

TOWN OF ESTES PARK, COLORADO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the year ended December 31, 2015

Prepared by the Finance Department:

Duane Hudson – Finance Director
Debbie McDougall – Assistant Finance Director

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

TOWN GOVERNMENT

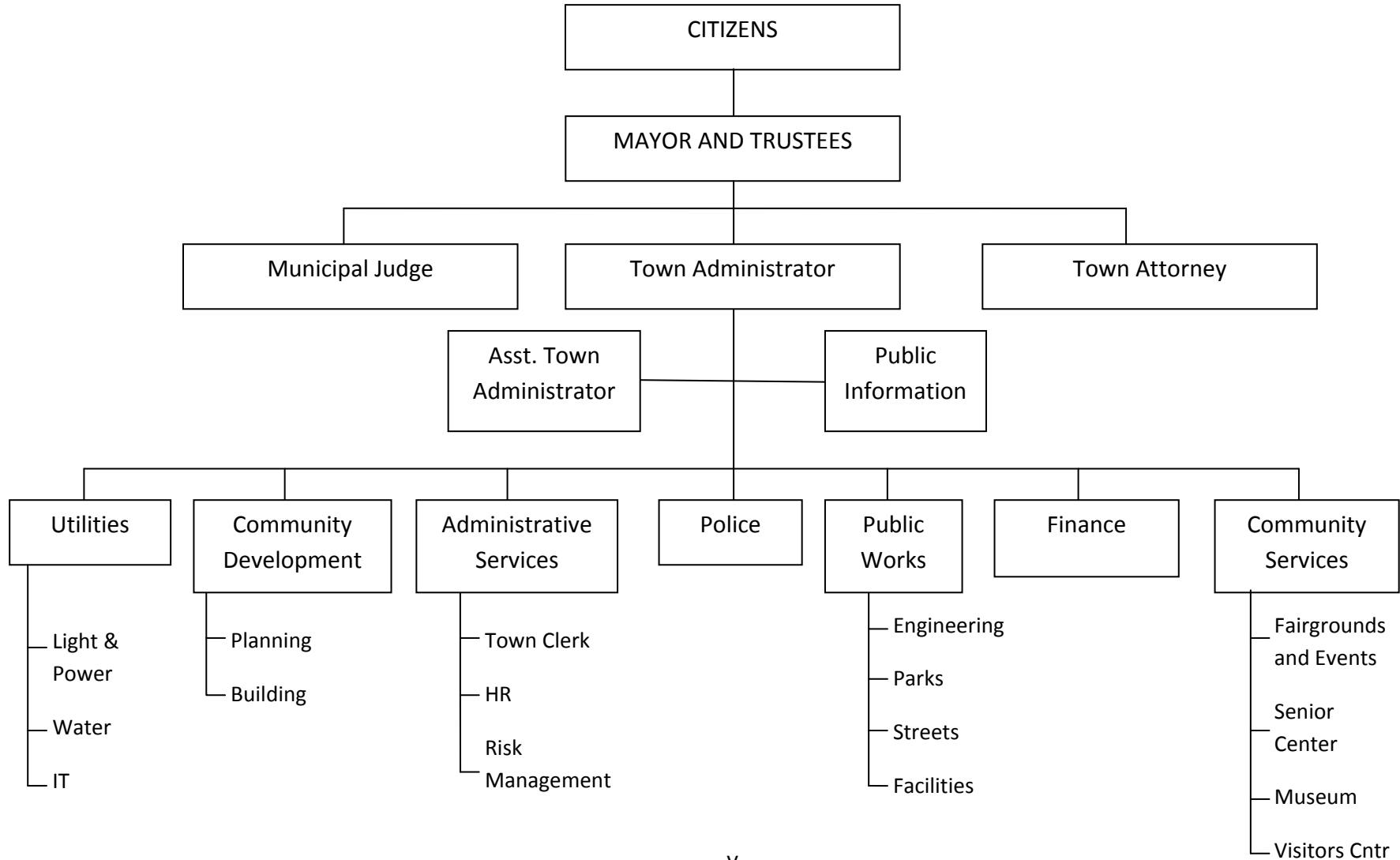
The Town of Estes Park is governed by a Mayor and a six-member Board of Trustees. The Mayor and Trustees are elected for four year terms. The Trustees and the Mayor each have one vote in town board meetings. Listed below are the Town officials and principal staff members as of the report date.

Mayor	Elected 2016	Todd Jirsa
Mayor Pro Tem	Elected as Trustee 2010, re-elected 2014	Wendy Koenig
Trustees	Elected 2012, Re-elected 2016	Ron Norris
	Elected 2014	Ward Nelson
	Elected 2014	Bob Holcomb
	Elected 2016	Cody Walker
	Elected 2016	Patrick Martchink
Staff		
	Town Administrator	Frank Lancaster
	Assistant Town Administrator	Travis Machalek
	Town Clerk, Dir. of Admin Services	Jackie Williamson
	Finance Director	Duane Hudson
	Chief of Police	Wes Kufeld
	Director of Community Development	Randy Hunt
	Director of Community Services	Rob Hinkle
	Director of Public Works	Greg Muhonen
	Director of Utilities	Reuben Bergsten
	Public Information Officer	Kate Rusch
	Town Attorney	Greg White
	Municipal Judge	Gary R. Brown



TOWN OF ESTES PARK

Organizational Plan





Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Town of Estes Park
Colorado**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2014

Executive Director/CEO



TOWN OF ESTES PARK

August 29, 2016

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

Formal transmittal

The Comprehensive Annual Financial Report (CAFR) of the Town of Estes Park, Colorado (the Town) for the year ended December 31, 2015, is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the Town. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the Town. All disclosures necessary to enable the reader to gain an understanding of the Town's financial activities have been included. The information provided in this section is introductory in nature. Specific financial details are reviewed in the Management's Discussion and Analysis section of this report.

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

Clifton Larson Allen has issued an unmodified ("clean") opinion on the Town of Estes Park's financial statements for the year ended December 31, 2015. The independent auditor's report is located at the front of the financial section of this report.

Profile of the Government

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

Administration

Town Administrator
Public Information

Administrative Services

Town Clerk
Human Resources

Community Development

Building Safety
Code Enforcement
Planning/Zoning

Community Services

Fairgrounds & Events
Visitor Services

Cultural Services

Museum
Senior Center

Finance

Box 1747
Utility Billing

Police

P.O. Box 1287

Public Works

Engineering
Facilities
Fleet
Parks
Streets

Utilities

IT
Light and Power
Water



population of 5,858 (2010 census). The Town is empowered to levy a property tax on both real and personal properties located within its boundaries. It is also empowered to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the Town Board. There were no annexations in 2015.

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

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

The EVFPD began operating as an independent taxing district in 2010, ending its long-standing status as a department of the Town. The Town continues to contribute to the EVFPD, with the amount (currently 7% of General Fund sales tax collected) being appropriated annually. The Town is also financially accountable for the Estes Park Building Authority, which most recently provided financing for golf course improvements. The Building Authority completed its most recent agreement with the Recreation District in 2009, did not operate in 2010-15, and currently does not have plans or agreements in place for 2016. The EVRPD is a separately elected special purpose district formed in 1955 and was created for the purpose of supplying recreational facilities within its boundaries. The Local Marketing District (aka Visit Estes Park) began operating as an independent taxing district in 2009. The LMD collects a 2% lodging ("pillow") tax that is in turn used to promote and advertise Estes Park as a vacation destination, a task previously borne by the Town. Visit Estes Park is listed in the CAFR as a component unit. Additional information on these entities can be found in Note 1 in the Notes to the Financial Statements.



TOWN OF ESTES PARK

The annual budget serves as the foundation for the Town's financial planning and controls. All departments of the Town are required to submit annual requests for appropriation to the Town's Finance Director by the third week of August. The Finance Director uses these requests as the starting point for developing a proposed budget. The Finance Department then presents the proposed budget to the Town Administrator for review and amendment. Next, the proposed budget is presented to the Town Board for deliberation in October. The board is required to hold public hearings on the proposed budget and to formally adopt the budget before December 15th. This date also serves as the deadline to certify the property tax mill levy to the Larimer County Commissioners. The appropriated budget is prepared by fund and department (e.g., General Fund and Public Works departments). Budget-to-actual comparisons are provided in this report for each individual fund for which an appropriated annual budget has been adopted. For the General Fund, this comparison is presented as part of the required supplemental information of the basic financial statements for the governmental funds. For governmental funds other than the General Fund with appropriated annual budgets, the budget-to-actual comparison is presented behind the notes in this report.

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

Assessment of Town's economic condition

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

Local economy

Estes Park was one of many Colorado communities affected by dramatic flooding in September 2013. Of the four major roads into Estes Park, three were heavily damaged, and the fourth, Trail Ridge Road (through Rocky Mountain National Park) was closed for the year shortly thereafter due to snowfall. Only one road was open for the next two months. Estes Park's main source of income, sales tax, was heavily impacted during the period: September 2013 sales tax was down 34% from September 2012, while October was down 18%. Fortunately, the rest of the year saw record levels of sales tax collection, and the year as a whole was down only 0.36%. Tourism continued to increase in 2015 with Rocky Mountain National Park posting a record year for park attendance, increasing 21% over 2014's record year. Sales tax collections continued their record pace in 2015, with the General Fund setting a new record of \$9,793,071 collected (an 11% increase from 2014).



TOWN OF ESTES PARK

In April 2014, citizens approved a Ballot issue (1A) that implemented a 1% sales tax increase, sun-setting in 2024. The 10-year increase will dedicate an estimated \$2,000,000 annually to Street Improvements/Repairs (60% of the 1%), expansion of public trails (12.5%), construction of a community recreation center including facilities for the Senior Center (25%), and for acquisition associated with emergency response capabilities of the Town (2.5%). For 2015, \$2,434,518 in sales tax was collected in these new funds.

In addition to strong sales tax numbers, building permits and accompanying valuations have increased as well. 2015 permit volume increased significantly as citizens and businesses continued to rebuild from the 2013 Flood. The Community Development Department notes that a significant amount of the 2015 record levels is also new growth/building, a healthy economic sign.

Year	Building Permits	Total Valuation
2011	499	\$11,904,280
2012	485	\$14,162,316
2013	496	\$13,684,899
2014	616	\$15,022,039
2015	716	\$26,934,424

The 2013 Flood had and continues to have a tremendous impact on the community. Both the downtown tourist section and residential areas of town suffered damage. Residential areas, particularly those close to drainages, were most heavily affected. For the next several years, the Town and neighboring districts will continue to dedicate significant funds towards long-term repair. This has significantly affected fund reserves and budgeting strategies, as the Town spent over \$1,000,000 in flood-related costs in 2013, \$1,300,000 in 2014, and \$3,400,000 in 2015. The Town continues to employ 3 grant-funded employees dedicated solely to assisting with flood-related projects and associated accounting. The Town continues to face challenges managing its fund balances and cash flow because agency reimbursements for flood repair are unpredictable in both amount and timeliness.

Economic statistics are also trending higher. The national unemployment rate decreased from 5.6% in 2014 to 5.0% in 2015, while Colorado's unemployment rate, one of the 10 lowest in the US, decreased from 3.9% to 3.7% (source: [U.S. Bureau of Labor Statistics](#)) through June 2016. Family Median Income in Estes Park (source: [U.S. Census Bureau Quick Facts](#)) was \$59,448 in 2014. Meanwhile, the Denver/Boulder CPI (consumer price index) dropped from 2.7% in 2014 to 1.4% in 2015.



TOWN OF ESTES PARK

Long-term financial planning

The Capital Asset Management Plan (CAMP) is part of the Town's financial roadmap for capital planning. Both foreseeing and flexible, the CAMP forecasts improvement projects and cash flow in the Town's major funds for the next five years. The CAMP allows for a combination of long-term cash management coupled with an orderly addressing of the evolving needs of the Estes Park community.

The Town placed much of its 2014 and 2015 financial and personnel focus on flood repair projects in the Fall River, Fish Creek, Glen Haven and other flood-affected areas. Many of the completed projects, such as Master Plans for affected areas, were grant funded. The Town expended approximately \$3,400,000 in 2015 on repairing flood affected areas such as Community Drive. Despite the focus on flood repair, the Town still managed to place over \$7.0 million in assets into service in what was a very productive 2015 for infrastructure and improvement projects. Some of the accomplishments are as follows:

1. Light & Power and Water continued to address infrastructure needs with over \$2,000,000 in expenditures made towards flood repair, equipment and systems upgrades.
2. The Town continues to address road maintenance issues. In 2013 and 2014, the Town elected to roll over most of the funds for street upgrades/repairs into 2015. The strategy was the result of needing to assess roads damaged in the September 2013 flood, coupled with the passing of a 1% sales tax in April 2014, where 60% is dedicated to streets. In 2015 the Town purchased a pothole patching truck, implemented a pavement management system, and hired appropriate personnel to begin to address the condition of the Town's road system. The new Streets Fund will begin 2016 with a restricted fund balance of nearly \$6.9 million.
3. The Town agreed to take over management of a significant part of the main corridor (Elkhorn Avenue) of the downtown area from the Colorado Department of Transportation, in exchange for \$4,200,000. The \$4.2 million is to be used for transportation purposes including upkeep and maintenance of the assumed roadways. These monies are located in the Street Fund and are part of the \$6.9 million fund balance.
4. The Town maintains a replacement program for its fleet of over 100 vehicles, and replaced 17 vehicles and supporting equipment in 2015 at a cost of just under \$911,659.
5. Estes Park began to put the 1A (1%) sales tax monies (commenced in July 2014) to work, spending \$249,000 engineering costs the Dry Gulch Road rehabilitation project, slated to begin construction early in 2016. An additional \$137,000 was spent on engineering and design on a grant-aided extension to Fall River Trail, also expected to be constructed in 2016. Finally, the Town expended roughly \$41,000 on emergency management and communications systems.
6. In 2015, the Town completed the Event Center/Stall Barn complex at Stanley Fairgrounds, a multi-year project with a total cost of roughly \$7,500,000. For 2016, the Town will continue to make progress towards completion of a \$4.6 million, 210-space parking structure, approximately 80% of which is grant-funded. At the end of 2015, the project was in the design phase.

In February 2016, the Town Board revised and enhanced a preference policy for local contractors and businesses, further contributing to the economic vitality of Estes Park.



TOWN OF ESTES PARK

Relevant financial policies

The Town relies heavily on its set of comprehensive financial policies. During 2015, the Town updated several significant financial policies (investments, fund balance, purchasing authority) as part of an ongoing effort to stay current with changes to the local, State and Federal financial landscapes.

Major initiatives

The Town continually strives to provide superior services to its citizens and visitors in a cost-effective manner. The Town aggressively attempts to partner with Federal and State agencies through grants, thus leveraging available funds. This is evidenced by the aforementioned parking structure and master plan grants. In 2015, the Town continued to partner with several Federal and State agencies to address flood-affected areas throughout the Town, most notably in the Fall River and Fish Creek areas.

Award and acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town for its comprehensive annual financial report (CAFR) for the fiscal year ended December 31, 2014. In order to be awarded a Certificate of Achievement, the Town must publish an easily readable and efficiently organized CAFR. This report satisfied both Generally Accepted Accounting Principles (GAAP) and applicable legal requirements.

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

The successful preparation of this report could not have been accomplished without the dedication and efforts of the entire staff of the Finance Department: Sharla Beesley, Sammi Coleson, Deb Holgorsen, Tammy Ingham, Deb McDougall, Kim McEachern, and Julie Skelton. Valuable input was also received from Public Works, Community Development, the L&P/Water utilities, Human Resources and the Public Information Officer. Special thanks are extended to the accounting firm of Clifton Larson Allen for their professionalism in the performance of the independent audit for the Town. We also wish to extend appreciation to the Mayor and the Trustees for their efforts and support in setting and administering policies for the prudent financial management of the Town of Estes Park.

Sincerely,

Duane Hudson, CPA
Finance Director

FINANCIAL SECTION



CliftonLarsonAllen

CliftonLarsonAllen LLP
CLAconnect.com

INDEPENDENT AUDITORS' REPORT

Board of Trustees
Town of Estes Park
Estes Park, Colorado

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Town of Estes Park, as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the entity'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.

Auditors' 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 auditors' 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, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Town of Estes Park as of December 31, 2015, 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.

Emphasis of Matters

Implementation of GASB Statement Nos. 68 and 71

During the year ended December 31, 2015, the Town adopted Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions* and the related GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*. As a result of the implementation of these standards, the Town reported a restatement for the change in accounting principle (see Note 14). Our opinions were not modified with respect to the restatements.

Correction of an error

As discussed in Note 14 to the financial statements, the Town of Estes Park restated its net position for business-type activities, Light and Power Fund and Water Fund as of January 1, 2015 due to a correction of an error for an overstatement of accounts payable. Also, the discretely presented component unit restated its net position due to revenues not being recorded in the proper period. A summary of these restatements are presented in Note 14. Our opinions were not modified with respect to the restatement.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Estes Park's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary schedules, Local Highway Finance Report and the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, budgetary schedules, 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 information is 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 29, 2016, on our consideration of the Town of Estes Park's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the result of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Estes Park's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Greenwood Village, Colorado
August 29, 2016

TOWN OF ESTES PARK, COLORADO
MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2015

This section of the Town of Estes Park's (Town) financial statements provides a narrative overview and analysis of its financial activities for the year ended December 31, 2015. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal at the front of this report and the Town's financial statements, which follow this section.

Financial Highlights

- The assets and deferred outflows of resources of the Town exceeded its liabilities and deferred inflows of resources at the close of 2015 by \$100,955,642 (\$57,379,826 in governmental activities net position and \$43,575,816 in business-type activities net position). Of the governmental activities net position total, \$5,434,320, or 9%, is unrestricted and may be used to meet the government's ongoing obligations to citizens and creditors. Similarly, \$12,728,316, or 29%, of business-type activities net positions is unrestricted.

It is important to note that "Unrestricted Net Position" is an accounting term referring to lack of formal commitments (loans, etc.) of assets. It does not reflect the amount of assets that are informally committed to targeted fund balances, unobligated monies for future projects, etc. For example, the Town targets a fund balance (reserve) in the General Fund of 20% of expenditures. This is not considered a "restricted" fund balance, but the Town has earmarked the amount as a reserve for budgetary purposes.

- Total net position of the Town increased by \$8,384,577, or 9%, from 2014 to 2015, significantly larger than the \$4,345,801 increase from 2013-2014. Net position of the governmental activities increased \$6,596,178 compared to the \$2,347,779 increase in 2014. Net position of the Town's business-type activities increased \$1,788,399 compared to the \$1,998,022 increase in 2014.
- Total revenues, excluding transfers, increased \$5,362,075, or 14%, to \$42,544,952 million compared to 2014. Governmental activities revenues increased \$4,828,109, or 27%, to \$22,612,081, while revenues of business-type activities increased \$533,966, or 3%, to \$19,932,871 compared to 2014.
- The total expenses of all the city's programs, excluding transfers, increased \$1,323,299, or 4%, to \$34,160,375 compared to 2014. The expenses of governmental activities programs increased \$620,890, or 4%, to \$17,571,044, while the expenses of business-type activities increased \$702,409, or 4%, from 2014 to \$16,589,331.
- As of December 31, 2015, the city's governmental funds reported a combined ending fund balance of \$15,576,374. Approximately 19%, or \$2,932,790, is unrestricted, unassigned fund balance and, therefore, available for spending at the city's discretion within the purposes specified for the city's funds.

Overview of the Financial Statements

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

Government-wide Financial Statements

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

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

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

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

The government-wide financial statements include not only the Town itself (known as the primary government), but also the legally separate entities, the Estes Park Building Authority and Local Marketing District (established by election in 2009). For informational purposes, the Building Authority did not have any activity during the year. The Local Marketing District does not issue separate financial statements and is discretely presented in the Town's financial statements. Fund financial statements are not presented because no differences exist using the modified accrual basis of accounting.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town can be divided into 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 statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances or spendable resources available at year end. Such information may be useful in evaluating a government's near-term financing requirements.

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

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

Proprietary Funds

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

- **Enterprise funds** are used to report the same functions presented as business-type activities in the government-wide financial statements. The Town uses enterprise funds to account for the operations of the Light and Power Fund and the Water Fund. These are considered to be major funds of the Town.
- **Internal Service funds** are used by the Town to account for the costs of acquiring, operating and maintaining certain types of equipment and funding for Town-wide medical insurance programs. Because these services predominantly benefit governmental rather than business-type functions, the assets and liabilities of the internal service funds have been included within governmental activities in the government-wide financial statements. Internal service funds are combined into a single, aggregated memo presentation in the proprietary fund financial statements. The internal service funds consist of Fleet Maintenance, Vehicle Replacement, Information Technology and Medical Insurance Funds. Individual fund data for the internal service funds is provided in the form of combining statements in the “Combining and Individual Statements” section.

Fiduciary Funds

Fiduciary funds are used to account for the accumulation of resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the Town's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The Town safeguards one Fiduciary Fund: the Theater Fund (Friends of Stanley Hall).

Notes to the Basic Financial Statements

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

Other Information

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

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

Government-wide Financial Analysis

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

Table 1 - Net Position

	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Current and other assets	\$ 21,063,588	\$ 16,104,433	\$ 20,015,195	\$ 20,501,578	\$ 41,078,783	\$ 36,606,011
Capital assets	48,098,975	46,705,086	37,468,961	35,612,361	85,567,936	82,317,447
Total assets	69,162,563	62,809,519	57,484,156	56,113,939	126,646,719	118,923,458
Deferred outflows of resources	1,096,418	-	536,018	-	1,632,436	-
Long term liabilities	11,045,804	6,650,459	12,232,008	9,027,620	23,277,812	15,678,079
Other liabilities	1,496,372	2,009,250	2,148,595	2,132,430	3,644,967	4,141,680
Total liabilities	12,542,176	8,659,709	14,380,603	11,160,050	26,922,779	19,819,759
Deferred inflows of resources	336,979	315,727	63,755	-	400,734	315,727
Net position						
Net investment in capital assets	42,539,162	43,113,642	29,175,592	26,771,542	71,714,754	69,885,184
Restricted	9,406,344	3,025,731	1,671,908	1,503,341	11,078,252	4,529,072
Unrestricted	5,434,320	7,694,710	12,728,316	16,679,006	18,162,636	24,373,716
Total net position	\$ 57,379,826	\$ 53,834,083	\$ 43,575,816	\$ 44,953,889	\$100,955,642	\$ 98,787,972

Analysis of Net Position

Table 1 presents an analysis of the Town's net position as of December 31, 2015. The Town's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$100,955,642 at the close of December 31, 2015. By far the largest portion of the Town's net position (71%) reflects its net investment in capital assets (e.g., land, buildings, machinery, and equipment) less any related still-outstanding debt used to acquire those assets. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Net investment in capital assets increased \$1,829,570, or 3%, compared to 2014. This increase is largely due to \$1.46 million in electric transmission line rebuilding and \$1.0 million in water distribution line rebuilding projects.

An additional 4% of the Town's net position (\$11,078,252) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (\$18,162,636) may be used to meet the government's ongoing obligations to citizens and creditors.

Restricted net position increased by \$6,549,180, or 145%, compared to 2014, due in large part to sales tax revenues from the additional 1% sales tax and the \$4.2 million funding from Colorado Department of Transportation to assume maintenance of sections of Elkhorn Avenue. The \$6,211,080 decrease in unrestricted net position was due in part to usage of \$1,251,513 in Community Reinvestment funds for completion of the Multipurpose Event Center/Stall Barn complex at the Stanley Fairgrounds and usage of over \$2,000,000 in Light and Power and Water funds for equipment and system upgrades.

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

It is important to note that \$1,455,083 in governmental unrestricted net position arises from the net position of the town's internal service funds, discussed above in "Overview of the Financial Statements – Proprietary Funds." Although it is highly unlikely that these funds will be liquidated, in the event that they are, the distribution of the net position of these funds would result in a portion of these unrestricted net positions being liquidated to unrestricted net position of governmental activities and unrestricted net position of business-type activities.

Analysis of Changes in Net Position

As can be seen from Table 2, the Town's total net position increased by \$8,384,577 during 2015. This increase is explained in the governmental and business-type activities discussions below.

