

Town of Basalt, Colorado
Comprehensive Annual Financial Report
as of
December 31, 2013

Town of Basalt, Colorado
 Comprehensive Annual Financial Report
 For the Year Ended December 31, 2013

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September 16, 2014

To the Citizens of the Town of Basalt, Colorado

The Town of Basalt is pleased to submit the comprehensive annual financial report for the fiscal year ending December 31, 2013. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the Town. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the Town. All disclosures necessary to enable the reader to gain an understanding of the Town's financial activities have been included.

This report includes all funds of the Town. The Town provides a range of services including police protection, water services, the construction and maintenance of streets and infrastructure, and recreational and cultural activities. There are no other entities over which the Town exercises financial accountability. Educational, fire protection, sanitary sewer, trash service and portions of the waters services are provided by separate entities.

Management's discussion and analysis immediately follows the independent auditor's report and provides a narrative introduction, overview and analysis of the basic financial statements. Management's discussion and analysis complements this letter of transmittal and should be read in conjunction with it.

ECONOMIC CONDITION AND OUTLOOK

The Town of Basalt is located in the middle of the Roaring Fork Valley and is split between Eagle and Pitkin Counties. Eagle and Pitkin County are major winter and summer tourist destinations in the United States and also attract visitors from throughout the world.

The Town, incorporated in 1901, operates under a Home Rule Charter that was adopted in 2002. The Town is managed based on the Town Manager-Council form of government. The governing body is made up of six councilmembers, who serve four-year staggered terms. Councilmembers are limited to two consecutive four-year terms. The Mayor is elected to a four-year term and also is limited to two consecutive four-year terms. The Town Manager serves as the Chief Executive Officer of the Town.

The Town's population is 3,857 with a current total annual budget of \$7,012,616. The Town covers 2 square miles and approximately 90% of the privately-owned land has been developed. Because of its location in the Roaring Fork Valley much of

Basalts' business activity is driven by the tourism trade found in the Town of Snowmass Village (TOSV) and Aspen areas.

There are two primary commercial hubs in the town with the "old" downtown anchoring the commercial area on the east side of town and the newer Willits mixed-use development anchoring the commercial area on the west side of town. Other businesses within the Town include health care facilities, several schools, Basalt Regional Library, US Post Office, Woody Creek Distillery and many support and service businesses for the area.

The Town has traditionally been viewed as a bedroom community to Aspen, offering convenient services, a small town atmosphere, comfortable living conditions, a family environment, and a variety of outdoor recreational opportunities.

The Town is home to two gold medal trout streams (Fryingpan and Roaring Fork River) that are both a source of pride and are significant tourist attractions. The Town Council proactively addresses quality of life issues to ensure that the current standard of living is not only maintained, but ultimately enhanced. The Town, in cooperation with the Basalt Chamber of Commerce, hosts summer events that build on the areas strong tourism industry and bring guests and visitors to our two commercial centers.

MAJOR TOWN INITIATIVES

The Town continues to facilitate and encourage both the improvement and redevelopment of the Pan & Fork Trailer Park. This redevelopment effort supports the continued implementation of the Town's River Master Plan. In August of 2011 the Town and the Roaring Fork Community Development Corporation (RFCDC) jointly entered into an agreement for the purchase and eventual redevelopment of the Pan and Fork Trailer Park.

During 2013 the Town began the process of putting together a financing plan for the Pan and Fork Trailer Park. This plan included the relocation of residents, removal of the trailers and the reconstruction of the area to remove it from the floodplain and improve the Roaring Fork River habitat in the area. To accomplish the work planned the Town asked for the approval of \$5,000,000 in General Obligation Bonds. Town residents approved the Bond question on the November 5th and much of the work

FUTURE TOWN INTIATIVES

The Town is committed to balancing development/redevelopment with the need to preserve the natural amenities that make Basalt such a great place to live. In doing so, Town staff has embarked on building annual work plans that meet these two goals. These work plans also include long-range financial planning elements that allow the Town Council to make strategic investments while contemplating the operational needs of the organization and community.

In 2014 the Town will make a concerted effort to address affordable housing issues in the community. The Town itself has difficulty in hiring for vacant positions given the high cost of living, that is exacerbated by the high cost of housing. The Town will be investigating several potential affordable housing projects and investments. Those investments will likely involve both private and public partners. In particular the town is looking to work with Pitkin County in the development of the Roaring Fork Apartments.

In 2014 the Town will continue a review of all its revenue sources and begin to seek out new and diverse funding sources to start reducing the Towns reliance on sales tax collections. Basalt supports efforts for long-range, comprehensive capital infrastructure planning and budgeting; refining strategies for the on-going maintenance, repair and replacement of our important infrastructure assets.

The police department remains committed to improving the level of service to the community. Continue emphasis on traffic safety, particularly in our burgeoning school zones, will be a priority. The Basalt Police Department will also maintain its focus on training, keeping personnel abreast of a variety of professional trends and development opportunities.

The Town will work with the Downtown merchants to start identifying investment opportunities to bolster downtown vitality. The formation of a Basalt Downtown Business Association has greatly assisted with the visioning of the downtown area.

FINANCIAL INFORMATION

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

BUDGETARY CONTROLS

The Town maintains various budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Town's governing body. Activities in the General Fund, Special Revenue Funds, Debt Service Fund and Water Fund are included in the annual appropriated budget. The legal level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is

at the fund level. The Town also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts do not lapse at the year-end. However, unencumbered appropriations do lapse. As demonstrated by the statements and schedules included in the financial section of this report, the Town continues to meet its responsibility for sound financial management.

OTHER INFORMATION

Independent Audit

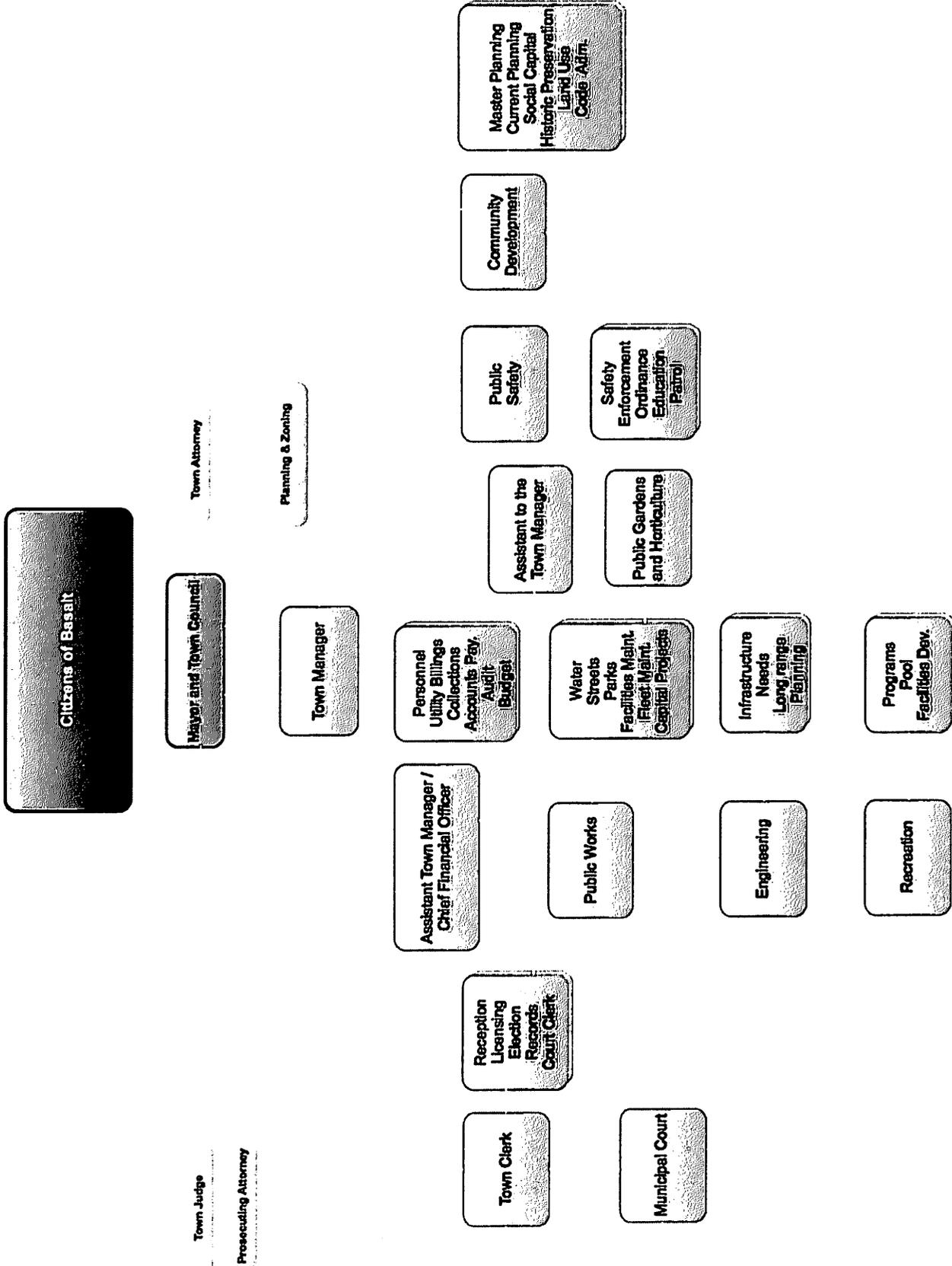
Colorado statutes require an annual audit of the Town's financial statements. The audit for 2013 was conducted by Blair and Associates, Certified Public Accountants and their report on the financial statements is included in the financial section of this report.

ACKNOWLEDGEMENTS

The preparation of this comprehensive annual financial report was made possible by the dedicated services of Brigitte Ironside. Our sincere appreciation is extended to all members of the staff, whose efforts made this report possible.

Respectfully submitted,

Judi Tippetts
Assistant Town Manager / Finance Director



List of Appointed Principal Officials

Mike Scanlon, Town Manager

Judith Tippetts, Finance Director
Assistant Town Manager

Pamela Schilling, Town Clerk

John Collins, Municipal Court Judge

Tom Smith, Town Attorney

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Town Council
Town of Basalt, Colorado

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Town of Basalt, Colorado, as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Basalt, Colorado, as of December 31, 2013, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages B-3 through B-10 and E-1 through E-2 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Basalt, Colorado's basic financial statements. The Combining Statements for the other governmental funds, Schedules of Revenues, Expenditures and Changes in Fund Balance Budget to Actual for the Governmental Funds, Schedules of Revenues, Expenditures and Changes in Available Resources-Budget and Actual-Enterprise Funds and local highway finance report are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Combining Statements for the other governmental funds, Schedules of Revenues, Expenditures and Changes in Fund Balance Budget to Actual for the Governmental Funds, Schedules of Revenues, Expenditures and Changes in Available Resources-Budget and Actual-Enterprise Funds and local highway finance report are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Combining Statements for the other governmental funds, Schedules of Revenues, Expenditures and Changes in Fund Balance Budget to Actual for the Governmental Funds, Schedules of Revenues, Expenditures and Changes in Available Resources-Budget and Actual-Enterprise Funds and local highway finance report are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Blair and Associates, P.C.

Cedaredge, Colorado
June 25, 2014

TOWN OF BASALT
Management's Discussion and Analysis
Fiscal Year Ended December 31, 2013

As management of the Town of Basalt (the "Town"), we offer readers of the Town's basic financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended December 31, 2013. We encourage readers to consider the information presented here in conjunction with additional information provided in the financial statements.

FINANCIAL HIGHLIGHTS

- The Town's assets exceeded its liabilities by \$ 34,287,408 (i.e. net position) as of December 31, 2013, an increase of \$ 1,409,605 in comparison to the prior year.
- Governmental funds reported combined ending fund balances of \$ 10,244,872, an increase of \$ 3,924,134 in comparison with the prior year.
- The Town's fund balance for the General Fund was \$ 7,687,546, an increase of \$ 1,690,528 in comparison to the prior year.
- Total long-term liabilities increased by \$ 2,821,217 during the 2013 fiscal year with new debt issued in 2013.
- Property, sales and franchise taxes for governmental activities totaled \$ 5,901,652, or 93% of general revenues.

OVERVIEW OF FINANCIAL STATEMENTS

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

Government-wide Financial Statements

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

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

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

The government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (*Governmental Activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*Business-type Activities*). The Governmental Activities of the Town include general government administration, police, public works, and culture and recreation. The Business-type Activities of the Town include the following utilities: water.

Fund Financial Statements

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

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

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

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

Proprietary Funds – The Town maintains one type of proprietary fund. *Enterprise Fund* is used to report the same functions presented as *business-type activities* in the government-wide financial statements. The Town uses a separate enterprise fund to account for its Water Fund.

Notes to Basic Financial Statements

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

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position

As noted previously, net position may serve over time as a useful indicator of the Town's financial position. For the year ended December 31, 2013, the Town's combined assets exceeded liabilities by \$ 34,287,408. Of this amount, \$ 7,548,680 is unrestricted and available to meet the Town's ongoing financial obligations.

By far the largest portion of net position is the investment in capital assets (net of related debt) of \$ 23,782,247 (69% of net position). This amount reflects the investment in all capital assets (e.g. infrastructure, land, buildings, and equipment) less any related debt used to acquire those assets that are still outstanding. These capital assets are used to provide services to citizens; consequently, these assets are not available for future spending. Although the investment in capital assets is reported net of debt, it should be noted that the resources needed to repay this debt must be provided from other sources since capital assets themselves cannot be used to liquidate these liabilities.

The following table summarizes the Town's governmental and business-type net position for 2013:

Assets	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Current and other assets	\$ 11,712,196	\$ 7,686,984	\$ 606,048	\$ 562,482	\$ 12,318,244	\$ 8,249,466
Capital assets	24,605,779	23,960,133	4,795,369	4,916,500	\$ 29,401,148	\$ 28,876,633
Total assets	36,317,975	31,647,117	5,401,417	5,478,982	41,719,392	37,126,099
Deferred outflows of resources						
Cost of issuance of bonds	41,923	47,163	-	-	41,923	47,163
Total assets and Deferred outflows of resources	36,359,898	31,694,280	5,401,417	5,478,982	41,761,315	37,173,262
Current liabilities	438,815	396,273	131,388	7,460	570,203	403,733
Non-current liabilities						
Compensated absences	124,071	124,071	-	-	124,071	124,071
Loans payable	5,010,000	2,141,000	608,901	656,683	5,618,901	2,797,683
Total liabilities	5,572,886	2,661,344	740,289	664,143	6,313,175	3,325,487
Deferred inflows of resources						
Deferred property taxes	1,160,732	969,972	-	-	1,160,732	969,972
Net position						
Investment in capital assets, net related debt	19,463,556	21,819,133	4,186,468	4,259,817	23,650,024	26,078,950
Restricted	3,088,704	2,840,041	-	-	3,088,704	2,840,041
Unrestricted	7,074,020	3,403,790	474,660	555,022	7,548,680	3,958,812
Total net position	\$ 29,626,280	\$ 28,062,964	\$ 4,661,128	\$ 4,814,839	\$ 34,287,408	\$ 32,877,803

An additional portion of net position, \$ 3,088,704, represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, \$7,548,680 (22% of net position), may be used to meet the government's ongoing obligations to citizens and creditors.

