,022
Due from other governments	119,657	75,065	97,733	-	-	-	292,455
Prepays	354,305	-	-	-	-	-	354,305
Restricted cash and investments	-	21	-	1,108,552	-	-	1,108,573
Total assets	<u>\$ 41,009,433</u>	<u>\$ 31,690,901</u>	<u>\$ 5,035,794</u>	<u>\$ 11,021,944</u>	<u>\$ 2,193,669</u>	<u>\$ 730,758</u>	<u>\$ 91,682,499</u>
LIABILITIES							
Accounts payable	\$ 2,203,198	\$ 529,917	\$ 37,446	\$ 403,645	\$ -	\$ -	\$ 3,174,206
Health insurance payable	599,804	-	-	-	-	-	599,804
Deposits held in escrow	1,243,223	-	-	-	-	-	1,243,223
Unearned revenue	<u>203,227</u>	<u>3,328,348</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,531,575</u>
Total liabilities	<u>4,249,452</u>	<u>3,858,265</u>	<u>37,446</u>	<u>403,645</u>	<u>-</u>	<u>-</u>	<u>8,548,808</u>
DEFERRED INFLOWS OF RESOURCES							
Leases	227,634	-	-	-	-	-	227,634
Unavailable revenue - property taxes	-	-	-	3,105,145	1,593,248	-	4,698,393
Unavailable revenue - other receivables	<u>354,564</u>	<u>6,607</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>582,735</u>	<u>943,906</u>
Total deferred inflows of resources	<u>582,198</u>	<u>6,607</u>	<u>-</u>	<u>3,105,145</u>	<u>1,593,248</u>	<u>582,735</u>	<u>5,869,933</u>
FUND BALANCES							
Non-Spendable	367,327	-	-	-	-	-	367,327
Restricted	2,111,682	688,834	4,998,348	7,513,154	600,421	148,023	16,060,462
Committed	413,407	954,835	-	-	-	-	1,368,242
Assigned	1,739,985	26,182,360	-	-	-	-	27,922,345
Unassigned	<u>31,545,382</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>31,545,382</u>
Total fund balances	<u>36,177,783</u>	<u>27,826,029</u>	<u>4,998,348</u>	<u>7,513,154</u>	<u>600,421</u>	<u>148,023</u>	<u>77,263,758</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 41,009,433</u>	<u>\$ 31,690,901</u>	<u>\$ 5,035,794</u>	<u>\$ 11,021,944</u>	<u>\$ 2,193,669</u>	<u>\$ 730,758</u>	<u>\$ 91,682,499</u>

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

**CITY OF STEAMBOAT SPRINGS
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2022**

	Total Governmental Funds
Amounts reported for governmental activities in the statement of net position (page 15) are different because:	
Total fund balances governmental funds (page 17)	\$ 77,263,758
Long-term notes receivable are not an available resource to pay for current period expenditures and, therefore, are reported as unavailable revenue in the funds.	629,789
Restricted net pension assets are not an available resource to pay for current period expenditures and, therefore, are not reported in the funds.	1,575,341
Other assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.	314,117
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds (excludes internal service funds).	146,635,833
Internal service funds are used by management to charge the costs of central services and fleet management services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	9,798,943
The portion of expense related to pensions not shown in current expenditures are deferred outflows of resources and, therefore, are not reported in the funds.	984,021
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds (excludes internal service funds).	(22,234,677)
The portion of income related to pensions not shown in current income are deferred inflows of resources and are not reported in the funds.	<u>(1,222,002)</u>
Net position of governmental activities	<u>\$ 213,745,123</u>

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

CITY OF STEAMBOAT SPRINGS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2022

	General Fund	Capital Projects Fund	Accommodations Tax Capital Projects Fund	Steamboat Springs Redevelopment Authority Fund	Fire and EMS Tax Fund	Community Housing Fund	Total Governmental Funds
REVENUES							
Taxes and assessments	\$ 41,470,259	\$ 7,054,737	\$ 1,980,781	\$ 5,290,850	\$ 1,709,443	\$ -	\$ 57,506,070
Licenses and permits	122,177	-	-	-	-	-	122,177
Intergovernmental	4,731,529	749,057	97,733	-	-	-	5,578,319
Charges for services	4,054,639	-	-	-	-	-	4,054,639
Fines and forfeits	250,182	-	-	-	-	-	250,182
Investment income	646,136	386,735	67,342	125,515	19,993	11,170	1,256,891
Contributions	744,083	772,367	-	-	105,992	-	1,622,442
Voluntary assessment	406,209	-	-	-	-	-	406,209
Loan repayment	7,200	-	-	-	-	21,710	28,910
Miscellaneous	1,188,273	-	-	-	-	48,175	1,236,448
Total revenues	<u>53,620,687</u>	<u>8,962,896</u>	<u>2,145,856</u>	<u>5,416,365</u>	<u>1,835,428</u>	<u>81,055</u>	<u>72,062,287</u>
EXPENDITURES							
Current							
General government	10,698,238	-	-	-	-	50,000	10,748,238
Transportation services	4,576,865	-	-	-	-	-	4,576,865
Public works	4,643,999	-	-	400,512	-	-	5,044,511
Public safety services	10,802,717	-	-	-	31,817	-	10,834,534
Legal and municipal court	758,710	-	-	-	-	-	758,710
Parks and community services	7,822,862	-	-	-	-	-	7,822,862
Planning	1,278,876	-	-	-	-	-	1,278,876
Debt service							
Administrative fees	5,000	-	-	-	-	-	5,000
Principal	502,886	-	-	405,000	-	-	907,886
Interest	402,289	-	-	135,009	-	-	537,298
Capital outlay							
Machinery and equipment	543,252	1,132,762	284,786	-	-	-	1,960,800
Land improvements	30,680	2,424,223	2,415	-	-	-	2,457,318
Buildings and improvements	-	2,047,326	-	-	-	-	2,047,326
Other	-	8,782	7,000	-	-	-	15,782
Infrastructure	-	3,048,423	488,410	1,264,268	-	-	4,801,101
Total expenditures	<u>42,066,374</u>	<u>8,661,516</u>	<u>782,611</u>	<u>2,204,789</u>	<u>31,817</u>	<u>50,000</u>	<u>53,797,107</u>
Excess (deficiency) of revenues over (under) expenditures	<u>11,554,313</u>	<u>301,380</u>	<u>1,363,245</u>	<u>3,211,576</u>	<u>1,803,611</u>	<u>31,055</u>	<u>18,265,180</u>
OTHER FINANCING SOURCES (USES)							
Proceeds from sale of assets	1,525	-	-	-	-	-	1,525
Insurance proceeds	220,007	-	-	-	-	-	220,007
Issuance of leases	51,578	-	-	-	-	-	51,578
Transfers out	(10,004,271)	(305,555)	(30,000)	-	(4,470,258)	-	(14,810,084)
Transfers in	470,258	13,626,087	-	-	-	-	14,096,345
Total other financing sources and uses	<u>(9,260,903)</u>	<u>13,320,532</u>	<u>(30,000)</u>	<u>-</u>	<u>(4,470,258)</u>	<u>-</u>	<u>(440,629)</u>
Net change in fund balances	2,293,410	13,621,912	1,333,245	3,211,576	(2,666,647)	31,055	17,824,551
Fund balances - beginning	33,884,373	14,204,117	3,665,103	4,301,578	3,267,068	116,968	59,439,207
Fund balances - ending	<u>\$ 36,177,783</u>	<u>\$ 27,826,029</u>	<u>\$ 4,998,348</u>	<u>\$ 7,513,154</u>	<u>\$ 600,421</u>	<u>\$ 148,023</u>	<u>\$ 77,263,758</u>

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

**CITY OF STEAMBOAT SPRINGS
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 (page 16) are different because:

Net changes in fund balances - total governmental funds (page 19)	\$ 17,824,551
Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation expense in the current period.	3,734,390
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	78,910
Governmental funds report revenues from deferred inflows of resources in prior periods that are available in the current period. However, these inflows are not reported as revenues in the statement of activities.	(35,719)
The net effect of various miscellaneous transactions involving capital assets (i.e., sales and donations) is to increase net position.	(20,378)
Governmental funds report contributions to defined benefit pension plans as expenditures. However, in the statement of activities these expenses do not require the use of current financial resources and are deferred and amortized.	548,437
The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also governmental funds report the effect of premiums, discount and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	868,990
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	(175,935)
The net revenue of internal service fund-fleet is reported with governmental activities.	<u>930,445</u>
Change in net position of governmental activities	<u>\$ 23,753,691</u>

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

**CITY OF STEAMBOAT SPRINGS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2022**

	Business-type Activities - Enterprise Funds				Governmental Activities -
	Utility Fund	Airport Fund	Golf Fund	Totals	Internal Service Fund - Fleet
ASSETS					
Current assets					
Cash and investments	\$ 11,814,392	\$ -	\$ 1,899,434	\$ 13,713,826	\$ 6,589,154
Due from other fund	3,222,948	-	-	3,222,948	-
Accounts receivable	1,131,045	47,074	13,908	1,192,027	-
Lease receivable	190,983	2,116,378	-	2,307,361	-
Fuel inventory	-	58,490	-	58,490	12,064
Prepayments	2,445	3,461	7,275	13,181	-
Due from other governments	56,548	4,039,509	-	4,096,057	-
Restricted cash and investments	<u>2,092,718</u>	<u>-</u>	<u>-</u>	<u>2,092,718</u>	<u>-</u>
Total current assets	<u>18,511,079</u>	<u>6,264,912</u>	<u>1,920,617</u>	<u>26,696,608</u>	<u>6,601,218</u>
Noncurrent assets					
Capital assets					
Land and site improvements	46,004,047	13,689,221	5,858,613	65,551,881	-
Buildings	36,095,519	4,761,809	4,551,097	45,408,425	-
Furniture and equipment	2,827,364	901,426	1,635,439	5,364,229	8,854,259
Construction in progress	16,879,060	4,877,777	151,741	21,908,578	101,461
Less accumulated depreciation	<u>(40,851,535)</u>	<u>(12,150,129)</u>	<u>(3,762,227)</u>	<u>(56,763,891)</u>	<u>(5,375,269)</u>
Total capital assets - net of accumulated depreciation	<u>60,954,455</u>	<u>12,080,104</u>	<u>8,434,663</u>	<u>81,469,222</u>	<u>3,580,451</u>
Total noncurrent assets	<u>60,954,455</u>	<u>12,080,104</u>	<u>8,434,663</u>	<u>81,469,222</u>	<u>3,580,451</u>
Total assets	<u>79,465,534</u>	<u>18,345,016</u>	<u>10,355,280</u>	<u>108,165,830</u>	<u>10,181,669</u>
DEFERRED OUTFLOWS OF RESOURCES					
Asset retirement obligation	<u>1,797,434</u>	<u>-</u>	<u>-</u>	<u>1,797,434</u>	<u>-</u>
Total deferred outflow of resources	<u>1,797,434</u>	<u>-</u>	<u>-</u>	<u>1,797,434</u>	<u>-</u>
LIABILITIES					
Current liabilities					
Accounts payable	1,805,008	676,600	72,159	2,553,767	351,025
Due to other fund	-	3,222,948	-	3,222,948	-
Accrued interest payable	132,895	-	-	132,895	-
Unearned revenue	-	34,627	109,978	144,605	-
Current portion of long-term debt	<u>703,160</u>	<u>7,330</u>	<u>30,150</u>	<u>740,640</u>	<u>7,925</u>
Total current liabilities	<u>2,641,063</u>	<u>3,941,505</u>	<u>212,287</u>	<u>6,794,855</u>	<u>358,950</u>
Noncurrent liabilities					
Asset retirement obligation	1,797,434	-	-	1,797,434	-
Long-term debt, net of current portion	6,312,572	-	-	6,312,572	-
Security deposit	-	55,582	-	55,582	-
Accrued compensated absences	<u>125,541</u>	<u>21,991</u>	<u>38,329</u>	<u>185,861</u>	<u>23,776</u>
Total noncurrent liabilities	<u>8,235,547</u>	<u>77,573</u>	<u>38,329</u>	<u>8,351,449</u>	<u>23,776</u>
Total liabilities	<u>10,876,610</u>	<u>4,019,078</u>	<u>250,616</u>	<u>15,146,304</u>	<u>382,726</u>
DEFERRED INFLOWS OF RESOURCES					
Lease related	<u>182,364</u>	<u>1,995,355</u>	<u>-</u>	<u>2,177,719</u>	<u>-</u>
Total deferred inflow of resources	<u>182,364</u>	<u>1,995,355</u>	<u>-</u>	<u>2,177,719</u>	<u>-</u>
NET POSITION					
Net investment in capital assets	52,537,728	11,564,974	8,375,176	72,477,878	3,278,378
Restricted for operations and maintenance	1,131,924	-	-	1,131,924	-
Restricted for debt service	960,794	-	-	960,794	-
Unrestricted	<u>15,573,548</u>	<u>765,609</u>	<u>1,729,488</u>	<u>18,068,645</u>	<u>6,520,565</u>
Total net position	<u>\$ 70,203,994</u>	<u>\$ 12,330,583</u>	<u>\$ 10,104,664</u>	<u>\$ 92,639,241</u>	<u>\$ 9,798,943</u>

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

CITY OF STEAMBOAT SPRINGS
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2022

	Business-type Activities - Enterprise Funds				Governmental Activities -
	Utility Fund	Airport Fund	Golf Fund	Totals	Internal Service Fund - Fleet
Operating revenues					
Charges for services	\$ 8,320,779	\$ 1,116,170	\$ 2,393,871	\$ 11,830,820	\$ 2,352,332
Miscellaneous revenues	56,986	51,168	2,263	110,417	10,521
Total operating revenues	<u>8,377,765</u>	<u>1,167,338</u>	<u>2,396,134</u>	<u>11,941,237</u>	<u>2,362,853</u>
Operating expenses					
Personnel services	1,639,048	531,433	980,722	3,151,203	410,743
Operating expenses	3,691,493	911,191	859,639	5,462,323	693,601
Depreciation	<u>1,921,843</u>	<u>369,282</u>	<u>320,358</u>	<u>2,611,483</u>	<u>578,871</u>
Total operating expense	<u>7,252,384</u>	<u>1,811,906</u>	<u>2,160,719</u>	<u>11,225,009</u>	<u>1,683,215</u>
Operating income (loss)	<u>1,125,381</u>	<u>(644,568)</u>	<u>235,415</u>	<u>716,228</u>	<u>679,638</u>
Nonoperating revenues (expenses)					
Investment Income	263,237	78,244	29,221	370,702	97,549
Intergovernmental	46,889	4,019,564	-	4,066,453	-
Gain on disposition of assets	27,800	6,750	500	35,050	127,258
Interest expense	<u>(309,229)</u>	<u>-</u>	<u>(1,994)</u>	<u>(311,223)</u>	<u>-</u>
Total nonoperating revenues (expenses)	<u>28,697</u>	<u>4,104,558</u>	<u>27,727</u>	<u>4,160,982</u>	<u>224,807</u>
Income (loss) before capital contributions and transfers	1,154,078	3,459,990	263,142	4,877,210	904,445
Contributions - Tap fees	3,256,497	-	-	3,256,497	-
Contributions - Developers	1,147	-	-	1,147	-
Transfers in from other funds	<u>-</u>	<u>657,739</u>	<u>30,000</u>	<u>687,739</u>	<u>26,000</u>
Change in net position	4,411,722	4,117,729	293,142	8,822,593	930,445
Total net position-beginning	<u>65,792,272</u>	<u>8,212,854</u>	<u>9,811,522</u>	<u>83,816,648</u>	<u>8,868,498</u>
Total net position-ending	<u>\$ 70,203,994</u>	<u>\$ 12,330,583</u>	<u>\$ 10,104,664</u>	<u>\$ 92,639,241</u>	<u>\$ 9,798,943</u>

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

**CITY OF STEAMBOAT SPRINGS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2022**

	Business-type Activities - Enterprise Funds				Governmental Activities -
	Utility Fund	Airport Fund	Golf Fund	Totals	Internal Service Fund -Fleet
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash received from customers	\$ 8,308,190	\$ 1,170,183	\$ 2,455,402	\$ 11,933,775	\$ 2,362,853
Cash paid to suppliers	(2,849,926)	(275,877)	(828,269)	(3,954,072)	(362,032)
Cash paid to employees	(1,646,246)	(537,045)	(995,318)	(3,178,609)	(427,907)
Net cash provided by operating activities	<u>3,812,018</u>	<u>357,261</u>	<u>631,815</u>	<u>4,801,094</u>	<u>1,572,914</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers in	-	657,739	30,000	687,739	26,000
Net cash provided (used) by noncapital financing activities	<u>-</u>	<u>657,739</u>	<u>30,000</u>	<u>687,739</u>	<u>26,000</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition of capital assets	(4,095,517)	(4,715,930)	(371,511)	(9,182,958)	(1,376,812)
Capital grants received	276,034	337,655	-	613,689	-
Proceeds from disposal of assets	27,800	6,750	500	35,050	127,258
Proceeds from lease receivable	8,339	228,496	-	236,835	-
Contributions	1,147	-	-	1,147	-
Tap Fees	3,256,497	-	-	3,256,497	-
Interest paid on bonds and loans	(343,544)	-	(1,994)	(345,538)	-
Principal paid on bonds and loans	(615,000)	-	(51,452)	(666,452)	-
Deferred inflow of lease payments	(12,505)	(278,867)	-	(291,372)	-
Net cash provided (used) by capital and related financing activities	<u>(1,496,749)</u>	<u>(4,421,896)</u>	<u>(424,457)</u>	<u>(6,343,102)</u>	<u>(1,249,554)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Investment income received	<u>263,236</u>	<u>78,246</u>	<u>29,220</u>	<u>370,702</u>	<u>97,549</u>
Net cash provided by investing activities	<u>263,236</u>	<u>78,246</u>	<u>29,220</u>	<u>370,702</u>	<u>97,549</u>
Net increase (decrease) in cash and cash equivalents	2,578,505	(3,328,650)	266,578	(483,567)	446,909
Cash and cash equivalents at the beginning of year	<u>14,551,553</u>	<u>105,702</u>	<u>1,632,856</u>	<u>16,290,111</u>	<u>6,142,245</u>
Cash and cash equivalents at the end of year	<u>\$ 17,130,058</u>	<u>\$ (3,222,948)</u>	<u>\$ 1,899,434</u>	<u>\$ 15,806,544</u>	<u>\$ 6,589,154</u>
CASH AND CASH EQUIVALENTS CONSISTS OF THE FOLLOWING					
Pooled cash and investments	\$ 11,814,392	\$ -	\$ 1,899,434	\$ 13,713,826	\$ 6,589,154
Restricted cash equivalents	<u>2,092,718</u>	<u>-</u>	<u>-</u>	<u>2,092,718</u>	<u>-</u>
Total cash and equivalents	<u>\$ 13,907,110</u>	<u>\$ -</u>	<u>\$ 1,899,434</u>	<u>\$ 15,806,544</u>	<u>\$ 6,589,154</u>
Reconciliation of operating income (loss) to net cash provided by operating activities					
Operating income (loss)	\$ 1,125,381	\$ (644,568)	\$ 235,415	\$ 716,228	\$ 679,638
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities					
Depreciation	1,921,843	369,282	320,358	2,611,483	578,871
Change in assets and liabilities					
(Increase) decrease in accounts receivable	(69,575)	2,361	(12,365)	(79,579)	-
(Increase) decrease in fuel inventory	-	(4,380)	-	(4,380)	8,868
(Increase) decrease in prepaid expenses	246	(3,041)	(6,750)	(9,545)	-
Increase (decrease) in accounts payable	841,321	642,735	38,120	1,522,176	322,701
Increase (decrease) in accrued payroll	(43,976)	(13,236)	(12,425)	(69,637)	(13,426)
Increase (decrease) in unearned revenue	-	484	71,633	72,117	-
Increase (decrease) in compensated absences	<u>36,778</u>	<u>7,624</u>	<u>(2,171)</u>	<u>42,231</u>	<u>(3,738)</u>
Total Adjustments	<u>2,686,637</u>	<u>1,001,829</u>	<u>396,400</u>	<u>4,084,866</u>	<u>893,276</u>
Net cash provided by operating activities	<u>\$ 3,812,018</u>	<u>\$ 357,261</u>	<u>\$ 631,815</u>	<u>\$ 4,801,094</u>	<u>\$ 1,572,914</u>

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

CITY OF STEAMBOAT SPRINGS
STATEMENT OF NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Custodial Fund</u>
	<u>School Sales Tax Fund</u>
ASSETS	
Current assets	
Cash and deposits	\$ -
Total assets	-
LIABILITIES	
Current liabilities	
Accounts payable	-
Total liabilities	-
NET POSITION	
Restricted	-
Total net position	\$ -

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

CITY OF STEAMBOAT SPRINGS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Custodial Fund</u>
	<u>School Sales Tax Fund</u>
ADDITIONS	
Sales Tax Collected	\$ 5,902,665
Total additions	<u>5,902,665</u>
DEDUCTIONS	
Disbursements to a non-profit organization	5,843,638
Management Fee	<u>59,027</u>
Total deductions	<u>5,902,665</u>
Net increase (decrease) in fiduciary net position	<u>-</u>
Net position-beginning	<u>-</u>
Net position-ending	<u>\$ -</u>

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

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NOTES SECTION

The notes to the financial statements are essential to present fairly the financial position and results of operations of the City of Steamboat Springs. The notes are intended to communicate information necessary for a fair presentation at the basic financial statement level that is not readily apparent from, or cannot be included in, the basic financial statements themselves. The notes are an integral part of these financial statements and are intended to be read with them.

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CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE I: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. DESCRIPTION OF THE GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the City. Fiduciary activities are reported only in the fund financial statements. Governmental activities, normally supported by taxes, intergovernmental revenues, and nonexchange transactions are reported separately from business-type activities, which rely to a significant extent on fees and charges to external customers for support. The primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

B. REPORTING ENTITY

The City of Steamboat Springs was incorporated in 1900 as a municipal corporation and a statutory town under the constitution and laws of the State of Colorado until 1973 when it became a home rule municipality under authority of the Constitution of the State of Colorado and the Municipal Home Rule Act of 1971. The Home Rule Charter was adopted by the voters of Steamboat Springs on November 6, 1973 and provides for a City Council-Manager form of government with seven elected council members. The accompanying financial statements present the City and its component units, entities for which the City is considered financially accountable. Blended component units, although legally separate entities, are, in substance, part of the City's operations. Discretely presented component units are reported in a separate column in the government-wide financial statements to emphasize legal separation from the City.

Blended component unit. The Steamboat Springs Redevelopment Authority (Authority) serves the ski area base of the City and is governed by a board comprised of the City's elected City Council, therefore the component unit's governing body is substantively the same as the governing body of the primary government. The primary government also has an operational responsibility for the common base area maintenance. The Authority was formed to provide infrastructure improvements within its boundaries. The Authority is presented as a governmental fund and does not issue separate financial statements.

Discretely presented component unit. The Steamboat Springs Local Marketing District is responsible for providing assistance in funding airline revenue guarantees and marketing for the City of Steamboat Springs' merchants and ski area. The members of the District's governing board are appointed by the Steamboat Springs City Council. The Council has the ability to remove board members as well. The Steamboat Springs Local Marketing District does not issue separate financial statements.

C. BASIS OF PRESENTATION – government-wide financial statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from enterprise funds. Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from government-wide financial statements.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE I: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

As discussed earlier, the City reports one discretely presented component unit. The Steamboat Springs Local Marketing District is shown as a separate column in the government-wide financial statements.

As a general rule the effect of inter-fund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes and other charges between the City's utility functions, and other departments of the City. Elimination of these charges would distort the direct costs and program revenues reported.

D. BASIS OF PRESENTATION – fund financial statements

The fund financial statements provide information about the City's funds, including its fiduciary fund and blended component unit. Separate statements for each fund category - governmental, proprietary, and fiduciary - are presented. The emphasis of the fund financial statements is on major governmental and enterprise funds, each displayed in a separate column in the fund financial statements.

The City reports the following major governmental funds:

1. **General Fund** - The General Fund is the City's primary operating fund. It accounts for all financial resources of the City, except those required to be accounted for in another fund.
2. **Capital Projects Fund** – The Capital Projects Fund is used to account for the financial resources to be used for the acquisition or construction of major capital projects. It is not required that all capitalized assets are accounted for in this fund.
3. **Accommodations Tax Capital Projects Fund** – This Fund is primarily used to account for accommodations tax collections and corresponding expenditures for major capital projects. The total amount of the Accommodations Tax is restricted per the 1986 public accommodations tax ballot question. The 2013 2A Accommodations Tax ballot language further obligates the City of Steamboat Springs to allocate the first \$600,000 of tax revenues for the development of trails, with the next \$60,000 of tax revenues to be split on a 50%-50% basis between (I) marketing of tourist related improvements constructed with this tax revenue and (II) reserves for the Haymaker golf course capital improvements. The City has determined that although some of the expenditures for capital related activities will not become City Capital Assets, that by definition a Capital Projects Fund not a Special Revenue Fund is the appropriate designation of the fund.
4. **Steamboat Springs Redevelopment Authority Fund** – This fund is used to account for all operations of the Steamboat Springs Redevelopment Authority (SSRA), a blended component unit of the City of Steamboat Springs. The Authority was formed to provide infrastructure improvements at the City's ski area base. Tax incremental financing defined in the urban renewal plan adopted by the Authority is made up of municipal sales tax and property tax from all taxing entities is the revenue source for the fund.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE I: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

5. **Fire and EMS Tax Fund** – The Fire and EMS Tax Fund accounts for the revenue and spending approved by the qualified electors of the City of Steamboat Springs at the regular municipal election held on November 5, 2019 for the imposition of a property tax at a rate of up to two (2) mills for the purpose of fire and emergency medical services.
6. **Community Housing Fund** – The Community Housing Fund accounts for collecting and spending inclusionary zoning fees in lieu of construction, the residential and commercial linkage fees for affordable housing and funds the Yampa Valley Housing Authority's Down Payment Assistance program and other workforce housing projects.

The City reports the following major proprietary funds:

1. **Utility Fund** – The Utility Fund is responsible for water treatment and distribution, and wastewater collection and treatment. This fund is considered an "enterprise" for purposes of the state's Taxpayer Bill of Rights (TABOR).
2. **Airport Fund** – The Airport Fund is responsible for the Steamboat Springs Airport, a general aviation facility.
3. **Golf Fund** - The Golf Fund is responsible for the operation and maintenance of the Haymaker Golf Course. This fund is considered an "enterprise" for purposes of the state's Taxpayer Bill of Rights (TABOR).
4. **Internal Service Fund** – The City's Internal Service Fund accounts for fleet management services provided to other departments of the City on a cost reimbursement basis.

In addition, the City reports the following fund types:

1. **Fiduciary Fund** –The school sales tax custodial fund accounts for the collection and distribution of the City's ½ cent sales tax passed through to a private non-profit organization.

During the course of operations the City has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE I: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

E. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. 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 recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. 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 and claims and judgments, are recorded only when payment is due.

Taxes, franchise fees, licenses and interest associated with the current fiscal period are all considered susceptible to accrual and have been recognized as revenues of the current fiscal period. Earned investment interest will be recognized as revenue only as it becomes available. Expenditure-driven grants and intergovernmental billings are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or is considered available for this revenue source but may be in excess of 60 days.

The proprietary funds and fiduciary fund are reported using the *economic resources measurement focus* and the *accrual basis of accounting*.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE I: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

F. BUDGETARY INFORMATION

Prior to January 1, the City's budget is legally adopted through enactment of a budget ordinance. This ordinance appropriates expenditure levels by fund. This then becomes the level of control upon which expenditures may not legally exceed appropriations. The City Council may, if revenues are in excess of estimates, amend the adopted budget through enactment of a supplemental budget appropriation ordinance. Management may transfer funds between departments as long as the fund appropriation is not exceeded. Transfers between funds would require enactment of a supplemental budget ordinance. Appropriations lapse at year end.

Budgets for the General Fund, Special Revenue Funds and the Capital Projects Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgets for the Enterprise and Internal Service Funds are adopted on a basis consistent with GAAP except that bond principal payments and capital outlay are budgeted as expenditures and depreciation is not budgeted.

The City uses encumbrance accounting and year-end encumbrances are included in assigned reserves in the ending fund balance. Any outstanding commitment to receive goods or services at year end is authorized by a re-appropriation in the succeeding year's budget ordinance.

G. ASSETS, LIABILITIES, DEFERRED OUTFLOWS/INFLOWS OF RESOURCES AND NET POSITION/FUND BALANCE

1. Cash and investments

The City's cash and cash equivalents include cash on hand, demand deposits, investment pools and short-term investments with an original maturity of three months or less from the date of acquisition. The City's investments are reported at fair value. Accordingly, the change in fair value of investments is recognized as an increase or decrease to investment assets and investment income.

2. Receivables

All trade and tax receivables are shown net of an allowance for uncollectible items as deemed necessary. Sales tax and utility receivables are considered to be fully collectible and therefore no allowance is reported. Allowances for other trade receivables are determined based upon the age of the account and the type of service rendered.

3. Inventories and prepaid items

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories consist of fuel for various departments. The cost of fuel is expensed when purchased rather than when consumed or sold and reported on the balance sheet if significant. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepayments in both the government-wide and fund financial statements. The consumption method is used to account for these prepayments in the governmental funds.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE I: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

4. Capital assets

Capital assets, which include property, plant, equipment, and infrastructure assets are, reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 for equipment, \$20,000 for software, and more than \$25,000 for property, plant and infrastructure and an estimated life in excess of two years. Such assets are recorded at cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation. Intangible assets follow the same capitalization policies as tangible assets and are reported in the appropriate capital asset class. The costs of normal maintenance and repairs that do not add to the value of an asset or materially extend assets' lives are not capitalized.