Governmental Activities

Net position of governmental activities increased by \$6,596,178 during 2015, accounting for 79% of the total increase in the city's net position. This increase was \$4,248,399 more than the \$2,347,779 increase in net position for 2014.

During 2015, governmental revenues increased by \$4,828,109 compared to 2014. Much of this increase can be attributed to a \$4,200,000 payment from the State of Colorado to the Town to take over maintenance of Elkhorn Avenue from Moraine Avenue to Highway 34. In addition, 2015 was the first full year of the new 1 cent sales tax imposed in July 2014 resulting in higher sales tax revenues.

Total governmental expenses for 2015 increased by \$620,890 compared to 2014. However, closer inspection reveals that Public Works expenses increased \$544,463 largely due to additional flood recovery administration costs. Culture and Recreation expenses increased \$673,548 largely due to increased operating costs for the multi-purpose event center. General Government expenses increased \$673,548, again due in part to ongoing flood repairs while Public Safety costs decreased \$1,217,999.

	Governmental		Business-type		Total Primary Government	
	2015	2014	2015	2014	2015	2014
Program revenue:						
Charges for services	\$ 1,589,710	\$ 1,793,483	\$ 17,461,875	\$ 16,746,875	\$ 19,051,585	\$ 18,540,358
Operating grants and contributions	1,500,181	977,593	-	-	1,500,181	977,593
Capital grants and contributions	1,487,574	2,142,712	2,049,792	774,133	3,537,366	2,916,845
General revenue:						
Sales taxes	12,508,201	10,405,574	-	-	12,508,201	10,405,574
Property taxes	343,135	353,864	-	-	343,135	353,864
Franchise taxes	470,612	480,676	-	-	470,612	480,676
Grants and contributions not restricted to specific programs	4,246,467	132,712	-	-	4,246,467	132,712
Investment income	41,358	47,534	53,616	67,013	94,974	114,547
Gain on sale of land	-	835,373	-	-	-	835,373
Miscellaneous	424,843	614,451	367,588	1,810,884	792,431	2,425,335
Total revenues	22,612,081	17,783,972	19,932,871	19,398,905	42,544,952	37,182,877
Program expenses (includes indirect expense allocation):						
Governmental activities:						
General government	5,280,912	4,660,385	-	-	5,280,912	4,660,385
Public safety	4,063,117	5,281,116	-	-	4,063,117	5,281,116
Public works	2,736,985	2,192,522	-	-	2,736,985	2,192,522
Culture and recreation	5,342,804	4,669,256	-	-	5,342,804	4,669,256
Interest on long-term debt	147,226	146,875	-	-	147,226	146,875
Business-type activities:						
Light and power	-	-	12,813,281	12,272,416	12,813,281	12,272,416
Water	-	-	3,776,050	3,614,506	3,776,050	3,614,506
Total expenses	17,571,044	16,950,154	16,589,331	15,886,922	34,160,375	32,837,076
Excess before transfers	5,041,037	833,818	3,343,540	3,511,983	8,384,577	4,345,801
Transfers In (Out)	1,555,141	1,513,961	(1,555,141)	(1,513,961)	-	-
Increase in net position	6,596,178	2,347,779	1,788,399	1,998,022	8,384,577	4,345,801
Net position, beginning of year, as restated	50,783,648	51,486,304	41,787,417	42,955,867	92,571,065	94,442,171
Net position, end of year	\$ 57,379,826	\$ 53,834,083	\$ 43,575,816	\$ 44,953,889	\$ 100,955,642	\$ 98,787,972

Charts 1 and 2 illustrate the town's governmental expenses and revenues by function and its revenues by source. General revenues such as sales taxes, property and other taxes are not shown in Chart 1 by program, but are used to support program activities town wide and included in Chart 2. For governmental activities overall, without regard to program, sales taxes are the largest single source (55%), followed by grants and contributions not restricted to specific projects.

Net Position increased \$2,167,670 during the current fiscal year. Contributing factors have been discussed earlier in this section.

Chart 1: 2015 Expenses and Program Revenues - Governmental Activities

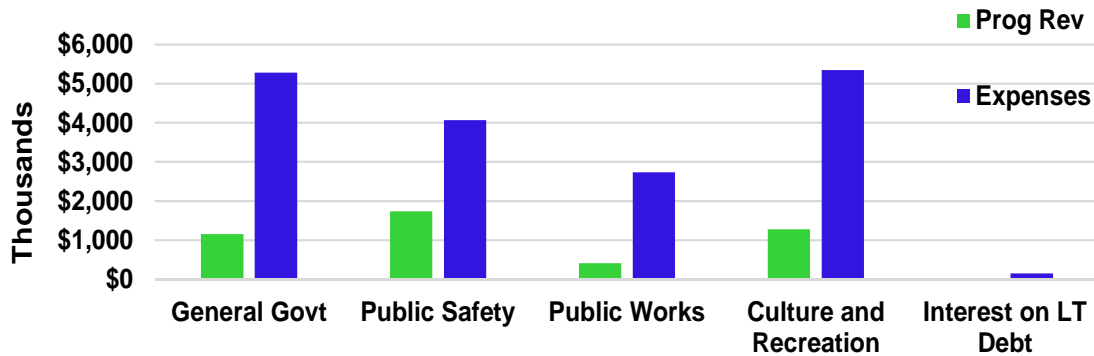
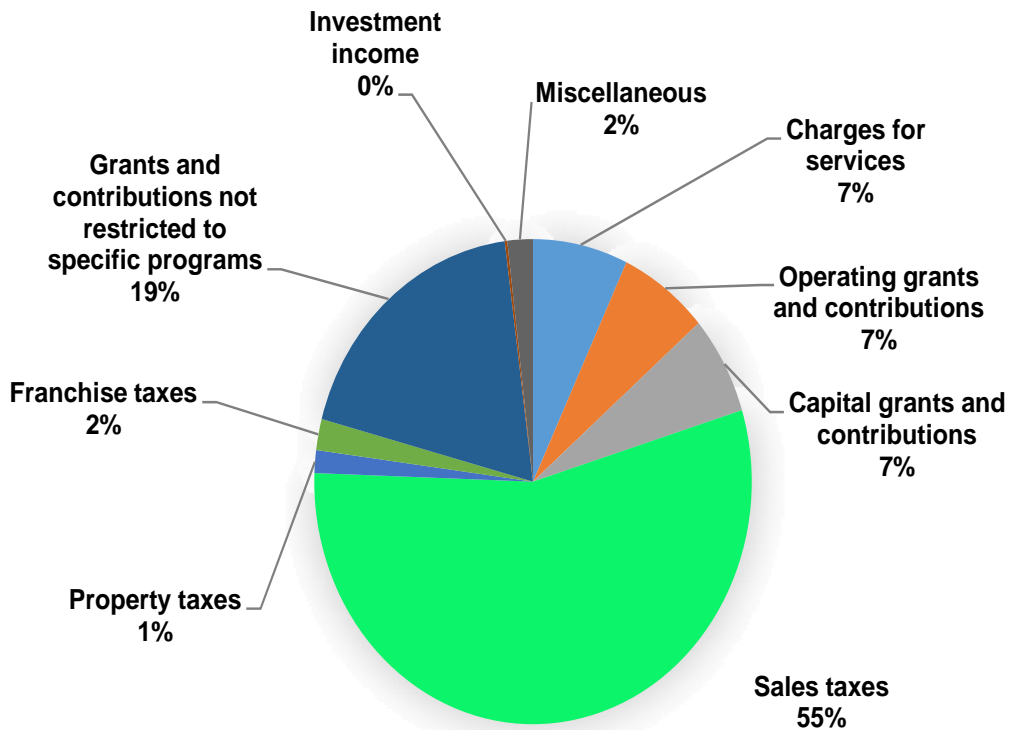


Chart 2: 2015 Revenues by Source - Governmental Activities



Business-type Activities

Net position in business-type activities increased \$1,788,399 in 2015. This \$1,788,399 increase was slightly less than the \$1,998,022 increase in net position in 2014.

Total business-type revenues increased \$533,966, or 3%, compared to 2014. Capital grants and contributions increased by \$1,275,659 mainly due to grant reimbursements for 2013 flood damage repair projects. Offsetting this was a decrease in miscellaneous income of \$1,443,296 primarily due to one-time collection of insurance proceeds for flood damage in 2014. Charges for services increased \$715,000 due to small rate changes and sales volume changes.

Expenses of business-type activities also realized a small increase of \$702,409, or 4% compared to 2014, mainly due to purchased power cost increases and small increases in other expenses.

Chart 3: 2015 Expenses and Program Revenues - Business-type Activities

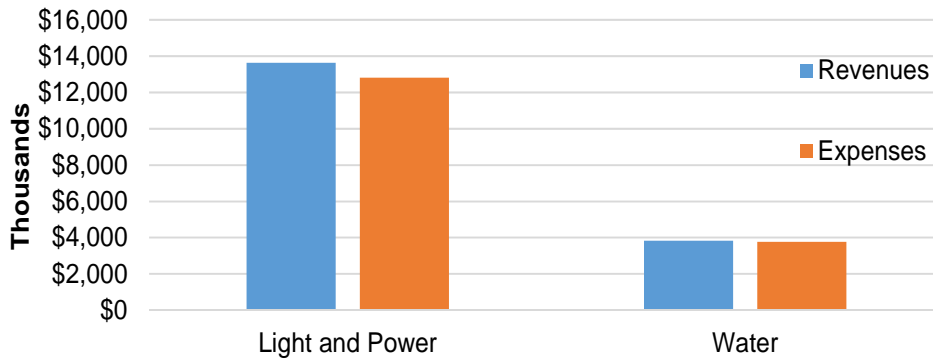
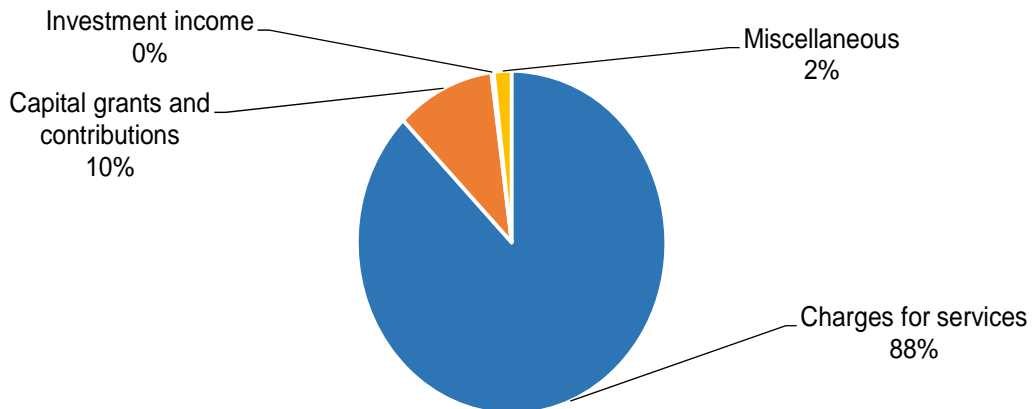


Chart 4: 2015 Revenue by Source - Business-type Activities



As can be seen from Charts 3 and 4, the city's Light and Power utility and Water utility account for the Town's business-type activities, representing 100% of total business-type activities expenses. Charges for services provide the largest share of revenues (88%).

The Light & Power and Water Funds transferred \$1,555,141 to Governmental Activities in 2015, specifically the General Fund.

There was no material change in the scope or magnitude of projects in business-type activities from 2014 to 2015, except for flood related items as noted elsewhere in this document. This includes restoration of electric and water to flood-affected areas. Costs for operations continue to be covered by revenues in accordance with policy. The utility funds are also subject to debt coverage requirements for their Light & Power revenue bond and Water loan.

Financial Analysis of the Town's Funds

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

Governmental Funds

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

As of the end of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$15,576,374, an increase of \$5,262,935 from 2014. Approximately 19% of this amount constitutes unrestricted, unassigned fund balance, which is available for spending at the Town's discretion. The remainder of fund balance is non-spendable, restricted or assigned to indicate that it is not available for new spending because it has already been committed to inventories, other prepaid expenses, specific governmental funds, capital improvements and emergencies.

The General Fund is the chief operating fund of the Town. At the end of the current fiscal year, unrestricted, unassigned fund balance of the General Fund was \$2,932,790 (\$4,299,183 in 2014). As a measure of the General Fund's liquidity, it may be useful to compare unrestricted, unassigned fund balance to total fund operating expenditures, including transfers out. The ratio for 2015 is 18%, a decrease from 2014's 20%. As discussed elsewhere in this document, the Governmental Funds, and particularly the General Fund, were dramatically affected by costs resulting from the 2014 Flood. Specifically, General Government expenditures continued to see increases resulting from efforts to mitigate and repair damage resulting from flooding in both commercial and residential districts, and from damage caused to road infrastructure leading in, out and through Town. Culture and recreation in the General Fund increased for 2015 due to the consolidation of the Community Services Fund into the General Fund at the end of 2014. When compared in total, the culture and recreation expenditures were up by \$187,361 due to increased operating costs of the Multipurpose Event Center.

The Community Reinvestment Fund (CRF) acts as the Town's capital account. 2015 funding came from transfers from the General Fund of \$830,000, intergovernmental revenues of \$13,700 and other income of \$11,260. Capital outlays decreased in 2015 as the Multipurpose Event Center was completed. The CRF also serviced \$518,632 in debt costs resulting from the Certificates of Participation on the Multi-purpose Event Center.

The Street Improvement Fund was created by the new 1% sales tax initiative approved in April 2014, which went into effect on July 1, 2014. Street Improvement fund balance increased by \$5,346,680 to a balance of \$6,928,078 at the end of 2015, partially due to the first full year of sales tax receipts which increased \$650,622. In addition, the Town received \$4.2 million in funding from the State of Colorado to assume maintenance of a section of Elkhorn Avenue. This funding is currently set aside in the Street Improvement Fund for future maintenance of this street.

The “other governmental funds” (Special Revenue Funds) are presented in the Combining and Individual Fund Financial Statements and Schedules section of the financial statements. These funds include the Conservation Trust, Open Space, Emergency Response, Community Recreation Center and Trails Expansion Funds. These latter 3 Funds were created by the new 1% Sales Tax initiative (April 2014 ballot) just like the Street Improvement Fund was, increasing sales tax from 4% to 5% on July 1, 2014. In aggregate, these “other governmental funds” reported \$1,932,709 in fund balances as of December 31, 2015, restricted for uses as described by the Fund names.

Proprietary funds

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

As of December 31, 2015, the unrestricted net position of the Light and Power Fund was \$8,139,932 and the Water Fund was \$3,193,765. The increase in net position for these two funds was \$484,147 and \$1,204,899, respectively. Despite the demands for repairs resulting from Flood-related damages over the last couple of years, particularly to Glen Haven and the Fish Creek corridor, Light & Power and Water both easily maintained their required bonded debt ratios (see statistical tables, Schedule 11). Other factors concerning the finances of these two funds have already been addressed in the discussion of the Town’s business-type activities.

General Fund Budgetary Highlights

The Town’s final budget differs from the original budget in that it contains carry-forward appropriations for various programs and projects and other supplemental appropriations approved during the fiscal year. The final budgeted 2015 appropriations for the General Fund, including transfers out, was \$6,197,833 greater than the original budget. The primary reasons for this difference are related to the following changes:

- \$368,139 increase in Community Services appropriations primarily due to rolling the remaining balances on the EDA grant forward into 2015. This increase was partially offset by increased grant revenues for 2015.
- \$5,098,814 increase in Streets appropriations for work on the remaining flood repairs, such as rebuilding of Fish Creek Road. Much of this was also offset by an increase in budgeted grant revenues as well.
- \$112,131 increase in Special Events appropriations for various operating items, such as \$17,837 increased cost of livestock feed, \$27,286 for bank service fees, and booking new entertainment acts for \$47,963.

Actual revenue and transfers in were \$4,357,713 less than final budgeted revenues and transfers in (\$20,440,088). The Town typically budgets for the full capital project, including all revenue and expenditures for the entire project, even if it is anticipated to extend beyond the budget year. As a result, several projects were in a state of mid-completion as of the end of 2015, with revenues and expenditures both falling significantly short of the budget projections, especially in the Streets operation. Backing out the large variance in intergovernmental revenues due to these grant projects, the remaining operational revenues increased. Much of this increase was due to the record year in sales tax (\$9,793,071) with \$540,886 received in excess of the revised budget.

Actual expenditures and transfers out were \$16,182,748, 28% less than the final budgeted appropriations. Much of this was due to budgeting for the entire grant projects at once, even those expected to overlap years in the Streets operations as noted above. The primary factors contributing to this favorable variance include:

- General Government actual expenditures were less than budgeted by \$115,067, partially due to savings on vacant personnel positions.
- Public Safety actual expenditures were less than budgeted by \$226,920, partially due to decreases in the protective inspection costs. General police costs were also down from the projected budget by \$133,506, again partially due to vacant personnel position savings.
- Related to the large grant projects as mentioned above for Streets, delays have resulted in much of the grant revenue and corresponding expenditures to be rolled forward into 2016 for some of the larger flood repair projects. This resulted in unused budget appropriations for the Streets operations of \$3,958,600.

The resulting ending actual fund balance for the General Fund of \$4,198,810 was \$216,569 greater than the Final Budget's ending fund balance.

At the end of the current fiscal year, unrestricted, unassigned fund balance for the General Fund was \$2,932,790 or 18% (20% in 2014) of general fund total expenditures; 20% if "transfers out" are excluded (24% in 2014).

Capital Asset and Debt Administration

Capital Assets

Governmental activities capital asset additions for 2015 were \$6,536,410; the net increase (after disposal/retirement of capital assets) was \$3,676,443. Some of the more significant capital purchases included:

- Flood repair costs (Fall River, Fish Creek – repairs and Master Plans) - \$1,670,392.
- Storm drainage work - \$215,821
- Parking structure design phase - \$237,888.
- Multipurpose Event Center/Stall Barn Complex - \$436,752.
- Vehicles - \$911,659.

Business-type capital assets being depreciated increased \$5,901,012, with a net increase (after disposal/retirement of capital assets) of \$3,232,597. Some of the more significant capital purchases in this area were:

- Electric infrastructure (transformers, street lights, overhead and underground distribution lines) - \$1,639,256
- Water infrastructure (distribution lines) - \$822,886
- Equipment (computer upgrades, water testing equipment) - \$417,044

Additional information can be found in notes to financial statements Note 5 – Capital Assets.

Debt Administration

The governmental activities are currently obligated on the 2013 Certificates of Participation to finance the Multipurpose Event Center Complex. Payments are approximately \$518,000/year paid out of the Community Reinvestment Fund. The remaining balance as of December 31, 2015 is \$5,325,000.

The business-type activities (utility funds) are currently obligated to one Light & Power revenue bond and one Water loan. The Light & Power bond, obtained in 2007 to finance construction and equipping of a new substation, matures in 2027 and has a remaining balance of \$4,235,000 as of December 31, 2015. The 2008 water loan was obtained to finance a membrane filter and to increase capacity at the Mary's Lake Treatment Plant. Maturing in 2028, there is a remaining balance of \$4,058,369 at the end of 2015.

The Town Light & Power fund maintains a rating from Standard & Poor's and Fitch of "AA-" on its outstanding revenue bonds. State statutes limit the amount of general obligation debt a government entity may issue to 3% of its total assessed valuation. The debt limitation for the Town as of December 31, 2015, is \$48,643,383 (see statistical section under Schedule 9).

Additional information on these loans can be found in Note 6 – Long-Term Debt of the notes to financial statements, and in the statistical section under Schedule 8.

Other Significant Matters

- The Town's Finance Director left in April 2016 to take a position in another community. The new Finance Director started June 13, 2016.
- The Town participates with the Colorado Association of Ski Towns (CAST) to share information regarding sales tax collections. The average increase for the 26 participating municipalities in 2015 was 8.3% (over 2014). The Colorado tourism economy appears to be in good health.
- The Town continues to aggressively seek grants to assist in creating and putting into service assets that enhance the lives of its citizens and the enjoyment of its visitor base. In 2016, the Town will continue to partner with the State and Federal Agencies to repair and replace flood-damaged resources in the Estes Park area.

Requests for Information

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

BASIC FINANCIAL STATEMENTS

TOWN OF ESTES PARK, COLORADO
STATEMENT OF NET POSITION
December 31, 2015

	Primary Government			Component
	Governmental Activities	Business-Type Activities	Total	Unit Marketing District
ASSETS				
Cash and investments	\$ 17,817,159	\$ 12,603,799	\$ 30,420,958	\$ 1,719,207
Restricted cash and investments	-	1,700,947	1,700,947	-
Accounts receivable	207,706	2,671,815	2,879,521	195,264
Taxes receivable	1,581,137	-	515	-
Intergovernmental receivable	2,098,961	802,484	2,901,445	-
Inventories	51,082	834,888	885,970	-
Prepaid expenses	52,162	6,643	515	-
Internal balances	(1,394,619)	1,394,619	-	-
Notes receivable	650,000	-	650,000	-
Capital assets, not being depreciated	6,502,802	3,094,770	9,597,572	-
Capital assets, net of accumulated depreciation	<u>41,596,173</u>	<u>34,374,191</u>	<u>75,970,364</u>	<u>-</u>
Total assets	<u>69,162,563</u>	<u>57,484,156</u>	<u>126,646,719</u>	<u>1,914,471</u>
DEFERRED OUTFLOWS OF RESOURCES				
Related to pension	<u>1,096,418</u>	<u>536,018</u>	<u>1,632,436</u>	<u>77,597</u>
Total deferred outflows of resources	<u>1,096,418</u>	<u>536,018</u>	<u>1,632,436</u>	<u>77,597</u>
LIABILITIES				
Accounts payable	748,319	1,340,158	2,088,477	190,993
Accrued liabilities	456,326	176,689	633,015	-
Accrued interest payable	10,783	82,651	93,434	-
Claims payable	72,683	-	72,683	-
Unearned revenue	208,261	334,160	542,421	-
Deposits	-	214,937	214,937	-
Noncurrent liabilities				
Net pension liability	4,567,174	3,736,779	8,303,953	541,140
Due within one year	1,108,293	716,799	1,825,092	-
Due in more than one year	<u>5,370,337</u>	<u>7,778,430</u>	<u>13,148,767</u>	<u>-</u>
Total liabilities	<u>12,542,176</u>	<u>14,380,603</u>	<u>26,922,779</u>	<u>732,133</u>
DEFERRED INFLOWS OF RESOURCES				
Related to pension	917	63,755	64,672	28,727
Property taxes	<u>336,062</u>	<u>-</u>	<u>336,062</u>	<u>-</u>
Total deferred inflows of resources	<u>336,979</u>	<u>63,755</u>	<u>400,734</u>	<u>28,727</u>
NET POSITION				
Net investment in capital assets	42,539,162	29,175,592	71,714,754	-
Restricted				
Parks and Open Space	521,670	-	521,670	-
Bond Reserves	-	421,908	421,908	-
Capital improvements	8,339,117	-	8,339,117	-
Operations and Maintenance Reserves	-	1,250,000	1,250,000	-
Emergencies	545,557	-	545,557	72,143
Unrestricted	<u>5,434,320</u>	<u>12,728,316</u>	<u>18,162,636</u>	<u>1,159,065</u>
Total net position	<u>\$ 57,379,826</u>	<u>\$ 43,575,816</u>	<u>\$ 100,955,642</u>	<u>\$ 1,231,208</u>

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

TOWN OF ESTES PARK, COLORADO
STATEMENT OF ACTIVITIES
Year Ended December 31, 2015

FUNCTIONS/PROGRAMS	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government				
Government activities				
General government	\$ 5,280,912	\$ 1,013,428	\$ 127,873	\$ 13,700
Public safety	4,063,117	57,676	206,750	1,473,874
Public works	2,736,985	-	410,000	-
Culture and recreation	5,342,804	518,606	755,558	-
Interest on long-term debt	147,226	-	-	-
Total government activities	<u>17,571,044</u>	<u>1,589,710</u>	<u>1,500,181</u>	<u>1,487,574</u>
Business-Type Activities				
Light and power	12,813,281	13,639,816	-	713,881
Water	3,776,050	3,822,059	-	1,335,911
Total business-type activities	<u>16,589,331</u>	<u>17,461,875</u>	<u>-</u>	<u>2,049,792</u>
Total primary government	<u>\$ 34,160,375</u>	<u>\$ 19,051,585</u>	<u>\$ 1,500,181</u>	<u>\$ 3,537,366</u>
Component Unit				
Local Marketing District	<u>\$ 2,199,891</u>	<u>\$ 456,520</u>	<u>\$ 35,805</u>	<u>\$ -</u>