Change in Net Position

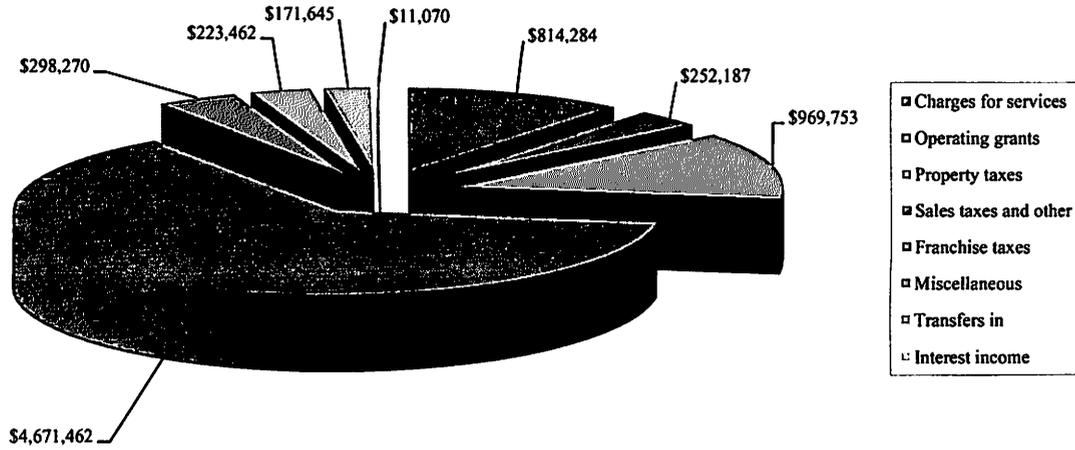
Governmental and business-type activities increased the Town's net position by \$ 1,409,605 in 2013.

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Revenues						
Program revenues						
Charges for services	\$ 814,284	\$ 440,790	\$ 607,562	\$ 769,254	\$ 1,421,846	\$ 1,210,044
Operating grants	252,187	247,105	-	-	252,187	247,105
Capital grants	-	-	31,459	97,921	31,459	97,921
General Revenues						
Property taxes	969,753	935,876	-	-	969,753	935,876
Sales taxes and other	4,671,462	3,991,395	-	-	4,671,462	3,991,395
Franchise taxes	298,270	268,704	-	-	298,270	268,704
Miscellaneous	223,462	127,057	-	-	223,462	127,057
Transfer in	171,645	163,128	(171,645)	(163,128)	-	-
Interest income	11,070	17,016	430	748	11,500	17,764
Total	<u>7,412,133</u>	<u>6,191,071</u>	<u>467,806</u>	<u>704,795</u>	<u>7,879,939</u>	<u>6,895,866</u>
Expenses						
General government	2,870,421	2,345,304	-	-	2,870,421	2,345,304
Public safety	1,375,878	1,200,108	-	-	1,375,878	1,200,108
Public works	748,985	785,963	621,517	625,654	1,370,502	1,411,617
Culture and recreation	853,533	792,321	-	-	853,533	792,321
Total expenses	<u>5,848,817</u>	<u>5,123,696</u>	<u>621,517</u>	<u>625,654</u>	<u>6,470,334</u>	<u>5,749,350</u>
Increase in net position	1,563,316	1,067,375	(153,711)	79,141	1,409,605	1,146,516
Beginning	<u>28,062,964</u>	<u>26,995,589</u>	<u>4,814,839</u>	<u>4,735,698</u>	<u>32,877,803</u>	<u>31,731,287</u>
Ending	<u>\$ 29,626,280</u>	<u>\$ 28,062,964</u>	<u>\$ 4,661,128</u>	<u>\$ 4,814,839</u>	<u>\$ 34,287,408</u>	<u>\$ 32,877,803</u>

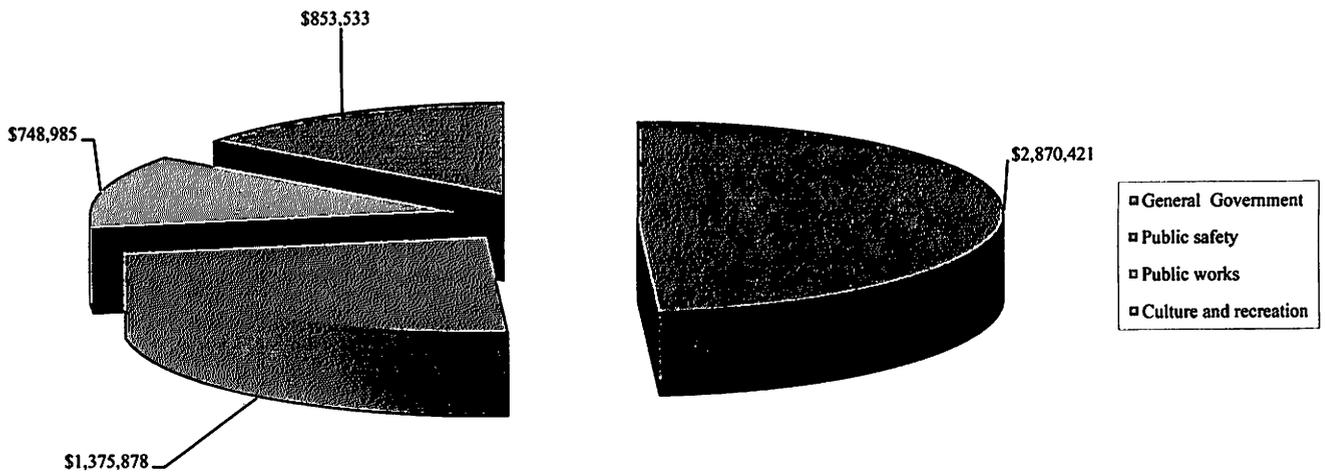
Governmental Activities

Governmental activities increased the Town's net position by \$ 1,563,316.

Governmental Activities revenues for 2013



Governmental Activities expenses for 2013



Business-type Activities

Business-type activities for the year resulted in a decrease in net position of \$ 153,711. Charges for services accounted for 95% of total revenues.

FINANCIAL ANALYSIS OF GOVERNMENT'S FUNDS

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

As of the end of 2013, the Town's governmental funds reported combined ending fund balances of \$ 10,244,872, an increase of \$ 3,924,134 in comparison with the prior year. Of the combined ending fund balances for all governmental funds 45% of this total amount, \$ 4,598,842, constitutes unassigned fund balance, which is available for appropriation at the Town's discretion. The remainder of the fund balance is reserved to indicate that it is not available for new spending because it is already committed to meet a State constitution mandated emergency reserve of \$ 397,092 and other purposes of \$ 5,248,938.

The Town has two major governmental funds the General and Bond Fund. At the end of 2013, unassigned fund balances of the General Fund were \$ 4,598,842. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. The fund balance of the Town's General Fund increased by \$ 1,690,528 during 2013.

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

The Town has one enterprise fund: Water Fund. At the end of 2013, the fund represented the following net position amounts:

	<u>Water</u>
Unrestricted net position	\$ 409,160
Total net position	\$ 4,661,128
Increase in net position	\$ (153,711)

GENERAL FUND BUDGETARY HIGHLIGHTS

The Town budgeted \$ 5,829,411 for 2013 expenditures. Actual expenditures were \$ 5,404,924.

CAPITAL ASSET AND DEBT ADMINISTRATION

The Town’s investment in capital assets for its governmental and business-type activities as of December 31, 2013, was \$ 29,401,148, an increase of \$ 524,515 from the prior year. As required for this year by GASB 34, the investment in capital assets includes land, buildings, building improvements, and equipment.

	Balance January 1, 2013	Additions	Dispositions	Balance December 31, 2013
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 11,827,071	\$ 986,810	\$ -	\$ 12,813,881
	<u>11,827,071</u>	<u>986,810</u>	<u>-</u>	<u>12,813,881</u>
Capital assets being depreciated				
Buildings	2,966,968	12,125	-	2,979,093
Improvements	530,371	-	-	530,371
Equipment	1,557,759	40,020	-	1,597,779
Infrastructure	11,709,098	176,582	-	11,885,680
Less accumulated depreciation	(4,631,134)	(569,891)	-	(5,201,025)
	<u>12,133,062</u>	<u>(341,164)</u>	<u>-</u>	<u>11,791,898</u>
Total Governmental Activities Capital Assets	<u>\$ 23,960,133</u>	<u>\$ 645,646</u>	<u>\$ -</u>	<u>\$ 24,605,779</u>

	Balance January 1, 2013	Additions	Dispositions	Balance December 31, 2013
Business-Type Activities				
Capital assets no being depreciated				
Land	\$ 256,235	\$ -	\$ -	\$ 256,235
Capital assets being depreciated				
Water rights	441,862	-	-	441,862
Wells and springs	752,672	-	-	752,672
Water plant	6,752,874	13,964	-	6,766,838
Hydro system	-	140,000	-	140,000
Machinery and equipment	60,585	-	-	60,585
Less accumulated depreciation	(3,347,728)	(275,095)	-	(3,622,823)
Capital assets being depreciated, net	<u>4,660,265</u>	<u>(121,131)</u>	<u>-</u>	<u>4,539,134</u>
Total business-type Activities capital assets	<u>\$ 4,916,500</u>	<u>\$ (121,131)</u>	<u>\$ -</u>	<u>\$ 4,795,369</u>

Long-term Debt

As of December 31, 2013, the Town had long-term debt as follows:

	Balance			Balance	Due Within
	January 1, 2013	Additions	Reductions	December 31, 2013	One Year
Governmental Activities					
Bonds payable	\$ 2,141,000	\$ 5,010,000	\$ (2,141,000)	\$ 5,010,000	\$ 525,000
Accrued compensated absences	124,071	-	-	124,071	-
Total	<u>\$ 2,265,071</u>	<u>\$ 5,010,000</u>	<u>\$ (2,141,000)</u>	<u>\$ 5,134,071</u>	<u>\$ 525,000</u>
Enterprise Activities					
Loan payable - Ruedi	\$ 81,928	\$ -	\$ -	\$ 81,928	\$ 10,771
Loan payable - CCWR	574,756	-	(47,783)	526,973	49,713
Total	<u>\$ 656,684</u>	<u>\$ -</u>	<u>\$ (47,783)</u>	<u>\$ 608,901</u>	<u>\$ 60,484</u>

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

- The Town is in excellent financial condition.
- The Town would like to maintain its General Fund unreserved fund balance of at least three to four months of reserves.

REQUEST FOR INFORMATION

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

Judith Tippetts
Finance Director
Town of Basalt

**Town of Basalt
Statement of Net Position
December 31, 2013**

	Governmental Activities	Business - Type	Total
Assets			
Cash and cash equivalents	\$ 5,099,104	\$ 159,735	\$ 5,258,839
Investments	2,312,405	334,897	2,647,302
Restricted cash	2,691,612	-	2,691,612
Property taxes receivable	1,028,509	-	1,028,509
Accounts receivable	523,490	98,546	622,036
Prepaid and deposits	57,076	-	57,076
Inventories	-	12,870	12,870
Capital assets, net	24,605,779	4,795,369	29,401,148
Total assets	36,317,975	5,401,417	41,719,392
Deferred outflows of resources			
Cost of Issuance of Bonds	41,923	-	41,923
Total Assets and Deferred Outflows of Resources	36,359,898	5,401,417	41,761,315
Liabilities			
Accounts payable	279,760	130,514	410,274
Accrued payroll and liabilities	102,783	-	102,783
Accrued interest payable	-	874	874
Customer deposits	56,272	-	56,272
Compensated absences	124,071	-	124,071
Non current liabilities			
Due within one year	525,000	60,484	585,484
Due in more than one year	4,485,000	548,417	5,033,417
Total liabilities	5,572,886	740,289	6,313,175
Deferred inflows of resources			
Bond Premium less discounts	132,223	-	132,223
Deferred property taxes	1,028,509	-	1,028,509
Total Deferred inflows of resources	1,160,732	-	1,160,732
Net Position			
Invested in capital assets, net of related debt	19,463,556	4,186,468	23,782,247
Restricted for:			
Emergencies	397,092	-	397,092
Other purposes	2,691,612	-	2,691,612
Unrestricted	7,074,020	474,660	7,548,680
Total net position	\$ 29,626,280	\$ 4,661,128	\$ 34,287,408

The accompanying notes are an integral part of this statement.

**Town of Basalt
Statement of Activities
December 31, 2013**

Functions/Programs	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Service and Fees</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Primary government:				
Governmental activities:				
General government	\$ 2,870,421	\$ 119,807	\$ -	\$ -
Public Safety	1,375,878	38,311	-	-
Public Works	748,985	527,065	231,471	-
Culture and Recreation	853,533	129,101	20,716	-
Total governmental activities	<u>5,848,817</u>	<u>814,284</u>	<u>252,187</u>	<u>-</u>
Business-type activities:				
Water	621,517	607,562	-	31,459
Total business-type activities	<u>621,517</u>	<u>607,562</u>	<u>-</u>	<u>31,459</u>
Total primary government	<u><u>\$ 6,470,334</u></u>	<u><u>\$ 1,421,846</u></u>	<u><u>\$ 252,187</u></u>	<u><u>\$ 31,459</u></u>

General Revenues

Taxes:

 Property taxes

 Specific ownership

 Sales taxes and miscellaneous

Franchise taxes

Miscellaneous

Investment earnings

Transfers In (out)

Total General Revenues

Changes in Net Position

Net Position-January 1

Net Position-December 31

Net (Expense) Revenue and Changes in Net Position
Primary Government

Governmental Activities	Business-Type Activities	Total
\$ (2,750,614)	\$ -	\$ (2,750,614)
(1,337,567)	-	(1,337,567)
9,551	-	9,551
(703,716)	-	(703,716)
<u>(4,782,346)</u>		<u>(4,782,346)</u>
-	17,504	17,504
-	<u>17,504</u>	<u>17,504</u>
<u>(4,782,346)</u>	<u>17,504</u>	<u>(4,764,842)</u>
969,753	-	969,753
37,833	-	37,833
4,633,629	-	4,633,629
298,270	-	298,270
223,462	-	223,462
11,070	430	11,500
171,645	(171,645)	-
<u>6,345,662</u>	<u>(171,215)</u>	<u>6,174,447</u>
1,563,316	(153,711)	1,409,605
28,062,964	4,814,839	32,877,803
<u>\$ 29,626,280</u>	<u>\$ 4,661,128</u>	<u>\$ 34,287,408</u>

The accompanying notes are an integral part of this statement.

**Town of Basalt
Governmental Funds
Balance Sheet
December 31, 2013**

	<u>General Fund</u>	<u>Bond Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets				
Cash and cash equivalents	\$ 2,476,776	\$ 2,543,140	\$ 79,188	\$ 5,099,104
Investments	2,304,189	2,034	6,182	2,312,405
Restricted Cash	2,691,612	-	-	2,691,612
Taxes receivable	728,509	300,000	-	1,028,509
Accounts receivable	523,490	-	-	523,490
Prepaid expenses	57,076	-	-	57,076
Total assets	<u>\$ 8,781,652</u>	<u>\$ 2,845,174</u>	<u>\$ 85,370</u>	<u>\$ 11,712,196</u>
Liabilities and Fund Balance				
Liabilities:				
Accounts payable	\$ 206,542	\$ 73,218	\$ -	\$ 279,760
Accrued payroll and liabilities	102,783	-	-	102,783
Deposit on construction	28,695	-	-	28,695
Held for developers	27,577	-	-	27,577
Total liabilities	<u>365,597</u>	<u>73,218</u>	<u>-</u>	<u>438,815</u>
Deferred inflows of resources				
Deferred property taxes	<u>728,509</u>	<u>300,000</u>	<u>-</u>	<u>1,028,509</u>
Fund balances:				
Restricted:				
Reserve for emergencies	397,092	-	-	397,092
Debt service payments	-	2,471,956	-	2,471,956
Parks and Recreation	-	-	85,370	85,370
Committed:				
Open space and trails	1,202,542	-	-	1,202,542
Parks	254,728	-	-	254,728
Transportation	108,778	-	-	108,778
Willits development	567,114	-	-	567,114
Highway and streets	330,997	-	-	330,997
Traffic enforcement	112,672	-	-	112,672
Other projects	114,781	-	-	114,781
Unassigned	4,598,842	-	-	4,598,842
Total fund balance	<u>7,687,546</u>	<u>2,471,956</u>	<u>85,370</u>	<u>10,244,872</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 8,781,652</u>	<u>\$ 2,845,174</u>	<u>\$ 85,370</u>	<u>\$ 11,712,196</u>

The accompanying notes are an integral part of this statement.