Property, plant and equipment is depreciated using the straight-line method over the estimated useful lives as follows:

Land improvements	30-40 years
Buildings and improvements	30-40 years
Public domain infrastructure	30-40 years
Sewer and water transmission and distribution lines	40 years
Furniture and equipment (including right to use leased equipment)	2-20 years

5. Leases

Lessee Leases: The City recognizes lease liabilities and intangible right-to-use lease assets (lease assets) in the government-wide financial statements. The City recognizes lease liabilities with an initial, individual value of \$5,000 or more for equipment leases, and an initial, individual value of \$25,000 or more property, plant and infrastructure leases.

At the commencement of a lease, the City initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgements related to leases include how the City determines 1) the discount rate it uses to discount the expected lease payments to present value, 2) lease term, and 3) lease payments.

- The City uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, as is usually the case, the City generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancelable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the City is reasonably certain to exercise.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE I: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability. Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

Lessor Leases: The City recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements.

At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgements include how the City determines 1) the discount rate it uses to discount the expected lease receipts to present value, 2) lease term, and 3) lease receipts.

- If specified, the City uses the interest rate identified in the contract as the discount rate. If no interest rate is specified, as is usually the case, the City uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancelable period of the lease. Lease receipts included in the measurement of the lease receivable are composed of fixed payments from the lessee.

The City monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

6. Deferred outflows/inflows of resources

In addition to assets, the statement of net position includes a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has three items that qualify for reporting in this category. The first is the deferred charge on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The second represents deferred charges related to defined benefit pension plans; these charges will be amortized according to the benefit terms of the plans. The third is an asset retirement obligation related to the City's Wastewater Treatment Plan.

In addition to liabilities, the statement of net position includes a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE I: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The government has three items in this category, the first two of which arise only under the current financial resources measurement focus and modified accrual basis of accounting.

Accordingly, the first item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from four sources: Accounts Receivable, Special Assessments Receivable, Property Taxes, and Promissory Notes Receivable. These amounts are deferred and recognized as an inflow of resources in the period during which the amounts become available.

The second item, deferred inflows related to leases, is reported in both the governmental funds balance sheet and the government-wide statement of net position.

The third item, which arises only under the economic resources measurement focus and accrual basis of accounting represents deferred inflows of resources related to defined benefit pension plans. This income will be recognized according to the benefit terms of the plans.

7. Long-term obligations

In the government-wide financial statements and proprietary fund types 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 type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts during the period the debt is issued. The face amount of the debt issued is reported as other financing source. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

8. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position of the Fire & Police Pension Association Plans (FPPA) and additions to/deductions from FPPA's fiduciary net position have been determined on the same basis as they are reported by FPPA. 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.

9. Net Position definition

The difference between all other elements in a statement of financial position is net position. Net position is displayed in three components: Net investment in capital assets, restricted component of net position consists of restricted assets reduced by liabilities related to those assets, and unrestricted component of net position is the net amount of the assets and liabilities that are not included in the prior two components.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE I: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

10. Net Position flow assumption

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are applied. It is the City's policy to consider restricted – net position to have been depleted before unrestricted net position is applied.

11. Fund balance flow assumptions

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

12. Fund balance policies

In the fund financial statements, governmental funds report categories of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Certain categories of fund balance represent tentative management plans that are subject to change. Fund balance classifications in order of hierarchy are:

- *Non-spendable fund balance* – The portion of fund balance that cannot be spent because it is either not in spendable form (such as inventory) or it is legally or contractually required to be maintained intact.
- *Restricted fund balance* – The portion of fund balance constrained to being used for a specific purpose by external parties (such as grantors or bondholders), constitutional provisions or enabling legislation.
- *Committed fund balance* – The portion of fund balance constrained by formal action of the government's highest level of decision-making authority. The City Council is the government's highest level of decision-making authority for the City that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the constraint may be removed or changed only through similar action of the City Council.
- *Assigned fund balance* – The portion of fund balance set aside for planned or intended purposes. The intended use may be expressed by the City Council or other individuals authorized to assign funds to be used for a specific purpose. Assigned fund balances in special revenue funds will also include any remaining fund balance that is not restricted or committed. This classification is necessary to indicate that those funds are, at a minimum, intended to be used for the purpose of that particular fund.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE I: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- *Unassigned fund balance* – The residual portion of fund balance that does not meet any of the above criteria. The City will only report a positive unassigned fund balance in the General Fund.

The City Council by resolution granted the City Manager, or the City Manager's Designee, authority to designate the assigned fund balance for each fund based on the intended use of such resources. Any fund balance not restricted will be used in the following order: committed, assigned, and then unassigned.

H. REVENUES AND EXPENDITURES/EXPENSES

1. Program Revenues

Amounts reported as program revenues include 1) charges to customers 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 in program revenues are reported instead as general revenues.

2. Property Taxes

Property taxes to be collected by Routt County are levied on or before December 22 and attach as an enforceable lien on the property the following January 1st. Taxes are payable either in full on April 30 or in two installments due on February 28 and June 15. The Steamboat Springs Redevelopment Authority (Authority), a blended component unit of the City, receives property tax increment funds (TIF) given to the Authority to offset costs incurred for the base area redevelopment. There is no mill levy by the Authority. The Authority receives the property TIF through Routt County and the amount to be collected in 2022 is recorded as a receivable and a deferred inflow of resources at December 31, 2021. At the regular municipal election held on November 5, 2019, the qualified electors of the City of Steamboat Springs authorized and approved the imposition of a property tax at a rate of up to two (2) mills for the purpose of funding fire and emergency medical services. This property tax to be collected in 2022 has been recorded as a receivable and as a deferred inflow of resources in both the funds and the government-wide reporting at December 31, 2021.

3. Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused paid time off (PTO) benefits. This amount is accrued in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. Employees are limited in the amount of time they are allowed to accrue depending on position and years of service. Upon separation, an employee will be paid for earned but unused PTO at the employee's current rate of pay, excluding overtime or temporary upgrade pay.

4. Proprietary funds operating and non-operating revenues and expenses

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE I: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal operating revenues of the City's Utility Fund, Airport Fund and Golf Fund are charges to customers for sales and services. The principal operating revenues of the City's internal service fund are charges to other City departments for services. Operating expenses for these same funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

I. IMPLEMENTATION OF NEW GASB STATEMENTS

The GASB has issued statement 94, "Public-Private and Public-Public Partnerships and Availability Payment Arrangements", which is effective for fiscal years beginning after June 15, 2022. City staff is currently analyzing the impact on financial reporting beginning in 2023.

The GASB has issued statement 96, "Subscription-Based Information Technology Arrangements", which is effective for fiscal years beginning after June 15, 2022. City staff is currently analyzing the impact on financial reporting beginning in 2023.

GASB statements 99-101 were issued during 2022 (Statement 99, "Omnibus 2022", Statement 100, "Accounting Changes and Error Corrections", Statement 101, "Compensated Absences"). These pronouncements have been evaluated and have no immediate impact on the City's financial reporting or notes.

J. RELATED PARTIES

The City may from time to time enter into contracts for services with companies whose ownership includes members of City Council. All such contractual arrangements are subject to the City's competitive bidding process.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE II: RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

**A. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN THE GOVERNMENTAL FUND
BALANCE SHEET AND THE GOVERNMENT-WIDE STATEMENT OF NET POSITION**

The governmental fund balance sheet includes the reconciliation between fund balance – total governmental funds and net position – governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds. The details of this \$22,234,677 difference are as follows:

Loan payable	\$ 10,310,000
Less: Deferred charge on refunding	(56,568)
Add: Issuance premium	350,473
Certificates of participation	9,640,000
Accrued Interest Payable	43,028
Lease Payable	53,687
Compensated Absences	<u>1,894,057</u>
Net adjustment to reduce fund balance – total governmental funds to arrive at net position of governmental activities	<u>\$ 22,234,677</u>

**B. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN THE GOVERNMENTAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES AND THE
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES**

The governmental fund statement of revenues, expenditures and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The details of this \$3,734,390 difference are as follows:

Capital outlay, excluding Internal Service Funds	\$ 9,846,887
Depreciation expense, excluding Internal Service Funds	<u>(6,112,497)</u>
Net adjustment to increase net changes in fund balances – total governmental funds to arrive at changes in net position of governmental activities	<u>\$ 3,734,390</u>

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE II: RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Another element of that reconciliation states that "Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds." The details of this \$78,910 difference are as follows:

Long-Term Note Revenue	\$ 35,000
Ambulance Fee Revenue	<u>\$ 43,910</u>
Net adjustment to increase total governmental funds to arrive at changes net position of governmental activities	<u><u>\$ 78,910</u></u>

Another element of that reconciliation states that "Governmental funds report revenues from deferred inflows of resources in prior periods that are available in the current period. However, these inflows are not reported as revenues in the statement of activities." The details of this \$35,719 difference are as follows:

Repayment of Notes	\$ (22,810)
Repayment of Special Assessments	<u>(12,909)</u>
Net adjustment to decrease total governmental funds to arrive at changes net position of governmental activities	<u><u>\$ (35,719)</u></u>

Another element of that reconciliation states that "The net effect of various miscellaneous transactions involving capital assets (i.e., sales and donations) is to increase net position." The details of this \$20,378 difference are as follows:

Gain/(Loss) on the sale of capital assets	\$ (18,854)
Proceeds from the sale of assets	<u>(1,524)</u>
Net adjustment to increase total governmental funds to arrive at changes net position of governmental activities	<u><u>\$ (20,378)</u></u>

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE II: RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Another element of that reconciliation states that the issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The details of this \$868,990 difference are as follows:

Debt Issuance premium amortization	\$ 45,705
Capitalized Leases Proceeds	(51,578)
Deferred refunding loss recognition	(33,023)
Repayment of long-term debt principal	<u>907,886</u>
Net adjustment to decrease net changes in fund balances – total governmental funds to arrive at changes in net position of governmental activities	 <u><u>\$ 868,990</u></u>

Another element of that reconciliation states that some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. In addition, collections of amounts due under loan agreements provide current financial resources in government funds but are not revenue in the statement of activities. The details of this \$175,935 difference are as follows:

Compensated Absences	\$ (169,162)
Accrued Interest Payable	1,716
Employer Pension Expenses	<u>(8,489)</u>
Net adjustment to decrease net changes in fund balances – total governmental funds to arrive at changes in net position of governmental activities	 <u><u>\$ (175,935)</u></u>

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE III: DETAILED NOTES ON ALL FUNDS
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A. CASH & INVESTMENTS

Reconciliation of Cash and Investments to Financial Statements	
Cash and investments are reported in the financial statements as follows:	
Cash and investments	\$ 96,744,140
Restricted cash and investments	3,201,291
Component Unit cash and investments	<u>2,956,681</u>
 Total	 <u><u>\$ 102,902,112</u></u>
Cash and investments at December 31, 2022, consisted of the following:	
Cash on hand	\$ 6,850
Deposits with financial institutions	1,026,519
Cash and investments held by third party	64,156
Investments	<u>101,804,587</u>
 Total	 <u><u>\$ 102,902,112</u></u>

Deposits

Colorado Statutes require the City to make deposits only in eligible public depositories as defined by the Public Deposit Protection Act (PDPA) of 1989. The Act requires the eligible depository with public deposits in excess of federal insurance levels to create single institution collateral pools of defined eligible assets. Eligible collateral includes obligations of the United States, the State of Colorado or local Colorado governments and obligations secured by first lien mortgages on real property located in the state. 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 pool must be at least equal to 102% of the uninsured deposits. Because of controls in place as part of the Public Deposit Protection Act of 1989, deposits are adequately secured as if they were collateralized with securities held by the entity or by its agent in the entity's name. Additionally, because deposits covered by PDPA are collateralized by investment pools, the City's deposits are not subject to custodial risk.

The City's deposits are considered to be entirely insured or collateralized with securities held by the City or its agent in the City's name as follows:

FDIC insured deposits (\$250,000 per bank)	\$ 500,000
Amounts PDPA collateralized as described above	<u>776,174</u>
 Deposits at December 31, 2022	 <u><u>\$ 1,276,174</u></u>

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE III: DETAILED NOTES ON ALL FUNDS
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The carrying amount of the City's cash on hand, deposits with financial institutions, and cash and investments held by a third party at December 31, 2022 was \$1,097,525.

Investments

The City's investment policy requires that investment activities be in accordance with Colorado State Statutes. City funds shall be managed in a manner that maximizes safety of principal while ensuring that funds are available to meet the operating needs and unanticipated cash demands of the City while earning the highest possible return within the parameters of state and local law. The City manages its interest rate risk, credit risk, and concentration of credit risk for different investment instruments as described below.

Interest Rate Risk - Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City's investment portfolio is managed in accordance with investment guidelines which limits exposure to interest rate risk by limiting the maturity date of investment securities to 5 years.

Credit Risk - Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation to the City. Credit risk exposure is managed in accordance with Colorado State Statutes. As per Section 24-54-112 of the Colorado Revised Statutes (C.R.S.), the City's assets will be invested using the "Colorado Uniform Prudent Investor Act" found in the provisions of Part 3 of Article 1 of Title 15, C.R.S. The City's assets shall be invested and managed as a prudent investor would, by considering the purposes, terms, distribution requirements and other circumstances. In satisfying this standard, all fiduciaries shall exercise reasonable care, skill and caution. Investment decisions should be evaluated within the context of the entire portfolio, rather than on an individual investment basis, and as part of an overall investment strategy having risk and return objectives reasonably suited to the City's purpose.

Custodial Credit Risk - Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City has no formal policy for custodial credit risk.

Concentration of Credit Risk - Concentration of credit risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City does not have a policy that addresses limitations on the amount that can be invested in any one issuer.

The City's investments include an Allspring Government money market mutual fund account to which operating funds are transferred via a daily sweep, with a balance at December 31, 2022 of \$12,055,804.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE III: DETAILED NOTES ON ALL FUNDS
--

In addition, the City and its component unit maintain accounts in The Colorado Government Liquid Asset Trust (COLOTRUST). The City's balance in COLOTRUST at December 31, 2022 is \$85,769,599. The Local Marketing District's balance in COLOTRUST at December 31, 2022 is \$2,956,681.

COLOTRUST is an investment vehicle established by state statute for local government entities in Colorado to pool surplus funds for investment purposes and is registered with the State Securities Commissioner. The pool operates similarly to money market funds and each share is equal in value to \$1.00. COLOTRUST measures its investments at fair value in accordance with Paragraph 41 of Statement 79 and Paragraph 11 of Statement 31, and therefore the City's investment in COLOTRUST is not required to be categorized within the fair value hierarchy for purposes of Paragraph 91a(2) of Statement 72. COLOTRUST has a daily redemption frequency period, and a 1-day redemption notice period. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions of each pooled investment. Securities owned by the pools are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by the participating governments. COLOTRUST is rated AAAM by S&P Global Ratings.

The City also maintains an account in the Colorado Surplus Asset Fund Trust (CSAFE). The City's balance in CSAFE at December 31, 2022 is \$1,022,503. CSAFE is an investment vehicle established by state statute for local governmental entities in Colorado to pool surplus funds for investment purposes and is registered with the State Securities Commission. The pool operates similarly to money market funds and each share of CSAFE Cash is equal in value to \$1.00. Investments are limited to those allowed by state statutes. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodian's internal records identify the investments owned by the participating governments. CSAFE Cash meets the criteria in GASB 79 Paragraph 4 and measures all of its investment at amortized cost. There are no redemption restrictions or redemption notice periods. CSAFE Cash is rated AAAMmf by Fitch Ratings.

Fair Value of Investments - The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. These guidelines recognize a three-tiered fair value hierarchy as follows:

- Level 1: Inputs are quoted prices for identical investments in active markets.
- Level 2: Observable inputs other than quoted market prices.
- Level 3: Unobservable inputs.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE III: DETAILED NOTES ON ALL FUNDS
--

For investments categorized as Level 1, prices are determined using quoted prices in active markets for identical securities. For investments categorized as Level 2, prices are determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use by pricing a security and are developed based on market data obtained from sources independent of the reporting entity. These may include quoted market prices for similar assets, quoted prices for identical or similar assets in markets that are not active or other quoted prices that are not observable. For investments categorized as Level 3, prices are determined using inputs that are unobservable. The City had no investments measured at fair value for the year ended December 31, 2022.

B. RESTRICTED ASSETS

Of the Cash and Investments listed above, certain assets of the City are classified as restricted assets because their use is completely restricted by the terms of various loan and grant agreements and legal requirements, the restricted assets are as follows:

Capital Projects Fund:

Restricted for Capital Projects	\$	21

Steamboat Springs Redevelopment Authority Fund:

Restricted for Debt Service	\$	1,108,552

Utility Fund:

Restricted for Operations and Maintenance	\$	1,131,924
Restricted for Debt Service		960,794
		\$ 2,092,718

C. RECEIVABLES

Property taxes from Routt County are not due and payable until after the assessment year has ended. Thus, they are not included in the revenues or net position of the assessment year. They are recorded in the relevant funds as taxes receivable net of an allowance and deferred inflow of resources at December 31, 2022. An allowance for uncollectible property taxes of 0.15% of the SSRA property tax receivable has been determined based on prior actual collections versus assessed amounts. An allowance for uncollectible property taxes of 0.21% of the Fire/EMS property tax receivable has been determined based on prior actual collections versus assessed amounts.

Accounts Receivable for total outstanding Ambulance billings are recorded net of a 60% allowance for amounts deemed uncollectible.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE III: DETAILED NOTES ON ALL FUNDS
--

In 2007 the City made a loan to the Yampa Valley Housing Authority for the Fish Creek Mobile Home Park. The original amount of the loan was \$954,000. In 2014 the City authorized Resolution No. 2014-15 to amend the loan, commencing in 2019 the interest is 1.5%. The balance of the receivable recorded in the Community Housing Fund at December 31, 2022 was \$582,735. Principal reduction payments are to be paid annually beginning January 2015 until January 2044.

In 2016 the City signed an unsecured promissory note receivable with a former City Manager for repayment of housing expenses to the City. The principal amount of the note is \$59,307 and no interest is payable. The balance of the receivable recorded in the General Fund at December 31, 2022 was \$24,108, less a 50% allowance for the amount deemed uncollectible for a net receivable of \$12,054. Principal reduction payments are to be paid monthly beginning August 2016 until October 2024, or such time as the note has been paid in full since payments are behind schedule.

In 2019 the City Council approved an ordinance levying Special Assessments for property owners for the cost of construction sidewalks in the downtown area. The assessment receivable balance recorded in the Capital Projects Fund at December 31, 2022 was \$6,607. Annual Principal and interest payments are to be paid beginning September 2019 – September 2023.

In 2022, the City signed a secured promissory note receivable with the former Police Chief for down payment assistance to purchase a primary residence. The principal amount of the note is \$35,000, and the amended terms are for monthly payments of \$5,000 to be made beginning March 1, 2023.

LEASES RECEIVABLE

General Fund - In 2020, the City entered into a five year noncancelable lease with a third party for approximately 6,405 square feet on the second level and approximately 1,200 square feet on the first level of a City owned building at 840 Yampa. The City received payments of \$9,574 per month beginning July 1, 2020 through December 31, 2021. Commencing on January 1, 2022, monthly payments are adjusted annually by the most recent Consumer Price Index as determined by the Bureau of Labor and Statistics. In no event shall payment for any year decrease. The City recognized \$104,927 in lease revenue and \$11,426 in interest revenue during the current fiscal year related to this lease. As of December 31, 2022, the City's receivable for lease payments is \$238,056. Also, the City has a deferred inflow of resources associated with this lease that will be recognized as revenue over the lease term. As of December 31, 2022, the balance of the deferred inflow of resources is \$227,634.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE III: DETAILED NOTES ON ALL FUNDS
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Utility Fund - In 2012, the City entered into a twenty-five year noncancelable lease with New Cingular Wireless for approximately 2,500 square feet of property owned by the City near the Wastewater Treatment Plant for the purpose of constructing, maintaining and operating communication facilities. The initial term included \$1,000 per month payments for five years, with four additional automatic five-year term extensions available to the Lessee. In the first year of each extension term, the monthly rent will increase by ten percent over the rent paid during the previous term. The City recognized \$12,505 in lease revenue during the current fiscal year and \$5,411 in interest revenue during the current fiscal year related to this lease. As of December 31, 2022, the City's receivable for lease payments is \$190,983 and the related deferred inflow of resources from this lease is \$182,364.

Airport Fund - In 2020, the City entered in a five year noncancelable lease with a third party for approximately 17,837 square feet of the terminal building at the Steamboat Springs Airport. The City received payments of \$18,527 per month beginning April 1, 2020 through March 31, 2021. On April 1 of each year, monthly payments shall be adjusted annually by the most recent Consumer Price Index as determined by the Bureau of Labor and Statistics. In no event shall payments for any year increase by more than 3% over the immediately preceding year, nor shall payment for any year decrease. The City recognized \$201,873 in lease revenue and \$23,441 in interest revenue during the current fiscal year. As of December 31, 2022, the City's receivable for lease payments is \$477,625. Also, the City has a deferred inflow of resources associated with this lease that will be recognized as revenue over the lease term. As of December 31, 2022, the balance of the deferred inflow of resources is \$454,215.

In 2018, the City entered into a five year noncancelable lease with the Federal Aviation Administration (FAA) for building interior space consisting of approximately 4 square feet for placement of secured and locked racks for base station equipment, and building exterior space for attachment of antennas, located at 3495 Airport Circle. The City receives fixed payments of \$1,391.50 per month through September 30, 2023. The City recognized \$15,840 in lease revenue during the current fiscal year. As of December 31, 2022, the City's receivable for lease payments is \$12,317 and the related deferred inflow of resources from this lease is \$11,880.

The City has entered into several ground lease agreements over the years with Lessees for the purpose of storing aircraft at the Airport. Each hangar building generally has several leases pertaining to the space, with individual yet like terms and conditions. The ground lease agreement for Hangar Condominium Unit A-1 began in 2003 and has a 35 noncancelable lease term with one five-year extension available to the Lessee. Payments increase by 3% annually. The City recognized \$4,252 in lease revenue during the current fiscal year. As of December 31, 2022, the City's receivable for lease payments is \$94,585 and the related deferred inflow of resources from this lease is \$88,330.

Three individual ground lease agreements exist for Hangar E, two for Hangar F, two for Hangar G, three for Hangar H, four for Hangar I, and two for Hangar J. Each of these agreements was entered into in 2004 with a 35 year noncancelable term and one five-year extension available to the Lessee. Payments increase by 3% annually. The City recognized \$24,288 in lease revenue during the current fiscal year. As of December 31, 2022, the City's receivable for lease payments from these sixteen leases is \$549,629 and the related deferred inflow of resources is \$513,276.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE III: DETAILED NOTES ON ALL FUNDS

Five individual ground lease agreements exist for Hangar D. Each was entered into in 2010 with a 35 year noncancelable term and payments increasing by 3% annually. The City recognized \$12,768 in lease revenue during the current fiscal year. As of December 31, 2022, the City's receivable for lease payments for these five leases is \$297,439 and the related deferred inflow of resources is \$280,904.

Two individual ground lease agreements exist for Hangar L and two for Hangar M. Each of these agreements was entered into in 2015 with a 35 year noncancelable term and one five-year extension available to the Lessee. Payments increase by 3% annually. The City recognized \$15,751 in lease revenue during the current fiscal year. As of December 31, 2022, the City's receivable for lease payments from these four leases is \$541,016 and the related deferred inflow of resources is \$510,968.

One ground lease agreement exists for Hangar K and was entered into in 2016 with a 35 year noncancelable term and one five-year extension available to the Lessee. Payments increase by 3% annually. The City recognized \$4,094 in lease revenue during the current fiscal year. As of December 31, 2022, the City's receivable for lease payments is \$143,766 and the related deferred inflow of resources from this lease was \$135,783.

Principal and Interest Expected to Maturity

Fiscal Year	Governmental Activities			
	Principal Receipts		Interest Receipts	
				Total Receipts
2023	\$	107,316	\$ 7,569	\$ 114,885
2024		111,688	3,197	114,885
2025		19,052	95	19,148
Fiscal Year	Business-Type Activities			
	Principal Receipts		Interest Receipts	
				Total Receipts
2023	\$	244,918	\$ 73,977	\$ 318,895
2024		243,947	64,510	308,457
2025		86,812	57,048	143,860
2026		34,842	55,650	90,492
2027		38,869	54,507	93,376
2028 - 2032		257,888	250,544	508,432
2033 - 2037		376,704	199,883	576,587
2038 - 2042		441,559	133,511	575,071
2043 - 2047		256,087	63,073	319,160
2048 - 2052		197,620	35,221	232,841
2053 - 2056		128,115	6,763	134,878

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE III: DETAILED NOTES ON ALL FUNDS

D. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2022 was as follows:

	Balance Jan 1, 2022	Additions	Deletions	Transfers and Adjustments	Balance Dec 31, 2022
Governmental-type activities					
Capital assets, not being depreciated:					
Land	\$ 19,398,098	\$ -	\$ -	\$ -	\$ 19,398,098
Construction in progress	13,399,106	5,908,667	-	(1,748,776)	17,558,997
Total capital assets, not being depreciated:	32,797,204	5,908,667	-	(1,748,776)	36,957,095
Intangible Assets - Other	1,493,014	-	(29,300)	-	1,463,714
Intangible Assets - Right to Use	10,508	51,578	-	-	62,086
Land Improvements	28,936,872	1,451,225	-	216,023	30,604,120
Parks & Fields	15,516,189	286,655	-	1,020	15,803,864
Roads & Bridges	41,801,576	685,294	-	7,248	42,494,118
Trails	8,315,901	-	-	-	8,315,901
Buildings and improvements	58,293,235	766,701	-	1,493,933	60,553,869
Machinery and equipment	28,812,769	2,073,580	(988,951)	30,552	29,927,950
Total capital assets, being depreciated/amortized:	183,180,064	5,315,033	(1,018,251)	1,748,776	189,225,622
Less accumulated depreciation/amortization for:					
Intangible Assets - Other	(911,370)	(135,318)	29,300	-	(1,017,388)
Intangible Assets - Right to Use	(530)	(7,613)	-	-	(8,143)
Land Improvements	(7,160,143)	(982,875)	-	-	(8,143,018)
Parks & Fields	(8,071,591)	(453,592)	-	-	(8,525,183)
Roads & Bridges	(12,240,474)	(1,370,276)	-	-	(13,610,750)
Trails	(4,170,512)	(252,272)	-	-	(4,422,784)
Buildings and improvements	(19,117,445)	(1,560,800)	-	-	(20,678,245)
Machinery and equipment	(18,600,873)	(1,928,620)	968,571	-	(19,560,922)
Total accumulated depreciation/amortization	(70,272,938)	(6,691,366)	997,871	-	(75,966,433)
Total capital assets, being depreciated/amortized - Net	112,907,126	(1,376,333)	(20,380)	1,748,776	113,259,189
Governmental Activities capital assets - Net	\$ 145,704,330	\$ 4,532,334	\$ (20,380)	\$ -	\$ 150,216,284
Business-type activities					
Capital assets, not being depreciated:					
Land	\$ 8,962,207	\$ -	\$ -	\$ -	\$ 8,962,207
Construction in progress	13,155,796	8,780,829	-	(28,047)	21,908,578
Total capital assets, not being depreciated:	22,118,003	8,780,829	-	(28,047)	30,870,785
Capital assets, being depreciated:					
Land Improvements	14,048,826	159,332	-	-	14,208,158
Buildings and improvements	45,408,425	-	-	-	45,408,425
Utility transmission lines	42,381,516	-	-	-	42,381,516
Machinery and equipment	5,384,349	242,797	(290,964)	28,047	5,364,229
Total capital assets, being depreciated:	107,223,116	402,129	(290,964)	28,047	107,362,328
Less accumulated depreciation for:					
Land Improvements	(8,943,182)	(268,629)	-	-	(9,211,811)
Buildings and improvements	(25,984,351)	(1,049,901)	-	-	(27,034,252)
Utility transmission lines	(16,385,776)	(946,453)	-	-	(17,332,229)
Machinery and equipment	(3,130,063)	(346,500)	290,964	-	(3,185,599)
Total accumulated depreciation	(54,443,372)	(2,611,483)	290,964	-	(56,763,891)
Total capital assets, being depreciated - Net	52,779,744	(2,209,354)	-	28,047	50,598,437
Business-type Activities capital assets - Net	\$ 74,897,747	\$ 6,571,475	\$ -	\$ -	\$ 81,469,222

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE III: DETAILED NOTES ON ALL FUNDS

Depreciation/amortization expense was charged to functions/programs of the City as follows:

Governmental activities:

General government	\$ 1,017,716
Public safety	1,024,618
Public works - Including depreciation of general infrastructure assets	1,179,864
Transportation services	979,770
Parks and community services	1,166,064
Steamboat Springs Redevelopment Authority	744,463
Capital assets held by the City's internal service funds are charged to the various departments based on their usage of the assets	<u>578,871</u>

Total depreciation/amortization expense - governmental activities	<u><u>\$ 6,691,366</u></u>
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Business-type activities:

Utility (Water & Sewer)	\$ 1,921,843
Airport	369,282
Golf	<u>320,358</u>

Total depreciation expense - business-type activities	<u><u>\$ 2,611,483</u></u>
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E. INTERFUND TRANSACTIONS

Transfers

Inter-fund transfers for the year ended December 31, 2022 are as follows:

Transfers Out:					
Governmental Funds					
	General Fund	Capital Projects Fund	Accommodations Tax Capital Projects Fund	Fire and EMS Tax Fund	Total
Transfers In:					
Governmental Funds:					
General Fund	\$ -	\$ -	\$ -	\$ 470,258	\$ 470,258
Capital Projects Fund	9,626,087	-	-	4,000,000	13,626,087
	<u>9,626,087</u>	<u>-</u>	<u>-</u>	<u>4,470,258</u>	<u>14,096,345</u>
Proprietary Funds:					
Utility Fund	-	-	-	-	-
Airport Fund	352,184	305,555	-	-	657,739
Golf Fund	-	-	30,000	-	30,000
Fleet Services Fund	26,000	-	-	-	26,000
	<u>378,184</u>	<u>305,555</u>	<u>30,000</u>	<u>-</u>	<u>713,739</u>
	<u><u>\$ 10,004,271</u></u>	<u><u>\$ 305,555</u></u>	<u><u>\$ 30,000</u></u>	<u><u>\$ 4,470,258</u></u>	<u><u>\$ 14,810,084</u></u>

During the year, transfers from the General Fund are used to move unrestricted general revenues to finance various programs accounted for in other funds in accordance with budgetary authorization, which includes amounts provided as subsidies or matching funds for various grant programs.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE III: DETAILED NOTES ON ALL FUNDS
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F. LONG-TERM DEBT

CERTIFICATES OF PARTICIPATION (COPS)

December 21, 2016 – Certificates of Participation Series 2016A - \$3,750,000

The Series 2016A Certificates were issued for the purpose of improving downtown infrastructure along Yampa Street and Oak Street. Interest rates vary from 4.0% to 5.0% and mature annually beginning December 1, 2026 through December 1, 2036 in amounts ranging from \$80,000 to \$440,000. Total annual payments vary from \$153,567 to \$467,200 and are serviced by the General Fund. The outstanding principal balance at December 31, 2022 was \$3,750,000.