Net (Expense) Revenue and Change in Net Position

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Marketing District
	\$ (4,125,911)	\$ -	\$ (4,125,911)	\$ -
	(2,324,817)	-	(2,324,817)	-
	(2,326,985)	-	(2,326,985)	-
	(4,068,640)	-	(4,068,640)	-
	(147,226)	-	(147,226)	-
	<u>(12,993,579)</u>	<u>-</u>	<u>(12,993,579)</u>	<u>-</u>
	-	1,540,416	1,540,416	-
	-	1,381,920	1,381,920	-
	<u>-</u>	<u>2,922,336</u>	<u>2,922,336</u>	<u>-</u>
	<u>(12,993,579)</u>	<u>2,922,336</u>	<u>(10,071,243)</u>	<u>-</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,707,566)</u>
General revenues				
Sales taxes	12,227,589	-	12,227,589	-
Property taxes	343,135	-	343,135	-
Franchise taxes	470,612	-	470,612	-
Use taxes	280,612	-	280,612	-
Lodging taxes	-	-	-	1,902,902
Grants and contributions not restricted to specific programs	4,246,467	-	4,246,467	39,403
Investment income	41,358	53,616	94,974	104
Miscellaneous	424,843	367,588	792,431	5,955
Transfers	<u>1,555,141</u>	<u>(1,555,141)</u>	<u>-</u>	<u>-</u>
Total general revenues and transfers	<u>19,589,757</u>	<u>(1,133,937)</u>	<u>18,455,820</u>	<u>1,948,364</u>
Change in net position	6,596,178	1,788,399	8,384,577	240,798
Net position, beginning (as restated)	<u>50,783,648</u>	<u>41,787,417</u>	<u>92,571,065</u>	<u>990,410</u>
Net position, ending	<u>\$ 57,379,826</u>	<u>\$ 43,575,816</u>	<u>\$ 100,955,642</u>	<u>\$ 1,231,208</u>

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

TOWN OF ESTES PARK, COLORADO
BALANCE SHEET - GOVERNMENTAL FUNDS
December 31, 2015

	<u>General</u>	<u>Community Reinvestment</u>	<u>Street Improvement</u>	<u>Other Governmental Funds</u>	<u>Total</u>
ASSETS					
Cash and investments	\$ 3,463,140	\$ 2,857,374	\$ 6,772,400	\$ 1,826,672	\$ 14,919,586
Accounts receivable	120,894	-	-	74,350	195,244
Intergovernmental receivable	1,875,471	-	-	203,595	2,079,066
Taxes receivable	1,418,957	-	162,180	-	1,581,137
Inventories	23,031	-	-	-	23,031
Prepaid items	18,641	-	-	-	18,641
Notes receivable	-	650,000	-	-	650,000
Total assets	<u>\$ 6,920,134</u>	<u>\$ 3,507,374</u>	<u>\$ 6,934,580</u>	<u>\$ 2,104,617</u>	<u>\$ 19,466,705</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ 352,003	\$ 286,204	\$ 6,502	\$ 84,862	\$ 729,571
Accrued liabilities	436,473	-	-	780	437,253
Unearned revenue	67,602	54,393	-	86,266	208,261
Total liabilities	<u>856,078</u>	<u>340,597</u>	<u>6,502</u>	<u>171,908</u>	<u>1,375,085</u>
DEFERRED INFLOWS OF RESOURCES					
Property taxes	336,062	-	-	-	336,062
Unavailable revenue	1,529,184	650,000	-	-	2,179,184
Total deferred inflows of resources	<u>1,865,246</u>	<u>650,000</u>	<u>-</u>	<u>-</u>	<u>2,515,246</u>
FUND BALANCES					
Nonspendable					
Inventories	23,031	-	-	-	23,031
Prepaid items	18,641	-	-	-	18,641
Restricted					
Parks and open space	-	-	-	521,670	521,670
Capital improvements	-	-	6,928,078	1,411,039	8,339,117
Emergencies	545,557	-	-	-	545,557
Assigned					
Capital improvements	-	2,516,777	-	-	2,516,777
Subsequent Year's Budget -					
Appropriation of Fund Balance	678,791	-	-	-	678,791
Unrestricted, unassigned	2,932,790	-	-	-	2,932,790
Total fund balance	<u>4,198,810</u>	<u>2,516,777</u>	<u>6,928,078</u>	<u>1,932,709</u>	<u>15,576,374</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 6,920,134</u>	<u>\$ 3,507,374</u>	<u>\$ 6,934,580</u>	<u>\$ 2,104,617</u>	<u>\$ 19,466,705</u>

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

TOWN OF ESTES PARK, COLORADO
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
December 31, 2015

Amounts reported to governmental activities in the Statement of Net Position are different because:			
Total fund balances of governmental funds	\$	15,576,374	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.			45,849,347
Deferred outflows of resources used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds			
Contributions subsequent to the measurement date	\$	407,458	
Change in proportionate share		441,281	
Change in earnings		<u>247,679</u>	<u>1,096,418</u>
Deferred inflows of resources used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds			
Change in experience			(917)
Long-term liabilities, including net pension liability, bond payable, accrued compensated absences, postemployment benefits, accrued interest and environmental remediation are not due and payable in the current year end and, therefore, are not reported in the funds			
Net pension liability		(4,567,174)	
Bonds payable		(5,325,000)	
Capital lease		(234,813)	
Compensated absences		(396,704)	
Postemployment benefits		(80,105)	
Environmental remediation		(410,712)	
Accrued interest		<u>(10,783)</u>	<u>(11,025,291)</u>
Other long-term assets are not available to pay current expenditures and, therefore, are deferred inflows of resources in the funds.			2,179,184
Internal service funds are used by management to charge the costs of fleet maintenance, vehicle replacement and information technology to individual funds. A portion of the assets and liabilities of the internal service funds in included in governmental activities in the statement of net position.			<u>3,704,711</u>
Total net position of governmental activities	\$		<u><u>57,379,826</u></u>

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

TOWN OF ESTES PARK, COLORADO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year Ended December 31, 2015

	<u>General</u>	<u>Community Reinvestment</u>	<u>Street Improvement</u>	<u>Other Governmental Funds</u>	<u>Total</u>
REVENUES					
Taxes	\$ 10,887,430	\$ -	\$ 1,460,711	\$ 973,807	\$ 13,321,948
Licenses and permits	581,401	-	-	-	581,401
Intergovernmental	1,705,395	13,700	4,190,540	755,558	6,665,193
Charges for services	665,719	-	-	-	665,719
Fines and forfeitures	57,676	-	-	-	57,676
Rental income	284,914	-	-	-	284,914
Investment income (loss)	8,589	10,940	8,923	3,119	31,571
Miscellaneous	306,110	320	-	680	307,110
Total revenues	<u>14,497,234</u>	<u>24,960</u>	<u>5,660,174</u>	<u>1,733,164</u>	<u>21,915,532</u>
EXPENDITURES					
Current					
General government	4,452,444	-	-	-	4,452,444
Public safety	3,991,990	-	-	-	3,991,990
Public works	2,357,514	-	498,650	51,745	2,907,909
Culture and recreation	4,046,258	-	-	355,791	4,402,049
Community reinvestment	-	329,556	-	-	329,556
Capital outlay	6,008	921,957	249,844	363,815	1,541,624
Debt service					
Principal	54,171	380,000	-	-	434,171
Interest	9,363	138,632	-	-	147,995
Total expenditures	<u>14,917,748</u>	<u>1,770,145</u>	<u>748,494</u>	<u>771,351</u>	<u>18,207,738</u>
REVENUES OVER (UNDER) EXPENDITURES					
	<u>(420,514)</u>	<u>(1,745,185)</u>	<u>4,911,680</u>	<u>961,813</u>	<u>3,707,794</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	1,585,141	830,000	435,000	-	2,850,141
Transfers out	(1,265,000)	-	-	(30,000)	(1,295,000)
Total other financing sources (uses)	<u>320,141</u>	<u>830,000</u>	<u>435,000</u>	<u>(30,000)</u>	<u>1,555,141</u>
NET CHANGES IN FUND BALANCES	<u>(100,373)</u>	<u>(915,185)</u>	<u>5,346,680</u>	<u>931,813</u>	<u>5,262,935</u>
FUND BALANCES, Beginning	<u>4,299,183</u>	<u>3,431,962</u>	<u>1,581,398</u>	<u>1,000,896</u>	<u>10,313,439</u>
FUND BALANCES, Ending	<u>\$ 4,198,810</u>	<u>\$ 2,516,777</u>	<u>\$ 6,928,078</u>	<u>\$ 1,932,709</u>	<u>\$ 15,576,374</u>

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

TOWN OF ESTES PARK, COLORADO
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
Year Ended December 31, 2015

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

Net change in fund balances of governmental funds	\$	5,262,935
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Capital outlays to purchase or construct capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are capitalized in the statement of net position and are allocated over their estimated useful lives as annual depreciation expense in the statement of activities. This is the amount by which depreciation expense and loss on disposal exceed capital outlay in the current year.

Capital outlay	\$	2,625,637	
Depreciation expense		(1,938,271)	
Loss on disposal of capital assets		(401,875)	

The effect of various transactions involving capital assets (i.e. donations) is to increase (decrease) net position

Donation		550,000	835,491
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Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Capital lease		(288,984)	
Change in environmental remediation		43,128	
Change in accrued interest		770	
Principal payments		434,171	
Accrued compensated absences		14,964	
Increase in Post Employment Benefits		(31,450)	172,599

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in government funds.

568,726

Some items reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported in the governmental funds. The (increases) decreases in these activities consist of:

Pension expense		(828,697)	
Employer contribution		407,458	(421,239)

Internal service funds are used by management to charge the costs of fleet maintenance, vehicle replacement and information technology to individual funds. A portion of the net revenues of the internal service funds is reported with governmental activities in the statement of activities.

177,666

Change in net position of governmental activities

\$ 6,596,178

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

TOWN OF ESTES PARK, COLORADO
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
December 31, 2015

	Business-Type Activities			Governmental Activities
	Light and Power	Water	Total	Internal Service
ASSETS				
Current assets				
Cash and investments	\$ 8,393,585	\$ 4,210,214	\$ 12,603,799	\$ 2,897,573
Restricted cash and investments	450,947	1,250,000	1,700,947	-
Accounts receivable, net	2,227,156	444,659	2,671,815	12,462
Intergovernmental receivable	485,197	317,287	802,484	19,895
Inventories	693,964	140,924	834,888	28,051
Prepaid expenses	3,995	2,648	6,643	33,521
Total current assets	<u>12,254,844</u>	<u>6,365,732</u>	<u>18,620,576</u>	<u>2,991,502</u>
Noncurrent assets				
Capital assets, not being depreciated	338,187	2,756,583	3,094,770	-
Capital assets, net of accumulated depreciation	15,854,020	18,520,171	34,374,191	2,249,628
Total noncurrent assets	<u>16,192,207</u>	<u>21,276,754</u>	<u>37,468,961</u>	<u>2,249,628</u>
Total assets	<u>28,447,051</u>	<u>27,642,486</u>	<u>56,089,537</u>	<u>5,241,130</u>
Deferred Outflows of Resources				
Related to pension	333,522	202,496	536,018	-
Total deferred outflows of resources	<u>333,522</u>	<u>202,496</u>	<u>536,018</u>	<u>-</u>
LIABILITIES				
Current liabilities				
Accounts payable	1,182,671	157,487	1,340,158	18,748
Accrued liabilities	137,053	39,636	176,689	19,073
Accrued interest payable	29,039	53,612	82,651	-
Claims payable	-	-	-	72,683
Unearned revenue	320	333,840	334,160	-
Deposits	188,645	26,292	214,937	-
Compensated absences payable, current portion	110,339	43,334	153,673	23,300
Loans payable, current portion	-	278,126	278,126	-
Revenue bonds payable, current portion	285,000	-	285,000	-
Total current liabilities	<u>1,933,067</u>	<u>932,327</u>	<u>2,865,394</u>	<u>133,804</u>
Noncurrent liabilities				
Compensated absences payable	3,316	44,871	48,187	7,996
Net pension liability	2,325,107	1,411,672	3,736,779	-
Loans payable	-	3,780,243	3,780,243	-
Revenue bonds payable	3,950,000	-	3,950,000	-
Total noncurrent liabilities	<u>6,278,423</u>	<u>5,236,786</u>	<u>11,515,209</u>	<u>7,996</u>
Total liabilities	<u>8,211,490</u>	<u>6,169,113</u>	<u>14,380,603</u>	<u>141,800</u>
Deferred Inflows of Resources				
Related to pension	50,036	13,719	63,755	-
Total deferred inflows of resources	<u>50,036</u>	<u>13,719</u>	<u>63,755</u>	<u>-</u>
NET POSITION				
Net investment in capital assets	11,957,207	17,218,385	29,175,592	2,249,628
Restricted				
Bond Reserves	421,908	-	421,908	-
Operations and Maintenance	-	1,250,000	1,250,000	-
Unrestricted	8,139,932	3,193,765	11,333,697	2,849,702
Total net position	<u>\$ 20,519,047</u>	<u>\$ 21,662,150</u>	<u>42,181,197</u>	<u>\$ 5,099,330</u>

Amounts reported in business-type activities in the Statement of Net Position are different because:

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

	1,394,619
Total net position of business-type activities	\$ 43,575,816

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

TOWN OF ESTES PARK, COLORADO
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
Year Ended December 31, 2015

	<u>Business-Type Activities</u>			<u>Governmental</u>
	<u>Light and</u>			<u>Internal</u>
	<u>Power</u>	<u>Water</u>	<u>Total</u>	<u>Service</u>
OPERATING REVENUES				
Charges for services	\$ 13,639,816	\$ 3,822,059	\$ 17,461,875	\$ 3,239,263
Miscellaneous	326,036	41,552	367,588	117,733
Total operating revenues	<u>13,965,852</u>	<u>3,863,611</u>	<u>17,829,463</u>	<u>3,356,996</u>
OPERATING EXPENSES				
Source of supply	6,788,544	146,681	6,935,225	-
Purification	-	756,598	756,598	-
Distribution	2,307,800	1,240,569	3,548,369	-
Customer accounts	397,055	229,371	626,426	-
Administration and general	2,465,167	607,488	3,072,655	857,346
Depreciation and amortization	748,564	687,634	1,436,198	419,945
Medical expenses	-	-	-	1,812,776
Total operating expenses	<u>12,707,130</u>	<u>3,668,341</u>	<u>16,375,471</u>	<u>3,090,067</u>
Operating income	<u>1,258,722</u>	<u>195,270</u>	<u>1,453,992</u>	<u>266,929</u>
NONOPERATING REVENUES (EXPENSES)				
Intergovernmental	713,881	587,539	1,301,420	303
Investment income	41,359	12,257	53,616	9,787
Interest expense	(172,986)	(130,868)	(303,854)	-
Loss on sale of assets	(4,945)	(4,414)	(9,359)	-
Total nonoperating revenues	<u>577,309</u>	<u>464,514</u>	<u>1,041,823</u>	<u>10,090</u>
Net income before capital contributions and transfers	<u>1,836,031</u>	<u>659,784</u>	<u>2,495,815</u>	<u>277,019</u>
CAPITAL CONTRIBUTIONS AND TRANSFERS				
Tap fees	-	748,372	748,372	-
Transfers out	(1,351,884)	(203,257)	(1,555,141)	-
Change in net position	484,147	1,204,899	1,689,046	277,019
NET POSITION, Beginning (as restated)	<u>20,034,900</u>	<u>20,457,251</u>	<u>40,492,151</u>	<u>4,822,311</u>
NET POSITION, Ending	<u>\$ 20,519,047</u>	<u>\$ 21,662,150</u>	<u>\$ 42,181,197</u>	<u>\$ 5,099,330</u>

Amounts Reported in Business-Type Activities in the Statement of Activities are Different Because:

Change in net position of proprietary funds	\$ 1,689,046
Internal service funds are used by management to charge the costs of fleet maintenance, vehicle replacement and information technology to individual funds. A portion of the net revenues of the internal services funds is included in business-type activities in the statement of activities	<u>99,353</u>
Change in net position of business-type activities	<u>\$ 1,788,399</u>

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

TOWN OF ESTES PARK, COLORADO
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year Ended December 31, 2015

	Business-Type Activities			Governmental Activities
	Light and Power	Water	Total	Internal Service
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received from customers	\$ 13,510,096	\$ 3,900,356	\$ 17,410,452	\$ 3,237,193
Cash received from other sources	320,441	41,552	361,993	117,733
Cash paid to suppliers	(9,717,723)	(1,609,445)	(11,327,168)	(267,080)
Cash paid to employees	(2,256,564)	(1,363,196)	(3,619,760)	(2,468,770)
Net cash provided by operating activities	<u>1,856,250</u>	<u>969,267</u>	<u>2,825,517</u>	<u>619,076</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers to other funds	(1,351,884)	(203,257)	(1,555,141)	-
Grants received	526,300	476,450	1,002,750	1,977
Net cash provided by (used by) noncapital financing activities	<u>(825,584)</u>	<u>273,193</u>	<u>(552,391)</u>	<u>1,977</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Construction and acquisition of capital assets	(2,069,886)	(1,234,080)	(3,303,966)	(978,343)
Debt principal paid	(275,000)	(272,450)	(547,450)	-
Debt interest and fees paid	(174,906)	(132,439)	(307,345)	-
Tap fees received	-	748,372	748,372	-
Net cash used by capital and related financing activities	<u>(2,519,792)</u>	<u>(890,597)</u>	<u>(3,410,389)</u>	<u>(978,343)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	41,359	12,257	53,616	9,787
Net cash provided by investing activities	<u>41,359</u>	<u>12,257</u>	<u>53,616</u>	<u>9,787</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	(1,447,767)	364,120	(1,083,647)	(347,503)
CASH AND CASH EQUIVALENTS, Beginning	<u>10,292,299</u>	<u>5,096,094</u>	<u>15,388,393</u>	<u>3,245,076</u>
CASH AND CASH EQUIVALENTS, Ending	<u>\$ 8,844,532</u>	<u>\$ 5,460,214</u>	<u>\$ 14,304,746</u>	<u>\$ 2,897,573</u>
Reconciliation of operating income to net cash provided by operating activities				
Operating income	\$ 1,258,722	\$ 195,270	\$ 1,453,992	\$ 266,929
Adjustments to reconcile operating activities				
Depreciation	748,564	687,634	1,436,198	419,945
Changes in assets and liabilities				
Accounts receivable	(129,720)	(46,835)	(176,555)	(2,070)
Inventories	(14,298)	(28,202)	(42,500)	(1,593)
Prepaid expenses	21,423	(1,609)	19,814	(27,821)
Accounts payable	(44,323)	23,731	(20,592)	(47,087)
Accrued liabilities	14,669	5,895	20,564	2,698
Unearned revenues	-	108,840	108,840	-
Claims payable	-	-	-	8,075
Deposits	(5,595)	16,292	10,697	-
Compensated absences payable	6,808	8,251	15,059	-
Total adjustments	<u>597,528</u>	<u>773,997</u>	<u>1,371,525</u>	<u>352,147</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 1,856,250</u>	<u>\$ 969,267</u>	<u>\$ 2,825,517</u>	<u>\$ 619,076</u>

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

TOWN OF ESTES PARK, COLORADO
STATEMENT OF FIDUCIARY NET POSITION
December 31, 2015

	<u>Agency</u>
ASSETS	
Cash and investments	\$ 459,993
Total assets	<u>459,993</u>
LIABILITIES	
Held for others	<u>459,993</u>
Total liabilities	<u>\$ 459,993</u>

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

TOWN OF ESTES PARK, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

Reporting Entity

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

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

The Estes Park Local Marketing District (Visit Estes Park) was established by election in November 2008, to assist with the marketing of businesses and activities in the Marketing District's boundaries, which include the Town and the surrounding area. The election allowed Visit Estes Park to assess a 2% marketing and promotion tax on all lodging establishments in the District. Visit Estes Park has a separate Board of Directors with seven members appointed by the Town and Larimer County. Although Visit Estes Park is legally separate from the Town, the financial statements are reported in the Town's reporting entity because Visit Estes Park provides services almost exclusively to the Town, the Town's Board of Trustees approves the Visit Estes Park's budget, and the Town appoints five members of the Board of Directors. Visit Estes Park does not issue separate financial statements and is discretely presented in the Town's financial statements. Fund financial statements are not presented because no differences exist using the modified accrual basis of accounting.

The Estes Park Building Authority (the Building Authority) was formed to provide financing improvements to the Town-owned golf course. The Estes Valley Recreation and Park District operates the course under a management agreement. The Town Board of Trustees appoints the Directors of the Building Authority. The Building Authority had no financial activity for the year ended December 31, 2015.

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

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

TOWN OF ESTES PARK, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government-wide and Fund Financial Statements

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

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

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the Town's government-wide financial statements. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

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

Measurement Focus, Basis of Accounting and Financial Statement Presentation

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

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

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

TOWN OF ESTES PARK, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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

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

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 *Community Reinvestment Fund* accounts for general capital improvements of the Town, including the acquisition, construction, improvement, and maintenance of capital assets. These expenditures are financed by General Fund transfers, intergovernmental grants and certificates of participation which were issued in 2013.

The *Street Improvement Fund* was created April 2015 by vote of the Board of Trustees and accounts for the construction, repair, replacement, rehabilitation and renovations of streets within the Town of Estes Park.

The Town reports the following major proprietary funds:

The *Light and Power Fund* accounts for the financial activities associated with the provision of electric services.

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

Additionally, the Town reports the following fund types:

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

The *Agency Fund* is used to account for resources collected to assist with a feasibility study and construction of a future performing arts facility. The Town holds all resources in a purely custodial capacity.

Assets, Liabilities and Net Position/Fund Balances

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

TOWN OF ESTES PARK, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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

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

Capital Assets – Capital assets, which include land, buildings, equipment, and all infrastructure owned by the Town, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and the proprietary funds in the fund financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

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

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

Deferred Outflows of Resources – In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. A deferred outflow of resources is a consumption of net position by the Town that is applicable to a future reporting period. The Town has one item that qualifies as a deferred outflow of resources related to the implementation of GASB Statement No. 68 and 71. See Note 9 for additional information.

Unearned Revenues – Unearned revenues arise when resources are received by the Town before it has a legal claim to them or when assets are not available as current financial resources in the governmental funds. In addition, the Town recognizes unearned revenue related to water rates established to support estimated incremental expenses of future scheduled maintenance costs of the Water Fund, consistent with the regulatory provisions of GASB Statement No. 62. At December 31, 2015 the Town reported unearned revenue of \$334,160.

TOWN OF ESTES PARK, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Deferred Inflows of Resources – In addition to liabilities, the statement of net position will sometimes report separate sections for deferred inflows of resources. A deferred inflow of resources is an acquisition of net position by the Town that is applicable to a future reporting period. The Town has three items that qualify for reporting as deferred inflows of resources. Property tax revenue is considered a deferred inflow of resources in the year the taxes are levied and measurable, and are recognized as an inflow of resources in the period they are collected. The second type of deferred inflow of resources occurs because governmental fund revenues are not recognized until available (collected not later than 60 days after the end of the Town's year) under the modified accrual basis of accounting. The Town recorded \$2,179,184 of deferred inflows of resources related to unavailable revenue as of December 31, 2015. Finally, a deferred inflow of resources related to the implementation of GASB Statement No. 68 has been recorded as of December 31, 2015. See Note 9 for additional information.

Deposits – Deposits reported in the General Fund represent customer payments for specific public improvements. The Light and Power Fund reports deposits received from customers for the construction of electric service facilities at their locations. These deposits are refunded to the customers by reducing their annual electric charges by 20% each year, for the lesser of five years or until the entire deposit has been refunded.