Town of Basalt
Reconciliation of the Governmental Funds Balance
Sheet to the Statement of Net Position
December 31, 2013

Total fund balance, governmental funds \$ 10,244,872

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

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

Cost of capital assets	\$ 29,806,754	
Less accumulated depreciation	<u>(5,200,975)</u>	24,605,779

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

Bonds payable	\$ (5,010,000)	
Bond premium and discount costs	\$ (132,223)	
Bond issuance costs	41,923	
Compensated absences	<u>(124,071)</u>	(5,224,371)

Net Position of Governmental Activities in the Statement of Net Position \$ 29,626,280

The accompanying notes are an integral part of this statement.

**Town of Basalt
Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended December 31, 2013**

	<u>General Fund</u>	<u>Bond Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues				
Taxes	\$ 5,663,331	\$ 276,154	\$ -	\$ 5,939,485
Intergovernmental	231,471	-	20,716	252,187
Licenses, permits and fees	630,175	-	-	630,175
Charges for service	251,590	-	-	251,590
Fines and forfeitures	38,311	-	-	38,311
Miscellaneous	108,929	19,805	5	128,739
Total revenues	<u>6,923,807</u>	<u>295,959</u>	<u>20,721</u>	<u>7,240,487</u>
Expenditures				
Current:				
General government	2,472,536	264,347	-	2,736,883
Public safety	1,330,287	-	-	1,330,287
Public works	733,915	735,959	-	1,469,874
Culture and recreation	836,798	-	-	836,798
Capital outlay	31,388	-	-	31,388
Debt service payments	-	276,154	-	276,154
Total expenditures	<u>5,404,924</u>	<u>1,276,460</u>	<u>-</u>	<u>6,681,384</u>
Excess of revenues over expenditures	<u>1,518,883</u>	<u>(980,501)</u>	<u>20,721</u>	<u>559,103</u>
Other Financing (Uses)				
Proceeds from bond issue	-	5,010,000	-	5,010,000
Original issue premium-bonds	-	150,275	-	150,275
Payment to refund bonds escrow agent	-	(1,948,837)	-	(1,948,837)
Underwriter discount	-	(18,052)	-	(18,052)
Transfers in	171,645	-	-	171,645
Total other financing (uses)	<u>171,645</u>	<u>3,193,386</u>	<u>-</u>	<u>3,365,031</u>
Net change to fund balance	1,690,528	2,212,885	20,721	3,924,134
Fund balance, January 1	5,997,018	259,071	64,649	6,320,738
Fund balance, December 31	<u>\$ 7,687,546</u>	<u>\$ 2,471,956</u>	<u>\$ 85,370</u>	<u>\$ 10,244,872</u>

The accompanying notes are an integral part of this statement.

Town of Basalt
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures,
and Changes in Fund Balances to the Statement of Activities
For the Year Ended December 31, 2013

Net change in fund balances - total governmental funds **\$ 3,924,134**

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

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

Fixed assets current additions	\$ 1,215,537	
Depreciation expense	<u>(569,891)</u>	
Excess of capital outlay over depreciation		645,646

The issuance of long-term debt(e.g. bonds) provides current financial resources to governmental funds, while the repayment of the principal of the 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 issuance costs, premiums, discounts, and similar items when debt is first issued, whereas the 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.

Bond issuance costs		(5,240)
Bonds issued		(5,010,000)
Bond premium and discounts		(132,224)

Repayment of long-term debt principal is reported as an expenditure in the governmental funds but reduces long-term liabilities in the statement of net position.		2,141,000
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Increase in compensated absences		<u>-</u>
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Change in net position of governmental funds		<u><u>\$ 1,563,316</u></u>
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The accompanying notes are an integral part of this statement.

Town of Basalt
Statement of Net Position
Enterprise Fund
December 31, 2013

	Water Fund
Assets	
Current Assets:	
Cash and cash equivalents	\$ 159,735
Investments	334,897
Accounts Receivable, net	98,546
Inventories	12,870
Total current assets	606,048
Noncurrent assets:	
Capital assets:	
Land and improvements	256,235
Wells, springs and water rights	1,194,534
Utility system	6,766,838
Hydro system	140,000
Equipment and furniture	60,586
Less Accumulated Depreciation	(3,622,824)
Total noncurrent assets	4,795,369
Total assets	\$ 5,401,417
Liabilities	
Current liabilities:	
Accounts payable	130,514
Accrued interest payable	874
Current portion of long-term debt	60,484
Total current liabilities	191,872
Noncurrent liabilities:	
Loans payable	548,417
Total noncurrent liabilities	548,417
Total liabilities	740,289
Net Position	
Invested in capital assets, net of related debt	4,186,468
Reserve for rate covenant	65,500
Unrestricted	409,160
Total net position	\$ 4,661,128

The accompanying notes are an integral part of this statement.

Town of Basalt
Statement of Revenues, Expenses and Changes in Fund Net Position
Enterprise Fund
Year Ended December 31, 2013

	Water Fund
Operating revenues:	
Charges for services	\$ 584,749
Miscellaneous	22,813
Total operating revenues	607,562
Operating expenses:	
Personnel services	176,367
Contractual services	40,474
Utilities	28,882
Repairs and maintenance	29,921
Other supplies and expenses	48,261
Depreciation	275,095
Total operating expenses	599,000
Operating income (loss)	8,562
Nonoperating revenues (expenses):	
Interest and investment revenue	430
Transfers (out)	(171,645)
Interest expense	(22,517)
Total nonoperating revenues (expenses)	(193,732)
Income (loss) before transfers	(185,170)
Capital contributions-Tap Fees	31,459
Change in net position	(153,711)
Net position, January 1	4,814,839
Net position, December 31	\$ 4,661,128

The accompanying notes are an integral part of this statement.

Town of Basalt
Statement of Cash Flows
Enterprise Fund
Year Ended December 31, 2013

	Water Fund
Cash Flows From Operating Activities	
Cash received from customers	\$ 632,214
Cash payments to suppliers for goods and services	(23,610)
Cash payments for employees	(176,367)
Net cash provided (used) by operating activities	432,237
Cash Flows from Noncapital Financing Activities	
Capital contributions-tap fees	31,459
Net cash provided (used) by noncapital financing activities	31,459
Cash Flows from Capital and Related Financing Activities	
Transfers (out)	(171,645)
Acquisition of capital assets	(153,964)
Interest expense	(22,517)
Principal payment on loans	(47,783)
Net cash provided (used) by capital and related financing activities	(395,909)
Cash Flows from Investing Activities	
Interest on investments	430
Net increase (decrease) in cash and equivalents	68,217
Cash balances, January 1	426,415
Cash balances, December 31	\$ 494,632
Reconciling of operating income (loss) to net cash provided (used) by operating activities:	
Operating income (loss)	\$ 8,562
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:	
Depreciation expense	275,095
Assets (increase) decrease:	
Accounts receivable	24,652
Liabilities increase (decrease):	
Accounts payable	123,928
Total adjustments	423,675
Net cash provided (used) by operating activities	\$ 432,237

The accompanying notes are an integral part of this financial statement

Town of Basalt
Notes to the Financial Statements
December 31, 2013

Note 1 - Summary of Significant Accounting Policies

The financial statements of the Town of Basalt, Colorado (the Town) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The more significant of the Town's accounting policies are described below:

A. Financial Reporting Entity

The Town operates under a Home Rule Charter and a Council - Manager form of government with seven elected Council members. As required by accounting principles generally accepted in the United States of America, these financial statements present the Town of Basalt (the primary government).

The Town has examined their relationship with potential component units based on the criteria in GASB No. 14. Based on that examination, the Town has determined that the Town has no component units.

The financial statements of the Town consist only of the funds and account groups of the Town. The Town has no oversight responsibility for any other governmental entity since no other entities are considered to be controlled by or dependent on the Town. Control or dependence is determined on the basis of budget, adoption, taxing authority, funding, and appointment of the respective governing board.

B. Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the activities of the Town and its component unit. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes, charges for services and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on user charges for support.

Town of Basalt
Notes to the Financial Statements
December 31, 2013

Note 1 - Summary of Significant Accounting Policies (continued)

B. Government-wide Financial Statements (continued)

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

C. Fund Financial Statements

The accounts of the Town are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

All governmental funds are accounted for on a flow of current financial resources basis. Balance sheets for these funds generally include only current assets and current liabilities. Reported fund balances are considered a measure of available, spendable resources. Operating statements for these funds present a summary of available, spendable resources and expenditures for the period.

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

The Town reports the following major governmental funds:

- The General Fund is the Town's primary operating fund. It accounts for all financial resources of the Town, except those required to be accounted for in another fund.
- The Bond Fund, which accounts for debt service payments on bonds. Revenues are mainly generated by property taxes.

Town of Basalt
Notes to the Financial Statements
December 31, 2013

Note 1 - Summary of Significant Accounting Policies (continued)

C. Fund Financial Statements (continued)

The remaining governmental funds are aggregated and presented as nonmajor funds. Those funds include:

- The Conservation Trust Fund, which accounts for State of Colorado lottery funds to be used for parks and recreation services and capital investment.

Enterprise Funds account for operations that are financed and operated in a manner similar to private business enterprises, where the intent is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. Enterprise funds are considered major funds because of community interests in the activities and sources of funding supporting these operations.

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

- Water Fund, which account for all operations of the Town's water services. They are primarily financed by user charges.

D. Measurement Focus and Basis of Accounting

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

The modified accrual basis of accounting is used by all governmental funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred. Exceptions to this general rule include principal and interest on general long-term debt which is recognized when due, and compensated absences which are recognized when the obligations are expected to be liquidated with expendable available resources.

Town of Basalt
Notes to the Financial Statements
December 31, 2013

Note 1 - Summary of Significant Accounting Policies (continued)

D. Measurement Focus and Basis of Accounting (continued)

Those revenues susceptible to accrual are interest revenue and charges for services. Entitlement revenues are not susceptible to accrual because generally, they are not measurable until received. Grant revenues are recognized as they are earned.

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

E. Cash and Cash Equivalents

For the purposes of the statement of cash flows of the enterprise funds, cash and cash equivalents consist of operating and restricted cash and highly liquid securities with an initial maturity of three months or less.

F. Investments

Investments are stated at fair value based on quoted market values with the exception of money market funds and external investment pools which are stated at cost which is equal to fair value.

G. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

H. Property Taxes

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

Town of Basalt
Notes to the Financial Statements
December 31, 2013

Note 1 - Summary of Significant Accounting Policies (continued)

I. Restricted Assets

Certain proceeds from developers as well as other resources are classified as restricted assets on the balance sheet because their use is limited by applicable laws, ordinances or contracts.

J. Capital Assets

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

All purchased assets are valued at cost where historical records are available and at estimated historical costs where no historical records exist. Donated assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs that does not add to the value of an asset or materially extend asset life is not capitalized.

Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

<u>Asset Class</u>	<u>Useful Life</u>
Buildings	50 years
Building and Other Improvements	25 years
Water Systems	20–50 years
Furniture and Equipment	5-10 years
Infrastructure	25–40 years

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

Town of Basalt
Notes to the Financial Statements
December 31, 2013

Note 1 - Summary of Significant Accounting Policies (continued)

K. Long-Term Liabilities

In the government-wide financial statements, and enterprise fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable government activities, business-type activities, or enterprise fund type statement of net position. Bond issuance costs, as well as applicable bond premium and discounts, are deferred and amortized over the term of the related debt using the straight-line method of amortization.

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

Certain of the Town's general obligation bonds, revenue bonds, special assessments bonds and capital leases are serviced from property taxes and other revenues of the Bond Fund. Other general obligation bonds are serviced from the enterprise funds. The long-term compensated absences are serviced from revenues of the General Fund from future appropriations.

L. Accrued Liabilities for Compensated Absences

It is the Town's policy to permit employees to accumulate earned but unused vacation benefits. In the government-wide statements, vacation pay is accrued when incurred and reported as a liability of the governmental and business-type activities. In the governmental funds, vacation pay that is expected to be liquidated with expendable available financial resources is reported as expenditure and a fund liability of the governmental fund that will pay it. Amounts not expected to be liquidated with expendable available financial resources are not reported as expenditure.

Town of Basalt
Notes to the Financial Statements
December 31, 2013

Note 1 - Summary of Significant Accounting Policies (continued)

M. Net Position

Net position represent the difference between assets and liabilities. Net position invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition or construction of improvements on those assets. Net position are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Town or through external restrictions imposed by creditors, grantors, laws or regulations of other governments.

N. Interfund Transactions

Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed. At year end, outstanding balances between funds are reported as “due to/from other funds.” Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

O. Inventory

Inventory in the Water Fund is valued at a lower cost (first in – first out) or market.

P. Fund Equity

Beginning with fiscal year 2011, the Town implemented GASB Statement 54 “Fund Balance Reporting and Governmental Fund Type Definitions”. This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government’s fund balance more transparent. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- Non-spendable fund balance amounts that are not in spendable form (such as inventory) or are required to be maintained intact;

Town of Basalt
Notes to the Financial Statements
December 31, 2013

Note 1 - Summary of Significant Accounting Policies (continued)

P. Fund Equity

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

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

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

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

These reconciliations detail items that require adjustment to convert from the current resources measurement and modified accrual basis for government fund statements to the economic resources measurement and full accrual basis used for government-wide statements. However, certain items having no effect on measurement and basis of accounting were eliminated from the governmental fund statements during the consolidation of governmental activities.

Town of Basalt
Notes to the Financial Statements
December 31, 2013

Note 3 - Tax, Spending and Debt Limitations

In November 1992 Colorado voters approved Amendment 1 to the state Constitution which is commonly known as the Taxpayer's Bill of Rights or the TABOR Amendment. The amendment applies to all units of local government and limits taxes, spending, revenue, and multi-year debt (excepting bond refundings to lower interest rates and adding employees to pension plans). The amendment does not apply to units of local government that are defined as an "Enterprise". The Town does not qualify as an "Enterprise".

The amendment defined the Town's year end, December 31, 1992, as the initial base year for purposes of defining compliance with the amendment. The amendment defines inflation and local growth. Future years' revenue, based upon prior years revenue, is only allowed to increase based upon the inflationary and local growth factors. Revenue received in excess of the prior years must be refunded to the voters on some reasonable basis, unless the voters were to approve retention of the excess revenue by the Town.

The Town placed a question on the April 1994 ballot that would permit the Town to keep and spend state grants, all sales tax and property tax revenues without limiting in any year the amount of other revenues that may be collected. The ballot language specified that there was to be no increase in the operating mill levy.

The ballot question was approved by the voters.

The amendment requires the Town to establish an "Emergency Reserve" which must be equal to 3% of current year's spending. Conditions under which these reserves may be spent are severely limited.

The Town believes that it is in compliance with the provisions of TABOR, as it is currently understood. Many of the provisions may not become fully understood without judicial review.