December 21, 2016 – Certificates of Participation Series 2016B - \$2,470,000

The Series 2016B Certificates were issued for the purpose of refunding the City's Series 2007 Certificates in order to reduce total debt service payments by \$1,978,342. The economic gain on the refunding was \$684,761 in net present value savings. Interest rates vary from 1.7% to 3.75% and mature annually through December 1, 2026 in amounts ranging from \$215,000 to \$285,000. Total annual payments vary from \$223,063 to \$304,803 and are serviced by the General Fund. The outstanding principal balance at December 31, 2022 was \$1,040,000.

March 29, 2018 – Certificates of Participation Series 2018 - \$5,920,000

The Series 2018 Certificates were issued for the purpose of constructing the combined law enforcement facility. Interest rates vary from 3.0% to 4.0% and mature annually beginning December 1, 2018 through December 1, 2037 in the amounts ranging from \$145,000 to \$420,000. Total annual payments vary from \$291,813 to \$441,000 and are serviced by the General Fund. The outstanding principal balance at December 31, 2022 was \$4,850,000.

Each of the Certificates of Participation listed above have terms specified in their respective agreements that if on or before the December 31 prior to the beginning of any Fiscal Year of the City, the City fails to budget and appropriate sufficient funds to pay all Base Rentals and all reasonably estimated Additional Rentals, the City will be considered to have terminated the Lease. In the event of termination, the City is required to vacate and surrender the Leased Property by March 1 of any Renewal Term in respect of which an Event of Non-appropriation or an Event of Lease Default has occurred.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE III: DETAILED NOTES ON ALL FUNDS
--

LOANS

Loans payable at December 31, 2022 are comprised of the following:

September 22, 2020 - Tax Increment Revenue Refunding Loan - \$11,080,000

The Series 2020 Loan was issued for the purpose of refunding the Steamboat Springs Development Authority's outstanding Tax Increment Adjustable Rate Revenue Bonds Series 2010, which were originally issued for the purpose of financing public improvements. The refunding reduced total debt service payments by \$2,042,609. Interest is paid semi-annually at a rate of 1.26%. Principal payments ranging from \$365,000 to \$1,530,000 are paid on December 1 each year through 2029. Total annual payments vary from \$531,366 to \$1,549,278 and are serviced by the Steamboat Springs Redevelopment Authority. Pledged revenues, consisting of property tax revenue, sales tax revenue, and investment earnings thereon, less any collection fee charged by the County and less any expenses of collecting and enforcing the Sales Tax attributable to the Plan Area, are committed to servicing the debt through 2029. The amount of pledged revenue varies year to year. During 2022 pledged revenues totaling \$5,308,975 were available to pay debt service of \$1,547,893 on the Series 2020 Bonds. The outstanding principal balance on the Series 2020 Loan at December 31, 2022 was \$10,310,000.

June 21, 2011 – Colorado Water Resources and Power Development Authority Loan - \$12,350,000

The 2011 loan was entered into for various drinking water and wastewater projects including water line additions, water main replacement and additions, reservoir enlargement, water meter upgrades, and wastewater collection main replacements. The Authority issued bonds to fund the loan and the City assumed the issue costs. Interest rates vary from 3% to 5%. Principal payments vary from \$365,000 to \$915,000 semi-annually through August 1, 2031. Total annual payments vary from \$955,913 to \$986,484 and are serviced by the Utility Fund. Pledged revenues, consisting of System Revenues less Operating and Maintenance Expenses, are committed to servicing the debt through 2031. During 2022 pledged net revenues totaling \$2,990,238 were available to pay debt service of \$948,294. The outstanding principal balance at December 31, 2022 was \$6,870,000.

Each of the loans listed above have terms specified in their respective agreements in which an Event of Default would declare the principal of all Bonds then Outstanding to be due and payable.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE III: DETAILED NOTES ON ALL FUNDS

LEASES PAYABLE

On 09/20/2021, City of Steamboat Springs, CO entered into a 60-month lease as Lessee for the use of a Postage Meter. An initial lease liability was recorded in the amount of \$10,499. As of 12/31/2022, the value of the lease liability is \$8,007. The City is required to make quarterly fixed payments of \$565. The value of the right to use asset as of 12/31/2022 of \$10,499 with accumulated amortization of \$2,689 is included with Equipment on the Lease Class activities table found below.

On 05/12/2022, City of Steamboat Springs, CO entered into a 72-month lease as Lessee for the use of a GPS Line Marking Robot. An initial lease liability was recorded in the amount of \$51,578. As of 12/31/2022, the value of the lease liability is \$45,670. The City is required to make annual fixed payments of \$6,000. The value of the right to use asset as of 12/31/2022 of \$53,078 with accumulated amortization of \$5,627 is included with Equipment on the Lease Class activities table found below.

Amount of Lease Assets by Major Classes of Underlying Asset

Asset Class	As of Fiscal Year-end	
	Lease Asset Value	Accumulated Amortization
Equipment	\$ 63,576	\$ 8,316

Principal and Interest Requirements to Maturity

Fiscal Year	Governmental Activities		
	Principal Payments	Interest Payments	Total Payments
2023	\$ 10,637	\$ 1,624	\$ 12,260
2024	10,964	1,296	12,260
2025	11,302	958	12,260
2026	11,084	611	11,695
2027	9,700	300	10,000

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE III: DETAILED NOTES ON ALL FUNDS
--

Haymaker Mowers 2018 - In August 2018, the City entered into a five-year Lease Purchase Agreement as lessee for the acquisition and use of three Toro Groundsmaster mowers. An initial lease liability was recorded in the amount of \$159,017. As of December 31, 2022, the value of the lease liability is \$17,375. The City is required to make quarterly principal and interest payments of \$8,829. The lease has an interest rate is 4.36%. The equipment has a five-year estimated useful life. The City has the option to purchase the equipment for \$8,829 when the lease terms on June 6, 2023. The value of the right to use asset as of December 31, 2022 is \$18,908 with accumulated amortization of \$140,109.

The future principal and interest lease payments as of December 31, 2022 are as follows:

	Business-type Activities	
	Golf Mowers 2018	Total
Year ending December 31, 2023	\$ 17,658	\$ 17,658
Minimum Lease Payments	17,658	17,658
Less amounts representing interest	<u>283</u>	<u>283</u>
Present Value of Future Minimum Lease Payments	<u>\$ 17,375</u>	<u>\$ 17,375</u>

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE III: DETAILED NOTES ON ALL FUNDS

CHANGES IN LONG-TERM LIABILITIES

Summary of changes in Long-Term Liabilities of the City for the year ended December 31, 2022:

GOVERNMENTAL ACTIVITIES	Balance			Balance	Amounts due
	January 1, 2022	Additions	Deletions	December 31, 2022	within one year
Capitalized Leases	\$ 9,995	\$ 51,578	\$ (7,886)	\$ 53,687	\$ 10,636
Tax Increment Revenue Bonds	10,715,000	-	(405,000)	10,310,000	1,420,000
Certificates of participation	10,135,000	-	(495,000)	9,640,000	515,000
Unamortized premium	396,178	-	(45,705)	350,473	43,156
Compensated absences	1,760,334	1,814,461	(1,649,037)	1,925,758	481,439
	<u>\$ 23,016,507</u>	<u>\$ 1,866,039</u>	<u>\$ (2,602,628)</u>	<u>\$ 22,279,918</u>	<u>\$ 2,470,231</u>

The liability for compensated absences is liquidated 98% by the general fund, the remaining 2% is liquidated by the internal service fund.

BUSINESS-TYPE ACTIVITIES	Balance			Balance	Amounts due
	January 1, 2022	Additions	Deletions	December 31, 2022	within one year
Capitalized Lease	\$ 68,826	\$ -	\$ (51,451)	\$ 17,375	\$ 17,375
Loans	7,485,000	-	(615,000)	6,870,000	640,000
Unamortized loan premium	127,949	-	(24,065)	103,884	21,312
Compensated absences	205,584	166,502	(124,271)	247,815	61,954
	<u>\$ 7,887,359</u>	<u>\$ 166,502</u>	<u>\$ (814,787)</u>	<u>\$ 7,239,074</u>	<u>\$ 740,641</u>

DEBT SERVICE REQUIREMENTS TO MATURITY - GOVERNMENTAL ACTIVITIES

Year	General Fund		Redevelopment Authority Fund	
	Principal	Interest	Principal	Interest
2023	\$ 515,000	\$ 386,428	\$ 1,420,000	\$ 129,906
2024	530,000	370,050	1,435,000	112,014
2025	550,000	352,500	1,455,000	93,933
2026	570,000	333,862	1,470,000	75,600
2027	585,000	311,600	1,490,000	57,078
2028-2032	3,315,000	1,185,400	3,040,000	57,582
2033-2037	3,575,000	444,400	-	-
Total	<u>\$ 9,640,000</u>	<u>\$ 3,384,240</u>	<u>\$ 10,310,000</u>	<u>\$ 526,113</u>

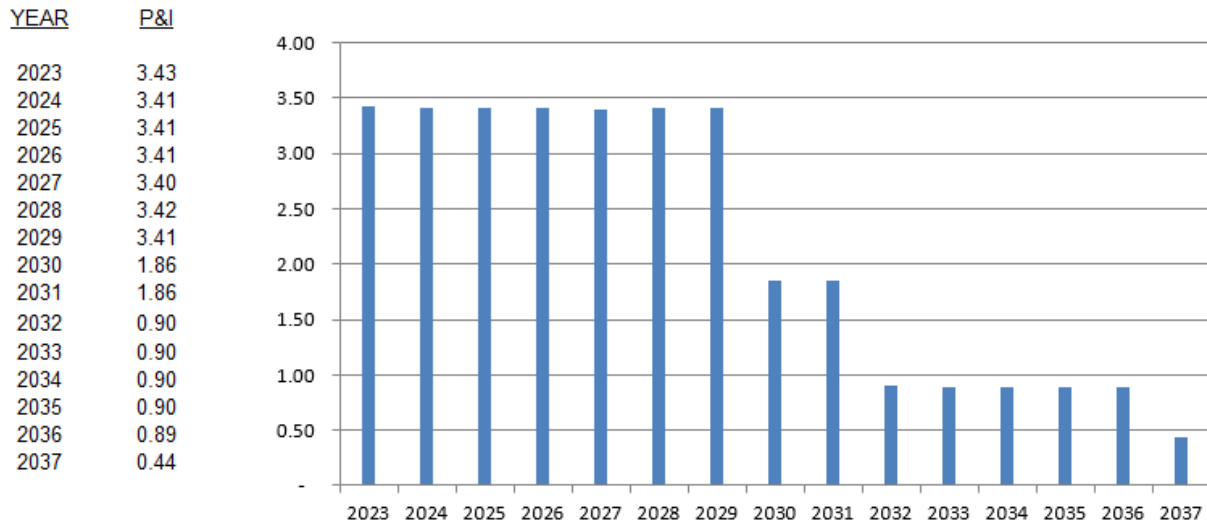
CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE III: DETAILED NOTES ON ALL FUNDS

DEBT SERVICE REQUIREMENTS TO MATURITY - BUSINESS-TYPE ACTIVITIES

<u>Year</u>	<u>Utility</u>		<u>Golf</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2023	\$ 640,000	\$ 318,944	\$ 17,375	\$ 283
2024	665,000	293,343	-	-
2025	690,000	265,912	-	-
2026	720,000	237,450	-	-
2027	750,000	207,750	-	-
2028-2031	3,405,000	436,000	-	-
Total	<u>\$ 6,870,000</u>	<u>\$ 1,759,399</u>	<u>\$ 17,375</u>	<u>\$ 283</u>

CITY OF STEAMBOAT SPRINGS
Debt Service Payments - All Funds, Principal and Interest
For the Year 2023 through 2037 (in millions)



COMPENSATED ABSENCES BY FUND

General Fund	\$ 1,894,057
Utility Fund	167,389
Airport Fund	29,321
Golf Fund	51,105
Fleet Fund	31,701
	<u>\$ 2,173,573</u>

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE III: DETAILED NOTES ON ALL FUNDS
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G. ASSET RETIREMENT OBLIGATIONS

The City's domestic Wastewater Treatment Plant (WWTP) utilizes an extended aeration activated sludge treatment process that consists of an arrangement of processes, equipment, and structures for treating, neutralizing, stabilizing, or disposing of domestic wastewater and the intermediate byproducts of the treatment process. An extended aeration activated sludge domestic wastewater treatment plant is one type of domestic wastewater treatment works. When a domestic wastewater treatment works is decommissioned, the decommissioning efforts must be completed in a way that ensures protection of waters of the state and the surrounding environment in accordance with appropriate environmental regulations. Biosolids must be completely removed from a decommissioned wastewater treatment works and managed in accordance with federal requirements in 40 CFR 503 and the *Colorado Biosolids Regulations 5 CCR 1002-64*. Waste materials at a decommissioned wastewater treatment works must be properly managed in accordance with *Regulations Pertaining to the Solid Waste Sites and Facilities 6 CCR 1007-2* and the Solid Wastes Disposal Site and Facilities Act, Title 30, Article 20, Part 1, Colorado Revised Statutes (CRS), as amended.

The City's Wastewater Distribution and Collection Manager estimated the asset retirement obligation using a probability weighting method, which measures the liability as the sum of probability-weighted amounts in a range of possible estimated mean amounts. Using this method and based upon experience in decommissioning similar sites, the City's Distribution and Collection Manager believes a reasonable estimate to retire the WWTP in accordance with the aforementioned regulations is \$1,797,434 and that the estimated remaining useful life of the asset is 25 years.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE III: DETAILED NOTES ON ALL FUNDS

H. FUND BALANCES

Fund balances in Governmental Funds at December 31, 2022 are comprised of the following:

	General Fund	Capital Projects Fund	Accommodations Tax Capital Projects Fund	Steamboat Springs Redevelopment Authority Fund	Fire and EMS Tax Fund	Community Housing Fund
<u>Non-spendable Fund Balances</u>						
Inventory	\$ 13,022					
Prepayments	354,305					
	<u>\$ 367,327</u>					
<u>Restricted Fund Balances</u>						
Restricted for Emergency: TABOR Emergency Reserve	\$ 2,111,682	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted for Debt Service: Series 2020 Tax Increment Loan Reserve Fund	-	-	-	1,108,000	-	-
Restricted for Capital Projects: Specific capital projects	-	688,834	4,998,348	-	-	-
Restricted per voter approval: Steamboat Springs Redevelopment Authority	-	-	-	6,405,154	-	-
Fire and EMS	-	-	-	-	600,421	-
Restricted for Affordable Housing: Housing Reserve	-	-	-	-	-	148,023
	<u>\$ 2,111,682</u>	<u>\$ 688,834</u>	<u>\$ 4,998,348</u>	<u>\$ 7,513,154</u>	<u>\$ 600,421</u>	<u>\$ 148,023</u>
<u>Committed Fund Balances</u>						
Committed for Road Maintenance: Longthong Road Maintenance	\$ 200,551	\$ -				
Waste Reduction	160,258					
Other	52,598	-				
Committed for Electric Undergrounding:	-	954,835				
	<u>\$ 413,407</u>	<u>\$ 954,835</u>				
<u>Assigned Fund Balances</u>						
Assigned for Specific Projects:	\$ 1,739,985	\$ -				
Assigned for Subsequent Year Items: Budget Appropriation	-	18,874,480				
Assigned for future Capital Projects	-	7,307,880				
	<u>\$ 1,739,985</u>	<u>\$ 26,182,360</u>				

The City Financial Policy requires a Stabilization Reserve equal to 25% of the prior year's General Fund operating expenditures to be held in unassigned fund balance. The reserve is designed to provide the City with budget stabilization during revenue downturns. The funds, if needed for stabilization, would be appropriated by City Council via ordinance. The unassigned stabilization reserve balance at December 31, 2022 was \$9,602,390.

I. RELATED PARTIES

The City may from time to time enter into contracts for services with companies whose ownership includes members of City Council. All such contractual arrangements are subject to the City's Procurement Policy and procedures.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE IV: OTHER INFORMATION

A. EMPLOYEE BENEFIT PLANS

POLICE RETIREMENT DEFINED CONTRIBUTION PLAN

The City provides retirement benefits for all of its full-time police officers through a defined contribution plan administered by MissionSquare Retirement. There is not a separate audited financial report for this plan. In the defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. As established by Resolution #82-30 of the City Council, all employees of the City's Police Department not covered by another plan must participate in this plan from the date of hire. The City's contributions for each employee (and interest allocated to the employee's account) are fully vested after five (5) years of continuous service. A portion of City contributions for, and interest forfeited by, employees who leave employment before becoming fully vested are used to reduce the City's current period contribution requirement and to pay expenses of the plan. The City Council has the authority to approve amendments to the plan.

The City's total payroll for the year ended December 31, 2022 was \$23,022,376. The City's contribution was calculated using the covered payroll of \$2,160,303. The City contributed the required amount, net of forfeitures, of \$263,557 (12.2% of covered payroll) and the covered employees contributed the required amount of \$198,748 (9.2% of covered payroll), for a total of \$462,305 (21.4% of covered payroll).

PAID FIREFIGHTER DEFINED CONTRIBUTION PLAN

The City provides pension benefits for all of its full-time firefighters through a non-contributory defined contribution plan administered by MissionSquare Retirement. There is not a separate audited financial report for this plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings.

As established by Ordinance #469 of the City Council, all full-time paid firefighters participate in this plan from the date of hire. The City's contribution for each employee (and interest allocated to the employee's account) is fully vested after 5 years of continuous service. City contributions for, and interest forfeited by, employees who leave employment before becoming fully vested are used to reduce the City's current period contribution requirement and pay expenses of the plan.

The City's total payroll for the year ended December 31, 2022 was \$23,022,376. The City's contribution was calculated using the covered payroll of \$3,418,690 and the City made the required contribution of 4.2% amounting to \$143,585.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE IV: OTHER INFORMATION

CITY EMPLOYEE DEFINED CONTRIBUTION PLAN

The City provides pension benefits for all of its full-time employees, except police officers and paid firefighters, through a non-contributory defined contribution plan administered by MissionSquare Retirement. There is not a separate audited financial report for this plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings.

As established by Ordinance #469 of the City Council, all full-time and continuous part-time employees of the City, except full-time police officers and paid firefighters, participate in this plan from the date of hire. The City's contribution for each employee (and interest allocated to the employee's account) is fully vested after 5 years of continuous service. City contributions for, and interest forfeited by, employees who leave employment before becoming fully vested are used to reduce the City's current period contribution requirement and pay expenses of the plan. The City Council has the authority to approve amendments to the plan.

The City's total payroll for the year ended December 31, 2022 was \$23,022,376. The City's contribution was calculated using the covered payroll of \$14,714,405 and the City made the required contribution of 6% amounting to \$882,864.

DEFINED BENEFIT PENSION PLANS

The City of Steamboat Springs has two defined benefit pension plans administered by the Fire and Police Pension Association of Colorado (FPPA). For the year ended December 31, 2022, the City recognized pension income for both of these plans of \$247,454.

VOLUNTEER FIREFIGHTER'S DEFINED BENEFIT PENSION PLAN

PLAN DESCRIPTION

The City maintains a defined benefit pension plan covering its volunteer firefighters. The Fire & Police Pension Association (FPPA) administers an agent multiple-employer Public Employee Retirement System (PERS). The PERS represents the assets of numerous separate plans that have been pooled for investment purposes. The pension plans have elected to affiliate with FPPA for plan administration and investment only. FPPA issues a publicly available comprehensive annual financial report that can be obtained at www.FPPAco.org. Once in the site, locate the site map at the bottom of the web page and you will find the 'Annual Report' link.

BENEFITS PROVIDED

The plan provides retirement, disability and death benefits to plan members and beneficiaries. Benefits for normal retirement, a volunteer member having (20) years of active service may retire on the first day of the month immediately following the member's fiftieth (50th) birthday and receive a pension not to exceed \$650 per month unless state law requires a minimum amount greater than this amount or an actuarial review indicates that a greater amount can be paid. A Member who meets the requirements for a normal retirement pension shall receive a monthly annuity for the remainder of the member's life.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE IV: OTHER INFORMATION

The pension board may pension any volunteer member early retirement based on having ten (10) years of active service or more and being above the age of fifty (50) years. Such pension being pro-rated in accordance with the number of years of service and the amount of pension being paid for normal retirement explained above. Any member having at least ten (10) years of active service and not having reached the age of fifty (50), may be granted a leave of absence and retain all rights to pension annuity, and on attaining the age of fifty (50), shall be entitled to pension benefits as described herein.

No firefighter transferring from another Volunteer Fire Department in Colorado shall receive retirement benefits from the Pension Fund for service after June 2, 1977 unless they shall have served at least five years for the Department. In the event of the death of a retired Member who, regardless of age, has served the requisite number of years for retirement, and who leaves a surviving spouse, the Board may grant a monthly annuity to such spouse in accordance with applicable Colorado statutes (C.R.S., 31-30-1127), in the amount of fifty percent (50%) of the current pension payment for a retired member if the fund is actuarially sound. If the Member has less than twenty years of active service, the annuity to the surviving spouse shall be prorated based upon the number of years of service. These payments shall remain in effect until the death or remarriage of such spouse.

Disability benefits shall pay a monthly annuity to said firefighter in an amount that is proper and equitable, the financial condition of the funds considered, but not to exceed \$325 per month, for a period of up to but not to exceed, one (1) year.

Death benefits shall pay a monthly annuity to their survivor(s) not to exceed \$325 per month for a period of up to, but not to exceed, one (1) year. A one-time funeral benefit of \$1,300 shall be paid to the surviving spouse or family upon the death of any active or retired firefighter. Upon the death of a pensioned firefighter, a monthly annuity of up to fifty (50%) of the current retirement benefit may be paid to the surviving spouse if the Pension Fund is actuarially sound.

MEMBERS COVERED BY BENEFIT TERMS

Membership covered by benefit terms at December 31, 2022:

Retirees and Beneficiaries	25
Inactive, Nonretired Members	2
Active Members	<u>0</u>
Total	<u><u>27</u></u>

Per resolution of the City Council 2011-29, the plan is closed to new members. A volunteer firefighter who was not a member of the plan as of September 20, 2011, is not entitled to become a member of the Plan or receive benefits from the plan.

CONTRIBUTIONS

Contributions into the pension fund can come from two sources: contributions directly from the department and contributions from the State based on assessed property values and other formulas. The volunteers serve without receiving any compensation for their services and therefore there is no covered payroll.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE IV: OTHER INFORMATION

The volunteers make no contribution to the plan. The contribution by the State of Colorado toward volunteer fire pension funds has been a fixed dollar amount established by the legislature and allocated pro rata to all fire pension funds in the State. The State will provide matching contributions at 90% of City contributions up to a maximum of ½ mill on the assessed valuation of the City. The State contribution for 2022 was \$21,600. The annual contribution from the City for 2022 was \$29,000 and was authorized by adoption of the City's annual budget.

For 2022, the City's annual required contribution for FPPA was \$23,797. The required annual contribution was determined as part of the January 1, 2021 actuarial valuation using the entry age actuarial cost method. Actuarially determined contribution rates are calculated as of January 1 of odd numbered years. The contribution rates have a one-year lag, so the actuarial valuation as of January 1, 2021, determines the contribution amounts for 2022 and 2023.

NET PENSION ASSET (NPA)

The City's net pension asset was measured as of December 31, 2021, and the total pension asset used to calculate the net pension asset was determined by an actuarial valuation as of January 1, 2021.

NPL ACTUARIAL METHODS & ASSUMPTIONS

The total pension liability in the January 1, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Investment Rate of Return	7.0%
Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Open*
Remaining Amortization Period	20 years*
Asset Valuation Method	5-Year smoothed fair value
Retirement Age	50% per year of eligibility until 100% at age 65.
Mortality	Pre-Retirement: 2006 central rates from the RP-2014 Employee Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years, 50% multiplier for off-duty mortality. RP-2014 Mortality Table for Blue Collar Employees, 55% multiplier for off-duty mortality. Post-retirement: 2006 central rates from the RP-2014 Annuitant Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years. Disabled: 2006 central rates from the RP-2014 Disabled Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE IV: OTHER INFORMATION

Projected salary increases	N/A
Cost-of-living adjustments	None

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

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic nominal rates of return for each major asset class included in the Fund's target asset allocation as of December 31, 2021 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	2%	2.32%
Fixed Income - Rates	10%	4.00%
Fixed Income - Credit	5%	5.25%
Absolute Return	10%	5.60%
Long Short	8%	6.87%
Global Equity	39%	8.23%
Private Markets	26%	10.63%
Total	<u>100%</u>	

SINGLE DISCOUNT RATE

Projected benefit payments are required to be discounted to their actuarial present values using a Single Discount Rate that reflects (1) a long-term expected rate of return on pension plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the plan's projected fiduciary net position is not sufficient to pay benefits).

For the purpose of this valuation, the long-term expected rate of return on pension plan investments is 7.00%; the municipal bond rate is 1.84% (based on the weekly rate closest to but not later than the measurement date of the "state & local bonds" rate from Federal Reserve statistical release (H.15)); and the resulting Single Discount Rate is 7.00%.

Projected cash flows used in determining the Single Discount Rate are available upon request.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE IV: OTHER INFORMATION

CHANGES IN THE NET PENSION LIABILITY

STEAMBOAT SPRINGS VOLUNTEER FIRE DEPARTMENT PENSION FUND SCHEDULE OF CHANGES IN NET PENSION LIABILITY/(ASSET) AND RELATED RATIOS CURRENT PERIOD DECEMBER 31, 2022 (MEASUREMENT PERIOD ENDED DECEMBER 31, 2021)	
Total pension liability	
Service Cost	\$ -
Interest on the Total Pension Liability	103,702
Benefit changes	-
Difference between expected and actual experience of the Total Pension Liability	-
Changes of assumptions	-
Benefit payments	<u>(136,955)</u>
Net change in total pension liability(asset)	(33,253)
Total pension liability - beginning	<u>1,548,779</u>
Total pension liability - ending	<u><u>\$ 1,515,526</u></u>
Plan fiduciary net position	
Contributions - employer	\$ 29,000
Net investment income	204,219
Benefit payments	(136,955)
Pension Plan Administrative Expense	(7,380)
State of Colorado supplemental discretionary payment	<u>43,200</u>
Net change in plan fiduciary net position	132,084
Plan fiduciary net position - beginning (Market value of assets at beginning of year)	<u>1,409,818</u>
Plan fiduciary net position - ending (Market value of assets at end of year)	<u><u>\$ 1,541,902</u></u>
Net pension liability/(asset)	<u><u>\$ (26,376)</u></u>
Plan fiduciary net position as a percentage of the total pension liability	101.74%
Covered payroll	N/A
Net pension liability/(asset) as a percentage of covered payroll	N/A

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE IV: OTHER INFORMATION

Regarding the sensitivity of the net pension liability to changes in the Single Discount Rate, the following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.00%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is one percent lower or one percent higher:

	1% Decrease	Current Single Discount Rate Assumption	1% Increase
	6.00%	7.00%	8.00%
Net Pension Liability/Asset	\$110,471	(\$26,376)	(\$143,419)

PENSION EXPENSE AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO PENSIONS

For the year ended December 31, 2022, the City recognized pension income of \$81,413. At December 31, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to the volunteer pension plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ -
Assumption Changes	-	-
Net Difference between projected and actual earnings on pension plan investments	-	149,221
Contributions subsequent to the measurement date	29,000	-
Total	<u>\$ 29,000</u>	<u>\$ 149,221</u>

\$29,000 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending December 31, 2023.