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

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

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

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

As of December 31, 2015, the Town reported the following restrictions in the statement of net position: 1) \$521,670 restricted for parks and open space and \$545,557 restricted for emergencies (see Note 12) reported under governmental activities; and 2) \$421,908 restricted for bond reserves and \$1,250,000 restricted for operations and maintenance reserves reported under business-type activities. Restricted net position is a result of externally imposed restrictions.

TOWN OF ESTES PARK, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property Taxes

Property taxes attach as an enforceable lien on property on January 1, are levied the following December, and collected in the subsequent year. Taxes are payable in full on April 30 or in two installments on February 28 and June 15. The Larimer County Treasurer's Office collects property taxes and remits to the Town on a monthly basis. Since property tax revenues are collected in arrears during the succeeding year, a receivable and corresponding deferred inflow of resources are reported at year-end.

Contraband Forfeitures

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

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgets and Budgetary Accounting

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

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

For the year ended December 31, 2015, the Town expended \$55,076 in excess of the amount budgeted for the Town's Street Improvement Fund. This may be a violation of Colorado budget law.

TOWN OF ESTES PARK, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 3 - CASH AND INVESTMENTS

A summary of cash and investments at December 31, 2015, follows:

Petty cash	\$ 1,700
Bank deposits	2,444,953
Investments	<u>31,854,452</u>
Total	<u>\$ 34,301,105</u>

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

Primary government	\$ 32,121,905
Agency fund	459,993
Component unit	<u>1,719,207</u>
Total	<u>\$ 34,301,105</u>

Bank Deposits

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 for all the uninsured public deposits as a group is to be maintained by another institution or held in trust. The fair value of the collateral must be at least equal to the aggregate uninsured deposits. At December 31, 2015, the Town and the Marketing District reported bank deposits with a carrying value of \$725,746 and \$1,719,207, respectively.

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

Investments

The Town is required to comply with State statutes which specify investment instruments meeting defined rating, maturity, and concentration risk criteria in which local governments may invest, which include the following. State statutes do not address custodial risk. The Town's investment policy follows State statutes. State statutes do not apply to public funds held or invested as part of any pension plan.

- 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
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts
- Local government investment pools

TOWN OF ESTES PARK, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 3 - CASH AND INVESTMENTS (CONTINUED)

At December 31, 2015, the Town had the following investments:

<u>Investment Type</u>	<u>S&P Rating</u>	<u>Less than 1 Year</u>	<u>1 - 5 Years</u>	<u>Fair Value</u>
Local Government Investment Pools	AAAm	\$ 18,069,761	\$ -	\$ 18,069,761
Corporate Bonds	AA-	501,295	500,615	1,001,910
U.S. Treasury Securities	n/a	4,770,509	1,206,941	5,977,450
Federal Farm Credit Bank	AA+	-	3,637,695	3,637,695
Federal Home Loan Mortgage Corp.	AA+	-	1,615,656	1,615,656
Federal Home Loan Bank	AA+	-	1,551,980	1,551,980
		<u>\$ 23,341,565</u>	<u>\$ 8,512,887</u>	<u>\$ 31,854,452</u>

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

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

Concentration of Credit Risk – State statutes do not limit the amount the Town may invest in one issuer. At December 31, 2015, the Town’s investment in the Federal Farm Credit Bank and the Federal Home Loan Mortgage Corporation were 11.3% and 5.0%, respectively, of the Town’s total investments.

Local Government Investment Pools – At December 31, 2015, the Town had \$1,002,394 and \$17,067,367 invested in the Colorado Surplus Asset Fund Trust (CSAFE) and the Colorado Local Government Liquid Asset Trust (ColoTrust), respectively, investment vehicles established by State statute for local government entities in Colorado to pool surplus funds. The Colorado Division of Securities administers and enforces the requirements of creating and operating the Pools. The Pools operate in conformity with the Securities and Exchange Commission’s Rule 2a-7 as promulgated under the Investment Company Act of 1940, as amended. The Pools are rated AAAm by Standard & Poor’s. Investments of the Pools are limited to those allowed by State statutes. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodian’s internal records identify the investments owned by the participating governments.

TOWN OF ESTES PARK, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 4 - NOTES RECEIVABLE

During 2014, the Town entered into an agreement for the sale of Lot 4, Plot of Lots 3 through 9, of the Stanley Historic District Subdivision to Grant Heritage Hotel Company. The Town entered into a promissory note with Grant Heritage Hotel Company by which the Grand Heritage Hotel Company is to pay the amount of \$650,000, due and payable two years after closing with default interest of 8%. \$325,000 of the promissory note will be waived by the Town if the Park Hospital District is issued a building permit by the Town for construction of the EPMC/Anschutz Wellness Training Center within two years of closing on a specific portion of Lot 4, to be leased to the Park Hotel District. As of December 31, 2015, \$650,000 is recorded as a Note Receivable in the Community Reinvestment Fund. Subsequent to December 31, 2015, the Town received payment in the amount of \$650,000 on April 1, 2016.

NOTE 5 - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2015 is summarized below:

	Balance at December 31, 2014	Additions	Reductions	Balance at December 31, 2015
Governmental activities				
Capital assets not being depreciated				
Land held for preservation	\$ 4,913,297	\$ -	\$ 400,000	\$ 4,513,297
Construction in process	<u>1,715,977</u>	<u>2,655,958</u>	<u>2,382,430</u>	<u>1,989,505</u>
Total capital assets not being depreciated	<u>6,629,274</u>	<u>2,655,958</u>	<u>2,782,430</u>	<u>6,502,802</u>
Capital assets being depreciated				
Buildings	22,501,171	436,752	-	22,937,923
Infrastructure	104,506,514	2,440,216	-	106,946,730
Machinery and equipment	<u>6,999,819</u>	<u>1,003,484</u>	<u>77,537</u>	<u>7,925,766</u>
Total capital assets being depreciated	<u>134,007,504</u>	<u>3,880,452</u>	<u>77,537</u>	<u>137,810,419</u>
Less accumulated depreciation for:				
Buildings	(8,238,216)	(624,051)	-	(8,862,267)
Infrastructure	(82,147,189)	(1,191,817)	-	(83,339,006)
Machinery and equipment	<u>(3,546,287)</u>	<u>(542,348)</u>	<u>(75,662)</u>	<u>(4,012,973)</u>
Total accumulated depreciation	<u>(93,931,692)</u>	<u>(2,358,216)</u>	<u>(75,662)</u>	<u>(96,214,246)</u>
Total capital assets, being depreciated, net	<u>40,075,812</u>	<u>1,522,236</u>	<u>1,875</u>	<u>41,596,173</u>
Governmental activities capital assets, net	<u>\$ 46,705,086</u>	<u>\$ 4,178,194</u>	<u>\$ 2,784,305</u>	<u>\$ 48,098,975</u>

TOWN OF ESTES PARK, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 5 - CAPITAL ASSETS (CONTINUED)

	<u>Balance at December 31, 2014</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance at December 31, 2015</u>
Business-type activities				
Capital assets not being depreciated				
Land and easements	\$ 2,984,072	\$ -	\$ -	\$ 2,984,072
Construction in progress	8,142	2,701,411	2,598,855	110,698
	<u>2,992,214</u>	<u>2,701,411</u>	<u>2,598,855</u>	<u>3,094,770</u>
Total capital assets not being depreciated				
Capital assets being depreciated				
Buildings	9,967,533	91,941	-	10,059,474
Infrastructure	30,725,701	2,607,298	42,100	33,290,899
Machinery and equipment	15,083,727	500,362	27,460	15,556,629
	<u>55,776,961</u>	<u>3,199,601</u>	<u>69,560</u>	<u>58,907,002</u>
Total capital assets being depreciated				
Less accumulated depreciation for:				
Buildings	(2,843,799)	(278,908)	-	(3,122,707)
Infrastructure	(12,402,046)	(698,406)	(42,100)	(13,058,352)
Machinery and equipment	(7,910,969)	(458,884)	(18,101)	(8,351,752)
	<u>(23,156,814)</u>	<u>(1,436,198)</u>	<u>(60,201)</u>	<u>(24,532,811)</u>
Total accumulated depreciation				
Total capital assets, being depreciated, net	<u>32,620,147</u>	<u>1,763,403</u>	<u>9,359</u>	<u>34,374,191</u>
Business-type activities capital assets, net	<u>\$ 35,612,361</u>	<u>\$ 4,464,814</u>	<u>\$ 2,608,214</u>	<u>\$ 37,468,961</u>

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

Governmental Activities	
General Government	\$ 1,141,770
Public Safety	57,199
Public Works	496,497
Culture and Recreation	662,750
	<u>\$ 2,358,216</u>
Business-type Activities	
Light and Power	\$ 748,564
Water	687,634
	<u>\$ 1,436,198</u>

TOWN OF ESTES PARK, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 6 - LONG-TERM DEBT

Governmental Activities

Following is a summary of long-term debt transactions for the governmental activities for the year ended December 31, 2015:

	Balance at December 31, 2014	Additions	Reductions	Balance at December 31, 2015	Due Within One Year
Certificates of participation	\$ 5,705,000	\$ -	\$ 380,000	\$ 5,325,000	\$ 380,000
Compensated absences	442,964	379,566	394,530	428,000	261,655
Postemployment benefits	48,655	57,840	26,390	80,105	-
Environmental remediation	453,840	348,806	391,934	410,712	410,712
Capital lease	-	288,984	54,171	234,813	55,926
	<u>\$ 6,650,459</u>	<u>\$ 1,075,196</u>	<u>\$ 1,247,025</u>	<u>\$ 6,478,630</u>	<u>\$ 1,108,293</u>

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

Business-type Activities

Following is a summary of long-term debt transactions for the business-type activities for the year ended December 31, 2015:

	Balance at December 31, 2014	Additions	Reductions	Balance at December 31, 2015	Due Within One Year
2007 Light and Power Bonds	\$ 4,510,000	\$ -	\$ 275,000	\$ 4,235,000	\$ 285,000
2008A Water Loan	4,330,819	-	272,450	4,058,369	278,126
Compensated absences	186,801	232,709	217,650	201,860	153,673
	<u>\$ 9,027,620</u>	<u>\$ 232,709</u>	<u>\$ 765,100</u>	<u>\$ 8,495,229</u>	<u>\$ 716,799</u>

2007 Light and Power Revenue Bonds were issued to finance the construction and equipping of a new substation and to rebuild certain distribution lines and make other improvements to the Town's light and power facilities. Principal payments are due annually on November 1 through 2027. Interest payments are due semi-annually on May 1 and November 1. Interest accrues at 3.875% per annum.

All income derived from the operations of the light and power facilities after deduction of operating and maintenance costs must be sufficient to pay 125% of combined annual debt service requirements. During the year ended December 31, 2015, net revenues of \$2,048,465 were available to pay 125% of annual debt service of \$562,203.

TOWN OF ESTES PARK, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 6 - LONG-TERM DEBT (CONTINUED)

Annual debt service requirements for the outstanding bonds at December 31, 2015, are as follows:

Year Ended December 31, 2015	Principal	Interest	Total
2016	\$ 285,000	\$ 164,106	\$ 449,106
2017	295,000	153,063	448,063
2018	305,000	141,631	446,631
2019	320,000	129,813	449,813
2020	330,000	117,413	447,413
2021-2025	1,855,000	384,788	2,239,788
2026-2027	845,000	49,406	894,406
Total	<u>\$ 4,235,000</u>	<u>\$ 1,140,220</u>	<u>\$ 5,375,220</u>

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

All income derived from the operations of the water facilities must be sufficient to pay; a) all Operating Expenses during the fiscal year; and b) 110% of the debt service dues during the fiscal year. During the year ended December 31, 2015, revenues of \$5,207,367 were available to pay 110% of annual debt service of \$445,379 and Operating Expenses of \$2,980,707.

Annual debt service requirements for the outstanding loans at December 31, 2015, are as follows:

Year Ended December 31, 2015	Principal	Interest	Total
2016	\$ 278,126	\$ 128,668	\$ 406,794
2017	278,126	125,027	403,153
2018	283,802	120,357	404,159
2019	289,478	115,790	405,268
2020	295,154	111,352	406,506
2021-2025	1,538,209	467,624	2,005,833
2026-2028	1,095,474	112,147	1,207,621
Total	<u>\$ 4,058,369</u>	<u>\$ 1,180,965</u>	<u>\$ 5,239,334</u>

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

TOWN OF ESTES PARK, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 6 - LONG-TERM DEBT (CONTINUED)

Year Ended December 31, 2015	Principal*	Interest	Total
2016	\$ 380,000	\$ 129,884	\$ 509,884
2017	390,000	120,650	510,650
2018	405,000	111,173	516,173
2019	415,000	101,331	516,331
2020	425,000	91,247	516,247
2021-2025	2,315,000	295,124	2,610,124
2026-2027	1,015,000	37,180	1,052,180
Total	<u>\$ 5,345,000</u>	<u>\$ 886,589</u>	<u>\$ 6,231,589</u>

*Outstanding principal is different from rollforward table due to the Town paying \$10,000 in excess of debt service schedule during fiscal years 2014 and 2015.

On December 2, 2013, the Town entered into a capital lease obligation in the amount of \$288,984 for the lease of radio equipment. The Town recorded an addition to capital assets and capital lease proceeds in fiscal year 2014. The capital lease was not recorded as an addition to long-term debt in fiscal year 2014 and as a result, is shown as an addition in 2015. The lease requires annual principal and interest payments of \$63,563 with interest at 3.24%. The final payment is due in 2019. The gross carrying amount of the assets was \$288,984 with a current year depreciation amount and accumulated depreciation amount of \$17,339 as of December 31, 2015.

Year Ended December 31, 2015	Principal	Interest	Total
2016	\$ 55,926	\$ 7,608	\$ 63,534
2017	57,738	5,796	63,534
2018	59,609	3,925	63,534
2019	61,540	1,994	63,534
	<u>\$ 234,813</u>	<u>\$ 19,323</u>	<u>\$ 254,136</u>

In prior years, the Town was identified as a responsible party in the mitigation of ground water and drainage issues at the Elm Road Landfill. The Town has received a mandated request from the State of Colorado to submit a drainage plan to address the issues. During 2014, the Town contracted with Steward Environmental Consultants, LLC regarding the identified drainage issues and the Town's estimated liability. The Town's estimate was based on a drainage plan of the area and cost estimates for completing the site specific controls necessary. During 2015, the Town made payments in the amount of \$391,934 as part of mitigation efforts. Subsequent to December 31, 2015, the Town made payments of \$348,806 which is shown as an addition to the liability as of December 31, 2015. As of December 31, 2015, the Town's estimate liability is \$410,712. This amount has been reported as a long-term liability in the government-wide financial statements and consists of those payments made subsequent to December 31, 2015, anticipated future payments and \$60,000 of retainage due upon completion.

TOWN OF ESTES PARK, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 7 - INTERFUND TRANSFERS

Interfund transfers for the year ended December 31, 2015, were comprised of the following:

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
General Fund	Light and Power Fund	\$ 1,351,884
General Fund	Water Fund	203,257
General Fund	Emergency Response Fund	30,000
Community Reinvestment	General Fund	830,000
Street Improvements	General Fund	435,000
		<u>\$ 2,850,141</u>

Annually, the Light and Power and Water Funds reimburse the General Fund for overhead costs. The General Fund subsidizes the activities of the Community Reinvestment and Street Improvement Funds.

NOTE 8 - RISK MANAGEMENT

Public Entity Risk Pool

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

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

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

TOWN OF ESTES PARK, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 9 - RETIREMENT COMMITMENTS

Plan Description – The Town and the discretely presented component unit (Visit Estes Park) contribute to the Local Government Division Trust Fund (“LGDTF”), a cost-sharing multi-employer defined benefit pension plan administered by the Public Employees’ Retirement Association of Colorado (“PERA”). The LGDTF provides retirement and disability, post-retirement annual increases, and death benefits for members or their beneficiaries. Plan benefits are specified in Title 24, Article 51 of the Colorado Revised Statutes (C.R.S.), administrative rules set forth at 8.C.C.R. 1502-1, and applicable provisions of the Federal Internal Revenue Code. Colorado State Law provisions may be amended from time to time by the Colorado General Assembly.

Benefits - PERA provides retirement, disability, and survivor benefits. Retirement benefits are determined by the amount of service credit earned and/or purchased, highest average salary, the benefit structure(s) which the member retires, the benefit option selected at retirement and age at retirement. Retirement eligibility is specified in tables set forth at C.R.S. 24-51-602, 604, 1713, and 1714.

The lifetime retirement benefit for all eligible retiring employees under the PERA Benefit Structure is the greater of the:

- Highest average salary multiplied by 2.5 percent and then multiplied by years of service credit.
- The value of the retiring employee's member contribution account plus a 100 percent match on eligible amounts as of the retirement date. This amount is then annuitized into a monthly benefit based on life expectancy and other actuarial factor.

In all cases the retirement benefit is limited to 100 percent of the highest average salary and also cannot exceed the maximum benefit allowed by federal Internal Revenue Code.

Members may elect to withdraw their member contribution accounts upon termination of employment with all PERA employers; waiving rights to any lifetime retirement benefits earned. If eligible, the member may receive a match of either 50 percent or 100 percent on eligible amounts depending on when contributions were remitted to PERA, the date employment was terminated, whether 5 years of service credit has been obtained and the benefit structure under which contributions were made.

Benefit recipients who elect to receive a lifetime retirement benefit are generally eligible to receive post-retirement cost-of-living adjustments (COLAs), referred to as annual increases in the C.R.S. Benefit recipients under the PERA benefit structure who began eligible employment before January 1, 2007 receive an annual increase of 2 percent, unless PERA has a negative investment year, in which case the annual increase for the next three years is the lesser of 2 percent or the average of the Consumer Price Index for Urban Wage Earners and Clerical Workers (CPW-W) for the prior calendar year.

Benefit recipients under the PERA benefit structure who began eligible employment after January 1, 2007 receive an annual increase of the lesser of 2 percent or the average CPI-W for the prior calendar year, not to exceed 10 percent of PERA's annual Increase Reserve for the LGDTF.

Disability benefits are available to employees once they reach five years of earned service credit and are determined to meet the definition of disability. The disability benefit amount is based on the retirement benefit formula shown above considering a minimum 20 years of service credit, if deemed disabled.

TOWN OF ESTES PARK, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 9 - RETIREMENT COMMITMENTS (CONTINUED)

Survivor benefits are determined by several factors, which include the amount of earned service credit, highest average salary of the deceased, the benefit structure(s) under which service credit was obtained, and the qualified survivor(s) who will receive the benefits.

Contributions – Eligible employees of the Town and Visit Estes Park are required to contribute to the LGDTF at a rate set by Colorado statute. The contribution requirements are established under C.R.S. 24-51-401; *et seq.* Eligible employees are required to contribute 8 percent of their PERA includable salary. The employer contribution requirements are summarized in the table below:

January 1st through December 31st	2014*
Employer Contribution Rate	10.00%
Amount of Employer Contribution apportioned to the Health Care Trust Fund as specified in C.R.S. § 24-51-208(1)(f)	(1.02%)
Amount Apportioned to the LGDTF	8.98%
Amortization Equalization Disbursement (AED) as specified in C.R.S. § 24-51-411	2.20%
Supplemental Amortization Equalization Disbursement (SAED) as specified in C.R.S. § 24-51-411	1.50%
Total Employer Contribution Rate to the LGDTF	12.68%

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

Employer contributions are recognized by the LGDTF in the period in which the compensation becomes payable to the member and the Town is statutorily committed to pay the contributions to the LGDTF.

For the year ended December 31, 2015, the Town and Visit Estes Park recognized contributions as follows:

	<u>Contributions</u>
Primary Government	
Governmental Activities	\$ 407,458
Light and Power Fund	207,433
Water Fund	<u>125,941</u>
Total Primary Government	\$ <u>740,832</u>
Component Unit	
Visit Estes Park	<u>\$ 48,251</u>

TOWN OF ESTES PARK, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 9 - RETIREMENT COMMITMENTS (CONTINUED)

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

At December 31, 2015, the Town and Visit Estes Park reported a net pension liability as follows:

	<u>Net Pension Liability</u>
Primary Government	
Governmental Activities	\$ 4,567,174
Light and Power Fund	2,325,107
Water Fund	<u>1,411,672</u>
Total Primary Government	<u>\$ 8,303,953</u>
Component Unit	
Visit Estes Park	<u>\$ 541,140</u>

The net pension liability was measured as of December 31, 2014 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2013. Standard update procedures were used to roll forward the total pension liability to December 31, 2014. The Town's and the discretely presented component unit's proportion of the net pension liability was based on the contributions to the LGDTF for the calendar year 2014 relative to the total contributions of participating employers to the LDGTF.

For the plan year end, the proportionate share of the net pension liability is as follows:

	<u>December 31, 2014</u>	<u>December 31, 2015</u>	<u>Increase (Decrease)</u>
Primary Government			
Governmental Activities	0.5096%	0.4137%	0.0958%
Light and Power Fund	0.2594%	0.2702%	(.0108)%
Water Fund	0.1575%	0.1604%	(.0029)%
Component Unit			
Visit Estes Park	0.0604%	0.0666%	(.0062)%

For the year ended December 31, 2015, the Town and Visit Estes Park reported pension expense as follows:

	<u>Governmental Activities</u>	<u>Light and Power Fund</u>	<u>Water Fund</u>	<u>Total</u>
Primary Government				
Pension Expense	<u>\$ 828,697</u>	<u>\$ 205,960</u>	<u>\$ 138,164</u>	<u>\$ 1,172,821</u>
Discretely Presented Component Unit				
Pension Expense	<u>\$ 34,484</u>			

TOWN OF ESTES PARK, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 9 - RETIREMENT COMMITMENTS (CONTINUED)

At December 31, 2015, the Town and the discretely presented component unit reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Primary Government</u>	<u>Governmental Activities</u>	<u>Light and Power Fund</u>	<u>Water Fund</u>	<u>Total</u>
Deferred Outflow of Resources				
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	\$ 247,679	\$ 126,089	\$ 76,555	\$ 450,323
Changes in Proportion and Differences Between Town Contributions and Proportionate Share of Contributions	441,281	-	-	441,281
Town Contributions Subsequent to the Measurement Date	<u>407,458</u>	<u>207,433</u>	<u>125,941</u>	<u>740,832</u>
Total Deferred Outflow of Resources	<u>\$ 1,096,418</u>	<u>\$ 333,522</u>	<u>\$ 202,496</u>	<u>\$ 1,632,436</u>
Deferred Inflow of Resources				
Differences between Expected and Actual Experience	\$ 917	\$ 467	\$ 283	\$ 1,667
Change in Proportion and Differences Between Town Contributions and Proportionate Share of Contributions	<u>-</u>	<u>49,569</u>	<u>13,436</u>	<u>63,005</u>
Total Deferred Inflow of Resources	<u>\$ 917</u>	<u>\$ 50,036</u>	<u>\$ 13,719</u>	<u>\$ 64,672</u>
<u>Discretely Presented Component Unit</u>	<u>Total</u>			
Deferred Outflow of Resources				
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	\$ 29,346			
Town Contributions Subsequent to the Measurement Date	<u>48,251</u>			
Total Deferred Outflow of Resources	<u>\$ 77,597</u>			
Deferred Inflow of Resources				
Differences between Expected and Actual Experience	\$ 109			
Changes in Proportion and Differences Between Town Contributions and Proportionate Share of Contributions	<u>28,618</u>			
Total Deferred Inflow of Resources	<u>\$ 28,727</u>			

TOWN OF ESTES PARK, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 9 - RETIREMENT COMMITMENTS (CONTINUED)

\$407,458, \$207,433, and \$125,941 reported in governmental activities, light and power fund and the water fund for the primary government and \$28,618 reported for the discretely presented component unit as deferred outflow of resources related to pensions, resulting from contributions made subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended December 31, 2016. Other amounts related to pensions will be recognized in pension expense as follows:

<u>Primary Government</u>	<u>Governmental Activities</u>	<u>Light and Power Fund</u>	<u>Water Fund</u>	<u>Total</u>
<u>Year Ended June 30</u>				
2016	\$ 408,663	\$ (7,878)	\$ 8,336	\$ 409,121
2017	155,540	20,885	16,222	192,647
2018	61,920	31,523	19,139	112,582
2019	61,920	31,523	19,139	112,582
Total	<u>\$ 688,043</u>	<u>\$ 76,053</u>	<u>\$ 62,836</u>	<u>\$ 826,932</u>
<u>Discretely Presented Component Unit</u>	<u>Total</u>			
<u>Year Ended June 30</u>				
2016	\$ (15,283)			
2017	1,228			
2018	7,337			
2019	7,337			
Total	<u>\$ 619</u>			

Actuarial Assumptions – The total pension liability in the December 31, 2013 actuarial valuation was determined using the following actuarial assumptions and other inputs:

Inflation	2.80 percent
Real wage growth	1.10 percent
Wage inflation	3.90 percent
Salary increases, including wage inflation	3.90 - 10.85 percent
Long-term investment rate of return, net of pension plan investment expenses, including inflation	7.50 percent
Post-retirement benefit increase:	
PERA benefit structure hired prior to 1/1/07 and DPE benefit structure (automatic)	2.00 percent
PERA benefit structure hired after 12/31/06 (ad hoc, substantively automatic)	Financed by the Annual Increase Reserve

Mortality rates were based on the RP-200 Combined Mortality Table for Males or Females, as appropriate, with adjustments for mortality improvements based on a projection of Scale AA to 2020 with Males set back 1 year, and Females set back 2 years.