Note 4 - Budgets

An operating budget is adopted each fiscal year on a basis which differs from generally accepted accounting principles insofar as certain receipts, such as tap fees, are recognized as revenue for budgetary purposes in proprietary funds when they otherwise would not be. Certain expenditures, such as proprietary fund depreciation, are recognized for generally accepted accounting principles basis, but are not recognized for budgetary purposes.

Town of Basalt
Notes to the Financial Statements
December 31, 2013

Note 5 - Cash and Investments

	Government-wide Statement of Net Position
Cash and cash equivalents	\$ 5,258,839
Investments	2,647,302
Temporarily restricted assets	<u>2,691,612</u>
Total	<u>\$ 10,597,753</u>

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories; eligibility is determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. PDPA allows the institution to create a single collateral pool for all public funds. The pool is to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to the aggregate uninsured deposits. Collateral in the pool is considered to be equal to depository insurance pursuant to definitions listed in GASB Statement No. 40. At December 31, 2013, the bank balance of the Town's deposits was \$ 5,317,454 of which \$ 500,000 was covered by federal depository insurance and \$ 4,817,454 was collateralized under PDPA.

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local government entities may invest. Authorized investments include obligations of the United States and certain U.S. government agency securities; certain international agency securities; general obligation and revenue bonds of U.S. local government entities; bankers' acceptances of certain banks; commercial paper; local government investment pools; written repurchase agreements collateralized by certain authorized securities; certain money market funds; and, guaranteed investment contracts. The Town's investment policy follows Colorado statutes. At December 31, 2013 the Town's investments included funds held in Colotrust and Financial Investors Trust.

Town of Basalt
Notes to the Financial Statements
December 31, 2013

Note 5 - Cash and Investments (continued)

The Town had invested \$ 5,338,914 in the Colorado Government Liquid Asset Trust (COLOTRUST), an investment vehicle established for local government entities in Colorado to pool surplus funds. COLOTRUST operates similarly to a money market fund and each share is equal in value to \$1.00. Investments of COLOTRUST consist of U.S. Treasury bills, notes and note strips and repurchase agreements collateralized by U.S. Treasury securities. A designated custodial bank provides safekeeping and depository services to COLOTRUST in connection with the direct investment and withdrawal functions of COLOTRUST. Substantially all securities owned by COLOTRUST are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by COLOTRUST. These pools are not required to and are not registered with the SEC. COLOTRUST's funds are rated AAAM by Standard and Poor's, Fitch's and Moody's rating services.

Note 6 - Single Audit

In 2013 the Town of Basalt had no single audit requirement under the Single Audit Act of 1984 because the Town expended federal assistance of less than \$500,000 during the year.

Note 7 - Restricted Assets

The Town has restricted cash and investments in the General Fund for the following purposes:

Developers and etc.	<u>\$ 2,691,612</u>
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Note 8 - Budget to Actual Presentation

The following schedule presents a reconciliation of expenditures on a GAAP basis with expenditures on a budgetary basis.

	Water Fund
Expenditures on a GAAP basis	\$ 793,162
Add:	
Capital outlay and construction cost	153,964
Debt principal payments	47,783
Deduct:	
Depreciation expense	<u>(275,095)</u>
Expenditures on a budgetary basis	<u>\$ 719,814</u>

Town of Basalt
Notes to the Financial Statements
December 31, 2013

Note 9 - Bonds and Loans Payable

	Balance January 1, 2013	Additions	Reductions	Balance December 31, 2013	Due Within One Year
Governmental Activities					
Bonds payable	\$ 2,141,000	\$ 5,010,000	\$ (2,141,000)	\$ 5,010,000	\$ 525,000
Accrued compensated absences	124,071	-	-	124,071	-
Total	<u>\$ 2,265,071</u>	<u>\$ 5,010,000</u>	<u>\$ (2,141,000)</u>	<u>\$ 5,134,071</u>	<u>\$ 525,000</u>
Enterprise Activities					
Loan payable - Ruedi	\$ 81,928	\$ -	\$ -	\$ 81,928	\$ 10,771
Loan payable - CCWR	574,756	-	(47,783)	526,973	49,713
Total	<u>\$ 656,684</u>	<u>\$ -</u>	<u>\$ (47,783)</u>	<u>\$ 608,901</u>	<u>\$ 60,484</u>

A. Loan Payable Ruedi Reservoir

The Town entered into a loan with Ruedi Reservoir for water rights July 12, 1999. The note on the water rights has an interest rate of 3.04% and repayment is to be made over twenty five years. Payment is due January 1 of each year. The following is a payment schedule of the loan:

<u>Year</u>	<u>Annual Payment</u>	<u>Principal</u>	<u>Interest</u>
2013	\$ 13,262	\$ 10,771	\$ 2,491
2014	13,262	11,099	2,163
2015	13,262	11,436	1,826
2016	13,262	11,784	1,478
2017	13,262	12,142	1,120
2018	13,262	12,511	751
2019	12,555	12,185	370
	<u>\$ 92,127</u>	<u>\$ 81,928</u>	<u>\$ 10,199</u>

B. Bonds Payable

On December 26, 2013 the Town issued general obligation bonds series 2013 and separate, detached, registered coupons. The proceeds will be used for the purpose of retiring the series 2011 bonds and \$3,010,000 for the River Restoration Project. Interest on the 2013 bonds is payable semiannually on June 1 and December 1 commencing on June 1, 2014. The bond bears an interest rate 2% to 3%, calculated based on a 360-day year of twelve 30-day months. The bonds are to mature on December 1, 2023.

The bonds are subject to optional redemption prior to maturity on any business day at redemption price described below.

The bonds are subject to mandatory sinking fund redemption, at a redemption price equal to 100% of the principal amount to be so redeemed, plus accrued interest thereon, on each December 1 of the years and in the amounts as follows:

Town of Basalt
Notes to the Financial Statements
December 31, 2013

Note 9 - Bonds and Loans Payable – (continued)

Debt Service Schedule Bonds

<u>Year</u>	<u>Interest Rate</u>	<u>Payment</u>	<u>Principal</u>	<u>Interest</u>
2014	2.00%	\$ 625,748	\$ 525,000	\$ 100,748
2015	2.00%	624,075	525,000	99,075
2016	2.00%	618,575	530,000	88,575
2017	2.00%	617,975	540,000	77,975
2018	2.00%	612,175	545,000	67,175
2019	2.00%	606,275	550,000	56,275
2020	2.50%	610,275	565,000	45,275
2021	2.00%	606,150	575,000	31,150
2022	3.00%	344,650	325,000	19,650
2023	2.00%	<u>339,900</u>	<u>330,000</u>	<u>9,900</u>
Total		<u>\$ 5,605,798</u>	<u>\$ 5,010,000</u>	<u>\$ 595,798</u>

C. Loan Payable - CWR and PDA

The Town borrowed \$ 948,246 in December 19, 2002, from the Colorado Water Resources and Power Development Authority (CWR and PDA) for the construction of a micro-filtration water treatment plant. The term of the loan will be semi annual payments of \$ 35,150.12 for 20 years at an annual interest rate of 4%. The following is a detailed breakdown of the debt service payments:

	<u>Annual Payments</u>	<u>Principal</u>	<u>Interest</u>
2014	\$ 70,300	\$ 47,783	\$ 22,517
2015	70,300	49,713	20,587
2016	70,300	51,722	18,578
2017	70,300	53,811	16,489
2018	70,300	55,986	14,314
2019 to 2022	<u>351,504</u>	<u>315,741</u>	<u>35,763</u>
Total	<u>\$ 703,304</u>	<u>\$ 574,756</u>	<u>\$ 128,248</u>

In 2013, the Town met the required reserve and rate covenant.

D. Treatment of compensated absences

The Town determined that accrual in the General Fund of accrued vacation and holiday leave was not expected to be paid with currently available resources. The amount of \$ 124,071 accrued at December 31, 2013 is reported on the statement of net position.

Town of Basalt
Notes to the Financial Statements
December 31, 2013

Note 10 - Defined Benefit Pension Plan

The Town of Basalt contributes to the Statewide Defined Plan, a cost-sharing multiple-employer defined benefit pension plan administered by the Colorado Fire and Police Pension Association (FPPA). The Statewide Defined Benefit Plan provides retirement benefits for members and beneficiaries. Death and disability coverage is provided for members through the Statewide Death and Disability Plan which is also administered by the Colorado Fire and Police Pension Association. This is a non-contributory plan. All full-time paid police officers of the Town are members of the two plans. Title 31, Article 30 to the Colorado Revised Statutes (CRS), as amended, assigns the authority to establish benefit provisions to the state legislature. FPPA issued a publicly available annual financial report that includes financial statements and required supplementary information for both plans. That report may be obtained by contacting the FPPA of Colorado, 5290 DTC Parkway, Suite 100, Englewood, CO 80111 or calling FPPA at 770-3772 in the Denver Metro area, or 1-800-332-FPPA (3772) from outside Denver Metro area.

Basis of accounting for the Statewide Defined Benefit Plan: The Financial Statements of the Statewide Defined Benefit Plan are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. The Statewide Defined Benefit Plan investments are presented at Fair Value except for short-term investments which are recorded at cost, which approximates Fair Value.

Plan members and the Town are required to contribute at a rate set by statute. The contribution rate for members and the Town are established under Title 31, Article 30, Part 1 of the CRS, as amended. The contribution rate for members is 8% of covered salary and for the Town is 8% of covered salary. The Town contributions to the Statewide Defined Benefit Plan for the years ending December 31, 2013 and 2012 were \$ 78,487 and \$ 43,845 respectively.

Note 11- Allowance for Uncollectible Accounts Receivable

Because the Town of Basalt can impose a lien on property for uncollected utility charges, no allowance for uncollectible accounts receivable is provided.

Town of Basalt
Notes to the Financial Statements
December 31, 2013

Note 12- Risk Management

The town is exposed to various risk of loss related to torts; theft of; injuries to employees; and natural disasters. The town pays an annual premium to a commercial insurance carrier for property/casualty and for its workmen's compensation insurance coverage.

Note 13 Interfund Transfers

A schedule of interfund transfers during the year ended December 31, 2013 follows:

<u>Fund</u>	<u>Transfers in</u>	<u>Transfers Out</u>
General	\$ 171,645	\$ -
Water	<u>-</u>	<u>171,645</u>
Total	<u>\$ 171,645</u>	<u>\$ 171,645</u>

Note 14 Capital Assets

Capital assets activity for the year ended December 31, 2013 was as follows:

	Balance January 1, 2013	Additions	Dispositions	Balance December 31, 2013
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 11,827,071	\$ 986,810	\$ -	\$ 12,813,881
	<u>11,827,071</u>	<u>986,810</u>	<u>-</u>	<u>12,813,881</u>
Capital assets being depreciated				
Buildings	2,966,968	12,125	-	2,979,093
Improvements	530,371	-	-	530,371
Equipment	1,557,759	40,020	-	1,597,779
Infrastructure	11,709,098	176,582	-	11,885,680
Less accumulated depreciation	(4,631,134)	(569,891)	-	(5,201,025)
	<u>12,133,062</u>	<u>(341,164)</u>	<u>-</u>	<u>11,791,898</u>
Total Governmental Activities Capital Assets	<u>\$ 23,960,133</u>	<u>\$ 645,646</u>	<u>\$ -</u>	<u>\$ 24,605,779</u>

Town of Basalt
Notes to the Financial Statements
December 31, 2013

Note 14 Capital Assets—(continued)

Business-Type Activities	Balance	Additions	Dispositions	Balance
	January 1, 2013			December 31, 2013
Capital assets no being depreciated				
Land	\$ 256,235	\$ -	\$ -	\$ 256,235
Capital assets being depreciated				
Water rights	441,862	-	-	441,862
Wells and springs	752,672	-	-	752,672
Water plant	6,752,874	13,964	-	6,766,838
Hydro system	-	140,000	-	140,000
Machinery and equipment	60,585	-	-	60,585
Less accumulated depreciation	<u>(3,347,728)</u>	<u>(275,095)</u>	-	<u>(3,622,823)</u>
Capital assets being depreciated, net	<u>4,660,265</u>	<u>(121,131)</u>	-	<u>4,539,134</u>
Total business-type				
Activities capital assets	<u>\$ 4,916,500</u>	<u>\$ (121,131)</u>	<u>\$ -</u>	<u>\$ 4,795,369</u>

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

General government	\$ 275,895
Public safety	45,591
Culture and recreation	24,580
Public works, including infrastructure	<u>223,825</u>
Total depreciation expenses	<u>\$ 569,891</u>
Water	<u>\$ 275,095</u>

Town of Basalt
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Fund
For the Year Ended December 31, 2013

	Budgeted Amount		Actual	Variance with
	Original	Final		Final Budget
Revenues				Favorable
	Original	Final	Actual	(Unfavorable)
Taxes	\$ 5,125,468	\$ 5,125,468	\$ 5,663,331	\$ 537,863
Intergovernmental	283,534	283,534	231,471	(52,063)
Licenses, permits and fees	274,810	274,810	630,175	355,365
Charges for service	144,200	144,200	251,590	107,390
Fines and forfeitures	22,000	22,000	38,311	16,311
Miscellaneous	56,705	56,705	108,929	52,224
Total revenue	<u>5,906,717</u>	<u>5,906,717</u>	<u>6,923,807</u>	<u>1,017,090</u>
Expenditures				
General government	2,633,204	2,633,204	2,472,536	160,668
Public safety	1,242,299	1,242,299	1,330,287	(87,988)
Public works	1,063,411	1,063,411	733,915	329,496
Culture and recreation	890,497	890,497	836,798	53,699
Capital outlay	-	-	31,388	(31,388)
Supplement	-	-	-	-
Total expenditures	<u>5,829,411</u>	<u>5,829,411</u>	<u>5,404,924</u>	<u>424,487</u>
Excess of revenues over (under) expenditures	77,306	77,306	1,518,883	1,441,577
Other financing sources (uses)				
Operating transfers in	171,645	171,645	171,645	-
Total other financing sources	<u>171,645</u>	<u>171,645</u>	<u>171,645</u>	<u>-</u>
Excess (deficiency) of revenue and other sources over (under) expenditures	248,951	248,951	1,690,528	1,441,577
Fund Balance-January 1	5,230,897	5,230,897	5,997,018	766,121
Fund Balance-December 31	<u>\$ 5,479,848</u>	<u>\$ 5,479,848</u>	<u>\$ 7,687,546</u>	<u>\$ 2,207,698</u>

The accompanying notes are an integral part of this financial statement

Town of Basalt
Schedule of Revenues, Expenditures and Changes in Fund Balances- Budget and Actual
Bond Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>
Revenues				Favorable
Property taxes	\$ 276,154	\$ 276,154	\$ 276,154	\$ -
Rental revenue	19,800	19,800	19,800	-
Interest income	150	150	5	(145)
Total revenues	<u>296,104</u>	<u>296,104</u>	<u>295,959</u>	<u>(145)</u>
Expenditures				
Treasurer's fees	7,000	7,000	6,503	497
Administration fees	650	650	3,330	(2,680)
Supplies	2,500	2,500	3,663	(1,163)
Legal & Professional	-	250,000	250,851	(851)
Engineering and design	244,200	1,177,406	735,959	-
Debt service				
Principal	207,000	207,000	207,000	-
Interest	69,154	69,154	69,154	-
Total expenditures	<u>530,504</u>	<u>1,713,710</u>	<u>1,276,460</u>	<u>437,250</u>
Excess revenues over				
(under) expenditures	<u>\$ (234,400)</u>	<u>\$ (1,417,606)</u>	<u>(980,501)</u>	<u>\$ 437,105</u>
Other Financing (Uses)				
Proceeds from bond issue			5,010,000	
Original issue premium-bonds			150,275	
Payment to refund bonds escrow agent			(1,948,837)	
Underwriter discount			(18,052)	
Total other financing (uses)			<u>3,193,386</u>	
Net change to fund balance			2,212,885	
Fund Balance-January 1			<u>259,071</u>	
Fund Balance-December 31			<u>\$ 2,471,956</u>	