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

Year Ended December 31:

2023	\$ (35,831)
2024	(55,099)
2025	(36,689)
2026	(21,602)
2027	-
Thereafter	-
Total	<u>\$ (149,221)</u>

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE IV: OTHER INFORMATION

PAID FIREFIGHTER'S DEFINED BENEFIT PENSION PLAN

PLAN DESCRIPTION

The City of Steamboat Springs contributes to a cost-sharing multiple-employer defined benefit pension plan administered by the Fire and Police Pension Association of Colorado (FPPA). The plan covers substantially all full-time employees of participating fire or police departments in Colorado hired on or after April 8, 1978, provided that they are not already covered by a statutorily exempt plan. As of August 5, 2003, the Plan may include clerical and other personnel from fire districts whose services are auxiliary to fire protection. The Plan became effective January 1, 1980.

The Plan assets are included in the Fire & Police Members' Benefit Investment Fund and the Fire & Police Members' Self-Directed Investment Fund (for Deferred Retirement Option Plan "DROP" assets and Separate Retirement Account "SRA" assets from eligible retired members.)

FPPA issues a publicly available comprehensive annual financial report that can be obtained on FPPA's website at: <http://www.FPPAco.org>.

BENEFITS PROVIDED

A member is eligible for a normal retirement pension once the member has completed twenty-five years of credited service and has attained the age of 55. Effective January 1, 2021, a member may also qualify for a normal retirement pension if the member's combined years of service and age equals at least 80, with a minimum age of 50 (Rule of 80).

The annual normal retirement benefit is 2 percent of the average of the member's highest three years' pensionable earnings for each year of credited service up to ten years, plus 2.5 percent for each year of service thereafter. The benefit earned prior to January 1, 2007 for members of affiliated Social Security employers will be reduced by the amount of Social Security income payable to the member annually. Effective January 1, 2007, members covered under Statewide Defined Benefit Social Security Component will receive half the benefit when compared to the Statewide Defined Benefit Plan. Benefit adjustments paid to retired members are evaluated annually and may be re-determined every October 1. The amount of any increase is based on the Board's discretion and can range from 0 to the higher of 3 percent or the Consumer Price Index for Urban Wage Earners and Clerical Workers (CPI-W).

A member is eligible for an early retirement after completion of 30 years of service or attainment of age 50 with at least five years of credited service. The early retirement benefit equals the normal retirement benefit reduced on an actuarially equivalent basis. Upon termination, an employee may elect to have member contributions, along with 5 percent as interest, returned as a lump sum distribution. Alternatively, a member with at least five years of accredited service may leave contributions with the Plan and remain eligible for a retirement pension at age 55 equal to 2 percent of the member's average highest three years' pensionable earnings for each year of credited service up to ten years, plus 2.5 percent for each year of service thereafter.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE IV: OTHER INFORMATION

CONTRIBUTIONS

Contribution rates for employers and members may be increased equally by the FPPA Board of Directors upon approval through an election by both the employers and members.

In 2014, the members elected to increase the member contribution rate to the SWDB plan beginning in 2015. Member contribution rates increased 0.5 percent annually through 2022 to a total of 12 percent of pensionable earnings. Employer contributions increase 0.5 percent annually beginning in 2021 through 2030 to a total of 13 percent of pensionable earnings. In 2022, members of the SWDB plan and their employers contributed at the rate of 12 percent and 9 percent, respectively, of pensionable earnings for a total contribution rate of 21.0 percent.

Contributions from members and employers of departments reentering the system are established by resolution and approved by the FPPA Board of Directors. The member and employer contribution rates will increase through 2030 as described above for the non-reentering departments. Effective January 1, 2021, reentry departments may submit a resolution to the FPPA Board of Directors to reflect the actual cost of reentry by department. Each reentry department is responsible to remit contributions to the plan in accordance with their most recent FPPA Board of Directors approved resolution.

PENSION ASSET, PENSION EXPENSE, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO PENSIONS

At December 31, 2022, the City reported an asset of \$1,548,965 for its proportionate share of the net pension asset. The net pension asset was measured as of December 31, 2021, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of January 1, 2021. The proportionate share is defined as the proportionate relationship of one employer to all employers of the plan. The basis for the employer's proportion should be determined consistent with the manner in which contributions to the pension plan are determined. Only employer contributions are used to calculate the proportion (member contributions are not considered). The proportionate share is used to calculate the City's share of collective net pension asset, collective pension expense and collective deferrals. These proportionate share amounts will then be combined with the City's specific deferrals and amortization of deferrals to report NPA, pension expense and other required disclosure items. At December 31, 2021, the City's proportion was 0.2858 percent, which was an increase of 0.0161 percent from its proportion measured as of December 31, 2020.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE IV: OTHER INFORMATION

For the year ended December 31, 2022, the City recognized pension income of \$166,041. At December 31, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of resources	Deferred Inflows of resources
Difference Between Actual and Expected Experience	\$ 443,550	\$ 36,126
Changes in Assumptions	220,893	-
Net Difference between Actual and Projected Earnings		1,036,655
Changes in proportion and differences between City contributions and proportionate share of contributions	27,084	
City contributions subsequent to the measurement date	263,494	-
	<u>\$ 955,021</u>	<u>\$ 1,072,781</u>

\$263,494 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending December 31, 2023.

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

Year ended December 31:		
2023	\$	(130,576)
2024		(230,694)
2025		(129,451)
2026		(36,358)
2027		86,218
Thereafter		59,607
Total	<u>\$</u>	<u>(381,254)</u>

ACTUARIAL ASSUMPTIONS

The January 1, 2021 actuarial valuation date was used to determine the Actuarially Determined Contributions for the fiscal year ending December 31, 2021. The valuation used the following actuarial assumption and other inputs:

Actuarial Method	Entry Age Normal
Amortization Method	Level % of Payroll, Open
Amortization Period	30 Years
Long-term Investment Rate of Return*	7.0%
Projected Salary Increases	4.25% - 11.25%
Cost of Living Adjustments (COLA)	0.0%
*Includes Inflation at	2.5%

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE IV: OTHER INFORMATION

For determining the total pension liability and actuarially determined contributions, the post-retirement mortality tables for non-disabled retirees uses the 2006 central rates from the RP-2014 Annuitant Mortality Tables projected to 2018 using the MP-2017 projection scales, and the projected prospectively using the ultimate rates of the scale for all years. The pre-retirement off-duty mortality tables are adjusted to 50% of the RP-2014 mortality tables for active employees. The on-duty mortality rate is 0.00015.

At least every five years the FPPA's Board of Directors, in accordance with best practices, reviews its economic and demographic actuarial assumptions. At its July 2018 meeting, the Board of Directors reviewed and approved recommended changes to the actuarial assumptions. The recommendations were made by the FPPA's actuaries, Gabriel, Roeder, Smith & Co., based upon their analysis of past experience and expectations of the future. The assumption changes were effective for actuarial valuations beginning January 1, 2019. The actuarial assumptions impact actuarial factors for benefit purposes such as purchases of service credit and other benefits where actuarial factors are used.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation (assumed at 2.5 percent). Best estimates of arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of December 31, 2021 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	39%	8.23%
Equity Long/Short	8%	6.87%
Private Markets	26%	10.63%
Fixed Income - Rates	10%	4.01%
Fixed Income - Credit	5%	5.25%
Absolute Return	10%	5.60%
Cash	2%	2.32%
Total	100%	

The discount rate used to measure the total pension liability was 7.00 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the Board's funding policy, which establishes the contractually required rates under Colorado statutes. Based on those assumptions, the SWDB plan fiduciary net position was projected to be available to make all the projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE IV: OTHER INFORMATION

DISCOUNT RATE & SENSITIVITY ANALYSIS

Projected benefit payments are required to be discounted to their actuarial present values using a single discount rate that reflects (1) a long-term expected rate of return on pension plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the plan's projected fiduciary net position is not sufficient to pay benefits).

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.00%; the municipal bond rate is 1.84% (based on the weekly rate closest to but not later than the measurement date of the "state & local bonds" rate from Federal Reserve statistical release (H.15)); and the resulting single discount rate is 7.00%.

Regarding the sensitivity of the net pension liability/(asset) to changes in the Single Discount Rate, the following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.00%, as well as what the plan's net pension liability/(asset) would be if it were calculated using a Single Discount Rate that is one percent lower or one percent higher:

	Single Discount Rate		
	1 % Decrease	Assumption	1% Increase
	6.00%	7.00%	8.00%
Proportionate share of the net pension liability/(asset)	(\$213,612)	(\$1,548,965)	(\$2,655,230)

PENSION PLAN FIDUCIARY NET POSITION

Detailed information about the pension plan's fiduciary net position is available in the separately issued FPPA financial report.

FPPA issues a publicly available comprehensive annual financial report that includes financial statements and the required supplementary information for FPPA. That report may be obtained on the FPPA website at: <http://www.fppaco.org>.

DEFERRED COMPENSATION PLAN

The City offers a deferred compensation plan in accordance with Internal Revenue Code, Section 457. The plan permits employees to defer a portion of their salary to future years. During 1997 the plan was amended to provide that assets of the Plan are held in trust, with the City serving as trustee, for the exclusive benefit of the Plan participants (employees) and their beneficiaries. Due to this change in the trustee relationship, the City no longer records the activity of the Plan, or records the Plan assets or liabilities.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE IV: OTHER INFORMATION

B. RISK MANAGEMENT

The City is subject to various risks of loss, including theft of, or damage to assets; errors and omissions; and natural disasters for which the City carries insurance. A liability is reported when a loss has been incurred and the amount of the loss can be reasonably estimated.

A Colorado statute provides municipalities with immunity from liability in excess of \$424,000 for any injury to one person in any single occurrence. \$1,195,000 for any injury to two or more persons in any single occurrence; except that, in such instance, no person may recover in excess of \$424,000.

The City participates in the Colorado Intergovernmental Risk Sharing Agency (CIRSA) for property, liability and worker' compensation coverage. CIRSA was formed by intergovernmental agreement by member municipalities pursuant to the provisions of 24-10-115.5, 29-1-201 et seq., 29-13-102, 8-44-101(1)(c) and (3), and 8-44-204, C.R.S., as amended, and Colorado Constitution, Article XIV, Section 18(2).

The purposes of CIRSA are to provide members the coverage authorized by law, through joint self-insurance, insurance, reinsurance, or any combination thereof, to provide claims services related to such coverage, and to provide risk management and loss control services to assist members in preventing and reducing losses and injuries. The deductible amounts paid by the City for each incident in 2022 are: \$50,000 Liability, \$50,000 Auto Liability, \$50,000 Property and \$50,000 Auto Physical Damage.

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 by-laws, any member of CIRSA against stated liability or loss, to the limit of the financial resources of CIRSA available to pay such liability or loss. Losses incurred in excess of loss funds and amounts recoverable from excess insurance are direct liabilities of the participating members. 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.

A seven-member board of directors, elected by the members of CIRSA, is responsible for budgeting and financing under the existing policies and by-laws of CIRSA. Amendments to the by-laws require a 2/3 vote of the members present at a meeting. The City does not have the ability to significantly influence operations. CIRSA issues separate financial statement information that can be obtained at www.CIRSA.org.

MEDICAL AND DENTAL COVERAGE

Medical and dental coverage for employees is provided by UMR and Delta Dental. The City has a partially self-insured plan with the maximum liability of the City per employee per year at \$125,000 for medical and \$1,500 for dental. The City's total maximum liability per year is based on the number of employees participating in the plan. The health insurance liability of \$599,804 reported in the General Fund at December 31, 2022 includes an amount for medical and dental claims that have been incurred but not reported (IBNRs). The process of estimating the claims liability is not an exact amount and depends on many complex factors such as inflation, recent claim settlement trends (including frequency and amount of payouts), and other economic and social factors.

CITY OF STEAMBOAT SPRINGS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE IV: OTHER INFORMATION

Accordingly, claim estimates are reevaluated annually to demonstrate changes in the estimate for claims. Changes in the balance of claims liabilities during the past two years are as follows:

	Health Insurance
Liability - December 31, 2020	\$ 1,497,855
Claims incurred and changes in estimates	2,194,989
Claims payments	(3,227,228)
Liability - December 31, 2021	465,616
Claims incurred and changes in estimates	2,553,422
Claims payments	(2,419,234)
Liability - December 31, 2022	\$ 599,804

C. COMMITMENTS AND CONTINGENCIES

The City receives funding from the federal government for various programs and projects. These funds are subject to review and audit by the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. City management estimates that such amounts, if any, will be immaterial.

The City is committed under the terms of various purchase, engineering and construction contracts in the amount of \$10,313,752 at December 31, 2022. These contracts are anticipated to be completed in 2023.

The City is a defendant in several lawsuits. Although the outcome of these lawsuits is not determinable, it is the opinion of the City's legal counsel that the costs to the City will not be substantial.

D. TAXPAYER BILL OF RIGHTS (TABOR)

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations, including increasing revenues, spending abilities, and other specific requirements of state and local governments. On November 4, 1997, in the General Municipal Election, voters approved a measure to permit the City of Steamboat Springs to "collect, retain and expend the full proceeds of the City's sales and use tax, accommodations tax, non-federal grants and all other revenues, notwithstanding any state restriction on fiscal year spending, including without limitation the restrictions of Article X, Section 20 of the Colorado Constitution, from the 1997 fiscal year and thereafter".

EMERGENCY RESERVE

On November 3, 1992 Amendment 1, the Taxpayer Bill of rights (TABOR) was approved by Colorado taxpayers. As part of the requirements of this amendment, the City has calculated its December 31, 2022 emergency reserve to be \$2,111,682.

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***REQUIRED SUPPLEMENTARY
INFORMATION***

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CITY OF STEAMBOAT SPRINGS
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2022

	Budgeted amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes and assessments	\$ 36,204,682	\$ 36,204,682	\$ 41,470,259	\$ 5,265,577
Licenses and permits	93,702	93,702	122,177	28,475
Intergovernmental	3,206,544	5,453,823	4,731,529	(722,294)
Charges for services	3,833,809	4,041,269	4,054,639	13,370
Fines and forfeits	183,500	183,500	250,182	66,682
Other Income				
Investment Income	56,771	56,771	646,136	589,365
Contributions	387,461	561,790	744,083	182,293
Voluntary assessment	325,000	325,000	406,209	81,209
Loan repayment	7,200	7,200	7,200	-
Miscellaneous	1,146,318	1,146,318	1,188,273	41,955
Total revenues	<u>45,444,987</u>	<u>48,074,055</u>	<u>53,620,687</u>	<u>5,546,632</u>
EXPENDITURES				
Current				
General government	11,140,901	12,073,509	10,698,238	1,375,271
Transportation Services	5,074,547	5,598,388	4,576,865	1,021,523
Public Works	5,028,742	5,182,270	4,643,999	538,271
Public Safety Services	11,749,736	12,703,238	10,802,717	1,900,521
Legal and municipal court	684,652	774,989	758,710	16,279
Parks and community services	7,701,136	8,219,060	7,822,862	396,198
Planning Services	1,867,185	2,073,158	1,278,876	794,282
Debt service				
Debt Service Fees	7,000	7,000	5,000	2,000
Principal	506,987	514,487	502,886	11,601
Interest and fiscal charges	402,188	402,188	402,289	(101)
Capital outlay				
Machinery and equipment	406,700	589,159	543,252	45,907
Construction	-	30,680	30,680	-
Total expenditures	<u>44,569,774</u>	<u>48,168,126</u>	<u>42,066,374</u>	<u>6,101,752</u>
Excess (deficiency) of revenues over (under) expenditures	<u>875,213</u>	<u>(94,071)</u>	<u>11,554,313</u>	<u>11,648,384</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from sales of assets	-	-	1,525	1,525
Insurance proceeds	35,000	186,138	220,007	33,869
COP Issuance proceeds	5,900,000	5,900,000	-	(5,900,000)
Transfers from other funds	470,258	470,258	470,258	-
Lease proceeds	19,200	19,200	51,578	32,378
Transfers to other funds	(9,500,021)	(10,004,271)	(10,004,271)	-
Total other financing sources and uses	<u>(3,075,563)</u>	<u>(3,428,675)</u>	<u>(9,260,903)</u>	<u>(5,832,228)</u>
Net change in fund balances	(2,200,350)	(3,522,746)	2,293,410	5,816,156
Fund balances - Beginning of year	<u>33,884,373</u>	<u>33,884,373</u>	<u>33,884,373</u>	<u>-</u>
Fund balances - End of year	<u>\$ 31,684,023</u>	<u>\$ 30,361,627</u>	<u>\$ 36,177,783</u>	<u>\$ 5,816,156</u>

CITY OF STEAMBOAT SPRINGS
STEAMBOAT SPRINGS REDEVELOPMENT AUTHORITY 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 Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ 3,640,200	\$ 3,640,200	\$ 5,290,850	\$ 1,650,650
Investment income	15,000	15,000	125,515	110,515
Total revenues	3,655,200	3,655,200	5,416,365	1,761,165
EXPENDITURES				
Current				
Personnel services	50,000	48,000	52,349	(4,349)
Operating expenses	336,076	338,076	348,163	(10,087)
	386,076	386,076	400,512	(14,436)
Capital outlay				
Road & Bridge	525,000	1,564,689	1,264,268	300,421
Debt service				
Bond Principal	405,000	405,000	405,000	-
Bond Interest	135,009	135,009	135,009	-
	540,009	540,009	540,009	-
Total expenditures	1,451,085	2,490,774	2,204,789	285,985
Excess (deficiency) of revenues over (under) expenditures	2,204,115	1,164,426	3,211,576	2,047,150
Net change in fund balances	2,204,115	1,164,426	3,211,576	2,047,150
Fund balances - Beginning of year	4,301,578	4,301,578	4,301,578	-
Fund balances - End of year	\$ 6,505,693	\$ 5,466,004	\$ 7,513,154	\$ 2,047,150

CITY OF STEAMBOAT SPRINGS
FIRE AND EMS TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2022

	Budgeted amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes and assessments	\$ 1,692,000	\$ 1,692,000	\$ 1,709,443	\$ 17,443
Contributions	109,000	109,000	105,992	(3,008)
Investment income	3,000	3,000	19,993	16,993
Total revenues	1,804,000	1,804,000	1,835,428	31,428
EXPENDITURES				
Operating Expenses	35,000	35,000	31,817	3,183
Total expenditures	35,000	35,000	31,817	3,183
Excess (deficiency) of revenues over (under) expenditures	1,769,000	1,769,000	1,803,611	34,611
OTHER FINANCING SOURCES (USES)				
Operating transfers to other funds	(4,470,258)	(4,470,258)	(4,470,258)	-
Total other financing sources and uses	(4,470,258)	(4,470,258)	(4,470,258)	-
Net change in fund balances	(2,701,258)	(2,701,258)	(2,666,647)	34,611
Fund balances - Beginning of year	3,267,068	3,267,068	3,267,068	-
Fund balances - End of year	\$ 565,810	\$ 565,810	\$ 600,421	\$ 34,611

**CITY OF STEAMBOAT SPRINGS
COMMUNITY HOUSING 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 Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Loan Repayment	\$ 30,777	\$ 30,777	\$ 21,710	\$ (9,067)
Investment income	300	300	11,170	10,870
Other Income	-	-	48,175	48,175
Total revenues	31,077	31,077	81,055	49,978
EXPENDITURES				
Community support	50,000	50,000	50,000	-
Total expenditures	50,000	50,000	50,000	-
Net change in fund balances	(18,923)	(18,923)	31,055	49,978
Fund balances - Beginning of year	116,968	116,968	116,968	-
Fund balances - End of year	\$ 98,045	\$ 98,045	\$ 148,023	\$ 49,978

CITY OF STEAMBOAT SPRINGS
STEAMBOAT SPRINGS VOLUNTEER FIRE DEPARTMENT PENSION FUND
SCHEDULE OF CHANGES IN NET PENSION LIABILITY/(ASSET) AND RELATED RATIOS MULTIYEAR
LAST 10 FISCAL YEARS*

MEASUREMENT PERIOD ENDING DECEMBER 31,	2021	2020	2019	2018	2017	2016	2015	2014
TOTAL PENSION LIABILITY								
Service Cost	\$ -	\$ 1,719	\$ 1,719	\$ 1,708	\$ 1,708	\$ 1,744	\$ 1,744	\$ 1,696
Interest on the Total Pension Liability	103,702	103,512	105,551	110,063	111,408	106,963	108,954	110,422
Benefit changes	-	-	-	-	-	-	-	-
Difference between expected and actual experience	-	36,955	-	8	-	41,126	-	3,844
Assumption changes	-	-	-	60,001	-	44,441	-	-
Benefit Payments	(136,955)	(140,247)	(132,665)	(130,065)	(132,015)	(137,865)	(136,626)	(134,550)
Net Change in Total Pension Liability	(33,253)	1,939	(25,395)	41,715	(18,899)	56,409	(25,928)	(18,588)
Total Pension Liability - beginning	1,548,779	1,546,840	1,572,235	1,530,520	1,549,419	1,493,010	1,518,938	1,537,526
Total Pension Liability - ending (a)	<u>\$1,515,526</u>	<u>\$1,548,779</u>	<u>\$1,546,840</u>	<u>\$1,572,235</u>	<u>\$1,530,520</u>	<u>\$1,549,419</u>	<u>\$ 1,493,010</u>	<u>\$ 1,518,938</u>
PLAN FIDUCIARY NET POSITION								
Employer Contributions	\$ 29,000	\$ 29,000	\$ 29,000	\$ 29,000	\$ 29,000	\$ 29,000	\$ 29,000	\$ 29,000
Pension Plan Net Investment Income	204,219	165,911	176,608	1,514	178,088	65,430	24,648	88,005
Benefit Payments	(136,955)	(140,247)	(132,665)	(130,065)	(132,015)	(137,865)	(136,626)	(134,550)
Pension Plan Administrative expenses	(7,380)	(5,873)	(6,808)	(6,238)	(6,276)	(2,243)	(3,017)	(2,409)
State of Colorado supplemental discretionary payment	43,200	21,600	21,600	-	21,600	21,600	21,600	21,600
Net change in Plan Fiduciary Net Position	132,084	70,391	87,735	(105,789)	90,397	(24,078)	(64,395)	1,646
Plan Fiduciary Net Position - beginning	1,409,818	1,339,427	1,251,692	1,357,481	1,267,084	1,291,162	1,355,557	1,353,911
Plan Fiduciary Net Position - ending (b)	<u>\$1,541,902</u>	<u>\$1,409,818</u>	<u>\$1,339,427</u>	<u>\$1,251,692</u>	<u>\$1,357,481</u>	<u>\$1,267,084</u>	<u>\$ 1,291,162</u>	<u>\$ 1,355,557</u>
Net Pension Liability - ending (a) - (b)	<u>\$ (26,376)</u>	<u>\$ 138,961</u>	<u>\$ 207,413</u>	<u>\$ 320,543</u>	<u>\$ 173,039</u>	<u>\$ 282,335</u>	<u>\$ 201,848</u>	<u>\$ 163,381</u>
Plan Fiduciary Net Position as a Percentage								
of Total Pension Liability	101.74%	91.03%	86.59%	79.61%	88.69%	81.78%	86.48%	89.24%
Covered Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net Pension Liability as a Percentage of								
Covered Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

*GASB Statement No. 68 requires ten years of information to be presented. However, until a full 10 year trend is compiled, the City will present information for those years for which information is available.

**CITY OF STEAMBOAT SPRINGS
STEAMBOAT SPRINGS VOLUNTEER FIRE DEPARTMENT PENSION FUND
SCHEDULE OF CONTRIBUTIONS MULTIYEAR
LAST 10 FISCAL YEARS**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Actuarially Determined Employer Contribution	\$ 23,797	\$ 29,906	\$ 29,906	\$ 23,084	\$ 23,084	\$ 16,017	\$ 16,017	\$ 29,000	\$ 29,000	\$ 29,000
Actual Employer Contribution	29,000	29,000	29,000	29,000	29,000	29,000	29,000	29,000	29,000	200,000
Contribution Deficiency (Excess)	<u>\$ (5,203)</u>	<u>\$ 906</u>	<u>\$ 906</u>	<u>\$ (5,916)</u>	<u>\$ (5,916)</u>	<u>\$ (12,983)</u>	<u>\$ (12,983)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (171,000)</u>
Covered Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net Pension Liability as a Percentage of Covered Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

The accompanying Required Supplemental Information notes include significant methods and assumptions.

CITY OF STEAMBOAT SPRINGS
STEAMBOAT SPRINGS PAID FIRE DEPARTMENT PENSION FUND
SCHEDULE OF EMPLOYER'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY/(ASSET)
LAST 10 FISCAL YEARS*

Measurement Period Ending December 31,	2021	2020	2019	2018	2017	2016	2015	2014	2013
Employer's proportion of the Net Pension Liability/(Asset)	0.2858%	0.2697%	0.2864%	0.2765%	0.2947%	0.3247%	0.3230%	0.3248%	0.3298%
Employer's proportionate share of the Net Pension Liability/(Asset)	\$ (1,548,965)	\$ (585,542)	\$ (161,992)	\$ 349,540	\$ (423,972)	\$ 117,327	\$ (5,694)	\$ (366,561)	\$ (294,903)
Employer's covered payroll	\$ 2,444,739	\$ 2,166,342	\$ 2,111,049	\$ 1,851,981	\$ 1,723,984	\$ 1,661,813	\$ 1,565,875	\$ 1,460,600	\$ 1,432,466
Employer's proportion of the Net Pension Liability/(Asset)	-63.4%	-27.0%	-7.7%	18.9%	-24.6%	7.1%	-0.4%	-25.1%	-20.6%
Plan Fiduciary Net Position as a Percentage of Total Pension Liability/(Asset)	116.2%	106.7%	101.9%	95.2%	106.3%	98.2%	100.1%	106.8%	105.8%

*GASB Statement No. 68 requires ten years of information to be presented. However, until a full 10 year trend is compiled, the City will present information for those years for which information is available.

**CITY OF STEAMBOAT SPRINGS
STEAMBOAT SPRINGS PAID FIRE DEPARTMENT PENSION FUND
SCHEDULE OF CONTRIBUTIONS MULTIYEAR
LAST 10 FISCAL YEARS**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Statutorily Required Contribution	\$ 263,494	\$ 195,579	\$ 173,307	\$ 168,884	\$ 148,159	\$ 137,919	\$ 132,945	\$ 125,270	\$ 116,848	\$ 114,597
Contributions in relation to the Statutorily Required Contribution	263,494	195,579	173,307	168,884	148,159	137,919	132,945	125,270	116,848	114,597
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Employer's Covered Payroll	\$ 2,927,711	\$ 2,444,739	\$ 2,166,342	\$ 2,111,049	\$ 1,851,981	\$ 1,723,984	\$ 1,661,813	\$ 1,565,875	\$ 1,460,600	\$ 1,432,466
Contributions as a percentage of Covered Payroll	9%	8%	8%	8%	8%	8%	8%	8%	8%	8%

NOTE I: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

BUDGETARY INFORMATION

Prior to January 1, the City's budget is legally adopted through enactment of a budget ordinance. This ordinance appropriates expenditure levels by fund. This then becomes the level of control upon which expenditures may not legally exceed appropriations. The City Council may, if revenues are in excess of estimates, amend the adopted budget through enactment of a supplemental budget appropriation ordinance. Management may transfer funds between line items within a department as long as the total fund appropriation is not exceeded. Transfers between funds would require enactment of a supplemental budget ordinance. Appropriations lapse at year end.

Budgets for the General Fund, Special Revenue Funds and the Capital Projects Fund are adopted on a basis consistent with US GAAP. Budgets for the Enterprise and Internal Service Funds are adopted on a basis consistent with US GAAP except that bond principal payments and capital outlay are budgeted as expenditures and depreciation is not budgeted.

The City uses encumbrance accounting and year-end encumbrances are included in assigned reserves in the ending fund balance. Any outstanding commitment to receive goods or services at year end is authorized by a re-appropriation in the succeeding year's budget ordinance.

NOTE II: OTHER INFORMATION

PENSION CONTRIBUTION INFORMATION

Valuation Date

Actuarially determined contribution rates are calculated as of January 1 of odd numbered years. The contribution rates have a one-year lag, so the actuarial valuation as of January 1, 2021 determines the contribution amounts for 2022 and 2023.

VOLUNTEER FIREFIGHTER'S DEFINED BENEFIT PENSION PLAN

Methods and Assumptions Used to Determine Contribution Rates for Fiscal Year ending December 31, 2021:

Investment Rate of Return	7.0%
Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Open*
Remaining Amortization Period	20 years*
Asset Valuation Method	5-Year smoothed fair value
Retirement Age	50% per year of eligibility until 100% at age 65.

NOTE II: OTHER INFORMATION

Mortality

Pre-Retirement: 2006 central rates from the RP-2014 Employee Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years, 50% multiplier for off-duty mortality. RP-2014 Mortality Table for Blue Collar Employees, 55% multiplier for off-duty mortality.

Post-retirement: 2006 central rates from the RP-2014 Annuitant Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years.

Disabled: 2006 central rates from the RP-2014 Disabled Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years.

Projected salary increases

N/A

Cost-of-living adjustments

None

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

PAID FIREFIGHTER'S DEFINED BENEFIT PENSION PLAN

Methods and Assumptions Used to Determine Contribution Rates for Fiscal Year ending December 31, 2021:

Actuarial Method	Entry Age Normal
Amortization Method	Level % of Payroll, Open
Amortization Period	30 Years
Long-term Investment Rate of Return*	7.0%
Projected Salary Increases	4.25% - 11.25%
Cost of Living Adjustments (COLA)	0.0%
*Includes Inflation at	2.5%

For determining the total pension liability and actuarially determined contributions, the post-retirement mortality tables for non-disabled retirees uses the 2006 central rates from the RP-2014 Annuitant Mortality Tables projected to 2018 using the MP-2017 projection scales, and the projected prospectively using the ultimate rates of the scale for all years. The pre-retirement off-duty mortality tables are adjusted to 50% of the RP-2014 mortality tables for active employees. The on-duty mortality rate is 0.00015.