TOWN OF ESTES PARK, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 9 - RETIREMENT COMMITMENTS (CONTINUED)

The actuarial assumptions used in the December 31, 2013 valuation were based on the results of an actuarial experience study for the period January 1, 2008 through December 31, 2011, adopted by PERA's Board on November 13, 2012, and an economic assumption study, adopted by PERA's Board on November 15, 2013 and January 17, 2014.

The LGDTF's long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation.

As of the most recent analysis of the long-term expected rate of return presented to the PERA Board on November 15, 2013, the target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S Equity - Large Cap	26.76%	5.00%
U.S Equity - Small Cap	4.40%	5.19%
Non U.S. Equity - Developed	22.06%	5.29%
Non U.S. Equity - Emerging	6.24%	6.76%
Core Fixed Income	24.05%	0.98%
High Yield	1.53%	2.64%
Long Duration Gov't/Credit	0.53%	1.57%
Emerging Market Bonds	0.43%	3.04%
Real Estate	7.00%	5.09%
Private Equity	7.00%	7.15%
Totals	100%	

In setting the long-term expected rate of return, projections employed to model future returns provide a range of expected long-term returns that, including expected inflation, ultimately support a long-term expected rate of return assumption of 7.50 percent.

Discount Rate - The discount rate used to measure the total pension liability was 7.50 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the fixed statutory rates specified in law, including current and future AED and SAED, until the Actuarial Funding Ratio reaches 103 percent, at which point, the AED and SAED will each drop 0.50 percent every year until they are zero.

Based on those assumptions, the LDGTF's fiduciary net position was projected to be available to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payment to determine the total pension liability. The discount rate determination does not use the Municipal Bond Index Rate. There was no change in the discount rate from the prior measurement date.

TOWN OF ESTES PARK, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 9 - RETIREMENT COMMITMENTS (CONTINUED)

Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate

The following represents the LGDTF's collective net pension liability calculated using the discount rate of 7.50 percent as of the measurement date, as well as if it were calculated using a discount rate that is 1-percentage point lower (6.50 percent) or 1-percentage point higher (8.50 percent):

	1% Decrease	Discount Rate	1% Increase
	(6.50%)	(7.50%)	(8.50%)
Primary Government Proportionate Share of the Net Pension Liability	\$ 13,561,267	\$ 8,303,953	\$ 3,920,894
Discretely Presented Component Unit Proportionate Share of the Net Pension Liability	\$ 883,740	\$ 541,140	\$ 255,511

Management Employees and Police Money Purchase Pension Plans

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

Management Employees Plan – Management employees are eligible to participate in the Plan. The Plan is administered by the International City/County Management Association (ICMA). The Town is required to contribute 13.7% of each participant's covered salary to the Plan, and employees must contribute 8% of covered salary. During the year ended December 31, 2015, the Town and employee contributions were \$88,118 and \$48,024, respectively, equal to the required contributions.

Police Plan – All sworn police employees shall be eligible to participate in the Plan administered by ICMA. The Town is required to contribute 13.7% of each participating employee's covered salary, and each employee must contribute 8% of covered salary. During the year ended December 31, 2015, the Town and employee contributions were \$227,937 and \$133,896, respectively, equal to the required contributions.

NOTE 10 - POSTEMPLOYMENT HEALTHCARE BENEFITS

Multiple-Employer Defined Benefit Plan

Plan Description – The Town contributes to the Health Care Trust Fund (HCTF), a cost-sharing multiple-employer postemployment healthcare plan administered by PERA. The HCTF provides a health care premium subsidy to PERA participating benefit recipients and their eligible beneficiaries. Title 24, Article 51, Part 12 of the CRS, as amended, assigns the authority to establish the HCTF benefit provisions to the State Legislature. PERA issues a publicly available annual financial report that includes financial statements and required supplementary information for the HCTF. That report may be obtained by writing to Colorado PERA, 1301 Pennsylvania Street, Denver, Colorado 80203.

TOWN OF ESTES PARK, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 10 - POSTEMPLOYMENT HEALTHCARE BENEFITS (CONTINUED)

Funding Policy – The Town is required to contribute at a rate of 1.02% of covered salary for all PERA members as set by statute. No member contributions are required. The contribution requirements for the Town are established by Title 24, Article 51, Part 4 of the CRS, as amended.

The apportionment of the contributions to the HCTF is established under Title 24, Article 51, Section 208 of the CRS, as amended. The Town’s apportionment to the HCTF for the years ended December 31, 2015, 2014 and 2013 was \$56,709, \$51,923 and \$46,155, respectively, equal to the required amounts for each year.

Single-Employer Defined Benefit Plan

Plan Description – The Town has established a single-employer defined benefit postemployment healthcare plan. Employees with at least 15 years of service with the Town, and who have reached at least 60 years of age, are eligible to receive medical insurance benefits after retirement. These benefits expire when the retiree reaches the age of 65. The authority to establish and amend benefit provisions rests with the Town’s Board of Trustees. The Town does not issue a stand-alone financial report for the plan.

Funding Policy – The contribution requirements of plan members and the Town are established and may be amended by the Town Board of Trustees. The required contribution is based on projected pay-as-you-go financing requirements. For the year ended December 31, 2015, the Town contributed \$26,390 to the plan. Plan members are not required to contribute to the Plan.

Annual OPEB Cost and Net OPEB Obligation – The Town’s annual other postemployment benefit (OPEB) cost is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pension*. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period of thirty years. The following table shows the components of the Town’s annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the Town’s net OPEB obligation to the plan.

Annual required contribution	\$ 57,753
Interest on net OPEB obligation	1,946
Adjustment to annual required contribution	<u>(1,859)</u>
Annual OPEB cost	57,840
Contributions made	<u>(26,390)</u>
Increase in net OPEB obligation	31,450
Net OPEB obligation, Beginning	<u>48,655</u>
Net OPEB obligation, Ending	<u><u>\$ 80,105</u></u>

TOWN OF ESTES PARK, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 10 - POSTEMPLOYMENT HEALTHCARE BENEFITS (CONTINUED)

The Town's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the past three years follows:

<u>Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Contributed</u>	<u>Net OPEB Obligation</u>
12/31/15	\$ 57,840	45.6%	\$ 80,105
12/31/14	44,100	54.4%	48,655
12/31/13	44,087	83.7%	28,546

Funded Status and Funding Progress – As of December 31, 2015, the most recent actuarial valuation was as of January 1, 2015. The actuarial accrued liability as of January 1, 2015 (AAL) was \$405,318, all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) was \$7,984,235 and the ratio of the unfunded actuarial accrued liability (UAAL) to the covered payroll was 5.1%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. These assumptions include among others, annual rates of payroll increases, healthcare cost trends, and mortality rates. Amounts determined regarding the funded status of the plan and the annual required contributions of the Town are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the note to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions – Projections of benefits for financial reporting purposes are based on the substantive plan as understood by the Town and plan members, and are based on the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the Town and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effect of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with long-term perspective of the calculations. Significant methods and assumptions included the following:

- Actuarial valuation date – January 1, 2015
- Actuarial cost method – Projected unit credit
- Amortization method – Level percentage of payroll, open
- Remaining amortization period – 30 years
- Asset valuation method – Fair value
- Investment rate of return – 4.0%, with inflation at 2.8%
- Projected wage growth – 3%
- Healthcare cost trend rate and premium increase – Getzen Model

TOWN OF ESTES PARK, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 11 - SELF FUNDED HEALTH INSURANCE

Effective January 1, 2012, the Town established a self-insurance plan related to medical insurance for Town employees. The Town administers the plan; however, the Town utilizes a third-party service provider in the administration of the plan. Excess insurance coverage is maintained for claims greater than \$40,000 to limit the loss of any individual claim. The plan assesses other funds for estimates of current claims based on historical claims. The estimated claim liability of \$72,683 as of December 31, 2015, represents an estimate of incurred but not reported claims. This plan is an internal service fund.

	<u>Medical Insurance</u>
Claims payable, December 31, 2013	\$ 69,639
2014 Claims and changes in estimate	1,288,191
Claim payments	(1,293,222)
Claims payable, December 31, 2014	64,608
2015 Claims and changes in estimate	970,214
Claim payments	(962,139)
Claims payable, December 31, 2015	\$ 72,683

NOTE 12 - COMMITMENTS AND CONTINGENCIES

Tabor Amendment

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

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

The Town and Visit Estes Park have established emergency reserves, representing 3% of qualifying revenues, as required by the Amendment. At December 31, 2015, the emergency reserves of \$545,557 and \$72,143, respectively, were reported as restricted net position. In addition, the Town's emergency reserve was reported as restricted fund balance in the General Fund.

Claims and Judgments

The Town participates in a number of federal, state, and local programs that are fully or partially funded by grants received from other governmental entities. Expenses financed by grants are subject to audit by the appropriate grantor government. If expenses are disallowed due to noncompliance with grant program regulations, the Town may be required to reimburse the grantor government. At December 31, 2015, significant amounts of grant expenditures have not been audited but management believes that subsequent audits will not have a material effect on the overall financial position of the Town.

TOWN OF ESTES PARK, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 12 - COMMITMENTS AND CONTINGENCIES (CONTINUED)

Unasserted Claims and Assessments

In April 2013, the Town was informed by a representative of the Public Employees' Retirement Association (PERA) that some Town employees which were not enrolled in PERA for retirement benefits may be required to be enrolled in PERA. The Town maintains a separate defined contribution retirement plan and has identified some employees of the Estes Park Police Department who may be required to be either enrolled in PERA rather than International City

Management Association (ICMA) for retirement plans or given the option to convert from their current ICMA plan into PERA's defined benefit retirement plan. Also, four current and former upper management employees may be required to have the option of converting from ICMA defined contribution plan into PERA's defined benefit retirement plan. The Town is in the process of quantifying the potential financial cost to the Town. In the event any identified employee opts to shift to PERA's defined benefit plan, the Town will be required to fund the employer's share of unpaid contributions plus interest. It is possible that the financial cost to the Town may exceed \$100,000. As of December 31, 2015, the Town has not recorded a liability due to the uncertainty of the Town's potential financial responsibility.

Unconditional Purchase Obligation

The Town is a participant in the Municipal Subdistrict, Northern Colorado Water Conservancy District. The purpose of the Subdistrict is to provide a supplemental water supply to the participants through the construction of the Windy Gap Project. The Town is a .8% participant in the Subdistrict.

The Subdistrict issued bonds in 1986 to finance the Windy Gap Project. The bonds have since been refinanced. The participants have agreed to service this debt and pay operating expenses through water allotment contracts.

The Town's required payments under this agreement are as follows:

Year ended December 31,	<u>Amount</u>
2016	\$ 63,673
2017	<u>63,755</u>
	<u>\$ 127,428</u>

NOTE 13 - RELATED PARTY TRANSACTIONS

During 2013, the Town entered into a contract with SpacelntoPlace Architecture and Design, a related party to the Town. SpacelntoPlace was hired after a competitive bid process, including Town Board approval, to be the project manager for the Multipurpose Event Center and Pavilion complex. The project, which started in 2013, was completed during 2014. During 2015, the Town continued to utilize SpacelntoPlace for architecture and design within the Town of Estes Park. \$121,660 was paid to SpacelntoPlace during 2015 and \$22,328 was owed to SpacelntoPlace as of December 31, 2015.

TOWN OF ESTES PARK, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 14 - RESTATEMENT

For the year ended December 31, 2015, the Town and the Discretely Presented Component Unit (Visit Estes Park) adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*. This statement requires the liability of employers contributing to entities for defined benefit pensions (net pension liability) to be measured as a portion of the projected benefit payments to be provided through the pension plan to current active and inactive employees that is attributed to those employees' past period of service (total pension liability, less the amount of the pension plans fiduciary net position). See tables below for effects of restatement on the governmental activities, business-type activities, light and power fund, water fund, and the discretely presented component unit.

In addition, the light and power fund had an overstated account payable balance as of December 31, 2014 in the amount of \$87,325 as a result of a duplicated entry posted during 2014. See table below for the effect of the prior period adjustment related to business-type activities and the light and power fund.

Finally, the discretely presented component unit received revenue in the amount of \$41,397 related to 4th quarter advertising fees which was not recorded in 2014. Beginning net position for the discretely presented component unit has been revised as a result of omission during 2014.

Restated net position for the governmental activities, business-type activities, light and power fund, and water fund are as follows:

	Governmental Activities	Business-Type Activities	Light and Power Fund	Water Fund
Net Position, December 31, 2014, as Previously Reported	\$ 53,834,083	\$ 44,953,889	\$ 21,990,700	\$ 21,667,923
Cumulative Effect of Application of GASB 68, Net Pension Liability	(3,404,477)	(3,543,435)	(2,223,332)	(1,320,103)
Cumulative Effect of Application of GASB 71, Deferred Outflow of Resources for District Contributions Made to the Plan During Fiscal Year Ending December 31, 2014	354,042	289,670	180,239	109,431
Effect of prior period adjustment due to overstatement of accounts payable as of December 31, 2014	-	87,293	87,293	-
Net Position, December 31, 2014, as Restated	<u>\$ 50,783,648</u>	<u>\$ 41,787,417</u>	<u>\$ 20,034,900</u>	<u>\$ 20,457,251</u>

Restated net position for the discretely presented component unit is as follows:

	Discretely Presented Component Unit
Net Position, December 31, 2014, as Previously Reported	\$ 1,455,049
Cumulative Effect of Application of GASB 68, Net Pension Liability	(547,984)
Cumulative Effect of Application of GASB 71, Deferred Outflow of Resources for District Contributions Made to the Plan During Fiscal Year Ending December 31, 2014	41,948
Effect of prior period adjustment due to 4th quarter revenue not recorded in 2014	41,397
Net Position, December 31, 2014, as Restated	<u>\$ 990,410</u>

REQUIRED SUPPLEMENTARY INFORMATION

**TOWN OF ESTES PARK, COLORADO
SCHEDULE OF FUNDING PROGRESS
RETIREE HEALTHCARE PLAN
Year Ended December 31, 2015**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Projected Unit Credit (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll	UAAL as a Percentage of Covered Payroll ((b-a)/c)
1/1/11	\$ -	\$ 666,216	\$ 666,216	-	\$ 6,456,111	10.3%
1/1/13	-	371,213	371,213	-	7,045,167	5.3%
1/1/15	-	405,318	405,318	-	7,984,235	5.1%

TOWN OF ESTES PARK, COLORADO
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
Year Ended December 31, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Taxes				
Sales	\$ 8,409,000	\$ 9,252,185	\$ 9,793,071	\$ 540,886
Property	341,263	341,638	343,135	1,497
Franchise	473,249	468,249	470,612	2,363
Use	250,000	270,000	280,612	10,612
Licenses and permits	501,230	526,554	581,401	54,847
Intergovernmental	542,446	6,609,222	1,705,395	(4,903,827)
Charges for services	906,528	763,407	665,719	(97,688)
Fines and forfeitures	48,200	63,133	57,676	(5,457)
Rental income	421,655	302,192	284,914	(17,278)
Investment income	11,500	19,370	8,589	(10,781)
Miscellaneous	332,114	236,848	306,110	69,262
Total revenues	<u>12,237,185</u>	<u>18,852,798</u>	<u>14,497,234</u>	<u>(4,355,564)</u>
EXPENDITURES				
General government				
Legislative	181,274	178,271	147,982	30,289
Judicial	44,425	45,899	46,130	(231)
Executive	426,320	474,040	452,722	21,318
Administrative	361,987	423,288	354,021	69,267
Financial administration	519,991	519,365	519,290	75
Community development	673,223	770,826	748,733	22,093
Buildings	745,932	807,596	775,853	31,743
Community services	870,130	1,238,269	1,297,021	(58,752)
Other	148,176	109,957	110,692	(735)
Total general government	<u>3,971,458</u>	<u>4,567,511</u>	<u>4,452,444</u>	<u>115,067</u>
Public safety				
Police	3,690,493	3,663,732	3,530,226	133,506
Protective inspection	516,718	555,178	461,764	93,414
Total public safety	<u>4,207,211</u>	<u>4,218,910</u>	<u>3,991,990</u>	<u>226,920</u>
Public works				
Engineering	122,709	124,642	123,640	1,002
Streets	1,093,660	6,192,474	2,233,874	3,958,600
Total public works	<u>1,216,369</u>	<u>6,317,116</u>	<u>2,357,514</u>	<u>3,959,602</u>
Culture and recreation				
Parks and recreation	1,825,826	1,898,292	1,767,158	131,134
Visitor and senior services	671,999	683,391	650,688	32,703
Event center	672,301	655,646	569,617	86,029
Special events	1,039,033	1,151,164	1,058,795	92,369
Capital outlay	-	-	6,008	(6,008)
Debt service				
Principal	-	-	54,171	(54,171)
Interest	-	-	9,363	(9,363)
Total expenditures	<u>13,604,197</u>	<u>19,492,030</u>	<u>14,917,748</u>	<u>4,574,282</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,367,012)</u>	<u>(639,232)</u>	<u>(420,514)</u>	<u>218,718</u>

(Continued)

TOWN OF ESTES PARK, COLORADO
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
Year Ended December 31, 2015
(Continued)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	1,587,290	1,587,290	1,585,141	(2,149)
Transfers out	<u>(955,000)</u>	<u>(1,265,000)</u>	<u>(1,265,000)</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>632,290</u>	<u>322,290</u>	<u>320,141</u>	<u>(2,149)</u>
NET CHANGE IN FUND BALANCE	(734,722)	(316,942)	(100,373)	216,569
FUND BALANCE, Beginning	<u>4,299,183</u>	<u>4,299,183</u>	<u>4,299,183</u>	<u>-</u>
FUND BALANCE, Ending	<u>\$ 3,564,461</u>	<u>\$ 3,982,241</u>	<u>\$ 4,198,810</u>	<u>\$ 216,569</u>

**TOWN OF ESTES PARK, COLORADO
BUDGETARY COMPARISON SCHEDULE
COMMUNITY REINVESTMENT FUND
Year Ended December 31, 2015**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Intergovernmental	\$ 330,000	\$ 3,198,573	\$ 13,700	\$ (3,184,873)
Investment income (loss)	10,000	16,438	10,940	(5,498)
Miscellaneous	49,709	-	320	320
Total revenues	<u>389,709</u>	<u>3,215,011</u>	<u>24,960</u>	<u>(3,190,051)</u>
EXPENDITURES				
Current				
Community Reinvestment	5,000	7,844	329,556	(321,712)
Capital Outlay	1,691,150	6,638,892	921,957	5,716,935
Debt Service				
Principal	380,000	380,000	380,000	-
Interest	138,632	140,138	138,632	1,506
Total expenditures	<u>2,214,782</u>	<u>7,166,874</u>	<u>1,770,145</u>	<u>5,396,729</u>
EXCESS (DEFICIENCY) OF REVENUES (UNDER) EXPENDITURES	<u>(1,825,073)</u>	<u>(3,951,863)</u>	<u>(1,745,185)</u>	<u>2,206,678</u>
OTHER FINANCING SOURCES				
Transfers in	<u>520,000</u>	<u>830,000</u>	<u>830,000</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES	<u>520,000</u>	<u>830,000</u>	<u>830,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>(1,305,073)</u>	<u>(3,121,863)</u>	<u>(915,185)</u>	<u>2,206,678</u>
FUND BALANCE, Beginning	<u>3,431,962</u>	<u>3,431,962</u>	<u>3,431,962</u>	<u>-</u>
FUND BALANCE, Ending	<u>\$ 2,126,889</u>	<u>\$ 310,099</u>	<u>\$ 2,516,777</u>	<u>\$ 2,206,678</u>

**TOWN OF ESTES PARK, COLORADO
BUDGETARY COMPARISON SCHEDULE
STREET IMPROVEMENT FUND
Year Ended December 31, 2015**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Intergovernmental	\$ -	\$ 4,200,000	\$ 4,190,540	\$ (9,460)
Taxes	1,260,000	1,386,000	1,460,711	74,711
Investment income	1,260	10,287	8,923	(1,364)
Total revenues	<u>1,261,260</u>	<u>5,596,287</u>	<u>5,660,174</u>	<u>63,887</u>
EXPENDITURES				
Current				
Public Works	1,299,064	368,418	498,650	(130,232)
Capital outlay	<u>1,600,000</u>	<u>325,000</u>	<u>249,844</u>	<u>75,156</u>
Total expenditures	<u>2,899,064</u>	<u>693,418</u>	<u>748,494</u>	<u>(55,076)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,637,804)</u>	<u>4,902,869</u>	<u>4,911,680</u>	<u>8,811</u>
OTHER FINANCING SOURCES				
Transfers in	<u>435,000</u>	<u>435,000</u>	<u>435,000</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES	<u>435,000</u>	<u>435,000</u>	<u>435,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>(1,637,804)</u>	<u>5,337,869</u>	<u>5,346,680</u>	<u>8,811</u>
FUND BALANCE, Beginning	<u>1,581,398</u>	<u>1,581,398</u>	<u>1,581,398</u>	<u>-</u>
FUND BALANCE, Ending	<u>\$ (56,406)</u>	<u>\$ 6,919,267</u>	<u>\$ 6,928,078</u>	<u>\$ 8,811</u>

TOWN OF ESTES PARK, COLORADO
SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
LAST TWO YEARS

	Measurement Date	
	2014*	2013
Town's proportion of the net pension liability	0.92646094%	0.84429873%
Town's proportionate share of the net pension liability	\$ 8,303,953	\$ 6,947,912
Town's covered-employee payroll	\$ 5,078,452	\$ 4,524,987
Town's proportionate share of the net pension liability as a percentage of its covered-employee payroll	163.51%	153.55%
Plan fiduciary net position as a percentage of the total pension liability	80.7%	77.6%

* The amounts presented for fiscal year were determined as of 12/31.
Information prior to 2013 is not available.