The accompanying notes are an integral part of this financial statement

**Town of Basalt
Combining Balance Sheet
Other Governmental Funds
December 31, 2013**

	Conservation Trust Trust Fund
Assets	
Cash and cash equivalents	\$ 79,188
Investments	6,182
Total assets	\$ 85,370
 Liabilities and Fund Balances	
Liabilities:	
Accounts payable	\$ -
Total liabilities	-
 Fund balances:	
Unreserved:	85,370
Total fund balances	85,370
Total liabilities and fund balances	\$ 85,370

Town of Basalt
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Other Governmental Funds
December 31, 2013

	<u>Conservation Trust Fund</u>
REVENUES	
Intergovernmental	\$ 20,716
Interest earnings	<u>5</u>
Total revenues	<u>20,721</u>
 EXPENDITURES	
Current:	
Culture and recreation	<u>-</u>
Total expenditures	<u>-</u>
Change in fund balance	20,721
Fund balance, January 1	<u>64,649</u>
Fund balance, December 31	<u><u>\$ 85,370</u></u>

Town of Basalt
Schedule of Revenues, Expenditures and Changes in Fund Balances- Budget and Actual
Conservation Trust Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>
Revenues				Favorable
Grants	\$ 15,200	\$ 15,200	\$ 20,716	\$ 5,516
Interest income	9	9	5	(4)
Total revenues	<u>15,209</u>	<u>15,209</u>	<u>20,721</u>	<u>5,512</u>
Expenditures				
Park improvements	25,000	25,000	-	25,000
Total expenditures	<u>25,000</u>	<u>25,000</u>	<u>-</u>	<u>25,000</u>
Excess revenues over (under) expenditures	<u>(9,791)</u>	<u>(9,791)</u>	<u>20,721</u>	<u>30,512</u>
OTHER FINANCING SOURCES				
Transfer in	-	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	(9,791)	(9,791)	20,721	30,512
Fund Balance-January 1	60,526	60,526	64,649	4,123
Fund Balance-December 31	<u>\$ 50,735</u>	<u>\$ 50,735</u>	<u>\$ 85,370</u>	<u>\$ 34,635</u>

Town of Basalt
Statement of Revenues, Expenditures and Changes in Available Resources - Budget and Actual
Water Fund
For the Year Ended December 31, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
User charges	\$ 593,000	\$ 593,000	\$ 584,749	\$ (8,251)
Other revenues	22,850	22,850	22,813	(37)
Tap fees	800	800	31,459	30,659
Interest income	500	500	430	(70)
Total revenues	<u>617,150</u>	<u>617,150</u>	<u>639,451</u>	<u>22,301</u>
Expenses				
Source				
Water rights	10,000	10,000	6,320	3,680
Utilities	3,400	3,400	3,716	(316)
Capital expenditures	28,500	28,500	18,764	9,736
Total source	<u>41,900</u>	<u>41,900</u>	<u>28,800</u>	<u>13,100</u>
Treatment				
Repair and maintenance	8,000	8,000	18,093	(10,093)
Chemical	10,000	10,000	10,468	(468)
Equipment and operations	1,000	1,000	3,391	(2,391)
Utilities	8,000	8,000	7,908	92
Total treatment	<u>27,000</u>	<u>27,000</u>	<u>39,860</u>	<u>(12,860)</u>
Lines				
Professional services	10,000	10,000	5,091	4,909
Equipment operation	3,000	3,000	-	3,000
Repairs, maintenance and supplies	11,000	11,000	11,828	(828)
Utilities	13,000	13,000	12,900	100
Capital expenditures	8,000	8,000	3,237	4,763
Total lines	<u>45,000</u>	<u>45,000</u>	<u>33,056</u>	<u>11,944</u>
Administration				
Salaries	137,796	137,796	132,395	5,401
Payroll taxes	10,174	10,174	9,458	716
Employee benefits	39,844	39,844	34,514	5,330
Professional services	39,000	39,000	35,383	3,617
Supplies and printing	500	500	475	25
Telephone	3,600	3,600	4,358	(758)
Miscellaneous	5,950	5,950	11,758	(5,808)
Overhead	171,645	171,645	171,645	-
Capital expenditures	20,812	20,812	7,812	13,000
Total administration	<u>429,321</u>	<u>429,321</u>	<u>407,798</u>	<u>21,523</u>
Debt service	<u>83,562</u>	<u>83,562</u>	<u>70,300</u>	<u>13,262</u>
Total expenses	<u>626,783</u>	<u>626,783</u>	<u>579,814</u>	<u>46,969</u>
Excess of revenues over (under) expenditures	(9,633)	(9,633)	59,637	69,270
Hydro system	-	-	(140,000)	(140,000)
Available resources-January 1	568,968	568,968	489,523	(79,445)
Available resources-December 31	<u>\$ 559,335</u>	<u>\$ 559,335</u>	<u>\$ 409,160</u>	<u>\$ (150,175)</u>

Town of Basalt
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2013

Revenues	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Taxes				
Property tax	\$ 693,818	\$ 693,818	\$ 693,599	\$ (219)
Specific ownership	26,700	26,700	37,833	11,133
Sales tax	4,083,950	4,083,950	4,589,128	505,178
Lodging tax	29,000	29,000	28,677	(323)
Cigarette	17,500	17,500	15,824	(1,676)
Franchise	274,500	274,500	298,270	23,770
Total taxes	5,125,468	5,125,468	5,663,331	537,863
Licenses and permits				
SIF and other fees	5,000	5,000	119,911	114,911
Building permits	150,000	150,000	299,952	149,952
Contractor license & testing	12,250	12,250	14,410	2,160
Liquor license	4,500	4,500	2,799	(1,701)
Business license	12,000	12,000	15,009	3,009
Affordable housing rent	33,360	33,360	85,102	51,742
Willits lane fees	-	-	14,000	14,000
Energy impact fee	-	-	17,873	17,873
Transfer assessment fees RFC	17,500	17,500	9,065	(8,435)
RETA-Willits	40,000	40,000	7,278	(32,722)
Other development fee	-	-	32,915	32,915
Transportation fee	-	-	11,661	11,661
Other	200	200	200	-
Total licenses and permits	274,810	274,810	630,175	355,365
Intergovernmental				
Grants	15,000	15,000	15,000	-
Highway users	114,534	114,534	115,492	958
County road and bridge	140,000	140,000	86,078	(53,922)
Motor vehicle	14,000	14,000	14,901	901
Total intergovernmental	283,534	283,534	231,471	(52,063)
Charges for services				
Administrative fees	171,645	171,645	171,645	-
Zoning	22,000	22,000	97,674	75,674
Cemetery	1,000	1,000	4,125	3,125
Pool fees	51,200	51,200	48,006	(3,194)
Park dedication fees	-	-	11,560	11,560
Recreation fees	65,000	65,000	69,535	4,535
Miscellaneous sales	5,000	5,000	20,690	15,690
Total charges for services	315,845	315,845	423,235	107,390

Town of Basalt
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2013

Revenues (continued)	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Fines and forfeitures				
Traffic	\$ 17,500	\$ 17,500	\$ 30,817	\$ 13,317
Other	4,500	4,500	7,494	2,994
Total fines and forfeitures	22,000	22,000	38,311	16,311
Miscellaneous				
Interest	12,500	12,500	11,060	(1,440)
Rent	1,500	1,500	4,801	3,301
Sale of assets	-	-	400	400
Refunds of expenditures	12,000	12,000	55,352	43,352
Other Revenue	30,705	30,705	37,316	6,611
Total miscellaneous	56,705	56,705	108,929	52,224
Total Revenues	6,078,362	6,078,362	7,095,452	1,017,090
Expenditures				
General government				
Legislative				
Salaries	72,000	72,000	71,631	369
Payroll taxes and etc.	5,618	5,618	5,595	23
Supplies	5,000	5,000	9,715	(4,715)
Dues	21,500	21,500	16,311	5,189
Economic development	25,000	25,000	24,338	662
Training/ Education	500	500	3,766	(3,266)
Communications	20,680	20,680	20,680	-
Travel	-	-	791	(791)
Miscellaneous	50	50	-	50
Basalt Stimulus	14,000	14,000	10,747	3,253
Trustee Disc. Fund	161,000	161,000	42,632	118,368
Total legislative	325,348	325,348	206,206	119,142
Judicial				
Professional fees	17,560	17,560	24,246	(6,686)
Data Processing	1,200	1,200	1,054	146
Total judicial	18,760	18,760	25,300	(6,540)
Elections				
Judges and supplies	6,200	6,200	2,608	3,592
Total elections	\$ 6,200	\$ 6,200	\$ 2,608	\$ 3,592

Town of Basalt
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2013

Expenditures (continued)	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Executive				
Salaries	\$ 125,000	\$ 125,000	\$ 154,452	\$ (29,452)
Payroll taxes	9,563	9,563	9,337	226
Employee benefits	20,287	20,287	18,706	1,581
Legal services	45,000	45,000	125,292	(80,292)
Litigation	3,000	3,000	18,059	(15,059)
Other professional	530,000	530,000	224,712	305,288
Telephone	600	600	1,822	(1,222)
Travel	3,000	3,000	7,409	(4,409)
Miscellaneous	14,630	14,630	19,165	(4,535)
Capital outlay	-	-	130	(130)
Community discretionary funds	11,500	11,500	16,390	(4,890)
Total executive	762,580	762,580	595,474	167,106
Finance				
Salaries	165,657	165,657	178,848	(13,191)
Payroll taxes	12,673	12,673	13,076	(403)
Employee benefits	33,085	33,085	27,957	5,128
Employee appreciation	2,500	2,500	3,156	(656)
Data processing fees	10,000	10,000	5,502	4,498
Professional fees	11,000	11,000	12,762	(1,762)
Supplies	1,500	1,500	1,428	72
Credit card and bank fees	1,750	1,750	1,176	574
Training	3,000	3,000	3,080	(80)
Travel	250	250	301	(51)
Treasurer's fees	15,000	15,000	12,926	2,074
Other	7,330	7,330	955	6,375
Capital expenditures	-	-	130	(130)
Total finance	263,745	263,745	261,297	2,448
Administration				
Salaries	138,444	138,444	140,599	(2,155)
Payroll taxes	10,518	10,518	10,552	(34)
Employee benefits	31,935	31,935	31,847	88
Equipment lease	13,500	13,500	15,350	(1,850)
Office supplies	32,000	32,000	26,296	5,704
Travel	300	300	116	184
Advertising	25,000	25,000	40,401	(15,401)
Insurance and bonds	90,000	90,000	97,507	(7,507)
Town code	3,000	3,000	969	2,031
Professional services	20,000	20,000	11,121	8,879
Miscellaneous	1,630	1,630	6,255	(4,625)
Capital expenditures	-	-	130	(130)
Total administration	366,327	366,327	381,143	(14,816)

Town of Basalt
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2013

Expenditures (continued)	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
Planning and zoning				Favorable
Salaries	\$ 435,485	\$ 435,485	\$ 370,140	\$ 65,345
Payroll taxes	33,315	33,315	27,870	5,445
Employee benefits	87,531	87,531	76,245	11,286
Office supplies	9,200	9,200	12,111	(2,911)
Professional service	90,000	90,000	111,050	(21,050)
Travel	200	200	478	(278)
Other	9,950	9,950	8,290	1,660
Capital expenditures	9,000	9,000	8,935	65
Total planning and zoning	674,681	674,681	615,119	59,562
 Building operation and maintenance				
Salaries	49,014	49,014	49,014	-
Payroll taxes	3,750	3,750	3,331	419
Employee benefits	16,723	16,723	16,799	(76)
Contract labor	19,000	19,000	21,661	(2,661)
Supplies	11,900	11,900	10,557	1,343
Telephone	11,000	11,000	9,194	1,806
Utilities and refuse removal	60,800	60,800	72,330	(11,530)
Maintenance and repair	33,000	33,000	186,930	(153,930)
Other	5,376	5,376	3,448	1,928
Capital expenditures	5,000	5,000	12,125	(7,125)
Total building operations and maintenance	215,563	215,563	385,389	(169,826)
 Total general government	2,633,204	2,633,204	2,472,536	160,668
 Public safety - Police Department				
Salaries	610,383	610,383	654,154	(43,771)
Payroll taxes	13,368	13,368	13,801	(433)
Pension plan	58,025	58,025	51,650	6,375
Employee benefits	138,628	138,628	142,581	(3,953)
Office supplies	26,500	26,500	25,040	1,460
Investigation	2,500	2,500	1,429	1,071
Memberships and dues	9,500	9,500	10,588	(1,088)
Professional service	6,000	6,000	3,411	2,589
Uniforms	4,050	4,050	3,861	189
Telephone	13,056	13,056	9,519	3,537
Utilities	15,600	15,600	18,125	(2,525)
Training	15,000	15,000	18,351	(3,351)
Insurance and bonds			50	(50)
Communications	130,000	130,000	180,693	(50,693)
Equipment leasing	1,380	1,380	452	928
Capital expenditures	62,560	62,560	62,560	-
Miscellaneous	4,025	4,025	265	3,760
Total police department	\$ 1,110,575	\$ 1,110,575	\$ 1,196,530	\$ (85,955)

Town of Basalt
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2013

Expenditures (continued)	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Building inspection				
Salaries	\$ 99,972	\$ 99,972	\$ 100,741	\$ (769)
Payroll taxes	7,648	7,648	7,706	(58)
Employee benefits	18,455	18,455	18,809	(354)
Office supplies and books	750	750	322	428
Telephone	300	300	185	115
Data Processing	1,500	1,500	3,762	(2,262)
Miscellaneous	899	899	155	744
Capital expenditures	2,200	2,200	2,077	123
Total planning and zoning	131,724	131,724	133,757	(2,033)
Total public safety	1,242,299	1,242,299	1,330,287	(87,988)
Public works				
Engineering		-		
Salaries	25,693	25,693	64,167	(38,474)
Payroll taxes	1,966	1,966	4,909	(2,943)
Employee benefits	4,705	4,705	12,258	(7,553)
Professional Fees	25,000	25,000	850	24,150
Flood Plain Administration	3,000	3,000	3,136	(136)
Capital Expenditures	260	260	260	-
Total Engineering	60,624	60,624	85,580	(24,956)
Streets				
Salaries	135,190	135,190	159,726	(24,536)
Payroll taxes	10,342	10,342	11,791	(1,449)
Employee benefits	38,988	38,988	33,536	5,452
Supplies	22,000	22,000	25,899	(3,899)
Street repair and maintenance	272,000	272,000	188,768	83,232
Equipment maintenance	4,000	4,000	2,081	1,919
Miscellaneous	5,750	5,750	2,937	2,813
Uniforms	725	725	607	118
Snow removal	10,000	10,000	10,821	(821)
Street lighting	14,000	14,000	27,254	(13,254)
Capital expenditures	328,382	328,382	95,382	233,000
Total street and alleys	841,377	841,377	558,802	282,575
Motor pool				
Salaries	38,303	38,303	43,317	(5,014)
Payroll taxes	2,930	2,930	3,306	(376)
Employee benefits	8,609	8,609	3,463	5,146
Contract labor	6,000	6,000	8,520	(2,520)
Equipment repair and maintenance	11,000	11,000	12,895	(1,895)
Fuel	38,500	38,500	52,359	(13,859)
Miscellaneous	1,650	1,650	1,378	272
Capital expenditures	25,000	25,000	43,483	(18,483)
Fleet allocation	(131,992)	(131,992)	(240,260)	108,268
Total motor pool	\$ -	\$ -	\$ (71,539)	\$ 71,539