***SUPPLEMENTARY
INFORMATION
(Individual Fund Financial
Statements and
Schedules)***

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**CITY OF STEAMBOAT SPRINGS
GENERAL FUND
SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2022**

	Budgeted amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes and assessments				
Sales	\$ 32,952,532	\$ 32,952,532	\$ 38,010,880	\$ 5,058,348
Vehicle use	1,650,000	1,650,000	1,611,011	(38,989)
Franchises	1,320,950	1,320,950	1,593,590	272,640
Sidewalk and special assessments	16,200	16,200	17,558	1,358
Other - Retail Marijuana State Tax	212,000	212,000	181,516	(30,484)
Other - Cigarette Tax	53,000	53,000	55,704	2,704
Total taxes and assessments	<u>36,204,682</u>	<u>36,204,682</u>	<u>41,470,259</u>	<u>5,265,577</u>
Licenses and permits	<u>93,702</u>	<u>93,702</u>	<u>122,177</u>	<u>28,475</u>
Intergovernmental				
County road and bridge	245,000	245,000	245,783	783
Mineral lease	8,000	8,000	13,833	5,833
Mineral severance	75,000	75,000	164,251	89,251
Highway users	507,084	507,084	521,726	14,642
Grants	783,660	3,030,939	2,244,144	(786,795)
Additional motor vehicle	63,100	63,100	63,384	284
Fire Protection Services	1,362,201	1,362,201	1,266,879	(95,322)
Other	162,499	162,499	211,529	49,030
Total Intergovernmental	<u>3,206,544</u>	<u>5,453,823</u>	<u>4,731,529</u>	<u>(722,294)</u>
Charges for services				
Emergency Medical Services	625,000	697,960	735,242	37,282
Botanic Park fees	63,100	63,100	96,146	33,046
Parks user fees & concessions	81,000	81,000	156,391	75,391
Recreation program fees	468,209	499,209	339,894	(159,315)
Recreation facility user fees	1,309,120	1,309,120	1,533,490	224,370
Community center fees	35,000	35,000	35,786	786
Police Department fees	42,500	42,500	49,929	7,429
Waste Reduction Fees	110,000	110,000	133,457	23,457
Transit fees	192,500	192,500	214,085	21,585
Planning fees	530,000	530,000	236,240	(293,760)
Fire plan check fees	60,000	60,000	109,466	49,466
Building permit fees	230,000	230,000	234,684	4,684
Other	87,380	190,880	179,829	(11,051)
Total Charges for Services	<u>3,833,809</u>	<u>4,041,269</u>	<u>4,054,639</u>	<u>13,370</u>
Fines and forfeits	<u>183,500</u>	<u>183,500</u>	<u>250,182</u>	<u>66,682</u>
Other Income				
Investment Income	56,771	56,771	646,136	589,365
Loan Repayment	7,200	7,200	7,200	-
Contributions	387,461	561,790	744,083	182,293
Voluntary assessment	325,000	325,000	406,209	81,209
Miscellaneous	1,146,318	1,146,318	1,188,273	41,955
Total other income	<u>1,922,750</u>	<u>2,097,079</u>	<u>2,991,901</u>	<u>894,822</u>
Total revenues	<u>\$ 45,444,987</u>	<u>\$ 48,074,055</u>	<u>\$ 53,620,687</u>	<u>\$ 5,546,632</u>

**CITY OF STEAMBOAT SPRINGS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2022**

	Budgeted amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
GENERAL GOVERNMENT				
City Council				
Personnel services	\$ 226,008	\$ 226,008	\$ 149,944	\$ 76,064
Operating expenses	83,379	83,379	78,586	4,793
Total City Council	<u>309,387</u>	<u>309,387</u>	<u>228,530</u>	<u>80,857</u>
Community Support				
Operating expenses	1,733,800	1,743,800	1,679,892	63,908
Total Community Support	<u>1,733,800</u>	<u>1,743,800</u>	<u>1,679,892</u>	<u>63,908</u>
Office of the City Manager				
City Manager				
Personnel services	370,325	384,246	386,642	(2,396)
Operating expenses	211,491	190,632	128,118	62,514
Total City Manager	<u>581,816</u>	<u>574,878</u>	<u>514,760</u>	<u>60,118</u>
Human Resources				
Personnel services	392,392	424,178	379,497	44,681
Operating Expenses	145,200	145,200	125,731	19,469
Total Human Resources	<u>537,592</u>	<u>569,378</u>	<u>505,228</u>	<u>64,150</u>
Risk Management				
Personnel services	-	-	1,232	(1,232)
Operating expenses	758,500	897,929	587,381	310,548
Total Risk Management	<u>758,500</u>	<u>897,929</u>	<u>588,613</u>	<u>309,316</u>
Total Office of City Manager	<u>1,877,908</u>	<u>2,042,185</u>	<u>1,608,601</u>	<u>433,584</u>
Financial Services				
Finance Administration				
Personnel services	222,345	230,846	228,439	2,407
Operating expenses	4,890	4,890	3,837	1,053
Total Finance Administration	<u>227,235</u>	<u>235,736</u>	<u>232,276</u>	<u>3,460</u>
Accounting				
Personnel services	537,876	558,845	527,044	31,801
Operating expenses	261,625	315,625	292,401	23,224
Total Accounting	<u>799,501</u>	<u>874,470</u>	<u>819,445</u>	<u>55,025</u>
Budget and Tax				
Personnel services	412,116	430,954	408,646	22,308
Operating expenses	21,275	21,275	20,316	959
Total Budget and Tax	<u>433,391</u>	<u>452,229</u>	<u>428,962</u>	<u>23,267</u>
Procurement/Contracting				
Personnel services	205,346	212,165	190,792	21,373
Operating expenses	22,740	22,740	10,084	12,656
Total Procurement/Contracting	<u>228,086</u>	<u>234,905</u>	<u>200,876</u>	<u>34,029</u>
Total Financial Services	<u>1,688,213</u>	<u>1,797,340</u>	<u>1,681,559</u>	<u>115,781</u>

**CITY OF STEAMBOAT SPRINGS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2022**

	Budgeted amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
GENERAL GOVERNMENT - Continued				
Office of the Deputy City Manager				
Deputy City Manager				
Personnel services	\$ 214,600	\$ 222,251	\$ 216,285	\$ 5,966
Operating expenses	5,200	36,200	31,401	4,799
Total Deputy City Manager	219,800	258,451	247,686	10,765
Intergovernmental Services				
Personnel services	244,377	262,916	244,987	17,929
Operating expenses	155,110	465,556	243,293	222,263
Total Intergovernmental Services	399,487	728,472	488,280	240,192
Waste Reduction and Recycling				
Personnel services	-	25,775	5,313	20,462
Operating expenses	102,900	117,049	69,671	47,378
Total Waste Reduction & Recycling	102,900	142,824	74,984	67,840
City Clerk's Office				
Personnel services	394,095	407,490	376,437	31,053
Operating expenses	102,064	93,676	84,492	9,184
Total City Clerk's Office	496,159	501,166	460,929	40,237
Information Technology				
Personnel services	929,794	965,989	929,658	36,331
Operating expenses	1,202,392	1,358,873	1,315,701	43,172
Total Information Technology	2,132,186	2,324,862	2,245,359	79,503
GIS Services				
Personnel services	164,927	169,017	8,099	160,918
Operating expenses	12,170	12,170	19,460	(7,290)
Total GIS Services	177,097	181,187	27,559	153,628
Facilities Maintenance				
Personnel services	583,769	624,586	584,243	40,343
Operating expenses	1,128,869	1,117,410	1,077,671	39,739
Total Facilities Maintenance	1,712,638	1,741,996	1,661,914	80,082
Communications				
Personnel services	259,676	270,189	273,731	(3,542)
Operating expenses	31,650	31,650	19,214	12,436
Total Communications	291,326	301,839	292,945	8,894
Total Office of Deputy City Manager	5,531,593	6,180,797	5,499,656	681,141
TOTAL GENERAL GOVERNMENT	\$ 11,140,901	\$ 12,073,509	\$ 10,698,238	\$ 1,375,271

CITY OF STEAMBOAT SPRINGS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2022

	Budgeted amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
TRANSPORTATION SERVICES				
Transit Administration				
Personnel services	\$ 425,555	\$ 440,574	\$ 344,988	\$ 95,586
Operating expenses	18,796	123,796	64,640	59,156
Total Transit Administration	<u>444,351</u>	<u>564,370</u>	<u>409,628</u>	<u>154,742</u>
Regional Bus Service				
Personnel services	242,091	249,689	243,081	6,608
Operating expenses	157,860	208,601	185,011	23,590
Total Regional Bus Service	<u>399,951</u>	<u>458,290</u>	<u>428,092</u>	<u>30,198</u>
Local Bus Service				
Personnel services	3,001,104	3,085,534	2,555,147	530,387
Operating expenses	1,082,971	1,346,729	1,156,184	190,545
Total Local Bus Service	<u>4,084,075</u>	<u>4,432,263</u>	<u>3,711,331</u>	<u>720,932</u>
Paratransit				
Personnel services	136,920	139,660	24,889	114,771
Operating expenses	9,250	3,805	2,925	880
Total Paratransit	<u>146,170</u>	<u>143,465</u>	<u>27,814</u>	<u>115,651</u>
TOTAL TRANSPORTATION SERVICES	<u>\$ 5,074,547</u>	<u>\$ 5,598,388</u>	<u>\$ 4,576,865</u>	<u>\$ 1,021,523</u>

CITY OF STEAMBOAT SPRINGS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2022

	Budgeted amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
PUBLIC WORKS				
Administration				
Personnel services	\$ 289,535	\$ 299,390	\$ 250,502	\$ 48,888
Operating expenses	2,708	3,213	3,109	104
Total Administration	<u>292,243</u>	<u>302,603</u>	<u>253,611</u>	<u>48,992</u>
Engineering				
Personnel services	781,533	814,411	762,687	51,724
Operating expenses	191,280	191,933	97,406	94,527
Total Engineering	<u>972,813</u>	<u>1,006,344</u>	<u>860,093</u>	<u>146,251</u>
Streets Admin				
Personnel services	403,990	418,361	353,432	64,929
Operating expenses	1,192,050	1,191,522	1,189,160	2,362
Total Streets	<u>1,596,040</u>	<u>1,609,883</u>	<u>1,542,592</u>	<u>67,291</u>
Snow Removal				
Personnel services	511,414	518,123	480,470	37,653
Operating expenses	190,000	190,000	189,072	928
Total Snow Removal	<u>701,414</u>	<u>708,123</u>	<u>669,542</u>	<u>38,581</u>
Pavement Maintenance				
Personnel services	215,993	239,571	271,556	(31,985)
Operating expenses	60,000	60,000	56,417	3,583
Total Pavement Maintenance	<u>275,993</u>	<u>299,571</u>	<u>327,973</u>	<u>(28,402)</u>
Traffic Control				
Personnel services	166,472	170,113	125,140	44,973
Operating expenses	99,900	122,400	111,531	10,869
Total Traffic Control	<u>266,372</u>	<u>292,513</u>	<u>236,671</u>	<u>55,842</u>
Storm Water Management				
Personnel services	159,475	165,343	113,375	51,968
Operating expenses	65,000	65,000	23,025	41,975
Total Storm Water Management	<u>224,475</u>	<u>230,343</u>	<u>136,400</u>	<u>93,943</u>
General Street Services				
Personnel services	408,682	417,680	266,739	150,941
Operating expenses	290,710	315,210	350,378	(35,168)
Total General Street Services	<u>699,392</u>	<u>732,890</u>	<u>617,117</u>	<u>115,773</u>
TOTAL PUBLIC WORKS	<u>\$ 5,028,742</u>	<u>\$ 5,182,270</u>	<u>\$ 4,643,999</u>	<u>\$ 538,271</u>

**CITY OF STEAMBOAT SPRINGS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2022**

	Budgeted amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
PUBLIC SAFETY				
Police Department				
Administration				
Personnel services	\$ 767,523	\$ 805,415	\$ 714,821	\$ 90,594
Operating expenses	166,470	255,329	261,228	(5,899)
Total Administration	933,993	1,060,744	976,049	84,695
Records Management				
Personnel services	398,755	414,351	357,568	56,783
Operating expenses	7,700	7,700	5,766	1,934
Total Records Management	406,455	422,051	363,334	58,717
Patrol Services				
Personnel services	2,920,598	3,225,641	2,660,813	564,828
Operating expenses	451,724	538,466	478,511	59,955
Total Patrol Services	3,372,322	3,764,107	3,139,324	624,783
Investigations				
Personnel services	666,875	750,526	344,083	406,443
Operating expenses	68,729	76,529	57,373	19,156
Total Investigations	735,604	827,055	401,456	425,599
Regional Training				
Operating expenses	-	6,072	-	6,072
Total Regional Training	-	6,072	-	6,072
Animal Control				
Personnel services	170,294	178,795	181,371	(2,576)
Operating expenses	153,922	153,922	154,859	(937)
Total Animal Control	324,216	332,717	336,230	(3,513)
Community Services				
Personnel services	436,597	448,905	225,927	222,978
Operating expenses	29,028	29,028	24,349	4,679
Total Code Enforcement	465,625	477,933	250,276	227,657
Municipal Surcharge				
Operating expenses	6,000	6,000	1,376	4,624
Total Municipal Surcharge	6,000	6,000	1,376	4,624
Total Police Department	6,244,215	6,896,679	5,468,045	1,428,634

CITY OF STEAMBOAT SPRINGS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2022

	Budgeted amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
PUBLIC SAFETY - Continued				
Fire Services				
Administration				
Personnel services	\$ 388,145	\$ 402,809	\$ 391,175	\$ 11,634
Operating expenses	32,554	52,654	45,373	7,281
Total Administration	420,699	455,463	436,548	18,915
Fire Prevention				
Personnel services	272,185	283,621	273,000	10,621
Operating expenses	20,659	18,409	13,771	4,638
Total Fire Prevention	292,844	302,030	286,771	15,259
Fire Suppression/EMS				
Personnel services	4,229,437	4,330,726	4,007,444	323,282
Operating expenses	562,541	611,601	506,697	104,904
Total Fire Suppression/ Emergency Medical Services	4,791,978	4,942,327	4,514,141	428,186
Wildland Fire				
Personnel services	-	88,732	78,850	9,882
Operating expenses	-	18,007	18,362	(355)
Total Wildland Fire	-	106,739	97,212	9,527
Total Fire/EMS Services	5,505,521	5,806,559	5,334,672	471,887
TOTAL PUBLIC SAFETY	\$ 11,749,736	\$ 12,703,238	\$ 10,802,717	\$ 1,900,521
LEGAL AND MUNICIPAL COURT				
Legal				
Personnel services	\$ 466,525	\$ 485,949	\$ 491,930	\$ (5,981)
Contractual services	89,150	154,150	142,994	11,156
Total Legal	555,675	640,099	634,924	5,175
Municipal Court				
Personnel services	126,657	132,570	121,546	11,024
Operating expenses	2,320	2,320	2,240	80
Total Municipal Court	128,977	134,890	123,786	11,104
TOTAL LEGAL AND MUNICIPAL COURT	\$ 684,652	\$ 774,989	\$ 758,710	\$ 16,279

CITY OF STEAMBOAT SPRINGS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2022

	Budgeted amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
PARKS AND RECREATION				
Administration, Marketing & Events				
Personnel services	\$ 995,150	\$ 1,074,964	\$ 1,046,498	\$ 28,466
Operating expenses	131,196	131,196	120,528	10,668
Total Administration	<u>1,126,346</u>	<u>1,206,160</u>	<u>1,167,026</u>	<u>39,134</u>
Streetscapes				
Personnel services	25,112	25,540	3,480	22,060
Operating expenses	<u>216,300</u>	<u>210,492</u>	<u>203,369</u>	<u>7,123</u>
Total Streetscapes	<u>241,412</u>	<u>236,032</u>	<u>206,849</u>	<u>29,183</u>
Parks				
Personnel services	860,665	894,158	873,143	21,015
Operating expenses	<u>554,541</u>	<u>587,869</u>	<u>564,490</u>	<u>23,379</u>
Total Parks	<u>1,415,206</u>	<u>1,482,027</u>	<u>1,437,633</u>	<u>44,394</u>
Botanic Park				
Personnel services	305,851	310,708	306,166	4,542
Operating expenses	<u>109,710</u>	<u>109,710</u>	<u>130,704</u>	<u>(20,994)</u>
Total Botanic Park	<u>415,561</u>	<u>420,418</u>	<u>436,870</u>	<u>(16,452)</u>
Trails				
Personnel services	315,396	299,318	275,293	24,025
Operating expenses	<u>189,970</u>	<u>191,060</u>	<u>194,582</u>	<u>(3,522)</u>
Total Trails	<u>505,366</u>	<u>490,378</u>	<u>469,875</u>	<u>20,503</u>
Open Space				
Personnel services	89,481	109,735	113,410	(3,675)
Operating expenses	<u>67,883</u>	<u>69,533</u>	<u>41,744</u>	<u>27,789</u>
Total Open Space	<u>157,364</u>	<u>179,268</u>	<u>155,154</u>	<u>24,114</u>
Recreation Programs				
Personnel services	689,076	713,729	607,179	106,550
Operating expenses	<u>220,216</u>	<u>205,678</u>	<u>142,366</u>	<u>63,312</u>
Total Recreation Programs	<u>909,292</u>	<u>919,407</u>	<u>749,545</u>	<u>169,862</u>

CITY OF STEAMBOAT SPRINGS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2022

	Budgeted amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
PARKS AND RECREATION - Continued				
Ski Area				
Personnel services	\$ 908,247	\$ 1,026,301	\$ 979,617	\$ 46,684
Operating expenses	721,526	744,886	716,779	28,107
Total Ski Area	<u>1,629,773</u>	<u>1,771,187</u>	<u>1,696,396</u>	<u>74,791</u>
Rodeo				
Personnel services	129,725	133,037	85,843	47,194
Operating expenses	153,672	159,032	171,725	(12,693)
Total Rodeo	<u>283,397</u>	<u>292,069</u>	<u>257,568</u>	<u>34,501</u>
Ice Arena				
Personnel services	439,954	453,916	410,887	43,029
Operating expenses	461,016	500,016	591,304	(91,288)
Total Ice Arena	<u>900,970</u>	<u>953,932</u>	<u>1,002,191</u>	<u>(48,259)</u>
Tennis Center				
Personnel services	24,340	21,440	10,383	11,057
Operating expenses	92,109	246,742	233,372	13,370
Total Tennis Center	<u>116,449</u>	<u>268,182</u>	<u>243,755</u>	<u>24,427</u>
TOTAL PARKS AND RECREATION	\$ 7,701,136	\$ 8,219,060	\$ 7,822,862	\$ 396,198

CITY OF STEAMBOAT SPRINGS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2022

	Budgeted amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
PLANNING SERVICES				
Planning Administration				
Personnel services	\$ 323,907	\$ 334,497	\$ 270,341	\$ 64,156
Operating expenses	55,308	55,308	22,403	32,905
Total Administration	<u>379,215</u>	<u>389,805</u>	<u>292,744</u>	<u>97,061</u>
Planning Operations				
Personnel services	638,803	661,507	573,133	88,374
Operating expenses	<u>397,500</u>	<u>526,560</u>	<u>28,561</u>	<u>497,999</u>
Total Development Review/ Current & Future Planning	<u>1,036,303</u>	<u>1,188,067</u>	<u>601,694</u>	<u>586,373</u>
Code Enforcement				
Personnel services	172,797	179,181	130,855	48,326
Operating expenses	<u>181,375</u>	<u>190,124</u>	<u>189,795</u>	<u>329</u>
Total Code Enforcement	<u>354,172</u>	<u>369,305</u>	<u>320,650</u>	<u>48,655</u>
Historic Preservation				
Personnel services	45,695	46,781	10,987	35,794
Operating expenses	<u>51,800</u>	<u>79,200</u>	<u>52,801</u>	<u>26,399</u>
Total Historic Preservation	<u>97,495</u>	<u>125,981</u>	<u>63,788</u>	<u>62,193</u>
TOTAL PLANNING SERVICES	<u>\$ 1,867,185</u>	<u>\$ 2,073,158</u>	<u>\$ 1,278,876</u>	<u>\$ 794,282</u>
TOTAL EXPENDITURES, excluding Debt Service and Capital Outlay	<u>\$ 43,246,899</u>	<u>\$ 46,624,612</u>	<u>\$ 40,582,267</u>	<u>\$ 6,042,345</u>

CITY OF STEAMBOAT SPRINGS
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2022

	Budgeted amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES				
Taxes and assessments	\$ 4,840,000	\$ 4,840,000	\$ 7,054,737	\$ 2,214,737
Intergovernmental	10,359,492	10,672,889	749,057	(9,923,832)
Investment Income	7,500	7,500	386,735	379,235
Contributions	335,195	950,186	772,367	(177,819)
Total revenues	15,542,187	16,470,575	8,962,896	(7,507,679)
EXPENDITURES				
Capital Projects:				
General Paving Program	1,379,262	1,379,262	1,363,172	16,090
Electric Undergrounding	-	277,403	73,658	203,745
Steamboat Blvd Mt Werner Road Intersection	-	48,081	48,081	-
Raw Water Irrigation Systems - Parks	35,000	35,000	-	35,000
Pedestrian, Bicycle & Transit Facilities	-	555,585	424,241	131,344
City Parking Lot Pavement Maint.	185,000	210,377	25,378	184,999
Stormwater System Improvements	355,000	1,132,521	895,770	236,751
Yampa River Restoration	-	95,073	91,546	3,527
US 40 Downhill Drive Intersection	115,000	282,856	158,560	124,296
Park Playground Equipment	-	296,980	286,655	10,325
PW Wash Out Containment - Grit Dump	950,000	1,876,639	-	1,876,639
Spring Creek Dam Restoration	-	16,638	-	16,638
Indian Trails/US40 Intersection Improvements	-	22,138	5,932	16,206
US 40 West Pedestrian Connection, Phase II	-	168,579	86,040	82,539
Soda Creek Bridge 11th Street	-	88,140	53,084	35,056
Soda Creek Bridge Oak Street	-	87,998	53,031	34,967
Wildhorse Boardwalk	-	166,113	-	166,113
Enterprise Software	-	2,770,942	-	2,770,942
Rodeo Grounds Parking Lot Paving	-	116,353	11,587	104,766
Howelsen Ice Arena Locker Room Expansion	-	709,491	709,827	(336)
Highway 40 Medians (Rich Weiss Park to Anglers)	-	1,187,046	1,151,189	35,857
Mount Werner Road / US40 Roundabout	-	90,000	54,712	35,288
Mountain Fire Station Generator	-	134,448	21,784	112,664
Howelsen Hill Tubing	-	301,476	241,381	60,095
Transit Operations Center Solar Array	-	33,672	-	33,672
Soda Creek Bridges Grant	800,000	700,000	-	700,000
Yampa River Forest Restoration & Temp Mitigation	200,000	200,000	35,061	164,939
Ski Town Ballfield Culvert Replacement	950,000	950,000	-	950,000
Ski Town Park Irrigation	450,000	450,000	12,080	437,920
Transit Bus Refurbishment 72 & 73	800,000	800,000	-	800,000
Transit Bus Replacement 6	732,125	732,125	-	732,125
Fire Type III Engine	461,000	461,000	445,826	15,174
Stone Lane Bridge Design	115,195	115,195	-	115,195
Community House	286,068	286,068	7,137	278,931
Howelsen Tennis Volleyball Lights	225,000	375,000	309,223	65,777
New City Hall	6,500,000	6,500,000	473,575	6,026,425
Yampa River Restoration Emerald to Botanic Park	435,000	435,000	-	435,000
More Ranch Community Housing	-	207,300	143,559	63,741
Ice Arena Compressor Rebuild	-	51,000	46,975	4,025
Central Fire Station	16,226,978	16,334,020	713,228	15,620,792
Regional Solar Grant	-	34,196	8,782	25,414

CITY OF STEAMBOAT SPRINGS
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2022

Transit Regional Bus Replacement Nov 2021 Accident	-	367,500	330,983	36,517
Botanic Park Gateway	-	470,443	376,645	93,798
Storm Peak Apts - South Hotel Trail	-	140,000	-	140,000
EV Charger Rodeo	-	33,750	539	33,211
Brooklyn Park Playground	-	2,000	2,275	(275)
Discontinued Projects	-	2,037,101	-	2,037,101
Total expenditures	<u>31,200,628</u>	<u>43,764,509</u>	<u>8,661,516</u>	<u>35,102,993</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(15,658,441)</u>	<u>(27,293,934)</u>	<u>301,380</u>	<u>27,595,314</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of assets	3,000,000	3,000,000	-	(3,000,000)
Operating transfers to other funds	(282,855)	(455,555)	(305,555)	(150,000)
Operating transfers from other funds	<u>13,251,837</u>	<u>13,626,087</u>	<u>13,626,087</u>	<u>-</u>
Total other financing sources and uses	<u>15,968,982</u>	<u>16,170,532</u>	<u>13,320,532</u>	<u>(3,150,000)</u>
Net change in fund balances	310,541	(11,123,402)	13,621,912	24,445,314
Fund balances - Beginning of year	<u>9,746,478</u>	<u>2,694,642</u>	<u>14,204,117</u>	<u>11,509,475</u>
Fund balances - End of year	<u>\$ 10,057,019</u>	<u>\$ (8,428,760)</u>	<u>\$ 27,826,029</u>	<u>\$ 35,954,789</u>

CITY OF STEAMBOAT SPRINGS
ACCOMMODATIONS TAX CAPITAL PROJECTS 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 Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ 1,442,000	\$ 1,442,000	\$ 1,980,781	\$ 538,781
Intergovernmental	-	97,788	97,733	(55)
Investment Income	2,000	2,000	67,342	65,342
Total revenues	1,444,000	1,541,788	2,145,856	604,068
EXPENDITURES				
Capital Projects:				
USFS Trail Planning	-	8,539	2,966	5,573
Hwy 40 Lodging To Walton Creek Trail	-	250,631	9,714	240,917
2A Trails Buff Pass Trails	-	70,582	-	70,582
Spring Creek Alternate Trail - City Portion	-	45,529	2,415	43,114
2A Fish Creek Trail Connection	-	26,049	-	26,049
Howelsen Hill Chairlift	-	582,014	284,786	297,228
West Steamboat Springs Trail - Grant	-	370,964	348,189	22,775
West Steamboat Springs Trail - Non-Grant	-	263,568	-	263,568
2A Trails for Whistler Trails	-	58,000	48,748	9,252
Tennis Membrane CS4L Agreement 2022	-	500,000	-	500,000
Howelsen Hill Snowmaking	-	200,000	80,307	119,693
Howelsen Hill Skiable Terrain Grading	-	15,000	-	15,000
Core Trail South Easement Acquisition	-	35,000	-	35,000
Solar Test Light HH Ski Area Parking Lot	-	50,000	-	50,000
Trails Construction	505,068	1,231,683	(1,514)	1,233,197
Marketing Expenses	30,000	30,000	7,000	23,000
Total expenditures	535,068	3,737,559	782,611	2,954,948
Excess (deficiency) of revenues over (under) expenditures	908,932	(2,195,771)	1,363,245	3,559,016
OTHER FINANCING SOURCES (USES)				
Operating transfers to other funds	(30,000)	(30,000)	(30,000)	-
Total other financing sources and uses	(30,000)	(30,000)	(30,000)	-
Net change in fund balances	878,932	(2,225,771)	1,333,245	3,559,016
Fund balances - Beginning of year	3,866,606	431,486	3,665,103	3,233,617
Fund balances - End of year	\$ 4,745,538	\$ (1,794,285)	\$ 4,998,348	\$ 6,792,633

CITY OF STEAMBOAT SPRINGS
UTILITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2022

	Budgeted amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Charges for services	\$ 8,222,500	\$ 8,239,900	\$ 8,320,779	\$ 80,879
Intergovernmental	-	66,241	46,889	(19,352)
Investment Income	28,510	28,510	263,237	234,727
Other Income	36,727	36,727	56,986	20,259
Total revenues	8,287,737	8,371,378	8,687,891	316,513
EXPENDITURES				
Wastewater Treatment				
Personnel services	584,376	607,114	523,983	83,131
Operating expenses	791,842	846,490	682,228	164,262
Total Wastewater Treatment	1,376,218	1,453,604	1,206,211	247,393
Wastewater Collection				
Personnel services	189,827	194,143	171,496	22,647
Operating expenses	127,286	129,083	125,788	3,295
Total Wastewater Collection	317,113	323,226	297,284	25,942
Water Rights Management				
Personnel services	69,438	72,698	76,085	(3,387)
Operating expenses	129,000	94,750	52,806	41,944
Total Water Rights Management	198,438	167,448	128,891	38,557
Water Distribution				
Personnel services	275,656	286,156	255,665	30,491
Operating expenses	259,894	287,678	299,613	(11,935)
Total Water Distribution	535,550	573,834	555,278	18,556

CITY OF STEAMBOAT SPRINGS
UTILITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2022