**TOWN OF ESTES PARK, COLORADO
SCHEDULE OF TOWN CONTRIBUTIONS
LAST TEN FISCAL YEARS**

	2015	2014	2013*
Contractually Required Contribution	\$ 740,832	\$ 643,712	\$ 570,863
Contributions in Relation to the Contractually Required Contribution	<u>740,832</u>	<u>643,712</u>	<u>570,863</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Town's Covered-Employee Payroll	\$ 5,842,524	\$ 5,078,452	\$ 4,524,987
Contributions as a Percentage of Covered Employee Payroll	12.68%	12.68%	12.62%

* Amounts determined for each fiscal year were determined as of December 31.
The Town implemented GASB Statement No's 68 and 71 in 2015;
Therefore 10 years of data is not available.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

**TOWN OF ESTES PARK, COLORADO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
December 31, 2015**

	Conservation Trust	Open Space	Emergency Response System	Community Recreation Center	Trails Expansion	Total
ASSETS						
Cash and investments	\$ 66,106	\$ 443,422	\$ 7,957	\$ 879,550	\$ 429,637	\$ 1,826,672
Accounts receivable	-	17	6,758	67,575	-	74,350
Intergovernmental receivable	-	148,602	-	-	54,993	203,595
Total assets	<u>\$ 66,106</u>	<u>\$ 592,041</u>	<u>\$ 14,715</u>	<u>\$ 947,125</u>	<u>\$ 484,630</u>	<u>\$ 2,104,617</u>
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts payable	\$ 20,310	\$ 43,345	\$ -	\$ -	\$ 21,207	\$ 84,862
Accrued liabilities	-	780	-	-	-	780
Unearned revenue	-	72,042	-	-	14,224	86,266
Total liabilities	<u>20,310</u>	<u>116,167</u>	<u>-</u>	<u>-</u>	<u>35,431</u>	<u>171,908</u>
FUND BALANCES						
Restricted						
Parks and Open Space	45,796	475,874	-	-	-	521,670
Capital Improvements	-	-	14,715	947,125	449,199	1,411,039
Total fund balance	<u>45,796</u>	<u>475,874</u>	<u>14,715</u>	<u>947,125</u>	<u>449,199</u>	<u>1,932,709</u>
Total liabilities and fund balances	<u>\$ 66,106</u>	<u>\$ 592,041</u>	<u>\$ 14,715</u>	<u>\$ 947,125</u>	<u>\$ 484,630</u>	<u>\$ 2,104,617</u>

TOWN OF ESTES PARK, COLORADO
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
Year Ended December 31, 2015

	<u>Conservation Trust</u>	<u>Open Space</u>	<u>Emergency Response System</u>	<u>Community Recreation Center</u>	<u>Trails Expansion</u>	<u>Total</u>
REVENUES						
Intergovernmental	\$ 29,226	\$ 603,114	\$ -	\$ -	\$ 123,218	\$ 755,558
Taxes	-	-	60,863	608,629	304,315	973,807
Investment income	233	1,526	15	891	454	3,119
Miscellaneous	680	-	-	-	-	680
Total revenues	<u>30,139</u>	<u>604,640</u>	<u>60,878</u>	<u>609,520</u>	<u>427,987</u>	<u>1,733,164</u>
EXPENDITURES						
Current						
Culture and recreation	40,466	315,325	-	-	-	355,791
Public Works	-	-	41,697	-	10,048	51,745
Capital outlay	-	226,273	-	-	137,542	363,815
Total expenditures	<u>40,466</u>	<u>541,598</u>	<u>41,697</u>	<u>-</u>	<u>147,590</u>	<u>771,351</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(10,327)</u>	<u>63,042</u>	<u>19,181</u>	<u>609,520</u>	<u>280,397</u>	<u>961,813</u>
OTHER FINANCING SOURCES (USES)						
Transfers out	-	-	(30,000)	-	-	(30,000)
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>(30,000)</u>	<u>-</u>	<u>-</u>	<u>(30,000)</u>
NET CHANGE IN FUND BALANCES	<u>(10,327)</u>	<u>63,042</u>	<u>(10,819)</u>	<u>609,520</u>	<u>280,397</u>	<u>931,813</u>
FUND BALANCES, Beginning	<u>56,123</u>	<u>412,832</u>	<u>25,534</u>	<u>337,605</u>	<u>168,802</u>	<u>1,000,896</u>
FUND BALANCES, Ending	<u>\$ 45,796</u>	<u>\$ 475,874</u>	<u>\$ 14,715</u>	<u>\$ 947,125</u>	<u>\$ 449,199</u>	<u>\$ 1,932,709</u>

**TOWN OF ESTES PARK, COLORADO
BUDGETARY COMPARISON SCHEDULE
CONSERVATION TRUST FUND
Year Ended December 31, 2015**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Intergovernmental	\$ 32,000	\$ 32,000	\$ 29,226	\$ (2,774)
Investment income	500	500	233	(267)
Miscellaneous	-	681	680	(1)
Total revenues	<u>32,500</u>	<u>33,181</u>	<u>30,139</u>	<u>(3,042)</u>
EXPENDITURES				
Current				
Culture and recreation	<u>66,936</u>	<u>48,678</u>	<u>40,466</u>	<u>8,212</u>
Total expenditures	<u>66,936</u>	<u>48,678</u>	<u>40,466</u>	<u>8,212</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(34,436)</u>	<u>(15,497)</u>	<u>(10,327)</u>	<u>5,170</u>
NET CHANGE IN FUND BALANCE	(34,436)	(15,497)	(10,327)	5,170
FUND BALANCE, Beginning	<u>56,123</u>	<u>56,123</u>	<u>56,123</u>	<u>-</u>
FUND BALANCE, Ending	<u>\$ 21,687</u>	<u>\$ 40,626</u>	<u>\$ 45,796</u>	<u>\$ 5,170</u>

**TOWN OF ESTES PARK, COLORADO
BUDGETARY COMPARISON SCHEDULE
OPEN SPACE FUND
Year Ended December 31, 2015**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Intergovernmental	\$ 290,000	\$ 1,437,619	\$ 603,114	\$ (834,505)
Investment income (loss)	500	2,000	1,526	(474)
Miscellaneous	-	38	-	(38)
Total revenues	<u>290,500</u>	<u>1,439,657</u>	<u>604,640</u>	<u>(835,017)</u>
EXPENDITURES				
Current				
Culture and recreation	40,460	601,551	315,325	286,226
Capital outlay	<u>500,000</u>	<u>850,000</u>	<u>226,273</u>	<u>623,727</u>
Total expenditures	<u>540,460</u>	<u>1,451,551</u>	<u>541,598</u>	<u>909,953</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(249,960)</u>	<u>(11,894)</u>	<u>63,042</u>	<u>74,936</u>
NET CHANGE IN FUND BALANCE	(249,960)	(11,894)	63,042	74,936
FUND BALANCE, Beginning	<u>412,832</u>	<u>412,832</u>	<u>412,832</u>	<u>-</u>
FUND BALANCE, Ending	<u>\$ 162,872</u>	<u>\$ 400,938</u>	<u>\$ 475,874</u>	<u>\$ 74,936</u>

**TOWN OF ESTES PARK, COLORADO
BUDGETARY COMPARISON SCHEDULE
EMERGENCY RESPONSE FUND
Year Ended December 31, 2015**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes	\$ 52,500	\$ 57,750	\$ 60,863	\$ 3,113
Investment income (loss)	<u>53</u>	<u>53</u>	<u>15</u>	<u>(38)</u>
Total revenues	<u>52,553</u>	<u>57,803</u>	<u>60,878</u>	<u>3,075</u>
EXPENDITURES				
Current				
Public Works	<u>30,000</u>	<u>45,684</u>	<u>41,697</u>	<u>3,987</u>
Total expenditures	<u>30,000</u>	<u>45,684</u>	<u>41,697</u>	<u>3,987</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>22,553</u>	<u>12,119</u>	<u>19,181</u>	<u>7,062</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(30,000)</u>	<u>(30,000)</u>	<u>(30,000)</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(30,000)</u>	<u>(30,000)</u>	<u>(30,000)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>(7,447)</u>	<u>(17,881)</u>	<u>(10,819)</u>	<u>7,062</u>
FUND BALANCE, Beginning	<u>25,534</u>	<u>25,534</u>	<u>25,534</u>	<u>-</u>
FUND BALANCE, Ending	<u>\$ 18,087</u>	<u>\$ 7,653</u>	<u>\$ 14,715</u>	<u>\$ 7,062</u>

**TOWN OF ESTES PARK, COLORADO
BUDGETARY COMPARISON SCHEDULE
COMMUNITY RECREATION CENTER FUND
Year Ended December 31, 2015**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes	\$ 525,000	\$ 577,500	\$ 608,629	\$ 31,129
Investment income (loss)	<u>525</u>	<u>1,610</u>	<u>891</u>	<u>(719)</u>
Total revenues	<u>525,525</u>	<u>579,110</u>	<u>609,520</u>	<u>30,410</u>
EXPENDITURES				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES				
	<u>525,525</u>	<u>579,110</u>	<u>609,520</u>	<u>30,410</u>
NET CHANGE IN FUND BALANCE				
	525,525	579,110	609,520	30,410
FUND BALANCE, Beginning				
	<u>337,605</u>	<u>337,605</u>	<u>337,605</u>	<u>-</u>
FUND BALANCE, Ending				
	<u>\$ 863,130</u>	<u>\$ 916,715</u>	<u>\$ 947,125</u>	<u>\$ 30,410</u>

**TOWN OF ESTES PARK, COLORADO
BUDGETARY COMPARISON SCHEDULE
TRAILS EXPANSION FUND
Year Ended December 31, 2015**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Intergovernmental	\$ -	\$ 100,000	\$ 123,218	\$ 23,218
Taxes	262,500	288,750	304,315	15,565
Investment income (loss)	263	805	454	(351)
Total revenues	<u>262,763</u>	<u>389,555</u>	<u>427,987</u>	<u>38,432</u>
EXPENDITURES				
Current				
Public Works	-	10,048	10,048	-
Capital outlay	<u>-</u>	<u>337,000</u>	<u>137,542</u>	<u>199,458</u>
Total expenditures	<u>-</u>	<u>347,048</u>	<u>147,590</u>	<u>199,458</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>262,763</u>	<u>42,507</u>	<u>280,397</u>	<u>237,890</u>
NET CHANGE IN FUND BALANCE	262,763	42,507	280,397	237,890
FUND BALANCE, Beginning	<u>168,802</u>	<u>168,802</u>	<u>168,802</u>	<u>-</u>
FUND BALANCE, Ending	<u>\$ 431,565</u>	<u>\$ 211,309</u>	<u>\$ 449,199</u>	<u>\$ 237,890</u>

TOWN OF ESTES PARK, COLORADO
BUDGETARY COMPARISON SCHEDULE
LIGHT AND POWER FUND
Year Ended December 31, 2015

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Utility sales	\$ 13,816,533	\$ 13,816,533	\$ 13,639,816	\$ (176,717)
Intergovernmental	378,128	451,623	713,881	262,258
Investment income	53,000	65,000	41,359	(23,641)
Miscellaneous	181,001	281,928	326,036	44,108
Total revenues	<u>14,428,662</u>	<u>14,615,084</u>	<u>14,721,092</u>	<u>106,008</u>
EXPENDITURES				
Current				
Source of supply	6,775,000	6,775,000	6,788,544	(13,544)
Distribution	2,787,941	2,989,161	2,307,800	681,361
Customer accounts	660,780	476,460	397,055	79,405
Administration and general	2,635,668	2,776,716	2,465,167	311,549
Capital outlay	3,497,000	2,944,708	2,069,886	874,822
Debt service				
Principal	275,000	275,000	275,000	-
Interest	174,763	174,763	172,986	1,777
Transfers out	1,369,127	1,369,127	1,351,884	17,243
Total expenditures	<u>18,175,279</u>	<u>17,780,935</u>	<u>15,828,322</u>	<u>1,952,613</u>
CHANGE IN NET POSITION, Budgetary Basis	<u>\$ (3,746,617)</u>	<u>\$ (3,165,851)</u>	(1,107,230)	<u>\$ 2,058,621</u>
ADJUSTMENTS TO GAAP BASIS				
Capital outlay			2,069,886	
Depreciation and amortization			(748,564)	
Loss on sale of assets			(4,945)	
Debt principal payments			<u>275,000</u>	
CHANGE IN NET POSITION, GAAP Basis			484,147	
NET POSITION, Beginning (as restated)			<u>20,034,900</u>	
NET POSITION, Ending			<u>\$ 20,519,047</u>	

TOWN OF ESTES PARK, COLORADO
BUDGETARY COMPARISON SCHEDULE
WATER FUND
Year Ended December 31, 2015

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Utility sales	\$ 3,504,352	\$ 3,509,797	\$ 3,822,059	\$ 312,262
Tap fees	210,000	500,000	748,372	248,372
Intergovernmental	467,693	467,693	587,539	119,846
Investment income	14,000	18,071	12,257	(5,814)
Miscellaneous	40,208	40,598	41,552	954
Total revenues	<u>4,236,253</u>	<u>4,536,159</u>	<u>5,211,779</u>	<u>675,620</u>
EXPENDITURES				
Current				
Source of supply	181,004	181,004	146,681	34,323
Purification	855,340	865,865	756,598	109,267
Distribution	1,301,124	1,269,424	1,240,569	28,855
Customer accounts	293,680	271,226	229,371	41,855
Administration and general	639,151	690,352	607,488	82,864
Capital outlay	1,113,150	2,008,854	1,234,080	774,774
Debt service				
Principal	272,450	272,450	272,450	-
Interest	132,440	132,440	130,868	1,572
Transfers out	188,163	188,163	203,257	(15,094)
Total expenditures	<u>4,976,502</u>	<u>5,879,778</u>	<u>4,821,362</u>	<u>1,058,416</u>
CHANGE IN NET POSITION,				
Budgetary Basis	<u>\$ (740,249)</u>	<u>\$ (1,343,619)</u>	390,417	<u>\$ 1,734,036</u>
ADJUSTMENTS TO GAAP BASIS				
Capital outlay			1,234,080	
Depreciation and amortization			(687,634)	
Gain/Loss on sale of asset			(4,414)	
Debt principal payments			272,450	
CHANGE IN NET POSITION,				
GAAP Basis			1,204,899	
NET POSITION, Beginning (as restated)				
			20,457,251	
NET POSITION, Ending				
			<u>\$ 21,662,150</u>	

TOWN OF ESTES PARK, COLORADO
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
December 31, 2015

	<u>Fleet Maintenance</u>	<u>Vehicle Replacement</u>	<u>Information Technology</u>	<u>Medical Insurance</u>	<u>Total</u>
ASSETS					
Current assets					
Cash and investments	\$ 186,499	\$ 1,615,796	\$ 635,969	\$ 459,309	\$ 2,897,573
Accounts receivable	1,024	-	11,374	64	12,462
Intergovernmental receivable	6,055	-	13,840	-	19,895
Inventories	28,051	-	-	-	28,051
Prepaid items	-	-	33,521	-	33,521
Total current assets	<u>221,629</u>	<u>1,615,796</u>	<u>694,704</u>	<u>459,373</u>	<u>2,991,502</u>
Noncurrent assets					
Capital assets, net of accumulated depreciation	<u>52,649</u>	<u>2,057,762</u>	<u>139,217</u>	<u>-</u>	<u>2,249,628</u>
Total noncurrent assets	<u>52,649</u>	<u>2,057,762</u>	<u>139,217</u>	<u>-</u>	<u>2,249,628</u>
Total assets	<u>274,278</u>	<u>3,673,558</u>	<u>833,921</u>	<u>459,373</u>	<u>5,241,130</u>
LIABILITIES					
Current liabilities					
Accounts payable	14,919	463	3,366	-	18,748
Accrued liabilities	9,676	-	9,397	-	19,073
Claims payable	-	-	-	72,683	72,683
Compensated absences payable	8,518	-	14,782	-	23,300
Total current liabilities	<u>33,113</u>	<u>463</u>	<u>27,545</u>	<u>72,683</u>	<u>133,804</u>
Noncurrent liabilities					
Compensated absences payable	<u>2,588</u>	<u>-</u>	<u>5,408</u>	<u>-</u>	<u>7,996</u>
Total liabilities	<u>35,701</u>	<u>463</u>	<u>32,953</u>	<u>72,683</u>	<u>141,800</u>
NET POSITION					
Net investment in capital assets	52,649	2,057,762	139,217	-	2,249,628
Unrestricted	<u>185,928</u>	<u>1,615,333</u>	<u>661,751</u>	<u>386,690</u>	<u>2,849,702</u>
Total net position	<u>\$ 238,577</u>	<u>\$ 3,673,095</u>	<u>\$ 800,968</u>	<u>\$ 386,690</u>	<u>\$ 5,099,330</u>

TOWN OF ESTES PARK, COLORADO
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
Year Ended December 31, 2015

	<u>Fleet Maintenance</u>	<u>Vehicle Replacement</u>	<u>Information Technology</u>	<u>Medical Insurance</u>	<u>Total</u>
OPERATING REVENUES					
Charges for services	\$ 365,962	\$ 628,217	\$ 504,342	\$ 1,740,742	\$ 3,239,263
Miscellaneous	-	228	117,018	487	117,733
Total operating revenues	<u>365,962</u>	<u>628,445</u>	<u>621,360</u>	<u>1,741,229</u>	<u>3,356,996</u>
OPERATING EXPENSES					
Salaries and benefits	315,933	-	350,834	-	666,767
Supplies	15,146	6,855	19,788	-	41,789
Utilities	2,245	-	24,321	-	26,566
Training	5,673	-	2,626	-	8,299
Insurance	3,533	-	2,730	-	6,263
Maintenance and repairs	14,668	-	61,862	-	76,530
Professional fees	6,676	-	24,456	-	31,132
Depreciation	3,859	393,814	22,272	-	419,945
Medical benefits	-	-	-	1,812,776	1,812,776
Total operating expenses	<u>367,733</u>	<u>400,669</u>	<u>508,889</u>	<u>1,812,776</u>	<u>3,090,067</u>
OPERATING INCOME (LOSS)	(1,771)	227,776	112,471	(71,547)	266,929
NONOPERATING REVENUES					
Intergovernmental	-	-	303	-	303
Investment income	426	5,235	1,791	2,335	9,787
Total nonoperating revenue	<u>426</u>	<u>5,235</u>	<u>2,094</u>	<u>2,335</u>	<u>10,090</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,345)</u>	<u>233,011</u>	<u>114,565</u>	<u>(69,212)</u>	<u>277,019</u>
CHANGES IN NET POSITION	(1,345)	233,011	114,565	(69,212)	277,019
NET POSITION, Beginning	<u>239,922</u>	<u>3,440,084</u>	<u>686,403</u>	<u>455,902</u>	<u>4,822,311</u>
NET POSITION, Ending	<u>\$ 238,577</u>	<u>\$ 3,673,095</u>	<u>\$ 800,968</u>	<u>\$ 386,690</u>	<u>\$ 5,099,330</u>

TOWN OF ESTES PARK, COLORADO
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
Year Ended December 31, 2015

	<u>Fleet Maintenance</u>	<u>Vehicle Replacement</u>	<u>Information Technology</u>	<u>Medical Insurance</u>	<u>Total</u>
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash received from customers	\$ 366,004	\$ 628,217	\$ 502,256	\$ 1,740,716	\$ 3,237,193
Cash received from other sources	-	228	117,018	487	117,733
Cash paid to suppliers and beneficiaries	(52,997)	(34,010)	(185,773)	5,700	(267,080)
Cash paid to employees	(313,611)	-	(350,458)	(1,804,701)	(2,468,770)
Net cash provided by (used by) operating activities	<u>(604)</u>	<u>594,435</u>	<u>83,043</u>	<u>(57,798)</u>	<u>619,076</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Grants received	-	-	1,977	-	1,977
Net cash provided by noncapital financing activities	<u>-</u>	<u>-</u>	<u>1,977</u>	<u>-</u>	<u>1,977</u>
CASH FLOWS FROM CAPITAL AND RELATED ACTIVITIES					
Construction and acquisition of capital assets	(20,074)	(905,649)	(52,620)	-	(978,343)
Net cash used in capital and related activities	<u>(20,074)</u>	<u>(905,649)</u>	<u>(52,620)</u>	<u>-</u>	<u>(978,343)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest received	426	5,235	1,791	2,335	9,787
NET CHANGE IN CASH AND CASH EQUIVALENTS	(20,252)	(305,979)	34,191	(55,463)	(347,503)
CASH AND CASH EQUIVALENTS, Beginning	<u>206,751</u>	<u>1,921,775</u>	<u>601,778</u>	<u>514,772</u>	<u>3,245,076</u>
CASH AND CASH EQUIVALENTS, Ending	<u>\$ 186,499</u>	<u>\$ 1,615,796</u>	<u>\$ 635,969</u>	<u>\$ 459,309</u>	<u>\$ 2,897,573</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY (USED BY) OPERATING ACTIVITIES					
Operating income	\$ (1,771)	\$ 227,776	\$ 112,471	\$ (71,547)	\$ 266,929
Adjustments to reconcile operating income to net cash provided by (used by) operating activities					
Depreciation	3,859	393,814	22,272	-	419,945
Changes in assets and liabilities					
Accounts receivable	42	-	(2,086)	(26)	(2,070)
Inventories	(1,593)	-	-	-	(1,593)
Prepaid items	-	-	(33,521)	5,700	(27,821)
Accounts payable	(3,463)	(27,155)	(16,469)	-	(47,087)
Accrued liabilities	2,322	-	376	-	2,698
Unearned revenue	-	-	-	-	-
Claims payable	-	-	-	8,075	8,075
Compensated absences payable	-	-	-	-	-
Total adjustments	<u>1,167</u>	<u>366,659</u>	<u>(29,428)</u>	<u>13,749</u>	<u>352,147</u>
NET CASH PROVIDED BY (USED BY) OPERATING ACTIVITIES	<u>\$ (604)</u>	<u>\$ 594,435</u>	<u>\$ 83,043</u>	<u>\$ (57,798)</u>	<u>\$ 619,076</u>

TOWN OF ESTES PARK, COLORADO
BUDGETARY COMPARISON SCHEDULE
FLEET MAINTENANCE FUND
Year Ended December 31, 2015

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Charges for services	\$ 300,000	\$ 302,682	\$ 365,962	\$ 63,280
Investment income	1,000	1,000	426	(574)
Other income	-	16	-	(16)
Total revenues	<u>301,000</u>	<u>303,698</u>	<u>366,388</u>	<u>62,690</u>
EXPENDITURES				
Current				
Salaries and benefits	323,232	317,509	315,933	1,576
Supplies	23,350	18,727	15,146	3,581
Utilities	7,265	7,265	2,245	5,020
Training	8,920	9,024	5,673	3,351
Insurance	3,381	3,381	3,533	(152)
Maintenance and repairs	18,671	14,182	14,668	(486)
Professional fees	8,472	10,427	6,676	3,751
Capital outlay	<u>20,000</u>	<u>20,000</u>	<u>20,074</u>	<u>(74)</u>
Total expenditures	<u>413,291</u>	<u>400,515</u>	<u>383,948</u>	<u>16,567</u>
CHANGE IN NET POSITION, Budgetary Basis	<u>\$ (112,291)</u>	<u>\$ (96,817)</u>	(17,560)	<u>\$ 79,257</u>
ADJUSTMENTS TO GAAP BASIS				
Capital outlay			20,074	
Depreciation			<u>(3,859)</u>	
CHANGE IN NET POSITION, GAAP Basis			(1,345)	
NET POSITION, Beginning			<u>239,922</u>	
NET POSITION, Ending			<u>\$ 238,577</u>	

**TOWN OF ESTES PARK, COLORADO
BUDGETARY COMPARISON SCHEDULE
VEHICLE REPLACEMENT FUND
Year Ended December 31, 2015**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Charges for services	\$ 598,821	\$ 625,701	\$ 628,217	\$ 2,516
Miscellaneous	-	228	228	-
Investment income	<u>10,000</u>	<u>9,300</u>	<u>5,235</u>	<u>(4,065)</u>
Total revenues	<u>608,821</u>	<u>635,229</u>	<u>633,680</u>	<u>(1,549)</u>
EXPENDITURES				
Supplies	-	6,855	6,855	-
Capital outlay	<u>765,752</u>	<u>1,370,319</u>	<u>905,649</u>	<u>464,670</u>
Total expenditures	<u>765,752</u>	<u>1,377,174</u>	<u>912,504</u>	<u>464,670</u>
CHANGE IN NET POSITION, Budgetary Basis				
	<u>\$ (156,931)</u>	<u>\$ (741,945)</u>	(278,824)	<u>\$ 463,121</u>
ADJUSTMENTS TO GAAP BASIS				
Capital outlay			905,649	
Depreciation			<u>(393,814)</u>	
CHANGE IN NET POSITION, GAAP Basis				
			233,011	
NET POSITION, Beginning				
			<u>3,440,084</u>	
NET POSITION, Ending				
			<u>\$ 3,673,095</u>	