Town of Basalt
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2013

Expenditures (continued)	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Public Works Administration				
Salaries	\$ 104,265	\$ 104,265	\$ 111,917	\$ (7,652)
Payroll taxes	7,976	7,976	8,139	(163)
Employee benefits	19,483	19,483	20,116	(633)
Dues and memberships	1,500	1,500	1,100	400
Professional fees	3,500	3,500	2,494	1,006
Supplies	2,500	2,500	3,385	(885)
Travel	250	250	250	-
Training	2,500	2,500	331	2,169
Telephone	7,000	7,000	4,625	2,375
Repair and maintenance	2,000	2,000	2,402	(402)
Miscellaneous	6,701	6,701	2,578	4,123
Capital expenditures	3,735	3,735	3,735	-
Total public works administration	161,410	161,410	161,072	338
Total public works	1,063,411	1,063,411	733,915	329,496
Culture and recreation				
Cemetery				
Maintenance	1,500	1,500	2,145	(645)
Total cemetery	1,500	1,500	2,145	(645)
Pool				
Salaries	60,000	60,000	58,247	1,753
Payroll taxes	4,934	4,934	4,456	478
Employee benefits	1,465	1,465	2,084	(619)
Operating supplies	6,000	6,000	4,914	1,086
Utilities	15,000	15,000	16,911	(1,911)
Incentive program	4,500	4,500	-	4,500
Repair and maintenance	5,000	5,000	2,791	2,209
Uniforms	1,500	1,500	581	919
Chemicals	5,000	5,000	5,640	(640)
Capital expenditures	8,000	8,000	7,845	155
Miscellaneous	2,400	2,400	1,207	1,193
Total pool	\$ 113,799	\$ 113,799	\$ 104,676	\$ 9,123

Town of Basalt
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2013

Expenditures (continued)	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Parks				
Salaries	\$ 112,454	\$ 112,454	\$ 100,234	\$ 12,220
Payroll taxes	8,603	8,603	7,668	935
Employee benefits	16,508	16,508	12,508	4,000
Contract labor	4,500	4,500	200	4,300
Supplies	13,000	13,000	12,868	132
Training	750	750	1,067	(317)
Utilities	8,000	8,000	9,759	(1,759)
Repair and maintenance	11,000	11,000	10,888	112
Equipment	1,000	1,000	1,053	(53)
Miscellaneous	5,049	5,049	3,602	1,447
Parks	100,000	100,000	56,801	43,199
Capital expenditures	68,719	68,719	33,719	35,000
Total parks	349,583	349,583	250,367	99,216
Recreation				
Salaries	61,193	61,193	59,662	1,531
Payroll taxes	4,681	4,681	4,219	462
Employee benefits	16,790	16,790	17,559	(769)
Contract labor	50,000	50,000	45,653	4,347
Advertising	1,000	1,000	1,214	(214)
Equipment	3,000	3,000	836	2,164
Dues and memberships	500	500	395	105
Program supplies	7,000	7,000	5,407	1,593
Printing / brochures	1,800	1,800	1,140	660
Uniforms	9,500	9,500	9,903	(403)
Office supplies	1,000	1,000	1,185	(185)
Telephone	15,000	15,000	8,898	6,102
IGA-REI (in kind)	45,000	45,000	43,058	1,942
Capital expenditures	10,238	10,238	10,238	-
Miscellaneous	3,500	3,500	4,868	(1,368)
Total recreation	\$ 230,202	\$ 230,202	\$ 214,235	\$ 15,967

Town of Basalt
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2013

Expenditures (continued)	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Public Gardens				
Salaries	\$ 90,149	\$ 90,149	\$ 114,495	\$ (24,346)
Payroll taxes	6,896	6,896	8,759	(1,863)
Employee benefits	16,748	16,748	19,520	(2,772)
Professional fees	500	500	1,000	(500)
Dues and memberships	400	400	442	(42)
Training and education	500	500	281	219
Materials and operating supplies	10,000	10,000	10,502	(502)
Weed Management Education	750	750	-	750
Contract labor	500	500	13,860	(13,360)
Uniforms	550	550	738	(188)
Small equipment and tools	500	500	180	320
Fleet allocation	5,060	5,060	20,060	(15,000)
Telephone	360	360	540	(180)
Tree management	20,000	20,000	30,151	(10,151)
Total Public Gardens	<u>152,913</u>	<u>152,913</u>	<u>220,528</u>	<u>(67,615)</u>
Town sharing				
Discretionary Expenditures	42,500	42,500	44,847	(2,347)
Total town sharing	<u>42,500</u>	<u>42,500</u>	<u>44,847</u>	<u>(2,347)</u>
Total culture and recreation	<u>890,497</u>	<u>890,497</u>	<u>836,798</u>	<u>53,699</u>
Capital Outlay	<u>-</u>	<u>-</u>	<u>31,388</u>	<u>31,388</u>
Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Supplement	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>5,829,411</u>	<u>5,829,411</u>	<u>5,404,924</u>	<u>424,487</u>
Excess of revenues over (under) expenditures	248,951	248,951	1,690,528	1,441,577
Fund Balance-January 1	5,230,897	5,230,897	5,997,018	766,121
Fund Balance-December 31	<u>\$ 5,479,848</u>	<u>\$ 5,479,848</u>	<u>\$ 7,687,546</u>	<u>\$ 2,207,698</u>

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

LOCAL HIGHWAY FINANCE REPORT	City or County: Town of Basalt
	YEAR ENDING : December 2013
This Information From The Records Of (example - City of _ or County of _)	Prepared By: Judi Tippetts Phone: 970 927-9851.

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)	95,382
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	216,750
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	
2. General fund appropriations	274,577	b. Snow and ice removal	10,707
3. Other local imposts (from page 2)	35,092	c. Other	25,366
4. Miscellaneous local receipts (from page 2)	117,798	d. Total (a. through c.)	36,073
5. Transfers from toll facilities		4. General administration & miscellaneous	208,595
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	556,800
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	427,467	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	129,333	2. Notes:	
D. Receipts from Federal Government (from page 2)	0	a. Interest	
E. Total receipts (A.7 + B + C + D)	556,800	b. Redemption	
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	0
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	556,800

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

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

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
		556,800	556,800		0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

STATE:
Colorado
YEAR ENDING (mm/yy):
December 2013

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. Traffic Fines & Penalties	31,720
1. Sales Taxes		c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other	35,092	g. Other Misc. Receipts	86,078
6. Total (1. through 5.)	35,092	h. Other	
c. Total (a. + b.)	35,092	i. Total (a. through h.)	117,798
	(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	115,492	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	13,841	d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant		e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	
f. Total (a. through e.)	13,841	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	129,333	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements	95,382		95,382
(3). System Preservation			0
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	95,382	0	95,382
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	95,382	0	95,382
			(Carry forward to page 1)

Notes and Comments:

TOWN OF BASALT
Net (Expenses) Revenues and Changes in Net Position
2005-2013

Expenses	2005	2006	2007	2008	2009	2010	2011	2012	2013
Primary Government									
Governmental activities									
General government	\$ 1,496,926	\$ 1,803,466	\$ 2,004,463	\$ 1,417,987	\$ 2,384,176	\$ 1,870,866	\$ 2,050,593	\$ 2,345,304	\$ 2,870,421
Public Safety	\$ 982,008	\$ 1,203,989	\$ 1,259,492	\$ 1,345,478	\$ 1,517,178	\$ 1,300,935	\$ 1,405,174	\$ 1,200,108	\$ 1,375,878
Public Works in Administration	\$ 838,158	\$ 893,911	\$ 595,876	\$ 1,594,675	\$ 851,598	\$ 856,179	\$ 673,729	\$ 785,963	\$ 748,985
Culture & Recreation	\$ 867,955	\$ 705,654	\$ 707,894	\$ 743,886	\$ 730,278	\$ 639,315	\$ 614,361	\$ 792,321	\$ 853,533
Total governmental activities	\$ 4,185,047	\$ 4,607,020	\$ 4,567,725	\$ 5,101,826	\$ 5,483,230	\$ 4,667,295	\$ 4,743,857	\$ 5,123,696	\$ 5,848,817
Business-type activities									
Water	\$ 579,899	\$ 678,114	\$ 776,909	\$ 725,069	\$ 793,706	\$ 470,130	\$ 687,776	\$ 625,654	\$ 621,517
Total business-type activities expenses	\$ 579,899	\$ 678,114	\$ 776,909	\$ 725,069	\$ 793,706	\$ 470,130	\$ 687,776	\$ 625,654	\$ 621,517
Total primary government expenses	\$ 4,764,946	\$ 5,285,134	\$ 5,344,634	\$ 5,826,895	\$ 6,276,936	\$ 5,137,425	\$ 5,431,633	\$ 5,749,350	\$ 6,470,334
Revenues									
Governmental activities									
Program Revenues									
Charges for services									
General government	\$ 52,326	\$ 101,976	\$ 137,064	\$ 79,945	\$ 71,926	\$ 33,900	\$ 31,215	\$ 42,545	\$ 119,807
Public Safety	\$ 30,437	\$ 23,464	\$ 19,568	\$ 23,085	\$ 28,175	\$ 23,132	\$ 27,165	\$ 19,967	\$ 38,311
Public Works in Administration	\$ 906,602	\$ 1,141,856	\$ 1,225,771	\$ 798,655	\$ 101,009	\$ 123,191	\$ 315,221	\$ 257,388	\$ 527,065
Culture & Recreation	\$ 101,629	\$ 120,155	\$ 132,770	\$ 374,745	\$ 135,970	\$ 117,238	\$ 120,918	\$ 120,890	\$ 129,101
Total governmental program revenues	\$ 1,090,994	\$ 1,387,251	\$ 1,515,173	\$ 1,276,430	\$ 337,080	\$ 297,461	\$ 494,519	\$ 440,790	\$ 814,284
Operating grants									
General government									
Public Safety	\$ 181,523	\$ 214,576	\$ 238,762	\$ 221,943	\$ 338,248	\$ 552,691	\$ 277,402	\$ 227,787	\$ 231,471
Public Works in Administration	\$ 15,840	\$ 23,482	\$ 227,261	\$ 134,414	\$ 15,310	\$ 14,512	\$ 15,481	\$ 19,318	\$ 20,716
Culture & Recreation	\$ 197,363	\$ 238,058	\$ 466,023	\$ 356,357	\$ 353,556	\$ 567,203	\$ 292,863	\$ 247,105	\$ 252,187
Total governmental activities operating grants	\$ 197,363	\$ 238,058	\$ 466,023	\$ 356,357	\$ 353,556	\$ 567,203	\$ 292,863	\$ 247,105	\$ 252,187
Capital Grants									
General government									
Public Safety				\$ 940,000					
Public Works in Administration									
Culture & Recreation									
Total governmental activities capital grants	\$ -	\$ -	\$ -	\$ 940,000	\$ -				
Total governmental activities program revenues	\$ 1,288,357	\$ 1,625,309	\$ 1,981,196	\$ 2,572,787	\$ 353,556	\$ 567,203	\$ 787,382	\$ 247,105	\$ 252,187
Business-type activities									
Charges for services									
Water	\$ 521,787	\$ 633,779	\$ 591,332	\$ 640,420	\$ 566,440	\$ 621,270	\$ 556,267	\$ 769,254	\$ 607,562
Total Business-type operating revenue	\$ 521,787	\$ 633,779	\$ 591,332	\$ 640,420	\$ 566,440	\$ 621,270	\$ 556,267	\$ 769,254	\$ 607,562

TOWN OF BASALT
Net (Expenses) Revenues and Changes in Net Position
2005-2013

	2005	2006	2007	2008	2009	2010	2011	2012	2013
Continued									
Operating grants and contributions									
Water			\$ -						
Total business-type activities operating grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital grants									
Water	\$ 87,294	\$ 88,837	\$ 64,700	\$ 92,550	\$ 24,624	\$ 3,913	\$ 49,797	\$ 97,921	\$ 31,459
Total Business-type capital grants	\$ 87,294	\$ 88,837	\$ 64,700	\$ 92,550	\$ 24,624	\$ 3,913	\$ 49,797	\$ 97,921	\$ 31,459
Net (expense) revenue									
Governmental activities	\$ (2,896,690)	\$ (2,981,711)	\$ (2,586,529)	\$ (2,529,039)	\$ (4,782,594)	\$ (3,802,631)	\$ (3,956,475)	\$ (4,435,801)	\$ (4,782,346)
Business-type activities	\$ 29,182	\$ 44,502	\$ (120,877)	\$ 7,901	\$ (202,642)	\$ 155,053	\$ (81,712)	\$ 241,521	\$ 17,504
Total primary government net (expense) revenue	\$ (2,867,508)	\$ (2,937,209)	\$ (2,707,406)	\$ (2,521,138)	\$ (4,985,236)	\$ (3,647,578)	\$ (4,038,187)	\$ (4,194,280)	\$ (4,764,842)
General Revenues and Other Changes in Net Position									
Governmental activities									
Taxes									
Property taxes	\$ 700,118	\$ 734,784	\$ 771,353	\$ 791,842	\$ 841,878	\$ 885,718	\$ 913,882	\$ 935,876	\$ 969,753
Specific ownership	\$ 38,845	\$ 44,054	\$ 39,857	\$ 35,503	\$ 32,235	\$ 29,783	\$ 26,106	\$ 28,532	\$ 37,833
Sales tax and miscellaneous	\$ 2,356,957	\$ 2,614,409	\$ 3,974,056	\$ 4,341,160	\$ 3,790,983	\$ 3,767,485	\$ 3,749,352	\$ 3,962,863	\$ 4,633,629
Franchise taxes	\$ 200,886	\$ 260,442	\$ 232,222	\$ 266,669	\$ 263,859	\$ 274,488	\$ 281,290	\$ 268,704	\$ 298,270
Intergovernmental							\$ -	\$ -	\$ -
Miscellaneous	\$ 42,624	\$ 80,682	\$ 252,925	\$ 390,010	\$ 97,121	\$ 179,760	\$ 141,896	\$ 127,057	\$ 223,462
Grants and contributions not restricted	\$ 632,525	\$ 851							
Investment income	\$ 130,250	\$ 213,393	\$ 230,601	\$ 145,101	\$ 61,420	\$ 24,779	\$ 16,030	\$ 17,016	\$ 11,070
Sale of Assets	\$ -	\$ 199,037	\$ 116,859	\$ 813,090	\$ 7,468	\$ 2,107	\$ -	\$ -	\$ -
Transfers	\$ 169,744	\$ 150,208	\$ 160,268	\$ 180,796	\$ 186,050	\$ 190,000	\$ 186,368	\$ 163,128	\$ 171,645
Total governmental activities	\$ 4,271,949	\$ 4,297,660	\$ 5,778,141	\$ 6,964,171	\$ 5,281,014	\$ 5,354,120	\$ 5,314,924	\$ 5,503,176	\$ 6,345,662
Business-type activities									
Miscellaneous									
Investment income	\$ 77,417	\$ 124,373	\$ 138,210	\$ 59,041	\$ 7,834	\$ 3,501	\$ 1,204	\$ 748	\$ 430
Sale of Assets			\$ (5,227)						
Transfers						\$ (190,000)	\$ (186,368)	\$ (163,128)	\$ (171,645)
Total Business-type activities	\$ 77,417	\$ 124,373	\$ 132,983	\$ 59,041	\$ 7,834	\$ (186,499)	\$ (185,164)	\$ (162,380)	\$ (171,215)
Total Primary Government	\$ 4,349,366	\$ 4,422,033	\$ 5,911,124	\$ 7,023,212	\$ 5,288,848	\$ 5,167,621	\$ 5,129,760	\$ 5,340,796	\$ 6,174,447
Governmental activities									
Change in Net Position	\$ 1,375,259	\$ 1,315,949	\$ 3,191,612	\$ 4,435,132	\$ 488,420	\$ 1,551,489	\$ 1,358,449	\$ 1,067,375	\$ 1,067,375
Net Position January 1	\$ 13,300,096	\$ 14,675,355	\$ 15,944,551	\$ 19,136,163	\$ 23,571,295	\$ 24,085,651	\$ 25,637,140	\$ 26,995,589	\$ 26,995,589
Infrastructure Net Position ²									
Prior Period Adjustment		\$ (153,257)							
Net Position December 31	\$ 14,675,355	\$ 15,838,047	\$ 19,136,163	\$ 23,571,295	\$ 24,059,715	\$ 25,637,140	\$ 26,995,589	\$ 28,062,964	\$ 28,062,964
Business-type activities									
Change in Net Position	\$ 106,599	\$ 168,875	\$ 12,106	\$ 66,942	\$ (194,808)	\$ (31,446)	\$ (266,876)	\$ 79,141	\$ 79,141
Net Position January 1	\$ 4,879,438	\$ 4,994,243	\$ 5,179,780	\$ 5,191,886	\$ 5,258,828	\$ 5,064,020	\$ 5,032,574	\$ 4,735,698	\$ 4,735,698
Prior Period Adjustment	\$ 8,206	\$ 16,662							
Net Position December 31	\$ 4,994,243	\$ 5,179,780	\$ 5,191,886	\$ 5,258,828	\$ 5,064,020	\$ 5,032,574	\$ 4,765,698	\$ 4,814,839	\$ 4,814,839
Total Primary Government	\$ 19,669,598	\$ 21,017,827	\$ 24,328,049	\$ 28,830,123	\$ 29,123,735	\$ 30,669,714	\$ 31,761,287	\$ 32,877,803	\$ 32,877,803