	Budgeted amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
EXPENDITURES - Continued				
Meter Reading/Billing				
Personnel services	\$ 155,317	\$ 161,522	\$ 161,028	\$ 494
Operating expenses	173,339	174,321	167,604	6,717
Total Meter Reading/Billing	<u>328,656</u>	<u>335,843</u>	<u>328,632</u>	<u>7,211</u>
Administration				
Personnel services	397,689	412,670	450,791	(38,121)
Operating expenses	1,321,198	1,393,731	1,158,420	235,311
Total Administration	<u>1,718,887</u>	<u>1,806,401</u>	<u>1,609,211</u>	<u>197,190</u>
Debt service				
Principal	654,680	654,680	615,000	39,680
Interest	361,150	361,150	333,294	27,856
Total Debt Service	<u>1,015,830</u>	<u>1,015,830</u>	<u>948,294</u>	<u>67,536</u>
Capital outlay				
Land and Improvements	6,233,272	11,140,317	5,275,700	5,864,617
Intangible Assets	-	29,810	16,460	13,350
Machinery and Equipment	-	8,392	8,391	1
Total Capital Outlay	<u>6,233,272</u>	<u>11,178,519</u>	<u>5,300,551</u>	<u>5,877,968</u>
Total expenditures	<u>11,723,964</u>	<u>16,854,705</u>	<u>10,374,352</u>	<u>6,480,353</u>

CITY OF STEAMBOAT SPRINGS
UTILITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2022

	Budgeted amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Excess (deficiency) of revenues over (under) expenditures	\$ (3,436,227)	\$ (8,483,327)	\$ (1,686,461)	\$ 6,796,866
OTHER FINANCING SOURCES (USES)				
Loss on sale of assets	-	-	27,800	27,800
Tap fees	1,673,000	1,673,000	3,256,497	1,583,497
Contributions	-	-	1,147	1,147
Total other financing sources and uses	1,673,000	1,673,000	3,285,444	1,612,444
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	\$ (1,763,227)	\$ (6,810,327)	1,598,983	\$ 8,409,310
ADD (DEDUCT) RECONCILING ITEMS FOR CHANGE IN NET POSITION				
Depreciation			(1,921,843)	
Amortization			24,065	
Principal payments			615,000	
Capital expenditures			4,095,517	
Change in net position			4,411,722	
Net position - beginning of year			65,792,272	
Net position - end of year			\$ 70,203,994	

CITY OF STEAMBOAT SPRINGS
AIRPORT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2022

	Budgeted amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Intergovernmental	\$ 5,121,745	\$ 4,980,061	\$ 4,019,564	\$ (960,497)
Charges for services	1,013,535	1,353,777	1,116,170	(237,607)
Investment Income	77,892	150	78,244	78,094
Other Income	-	-	51,168	51,168
Total revenues	6,213,172	6,333,988	5,265,146	(1,068,842)
EXPENDITURES				
Airport Operations				
Personnel services	195,611	204,248	214,333	(10,085)
Operating expenses	355,887	350,987	327,243	23,744
Total Airport Operations	551,498	555,235	541,576	13,659
Fixed Base Operations				
Personnel services	334,440	347,803	317,100	30,703
Operating expenses	498,173	634,473	583,948	50,525
Total Fixed Base Operations	832,613	982,276	901,048	81,228
Capital outlay				
Machinery and equipment	81,500	170,399	170,953	(554)
Land and Improvements	5,278,600	5,593,388	4,544,977	1,048,411
Total Capital Outlay	5,360,100	5,763,787	4,715,930	1,047,857
Total expenditures	6,744,211	7,301,298	6,158,554	1,142,744
Excess (deficiency) of revenues over (under) expenditures	\$ (531,039)	\$ (967,310)	\$ (893,408)	\$ 73,902

CITY OF STEAMBOAT SPRINGS
AIRPORT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2022

	Budgeted amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
OTHER FINANCING SOURCES (USES)				
Gain (Loss) on sale of asset	\$ -	\$ -	\$ 6,750	\$ 6,750
Transfers in	<u>531,039</u>	<u>657,739</u>	<u>657,739</u>	<u>-</u>
Total other financing sources and uses	<u>531,039</u>	<u>657,739</u>	<u>664,489</u>	<u>6,750</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	<u>\$ -</u>	<u>\$ (309,571)</u>	<u>(228,919)</u>	<u>\$ 67,152</u>
ADD (DEDUCT) RECONCILING ITEMS FOR CHANGE IN NET POSITION				
Depreciation			(369,282)	
Capital expenditures			<u>4,715,930</u>	
Change in net position			4,117,729	
Net position - beginning of year			<u>8,212,854</u>	
Net position - end of year			<u>\$ 12,330,583</u>	

CITY OF STEAMBOAT SPRINGS
GOLF FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2022

	Budgeted amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Charges for services	\$ 2,114,500	\$ 2,151,700	\$ 2,393,871	\$ 242,171
Investment Income	500	500	29,221	28,721
Contributions	1,625	1,625	1,625	-
Other Income	2,000	2,000	638	(1,362)
Total revenues	2,118,625	2,155,825	2,425,355	269,530
EXPENDITURES				
Course Operations				
Personnel services	348,923	375,836	378,192	(2,356)
Operating expenses	477,776	522,261	520,557	1,704
Total Course Operations	826,699	898,097	898,749	(652)
Course Marketing				
Operating expenses	25,000	25,000	21,525	3,475
Total Course Marketing	25,000	25,000	21,525	3,475
Course Maintenance				
Personnel services	550,796	562,427	495,426	67,001
Operating expenses	277,615	277,615	276,512	1,103
Total Course Maintenance	828,411	840,042	771,938	68,104
Equipment Maintenance				
Personnel services	105,944	110,900	107,104	3,796
Operating expenses	38,300	38,300	36,262	2,038
Total Equipment Maintenance	144,244	149,200	143,366	5,834
Debt service				
Principal	51,451	51,451	51,452	(1)
Interest	1,903	1,903	1,994	(91)
Total Debt Service	53,354	53,354	53,446	(92)

CITY OF STEAMBOAT SPRINGS
GOLF FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2022

	Budgeted amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Capital outlay				
Machinery and equipment	\$ 106,957	\$ 106,957	\$ 65,221	\$ 41,736
Construction in progress	120,000	195,000	151,741	43,259
Buildings and improvements	<u>160,000</u>	<u>160,000</u>	<u>159,332</u>	<u>668</u>
Land and improvements	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Capital Outlay	<u>386,957</u>	<u>461,957</u>	<u>376,294</u>	<u>85,663</u>
 Total expenditures	<u>2,264,665</u>	<u>2,427,650</u>	<u>2,265,318</u>	<u>162,332</u>
 Excess (deficiency) of revenues over (under) expenditures	<u>(146,040)</u>	<u>(271,825)</u>	<u>160,037</u>	<u>431,862</u>
 OTHER FINANCING SOURCES (USES)				
Transfer in	30,000	30,000	30,000	-
Gain (Loss) on sale of asset	<u>-</u>	<u>-</u>	<u>500</u>	<u>500</u>
 Total other financing sources and uses	<u>30,000</u>	<u>30,000</u>	<u>30,500</u>	<u>500</u>
 Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ (116,040)</u>	<u>\$ (241,825)</u>	<u>190,537</u>	<u>\$ 432,362</u>
 ADD (DEDUCT) RECONCILING ITEMS FOR CHANGE IN NET POSITION				
Depreciation			(320,358)	
Principal payments			51,452	
Capital expenditures			<u>371,511</u>	
 Change in net position			293,142	
 Net position - beginning of year			<u>9,811,522</u>	
 Net position - end of year			<u>\$ 10,104,664</u>	

CITY OF STEAMBOAT SPRINGS
FLEET SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2022

	Budgeted amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Charges for services	\$ 2,283,910	\$ 2,304,410	\$ 2,352,332	\$ 47,922
Investment income	20,156	20,156	97,549	77,393
Other income	-	-	10,521	10,521
Total revenues	2,304,066	2,324,566	2,460,402	135,836
EXPENDITURES				
Current				
Personnel services	492,994	511,494	410,743	100,751
Operating expenses	660,887	749,213	693,601	55,612
Capital outlay				
Intangible assets	-	61,674	46,574	15,100
Machinery and equipment	1,809,952	2,235,756	1,330,238	905,518
Total expenditures	2,963,833	3,558,137	2,481,156	1,076,981
Excess (deficiency) of revenues over (under) expenditures	(659,767)	(1,233,571)	(20,754)	1,212,817
OTHER FINANCING SOURCES (USES)				
Gain (Loss) on sale of assets	152,150	152,150	127,258	(24,892)
Transfers in	-	26,000	26,000	-
Total other financing sources and uses	152,150	178,150	153,258	(24,892)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	\$ (507,617)	\$ (1,055,421)	132,504	\$ 1,187,925
ADD (DEDUCT) RECONCILING ITEMS FOR CHANGE IN NET POSITION				
Depreciation			(578,871)	
Capital expenditures			1,376,812	
Change in net position			930,445	
Net position - beginning of year			8,868,498	
Net position - end of year			\$ 9,798,943	

**CITY OF STEAMBOAT SPRINGS
SCHEDULE OF CAPITAL ASSETS
USED IN THE OPERATION OF GOVERNMENTAL FUNDS - BY SOURCE
DECEMBER 31, 2022**

	<u>2022</u>
Governmental funds capital assets:	
Intangible assets - Other	\$ 1,463,714
Intangible assets - Right to Use	62,086
Land and improvements	50,002,215
Parks and fields	15,803,864
Roads and bridges	42,494,118
Trails	8,315,901
Buildings and improvements	60,553,869
Machinery and equipment	21,073,693
Construction in progress	<u>17,457,537</u>
 Total governmental funds capital assets	 <u>\$ 217,226,997</u>
 Investments in governmental funds capital assets by source:	
General Fund	\$ 50,261,541
Capital Projects Fund	134,332,019
Accommodations Tax Capital Fund	5,431,064
Steamboat Springs Redevelopment Authority Fund	<u>27,202,373</u>
	 <u>\$ 217,226,997</u>

Note: Excludes Internal Service Fund

**STEAMBOAT SPRINGS LOCAL MARKETING DISTRICT
BALANCE SHEET
DECEMBER 31, 2022**

ASSETS

Cash and investments	\$ 2,956,681
Pooled cash & investments	
Receivable	
Taxes receivable	<u>539,133</u>
 Total assets	 <u>\$ 3,495,814</u>

LIABILITIES AND FUND BALANCES

Fund Balances	
Restricted	<u>\$ 3,495,814</u>
 Total fund balances	 <u>3,495,814</u>
 Total liabilities and fund balances	 <u>\$ 3,495,814</u>

**STEAMBOAT SPRINGS LOCAL MARKETING DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2022**

REVENUES

Taxes and assessments	\$ 3,009,324
Investment income	<u>57,284</u>
Total revenues	<u>3,066,608</u>

EXPENDITURES

Current	
Air service payments	1,752,031
Operating expenses	<u>562,213</u>
Total expenditures	<u>2,314,244</u>
Net change in fund balances	752,364
Fund balances - Beginning of year	<u>2,743,450</u>
Fund balances - End of year	<u><u>\$ 3,495,814</u></u>

STEAMBOAT SPRINGS LOCAL MARKETING DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2022

	Budgeted amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ 2,100,000	\$ 2,100,000	\$ 3,009,324	\$ 909,324
Investment income	2,500	2,500	57,284	54,784
Contributions	-	-	-	-
Total revenues	2,102,500	2,102,500	3,066,608	964,108
EXPENDITURES				
Current				
Air service payments	2,400,120	2,400,120	1,752,031	648,089
Operating expenses	566,500	566,500	562,213	4,287
Total expenditures	2,966,620	2,966,620	2,314,244	652,376
Excess of revenues over expenditures	(864,120)	(864,120)	752,364	1,616,484
Net change in fund balances	(864,120)	(864,120)	752,364	1,616,484
Fund balances - Beginning of year	1,757,063	1,757,063	2,743,450	-
Fund balances - End of year	\$ 892,943	\$ 892,943	\$ 3,495,814	\$ 1,616,484

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

LOCAL HIGHWAY FINANCE REPORT		City or County:
		City of Steamboat Springs
This Information From The Records Of (example - City of _ or County of _): City of Steamboat Springs		Prepared By:
		Elizabeth Neidel
		Phone:
		970-871-8238

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)	3,869,571
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	539,529
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	241,872
2. General fund appropriations	-	b. Snow and ice removal	669,542
3. Other local imposts (from page 2)	7,716,090	c. Other	433,836
4. Miscellaneous local receipts (from page 2)	12,792	d. Total (a. through c.)	1,345,249
5. Transfers from toll facilities	-	4. General administration & miscellaneous	1,552,138
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	1,255,478
a. Bonds - Original Issues	-	6. Total (1 through 5)	8,561,965
b. Bonds - Refunding Issues	-	B. Debt service on local obligations:	
c. Notes	-	1. Bonds:	
d. Total (a. + b. + c.)	-	a. Interest	-
7. Total (1 through 6)	7,728,882	b. Redemption	-
B. Private Contributions	153,915	c. Total (a. + b.)	-
C. Receipts from State government		2. Notes:	
(from page 2)	604,103	a. Interest	-
D. Receipts from Federal Government		b. Redemption	-
(from page 2)	75,065	c. Total (a. + b.)	-
E. Total receipts (A.7 + B + C + D)	8,561,965	3. Total (1.c + 2.c)	-
		C. Payments to State for highways	-
		D. Payments to toll facilities	-
		E. Total disbursements (A.6 + B.3 + C + D)	8,561,965

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

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

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	-	8,561,965	8,561,965	-	-

Notes and Comments:

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	-	a. Interest on investments	-
b. Other local imposts:		b. Road Maintenance Fee	12,792
1. Sales Taxes	5,859,297	c. (Specify)	-
2. Vehicle Use Tax	1,611,011	d. (Specify)	-
3. Roads & Bridges	245,783	e. (Specify)	-
4. (Specify)	-	f. (Specify)	-
5. (Specify)	-	g. (Specify)	-
6. Total (1. through 5.)	7,716,090	h. (Specify)	-
c. Total (a. + b.)	7,716,090	i. Total (a. through h.)	12,792
(Carry forward to page 1)		(Carry forward to page 1)	

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes (from Item I.C.5.)	521,726	1. FHWA (from Item I.D.5.)	75,065
2. State general funds	-	2. Other Federal agencies:	
3. Other State funds:		a. (Specify)	-
a. Motor Vehicle	82,377	b. (Specify)	-
b. (Specify)	-	c. (Specify)	-
c. (Specify)	-	d. (Specify)	-
d. (Specify)	-	e. (Specify)	-
e. (Specify)	-	f. (Specify)	-
f. Total (a. through e.)	82,377	g. Total (a. through f.)	-
4. Total (1. + 2. + 3.f)	604,103	3. Total (1. + 2.g)	75,065
(Carry forward to page 1)		(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	-	69,727	69,727
b. Engineering Costs	175,296	195,615	370,912
c. Construction:			
(1). New Facilities	-	-	-
(2). Capacity Improvements	-	-	-
(3). System Preservation	-	2,154,426	2,154,426
(4). System Enhancement & Operation	1,226,425	48,081	1,274,506
(5). Total Construction (1) + (2) + (3) + (4)	1,226,425	2,202,507	3,428,932
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	1,401,721	2,467,850	3,869,571
(Carry forward to page 1)			

Notes and Comments:

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STATISTICAL SECTION

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STATISTICAL SECTION

(unaudited)

This part of the City of Steamboat Springs Annual Comprehensive Financial Report presents detailed information to facilitate the understanding of this year's financial statements, note disclosures, and supplementary information. The independent auditor has not audited this information.

Contents

Page

Financial Trends:

108-113

These tables contain trend information that may assist the reader in assessing the City's current financial performance by placing it in historical perspective.

Revenue Capacity:

114-120

These tables contain information that may assist the reader in assessing the viability of the City's most significant "own-source" revenue source, which is sales tax. Information on accommodation tax is also available in this section. Routt County property taxpayer information is also provided for the reader.

Debt Capacity:

121-124

These tables present information that may assist the reader in analyzing the affordability of the City's current level of outstanding debt, and the City's ability to issue additional debt in the future.

Demographics and Economic Information:

125-126

These tables offer economic and demographic indicators that are commonly used for financial analysis and may assist the reader in understanding the City's present and ongoing financial status.

Operating Information:

127-129

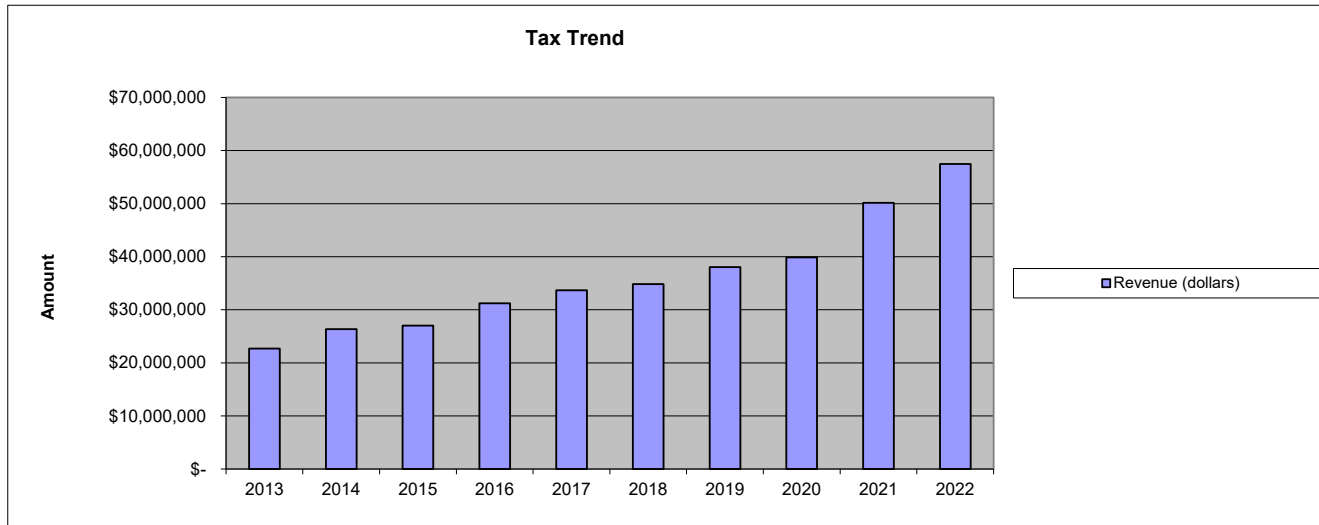
These tables contain service and infrastructure indicators that may assist the reader in understanding how the information in these financial statements relates to the City's services and activities performed.

Sources: Unless otherwise noted, the information in these tables is derived from the ACFR's for the relevant years.

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CITY OF STEAMBOAT SPRINGS
TAX REVENUE BY SOURCE, GOVERNMENTAL FUNDS
LAST TEN YEARS
(modified accrual basis of accounting)
(unaudited)

	Sales Tax	Building Use Tax	Vehicle Use Tax	Accommodations Tax	Property Tax	Excise Tax	Franchise Fees	Steamboat Spgs Redevelopmt Authority		SSRA Total	Other	Total
								Tax Increment Funding Sales Tax	Tax Increment Funding Property Tax			
2013	\$ 17,028,897	\$ 772,352	\$ 602,673	\$ 207,369	\$ -	\$ 473,180	\$ 1,337,782	\$ -	\$ 1,871,840	\$ 1,871,840	\$ 399,708	\$ 22,693,800
2014	18,287,018	1,541,629	742,348	832,006	-	877,419	1,384,116	338,003	1,772,955	2,110,958	566,080	26,341,574
2015	19,086,563	1,146,851	784,015	903,764	-	637,506	1,364,163	562,022	1,802,043	2,364,065	729,521	27,016,447
2016	22,643,437	1,583,460	834,070	996,433	-	1,066,349	1,358,964	799,949	1,680,361	2,480,310	254,853	31,217,875
2017	23,907,946	2,282,813	1,134,111	1,039,966	-	1,344,425	1,366,784	549,759	1,848,517	2,398,276	203,919	33,678,240
2018	25,298,091	1,787,555	1,091,276	1,142,250	-	1,029,117	1,445,414	699,947	2,129,229	2,829,176	225,367	34,848,246
2019	26,915,309	2,500,105	1,079,117	1,292,313	-	1,336,328	1,511,920	1,042,342	2,143,825	3,186,167	239,759	38,061,018
2020	27,457,043	2,303,528	1,194,704	1,136,738	1,554,516	1,445,085	1,482,962	370,944	2,664,278	3,035,223	264,366	39,874,165
2021	33,193,545	4,085,043	1,761,818	1,616,316	1,568,668	2,107,802	1,667,591	1,178,943	2,694,843	3,873,787	258,241	50,132,811
2022	38,010,880	4,224,055	1,611,011	1,980,781	1,709,443	2,538,380	1,874,141	2,337,143	2,953,707	5,290,850	237,220	57,476,761
Change from 2013 to 2022	123.2%	446.9%	167.3%	855.2%		436.5%	40.1%		57.8%	182.7%	-40.7%	153.3%
Change from 2021 to 2022	12.7%	3.3%	-9.4%	18.4%	8.2%	17.0%	11.0%	49.6%	8.8%	26.8%	-8.9%	12.8%



CITY OF STEAMBOAT SPRINGS
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN YEARS
(modified accrual basis of accounting)
(unaudited)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Revenue:										
Taxes & assessments	\$ 24,241,679	\$ 27,958,323	\$ 28,723,016	\$ 31,217,875	\$ 33,826,273	\$ 35,092,146	\$ 38,170,378	\$ 39,941,630	\$ 50,280,928	\$ 57,506,070
Licenses, fees, and permits	77,541	77,358	83,630	96,538	94,140	102,053	125,118	95,565	131,492	122,177
Intergovernmental	4,992,408	3,897,987	4,450,680	3,480,915	4,767,067	7,675,448	8,650,284	6,655,397	9,500,980	5,578,319
Charges for services	2,617,445	2,740,601	2,790,239	3,089,120	3,035,482	3,226,539	3,233,074	2,409,928	3,549,325	4,054,639
Fines and forfeits	212,458	224,704	239,504	218,027	196,088	220,736	248,279	227,658	196,443	250,182
Investment Income	58,460	68,405	102,252	295,837	473,587	911,727	910,607	323,504	86,169	1,256,891
Loan Repayment	-	-	30,777	436,567	38,577	38,577	27,962	28,273	28,589	28,910
Contributions	248,372	361,787	314,450	366,254	1,052,366	709,257	557,285	1,432,058	1,762,540	1,622,442
Voluntary assessment	257,061	312,005	344,857	30,777	328,329	375,400	365,936	262,256	210,653	406,209
Miscellaneous	1,207,051	988,974	781,082	987,881	1,086,687	903,809	1,042,512	1,069,585	1,229,381	1,236,448
Total revenue	33,912,475	36,630,144	37,860,487	40,219,791	44,898,596	49,255,692	53,331,435	52,445,854	66,976,500	72,062,287
Expenditures:										
General government	4,930,707	5,023,229	5,476,944	6,449,671	6,359,281	6,626,627	7,700,777	8,113,757	8,237,597	10,361,596
Community Support	1,185,718	1,206,382	1,406,043	1,446,602	1,517,195	1,596,913	1,690,009	1,603,060	1,528,925	386,642
Transportation Services	2,943,710	3,061,878	3,189,508	3,427,775	3,665,422	3,592,486	3,909,029	3,788,928	3,730,859	4,576,865
Public Works	2,710,752	3,028,303	3,136,039	3,531,078	4,051,453	4,114,470	4,534,136	4,400,230	4,232,632	5,044,511
Public Safety Services	6,510,150	6,568,826	6,933,107	7,188,058	7,669,186	8,109,688	8,921,001	8,947,861	8,679,405	10,834,534
Legal and municipal court	509,193	527,547	545,430	474,879	556,342	547,221	602,051	602,872	584,328	758,710
Parks and Community Services	4,395,130	4,536,633	4,809,358	4,840,806	5,113,755	5,364,669	5,468,649	4,960,522	5,648,326	7,822,862
Planning	530,626	583,543	760,982	896,418	836,989	961,633	841,838	1,043,938	1,037,344	1,278,876
Capital projects	5,760,751	4,014,225	5,445,310	10,507,718	12,506,187	23,154,399	17,545,561	8,225,036	17,879,362	11,282,327
Debt service:										
Administrative Fees	4,000	48,252	6,750	8,750	6,500	6,500	4,500	7,500	9,000	5,000
Bond issuance costs	-	-	-	140,175	-	149,898	-	60,025	-	-
Principal	1,244,014	1,288,433	1,482,023	1,525,777	1,624,701	1,833,807	1,958,100	1,923,960	1,274,130	907,886
Interest	839,486	802,511	1,081,868	1,019,486	901,807	1,013,925	1,030,803	969,908	599,576	537,298
Total expenditures	31,564,237	30,689,762	34,273,362	41,457,193	44,808,818	57,072,236	54,206,454	44,647,597	53,441,484	53,797,107
Excess of revenues over (under) expenditures	2,348,238	5,940,382	3,587,125	(1,237,402)	89,778	(7,816,544)	(875,019)	7,798,257	13,535,016	18,265,180
Other Financing Sources (uses):										
Sales of assets	-	13,635	7,750	22,600	750	4,000	15,720	-	33,050	1,525
Insurance proceeds	14,705	17,177	193,014	187,978	54,534	11,393	75,705	233,097	112,732	220,007
Lease proceeds	-	-	-	-	-	-	-	17,576	10,508	51,578
Debt proceeds	-	-	-	6,220,000	-	5,920,000	-	11,080,000	-	-
Debt issuance premium	-	-	-	330,539	-	314,418	-	-	-	-
Payments to escrow agent	-	-	-	(5,110,809)	-	-	-	(11,440,000)	-	-
Transfers out	(1,237,489)	(12,382,436)	(2,724,870)	(4,933,512)	(1,240,576)	(5,259,211)	(1,843,776)	(1,811,501)	(491,535)	(14,810,084)
Transfers in	403,264	11,850,635	5,372,892	4,752,124	1,232,320	5,327,365	1,679,174	1,936,598	325,360	14,096,345
Total other financing sources (uses)	(819,520)	(500,989)	2,848,786	1,468,920	47,028	6,317,965	(73,177)	15,770	(9,885)	(440,629)
Net change in fund balances	\$ 1,528,718	\$ 5,439,393	\$ 6,435,911	\$ 231,518	\$ 136,806	\$ (1,498,579)	\$ (948,196)	\$ 7,814,027	\$ 13,525,131	\$ 17,824,551
Debt service - Net of refundings as a percentage of non-capital expenditures	7.7%	7.5%	8.5%	7.9%	7.3%	7.6%	7.3%	7.6%	4.8%	3.3%

CITY OF STEAMBOAT SPRINGS
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN YEARS
(modified accrual basis of accounting)
(unaudited)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund Balances										
Non-Spendable	\$ 78,300	\$ 59,119	\$ 45,738	\$ 43,154	\$ 63,736	\$ 39,727	\$ 71,560	\$ 66,223	\$ 82,717	\$ 367,327
Restricted	1,398,500	1,507,500	1,453,500	1,670,157	1,717,500	1,893,500	1,945,641	1,956,445	1,965,611	2,111,682
Committed	116,501	141,540	159,302	167,141	166,753	179,206	188,036	251,311	331,526	413,407
Assigned	6,626,033	6,762,366	10,107,015	122,250	586,682	397,977	821,388	385,179	48,622	1,739,985
Unassigned	13,153,927	5,226,737	5,932,897	12,253,718	14,062,351	12,704,371	14,316,960	18,386,040	31,455,897	31,545,382
Subtotal General Fund	\$21,373,261	\$13,697,262	\$17,698,452	\$14,256,420	\$16,597,022	\$15,214,781	\$17,343,585	\$21,045,198	\$33,884,373	\$36,177,783
All Other Governmental Funds:										
Restricted										
Special revenue funds	\$ 3,933,550	\$ 4,173,356	\$ 4,223,516	\$ 4,396,399	\$ 4,913,315	\$ 4,017,933	\$ 4,715,068	\$ 6,710,860	\$ 7,685,614	\$ 8,261,598
Capital projects funds	889,465	1,495,027	1,471,720	1,545,647	2,524,697	2,595,158	3,612,100	4,878,671	4,295,954	5,687,182
Committed										
Capital projects funds	-	362,665	568,535	-	-	-	-	-	747,610	954,835
Assigned										
Special revenue funds	-	-	479,260	-	-	-	-	-	-	-
Capital projects funds	2,106,921	14,014,280	15,737,018	20,211,553	16,511,791	17,220,374	12,429,297	13,279,348	12,825,656	26,182,360
Subtotal-Other Governmental Funds	\$ 6,929,936	\$20,045,328	\$22,480,049	\$26,153,599	\$23,949,803	\$23,833,465	\$20,756,465	\$24,868,879	\$25,554,834	\$41,085,975
Total Governmental Funds	\$28,303,197	\$33,742,590	\$40,178,501	\$40,410,019	\$40,546,825	\$39,048,246	\$38,100,050	\$45,914,077	\$59,439,207	\$77,263,758
Governmental Funds										
Non-Spendable	\$ 78,300	\$ 59,119	\$ 45,738	\$ 43,154	\$ 63,736	\$ 39,727	\$ 71,560	\$ 66,223	\$ 82,717	\$ 367,327
Restricted	6,221,515	7,175,883	7,148,736	7,612,203	9,155,512	8,506,591	10,272,809	13,545,976	13,947,179	16,060,462
Committed	116,501	504,205	727,837	167,141	166,753	179,206	188,036	251,311	1,079,136	1,368,242
Assigned	8,732,954	20,776,646	26,323,293	20,333,803	17,098,473	17,618,351	13,250,685	13,664,527	12,874,278	27,922,345
Unassigned	13,153,927	5,226,737	5,932,897	12,253,718	14,062,351	12,704,371	14,316,960	18,386,040	31,455,897	31,545,382
Total Governmental Funds	\$28,303,197	\$33,742,590	\$40,178,501	\$40,410,019	\$40,546,825	\$39,048,246	\$38,100,050	\$45,914,077	\$59,439,207	\$77,263,758