**TOWN OF ESTES PARK, COLORADO
BUDGETARY COMPARISON SCHEDULE
INFORMATION TECHNOLOGY FUND
Year Ended December 31, 2015**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Charges for services	\$ 503,457	\$ 503,457	\$ 504,342	\$ 885
Intergovernmental	-	-	303	303
Investment income	4,000	4,000	1,791	(2,209)
Miscellaneous	<u>51,970</u>	<u>102,695</u>	<u>117,018</u>	<u>14,323</u>
Total revenues	<u>559,427</u>	<u>610,152</u>	<u>623,454</u>	<u>13,302</u>
EXPENDITURES				
Current				
Salaries and benefits	386,137	381,746	350,834	30,912
Supplies	45,450	50,977	19,788	31,189
Utilities	32,000	32,000	24,321	7,679
Training	9,520	9,520	2,626	6,894
Insurance	2,775	2,775	2,730	45
Maintenance and repairs	97,951	97,951	61,862	36,089
Professional fees	25,200	27,200	24,456	2,744
Capital outlay	<u>-</u>	<u>52,620</u>	<u>52,620</u>	<u>-</u>
Total expenditures	<u>599,033</u>	<u>654,789</u>	<u>539,237</u>	<u>115,552</u>
Budgetary Basis	<u>\$ (39,606)</u>	<u>\$ (44,637)</u>	84,217	<u>\$ 128,854</u>
ADJUSTMENTS TO GAAP BASIS				
Capital outlay			52,620	
Depreciation			<u>(22,272)</u>	
CHANGE IN NET POSITION, GAAP Basis			114,565	
NET POSITION, Beginning			<u>686,403</u>	
NET POSITION, Ending			<u>\$ 800,968</u>	

**TOWN OF ESTES PARK, COLORADO
BUDGETARY COMPARISON SCHEDULE
MEDICAL INSURANCE FUND
Year Ended December 31, 2015**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Charges for services	\$ 2,406,250	\$ 1,928,116	\$ 1,740,742	\$ (187,374)
Investment income	4,500	4,500	2,335	(2,165)
Miscellaneous	-	354	487	133
Total revenues	<u>2,410,750</u>	<u>1,932,970</u>	<u>1,743,564</u>	<u>(189,406)</u>
EXPENDITURES				
Current				
Medical expenditures	<u>2,406,250</u>	<u>1,935,116</u>	<u>1,812,776</u>	<u>122,340</u>
Total expenditures	<u>2,406,250</u>	<u>1,935,116</u>	<u>1,812,776</u>	<u>122,340</u>
CHANGE IN NET POSITION, Budgetary Basis	<u>\$ 4,500</u>	<u>\$ (2,146)</u>	(69,212)	<u>\$ (67,066)</u>
NET POSITION, Beginning			<u>455,902</u>	
NET POSITION, Ending			<u>\$ 386,690</u>	

TOWN OF ESTES PARK, COLORADO
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
Year Ended December 31, 2015

	Balance December 31, 2014	Additions	Deductions	Balance December 31, 2015
ASSETS				
Cash and investments	\$ 459,173	\$ 820	\$ -	\$ 459,993
LIABILITIES				
Accrued liabilities	\$ 459,173	\$ 820	\$ -	\$ 459,993

**SCHEDULE OF COMPONENT UNIT WITHOUT SEPARATELY
ISSUED FINANCIAL STATEMENTS**

**TOWN OF ESTES PARK, COLORADO
BUDGETARY COMPARISON SCHEDULE
MARKETING DISTRICT
Year Ended December 31, 2015**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive</u>
REVENUES				
Lodging taxes	\$ 1,414,616	\$ 1,414,616	\$ 1,902,902	\$ 488,286
Charges for services	369,000	369,000	456,520	87,520
Grants and awards	-	-	64,404	64,404
Contributions	10,000	10,000	10,804	804
Investment income	60	60	104	44
Miscellaneous	-	-	5,955	5,955
Total revenues	<u>1,793,676</u>	<u>1,793,676</u>	<u>2,440,689</u>	<u>647,013</u>
EXPENSES				
Operating expenses	<u>2,170,358</u>	<u>2,319,863</u>	<u>2,199,891</u>	<u>119,972</u>
CHANGE IN NET POSITION	<u>\$ (376,682)</u>	<u>\$ (526,187)</u>	<u>\$ 240,798</u>	<u>\$ 766,985</u>

STATISTICAL SECTION

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

Contents	Schedules	Pages
Financial Trends These schedules contain trend information to help the reader understand how the Town's financial condition has changed over time.	1-4	67-71
Revenue Capacity These schedules contain information to help the reader assess the Town's largest revenue source, sales and use taxes	5-7	72-74
Debt Capacity These schedules present information to help the reader assess the affordability of the Town's current levels of outstanding debt and the Town's ability to issue debt in the future.	8-11	75-78
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the Town's financial activities take place.	12-13	79-80
Operating Information These schedules contain service data to help the reader understand how information in the financial report relates to the services the Town provides and the activities it performs.	14-16	81-84

Schedule 1
Town of Estes Park, Colorado
Net Assets
(accrual basis of accounting)

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Governmental Activities										
Invested in capital assets, net of related debt	\$ 42,728,991	\$ 43,547,869	\$ 43,143,611	\$ 41,563,901	\$ 42,203,530	\$ 42,113,390	\$ 41,859,310	\$ 42,700,081	\$ 43,113,642	\$ 42,539,162
Restricted	2,609,999	2,092,071	698,599	410,000	377,000	709,864	501,501	560,342	912,392	9,406,344
Unrestricted	10,781,187	10,030,682	12,029,735	11,716,321	10,611,069	9,600,463	9,567,385	8,225,881	9,808,049	5,434,320
Total governmental activities net assets	\$ 56,120,177	\$ 55,670,622	\$ 55,871,945	\$ 53,690,222	\$ 53,191,599	\$ 52,423,717	\$ 51,928,196	\$ 51,486,304	\$ 53,834,083	\$ 57,379,826
Business-type Activities										
Invested in capital assets, net of related debt	\$ 23,256,846	\$ 23,789,534	\$ 25,615,443	\$ 26,206,042	\$ 27,001,157	\$ 27,212,425	\$ 27,343,710	\$ 26,673,350	\$ 26,771,542	\$ 29,175,592
Restricted	-	-	-	-	-	-	1,245,740	1,429,588	1,503,341	1,671,908
Unrestricted	10,044,962	11,636,029	11,897,489	12,318,115	11,849,349	12,725,711	13,294,644	14,852,929	16,679,006	12,728,316
Total business-type activities net assets	\$ 33,301,808	\$ 35,425,563	\$ 37,512,932	\$ 38,524,157	\$ 38,850,506	\$ 39,938,136	\$ 41,884,094	\$ 42,955,867	\$ 44,953,889	\$ 43,575,816
Primary Government										
Invested in capital assets, net of related debt	\$ 65,985,837	\$ 67,337,403	\$ 68,759,054	\$ 67,769,943	\$ 69,204,687	\$ 69,325,815	\$ 69,203,020	\$ 69,373,431	\$ 69,885,184	\$ 71,714,754
Restricted	2,609,999	2,092,071	698,599	410,000	377,000	709,864	1,747,241	1,989,930	2,415,733	11,078,252
Unrestricted	20,826,149	21,666,711	23,927,224	24,034,436	22,460,418	22,326,174	22,862,029	23,078,810	26,487,055	18,162,636
Total primary governmental net assets	\$ 89,421,985	\$ 91,096,185	\$ 93,384,877	\$ 92,214,379	\$ 92,042,105	\$ 92,361,853	\$ 93,812,290	\$ 94,442,171	\$ 98,787,972	\$ 100,955,642

Source: Current and prior years' financial statements

Schedule 2
Town of Estes Park, Colorado
Changes in Net Position
(accrual basis of accounting)

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Expenses										
Governmental Activities:										
General Government	\$ 3,822,578	\$ 3,420,170	\$ 3,625,086	\$ 2,868,438	\$ 2,971,322	\$ 4,040,703	\$ 3,468,703	\$ 3,769,227	\$ 4,660,385	\$ 5,280,912
Public Safety	3,090,570	5,747,569	3,717,226	4,564,497	3,205,060	3,392,067	3,166,031	3,754,648	5,281,116	4,063,117
Public Works	1,905,687	2,197,576	1,933,301	2,132,518	2,087,784	2,302,730	2,251,653	2,794,976	2,192,522	2,736,985
Culture and Recreation	3,918,854	2,101,810	5,022,994	5,034,757	4,172,407	3,815,959	3,892,393	4,441,986	4,669,256	5,342,804
Interest on Long-Term Debt	96,732	65,619	40,641	4,789	-	-	-	86,521	146,875	147,226
Total governmental activities expenses	<u>12,834,421</u>	<u>13,532,744</u>	<u>14,339,248</u>	<u>14,604,999</u>	<u>12,436,573</u>	<u>13,551,459</u>	<u>12,778,780</u>	<u>14,847,358</u>	<u>16,950,154</u>	<u>17,571,044</u>
Business-type Activities:										
Light & Power	8,383,238	8,693,935	9,438,072	10,031,659	10,626,958	10,775,511	11,397,397	12,031,616	12,272,416	12,813,281
Water	2,627,297	2,687,000	2,777,554	3,182,704	3,324,281	3,187,508	3,300,558	3,900,610	3,614,506	3,776,050
Total business-type activities expenses	<u>11,010,535</u>	<u>11,380,935</u>	<u>12,215,626</u>	<u>13,214,363</u>	<u>13,951,239</u>	<u>13,963,019</u>	<u>14,697,955</u>	<u>15,932,226</u>	<u>15,886,922</u>	<u>16,589,331</u>
Total primary governmental expenses	<u>\$ 23,844,956</u>	<u>\$ 24,913,679</u>	<u>\$ 26,554,874</u>	<u>\$ 27,819,362</u>	<u>\$ 26,387,812</u>	<u>\$ 27,514,478</u>	<u>\$ 27,476,735</u>	<u>\$ 30,779,584</u>	<u>\$ 32,837,076</u>	<u>\$ 34,160,375</u>
Program Revenues										
Governmental activities:										
Charges for services:										
General Government	\$ 844,652	\$ 874,957	\$ 815,016	\$ 533,074	\$ 562,915	\$ 565,548	\$ 818,757	\$ 858,746	\$ 1,151,278	\$ 1,013,428
Public Safety	452,406	594,475	550,881	423,562	205,021	284,914	46,759	54,823	60,462	57,676
Public Works	20,918	8,655	4,755	3,032	4,400	3,987	-	-	-	-
Culture and Recreation	848,685	882,392	1,012,541	1,041,066	897,999	617,776	554,770	498,317	581,743	518,606
Operating grants and contributions	895,340	735,916	860,994	660,737	686,298	840,324	779,545	812,750	977,593	1,500,181
Capital grants and contributions	32,729	76,153	25,378	160,546	486,085	1,148,194	269,832	850,689	2,142,712	1,487,574
Total governmental activities program revenues	<u>3,094,730</u>	<u>3,172,548</u>	<u>3,269,565</u>	<u>2,822,017</u>	<u>2,842,718</u>	<u>3,460,743</u>	<u>2,469,663</u>	<u>3,075,325</u>	<u>4,913,788</u>	<u>4,577,465</u>
Business-type Activities:										
Light & Power	10,097,231	10,446,230	11,005,740	11,366,577	11,834,082	12,264,063	12,587,633	13,425,840	13,238,766	13,639,816
Water	2,476,467	2,577,482	2,816,150	2,889,515	2,938,182	3,142,564	3,586,899	3,568,840	3,508,109	3,822,059
Operating grants and contributions	-	-	-	28,870	7,500	22,628	3,067	-	-	-
Capital grants and contributions	609,468	688,403	311,853	330,113	196,004	305,871	359,973	942,121	774,133	2,049,792
Total business-type activities program revenues	<u>13,183,166</u>	<u>13,712,115</u>	<u>14,133,743</u>	<u>14,615,075</u>	<u>14,975,768</u>	<u>15,735,126</u>	<u>16,537,572</u>	<u>17,936,801</u>	<u>17,521,008</u>	<u>19,511,667</u>
Total primary government program revenues	<u>\$ 16,277,896</u>	<u>\$ 16,884,663</u>	<u>\$ 17,403,308</u>	<u>\$ 17,437,092</u>	<u>\$ 17,818,486</u>	<u>\$ 19,195,869</u>	<u>\$ 19,007,235</u>	<u>\$ 21,012,126</u>	<u>\$ 22,434,796</u>	<u>\$ 24,089,132</u>
Net (Expense)/Revenue										
Governmental activities	\$ (9,739,691)	\$ (10,360,196)	\$ (11,069,683)	\$ (11,782,982)	\$ (9,593,855)	\$ (10,090,716)	\$ (10,309,117)	\$ (11,772,033)	\$ (12,036,366)	\$ (12,993,579)
Business-type activities	2,172,631	2,331,180	1,918,117	1,400,712	1,024,529	1,772,107	1,839,617	2,004,575	1,634,086	2,922,336
Total primary government net expenses	<u>\$ (7,567,060)</u>	<u>\$ (8,029,016)</u>	<u>\$ (9,151,566)</u>	<u>\$ (10,382,270)</u>	<u>\$ (8,569,326)</u>	<u>\$ (8,318,609)</u>	<u>\$ (8,469,500)</u>	<u>\$ (9,767,458)</u>	<u>\$ (10,402,280)</u>	<u>\$ (10,071,243)</u>

Schedule 2 (continued)
Town of Estes Park, Colorado
Changes in Net Assets
(accrual basis of accounting)

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Taxes										
Sales taxes	\$ 6,771,295	\$ 7,239,214	\$ 7,186,720	\$ 6,854,197	\$ 7,009,252	\$ 7,424,828	\$ 7,891,798	\$ 7,863,605	\$ 10,114,588	\$ 12,227,589
Property taxes	1,028,896	1,134,800	1,261,959	351,446	468,736	372,171	370,682	366,548	353,864	343,135
Franchise taxes	401,432	414,286	425,244	438,247	432,884	437,786	458,823	468,706	480,676	470,612
Use taxes	202,666	209,103	186,294	173,166	199,092	180,936	210,782	250,323	290,986	280,612
Unrestricted grants and contributions	-	-	-	40,278	34,151	37,587	40,415	85,217	132,712	4,246,467
Change in liability	-	-	-	-	-	-	-	-	-	-
Investment income	649,528	675,203	480,105	80,201	75,623	46,383	38,914	1,336	47,534	41,358
Miscellaneous	249,079	264,702	691,302	767,602	736,350	660,277	366,860	1,056,596	614,451	424,843
Gain (Loss) on sale of capital assets	-	-	-	-	-	-	-	-	835,373	-
Extraordinary item: Environmental Remediation	-	-	-	-	-	(998,000)	-	-	-	-
Special item: Elim. Of net pension obligation	-	-	-	-	(983,913)	-	-	-	-	-
Transfers	989,788	1,030,101	1,039,382	896,122	1,123,057	1,160,866	435,322	1,488,135	1,513,961	1,555,141
Total governmental activities	10,292,684	10,967,409	11,271,006	9,601,259	9,095,232	9,322,834	9,813,596	11,580,466	14,384,145	19,589,757
Business-type activities:										
Unrestricted grants and contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment income	211,513	499,506	526,351	92,569	81,513	63,128	66,217	12,790	67,013	53,616
Miscellaneous	635,958	323,170	682,283	414,066	343,364	413,261	475,446	687,391	1,810,884	367,588
Transfers	(989,788)	(1,030,101)	(1,039,382)	(896,122)	(1,123,057)	(1,160,866)	(435,322)	(1,488,135)	(1,513,961)	(1,555,141)
Total business-type activities	(142,317)	(207,425)	169,252	(389,487)	(698,180)	(684,477)	106,341	(787,954)	363,936	(1,133,937)
Total primary government	\$ 10,150,367	\$ 10,759,984	\$ 11,440,258	\$ 9,211,772	\$ 8,397,052	\$ 8,638,357	\$ 9,919,937	\$ 10,792,512	\$ 14,748,081	\$ 18,455,820
Changes in Net Assets										
Governmental activities	\$ 552,993	\$ 607,213	\$ 201,323	\$ (2,181,723)	\$ (498,623)	\$ (767,882)	\$ (495,521)	\$ (191,567)	\$ 2,347,779	\$ 6,596,178
Business-type activities	2,030,314	2,123,755	2,087,368	1,011,225	326,349	1,087,630	1,945,958	1,216,621	1,998,022	1,788,399
Total primary government	\$ 2,583,307	\$ 2,730,968	\$ 2,288,691	\$ (1,170,498)	\$ (172,274)	\$ 319,748	\$ 1,450,437	\$ 1,025,054	\$ 4,345,801	\$ 8,384,577

Source: Current and prior year's financial statements

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

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
General Fund										
Reserved	\$ -	\$ 13,419	\$ 8,843	\$ 15,904	\$ 388,970	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	<u>2,849,039</u>	<u>4,024,503</u>	<u>4,622,401</u>	<u>4,506,282</u>	<u>5,526,180</u>	-	-	-	-	-
Total general fund	<u>\$ 2,849,039</u>	<u>\$ 4,037,922</u>	<u>\$ 4,631,244</u>	<u>\$ 4,522,186</u>	<u>\$ 5,915,150</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
All other Governmental Funds										
Reserved	876,719	15,682	18,787	10,073	22,958	-	-	-	-	-
Unreserved, reports in:										
Special revenue funds	3,361,832	2,008,274	2,859,303	3,981,171	3,405,964	-	-	-	-	-
Capital projects funds	651,177	131,099	135,599	-	-	-	-	-	-	-
Debt service funds	<u>1,414,822</u>	<u>1,368,972</u>	<u>1,023,382</u>	-	-	-	-	-	-	-
Total all other governmental funds	<u>\$ 6,304,550</u>	<u>\$ 3,524,027</u>	<u>\$ 4,037,071</u>	<u>\$ 3,991,244</u>	<u>\$ 3,428,922</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total general fund + all other govt funds	<u>\$ 9,153,589</u>	<u>\$ 7,561,949</u>	<u>\$ 8,668,315</u>	<u>\$ 8,513,430</u>	<u>\$ 9,344,072</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
General Fund										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 72,050	\$ 21,121	\$ 14,099	\$ 103,454	\$ 41,672
Restricted	-	-	-	-	-	411,000	348,000	361,000	443,437	545,557
Assigned	-	-	-	-	-	-	1,351,691	569,653	715,775	678,791
Unassigned	-	-	-	-	-	<u>6,084,967</u>	<u>4,176,411</u>	<u>3,750,551</u>	<u>3,036,517</u>	<u>2,932,790</u>
Total general fund	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,568,017</u>	<u>\$ 5,897,223</u>	<u>\$ 4,695,303</u>	<u>\$ 4,299,183</u>	<u>\$ 4,198,810</u>
All other Governmental Funds										
Nonspendable	-	-	-	-	-	18,314	15,156	30,807	-	-
Restricted	-	-	-	-	-	298,864	153,501	199,342	468,955	8,860,787
Assigned	-	-	-	-	-	<u>2,830,465</u>	<u>3,012,679</u>	<u>5,403,719</u>	<u>5,545,301</u>	<u>2,516,777</u>
Total all other governmental funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,147,643</u>	<u>\$ 3,181,336</u>	<u>\$ 5,633,868</u>	<u>\$ 6,014,256</u>	<u>\$ 11,377,564</u>
Total general fund + all other govt funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,715,660</u>	<u>\$ 9,078,559</u>	<u>\$ 10,329,171</u>	<u>\$ 10,313,439</u>	<u>\$ 15,576,374</u>

Source: Current and prior year's financial statements

The Town adopted GASB # 54 beginning in 2011. This statement created new fund balance categories and is implemented on a prospective basis.

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

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Revenues										
Taxes	\$ 8,404,289	\$ 8,997,403	\$ 9,060,217	\$ 7,817,056	\$ 8,109,964	\$ 8,415,721	\$ 8,932,085	\$ 8,698,859	\$ 11,240,114	\$ 13,321,948
Licenses, fees and permits	644,996	665,053	623,762	471,844	476,831	485,447	504,579	511,477	525,376	581,401
Intergovernmental	1,317,362	857,664	1,847,978	861,561	845,534	1,961,081	961,212	1,116,976	3,024,306	6,665,193
Charges for services	667,190	737,300	1,130,773	1,203,729	965,073	746,710	686,701	641,241	1,004,843	665,719
Fines and forfeitures	28,062	41,552	55,700	49,759	44,463	58,812	46,759	54,823	60,462	57,676
Rental Income	473,442	474,421	482,159	275,402	183,968	181,256	182,247	204,345	202,802	284,914
Investment Income	525,148	434,266	303,872	51,648	48,030	34,375	38,914	2,810	32,759	31,571
Miscellaneous	535,414	669,018	675,761	708,473	723,172	616,493	457,786	1,081,675	607,341	307,110
Total revenues	<u>12,595,903</u>	<u>12,876,677</u>	<u>14,180,222</u>	<u>11,439,472</u>	<u>11,397,035</u>	<u>12,499,895</u>	<u>11,810,283</u>	<u>12,312,206</u>	<u>16,698,003</u>	<u>21,915,532</u>
Expenditures										
General Government	3,569,747	2,735,291	2,564,815	2,570,590	2,770,200	3,197,041	3,091,136	3,336,471	3,877,566	4,452,444
Public Safety	3,090,882	3,273,503	3,555,245	4,189,934	3,125,535	3,321,220	3,108,298	3,708,234	5,081,198	3,991,990
Public Works	1,170,863	1,280,148	1,374,453	1,124,064	2,000,968	1,430,119	1,273,172	2,539,203	1,268,615	2,907,909
Culture and Recreation	3,652,670	3,972,727	4,310,113	4,234,702	3,436,563	3,145,713	3,223,997	3,554,387	3,962,643	4,402,049
Community Reinvestment	-	-	-	-	-	-	-	219,832	160,649	329,556
Capital outlay	2,960,697	3,026,690	1,088,484	1,449,927	1,884,092	2,195,080	2,064,186	5,121,863	4,359,403	1,541,624
Debt Service										
Principal	1,109,300	1,144,161	1,192,675	88,000	-	-	-	-	370,000	434,171
Interest, Fiscal Charges, bond issuance costs	100,927	65,898	27,453	4,789	-	-	-	144,739	147,622	147,995
Total expenditures	<u>15,655,086</u>	<u>15,498,418</u>	<u>14,113,238</u>	<u>13,662,006</u>	<u>13,217,358</u>	<u>13,289,173</u>	<u>12,760,789</u>	<u>18,624,729</u>	<u>19,227,696</u>	<u>18,207,738</u>
Excess of revenues over (under) expenditures	(3,059,183)	(2,621,741)	66,984	(2,222,534)	(1,820,323)	(789,278)	(950,506)	(6,312,523)	(2,529,693)	3,707,794
Other Financing Sources (Uses)										
Transfers in	4,711,914	5,262,520	5,692,704	5,373,150	5,875,187	3,405,866	2,850,195	4,668,135	5,008,419	2,850,141
Transfers out	(3,722,126)	(4,232,419)	(4,653,322)	(3,305,501)	(3,224,222)	(2,245,000)	(2,536,788)	(3,180,000)	(3,494,458)	(1,295,000)
Proceeds on sale of assets	-	-	-	-	-	-	-	-	1,000,000	-
Bond Proceeds/premiums/Escrow activity	-	-	-	-	-	-	-	6,075,000	-	-
Total other financing sources (uses)	<u>989,788</u>	<u>1,030,101</u>	<u>1,039,382</u>	<u>2,067,649</u>	<u>2,650,965</u>	<u>1,160,866</u>	<u>313,407</u>	<u>7,563,135</u>	<u>2,513,961</u>	<u>1,555,141</u>
Net change in fund balances	<u>\$ (2,069,395)</u>	<u>\$ (1,591,640)</u>	<u>\$ 1,106,366</u>	<u>\$ (154,885)</u>	<u>\$ 830,642</u>	<u>\$ 371,588</u>	<u>\$ (637,099)</u>	<u>\$ 1,250,612</u>	<u>\$ (15,732)</u>	<u>\$ 5,262,935</u>
Debt service as a percentage of noncapital expenditures (using capital asset additions from Notes to Financial Statements)	<u>11.3%</u>	<u>10.5%</u>	<u>9.7%</u>	<u>0.7%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>1.1%</u>	<u>3.5%</u>	<u>3.7%</u>