Financial Trends

**TOWN OF BASALT
NET ASSETS BY COMPONENT
2004-2013
(Accrual Basis of Accounting)**

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Governmental Activities										
Capital assets net of related debt	\$ 9,097,001	\$ 10,999,749	\$ 11,277,045	\$ 14,263,155	\$ 16,466,162	\$ 17,781,272	\$ 19,368,810	\$ 20,994,949	\$ 21,819,133	\$ 19,463,556
Restricted	1,263,889	822,332	1,341,302	1,145,615	993,931	958,843	908,627	2,590,994	2,840,041	3,088,704
Unrestricted	2,939,206	2,853,274	3,326,204	3,727,393	6,111,202	5,319,600	5,359,703	3,409,646	3,403,790	7,074,020
Total Governmental activities net of related debt	\$ 13,300,096	\$ 14,675,355	\$ 15,944,551	\$ 19,136,163	\$ 23,571,295	\$ 24,059,715	\$ 25,637,140	\$ 26,995,589	\$ 28,062,964	\$ 29,626,280
Business Type Activities										
Capital assets net of related debt	\$ 2,658,565	\$ 2,598,017	\$ 2,489,197	\$ 2,374,406	\$ 2,275,715	\$ 2,911,807	\$ 2,685,263	\$ 4,330,189	\$ 4,259,817	\$ 4,186,468
Restricted	-	-	-	-	-	-	65,500	-	-	-
Unrestricted	2,220,873	2,396,226	2,690,583	2,817,480	2,983,113	2,152,213	2,251,811	405,509	555,022	474,660
Total Business-Type Activities net of related debt	\$ 4,879,438	\$ 4,994,243	\$ 5,179,780	\$ 5,191,886	\$ 5,258,828	\$ 5,064,020	\$ 5,002,574	\$ 4,735,698	\$ 4,814,839	\$ 4,661,128
Primary Government										
Capital assets net of related debt	\$ 11,755,566	\$ 13,597,766	\$ 13,766,242	\$ 16,637,561	\$ 18,741,877	\$ 20,693,079	\$ 22,054,073	\$ 25,325,138	\$ 26,078,950	\$ 23,650,024
Restricted	1,263,889	822,332	1,341,302	1,145,615	993,931	958,843	974,127	2,590,994	2,840,041	3,088,704
Unrestricted	5,160,079	5,249,500	6,016,787	6,544,873	9,094,315	7,471,813	7,611,514	3,815,155	3,958,812	7,548,680
Total Primary Government net assets	\$ 18,179,534	\$ 19,669,598	\$ 21,124,331	\$ 24,328,049	\$ 28,830,123	\$ 29,123,735	\$ 30,639,714	\$ 31,731,287	\$ 32,877,803	\$ 34,287,408

Financial Trends

TOWN OF BASALT
FUND BALANCE OF GOVERNMENTAL FUNDS
2004-2013
(Modified Accrual Basis of Accounting)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Fund										
Restricted										
Emergency Reserves	\$ 112,626	\$ 112,626	\$ 112,626	\$ 148,429	\$ 233,733	\$ 198,645	\$ 148,429	\$ 148,429	\$ 148,429	\$ 397,092
Committed										
Open space and trails	-	-	-	-	-	-	-	737,157	1202542	1,202,542
Parks	-	-	-	-	-	-	-	262,228	254728	254,728
Transportation	-	-	-	-	-	-	-	108,778	108778	108,778
Willits development	-	-	-	-	-	-	-	744,576	567114	567,114
Highway and streets	-	-	-	-	-	-	-	330,997	330997	330,997
Traffic enforcement	-	-	-	-	-	-	-	112,672	112672	112,672
Other Projects	-	-	-	-	-	-	-	146,157	114781	114,781
Reserved/Assigned	1,151,263	709,706	1,228,676	997,186	760,198	760,198	760,198	-	-	-
Unreserved/ Unassigned	2,551,025	3,446,042	3,710,589	3,788,181	5,891,701	5,176,356	5,168,692	3,134,031	3,156,977	4,598,842
Total General Fund	\$ 3,814,914	\$ 4,268,374	\$ 5,051,891	\$ 4,933,796	\$ 6,885,632	\$ 6,135,199	\$ 6,077,319	\$ 5,725,025	\$ 5,997,018	\$ 7,687,546
Bond Fund										
Restricted										
Debt service payments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 290,218	\$ 259,072	\$ 2,471,956
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	-	(546,573)	(365,846)	17,535	226,723	247,526	266,807	-	-	-
Total Bond Fund	\$ -	\$ (546,573)	\$ (365,846)	\$ 17,535	\$ 226,723	\$ 247,526	\$ 266,807	\$ 290,218	\$ 259,072	\$ 2,471,956
All other Governmental Funds										
Restricted										
Parks and recreation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 45,317	\$ 64,649	\$ 85,370
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	423,952	5,284	(44,252)	943	105,683	2,801	29,850	-	-	-
Total All other Governmental Funds	\$ 423,952	\$ 5,284	\$ (44,252)	\$ 943	\$ 105,683	\$ 2,801	\$ 29,850	\$ 45,317	\$ 64,649	\$ 85,370
Total Governmental Funds										
Restricted	\$ 112,626	\$ 112,626	\$ 112,626	\$ 148,429	\$ 233,733	\$ 198,645	\$ 148,429	\$ 483,964	\$ 472,150	\$ 2,954,418
Committed	-	-	-	-	-	-	-	2,442,565	2,691,612	2,691,612
Assigned	1,151,263	709,706	1,228,676	997,186	760,198	760,198	760,198	-	-	-
Unassigned	2,974,977	2,904,753	3,300,491	3,806,659	6,224,107	5,426,683	5,465,349	3,134,031	3,156,977	4,598,842
Total Governmental Fund Balance	\$ 4,238,866	\$ 3,727,085	\$ 4,641,793	\$ 4,952,274	\$ 7,218,038	\$ 6,385,526	\$ 6,373,976	\$ 6,060,560	\$ 6,320,739	\$ 10,244,872

Beginning with fiscal year 2011, the Town implemented GASB Statement 54 "Fund Balance Reporting and Governmental Fund Type Definitions".

TOWN OF BASALT
Changes in Fund Balances of Governmental Funds
2004-2013

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Governmental Funds										
Revenues										
Taxes	\$3,006,503	\$3,296,806	\$3,653,689	\$5,017,488	\$5,435,174	\$4,928,955	\$4,957,474	\$4,970,630	\$5,195,875	\$5,839,485
Intergovernmental revenues	497,806	829,889	238,709	466,023	356,357	353,556	567,203	292,863	247,105	252,187
Licenses and permits	477,312	922,051	970,856	1,449,996	849,719	171,125	170,514	365,893	302,729	630,175
Charges for Services	163,546	146,747	208,586	175,723	446,370	178,464	142,579	142,262	159,932	251,590
Fines & forfeitures	25,094	26,871	20,115	17,436	20,584	25,972	23,132	27,165	19,967	38,311
Miscellaneous revenue	132,409	167,401	481,769	355,544	494,868	120,061	165,775	117,105	102,235	128,739
Total revenues	4,302,670	5,389,765	5,573,724	7,482,210	7,603,072	5,778,133	6,026,677	5,915,938	6,027,943	7,240,487
Expenditures										
General government	1,573,242	2,984,028	1,549,988	1,688,046	1,968,099	2,005,161	2,120,810	1,698,894	2,018,205	2,736,883
Public Safety	879,991	960,086	1,240,698	1,254,600	1,347,821	2,257,530	1,364,724	1,329,082	1,136,145	1,330,287
Public works in Administration	858,572	1,219,894	1,281,128	1,160,433	1,440,210	915,456	743,386	1,085,327	1,150,286	1,469,874
Culture and recreation	1,080,123	989,404	838,756	1,562,484	793,272	715,710	624,747	659,287	687,756	836,798
Capital Outlay	48,280	-	-	1,374,342	479,536	733,186	918,240	1,222,916	588,537	31,368
Debt service payments	288,988	-	456,838	515,455	512,785	419,410	458,627	420,214	349,963	276,154
Total expenditures	4,729,196	6,153,412	5,367,486	7,555,360	6,541,733	7,046,453	6,230,334	6,415,720	5,930,892	6,881,384
Excess (deficiency) of revenues over expenditures	(426,526)	(763,647)	206,236	(73,150)	1,061,339	(1,268,320)	(203,657)	(499,782)	97,051	559,103
Other financing sources (uses)										
Lease proceeds	-	-	-	-	-	-	-	-	-	-
Sale of Assets	-	800	219,903	83,859	846,200	7,468	2,107	-	-	-
Loan proceeds	-	81,326	338,361	139,504	177,429	242,291	-	-	-	3,193,386
Operating Transfers in (out)	-	169,744	150,208	160,268	180,796	186,050	190,000	186,368	163,128	171,645
Total other financing sources (uses)	-	251,870	708,472	383,631	1,204,425	435,809	192,107	186,368	163,128	3,365,031
Net Change to Fund Balance	\$ (426,526)	\$ (511,777)	\$ 914,708	\$ 310,481	\$ 2,265,764	\$ (832,511)	\$ (11,550)	\$ (313,414)	\$ 260,179	\$ 3,824,134
Enterprise Funds - Water										
Revenue										
User Charges		\$ 518,703	\$ 628,634	\$ 586,345	\$ 638,019	\$ 563,022	\$ 590,374	\$ 554,198	\$ 624,979	\$ 584,749
Other Revenue		3,084	5,145	4,987	2,401	3,418	30,896	2,069	144,275	22,813
Total Revenues	-	521,787	633,779	591,332	640,420	566,440	621,270	556,267	769,254	607,562
Expenses										
Operating										
Administration										
Personal Services		169,744	234,239	274,839	316,495	311,073	103,553	167,673	180,026	176,367
Contractual services		66,324	67,877	32,922	56,249	59,384	53,425	41,093	39,622	40,474
Utilities		21,247	23,265	21,413	25,691	27,224	23,455	22,115	26,709	28,882
Repairs and Maintenance		37,501	18,346	30,718	18,042	16,136	15,813	13,377	32,290	29,921
Other supplies and expenses		43,791	83,047	191,430	84,427	158,609	45,111	155,084	43,512	48,261
Depreciation		195,725	212,848	189,873	189,054	188,034	197,607	259,139	275,630	275,095
Total Expenses	-	534,332	639,622	741,195	689,958	760,460	438,964	658,481	597,789	599,000
Net income (loss) from operations	-	(12,545)	(5,843)	(149,863)	(49,538)	(194,020)	182,306	(102,214)	171,465	8,562
Non-operating revenue (expense)										
Interest revenue		77,417	124,373	138,210	59,041	7,834	3,501	1,204	748	430
Interest expense		(45,567)	(38,492)	(35,714)	(35,111)	(33,246)	(31,166)	(29,295)	(27,865)	(22,517)
Gain (loss) on sale of assets		-	-	(5,227)	-	-	-	-	-	-
Grants		-	-	-	-	-	48,180	70,845	-	-
Total non-operating revenue (expense)	-	31,850	85,881	97,269	23,930	(25,412)	(27,665)	20,089	43,728	(22,087)
Transfer from (to) other funds										
General Fund		-	-	-	-	-	(190,000)	(186,368)	(163,128)	(171,645)
Capital Contributions Tap Fees		87,294	88,837	64,700	92,550	24,624	3,913	1,617	27,076	31,459
Net income (loss)	-	\$ 106,599	\$ 168,875	\$ 12,106	\$ 66,942	\$ (194,808)	\$ (31,446)	\$ (266,876)	\$ 79,141	\$ (153,711)

Financial Trends

TOWN OF BASALT
GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE
2004-2013
(accrual basis of accounting)

FISCAL	Sales	Lodging	Property	Bond	Specific	Cigarette	Franchise	Motor	Highway	County Road	Total
YEAR	Tax	Tax	Tax	Property Tax	Ownership	Tax	Tax	Vehicle	User Tax	& Bridge Tax	
2004	\$2,049,516	\$ 23,705	\$375,153	\$ 297,166	\$ 38,813	\$ 21,538	\$200,612	\$ 12,776	\$ 80,481	\$ 57,143	\$3,156,903
2005	\$2,299,455	\$ 36,506	\$400,083	\$ 300,036	\$ 38,845	\$ 20,996	\$200,886	\$ 13,122	\$ 87,695	\$ 58,068	\$3,455,692
2006	\$2,550,452	\$ 37,705	\$435,169	\$ 299,615	\$ 44,054	\$ 26,252	\$260,442	\$ 14,397	\$111,001	\$ 61,199	\$3,840,286
2007	\$3,902,321	\$ 47,274	\$470,451	\$ 300,902	\$ 39,857	\$ 24,461	\$232,222	\$ 12,840	\$100,473	\$ 65,989	\$5,196,790
2008	\$4,273,993	\$ 41,086	\$494,882	\$ 296,960	\$ 35,503	\$ 26,081	\$266,669	\$ 13,516	\$ 98,556	\$ 93,641	\$5,640,887
2009	\$3,737,907	\$ 28,703	\$539,186	\$ 302,692	\$ 32,235	\$ 24,373	\$263,859	\$ 13,231	\$103,260	\$ 97,141	\$5,142,587
2010	\$3,717,805	\$ 30,152	\$584,861	\$ 300,857	\$ 29,783	\$ 19,528	\$274,488	\$ 13,184	\$116,723	\$ 132,134	\$5,219,515
2011	\$3,703,304	\$ 28,320	\$621,309	\$ 292,573	\$ 26,106	\$ 17,728	\$281,290	\$ 15,059	\$114,574	\$ 132,769	\$5,233,032
2012	\$3,917,064	\$ 29,402	\$655,729	\$ 280,147	\$ 28,532	\$ 16,397	\$268,704	\$ 14,090	\$116,143	\$ 82,554	\$5,408,762
2013	\$4,589,128	\$ 28,677	\$693,599	\$ 276,154	\$ 37,833	\$ 15,824	\$298,270	\$ 14,901	\$115,492	\$ 86,078	\$6,155,956