CITY OF STEAMBOAT SPRINGS
CHANGES IN NET POSITION
LAST TEN YEARS
(accrual basis of accounting)
(unaudited)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Expenses:											
Governmental activities:											
General government	\$ 7,230,605	\$ 7,099,597	\$ 7,088,597	\$ 7,740,814	\$ 8,854,749	\$ 8,708,045	\$ 9,385,400	\$ 10,377,200	\$ 10,881,807	\$ 12,693,094	\$ 11,777,522
Public safety services	6,473,324	7,374,531	7,178,756	7,652,612	7,806,809	8,615,233	9,165,367	11,874,892	10,055,428	9,601,761	11,398,965
Public works	4,490,608	4,288,849	4,774,370	4,897,788	5,442,567	6,622,816	6,734,979	7,291,167	6,742,699	7,381,602	7,973,908
Transportation services	3,481,060	3,561,947	3,648,024	3,877,058	4,116,645	4,337,681	4,346,639	4,686,875	4,674,095	4,720,908	5,536,962
Legal and municipal court	549,455	512,953	526,848	544,549	486,825	561,096	548,820	598,796	616,264	584,776	747,415
Parks and Recreation	2,762,774	5,003,805	5,290,925	5,576,665	5,657,258	6,583,857	7,730,868	6,454,058	6,075,363	6,710,499	8,909,849
Planning	548,054	490,350	459,212	1,066,106	1,006,449	911,306	976,668	982,422	1,275,393	1,033,331	1,287,256
Interest on long-term debt	862,326	846,520	832,507	1,083,104	1,001,406	1,015,339	1,056,354	1,048,152	925,200	590,873	522,900
Total governmental activities expenses	<u>26,398,206</u>	<u>29,178,552</u>	<u>29,799,239</u>	<u>32,438,696</u>	<u>34,372,708</u>	<u>37,355,373</u>	<u>39,945,095</u>	<u>43,313,562</u>	<u>41,246,249</u>	<u>43,316,844</u>	<u>48,154,777</u>
Business-type activities:											
Water and wastewater	4,738,991	4,652,799	5,303,650	5,140,727	5,196,884	5,305,563	5,811,386	6,099,573	6,248,789	6,354,581	7,533,813
Airport	1,286,053	1,261,271	1,396,825	1,725,225	1,378,016	1,376,658	1,477,049	1,698,616	1,567,430	1,442,052	1,805,156
Golf course	1,373,210	1,359,679	1,324,970	1,363,255	1,376,097	1,551,803	1,700,195	1,767,097	1,827,744	1,926,136	2,162,213
Iron Horse	1,004,473	673,481	703,176	678,954	-	-	-	-	-	-	-
Rehder Building	-	90,527	-	-	-	-	-	-	-	-	-
Non-major proprietary funds	2,420,183	-	-	-	-	-	-	-	-	-	-
Total business-type activities expenses	<u>10,822,910</u>	<u>8,037,757</u>	<u>8,728,621</u>	<u>8,908,161</u>	<u>7,950,997</u>	<u>8,234,024</u>	<u>8,988,630</u>	<u>9,565,286</u>	<u>9,643,963</u>	<u>9,722,769</u>	<u>11,501,182</u>
Total primary government expenses	<u>\$ 37,221,116</u>	<u>\$ 37,216,309</u>	<u>\$ 38,527,860</u>	<u>\$ 41,346,857</u>	<u>\$ 42,323,705</u>	<u>\$ 45,589,397</u>	<u>\$ 48,933,725</u>	<u>\$ 52,878,848</u>	<u>\$ 50,890,212</u>	<u>\$ 53,039,613</u>	<u>\$ 59,655,959</u>
Program Revenues:											
Governmental activities:											
Charges for services:											
General government	\$1,255,093	\$1,365,833	\$1,175,910	\$945,963	\$1,143,819	\$1,109,544	\$1,084,089	\$1,251,607	\$1,335,916	\$1,614,887	\$ 1,701,147
Public safety services	662,364	694,528	689,934	778,162	996,955	1,060,877	979,709	865,264	996,219	896,943	1,020,610
Transportation services	93,497	100,520	172,553	156,435	148,660	164,514	167,903	182,578	138,748	158,872	214,085
Parks and recreation	503,756	1,447,215	1,562,148	1,534,547	1,563,879	1,611,806	1,646,123	1,638,083	868,550	1,683,038	2,125,921
Planning	206,462	287,526	225,159	290,930	345,422	494,331	436,111	464,349	404,668	558,271	477,474
Operating grants and contributions	3,901,245	4,317,769	1,877,464	1,986,102	2,252,146	2,536,340	2,655,155	3,328,082	4,592,986	6,664,318	5,247,872
Capital grants and contributions	2,662,671	2,602,920	4,451,072	4,140,287	1,931,089	4,075,064	6,912,438	6,477,526	4,146,476	7,183,663	2,397,955
Total governmental activities program revenues	<u>9,285,088</u>	<u>\$10,816,311</u>	<u>\$10,154,240</u>	<u>\$9,832,426</u>	<u>\$8,381,970</u>	<u>\$11,052,476</u>	<u>\$13,881,528</u>	<u>\$14,207,489</u>	<u>\$12,483,563</u>	<u>\$18,759,992</u>	<u>\$ 13,185,064</u>
Business-type activities:											
Charges for services:											
Water and wastewater	5,104,136	5,595,664	5,645,774	5,608,311	5,859,213	6,302,611	7,279,430	7,578,174	8,012,858	8,240,134	8,320,779
Airport	941,657	1,055,239	1,074,310	1,051,792	1,108,537	1,056,175	1,186,784	1,044,367	1,322,627	999,247	1,116,170
Golf course	1,106,671	1,157,857	1,164,657	1,222,036	1,272,878	1,237,666	1,408,784	1,531,429	1,988,585	2,310,557	2,393,871
Iron Horse	304,766	174,603	206,544	269,363	-	-	-	-	-	-	-
Rehder Building	-	1,371	-	-	-	-	-	-	-	-	-
Non-major proprietary funds	856,495	-	-	-	-	-	-	-	-	-	-
Operating grants and contributions	-	22,149	48,711	301,328	-	-	48,791	306,627	106,055	637,726	4,066,453
Capital grants and contributions	4,196,070	596,779	1,144,101	1,570,333	1,906,929	3,302,560	1,493,913	1,839,978	2,416,024	2,205,180	3,257,644
Total business-type activities program revenues	<u>12,509,795</u>	<u>8,603,662</u>	<u>9,284,097</u>	<u>10,023,163</u>	<u>10,147,557</u>	<u>11,899,012</u>	<u>11,417,702</u>	<u>12,300,575</u>	<u>13,846,149</u>	<u>14,392,844</u>	<u>19,154,917</u>
Total primary government program revenues	<u>\$ 21,794,883</u>	<u>\$19,419,973</u>	<u>\$19,438,337</u>	<u>\$19,855,589</u>	<u>\$18,529,527</u>	<u>\$22,951,488</u>	<u>\$25,299,230</u>	<u>\$26,508,064</u>	<u>\$26,329,712</u>	<u>\$33,152,836</u>	<u>\$ 32,339,981</u>
Net (Expense)/Revenue:											
Governmental activities	\$ (17,113,118)	\$ (18,362,241)	\$ (19,644,999)	\$ (22,606,270)	\$ (25,990,738)	\$ (26,302,897)	\$ (26,063,567)	\$ (29,106,073)	\$ (28,762,686)	\$ (24,556,852)	\$ (34,969,713)
Business-type activities	1,686,885	565,905	555,476	1,115,002	2,196,560	3,664,988	2,429,072	2,735,289	4,202,186	4,670,075	7,653,735
Total primary government net expense	<u>\$ (15,426,233)</u>	<u>\$ (17,796,336)</u>	<u>\$ (19,089,523)</u>	<u>\$ (21,491,268)</u>	<u>\$ (23,794,178)</u>	<u>\$ (22,637,909)</u>	<u>\$ (23,634,495)</u>	<u>\$ (26,370,784)</u>	<u>\$ (24,560,500)</u>	<u>\$ (19,886,777)</u>	<u>\$ (27,315,978)</u>

CITY OF STEAMBOAT SPRINGS
CHANGES IN NET POSITION
LAST TEN YEARS
(accrual basis of accounting)
(unaudited)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Revenues and Other Changes in Net Position:											
Governmental activities:											
Taxes:											
Sales taxes	\$ 17,606,100	\$ 19,108,106	\$ 21,229,982	\$ 22,354,392	\$ 24,439,818	\$ 24,457,705	\$ 25,998,038	\$ 27,957,651	\$ 27,827,987	\$ 34,372,488	\$ 40,348,023
Use taxes	1,141,495	1,375,025	2,283,977	1,930,866	2,417,530	3,416,924	2,878,831	3,579,222	3,498,232	5,846,861	5,835,066
Accommodations Taxes	-	-	-	-	-	1,039,966	1,142,250	1,292,313	1,136,738	1,616,316	1,980,781
Property taxes	-	-	-	1,802,043	1,680,361	1,848,517	2,129,229	2,143,825	4,218,795	4,263,512	4,663,150
Development excise tax	606,336	473,180	877,419	637,506	1,066,349	1,344,425	1,029,117	1,336,328	1,445,085	2,107,802	2,538,380
Other taxes	458,844	399,708	566,081	729,520	254,853	203,918	225,367	239,759	264,366	258,240	237,220
Franchise Fees	1,248,949	1,337,781	1,384,115	1,364,163	1,358,964	1,366,785	1,445,414	1,511,920	1,482,962	1,667,592	1,874,141
Voluntary assessment	225,797	257,061	312,005	344,857	366,254	-	-	-	-	-	-
Unrestricted investment earnings	116,569	85,057	68,405	122,406	325,744	519,374	1,002,122	1,022,691	358,228	88,396	1,354,441
Gain/(loss) on sale of capital assets	2,661	(59,686)	118,692	24,651	54,307	16,343	(25,293)	46,516	31,209	122,082	108,405
Miscellaneous revenue	264,878	21,757	54,251	229,848	127,153	91,330	49,516	134,636	390,410	239,879	471,536
Transfers	10,958,938	1,391,295	(5,471,801)	2,718,837	(166,388)	(8,256)	68,154	(4,338)	125,190	(166,175)	(687,739)
Total governmental activities	32,630,567	24,389,284	21,423,126	32,259,089	31,924,945	34,297,031	35,942,745	39,260,523	40,779,202	50,416,993	58,723,404
Business-type activities:											
Taxes:											
Sales taxes	646,765	513,311	-	-	-	-	-	-	-	-	-
Unrestricted investment earnings	49,350	26,387	-	33,203	72,950	205,403	379,979	467,081	180,442	156,739	370,702
Gain/(loss) on sale of capital assets	1,000	-	50	-	-	-	-	-	-	-	-
Miscellaneous revenue	146,836	96,952	101,582	96,216	101,605	81,253	113,355	139,801	79,399	188,296	110,417
Transfers	(10,958,938)	(1,391,295)	5,471,801	(2,718,837)	166,388	8,256	(68,154)	4,338	(125,190)	166,175	687,739
Total business-type activities	(10,114,987)	(754,645)	5,573,433	(2,589,418)	340,943	294,912	425,180	611,220	134,651	511,210	1,168,858
Total primary government	\$ 22,515,580	\$ 23,634,639	\$ 26,996,559	\$ 29,669,671	\$ 32,265,888	\$ 34,591,943	\$ 36,367,925	\$ 39,871,743	\$ 40,913,853	\$ 50,928,203	\$ 59,892,262
Change in Net Position:											
Governmental activities	\$ 15,517,449	\$ 6,027,043	\$ 1,778,127	\$ 9,652,819	\$ 5,934,207	\$ 7,994,134	\$ 9,879,178	\$ 10,154,450	\$ 12,016,516	\$ 25,860,141	\$ 23,753,691
Business-type activities	(8,428,102)	(188,740)	6,128,909	(1,474,416)	2,537,503	3,959,900	2,854,252	3,346,509	4,336,837	5,181,285	8,822,593
Total primary government	\$ 7,089,347	\$ 5,838,303	\$ 7,907,036	\$ 8,178,403	\$ 8,471,710	\$ 11,954,034	\$ 12,733,430	\$ 13,500,959	\$ 16,353,353	\$ 31,041,426	\$ 32,576,284

Note: The City began breaking out TIF Property Tax in 2016

Note: The City began breaking out Accommodations Tax in 2017

Note: Voluntary Assessment is being reported as Program revenue - Operating Contribution beginning in 2017

CITY OF STEAMBOAT SPRINGS
NET POSITION BY COMPONENT
LAST TEN YEARS
(accrual basis of accounting)
(unaudited)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental Activities:										
Net investment in capital assets	\$ 75,688,068	\$ 71,416,354	\$ 73,968,832	\$ 80,003,611	\$ 86,839,228	\$ 97,632,772	\$ 108,799,894	\$ 112,759,309	\$ 124,547,743	\$ 128,850,353
Restricted	6,113,672	7,433,020	8,145,293	8,077,073	10,059,847	9,261,070	11,619,471	12,545,364	11,867,780	16,936,231
Unrestricted	24,662,985	29,650,615	36,038,683	36,006,331	35,182,074	35,066,485	31,695,410	38,826,618	53,575,909	67,958,539
Total Government Activities Net Position	<u>106,464,725</u>	<u>108,499,989</u>	<u>118,152,808</u>	<u>124,087,015</u>	<u>132,081,149</u>	<u>141,960,327</u>	<u>152,114,775</u>	<u>164,131,291</u>	<u>189,991,432</u>	<u>213,745,123</u>
Business-type Activities:										
Net investment in capital assets	45,547,638	49,699,491	47,013,307	47,363,413	50,447,054	51,132,526	54,769,204	62,462,206	67,215,972	72,477,878
Restricted	2,529,271	3,170,267	3,742,592	4,639,619	4,680,992	4,759,128	1,831,950	1,899,841	2,004,027	2,092,718
Unrestricted	8,868,960	10,205,020	10,844,463	12,134,833	12,969,719	15,060,363	17,697,372	14,273,316	14,596,649	18,068,645
Total Business-type Activities Net Position	<u>56,945,869</u>	<u>63,074,778</u>	<u>61,600,362</u>	<u>64,137,865</u>	<u>68,097,765</u>	<u>70,952,017</u>	<u>74,298,526</u>	<u>78,635,363</u>	<u>83,816,648</u>	<u>92,639,241</u>
Primary Government:										
Net investment in capital assets	121,235,706	121,115,845	120,982,139	127,367,024	137,286,282	148,765,298	163,569,098	175,221,515	191,763,715	201,328,231
Restricted	8,642,943	10,603,287	11,887,885	12,716,692	14,740,839	14,020,198	13,451,421	14,445,205	13,871,807	19,028,949
Unrestricted	33,531,945	39,855,635	46,883,146	48,141,164	48,151,793	50,126,848	49,392,782	53,099,934	68,172,558	86,027,184
Total Primary Government Net Position	<u>\$ 163,410,594</u>	<u>\$ 171,574,767</u>	<u>\$ 179,753,170</u>	<u>\$ 188,224,880</u>	<u>\$ 200,178,914</u>	<u>\$ 212,912,344</u>	<u>\$ 226,413,301</u>	<u>\$ 242,766,654</u>	<u>\$ 273,808,080</u>	<u>\$ 306,384,364</u>

CITY OF STEAMBOAT SPRINGS
DIRECT AND OVERLAPPING SALES TAX RATE
LAST TEN YEARS
(unaudited)

	City Direct Rate						
	City Sales Tax	School Tax	Air Service Tax	Accommodation Tax	Local Marketing District	Routt County	State of Colorado
2013	4.0%	0.5%	0.25%	1.0%	2.0%	1.0%	2.9%
2014	4.0%	0.5%	0.25%	1.0%	2.0%	1.0%	2.9%
2015	4.0%	0.5%	0.25%	1.0%	2.0%	1.0%	2.9%
2016	4.0%	0.5%	0.25%	1.0%	2.0%	1.0%	2.9%
2017	4.0%	0.5%	0.25%	1.0%	2.0%	1.0%	2.9%
2018	4.0%	0.5%	-	1.0%	2.0%	1.0%	2.9%
2019	4.0%	0.5%	-	1.0%	2.0%	1.0%	2.9%

CITY OF STEAMBOAT SPRINGS
TAXABLE RETAIL SALES BY INDUSTRY
LAST TEN YEARS
(unaudited)

	Lodging	Restaurants	Utilities	Sporting Goods	Liquor Stores	Marijuana	Construction & Home Improvement	Grocery Stores & Food Sellers	Miscellaneous	Total Taxable Retail Sales	City direct sales tax rate
2013	\$ 75,428,108	\$ 75,001,155	\$ 43,994,546	\$ 36,771,967	\$ 17,801,144	\$ 3,009,592	\$ 46,153,168	\$ 76,869,375	\$ 98,608,981	\$ 473,638,036	4.75%
2014	86,948,828	85,362,134	44,591,465	39,560,157	18,815,752	7,256,844	51,504,863	81,665,627	101,301,090	517,006,760	4.75%
2015	94,535,609	90,662,317	45,359,047	41,099,429	20,144,795	9,161,397	56,309,049	86,597,394	104,387,842	548,256,881	4.75%
2016	104,507,178	98,059,651	44,847,491	41,284,429	21,293,743	10,777,789	62,409,481	90,261,445	112,883,181	586,324,388	4.75%
2017	107,585,364	103,437,147	45,514,296	38,621,199	22,180,206	12,247,127	68,945,332	93,014,626	117,580,986	609,126,283	4.50%
2018	116,852,956	110,002,911	47,989,511	40,942,311	22,574,889	13,166,067	69,405,911	98,607,800	128,604,378	648,146,733	4.50%
2019	129,806,750	116,705,780	50,051,793	42,408,097	22,170,604	14,215,116	83,104,039	101,752,749	140,594,004	700,808,933	4.50%
2020	116,066,346	98,335,177	49,599,823	40,427,856	25,836,444	15,288,705	85,688,235	111,998,435	149,806,580	693,047,601	4.50%
2021	168,391,620	131,099,513	55,834,077	46,785,308	26,650,605	15,352,265	104,159,032	117,134,226	191,407,772	856,814,416	4.50%
2022	\$ 208,636,891	\$ 150,470,249	\$ 63,359,867	\$ 55,239,975	\$ 27,958,546	\$ 13,293,823	\$ 142,334,740	\$ 126,166,423	\$ 220,183,013	\$1,007,643,527	4.50%
Average % increase each year	12.8%	8.7%	4.3%	4.9%	5.2%	0.6%	20.3%	6.4%	9.6%	9.0%	

CITY OF STEAMBOAT SPRINGS
SALES TAX BY INDUSTRY, FOR TAX RETURNS FILED FOR THE GIVEN YEAR
FOR YEARS 2022 AND 2013
(unaudited)

Industry	2022				2013			
	Number of Filers	Percent of Total Filers	Sales Tax	Percent of Total Sales Tax	Number of Filers	Percent of Total Filers	Sales Tax	Percent of Total Sales Tax
Lodging	311	7.9%	\$9,388,660	20.7%	298	13.6%	\$3,582,835	15.9%
Restaurants	170	4.3%	6,771,161	14.9%	143	6.5%	3,562,555	15.8%
Utilities	182	4.6%	2,851,194	6.3%	122	5.6%	2,089,741	9.3%
Sporting Goods	117	3.0%	2,485,799	5.5%	80	3.6%	1,746,615	7.8%
Liquor Stores	22	0.6%	1,258,135	2.8%	12	0.5%	845,554	3.8%
Marijuana	7	0.2%	598,222	1.3%	3	0.1%	142,956	0.6%
Construction & Home Improv.	746	18.9%	6,405,063	14.1%	341	15.5%	2,192,482	9.7%
Grocery Stores & Food Sellers	132	3.4%	5,677,489	12.5%	116	5.3%	3,651,295	16.2%
Miscellaneous	2,253	57.2%	9,908,236	21.9%	1,082	49.2%	4,683,773	20.8%
Total	<u>3,940</u>	<u>100.0%</u>	<u>\$45,343,959</u>	<u>100.0%</u>	<u>2,197</u>	<u>100.0%</u>	<u>\$22,497,806</u>	<u>100.0%</u>

Notes: 1) Due to confidentiality issues, the names of the ten largest revenue payers are not available. The categories presented are intended to provide alternative information regarding the sources of the City's revenue.

2) 0.5% of the City's 4.5% sales tax is restricted for use by the Steamboat Springs School District RE-2.

CITY OF STEAMBOAT SPRINGS
SALES TAX, BY THE MONTH FOR WHICH THE TAX RETURNS WERE FILED
LAST TEN YEARS
(unaudited)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
January	\$2,279,853	\$2,462,813	\$2,617,630	\$2,738,035	\$2,744,900	\$2,980,904	\$3,229,810	\$3,478,163	\$3,297,920	\$4,495,291
February	2,275,134	2,360,944	2,597,763	2,841,684	2,678,566	2,855,403	3,027,750	3,458,540	3,290,965	4,537,398
March	2,661,859	2,876,013	2,965,731	3,171,929	3,158,896	3,297,695	3,696,211	2,692,712	3,997,761	5,390,900
April	1,134,429	1,229,345	1,347,168	1,355,085	1,371,031	1,456,206	1,560,883	1,169,225	2,082,863	2,202,173
May	1,203,945	1,285,389	1,319,796	1,453,175	1,441,304	1,621,624	1,615,353	1,574,763	2,189,227	2,351,496
June	1,726,778	1,894,013	2,019,377	2,222,756	2,197,842	2,346,229	2,557,038	2,278,695	3,326,805	3,930,424
July	1,973,774	2,252,688	2,422,540	2,617,523	2,542,283	2,604,164	2,778,319	2,675,605	3,510,506	3,728,672
August	1,881,070	2,072,887	2,129,159	2,277,873	2,180,185	2,291,077	2,523,688	2,592,045	3,077,232	3,406,152
September	1,672,520	1,823,196	1,957,790	2,203,565	2,185,359	2,275,457	2,481,572	2,824,853	3,368,242	3,729,918
October	1,326,778	1,484,624	1,552,726	1,641,402	1,684,528	1,768,980	1,992,107	2,369,030	2,554,003	2,955,835
November	1,329,905	1,484,293	1,489,128	1,628,011	1,645,310	1,797,467	1,904,201	2,004,133	2,453,030	2,702,849
December	3,031,761	3,331,616	3,627,688	3,702,879	3,578,288	3,894,591	4,236,663	4,159,054	5,442,626	5,912,850
Total	<u>\$22,497,807</u>	<u>\$24,557,821</u>	<u>\$26,046,497</u>	<u>\$27,853,918</u>	<u>\$27,408,492</u>	<u>\$29,189,797</u>	<u>\$31,603,594</u>	<u>\$31,276,819</u>	<u>\$38,591,182</u>	<u>\$45,343,959</u>
January	10%	10%	10%	10%	10%	10%	10%	11%	9%	10%
February	10%	10%	10%	10%	10%	10%	10%	11%	9%	10%
March	12%	12%	11%	11%	12%	11%	12%	9%	10%	12%
April	5%	5%	5%	5%	5%	5%	5%	4%	5%	5%
May	5%	5%	5%	5%	5%	6%	5%	5%	6%	5%
June	8%	8%	8%	8%	8%	8%	8%	7%	9%	9%
July	9%	9%	9%	9%	9%	9%	9%	9%	9%	8%
August	8%	8%	8%	8%	8%	8%	8%	8%	8%	8%
September	7%	7%	8%	8%	8%	8%	8%	9%	9%	8%
October	6%	6%	6%	6%	6%	6%	6%	8%	7%	7%
November	6%	6%	6%	6%	6%	6%	6%	6%	6%	6%
December	13%	14%	14%	13%	13%	13%	13%	13%	14%	13%
Total	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>

Note: 0.5% of the City's 4.5% sales tax is restricted for use by the Steamboat Springs School District RE-2 and is included in this report.
Collections received in the current year for prior year tax liabilities are posted to the prior year in this report.

CITY OF STEAMBOAT SPRINGS
ACCOMMODATION TAX, BY THE MONTH FOR WHICH THE TAX RETURNS WERE FILED
LAST TEN YEARS
(unaudited)

	<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>
January	\$100,183	\$122,940	\$129,558	\$135,869	\$148,808	\$166,216	\$200,458	\$223,059	\$183,067	\$312,131
February	113,563	120,616	143,237	155,462	153,395	168,799	182,694	225,982	186,835	301,056
March	149,399	166,931	166,342	185,314	193,112	198,317	245,130	133,613	230,411	380,679
April	13,418	14,170	19,889	20,706	19,725	23,673	27,822	2,816	53,427	49,774
May	12,120	13,814	14,135	16,272	20,295	24,622	24,505	3,386	47,359	44,575
June	42,566	50,287	54,324	59,612	63,436	74,051	74,596	36,928	106,599	109,173
July	59,191	75,267	88,231	97,250	95,838	99,347	106,525	92,793	150,254	136,182
August	46,927	57,076	55,880	59,412	60,580	66,818	78,334	89,245	116,591	116,627
September	38,839	38,056	45,784	55,645	60,888	71,094	76,536	85,392	111,354	118,585
October	13,014	17,938	18,251	21,564	29,628	32,513	44,666	60,562	73,118	80,553
November	12,012	13,862	14,258	21,286	26,335	31,688	37,162	34,549	65,570	72,339
December	118,234	139,458	154,148	166,584	168,344	187,575	190,630	147,816	272,676	277,918
Total	<u>\$719,465</u>	<u>\$830,415</u>	<u>\$904,037</u>	<u>\$994,977</u>	<u>\$1,040,385</u>	<u>\$1,144,713</u>	<u>\$1,289,058</u>	<u>\$1,136,141</u>	<u>\$1,597,262</u>	<u>\$1,999,591</u>
January	14%	15%	14%	14%	14%	15%	16%	20%	11%	16%
February	16%	15%	16%	16%	15%	15%	14%	20%	12%	15%
March	21%	20%	18%	19%	19%	17%	19%	12%	14%	19%
April	2%	2%	2%	2%	2%	2%	2%	0%	3%	2%
May	2%	2%	2%	2%	2%	2%	2%	0%	3%	2%
June	6%	6%	6%	6%	6%	6%	6%	3%	7%	5%
July	8%	9%	10%	10%	9%	9%	8%	8%	9%	7%
August	7%	7%	6%	6%	6%	6%	6%	8%	7%	6%
September	5%	5%	5%	6%	6%	6%	6%	8%	7%	6%
October	2%	2%	2%	2%	3%	3%	3%	5%	5%	4%
November	2%	2%	2%	2%	3%	3%	3%	3%	4%	4%
December	16%	17%	17%	17%	16%	16%	15%	13%	17%	14%
Total	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>

Note: Collections received in the current year for prior year tax liabilities are posted to the prior year in this report as of the date of compilation. Annual totals differ slightly from the ACFR

CITY OF STEAMBOAT SPRINGS
PROPERTY TAX LEVIES, DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN YEARS
(PROPERTY TAX RATES PER ONE DOLLAR ASSESSED VALUATION)
(unaudited)

Levy Year	City of Steamboat Springs	Routt County	Steamboat Springs School District	East Routt County Library	Colorado Mountain College	Steamboat Springs Cemetery	Water Conser- vation	Total
2013	0.000000	0.017003	0.018467	0.003929	0.003997	0.000097	0.002074	0.045567
2014	0.000000	0.017654	0.018729	0.003962	0.003997	0.000097	0.002073	0.046512
2015	0.000000	0.017149	0.017451	0.003729	0.003997	0.000095	0.002063	0.044484
2016	0.000000	0.017567	0.018030	0.003716	0.003997	0.000095	0.002073	0.045478
2017	0.000000	0.017570	0.021041	0.003507	0.003997	0.000095	0.002074	0.048284
2018	0.000000	0.018035	0.021040	0.003661	0.003997	0.000095	0.002076	0.048904
2019	0.000000	0.016867	0.023536	0.003336	0.004013	0.000091	0.002055	0.049898
2020	0.000000	0.017557	0.023809	0.003446	0.004013	0.000091	0.002322	0.051238
2021	0.000000	0.016991	0.025046	0.003161	0.004013	0.000088	0.002321	0.051620
2022	0.000000	0.017911	0.024715	0.003075	0.004850	0.000088	0.002321	0.052960

Source: Routt County Assessor's Office

**CITY OF STEAMBOAT SPRINGS
PRINCIPAL PROPERTY TAXPAYERS
YEARS ENDED DECEMBER 31, 2022 AND 2013**
(unaudited)

Taxpayer	2022			2013		
	Assessed Valuation	Rank	Percentage of Total City Assessed Valuation	Assessed Valuation	Rank	Percentage of Total City Assessed Valuation
Alterra Mtn Co dba Steamboat Ski & Resort Corporation	\$ 28,194,320		3.5%	\$ 23,112,590	1	3.0%
Sheraton Hotel complex - 4 acre site, includes 3 towers of Timeshares (189 units), along with hotel retail, restaurants, etc. under several LLC ownerships, plus Rollingstone golf course	27,681,970		3.5%			0.0%
THF Steamboat Springs Development, LLC (Central Park Plaza - excluding Wal-Mart & its 4 acre parcel)	4,573,560		0.6%	3,655,800	10	0.5%
Steamboat Grand Resort Hotel Condo Assoc, Inc (H.O.A)	4,221,200		0.5%	4,097,517	7	0.5%
Summit Steam JV 154, LLC (dba: Residence Inn by Marriott)	4,029,480		0.5%			0.0%
Yampa Valley Electric Association (State Assessed Utility)	3,629,610		0.5%	8,522,480	3	1.1%
Gray Stone LLC - Homewood Suites Hotel & adj hotel development parcel	3,541,830		0.4%			0.0%
Liman, Les A. (Multiple Industrial Units @ Downhill Dr, Airport Hanger, Personal Residence)	3,501,150		0.4%			0.0%
Wildhorse Steamboat LLC/JJB FAMILY LLC (Wildhorse Marketplace properties)	3,488,610		0.4%			0.0%
KEW Gardens, LLC (DEER PARK Office Condos @ Wildhorse Meadows)	3,173,680		0.4%			0.0%
Marr 106 Family LTD (dba: the Holliday Inn, plus a .41ac Downtown Dev. Parcel)	3,130,090		0.4%	2,378,910	12	0.3%
SV TIMBERS STEAMBOAT, LLC (One Steamboat Place - Fractional Ownerships - HOA)	3,044,130		0.4%	7,391,010	5	1.0%
Sundance Plaza LLC (Sundance Plaza)	2,975,160		0.4%			0.0%
Gravity Haus Steamboat Springs LLC (Condo/Hotel Property w/Restaurant & Lounge)	2,182,000		0.3%			0.0%
Atmos Energy Corporation (State Assessed Natural Gas Utility)	2,099,450		0.3%			0.0%
Total Principal Taxpayers	\$ 99,466,240		12.4%	\$ 49,158,307		6.4%