Source: Current and prior year's financial statements

**Schedule 5
Town of Estes Park, Colorado
Sales Tax Revenue by Type of Industry**

Fiscal Year	Amusement/ Recreation	Apparel	Arts & Crafts	Automotive	Food	Furniture	General Merchandise (Retail)	Lodging	Lumber & Building	Personal/ Professional Services	Utilities	Total Sales Tax
2006	\$ 45,809	\$ 266,138	\$ 137,832	\$ 131,746	\$ 2,290,810	\$ 92,941	\$ 1,120,550	\$ 1,607,270	\$ 439,148	\$ 89,382	\$ 545,494	\$ 6,767,120
2007	47,801	250,389	125,692	141,660	2,449,330	85,971	1,220,049	1,813,978	382,996	76,347	645,000	7,239,214
2008	52,581	incl w/ retail	incl w/ retail	135,789	2,602,655	incl w/ retail	1,475,074	1,771,509	443,856	110,366	594,890	7,186,720
2009	56,256	incl w/ retail	incl w/ retail	141,995	2,573,160	incl w/ retail	1,410,790	1,675,092	338,364	102,582	555,958	6,854,197
2010	45,003	incl w/ retail	incl w/ retail	150,698	2,643,978	incl w/ retail	1,405,752	1,768,187	339,944	105,719	549,970	7,009,252
2011	54,966	incl w/ retail	incl w/ retail	140,997	2,812,412	incl w/ retail	1,456,846	1,931,215	356,826	111,205	560,361	7,424,828
2012	55,460	incl w/ retail	incl w/ retail	147,339	2,945,021	incl w/ retail	1,492,710	2,162,856	409,641	135,494	543,276	7,891,798
2013*	65,553	incl w/ retail	incl w/ retail	155,617	2,784,728	incl w/ retail	1,582,516	2,083,848	452,674	134,371	604,298	7,863,605
2014	77,638	incl w/ retail	incl w/ retail	180,808	3,640,784	incl w/ retail	2,233,404	2,896,359	521,716	174,221	680,645	10,405,574
2015	75,434	incl w/ retail	incl w/ retail	207,133	4,407,513	incl w/ retail	2,302,864	3,695,728	602,859	204,986	731,071	12,227,589

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

Source: Town of Estes Park Sales and Use Tax Reports

*sales tax adversely affected by September 2013 flood

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

Fiscal Year	City Direct Rate		Overlapping Rates		Total Overlapping Sales Tax Rate
	Town of Estes Park	Total Direct Sales Tax Rate	State of Colorado	Larimer County	
2006	4.00%	4.00%	2.90%	0.80%	7.70%
2007	4.00%	4.00%	2.90%	0.80%	7.70%
2008	4.00%	4.00%	2.90%	0.80%	7.70%
2009	4.00%	4.00%	2.90%	0.80%	7.70%
2010	4.00%	4.00%	2.90%	0.80%	7.70%
2011	4.00%	4.00%	2.90%	0.80%	7.70%
2012	4.00%	4.00%	2.90%	0.60%	7.50%
2013	4.00%	4.00%	2.90%	0.60%	7.50%
2014*	5.00%	5.00%	2.90%	0.65%	8.55%
2015*	5.00%	5.00%	2.90%	0.65%	8.55%

Source: Colorado Department of Revenue

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

Schedule 7
Town of Estes Park, Colorado
Principal Sales Tax categories
Current and nine years ago

	<u>2006</u>	<u>2015</u>
Top three categories (alphabetical)		
Food	\$ 2,290,810	\$ 4,407,513
Lodging	1,607,270	3,695,728
Retail	<u>1,120,550</u>	<u>2,302,864</u>
Total:	5,018,630	10,406,106
Aggregate all other categories	<u>1,748,490</u>	<u>1,821,484</u>
Total sales and use tax	<u>\$ 6,767,120</u>	<u>\$ 12,227,589</u>
Top three categories as a percentage of total sales tax	74.16%	85.10%

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

Fiscal Year	Governmental Activities			Business-Type Activities				Total Primary Government	Percentage of Personal Income ⁷	Per Capita ⁷
	Tax Increment Revenue Refunding Bonds	Certificates of Participation ⁸	Capital Leases	Light and Power Revenue Bonds ³	Water Loan ⁴	Water Loans ⁵	Water Loans ⁶			
2006	\$ 1,755,000	\$ 251,000	\$ 418,836	\$ 1,935,000	\$ 455,000	\$ 690,000	N/A	\$ 5,504,836	9.89%	1,017
2007	895,000	172,000	213,675	7,915,000	375,000	535,000	N/A	10,105,675	18.15%	1,867
2008	0	88,000	0	7,470,000	290,000	370,000	5,494,410	13,712,410	24.63%	2,533
2009	0	0	0	7,035,000	200,000	190,000	5,392,240	12,817,240	23.02%	2,368
2010	0	0	0	5,505,000	105,000	0	5,312,774	10,922,774	19.62%	2,018
2011	0	0	0	5,270,000	0	0	5,125,467	10,395,467	19.70%	1,775
2012	0	0	0	5,025,000	0	0	4,864,366	9,889,366	17.64%	1,672
2013	0	6,075,000	0	4,770,000	0	0	4,597,593	15,442,593	26.72%	2,587
2014	0	5,705,000	0	4,510,000	0	0	4,330,819	14,545,819	25.87%	2,359
2015	0	5,325,000	234,813	4,235,000	0	0	4,058,369	13,853,182	24.63%	2,214

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

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

⁵ 1993A and 1990A Water Loans were obtained from the CWRPDA to finance improvements to water system. Interest accrues at rates between 2.70-5.00%.

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

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

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

Source: Current and prior year's financial statements

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

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
General bonded debt outstanding	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Certificates of Participation	-	-	-	-	-	-	-	6,075,000	5,705,000	5,325,000
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,075,000</u>	<u>5,705,000</u>	<u>5,325,000</u>
Per capita ¹	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,122	\$ 1,054	\$ 984
Less: Amounts set aside to repay general debt	-	-	-	-	-	-	-	-	-	-
Total net debt applicable to debit limit	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,075,000	\$ 5,705,000	\$ 5,325,000
Legal debt margin ²	<u>\$ 38,016,966</u>	<u>\$ 43,475,237</u>	<u>\$ 44,142,190</u>	<u>\$ 47,110,239</u>	<u>\$ 47,657,370</u>	<u>\$ 46,048,454</u>	<u>\$ 46,224,615</u>	<u>\$ 44,284,203</u>	<u>\$ 43,565,562</u>	<u>\$ 48,643,383</u>

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

² The legal debt margin is the town's available borrowing authority. It is calculated from estimated actual property value as provided by Larimer County. For 2015, the computation is: \$1,621,446,100 x 3% = \$48,648,300.

Schedule 10
Town of Estes Park, Colorado
Direct and Overlapping Governmental Activities Debt
As of December 31, 2015

Jurisdiction	General Obligation Bonded Debt Outstanding	Percentage Applicable To Government	Estimated Share of Overlapping Debt
Direct:			
Town of Estes Park	\$ -	0.00%	\$ -
Overlapping:			
Northern Colorado Water Conservancy District	4,124,069	1.08%	44,716
Park Hospital District	17,625,000	57.25%	10,089,636
Estes Valley Library District ¹	0	100.00%	0
Park R-3 School District	<u>19,795,000</u>	52.00%	<u>10,293,400</u>
Total	<u>\$ 41,544,069</u>	49.17%	<u>\$ 20,427,753</u>

Sources: documentation from entities listed above

¹Library District debt paid off in 2012.

Notes:

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

Schedule 11
Town of Estes Park, Colorado
Pledged-Revenue Coverage

Water Revenue Bonds

Fiscal Year	Water Revenues	Less: Operating Expenses ¹	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2006	\$ 2,561,731	\$ 2,104,707	\$ 457,024	\$ 220,000	\$ 80,785	1.52
2007	2,637,049	2,184,862	452,187	235,000	71,410	1.48
2008	2,870,884	2,231,912	638,972	250,000	49,293	2.13
2009	3,308,276	2,408,255	900,021	372,170	156,218	1.70
2010	3,168,248	2,521,875	646,373	364,466	146,321	1.27
2011	3,528,571	2,383,332	1,145,239	292,310	136,971	2.67
2012	4,034,656	2,517,063	1,517,593	261,098	144,688	3.74
2013	4,263,303	3,290,474	972,829	266,774	140,430	2.39
2014	4,087,720	3,165,030	922,690	266,774	136,335	2.29
2015	5,211,779	2,985,121	2,226,658	272,450	132,440	5.50

Light & Power Revenue Bonds

	Light & Power Revenues	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2006	\$ 10,647,925	\$ 7,837,303	\$ 2,810,622	\$ 195,000	\$ 107,290	9.30
2007	10,709,833	8,135,931	2,573,902	200,000	100,940	8.55
2008	11,633,289	8,557,903	3,075,386	445,000	302,676	4.11
2009	11,813,434	8,832,666	2,980,768	435,000	307,769	4.01
2010	12,232,397	9,305,461	2,926,936	1,530,000	236,330	1.66
2011	12,682,944	9,836,421	2,846,523	235,000	213,319	6.35
2012	13,044,579	10,395,785	2,648,794	245,000	204,213	5.90
2013	14,373,679	11,746,547	2,627,132	255,000	194,719	5.84
2014	15,311,185	11,818,066	3,493,119	260,000	184,838	7.85
2015	14,721,092	11,963,511	2,757,581	275,000	174,763	6.13

Estes Park Urban Renewal Authority

	EPURA incremental sales tax revenues	Debt Service Fund Revenue Allocation	Fund Balance in Debt Service Fund	Debt Service		Coverage
				Principal	Interest	
2005	\$ 2,850,658	\$ 905,419	\$ 1,305,510	\$ 815,000	\$ 74,022	1.47
2006	3,032,718	1,011,725	1,414,822	835,000	67,413	1.57
2007	2,837,627	1,119,741	1,368,972	860,000	42,488	1.52
2008	2,900,485	1,180,831	1,023,382	895,000	14,544	1.13
2009	-	-	-	- ²	-	0.00
2010	-	-	-	-	-	0.00
2011	-	-	-	-	-	0.00
2012	-	-	-	-	-	0.00
2013	-	-	-	-	-	0.00
2014	-	-	-	-	-	0.00
2015	-	-	-	-	-	0.00

¹ Operating expenses are net of depreciation expense

² EPURA debt paid off in 2008

Source: Current and prior year's financial statements

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

Fiscal Year	Population ^{1,3}	Total Personal Income ⁴	Median Family Income ^{1,3}	Per Capita Personal Income ^{1,3}	Median Age ¹	School Enrollment ²	Fort Collins/ Loveland, CO Unemployment Rate ³
2006	5,413	\$ 165,091,087	\$ 55,667	\$ 30,499	45	1,219	3.3%
2007	5,413	165,091,087	55,667	30,499	45	1,206	3.5%
2008	5,413	165,091,087	55,667	30,499	45	1,162	4.8%
2009	5,413	165,091,087	55,667	30,499	45	1,210	6.8%
2010	5,413	165,091,087	55,667	30,499	45	1,120	7.7%
2011	5,858	204,807,396	52,778	34,962	52	1,126	6.7%
2012	5,913	206,730,306	56,053	34,962	52	1,095	6.1%
2013	5,969	221,539,435	57,789	37,115	52	1,126	5.0%
2014	6,165	227,926,215	56,236	36,971	51	1,125	4.2%
2015	6,257	231,327,547	56,236	36,971	51	1,143	3.5%

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

² Park R-3 School district

³ Data obtained from www.Larimer.org/compass, U.S. Bureau of Labor Statistics

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

Population numbers for 2011-15 are estimates as posted on www.census.gov

Schedule 13
Town of Estes Park, Colorado
Principal employers

2006	# of full-time employees	2015	# of full-time employees
1 Estes Park Medical Center	N/A	Estes Park Medical Center	254
2 Estes Valley Recreation District	N/A	Rocky Mountain National Park	170
3 Harmony Foundation	N/A	Park School District R-3	143
4 Holiday Inn	N/A	YMCA of the Rockies	130
5 Park School District R-3	N/A	Town of Estes Park	131
6 Rocky Mountain National Park	N/A	Harmony Foundation	108
7 Safeway	N/A	Estes Valley Recreation District	45
8 Town of Estes Park	111	Rocky Mountain Park Inn	30
9 YMCA of the Rockies	N/A	Safeway	20

Source: Town of Estes Park's Community Profile

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

Function/Program	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
General Government											
Administration	4.00	4.00	5.00	4.00	5.00	5.50	5.50	9.00	8.00	8.00	9.00
Community Development	8.00	8.00	8.00	8.00	7.00	7.00	7.00	6.00	7.00	8.00	9.00
Finance	9.00	9.00	9.00	9.00	9.00	9.00	9.00	7.00	7.00	8.00	9.00
Police	29.50	29.50	30.75	29.60	30.00	30.00	30.00	29.56	30.00	32.00	33.00
Parks ¹	4.00	5.00	5.00	5.00	5.00	5.00	5.00	3.00	5.00	5.00	5.00
Public Works ¹	6.00	3.00	3.00	2.00	2.00	2.00	2.00	6.00	6.00	5.00	5.00
Streets ¹	0.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	2.00	2.00	5.00
Special Revenue											
Advertising	0.00	2.00	2.00	2.00	2.00	0.00	0.00	0.00	0.00	0.00	0.00
Marketing	1.00	1.00	2.00	2.00	2.00	1.00	1.00	1.00	1.00	0.00	0.00
Multipurpose Event Center	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	4.00	4.00
Museum	2.75	2.75	2.75	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Senior Citizens Center ²	1.50	1.50	1.50	1.60	1.60	1.60	1.60	1.60	2.00	2.00	2.00
Special Events	4.00	4.00	4.00	4.00	4.00	4.00	4.00	5.70	4.00	2.00	2.00
Transportation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	1.00	1.00
Visitor Center	6.00	3.00	5.00	5.00	5.00	4.00	3.00	3.00	3.00	4.00	4.00
Enterprise											
Light & Power ⁴	20.50	18.25	19.30	20.00	21.00	21.00	21.00	18.80	21.00	20.00	21.00
Water	9.50	10.75	9.80	9.70	10.00	11.00	11.00	11.00	12.00	12.00	12.00
Internal Services											
Fleet Maintenance ¹	3.00	2.00	2.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Information Systems (IT) ⁴	0.00	2.00	2.00	3.00	3.00	3.00	3.00	3.00	3.00	2.00	4.00
Districts											
EPURA ⁵	1.00	1.00	1.00	1.00	1.00	0.00	0.00	0.00	0.00	0.00	0.00
Fire ³	1.75	1.75	2.00	3.00	3.00	0.00	0.00	0.00	0.00	0.00	0.00
Local Marketing District ⁶	0.00	0.00	0.00	0.00	0.00	4.00	4.00	0.00	0.00	0.00	0.00
TOTALS	111.50	111.50	117.10	117.90	119.60	117.10	116.10	113.66	117.00	121.00	131.00

¹Public Works/Streets/Parks/Fleet reorganized in 2006.

²Senior Center meals contracted to a catering company in 2014.

³Fire District formed in 2010, ending status as Town department.

⁴IT department split from Light & Power in 2006.

⁵EPURA dissolved by vote in 2009.

⁶Local Marketing District formed in 2009, becomes part of Town's CAFR. Separates from Town's payroll in 2012.

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

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

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012*</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Police										
PD Incidents	12,331	15,137	14,867	13,421	12,357	11,822	13,262	16,260	17,880	14,591
PD Report Numbers	1,839	1,873	1,676	1,652	1,507	1,532	1,613	1,690	1,728	1,903
Total Arrests	202	192	254	233	203	236	264	262	315	297
Number of allotted PD Employees	25	27	29	28	28	29	28	29	32	32
Number of allotted Sworn Employees	18	19	19	17	18	19	18	19	20	20
Number of allotted Civilian Employees	7	8	10	11	10	10	10	10	12	12
Total Phone Calls	50,598	80,332	69,789	66,872	64,003	59,009	0	53,514	46,309	47,407
911 Calls	6,336	4,496	4,216	4,020	4,313	4,051	0	4,488	4,813	5,250
Total Incidents Police/Fire/Ambulance	15,148	20,849	17,148	15,736	14,750	14,169	15,520	15,656	20,235	17,154
*data lost during phone conversion										
Fire										
Number of volunteers	35	30	38	36	35	34	31	33	38	32
Emergency Responses	422	454	414	500	516	451	648	650	596	618
Water hydrants	648	657	662	663	663	663	672	681	683	684
Fire insurance rating	ISO Class 4	ISO Class 4	ISO Class 4	ISO Class 4	ISO Class 4	ISO Class 4	ISO Class 4	ISO PPC 4	ISO PPC 4	ISO PPC 4
Utilities-Electric										
No. of accounts	9,982	10,133	10,315	10,381	10,449	10,464	10,500	10,473	10,540	10,623
Wind Power customers	99	110	153	176	185	171	164	157	145	135
Substation Capacity (MW)	68.75	69	100	100	100	100	100	100	100	100
Average daily consumption	340,863	343,390	350,500	345,833	346,935	347,827	337,063	345,348	348,423	342,382
Annual consumption	124,414,948	125,337,508	127,932,362	126,228,952	126,631,105	126,956,835	123,028,066	126,052,183	127,174,378	124,969,364
Distribution system (in miles)	357	369	280	325	400	400	400	300	300	300
Number of Street Lights	1,165	1,166	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250
Utilities-Water										
No. of accounts	4,806	4,879	4,993	4,974	5,016	5,044	5,053	5,087	5,154	5,197
Plant Capacity (gallons)	4,500,000	5,000,000	5,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000
Average daily consumption (gallons)	1,138,654	1,132,479	1,167,133	1,121,428	1,099,339	1,111,124	1,179,679	1,078,848	1,082,184	1,098,997
Annual consumption (gallons)	415,608,653	413,354,928	426,003,368	409,321,201	401,258,780	405,560,310	430,582,865	393,779,690	394,997,119	401,133,914
Distribution system (in miles)	107	109	100	100	100	100	100	100	100	100

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

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012*</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Town Government										
Elected officials	7	7	7	7	7	7	7	7	7	7
Appointed officials	8	8	8	8	7	7	7	7	7	7
Full-time employees	112	117	118	120	117	116	114	117	121	131
Part-time employees	7	7	7	8	9	8	7	7	7	7
Seasonal employees	36	36	46	57	44	45	49	49	49	49
Building Permits	466	552	586	368	419	499	485	496	616	716
Culture and Recreation										
Museum	1	1	1	1	1	1	1	1	1	1
Senior Center	1	1	1	1	1	1	1	1	1	1
Event Center	0	0	0	0	0	0	0	0	0	1
Convention & Visitor Bureau	1	1	1	1	1	1	1	1	1	1
Local Marketing District	0	0	0	1	1	1	1	1	1	1
Other Miscellaneous Data										
Hotels, Motels, B&Bs	140	150	152	150	124	124	124	124	124	124
Financial Institutions	-	-	-	5	5	5	5	5	4	4
Newspapers	2	2	2	2	2	2	2	2	2	2
Theaters	2	2	2	2	2	2	2	2	2	2
Bus/Taxi Companies	4	5	5	2	2	2	2	2	2	2
Radio Stations	2	2	2	2	2	2	2	1	1	1
Hospitals	1	1	1	1	1	1	1	1	1	1
Churches	17	17	17	19	18	18	18	18	18	18
State highways (Highways 7, 34 and 36)	3	3	3	3	3	3	3	3	3	3
Other Miscellaneous Data										
No. of Registered Voters	4,284	4,209	4,313	4,452	4,470	4,495	4,474	4,517	4,537	4,040
Facilities and services not included in the reporting entity:										
Education-Park School District R-3 (enrolled)										
Estes Park High School (9-12)	421	409	403	386	353	349	325	332	322	331
Estes Park Middle School (6-8)	310	303	292	275	239	241	250	240	249	259
Estes Park Elementary School (K-5)	541	494	467	521	504	506	490	524	521	553
Estes Park Options (Home Schooled)	-	-	-	28	24	30	30	30	33	24
Parks and Recreation										
Estes Valley Recreation and Park District	1	1	1	1	1	1	1	1	1	1

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

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

Function/Program	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	12	13	13	13	13	13	11	12	15	15
Fire Protection										
Stations	1	1	1	2	2	2	2	2	2	2
Fire Rating	ISO 4	ISO 4	ISO 4	ISO 4	ISO 4	ISO 4	ISO 4	ISO PPC 4	ISO PPC 4	ISO PPC 4
Public Works										
Area in Square Miles	6.50	6.50	6.50	6.78	6.78	6.78	6.78	6.88	6.88	6.88
Utilities										
Water Service Accounts	4,806	4,879	4,993	4,974	5,016	5,044	5,053	5,087	5,154	5,197
Water mains (miles)	104	109	100	100	100	100	100	100	100	100
Fire Hydrants	648	657	662	663	663	663	672	681	683	684
Water Treatment Plants	2	2	2	2	2	2	2	2	2	2
Electric Service Accounts	9,982	10,133	10,315	10,381	10,449	10,464	10,500	10,473	10,540	10,623
Number of Street Lights	1,165	1,166	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250
Electric Substations	2	2	2	2	2	2	2	2	2	2

Source: Town of Estes Park departmental data,
Community Profile

COMPLIANCE SECTION

STATE COMPLIANCE

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

LOCAL HIGHWAY FINANCE REPORT	City or County: Town of Estes Park, Larimer County
	YEAR ENDING : December 2015
This Information From The Records Of: Town of Estes Park	Prepared By: Sammi Coleson, Accountant II Phone: (970) 577-3569

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)	785,011
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	630,183
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	7,415
2. General fund appropriations	3,273,414	b. Snow and ice removal	107,062
3. Other local imposts (from page 2)	1,503,683	c. Other	70,796
4. Miscellaneous local receipts (from page 2)	11,336	d. Total (a. through c.)	185,273
5. Transfers from toll facilities	0	4. General administration & miscellaneous	2,308,955
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	1,487,258
a. Bonds - Original Issues		6. Total (1 through 5)	5,396,680
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)	4,788,433	b. Redemption	
B. Private Contributions	0	c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	357,966	2. Notes:	
D. Receipts from Federal Government (from page 2)	523,506	a. Interest	
E. Total receipts (A.7 + B + C + D)	5,669,905	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)	5,396,680

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

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

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
		5,669,905	5,396,680		273,225

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

STATE:
Colorado
YEAR ENDING (mm/yy):
December 2015

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments	0	a. Interest on investments	0
b. Other local imposts:		b. Traffic Fines & Penalties	0
1. Sales Taxes	1,454,273	c. Parking Garage Fees	0
2. Infrastructure & Impact Fees	0	d. Parking Meter Fees	0
3. Liens	0	e. Sale of Surplus Property	0
4. Licenses	0	f. Charges for Services	4,250
5. Specific Ownership &/or Other	49,410	g. Other Misc. Receipts	0
6. Total (1. through 5.)	1,503,683	h. Other	7,086
c. Total (a. + b.)	1,503,683	i. Total (a. through h.)	11,336
	(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	275,393	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	0
a. State bond proceeds		b. FEMA	523,506
b. Project Match		c. HUD	0
c. Motor Vehicle Registrations:	29,603	d. Federal Transit Admin	0
d. Other (Operating Grant)	52,970	e. U.S. Corps of Engineers	0
e. Other (Specify)	0	f. Other Federal	0
f. Total (a. through e.)	82,573	g. Total (a. through f.)	523,506
4. Total (1. + 2. + 3.f)	357,966	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs		0	0
b. Engineering Costs		366,533	366,533
c. Construction:			
(1). New Facilities		0	0
(2). Capacity Improvement:		0	0
(3). System Preservator		418,478	418,478
(4). System Enhancement & Operator		0	0
(5). Total Construction (1) + (2) + (3) + (4)	0	418,478	418,478
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	785,011	785,011
			(Carry forward to page 1)

Notes and Comments:

Per above	1,454,273	Per above	7,086
Per TB	1,460,711	Per TB	(22)
Var	(6,438)	Var	7,108