Financial Trends

TOWN OF BASALT
Outstanding Debt by Type
2004-2013

<u>Fiscal Year</u>	<u>Governmental Activities</u>			<u>Business-Type Activities</u>		
	<u>General Obligation Bonds</u>	<u>Coupons</u>	<u>Capital Leases</u>	<u>Ruedi Loan</u>	<u>CCWR Loan</u>	<u>Total Primary Government</u>
2004	\$ 3,000,000	\$ 150,000	\$ 110,794	\$ 165,764	\$ 895,936	\$ 4,322,494
2005	\$ 3,000,000	\$ 235,000	\$ 26,653	\$ 149,103	\$ 861,129	\$ 4,271,885
2006	\$ 3,000,000	\$ 66,175	\$ 402,084	\$ 140,390	\$ 824,915	\$ 4,433,564
2007	\$ 2,930,000	\$ -	\$ 167,843	\$ 131,411	\$ 787,239	\$ 4,016,493
2008	\$ 2,775,000	\$ -	\$ 248,155	\$ 122,159	\$ 748,040	\$ 3,893,354
2009	\$ 2,610,000	\$ -	\$ 375,381	\$ 112,625	\$ 707,258	\$ 3,805,264
2010	\$ 2,440,000	\$ -	\$ 198,769	\$ 102,801	\$ 664,828	\$ 3,406,398
2011	\$ 2,330,000	\$ -	\$ 67,683	\$ 92,678	\$ 620,683	\$ 2,490,361
2012	\$ 2,141,000	\$ -	\$ 124,701	\$ 81,928	\$ 574,756	\$ 2,922,385
2013	\$ 5,010,000	\$ -	\$ 124,071	\$ 81,928	\$ 526,973	\$ 5,742,972

Financial Trends

TOWN OF BASALT
Capital Assets and Depreciation
2004-2013

Business-Type Activities				Governmental Activities			
	Capital Assets	Depreciation	Net Assets	Capital Assets	Depreciation	Net Assets	
2004	\$ 5,539,422	\$ 1,819,156	\$ 3,720,266	\$ 14,084,480	\$ 1,491,685	\$ 12,592,795	
2005	\$ 5,617,813	\$ 2,009,564	\$ 3,608,249	\$ 15,979,787	\$ 1,718,385	\$ 14,261,402	
2006	\$ 5,570,756	\$ 2,116,254	\$ 3,454,502	\$ 16,527,172	\$ 1,781,868	\$ 14,745,304	
2007	\$ 5,551,975	\$ 2,258,920	\$ 3,293,055	\$ 19,537,668	\$ 2,107,870	\$ 17,429,798	
2008	\$ 5,593,887	\$ 2,447,974	\$ 3,145,913	\$ 21,968,280	\$ 2,478,963	\$ 19,489,317	
2009	\$ 6,367,697	\$ 2,636,008	\$ 3,731,689	\$ 23,731,866	\$ 2,965,210	\$ 20,766,656	
2010	\$ 6,286,506	\$ 2,833,615	\$ 3,452,891	\$ 25,482,801	\$ 3,475,222	\$ 22,007,579	
2011	\$ 8,115,648	\$ 3,072,098	\$ 5,043,550	\$ 27,416,052	\$ 4,023,420	\$ 23,392,632	
2012	\$ 8,264,228	\$ 3,347,728	\$ 4,916,500	\$ 28,591,267	\$ 4,631,134	\$ 23,960,133	
2013	\$ 8,418,192	\$ 3,622,823	\$ 4,795,369	\$ 29,806,804	\$ 5,201,025	\$ 24,605,779	

**TOWN OF BASALT
PROPERTY TAX LEVIES AND COLLECTIONS
2004-2013**

	Mill Levy	Net Assessed Value		Total Tax Levied		Property Tax Collected	Percent of Levy Collected
2004	6.447	105,232,770	\$	678,436	\$	672,319	99.10%
2005	6.669	104,972,910	\$	700,064	\$	700,119	100.01%
2006	6.474	113,687,070	\$	736,010	\$	734,784	99.83%
2007	6.560	117,605,520	\$	771,492	\$	771,353	99.98%
2008	5.058	160,483,990	\$	811,728	\$	791,842	97.55%
2009	5.181	165,113,470	\$	855,453	\$	841,878	98.41%
2011	6.139	152,397,560	\$	935,569	\$	913,882	97.68%
2012	6.386	152,508,770	\$	973,921	\$	935,876	96.09%
2013	7.560	134,852,500	\$	1,019,485	\$	969,753	95.12%

Tax lien sale in November for any property taxes not paid in the current year.

http://dola.colorado.gov/dpt/publications/docs/2013_Annual_Report/EagleCert.pdf

**TOWN OF BASALT
SALES TAX REVENUE BY TYPE
2004-2013**

Type of Revenue	2004	2005	2006	2007	2007	2008	2009	2010	2011	2012	2013
Automotive	\$ 100,237	\$ 111,123	\$ 122,164	\$ 120,305	\$ 180,457	\$ 214,301	\$ 192,696	\$ 175,531	\$ 170,305	\$ 170,820	\$ 177,244
Lodging	30,429	33,795	37,835	45,188	67,782	73,290	44,752	45,840	51,512	45,307	45,352
Restaurant without Bar	56,327	60,256	64,194	68,626	102,939	126,979	112,190	90,936	95,625	97,267	99,395
Restaurant with Bar	129,890	141,146	170,971	199,026	298,539	342,064	273,136	300,906	299,504	321,038	324,675
Retail Sales	319,699	391,349	413,992	465,459	698,188	686,090	502,125	510,405	472,219	530,719	649,191
Sporting Retail	45,795	49,896	62,328	66,281	99,422	116,065	109,908	116,854	132,198	143,509	174,225
Finance	10,099	4,939	3,724	5,161	7,742	7,035	8,030	6,659	8,119	7,028	7,541
In - Home Sales	1,287	1,441	1,161	1,670	2,505	3,529	3,919	4,333	4,053	2,845	2,240
Retail Liquor	83,892	91,533	100,054	104,522	156,783	179,973	181,219	170,302	175,506	180,354	205,495
Telecommunications	70,070	92,915	76,691	70,871	106,306	88,638	126,507	117,812	128,922	115,108	102,842
Utilities	65,232	76,904	104,533	82,993	124,490	150,015	143,337	150,303	148,177	148,841	176,489
Building	194,261	218,865	248,413	266,893	400,339	373,183	231,488	174,806	177,389	190,423	200,375
Retail Food	666,756	735,897	813,528	845,471	1,268,207	1,440,453	1,366,379	1,288,804	1,321,114	1,481,407	1,922,181
Total	\$ 1,773,974	\$ 2,010,059	\$ 2,219,588	\$ 2,342,466	\$ 3,513,699	\$ 3,801,615	\$ 3,295,686	\$ 3,153,491	\$ 3,184,643	\$ 3,436,678	\$ 4,089,258

**Top Fifteen Assessed Properties in Basalt by Owner
EAGLE COUNTY**

2003		ACTUAL	ASSESSED
OWNER NAME			
JAYCO LLC		\$ 5,565,100	\$ 1,613,890
DILLON REAL ESTATE CO INC		\$ 4,526,190	\$ 1,312,600
KNAPP, MICHAEL P., SR - IDEVCO INC		\$ 4,430,131	\$ 1,284,740
RIVERSIDE PLAZA LOT A LLC		\$ 4,225,140	\$ 1,225,290
QWEST CORP		\$ 3,759,240	\$ 1,090,180
SUNNY STUTSMAN LLC		\$ 3,359,830	\$ 974,340
MID-VALLEY DEV CO		\$ 3,445,580	\$ 971,860
CADDIS FLY PARTNERS LLC		\$ 3,556,760	\$ 941,880
BOB & SUE PIETRZAK LLC		\$ 2,675,000	\$ 775,750
DEER RUN LLP		\$ 2,573,210	\$ 746,240
CLEARWATER PARTNERS LLC		\$ 2,518,290	\$ 730,290
RIVERSIDE PLAZA LOT B LLC		\$ 2,380,910	\$ 649,330
WSMP- SOUTHEAST-COLORADO LP		\$ 2,162,870	\$ 627,240
BASALT TRADE ASSOCIATES		\$ 2,089,990	\$ 660,090
KEELTY DEV LLC		\$ 2,398,600	\$ 593,180

2013		ACTUAL	ASSESSED
OWNER NAME			
WILLITS TOWN CENTER LLC		\$14,463,200	\$4,194,330
DILLON REAL ESTATE CO INC		\$ 6,465,450	\$1,874,980
RIVERSIDE PLAZA LOT A LLC		\$ 6,378,180	\$1,849,670
TKGSM-VARIOUS LLC		\$ 5,596,640	\$1,623,020
KNAPP, MICHAEL P., SR- IDEVCO INC		\$ 4,131,650	\$1,198,190
WILLITS TOWN CENTER LLC		\$ 4,003,610	\$1,092,210
STUTSMAN TRI-ALLIANCE LTD		\$ 3,773,760	\$1,068,140
QWEST CORP		\$ 3,596,890	\$1,043,100
WHOLE FOODS MARKET ROCKY MTN/SOUTHWES		\$ 3,148,630	\$ 913,100
KEELTY DEV LLC		\$ 3,796,170	\$ 843,270
SENIOR COMFOR CORP		\$ 3,721,000	\$ 841,860
ALPINE BANK		\$ 2,544,950	\$ 738,050
BASALT CENTER PTNSHP		\$ 2,544,820	\$ 738,000
THE KROGER CO DBA CITY MARKET		\$ 2,393,300	\$ 694,060
THUNDER RIVER PROPERTIES LLC		\$ 2,366,540	\$ 686,300

**Top Fifteen Assessed Properties in Basalt by Owner
PITKIN COUNTY**

2003		ACTUAL	ASSESSED
OWNER NAME			
ROARING FORK CLUB LP		\$19,213,600	\$5,438,440
ROARING FORK CLUB CABIN OPERATIONS		\$ 4,325,510	\$3,443,150
BASALT MINI STORAGE LLC		\$ 2,785,000	\$ 807,650
RIVER PARK LLC		\$ 2,633,600	\$ 763,750
BASALT BUILDINGS LLC		\$ 2,803,800	\$ 705,470
MYERS & ASSOC PROPERTIES LLC		\$ 1,935,300	\$ 543,040
BASALT MINI STORAGE LLC		\$ 1,661,900	\$ 481,950
JENKINS JAMES M		\$ 1,531,300	\$ 444,070
BRAD ALLEN INC		\$14,587,700	\$ 431,440
DA TRUST 50%		\$ 1,390,500	\$ 403,240
PJ TRUST 50%		\$ 1,390,500	\$ 403,240
ROARING FORK PTNS LLP		\$ 1,280,100	\$ 371,230
ROARING FORK PROFESSIONAL CENTER LLC		\$ 1,151,900	\$ 334,050
SOUTHSIDE LLC		\$ 1,620,800	\$ 324,430
100 SOUTHSIDE LLC		\$ 1,204,700	\$ 314,710

2013		ACTUAL	ASSESSED
OWNER NAME			
ROARING FORK SCHOOL DISTRICT		\$22,715,400	\$6,587,470
ROARING FORK SCHOOL DISTRICT RE-1		\$15,622,300	\$4,530,470
ROARING FORK CLUB LLC		\$11,686,300	\$3,389,030
ROARING FORK CLUB LLC		\$6,278,100	\$1,820,660
RIVER PARK LLC		\$3,093,600	\$ 897,150
INVERCAULD LLC		\$5,359,600	\$ 427,020
SURVIVORS TRUST		\$4,717,200	\$ 375,490
WATERMAN GAYLE C		\$4,484,800	\$ 356,990
SAKIN CRAIG H & SALLY B		\$3,963,700	\$ 315,510
MICHIE EARL		\$3,843,700	\$ 305,960
ROARING FORK MEADOWS LLC		\$3,724,200	\$ 296,450
KLOOSTERMAN BONNIE M TRUST		\$3,359,000	\$ 267,380
NAGLE MARK A TRUST 50%		\$3,105,800	\$ 251,310
CFT SOPRIS LLC		\$3,103,600	\$ 247,050
ROARING FORK CLUB CABIN OPERATIONS		\$2,893,000	\$ 230,280

TOWN OF BASALT
LOCAL DEMOGRAPHICS
(Most current data available)

Population Year	Area	County	Jobs	County	Jobs
2012	Accommodation and Food	Eagle County	7457	Pitkin	4088
	Admin and Waste	Eagle County	1987	Pitkin	1753
	Agriculture	Eagle County	208	Pitkin	127
	Arts	Eagle County	3912	Pitkin	2253
	Construction	Eagle County	3317	Pitkin	1007
	Finance Activity	Eagle County	734	Pitkin	410
	Government	Eagle County	3260	Pitkin	2152
	Health Services	Eagle County	2162	Pitkin	589
	Information	Eagle County	364	Pitkin	205
	Management and Enterprise	Eagle County	117	Pitkin	41
	Manufacturing	Eagle County	322	Pitkin	103
	Mining	Eagle County	16	Pitkin	suppressed
	Other	Eagle County	2512	Pitkin	1433
	Private Education	Eagle County	348	Pitkin	403
	Professional and Technical	Eagle County	2158	Pitkin	1311
	Real Estate	Eagle County	3052	Pitkin	2153
	Retail Trade	Eagle County	3555	Pitkin	1430
	Transportation and Warehousing	Eagle County	626	Pitkin	216
	Utilities	Eagle County	68	Pitkin	suppressed
	Wholesale Trade	Eagle County	355	Pitkin	141

Source : Colorado Department of Labor State Demographics Website
https://dola.colorado.gov/demog_webapps/jsn_parameters.jsf

Population by Age Group Colorado Municipalities - 2010

Municipality	Median Age	Under 15	Aged 15 to 24	Aged 25 to 44	Aged 45 to 64	Aged 65+
3857.00	37	813	336	1,363	1,103	242

Source : Colorado Department of Labor State Demographics Website
<http://dola.colorado.gov/dlg/demog/2010censusdata.html#>

TOWN OF BASALT
Operational Statistics by Fund
2004-2013

General Fund Operation Statistics

TYPES	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Building Permits Issued										
Multi Family Units	0	8	25	10	2	0	0	0	0	10
Single Family Units	23	42	16	12	6	1	1	1	4	10
Commercial Buildings	2	18	2	2	2	0	0	1	1	3
Total Value	\$ 9,623,280	\$ 21,208,364	\$ 16,400,292	\$ 24,252,287	\$ 13,001,706	\$ 350,000	\$ 300,000	\$ 6,710,397	\$ 2,217,782	\$ 19,699,200
New single family, multi family and commercial construction including initial tenant finish but no remodels.										
Population	3085	3169	3243	3303	3496	3828	3849	3831	3836	3857

Water Fund Operation Statistics

TYPES	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
New Connections or Taps	8	10	22	11	18	1	1	2	5	6