Source: Routt County Assessor's Office. Current amounts are based on assessed values for City of Steamboat Springs.
Historical amounts are based on assessed values for Steamboat Springs School RE-2

CITY OF STEAMBOAT SPRINGS
OUTSTANDING DEBT BY TYPE AND DEBT RATIOS
LAST TEN YEARS
(unaudited)

Governmental Activities Outstanding Debt

	General Obligation Bonds (5)	Sales Tax Revenue Bonds	Loans	Certificates of Participation	Capitalized Leases	Tax Increment Revenue Bonds (4)	Unamortized Premium	Total
2013	-	-	-	2,980,000	527,840	18,140,000	221,433	21,869,273
2014	-	-	-	7,585,000	449,407	17,265,000	189,531	25,488,938
2015	-	-	-	7,085,000	367,385	16,365,000	161,554	23,978,939
2016	-	-	-	8,165,000	281,609	15,440,000	467,486	24,354,095
2017	-	-	-	7,585,000	191,908	14,485,000	423,893	22,685,801
2018	-	-	-	12,750,000	98,100	13,500,000	652,655	27,000,755
2019	-	-	-	11,905,000	-	12,485,000	576,999	24,966,999
2020	-	-	-	11,035,000	8,616	11,080,000	446,279	22,569,895
2021	-	-	-	10,135,000	-	10,715,000	396,178	21,246,178
2022	-	-	-	9,640,000	-	10,310,000	350,473	20,300,473

Business-type Activities Outstanding Debt

	General Obligation Bonds	Sales Tax Revenue Bonds ¹	Loans	Certificates of Participation	Capitalized Leases	Accommodation Tax Refunding Bonds	Unamortized Premium	Total
2013	-	-	15,647,150	5,085,000	274,646	-	464,738	21,471,534
2014	-	-	14,620,820	-	219,811	-	403,030	15,243,661
2015	-	-	13,557,980	-	163,458	-	349,132	14,070,570
2016	-	-	12,586,428	-	105,536	-	301,363	12,993,327
2017	-	-	11,578,263	-	413,922	-	258,656	12,250,841
2018	-	-	10,523,189	-	476,565	-	220,350	11,220,104
2019	-	-	9,426,563	-	363,650	-	185,996	9,976,209
2020	-	-	8,481,829	-	230,393	-	155,262	8,867,484
2021	-	-	7,485,000	-	68,826	-	127,949	7,681,775
2022	-	-	6,870,000	-	17,375	-	103,884	6,991,259

In Relation to Total Primary Government Debt

	Total Primary Government Outstanding Debt	Percent of Personal Income (1 ⁽³⁾)	Per Capita (2)	Percent of Actual Property Value
2013	43,340,807	3.1%	3,620	0.9%
2014	40,732,599	2.7%	3,370	0.8%
2015	38,049,509	2.4%	3,069	0.7%
2016	37,347,422	2.1%	2,941	0.7%
2017	34,936,642	1.9%	2,698	0.6%
2018	38,220,859	1.8%	2,896	0.6%
2019	34,943,208	1.7%	2,648	0.5%
2020	31,437,379	1.4%	2,384	0.4%
2021	28,927,953	1.2%	2,163	0.3%
2022	27,291,732	Unavailable	Unavailable	0.3%

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

(1) Personal income is for Routt County. This information is not readily available for the City of Steamboat Springs. See the Demographic and Economic Statistics schedule for personal income data.

(2) Per capita amounts are for the City of Steamboat Springs. See the Demographics and Economic Statistics schedule for population data.

(3) 2020 Percent of Personal Income and Per Capita are not yet available.

(4) The City refunded from Bonds to a Loan in 2020

(5) Because there has been no Outstanding General Obligation Debt for the 10 years being presented, the ratio of General Bonded Debt to Taxable Retail Sales is 0% for the 10 years of data presented

CITY OF STEAMBOAT SPRINGS
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
December 31, 2022
(unaudited)

<u>Jurisdiction</u>	<u>Debt Outstanding</u>	<u>Estimated Percent Applicable to City of Steamboat ¹</u>	<u>Estimated Amount Applicable to City of Steamboat ¹</u>
Steamboat Springs School District RE-2	\$ 97,020,000	75.0%	\$ 72,765,000
Mt. Werner Water	6,750,000	56.6%	3,820,500
East Routt Library District	2,593,200	75.0%	1,944,900
Routt County	3,524,436	61.9%	<u>2,181,626</u>
Subtotal, overlapping debt			80,712,026
City governmental activities direct debt			<u>20,300,473</u>
Total direct and overlapping debt			<u><u>\$ 101,012,499</u></u>

¹ Assessed values used to estimate applicable percents.

Sources: Steamboat Springs School District RE-2, East Routt Library District, Mount Werner Water District, and Routt County.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City.
This schedule estimates the portion of the outstanding debt of those overlapping governments in Steamboat Springs.
This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden should be taken into account.

CITY OF STEAMBOAT SPRINGS
LEGAL DEBT MARGIN
LAST TEN YEARS
(unaudited)

	2013	2014	2015	2016	Governmental Funds Debt 2017	2018	2019	2020	2021	2022
Governmental Funds operating revenue	<u>\$ 33,912,475</u>	<u>\$ 36,630,144</u>	<u>\$ 37,860,487</u>	<u>\$ 40,219,791</u>	<u>\$ 44,898,596</u>	<u>\$ 49,255,692</u>	<u>\$ 53,331,435</u>	<u>\$ 52,445,854</u>	<u>\$ 66,976,500</u>	<u>\$ 72,062,287</u>
Governmental Funds debt payments net of refundings	<u>\$ 1,243,853</u>	<u>\$ 1,288,433</u>	<u>\$ 2,563,891</u>	<u>\$ 2,545,263</u>	<u>\$ 2,515,335</u>	<u>\$ 2,601,856</u>	<u>\$ 2,988,903</u>	<u>\$ 2,893,868</u>	<u>\$ 1,873,706</u>	<u>\$ 1,445,184</u>
Policy debt margin <i>(must be less than 10%)</i>	<u>3.7%</u>	<u>3.5%</u>	<u>6.8%</u>	<u>6.3%</u>	<u>5.6%</u>	<u>5.3%</u>	<u>5.6%</u>	<u>5.5%</u>	<u>2.8%</u>	<u>2.0%</u>
	2013	2014	2015	2016	Total City Debt 2017	2018	2019	2020	2021	2022
Actual value of taxable property	<u>\$ 4,955,918,438</u>	<u>\$4,975,240,298</u>	<u>\$5,501,939,878</u>	<u>\$5,585,536,038</u>	<u>\$ 6,308,958,638</u>	<u>\$ 6,405,070,568</u>	<u>\$ 7,395,324,318</u>	<u>\$ 7,470,994,248</u>	<u>\$ 8,411,583,928</u>	<u>\$ 8,511,386,038</u>
Policy debt margin:										
Total City debt obligation	\$ 43,340,807	\$ 40,732,599	\$ 38,049,509	\$ 37,347,422	\$ 34,936,642	\$ 38,220,859	\$ 34,943,208	\$ 31,437,379	\$ 28,347,957	\$ 27,291,732
Less: Amount reserved for repayment of debt	<u>(1,931,555)</u>	<u>(1,931,555)</u>	<u>(1,931,555)</u>	<u>(2,297,388)</u>	<u>(1,941,034)</u>	<u>(1,931,555)</u>	<u>(1,931,555)</u>	<u>(1,486,500)</u>	<u>(1,108,000)</u>	<u>(1,108,000)</u>
Total net debt applicable to limit	<u>\$ 41,409,252</u>	<u>\$ 38,801,044</u>	<u>\$ 36,117,954</u>	<u>\$ 35,050,034</u>	<u>\$ 32,995,608</u>	<u>\$ 36,289,304</u>	<u>\$ 33,011,653</u>	<u>\$ 29,950,879</u>	<u>\$ 27,239,957</u>	<u>\$ 26,183,732</u>
Policy debt margin <i>(must be less than 3%)</i>	<u>0.8%</u>	<u>0.8%</u>	<u>0.7%</u>	<u>0.6%</u>	<u>0.5%</u>	<u>0.6%</u>	<u>0.4%</u>	<u>0.4%</u>	<u>0.3%</u>	<u>0.3%</u>

CITY OF STEAMBOAT SPRINGS
PLEDGED REVENUE COVERAGE
LAST TEN YEARS
(unaudited)

Colorado Water Resources & Power Development Authority Loans

	Utility Revenues	Less: Operating Expense	Net Available Revenue	Debt Service			Coverage
				Principal	Interest	Total	
2013	\$ 5,595,664	\$ (2,435,050)	\$ 3,160,614	\$ 989,798	\$ 709,257	\$ 1,699,055	1.9
2014	5,645,774	(3,056,378)	2,589,396	1,026,330	677,422	1,703,752	1.5
2015	5,608,311	(2,915,353)	2,692,958	1,062,840	644,396	1,707,236	1.6
2016	5,859,213	(2,988,053)	2,871,160	971,552	624,355	1,595,907	1.8
2017	6,302,611	(3,086,573)	3,216,038	1,011,558	572,032	1,583,590	2.0
2018	7,279,430	(3,508,966)	3,770,464	1,058,622	527,735	1,586,357	2.4
2019	7,578,174	(3,765,185)	3,812,989	1,100,335	478,782	1,579,117	2.4
2020	8,012,858	(3,896,571)	4,116,287	944,735	444,950	1,389,685	3.0
2021	8,240,134	(3,976,951)	4,263,183	996,829	368,264	1,365,093	3.1
2022	8,320,779	(5,330,541)	2,990,238	615,000	333,294	948,294	3.2

Tax Increment Revenue Bonds/Loan

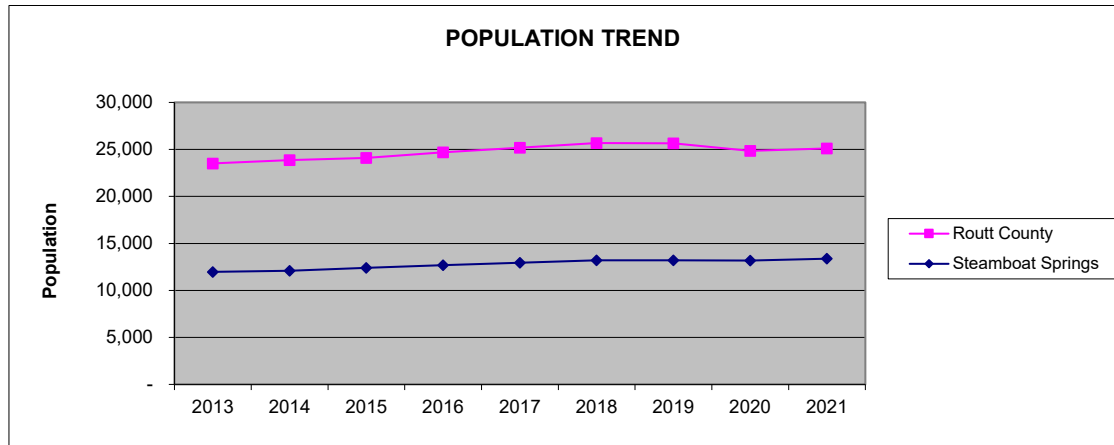
	Sales & Property Tax	Debt Service			Coverage
		Principal	Interest	Total	
2013	\$ 1,871,840	\$ 850,000	\$ 702,793	\$ 1,552,793	1.2
2014	2,110,958	875,000	677,293	1,552,293	1.4
2015	2,364,065	900,000	651,043	1,551,043	1.5
2016	2,480,310	925,000	624,043	1,549,043	1.6
2017	2,398,276	955,000	596,293	1,551,293	1.5
2018	2,829,176	985,000	567,643	1,552,643	1.8
2019	3,186,167	1,015,000	538,055	1,553,055	2.1
2020	3,035,223	1,405,000	507,605	1,912,605	1.6
2021	3,873,787	365,000	166,366	531,366	7.3
2022	5,290,850	405,000	135,009	540,009	9.8

Accommodation Tax Refunding Revenue Bonds

	Accommodation Tax	Debt Service			Coverage
		Principal	Interest	Total	
2013	\$ 592,023	\$ 400,000	\$ 9,001	\$ 409,001	1.4
2014	832,006	-	-	-	-
2015	903,764	-	-	-	-
2016	996,433	-	-	-	-
2017	1,039,966	-	-	-	-
2018	1,144,713	-	-	-	-
2019	1,292,313	-	-	-	-
2020	1,136,738	-	-	-	-

**CITY OF STEAMBOAT SPRINGS
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS**
(unaudited)

Year	Steamboat Springs	Routt County	Routt County	Routt County	Routt County	Stmbt. Spgs.	Number	Yampa Valley	Haymaker Golf Course	
	Population ¹	Population ¹	Personal Income ² (thousands)	Per Capita Personal Income ²	Unemployment Rate ³	School Enrollment ⁴	of Skier Season Visits CSCUSA ⁵	Regional Airport Enplanements ⁶	Rounds of Golf Played ⁷	Percent of Local Rounds vs. Non-Local ⁷
2013	11,974	23,513	\$ 1,396,303	\$ 59,384	5.8%	2,401	6,397,910	92,184	23,559	80%
2014	12,088	23,865	1,518,114	63,613	3.4%	2,462	7,100,000	92,245	22,284	83%
2015	12,399	24,103	1,586,151	65,734	3.2%	2,587	7,100,000	93,896	22,854	91%
2016	12,698	24,679	1,754,119	71,167	2.7%	2,481	7,400,000	107,339	23,842	90%
2017	12,950	25,178	1,846,092	73,200	1.9%	2,623	7,300,000	99,371	21,988	91%
2018	13,198	25,680	2,153,906	83,702	2.8%	2,659	7,100,000	103,410	22,400	70%
2019	13,195	25,652	2,094,605	81,699	1.7%	2,674	13,800,000	108,218	23,345	79%
2020	13,185	24,840	2,193,964	85,836	7.7%	2,653	unavailable	90,964	29,300	89%
2021	13,374	25,098	2,468,236	98,371	3.2%	2,603	12,000,000	153,440	31,994	81%
2022	unavailable	unavailable	unavailable	unavailable	2.1%	2,679	unavailable	200,204	30,389	82%



- Sources:**
- ¹ Colorado Division of Local Affairs, State Demography Office (2020 data is unavailable)
 - ² U.S. Department of Commerce, Bureau of Economic Analysis
 - ³ Colorado Department of Labor and Employment, not seasonally adjusted
 - ⁴ Steamboat Springs School District RE-2
 - ⁵ Colorado Ski Country USA Aggregate (These numbers are based on the total for all Colorado Ski Country members ski season ending in the year listed.)
 - ⁶ Federal Aviation Administration (2010-2016) & Yampa Valley Regional Airport (2017-2020)
 - ⁷ Haymaker Golf Committee

**CITY OF STEAMBOAT SPRINGS
PRINCIPAL EMPLOYERS
CURRENT YEAR AND TEN YEARS AGO
(unaudited)**

<u>Principal Steamboat Springs Employers</u>	<u>2022</u>			<u>2013</u>		
	<u>Employees ²</u>	<u>Rank</u>	<u>Percentage of Routt County Labor Force ¹</u>	<u>Employees ²</u>	<u>Rank</u>	<u>Percentage of Routt County Labor Force ¹</u>
Steamboat Ski & Resort Corp.	1,044	1	6.5%	1,914	1	13.2%
UCHealth Yampa Valley Medical Center	637	2	4.0%	570	2	3.9%
Routt County	401	3	2.5%	327	3	2.2%
Steamboat Spgs. School Dist. RE-2	400	4	2.5%	282	5	1.9%
City of Steamboat Springs	328	5	2.0%	320	4	2.2%
Rex's Family of Restaurants	325	6	2.0%			0.0%
Resort Group	240	7	1.5%	276	7	1.9%
City Market	140	8	0.9%			0.0%
Colorado Mountain College	129	9	0.8%			0.0%
Peabody Energy-Twentymile Mine	119	10	0.7%	435	9	3.0%
Total	<u>3,763</u>		<u>23.4%</u>	<u>4,124</u>		<u>28.3%</u>

Notes:

¹ Total labor force for Steamboat Springs is unavailable. Since most of the largest employers in Routt County are in Steamboat Springs, Routt County's labor force is used to calculate this percentage.

² Most employers have seasonal variation in their number of employees; therefore, the annual average, including seasonal employees, is reported. Historical data may be unavailable due business changes.

Sources: Respective employers and Colorado Department of Labor & Employment, Office of Labor Market Information

CITY OF STEAMBOAT SPRINGS
FULL-TIME-EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN YEARS
(unaudited)

<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:										
City Council	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00
City Manager's Office	1.90	1.90	1.90	2.90	6.95	6.95	6.90	6.90	5.00	5.00
Deputy City Manager's Office	0.90	0.90	1.00	-	-	-	-	-	21.75	24.25
General Services	14.75	13.75	15.75	16.05	14.00	14.65	17.80	18.80	-	-
City Clerk's Office	3.73	3.93	3.73	3.73	3.88	4.08	4.05	4.05	-	-
Intergovernmental Services	1.60	1.60	1.90	1.90	-	-	-	-	-	-
Financial Services	10.30	10.40	10.40	10.40	10.40	10.40	10.40	10.70	11.70	11.70
Subtotal, General Government	<u>40.18</u>	<u>39.48</u>	<u>41.68</u>	<u>41.98</u>	<u>42.23</u>	<u>43.08</u>	<u>46.15</u>	<u>47.45</u>	<u>45.45</u>	<u>47.95</u>
Transportation Services	40.33	35.78	40.73	39.65	44.80	44.44	42.29	47.62	46.60	49.68
Public Works	37.15	41.44	40.63	46.42	44.08	43.98	49.13	44.93	44.93	45.33
Public Safety Services	70.07	71.50	71.75	70.00	71.75	74.00	77.00	79.00	79.00	84.00
Legal and Municipal Court	3.05	3.05	2.95	3.95	4.95	4.95	4.98	4.98	4.98	4.98
Parks and Recreation	54.35	44.44	55.53	55.68	50.99	51.90	51.70	53.89	54.71	59.98
Planning Services	6.15	6.05	7.90	8.90	7.90	7.90	8.00	9.00	10.00	11.00
Golf	-	-	-	-	10.21	10.21	15.21	15.09	15.11	15.31
Total FTE's	<u>251.28</u>	<u>241.74</u>	<u>261.17</u>	<u>266.58</u>	<u>276.91</u>	<u>280.46</u>	<u>294.46</u>	<u>301.96</u>	<u>300.78</u>	<u>318.23</u>

CITY OF STEAMBOAT SPRINGS
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN YEARS
(unaudited)

Function/Program	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Police:										
Physical arrests	688	660	587	536	571	327	403	208	175	250
Parking violations	1,749	2,550	2,638	2,952	2,721	2,452	2,054	2,422	2,146	2,100
Citations issued (excluding parking)	1,669	1,585	1,111	1,352	1,117	1,041	1,238	764	670	720
Fire:										
Emergency responses (Fire & EMS)	1,904	1,987	2,179	2,247	2,305	2,482	2,511	2,297	2,468	2,761
New construction inspections	312	280	238	205	229	268	277	260	233	254
Building safety inspections	129	173	163	152	60	172	172	117	89	156
Plan reviews	732	616	783	858	848	1,081	991	1,024	1,006	1,047
Other public works:										
Streets and alleys maintained (miles)	151.72	152.76	152.76	152.76	153.24	157.80	157.00	159.86	159.86	159.86
Resurfacing streets/parking lots (sq. yd.)	70,286	65,105	43,922	89,724	116,670	120,011	114,597	55,341	88,150	64,289
Parks & Recreation:										
Number of athletic tournaments	16	19	20	20	16	11	11	-	18	15
Number of athletic games played	2,665	2,850	3,100	3,100	2,950	2,865	2,825	-	2,400	2,500
Water:										
Number of customers	3,211	3,228	3,265	3,621	3,660	3,735	3,800	3,815	3,840	3,860
Water main breaks	3	4	2	5	6	6	4	5	1	2
Average daily consumption (gallons)	1,131,830	1,146,321	1,129,419	1,232,877	1,134,247	1,340,000	1,260,000	1,410,000	1,280,000	1,220,000
Wastewater:										
Average daily sewage treatment (gallons)	2,631,000	2,843,000	2,619,000	2,824,000	2,611,000	2,589,000	2,937,000	2,697,000	2,371,000	2,920,000
Transit:										
Total route miles	634,071	621,401	618,021	638,477	644,556	636,706	655,866	619,216	525,736	555,175
Passengers	1,125,007	1,152,581	1,069,606	1,154,762	1,167,457	1,093,637	1,145,302	769,993	610,680	934,937
Hours of service	42,983	41,896	44,227	48,376	46,880	45,283	46,271	41,130	64,294	40,681

CITY OF STEAMBOAT SPRINGS
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN YEARS
(unaudited)

Function/Program	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Department vehicles	12	12	14	14	14	11	12	19	19	19
Fire Stations	2	2	2	2	2	2	2	2	2	2
Other public works:										
Streets & alleys (lane miles)	151.72	152.76	152.76	152.76	153.24	157.80	157.00	159.86	159.86	161.31
Streetlights ¹	532	532	517	542	607	618	628	633	629	621
Traffic signals ²	3	3	3	3	3	3	3	3	3	3
Parks & Recreation										
Ice rinks	1	1	1	1	1	1	1	1	1	1
Ski areas	1	1	1	1	1	1	1	1	1	1
Pickleball courts				8	8	8	8	8	8	8
Tennis courts	18	18	18	16	16	16	16	16	16	16
Softball/baseball fields	11	11	11	11	11	11	11	10	10	10
Soccer fields	11	11	11	11	11	11	11	9	9	9
Parks	27	28	28	29	29	29	29	29	29	29
Rodeo grounds	1	1	1	1	1	1	1	1	1	1
Miles of trails	56.00	59.00	63.00	67.00	67.00	61.00	61.00	61.00	61.00	61.00
Water:										
Water mains (miles)	61.85	61.85	62.13	62.63	62.66	64.09	64.10	64.21	64.46	64.62
Fire hydrants	572	572	572	573	573	609	619	623	628	630
Treated water storage capacity (gallons)	3,875,000	3,875,000	3,875,000	3,875,000	3,875,000	3,875,000	3,875,000	3,875,000	3,875,000	3,875,000
Wastewater:										
Sanitary sewers (miles)	58.46	58.46	59.66	59.66	59.66	59.99	59.99	59.99	59.99	59.99
Treatment capacity (gallons)	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Stormwater:										
Storm sewers (miles)	23.2	34.1	34.1	34.1	35.7	36.0	42.9	43.1	43.1	43.5
Inlets (in service)	n/a	567	569	575	740	1,010	1,253	1,262	1,262	1,285
Manholes	n/a	145	145	149	158	216	314	315	315	315
Transportation:										
Buses & Vans	27	23	25	19	21	21	21	23	23	24
Airports	1	1	1	1	1	1	1	1	1	1

Notes:

¹ Source: Yampa Valley Electric Association

² This indicates only the number of traffic signals owned by the City of Steamboat Springs. There are numerous other signals within city limits, but they are owned by the State Highway department.



Federal Awards Reports in Accordance
with the Uniform Guidance
December 31, 2022

City of Steamboat Springs, Colorado

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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*

Members of City Council
City of Steamboat Springs, Colorado

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the 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 City of Steamboat Springs, Colorado (the City), as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated May 10, 2023.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City'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 the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City'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 or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City'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 financial statements. 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 "Eide Bailly LLP". The signature is written in a cursive, flowing style.

Denver, Colorado
May 10, 2023



Independent Auditor's Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

Members of City Council
City of Steamboat Springs, Colorado

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Steamboat Springs, Colorado's (the City) 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 the City's major federal programs for the year ended December 31, 2022. The City'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, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect 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 (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); 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 the City 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 the City'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 the City'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 the City'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 GAAS, *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 the City's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *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 the City'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 the City'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 the City'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 above 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.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the 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 City as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated May 10, 2023, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

The signature of Eide Bailly LLP is written in a cursive, handwritten style.

Denver, Colorado
May 10, 2023

City of Steamboat Springs, Colorado
Schedule of Expenditures of Federal Awards
Year Ended December 31, 2022

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal Financial Assistance Listing Number	Pass-through Entity Identifying Number	Award Amount	Federal Expenditures
Department of Justice:				
Bureau of Justice Assistance:				
Bulletproof Vest Partnership Program (2021)	16.607	n/a	\$ 1,998	\$ 626
Bulletproof Vest Partnership Program (2022)	16.607	n/a	4,348	4,285
Total - Department of Justice			6,346	4,911
Department of Transportation:				
Federal Aviation Administration				
Airport Improvement Program - AIP 26	20.106	n/a	333,333	3,760
Airport Improvement Program - AIP 28	20.106	n/a	59,000	59,000
Airport Improvement Program - AIP 29	20.106	n/a	4,225,000	3,306,673
Airport Improvement Program - AIP 30	20.106	n/a	215,000	91,829
Sub-Total-AIP			4,832,333	3,461,262
Federal Highway Administration				
Passed through Colorado Dept. of Transportation:				
<i>Highway Planning and Construction Cluster</i>				
Highway Planning and Construction - TAP Phase II	20.205	18-HA3-XC-00026	1,143,600	75,064
<i>Total Highway Planning and Construction Cluster</i>			1,143,600	75,064
Federal Transit Administration				
Passed through Colorado Dept. of Transportation:				
Formula Grants for Rural Areas - Section 5311,				
Transit Operations Local	20.509	491002920	678,662	678,662
COVID-19 - Formula Grants for Rural Areas - Section 5311,				
Transit Operations Local (CRRSAA)	20.509	491002601	2,449,191	853,241
COVID-19 - Formula Grants for Rural Areas - Section 5311(f),				
Transit Operations Regional (CRRSAA)	20.509	491002725	100,000	75,993
Sub-Total-Formula Grants			3,227,853	1,607,896
Total - Department of Transportation			9,203,786	5,144,222
Department of the Treasury:				
Passed through Department of Local Affairs				
Coronavirus State and Local Fiscal Recovery Funds				
COVID-19 - IHOI-PPA006 Transit Center Seasonal Workforce Housing	21.027	*	28,000	26,548
Total - Department of the Treasury			28,000	26,548
Department of Health and Human Services:				
Passed through Colorado Department of Health Care Policy and Financing:				
<i>Medicaid Cluster</i>				
Medical Assistance Program	93.778	*	203,281	203,281
<i>Total Medicaid Cluster</i>			203,281	203,281
Passed through Colorado Department of Human Services				
Child Care and Development Block Grant				
Child Care & Development Fund (CCDF)	93.575	*	120,357	44,697
Total - Department of Health and Human Services			323,638	247,978
Total Federal Financial Assistance			\$ 9,561,770	\$ 5,423,659

* Pass-through number not available

See Notes to Schedule of Expenditures of Federal Awards

Note A – Basis of Presentation

The accompanying schedule of expenditures of federal awards (the schedule) includes federal award activity of the City of Steamboat Springs, Colorado (the City) under programs of the federal government for the year ended December 31, 2022. The information 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 City, it is not intended to and does not present the financial position, changes in net position / fund balance, or cash flows of the City.

Note B – Summary of Significant Accounting Policies

With the exception of the Medical Assistance Program, expenditures reported in the schedule are reported on the modified 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. No federal financial assistance has been provided to a subrecipient.

The Medical Assistance Program is presented on the cash basis. 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. Under this program, while the expenditures incurred relate to the prior fiscal year, the amount to be reimbursed is unknown by the City until the agency approves of and disburses the amount in the following year.

Note C – Indirect Cost Rate

The City does not draw for indirect administrative expenses and has not elected to use the 10% de minimis cost rate.

Section I – Summary of Auditor’s Results

Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
Material weaknesses identified	No
Significant deficiencies identified not considered to be material weaknesses	None Reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weaknesses identified	No
Significant deficiencies identified not considered to be material weaknesses	None Reported
Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance 2 CFR 200.516:	No
Identification of major programs:	

<u>Name of Federal Program</u>	<u>Federal Financial Assistance Listing</u>
Formula Grants for Rural Areas	20.509
Medical Assistance Program - EMS Supplemental Payments	93.778
Dollar threshold used to distinguish between type A and type B programs:	\$750,000
Auditee qualified as low-risk auditee?	Yes

Section II – Financial Statement Findings

No current year findings reported.

Section III – Federal Award Findings and Questioned Costs

No current year findings reported.